

Q. Operating Costs by Function: 2010 to 2014F - Exhibit 1

Please provide a breakdown for the 2010 to 2014 forecast costs of Administration and Engineering support. Please explain the approximately \$1,000,000 increase from 2010 to 2011, 2012 (f) and 2013 (f).

A. Table 1 provides a breakdown of the operating costs for the Electricity Supply, Administrative and Engineering Support function for 2010 to 2014F.

Table 1
Administrative and Engineering Support Operating Costs
2010 to 2014F
(\$000s)

	2010	2011	2012F	2013F	2014F
Labour	4,212	5,112	4,991	5,082	5,229
Other	1,719	1,939	1,985	2,015	2,056
Total	5,931	7,051	6,976	7,097	7,285

The increase in costs for the Electricity Supply, Administrative and Engineering Support function from 2010 is mainly related to labour costs. This primarily reflects normal wage increases and the reassignment of personnel previously charged to other functions. The increase in other costs from 2010 primarily reflects increased employee relocation costs and computing equipment and software costs.