

# **[Draft] Transpower Individual Price-Quality Path (treatment of insurance entitlements) Amendment Determination 2024**

**[2024] NZCC [XX]**

**The Commission:**

Vhari McWha  
Bryan Chapple  
Dr Derek Johnston  
Nathan Strong

**Date of decision:**

[day] [month] 2024

[signature]

[name], Commissioner

Dated at Wellington this [day] of [month] 2024

COMMERCE COMMISSION

Wellington, New Zealand

<b>Determination history</b>		
<b>Determination date</b>	<b>Decision number</b>	<b>Determination name</b>
14 November 2019	[2019] NZCC 19	Transpower Individual Price-Quality Path Determination 2020 ('principal determination')
7 October 2021	[2021] NZCC 19	Transpower Individual Price-Quality Path Amendment Determination 2021 (No. 1)
22 November 2022	[2022] NZCC 37	Transpower Individual Price-Quality Path Amendment Determination 2022 (No. 1)
10 August 2023	[2023] NZCC 22	Transpower Individual Price-quality Path Amendment Determination 2023 (No. 1)
12 October 2023	[2023] NZCC 27	Transpower Individual Price-quality Path Amendment Determination 2023 (No. 2)
[date]	[2024] NZCC XX	Transpower Individual Price-Quality Path (treatment of insurance entitlements) Amendment Determination 2024

[Drafting notes:

- This determination amends the Transpower Individual Price-Quality Path Determination 2020 [2019] NZCC 19, as previously amended, ('principal determination').
- The included amendment which is secondary legislation is made under the Legislation Act 2019 and Part 4 of the Commerce Act 1986.]

Under Part 4 of the Commerce Act 1986, the Commerce Commission makes the following determination:

**1. TITLE**

1.1 This determination is the Transpower Individual Price-Quality Path (treatment of insurance entitlements) Amendment Determination 2024.

**2. DETERMINATION AMENDED**

2.1 This determination amends the **principal determination**.

**3. INTERPRETATION**

3.1 In this determination, the words or phrases in bold type bear the following meanings:

3.1.1 **Act** means the Commerce Act 1986;

3.1.2 **Commission** has the same meaning as in s 2 of the **Act**;

3.1.3 **disclosure year** has the same meaning as in the **IM determination**;

3.1.4 **IM determination** means the Transpower Input Methodologies Determination [2012] NZCC 17; and

3.1.5 **principal determination** means the Transpower Individual Price-Quality Path Determination 2020 [2019] NZCC 19.

**4. COMMENCEMENT AND APPLICATION**

4.1 This determination comes into force on [date], being the day after which notice of it is given in the New Zealand Gazette under the Legislation Act 2019 in accordance with s 52W of the **Act**.

**5. PRINCIPAL DETERMINATION AMENDMENTS**

5.1 In clause 7 of the **principal determination**, replace the definition of **other regulated income** with:

<b>“other regulated income</b>	means income associated with the supply of <b>electricity transmission services</b> , excluding: <ul style="list-style-type: none"><li>(a) <b>actual transmission revenue</b>;</li><li>(b) income associated with <b>electricity transmission services</b> performed by <b>Transpower as system operator</b>;</li><li>(c) income associated with <b>new investment contracts</b>;</li><li>(d) investment-related income;</li></ul>
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- (e) any **insurance entitlement** that has been applied to reduce the value of a **commissioned** asset under clause 2.2.7(1)(i) of the **Transpower IM**;
- (f) any **insurance entitlement** that has been netted off in calculating an **operating cost**; and
- (g) any **third-party liability entitlement** that has been netted off in calculating an **operating cost**;"