

26 May 2017

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AER Reference: 6061

RE: Draft Determination of Electricity f-factor for Victorian DNSPs 2016-20

United Energy (UE) appreciates the opportunity to comment on the Draft Determination of Electricity f-factor for Victorian DNSPs 2016-20.

We accept the AER's draft decision and the transitional arrangements to close out the previous f-factor as gazetted in the F-Factor Scheme Order 2016. On review of the revised scheme and its specific impact to our business, we agree that it is a mechanism which encourages and rewards targeted investment in our network.

UE looks forward to the AER's final determination on this scheme and the final determination of the ffactor close out for 2016 year.

If you have any queries regarding this matter, please contact myself on (03) 8846-9758.

Kind Regards,

Mathew Abraham Regulatory Analyst