

30 June 2017

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Dear Adrian

System Management response to ERA audit of the 2017/18 Ancillary Services Report

Thank you for the approval of the requirements for Ancillary Services for the 2017/18 financial year. System Management notes your findings and recommendations. We acknowledge the issues that have been raised and have been internally discussing the best approach to respond to these concerns.

In order to address your recommendations, we will initiate an independent feasibility study to review the issues and identify possible solutions. The outcome of this study will be shared with the ERA and a decision can then be taken on the appropriate way forward. This study will be initiated within the next three months.

Please do not hesitate to contact me if any further clarity is required.

Yours sincerely

Dean Sharafi
Head of System Management
AEMO