

# HV Pool balance

Update

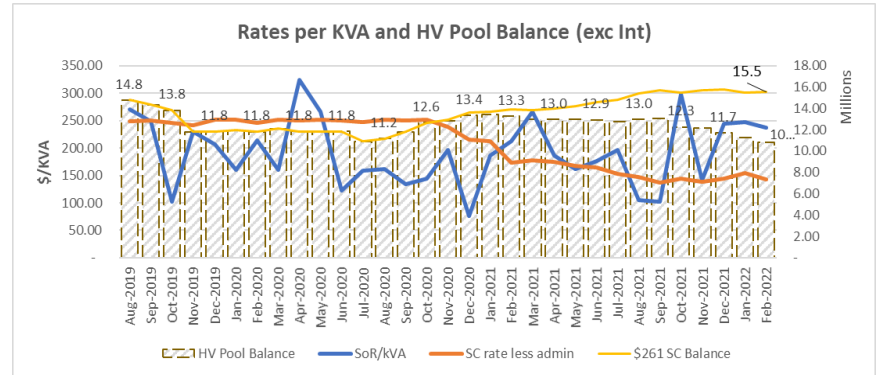
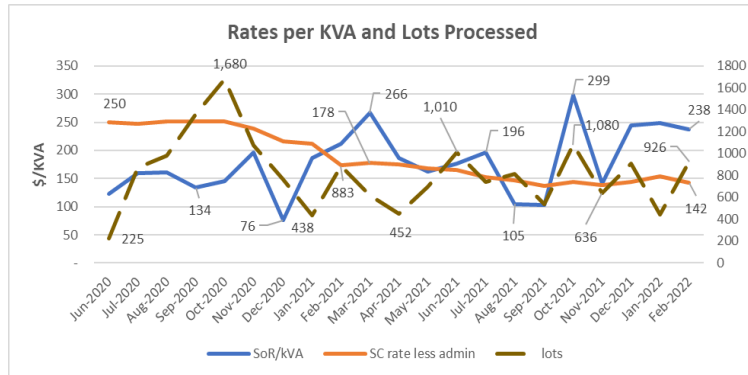
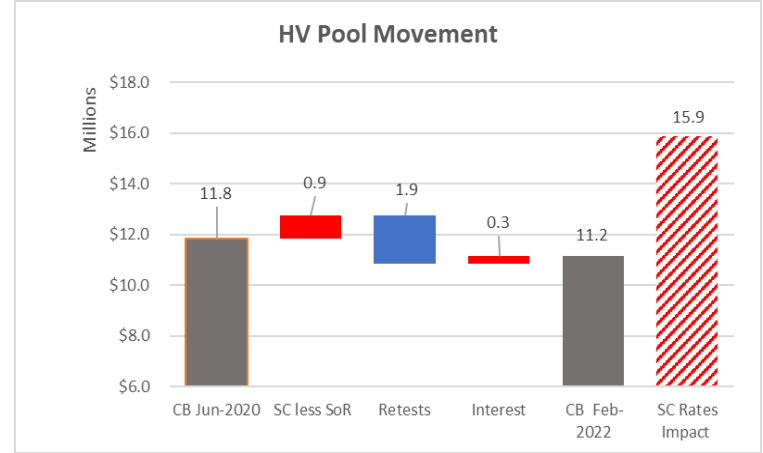
Governance Committee – Mar 2022



# HV Pool - July 2020 to February 2022

## Key points

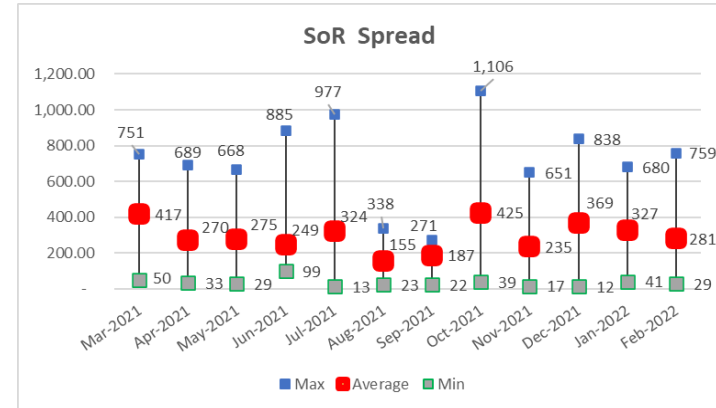
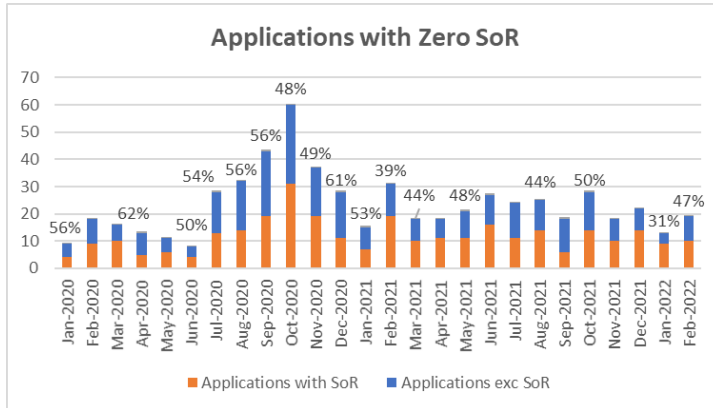
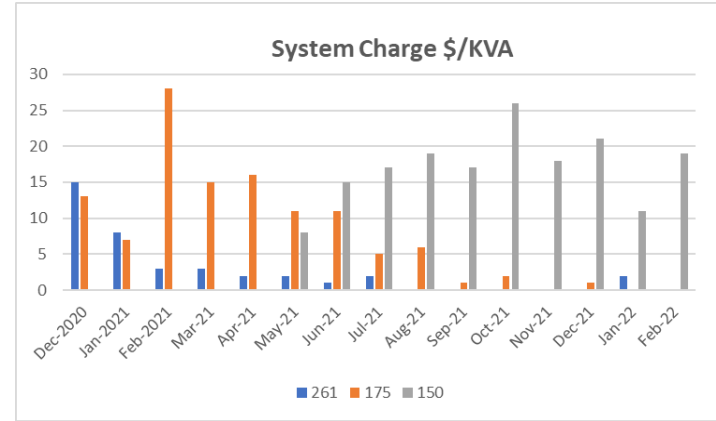
- The HV Pool balance decreased from \$11.8m to \$11.2m ( Nov 21 \$12m)
- System Charge is \$150/kVa (from May 2021). If left at \$261/kVa the balance would have been \$15.9m ( \$4.7m impact).
- SC (\$15.3m) was \$0.9m higher than SoR (\$14.4m). Retest (\$1.9m) & interest (\$0.3m) are included in the pool balance
- SoR also reduced from March 2021 to Feb 22 from \$266/kVA to \$237/kVA
- 525 quotes were issued at an average of 32 lots per quote to total 16,911 Lots connected for the period– Govt COVID stimulus to housing industry had a major impact.



# HV Pool - July 2020 to Feb 2022

## Key points cont

- \$150/kVa System charge rate is now in full effect
- Applications with a zero SoR is trending at 50% since July 2020. Out of 523 quotes only 269 had an SoR value
- In terms of lot volumes, applications with a zero SoR averaged 24 lots per application compared to 41 lots per application for subdivisions with an SoR value
- SoR's exhibit a wide range of values. Maximum value is \$1,106/kVA and min is 4.41/kVA (Jul 2020). The average SoR value tended towards the lower end of the range spread.



# Other points

## Other points

- Admin fee has been changed from 4% of SC to be a flat \$33k per month.
- Payments from the HV Pool are dependant on the actual HV infrastructure installed by/for Developers.
- Lots per applications are still below longer term average of 45 lots per application - FY2012 to FY2017
- modelling forecasts that it will take circa 5.5 years to achieve \$4m target balance.
  - (\$150 System Charge, SoR of \$200/kVA and lots processed at 7,000 per year)
    - At an SoR of \$250/kVA it would take 3.5 years
    - At 10,000 lots per year it would take 2.5 years