

6 April 2011

Mr Chris Pattas
General Manager
Network Regulation South Branch
Australian Energy Regulator
GPO Box 520
Melbourne VIC 3001

By email chris.pattas@aer.gov.au

Dear Chris,

**Additional information to support proposal for early adoption of the
Market Impacts of Transmission Congestion (MITC) measure**

On 30 March 2011 SP AusNet lodged a proposal to the AER that the MITC measure of the Service Target Performance Incentive Scheme (STPIS) apply to SP AusNet earlier than the next regulatory control period, pursuant to clause 11.32.2 of the NER.

Following submission of this proposal, SP AusNet identified areas in its underlying data set that required correction, including:

- Incorporating January and December 2010 monthly constraint data in the analysis;
- Excluding force majeure events; and
- Incorporating duplicate dispatch intervals.

SP AusNet therefore submits a slightly amended dataset which addresses the above issues. The data revisions have led SP AusNet to revise its proposed performance target to 1,433 dispatch intervals. Please accept our apologies for any inconvenience this may have caused in reviewing our proposal.

Should you have any queries regarding this matter, please do not hesitate to contact Anh Mai, Principal Economist, on 03 9695 6627.

Yours sincerely,



Alistair Parker
Director, Regulatory and Network Strategy
SP AusNet

Enclosed: Attachment 1: SP AusNet AER Proposal Constraint Dataset (v2)