

# WHAT IS A CUSTOMISED PRICE-QUALITY PATH?

A customised price-quality path (CPP) is where the regulator (in this case, the Commerce Commission) approves changes to the standard allowances for what an electricity network business can charge its customers, and minimum service levels over a specified period.

## OUR APPLICATION

Aurora Energy submitted our CPP application to the Commerce Commission on 12 June 2020. It sought regulatory approval for a **programme of investment to undertake essential maintenance and upgrades** needed to keep Aurora Energy's network in Dunedin, Central Otago and Queenstown Lakes safe, resilient and able to meet expected electricity demand.

## THE FINAL DECISION

The Commerce Commission announced their final decision on our application in March 2021, and the new prices came into effect on 1 April 2021.

Our CPP application allows Aurora Energy **to invest \$563 million** on our electricity network **over five years**, which is split into:

- \$327 million of capital expenditure on new assets and network improvements
- \$236 million of operational and maintenance expenditure

Collectively, this work will bring the network's performance up to safe and reliable standards following historic under-investment.

Further information and copies of our CPP application can be found on our website

[yoursay.auroraenergy.co.nz/  
previousconsultations](https://yoursay.auroraenergy.co.nz/previousconsultations)

You can also visit the Commission's website for more information on its review and consultation process.

[www.comcom.govt.nz/aurora](https://www.comcom.govt.nz/aurora)

