

Schedule 1: 16. Total Revenue Caps and Maximum Allowed Revenue

16.1 Provide TransGrid's calculation of the:

(a) estimated total revenue cap for the forthcoming regulatory control period; and
(b) maximum allowed revenue for each year of the forthcoming regulatory control period using the AER's post-tax revenue model, which is to be submitted as part of TransGrid's revenue proposal.

TransGrid has applied the PTRM for the MAR calculation. The PTRM is submitted as part of the revenue proposal, see document TransGrid- Post Tax Revenue Model -0117- PUBLIC

16.2 Provide details of any departure from the AER's post-tax revenue model for the calculations referred in paragraph 16.1 and the reasons for that departure.

TransGrid has not departed from the PTRM approach.

Schedule 1: 18. Regulatory Asset Base

18.1 Provide TransGrid's calculation of the RAB for the relevant transmission system for each regulatory year of current regulatory control period using the AER's roll forward model, which is to be submitted as part of the revenue proposal.

TransGrid has applied the RFM and it is submitted as part of the revenue proposal, TransGrid- Roll Forward Model -0117- PUBLIC

18.2 Provide details of any departure from the underlying methods in the AER's roll forward model for the calculation referred to in paragraph 18.1 and the reasons for that departure.

TransGrid has not departed from the RFM approach.

18.3 If the value of the RAB as at the start of the forthcoming regulatory control period is proposed to be adjusted because of changes to asset service classification, provide details including relevant supporting information used to calculate that adjustment value.

N/A

Schedule 1: 20. Corporate Tax Allowance

20.1 Provide TransGrid's calculation of the estimated cost of corporate income tax for the forthcoming regulatory control period using the AER's post-tax revenue model, which is to be submitted as part of the revenue proposal.

Corporate tax allowance is calculated based on the PTRM approach. The PTRM is submitted as part of the revenue proposal, see document TransGrid- Post Tax Revenue Model -0117- PUBLIC.

20.2 Provide details of any departure from the AER's post-tax revenue model for the calculations referred to in paragraph 20.1 and the reasons for that departure.

TransGrid has not departed from the PTRM approach.

20.3 Identify each change to standard tax asset lives for existing asset classes from the previous determination. Explain the reason/s for the change and provide relevant supporting information, including Federal tax laws governing depreciation for tax purposes.

TransGrid has applied the same standard asset lives for existing asset classes.

20.4 Describe the method used to depreciate existing asset classes as at 1 July 2018 (the start of the forthcoming regulatory control period) and provide supporting calculations, if the approach differs from that in the AER's roll forward model.

TransGrid has applied the straight-line depreciation consistent with the approach used in the RFM.

20.5 Provide TransGrid's calculation of the tax asset base for the relevant transmission system for each regulatory year of the current regulatory control period using the AER's roll forward model, which is to be submitted as part of the revenue proposal.

Tax asset base is calculated based on the RFM.

20.6 Provide details of each departure from the underlying methods in the AER's roll forward model for the calculation referred to in paragraph 20.5 and the reasons for that departure.

TransGrid has not departed from the underlying method used in the RFM.

20.7 Identify each difference in the capitalisation of expenditure for regulatory accounting purposes and tax accounting purposes. Provide reasons and supporting calculations to reconcile any differences between the two forms of accounts.

TransGrid has applied the same capitalisation approach for regulatory accounting and regulatory tax purposes.