

Record No: D2013/200349
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Vanessa Sutcliffe
Director Utilities Commission
Utilities Commission
GPO Box 915
Darwin NT 0801

Dear Vanessa

Re: Network Cost Pass Through Draft Determination – PWC's Supplementary Submission

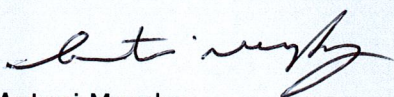
This letter is to provide additional information in relation to the inclusion of corporate overheads in the Networks Cost Pass Through Draft Determination.

Power and Water Corporation (PWC) would like to clarify that the only corporate overhead costs included in its application relate to the Remedial Asset Management Program (RAMP) business unit which was established within PWC to implement the short term recommendations resulting from the Davies Review.

These costs include Executive, Finance, OH&S, Facilities, IT, HR and Procurement, and relate to the additional services required for the additional personnel and activities under RAMP. These overhead expenses make up approximately 18% of total RAMP costs. These costs were not included in the 2009 Networks Price Determination (ref. Utilities Commission, Final Determination Networks Pricing: 2009 Regulatory Reset, March 2009, p.5).

Should you require further clarification or information on the Cost Pass Through Application, please do not hesitate to contact me on (08) 8985 7124.

Yours sincerely



Antoni Murphy
Manager Regulation, Pricing and Economic Analysis
17 April 2013

