

GPO Box 520 Melbourne VIC 3001 Telephone: (03) 9290 1444 Facsimile: (03) 9663 3699 www.aer.gov.au

Our Ref: Contact Officer: Contact Phone: 41269-D14/58233 Fiona Kostidis (03) 9290 6986

13 May 2014

Garry Mulherin Executive Manager Investment & Planning Powerlink PO Box 1193 Virginia Queensland 4014

Dear Garry

Transmission service standards review for 2013

I am writing to inform you of the outcome of the Australian Energy Regulator's ("AER") review of Powerlink's performance against its transmission service standards incentive scheme for the 2013 calendar year.

In conducting the review, AER staff considered Powerlink's revenue cap decision dated April 2012, and the Final Service Target Performance Incentive Scheme, dated March 2011.

Powerlink submitted a financial bonus of \$20 657 815 comprising:

- s-factor of 0.543247% for the service component (\$4 663 081)
- s-factor of 1.86338% for the market impact component (\$15 994 734).

We found no adjustments to the submitted data were required.

I would like to thank Powerlink for its participation in this year's compliance review. Should you have any further inquiries please contact Fiona Kostidis on (03) 9290 6986.

Yours sincerely

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Peter Adams a/General Manager Wholesale Markets Branch