SUMMARY OF TRANSPOWER RESPONSES TO THE COMMISSION'S SECTION 53ZD NOTICE

Section 53ZD Notice Reference		Formula	Transition Year			Remainder Period								
			2011/12			2012/13			2013/14			2014/15		
			Total	HVAC	HVDC	**Total**	HVAC	HVDC	**Total**	HVAC	HVDC	**Total**	HVAC	HVDC
Section A	RCP1 Opening RAB		**1** 2,606.8	2,411.2	195.5	**2** 2,813.9	2,584.5	229.4	**4** 4,221.9	3,577.4	644.5	**6** 4,608.5	3,849.7	758.8
	Forecasting Closing RAB		2,813.9	2,584.5	229.4	**3** 4,221.9	3,577.4	644.5	**5** 4,608.5	3,849.7	758.8	4,682.4	3,959.8	722.5
Section B	RCP1 Major Capitalised		140.4	121.0	19.3	1,273.3	866.9	406.4	357.8	214.1	143.7	36.8	36.3	0.4
	RCP1 Minor Capitalised		208.6	176.4	32.2	301.9	273.7	28.2	244.9	240.6	4.3	278.4	276.4	2.0
	Total capitalised		349.0	297.5	51.5	**1** 1,575.2	1,140.6	434.6	**2** 602.7	454.6	148.1	**3** 315.2	312.7	2.5
Section C	RCP1 Capital Charge (Ave Capital Employed * WACC)	A				**1** 289.9	254.0	36.0	**2** 364.1	306.3	57.8	**3** 383.7	322.5	61.2
	Opex Allowance	B				279.3	257.1	22.2	280.7	256.3	24.4	287.4	262.1	25.3
Section D	RCP1 Term Credit spread	C				**1** 0.2	0.2	0.0	**2** 0.3	0.2	0.0	**3** 0.1	0.1	0.0
Section E	Depreciation	D	**2** 138.5	119.2	19.3	**4** 167.2	142.8	24.4	**6** 217.1	177.3	39.8	**8** 238.7	197.5	41.2
Section F	RCP1 Tax	E				**1** 34.4	22.4	12.1	**6** 31.5	27.3	4.1	**11** 36.4	33.2	3.2
Section G	Forecast EV adjustment (Grossed up for tax)	F				**2** 12.2	(12.2)	24.4	**6** 12.2	(12.2)	24.4	**10** 12.2	(12.2)	24.4
Maximum Allowable Revenue		G= A+B+C+D+E+F				783.3	664.2	119.1	905.9	755.2	150.6	958.4	803.2	155.2
Section H	RCP1 Pass through	H				**1** 13.4	13.4	-	**2** 14.4	14.4	-	**3** 15.4	15.4	-
Section I	RCP1 Recoverable costs	I				**1** 9.7	-	9.7	**2** 10.0	7.6	2.4	**3** 4.8	2.3	2.5
Forecast Revenue		J =G+H+I				**806.4**	677.6	128.8	**930.3**	777.3	153.1	**978.6**	820.9	157.7

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			Total	HVAC	HVDC	**Total**	HVAC	HVDC	**Total**	HVAC	HVDC	**Total**	HVAC	HVDC
Section F (Tax calculation)	Revenue (excluding EV adjustment)	J				794.2	689.9	104.4	918.2	789.5	128.7	966.4	833.1	133.3
	Regulated costs	K				**3** 302.4	270.5	31.9	**8** 305.2	278.3	26.8	**13** 307.6	279.8	27.7
	RCP1 Notional Interest Costs	L				**4** 86.7	79.6	7.1	**9** 129.9	110.1	19.8	**14** 141.6	118.3	23.3
	RAB Tax Depreciation & deductions	M				**5** 282.2	259.9	22.3	**10** 370.6	303.4	67.2	**15** 387.4	316.5	70.9
	RCP1 Regulatory / profit /(loss) before tax	N				**2** 123.0	79.9	43.1	**7** 112.4	97.6	14.8	**12** 129.9	118.5	11.3
	RCP1 Tax	E=J-K-L-M-N				**1** 34.4	22.4	12.1	**6** 31.5	27.3	4.1	**11** 36.4	33.2	3.2

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			Total	HVAC	HVDC	**Total**	HVAC	HVDC	**Total**	HVAC	HVDC	**Total**	HVAC	HVDC
Section G (EV balance calculation)	Opening EV account balance	O	(24.3)	82.4	(106.7)	**1** (51.9)	52.1	(104.1)	(46.9)	47.1	(94.0)	(41.5)	41.7	(83.2)
	2011/12 Adjustment	P	(25.9)	(36.2)	10.3									
	Closing EV balance - 30/06/2012		(50.2)	46.2	(96.4)									
	Interest	Q	(1.7)	5.9	(7.7)	**4** (3.7)	3.7	(7.5)	**8** (3.4)	3.4	(6.8)	**12** (3.0)	3.0	(6.0)
	EV adjustment (Spread of the balance over 8 years from 12/13)	R	-			**3** 8.8	(8.8)	17.6	**7** 8.8	(8.8)	17.6	**11** 8.8	(8.8)	17.6
	Closing Balance	S=O+P+Q+R	(51.9)	52.1	(104.1)	(46.9)	47.1	(94.0)	(41.5)	41.7	(83.2)	(35.7)	35.9	(71.6)