

Australian Energy Market Commission

**Rule Proposal**

**National Electricity Amendment (Minor Changes) Rule 2007**

Rule Initiated by:  
Australian Energy Market Commission

30 August 2007

Signed:  .....

**John Tamblin**  
**Chairman**  
For and on behalf of  
Australian Energy Market Commission

**Commissioners**  
Tamblin  
Carver  
Woodward

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## **Submissions**

Objections to expedited process are due by 13 September 2007  
Submissions are due by 2 October 2007

Send submissions electronically to [submissions@aemc.gov.au](mailto:submissions@aemc.gov.au)

Or mail to:

Australian Energy Market Commission  
PO Box A2449  
SYDNEY SOUTH NSW 1235

John Tamblyn

Chairman

## **About the AEMC**

The Council of Australian Governments, through its Ministerial Council on energy, established the Australian Energy Market Commission (AEMC) in July 2005 to be the Rule maker for national energy markets. The AEMC is currently responsible for Rules and policy advice covering the National Electricity Market. It is a statutory authority. Our key responsibilities are to consider Rule change proposals, conduct energy market reviews and provide policy advice to the Ministerial Council as requested, or on AEMC initiative.

## **AEMC Initiated Amendment to the National Electricity Rules**

The Australian Energy Market Commission (AEMC or “Commission”) is responsible for the review, amendment, and ongoing maintenance of the National Electricity Rules (the Rules) for the National Electricity Market.

One aspect of the AEMC’s Rule making role is to improve and enhance the quality of the Rules as a whole. The AEMC is therefore regularly reviewing the Rules to promote clarity of meaning, the use of consistent language and to remove identified errors. While the AEMC is not permitted under the National Electricity Law to initiate amendments that deal with matters of policy and substance in the Rules, it can initiate minor and non-material changes.

This proposed Rule - the National Electricity Amendment (Minor Changes) Rule 2007 (the 2007 Minor Changes Rule) - makes editorial amendments which are minor and non-material in nature.

The 2007 Minor Changes Rule addresses several general categories of changes which include:

- Updating terminology that relates to referencing within the Rules;
- Correcting spelling mistakes;
- Correcting typographical errors, and cross referencing errors.

## **AEMC power to make the proposed Rule under the NEL**

Under s 91 of the National Electricity Law (NEL) the AEMC may only make a Rule on its own initiative as follows:

- “(2) Subject to section 35, the AEMC must not make a Rule on its own initiative unless it considers the Rule –
- (a) corrects a minor error in the Rules; or
  - (b) involves a non-material change to the Rules; or
  - (c) is in respect of any matter that is prescribed by the Regulations as a matter on which it may make a Rule on its own initiative.”

The proposed 2007 Minor Changes Rule corrects minor errors and involves non-material change to the National Electricity Rules.

The subject matter of the proposed 2007 Minor Changes Rule relates to the core content of the Rules as a whole.

## **Expedited process for 2007 Minor Changes Rule**

The Commission proposes that the 2007 Minor Changes Rule be consulted and determined under an expedited process with a 4 week consultation period (see s.96 of the NEL). The Commission considers the proposed amendments in the 2007 Minor Changes Rule are non-controversial in nature as they are unlikely to have a significant effect on the national electricity market as required for expedited consultation under s.96 of the NEL.

## **Scope of review of minor amendments**

The proposed 2007 Minor Changes Rule has been prepared after a review by the AEMC of Chapters 1-5 and 6A-8 of the National Electricity Rules. The Commission chose not to review:

- Chapter 6 (Economic Regulation of Distribution Services), which is currently under review by governments;
- The existing Participant Derogations in Chapter 8A or Jurisdictional Derogations in Chapter 9;
- Chapters 10 (Glossary) and 11 (Savings and Transitional Rules).

## **Statement of the issue with existing Rules**

The current National Electricity Rules originally derived from a series of reform projects that saw the old National Electricity Code “consolidated” into the initial National Electricity Rules in July 2005. Since that time, the AEMC has published a series of Amending Rules, which at each point of incorporation into the body of the Rules, involves preparing a fresh “consolidated version” of the Rules. As with all legislative databases, minor errors and drafting issues can occur, and a regular review of the Rules is necessary to minimise such errors.

The AEMC’s review of the Rules has identified a range of minor editorial mistakes and inconsistencies in the National Electricity Rules which should be addressed in the interests of achieving the highest quality regulation for the National Electricity Market.

The proposed Rule has been structured so that categories of changes are grouped together.

## **Referencing terminology – Schedule 1**

Schedule 1 of the proposed 2007 Minor Changes Rule begins a process for updating the naming conventions introduced in rule 1.3. Use of words such as ‘rule’, ‘clause’, ‘paragraph’ and ‘subparagraph’ are amended by the appropriate and consistent terminology.

Schedule 2 includes additional changes which were necessary for the provision to make grammatical sense given the changes in naming.

### **Removal of unnecessary content – Schedule 3**

The AEMC has, in the proposed 2007 Minor Changes Rule, taken a conservative approach to the removal of content from the Rules. This category of changes removes all occurrences of the term ‘deleted’, where they occur at the end of clauses, so as not to interfere with existing consecutive numbering. This is desirable to minimise unnecessary length of the Rules as a whole.

The proposed changes are only those which will not effect subsequent numbering. These changes may be found in Schedule 3.

### **Consistency in the use of italicisation – Schedule 4**

Clause 1.1.2 of the Rules provides that italicised words are defined in the glossary in Chapter 10. The AEMC has identified a series of instances where defined terms are not italicised. Schedule 4 incorporates changes where a term should be italicised.

### **Miscellaneous matters – Schedule 5**

A number of other errors such as spelling mistakes, inconsistent use of spelling, and typographical errors have been identified. Schedule 5 rectifies these errors by amending, deleting and substituting where necessary. Additionally schedule 5 also contains changes which amend identified cross referencing errors.

## **Contribution to the National Electricity Market Objective**

In accordance with clause 8(1)(d) of the National Electricity Regulation, a Rule proposal must provide an explanation of how a proposed Rule would or would be likely to contribute to the achievement of the NEM objective, which provides:

“The national electricity market objective is to promote efficient investment in, and efficient use of, electricity services for the long term interests of consumers of electricity with respect to price, quality, reliability and security of supply of electricity and the reliability, safety and security of the national electricity system.”<sup>1</sup>

The Commission takes the view that incremental improvements over time to the clarity and consistency of language, referencing and terminology in the Rules (including the correction of minor errors) is part of good regulatory practice for the

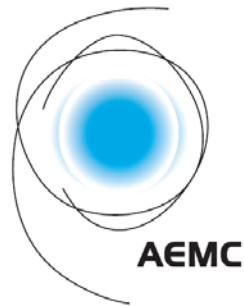
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<sup>1</sup> *National Electricity (South Australia) Act 1996*, Schedule-National Electricity Law, s. 7.

AEMC as the Rule making body with responsibilities that relate to market development. Ongoing enhancements to the quality of the Rules promotes greater certainty and thus, an environment where efficient investment is facilitated.

The AEMC considers that the proposed 2007 Minor Changes Rule would, if made, improve the clarity and consistency of the National Electricity Rules, and therefore would be likely to promote the NEM objective.

# **Attachment 1 – Proposed National Electricity Amendment (Minor Changes) Rule 2007**



**Proposed National Electricity Amendment (Minor Changes)  
Rule 2007**

under the National Electricity Law as applied by:

- (a) the National Electricity (South Australia) Act 1996;
- (b) the Electricity (National Scheme) Act 1997 of the Australian Capital Territory;
- (c) the National Electricity (New South Wales) Act 1997 of New South Wales;
- (d) the Electricity - National Scheme (Queensland) Act 1997 of Queensland;
- (e) the Electricity - National Scheme (Tasmania) Act 1999 of Tasmania;
- (f) the National Electricity (Victoria) Act 2005 of Victoria; and
- (g) the Australian Energy Market Act 2004 of the Commonwealth.

The Australian Energy Market Commission makes the following Rule under the National Electricity Law.

John Tamblyn  
Chairman  
Australian Energy Market Commission



## PROPOSED RULE

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### **Proposed National Electricity Amendment (Minor Changes) Rule 2007**

#### **1. Title of Rule**

This Rule is the *Proposed National Electricity Amendment (Minor Changes) Rule 2007*.

#### **2. Commencement**

This Rule commences operation on [insert date].

#### **3. Amendment of the National Electricity Rules**

The National Electricity Rules are amended as set out in Schedule 1, 2, 3, 4 and 5.

## PROPOSED RULE

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### **SCHEDULE 1                      Correct naming of ‘rules’ and ‘clauses’**

#### **[1]    Clause 1.8.4                      Reference to addressee**

In clause 1.8.4, omit the word “clause” and substitute “rule”.

#### **[2]    Rule 1.11                          NEMMCO Rule Funds**

In rule 1.11(b)(1), (c)(1) and (2), omit the word “clause” wherever occurring and substitute “rule”.

#### **[3]    Clause 2.1.2                      General**

In clause 2.1.2, omit the word “clauses” and “clause” wherever occurring and substitute “rules” and “rule” respectively.

#### **[4]    Clause 2.2.1                      Registration as a Generator**

In clause 2.2.1(b), omit the word “clause” and substitute “rule”.

#### **[5]    Clause 2.4.2                      Eligibility**

In clause 2.4.2(a) and (e), omit the word “clause” wherever occurring and substitute “rule”

#### **[6]    Rule 2.5A                          Trader**

In rule 2.5A(a), omit the word “clause” and substitute “rule”.

#### **[7]    Rule 2.5B                          Reallocator**

In rule 2.5B(b)(1), omit the words “clause 2.5B(b)(3) and” and insert “2.5B(b)(3)” directly following the word “rules”.

#### **[8]    Rule 2.7                              Intention to Commence Activities of Functions**

In rule 2.7(a) and (b), omit the word “clause” wherever occurring and substitute “rule”.

#### **[9]    Clause 2.8.1                      Rights and Obligations**

In clause 2.8.1(a) and (b), omit the word “clauses” wherever occurring and substitute “rules”.

#### **[10]   Clause 2.11.3                      Budgeted revenue requirements**

In clause 2.11.3(b)(8), omit the word “clause” and substitute “rule”.

#### **[11]   Rule 2.12                          Interpretation of References to Various Registered Participants**

In rule 2.12(c), omit the word “clause” and substitute “rule”.

## PROPOSED RULE

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**[12] Clause 3.2.2            Spot Market**

In clause 3.2.2(g), omit the word “clause” and substitute “rule”.

**[13] Clause 3.2.3            Power system operations**

In clause 3.2.3(b), omit the word “clause” wherever occurring and substitute “rule”.

**[14] Clause 3.2.4            Ancillary services function**

In clause 3.2.4, omit the word “clause” wherever occurring and substitute “rule”.

**[15] Clause 3.2.5            Reserves**

In clause 3.2.5, omit the word “clause” and substitute “rule”.

**[16] Clause 3.2.6            Settlements**

In clause 3.2.6, omit the word “clause” and substitute “rule”.

**[17] Clause 3.3.6            Changes to credit support**

In clause 3.3.6, omit the word “clause” wherever occurring and substitute “rule”.

**[18] Clause 3.3.7            Drawings on credit support**

In clause 3.3.7, omit the reference to “clause 3.3” wherever occurring and substitute “rule 3.3”.

**[19] Clause 3.3.9            Outstandings**

In the “Note” to clause 3.3.9, omit the word “clause” and substitute “rule”.

**[20] Clause 3.3.19          Consideration of other Market Participant transactions**

In clause 3.3.19(a), omit the word “clause” and substitute “rule”.

**[21] Clause 3.4.1            Establishment of spot market**

In clause 3.4.1(b), omit the word “clause” and substitute “rule”.

**[22] Clause 3.6.2            Intra-regional losses**

In clause 3.6.2(i), omit the word “clause 5.3” wherever occurring and substitute “rule 5.3”.

**[23] Clause 3.6.5            Settlements residue due to network losses and constraints**

In clause 3.6.5(a)(2), omit the reference to “clause 3.18” and substitute “rule 3.18”.

## PROPOSED RULE

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### **[24] Clause 3.6.5**

In clause 3.6.5(a)(4)(i), omit the reference to “clause 3.18” and substitute “rule 3.18”.

### **[25] Clause 3.6.5**

In clause 3.6.5(a)(6), omit the reference to “clause3.18” and “clause 3.15” and substitute “rule 3.18” and “rule 3.15” respectively.

### **[26] Rule 3.7A                      Market Information on planned network outages**

In rule 3.7A, omit the word “clause” wherever occurring and substitute “rule”.

### **[27] Clause 3.8.1                      Central Dispatch**

In clause 3.8.1(d), omit the word “clauses” and substitute “rules”.

### **[28] Clause 3.8.3                      Bid and offer aggregation guidelines**

In clause 3.8.3(f), omit the word “clause” and substitute “rule”.

### **[29] Clause 3.8.17                      Self-commitment**

In clause 3.8.17(d), omit the word “clause” and substitute “rule”.

### **[30] Clause 3.8.21                      On-line dispatch process**

In clause 3.8.21(c), omit the word “clause” and substitute “rule”.

### **[31] Clause 3.8.24                      Scheduling errors**

In clause 3.8.24(a), omit the reference to “clause 8.2” and “clause 3.8” wherever occurring and substitute “rule 8.2” and “rule 3.8” respectively.

### **[32] Clause 3.9.2                      Determination of spot prices**

In clause 3.9.2(e)(4), omit the reference to “clause 3.14” and substitute “rule 3.14”.

### **[33] Clause 3.11.1                      Introduction**

In clause 3.11.1(c), omit the word “clause” and substitute “rule”.

### **[34] Clause 3.11.3                      Acquisition of non-market ancillary services**

In clause 3.11.3(a), omit the word “clause” and substitute “rule”.

### **[35] Clause 3.11.3**

In clause 3.11.3(b)(2), omit the reference to “clause 3.11” and substitute “rule 3.11”.

## PROPOSED RULE

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**[36] Clause 3.11.5 Tender process for non-market ancillary services**

In clause 3.11.5(i) and (p), omit the reference to “clause 8.2” and substitute “rule 8.2”.

**[37] Clause 3.11.7 Performance and testing**

In clause 3.11.7(a), omit the reference to “clause 4.15” and substitute “rule 4.15”.

**[38] Clause 3.12.1 Reliability Safety Net**

In clause 3.12.1(a), omit the reference to “clause 3.12” and substitute “rule 3.12”.

**[39] Clause 3.12.8 NEMMCO’s risk management and accounts relating to the reliability safety net**

In clause 3.12.8(a), omit the word “clause” and substitute “rule”.

**[40] Clause 3.12.8**

In clause 3.12.8(b), omit the reference to “clause 1.11” and substitute “rule 1.11”.

**[41] Clause 3.13.5A Settlement residue auctions**

In clause 3.13.5A(a), omit the word “clause” and substitute “rule”.

**[42] Clause 3.13.6 Reserve trading by NEMMCO**

In clause 3.13.6(a)(5), omit the word “clause” and substitute “rule”.

**[43] Clause 3.13.6A Report by NEMMCO**

In clause 3.13.6A(a)(5), omit the word “clause” and substitute “rule”.

**[44] Clause 3.14.1 Cumulative Price Threshold and Administered Price Cap**

In clause 3.14.1(a), omit the word “clause” and substitute “rule”.

**[45] Clause 3.14.2 Application of Administered Price Cap**

In clause 3.14.2(b), omit the word “clause” and substitute “rule”.

**[46] Clause 3.14.3 Conditions for suspension of the spot market**

In clause 3.14.3(b)(3), omit the word “clause” and substitute “rule”.

**[47] Clause 3.14.5 Pricing during market suspension**

In clause 3.14.5, omit the words “clauses 3.8 and 3.9” wherever occurring” and substitute “rules 3.8 and 3.9”.

## PROPOSED RULE

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**[48] Clause 3.15.1 Settlements managed by NEMMCO**

In clause 3.15.1(b), omit the word “clause” and substitute “rule”.

**[49] Clause 3.15.9 Reserve settlements**

In clause 3.15.9(k), omit the word “clause” and substitute “rule”.

**[50] Clause 3.15.12 Settlement amount**

In clause 3.15.12(a), omit the reference to “clause 2.11” and substitute “rule 2.11”.

**[51] Clause 3.15.18 Disputes**

In clause 3.15.18(c)(1) and (2), omit the word “clause” and substitute “rule”.

**[52] Clause 3.15.19 Revised Statements and Adjustments**

In clause 3.15.19(a), omit the first occurring word “clause” and substitute “rule”.

**[53] Clause 3.15.20 Payment of adjustments**

In clause 3.15.20(c)(2), omit the word “clause” and substitute “rule”.

**[54] Clause 3.15.22 Maximum total payment in respect of a billing period**

In clause 3.15.22(a)(2), omit the reference to “clause 3.3” and substitute “rule 3.3”.

**[55] Clause 3.16.1 Establishment of Participant compensation fund**

In clause 3.16.1(b), omit the word “clause” and substitute “rule”.

**[56] Clause 3.16.2 Dispute resolution panel to determine compensation**

In clause 3.16.2(h)(3), omit the reference to “clause 3.9” and substitute “rule 3.9”.

**[57] Clause 3.18.1 Settlement residue concepts**

In clause 3.18.1(c), omit the reference to “clause 3.18” and substitute “rule 3.18”.

**[58] Clause 3.18.2 Auctions and eligible persons**

In clause 3.18.2(g), omit the words “paragraphs” and substitute “subparagraphs”.

**[59] Clause 3.18.4 Proceeds and fees**

In clause 3.18.4(b), omit the reference to “clause 3.18” wherever occurring and substitute “rule 3.18”.

## PROPOSED RULE

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### **[60] Clause 3.18.4**

In clause 3.18.4(e), omit the word “clause” and substitute “rule”.

### **[61] Clause 3.18.5 Settlement residue committee**

In clause 3.18.5(b)(3) and (4), omit the word “clause 3.18” wherever occurring and substitute “rule 3.18”.

### **[62] Rule 4.2 Definitions and Principles**

In the first line of rule 4.2 omit the word “clause” and substitute “rule”.

### **[63] Clause 4.2.5 Technical envelope**

In clause 4.2.5(d)(1), omit the word “clause” and substitute “rule”.

### **[64] Clause 4.3.2 System security**

In clause 4.3.2(f)(2), omit the word “clause” and substitute “rule”.

### **[65] Clause 4.4.2 Operational frequency control requirements**

In clause 4.4.2(a), omit the word “clause” and substitute “rule”.

### **[66] Clause 4.5.1 Power system voltage control**

In clause 4.5.1(f)(1), omit the word “clause” and substitute “rule”.

### **[67] Clause 4.5.2 Reactive power reserve requirements**

In clause 4.5.2(b), omit the word “clause” and substitute “rule”.

### **[68] Clause 4.8.6 NEMMCO utilisation of reserves under contract**

In clause 4.8.6(b), omit the word “clause” and substitute “rule”.

### **[69] Clause 4.8.9 Power to issue directions and clause 4.8.9 instructions**

In clause 4.8.9, omit the reference to “clause 4.8” and “clause 3.12” wherever occurring and substitute “rule 4.8” and “rule 3.12” respectively.

### **[70] Clause 4.8.10 Disconnection of generating units and market network services**

In clause 4.8.10(a), omit the word “clause” and substitute “rule”.

### **[71] Clause 4.8.15 Review of operating incidents**

In clause 4.8.15(a) and (i), omit the reference to “clause 8.8” wherever occurring and substitute “rule 8.8”.

## PROPOSED RULE

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### **[72] Clause 4.9.4 Dispatch related limitations on Scheduled Generators**

In clause 4.9.4(b)(4), omit the word “clause” and substitute “rule”.

### **[73] Rule 4.13 Submission of Performance Standards**

In rule 4.13(b), omit the word “clause” and substitute “rule”.

### **[74] Rule 4.14 Acceptance of Performance Standards**

In rule 4.14, omit the word “clause” and “clauses” wherever occurring (excluding in subparagraph (h)(3) and paragraph (m) and (n)) and substitute “rule” and “rules” respectively.

### **[75] Rule 4.14**

In rule 4.14(h), omit the reference to “clause 4.13(a)” and to “clause 4.14(d)(1)” and substitute “rule 4.13(a) and “rule 4.14(d)(1)” respectively”.

### **[76] Rule 4.14**

In rule 4.14(i)-(l), omit the words “clause” and “clauses” wherever occurring and substitute “rule” and “rules” respectively.

### **[77] Rule 4.14**

In rule 4.14(m), omit the reference to “clause 4.14(l)” and “clause 8.2” and substitute “rule 4.14(l)” and “rule 8.2” respectively.

### **[78] Rule 4.14**

In rule 4.14(n), omit the reference to “clause 4.14” and substitute “rule 4.14”.

### **[79] Rule 4.15 Performance Standard Compliance**

In rule 4.15(b), omit the reference to “clause 4.14” and “clause 4.15(c)” and substitute “rule 4.14” and “rule 4.15(c)” respectively.

### **[80] Rule 4.15**

In rule 4.15(c), omit the word “clause” and substitute “rule”.

### **[81] Rule 4.15**

In rule 4.15(d), omit the reference to “clause 4.15(b)” and “clause 4.15(f)” and substitute “rule 4.15(b)” and “rule 4.15(f)” respectively.

### **[82] Rule 4.15**

In rule 4.15(e), omit the reference to “clause 4.15(d)” and substitute “rule 4.15(d)”.



## PROPOSED RULE

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### **[83] Rule 4.15**

In rule 4.15(g)-(l), omit the word “clause” wherever occurring and substitute “rule”.

### **[84] Rule 4.15**

In rule 4.15(m), omit the reference to “clause 4.15(b)” and substitute “rule 4.15(b)”.

### **[85] Clause 5.2.3                    Obligations of network service providers**

In clause 5.2.3(d), omit the word “clause” wherever occurring, excluding in subparagraph (10), and substitute “rule”.

### **[86] Clause 5.2.3**

In clause 5.2.3(d)(10), omit the reference to “clause 5.3” and substitute “rule 5.3”.

### **[87] Clause 5.2.3**

In clause 5.2.3(g), omit the word “clause” wherever occurring and substitute “rule”.

### **[88] Clause 5.2.3**

In clause 5.2.3(h3), omit the reference to “clause 5.4” and substitute “rule 5.4”.

### **[89] Clause 5.2.4                    Obligations of customers**

In clause 5.2.4(b), omit the word “clause” wherever occurring and substitute “rule”.

### **[90] Clause 5.3.3                    Response to connection enquiry**

In clause 5.3.3(c)(4), omit the reference “clauses 6.6 and 6.7” and substitute “rules 6.6 and 6.7”.

### **[91] Clause 5.6.2                    Network Development**

In clause 5.6.2(k)(1), omit the reference to “clause 8.2” and substitute “rule 8.2”.

### **[92] Clause 5.6.6                    Applications to establish new large transmission network assets**

In clause 5.6.6(a), omit the reference to “clause 5.3” and substitute “rule 5.3”.

### **[93] Clause 5.7.1                    Right of entry and inspection**

In clause 5.7.1(d) and (h), omit the reference to “clause 5.7” and substitute “rule 5.7”.

### **[94] Clause 5.7.3                    Tests to demonstrate compliance with connection requirements for generators**

In clause 5.7.3(a) and (c), omit the reference to “clause 4.15(b)” and substitute “rule 4.15(b)”.

## PROPOSED RULE

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**[95] Clause 5.7.7 Inter-network power system tests**

In clause 5.7.7(w) and (y), omit the reference to “clause 8.2” and substitute “rule 8.2”.

**[96] Clause 5.9.6 Obligation to reconnect**

In clause 5.9.6(a)(3)(ii), omit the reference to “clause 8.2” and substitute “rule 8.2”.

**[97] Schedule 5.3 Conditions for Connection of Customers**

In the opening words of schedule 5.3, at subparagraph (e)(1), omit the word “clause” and substitute “rule”.

**[98] Clause 6A.1.2 Meaning of terms and conditions of access for transmission services**

In clause 6A.1.2(a)(1), omit the reference to “clause 5.4A” and substitute “rule 5.4A”.

**[99] Clause 6A.7.1 Reopening of revenue determination for capital expenditure**

In clause 6A.7.1(a)(5), omit the reference to “paragraph (a)(4)(ii)” and substitute “clause 6A.7.1(a)(4)(ii)”.

**[100] Clause 6A.8.1 Acceptance of a Contingent Project in a revenue determination**

In clause 6A.8.1(c), omit the first occurring word “paragraph” and substitute “subparagraph”.

**[101] Clause 6A.8.1**

In clause 6A.8.1(c)(5)(ii), omit the words “paragraph (b)(2)(iii)” and substitute “clause 6A.8.1(b)(2)(iii)”.

**[102] Clause 6A.8.2 Amendment of revenue determination for contingent project**

In clause 6A.8.2(b)(3)(vii), omit the reference to “subparagraph (iii)” and substitute “clause 6A.8.2(b)(3)(iii)”.

**[103] Clause 6A.8.2**

In the first line of clause 6A.8.2(b)(4), omit the reference to “subparagraph (3)(vii)” and substitute “clause 6A.8.2(b)(3)(vii)”.

**[104] Clause 6A.8.2**

In clause 6A.8.2(b)(4)(i) and (iv), omit the reference to “subparagraph (3)(iii)” and substitute “clause 6A.8.2(b)(3)(iii)”.

## PROPOSED RULE

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### **[105] Clause 6A.8.2**

In clause 6A.8.2(e)(1)(iv), omit the reference to “subparagraph (i) and (ii) and substitute “clause 6A.8.2(e)(1)(i) and (ii)”

### **[106] Clause 6A.8.2**

In clause 6A.8.2(e)(2), omit the reference to “subparagraph (1)(iv)” and substitute “clause 6A.8.2(e)(1)(iv)”.

### **[107] Clause 6A.8.2**

In clause 6A.8.2(e)(2)(i) and (ii), omit the reference to “subparagraph (1)(i)” and substitute “clause 6A.8.2(e)(1)(i)”.

### **[108] Clause 6A.8.2**

In clause 6A.8.2(e)(2)(iii), omit the reference to “paragraph” and substitute “subparagraph”.

### **[109] Clause 6A.8.2**

In clause 6A.8.2(f), omit the first occurring word “paragraph” and substitute “subparagraph”.

### **[110] Clause 6A.8.2**

In clause 6A.8.2(f), omit the words “paragraphs (b)(3)(ii) – (vii)” and substitute “clauses 6A.8.2(b)(3)(ii) – (vii)”.

### **[111] Clause 6A.8.2**

In clause 6A.8.2(h)(1) and (2), omit the words “paragraph (e)(1)(i)” and substitute “clause 6A.8.2(e)(1)(i)”.

### **[112] Clause 6A.9.1                    Principles relating to access to negotiated transmission services**

In clause 6A.9.1(8), omit the reference to “clauses 5.4A(h) to (j)” and substitute “rules 5.4A(h) to (j)”.

### **[113] Clause 6A.30.5                Determination of transmission services access disputes**

In the “Note” to clause 6A.30.5(b), omit the reference to “paragraph (b)(2)” and substitute “subparagraph (2)”.

### **[114] Schedule 6A.2.1            Establishment of opening regulatory asset base for a regulatory control period**

In clause S6A.2.1(e)(2), omit the reference to “subparagraph (ii)(B)” and substitute “clause S6A.2.1(e)(2)(ii)(B)”.

## PROPOSED RULE

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### **[115]Schedule 6A.2.1**

In clause S6A.2.1(e)(2)(ii)(B), omit the reference to “subparagraph (A)” and substitute “clause S6A.2.1(e)(2)(ii)(A)”.

### **[116]Schedule 6A.2.3      Removal of assets from regulatory asset base**

In clause S6A.2.3(a)(3), omit the reference to “subparagraph (ii)” and substitute “clause S6A.2.3(a)(3)(ii)”.

### **[117]Clause 7.2.5              Role of the responsible person**

In clause 7.2.5(d)(5), omit the word “clause”.

### **[118]Clause 7.2A.3          Method of making and changing B2B Procedures**

In clause 7.2A.3(e), (g) and (h), omit the words “clause” and substitute “rule”.

### **[119]Clause 7.2A.3**

In clause 7.2A.3(i), omit the reference to “clause 8.9(k)” and substitute “rule 8.9(k)”.

### **[120]Clause 7.3.5              Data collection system**

In clause 7.3.5(b), omit the reference to “clause 7.9” and substitute “rule 7.9”.

### **[121]Rule 7.7                  Rights of Access to Data**

In rule 7.7(c) – (e), omit the words “clause” wherever occurring and substitute “rule”.

### **[122]Clause 7.8.2              Security controls**

In clause 7.8.2(f), omit the reference to “clause 7.12(aa)” and substitute “rule 7.12(aa)”.

### **[123]Clause 7.9.1              Metering databases**

In clause 7.9.1(e), omit the reference to “clause 7.7” and substitute “rule 7.7”.

### **[124]Clause 7.9.5              Errors found in metering tests, inspections or audits**

In clause 7.9.5(a), omit the reference to “clause 7.6” and substitute “rule 7.6”.

### **[125]Rule 7.13                  Evolving Technologies and Processes and Development of the Market**

In rule 7.13(b), omit the reference to “clause 7.13(a)” and substitute “rule 7.13(a)”.

## PROPOSED RULE

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**[126]Clause 7.14.2            Jurisdictional metrology material in metrology procedure**

In clause 7.14.2(f), omit the reference to “clause 8.9(k)” and substitute “rule 8.9(k)”.

**[127]Clause S7.5.1            General**

In clause S7.5.1(c), omit the reference to “clause 7.7” and substitute “rule 7.7”.

**[128]Clause 8.2.1            Application and guiding principles**

In clause 8.2.1, omit the words “clause 8.2” wherever occurring and substitute “rule 8.2”.

**[129]Clause 8.2.4            Stage 1 – dispute resolution through Registered Participants’ DMS**

In clause 8.2.4(k)(3), omit the reference to “clause 8.2” and substitute “rule 8.2”.

**[130]Clause 8.2.10           Recording and publication**

In clause 8.2.10(c), omit the reference to “clause 8.2” and substitute “rule 8.2”.

**[131]Clause 8.2.12           Limitation of Liability**

In clause 8.2.12(a)(4), omit the reference to “clause 8.2” and substitute “rule 8.2”.

**[132]Rule 8.2A                B2B Determination Disputes**

In rule 8.2A, omit the words “clause 8.2” wherever occurring (including in headings) and substitute “rule 8.2”.

**[133]Rule 8.6                 Confidentiality**

In rule 8.6, omit the word “clause 8.6” wherever occurring and substitute “rule 8.6”.

**[134]Clause 8.7.1            Monitoring**

In clause 8.7.1(c), omit the reference to “clause 8.7” and “clause 8.6” and substitute “rule 8.7” and “rule 8.6” respectively.

**[135]Clause 8.7.2            Reporting requirements and monitoring standards for Registered Participants and NEMMCO**

In clause 8.7.2(e), omit the reference to “clause 8.7” and substitute “rule 8.7”.

**[136]Clause 8.7.6            Recovery of reporting costs**

In clause 8.7.6(a), omit the reference to “clause 2.12” and substitute “rule 2.12”.

## PROPOSED RULE

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**[137]Clause 8.8.3                    Reliability review process**

In clause 8.8.3(k), omit the reference to “clause 8.6” and substitute “rule 8.6”.

**[138]Rule 8.9                        Rules Consultation Procedures**

In rule 8.9, omit the words “clause” wherever occurring and substitute “rule”.

**[139]Clause 8.10.1                Establishment of the Advocacy Panel**

In clause 8.10.1, omit the reference to “clause 8.10” and substitute “rule 8.10”.

**[140]Clause 8.10.5                Funding of the Advocacy Panel**

In clause 8.10.5(a), omit the reference to “clause 8.10” and substitute “rule 8.10”.

## PROPOSED RULE

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### **SCHEDULE 2**

### **Correct naming of 'rules' and 'clauses' and additional matters**

#### **[1] Rule 2.5A**

#### **Trader**

In clause 2.5A(b)(1), omit the words “clauses 2.9, 2.10, 2.11, 3.13.5A, 3.18, 8.2 and 8.9 and clause 2.5A(b)(3)” and substitute “rules 2.9, 2.10, 2.11, 3.18, 8.2, 8.9 and 2.5A(b)(3), and clause 3.13.5A”

#### **[2] Rule 2.5A**

In rule 2.5A(b)(2), omit the words “clauses 3.3.1 and clause 3.15” and substitute “clause 3.3.1 and rule 3.15”

#### **[3] Clause 3.6.5**

#### **Settlements residue due to network losses and constraints**

In clause 3.6.5(b), omit the words “clauses 3.3.1 and 3.15” and substitute “clause 3.3.1 and rule 3.15”.

#### **[4] Clause 3.9.5**

#### **Application of VoLL**

In clause 3.9.5(b), omit the words “clauses 3.8, 3.9.2 and 3.9.3” and substitute “rule 3.8, and clauses 3.9.2 and 3.9.3”.

#### **[5] Clause 3.9.6A**

#### **Application of the Market Floor Price**

In clause 3.9.6A(b), omit the words “clauses 3.8, 3.9.2 and 3.9.3” and substitute “rule 3.8, and clauses 3.9.2 and 3.9.3”.

#### **[6] Clause 3.14.5**

#### **Pricing during market suspension**

In clause 3.14.5(j)(2), omit the words “clauses 3.8, 3.9, 3.14.5(e) or 3.14.5(h)” and substitute “rules 3.8, 3.9, clause 3.14.5(e) or clause 3.14.5(h)”.

## PROPOSED RULE

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### **SCHEDULE 3**

### **Deleted Clauses**

**[1] Clause 1.7.2 [Deleted]**

Omit clause 1.7.2 in its entirety.

**[2] Rule 1.12 [Deleted]**

Omit rule 1.12 in its entirety.

**[3] Rule 1.13 [Deleted]**

Omit rule 1.13 in its entirety.

**[4] Clause 2.3.2 First-Tier Customer**

Omit clause 2.3.2(d) in its entirety.

**[5] Clause 2.3.3 Second-Tier Customer**

Omit clause 2.3.3(e) in its entirety.

**[6] Clause 2.4.1 Registration as a category of Market Participant**

Omit clause 2.4.1(d) and 2.4.1(e) in their entirety.

**[7] Clause 2.5.1 Registration as a Network Service Provider**

Omit clause 2.5.1(h) in its entirety.

**[8] Clause 2.8.2 [Deleted]**

Omit clause 2.8.2 in its entirety.

**[9] Clause 3.2.7 [Deleted]**

Omit clause 3.2.7 in its entirety.

**[10] Clause 3.6.3 Distribution losses**

Omit clause 3.6.3(a1) in its entirety.

**[11] Clause 3.6.2B [Deleted]**

Omit clause 3.6.2B in its entirety.

**[12] Clause 3.6.5 Settlements residue due to network losses and constraints**

Omit clause 3.6.5(d) in its entirety.



## PROPOSED RULE

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**[13] Clause 3.7.3            Short term PASA**

Omit clause 3.7.3(k) in its entirety.

**[14] Clause 3.8.7B            [Deleted]**

Omit clause 3.8.7B in its entirety.

**[15] Clause 3.8.11            Ancillary services constraints**

Omit clause 3.8.11(c) in its entirety.

**[16] Clause 3.9.1            Principles applicable to spot price determination**

Omit clause 3.9.1(a)(8) in its entirety.

**[17] Clause 3.9.3            Pricing in the event of intervention by NEMMCO**

Omit clause 3.9.3(c) in its entirety.

**[18] Clause 3.11.8            [Deleted]**

Omit clause 3.11.8 in its entirety.

**[19] Clause 3.12A.9            Review by AEMC**

Omit clause 3.12A.9(c) in its entirety.

**[20] Clause 3.13.6B            [Deleted]**

Omit clause 3.13.6B in its entirety.

**[21] Clause 3.13.10            Market auditor**

Omit clause 3.13.10(f) and (g) in their entirety.

**[22] Rule 3.14A                [Deleted]**

Omit rule 3.14A in its entirety.

**[23] Clause 3.14.2            Application of Administered Price Cap**

Omit clauses 3.14.2(f), (g), (h) and (i) in their entirety.

**[24] Clause 3.14.6            Compensation due to the application of an administered price, VoLL or market floor price**

Omit clause 3.14.6(f) in its entirety.

**[25] Clause 3.15.8            Funding of Compensation for directions**

Omit clause 3.15.8(b3) and (h) in their entirety.

## PROPOSED RULE

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**[26] Clause 3.18.3 Auction rules**

Omit clause 3.18.3(g) in its entirety.

**[27] Schedule 3.4 *[Deleted]*.**

Omit Schedule 3.4 in its entirety.

**[28] Schedule 3.5 *[Deleted]***

Omit Schedule 3.5 in its entirety.

**[29] Clause 4.1.2 *[Deleted]***

Omit clause 4.1.2 in its entirety.

**[30] Clause 4.3.2 System security**

Omit clause 4.3.2(m) and (n) in their entirety.

**[31] Clause 4.8.9 Power to issue directions and clause 4.8.9 instructions**

Omit clause 4.8.9(b1) and (m) in their entirety.

**[32] Clause 4.9.3 Instructions to Registered Participants**

Omit clauses 4.9.3(e) in its entirety.

**[33] Clause 4.9.3B Compliance with dispatch instructions**

Omit clause 4.9.3B(b) in its entirety.

**[34] Clause 5.2.3 Obligations of network service providers**

Omit clauses 5.2.3(a1) and (a2) in their entirety.

**[35] Rule 5.5A *[Deleted]***

Omit rule 5.5A in its entirety.

**[36] Clause 5.6.2 Network Development**

Omit clause 5.6.2(a2) in its entirety.

**[37] Clause 5.6.6C Review of clause 5.6**

Omit clause 5.6.6C and its heading in their entirety.

**[38] Clause S5.1.14 *[Deleted]***

Omit clause S5.1.14 in its entirety.

## PROPOSED RULE

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**[39] Clause 7.2.1A [Deleted]**

Omit clause 7.2.1A in its entirety.

**[40] Clause 7.8.1 Security of metering equipment**

Omit clause 7.8.1(c) in its entirety.

**[41] Clause 7.8.2 Security controls**

Omit clause 7.8.2(g) in its entirety.

**[42] Rule 7.12 Meter Time**

Omit rule 7.12(c) in its entirety.

**[43] Clause 8.2.13 [Deleted]**

Omit clause 8.2.13 in its entirety.

**[44] Clause 8.2.14 [Deleted]**

Omit clause 8.2.14 in its entirety.

**[45] Clause 8.8.1 Purpose of Reliability Panel**

Omit clauses 8.8.1(d) and (e) in their entirety.

**[46] Clause 8.8.3 Reliability review process**

Omit clause 8.8.3(m) in its entirety.

**[47] Clause 8.8.4 [Deleted]**

Omit clause 8.8.4 in its entirety.

## PROPOSED RULE

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### **SCHEDULE 4**

### **Italicisation**

**[1] Clause 3.3.7 Drawings on credit support**

In clause 3.3.7(b), italicise the last occurring word “NEMMCO”.

**[2] Clause 3.3.13 Response to Call Notices**

In clause 3.3.13(a)(4), italicise the second occurring word “NEMMCO”.

**[3] Clause 3.6.3 Distribution losses**

In clause 3.6.3(d) and (f), italicise the words “distribution network”.

**[4] Clause 3.13.7 Monitoring of significant variation between forecast and actual prices by AER**

In clause 3.13.7(a), italicise the word “published”.

**[5] Clause 3.13.7**

In clause 3.13.7(b), italicise the words “publish” and “published”.

**[6] Clause 3.13.7**

In clause 3.13.7(e), italicise the word “publish”.

**[7] Clause 3.14.1 Cumulative Price Threshold and Administered Price Cap**

In clause 3.14.1(c), italicise the word “cumulative price threshold”.

**[8] Clause 4.3.2 System security**

In clause 4.3.2(f), italicise the first occurring word “NEMMCO”.

**[9] Clause 4.16.3 Notification and acceptance of performance standards**

In clause 4.16.3(d)(3)(i), italicise the word “Generator”.

**[10] Clause 4.16.4 Actual capability**

In clause 4.16.4(a)(2)(ii), italicise the word “AER”.

**[11] Clause 4.16.4**

In clause 4.16.4(b), italicise the word “Rules”.

**[12] Clause 4.17.1 Performance standards committee and appointment of performance standards experts**

In clause 4.17.1(i), italicise the second occurring word “AER”.

## PROPOSED RULE

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**[13] Clause 5.6.3 Inter-regional planning committee**

In clause 5.6.3(n), italicise “AEMC”.

**[14] Clause 5.6.5A Regulatory Test**

In clause 5.6.5A(g), italicise “AER”

**[15] Clause 5.6.6 Applications to establish new large transmission network assets**

In clause 5.6.6(k)(1), italicise “AER”.

**[16] Clause 5.6.6**

In clause 5.6.6(k)(2), italicise “NEMMCO’s”.

**[17] Clause 5.9.3 Involuntary disconnection**

In clause 5.9.3(b), italicise “AER”.

**[18] Clause 6A.6.3 Depreciation**

In clause 6A.6.3(a)(2)(ii), italicise “AER”.

**[19] Clause 6A.19.3 Cost Allocation Guidelines**

In clause 6A.19.3(e), italicise the word “publish”.

**[20] Clause 8.2.4 Stage 1 – dispute resolution through Registered Participants’ DMS**

In clause 8.2.4(c)(1), italicise the word “published”.

**[21] Clause 8.7.1 Monitoring**

In clause 8.7.1(b), italicise “AER”.

## PROPOSED RULE

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### **SCHEDULE 5**

#### **Spelling, Typographical, and Cross Referencing Errors**

**[1] Clause 2.2.6 Ancillary services generating unit**

In clause 2.2.6(h), omit the word “though” and substitute “through”.

**[2] Clause 3.9.2 Determination of spot prices**

In clause 3.9.2(e)(4), omit the reference to “3.14.2(c)(1)” and substitute “3.14.2(d1)”.

**[3] Clause 3.9.2B Pricing where NEMMCO determines a manifestly incorrect input**

In clause 3.9.2B(l), close up the space between ‘3.9.2B’ and ‘(k)’.

**[4] Clause 3.13.4 Spot market**

In clause 3.13.4(f)(5A)(ii), omit the reference to “3.13(4)(f)(2)” and substitute “3.13.4(f)(2)”.

**[5] Clause 3.14.1 Cumulative Price Threshold and Administered Price Cap**

In clause 3.14.1(b), omit the words ‘*administered price floor*’ and substitute ‘*administered floor price*’.

**[6] Clause 3.14.1**

In clause 3.14.1(c), directly after the value “\$150,000” but before the full stop, insert a forward slash directly followed by “MWh” so that the line reads as follows: “The *cumulative price threshold* is \$150,000/MWh.”

**[7] Clause 3.14.2 Application of Administered Price Cap**

In clause 3.14.2, omit the words “*administered price floor*” wherever occurring and substitute “*administered floor price*”.

**[8] Clause 3.14.6 Compensation due to the application of an administered price, VoLL or market floor price**

In clause 3.14.6, omit the words “*administered price floor*” wherever occurring and substitute “*administered floor price*”.

**[9] Clause 3.15.12 Settlement amount**

In clause 3.12.12(b), omit the single inverted comma directly following the word “relevant data” and substitute with double inverted commas.

**[10] Clause 4.9.6 Commitment of scheduled generating units**

In clause 4.9.6(a), insert a colon directly following the word “self-commitment”.

## PROPOSED RULE

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### **[11] Clause 4.9.6**

In clause 4.9.6(b), insert a colon directly following the word “service”.

### **[12] Rule 4.7                      Power System Stability Co-Ordination**

In the heading of rule 4.7, replace the capital letter “O” in “Ordination” with a lower case letter “o”.

### **[13] Rule 4.14                      Acceptance of Performance Standards**

In rule 4.14(f), insert the word “with” directly following the second occurrence of the word “accordance”.

### **[14] Clause 5.2.3                      Obligations of network service providers**

In clause 5.2.3(h3), omit the reference to “5.6.6(b)(1), (2) and (4)” and substitute “5.6.6(c)(1), (2) and (4)”.

### **[15] Clause 5.3.3                      Response to connection enquiry**

In clause 5.3.3(c)(5), omit the word “lodgment” and substitute “lodgement”.

### **[16] Clause 5.6.1                      Forecasts for connection points to transmission network**

In clause 5.6.1(a), omit the apostrophe directly following the words “*business days*”.

### **[17] Clause 5.6.3                      Inter-regional planning committee**

In clause 5.6.3(m), omit the reference to “5.6.6(b)” and substitute “5.6.6(c)”.

### **[18] Clause 5.7.1                      Right of entry and inspection**

In clause 5.7.1(b), omit the apostrophe directly following the words “*business days*”.

### **[19] Clause S5.1.9                      Protection systems and fault clearance times**

In clause S5.1.9(b), omit the word “this”.

### **[20] Clause S5.2.5.13                      Voltage and reactive power control**

In clause S5.2.5.13(d)(4)(iii), insert a hyphen in the word “coordination” so that it is spelt “co-ordination”.

### **[21] Clause S5.3a.3                      Technical matters to be co-ordinated**

In clause S5.3a.3(d) and (e), omit the reference “5.3a.4” wherever occurring and substitute “S5.3a.4”.

## PROPOSED RULE

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**[22] Clause 6A.7.1            Reopening of revenue determination for capital expenditure**

In the last line of clause 6A.7.1(a)(4)(ii), insert a space directly following the first occurring word “and”.

**[23] Clause 6A.9.1            Principles relating to access to negotiated transmission services**

In clause 6A.9.1(7), omit the second occurring semi-colon.

**[24] Clause 6A.11.3           Resubmission of proposal, framework, pricing methodology or information**

In the first paragraph of clause 6A.11.3(a), insert the word “that” directly following “provide”.

**[25] Clause 6A.12.3           Submission of revised proposal, framework or pricing methodology**

In the first paragraph of clause 6A.12.3(f), insert the word “that” directly following “provide”.

**[26] Clause 6A.13.2           Refusal to approve amounts, values, framework or pricing methodology**

In clause 6A.13.2(c), renumber the second occurring subparagraph (1) as subparagraph (2).

**[27] Rule 6A.16                Miscellaneous**

In rule 6A.16(c), omit the reference to “6A.11.3(a)(5)” and substitute “6A.11.3(a)(6)”.

**[28] Clause 6A.18.1           Introduction**

In clause 6A.18.1(a)(1), directly following the second occurring reference to “6A.17”, delete the semi colon and word “and” and substitute a comma.

**[29] Clause 6A.24.3           Basis for setting prices pending approval of pricing methodology**

In clause 6A.24.3(b)(1), omit the word “or”.

**[30] Clause 6A.25.2           Contents of pricing methodology guidelines**

In clause 6A.25.2(d), insert the word “and” directly following the semi-colon.

**[31] Clause 6A.25.2**

In clause 6A.25.2(e), omit the semi-colon and the word “and” and substitute a full stop.



## PROPOSED RULE

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**[32] Clause 6A.29.1 Multiple Transmission Network Service Providers within a region**

In clause 6A.29.1(d), omit the reference to “6A.24.1(c)(1)” and substitute “6A.24.1(b)(1)”.

**[33] Clause 8.7.2 Reporting requirements and monitoring standards for Registered Participants and NEMMCO**

In clause 8.7.2(a)(1), close up the space between the last word “*Rules*” and the semi-colon which follows it.

**[34] Clause 8.10.5 Funding of the Advocacy Panel**

In clause 8.10.5(i), omit the reference to “8.10.5(g)” and substitute “8.10.5(h)”.

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