

## **Report on Market Operation Service Providers' Compliance**

**December 2010**

This report includes:

- the publication of sections of the reports of the System Operator, received in the previous month that relate to breaches of the Electricity Industry Participation Code (Code) by the System Operator, as required by clause 13.102(2) of the Code;
- the publication of the sections of the reports of the Pricing Manager, received in the previous month that relate to breaches of the Code by the Pricing Manager, as required by clause 13.214 of the Code;
- the publication of the sections of the monthly report of the Clearing Manager, received in the previous month that relate to breaches of the Code by the Clearing Manager, as required by clause 14.75 of the Code;
- the republication of the sections of any reports of the Reconciliation Manager, received in the previous month that relate to breaches of the Code by the Reconciliation Manager;<sup>1</sup> and
- any self-reported breaches of the Code by the Market Administrator for the previous calendar month.<sup>2</sup>

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<sup>1</sup> Under clause 15.33 of the Code, the Authority must publish the sections of the reports that relate to an alleged breach of the Code by the Reconciliation Manager by 0930 hours on the business day following the day on which the Authority receives the report. These reports are available at <http://www.ea.govt.nz/industry/markets/statistics-reports/reconciliation-manager-breach-reports/>

<sup>2</sup> The Code does not require the Market Administrator to publish any self-reported breaches of the Code by the Market Administrator or the Registry Manager. However, the Market Administrator has chosen to do so.

<b>Self reported breaches by the System Operator (under clause 13.102 (1) of the Code)</b>			
<b>Date of breach</b>	<b>Time of breach</b>	<b>Rule breached</b>	<b>Nature of breach</b>
21/10/2010	18:09 - 18:55	Part G Schedule G6 1.3.4.7	The System Operator failed to incorporate revised information from the Grid Owner about the AC transmission system configuration in formulating the dispatch schedule.

<b>Self-reported breaches by the Clearing Manager (under clause 14.74 of the Code)</b>				
<b>Date of breach</b>	<b>Rule breached</b>	<b>Nature of breach</b>	<b>Reason for breach</b>	<b>Late invoice issue? (Y/N)</b>
3/12/10	14.10(1)	Late payment of monthly interest from one of the clearing manager accounts - New Zealand Aluminium Smelters Ltd	Bank Error led to failure of batch payment	N
3/12/10	14.17(1)	Late payment of excess prudential security held from one of the clearing manager accounts - Trustpower	Bank Error led to failure of batch payment	N

<b>Self-reported breaches by the Reconciliation Manager (under clause 15.30(1) of the Code)</b> Note that this is a summary of the reconciliation manager monthly breach report which is published separately
There were no self-reported breaches by the Reconciliation Manager.

<b>Self-reported breaches by the Registry Manager</b>
There were no self-reported breaches by the Registry Manager.

<b>Self-reported breaches by the Market Administrator</b>
There were no self-reported breaches by the Market Administrator.

*This report was published by the Market Administrator on 19 January 2011. For further inquiries please contact the Market Administrator at the Electricity Authority or send an email to [retailoperations@ea.govt.nz](mailto:retailoperations@ea.govt.nz).*