

Session 3, 20 May 2024

- Recap revenue recovery: longer term perspective and a hybrid approach
- Revisit activity 3 from session 2
- Learn about tariffs
- Consider tariff options

Attendees

- 33 forum members
- #3 observers:
Energy Regulatory Advisory Committee;
Australian Energy Regulator
- 8 Evoenergy staff

Presenters

- Megan Willcox, General Manager Economic Regulation
- Lev Yulin, Group Manager, Regulatory Pricing
- Ashlyn Napier, Principal Regulatory Economist

Facilitator

Helen Leayr,
Communication Link

Activity 01: Feedback on tariff principles: Groups were asked to provide feedback on Evoenergy's **tariff principles** including what's important and was anything missing. The group highlighted the need for a focus on equity and the long-term view (beyond 5 years) to consider those left behind. There was a suggestion to include consultation with the community as a principle and consider the relationship with the principles and emissions reduction.

Activity 02: Feedback on tariffs: Groups were asked to provide feedback on **tariff structures** and how network costs could be shared across different customer types. Lower network costs for residential options were suggested and incentivise costs for commercial. Groups explored block charges including the exploration of other potential block options and the impact changes have on existing users with consideration of those on a lower income. Lower fixed charges were considered, however, acknowledgement of lower fixed charges may also keep people on the network longer.

Revisiting the price and revenue cap discussion: Participants spent time revisiting revenue recovery options and the feedback captured during the last activity in session 2. The group considered a **longer-term view of the price or revenue cap**. Most participants said their view on the preferred option did not change when considering long-term. Evoenergy presented a possibility of a **hybrid option**. Feedback included it being an option worth considering, could balance risk, and a preferred option for some. There was also feedback on it possibly being confusing, complicated or difficult to explain, and could benefit Evoenergy over customers. Participants also said they were interested in more information on hybrid and forecasting.

Next steps

- Session 4, 27 July 2024
- Update session 2 dashboard summary based on today's feedback
- Keep in touch via Slack