

4 January 2007

Mr Ignatius Chin  
Manager Electricity Market Surveillance  
Economic Regulation Authority  
Level 6, 197 St Georges Terrace  
PERTH WA 6000

Dear Ignatius

### **System Management Allowable Revenue Application**

System Management Division of Western Power (**System Management**) is pleased to provide a response to the request for submissions published by the Economic Regulation Authority on 22 December 2006 on allowable revenue proposals received from System Management and the Independent Market Operator.

In doing so, System Management considers it appropriate to limit its comments to inaccuracies and matters of interpretation which could conceivably misinform other interested parties.

The third paragraph of the notice published by the Authority states that the Authority has asked both organisations to provide further information. It is then stated that the Authority will publish all non-confidential information once it has been received. This statement may imply that System Management had not responded to the Authority's request for further information. In order to correct any misunderstandings, System Management notes that it responded to the Authority's request for further information on 19 December 2006, prior to the publication of the notice.

Yours sincerely

**Alistair Butcher**  
Market Strategic Development Manager