

15 October 2024

Sarah Gillies
Chief Executive
Electricity Authority
PO Box 10041
WELLINGTON 6143

Sent via email: policyconsult@ea.govt.nz

Dear Sarah

Code amendment omnibus four

1. This is a brief submission from the Major Electricity Users' Group (MEUG) on the Electricity Authority's (Authority) consultation paper *Code amendment omnibus four: September 2024*¹ published on 3 September 2024.
2. MEUG members have been consulted on the approach to this submission. This submission does not contain any confidential information and can be published on the Authority's website unaltered. Members may lodge separate submissions.

Introducing a hedge settlement agreement for fixed price variable volume hedges

3. MEUG supports the Electricity Authority's proposal to amend the Code to include a new hedge settlement agreement form for Fixed Price Variable Volume (FPVV) hedges. We believe that it will be a useful option for market participants, which should reduce administrative costs and as noted in the consultation paper, reduce the prudential exposure of parties.
4. If you have any questions regarding our submission, please contact MEUG on 027 472 7798 or via email at karen@meug.co.nz.

Yours sincerely



Karen Boyes
Major Electricity Users' Group

¹ https://www.ea.govt.nz/documents/5481/Code_amendment_omnibus_4_-_consultation_paper.pdf