

9 October 2014

Peter Biddle Australian Energy Market Operator (AEMO) GPO Box 2008 Melbourne VIC 3001

By email: Peter.Biddle@aemo.com.au

Dear Peter

## Review of the Methodology for Calculating Forward Looking Transmission Loss Factors 2014 (Second Round)

Hydro Tasmania is supportive of the 2014 Forward Looking Loss Factor Methodology Review Draft Report and Determination published on 22 September 2014 and the consequential changes presented in version 5.0 of the Methodology for Calculating Forward Looking Transmission Loss Factors published 18 September 2014.

We would like to complement AEMO on their responsive approach to the issues raised by participants and their rapid initiation of a change process. We believe the new process proposed by AEMO will provide a better representation of generation data used to calculate Forward Looking Transmission Loss Factors and so improve the calculation process going forward in the more changeable environment in which the National Electricity Market now operates.

If you have any questions relating to this response, please contact Prajit Parameswar on (03) 6230 5612 or by email prajit.parameswar@hydro.com.au.

Yours sincerely

D. Bowker.

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