# Notices for insufficient generation

Timeline, overview of notices and sample notices

### The notification timeline

As System Operator we monitor available energy capacity and potential peak demands from around six months ahead until we reach the week ahead when we monitor the market schedules. The market schedules have more accurate demand forecasts and reflect offers in the market.

We have a series of information and notifications we provide during this time.

#### Timeline of information provided by the system operator

	Market N	lotices		
		Standby Residual Check (SRC) Energy Traders only		
Customer Advice Notice NZGB Assessments Potential Negative Generation Balance	Customer Advice Notice Potential Shortfall or low Residual	Customer Advice Notice Low Residual		
		Warning Notice Energy or Reserve Shortfall	Grid Emergency Energy or Reserve Shortfall	GEN Report
NZ Generation Balance N-1-6	wos eek 36 ho	NRS Vurs 4 hours 1 ho	NRSS/RTD	Post event

#### Notices and advice from six months to one week ahead

From six months to one week ahead of real time the system operator is assessing the supply-demand balance in the <u>New Zealand Generation Balance</u> (NZGB). The generation balance is available daily online, with a monthly report to the NZGB website. If shortfalls are observed we tell participants through a Customer Advice Notice (CAN).

#### Notices and advice one-week to real time

In the one-week ahead timeframe forecast, market schedules are published to the Wholesale Information Trading System (WITS).

If a shortfall (aka reserve deficit or energy deficit) is showing in the forecast schedules or is close to showing, the system operator will issue various notices to the market informing of the risk. These notices advise participants of the issue, the actions requested from participants, and the actions the system operator will take if an issue is not resolved. An overview of each notice is outlined below.

Note, there are also notices provided to market participants through WITS, these are not covered here.

# Overview of our notices in the one week to real-time timeframe

Notice and timing	Trigger and purpose	Requests made to:
Customer Advice Notice (CAN) Potential shortfall or low residual situation 1 week to 36 hours out	<ul> <li>Trigger: week ahead schedule (WDS) shows an energy or reserve shortfall or less than 200 MW of <i>residual</i> remaining for given times.</li> <li>Purpose: <ul> <li>to warn that a tight point is coming up in the one week to 36 hour timeframe</li> <li>request action from participants.</li> </ul> </li> </ul>	Market participants to ensure their offers are accurate and to make additional capacity available. Grid Owner increase transmission offers where generation may be constrained.
Customer Advice Notice (CAN) Low residual 36 hours to 1 hour out	<ul> <li>Trigger: market schedules (NRS) shows less than 200 MW of <i>residual</i> remaining for given times.</li> <li>Purpose: <ul> <li>to warn that a tight point is coming up in the 36 hour to one hour timeframe and</li> <li>request action or preparations from participants.</li> </ul> </li> </ul>	<ul> <li>Market participants to reoffer to provide more generation.</li> <li>Grid Owner increase transmission offers where generation may be constrained.</li> <li>Distributors to submit difference bids for the identified time and prepare to manage load during those times.</li> <li>Direct connects and retailers to be aware and prepare for potential impacts or requests.</li> </ul>
Warning Notice (WRN) Energy or reserve shortfall 36 hours to 1 hour out	<ul> <li>Trigger: a forecast <i>deficit</i> at given times.</li> <li>Purpose: <ul> <li>request participants to take action at the times given, and</li> <li>to warn participants of potential consequences if the issue is not alleviated</li> </ul> </li> </ul>	<ul> <li>Market participants to reoffer to provide more generation.</li> <li>Grid Owner increase transmission offers where generation may be constrained.</li> <li>Distributors to submit difference bids for the identified time and prepare to manage load during those times.</li> <li>Direct connects to prepare to reduce load at the times given.</li> <li>Retailers: take notice of potential consequences as customers may be affected by a requirement to shed load.</li> </ul>
Grid Emergency Notice (GEN): After gate closure (1 hour to real time)	<ul> <li>Trigger: either a forecast <i>deficit</i> or a real-time <i>deficit</i> is seen <i>after gate closure</i>.</li> <li>Purpose: <ul> <li>to allow market participants to reoffer, and</li> </ul> </li> </ul>	Market participants to reoffer to provide more generation. Grid Owner instructed to return assets to service that may increase available generation, or to reconfigure the grid.

Gate closure means the two half-hourly trading periods preceding the trading period (hence 1 hour to real-time.)	<ul> <li>to request participants respond to actions in the GEN, and</li> <li>to warn of the consequences of if the requirements are not met.</li> </ul>	Distributors and direct connects requested to reduce load at the times given, and take notice that if the requirements are not met, customers may face disconnection. Retailers: take notice of potential consequences as customers may be affected by a requirement to shed load.
Grid Emergency Report (GEN Report) At end of event.	<ul><li>Trigger: end of the Grid Emergency event.</li><li>Purpose: advise participants the Grid Emergency has ended, and of the actions the system operator has taken.</li></ul>	No requests

Note: there are additional notices (Standby Residual Checks, and Island Shortage Situation notices) provided by the system operator to market participants. These are not covered here.

### Sample notices



To:	CAN NZ Participants	From:	The System Operator
Sent:		Telephone:	0800 488 500
Ref:	4819861624	Email:	NMData@transpower.co.nz

#### Revision of:

Potential Short Fall or Low Residual Situation

#### Affected dates and times:

#### 24 May 2023, 17:00 - 19:00

The System Operator advises that a National energy shortfall or low residual generation has been identified in the week ahead schedule (WDS) for the above times.

For affected times, participants are requested to:

- · Ensure energy, wind generation, reserve offers, and load bids are accurate.
- Increase energy and reserve offers.
- Increase transmission offers where generation may be constrained.

#### Process and further requests, if the situation is not resolved or worsens:

This CAN gives you early notice of a pending situation. If insufficient generation and reserve offers appear in the NRS schedules (36 hours ahead of real-time) we will send:

- A Low Residual Customer Advice Notice (CAN) if national residual generation is less than 200 MW. The CAN will make further requests to participants to help resolve the situation. This could happen up to gate closure (36 hours to 1 hour ahead of real-time).
- A Warning notice (WRN) if an energy or reserve shortfall is identified or likely. The WRN will make further requests to participants to help resolve the situation. This could happen up to gate closure (36 hours to 1 hour ahead of real-time).
- A Grid Emergency Notice (GEN) if an energy or reserve shortfall is identified or likely within one hour of real-time. This will make further requests to grid-connected consumers and distributors to take action to alleviate the situation.

For more information, or if you are aware of information that could impact system security, please advise the Security Coordinator on 0800 488 500.

Up to date island residual information is available on the WITS website.

For further information on procedures for low residuals or subsequent insufficient energy and reserves, see this link <u>here.</u>

Media enquiries call 021 195 8613 (please do not text).

A revision of this notice will be issued if there is any change to the situation above.

Transpower New Zealand Ltd The National Grid





# **Customer Advice Notice**

To: CAN NZ Participants

Ref: 4782019844

From: Telephone: Email: The System Operator 0800 488 500 NMData@transpower.co.nz

#### Revision of:

Sent:

Low Residual Situation

#### Affected dates and times:

### 24 May 2023 17:00 - 19:00

The System Operator advises that National residual generation is less than 200 MW for the above times.

For affected times, participants are requested to:

- Ensure energy, wind generation, reserve offers, and load bids are accurate.
- Increase energy and reserve offers.
- Submit difference bids for discretionary demand (for the identified time plus 1 hour either side).
- Increase transmission offers where generation may be constrained.

#### Process and further requests, if situation worsens:

This CAN gives you early notice that if the situation worsens we may have insufficient generation to meet demand and cover reserves for a contingent event. If insufficient generation and reserve offers appear in the schedules, we will send:

- A Warning notice (WRN) which will make further requests to participants to help resolve the situation. This
  could happen up to gate closure (7 days to 1 hour ahead of real-time).
- A Grid Emergency Notice (GEN) within one hour of real-time which will make further requests to gridconnected consumers and distributors to take action to alleviate the situation.

For more information, or if you are aware of information that could impact system security, please advise the Security Coordinator on 0800 488 500.

For further information on procedures for low residuals or subsequent insufficient energy and reserves see this link https://www.transpower.co.nz/system-operator/operational-information

Media enquiries, call 021 195 8613 (please do not text)

A revision of this notice will be issued if there is any change to the situation above.

Transpower New Zealand Ltd The National Grid





# Warning Notice

To:	WRN NZ Participants	From:	The System Operator
Sent:		Telephone:	0800 488 500
Ref:	4159340903	Email:	NMData@transpower.co.nz

#### Revision of:

Cause:

Insufficient Generation offers to meet demand North Island

Region or GXP affected: National

Starting:

Ending:

The System Operator advises there is a risk of insufficient generation and reserve offers to meet demand and provide N-1 security for a contingent event.

#### Consequences on the power system:

Reduced reserves for the CE risk may be dispatched, and/or the system operator may need to manage demand.

For the period above you are requested to:	At:
Increase energy offers	National
Increase instantaneous reserve offers	National
Update non-conforming load bids	National
Decrease demand by: using controllable load (that is not offered as instantaneous reserve) and increasing distributed generation	National
Submit difference bids for discretionary demand (For the identified time plus 1 hour either side)	National

#### Consequences if insufficient responses by participants:

If participant response across the country is insufficient, the system operator will manage demand to alleviate the Grid Emergency. The system operator may instruct the grid owner to disconnect feeders without further notice to connected parties.

System Operator will issue a GEN which may require participants to shed load to avoid disconnection or further system consequences.

For more information contact the Security Coordinator on 0800 488 500

p to date island residual information is available on the WITS website.

More information on the System Operator's procedures for low residuals or insufficient energy and reserves is here.

A revision of this notice will be issued if there is any change to the situation above.





### **Grid Emergency Notice**

To:	GEN NZ Participants	From:	The System Operator
Sent:		Telephone:	0800 488 500
Ref:	4160215423	Email:	NMData@transpower.co.nz

Revision of:

Cause:

Insufficient Generation offers National

Region or GXP affected: North Island, South Island

Starting:

Ending:

This is a New Zealand-wide emergency. The System Operator advises there is a risk of insufficient generation and reserve offers to meet demand and provide N-1 security for a contingent event.

#### Consequences on the power system:

Reduced reserves for the CE risk may be dispatched, and/or the system operator may need to manage demand.

For the period above you are requested to:	At:	
Increase energy offers	National	
Increase instantaneous reserve offers	National	
Decrease demand by: using controllable load (that is not offered as instantaneous reserve) and increasing distributed generation	National	
OR Decrease demand by: X% across all connections.		
The system operator requires an immediate XX MW's load reduction across the country to avoid futher		

#### Consequences if insufficient responses by participants:

If participant response across the country is insufficient, the system operator will manage demand to alleviate the Grid Emergency. The system operator may instruct the grid owner to disconnect feeders without further notice to connected parties.

For more information contact the Security Coordinator on 0800 488 500

This notice is issued in accordance with Technical Code B - Emergencies, Schedule 8.3, Part 8

A revision of this notice will be issued if there is any change to the situation above.

#### Limitation Of Liability/Disclaimer

consequences.

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To:	Recipients	From:	The System Operator		
Sent:	Date Time sent	Telephone:	0800 488 500		
Ref:	Notice ID	Email:	NMData@transpower.co.nz		
Revision of: Notice type, Notice ID, Date Time sent, Cause Grid Emergency Notice ref: GEN ID					
Cause:	Insufficient generation	offers to meet demand			
At:	Location(s)				
Starting:	Start D/T	Revised Start D/T			
Ending:	End D/T	Revised End D/T			

Action Taken: (SAMPLE) Managed by participants' reduction in controllable load.

Rule Reference: This notice is issued in accordance with Clause 13.101, Part 13