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Ms Paula Conboy  
Chair  
Australian Energy Regulator  
GPO Box 520  
Melbourne VIC 3000

Dear Ms Conboy

## **Power and Water Corporation 2019-2024 Regulatory Proposal: Capex Supporting Documentation**

Power and Water Corporation (Power and Water) is pleased to submit the documents that support our capital expenditure forecast, as outlined in our Regulatory Proposal submitted to the AER on 31 January 2018.

The suite of supporting documentation includes our:

- Strategic Asset Management Plan, which defines the line of sight between corporate objectives and asset management objectives and defines the framework for development of the Asset Management Plans;
- Asset Management Plans for individual asset classes, which include detailed assessments of the asset fleet and a proposed investment expenditure plan;
- Capital expenditure justification papers, including Business Need Identifications and Preliminary Business Cases, that have gone through Power and Water's governance gateways; and
- Other supporting documentation, such as condition assessment reports and our Information and Communication Technology Strategy.

Where a document is confidential, we have provided a public and confidential version in accordance with the AER's confidentiality guidelines.

Our next steps are to provide the AER with our final Regulatory Information Notice (RIN) response by 16 March 2018. The final response will include the results of the audit, together with a signed statutory declaration of an officer of Power and Water. Due to the interdependencies between the final RIN and the models that underpin the Regulatory Proposal, we have also committed to providing a full suite of models that reconcile to the RIN.

As the capital expenditure supporting documentation has been finalised, a small number of the project forecasts have been amended. To ensure consistency between documents and models, and as discussed at the officer level, these amendments will be incorporated in the revised model suite to be submitted on 16 March 2018.

We look forward to working with the AER and our stakeholders through the review process. If you have any questions or concerns, please contact Ms Jodi Triggs, Senior Executive Manager - Network Regulation and Commercial, on (08) 8943 6555 or via email [Jodi.Triggs@powerwater.com.au](mailto:Jodi.Triggs@powerwater.com.au).

Yours Sincerely

A handwritten signature in black ink, appearing to read 'Michael Thomson', with a stylized flourish at the end.

Michael Thomson

**Chief Executive**

28 February 2018