

10 December 2021

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By email connie.wu@acc.gov.au

Dear Connie

Metropolitan Waste and Resource Recovery Group - Application for Authorisation

Thank you for your email dated 8 December 2021. We respond as follows to your question (below):

Paragraph 5.2 of the application for authorisation notes that, “Thirdly, by facilitating prices that are less volatile for a council over the period of the Panel, the CGF is expected to attract more efficient engagement with suppliers and therefore a range of public benefits described further in section 9 below, *including the attraction of new suppliers and more innovative approaches to the Services*” (emphasis added).

Could you please briefly explain how the CGF mechanism may be used to attract new suppliers and more innovative approaches?

It is expected that the CGF could attract more councils to seek services under the Panel, and the access to those councils and their potential volumes in one place is expected to be attractive to suppliers, including possibly new suppliers that may focus on particular types of renewables. For example, a supplier with expertise in glass waste (or that is developing specialised facilities for such waste) may find the Panel an efficient environment in which to hone its offering in relation to such waste, and consider the potential volumes available as a foundation on which to further invest in that expertise (or facility).

Yours sincerely


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