

Transmission pricing review

Overview of the process and the Advisory Group role



Advisory groups

- Establishing three standing groups
- Ad-hoc groups as required: e.g. TPAG
- Purpose
 - Investigate, analyse, recommend
 - Expected to reconcile divergent views
 - Publish discussion papers



Review process

1

- Stage 1 high level options (EC)
- Consultation

2

- Stage 2 options (EC)
- Consultation

3

- Stage 3 preferred option (EA)
- •TPAG established to provide advice on preferred TPM

Code

- If change is justified, Authority publishes Issues Paper, draft Guidelines and process
- Code-prescribed process for development of TPM follows



TPAG process

TPAG established to provide advice on a preferred TPM Analysis, recommendation

TPAG Discussion Paper

Consultation

Further analysis

Submissions, independent review

TPAG recommendation to Authority

Authority considers recommendation/independent review

The Authority releases Issues Paper for consultation (if it believes TPM Guidelines should be altered)

Independent Review



Code-prescribed process

Issues paper and Draft Guidelines and Process: Consultation

Authority publishes Guidelines and Process, requests new TPM

Transpower develops new TPM

Authority approves, refers back or amends: Consultation

Authority makes a determination, gazettes TPM

Transpower applies TPM