Powercor Australia Ltd ABN 89 064 651 109

Head Office 40 Market Street Melbourne Telephone 13 22 06

Telephone 13 22 06 Facsimile (03) 9683 4499 Address all correspondence to Locked Bag 14090 Melbourne Victoria 8001

DX 433 Melbourne www.powercor.com.au



27.09.18

Craig Madden
Director, Distribution
Australian Energy Regulator
Via email: craig.madden@aer.gov.au

Dear Craig

RE: POWERCOR 2019 PRICING PROPOSAL

Attached is our pricing proposal for direct control services in 2019 in line with the National Electricity Rules and the AER's final decision on Powercor's Distribution Determination for the 2016 to 2020 regulatory control period.

As summarised in this submission, some movement in tariffs is proposed to ensure our prices and quantity estimates are in line with the total annual revenue allowance for the year.

Importantly, we estimate the percentage of cost attributed to distribution and metering charges remains at 28% of a typical Powercor residential customer's annual electricity bill, or \$425 per annum.

Powercor has been the lowest cost and most reliable rural network and the most efficient, operating the highest network utilisation in the National Electricity Market.

We remain focussed on supplying safe, reliable and affordable electricity to our customers.

Kind regards

Mark de Villiers

Head of Regulatory Strategy