

Our Ref: 18:D22:8342
Your Ref: D2022/108927

Ms Djuna Pollard
Chief Executive Officer
Power and Water Corporation
GPO Box 3596
DARWIN NT 0801

By email

Dear Ms Pollard

RE: APPROVAL OF 2022-23 ANNUAL PRICING PROPOSAL FOR SYSTEM CONTROL AND MARKET OPERATOR CHARGES

I refer to your letter of 31 March 2022, submitting the Power and Water Corporation's (PWC) 2022-23 Annual Pricing Proposal for System Control and Market Operator charges and an updated proposal submitted on 5 April 2022 (updated 2022-23 Pricing Proposal)

The Commission has assessed the updated 2022-23 Pricing Proposal and considers that it is compliant with the Commission's System Control Charges Final Decision for the 2019-20 to 2023-24 regulatory period.

As such, in accordance with section 39(2) of the *Electricity Reform Act 2000*, the Commission approves the 2022-23 system control charges to be applied by the power system controller from 1 July 2022 as set out in Table 1 below.

Table 1: 2022-23 approved System Control charges (nominal, excludes GST)

Component	2022-23
System control (\$/kWh)	0.005407
Market operator (\$/kWh) ¹	0.000574

¹ Market operator component to only be paid by customers supplied by the Darwin-Katherine regulated system

The charges approved for 2022-23 are the maximum that PWC can charge for services provided by the power system controller with respect to its regulated electricity networks.

A copy of this letter (as the approval instrument) and PWC's updated 2022-23 Pricing Proposal will be published on the Commission's website.

Yours sincerely

Lyndon Rowe
Utilities Commissioner

14 April 2022