

Energy Competition Task Force: Entrant generators – options for PPAs Open Forum

18 February 2025

Nau mai, haere mai

Welcome

Today's session

- The session will be recorded, and the slides published on our website.
- Please ask questions during the course of the presentation.
- You can ask a question by raising you hand and speaking , or via the Q & A function in Teams.

Speakers



Rob Bernau
Programme Lead
Energy Competition
Task Force



Ross Parry
Director
Concept Consulting
Group



Campbell Garrett
Analyst

Our agenda for today

This webinar will walk through the substance of the PPA working paper and provide an opportunity for submitters to clarify their understanding.

Agenda:

- About the Task Force
- Supporting generation entry
- Possible benefits
- Possible headwinds
- Options

Questions after the webinar: TaskForce@ea.govt.nz

Task Force



Package 1 – generation and retail competition

1A = entrant generation

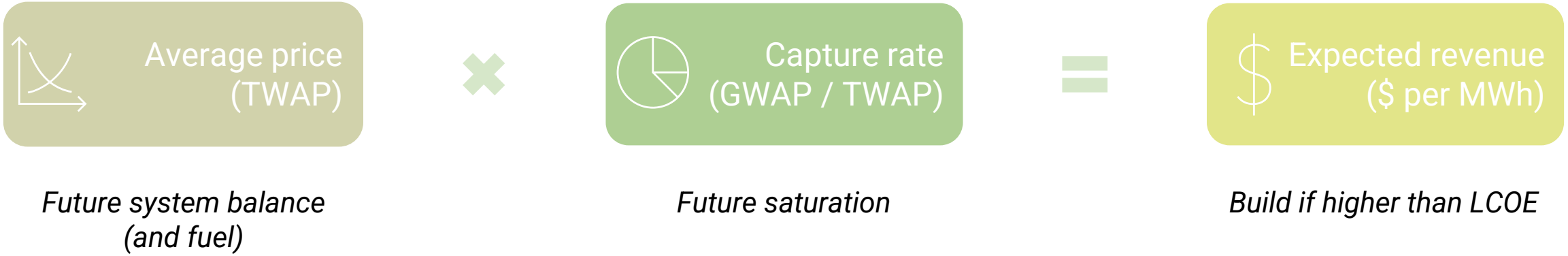
1B = traded products

1C = mandatory volumes

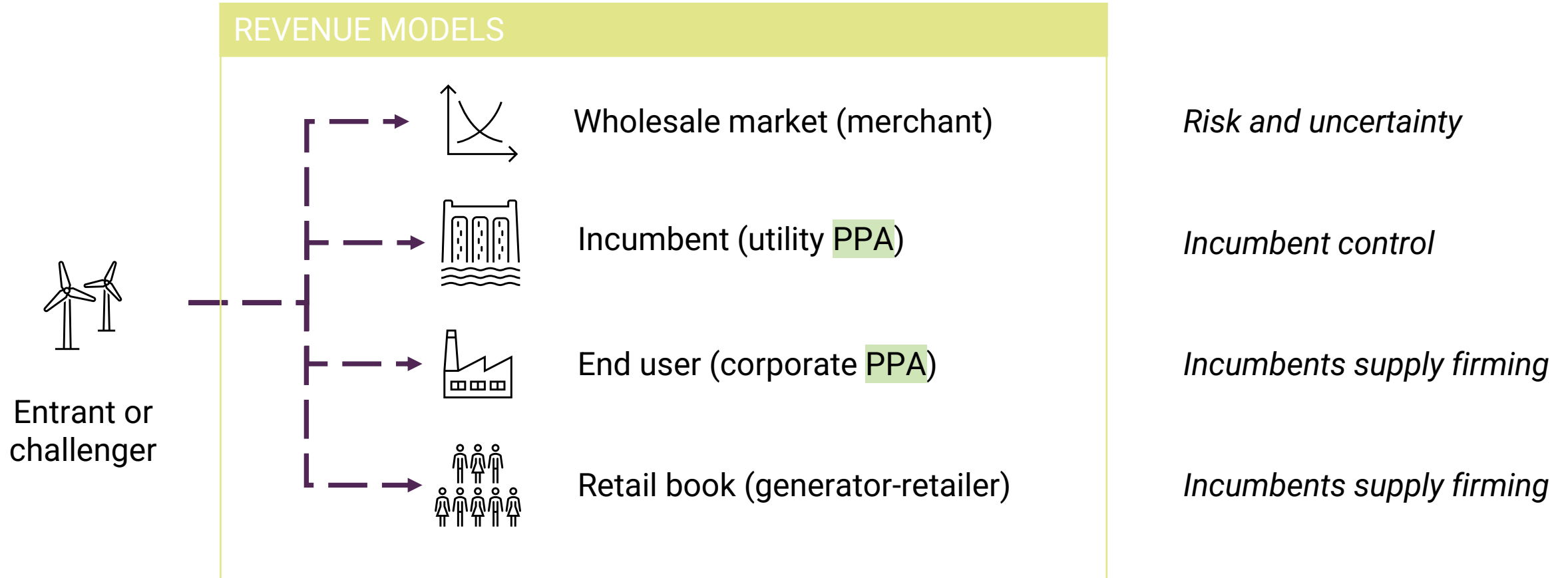
1D = level playing field

Package 2 – consumer options

Generation entry – fundamentals



Generation entry – revenue models



Benefits (from competitive generation entry)

Intensify competition:



To expand supply



To sell energy



Between business models

Potentially leading to:



Earlier expansion



Better projects



Retail innovation



Demand growth

(better outcomes for consumers – prices, reliability, choice, services)

Headwinds (for PPAs in NZ)



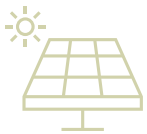
Over-supply risk

Underlying need



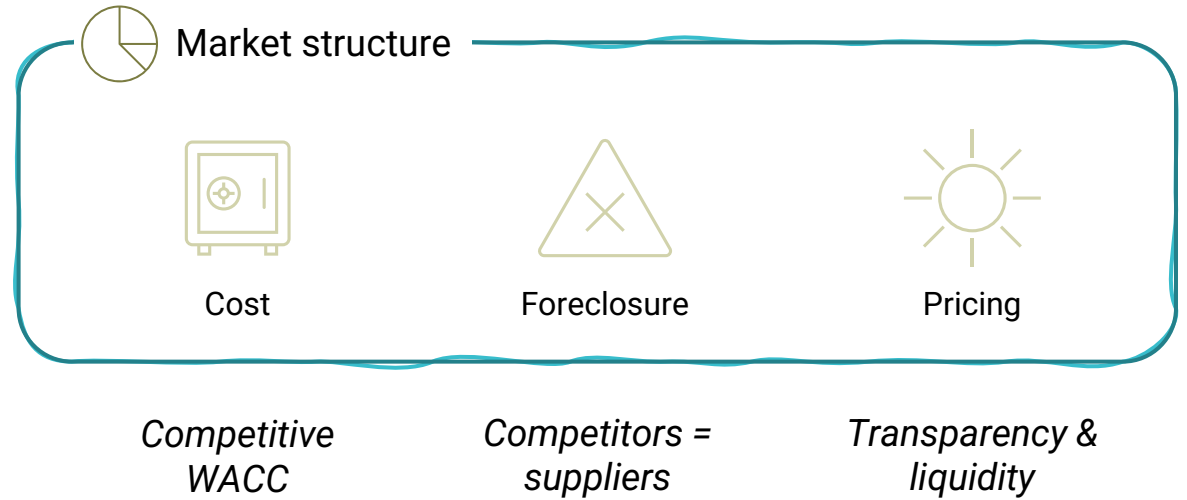
PPA buyers

PPA demand



Quality developments

PPA supply



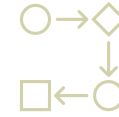
Options



Firming allocation
Allocate volumes to PPA firming



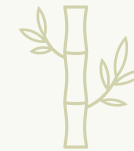
Pricing scrutiny
Disclosure of firming and PPA pricing points



Process scrutiny
Access arrangements for PPA firming



Sleeving
Tweaks to make retail service easier



Flex trading
Firming-focussed standard products



Matching service
PPA bulletin board for buyers and sellers



Pooling service
Aggregating demand (or supply)



Resources
To assist with procurement



Demand information
To help assess underlying need



PPA templates
Build awareness and reduce transaction costs



SUBMISSIONS

Please provide written submissions to
TaskForce@ea.govt.nz by 5.00pm, Friday 28
February

We're aiming to consult on any proposals in April
2025 to support decision making in June 2025



Ngā mihi Thank you

Contact us:
taskforce@ea.govt.nz