



**Australian Government**  
Clean Energy Regulator

**EMISSIONS  
REDUCTION  
FUND**

## **Welcome to today's webinar Overview of Contracts and Auctions**

**The webinar will commence at 1.00pm (AEDST).**

**Please remember to phone 1800 896 323 and enter your  
participant code 47918003# to hear the presenter.**

---

# 4 steps to the ERF

---

## 4 STEPS TO THE EMISSIONS REDUCTION FUND

### STEP 1

Apply

### STEP 2

Contracts  
and auctions

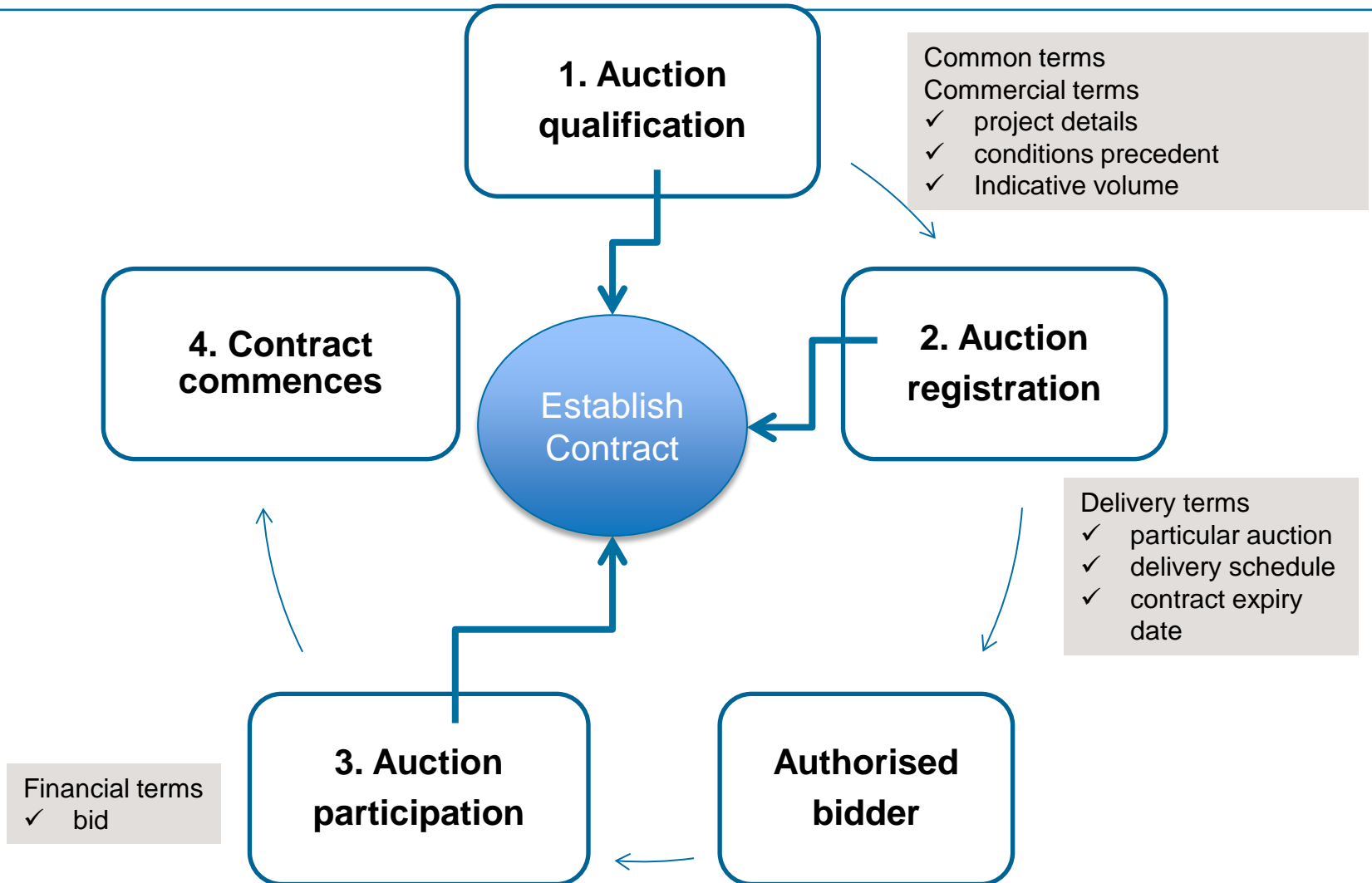
### STEP 3

Reporting  
and auditing

### STEP 4

Delivery  
and payment

# Establishing a contract



# Auction qualification

---

- Submit a form to qualify to participate at auction
- You are making an offer to enter a contract
- Agree to the common terms on our website
- Provide the commercial terms
  - project registration information
  - an indication of the volume of abatement
  - any conditions precedent required
  - bank account information for receiving payment
- You will be notified – **qualified to participate in auctions**

# Auction registration

---

- Once qualified, you submit a form to register for a particular auction
- You are supplementing your earlier offer
- By providing the delivery terms
  - provide the total volume of abatement for delivery
  - provide the delivery schedule
  - provide an expiry date for the contract
- You will be notified – **registered to participate in a specific auction**
- You will be provided an AusTender code

# Contract types

---

## 1. standard contract duration

- multiple deliveries of ACCUs over 7 years
- projects with a crediting period of 10 years or more can apply for a contract period of up to 10 years.

## 2. short term contract duration

- multiple deliveries of ACCUs in less than 7 years
- 3 only - fulfill each contract before next commences

## 3. immediate contract duration

- a single delivery of ACCUs within a few days
- 10 only - cannot rebid until 2016-17
- minimum volume of 10% or 15,000 ACCUs (lower)

# Contract flexibility

---

1. negotiate conditions precedent
2. minimum delivery of 80% of contracted volume at delivery dates
  - total contracted volume must be delivered by the end of the contract period
3. deliver ACCUs not generated by the contract projects (make good provisions)
4. options to deliver abatement early

# Authorised bidder

---

- At any time, you may submit a form to authorise a bidder or bidders
- You will be notified – bidder accepted
- Project proponent is default bidder



# Auction participation

---

- You participate at auction via AusTender
- You access AusTender & register as a new user
- You have one bid per contract
- You submit CER bid form via AusTender
  - contract identifier
  - bid amount
- You will be notified in 5 days – contract commences automatically if successful

# Auction preparation

---

- Read information on web site
  - contract documents
  - auction guidelines
  - forms
- Obtain legal and financial advice
- Consider your business model
- Complete and submit forms
- Visit AusTender

# The first auction – key dates

---

- Auction qualification closing date **20 March**
  - 1 week to go
- Auction registration closing date **7 April**
  - 3½ weeks to go
  - 5 business days before auction
- Auction window **15 and 16 April 2015**
  - 4½ weeks to go
- Auction results, contracts commence **23 April**
  - 6 weeks to go
  - 5 business days after auction

**Thank you for participating in today's webinar**

**More information about the ERF is available at [www.cleanenergyregulator.gov.au](http://www.cleanenergyregulator.gov.au)**

**You can also email [enquiries@cleanenergyregulator.gov.au](mailto:enquiries@cleanenergyregulator.gov.au) or phone 1300 553 542.**

---