

# Ausgrid 2014-19 Remittal Proposal

Ausgrid is committed to putting downward pressure on prices. This objective has guided our approach to our remittal proposal. Our proposal will deliver a price reduction of 3.2% in our share of customer bills (in real terms, i.e. excluding the impact of CPI). This would be on top of the 5.7% price reduction (in real terms) already included in our 2019-24 regulatory proposal. It will result in Ausgrid forgoing what in its view is up to \$677 million in potential revenue and retaining \$519 million - the revenue retained has been invested in transforming our business. This investment will deliver long term savings for our customers by embedding a \$100 million p.a. reduction in our annual operating cost base.

 **288m** Reduction in our revenues

To be returned to customers under our proposal over the 2019-24 period. This equals an average of **\$51** per customer.

 **3.2%** Average reduction in real terms

(\$20) reduction in average residential network charges from 1 July 2019, on top of the 5.7% (\$31) reduction already included in our 2019-24 regulatory proposal. A total of 8.9% reduction or **\$51** from 1 July 2019.

 **100m** p.a. reduction

in our operating cost base from FY13 to FY18, which has resulted from investing our proposed remittal outcome in transforming our business

## Revenue retained and Ausgrid's view of potential revenue forgone

