



## Infrastructure Access Update

11 October 2007

Ian Wilson  
Senior Adviser  
Pipelines

# Agenda

- Transmission Access... update
- Distribution Access... what's in store



# Transmission access

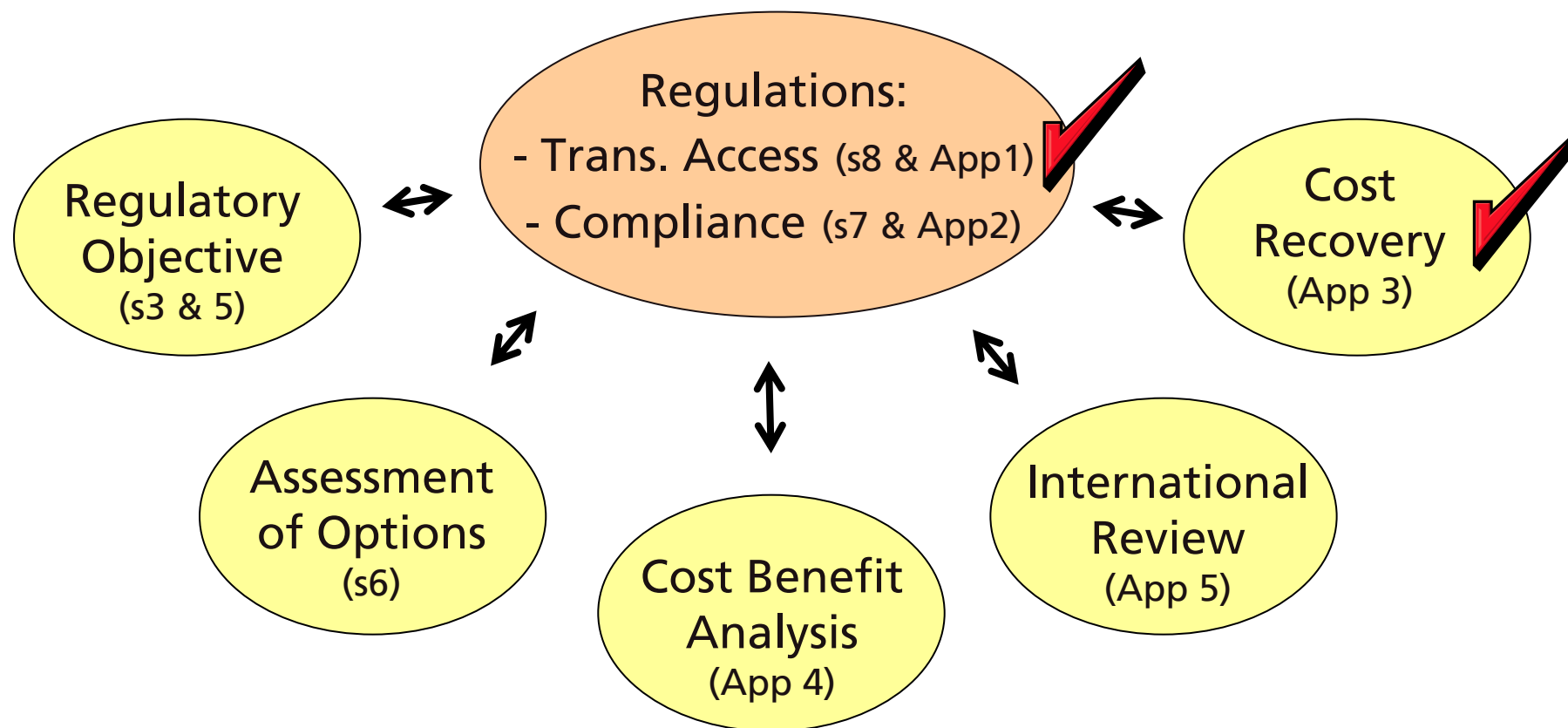


## Purpose of framework

The access framework will address issues such as:

- new entrant access rights
- management of multilateral arrangements
- the management of conflicts of interest

## Content of SoP



## Overview – TSOs required to...

- Develop a Transmission System Code
- Offer standard services
  - Transportation, Interconnection & Balancing
- Develop policies
  - Ring fencing, code change, pricing, queuing, negotiations etc.

## Balancing – TSOs required to...

- Offer a balancing service
- Provide information to users
- Conduct transparent process
- Disclose balancing gas transactions
- Minimise costs

## Ring fencing – TSOs required to...

- Develop a ring fencing policy
- Treat affiliates on an arms length basis
- Physically separate from affiliated personnel
- Review and report on compliance annually
- Co-operate in compliance audit



## Cost allocation

SoP paper:

- Considers who should meet costs
- Evaluates options against principles
- Concludes:
  - Where possible recover from causer
  - Otherwise recover from wholesale purchasers

## Transmission Access Framework benefits

- Give users more certainty over:
  - Services on offer
  - Negotiability of service terms
  - How changes will be considered
  - How disputes will be dealt with
- Give TSOs confidence:
  - To write their own code
  - To engage with users within a known governance framework

## Transmission Access Timetable

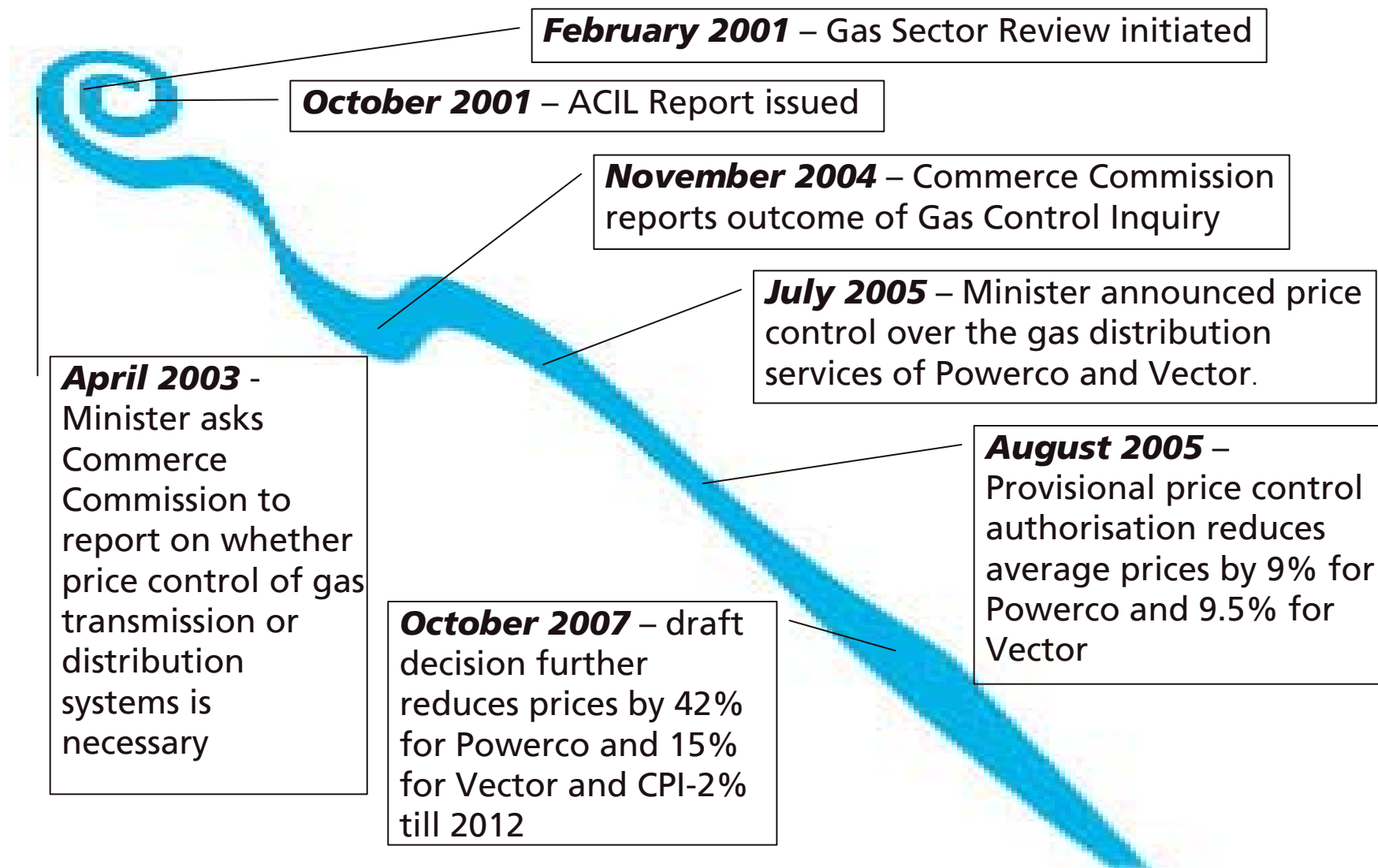
5 October 2007	SoP released for consultation
26 October 2007	SoP presented at industry seminar
23 November 2007	Final submission date
April 2008	Recommendation to Minister



# Distribution access



## Distribution events



## Distribution Access Review

Section 9 of GPS seeks:

- The establishment of consistent standards and protocols across distribution pipelines so that gas market participants can access distribution pipelines on reasonable terms and conditions.

# Victorian Gas Distribution System Code

- Disconnections and Reconnections
- Distribution Metering
  - Principles, Installations, Standards, Testing, Data
- Operation of Distribution System
- Connections
- Access Arrangement Conditions
- Confidentiality, Curtailment, Dispute Resolution

## Holistic view

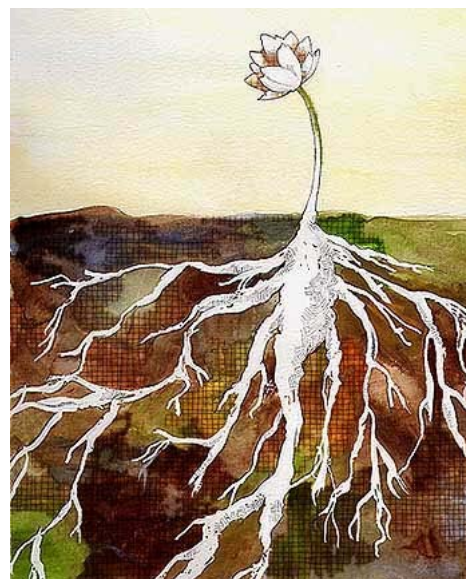
Objective: Efficient and fair outcomes for consumers

***Competitive markets*** for:

- metering
- retailing

***Regulatory oversight*** of:

- monopoly distributors
- service delivery systems  
(metering, billing, switching)



***Consumer  
Information***

***GANZ Safety  
Protocols***

***EGCC  
Scheme***



## Distribution Access Timetable

February 2008	Review distribution contracts and follow up on previous interviews with affected parties
April 2008	Issue review discussion paper



# Conclusion



## Conclusion

Thanks for listening

Thanks for contributing

NOAM CHOMSKY:

“It's very common for the victims to understand a system better than the people who are holding the stick. ”

From CONVERSATIONS WITH NOAM CHOMSKY ON THE POST-9/11 WORLD

Interviews with David Barsimian