

# Compliance plan for Nelson Electricity Reconciliation Participant– 2021

Arrangements for metering equipment provision		
Non-compliance	Description	
Audit Ref: 2.13 With: Clause 10.36  From: 03-Jul-20 To: 14-Jan-21	No arrangement with and MEP for FND0112 Potential impact: Low Actual impact: Low Audit history: None Controls: Moderate Breach risk rating: 2	
Audit risk rating	Rationale for audit risk rating	
<b>Low</b>	The controls are rated as moderate as the exemption expired that allowed NELS to not have to comply with clause and was not identified prior to expiry to trigger an extension.  The audit risk rating is low there is little or no impact on reconciliation.	
Actions taken to resolve the issue		Completion date
Nelson Electricity is currently working with Network Tasman to reapply for another exemption as the costs of installing and the ongoing costs of metering at the interconnection points which are used very rarely for emergency purposes only is too high.		28/02/2021
Preventative actions taken to ensure no further issues will occur		Completion date
Nelson Electricity would be allying for another extension to the exemption for a term of greater than 5 years. Both Nelson Electricity and Network Tasman will improve the steps to monitor the expiry date of any further exemptions granted by the Electricity Authority.		28/02/2021
		Identified

Provision of NSP submission information		
Non-compliance	Description	
Audit Ref: 12.5 With: Clause 15.10  From: 03-Jul-20 To: 14-Jan-21	NSP FND0112 not reconciled to the market Potential impact: Low Actual impact: Low Audit history: None Controls: Moderate Breach risk rating: 2	
Audit risk rating	Rationale for audit risk rating	
<b>Low</b>	The controls are rated as moderate as the exemption expired that allowed NELS to not have to comply with clause and was not identified prior to expiry to trigger an extension. The audit risk rating is low there is little or no impact on reconciliation.	
Actions taken to resolve the issue		Completion date
Nelson Electricity is currently working with Network Tasman to reapply for another exemption as the costs of installing and the ongoing costs of metering at the interconnection points which are used very rarely for emergency purposes only is too high.		28/02/2021
Preventative actions taken to ensure no further issues will occur		Completion date
Nelson Electricity would be applying for another extension to the exemption for a term of greater than 5 years. Both Nelson Electricity and Network Tasman will improve the steps to monitor the expiry date of any further exemptions granted by the Electricity Authority.		28/02/2021
		Identified