

**NOTICE OF PUBLIC WORKSHOP:
RC_2010_08 REMOVAL OF DDAP BELOW MINGEN**

The IMO wishes to inform Rule Participants of its intention to hold a public workshop to discuss the wider issues identified with the Rule Change Proposal: Removal of DDAP uplift when less than facility minimum generation (RC_2010_08). These issues include:

- requirements for setting MinGen values in Standing Data;
- appropriate value of MinGen to apply for an Aggregated Unit;
- removal of UDAP below MinGen;
- how to define when a Facility is ramping up or down so these Trading Intervals can be accounted for in the settlement calculations; and
- monitoring obligations of both System Management and the IMO to apply below MinGen.

Prior to holding the public workshop the IMO will seek the advice of a technical expert on how to:

- ensure an appropriate value for MinGen is specified in Standing Data; and
- identify the periods when a Facility is ramping up or down so that these Trading Intervals can be accounted for in the settlement calculations.

It is anticipated that the results of the Technical Review will be available prior to the workshop.

The details of the public workshop are as follows:

Date: Tuesday, 24 August 2010

Time: 2:00 -4:00pm

Location: IMO Board Room

If you would like to register for the workshop, please email your name and details to market.development@imowa.com.au by 12:00pm, Tuesday 17 August 2010.

Note that a discussion paper and draft agenda for the workshop will be provided to all interested attendees prior to the workshop and copies made available on the IMO website: http://www.imowa.com.au/RC_2010_08

In order to hold the workshop, the IMO intends to extend the period for preparing the Draft Rule Change Report for RC_2010_08, under clause 2.5.10 of the Wholesale Electricity Market Rules (Market Rules). This is to allow it to take into account the workshop discussions.

EXTENSION OF THE TIMEFRAME FOR PREPARING THE DRAFT RULE CHANGE REPORT UNDER CLAUSE 2.5.12 OF THE MARKET RULES FOR RC_2010_08

In accordance with clause 2.5.10 of the Market Rules, the Independent Market Operator (IMO) has extended the timeframe for preparing the Draft Rule Change Report for the Rule Change Proposal titled "Removal of DDAP uplift when less than facility min gen " (Ref: RC_2010_08).

The date for publication of the Draft Rule Change Report is extended until **Monday, 13 September 2010**. Dates for subsequent steps of the Rule Change Process are extended accordingly.

Reason for the extension

During the first submission period, a number of important points regarding the drafting of the proposed Amending Rules were raised along with the need for further analysis of the impact of deviations from Resource Plans below MinGen to be undertaken. The IMO has now undertaken this analysis and identified a number of further issues which require addressing prior to making its determination on the proposed Amending Rules. To address these issues the IMO proposes to:

- commission an independent expert to provide technical advice on how to:
 - ensure an appropriate value for MinGen is specified in Standing Data; and
 - identify the periods when a Facility is ramping up or down so that these Trading Intervals can be accounted for in the settlement calculations; and
- hold a Public Workshop to discuss the identified issues and present the independent expert's proposed solutions.

The period for preparing the Draft Rule Change Report needs to be extended to allow sufficient time for the independent expert to provide advice and for the IMO to hold a public workshop.

Proposed Work Programme

- The IMO commissions an independent expert to provide advice on the identified issues and holds a public workshop.
- The IMO presents the outcomes and its draft decision in the Draft Rule Change Report.
- A second consultation period is held.
- The IMO presents its final decision in the Final Rule Change Report.

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