



Notice

28 September 2017

ERA approves 2017 energy price limits

FINAL DECISION

The Economic Regulation Authority (**ERA**) has approved the Australian Energy Market Operator's (AEMO) proposed energy price limits.

The ERA has approved AEMO's revised value for the maximum Short Term Energy Market price of \$351/MWh, and the price components for the alternative maximum Short Term Energy Market price:

$\$227.88/\text{MWh} + 19.256$ multiplied by the Net Ex Terminal distillate fuel cost in \$/GJ.

The ERA received AEMO's final energy price limits report on 6 September 2017, accompanied by a consultant report prepared by Jacobs Australia Group.

Under the *Wholesale Electricity Market Rules*, the ERA is required to:

- a) review the report provided by AEMO, including all submissions it received in preparing the report; and
- b) decide whether or not to approve any value comprising the energy price limits.

In making its decision, the ERA considered:

- whether the revised values for the energy price limits proposed by AEMO reasonably reflected the application of the method and the guiding principles described in clause 6.20 of the *Wholesale Electricity Market Rules*; and
- whether AEMO carried out adequate public consultation process.

The ERA is satisfied AEMO has fulfilled these requirements.

A copy of the ERA's decision is available on our [website](#).

For further information contact:

Media Enquiries

Sinéad Mangan

Work: 08 6557 7912

Mobile: 0428 859 826

Email: communications@erawa.com.au