From: Michael Smit

Sent: Thursday, 9 April 2020 4:00 PM **To:** IPART <ipart@ipart.nsw.gov.au>

Cc:

Subject: Hunter Water Draft Price Review Submission

Thank you for the opportunity for Kingspan Water and Energy to make a submission.

We support the structural price shift towards full usage charges. As noted in the IPART report this increases the level of control customers have over their water bill and provides an incentive for more efficient water use. Economically it is important that the Long Run Marginal Cost includes all costs to provide an accurate price signal. In the longer time periods of water infrastructure all costs become variable.

We do not consider it is possible to meet the IPART objective of greater efficiency in delivering services without considering the impact of geographic location on water and wastewater transport costs and we encourage you to continue your efforts to consider these issues.

Kind regards

Michael Smit

Technical and Sustainability Manager



Kingspan Water & Energy Pty Limited

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