MARKET BRIEF

7 June 2011



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Decision to discontinue investigation

On 26 May 2011 the Compliance Committee decided to discontinue the investigation of the alleged breach of clause 33.1 of the Policy Statement by the System Operator.

The breach was alleged by Norske Skog Tasman Limited and concerned the period immediately following an underfrequency event on 11 November 2010 when the System Operator did not dispatch remaining offered instantaneous reserves.

Details of the decision are available at:

• http://www.ea.govt.nz/act-code-regs/compliance/investigations-settlements-decisions/closed-with-no-settlement/

Monthly publication of the System Operator's use of discretion

The Authority as market administrator receives a daily report from the System Operator, as required by clause 13.102 of the Electricity Industry Participation Code 2010 (Code).

The Authority is required to publish the section of this report relating to alleged breaches, on its website by the 15th business day of each calendar month, for the previous calendar month.

The Authority intends to similarly publish details from the report on situations for which the System Operator's use of discretionary action required divergence from the dispatch schedule.



This information would include the applicable Node, Date, Start Time and End Time for each use of discretionary action.

It is intended to start publication in June for the May period. Any participants that consider the Authority should not publish this information should email lnfo@ea.govt.nz by 13 June 2011.

Transmission Pricing: Discussion Paper

The Transmission Pricing Advisory Group (TPAG) intends to publish later today a Discussion Paper on transmission pricing. It is expected the deadline for submissions will be Thursday 14 July 2011.

Briefing – TPAG Transmission Pricing Discussion Paper

TPAG is holding a public briefing on the content of its transmission pricing discussion paper on Wednesday 29 June 2011 in Wellington, commencing at 9.00am.

Those wishing to attend should register by sending their names and company details to conference@ea.govt.nz with 'TPAG briefing' in the subject line.

Authority email addresses: Please update

For six months, emails sent to an Electricity Commission address have been automatically redirected to the Authority.

As of 1 June 2011, redirection is no longer available. Please ensure your address book has Authority email addresses in the following format:

- firstname.surname@ea.govt.nz; or
- compliance@ea.govt.nz.

Registry services for small reconciliation participants

Reconciliation participants (other than embedded generators selling directly to another reconciliation participant) are required under clause 15.38(1)(a) of the Electricity Industry Participation Code (Code) to perform certain recording functions relating to customer and embedded generator switching activity and maintenance of registry information (Registry Functions).

The Authority recognises that providing the associated certification infrastructure on their own behalf is an unreasonable cost for many small reconciliation participants, and offers a service to reconciliation participants, with 10 or fewer ICPs, to assist with management of their Registry Functions.

Details of the service, which is currently provided under contract to the Authority by Energy Market Services (EMS), are provided at:

http://www.ea.govt.nz/industry/market/retail-audits/certified-reconciliation-participants/



Credit Rating - Code Amendment

The Authority's Board has approved an amendment to Part 14 of the Code to add an A- rating from Fitch Ratings to a list of acceptable credit ratings for the purposes of satisfying a payer's prudential security requirements. The amendment will come into force on 1 July 2011.

The Code amendment and Gazette Notice are available at:

http://www.ea.govt.nz/act-code-regs/code-regs/code-changes/2011/

Scarcity Pricing Forum: Meeting papers published

Meeting papers for the Scarcity Pricing Forum held on 1 June are available at:

http://www.ea.govt.nz/our-work/advisory-working-groups/spf/1Jun11/

Locational Price Risk Technical Group (LPRTG): 26 May 2011

Meeting papers for the meeting of the Locational Price Risk Technical Group held on 26 May are available at:

http://www.ea.govt.nz/our-work/advisory-working-groups/lprtg/26may11/

Locational Price Risk Technical Group (LPRTG): 9 June 2011

An agenda for the Locational Price Risk Technical Group meeting to be held on 9 June is available at:

http://www.ea.govt.nz/our-work/advisory-working-groups/lprtg/9jun11/

TPAG: Conflicts of interest register

The TPAG conflicts of interest register is available at:

http://www.ea.govt.nz/our-work/advisory-working-groups/tpag/

TPAG: 16 May 2011

Meeting papers for the meeting of TPAG held on 16 May 2011 are available at:

http://www.ea.govt.nz/our-work/advisory-working-groups/tpag/16May11/

Fourth consultation - Part 10 Review, Advanced Metering Infrastructure: Nomination of the MEP and access to data

This consultation period has been extended one week. Submissions are now due by 5pm Tuesday 21 June 2011.



Revised Ruling Panel procedures: Feedback

Under the Act, the Rulings Panel may determine its own procedures. As the current Rulings Panel procedures came into effect in 2009, they have been revised to ensure they remain effective and are consistent with the Act, the Code and the Electricity Industry (Enforcement) Regulations 2010.

The draft revised procedures are available at:

http://www.ea.govt.nz/our-work/consultations/compliance/revised-rulings-panel-procedures

Feedback should be received by 10 June 2011.

Current consultations

2011/12 System Operator Draft Policy Statement

The Authority has published a regulatory statement for the purpose of consultation on proposed code amendments included in the draft Policy Statement.

The consultation paper is available at:

http://www.ea.govt.nz/our-work/consultations/pso-cq/2011-12-system-operator-draft-policy-statement/

Starting: 09/05/2011, Ending: 07/06/2011 4:00pm

Fourth consultation - Part 10 review, Advanced Metering Infrastructure: Nomination of the MEP and access to data
 May 2011

This paper is the fourth consultation undertaken in connection with the fundamental review of part 10 of the Code (formerly part D of the Rules

The consultation paper is available at:

http://www.ea.govt.nz/our-work/consultations/priority-projects/AMI-nomination-MEP-data-access/

Starting: 17/05/2011, Ending: 21/06/2011 5:00pm

More standardisation of distribution arrangements: Proposed draft Code amendments
 The Authority is progressing a number of priority projects to improve the performance of the electricity market, including the proposed introduction of more standardisation of distribution use-of-system agreements and distributor tariffs.

http://www.ea.govt.nz/our-work/consultations/priority-projects/more-standardisation-proposed-code-amendments/ Starting: 25/05/2011, Ending: 22/06/2011 5:00pm

Subscription

To subscribe or unsubscribe please email:

info@ea.govt.nz

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