

Distribution System Plan 2015-2019

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TABLE 2: EXPECTED COSTS AND BENEFITS OF OPTION 3 – ERP IMPLEMENTATION

	Expected Spending (\$M)										
Year	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
CAPEX	54.0	-	-	-	-	5.5	-	-	-	-	-
Hardware	3.4	-	-	-	-	1.5	-	-	-	-	-
Software & Implementation	50.5	-	-	-	-	4.0	-	-	-	-	-
OPEX	0.2	2.8	2.4	2.4	2.4	2.4	2.4	2.4	2.2	2.2	2.2
TOTAL EXPENDITURE	54.1	2.8	2.4	2.4	2.4	7.9	2.4	2.4	2.2	2.2	2.2
	Expected Benefits (\$M)										
Year	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Monetary	-	17.9	4.2	4.2	4.2	13.2	4.2	4.2	4.2	4.2	13.2
Cost Savings	-	3.5	4.1	4.1	4.1	4.1	4.1	4.1	4.1	4.1	4.1
Cost Avoidance	-	14.5	0.1	0.1	0.1	9.1	0.1	0.1	0.1	0.1	9.1
Process Improvements	-	1.9	2.4	2.9	2.9	2.9	2.9	2.9	2.9	2.9	2.9
TOTAL BENEFIT	-	19.8	6.6	7.0	7.0	16.1	7.0	7.0	7.0	7.0	16.0
	Net Present Value (NPV)										
10-yr: Monetary only	-15.3										
10-yr: Monetary and Process	4.9										