



2012-13 Statement of Expected Network Price Trends

Standard Control Services

Power and Water does not consider that there will be any material deviation from the CPI-X constraint for its network tariffs, except to the extent that:

- There are any material pass through applications made to and accepted by the Commission. Any successful pass through application may require an adjustment to tariffs in excess of the WAPC and side constraints;
- There are unexpected variations in volume which require Power and Water to rebalance particular network tariffs more than others in order to protect its revenue position. Any re-balancing will be undertaken within required side constraints and within the overall WAPC constraint; and
- Power and Water intends to introduce, over time and within the allowable side constraints, a Northern Territory wide tariff schedule for customers using above 750MWh and for those using less than 750MWh, respectively. Power and Water has already achieved this for customers using in excess of 750MWh per annum, and will seek to broaden this to include customers using less than 750MWh per annum.

Alternative Control Services – Fee-based Services

Power and Water increases its prices for Fee-based Alternative Control Services by the CPI-X factor allowed as part of the Final Determination. These increases in fixed fee charges occur each year when network prices are submitted for approval to the Commission.

Power and Water may also elect to introduce new Fee-based Services. This would be on an infrequent basis, and only if the charge is established in accordance with the control mechanism for fee-based services, the Final Network Services Classification and the Network Pricing Principles Statement, and approved by the Commission.