Senate Standing Committee on Environment and Communications

Answers to Senate Estimates Questions on Notice

Additional Estimates Hearings February 2017

Communications Portfolio

NBN Co Limited

Question No: 173

NBN Co Limited

Hansard Ref: Written, 14/03/2017

Topic: Operating cost growth

Senator Urquhart, Anne asked:

What long-term assumptions have been used for operating cost growth in the 2017 Corporate Plan for the years beyond 2020?

Answer:

The operating cost growth in the 2017 Corporate Plan for years beyond FY2020 (that supports the long-term financial outlook) is based on a detailed assessment of operating activities and associated rates for FY2021 and FY2022 in line with the network footprint, and volumes of activated premises in those years. Operating cost growth beyond FY2022 has been assumed in line with inflation at 2.5% per annum.