

## **STATEMENT OF REASONS**

### **Australian Gas Networks Victoria and Albury Reference Tariff variation for 2019**

On 18 October 2018, Australian Gas Networks (AGN) applied to the AER for the variation of its reference tariffs for haulage reference services and ancillary reference services for the period 1 January to 31 December 2019. The application is based on the 2018–22 Access Arrangement approved by the AER on 30 November 2017.

The AER has considered AGN's application for the variation of reference tariffs for the period 1 January to 31 December 2019 submitted on 18 October 2018.

The AER is satisfied that AGN's application complies with the relevant principles and formulae set out in clause 4 and Annexure D of AGN (Victoria and Albury) Access Arrangement.

Having considered AGN's proposal of 18 October 2018 stating the nature of the proposed 2019 tariffs, the AER approves these tariffs for commencement on 1 January 2019.

The approved 2019 reference tariffs for haulage reference services and ancillary reference services are set out in the section below.

## Australian Gas Networks (Victoria and Albury) Reference Tariffs - 2019

### 2019 Victoria Tariff rates

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

##### Central Zone – Residential

<b>Base Charge (\$/day)</b>	0.1901
Charge for the first 0.0274 GJ of gas delivered (\$/GJ)	11.4676
Charge for the next 0.0219 GJ of gas delivered (\$/GJ)	6.7306
Charge for additional gas delivered (\$/GJ)	3.6949

##### Central Zone – Non-Residential

<b>Base Charge (\$/day)</b>	0.1901
Charge for the first 0.05 GJ of gas delivered (\$/GJ)	8.2633
Charge for the next 0.50 GJ of gas delivered (\$/GJ)	3.8769
Charge for the next 0.82 GJ of gas delivered (\$/GJ)	2.8973
Charge for additional gas delivered (\$/GJ)	1.1749

##### North Zone – Residential

<b>Base Charge (\$/day)</b>	0.1901
Charge for the first 0.0274 GJ of gas delivered (\$/GJ)	10.0897
Charge for the next 0.0219 GJ of gas delivered (\$/GJ)	6.0291
Charge for additional gas delivered (\$/GJ)	3.3102

##### North Zone – Non-Residential

<b>Base Charge (\$/day)</b>	0.1901
Charge for the first 0.05 GJ of gas delivered (\$/GJ)	7.4122
Charge for the next 0.50 GJ of gas delivered (\$/GJ)	3.5038
Charge for the next 0.82 GJ of gas delivered (\$/GJ)	2.6183
Charge for additional gas delivered (\$/GJ)	1.0617

##### Murray Valley Zone – Residential

<b>Base Charge (\$/day)</b>	0.2419
Charge for the first 0.0274 GJ of gas delivered (\$/GJ)	8.7843
Charge for the next 0.0219 GJ of gas delivered (\$/GJ)	5.4247
Charge for additional gas delivered (\$/GJ)	3.3934

Murray Valley Zone – Non-Residential

<b>Base Charge (\$/day)</b>	0.2419
Charge for the first 0.05 GJ of gas delivered (\$/GJ)	6.6274
Charge for the next 0.50 GJ of gas delivered (\$/GJ)	3.8911
Charge for the next 0.82 GJ of gas delivered (\$/GJ)	2.9096
Charge for additional gas delivered (\$/GJ)	1.3224

Bairnsdale Zone – Residential

<b>Base Charge (\$/day)</b>	0.3128
Charge for the first 0.0274 GJ of gas delivered (\$/GJ)	18.7228
Charge for the next 0.0219 GJ of gas delivered (\$/GJ)	11.116
Charge for additional gas delivered (\$/GJ)	6.1027

Bairnsdale – Non-Residential

<b>Base Charge (\$/day)</b>	0.3128
Charge for the first 0.05 GJ of gas delivered (\$/GJ)	13.5881
Charge for the next 0.50 GJ of gas delivered (\$/GJ)	6.5851
Charge for the next 0.82 GJ of gas delivered (\$/GJ)	4.9194
Charge for additional gas delivered (\$/GJ)	1.9949

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

Zone	Central	North	Murray Valley (Vic)	Bairnsdale
<b>10 GJ or less</b> (\$/GJ MHQ)	1,429.5715	1,429.5715	1,666.3373	2,364.7031
Next 40 GJ (\$/GJ MHQ)	873.9485	873.9485	1,028.2353	1,464.9434
Additional GJ (\$/GJ MHQ)	159.6010	159.6010	175.1266	267.1724

## 2019 Albury Reference Tariff rates

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

#### Albury – Residential

<b>Base Charge (\$/day)</b>	0.2473
Charge for the first 0.0274 GJ of gas delivered (\$/GJ)	8.3043
Charge for the next 0.0219 GJ of gas delivered (\$/GJ)	5.0669
Charge for additional gas delivered (\$/GJ)	2.7824

#### Albury – Non-Residential

<b>Base Charge (\$/day)</b>	0.2473
Charge for the first 0.05 GJ of gas delivered (\$/GJ)	6.2216
Charge for the next 0.50 GJ of gas delivered (\$/GJ)	3.0538
Charge for the next 0.82 GJ of gas delivered (\$/GJ)	2.1728
Charge for additional gas delivered (\$/GJ)	0.8808

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

Zone	Albury
<b>10 GJ or less</b> (\$/GJ MHQ)	1,229.4321
Next 40 GJ (\$/GJ MHQ)	763.5902
Additional GJ (\$/GJ MHQ)	184.5128

## 2019 Australian Gas Networks (Victoria and Albury) Ancillary Reference Tariffs

### Ancillary Reference Services (excl. GST)

Meter and Gas Installation Test	\$218.00
Disconnection	\$72.00
Reconnection	\$84.00
Meter Removal	\$102.00
Meter Reinstallation	\$102.00
Special Meter Read – Metropolitan	\$9.20
Special Meter Read – Non Metropolitan	\$12.60

#### 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).