

Level 6, Governor Stirling Tower 197 St Georges Terrace Perth Western Australia 6000

GPO Box 8469 Perth Business Centre Western Australia 6849
 Telephone
 61 8 9213 1900

 Facsimile
 61 8 9213 1999

 Website
 www.era.wa.gov.au

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NOTICE

Invitation for Public Submissions

Determination of the Independent Market Operator's and System Management's allowable revenue, and Ancillary Service Margin Peak, Margin Off-Peak and Cost LR parameters

THE INDEPENDENT MARKET OPERATOR'S AND SYSTEM MANAGEMENT'S PROPOSALS

The Economic Regulation Authority has received proposals for allowable revenue from the Independent Market Operator (**IMO**) and System Management.

The Authority has also received a proposal for the Ancillary Service Margin Peak and Margin Off-Peak parameters from the IMO, and a proposal for the Ancillary Service Cost LR parameter from System Management.

The Economic Regulation Authority is inviting public submissions on relevant matters raised in these proposals.

The proposals cover the period from 1 July 2010 to 30 June 2013 (**Review Period**) and have been submitted to the Authority pursuant to clauses 2.22.3(a), 2.23.3(a), 3.13.3A and 3.13.3B of the *Wholesale Electricity Market Rules* (**Market Rules**). They are available on the Authority's <u>web site</u>.

The Market Rules require the IMO and System Management to seek the Authority's approval of their allowable revenue for the Review Period for each of the services they are required to provide. The Market Rules also require the Authority to make a determination on the Ancillary Service Margin Peak and Margin Off-Peak, and Cost LR parameters proposed by the IMO and System Management, respectively.

The Authority has prepared two issues papers to assist parties wishing to make submissions, which are:

- 1) a paper for the IMO's and System Management's allowable revenue; and
- 2) a paper for the Ancillary Service Margin Peak, Margin Off-Peak and Cost LR parameters.

These issues papers outline the scope of the Authority's role and matters that it will take into account when assessing the proposals against the specific criteria in the Market Rules, and are available on the Authority's <u>web site</u>.

Public submissions

The Authority invites interested parties to make submissions commenting on the aforementioned proposals. Submissions should be in both electronic and hard copy form and must be received by **4:00 pm (Western Standard Time) on Wednesday 27 January 2010**.

Written submissions should be mailed to:

Issues Paper: Determination of allowable revenue for the IMO and System Management, and ancillary service parameters 2010/11 to 2012/13

Economic Regulation Authority PO Box 8469 Perth Business Centre PERTH WA 6849

Electronic submissions should be made to: publicsubmissions@era.wa.gov.au

Confidentiality

In general, all submissions from interested parties will be treated as in the public domain and placed on the Authority's web site.

Where an interested party wishes to make a submission in confidence, it should clearly indicate the parts of the submission for which confidentiality is claimed, and specify in reasonable detail the basis for the claim.

The receipt and publication of any submission on the Authority's web site shall not be taken as indicating that the Authority has knowledge, either actual or constructive, of the contents of a particular submission and, in particular, whether the submission in whole or in part contains information of a confidential nature and no duty of confidence will arise for the Authority in these circumstances.

For further information contact:

General Enquiries

Chris BrownMs Sue McKennaA/Assistant Director –Electricity MarketMs Joanne FowlerSurveillanceThe CommunicatioPh:61 8 9213 1992Ph:61 8 9472 4Fax:61 8 9213 1999Mb:0424 196 7

Media Enquiries

Ms Sue McKenna Ms Joanne Fowler The Communications Branch Pty Ltd Ph: 61 8 9472 4411 Mb: 0424 196 771 (Sue) 0408 878 817 (Joanne)

LYNDON ROWE

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