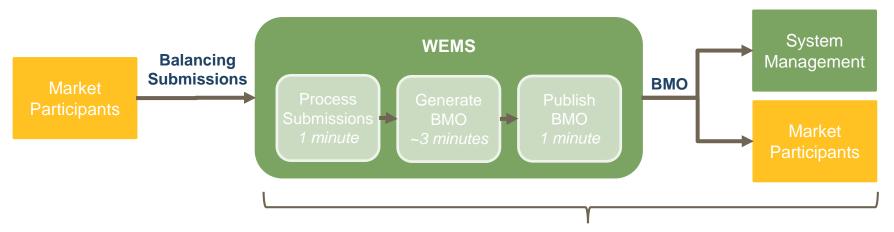
RC_2017_02: IMPLEMENTATION OF 30-MINUTE BALANCING GATE CLOSURE

Market Advisory Committee Meeting 1 May 2017



MARKET SYSTEMS – CURRENT PROCESS



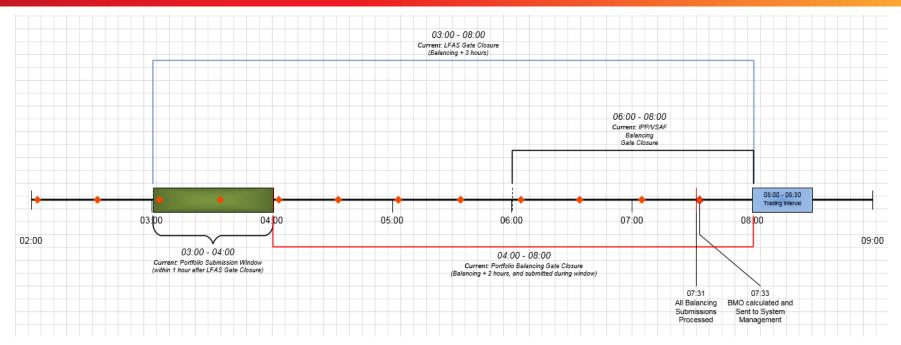


Performed half hourly after the end of each interval

- Under normal operating conditions:
 - Balancing Submissions processed ~1 minute after the end of each interval.
 - BMOs are generated and sent to System Management within 3-4 minutes after the end of each interval.
- Process will remain unchanged with 30 minute Gate Closure.
- A Gate Closure less than 30 minutes will require more significant changes to AEMO's systems.

CURRENT TIMELINE – 8:00 AM INTERVAL

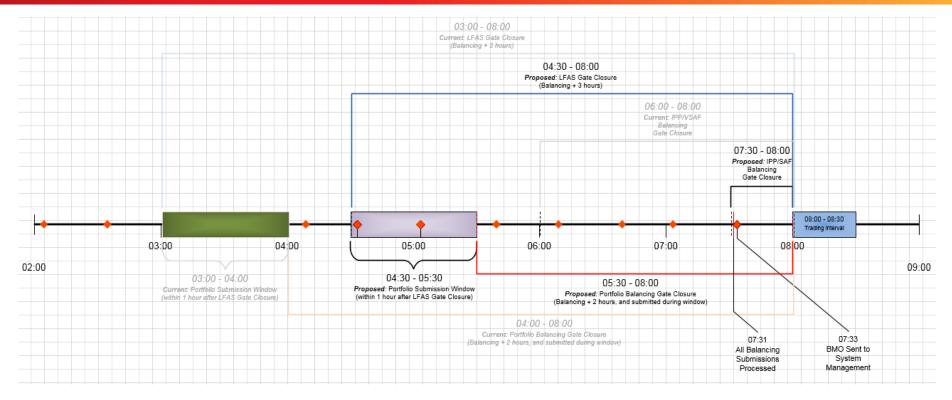




- BMOs are calculated and published half hourly (orange diamonds).
- **Before 06:00:** Market Participants are able to make Balancing Submissions (clause 7A.2.1)
- Between 06:00 and 07:30: Balancing Submissions may be made due to a constraint (clause 7A.2.10). These are reflected in 07:33 BMO and used for dispatch.
- Between 07:30 and 08:00: Balancing Submissions may be made due to a constraint (clause 7A.2.10) and are reflected Pricing BMO.

RC_2017_03 TIMELINE - 8:00 AM INTERVAL





- BMOs continue to be calculated and published half hourly (orange diamonds).
- **Before 07:30:** Market Participants are able to make Balancing Submissions (clause 7A.2.1). These are reflected in 07:33 BMO and used for dispatch.
- **Between 07:30 and 08:00**: Balancing Submissions may be made due to a constraint (clause 7A.2.10) and are reflected Pricing BMO.
- Portfolio gate closure and LFAS gate closure shifts accordingly.

MARKET SYSTEMS AND PROCESS – IMPACTS

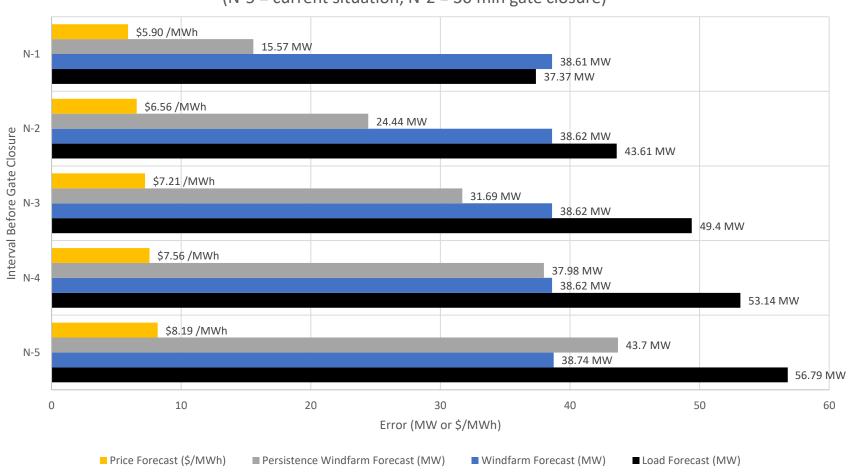


- The following changes to WEMS are expected:
 - Configuration changes to represent new Balancing Gate Closure.
 - Consequential configuration changes to represent updated Portfolio Submission Window and LFAS Gate Closure.
 - Changes to automated test suite.
- The following changes to processes may be required:
 - Updates to Market Procedures and other documentation.
 - Updates to Internal Procedures and compliance monitoring tools.

MARKET IMPACTS FORECAST ACCURACY

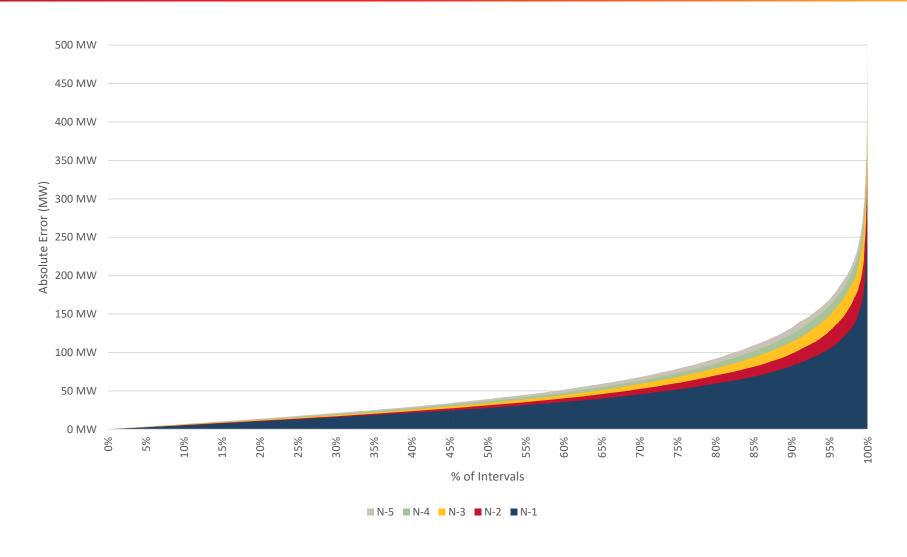


Mean Absolute Deviation for Forecasts in the Balancing Market for 2016 (N-5 = current situation, N-2 = 30 min gate closure)



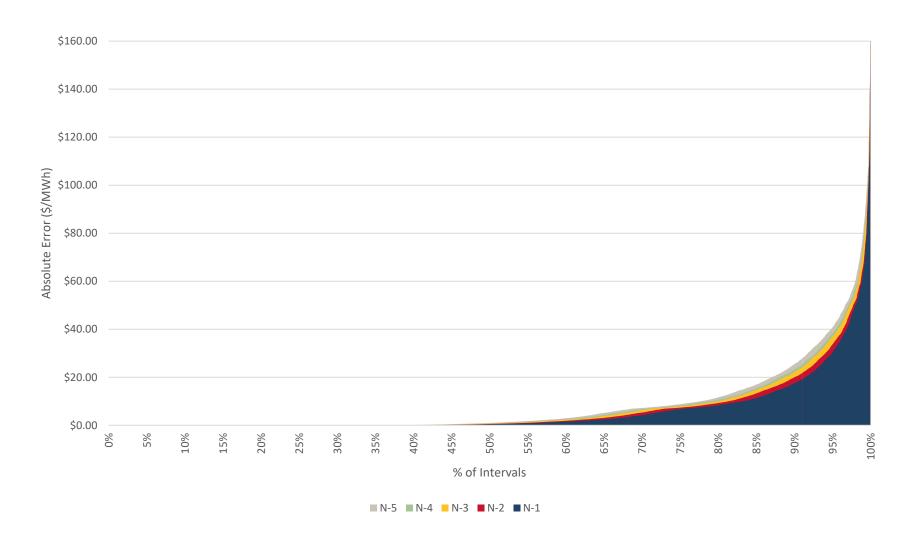
MARKET IMPACTS - LOAD FORECAST ERROR DURATION CURVE 2016



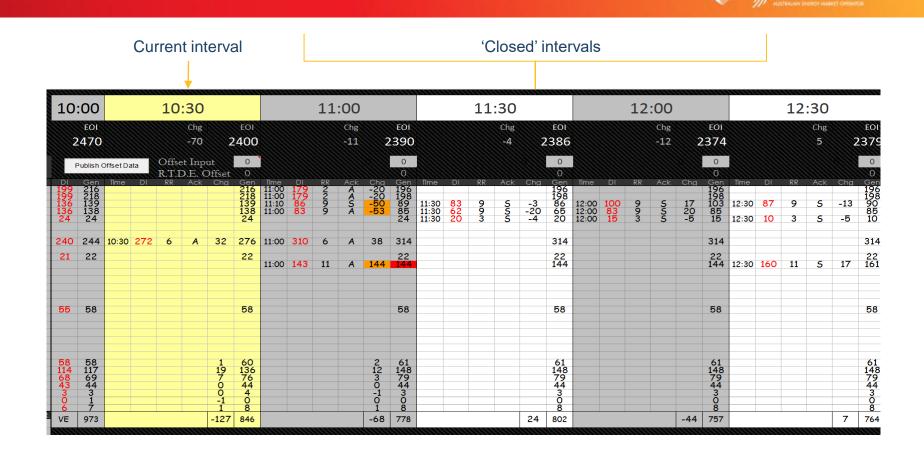


MARKET IMPACTS - PRICE FORECAST ERROR DURATION CURVE 2016





CURRENT STATE – 2 HR GATE CLOSURE



CURRENT STATE – 2 HR GATE CLOSURE

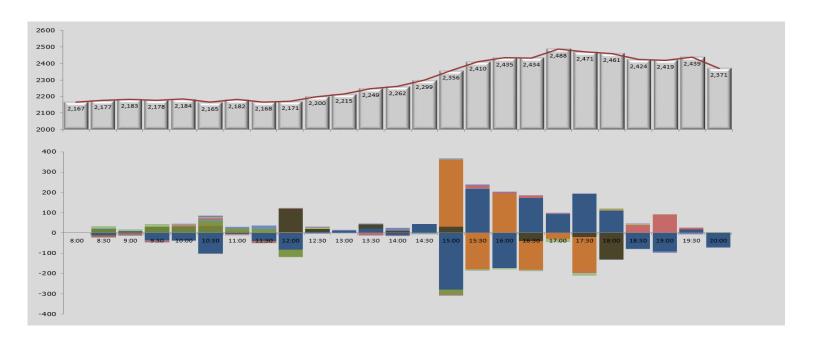


- 2 Hr look ahead allows positioning for large movements
 - Combined bids can bring on or off in excess of 300 MW in a single interval
- Controller must plan the system to allow movements to occur, whilst ensuring;
 - Spinning reserve maintained
 - Load following up and down maintained
 - · Load rejection requirements maintained
- Synergy portfolio positioned to meet peaks and troughs
- AEMO needs to accommodate combined ramping of IPPs that can be more than 3-4 times the ramp rate of the Balancing Portfolio, plus additional movement of Intermittent Generators
- Controllers have to start positioning plant up to 110 min out to meet market dispatches

CURRENT STATE - CHALLENGES



- Multiple market participants increasing (or decreasing) output in a single interval can create large dispatches
- 57 MW load increase saw 675 MW of dispatches in a single interval (up and down) see below



CURRENT STATE - CHALLENGES



- Intermittent wind and solar
 - Solar change of 100 MW near instantaneous not uncommon
 - Wind change of 200 MW near instantaneous not uncommon

All whilst maintaining system security and required reserves

Large challenging dispatches happen frequently every one or two shifts

SOLUTIONS



- Ramp Rate limit
 - Ramping of generators according to the load requirement will allow smooth movement of the system at the beginning of each interval and will limit the time required for short-term operational planning

DISCUSSION





Thank you!