

Draft National Electricity Amendment (Inclusion of Embedded Generation Research into Demand Management Incentive Scheme) Rule 2011

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 Electricity National Scheme (Queensland) Act 1997 of Queensland;
- (d) the Electricity National Scheme (Tasmania) Act 1999 of Tasmania;
- (e) the National Electricity (New South Wales) Act 1997 of New South Wales;
- (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 Pierce Chairman Australian Energy Market Commission

Draft National Electricity Amendment (Inclusion of Embedded Generation Research into Demand Management Incentive Scheme) Rule 2011

1 Title of Rule

This Rule is the Draft National Electricity Amendment (Inclusion of Embedded Generation Research into Demand Management Incentive Scheme) Rule 2011.

2 Commencement

This Rule commences operation on [COMMENCEMENT_DATE].

3 Amendment of the National Electricity Rules

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

Schedule 1 Amendment to the National Electricity Rules

(Clause 3)

[1] References to "demand management incentive scheme" in various clauses

In clauses 6.3.2(a)(3), 6.4.3(a)(5), 6.4.3(b)(5), 6.6.3(b), 6.6.3(b)(4), 6.8.1(b)(4), 6.12.1(9) and S6.1.3(5), omit "*demand management incentive scheme*" wherever occurring and substitute "demand management and embedded generation connection incentive scheme".

[2] New clause 6.1.1A Definitions

After clause 6.1.1, insert:

6.1.1A Definitions

In this Chapter:

demand management incentive and embedded generation connection scheme An incentive scheme for certain *Distribution Network Service Providers* developed and *published* by the *AER* under clause 6.6.3.

[3] Clause 6.6.3 Demand management incentive scheme

Omit the clause heading and substitute "Demand management and embedded generation connection incentive scheme".

[4] Clause 6.6.3 Demand management incentive scheme

Omit clause 6.6.3(a) and substitute:

(a) The AER, may in accordance with the distribution consultation procedures, develop and publish a demand management and embedded generation connection scheme or schemes to provide incentives for Distribution Network Services Providers to implement efficient non-network alternatives, or to manage the expected demand for standard control services in some other way, or to efficiently connect Embedded Generators.

[5] Clause 6.6.3 Demand management incentive scheme

In clause 6.6.3(b)(4), omit "and" where lastly occurring.

[6] Clause 6.6.3 Demand management incentive scheme

In clause 6.6.3(b)(5), omit "." and substitute:

; and

(6) the effect of classification of *distribution services*, as determined in accordance with clause 6.2.1, on a *Distribution Network Service Provider's* incentive to adopt or implement efficient *Embedded Generator connections*.