

Our Ref: 64993
Contact Officer: Dale Johansen
Contact Phone: 07 3835 4679

21 November 2019

Peter Bucki
Head of Regulation
Australian Gas Infrastructure Group

Dear Peter

AGN (Albury and VIC) 2020 Gas Distribution Network Tariff Variation

The AER has considered this matter and decided, in accordance with the provisions of AGN's (Albury and VIC) 2018–22 access arrangement, to approve AGN's proposed tariffs for the period 1 January 2020 to 31 December 2020. The proposed tariffs were submitted to the AER on 21 October 2019 and were revised on 23 October 2019.

The proposed tariffs are compliant with AGN's (Albury and VIC) 2018–22 access arrangement.

A Statement of Reasons is attached. Should you have any queries, please contact Dale Johansen, Director, on 07 3835 4679 or dale.johansen@er.gov.au.

Yours sincerely



Chris Pattas
General Manager
AER Distribution



GPO Box 520
Melbourne VIC 3001
Telephone: (03) 9290 1444
Facsimile: (03) 9663 3699
www.aer.gov.au

STATEMENT OF REASONS

AGN (Albury and VIC) gas distribution tariff variation for 2020

On 21 October 2019, AGN applied to the AER for variation of its distribution tariffs for the Albury and Victorian gas distribution systems for the period 1 January 2020 to 31 December 2020. The application is based on the 2018–22 access arrangement.

The AER has considered AGN's application for the variation of distribution tariffs for the period 1 January 2020 to 31 December 2020, submitted on 21 October 2019 and revised on 23 October 2019 in accordance with AGN's (Albury and VIC) 2018–22 access arrangement.

The AER is satisfied that AGN's application complies with the relevant principles and formulae set out in the 2018–22 access arrangement.

Having considered AGN's proposal on 23 October 2019 stating the nature of the proposed 2020 tariffs, the AER approves these tariffs for commencement on 1 January 2020.

The approved 2020 distribution tariffs are set out in the section below.

Australian Gas Networks (Victoria and Albury) Reference Tariffs - 2020

2020 Victoria tariff rates

Tariff V (Volume Haulage Service – Charges excl. GST)	
Central Zone – Residential	
Base Charge (\$/day)	0.1931
Charge for the first 0.0274 GJ of gas delivered (\$/GJ)	11.8925
Charge for the next 0.0219 GJ of gas delivered (\$/GJ)	6.8378
Charge for additional gas delivered (\$/GJ)	3.7538
Central Zone – Non-Residential	
Base Charge (\$/day)	0.1931
Charge for the first 0.05 GJ of gas delivered (\$/GJ)	8.3949
Charge for the next 0.50 GJ of gas delivered (\$/GJ)	3.9622
Charge for the next 0.82 GJ of gas delivered (\$/GJ)	2.9553
Charge for additional gas delivered (\$/GJ)	1.1936
North Zone – Residential	
Base Charge (\$/day)	0.1931
Charge for the first 0.0274 GJ of gas delivered (\$/GJ)	10.4636
Charge for the next 0.0219 GJ of gas delivered (\$/GJ)	6.1251
Charge for additional gas delivered (\$/GJ)	3.3629
North Zone – Non-Residential	
Base Charge (\$/day)	0.1931
Charge for the first 0.05 GJ of gas delivered (\$/GJ)	7.5303
Charge for the next 0.50 GJ of gas delivered (\$/GJ)	3.5809
Charge for the next 0.82 GJ of gas delivered (\$/GJ)	2.6707
Charge for additional gas delivered (\$/GJ)	1.0791
Murray Valley Zone – Residential	
Base Charge (\$/day)	0.2458

Charge for the first 0.0274 GJ of gas delivered (\$/GJ)	9.1098
Charge for the next 0.0219 GJ of gas delivered (\$/GJ)	5.5111
Charge for additional gas delivered (\$/GJ)	3.4475

Murray Valley Zone – Non-Residential

Base Charge (\$/day)	0.2458
Charge for the first 0.05 GJ of gas delivered (\$/GJ)	6.7330
Charge for the next 0.50 GJ of gas delivered (\$/GJ)	3.9767
Charge for the next 0.82 GJ of gas delivered (\$/GJ)	2.9678
Charge for additional gas delivered (\$/GJ)	1.3435

Bairnsdale Zone – Residential

Base Charge (\$/day)	0.3178
Charge for the first 0.0274 GJ of gas delivered (\$/GJ)	19.4166
Charge for the next 0.0219 GJ of gas delivered (\$/GJ)	11.2934
Charge for additional gas delivered (\$/GJ)	6.1999

Bairnsdale – Non-Residential

Base Charge (\$/day)	0.3178
Charge for the first 0.05 GJ of gas delivered (\$/GJ)	13.8045
Charge for the next 0.50 GJ of gas delivered (\$/GJ)	6.7300
Charge for the next 0.82 GJ of gas delivered (\$/GJ)	5.0178
Charge for additional gas delivered (\$/GJ)	2.0267

Tariff D (Demand Haulage Service – Annual Charges excl. GST)

Zone	Central	North	Murray Valley (Vic)	Bairnsdale
10 GJ or less (\$/GJ MHQ)	1,461.0058	1,461.0058	1,702.9777	2,416.6996
Next 40 GJ (\$/GJ MHQ)	893.1654	893.1654	1,050.8447	1,497.1554
Additional GJ (\$/GJ MHQ)	163.1104	163.1104	178.9774	273.0471

Ancillary Reference Services (excl. GST)

Meter and Gas Installation Test	\$221.00
Disconnection	\$73.00
Reconnection	\$85.00
Meter Removal	\$104.00
Meter Reinstallation	\$104.00
Special Meter Read – Metropolitan	\$9.30
Special Meter Read – Non Metropolitan	\$12.80

Notes

This Tariff Schedule is to be read in conjunction with Annexure F to this Access Arrangement (which Annexure is incorporated into, and forms part of, this Tariff Schedule).

2019 Albury tariff rates

Tariff V (Volume Haulage Service – Charges excl. GST)

Albury – Residential

Base Charge (\$/day)	0.2512
Charge for the first 0.0274 GJ of gas delivered (\$/GJ)	8.6120
Charge for the next 0.0219 GJ of gas delivered (\$/GJ)	5.1476
Charge for additional gas delivered (\$/GJ)	2.8267

Albury – Non-Residential

Base Charge (\$/day)	0.2512
Charge for the first 0.05 GJ of gas delivered (\$/GJ)	6.3207
Charge for the next 0.50 GJ of gas delivered (\$/GJ)	3.1210
Charge for the next 0.82 GJ of gas delivered (\$/GJ)	2.2163
Charge for additional gas delivered (\$/GJ)	0.8949

Tariff D (Demand Haulage Service – Annual Charges excl. GST)

Zone	Albury
10 GJ or less (\$/GJ MHQ)	1,256.4656
Next 40 GJ (\$/GJ MHQ)	780.3805
Additional GJ (\$/GJ MHQ)	188.6350

Ancillary Reference Services (excl. GST)

Meter and Gas Installation Test	\$221.00
Disconnection	\$73.00
Reconnection	\$85.00
Meter Removal	\$104.00
Meter Reinstallation	\$104.00
Special Meter Read – Metropolitan	\$9.30
Special Meter Read – Non Metropolitan	\$12.80

Notes

This Tariff Schedule is to be read in conjunction with Annexure F to this Access Arrangement (which Annexure is incorporated into, and forms part of, this Tariff Schedule).