# EWON's Funding Model



### Overview

EWON is an industry Ombudsman funded by members on a not-for-profit basis. Fees cover all operational activities under the EWON Charter:



Promotion of member internal dispute resolution



Awareness of EWON and external dispute resolution



Policy influence and systemic issues



Dispute resolution

## User pays principle



Equity and fairness



Transparency and efficiency



Consistency and predictability



Simplicity and affordability

# Joining fees

- · New authorised members pay a set fee.
- · New exempt entities and small water providers fee is scaled by customer numbers set in bandwidths.

## Fixed fees

Fixed fees are invoiced annually and separated into two parts:

#### Lights on fee

Contribute to lease, electricity, IT and cyber.

#### Ombudsman services fee

Contribute to costs to deliver EWON services including dispute resolution, systemic issues, policy, outreach, awareness and all Charter functions.

Fixed fees are allocated to members by:

#### **Industry sector**

- Based on the proportion of EWON's work allocated to complaints, submissions, outreach, systemic issues and all Charter functions for each sector.
- Industry sectors are Energy retail, Energy network, Water and Exempt/WICA.

#### **Customer numbers**

- · Scaled by customer numbers set in bandwidths.
- · Bandwidths for each sector recognise the diverse range of members in each sector.

## Variable fees

Variable fees are invoiced quarterly in arrears based on actual resolved complaints.



Variable fees allocated on a complaint category and volume basis.



Each complaint category is based on associated activities and resolution/referral timeframes.



Cost reflective fee schedule established annually.

## End of financial year

• EWON Board determines treatment of surplus/ deficit to effectively manage cash flow and offset the need for any future special member levies.

## Schedule of fees

- · Published and shared with members.
- Provides breakdown of fixed fees, including industry sector allocation and bandwidths.
- · Details variable fees by complaint category.
- · Includes key information about EWON's budget and invoicing timetable.