



Australian Competition & Consumer Commission

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Our Ref: C2001/1004
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30 January 2002

Kym Tothill
Chief Executive Officer
ElectraNet SA
PO BOX 7096
Hutt Street Post Office
ADELAIDE SA 5000

by facsimile: (08) 8404 7349

Dear Kym

**Regulated transmission tariffs – application for 1 January to 30 June 2002
Pass through amount**

I refer to your letter dated 8 January 2002 regarding an application for pass through of ElectraNet SA's regulated transmission tariffs for the six-month period from 1 January to 30 June 2002, under section 6.2 of the South Australian Electricity Pricing Order (EPO).

At its meeting on 30 January 2002, the Commission, pursuant to section 6.3 of the EPO, approved ElectraNet SA's proposed negative pass through amount of \$918,502.75 to be distributed to customers in accordance with the directions of the South Australian Under Treasurer for the six-month period commencing 1 January 2001 to 30 June 2002.

As set out in your application, the amount of the pass through relates to:

A settlements residue event – a negative pass through amount of \$11,484,585.40 to pass through the distribution of settlements residue to ElectraNet SA in accordance with the derogation in clause 9.27.1 of the National Electricity Code; and

A network event – a contingency for a positive pass through amount of \$7.0 million in relation to the interstate network charge payable by ElectraNet SA to the Victorian Energy Corporation (VENCorp), in accordance with an agreement on inter-regional settlement residue between the South Australian and Victorian Governments.




A surplus from previous quarter – a contingency for a positive pass through amount of \$3,566,082.65 in relation to the reconciliation of rebate distributions during the period 1 July to 31 December 2001.

The Commission notes that should the proposed pass through amount differ from the actual pass through amount, this will be taken into account in determining the proposed pass through amount for the following six-month period.

If you wish to discuss this matter further, please do not hesitate to contact myself on (02) 6243 1249 or Rick Miles on (02) 6243 1342.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Michael Rawstron', with a long horizontal flourish extending to the right.

Michael Rawstron
General Manager
Regulatory Affairs - Electricity

Cc Lew Owens, South Australian Independent Industry Regulator