

Better Broadband: efficient, sustainable, inclusive

Attachment A to Chorus' Submission in response to MBIE's Telecommunications Act Review Options Paper



Bringing New Zealand Better Broadband

✓ efficient, sustainable, inclusive

Consumers

Investors



Better services at fair prices

Fast, unconstrained, reliable broadband



Investment for fair return

Stable predictable utility style model



Aligning consumer and investor incentives

CONSUMERS

- ✓ Fair prices
- ✓ Stable transition
- ✓ No price shocks
- √ The same urban and rural prices
- ✓ Efficient, sustainable, inclusive
- ✓ Better speed, reliability, quality
- ✓ Continuing investment

INVESTORS

- √ Fair return on investment
- ✓ Stable transition
- ✓ No revenue shocks
- ✓ Revenue sufficiency
- ✓ Efficient, sustainable, inclusive
- ✓ Reward for innovation
- ✓ Coherent regulatory foundation



Opportunity for one coherent regulatory model

TODAY'S REGULATION

Complexity

- Vertically integrated
- Limited wholesale products
- Promote competition
- Insufficient investment
- Discrimination & transparency concerns
- Multiple instruments
- Ambiguity on objectives
- Lengthy, costly, slow debates
- Price & revenue shocks
- Price, quality, investment in different conversations

TOMORROW'S REGULATION

Simplicity

- ✓ Structurally separated
- ✓ Only wholesale, range of products
- Limited competition
- ✓ Very high investment
- ✓ Open access & published terms
- ✓ Simplify and rationalise regulatory instruments
- ✓ Ambitious clear objectives
- Minimise debates
- ✓ No price & revenue shocks
- ✓ Price, quality, investment in one conversation

