

**DETERMINATION OF THE MARKET SURVEILLANCE AND COMPLIANCE PANEL
MSCP/2008/D7**

Market Surveillance and Compliance Panel (“MSCP”)

Mr Thean Lip Ping, Chair
Professor Lim Chin
Mr Lee Keh Sai
Mr TPB Menon

Date of Determination

7 July 2008

Party

Energy Market Company Pte Ltd (“EMC”)

Subject

Failure to upload corrected meter files on 14 January 2008

Applicable Rule(s) in the Singapore Electricity Market Rules

1. Section 5.6.2 of Chapter 7

“The final settlement statement shall be in the same form as the preliminary settlement statement and shall include all of the information provided in the preliminary settlement statement, except as amended following the validation procedure set forth in section 5.5, and/or as adjusted based on any corrected metering data received by EMC pursuant to Appendix 7B, where applicable.”

Facts and Circumstances

2. EMC made a self-report on 14 February 2008 that it did not upload corrected meter files submitted by SP Services as outlined in the Singapore Electricity Market Rules (“market rules”) on 14 January 2008.
3. According to EMC, on 14 January 2008 it received from SP Services corrected meter files for the trading days from 28 December 2007 to 2 January 2008. On the same day, EMC informed a market participant by email that the corrected meter files for the trading days from 31 December 2007 to 2 January 2008 would be reflected in the final settlement. However, due to human oversight, the corrected meter files were not loaded for the final settlement run.
4. EMC only realized that it had not uploaded the corrected meter files when the same market participant raised a query on 3 February 2008 regarding the financial adjustment for the corrected meter files.

5. EMC said that it received further revised "corrected meter files" from SP Services on 21 January, 24 January and 3 February 2008 for the affected settlement runs. As such, the settlement rerun which omitted to use the corrected meter files submitted by SP Services on 14 January 2008 was overridden by the settlement rerun which used the revised "corrected meter files" submitted on 3 February 2008. The finalized adjustment payable to the affected market participant was based on the settlement rerun using the latest "corrected meter files" submitted on 3 February 2008. Therefore the incident did not have an impact on the final settlement statement accuracy.
6. EMC said that it will exercise caution in an effort to reduce human error in the future.

Determination

7. On 2 June 2008, the MSCP issued a letter informing EMC that it considered that EMC had prima facie breached section 5.6.2 of the market rules and invited EMC to make written representations.
8. On 16 June 2008, EMC submitted a letter with its written representations.
9. After taking into consideration the written representations submitted, the MSCP determined that EMC breached section 5.6.2 of Chapter 7 of the market rules.
10. However, the breach was self-reported, inadvertent, rectified quickly and did not have a significant impact on the wholesale electricity markets.
11. Therefore, the MSCP determined that the appropriate action to be taken was to issue a letter of non-compliance to EMC and to direct EMC to pay costs, fixed at \$1,000.00.



Thean Lip Ping
Chair, Market Surveillance and Compliance Panel