

22 April 2014

Carl Hansen Chief Executive Electricity Authority PO Box 10041 Wellington 6143

Dear Carl

Re: Transpower's Demand Response Programme

Thank you for your letter of 14 April 2014 outlining the Electricity Authority's views on Transpower's Demand Response Programme.

We will respond to the issues that you have raised in our draft decision on Transpower's price-quality path that will apply from April 2015. We intend to publish our draft decision on 16 May 2014. We will also publish your letter on our website at the same time.

Before reaching our final decision we will work with Transpower and Electricity Authority staff to ensure we reach an outcome that aligns with our legal framework and specific requirements under the Commerce Act.

Yours sincerely

Brent Alderton Chief Executive