



# Gas Industry Co. Review of the Proposed Changes to Schedule 1 of the Gas Governance (Critical Contingency Management) Regulations 2008

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# **Revision History**

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# **Document Acceptance**

Action	Name	Signed	Date	
Prepared by	D Faraj	Nov	12/10/23	
Reviewed by	A Smith	Aust.		
Approved by	A Smith	andt		



# **TABLE OF CONTENTS**

1	SUM	MARY
2	GLOS	SSARY
3	INTR	ODUCTION4
	3.1 3.2	IMPACT AND REGULATORY CONTEXT OF SCHEDULE 1
4	RESP	ONSE TIME IMPACT
	4.1 4.2 4.3 4.4 <i>4.4.1</i> <i>4.4.2</i>	MODEL DESCRIPTION, ASSUMPTIONS AND SET-UP       8         MODEL RESULTS: COMPRESSOR STATION FAILURE       9         MODEL RESULTS: PIPELINE DAMAGE       11         FURTHER DISCUSSION       12         Response TIme       12         Practical MinOP       13
5	EMIS	SIONS REDUCTION
A	PPENDIX	A PROPOSED SCHEDULE 1 17
A	PPENDIX	B CURRENT SCHEDULE 1
A	PPENDIX	C NOTE ON ROTOWARO FUEL GAS 19
A	PPENDIX	D SYNERGI GAS MODELLING RESULTS
A	PPENDIX	E FIRST GAS STATIONS CAPACITY CALCULATION
A	PPENDIX	F FIRST GAS NOTE ON CC THRESHOLD DEVELOPMENT



## 1 SUMMARY

For the worst case (if a CCMP is accepted where the lowest pressure values in the proposed range are used), the proposed changes to Schedule 1 of the Gas Governance (Critical Contingency Management) Regulations 2008 may:

• Slightly decrease the response time available to the Critical Contingency Officer (CCO) to manage critical contingency events at some delivery points

The proposed changes may also:

- Slightly increase the response time at other delivery points
- Along with other changes to the transmission network, enable significant emissions reduction on the order of 6,000 tCO2/year by bypassing Rotowaro Compressor Station
- Enable further emissions reductions through optimisation of compression throughout the transmission network
- Reduce the compression cost barrier to entry of low or zero emissions fuels, e.g. the Reporoa biomethane project

The CCO is prepared to curtail gas more quickly to manage cases where the available response time has decreased.

It is recommended that submissions of changes to the Critical Contingency Management Plan (CCMP) be accompanied with detail of the practical limits on the minimum operating pressure (MinOP) at each delivery point through the transmission network to ensure these limits are respected in the CCMP.

Consideration should also be given to the scenario of regulator failure of one stream at a delivery point coincident with peak demand as the Critical Contingency alerts currently do not capture the potential loss of distribution network pressure in this scenario at several locations.

If accepted, the proposed Schedule 1 forces minimal changes to the current CCMP. The reduced minimum operating pressure (MinOP) at Westfield and Cambridge could be compensated for by increasing the threshold time to MinOP to produce a CCMP that is functionally very similar to the current CCMP. The proposed Schedule 1 could be modified to enable a similar change at Waitangirua, where the time to MinOP is at the maximum specified in the current Schedule 1. More significant changes to the CCMP and hence the operation of the transmission network also require approval by the governing regulatory body and allow for detailed review of the specific changes within the approval timeframe.

It is recommended to accept the proposed changes to Schedule 1, given:

- The minor impact on most response times available to the CCO;
- The CCMP review and approval process;
- The potential to reduce emissions;
- The potential to enable (or reduce the barrier to entry for) low/no fossil gases.



# 2 GLOSSARY

Abbreviations and symbols used in this report are listed below:

Term	Definition
AUP	Ammonia Urea Plant
DP	Delivery Point / Gas Gate / Sales Gate
CCMP	Critical Contingency Management Plan
CCO	Critical Contingency Officer
CS	Compressor Station
KGTP	Kapuni Gas Treatment Plant
MinOP	Minimum Operating Pressure
SCADA	Supervisory Control And Data Acquisition



# **3** INTRODUCTION

First Gas, the owner of the New Zealand gas transmission systems has proposed changes to Schedule 1 of the Gas Governance (Critical Contingency Management) Regulations 2008. In the opinion of First Gas, these changes will enable more stable and efficient operation of the network, provide flexibility for First Gas to respond to changes in the energy environment including enabling development of biomethane injection. The letter from First Gas proposing the changes is attached in Appendix A.

## 3.1 IMPACT AND REGULATORY CONTEXT OF SCHEDULE 1

Schedule 1 specifies the limits on the time to minimum operating pressure (MinOP) calculation used in the Critical Contingency Management Plan (CCMP). The CCMP is prepared and periodically reviewed by First Gas. Various consulting and reviewing steps are required before a CCMP (or amendment to a CCMP) is approved, including:

- 1. The transmission system owner must consult with and consider suggestions from persons that the transmission system owner considers are representative of the interests of persons likely to be substantially affected by the proposed CCMP.
- 2. The industry body must appoint an expert adviser to review the proposed CCMP
- 3. The expert adviser must consult with the Critical Contingency Operator (CCO). The CCO may provide a report to the expert adviser.
- 4. The expert adviser must review the CCMP regarding reports and submissions noted above and recommend whether the industry body should approve or decline the CCMP
- 5. The industry body must approve (or decline) the CCMP based on the expert adviser's recommendation and whether the CCMP complies with regulation 25 of the Gas Governance (Critical Contingency management) Regulations and gives effect to the purpose of these regulations

The specified time and MinOP in the CCMP are the triggers for intervention by the CCO to oversee the operation of the transmission system and curtail demands as required. All delivery points with SCADA telemetry have their pressure trace monitored and forecast to determine if the time & pressure thresholds specified in the CCMP are breached. For example, were the pressure trend at Waitangirua to indicate that in 10 hours or less, pressure would be lower than the threshold MinOP of 37 barg (the current threshold), the Critical Contingency Operator would be alerted and take action to reduce the impacts of this potential loss of gas pressure at Waitangirua. Such mitigation actions may include dictating operational changes to the pipeline (e.g. increase compression upstream at KGTP and Kaitoke) and curtailments of gas demand (at Waitangirua or at other delivery points) through a series of bands that categorise gas users.

One particular aim of the CCO is to avoid a loss of gas pressure to residential gas users on the distribution network, thus reducing the time required to return to normal operation after the issue on the transmission network has been resolved. Maintaining sufficient gas pressure to domestic customers is important as significant work is required before normal operation can resume if pressure is lost to such a large number of customers.

With regards to the proposed changes being reviewed, it should be noted that for the CCMP, "the minimum operating pressure means the minimum pressure that is required to



maintain the supply of gas across the relevant part or parts of the transmission system and to avoid disruption of distribution systems connected to the transmission system". This requirement places a second restriction on the MinOP that the transmission system operator may propose in an amended CCMP. In short, the MinOP in any CCMP must be:

- 1. Within the MinOP range specified in Schedule 1 of the Gas Governance (Critical Contingency Management) Regulations (the regulatory MinOP limit), and
- 2. At least the pressure required to maintain the supply of gas without disruption to the connected distribution systems (the practical MinOP).

The CCO's understand that, all other things being equal, a reduction in the MinOP for the Critical Contingency trigger will mean that less gas is available in the transmission network at the time the CCO is alerted and may therefore require a more rapid response (e.g. curtailing gas use for more bands of gas users in a rapid time frame). This may result in situations where a quick drop in pressure at a delivery point triggers a Critical Contingency and multiple gas user bands are curtailed rapidly in response. It may turn out that the triggering event was simply a spike in gas demand or an error in pressure monitoring, but with less of a buffer the CCO is not afforded the opportunity to make small interventions and wait to see if pressures recover.



## 3.2 PROPOSED CHANGES TO SCHEDULE 1

Currently, Schedule 1 is as follows:

# Table 1: Current Schedule 1 of the Gas Governance (Critical Contingency Management) Regulations 2008

Pipeline	Maximum time before minimum operating pressure is reached	Minimum time before minimum operating pressure is reached	Minimum operating pressure range	Point of measurement
Maui Pipeline				
Rotowaro	5 hours	2 hours	32 (±2.5) barg	Rotowaro Compressor Station
Vector Pipeline				
South	10 hours	3 hours	35 (±2.5) barg	Waitangirua WTG06910
Hawkes Bay lateral	6 hours	3 hours	30 (±2.5) barg	Hastings HST05210
Frankley Rd To Kapuni	6 hours	3 hours	35 (±2.5) barg	Kapuni (GTP) KAP09612
Bay of Plenty	6 hours	3 hours	30 (±2.5) barg	Gisborne GIS07810
Bay of Plenty	6 hours	3 hours	30 (±2.5) barg	Taupo TAU07001
Bay of Plenty	6 hours	3 hours	30 (±2.5) barg	Tauranga TRG07701
Bay of Plenty	6 hours	3 hours	30 (±2.5) barg	Whakatane WHK32101
Morrinsville lateral	6 hours	3 hours	30 (±2.5) barg	Cambridge CAM17201
Central (North)	6 hours	3 hours	40 (±2.5) barg	Westfield WST03610
North	6 hours	3 hours	25 (±2.5) barg	Whangarei WHG07501
For any other gas gate on the Maui or Vector pipeline	6 hours	3 hours	30 (±2.5) barg	Gas gate not specified elsewhere

The proposed changes to Schedule 1 are provided in Appendix A with First Gas's rationale for the changes. For the purpose of this review, the proposed Schedule 1 has been interpreted as the following:

# Schedule 1 Review -Gas Governance Regulations 2008



Pipeline	Maximum time before minimum operating pressure is reached	Minimum time before minimum operating pressure is reached	Minimum operating pressure range	Point of measurement
Rotowaro	5 hours	2 hours	30 (±5) barg	Rotowaro Compressor Station
South	10 hours	3 hours	27.5 (±7.5) barg	Waitangirua WTG06910
Hawkes Bay lateral	6 hours	3 hours	25 (±5) barg	Hastings HST05210
Frankley Rd To Kapuni	6 hours	3 hours	35 (±2.5) barg	Kapuni (GTP) KAP09612
Bay of Plenty	6 hours	3 hours	25 (±5) barg	Gisborne GIS07810
Bay of Plenty	6 hours	3 hours	25 (±5) barg	Tauranga TRG07701
Bay of Plenty	6 hours	3 hours	25 (±5) barg	Whakatane WHK32101
Morrinsville lateral	6 hours	3 hours	25 (±5) barg	Cambridge CAM17201
Central (North)	6 hours	3 hours	27.5 (±7.5) barg	Westfield WST03610
North	6 hours	3 hours	25 <mark>(±5)</mark> barg	Whangarei WHG07501
For any other gas gate on the Maui or First Gas pipeline	6 hours	3 hours	25 (±5) barg	Any other gas gate*

#### Table 2: Proposed Schedule 1 (Interpreted)

#### \*Excluding gas gates supplied by pipelines operated at distribution pressures (<20barg)

If the proposed Schedule 1 is accepted, the following minimum operating pressures specified in the current CCMP would exceed the maximum MinOP in Schedule 1:

#### Table 3: Required Changes to CCMP on Acceptance of Proposed Schedule 1

Delivery Point	Current MinOP in CCMP, barg	Proposed Maximum MinOP, barg
Westfield	42	35
Cambridge	32	30
Waitangirua	37	35



## 4 **RESPONSE TIME IMPACT**

In the event that damage to or a significant failure in the transmission pipeline system has occurred, the CCO has a limited time from when they are alerted to curtail gas demand with the goal of maintaining gas supply to the domestic (and as many other) customers for as long as possible – ideally until the issue is resolved and normal operation is resumed.

Gas network modelling has been used to quantify the differences in this response time the CCO has available between the current and proposed schedule 1. Conservatively and to compare the potential effects of the proposed change to Schedule 1, the CCMP has been assumed to use the lowest value in the range of minimum operating pressures and the minimum time before MinOP is reached. Upgrades would be required at several delivery points in order to use the lowest values for MinOP where the practical requirements are not currently met.

The modelling was performed using DNVGL's Synergi Gas version 4.9.3

#### 4.1 MODEL DESCRIPTION, ASSUMPTIONS AND SET-UP

The latest, validated transmission models from First Gas were used with modifications for:

- The latest 2031 peak week demand forecast from First Gas
- Kaitoke CS upgrade
- 600 loop lines available (no Pressure Reduction Station required with Kaitoke upgrade)
- Simple modelling of Rotowaro CS
- Merging of the South & Central South models to accurately model KGTP CS failure amongst other contingency events
- Merging of the Maui, North and Central North models to accurately model Rotowaro and Maui CS failures amongst other contingency events

Further changes were made for the future scenario under the proposed Schedule 1 limits, where Rotowaro is not operating:

- Rotowaro CS bypassed
- 402 Lateral upgrade & one-way supply from both 200 & 400 lines (odorization required at tie in from 400 line)

The models were initialized with discharge pressures from compressor stations constant and very low. Discharge pressure was determined iteratively, so that in the 2031 peak week forecast, the pressure trend would just trigger a Critical Contingency using the lower values for MinOP and time to MinOP. Historically, it has not been common to operate this way, though there are cases where compression is unavailable or where a normal demand peak has breached a critical contingency threshold at, for example, Waitangirua. This mode of operation has been assumed for the purposes of the modelling as it is a reasonably conservative scenario.

Note that the Critical Contingency thresholds used in this modelling are the minimum under the current and proposed Schedule 1, not those in the currently approved CCMP which has higher thresholds than the current minimum specified in the regulations.



Compressor Station	Discharge Pressure (Current Sch. 1), Barg	Discharge Pressure (Proposed Sch 1), Barg
Henderson	N/A Compressors Bypassed	50.0
Rotowaro	74.0	N/A Compressors Bypassed
Pokuru	66.0	63.5
Mokau	45.0	58.0
Kapuni GTP	63.0	63.0
Kaitoke	77.25	66.5

#### Table 4: Modelled Compressor Discharge Pressures

Once initialised using the compressor discharge points tabulated above, the models are run with the catastrophic compressor station failure or pipeline damage included. The failure is conservatively timed to be coincident with the lowest system pressures. The catastrophic compressor station failure is modelled as no flow to or from the compressor e.g. as if the compressors, bypasses and main line valve were all closed such as in a fire on site. The pipe damage scenario is modelled to simulate damage to the pipeline with an equivalent area of a 100mm bore pipe.

## 4.2 MODEL RESULTS: COMPRESSOR STATION FAILURE

Results are presented below, comparing various failure states. No response has been assumed except for the scenario of KGTP CS failure, where Kaitoke CS is stopped 2 hours later to prevent a rapid loss of pressure at the New Plymouth DP.

Loss of Supply from	Time to MinOP (Current Sch 1)	Time to minOP (Proposed Sch 1)
Henderson	N/A Compression Offline	6.5 hrs @ Warkworth, 20 barg 15 hrs @ Kauri, 20 barg
Rotowaro	2 hrs @ Cambridge, 27.5 barg 4.5 hrs @ Westfield, 4.5 barg	N/A Compression Offline
Pokuru	2.25 hrs @ Mt Maunganui, 27.5 barg 3 hrs @ Tauranga, 27.5 barg	3.25 hrs @ Mt Maunganui, 20 barg 4.5 hrs @ Tauranga, 20 barg
Mokau	3.75 hrs @ Rotowaro, 29.5 barg 4.5 hrs @ Huntly PS, 27.5 barg	8 hrs @ Cambridge, 20 barg
Kapuni GTP	12.5 hrs @ New Plymouth, 27.5 barg 12 hrs @ Palmerston North, 27.5 barg	12.5 hrs @ New Plymouth, 20 barg 11.75 hrs @ Palmerston North, 20 barg
Kaitoke	11.25 hrs @ Palmerston North, 27.5 barg 9.75 hrs @ Waitangirua, 32.5 barg	10 hrs @ Palmerston North, 20 barg 11.25 hrs @ Waitangirua 20 barg

In many cases, with the reduction in MinOP, the time between a Critical Contingency threshold breach and a breach of the nominal MinOP increases.



#### Table 6: Time to loss of system pressure on catastrophic failure at compressor stations

Loss of Supply from	Time to Failure (Current Sch 1)	Time to Failure (Proposed Sch 1)
Henderson	N/A Compression Offline	27 hrs @ Warkworth
Rotowaro	5 hrs @ Cambridge	N/A Compression Offline
Pokuru	7 hrs @ Mt Maunganui	6.5 hrs @ Mt Maunganui
Mokau	12.5 hrs @ Huntly PS	10 hrs @ Huntly PS
Kapuni GTP	13.75 hrs @ Palmerston North	12.5 hrs @ Palmerston North
Kaitoke	13.5 hrs @ Palmerston North	11.75 hrs @ Palmerston North

Time to loss of pressure in the transmission system is reduced as starting pressure (and hence the starting line-pack) of the scenario is reduced.

#### Table 7: Time to current practical MinOP (2 working regulator streams) at select delivery points on catastrophic failure at compressor stations

Loss of Supply from	Time to practical minoOP(Current Sch 1)	Time to practical minOP (Proposed Sch 1)
Henderson	N/A Compression Offline	4 hrs @ Warkworth, 22.1 barg
Rotowaro	3.25 hrs @ Cambridge, 18.9 barg	N/A Compression Offline
Pokuru	5.7 hrs @ Mt Maunganui, 18.8 barg	4.5 hrs @ Mt Maunganui, 18.8 barg
Mokau		6 hrs @ Cambridge, 18.9 barg
Kapuni GTP	12.5 hrs @ Palmerston North	11 hrs @ Palmerston North
Kaitoke	11.75 hrs @ Palmerston North, 23.6 barg 14.75 hrs @ Waitangirua, 19.4 barg	7.75 hrs @ Palmerston North, 23.6 barg 11.25 hrs @ Waitangirua, 19.4 barg

Practical MinOP is the current minimum supply pressure to a delivery point where peak demand flow can be met without regulator droop (reduced pressure to the distribution network). Table 7 presents this comparison using the optimistic version of this practical limit to the MinOP: where both regulator streams are operational. Note that some of these are above the lower range of the MinOP in the proposed Schedule 1.

There are many delivery points in the network where the delivery point may be operated at or near peak demand with insufficient pressure to meet this demand from the transmission network without any system failure or Critical Contingency alert raised in these scenarios. When considering both regulator streams as being in good working order, this number is reduced. These are tabulated below based on the information provided by First Gas.



# Table 8: Delivery Points operating below practical MinOP before Critical Contingency is declared

When considering one stream non-operational	When considering both streams operational
Dannevirke	-
Inglewood	-
Kairanga	Kairanga (only with proposed Schedule 1)
Lake Alice (only with proposed Schedule 1)	-
Oroua Downs	-
Palmerston North (only with proposed Schedule 1	-
Patea	-
Pukekohe (only with proposed Schedule 1)	-
Warkworth (only with proposed Schedule 1)	-

Table 8 does not include DPs where the calculation of the practical MinOP appeared to be in error.

## 4.3 MODEL RESULTS: PIPELINE DAMAGE

The pipeline damage modelling results are tabulated below:

# Table 9: Time to MinOP in the event of damage to the pipeline equivalent to a 100mm bore hole

Pipe damage near	Time to MinOP (current sch 1)	Time to MinOP (proposed sch 1)
Ruakaka	<0.25 hrs	<0.25 hrs
Alfriston	0.75 hrs	0.75 hrs
Morrinsville	<0.25 hrs	<0.25 hrs
Tauriko	<0.25 hrs	0.25 hrs
Otorohanga	12 hrs	MinOP not breached
New Plymouth	<0.25 hrs	<0.25 hrs
Takapau	<0.25 hrs	0.375 hrs
Paraparaumu	1 hr	1 hr

For the tested locations, there is no significant difference between time to MinOP in the event of pipeline damage equivalent to a 100mm bore hole, except for Otorohanga. It is likely that the same pipe damage located anywhere on the 400 line between Mokau and Rotowaro would give similar results. In the proposed operating configuration, Mokau discharge pressure is required to be higher to supply gas to Northland and the Morrinsville Lateral without compression at Rotowaro, hence the significant difference here.



## 4.4 FURTHER DISCUSSION

Given the high discharge pressure required from Mokau to maintain sufficient pressure at Cambridge and other gas gates off the 402 lateral, it is likely that further improvements to the network are required before Rotowaro compression can be bypassed year round. A likely additional improvement is upgrading or looping the 402 lateral from the 200 line (and 400 line tie-in) to Te Rapa.

#### 4.4.1 **RESPONSE TIME**

Response times will be impacted if minimum operating pressures are reduced to the lower limit in the proposed Schedule 1.

For the modelled pipe damage cases, the response times are very limited, regardless of the operating conditions and MinOP, with most failures allowing less than 1 hour for demand curtailment. In these scenarios, it is not expected that the distribution network would be capable of supplying gas to the domestic customers long enough to resolve the issue. The exception is pipe damage on the 400 line north of Mokau CS, where sufficient compression from Mokau could sustain network pressures at the cost of continuous venting of gas through the damaged area. Due to the high flow and large line size, smaller damage to the 400 line may not be noticeable to Gas Control via SCADA telemetry, instead requiring notification from parties at the site of the damage to the line.

In the modelled catastrophic compressor station scenarios, the time to nominal MinOP often increased as the MinOP was reduced. This is not unexpected: operational pressures cannot decrease as much as MinOP decreases because frictional losses increase at lower operational pressure and demand spikes cause larger spikes in pressure, leading to breach of the Critical Contingency trigger earlier; a larger margin in terms of gas line-pack is required with the reduced MinOP, so this response time often increases.

By contrast, when considering fixed pressure failure points such as a complete loss of pressure at some point in the system or a breach of the current practical MinOP (where the current regulators will fail to maintain downstream pressure at peak flow), the response time decreases where a direct comparison is available. The reduction in response time appears unlikely to significantly hinder the ability of the CCO to respond appropriately to these contingency scenarios. The reconfiguration of the network enabled by the reduction in MinOP improves the response time at Cambridge significantly from 2 hours under the current compression configuration to 8 hours with gas supply from Mokau and with the additional supply from the 400 line at the 402 Lateral, providing a significantly larger volume of gas that can supply the 402 Lateral in this scenario. There remains a chance that a failure could prevent gas supply from Rotowaro, down the 200 line to the 402 Lateral, although much less likely and with supporting gas supply from the proposed tie in from the 400 line.

With the exception of KGTP CS failure, responses to declaration of the Critical Contingencies have not been modelled to simplify the models and allow an easier comparison between the calculated response times. Interventions such as curtailment of demand and increased compression (where available) can increase the available time until MinOP is reached. Interventions that decrease response times such as isolation of a pipeline segment or reduction in compression may be taken to reduce emissions of natural gas to the environment in the event of loss of containment.



The 300 and 400 lines between KGTP CS and Mokau CS have not been considered. Gas supply to this region is via multiple gas producers in the Taranaki region and pressure is typically maintained within the limits of the Taranaki Target Pressure of 42 - 48 barg. A single failure may have significant impact or very limited impact and is difficult to model in any meaningful way without a well defined scenario. Additionally, in the case of a production station trip, the gas producer may alert their customers to significantly reduce demand or arrange for alternative supply from other producers.

#### 4.4.2 PRACTICAL MINOP

The modelling assumed that the practical limits to MinOP allow the use of the lower boundary on MinOP in Schedule 1. Presently, this condition is not met within the transmission network at a few delivery points at the current MinOP specified in the CCMP. From First Gas's calculation in Appendix E and excluding cases where the calculation appears to be in error, this is true at the following locations, depending on whether one or two regulator streams are available:

Table 10: Delivery	<b>Points Where</b>	CCMP Specifi	ed MinOP Appea	rs to be Impractical
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Delivery Point	Current MinOP in CCMP, barg	Current practical MinOP (1 stream), barg	Current practical MinOP (2 stream), barg
AUP (Ballance, fuel)	30	31.4	30.4
AUP (Ballance, process)	30	32.0	30.6
Broadlands	30	44.9	22.4
Dannevirke	30	46.5	24.2
Eltham	30	47.1	23.6
Foxton	30	30.6	15.3
Inglewood	30	63.9	32.4
Kairanga	30	93.1	47.7
Kinleith	30	33.6	19.8
Lake Alice	30	56.7	28.6
Longburn	30	37.2	18.7
Ngaruawahia	30	30.1	14.8
Okaiawa/Mania	30	44.4	22.2
Okato	30	33.3	16.4
Opotiki	30	39.1	21.8
Oroua Downs	30	64.7	32.8
Palmerston North	30	43.4	23.6
Patea	30	38.1	18.9
Pukekohe	30	47.9	24.7

# Schedule 1 Review -Gas Governance Regulations 2008



Delivery Point	Current MinOP in CCMP, barg	Current practical MinOP (1 stream), barg	Current practical MinOP (2 stream), barg
Stratford	30	48.2	24.7
Takapau	30	34.5	18.2
Hamilton Te Kowhai	30	38.3	20.4
Waikeria	30	52.3	27.9
Waitara	30	47.6	24.7
Waitotara	30	48.2	24.2
Warkworth No.2	30	39.5	22.1

The number of delivery points where the CCMP MinOP is lower than the practical MinOP is greatly reduced where two regulator streams can count towards the station capacity. In normal operation this would be the case. Delivery points are not designed to operate with both regulator streams operating. Instead, a 'working stream' operates, while a 'standby stream' is available and will take over if pressure to the distribution network drops (e.g. if the working stream regulator gets blocked). Regulator failure does occur on occasion, with the station operating on the standby stream until maintenance activities return the other stream to service. It is unlikely that an event causing a critical contingency (e.g. pipeline damage, compressor issues) would occur while a delivery point is operating on only one regulator stream.

Under the assumed operating conditions used in the modelling, some Delivery Points would operate below their current practical limit to their MinOP without declaration of a Critical Contingency. Other DPs have practical MinOP for peak demand far greater than nominal MinOP, but other requirements for maintaining sufficient pressures throughout the network ensure sufficient supply to these delivery points. For example, if only one regulator stream is available at Eltham, the practical MinOP rises to 47.1 barg at peak demand while the supply pressure at Eltham would exceed this limit even under the proposed changes to Schedule 1 so long as New Plymouth DP has sufficient pressure that a Critical Contingency is not declared there.

Delivery Points such as these are vulnerable to insufficient supply if this is not considered when a significant change is made to the configuration of the transmission network. Continuing with the Eltham DP example, if the New Plymouth distribution network were to be supplied from multiple or alternative sources such as the New Plymouth Power Station DP (near the port, off the 400 line), the demand at the New Plymouth DP would reduce. With such a configuration, other pressures in the system may be reduced without triggering a Critical Contingency at New Plymouth DP, perhaps to the point where Eltham DP may be exposed to the risk of operating below its practical MinOP if only one regulator stream is available.

Various DPs supply IP20 networks at pressures up to 20 barg. Achieving a practical MinOP of 20 barg at these DPs may not be feasible without reconfiguration of the distribution network such as operating the IP20 piping as IP10 which may only be possible with significantly reduced demand, significant upgrades to the distribution network or



additional gas supplies from within the network such as integrating production and storage of biomethane.

These concerns around the practical limits to MinOP should be considered in detail when reviewing proposed changes to a CCMP, ensuring that the MinOP specified in the CCMP is practical. Using the practical limit when considering only one regulator stream would be most conservative but more costly to achieve and technically challenging where high turndown is required. It would be prudent to carry out a risk assessment to determine if the risks are acceptably low to consider the practical limit to MinOP where both regulator streams are available to avoid over engineering.



# 5 EMISSIONS REDUCTION

The proposed Schedule 1 changes and various upgrades to delivery points to meet the practical requirements of reduced MinOP are part of a strategy to enable Rotowaro CS to be bypassed in normal operation, reducing emissions. The additional step of a one-way tie-in from the 400 line to the 402 lateral assumed in this modelling may not be the only approach to reconfiguring the transmission network to enable bypassing Rotowaro compression.

First Gas have presented figures of 6,220 tCO2/yr (theoretical required emissions at Rotowaro) and 9.900-11,650 tCO2/yr (based on actual fuel gas consumption operating the compressors at Rotowaro) in reduced emissions if Rotowaro Compression is removed from operation during normal circumstances. These are the emissions at Rotowaro CS itself and does not consider other effects:

- Increased compression at Mokau CS is required without Rotowaro CS operating
- Increased/required compression at Henderson CS without Rotowaro CS operating
- Reduced compression at KGTP CS, Kaitoke CS & Pokuru CS

Additionally, operating the transmission network at lower pressures may lower the barriers for emissions reduction technologies, for example:

- Biomethane or other non-fossil gas injection (lower injection costs)
- Hydrogen blending (lower injection costs, lower brittle fracture risk)

It is difficult to quantify the emissions savings that will directly result from the proposed change to Schedule 1 due to various factors:

- The transmission pipeline operator may retain compression similar to current levels, using the reduction in MinOP as an increase in security of supply or otherwise operate the transmission network such that reduced or no emissions savings occur
- Mokau CS may or may not be re-wheeled to operate more efficiently if Rotowaro is bypassed
- Further optimisation of compression enabled by lower pressure requirements may result in additional emissions savings
- Biomethane projects may proceed or fail regardless of compression costs for injection to the gas transmission system
- Hydrogen blending in the transmission system may not proceed

It must be noted that First Gas has a stronger incentive to reduce fuel gas use and hence emissions at Rotowaro and other compressor stations than it does at Mokau. Under the pricing methodology for gas transmission services, fuel gas costs at Mokau are 'pass – through' costs. The transmission pipeline operator is limited in how it can take advantage of this by the operational requirement to manage linepack north of Mokau in order to maintain Taranaki pressures within the 42 - 48 barg range



APPENDIX A PROPOSED SCHEDULE 1

# Firstgas Group

22 November 2021

Grace Burtin Tim Kerr Caitlin Tromop van Dalen Gas Industry Company PO Box 10-646 WELLINGTON 6143

Dear Grace, Tim, and Caitlin:

#### **Recommended Schedule 1 to CCM Regulations**

Thank you for meeting with us recently to discuss the Critical Contingency Management Regulations (Regulations) and the need for flexibility that will enable us to respond more efficiently and effectively to the challenges posed by a rapidly evolving energy environment.

In that meeting, you asked us what we would recommend in terms of Schedule 1 thresholds, and I have attached our proposal as Appendix 1.

The specific changes proposed are:

- Widen the P<sub>min</sub> bands, which will enable more efficient and reliable operation of the network for the anticipated changes over the next 5 years;
- Remove Taupo as a specific point of measurement and add a note excluding any gas gate supplied by pipelines operated at distribution pressures, which will enable the biomethane gas injection project at Reporoa to proceed, an important first step in the decarbonisation journey;
- Retain Westfield as the measurement point in Auckland: Firstgas had previously recommended changing this point to Henderson Compressor Station. With the loss of the significant Refining NZ load, Westfield is now considered the appropriate measurement point.

Implementing these proposals will allow Firstgas greater flexibility in determining appropriate thresholds in its Critical Contingency Management Plan under section 25(1) of the Regulations and address the <u>current</u> constraints that we are experiencing in developing solutions to optimising the safe, efficient, and reliable operation of the transmission system.

As we discussed, we remain of the opinion that the best way to address changing gas consumption patterns and changing energy policy considerations would be to eliminate Schedule 1 from the Regulations. We believe that the steps required by the Regulations in updating a Critical Contingency Management Plan ensure that any threshold change is subject to robust independent scrutiny before being implemented. Schedule 1 has provided an added layer of oversight that worked well when pipeline conditions and energy policy settings were relatively stable, but we consider that, as a part of the Regulations, Schedule 1 is not nimble enough to respond to future changes.

I would be happy to discuss our recommendation further with you. If you have any questions or need further information, please contact me on

Please feel free to share this letter with interested government departments.



# Firstgas Group

# Appendix 1 – Proposed Schedule 1

Pipeline Name	Point of Measurement	Pmin (barg)
Maui	Rotowaro	30 +/- 5
South	Waitangirua	27.5 +/- 7.5
Hawkes Bay Lateral	Hastings	25 +/- 5
Frankley Road to KGTP	KGTP	35 +/- 2.5
Bay of Plenty	Gisborne	25 +/- 5
Bay of Plenty	<del>Taupo</del>	(Removed)
Bay of Plenty	Tauranga	25 +/- 5
Bay of Plenty	Whakatane	25 +/- 5
Morrinsville Lateral	Cambridge	25 +/- 5
Central (North)	Westfield	27.5 +/- 7.5
North	Whangarei	25 +/- 5
First Gas and Maui Pipeline	Any other gas gate*	25 +/- 5

\*Excluding gas gates supplied by pipelines operated at distribution pressures (<20barg)



APPENDIX B CURRENT SCHEDULE 1

		ucal conungency un	resultin minus	r 25	ile 1
In accordance with regulation that apply to the followi	ulation 25(1)(a), the permine parts of the transmission	nissible limits for the through the through the second sec	esholds specified in a crit on the map published in a	ical contingency management plan ccordance with regulation 10) are:	
	Maximum time before minimum operating pressure	Minimum time before minimum operating pressure	Minimum operating		
Pipeline	is reached	is reached	pressure range	Point of measurement*	
Maui pipeline					
Rotowaro	5 hours	2 hours	32 (±2.5) bar g	Rotowaro Compressor Station	
Vector pipeline					Re
South	10 hours	3 hours	35 (±2.5) bar g	Waitangirua WTG06910	gula
Hawkes Bay lateral	6 hours	3 hours	30 (±2.5) bar g	Hastings HST05210	tion
Frankley Rd to Kapuni	6 hours	3 hours	35 (±2.5) bar g	Kapuni (GTP) KAP09612	is 20
Bay of Plenty	6 hours	3 hours	30 (±2.5) bar g	Gisborne GIS07810	008
Bay of Plenty	6 hours	3 hours	30 (±2.5) bar g	Taupo TAU07001	
Bay of Plenty	6 hours	3 hours	30 (±2.5) bar g	Tauranga TRG07701	
Bay of Plenty	6 hours	3 hours	30 (±2.5) bar g	Whakatane WHK32101	
Morrinsville lateral	6 hours	3 hours	30 (±2.5) bar g	Cambridge CAM17201	
Central (North)	6 hours	3 hours	40 (±2.5) bar g	Westfield WST03610	
North	6 hours	3 hours	25 (±2.5) bar g	Whangarei WHG07501	
For any other gas gate on the Maui or Vector pipeline	6 hours	3 hours	30 (±2.5) bar g	Gas gate not specified elsewhere	12
*The codes specified in the f	ifth column of this table refer	to the gas gate codes determine	ed under the Gas (Switching Ar	rangements) Rules 2008.	2 January

Schedule 1



# APPENDIX C NOTE ON ROTOWARO FUEL GAS



Date: 25 Feb 2022 Author: Tim Gray

#### 1. Current Emissions

Rotowaro is currently used to compress all gas consumed in Auckland, as well as through the 402 lateral, from Te Rapa to Cambridge.

Due to operational limitations of the existing compressors, multiple units are used to compress the gas, resulting in inefficiencies to the operation, driving emissions higher and higher. If we look at the theoretical compression case and ignore the operational limitations, we see emissions of the below:

Flow Average 1800e3 Scm/Day Average Inlet Pressure: 52barg Average Outlet Pressure: 75barg Approximate Compression Power required: 1095kW Engine Efficiency 30% Average CV: 39.54 Mj/M3 Fuel Gas required per day: 315GJ/d Tonnes Co2/GJ: 0.0541 TCo2/yr = 6,220

As noted above this is a highly conservative estimate of the emissions typical for this location, due to operational considerations and assumes only the most efficient units are ever run (i.e. if the turbines are never run). This contrasts to actual current fuel gas consumption average of 500-590GJ/d which equites to 9900-11,650tCo2/yr, however this is skewed greatly higher than the theoretical case by the poor efficiency of the existing turbine units.

Smaller savings could be made if the units at Rotowaro were replaced with appropriately sized units for the current flow and pressure requirements, but given these flow and pressure requirements can be meet elsewhere, and result in a higher reduction in emissions any further development of the Rotowaro compression system is not currently under consideration.

For transparency, it should be noted if the compressors at Rotowaro are turned off, the supply pressure will likely be increased slightly by increasing the amount of upstream compression, as well as the requirement to run Henderson compression to support the 430 System. Due to optimized selection of the upstream compression system and Henderson operating with small electric drive compressors, there should be little to no transfer of emissions from shutting down Rotowaro to other compression locations.

Note this also excludes fugitive emissions which occur due to leakage seals and shutdowns of the compressor. These are considered relatively minor compared to the emissions from fuelling the units so have been excluded.

#### 2. Summary

Current FGL total emissions are estimated at 32,000TCO2/annum from Fuel Gas usage, so the cessation of compression at Rotowaro is likely to result in at least a 19.4% of total CO2 emissions from Fuel consumption, and potential result in a saving of up to 35% based on the current operational limitations of the equipment installed.



# APPENDIX D SYNERGI GAS MODELLING RESULTS

Catastrophic failure at Henderson Compressor Station has not been modelled for the current Schedule 1 scenario. With Refining NZ off, northland demand is low enough that Henderson CS does not need to run for the forecast 2031 peak week demand.



Peak Week 2031 North Rotowaro CS Failure Scenario, CurrentSch 1





Catastrophic failure at Rotowaro Compressor Station has not been modelled for the proposed Schedule 1 scenario. With sufficient compression at Mokau CS, Rotowaro CS does not need to run for the forecast 2031 peak week demand.



- V Node litchfield Result Pressure - V Node mt maunganui Result Pressure - V Node Opotiki DP Result Pressure - V Node Rotorua Result Pressure - V Node Source PRESSURE Result Pressure - V Node taupo Result Pressure

#### Peak Week 2031 Bay of Plenty System Pokuru CS Failure Scenario (Proposed Schedule 1)





Peak Week 2031 400 Line Mokau CS Failure Scenario, Proposed Sch 1



- Vode Pirongia N422\_01 Result Pressure - V Node Pokuru N400\_31 Result Pressure - V Node Rotowaro N400\_41A Result Pressure - V Node Rotowaro Suction Result Pressure - V Node Te Awamutu N N421\_01 Result Pressure

## Peak Week 2031 Central North System Mokau CS Failure, Proposed Sch1



## Peak Week 2031 North Mokau CS Failure Scenario, Proposed Sch 1



# Peak Week 2031 100 & 200 lines from KGTP KGTP CS Failure Scenario, Current Sch 1



#### Peak Week 2031 South System KGTP CS Failure Scenario, Current Sch 1 Kapuni GTP CS Failure at t = 90h 0+ 85 Time (hr) 🗹 Node Hastings Result Pressure 🛛 🗹 Node Kairanga Result Pressure 🚽 🗹 Node KGTP Supply Result Pressure 🚽 🗹 Node Lake Alice Result Pressure 🚽 🗹 Node Levin Result Pressure Vode Longburn Result Pressure — Vode N100\_03 Result Pressure — Vode Oroua Downs Result Pressure — Vode Palmerston North Result Pressure — Vode Patea Result Pressure — Vode Takapau Result Pressure 🗹 Node Waikanae Result Pressure 🛛 🖳 Node Waitangirua Result Pressure 🖳 🗹 Node Waitotara Result Pressure

## Peak Week 2031 South & CES Systems KGTP CS Failure Scenario, Current Sch1



Peak Week 2031 South System KGTP CS Failure Scenario, Current Sch1





#### Northland Pressures Proposed Sch 1 100mm Pipe Damage at Ruakaka



✓ Node Whangarei Result Pressure

#### Northland Pressures Current Sch 1 100mm Pipe Damage near Alfriston DP



—— 🗹 Node Whangarei Result Pressure

#### North Pressures Current Sch 1 100mm Pipe Damage near Alfriston DP



#### Northland Pressures Proposed Sch 1 100mm Pipe Damage at Alfriston



#### North Pressures Proposed Sch 1 100mm Pipe Damage near Alfriston DP



#### Central North Pressures Current Sch 1 100mm Pipe Damage near Morrinsville DP



Central North Pressures Proposed Sch 1 100mm Pipe Damage near Morrinsville DP





- 🗹 Node litchfield Result Pressure - 🗹 Node mt maunganui Result Pressure - 🗹 Node Opotiki DP Result Pressure - 🗹 Node Rotorua Result Pressure - 🗹 Node Source PRESSURE Result Pressure - 🗹 Node taupo Result Pressure





- 🗹 Node litchfield Result Pressure - 🗹 Node mt maunganui Result Pressure - 🗹 Node Rotorua Result Pressure - 🗹 Node taupo Result Pressure - 🗹 Node tauranga Result Pressure - 🗹 Node waikeria Result Pressure

- 🖌 Node whakatane Result Pressure

<sup>ල 3400</sup> සි3300 3100 3000 Pipe damage near Otorohanga@t = 90 100mm bore equivalent hole Time (hours) - 🗹 Node Huntly PS N420\_01 Result Pressure 🛛 🖳 Node Ngaruawahia N416\_01 Result Pressure 🖳 🗹 Node Otorohanga N400\_26 Result Pressure 🖳 🗹 Node Pirongia N422\_01 Result Pressure

400 Line Pressures Current Sch 1

100mm Pipe Damage near Otorohanga DP

── ✓ Node Te Kuiti S N412\_01 Result Pressure





400 Line Pressures Proposed Sch 1 100mm Pipe Damage near Otorohanga DP





- 🗹 Node Patea Result Pressure - 🗹 Node Stratford Result Pressure - 🗹 Node Waitara Result Pressure - 🗹 Node Waitotara Result Pressure - 🗹 Node Wanganui Result Pressure







#### Peak Week 2031 South & CES Systems Proposed Sch 1 100mm Pipe Damage near Takapau DP



#### Peak Week 2031 South & CES Systems Current Sch 1 100mm Pipe Damage near Paraparaumu DP



#### Peak Week 2031 South & CES Systems Proposed Sch 1 100mm Pipe Damage near Paraparaumu DP





# APPENDIX E FIRST GAS STATIONS CAPACITY CALCULATION

#### FLOW DATA YEAR

Alfriston Delivery Point Ammonia Urea (Fuel) Ammonia Urea (Process) Ashhurst Delivery Point (1st Cut) Belmont Delivery Point Broadlands Delivery Point Bruce McLaren Delivery Point Cambridge Delivery Point - Station Dannevirke Delivery Point Drury Delivery Point - Common Edgecumbe DP (1st Cut) Eltham Delivery Point Feilding Delivery Point Flat Bush Delivery Point Flockhouse Delivery Point (1st Cut) Foxton Delivery Point Gisborne Delivery Point Glenbrook Delivery Point Harrisville No. 2 Delivery Point Hastings Delivery Point Hawera Delivery Point - Powerco Henderson Delivery Point Horotiu West Delivery Point Huntly Delivery Point Hunua Delivery Point Inglewood Delivery Point Kairanga Delivery Point Kaitoke No2 Delivery Point Kakariki Delivery Point Kaponga Delivery Point Kapuni (Lactose) Delivery Point Kauri Delivery Point (1st Cut) Kawerau Delivery Point - combined Kawerau DP Town Kihikihi Delivery Point Kingseat Delivery Point Kinleith SS Kiwitahi Delivery Point - Degassa Kuku Delivery Point Lake Alice Delivery Point Levin Delivery Point L chfield Delivery Point L chfield Delivery Point - Stream 2 Longburn Delivery Point Mangaroa Delivery Point Mangatainoka Delivery Point Marsden Point Delivery Point - NZRC Marton Delivery Point Matangi Delivery Point Matapu Delivery Point Maungaturoto Delivery Point Morrinsville SS Mt Maunganui Delivery Point New Plymouth Delivery Point Ngaruawahia Delivery Point Oakura Delivery Point Okaiawa Delivery Point - Manaia Okato Delivery Point Okoroire Delivery Point Opotiki Delivery Point - Opotiki Town Opunake Delivery Point Oroua Downs Delivery Point Otaki Delivery Point Otorohanga Delivery Point Pahiatua - shared equipment Palmerston North Delivery Point Papakura Delivery Point - Papakura Papamoa Delivery Point Paraparaumu Delivery Point Patea Delivery Point Pauatahanui Delivery Point Pauatahanui No.2 Delivery Point Pirongia Delivery Point Pukekohe Delivery Point Pungarehu No 1 Delivery Point Pungarehu No 2 Delivery Point Putaruru Delivery Point Pyes Pa Delivery Point Ramarama Delivery Point Rangiuru Delivery Point Reporoa Delivery Point Rotorua Delivery Point Stratford Delivery Point Takapau Delivery Point Tatuanui Delivery Point **Taupo Delivery Point** Tauranga Delivery Point Tawa B Delivery Point - Train 2 Te Awamutu North DP - Combined Te Awamutu North (Town) Te Awamutu North DP - Fonterra Te Horo Delivery Point Te Kowhai Delivery Point Te Kuiti North Delivery Point Te Kuiti South Delivery Point Te Puke Delivery Point Te Puke Delivery Point - 2nd Cut to DR Te Rapa Delivery Point Te Rehunga Delivery Point Te Teko Delivery Point

Stream Closed Calculated Threshold P min at		Total Flow To
regulator inlet P1 Inlet Press		Station Max flow 2022
barg	23.1	std m³/h 14
	31.4	103
	14.8	128
	22.1 44.9	167 6
	23.7	24
	39.6	
	5.5 19.7	24 61
	47.1	11
	6.4	25
	7.7 30.6	3
	21.7	31
	8.8	37
	24.6 20.4	127
	20.3	106
	11.0	3
	4.7	8
	93.1	3
	25.6 12.0	1
	6.7	2
	20.5	32
	21.0 22.2	29
	16.9	8
	3.4 31.9	307
	21.7	11
	48.4	3
	25.7 8.0	22
	10.2	45
	24.0	1
	10.2 23.7	191
	18.4	13
	14.0	
	12.2 23.9	25
	19.7	34
	28.8	
	23.0 44.4	1
	19.5	
	39.1	7
	15.6 44.1	1
	19.7	2
	23.0 24.2	40
	43.4 23.0	84 183
	16.7	12
	38.1	2
	20.3 14.0	11
	4.4	
	40.4 2.5	0
	9.6 8.3	4
	3.9	8
	25.6 8.0	3
	18.2 29.3	25
	36.5	7
	34.5 6.8	20
	17.1	13
	6.7	27
	18.1 7.9	44
	6.8	44
	31.2	57
	19.6 20.0	4
	20.7	8
	29.9	273
	0.6 14.2	
	13.0	101

2022 Select Year

Working Stream @ 100 %, Standby

regulator inlet		set
P1 Inlet Press barg		Max flow 2022 std m³/h
burg	11.2	73
	30.4 30.6	5199 6400
	6.9	48
	22.4	331
	14.2 18.2	1221 1629
	20.9	245
	4.0 18.7	1233 3062
	23.6	563
	6.1	1294
	6.4 15.3	25 159
	18.1	1552
	13.8 6.3	1894
	14.5	6367
	17.8	5331
	10.6	1044
	3.8	402
	32.4 47.7	205
	12.5	81
	3.8	13
	10.3 18.6	107 1624
	11.6	1494
	10.0	440
	2.9	15357
	19.3	592
	6.6 24.3	25
	14.2	1129
	5.9	2293
	13.9 11.6	753
	10.0	18
	20.1 15.8	653
	6.6	25
	6.4	1269
	13.9 18.8	1211 1715
	16.4	3299
	11.2	73
	22.2 9.3	78
	6.6 21.9	25
	7.4	50
	22.0 15.0	140
	11.4	75
	23.6	4238
	19.6 16.2	9193 617
	6.3	577
	13.7	592
	6.6 3.5	25
	24.0	330
	2.5 5.5	7
	4.8	241 432
	12.5	188
	4.7	1283
	20.4	1762
	18.2	348
	5.8 17.0	1025
	13.2	1034
	18.0	2241
	5.2 6.6	278 2241
	2.9	1
	17.5 12.4	2872 246
	10.8	518
	10.2	432
	23.1 0.2	13650

2002431	Temple View Delivery Point	13.0	10107	11.2
8020020	Tirau Delivery Point - Dairy Co	20.2	2327	12.4
8020020	Tirau Delivery Point - Distribution	12.0	55	10.5
5000720	Tokoroa Delivery Point	24.2	1342	18.8
2003168	Tuakau Delivery Point	19.0	5239	17.5
1002164	Waikanae No. 2 Delivery Point	24.9	1251	18.0
5000176	Waikeria Delivery Point	20.3	184	17.8
4300211	Waikumete Delivery Point	19.8	10206	18.8
1002532	Waitangirua Delivery Point	31.2	22598	19.4
1002532	Waitangirua Delivery Point (2)	21.1	22598	19.4
2030046	Waitara Delivery Point	41.6	857	22.0
4020500	Waitoa Delivery Point	18.4	2092	17.0
4310001	Waitoki Delivery Point	10.8	3341	10.2
1000692	Waitotara Delivery Point	48.2	307	24.2
4050214	Waiuku Delivery Point	23.3	560	11.6
1000977	Wanganui Delivery Point	13.5	6503	11.2
4320063	Warkworth No.2 Delivery Point	25.0	2716	17.5
1030058	Waverley Delivery Point	4.0	10	3.6
4301075	Wellsford Delivery Point	12.0	1	12.0
4003810	Westfield Delivery Point	22.5	47855	19.9
5070137	Whakatane Delivery Point	25.0	4333	18.9
5070137	Whakatane DP - Whakatane Board Mill	80.0	0	80.0
4340091	Whangarei Delivery Point	20.8	1073	13.5

#### Color coding for threshold pressues:

Red indicates min threshold pressure > 32 barg	
Yellow indicates threshold pressure between 30 and 32 barg	
Green indicates threshold pressure less than 30 barg.	



# APPENDIX F FIRST GAS NOTE ON CC THRESHOLD DEVELOPMENT



Date: 25 Feb 2022 Author: Tim Gray

#### 1. Schedule 1 - Threshold Development.

First Gas's intent here is to define the appropriate point at which a failure in the system is likely to occur. Setting the CC threshold too high is likely to results in unnecessary declaration of a CC event, and potential curtailment prior to it being necessary, while setting too low runs the risk of security of supply being compromised.

First Gas have modelled the pipeline system to determine the failure pressure of its regulators at the current peak load of the system.

- 1.) Failure is considered the point at which 2 regulators running in parallel fail to meet the current peak load. This was chosen over a single regulator failure case as this can at times result in an excessively high failure pressure, particularly where high operating pressures are normal, or the regulator is designed to run close to fully open normally for operational reasons.
- 2.) A 30% pressure allowance was applied to allow for safe margin for potential variation in flow demands, regulator performance ect. This also has the distinct advantage of pulling the failure pressure above the single regulator failure pressure in 90% of locations.

Using the above methodology, failure pressure can be determined for all location on the network. It can be observed that all point fail below 30barg, except for 3 locations on the network where the minor design changes would be required to reduce the failure pressure. It was considered appropriate to apply a minimum pressure of 20barg to any locations where the pressure was less than this. This provided the upper and lower bounds for our recommended Schedule 1 settings.

In terms of the proposed CCMP, FGL would prefer not to use a specific pressure at every location currently, but rather a suitable pressure at the likely failure points, similar to the existing schedule 1 which also accounts for the likely required pressures upstream. Based on our analysis, this is likely to be approximately 26barg for the vast majority of the network.

It should be noted however there are locations on the network where it may be appropriate (either now or in the future) where a specific pressure, or general reduced pressure is ideal. Two locations where this is currently likely include the New Plymouth Delivery Point and Hastings Delivery Point where lower pressures are likely appropriate as they are sufficiently different than the generic threshold.

It is worth noting that should network pressures be reduced now, or in the future then its likely the selection of regulator trims will be optimized to provide for lower failure pressures over time, and potentially increasing of the available contingency, and possible further reductions in CC thresholds as part of the CCMP update process.