



SP AusNet™
A member of Singapore Power Group

11 October 2013

Andrew Reeves
Chairman
Australian Energy Regulator
Level 35 The Tower
360 Elizabeth Street
Melbourne VIC 3000

By email SPAusNetTransmission.2014@aer.gov.au

Dear Andrew,

SP AusNet Revised Revenue Proposal 2014/15 – 2016/17

Please find attached SP AusNet's Revised Revenue Proposal for the regulatory control period 1 April 2014 to 31 March 2017 in accordance with the National Electricity Rules and the AER's Electricity Transmission Submission Guidelines 2007. Other necessary information has been provided to the AER via a secure website.

SP AusNet has carefully reviewed the matters raised in the Draft Decision and in a number of instances, accepted the Draft Decision and reflected it in the Revised Proposal. However, where SP AusNet disagrees with the Draft Decision, this Revised Proposal sets out SP AusNet's response and provides further information, including expert reports where relevant, to address the matters raised.

SP AusNet is confident that this Revised Proposal, including the capex and opex forecasts, reasonably reflects the efficient costs of a prudent operator in SP AusNet's circumstances, and satisfies the requirements of the National Electricity Rules and Law.

If approved, this Revised Proposal will result in the bill of a typical residential customer (on a single tariff) falling by \$10 and that of a typical commercial customer (on a single tariff) falling by \$41 over the regulatory period (in real terms, cumulative).

I look forward to discussing these matters and the Revised Proposal more generally with your Board at our 8th November meeting.

Yours sincerely,

Nino Ficca
Chairman
SPI PowerNet Pty Ltd

cc. Michelle Groves, Chief Executive Officer
cc. Warwick Anderson, General Manager Network Regulation
cc. Pradeep Fernando, A/Director Network Regulation