Our ref: 08-45574

15 August 2008

Dr John Tambyn Chairman Australian Energy Market Commission PO Box A2449 Sydney South NSW 1235

Dear Dr Tambyn,

Performance Standards Compliance of Generators - Submission

The Reliability Panel (Panel) thanks the Australian Energy Market Commission (Commission) for the opportunity to provide a submission on its draft Rule determination on the NGF's proposed Rule "Performance Standards Compliance of Generators".

The Panel supports the Commission's conclusions, including the determination for the Panel to develop the template for generator compliance programs based on a rigorous consultation process and review this template within a defined time period in accordance with clause 8.8.3 of the Rules every three years.

The Panel also notes the transition arrangements in rule 11.19 of the draft Rule. Under this rule, three months after the Reliability Panel has established its initial template for generator compliance programs pursuant to rule 4.15(ca), Registered Participants will be required to institute and maintain a compliance program under rule 4.15(b).

The Panel foreshadows that the period of time for it to develop the initial template for generator compliance programs will take approximately nine months.

Yours sincerely,

Ian C Woodward

Chairman, Reliability Panel Commissioner, AEMC