



12 March 2008

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Dear Mr Pattas

Proposed EnergyAustralia Distribution Loss Factors for FY09

After a review of the most recent purchases and sales data, EnergyAustralia proposes to retain the FY08 overall Distribution Loss Factor (DLFs) for FY09, of 5.36%. This is consistent with our published methodology in the calculation of DLFs and reflects a balance of the recent load and generation data and forward looking expectations. Please note that whilst retaining the same overall loss factor, the calculated DLFs have changed slightly because of a review of the allocation of losses within each element of the EnergyAustralia supply network.

Please find attached an audit opinion by consultants Independent Energy Systems, concluding that our calculated DLFs for FY09 are consistent with our published methodology. Our methodology is also attached, and will be posted on our websites as per requirements under the National Electricity Rules¹.

The table below outlines the most recent history of EnergyAustralia's system loss factor:

Table 1: A History of EnergyAustralia DLFs

Year	Overall Losses Factor Used to Derive DLFs	Actual Losses after Year Completed
FY00	4.51% (includes Vales Point)	No change
FY01	4.51%	4.87%
FY02	4.51%	4.77%
FY03	4.55%	5.26%
FY04	4.60%	5.37%
FY05	5.01%	4.95%
FY06	5.32%	5.27%
FY07	5.32%	5.22%
FY08	5.36%	TBA
FY09	5.36%	TBA

¹ http://www.energy.com.au/network_prices



If you have any questions regarding this matter, could you please contact Mr Chris Amos, Manager – Network Pricing on (02) 9269 2136.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'H Colebourn', with a long horizontal flourish extending to the right.

Harry Colebourn
Executive Manager Network Regulation & Pricing

Attachments

Table 3: Tariff Customers

Tariff Code	Tariff Class	Location	Existing dlf FY08	Proposed dlf FY09	Diff.	DLF CODE
EA390	ST kVA Dem ToU	ST system	1.0166	1.0226	0.60%	JSSS EA - ST System DLF
EA380	HV kVA Dem ToU (Substation)	HV substation	1.0194	1.0254	0.60%	JHBH EA - HV Zone Substation DLF
EA370	HV kVA Dem ToU (System)	HV system	1.0194	1.0254	0.60%	JHSH EA - HV System DLF
EA350	HV Business ToU	HV system	1.0194	1.0254	0.60%	JHSH EA - HV System DLF
EA320	LV kVA Dem ToU (Substation)	LV substation	1.0344	1.0404	0.60%	JLBL EA - LV DC Substation DLF
EA303	LV kW cap ToU (Substation)	LV substation	1.0344	1.0404	0.60%	JLBL EA - LV DC Substation DLF
EA291	LV Business ToU (Substation)	LV substation	1.0344	1.0404	0.60%	JLBL EA - LV DC Substation DLF
EA026	LV Energy40 ToU substation	LV substation	1.0344	1.0404	0.60%	JLBL EA - LV DC Substation DLF
EA310	LV kVA Dem ToU (System)	LV system	1.0653	1.0639	-0.14%	JLSL EA - LV System DLF
EA302	LV kW cap ToU (System)	LV system	1.0653	1.0639	-0.14%	JLSL EA - LV System DLF
EA304	Miser Seasonal 2	LV system	1.0653	1.0639	-0.14%	JLSL EA - LV System DLF
EA307	LoadAlert Medium	LV system	1.0668	1.0658	-0.10%	JLDL EA - LV Domestic DLF
EA308	LoadAlert High	LV system	1.0668	1.0658	-0.10%	JLDL EA - LV Domestic DLF
EA290	LV Business ToU (System)	LV system	1.0653	1.0639	-0.14%	JLSL EA - LV System DLF
EA025	LV Energy40 ToU system	LV system	1.0668	1.0658	-0.10%	JL40 EA - LV SME DLF
EA028	Miser Seasonal 1	LV system	1.0668	1.0658	-0.10%	JLDL EA - LV Domestic DLF
EA050	LV Business non-ToU	LV system	1.0653	1.0639	-0.14%	JLSL EA - LV System DLF
EA010	Domestic	LV system	1.0668	1.0658	-0.10%	JLDL EA - LV Domestic DLF
EA057	PowerAlert Medium	LV system	1.0668	1.0658	-0.10%	JLDL EA - LV Domestic DLF
EA058	PowerAlert High	LV system	1.0668	1.0658	-0.10%	JLDL EA - LV Domestic DLF
EA030	Controlled Load 1	LV system	1.0668	1.0658	-0.10%	JL1L EA - LV Controlled Load 1
EA040	Controlled Load 2	LV system	1.0668	1.0658	-0.10%	JL2L EA - LV Controlled Load 2
EA027	Interruptible Load	LV system	1.0668	1.0658	-0.10%	JLDL EA - LV Domestic DLF
EA402	Constant unmetered	LV system	1.0653	1.0639	-0.14%	JLSU EA - Constant Unmetered DLF
EL403	EnergyLight	LV system	1.1009	1.1008	-0.01%	JLSP EA - Public Lighting DLF
EA401	Public lighting	LV system	1.1009	1.1008	-0.01%	JLSP EA - Public Lighting DLF
EA306	LV Cap 750 (Substation)	LV substation	1.0344	1.0404	0.60%	JLBL EA - LV DC Substation DLF
EA305	LV Cap 750 (System)	LV system	1.0653	1.0639	-0.14%	JLSL EA - LV System DLF
EA024	No NAC Energy40	LV system	1.0668	1.0658	-0.10%	JL40 EA - LV SME DLF