

From 1 April 2020 Powerco will be changing its electricity distribution prices. For most people the new prices will be lower, as our regulated revenue is dropping by around 12.5%.

We are also upgrading and replacing a lot of network assets as part of a five-year investment programme. Last year we spent over \$190 million on maintenance, upgrades, and renewals, which is 29% more than the year before.

It was expected that prices would increase by around 2% per year due to this increased investment. Interest rates have dropped, and they are a key part of calculating what the Commerce Commission allows us to charge. The drop in rates has also reduced the transmission grid charges that are included in our prices.

The individual impacts are shown below:

Distribution	-13.4%
Transmission	-16.2%
Overall	-14.3%

What does this change mean for you? The network charges portion of your bill will decrease. Your retailer will choose how to repackage this change into your charges.

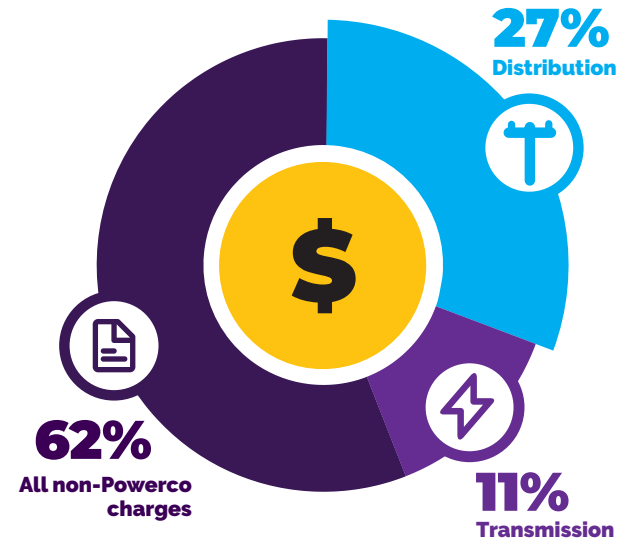
Powerco invoices retailers (who send you your power bills) for the use of our electricity networks. We own and manage the assets that get power to your door – the poles, wires, transformers and substations.

Our line charges are around a quarter of your overall electricity bill. We also pass on Transpower's charges, for using the national transmission network (often called the national grid). Transmission charges can vary between regions but are around 11% of your overall electricity bill. Retailers then invoice customers for all electricity costs.

More information

- For an in-depth breakdown visit powerco.co.nz
- The new line charges for your area can be found in the electricity information disclosure below.
 - Delivery charges include the transmission component unless otherwise stated
 - All charges exclude GST
 - Powerco's Electricity Pricing Policy provides further detail and is available on our website

Average Electricity Bill



Figures above taken from Electricity Authority

POWERCO Electricity Information Disclosure

New line charges for the Coromandel, Thames and South Waikato regions. Powerco's new line charges effective 1 April 2020.

Valley Network Points of Supply: Hinuera, Kinleith, Kopu, Piako, Waihou, Waikino

Residential

Consumer Group	Delivery charges ¹ effective 1 April 2020						Transmission component ² effective 1 April 2020				
	Fixed charge (cents/day)	24 hour supply (cents/kWh)	Single controllable supply (cents/kWh)	Controlled (cents/kWh)	Night only supply (cents/kWh)	Estimated number of consumers	Fixed charge (cents/day)	24 hour supply (cents/kWh)	Single controllable supply (cents/kWh)	Controlled (cents/kWh)	Night only supply (cents/kWh)
V05: Low Fixed Charge Option	15.00	10.37	9.82	7.59	5.20	3,593	0.00	2.92	2.64	1.88	0.00
V06: Standard Option	85.00	7.18	6.63	4.40	2.01	4,452	0.00	2.92	2.64	1.88	0.00
Previous delivery charges											
V05: Low Fixed Charge Option	15.00	12.05	11.10	8.60	5.19	3,553	0.00	3.24	2.90	2.08	0.00
V06: Standard Option	85.00	8.86	7.91	5.41	2.00	4,317	0.00	3.24	2.90	2.08	0.00

Time of Use (TOU)	Delivery charges ¹ effective 1 April 2020								Transmission component ² effective 1 April 2020						
	Fixed charge (cents/day)	Peak uncontrolled (cents/kWh)	Off peak uncontrolled (cents/kWh)	Peak all inclusive (cents/kWh)	Off-peak all inclusive (cents/kWh)	Controlled (cents/kWh)	Night only supply (cents/kWh)	Estimated number of consumers	Fixed charge (cents/day)	Peak uncontrolled (cents/kWh)	Off peak uncontrolled (cents/kWh)	Peak all inclusive (cents/kWh)	Off-peak all inclusive (cents/kWh)	Controlled (cents/kWh)	Night only supply (cents/kWh)
V05S: Low Fixed Charge Option	15.00	17.18	7.45	16.28	7.18	7.59	5.20	32,994	0.00	9.73	0.00	9.00	0.00	1.88	0.00
V06S: Standard Option	85.00	13.99	4.26	13.01	3.99	4.40	2.01	20,399	0.00	9.73	0.00	9.00	0.00	1.88	0.00
Previous delivery charges															
V05S: Low Fixed Charge Option	15.00	19.98	8.52	18.59	8.20	8.60	5.19	32,756	0.00	11.17	0.00	10.00	0.00	2.08	0.00
V06S: Standard Option	85.00	16.79	5.44	15.51	5.01	5.41	2.00	20,269	0.00	11.17	0.00	10.00	0.00	2.08	0.00

Commercial

Consumer Group	Delivery charges ¹ effective 1 April 2020						Transmission component ² effective 1 April 2020				
	Fixed charge (cents/day)	24 hour supply (cents/kWh)	Single controllable supply (cents/kWh)	Controlled (cents/kWh)	Night only supply (cents/kWh)	Estimated number of consumers	Fixed charge (cents/day)	24 hour supply (cents/kWh)	Single controllable supply (cents/kWh)	Controlled (cents/kWh)	Night only supply (cents/kWh)
V01: Unmetered Supply – other than streetlighting			10.93			182		3.98			
V02: Unmetered Streetlighting (per light)	15.31					6	5.57				
V06: 1, 2 and 3 phase up to and including 60 amp	85.00	7.18	6.63	4.40	2.01	10,650	0.00	2.92	2.64	1.88	0.00
V24: Three phase 61 – 250 amp	991	5.94				507	0.00	2.34			
V28: Greater than 250 Amp up to and including 299 kVA	2,600	4.66		3.81		43	0.00	1.71		1.57	
Previous delivery charges											
V01: Unmetered Supply – other than streetlighting			12.18			192		4.41			
V02: Unmetered Streetlighting (per light)	17.07					6	6.18				
V06: 1, 2 and 3 phase up to and including 60 amp	85.00	8.86	7.91	5.41	2.00	10,537	0.00	3.24	2.90	2.08	0.00
V24: Three phase 61 – 250 amp	991	6.69				489	0.00	2.60			
V28: Greater than 250 Amp up to and including 299 kVA	3,411	6.65		4.94		40	0.00	2.44		1.74	

Large commercial / industrial

Consumer Group	Distribution charges effective 1 April 2020			Transmission charges effective 1 April 2020			Previous distribution charges			Previous transmission charges		
	Network asset and maintenance charge (\$/kW AMD)	Network indirect demand charge (\$/kW OPD)	Network indirect fixed charge (\$/annum)	Anytime demand (\$/kW AMD)	On-peak demand (\$/kW OPD)	Estimated number of consumers	Network asset and maintenance charge (\$/kW AMD)	Network indirect demand charge (\$/kW OPD)	Network indirect fixed charge (\$/annum)	Anytime demand (\$/kW AMD)	On-peak demand (\$/kW OPD)	
V40 ³ : 300 – 1,499 kVA capacity	103.71	8.95	2,400	23.06	103.04	83	121.25	8.95	2,335	32.89	114.58	
V60 ³ : Greater than or equal to 1,500 KVA capacity	43.23	10.65	12,000	28.99	100.81	25	49.90	10.65	12,207	32.15	112.05	

1. Delivery Charges include the Transmission charges shown in the "Transmission Component" table. 2. Transmission charges include all recoverable costs such as Transmission costs, council rates and statutory levies. 3. Charges for the Group V40 and V60 consumers are determined on an individual basis and as such the charges shown here are based on average charge across all consumers in these groups. Group V40 and V60 consumers are charged both Distribution and Transmission charges as detailed above.