PO Box 4136
East Richmond VIC 3121
T 131 806
F 1300 661 086
W redenergy.com.au

PO Box 632
Collins St West VIC 8007
T 1300 115 866
F 1300 136 891
W lumoenergy.com.au

16 September 2016

Essential Services Commission
GPO Box 2605
Adelaide SA 5001

Lodged (by online/email): escosa@escosa.sa.gov.au

Dear Sir/Madam,

Re: Retailer feed-in tariff – Review of regulatory arrangements Draft Decision

Red Energy (Red) and Lumo Energy (Lumo) welcome the opportunity to make a submission to the Essential Services Commission of South Australia's (the Commission) Retailer feed-in tariff – Review of regulatory arrangements Draft Decision (the Draft Decision).

We are 100% Australian owned subsidiaries of Snowy Hydro Limited. Collectively, we retail gas and electricity in Victoria and New South Wales and electricity in South Australia and Queensland to over 1 million customers.

Red and Lumo are members of the Australian Energy Council (AEC) and have contributed to the submission made to the Commission. We support the positions in the AEC submission. In particular, we strongly support the Commission's draft decision to not set a minimum Retailer Feed-in Tariff.

In our view, the South Australian solar feed-in tariff market is subject to a workable level of competition. As such, the mandatory regulation of the retailer feed-in tariff is unwarranted in a deregulated retail electricity market.

Should you have any further enquiries regarding this submission, please call Con Noutso, Regulatory Manager on 03 9976 5701.

Yours sincerely

Ramy Soussou
General Manager Regulatory Affairs & Stakeholder Relations
Red Energy Pty Ltd
Lumo Energy (SA) Pty Ltd

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