

Electricity Networks
Pro Forma Forecast Statements

1. Historic capital expenditure by asset class
2. Historic capital expenditure by reason
3. Forecast capital expenditure by asset class
4. Forecast capital expenditure by reason
5. Historic non-capital costs by activity category
6. Forecast non-capital costs by activity category

Year ending 30 June	2006	2007	2008	2009	2010	2011	2012
Project Year	0	1	2	3	4	5	6
Regulatory Period		1	1	1	2	2	2
WP's Inflation							
June CPI	154.3	157.5	164.6	169.5	173.7	178.2	183.0
Annual Inflation		2.07%	4.51%	2.98%	2.47%	2.59%	2.70%
Inflation Factor	0.910	0.929	0.971	1.000	1.025	1.051	1.080

4. Forecast capital expenditure by reason

Description	Expenditure				\$M Real as at 30 June 2009			
	\$M Nominal							
	[Period beginning 2009/10]							
	Year 1	Year 2	Year 3	Total	Year 1	Year 2	Year 3	Total
Covered transmission services								
Growth								
Capacity Expansion	471.6	472.2	316.3	1260.2	460.3	449.2	293.0	1202.4
Customer Driven	37.3	118.3	53.5	209.1	36.4	112.5	49.5	198.4
Generation Driven	94.8	173.6	131.1	399.6	92.6	165.2	121.4	379.2
Estimating Risk	21.1	26.7	17.5	65.4	20.6	25.4	16.2	62.3
Asset replacement and renewal								
Asset Replacement	31.3	32.5	41.7	105.6	30.6	30.9	38.6	100.1
Estimating Risk	1.1	1.1	1.5	3.7	1.1	1.1	1.4	3.5
Improvement in service								
Reliability Driven	6.3	10.1	10.0	26.4	6.1	9.6	9.2	25.0
SCADA & Communications	13.4	14.1	17.1	44.5	13.0	13.4	15.8	42.3
Estimating Risk	0.7	0.8	0.9	2.5	0.7	0.8	0.9	2.4
Compliance								
Safety, Environmental & Statutory	47.0	43.6	40.1	130.6	45.9	41.4	37.1	124.4
Estimating Risk	1.6	1.5	1.4	4.6	1.6	1.5	1.3	4.4
Corporate								
IT	9.3	7.7	4.8	21.8	9.1	7.3	4.4	20.8
Business Support	12.3	12.1	5.3	29.7	12.1	11.5	4.9	28.4
Total	748.0	914.5	641.1	2303.6	730.0	869.9	593.8	2193.6
Excluded transmission services								
Growth	0	0	0	0	0	0	0	0
Asset replacement and renewal	0	0	0	0	0	0	0	0
Improvement in service	0	0	0	0	0	0	0	0
Compliance	0	0	0	0	0	0	0	0
Corporate	0	0	0	0	0	0	0	0
Total	0	0	0	0	0	0	0	0
Covered distribution services								
Growth								
Capacity Expansion	79.7	95.2	105.0	280.0	77.8	90.6	97.3	265.7
Customer Driven	152.9	159.7	170.2	482.7	149.2	151.9	157.6	458.7
Gifted Assets	100.3	104.9	111.7	316.9	97.9	99.7	103.5	301.1
Estimating Risk	11.7	12.6	13.5	37.8	11.4	12.0	12.5	35.9
Asset replacement and renewal								
Asset Replacement	73.2	88.6	139.1	300.9	71.5	84.3	128.8	284.6
State Undergrounding Power Program (SUPP)	36.2	40.4	24.5	101.1	35.3	38.4	22.7	96.4
Metering	46.8	48.4	51.5	146.7	45.6	46.1	47.7	139.4
Estimating Risk	5.5	6.2	7.5	19.2	5.3	5.9	7.0	18.2
Improvement in service								
Reliability Driven	45.5	57.2	72.8	175.5	44.4	54.4	67.4	166.2
Rural Power Improvement Program (RPIP)	8.6	5.7	3.4	17.7	8.4	5.4	3.1	16.9
SCADA & Communications	6.1	6.2	6.4	18.7	5.9	5.9	5.9	17.8
Estimating Risk	2.1	2.4	2.9	7.4	2.1	2.3	2.7	7.0
Compliance								
Safety, Environmental & Statutory	90.1	108.6	145.8	344.5	87.9	103.3	135.1	326.3
Estimating Risk	3.2	3.8	5.1	12.1	3.1	3.6	4.7	11.4
Corporate								
IT	28.0	23.0	14.4	65.4	27.3	21.9	13.3	62.5
Business Support	35.8	34.7	14.7	85.1	34.9	33.0	13.6	81.5
Total	725.5	797.6	888.5	2411.7	708.0	758.7	823.0	2289.7
Excluded distribution services								

