

## **Rule Change Extension Notice: Reduction of the prudential exposure in the Reserve Capacity Mechanism (RC\_2017\_06)**

**Submitter:** Martin Maticka, Australian Energy Market Operator (AEMO)

**Date submitted:** 17 July 2017

**This notice of extension is given under clause 2.5.12 of the Market Rules.**

**Date of extension:** 28 February 2018

In accordance with clause 2.5.10 of the Market Rules, the Rule Change Panel has extended the timeframe for the publication of the Final Rule Change Report for the Rule Change Proposal titled “Reduction of the prudential exposure in the Reserve Capacity Mechanism” (RC\_2017\_06) until **Friday 29 June 2018**.

Dates for subsequent steps of the rule change process have been adjusted accordingly.

### **Reason for the Extension**

AEMO has provided revised estimates for the time and cost required to implement the Amending Rules for this Rule Change Proposal that are materially different from those reported in the Draft Rule Change Report. As a consequence, the Rule Change Panel requires additional time to consider the implications of the revised estimates on its final decision and considers that additional consultation with stakeholders may be appropriate in the circumstances.

Further details relating to the Rule Change Proposal are available at [https://www.erawa.com.au/rule-change-panel/market-rule-changes/rule-change-rc\\_2017\\_06](https://www.erawa.com.au/rule-change-panel/market-rule-changes/rule-change-rc_2017_06).

### **Proposed Work Program**

- The Rule Change Panel undertakes further analysis of the proposal, and potentially develops changes to the proposed Amending Rules with a view to reducing implementation costs.
- Depending on the outcomes of this analysis, the Rule Change Panel may undertake a further round of consultation.
- The Rule Change Panel presents its decision in the Final Rule Change Report.

If the Rule Change Panel’s decision is to approve the Rule Change Proposal, the following steps will also apply:

- The Minister considers the Rule Change Proposal and makes a decision regarding the proposed Amending Rules.
- If approved, the Amending Rules commence.

### **Extended Timeline**

The projected timeline for processing this proposal, including the extension, is:

