

EA/CC Joint Project: Spotlight on emerging contestable services

Powerco / 29 March, 2019

We support an evidence-based approach to assessing the role of distributors supplying contestable electricity services



Framework for analysis

Case studies

Costs/benefits of EDB involvement in contestable services

Regulatory tools

Costs/benefits of intervention

Next steps



Feedback on the proposed process and content

- How does CC/EA propose to define 'contestable electricity services'?
- Scope is currently limited to involvement of EDBs. Consider expanding to assess other aspects of market structure / participants that might limit competition
- Case studies need to be sufficiently specific to support meaningful analysis
- How does CC/EA propose to select case studies?
- What assumptions will the CC/EA make about EDB incentives / likely strategies in relation to contestable services?
- What assumptions will CC/EA make about incentives / likely strategies of other market participants?

- Will the CC/EA attempt any quantitative analysis
- Confirm the CC/EA is assessing both current tools and potential new tools?
- What sources will the CC/EA draw on to determine what potential tools to assess?
- Will the CC/EA attempt any quantitative analysis
- If so, will the CC/EA just be exploring how the tools apply to the identified costs?
- More clarity on the nature of intended output
- How does the CC/EA intend to make use of the output of this study in future?
- Does the CC/EA anticipate that the output will guide future behaviour of market participants?
- Does the CC/EA anticipate that the output will form the basis of further regulatory/law reform?

 An opportunity to respond to draft framework and proposed case studies

- 1. An opportunity to respond to draft analysis of application of framework to case studies
- 2. Workshop to discuss CC/EA's draft analysis

Feedback on consultation approach

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The End

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