Our Ref: 61048

Contact Officer: Paul Harrigan Contact Phone: (07) 3835 4608



Dear Alexandra

Re: Revocation and substitution of NSW/ACT 2019-24 Determinations

On 30 April 2019 the Australian Energy Regulator (**AER**) made its distribution determination for Ausgrid for the regulatory control period 1 July 2019 to 30 June 2024. On 16 July 2019 the AER substituted its distribution determination to correct for errors related to the public lighting model and resultant errors in Attachment 15 – Alternative control services.

Subsequent to making the determination we became aware of an error in the price control formulae in Attachment 13 – Control mechanisms of our determination. This error relates to the application and incentive scheme payments of the service target performance incentive scheme (**STPIS**) as it transitions from STPIS v1.2 to STPIS v2.0.

Under rule 6.13(a) of the National Electricity Rules (**NER**), the AER may revoke a distribution determination during a regulatory control period if it appears that it is affected by a material error or deficiency of one or more of the following kinds:

- (1) a clerical mistake or an accidental slip or omission;
- (2) a miscalculation or misdescription;
- (3) a defect in form; or
- (4) a deficiency resulting from the provision of false or materially misleading information to the AER.

We considered the error in Attachment 13 to be material and within the scope of rule 6.13(a)(2) of the NER.

The AER, therefore, considered it appropriate to revoke the determination under rule 6.13 of the NER and has substituted it with a new determination which will apply for the remainder of the regulatory control period. In accordance with rule 6.13(d), the AER consulted with Ausgrid and considered the feedback provided by Ausgrid on 5 and 17 March 2021 before making the decision to revoke and substitute.

The changes which have been made are limited to those necessary to correct the relevant material error or deficiency.

The substituted determination was made on 25 March 2021.

If you have any queries on this matter please contact Paul Harrigan, Director (A/g), Distribution – Pricing, on (07) 3835 4608.

Yours sincerely

Kami Kaur

General Manager (A/g)

Sent by email on: 25.03.2021