

2.10.1C Reconciliation between Regulatory Account (RFA) and RIN Templates

For 2010-11 no values have been entered in table 2.10.1A as we are currently still in this financial year and therefore no RFA have been completed.

During 2007-08 the change in regulatory control period between 31 December 2007 and 1 January 2008 required a number of adjustments to be made to the accounts of Aurora in the 2007-08 financial year. These adjustments have resulted in expenditure levels for a number of categories that are lower than would otherwise be expected. These adjustments occur in the 2007-08 financial year only and are not recurrent in nature.

For years 2007/08 to 2009/10 the following variances occur:

Operating Costs:

Network Divisional Management

The reason for the variance in each of the years is a result of the RFA being reported using the old approved CAM whereas the RIN Template values are based on the new approved CAM where Network Divisional Management costs are allocated across all forms of control.

System Operations

The values in the RIN Templates are lower than the RFA as there has been a re-classification of the work category SOSCR which was System Operations in the RFA however is not included in 2.10.1B in the RIN Template as it is now classified as a fee based service. TMR is also another change as this is now classified as Network Divisional Management in the RIN Template.

Corporate and Shared Services

This variance is due to the RFA being reported using the old approved CAM whereas the RIN Template values are based on the new approved CAM where Corporate and Shared Services costs are allocated across all forms of control.

NEM and Contestability Related Costs

This variance is due to the application of the new approved CAM where Network Divisional Management and Corporate and Shared Services costs are allocated by percentage across all forms of control. This reduced the value being allocated to NEM and Contestability Related Costs.

Other

The values between the RFA and the RIN Templates do not align as there has been a re-classification of some work categories which align with our forthcoming regulatory estimates. RMSSM is now included which was previously classified as Ground Mounted Substations. Also Licences and Maintenance Agreements/Service Provider Charges have been included whereas in the RFA they are within Network Divisional Management.

Maintenance Costs:

Overhead Network and Structures

The values between the RFA and the RIN Templates do not align as there has been a re-classification of some work categories which align with our forthcoming regulatory estimates. AIQMO and AROIL have now been re-classified as Maintenance Other, AIOCI is now classified as Connection Repairs and RMOTC is now classified as Vegetation Management.

Underground Network

The values between the RFA and the RIN Templates do not align as there has been a re-classification of some work categories which align with our forthcoming regulatory estimates. ARURE is now classified as Ground Mounted Substations.

Ground Mounted Substations

The values between the RFA and the RIN Templates do not align as there has been a re-classification of some work categories which align with our forthcoming regulatory estimates. RMSSM is now classified as Operating Other, RMDSR is now classified as Zone Substations and ARURE is now included which was previously classified as Underground Network.

Zone Substations

The values between the RFA and the RIN Templates do not align as there has been a re-classification of some work categories which align with our forthcoming regulatory estimates. RMDSR is now included which was previously classified as Ground Mounted Substations.

Decommissioned Assets

Years 2008-09 and 2009-10 are only requesting to be explained due to rounding.

Connection Assets

The values between the RFA and the RIN Templates do not align as there has been a re-classification of some work categories which align with our forthcoming regulatory estimates. AIANC was previously classified as Connection Assets and is now Connection Asset Repair.

Other

The values in the RIN Templates are zero compared to the RFA as there has been a re-classification of the work category CCPPS which was Maintenance Other in the RFA however is not included in 2.10.1B in the RIN Template as it is now classified as Unregulated Other.

Emergency and Unscheduled Power Station System Response and Repair

Years 2008-09 and 2009-10 are only requesting to be explained due to rounding.

Vegetation Management

The values between the RFA and the RIN Templates do not align as there has been a re-classification of some work categories which align with our forthcoming regulatory estimates. RMOTC is now included which was previously classified as Overhead Network and Structures. Also in 2007-08 the Vegetation team costs were recorded as Network Divisional Management instead of Vegetation Management.

Connection Asset Repair

The values between the RFA and the RIN Templates do not align as there has been a re-classification of some work categories which align with our forthcoming regulatory estimates. AIOCI is now included which was previously classified as Overhead Network and Structures.

Electrical Safety and Installation Inspection

For 2007-08 no value was recorded in the Electrical Safety Costs in the RFA as it was included in Network Divisional Management.