



# Notice

16 November 2021

## Guideline on Western Power's capital expenditure and net benefits

### Publication of submissions

The Economic Regulation Authority has published public submissions received in response to a consultation paper on a guideline on factors the ERA proposes to consider when approving Western Power's capital expenditure and methods that can be used to value net benefits.

The guideline is a new requirement under the *Electricity Networks Access Code 2004*. It must include:

- The factors the ERA proposes to consider when making a determination under the new facilities investment test set out in section 6.52 of the Access Code.
- Acceptable methods for valuing net benefits by a service provider, which must include, consideration of changes in costs and benefits for participants in the Wholesale Electricity Market.

The new facilities investment test is a determination of whether expenditure can be added to the capital base of the covered network and recovered from network users through regulated tariffs.

The ERA appreciates the input from interested parties and will consider the matters raised in the public submissions. The submissions can be found on the [ERA website](#).

### Further information

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