
From: Tony Snell [REDACTED]
Sent: Thursday, 3 November 2022 6:46 PM
To: Hatfield, David <david.hatfield@acc.gov.au>
Cc: Matthew Clemow [REDACTED]; Mark Stedwell
[REDACTED]

Subject: AEMO authorisation AA1000618-1: report for the period 21 October - 3 November 2022

Dear David

We refer to condition 1 of the interim authorisation granted by the ACCC on 1 July 2022 (**Interim Authorisation**) and the reporting protocol in Schedule 1 of the Interim Authorisation. Set out below is AEMO's report for the period 21 October – 3 November 2022 (**Reporting Period**).

This report can be published on the public register.

The risk of insufficient supply to meet demand and the risk of instability in networks have been driven by the Current Market Conditions described in the Authorisation in paragraph 1.1. This includes:

1. the Ukraine conflict, which has resulted in a reduction in availability and an increase in the price of gas and coal used for thermal electricity generators
2. the impact of high rainfall and floods
3. extreme and/or unusual weather conditions
4. a significant number of planned and unplanned outages
5. the impact of the COVID-19 pandemic on specialised labour and global supply chains
6. delays and deferral of some maintenance during the last two years

The following conduct that relies on the Authorisation was engaged in during the Reporting Period:

1. A meeting between AEMO, NSW Office of Energy and Climate Change, Origin, AGL, Delta Electricity and TransGrid was held on Friday 28 October at 9am (as observed by an ACCC representative). The purpose of the meeting was to discuss forecasted supply and demand and any potential issues that may arise in relation to maintenance or scheduled outages in New South Wales, and the resources required, in light of the Current Market Conditions (including COVID-19). AEMO shared information about generator availability and loss of load probability. The participants shared information relating to the timing of proposed maintenance, the skills required and any potential disruptions to planned maintenance. The NSW Office of Energy and Climate Change also provided an update.
2. A meeting between AEMO, AusNet Services, Department of Environment, Land, Water and Planning (Victoria), Basslink, Energy Australia and Origin was held on Friday 28 October at 10am (as observed by an ACCC representative). The purpose of the meeting

was to discuss forecasted supply and demand and any potential issues that may arise in relation to maintenance or scheduled outages in Victoria, and the resources required, in light of the Current Market Conditions (including COVID-19). AEMO shared information about generator availability, loss of load probability, the impact of high rainfall and flooding in Victoria and Tasmania and discussed the factors it considers when approving transmission maintenance works. The participants shared information relating to the timing of proposed maintenance, the skills required and any potential disruptions to planned maintenance, including due to the weather. The Department of Environment, Land, Water and Planning (Victoria) also provided an update.

3. A meeting between AEMO, Department of Energy and Public Works (Queensland), APA, Powerlink, Intergen, CS Energy and Stanwell was held on Friday 28 October at 11am (as observed by an ACCC representative). The purpose of the meeting was to discuss forecasted supply and demand and any potential issues that may arise in relation to maintenance or scheduled outages in Queensland, and the resources required, in light of the Current Market Conditions (including COVID-19). AEMO shared information about generator availability and loss of load probability. The participants shared information relating to the timing of proposed maintenance, the skills required and any potential disruptions to planned maintenance, including due to weather and potential shortage of skilled labour. The Department of Energy and Public Works (Queensland) also provided an update.

AEMO intends to hold meetings under the Interim Authorisation on Friday 11 November at 9am, 10am and 11am between electricity generators and transmission companies in NSW, Victoria and Queensland (respectively). Details of the attendees and agenda will be provided to the ACCC separately. If AEMO intends to hold additional meetings under the Interim Authorisation during the next reporting period, we will separately update the ACCC about these meetings as required under the Interim Authorisation.

Please don't hesitate to contact me with any queries in relation to this report.

Kind regards

Tony Snell AM
General Counsel



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Working days at AEMO: Monday, Tuesday, Thursday and Friday