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CONSULTATION

Invitation for Public Submissions

DETERMINATION OF VALUES FOR ANCILLARY SERVICE 'MARGIN PEAK' AND 'MARGIN OFF-PEAK' PARAMETERS AND REVISED VALUES FOR ANCILLARY SERVICE 'COST LR' PARAMETER

The Economic Regulation Authority has received a submission from the Independent Market Operator (**IMO**) proposing the values of the Ancillary Service 'Margin Peak' and 'Margin Off-Peak' parameters for the financial year 1 July 2011 to 30 June 2012. The Authority has also received a submission from System Management proposing revised values for the Ancillary Service 'Cost LR' parameter for the two financial years from 1 July 2011 to 30 June 2013.

The Wholesale Electricity Market Rules (Market Rules) require the Authority to make determinations on the values for these Ancillary Service market settlement parameters by 31 March 2011, and the Authority invites public submissions on the relevant matters raised in the IMO's and System Management's submissions. The IMO's and System Management's submissions are available on the Authority's website.

The Authority has prepared an <u>issues paper</u> to assist interested parties wishing to make submissions. The issues paper outlines the scope of the Authority's role under the Market Rules, and set outs the matters that it will take into account when assessing the submissions against the criteria in the Market Rules. The issues paper is available on the Authority's <u>website</u>.

Public submissions

The Authority invites submissions from interested parties in print and electronic form (where possible) on the proposed values for the Ancillary Service parameters submitted by the IMO and System Management by **4:00 pm (WST) on Wednesday, 27 January 2010**.

Submissions should be addressed to:

Determination of the Ancillary Service Cost LR, Margin Peak and Margin Off-Peak parameters - Issues Paper

Postal address: PO Box 8469, PERTH BC WA 6849

Office address: Level 6, 197 St Georges Terrace, PERTH WA 6000

Email address: publicsubmissions@erawa.com.au

Confidentiality

Submissions made to the Authority will be treated as in the public domain and placed on the Authority's website unless confidentiality is claimed. The submission or parts of the submission in relation to which confidentiality is claimed should be clearly marked. Any claim of confidentiality will be dealt with in the same way as is provided for in section 55 of the *Economic Regulation Authority Act 2003*.

Telephone 61 8 9213 1900

Facsimile 61 8 9213 1999

Website www.erawa.com.au

The receipt and publication of a submission 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, where the submission in whole or 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

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LYNDON ROWE CHAIRMAN

24 December 2010

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