



STATUS OF PARTICIPANTS REGISTRATION

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PRESENTATION OUTLINE

- Background
- Participants' Readiness
- Security Cover
- Registration Status

BACKGROUND

Any moment from now, the Nigerian Electricity Regulatory Commission (NERC), will advise the Honourable minister of power to declare the commencement of the Transitional Electricity Market (TEM). The declaration by the Honourable minister, will lead to

- i. Changing of the Business environment of the market.
- ii. Changing relationship between buyers and sellers of Electricity in the market.
- iii. The full application and enforcement of the Business Rules
- iv. The establishment and operationalization of critical governance and monitoring systems

BACKGROUND continued....

At this stage of the market, business will no longer be as usual, and no body will be allowed to sell or buy Electricity either as a commodity or service in the market without being registered as a participant.

The service providers, especially the market operator is expected to provide an efficient, transparent and non-discriminatory market administration service to all participants, so as to boost investors confidence and promote adequate participation in the market

BACKGROUND continued....

Are the existing GENCOs and DISCOs ready to participate in TEM, by ensuring they are registered with the Market Operator?

This is what we intend to examine.

'PARTICIPANTS' READINESS

For any company to be involved in Electricity trading during TEM, the company must be registered as a participant by the market operator.


The registration means the company, has:

- 1 The licence to conduct business in the market as either a Generator, Distributor or trader.
- 2 The technical and financial capacities to engage in Electricity trading in the market.
- 3 Adequate and appropriate metering systems, in compliance with the metering code
 - i. Applied to the market operator for derogation, where the metering systems are not in complete compliance with the metering code.

I. Security Cover Amount

One of the requirements for registration as a participant, for distribution companies (Discos) is the payment of the security cover amount. According to section 11 of NERC order number 0113- A, the security cover amount payable by Discos is to cover only the MO and SO charges at baseline revenue levels. Accordingly, the MO has calculated and circulated to all Discos the security cover amount payable by each Disco. This is reproduced on the table below:

s/N	Distribution Company	Security Cover for S.O N	Security Cover for MO N	Total
1	ABUJA	170,194,405.80	44,774,016.21	214,968,422.01
2	BENIN	136,739,701.45	35,972,895.65	172,712,597.10
3	EKO	80,320,416.56	21,130,351.59	101,450,768.15
4	ENUGU	119,263,995.66	31,375,461.78	150,639,457.44
5	IBADAN	128,796,797.58	33,883,310.52	162,680,108.10
6	IKEJA	144,833,355.55	38,102,130.60	182,935,486.15
7	JOS	44,833,667.02	11,794,649.33	56,628,316.35
8	KADUNA	76,546,857.92	20,137,619.92	96,684,477.84
9	KANO	45,932,695.45	12,083,777.02	58,016,472.47
10	PORT-HARCOURT	82,901,139.63	21,809,277.17	104,710,416.80
11	YOLA	15,464,074.04	4,068,222.45	19,532,296.49



Presently none of the Discos has paid the security cover amount, thereby threatening the participation of the Discos in the market, should TEM be declared now.

2. Registration Statues

A total of 26 number applications for registration were received by the MO, 8 were cleared, while 17 no have one problem or the other. Details are as shown below:


I. LIST OF CLEARED APLLICANTS

- (a) Egbin Power Plc
- (b) Kanji Power Plc
- (c) Shiroro Power Plc
- (d) Afam Power Plc
- (e) Eurafic Sapele Power Plc
- (f) Ugheli Power Plc
- (g) Jebba Power Plc
- (h) Ibom Power Plc


Above companies are to collect participation agreement, today for execution.

II. List of Applicants with issues

S/N	NAME OF COMPANY	ISSUES WITH APPLICATION
i.	All II Discos	Non-payment of security cover amount
ii.	P/H Distribution Company	Incomplete Application Form
iii.	APL Electricity Company	Non-Submission of Technical data
iv.	Omosho Power Plc	”
v.	Geregu Power Plc	Non-Submission of Grid connection Agreement
vi.	Olorunshogo Power Plc	Non-Submission of technical data
vii.	Ekometric Power Olc	Non-Submission of Grid connection agreement
viii.	Nigeria Bulk Electricity Trader Plc	Non-Submission of application form
ix	Afam VI (shell)	Non-Submission of Grid connection agreement



All those companies that have issues with their applications for registration are advised to look into these issues, with a view to addressing them, before the commencement of TEM



Note that as soon as commencement of TEM is announced by the honourable minister of power, any company that is found to have not registered as a participant, shall be suspended and disconnected from the wholesale market by the market operator – 46.3.1 (0)

CONCLUSION

In view of the above therefore, all those that have not registered due to one problem or another with their application, should contact Mrs. Dikko, room 432, 4th floor, TCN Head office, for further clarification and details



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