

6 March 2009

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

aer inquiry@aer.gov.au

Dear Chris,

RE: Framework and Approach Paper Response

Please find attached SP AusNet's response to the AER's Preliminary Positions Paper for F&A – Vic DNSPs. This response also addresses the implementation of the Service Standards Scheme (DMIS), Efficiency Benefit Sharing Scheme (EBSS) and implementation of a Demand Management Incentive Scheme (DMIS).

SP AusNet is generally supportive of most of the positions described in the AER's Framework and Approach Position Paper and outlines areas where consideration of new issues or modifications is required.

Should you have any questions in relation to this matter please contact me on 9695-6623, we would be happy to provide further information if required.

Yours sincerely,

[signed]

Patrick Murphy
Manager Economic Regulation