



Agenda Item 5b: MAC Membership Review (RC_2010_15)

1. BACKGROUND

Each year the IMO is required to review the composition of the MAC. Following the 2010 review a Market Participant raised some concerns with the appointment process. In response the IMO presented a paper at the 12 May 2010 MAC meeting raising the questions of:

- whether Verve Energy and Synergy should be Compulsory Class members; and
- the IMO's ongoing role in the selection of members.

At the meeting, the compulsory status of Verve Energy and Synergy was affirmed and the IMO undertook to review options for the selection of Discretionary Members with a view to having Discretionary Class membership selected by industry participants.

Subsequent to the MAC meeting, Perth Energy has submitted a Rule Change Proposal (attached as Appendix 1 to this paper) seeking to increase the number of Discretionary Class Members from three to four for both the Market Customer and Market Generator class. This Rule Change Proposal is currently open for consultation.

The IMO has yet to commence its investigation into options for the selection of Discretionary Members of the MAC. This is scheduled to begin in August 2010, with a paper likely to be presented to the MAC later this year.

2. RECOMMENDATIONS

The IMO recommends that the MAC:

- **Discuss** the Perth Energy Rule Change Proposal (RC_2010_15); and
- **Note** that the IMO will present a paper on options for the selection of Discretionary Members later this year.