

10 October 2017

Submissions
Electricity Authority
PO Box 10041
Wellington 6143.

By email to submissions@ea.govt.nz

Re: Consultation Paper – real time pricing proposal

Dear Electricity Authority

The ENA is appreciative of the opportunity to submit on the Electricity Authority consultation paper on the proposal to implement real time pricing in the wholesale electricity market.

Our submission takes the form of a letter because the consultation paper only indirectly impacts ENA members. We say this because EDB's do not directly participate in the wholesale energy market where this proposal is targeted, but they do directly provide demand response, and indirectly enable other demand response that is bid into the market.

EDB's are however acutely aware that because the electricity sector is undergoing quite some change, current markets need to adapt to these changes and that EDB's also need to be aware of and respond as the changes progress.

ENA members support the Authority effort to make the energy market to be dynamic with real time pricing, allowing the market to be more responsive to the changing sector. Members consider that there will need to be a coordinated approach to the provision of demand response in the future as the system operator(s) will need greater scrutiny of demand response at GXP level (load shedding in the distribution networks) given the level of the default scarcity values.

Yours sincerely



David de Boer

Principal Advisor