



24 June 2016

Mr Joe Dimasi  
Tasmanian Economic Regulator  
Office of the Tasmanian Economic Regulator  
GPO Box 770  
HOBART TAS 7001

Dear Mr Dimasi

**RESPONSE TO PROPOSED AMENDMENT TO 2016 STANDING OFFER DETERMINATION**

Aurora Energy has reviewed the proposed amendment to the 2016 Standing Offer Determination (2016 Determination) to address the method for applying interest payable on overdue accounts.

Aurora Energy is in agreement with the Regulator's conclusion that the requirements of Regulation 17(2)(b) of *Electricity Supply Industry (Pricing and Related Matters) Regulations 2013* have been met. Specifically, that there is a material error in the 2016 Price Determination as it pertains to interest payable on overdue accounts.

In the Consultation Paper released by the Regulator, clarification was sought on whether the proposed amendment to the 2016 Determination would:

- a) result in interest being applied on a daily basis; and
- b) that this change should take into account payments made by customers before calculating interest on overdue accounts.

Aurora Energy can confirm that the proposed amendment would be implemented as such and that this is current practice within Aurora Energy.

Aurora Energy supports the proposed amendment to the 2016 Determination.

Yours sincerely

A handwritten signature in black ink, appearing to read "Kardos", written over a large, stylized initial "R".

Rebecca Kardos  
Chief Executive Officer