

Feedback to Industry Response to Consultation Paper on Amendments to Electricity Licences

Industry Player's Comments	EMA's Response
Proposed Modification to the Electricity Licence For Generation Licensee	
<i>Condition X: Failure to Commence Commercial Operation</i>	
<p>Keppel Merlimau</p> <p>We request further clarification on the following matters:</p> <ol style="list-style-type: none"> 1) whether revocation of licence is made on the relevant unit(s) not meeting the prescribed COD or the entire generation license. 2) Considerations must be given for revision of CODs under Schedule A in light of issues not dictated by the generation licensee, i.e. grid connection, fuel availability in light of the existing moratorium, material and equipment delivery in light of today's resource-tight market. A clear set of guidelines for revocation of licence will need to be developed. 	<p>The revocation would be to the relevant unit (s) that the Authority assesses to be likely to fail to meet the COD specified under Schedule A of its licence.</p> <p>The revocation of licence or removal of generating units from Schedule A is not meant to be a punitive measure. Rather, it is a measure meant to enhance visibility of available generation capacity in the future. In implementing this provision, the Authority will request licensees to lodge with EMA a schedule of milestones for bringing into commercial operation each new generating unit. The Authority will allow revisions to the milestones if reasonable justifications are provided.</p> <p>For the provision of greater clarity, the proposed licence modification will be amended to:</p> <p>“The failure, <u>or likely failure</u>, of the Licensee to commence commercial operation of any generating unit by its respective commercial operation date as specified in Schedule A, may result in revocation of the licence or removal of the relevant generating unit from the Schedule A.”</p>