Our Ref: 06/2082 Your Ref: G96/393

Mr Michael Charlton General Manager (Electricity Networks) ACTEWAGL GPO Box 366 CANBERRA ACT 2601

Dear Mr Charlton Mill

Thank you for your letter of 18 February 2009 seeking the Commission's assistance in facilitating transitional arrangements for the review and approval of distribution loss factors (DLFs) for the 2008-09 financial year.

In your letter you state that the AER would accept assurance from the Commission that the DLF's have been prepared in accordance with the methodology adopted in previous years. The Commission has evaluated ActewAGL's methodology for determining the DLF and the calculation of the DLF for the financial year 2009-10

In this context, the DLFs proposed by ActewAGL for the 2009-10 financial year are:

- 1.0478 for low voltage customers
- 1.0274 for high voltage customers

The Commission advises that they have been determined in accordance with the methodology agreed for previous years by the Commission and ActewAGL.

I trust this statement of assurance is sufficient to support ActewAGL's submission to the AER.

Yours sincerely

Paul Baxter

Senior Commissioner

12 March 2009

