



# Notice

21 September 2023

## Frequency Co-optimised Essential System Services Offer Price Ceiling Final determination

The Economic Regulation Authority has published its final determination for the Frequency Co-optimised Essential System Services (FCESS) Offer Price Ceilings to apply from 1 October 2023.

From the commencement of the new Wholesale Electricity Market, the five new FCESS will replace and supplement some of the current ancillary services arrangements. These are:

- Regulation Raise and Lower, which replace the Upwards and Downwards Load Following Services respectively.
- Contingency Reserve Raise and Lower, which replace the Spinning Reserve and Load Rejection Reserve services respectively.
- Rate of Change of Frequency Control Service, which is a new service in the WEM.

From the start of the New WEM Commencement Day, the FCESS Offer Price Ceiling values will be \$300 per megawatt per hour for the Regulation and Contingency Reserve services, and \$300 per megawatt second per hour for the RoCoF Control Service.

The ERA will adjust the FCESS Offer Price Ceilings by escalating the fuel component on a monthly basis from 1 November 2023, and by escalating the non-fuel component on a quarterly basis from 1 January 2024, as per the indexation formula explained in section 4.3 of the final determination report.

From the trading interval starting at 8:00 AM on 1 March 2024, the FCESS Offer Price Ceiling for the RoCoF Control Service will be zero dollar per megawatt second per hour.

The ERA's final determination report is available on the [ERA website](#).

### Further information

#### General enquiries

Irina Stankov  
Ph: 08 6557 7998  
[info@erawa.com.au](mailto:info@erawa.com.au)

#### Media enquiries

Danielle Asarpota  
Ph: +61 428 859 826  
[media@erawa.com.au](mailto:media@erawa.com.au)