

# Strategic Priorities for Energy Market Development 2015



CSIRO Future Grid Research, 19 November 2015

AUSTRALIAN ENERGY MARKET COMMISSION

# Purpose of the AEMC strategic priorities

---

- **Frame key issues** for consideration by COAG Energy Council
- **Encourage dialogue** amongst consumer groups, market participants and policy makers on key issues
- **Help prioritise** AEMC work plan

# Current priorities appear to have the right focus



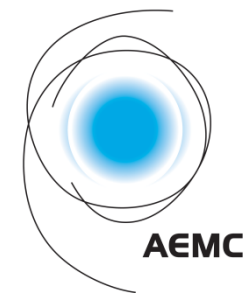
**Consumer priority:** strengthening consumer participation and continuing to promote competitive retail markets



**Gas priority:** promoting the development of efficient gas markets



**Market priority:** market arrangements that encourage efficient investment and flexibility



# Consumer Priority



# Consumers: Markets that deliver value

## Protection



What consumer protections are required?

How should the NECF evolve?

## Engagement



Do consumers have enough of the right type of information?

How do consumers engage with the regulatory process?

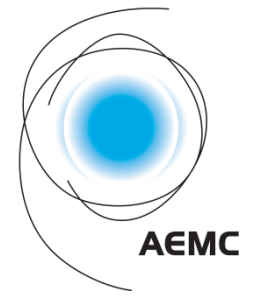
## Participation



Do prices reflect the costs of supply?

Do consumers have the ability to respond to these price signals?

Is supply responsive?

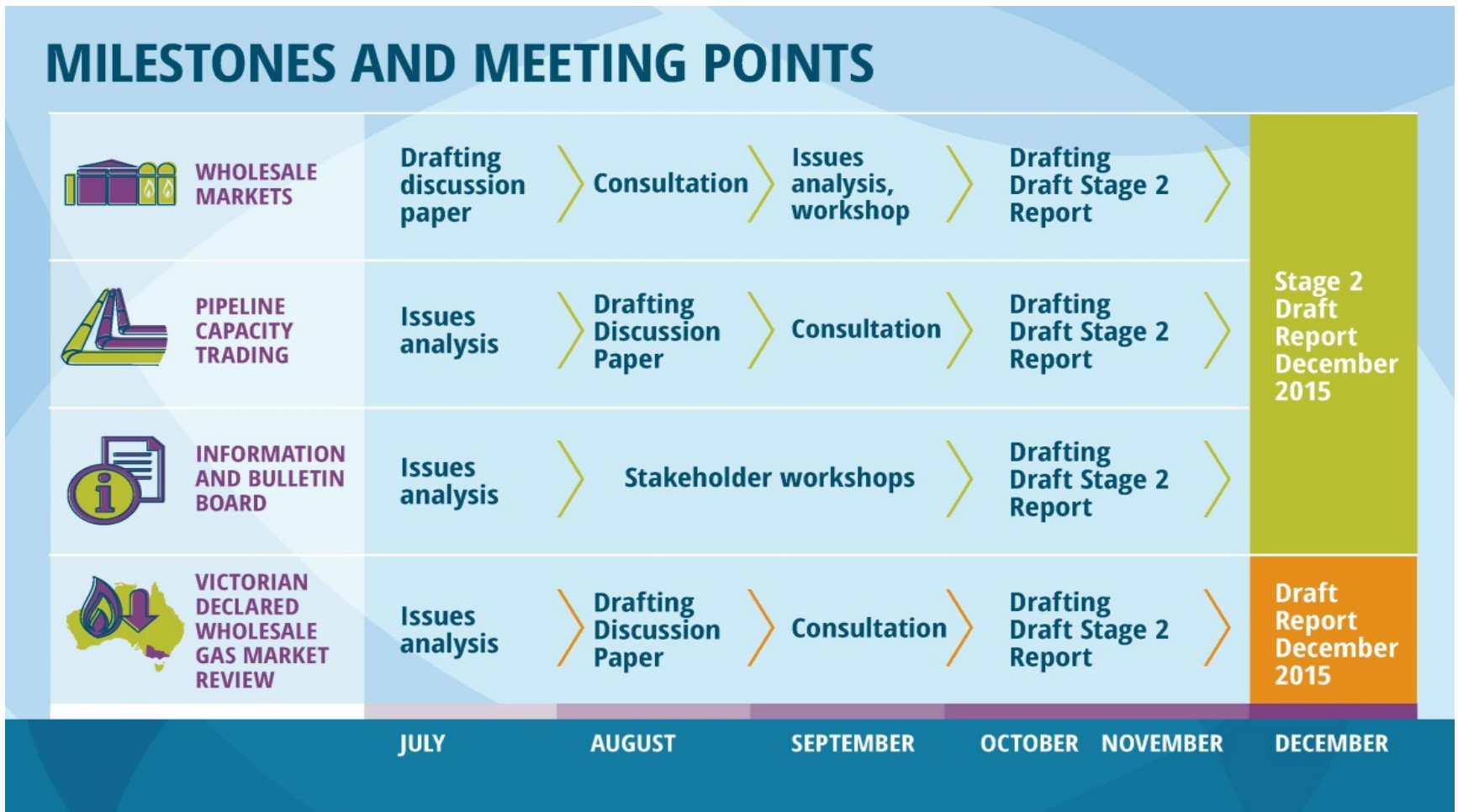


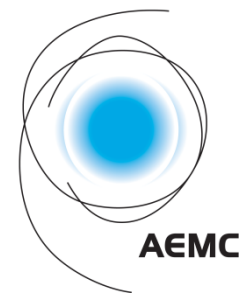
# Gas Priority





# Gas: Focus aligns with Council Vision





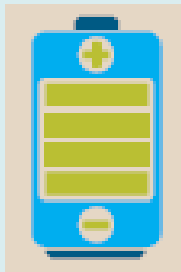
# Markets and Networks Priority





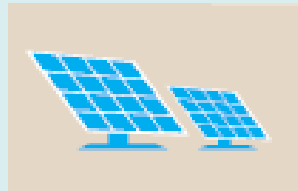
# Markets and Networks: Position for dynamic response

## Technology and new business models



How does regulation permit evolution and innovation while promoting consumer outcomes?

## Network evolution



What will be the effect of technology on networks over the medium term?

Will current regulation still be appropriate?

## Policy integration

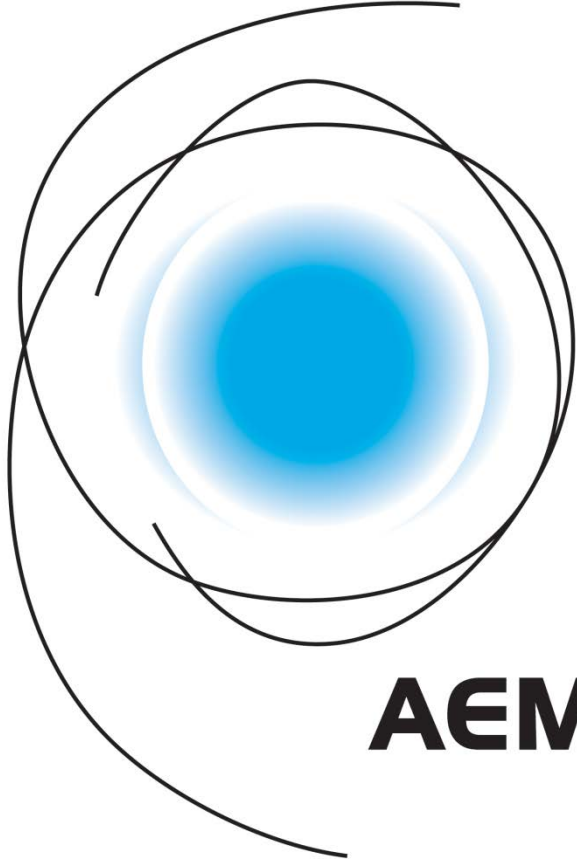


How can policies in other portfolios be better integrated with energy markets?

# Ready for the future



Source: United Energy



**AEMC**