

Our Ref: 62728

Contact Officer: Ingrid Michel Contact Phone:

2 December 2021

Sarah Williamson Ergon Energy 26 Reddacliff Street Newstead QLD 4006

Dear Sarah

## Re: Revocation and substitution of Ergon Energy Distribution Determination 2020 to 2025

In June 2020 the Australian Energy Regulator (AER) published its distribution determination for Ergon Energy for the regulatory control period 1 July 2020 to 30 June 2025.

Subsequent to making the determination we became aware of an error in the revenue cap 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 consider the error in Attachment 13 to be within the scope of these kinds of errors or deficiencies. We, therefore, have decided to revoke the determination and to substitute it with a new determination which will apply for the remainder of the regulatory control period, pursuant to rule 6.13 of the NER. In accordance with rule 6.13(d), we consulted with Ergon Energy before making the decision to revoke and substitute.

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

The substituted determination was made on 26 November 2021.

If you have any queries on this matter please contact Ingrid Michel, Acting Director - Pricing, on \_\_\_\_\_\_.

Yours sincerely



Warwick Anderson General Manager Sent by email on: 02.12.2021