

Offshore Renewables Regulation in Australia

University of Western Australia Ocean Renewable Energy Unit

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Outline

• The Australian energy landscape

• Overview of the offshore renewables sector in Australia

• The Offshore Electricity Infrastructure Framework



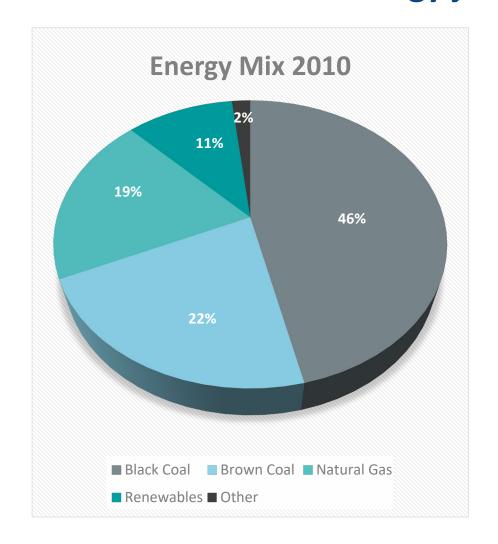
The Offshore Infrastructure Regulator

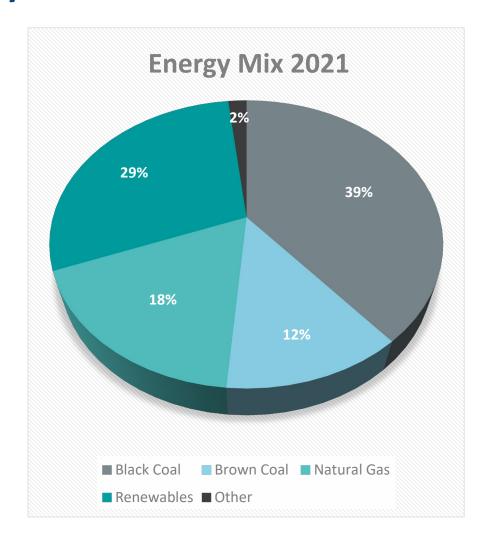
- A new regulatory authority with powers and functions under the Offshore Electricity Infrastructure Act 2021
- Primarily responsible for work health and safety, environmental management and infrastructure integrity
- Responsibility for regulating Australian Commonwealth Waters >3NM from shore



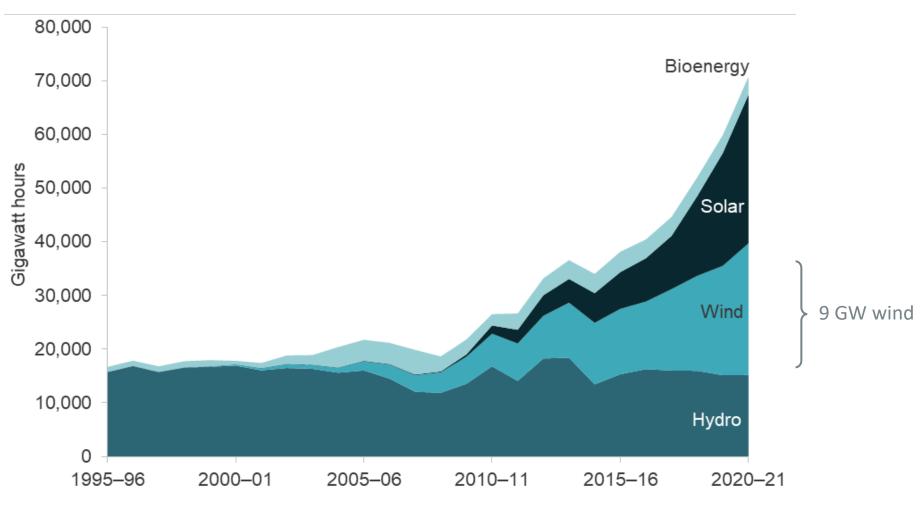
The Australian energy landscape

Australia's renewable energy journey





What's in the mix?



What's the objective?

2022

The Parliament of the Commonwealth of Australia

HOUSE OF REPRESENTATIVES

Presented and read a first time

Climate Change Bill 2022

No. , 2022

(Climate Change, Energy, the Environment and Water)

A Bill for an Act to set out Australia's greenhouse gas emissions reduction targets, to provide for annual climate change statements, to confer advisory functions on the Climate Change Authority, and for related purposes 43% reduction on 2005 levels by 2030

Net zero by 2050



What does net zero look like?



Storage capacity

to increase by a factor of 30

(Batteries, virtual power plants, pumped hydro.)





Electricity usage from the grid

to nearly double





Grid-scale wind and solar

to increase 9-fold





Gas-fired peaking plants to increase

While current mid-merit plants will all retire within that period.





Distributed solar PV

to increase 5-fold





Coal generation

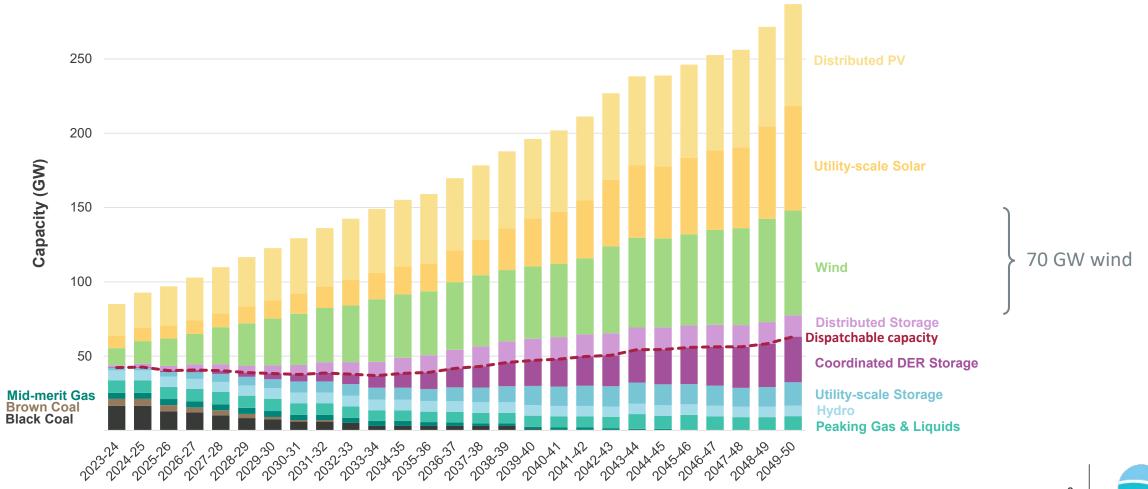
to be withdrawn

Capacity to be retired by:





The role of wind



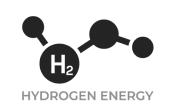
Overview of the offshore renewables sector

OFFSHORE RENEWABLE ENERGY TECHNOLOGIES

- Fixed and floating offshore wind
- Wave and tidal power
- Green hydrogen
- Ocean thermal
- Emerging technologies





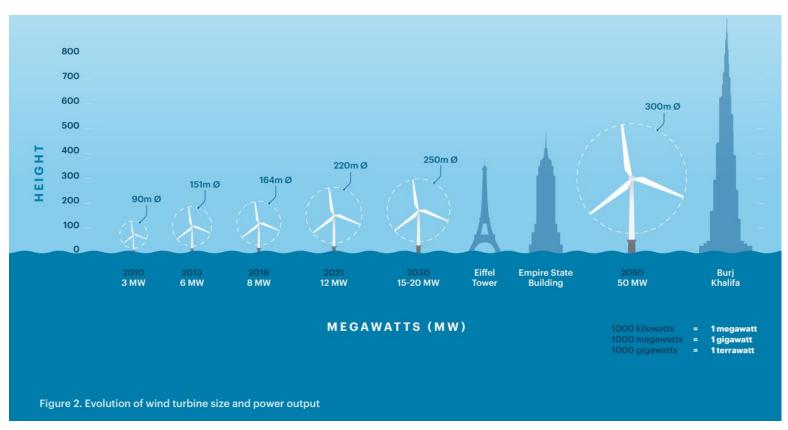






Technological advancements – wind energy

- The wind industry has experienced significant technological advancements over the past few decades in terms of size and the generation capacity of wind turbines.
- The latest generation of offshore wind turbines are up to 250 metres tall and have a generation capacity of up to 15 megawatts (MW).
- A 15MW turbine can produce enough electricity in a year to power approximately 20,000 households and save around 38,000 tonnes of carbon dioxide emissions.
- Technology continues to advance at pace with floating offshore turbine technologies allowing access to a far greater range of suitable offshore locations for energy generation.



Supply and demand potential for offshore wind energy



KEY: Supply

Wind speed (metre/second)

9-10 10-11

> 11

Wind speed data obtained from the Global Wind Atlas.

---- 90 metre mark



Fixed wind turbines Suitable for water depths of up to 90 metres.



Floating wind turbines Suitable for water depths greater

KEY: Demand





Green hydrogen potential



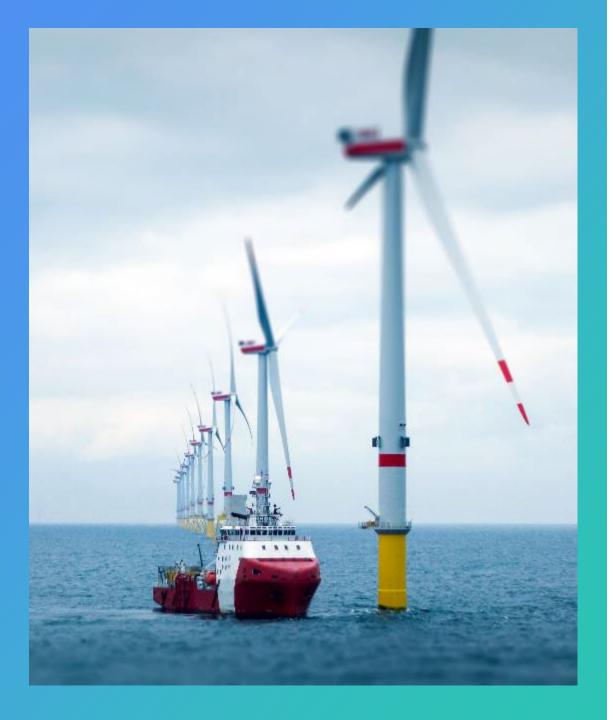
Heavy industry



Transmission infrastructure



High electricity demand



Why go offshore?

- Larger turbines with higher capacity factors
- Strong, consistent wind speed and direction
- Ability to complement solar generation profile
- Proximity to demand centres and established grid
- Visual amenity, noise pollution and other social impacts reduced
- Potential for reduced impacts to birds, bats and habitats
- Reduced land use competition
- Abundance of space and potential to go further offshore with floating technology
- Reduced transport and logistical constraints

The Offshore Electricity Infrastructure Framework

The journey so far 2019

2018

Emerging

Industry

International

interested in the

opportunity offered

NOPSEMA identified

need to expand its

remit to provide to

provide effective

developers

becoming

by Australia

regulation

Star of the South licence

Government approved licence for technical and environmental studies

International leading practice

Churchill fellowship to identify leading global practice in offshore renewable regulation for adoption in Australia

Policy approval & NOPSEMA identified as regulator

PMC provided approval to develop framework for offshore renewable projects. NOPSEMA identified as future regulator of the sector.

GOWRF

Inaugural meeting of global offshore wind regulators

IRF

Raised value of collaboration among regulators on offshore renewables safety 2020

Consultation on proposed framework

Consultation with industry, researchers and the community on the proposed framework in early 2020

Funding

\$4.8 million provided though 2020-21 Federal Budget 2022+

2021

Primary legislation passed

OEI Bill and OEI Levies Bill passed through Parliament. Commenced June 2022

Subordinate legislation

Development of subsidiary legislation in consultation with stakeholders

Implementation

Development of underpinning policies and procedures

Declaration of area(s) for future development

Future opportunities

Integrated marine spatial planning

Environmental streamlining

Conferral of State and Territory powers

Emerging industries and technologies

2030

Commissioning

Potential for largescale commercial projects to be in the commissioning phase by the end of the decade

Regulatory oversight and planning



International learnings and standards development



Rapid advancements in technology



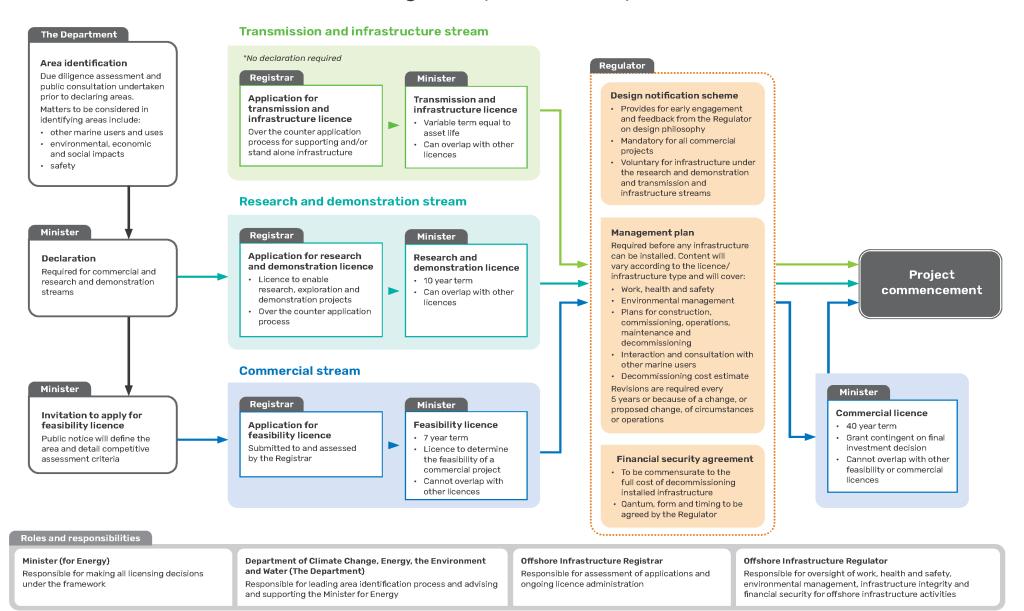
Increased risks as developments increase in complexity, size and move further offshore



Safe and environmentally responsible offshore development

Offshore Electricity Infrastructure Framework

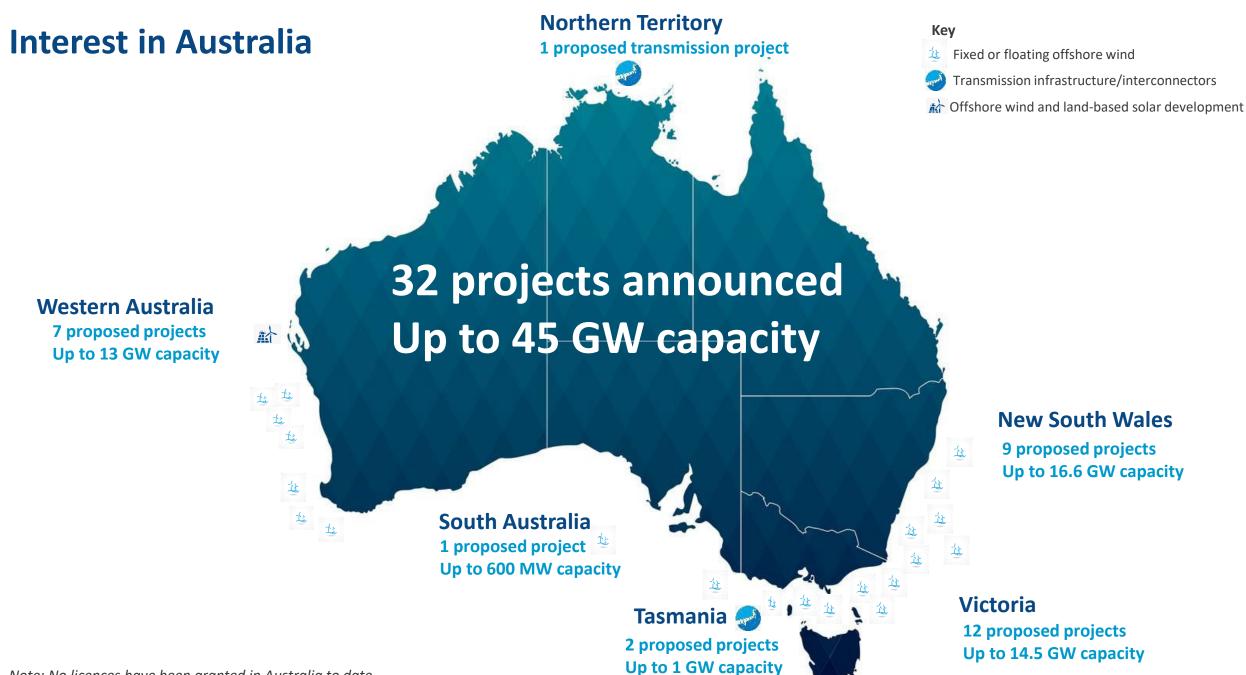
Regulatory Process Map



Australia's offshore renewable energy future

- Areas across the southern part of Australia have been identified
- These will be further investigated with a view to declaration
- First area in Gippsland, Victoria off the south east coast
- Currently open for comment
- Minister can then declare and issue an invitation for licences





Note: No licences have been granted in Australia to date. Potential projects are based on publicly announced industry proposals

Questions?

