

Extract of the National Electricity Rules as proposed to be amended by the Draft National Electricity Amendment (Network Service Provider Expenditure Objectives) Rule 2013

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The Draft National Electricity Amendment (Network Service Provider Expenditure Objectives) Rule 2013 is published separately on the website of the Australian Energy Market Commission.

6.5.6 Forecast operating expenditure

- (a) A *building block proposal* must include the total forecast operating expenditure for the relevant *regulatory control period* which the *Distribution Network Service Provider* considers is required in order to achieve each of the following (the *operating expenditure objectives*):
- (1) meet or manage the expected demand for *standard control services* over that period;
 - (2) comply with all applicable *regulatory obligations or requirements* associated with the provision of *standard control services*;
 - (3) ~~maintain the quality, reliability and security of supply of standard control services; and~~ to the extent that there is no applicable regulatory obligation or requirement in relation to:
 - (i) the quality, reliability or security of supply of standard control services; or
 - (ii) the reliability or security of the distribution system through the supply of standard control services,to the relevant extent:
 - (iii) maintain the quality, reliability and security of supply of standard control services; and
 - (iv) maintain the reliability and security of the distribution system through the supply of standard control services; and
 - (4) ~~maintain the reliability, safety and security of the distribution system through the supply of standard control services. maintain the safety of the distribution system through the supply of standard control services.~~

6.5.7 Forecast capital expenditure

- (a) A *building block proposal* must include the total forecast capital expenditure for the relevant *regulatory control period* which the *Distribution Network Service Provider* considers is required in order to achieve each of the following (the *capital expenditure objectives*):
- (1) meet or manage the expected demand for *standard control services* over that period;
 - (2) comply with all applicable *regulatory obligations or requirements* associated with the provision of *standard control services*;

- (3) ~~maintain the quality, reliability and security of supply of standard control services; and~~ to the extent that there is no applicable *regulatory obligation or requirement* in relation to:
 - (i) the quality, reliability or security of supply of standard control services; or
 - (ii) the reliability or security of the distribution system through the supply of standard control services,to the relevant extent:
 - (iii) maintain the quality, reliability and security of supply of standard control services; and
 - (iv) maintain the reliability and security of the distribution system through the supply of standard control services; and
- (4) ~~maintain the reliability, safety and security of the distribution system through the supply of standard control services.~~ maintain the safety of the distribution system through the supply of standard control services.

6A.6.6 Forecast operating expenditure

- (a) A *Revenue Proposal* must include the total forecast operating expenditure for the relevant *regulatory control period* which the *Transmission Network Service Provider* considers is required in order to achieve each of the following (the *operating expenditure objectives*):
 - (1) meet or manage the expected demand for *prescribed transmission services* over that period;
 - (2) comply with all applicable *regulatory obligations or requirements* associated with the provision of *prescribed transmission services*;
 - (3) ~~maintain the quality, reliability and security of supply of prescribed transmission services; and~~ to the extent that there is no applicable *regulatory obligation or requirement* in relation to:
 - (i) the quality, reliability or security of supply of prescribed transmission services; or
 - (ii) the reliability or security of the transmission system through the supply of prescribed transmission services,to the relevant extent:
 - (iii) maintain the quality, reliability and security of supply of prescribed transmission services; and
 - (iv) maintain the reliability and security of the transmission system through the supply of prescribed transmission services; and
 - (4) ~~maintain the reliability, safety and security of the transmission system through the supply of prescribed transmission services.~~ maintain the safety of the transmission system through the supply of prescribed transmission services.

6A.6.7 Forecast capital expenditure

- (a) A *Revenue Proposal* must include the total forecast capital expenditure for the relevant *regulatory control period* which the *Transmission Network Service Provider* considers is required in order to achieve each of the following (the *capital expenditure objectives*):
- (1) meet or manage the expected demand for *prescribed transmission services* over that period;
 - (2) comply with all applicable *regulatory obligations or requirements* associated with the provision of *prescribed transmission services*;
 - (3) ~~maintain the quality, reliability and security of supply of prescribed transmission services; and~~ to the extent that there is no applicable regulatory obligation or requirement in relation to:
 - (i) the quality, reliability or security of supply of prescribed transmission services; or
 - (ii) the reliability or security of the transmission system through the supply of prescribed transmission services,to the relevant extent:
 - (iii) maintain the quality, reliability and security of supply of prescribed transmission services; and
 - (iv) maintain the reliability and security of the transmission system through the supply of prescribed transmission services; and
 - (4) ~~maintain the reliability, safety and security of the transmission system through the supply of prescribed transmission services.~~ maintain the safety of the transmission system through the supply of prescribed transmission services.