

20 June 2016

385 Bourke Street Melbourne Victoria 3000

Level 33

Ms Sarah Proudfoot General Manager, Retail Markets Australian Energy Regulator Melbourne, Victoria 3000

Phone +61 3 8628 1000 Facsimile +61 3 8628 1050

EnergyAustralia Pty Ltd ABN 99 086 014 968

Submitted electronically to: aerinquiry@aer.gov.au

enq@energyaustralia.com.au energyaustralia.com.au

Dear Ms Proudfoot

AER Approval of Minimum Amount Owing for Disconnection

EnergyAustralia welcomes the opportunity to comment on AER's review of the Minimum Amount Owing for Disconnection.

EnergyAustralia considers the current minimum disconnection amount of \$300 to be an appropriate figure which balances the retailer's right to minimise credit risk with the consumer's right to maintain supply through periods of temporary cash flow difficulty or exceptional circumstance such as extended holiday or hospitalisation. Although some evidence in terms of retail price movements suggests that it may be appropriate to revise the minimum disconnection amount downwards, we believe that maintaining this figure at \$300 will minimise customer confusion and lead to continued positive outcomes in terms of lower complaint numbers and disconnections.

If you require any further information on this submission, please contact me on 86281731 or via email at joe.kremzer@energyaustralia.com.au

Yours sincerely,

Joe Kremzer

Industry Regulation Lead