

Introduction

These Electricity Governance Rules provide for the operation of the New Zealand Electricity Industry in relation to the following areas:

- a) Part A provides for defined terms and principles of interpretation for the Rules;
- b) Part B is reserved for future use;
- c) Part C provides for the maintenance of system quality, including:
 - o the principal performance obligations of the system operator;
 - o the performance obligations of asset owners;
 - o arrangements concerning ancillary services; and
 - o technical codes and standards.
- d) Part D provides for standards and requirements for metering installations;
- e) Part E provides for the management of registry information and a process for switching customers between retailers;
- f) Part F provides for the maintenance and upgrade of the transmission system, including:
 - o contracts for transmission;
 - o grid upgrades and investments;
 - o transmission pricing methodology; and
 - o financial transmission rights.
- g) Part G provides for the trading of wholesale electricity, including:
 - o the scheduling of generation and load;
 - o the dispatch of generation and load;
 - o the publication of prices;
 - o must run dispatch generation; and
 - o the reconciliation of metering information.
- h) Part H provides for the clearing and settlement of wholesale electricity volumes, including:
 - o provision of prudential security;
 - o processes for the settlement of wholesale electricity volumes; and
 - o payments between the clearing manager and other participants.
- i) Part I provides for transitional arrangements, including:
 - o interim dispensations;
 - o existing common quality agreements;
 - o existing and transitional ancillary service arrangements;
 - o transition from MARIA; and
 - o transition from NZEM.

These Rules are made by the Minister of Energy in accordance with sections 172H, 172I and 172E(2) of the Electricity Act 1992.

These Electricity Governance Rules are regulations within the meaning of the Regulations (Disallowance) Act 1989, but are not regulations for the purposes of the Acts and Regulations Publication Act 1989.