

Senate Standing Committee on Environment and Communications
Answers to Senate Estimates Questions on Notice
Additional Estimates February 2017
Communications Portfolio
NBN Co Limited

Question No: 239

NBN Co Limited

Hansard Ref: Written, 14/03/2017

Topic: 2016 Corporate Plan – sensitivity analysis HFC

Senator Urquhart, Anne asked:

Exhibit 14 of the 2016 Corporate Plan states, in regards to the HFC rollout, that every 7 month delay has a \$1 billion impact on funding. Please outline all the assumptions underpinning this statement – this should include pre and post delay RFS profile, APRU assumptions, residential take-up rate and any other factors. The mathematics of how this figure was determined should be spelled out and explained clearly.

Answer:

A 7 month delay in the HFC rollout would result in 7 fewer months of HFC steady state revenues being received within the period leading up to peak funding. In approximated values, the Corporate Plan 2016 sensitivity was calculated based on a final 3 million HFC activated premises delayed for a period of 7 months at an ARPU of \$47.