Malaysian Grid Codes Part III - General Conditions (GC)

By:

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The Malaysian Grid Code Awareness Programme Funded by Akaun Amanah Industri Bekalan Elektrik (AAIBE)

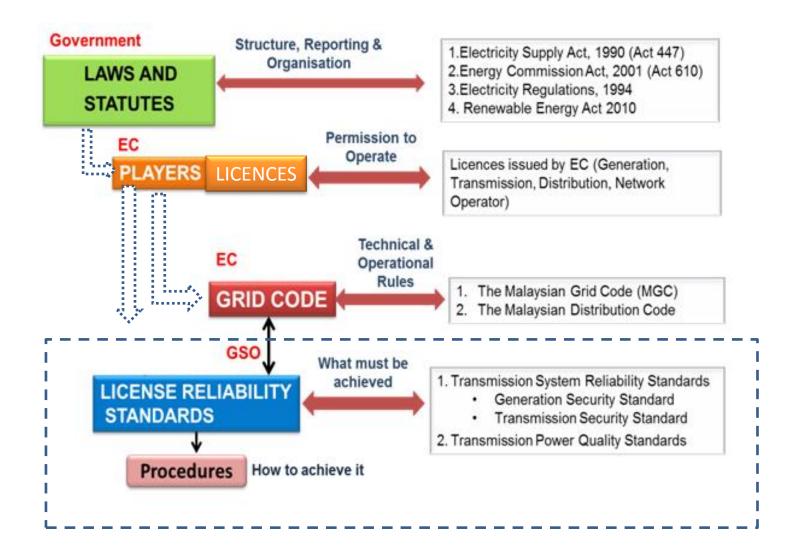
Agenda

Acts, Regulation, Codes & Standards for Electricity Industry

Parties and the Grid Codes

General Conditions Clauses/ Provisions

Applicable Acts, Codes and Standards



Grid Code is published by EC

To facilitate Energy Commission to discharge its function:

"to promote efficiency, economy and safety in the generation, production, transmission, distribution, supply and use of electricity"

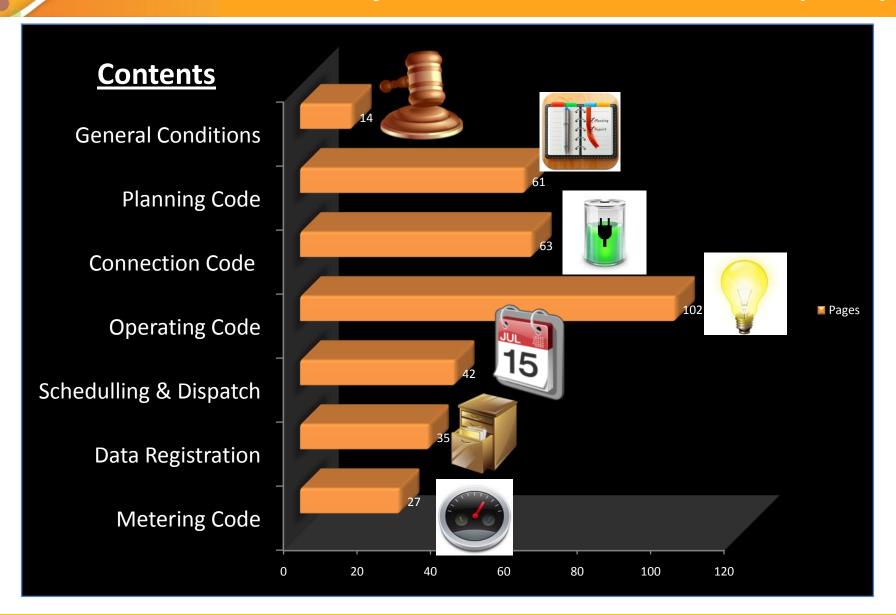
Grid Code sets out the principles that govern relationship between Industry Players and contains Obligations that facilitate:

Coordinated <u>planning</u>, <u>design</u> and <u>development</u> for a <u>secure</u>, <u>efficient</u> and <u>least-cost operation</u> of the <u>Grid System</u>

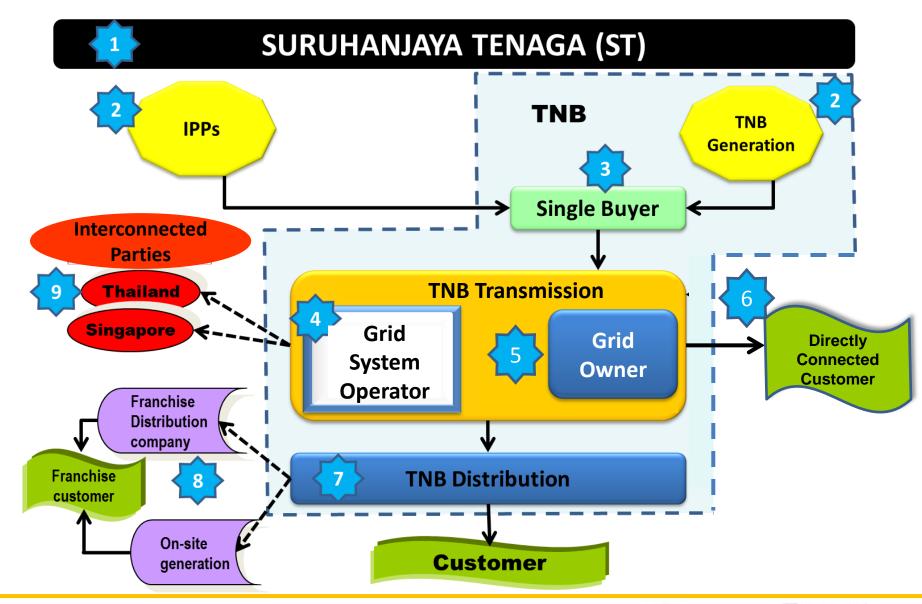
Current version of the Grid Code: Version 1 (August 2010)



The Malaysian Grid Code Version 1 (2010)



Parties in The Grid Code



Purpose of Part III - General Conditions (GC)



Deals with all administrative aspects of the Grid Code to ensure various parts of Codes work together for benefit of all parties



Provide provisions for the revision of the Grid Code



Outline the procedures associated with derogations, exemptions and disputes

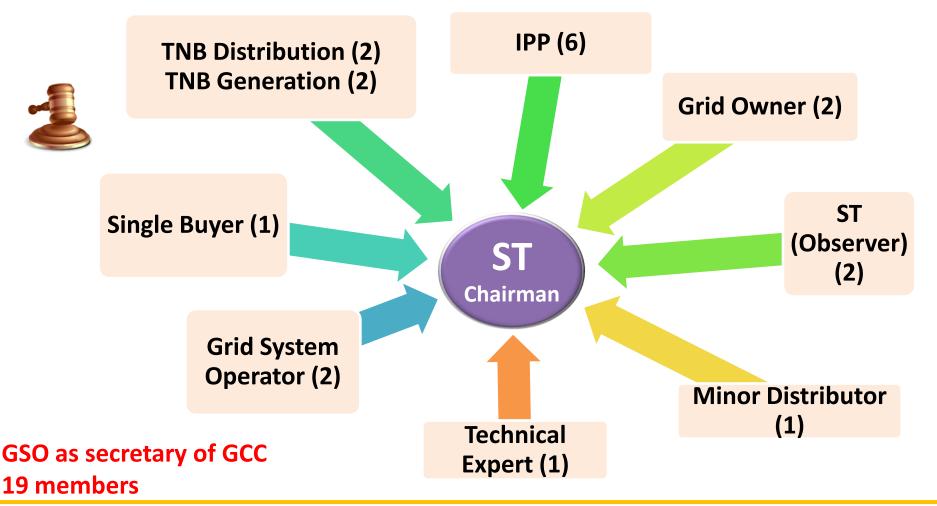
Provides a set of principles that govern the status and development of the GC



GC5 Grid Code Committee (GCC)

Governance

ST to establish and maintain the GCC to oversee the implementation of the MGC.



GC 6: General Procedure for GCC

- Amendments to the MGC



Propose amendment to MGC submitted



Chairman and Secretary informs GCC of Proposed **Amendment**



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GCC decides or appoints technical experts



Decision / Recommendations circulated to affected Licensees



ST approves Proposed **Amendment**



GCC deliberates for final agreement and submission to ST



Public Consultation

GC7 Appointment of External Audit

"The GCC shall appoint an independent External Auditor to perform, among other functions,

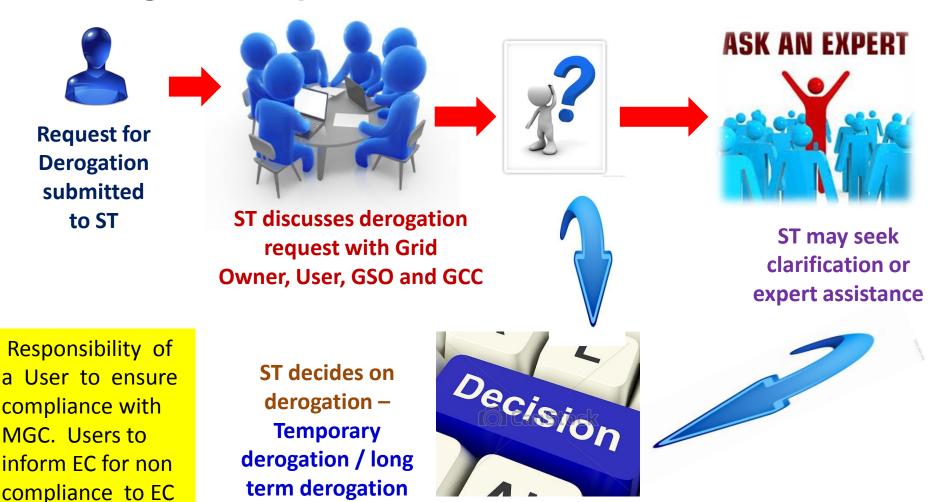
- To review the GSO and Single Buyer operations and performance in compliance with the provisions of the Grid Code
- To identify difficulty in implementing Grid Code and propose necessary recommendation to GCC

External auditor shall have sufficient technical background and experience in grid operation



GC10 Derogations and Exemptions

Derogation Request and Issue Process



a.s.a.p.

GC10 Derogations and Exemptions (2)

- Request for derogation shall contain
 - Reference to the particular Grid Code provision which the noncompliance or the predicted or developing noncompliance was identified;
 - ii. Particulars of the Plant and/or Apparatus iof which a derogation is being sought;
 - iii. Reason, nature, extent and impact of the non-compliance;
 - iv. Predicted period of non-compliance and the timescale by which full compliance could be achieved;
 - v. Reason for and impact of extended periods of non-compliance if full compliance cannot be achieved for technical or financial reasons.

GC15 Grid Code Disputes



Dispute between the Grid Owner, Users, SB, G SO in relation to the MGC



Either party may issue notice and attempt to resolve by way of negotiation







ST refers the matter to arbitration
- Regional Centre of Arbitration Kuala
Lumpur (RCAKL) rules apply



Session's Takeaways

- Part III of MGC General Conditions (GC)
 - Outline the provisions of general application to ensure various
 Parts of the Grid Code work together.
- Three main items of GC:
 - Establishment of Grid Code Committee and its conduct
 - Derogation and Exemption process
 - Management of amendment and disputes of Grid Codes





THANK YOU





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