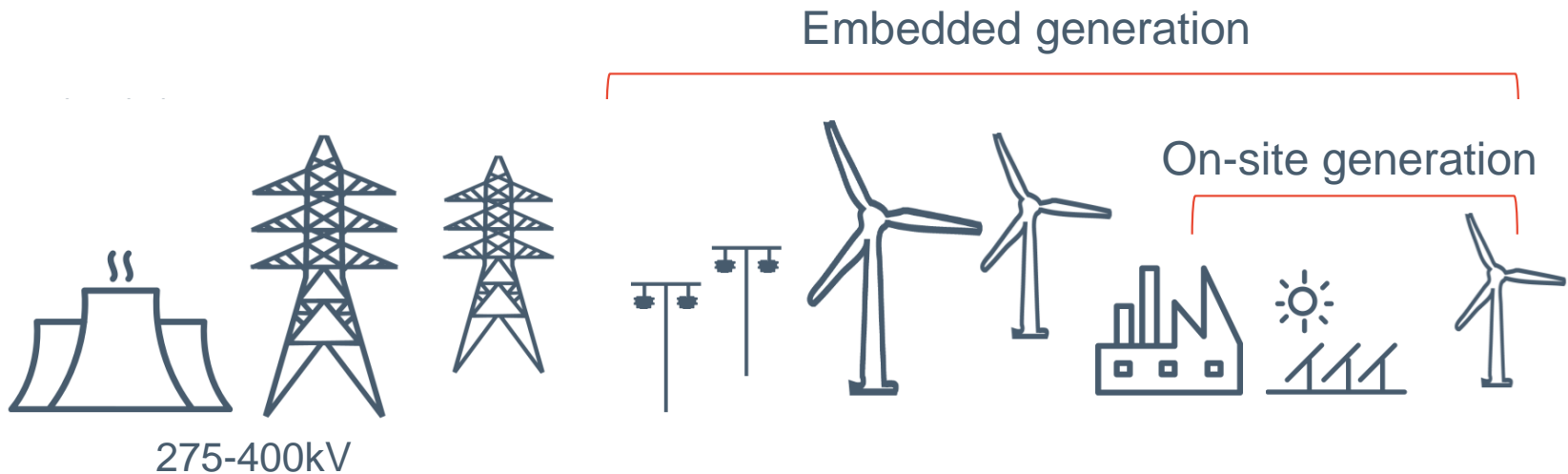


Local Energy Markets

28 March 2017

Dan Starman

Local Electricity Supply



- Proximity principle is not typically factored into electricity charges
- Broader system provides support services such as voltage control and frequency regulation

Value Streams for Local Markets

More cost-reflective charges

Site specific tariffs based on proximity principle

Local constraint alleviation

Commercial incentives for aligning supply/ demand

Local markets and prices

Recognising network capacity is not complete

Enablers to Realise Value

More cost-reflective charges

Changes to CDCM and DCUSA

Local constraint alleviation

Transparent process led by network owners

Local markets and prices

Technology and price signals