



Draft National Gas Amendment (STTM Brisbane Hub) Rule 2011 No. #Rule_Num#

under the National Gas Law as applied by:

- (a) the National Gas (South Australia) Act 2008;
- (b) the National Gas (ACT) Act 2008 of the Australian Capital Territory;
- (c) the National Gas (New South Wales) Act 2000 of New South Wales;
- (d) the National Gas (Queensland) Act 2008 of Queensland;
- (e) the National Gas (Tasmania) Act 2008 of Tasmania;
- (f) the National Gas (Victoria) Act 2008 of Victoria; and
- (g) the National Gas (Northern Territory) Act 2008 of Northern Territory;
- (h) the Australian Energy Market Act 2004 of the Commonwealth.

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

John Pierce
Chairman
Australian Energy Market Commission

Draft National Gas Amendment (STTM Brisbane Hub) Rule 2011 No. #Rule_Num#

1 Title of Rule

This Rule is the *Draft National Gas Amendment (STTM Brisbane Hub) Rule 2011 No. #Rule_Num#*.

2 Commencement

This Rule commences operation on [COMMENCEMENT_DATE]

3 Amendment of the National Gas Rules

The National Gas Rules are amended as set out in Schedule 1.

4 Savings and Transitional Amendments to the National Gas Rules

The National Gas Rules are amended as set out in Schedule 2.

Schedule 1 Amendments of the National Gas Rules

(Clause 3)

[1] Rule 135AB Retail market participation

After rule 135AB(2)(b), insert:

- (c) Registrable capacity: self contracting user

A user or non-scheme pipeline user that:

- (i) is a party to a contract for the provision of haulage services with a service provider that participates in the retail gas market of Queensland with the registrable capacity of distributor; and
- (ii) is an end user; and
- (iii) is not required to hold a retail authority under the *Gas Supply Act 2003* of Queensland or a supplier's authorisation under the *Gas Supply Act 1996* of New South Wales.

[2] Rule 364 Definitions

In rule 364, substitute the following definitions:

distribution contract for an STTM distribution system means an agreement, which may consist of one or more instruments:

- (a) between an STTM distributor and another person under which the STTM distributor agrees to provide distribution services for that distribution system to that other person; or
- (b) that is taken to be a distribution contract under rule 372A(3).

gas day means:

- (a) for the Brisbane hub, a period of 24 consecutive hours starting at 8:00am on each day; and
- (b) for any other hub, a period of 24 consecutive hours starting at 6:30am on each day.

modified market schedule quantity means, for a Trading Participant and a gas day, the sum of that Trading Participant's market schedule quantities for:

- (a) a direction of flow on an STTM facility; or
- (b) each STTM distribution system,

adjusted by AEMO in accordance with this Part to take into account:

- (c) market schedule variations; and
- (d) allocations of MOS and overrun MOS; and
- (e) contingency gas offers and contingency gas bids scheduled by AEMO.

STTM distribution system allocation means the total quantity of natural gas that is taken to be withdrawn by an STTM User with a registered trading right from the relevant hub on a gas day, as determined by AEMO under rule 422.

trading right means:

- (a) the right of a contract holder to use capacity in respect of a registered facility service, to the extent that the contract holder has not granted that right to another person as contemplated in paragraph (b);
- (b) a right granted by a contract holder to another STTM Shipper to use some or all of the capacity to which the contract holder is entitled in respect of a registered facility service; or
- (c) the right of a contract holder in respect of one or more registered distribution services for a hub, to use capacity in respect of those services at a hub.

[3] Rule 364 Definitions

In rule 364, in the definition of "facility service", omit "the relevant STTM distribution system" wherever occurring and substitute "an STTM distribution system at the hub" in each case.

[4] Rule 364 Definitions

In rule 364, in the definition of "Government direction", omit "the jurisdiction" and substitute "a jurisdiction".

[5] Rule 364 Definitions

In rule 364, omit the Note under the definition of "trading right holder" and substitute:

Note

Trading rights in respect of a registered facility service may be held by the relevant contract holder or another Trading Participant. A trading right in respect of a one or more registered distribution services for a hub may only be held by the relevant contract holder. See rules 384 and 385.

[6] Rule 372A Brisbane hub

In rule 372A(3), omit "For the purposes of this Part 20, excluding Division 8" and substitute "Unless otherwise specified in these rules or the STTM Procedures, for the purposes of this Part 20".

[7] Rule 373 Additional requirements for registration as an STTM User

In rule 373(a), omit "the relevant STTM distribution system" and substitute "an STTM distribution system at the hub".

[8] Rule 382 Confirmation of information

In rule 382(1), omit "rule 381" and substitute "rule 381(1)".

[9] Rule 384 Trading right of contract holder

In rule 384(1), omit "On" and substitute "Unless subrule (1A) applies, on".

[10] Rule 384 Trading right of contract holder

After rule 384(1), insert:

(1A) If:

- (a) a contract holder in respect of a distribution contract receives a request under rule 383(1)(c); and
- (b) the contract holder has an existing registered trading right in respect of one or more registered distribution services at a hub,

then on receipt of a request under rule 383(1)(c), the contract holder must submit to AEMO the details of the modification required to the trading right, which must be consistent with the registered details for the service to which the request under rule 383(1)(c) relates.

[11] Rule 384 Trading right of contract holder

In rule 384(2), after "submission" insert "under subrule (1)".

[12] Rule 384 Trading right of contract holder

After rule 384(3), insert:

- (4) As soon as practicable after receiving the contract holder's submission under subrule (1A), AEMO must modify the contract holder's trading right if it is satisfied that the details submitted are consistent with the registered details for the service.

- (5) If AEMO is not satisfied of the matters in subrule (4), AEMO must inform the contract holder as soon as practicable, and must not modify the trading right.

[13] Rule 386 Registration of trading rights

Omit rule 386(b) and substitute:

- (b) register the following details in respect of the trading right:
- (i) the identifier for the registered facility service or each of the registered distribution services to which the trading right relates; and
 - (ii) if the trading right relates to a registered facility service, the first and last gas days of the period for which the trading right applies; and
 - (iii) if the trading right relates to one or more registered distribution services, the first and last gas days of each of the registered distribution services to which the trading right relates; and
 - (iv) the capacity limit of that trading right for:
 - (A) in respect of a trading right that relates to a registered facility service, each gas day in the period referred to in paragraph (b)(ii); or
 - (B) in respect of a trading right that relates to one or more registered distribution services, each gas day from the earliest gas day registered under paragraph (b)(iii) to the latest gas day registered under paragraph (b)(iii); and
 - (v) any other details AEMO considers necessary; and

[14] Rule 390 Changes to details of registered services

In rule 390(2)(a), after "registered facility service" insert "or registered distribution service".

[15] Rule 393 Changes to details of additional trading rights

In rule 393(1), omit "12:00 noon on" and substitute "5.5 hours after the start of".

[16] Rule 395 Termination or assignment of services

Omit rule 395(5)(b) and substitute:

- (b) deregister the relevant service; and
- (c) if the relevant service is a registered facility service, deregister all registered trading rights in respect of that service, from the gas day specified by the contract issuer under subrule (2); and
- (d) if the relevant service is a registered distribution service and:
 - (i) the relevant service is the only registered distribution service in respect of the STTM User's registered trading right for the relevant hub, then deregister that trading right; and
 - (ii) paragraph (d)(i) does not apply, modify the STTM User's registered trading right for the relevant hub to reflect the deregistration of that service,from the gas day specified by the contract issuer under subrule (2).

[17] New rule 395A Expiry of registered distribution services

After rule 395, insert:

395A Expiry of registered distribution services

- (1) If:
 - (a) an STTM User's registered trading right for a hub relates to more than one registered distribution service; and
 - (b) one such registered distribution service expires,then AEMO must modify the STTM User's registered trading right to reflect the expiry from the gas day on which that registered distribution service expires.
- (2) For the purposes of this rule 395A, a registered distribution service will expire on the gas day which is registered as the last gas day on which that registered distribution service will be available to the contract holder.

[18] Rule 406 Requirement to submit ex ante offers, ex ante bids and price taker bids

In rule 406(3), omit "the STTM distribution system" and substitute "one or more STTM distribution systems".

[19] Rule 407 Ex ante offers

In rule 407(5), omit "by 11:00am on the next" and substitute "no later than 4.5 hours after the end of that".

[20] Rule 408 Ex ante bids

In rule 408(5), omit "by 11:00am on the next" and substitute "no later than 4.5 hours after the end of that".

[21] Rule 410 Timing of submissions of ex ante offers, ex ante bids and price taker bids

Omit rule 410(2) and substitute:

- (2) Any submissions required in accordance with subrule (1) must be made no later than:
 - (a) 7.5 hours after the start of the gas day that is 3 gas days before the relevant gas day; and
 - (b) if revised or not previously submitted, 7.5 hours after the start of the gas day that is 2 gas days before that gas day; and
 - (c) if revised or not previously submitted, 5.5 hours after the start of the gas day before that gas day.

[22] Rule 412 Multiple day offers and bids

In rule 412(1), omit "before 12 noon on" and substitute "no later than 5.5 hours after the start of".

[23] Rule 414 Capacity information

In rule 414(1), omit "By 9:30am on" and substitute "No later than 3 hours after the start of".

[24] Rule 416 Timing of issue of provisional schedules

In each of rule 416(1) and rule 416(2), omit "by 3:00pm on" and substitute "no later than 8.5 hours after the start of".

[25] Rule 416 Timing of issue of provisional schedules

In rule 416(4)(a), omit "2:00pm on the next" and substitute "7.5 hours after the end of the".

[26] Rule 416 Timing of issue of provisional schedules

In rule 416(4)(b), omit "12 noon on the next" and substitute "5.5 hours after the end of the".

[27] Rule 417 Ex ante market schedule

In rule 417(1), omit "by 1:00pm on" and substitute "no later than 6.5 hours after the start of".

[28] Rule 419 STTM facility allocations

In rule 419(1), omit "By 11:00 am on each" and substitute "No later than 4.5 hours after the start of each".

[29] Rule 420 Registered facility service allocations

In rule 420(2)(a), omit "by 11:00 am on" and substitute "no later than 4.5 hours after the start of".

[30] Rule 422 STTM distribution system allocations

Omit rules 422(1) to (4) and substitute:

- (1) No later than 4.5 hours after the start of each gas day, AEMO must determine for each hub, for the immediately preceding gas day, the STTM distribution system allocation for each STTM User who has a registered trading right for the hub, in accordance with the STTM Procedures.
- (2) **[Deleted]**
- (3) The STTM Procedures must include a method by which AEMO must scale the quantities allocated to each STTM User who has a registered distribution service at a hub, so that the aggregate quantity of natural gas allocated to STTM Users at that hub on a gas day equals the net quantity of natural gas supplied to that hub on that gas day, as specified in STTM facility allocations.
- (4) AEMO must determine an updated STTM distribution system allocation for each STTM User who has a registered distribution service at the hub for each gas day in a billing period at each of the times specified in the STTM Procedures.

[31] Rule 423 Market schedule variations

Omit rules 423(1)(a) and 423(1)(b) and substitute:

- (a) no earlier than 6.5 hours after the start of the immediately preceding gas day; and
- (b) no later than 5:00pm on the 4th gas day after the gas day to which that market schedule variation relates.

[32] Rule 426 Ex post imbalance price

In rule 426(1), omit "by 12 noon on" and substitute "no later than 5.5 hours after the start of".

[33] Rule 426 Ex post imbalance price

In rule 426(1A)(d), omit "12 noon on" and substitute "no later than 5.5 hours after the start of".

[34] Rule 426 Ex post imbalance price

In rule 426(1A)(e), omit "12 noon" and substitute "5.5 hours".

[35] Rule 426 Ex post imbalance price

In rule 426(1A)(e), omit "4:00pm" and substitute "9.5 hours".

[36] Rule 428 Administered price cap state

In rule 428(1)(a), rule 428(1)(b), the note under rule 428(1), rule 428(2), rule 428(3) and 428(4), omit "1:00pm on" wherever occurring and substitute "6.5 hours after the start of" in each case.

[37] Rule 435 Contingency gas offers

In rule 435(2), omit "the STTM distribution system" and substitute "an STTM distribution system".

[38] Rule 436 Contingency gas bids

In rule 436(2), omit "the STTM distribution system" and substitute "an STTM distribution system".

[39] New rule 439A Application

After the heading "Subdivision 2 Contingency gas trigger event", insert:

439A Application

In this Subdivision and STTM Procedures made for the purposes of this Subdivision, a reference to:

- (a) an STTM distribution system excludes a facility referred to in rule 372A(3)(a); and
- (b) an STTM distributor excludes a user referred to in rule 372A(3)(c).

[40] Rule 442 CG assessment conference

In rule 442(5), after "An" insert "STTM facility operator or".

[41] Rule 488 Suspension of a Trading Participant

In rule 488(10), after "that STTM User must" insert "for each STTM distribution system in respect of which it has a registered distribution service".

**Schedule 2 Savings and Transitional Amendments to the
National Gas Rules**

(Clause 4)

**[1] Schedule 1, Part 3 Transitional provisions
consequent on short term trading market amendments**

In item 29 of Schedule 1, Part 3, omit "14, 15, 16(2), 18, 19, 20, 22 and 23" and substitute "16(2), 17, 18, 20, 22, 23 and 25"
