



Notice

7 February 2022

Minimum STEM price review 2022

Commencement of review

The Economic Regulation Authority invites submissions from stakeholders to inform its 2022 review of the minimum Short Term Energy Market (STEM) price.

The Wholesale Electricity Market (WEM) Rules require the ERA to annually review the minimum STEM price and determine whether it is appropriate by considering the minimum STEM price objectives and the review criteria in the WEM Rules. These criteria include:

- Whether the final balancing market settled at the minimum STEM price because the minimum STEM price was too high.
- Whether AEMO dispatched generators down because the minimum STEM price was too high.
- Whether there have been changes to the generation fleet that makes the current minimum STEM price too high or too low.

The review will cover the outcomes in the balancing market between 1 February 2021 and 31 January 2022. The balancing market did not settle at the minimum STEM price of $-\$1,000/\text{MWh}$ during the review period.

The ERA is seeking submissions from stakeholders on whether the current minimum STEM price is appropriate. Stakeholders may wish to refer to the [ERA's final determination report](#) for last year's review, which was published in September 2021. Stakeholders are also welcome to meet with the ERA to discuss their views. To request a meeting, please email info@erawa.com.au.

Invitation for submissions

The ERA invites interested parties to make submissions on whether the current minimum STEM price is appropriate. Please provide reasons and evidence in support of your submission.

Submissions close 4:00 pm (WST) Tuesday, 8 March 2022.

Submissions should be lodged online using the form on our website www.erawa.com.au/consultation.

Further information

General enquiries

Adrian Theseira
Ph: 08 6557 7901
info@erawa.com.au

Media enquiries

Natalie Warnock
Ph: 08 6557 7933 | Mob: 0428 859 826
media@erawa.com.au