

GPO Box 520 Melbourne VIC 3001

Telephone: (03) 9290 1444 Facsimile: (03) 9663 3699

www.aer.gov.au

Our Ref: AER200815 Contact Officer: Daniel Dale Contact Phone: 07 3835 4629

18/06/2020

Peter Bolding General Manager Strategy and Regulatory Roma Brisbane Pipeline

Dear Mr Bolding

Roma Brisbane Pipeline (RBP) 2020–21 Gas Transmission Reference Tariff Variation Proposal

The AER has considered this matter and decided, in accordance with the provisions of the Roma (Wallumbilla) to Brisbane Pipeline 2017–22 access arrangement, to approve RBP's proposed reference tariff for the period 1 July 2020 to 30 June 2021.

The reference tariff proposal was submitted to the AER on 22 May 2020 and a revised proposal submitted on 4 June 2020.

The AER has decided that the proposed reference tariff is compliant with the RBP gas access arrangement 2017–22. A Statement of Reasons is attached.

Should you have any queries, please contact Daniel Dale on 07 3835 4629.

Yours sincerely

Kami Kaur

Acting General Manager

Distribution



GPO Box 520 Melbourne VIC 3001

Telephone: (03) 9290 1444 Facsimile: (03) 9663 3699

www.aer.gov.au

STATEMENT OF REASONS

Roma Brisbane Pipeline (RBP) transmission tariff variation for 2020–21

On 22 May 2020, RBP applied to the AER to vary its transmission reference tariff for the period 1 July 2020 to 30 June 2021. On the same day, RBP submitted a proposal to the AER to vary the terms its 2017-22 access arrangement to correct the annual reference tariff adjustment formula. This variation to the 2017–22 access arrangement was approved by the AER on 16 June 2020.

The AER has considered RBP's application for the variation of the transmission reference tariff for the period 1 July 2020 to 30 June 2021 submitted on 22 May 2020 in accordance with section 4.5 of the RBP 2017–22 access arrangement.

In considering RBP's application, the AER has reviewed the inputs to the formula, including the updated X factor, CPI figures and weighted average cost of capital calculations.

RBP submitted a revised proposal on 4 June to correct a minor error in the proposal.

The AER is satisfied that the revised RBP tariff variation proposal complies with the relevant principles and formulae set out in the RBP access arrangement. Accordingly, the AER approves this reference tariff for commencement on 1 July 2020.

The approved 2020–21 gas transmission reference tariff is \$0.6514/GJ of MDQ/Day.