# New Zealand Aluminium Smelters Limited

# Participant Rolling Outage Plan

October 2023

(as approved by the System Operator)

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# Definitions

AUFLS	Automatic Under Frequency Load Shedding
Authority	The Electricity Authority
Code	The Electricity Industry Participation Code 2010
Developing event	An event that evolves over time, e.g. as the result of a period of unseasonably low inflows to hydro catchments
ЕМР	The System Operator's Emergency Management Policy
GXP	Transpower Grid Exit Point which connects off-take loads (e.g. large industrials, distribution companies) to the national grid
GEN	Grid Emergency Notice
Immediate event	An event that occurs with little or no warning, e.g. as a result of a transmission or major power station failure
NZAS	New Zealand Aluminium Smelters Limited
PROP	Participant Rolling Outage Plan (this plan)
Rolling Outages	Planned electricity disconnections spread over different parts of the electricity system at differing times to avoid prolonged outages at any one location
SOROP	System Operator Rolling Outage Plan
Supply shortage declaration	Declaration made by the System Operator under Clause 9.14 of Part 9 of the Code.
System Operator	Operator of the national electricity transmission grid (Transpower)
Transpower	Transpower New Zealand Limited
Transmission line	A high voltage supply line owned and operated by Transpower New Zealand Limited
тwi	Tiwai GXP (TWI2201) – NZAS point of connection to the grid

# Associated documents

- 1. Emergency Management Policy (EMP) published by the System Operator, effective from 1 December 2022.
- System Operator Rolling Outage Plan approved by the Electricity Authority in May 2016 and effective from 19 June 2016.
- 3. NZAS operational procedures.

### Purpose of this plan

- Part 9 of the Electricity Industry Participation Code (the Code) relates to security of supply and includes provisions relating to the System Operator Rolling Outage plan (SOROP) and Participant Rolling Outage Plans (PROPs).
- 5. This plan was written to satisfy the requirements of the Code that relate to PROPs. Clause 9.8 of the Code requires that each PROP must
  - a) be consistent with the SOROP; and
  - b) comply with the requirements specified in the notice sent under clause 9.6(2)(a); and
  - c) specify the actions that the specified participant will take to achieve, or contribute to achieving, reductions in the consumption of electricity (including any target level of reduction of consumption of electricity in accordance with criteria, methodologies, and principles specified in the SOROP) to comply with a direction from the System Operator given under clause 9.15.
- 6. This PROP covers the following site:

Site name	Physical location	GXP
NZAS	Tiwai Road, Invercargill	TWI2201

- This PROP provides details of how New Zealand Aluminium Smelters (NZAS) will respond to a supply shortage declaration issued by the System Operator and how the System Operator (Transpower) should communicate any requests for reductions in demand.
- 8. This PROP provides details of the main energy saving measures that can be called on and how these are structured and implemented.

# Supply shortage declaration

- 9. Part 9 subpart 2 of the Code sets out how supply shortage situations will be managed.
- 10. Under the provisions of the Code the System Operator has powers to direct outages following a supply shortage declaration. As a specified participant NZAS must comply with any direction given by the System Operator following a supply shortage declaration.
- 11. A supply shortage declaration may apply to:
  - a) All of New Zealand; or
  - b) Regions specified in the declaration
- 12. When a supply security declaration is made NZAS must comply with a direction given by the System Operator in accordance with this PROP.
- 13. The System Operator may, at any time in the period during which a supply shortage declaration is in force, direct NZAS to contribute to achieving reductions in the consumption of electricity by implementing outages or taking any other action specified in the direction.
- 14. A direction may be communicated through the information system operated by the System Operator.
- 15. The System Operator will notify NZAS when a supply shortage declaration has been revoked
- 16. This PROP sets out the actions that NZAS will take, who is responsible for implementing the actions and how communications will be managed between NZAS and the System Operator.

## Background

#### The Electricity Authority

- 17. The Electricity Authority (Authority) is an independent Crown entity responsible for regulating the New Zealand electricity market. The Authority's objective is to promote competition in, reliable supply by, and the efficient operation of, the electricity industry for the long-term benefit of consumers.
- 18. The core functions of the Authority are to:
  - a) make and administer the Electricity Industry Participation Code 2010 (Code) governing the New Zealand electricity market;
  - b) undertake market-facilitation measures (such as providing education, guidelines, information, and model arrangements) and monitor the operation and effectiveness of market- facilitation measures;

- c) monitor and enforce compliance with the Code, various regulations, and the Act;
- d) proactively monitor the performance of the electricity industry in regard to competition, reliable supply and efficient operation; and
- e) contract service providers to operate the New Zealand electricity system and market in accordance with the Code

### <u>Transpower</u>

19. Transpower is a State Owned Enterprise, tasked with owning and operating New Zealand's National Grid - the network of high voltage transmission lines and substations that transports bulk electricity from where it is generated to distribution line companies and directly (grid) connected major electricity consumers.

### System Operator

20. As System Operator, Transpower manages the real-time operation of New Zealand's electricity transmission system by matching supply (generation dispatch) with demand.

### <u>NZAS</u>

- 21. NZAS is the operating company for the New Zealand's only aluminium smelter and is located at Tiwai Point, across the harbour of Bluff in the province of Southland.
- 22. NZAS is managed by Rio Tinto (79.36% ownership) in joint venture with Japanese company Sumitomo Chemical Company Limited (20.64% ownership). Rio Tinto's interest in NZAS is owned by Pacific Aluminium (NZ) Limited.
- 23. NZAS is a tolling plant, producing primary aluminium in the form of ingot, billet, rolling block products. Approximately 90 per cent of the aluminium produced at NZAS is exported.
- 24. NZAS is the only smelter in the world producing ultra-high purity aluminium using hydro-electricity generated from renewable sources, giving it one of the lowest carbon footprints of a smelter anywhere.
- NZAS contributes around half a billion dollars to the Southland economy annually (6.5% of Southland's GDP<sup>1</sup>) and supports more than 2,600 direct and indirect jobs in the region.
- 26. NZAS is the sole market participant at the TWI2201 GXP.

<sup>&</sup>lt;sup>1</sup> Venture Southland: The economic and social impacts of NZAS on the Southland Economy summary, 2019

# Security of Supply Events Covered By This Plan

- 27. In its EMP the System Operator provides the steps that the System Operator will take and the circumstances that will need to exist for a supply security declaration (extended emergency events) to be made. Those steps provide for a series of last resort emergency measures, which would not be implemented unless there was a significant risk that it would not be possible to meet the demand for electricity on a sustained basis.
- 28. Extended emergency events are situations where the ability of the power system to meet demand over an extended period of time is at risk, such as extremely low inflows to hydro catchments or an extended period capacity (energy, reserve or transmission) inadequacies (e.g. sustained major asset outage), or some combination of these events.
- 29. The EMP describes two categories of events that could lead the System Operator to make a supply shortage declaration these are:
  - **Developing Event** Events that evolve over time for example as the result of a period of unseasonably low inflows to hydro catchments; and
  - **Immediate Events** –. Events that occur with little or no warning for example as a result of a transmission or major power station failure, the impact of which are expected to extend over a period of weeks rather than days.
- 30. Rolling outages under a supply shortage declaration are a last resort measure the System Operator may initiate, after consultation with the Authority, only if there is a shortage of electricity supply (generation) or transmission capacity if the System Operator considers:
  - a) that the normal operation of the wholesale market is, or will soon be, unlikely to facilitate the adjustment of supply and demand necessary to ensure that supply matches demand; and
  - b) that, if planned outages are not implemented, unplanned outages are more likely than not.

# Full information & partial information PROPS

31. The System Operator Rolling Outage Plan sets out the following requirements for direct connect PROPs:

### Full information plans:

These plans must contain sufficient information for the System Operator to make a decision on the most appropriate savings target for the direct-connect user. A direct-connect user's full information plan must inform the System Operator about:

- the nature of the load on site;
- whether any load is used to provide other services to the electricity sector such as interruptible load;
- the extent to which different levels of savings can be achieved;
- the nature of the measures that could be implemented; and
- the cost associated with different levels of savings.

### Partial information plans:

These plans may contain some of the information required for full information plans. If the System Operator sets a savings target for a region where there is a direct-connect user with a partial information plan, their savings target will likely be set to achieve the same percentage saving as distribution companies in that region.

### What this **PROP** contains

32. This PROP includes procedures for managing both developing and immediate category of event.

Section	Content
Communications	Contact details for communications during a supply shortage declaration
Description of Load & Process	A description of the NZAS load and the aluminium smelting process
Site response	How the site will respond to different types of event including a plan of possible savings
Coordination with the System Operator	Sets out how NZAS will coordinate with the System Operator
Monitoring and reporting	How NZAS will monitor and report savings made

33. This PROP contains all the information required for <u>Partial Information Plan</u> but will be updated to a Full Information Plan should a security of supply event be imminent.

# Communications

### **Operational Communications**

34. Depending on time of day, all urgent operational communications should, in the first instance, be made to:

### During standard office hours:

Contact:		or	
Phone:			
Mobile:			
After Hours	:		
Contact:			
Phone:			

The control room is staffed on a 24 hour basis and also has a dedicated TPSN line for communication directly to Transpower.

The following email address may also be used which covers the Power Supply Superintendent, Crew Leader and all RCO's:

Email:

<u>Note</u>: although the above email address is a distribution list of key contacts, it should not be relied on as the sole mechanism for communication. Email communications should be tagged as 'High' importance.

### It should be noted that only operational communications directly related to a Supply Shortage event should be made to the NZAS Superintendent Power Supply in the first instance during working hours or the Duty RCO after normal working hours.

The Power Supply Crew Leader or designated RCO will communicate with the System Operator for operational communications using the following details:

### Supply Shortage & Media Communications

35. Communications from the System Operator about a *supply shortage declaration* should be made to:



The NZAS person responsible for reporting to the System Operator on *performance against savings targets* is:

Contact: Phone: Mobile: Email:

- 52.5		
122		
100		

The person who the System Operator should notify for *revocation of the shortage declaration* is:



<u>Note</u>: although the email address specified above is a distribution list of key contacts for NZAS' commercial related energy matters, it should not be relied on as the sole mechanism for communication. Email communications should be tagged as 'High' importance.

These people will communicate with the System Operator for administration and reporting against targets using the following details:

System Operator Transpower, Waikoukou 22 Boulcott Street PO Box 1021 Wellington 3215

Telephone:	
Email:	

The NZAS person who is responsible for communicating with the media (if required) is:

Contact:	
Mobile:	

# **Description of Site Load & Smelting Process**

- 36. Installed capacity at the smelter currently consists of 3 reduction lines of Kaiser P69 technology cells, with 208 cells per line (i.e. 624 total), and one quarter line of 48 CD200 technology cells which are not currently operational<sup>2</sup>.
- 37. For the purpose of this document, it should be assumed that NZAS will be operating with a baseload production capacity across reduction lines 1-3 to ensure the current contract volume of 572MW is consumed.
- 38. Approximately 97% of the operating load is consumed by the 3 reduction lines as part of the aluminium smelting process (Hall-Héroult process). The remainder of load is used for site works feeder (auxiliary) power for lighting, extraction fans, casting furnaces, compressed air, etc.
- 39. Metal production at the assumed baseload production capacity is approximately 340,000 tonnes per annum.
- 40. The below diagram represents the aluminium smelting process:



<sup>&</sup>lt;sup>2</sup> Reduction line 4 (approx. 50 MW) has been out of circuit since April 2020

- 41. The smelting process is an electro-chemical process which uses continuous electrical energy to separate the aluminium metal from its oxide alumina. This occurs in reduction cells, which are large, steel, carbon lined furnaces. Alumina is fed into the cells where it is dissolved in molten cryolite (a liquid which dissolves alumina and conducts electricity at 960°C). Electricity is introduced into each cell via carbon anodes. All reduction cells are connected in a series by an aluminium busbar, which carries electrical current to the cells within each reduction line.
- 42. Typical electrical loadings per reduction line at baseload production capacity are given below. Each reduction line is controlled by a computer based, customised control system.

	Line 1	Line 2	Line 3	Line 4
Power AC MW	184	184	186	n/a
DC Voltage (V)	900	900	915	n/a
DC Amperage (A)	200,000	200,000	198,000	n/a

- 43. The smelter's Electricity Agreement with Meridian Energy for 572MW is unique in New Zealand's electricity market, and it is important to consider when contemplating any reductions in loading.
- 44. The Agreement for 572MW is a Contract for Difference. Any sustained reduction initiated under this PROP that would will require cooperation between NZAS and Meridian Energy.
- 45. The Agreement also contains a dry year load reduction condition a 'Smelter Demand Response' (SDR), which may be called by Meridian under certain hydrological circumstances. If an SDR is called, NZAS must reduce a significant volume of sustained load<sup>3</sup>, equivalent to 80MW (14%) off NZAS' base load volume. The trigger levels for such a reduction sit well *above* the 10% emergency zone on System Operator's Electricity Risk Curves.
- 46. In June 2023, the Authority approved the NZAS & Meridian Demand Response Agreement<sup>4</sup>. The intention of the agreement is to provide support in managing periods of low hydrology or when the electricity system is otherwise under stress, for example over winter periods or when generation or transmission is on outage or not available. This agreement gives Meridian the ability to require NZAS to reduce consumption by up to 50MW for up to 60 days, which can be done via a number of individual tranches ranging from 15MW up to 50MW. The agreement is effective through to the end of NZAS' main Electricity Agreement (currently the end of 2024). Any volume reduced by NZAS under the Demand Response agreement would likely occur well in advance of both an SDR and a developing event under the SOROP.

<sup>&</sup>lt;sup>3</sup> If called by Meridian, NZAS must reduce load such that a 250GWh reduction is achieved over a 130 day period.

<sup>&</sup>lt;sup>4</sup> A copy of the demand response agreement is available on Meridian's website

- 47. In the event Meridian has already called upon NZAS to reduce load under the Demand Response Agreement, a SDR, or any other contractual obligation, this will need to be considered as part of any further load reductions NZAS may be able to take in relation to this PROP.
- 48. NZAS, as a market participant, purchases all power directly from the NZ wholesale electricity market. Any amount of non-contract spot power purchased is dependent upon any hedge contracts NZAS has in place at any point in time, the wholesale spot rate and physical production capacity. Should NZAS be operating above 572MW, load reductions above this amount could be made by NZAS without recourse under the baseload agreement with Meridian Energy.
- 49. At certain times a reduction line has been made available to the market (via the System Operator) for under frequency load shedding. This has been offered on both an automatic and manual response basis, but has not been done so since 2013.
- 50. The site also responds to grid emergency notices from the System Operator.
- 51. This plan assumes that NZAS has a single reduction line permanently armed for Automatic Under Frequency Load Shedding (AUFLS) and that this, or any other special protection scheme arrangements NZAS may have in place, can also be included in the planned savings in this PROP.

# How The Site Will Respond To Different Types Of Event

52. The System Operator is responsible for making a supply shortage declaration and for directing NZAS to implement rolling outage savings. Communication of such a direction to NZAS to reduce demand should be given to the following person.



If unable to be contacted, then contact:

Contact:	
Phone: Mobile:	

- 53. If the System Operator's email direction to save energy or reduce demand is received by NZAS during normal business hours, NZAS will acknowledge receipt by return email. If it is sent by the System Operator outside normal business hours, the System Operator should also contact the Duty RCO as per paragraph 34.
- 54. The above person(s) has the authority to make demand reductions and is responsible for coordinating emergency demand response at NZAS and communicating with the System Operator when a directive is in force.
- 55. Any load that has already been reduced due to a Grid Emergency notification will be considered to have contributed towards the requested savings under a directive.
- 56. Any load that has been dispatched as under frequency reserves will not be considered to have contributed towards the requested savings under a Directive. NZAS will consider withdrawing any under frequency reserves offers at the time when a savings directive is in force.
- 57. Following receipt of a directive NZAS will, as soon as reasonably possible, issue a directive to all staff to reduce all discretionary electricity use. Discretionary means electricity use that does not impact on production, the health and safety of people and site security.
- 58. If further reductions are necessary to meet the directive NZAS will implement the savings plan set out in the following section.

# Savings Plan

- 59. When a directive is received it is likely that that NZAS load will have been reduced in response to high wholesale electricity spot prices, hydro lake storage and/or as a result of contractual triggers within the contract with Meridian Energy. If the required percentage savings has already been achieved through reductions in response these or any other energy conservation measures, no further savings are able to be made.
- 60. If the NZAS loading has not already responded to spot price, hydrology or contractual obligations, and further reductions are required to meet the System Operator's directive then the following plan will be followed (while ensuring NZAS personnel safety is not put at risk).

### Immediate Event

- 61. If an immediate load reduction is required under a directive, the power taken could be ramped down by a maximum of 10MW per reduction line of their pre-reduction loading<sup>5</sup>, i.e a maximum total of 30MW. To minimise process disruption and safety risk, where multiple reduction lines are used to respond to an immediate event, these reductions are to occur in a staged manner across the reduction lines (i.e. one reduction line at time) and can be achieved such that the volume of MW reduced does not exceed 25MW over a five minute period.
- 62. This position can be sustained for a maximum of two hours, with no more than one reduction event of this type taking place in 14 days. This is due to the impact on cell heat balance and process efficiency of such an event. Increased frequency of load reduction events of this nature could lead to a significant increase in cell failures, process inefficiencies and outage costs.
- 63. Load would need to be restored immediately after the two hour period to ensure increased safety risks to NZAS personal and significant process instability and financial loss are avoided.
- 64. Duration and frequency of the load reduction is an issue as the longer cells operate on reduced load, the greater the impact on process stability and process recovery time, and hence the production penalty becomes significantly higher.
- 65. The likely costs of making this reduction would be:
  - a) increased anode consumption during the recovery period
  - b) reduced life of the reduction cells
  - c) lost production through load reduction and subsequent process instability (i.e. reduced power efficiency). Process instability also adds additional safety risks.
  - d) additional spot power cost: after the event, increased power consumption above the pre-event loading will be temporarily required to recover process heat balance. The amount required for a load reduction specified in point 61 could be up to 5MW for six hours after the event. This additional power does not produce aluminium.

<sup>&</sup>lt;sup>5</sup> assumes NZAS is operating at a baseload 572MW operating capacity

An estimate of the likely cost of the above for a two hour reduction of 30MW is dependent on the prevailing London Metal Exchange (LME) price for aluminium, US exchange rate, and the cost of the power purchased for post-event heat recovery. Given this variability, costs will not be provided in this plan but consideration will be given to providing costs to the System Operator (in commercial confidence) if a security of supply event is imminent and/or declared.

- 66. For a short-term immediate event noted in point 61, the load reduction would be achieved through amperage reductions across the operating lines. How this reduction is managed (i.e. which reduction lines are used and the load reduction quantity per line) will be at the discretion of NZAS as it will depend on reduction line operating conditions at the time of such an event.
- 67. Where savings under an immediate event directive require longer than a two hour period sufficient to justify the cost, time, safety risks and cell loss risks associated with the cell restoration process, the options considered will be the same as for developing events below.

### **Developing Event**

- 68. The majority of the loading reductions would be undertaken on reduction lines 1 and 2, with reduction line 3 providing minor reductions to support if required. Reductions will be achieved through a combination of one or more of the following:
  - a) removal of selected cells
  - b) reduced loading (amperage) across one or more reduction line.
- 69. The costs incurred due to a load reduction would be dependent on what commercial arrangements NZAS has in place at the time and the flexibility to suspend or terminate these arrangements.
- 70. Load reduction for a developing event would typically take the following form. In the first instance, cells that fail as part of routine operation would not be returned to circuit. Where possible NZAS would then remove cells that have the highest probability of successful restart. Then a concentrated group of cells on reduction line 1 and/or 2 would be removed from operation. Minor amperage reductions could also be used across all reduction lines to supplement the total load reduction.
- 71. In order to achieve a 25% reduction (i.e. approx. 145MW) under a developing event, a significant number of reduction cells (approximately <sup>3</sup>/<sub>4</sub> of an entire reduction line) will need to be removed from circuit. This reduction must be done in a controlled manner in order to minimise the safety risks to NZAS staff, minimise the restoration duration and give the cells to best chance to be successfully restarted (i.e. avoid failure upon restart). The duration to achieve a reduction of this magnitude is approximately 3-4 weeks.
- 72. A prolonged significant reduction of NZAS loading below the contractual amount of 572MW requires cooperation between NZAS and Meridian Energy (refer paragraph 44-46). This is needed to meet both contractual and practical requirements. No allowance has been made to cover potential contract penalties that may be incurred. Any volume reduction that has occurred as a result of a

SDR event (refer paragraph 45) or an active Demand Response Agreement call (refer paragraph 46), will count to toward any reduction under this PROP.

73. Indicative savings plans for various levels of savings and duration are provided in the tables below.

Mechanism	Expected MW demand (BAU)	Expected weekly GWh demand, pre-savings (GWh)	Target weekly GWh savings	Expected weekly % savings
Removal of selected cells	572	96	5	5%
loading.	572	96	14	15%
Majority of reduction from reduction lines 1 and 2	572	96	24	25%

5, 10% and 2	25% Weekly	MWh savings	plan
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Total GWh saved				
	5%	15%	25%	
1 Week	5	14	24	
2 Weeks	10	29	48	
3 Weeks	14	43	72	
4 Weeks	19	58	96	
5 Weeks	24	72	120	
6 Weeks	29	86	144	
7 Weeks	34	101	168	
8 Weeks	38	115	192	

- 74. The loss of value to NZAS from these GWh savings has three main components
  - 1. value loss incurred during the required savings period itself;
  - 2. value loss attributed to the restoration of production back to pre-load reduction consumption levels; and
  - 3. reduction cell (asset) life penalty
- 75. The cost impacts attributed to restoration are due to the incremental nature of restoration of production cells.

MW per cell		0.9		
MWh per cell per week		151		
GWh per cell per week		0.15		
Full Site Load	MW	572		
Savings	_	5%	15%	25%
MW to be Saved	_	29	86	143
GWh to be Saved per week		4.8	14.4	24.0
Cells off line to achieve weekly saving		32	96	159
Restoration Capability - cell per week		10		
Restoration Duration (weeks)		3	10	16
Estimated production lost during restoration	ı (GWh)	8	70	191

### Disconnecting and Restoring Load

- 76. Prior to reducing load in response to a developing event, NZAS would require a minimum of 3 business days notice in order to mobilise on-site resources and to operationally prepare the reduction line to enable the safe removal a large number of operating cells from circuit.
- 77. NZAS' procedure for disconnecting and restoring load during periods of rolling outages, and the associated effects on power quality, will be no different to those under normal operational changes in load which involves co-ordination with the System Operator.
- 78. During periods of rolling outages, NZAS will pre-consult with the System Operator on the time of day when load is planned to be reduced and the duration of the reduction period. NZAS' preference is to avoid load reductions between 0730-0830 hrs and 1930-2030 hrs which coincide with NZAS' personnel shift change. For an immediate event, each load reduction will be as noted in paragraph 62. For a developing event, cells will be removed as per NZAS' current internal procedure, which is conducted in accordance with the 'Instantaneous Demand Change Agreement' between NZAS and the System Operator (dated 20 December 2012).
- 79. Under a rolling outage period, NZAS' maximum planned load change in any 5minute period will not exceed 25MW unless NZAS has obtained prior approval from, or is directed to do so by, the System Operator.
- 80. Experience in managing past events has shown that cell restoration can take place at a rate of approximately 10 per week, depending on the condition of the cells removed and the lead time given prior to removal. It can be seen from the table below that the number of cells required to be withdrawn from production for various target levels of weekly savings will be in excess of 10. Therefore, the best endeavours restoration time will range between several weeks up to several months as more savings are mandated.
- 81. NZAS will use best endeavours to minimise the impact of load changes on frequency and voltage stability and, if requested by the System Operator, will minimise the disconnection and restoration of load during times when demand is typically ramping up or down in the region affected by the supply shortage (for example, either side of morning and evening peaks). For the planned restoration of cells, NZAS' current operational procedure is to, where possible, conduct this process at either 1005hrs or 1405 hrs.

## **Coordination with the System Operator**

82. Communications from the System Operator for coordination of NZAS operations will be made in the first instance to the NZAS Power Supply Control Room. This communication will be made by telephone.

Contact:		
Phone:		

If unable to be contacted during standard office hours, then contact:

Contact:		or	
Phone:			
Mobile:			

- 83. NZAS has existing procedures in place which covers the co-ordination between the NZAS Power Supply Control Room Operator and the System Operator regarding load reduction and restoration.
- 84. The NZAS Power Supply Control Room will confirm, by telephone and email to the System Operator, all emails received by NZAS from the System Operator requesting load reductions under a direction. NZAS load reductions will only be made once telephone confirmation with the System Operator has been made.
- 85. In the event that a Grid Emergency is coincident with a request for savings under this PROP it is assumed that the Grid Emergency requirements made by the System Operator will take precedence over this PROP savings plan. The level of savings available under this PROP will, therefore, be reduced by the level of any load reductions made in response to a Grid Emergency.
- 86. Once a Grid Emergency has ceased, the load savings under this PROP savings plan will recommence.

# **Monitoring and Reporting**

- 87. Monitoring and reporting for operational purposes will be to the System Operator.
- 88. Monitoring and reporting for compliance will be with the System Operator.
- 89. For major loads, NZAS internal SCADA data will be used to produce daily or weekly reports of savings achieved.
- 90. For unmetered loads, savings will be calculated by comparison with an average energy consumption profile and the observed actual loading reductions for during a Supply Shortage event.
- 91. Monitoring and reporting is the responsibility of Principal Business Analysis & Energy (refer Communications section).
- 92. If required, reporting to the Authority will be undertaken as requested.