

9<sup>th</sup> December 2015

Craig de Laine Group Manager - Regulation Australian Gas Networks Limited Level 10, 81 Flinders Street Adelaide SA 5000

By email to craig.delaine@agnl.com.au

## Dear Craig,

We write to express an interest in participating in consultation process as part of the Light Regulation regime of Queensland Gas Distribution Network (QGDN).

We have noted this paragraph in the National Competition Council's Final Decision of 5<sup>th</sup> November 2014 approving the Light Regulation framework (for Envestra):

"4.58 In this regard, the Council notes that it considers the development of a robust consultation process between providers of pipeline services and users of those services (including end-users) to be a positive development which may reduce regulatory disputation rather than an additional regulatory impost. " (Page 22)

## The Alternative Technology Association

Founded 35 years ago, the Alternative Technology Association (ATA) is a national, not-for-profit organisation with 6,000 members who are largely residential consumers of energy, water and transport.

ATA presents a two-fold perspective as an energy consumer advocacy organisation: with experience in energy policy, markets and technology and with the continuing support of Energy Consumers Australia, ATA is a strong and informed voice for energy users; in addition, ATA speaks with authority on behalf of the growing portion of the consumer base that has an active interest in demand side participation.

## **Our Interest in Gas**

As you may be aware, with the support of Consumer Advocacy Panel, ATA undertook a detailed analysis of the economics of modern, efficient gas and electric appliances for space heating, water heating and cooking for residential consumers.

The analysis was conducted across jurisdictions, climate zones, gas pricing zones and household types to accurately understand potential costs and benefits in detail. Our research looked at all ownership costs and compared household gas and efficient electric options.

Research findings were released in late 2014. The ATA has been funded by Energy Consumers Australia in 2015/16 to advocate further for the recommendations in our report.

Our findings in Queensland support the statement on page 1 of your Application (Key Messages) that "natural gas has no clear competitive advantage over electricity or LPG in the Queensland energy market."

With funding from ECA we have participated in the AER's Access Arrangements processes in South Australia and ACT. In Queensland where AGN/Envestra has sought and received Light Regulation, we request to participate in "the development of a robust consultation process" referred to by the NCC.

## **Other Consumer Advocates**

Queensland Council of Social Service (QCOSS) has endorsed this letter and expressed support for ATA advocacy as part of the Light Regulation regime of Queensland Gas Distribution Network (QGDN).

Likewise, Council on the Aging (COTA) Queensland has endorsed this letter.

We look forward to hearing from you. Should you have any queries, please do not hesitate to contact either Kate Leslie (kate.leslie@ata.org.au) or myself on 03 9639 1500.

Yours sincerely

**Damien Moyse** 

Policy & Research Manager