

# Tam and EvoTams

Relates to Relates to table of stakeholder queries on TAMs

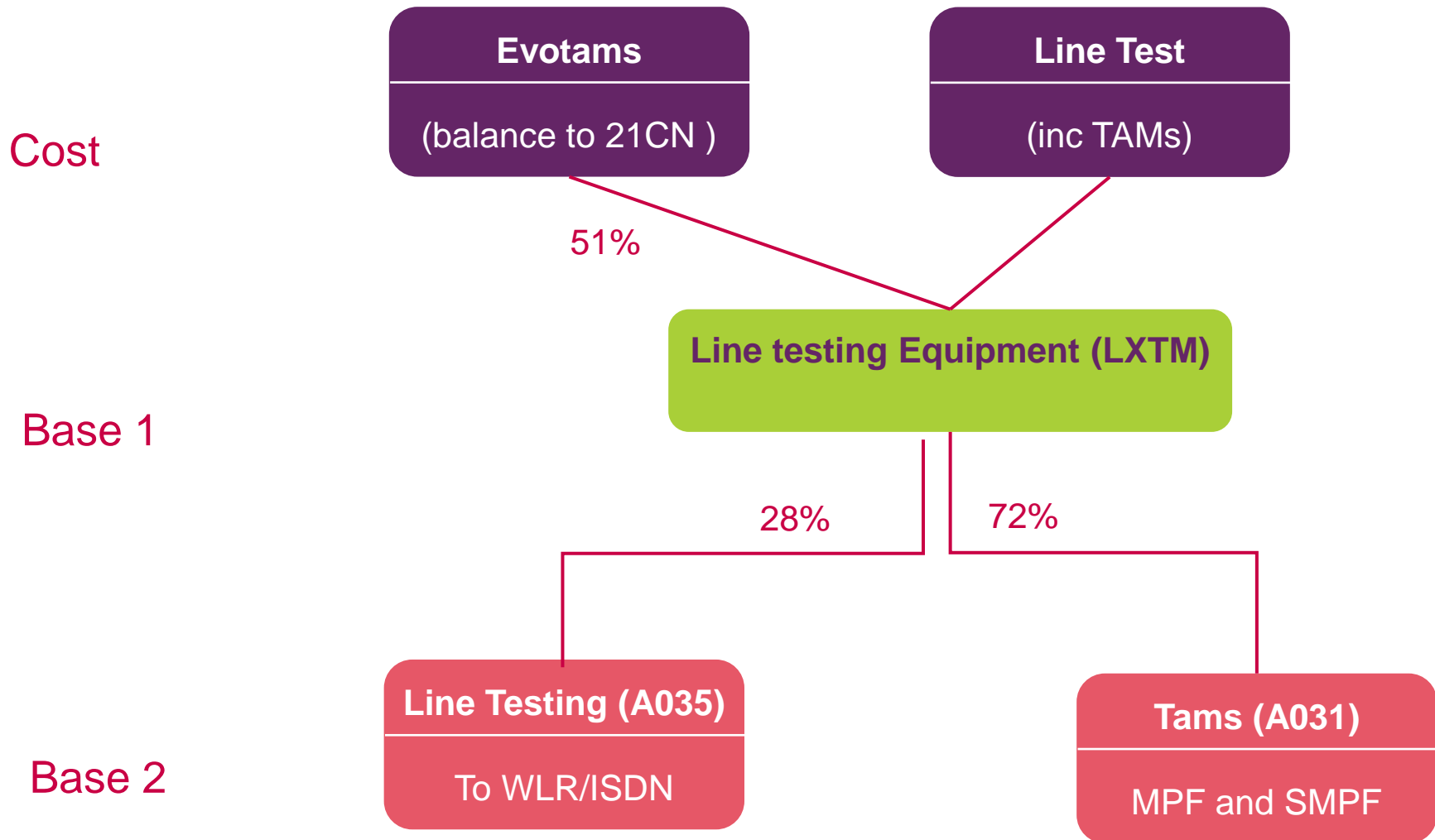
## Cost Adjustments

- Slide 1 illustrates how line testing, Tams and EvoTam costs are allocated in the 09/10 RFS.
- Slide 2 illustrates how these costs have been allocated in our cost modelling
- Slide 3 shows the impact on the 2013/14 unit cost estimates of moving from one basis to the other

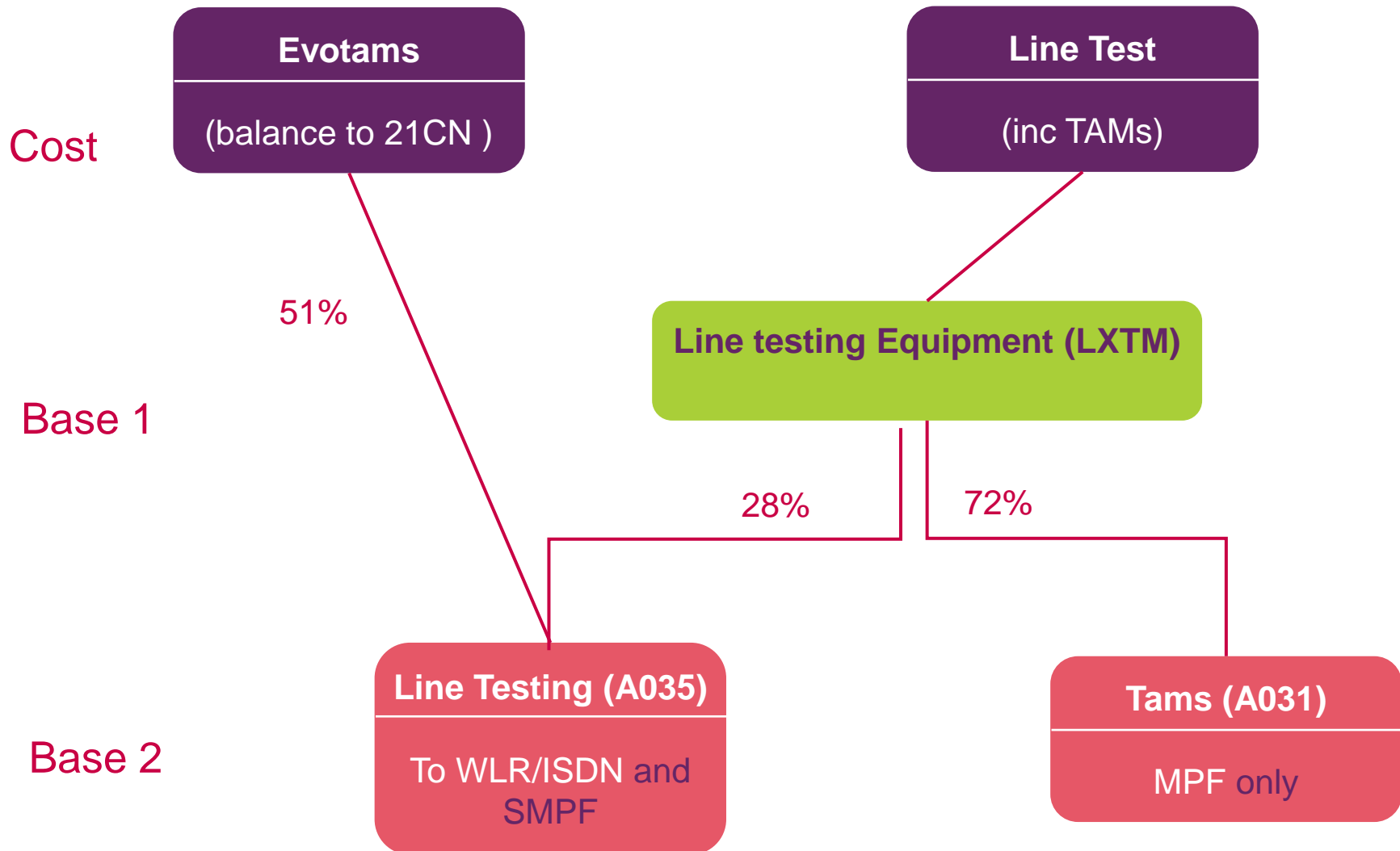
## Price Adjustments

- Slide 4 shows the impact of our pricing proposal of spreading Tams costs over DSL lines as set out in the condoc in para 7.123, based on costs in slide three.

# Allocation per RFS



# Allocation per cost calculations



# Unit impact Cost adjustment – 2013/14



Orig

New

|           | MPF  | WLR  | SMPF |
|-----------|------|------|------|
| Line Test | -    | 0.90 | 0.00 |
| TAMs      | 2.20 | -    | 2.20 |
| EVO Tams  |      |      |      |
| ROCE      | 0.76 | 0.28 | 0.76 |
| Total     | 2.96 | 1.18 | 2.96 |

|  | MPF  | WLR  | SMPF |
|--|------|------|------|
|  | -    | 0.36 | 0.36 |
|  | 3.00 | -    | -    |
|  | -    | 0.91 | 0.91 |
|  | 0.99 | 0.39 | 0.39 |
|  | 3.99 | 1.66 | 1.66 |

# Unit impact price adjustment– 2013/14

## Proposed

|                    | MPF    | WLR  | SMPF |
|--------------------|--------|------|------|
| Line Test          | -      | 0.36 | 0.36 |
| TAMs               | 3.00   | -    | -    |
| EVO Tams           | 0.00   | 0.91 | 0.91 |
|                    |        |      |      |
| ROCE               | 0.99   | 0.39 | 0.39 |
| Total              | 3.99   | 1.66 | 1.66 |
| Pricing Adjustment | (2.31) | -    | 1.68 |
| Total for pricing  | 1.68   | 1.66 | 3.34 |
|                    |        |      |      |

TAMs costs are allocated to DSL lines