Legislation, Uniform

To:

Vines, Rex

Subject:

RE: Uniform Committee - National Energy Bills 2016

From: Vines, Rex

Sent: Friday, 26 August 2016 5:26 PM

To: Legislation, Uniform

Cc: Wong, Denise; Ould, Kimberley; Roger.Jacobs; Khan, Zaeen; Hart, Nola; Challen, Ray

Subject: FW: Uniform Committee - National Energy Bills 2016

Sam,

I refer to your email to Nola below and the Committee's request for further information following the hearing of 1 August 2016 (copy attached for ease of reference).

Please find attached the Public Utilities Office's response for the Committee's consideration. Please don't hesitate to contact me if you have any questions or would like any additional information.

Regards

Rex Vines

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Legislative Council Standing Committee on Uniform Legislation and Statutes Review - Inquiry into the National Energy Bills

A list of ways in which the national energy legislation is amended or modified

	amended/modified	is the amending or m	odifying instrument:	[3]
	which power	a) published	b) tabled in Parliament	c) disallowable
National Electricity (Western ,	Australia) Bill 2016			- 15
National Electricity (Western Australia) Bill Part 4	amended by local regulations under cl. 12(1)(a) of the NEL Bill	in Gazette	yes	yes
Local regulations (under the National Electricity (Western Australia) Bill)	amended by local regulation under cl. 11(1) of the NEL Bill	in <i>Gazette</i>	yes	yes
National Electricity (WA) Law	modified by the National Electricity (Western Australia) Bill Part 4	N/A	N/A	N/A
	modification of effect in relation to a matter by local regulations under cl. 14(2)(d) of the NEL Bill	in Gazette	yes	yes
National Electricity (WA) Regulations	modified by local regulations under cl. 12(1)(b) of the NEL Bill	in Gazette	yes	yes
	modification of effect in relation to a matter by local regulations under cl. 14(2)(d) of the NEL Bill	in Gazette	yes	yes
National Electricity (WA) Rules	modified by local regulations under cl. 12(1)(c) of the NEL Bill	in Gazette	yes	yes

	modified by Ministerial instrument ¹ made under local regulations under cl. 12(1)(c) of the NEL Bill	as required by local regulations under cl. 12(1)(c)	if required by local regulations under cl. 12(1)(c)	if required by local regulations under cl 12(1)(c)
	modification of effect in relation to a matter by local regulations under cl. 14(2)(d) of the NEL Bill	in Gazette	yes	yes
Electricity Industry Act 2004				
	modification of effect in relation to a matter by regulations under proposed s. 131(2) of the Act (see cl. 16(2) ELAR Bill p. 15)	in Gazette	yes	yes
Electricity Networks Access Code	modified by gap year instrument ² (in relation to Western Power) under proposed s. 136 of the Act (see cl. 18 ELAR Bill p. 18)	in Gazette or website maintained by the Department, under proposed s. 139(1) & (2) of the Act (see cl. 18 ELAR Bill p. 21)	no	no
	modified by instrument under proposed s. 146 of the Act (see cl. 18 ELAR Bill p. 25)	in Gazette	yes	yes
AA3	modified by gap year instrument under proposed s. 136 of the Act (see cl. 18 ELAR Bill p. 18)	in Gazette or website maintained by the Department, under proposed s. 139(1) & (2) of the Act (see cl. 18 ELAR Bill p. 21)	no	no

¹ No new modifications possible after 1 July 2019. ² Instrument expires immediately before 1 July 2018.

	amended/modified	is the amending or modifying instrument:		
	which power	a) published	b) tabled in Parliament	c) disallowable
National Gas Access (WA) Am	endment Bill 2016			
National Gas (Western Australia) Bill 2016 Schedule I	amended by local regulations under proposed s. 22(1)(a) of the Act (see cl. 34 of the NGL Bill p.22)	in Gazette	yes	yes
Local regulations (under the National Gas (Western Australia) Bill 2016)	amended by local regulation under proposed s.21 of the Act (cl. 34 of the NGL Bill p.22)	in Gazette	yes	yes
National Gas (WA) Law	modified by schedule 1 of the National Electricity (Western Australia) Bill 2016	N/A	N/A	N/A
National Gas (WA) Regulations	modified by local regulations under proposed s. 22(1)(b) of the Act (cl.34 of the NGL Bill)	in Gazette	yes	yes
National Gas (WA) Rules	modified by local regulations (or instrument made thereunder) ³ under proposed subsection 21(1A) of the Act (cl. 10 of NGL Bill)	in Gazette	yes	yes
	modified by local regulations under proposed s. 22(1)(c) of the Act (cl.34 of the NGL Bill	in Gazette	yes	yes
	modified by Ministerial instrument ⁴ made under local regulations under proposed s. 22(1)(c) of the Act (cl. 34 of the NGL Bill	as required by local regulations under proposed s. 22(1)(c)	if required by local regulations under proposed s. 22(1)(c)	if required by local regulations under proposed s. 22(1)(e)

³ Not able to make an instrument after 1 July 2019. ⁴ No new modifications possible after 1 July 2019.

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B summary of how other jurisdictions have legislated to allow for their own modifications to the applied national energy legislation

With regards to the national electricity legislation, all jurisdictions have a section in their application Act that provides for the interpretation of certain expressions in the National regime in their respective jurisdiction. The following websites are the equivalent of the WA State Law Publisher website where legislation referred to below may be viewed:

https://www.legislation.sa.gov.au/index.aspx

http://www.legislation.vic.gov.au/

http://www.legislation.nsw.gov.au/#/

https://www.legislation.qld.gov.au/OQPChome.htm

http://www.thelaw.tas.gov.au/browse/index.w3p;a=;aa=;as=;berr=;endI=;fltr=;fltr on=;s=;startI=

https://dcm.nt.gov.au/nt-legislation-and-publications/current-nt-legislation-database

http://www.legislation.act.gov.au/

In South Australia, section 8 of the National Electricity (South Australia) Act 1996 provides definitions for certain terms used in the National Electricity (SA) Law and National Electricity (SA) Regulations that require a separate meaning in the South Australian context.

Each jurisdiction has an equivalent of this section:

- New South Wales: see section 8 of the National Electricity (New South Wales) Act 1997
- Victoria: see section 8 of the National Electricity (Victoria) Act 2005
- Queensland: see section 8 of the Electricity—National Scheme (Queensland) Act 1997
- Tasmania: see section 8 of the Electricity National Scheme (Tasmania) Act 1999
- ACT: see section 7 of the Electricity (National Scheme) Act 1997
- Northern Territory: see section 8 of the National Electricity (Northern Territory) (National Uniform Legislation) Act
- Western Australia: see clause 8 of National Electricity (Western Australia) Act 2016

Similar to the national electricity legislation, all jurisdictions (that have adopted the National Energy Retail Law)⁵ have a section in their energy retail law application Act that provides for the interpretation of certain expressions in the National energy retail regime in their respective jurisdiction.⁶ A similar provision is found in the application legislation of each jurisdiction for the National Gas Law.⁷

In addition to the jurisdictional changes highlighted above, the table below identifies modifications (or ability to modify) made to the national energy legislation throughout the various jurisdictions.

Jurisdiction	National Electricity Law	National Gas Law	National Energy Retail Law
South Australia National Electricity (South Australia) Act 1996 National Gas (South Australia) Act 1996 National Energy Retail Law (South Australia) Act 2011	Modifications to National Electricity Rules achieved via rule change process in the National Electricity (South Australia) Law	• Modifications to National Gas Rules achieved via rule change process in the National Gas (South Australia) Law	Part 5 of the National Energy Retail Law (South Australia) Act 2011 makes a number of modifications to provisions of the National Energy Retail Law – eg the National Energy Retail Law is only to apply in SA in relation to the sale of electricity to customers connected to the interconnected national electricity system and determining the upper and lower consumption thresholds that apply for the purposes of determining who is a small or large customer for
			 the purposes of the National Energy Retail Law No powers in National Energy Retail Law (South Australia) Act 2011 for SA to otherwise make regulations or other instrument to modify the application of the National Energy Retail Law in

Western Australia will not be adopting the National Energy Retail Law as part of the reforms implemented in the cognate bills before the Committee.

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In South Australia, section 6 of the National Energy Retail Law (South Australia) Act 2011 is the relevant provision. This provision is replicated in the other jurisdictions as follows: New South Wales: see section 6 of the National Energy Retail Law (Adoption) Act 2012, Queensland: see section 6 of the National Energy Retail Law (Queensland) Act 2014, Tasmania: see section 8 of the National Energy Retail Law (ACT) Act 2012.

South Australia: see section 9 of the National Gas (South Australia) Act 2008, New South Wales: see section 9 of the National Gas (New South Wales) Act 2008, Victoria: see section 9 of the National Gas (Victoria) Act 2008, Queensland: see section 9 of the National Gas (Queensland) Act 2008, Tasmania: see section 9 of the National Gas (Tasmania) Act 2008, ACT: see section 10 of the National Gas (ACT) Act 2008, Northern Territory: see section 9 of the National Gas (Northern Territory) Act, Western Australia: section 9 of National Gas Access (WA) Act 2009.

			 SA The National Energy Retail Law (South Australia) Act 2011 contemplates that regulations may modify the National Energy Retail Regulations or the National Energy Retail Rules The National Energy Retail Law (Local Provisions) Regulations 2013 vary the National Energy Retail Rules Modifications to National Energy Retail Rules achieved via rule change process in the National Energy Retail Law (South Australia)
NSW National Electricity (New South Wales) Act 1997 National Gas (New South Wales) Act 2008 National Energy Retail Law (Adoption) Act 2012	 National Electricity Rules are modified by National Electricity (New South Wales) Regulation 2015 (see section 9 of the National Electricity (New South Wales) Act 1997). These modifications concern the privatisation of TransGrid Modifications to National Electricity Rules achieved via rule change process in the National Electricity (NSW) Law 	Modifications to National Gas Rules achieved via rule change process in the National Gas (NSW) Law	 NSW's modifications to the National Energy Retail Law are set out in schedule 1 of the National Energy Retail Law (Adoption) Act 2012 The National Energy Retail Law (Adoption) Act 2012 contemplates that regulations may modify: Schedule 1 of the National Energy Retail Law (Adoption) Act 2012; the National Energy Retail Regulations; and the National Energy Retail Rules The National Energy Retail Law (Adoption) Regulation 2013 modifies Schedule 1 of the National Energy Retail Law (Adoption) Act 2012 and the National Energy Retail Rules Modifications to National Energy Retail Rules achieved via rule change process in the National Energy Retail Law (NSW)
Victoria National Electricity (Victoria) Act 2005 National Gas (Victoria) Act	Part 3 of the National Electricity (Victoria) Act 2005 modifies the National Electricity Law and Rules in relation to (among other things) particular	• The National Gas (Victoria) Act 2008 Contemplates that ministerial	N/A

2008	distribution determinations, solar feed-in tariffs, a transitional feed-in tariff scheme, metering and an f-factor scheme Schedule 3 of the National Electricity (Victoria) Act 2005 modifies National Electricity Rules. These modifications apply in respect of particular distributors during a transitional period Modifications to National Electricity Rules achieved via rule change process in the National Electricity (Victoria) Law Modifications Modifications to National Electricity (Victoria) Law Modifications to National Gas Rules a chieved via rule change process in the National Gas Rules a chieved via rule change process in the National Gas Rules a chieved via rule change process in the National Gas Rules a chieved via rule change process in the National Gas Rules a chieved via rule change process in the National Gas (Victoria) Law
Queensland Electricity—National Scheme (Queensland) Act 1997 National Gas (Queensland) Act 2008	 Schedule 1 of the Electricity— National Scheme (Queensland) Regulation 2014 modifies the National Electricity Rules. National Electricity Rules. These modifications specifically relate to Ergon Energy Under section 16 of the National Gas (Queensland) Act 2014 modifies the National Energy Retail Law (Queensland) Act 2014 contemplates that regulations may modify (for specified purposes):

Tasmania Electricity - National Scheme	 Modifications to National Electricity Rules achieved via rule change process set out in National Electricity (Tasmania) 	 Modifications to National Gas Rules achieved via Part 4 of the National Energy Retail Law (Tasmania) Act 2012 modifies the National Energy Retail Law The National Energy Retail Law (Tasmania) Act
National Energy Retail Law (Queensland) Act 2014	Modifications to National Electricity Rules achieved via rule change process in the National Electricity (Queensland) Law	that modify the National Gas Rules in Qld with regards to transitional arrangements for the provision of connection services by distributors The National Gas (Queensland) Regulation 2014 modifies the application of the National Gas Rules to for particular distributors Modifications to National Gas Rules otherwise achieved via rule change process in the National Gas (Queensland) Cas Rules otherwise achieved via rule change process in the National Gas (Queensland) Cas Rules otherwise achieved via rule change process in the National Gas (Queensland) Law

(Tasmania) Act 1999 National Gas (Tasmania) Act 2008 National Energy Retail Law (Tasmania) Act 2012	Law	rule change process in the National Gas (Tasmania) Law	 2012 contemplates that regulations may modify: particular provisions of the National Energy Retail Law (Tasmania); the National Energy Retail Rules; and the National Energy Retail Regulations (for specific purposes) The National Energy Retail Law (Tasmania) Regulations 2012 modifies the National Energy Retail Rules Modifications to National Energy Retail Rules achieved via rule change process in the National Energy Retail Law (Tasmania)
Electricity (National Scheme) Act 1997 National Gas (ACT) Act 2008 National Energy Retail Law (ACT) Act 2012	Modifications to National Electricity Rules achieved via rule change process set out in the National Electricity (ACT) Law	Modifications to National Gas Rules achieved via rule change process in the National Gas (ACT) Law	 Part 5 of the National Energy Retail Law (ACT) Act 2012 contains modifications to the National Energy Retail Law, including that certain provisions are not applicable The National Energy Retail Law (ACT) Act 2012
Northern Territory National Electricity (Northern Territory) (National Uniform Legislation) Act National Gas (Northern Territory) Act	Schedule 1 of the National Electricity (Northern Territory) (National Uniform Legislation) Act modifies the National Electricity Law. These modifications include permanent modifications and	Modifications to National Gas Rules achieved via rule change process in the National Gas	N/A

modifications that will expire upon certain dates or events

- Section 13 of the National
 Electricity (Northern Territory)
 (National Uniform Legislation)
 Act contemplates that
 regulations may be made that
 modify:
 - Schedule 1 of the
 National Electricity
 (Northern Territory)
 (National Uniform
 Legislation) Act (ie the
 National Electricity
 Law as it applies in the
 Northern Territory);
 - the National Electricity Rules; and
 - the National Electricity Regulations
- The National Electricity
 (Northern Territory) (National
 Uniform Legislation)
 (Modification) Regulations
 contain modifications (some
 which automatically expire) to:
 - the National Electricity Rules; and
 - the National Electricity (South Australia) Regulations
- Modifications to National Electricity Rules achieved via rule change process in the National Electricity (Northern

(Northern Territory) Law

Company of the Compan	
Territory) Law	