

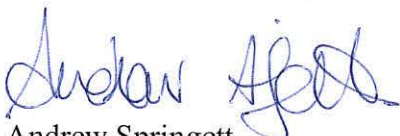
# Electricity Industry Participation Code Amendment (Removal of In-band Frequency Keeping Compensation) 2015

Under section 38 of the Electricity Industry Act 2010, and having complied with section 39 of that Act, I make the following amendment to the Electricity Industry Participation Code 2010.

At Wellington on the 12 day of October 2015

  
Dr Thomas Brent Layton  
Chairperson  
Electricity Authority

Certified in order for signature:

  
Andrew Springett  
Senior Legal Counsel  
Electricity Authority

9 October 2015

  
Tony Dellow  
Partner  
Buddle Findlay

9 October 2015

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## Amendment

- Title**  
This is the Electricity Industry Participation Code Amendment (Removal of In-band Frequency Keeping Compensation) 2015.
- Commencement**  
This amendment comes into force on 1 May 2016.

**3 Code amended**

This amendment amends the Electricity Industry Participation Code 2010.

**4 New cross heading and clause 13.212A inserted**

After clause 13.212, insert:

*"No payment of constrained on and off compensation for frequency keeping*

**"13.212A No payment of constrained on and off compensation for frequency keeping**

**"(1) Despite clause 13.192 to clause 13.212, the system operator must not pay a frequency keeping ancillary service agent—**

**"(a) constrained on compensation** in respect of any **constrained on situation**; or

**"(b) constrained off compensation** in respect of any **constrained off situation**.

**"(2) Subclause (1) applies in respect of any reconciled quantity of electricity the frequency keeping ancillary service agent produces—**

**"(a) while providing frequency keeping**; and

**"(b) between—**

**"(i) the level of active power (expressed in MW) dispatched in a trading period to the ancillary service agent's generating plant; and**

**"(ii) the level of active power (expressed in MW) generated by the ancillary service agent's generating plant in a trading period, measured by a metering installation."**

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**Explanatory Note**

*This note is not part of the amendment, but is intended to indicate its general effect.*

This amendment to the Electricity Industry Participation Code 2010 ("Code") comes into force on 1 May 2016.

The amendment adds a new clause to Part 13 of the Code. The new clause prohibits the system operator from paying a frequency keeping ancillary service agent for either in-band constrained on compensation or in-band constrained off compensation while providing frequency keeping.

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Date of notification in the *Gazette*: 15 October 2015