

6 October 2016

Mr Chris Pattas General Manager Networks Australian Energy Regulator GPO Box 520 Melbourne VIC 3001 Locked Bag 14051 Melbourne City Mail Centre Victoria 8001 Australia T: 1300 360 795 www.ausnetservices.com.au

Dear Chris

2017 ELECTRICITY NETWORK TARIFF SUBMISSION

Please find enclosed the proposed Electricity Network tariffs, Prescribed Metering Service charges (Unmetered Supplies) and Public Lighting Excluded Service charges for AusNet Electricity Services Pty Ltd (AusNet Services) electricity network customers for the period from 1 January 2017 to 31 December 2017. AusNet Services tariffs and charges have been adjusted in accordance with the requirements of the Australian Energy Regulator's Electricity Distribution Price Review 2016-20 (Price Determination) dated 26 May 2016, Final decision: AusNet Services (distribution) 2016–20.

The following items are included with this letter:

- The 2017 Annual Tariff Proposal;
 - o Schedules of the tariffs and charges are included as Attachments;
 - AusNet Services 2017 Tariff Approval Model;
- The 2017 Public Lighting Excluded Service Charges;
- The 2017 Alternative Control Services Charges;

The attachment to this letter sets out the significant adjustments to AusNet Services' tariffs for 2017 which are summarised below:

Component	% Change	Ave Residential Customer Impact
Distribution Tariffs	6.02%	\$34.48
CPI	1.02%	\$5.88
X Factor	-0.30%	-\$1.72
S Factor	3.22%	\$18.50
F Factor Scheme	0.56%	\$3.25
DUoS Unders/Overs	1.48%	\$8.49
Licence fee	0.02%	\$0.09
Transmission	-16.01%	-\$11.95
Jurisdictional Schemes	-34.81%	-\$14.61

Should you have any queries on the attached material, please do not hesitate to contact Mr Eric Howie on 9695 6619 or by email at eric.howie@ausnetservices.com.au. In the event that there are any issues requiring further information or clarification, Mr Howie will be available to work closely with your staff to ensure a prompt resolution.

Yours sincerely

Jacqui Bridge

Acting General Manager Regulation & Network Strategy