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# 1 Introduction

## **Access Arrangement**

1.1 This Access Arrangement sets out the terms on which Users can access ActewAGL's gas distribution Network in the ACT, ~~and Greater Queanbeyan~~ ~~and Palerang~~.

1.2 Users wishing to gain access should contact:

[Commercial Operations Manager](#)  
[Jemena Asset Management](#)  
[Locked Bag 5001](#)  
[Royal Exchange Sydney NSW 1225](#)  
[Phone \(02\) 9270 4500](#)  
[Fax \(02\) 9270 4501](#)

~~[Network Access Manager](#)~~  
~~[Agility Management Pty Limited](#)~~  
~~[PO Box 6300](#)~~  
~~[Frenchs Forest Delivery Centre NSW 1640](#)~~  
~~[Phone \(02\) 8977 6541](#)~~  
~~[Fax \(02\) 8977 6819](#)~~

## **ActewAGL's Network**

1.3 ActewAGL's gas distribution Network ([Pipeline licence no. 29](#)) consists of approximately ~~4,000~~~~3,600~~ km of pipelines. Approximately ~~112,000~~~~96,000~~ Customers are served by the Network, ~~97,000~~~~84,000~~ of these within the ACT. ~~The residential sector accounts for around 97 per cent of Customers, but only 60 per cent of the total load.~~

1.4 A map of the Network is available on ActewAGL's website at [www.actewagl.com.au](http://www.actewagl.com.au), which shows the general location and key points of the Network (such as intersections with transmission pipelines).

## **Regulatory background – National Gas ~~Code~~ Rules**

~~1.3~~In 1998 the National Third Party Access Code for Natural Gas Pipeline Systems was certified as an effective access regime for South Australia (effective for 15 years) by the Commonwealth Minister under section 44N of the ~~Trade Practices Act 1974 (Cth) (TPA)~~.

1.5 ~~In 2008 the National Third Party Access Code for Natural Gas Pipeline Systems was replaced by the National Gas Law. The code was National Gas Law was made law in South Australia under the National Gas Gas Pipeline Access (South Australia) Act 1997-2008 (SA), and is contained in a forms S schedule 2 to that Act.~~

1.6 ~~On 1 July 2008 the initial National Gas Rules were made and certified by the South Australian Minister for Energy under section 294(1) of the National Gas Law.~~

4.61.7 The ~~code National Gas Rules~~ also ~~applies apply~~ in the ACT under the National Gas (ACT) Act 2008 (ACT), ~~Gas Pipeline Access Act 1998 (ACT) and was separately certified for the ACT by the Commonwealth Minister on 25 September 2000 (effective for 15 years)~~.

### **Requirements for an Access Arrangement**

4.71.8 Under ~~the National Gas Code~~ the National Gas Rules, the owner or operator of a Covered Pipeline is required to lodge an Access Arrangement with (and have it approved by) the Relevant Regulator.

4.81.9 ActewAGL's Network is a Covered Pipeline (by operation of item 7 of Schedule 3 of the National Gas Law~~Schedule A of the National Gas Code~~). The Relevant Regulator for the ACT is the Australian Energy Regulator (AER)~~Independent Competition and Regulatory Commission (ICRC)~~.

4.91.10 The Access Arrangement must, as a minimum, contain the elements described in sections ~~483.1 to 3.20~~ of the National Gas ~~Code~~Rules. These include:

- (a) the terms and conditions on which the owner will provide each Reference Service; and
- (b) the owner's policy on Services, Reference Tariffs, trading, capacity management, queuing, and extensions.

4.101.11 The Access Arrangement must be accompanied by applicable Access Arrangement Information (section 432 of the National Gas ~~Code~~Rules).

### **Structure of this Access Arrangement**

4.111.12 The structure of this Access Arrangement reflects the requirements of the National Gas ~~Code~~Rules discussed above, and is organised as follows:

- (a) Services Policy - Part 2;
- (b) General terms and conditions for access - Part 3;
- (c) Reference Tariff Policy, Reference Tariffs and Variations to Reference Tariffs - Parts 4-6;
- (d) Extensions/Expansions Policy - Part 7;
- (e) Trading Policy - Part 8;
- (f) Queuing Policy - Part 9; and
- (g) Capacity Management Policy - Part 10.

4.121.13 Details of the terms and conditions and Reference Tariffs for each Reference Service are set out in Attachment 3.

4.131.14 Supporting information is provided in the Access Arrangement Information that has been submitted as a separate document.



### **Commencement of this Access Arrangement**

1.141.15 This Access Arrangement commenced on the date on which the approval of the Relevant Regulator took effect under section 622 of the National Gas CodeRules.

### **Revisions to this Access Arrangement**

1.16 ActewAGL will submit revisions to this Access Arrangement to the Relevant Regulator on or before 30 June 2014~~30 June 2009~~.

1.161.17 The revisions to this Access Arrangement will commence on the later of 1 July 2015 ~~1 July 2010~~ and the date on which the approval by the Relevant Regulator of the revisions to the Access Arrangement takes effect under the National Gas CodeRules.

1.171.18 ActewAGL may, at any other time, submit to the Relevant Regulator proposed revisions to this Access Arrangement together with the applicable Access Arrangement Information in accordance with section 652.28 of the National Gas CodeRules. Those revisions will commence in accordance with ~~section 2.48 of~~ the National Gas CodeRules.

### **Access Arrangement subject to applicable Gas Law**

1.19 All provisions in this Access Arrangement are subject to applicable Gas Law.

## 2 Services Policy

2.1 ActewAGL offers the following [pipeline](#) services:

- (a) six Reference Services;
- (b) Interconnection of Embedded Network Service; and
- (c) Negotiated Services.

### **Reference Services**

2.2 There is a single **Tariff Service** available (Attachment 3E) - this is a transport service for one or more Tariff Delivery Points with charges determined on the basis of throughput of gas.

2.3 There are a number of **Non-Tariff Services** available:

- (a) capacity reservation service (Attachment 3A) - this is a transport service for a single Non-Tariff Delivery Point, with charges determined on the basis of capacity reservation (\$ per GJ of MDQ) and Overruns;
- (b) managed capacity service (Attachment 3B) - this is a transport service for a single Non-Tariff Delivery Point, with charges determined on the basis of capacity reservation (\$ per GJ of MDQ), but with no charges payable for Overruns;
- (c) throughput service (Attachment 3C) - this is a transport service for a single Non-Tariff Delivery Point with charges determined on the basis of throughput of gas (\$ per GJ of throughput) with a minimum charge per annum based on 10TJ, but no charges payable for Overruns;
- (d) multiple delivery point service (Attachment 3D) - this is a transport service for a number of Non-Tariff Delivery Points for a single User. The User will nominate each Delivery Point as subject to the conditions applying to a capacity reservation service, a managed capacity service or a throughput service.

2.4 There is a single meter data service available (Attachment 3F) - this is a service for the provision of:

- (a) meter reading at a Delivery Point; and
- (b) on-site data and communication equipment to a Delivery Point.

### **Interconnection of Embedded Network Service**

2.5 There is an interconnection of embedded network service available (Attachment 3G) - this is a service to provide for the establishment of a single Delivery Point from the Network to an Embedded Network.

## ***Negotiated Services***

- 2.6 A Negotiated Service is any service negotiated to meet the needs of a User, which are not met by the Reference Services or the Interconnection of Embedded Network Service.

## ***Availability of Reference Services***

- 2.7 The availability of the Reference Services is as follows:
- (a) all Reference Services - to Delivery Points existing on the Network on the date this Access Arrangement takes effect;
  - (b) Capacity Reservation Service, Managed Capacity Service and Throughput Service - to new Delivery Points where the Network immediately upstream of the Delivery Point has a maximum allowable operating pressure of less than or equal to 1,050 kPa and where the MDQ is at least ten times the MHQ;
  - (c) Tariff Service - to new Delivery Points where the Network immediately upstream of the Delivery Point has a maximum allowable operating pressure of less than or equal to 500 kPa; and
  - (d) Meter Data Service - to any Delivery Point for which a User has a Reference Service.
- 2.8 The Meter Data Service, or relevant elements of that service, will cease to be offered as a Reference Service, and at ActewAGL's discretion as a Service, on the date of the commencement of any Gas Law (or the lawful adoption of any requirement by any person or group of people appointed by Government or industry to implement retail contestability in the gas industry in the ACT or New South Wales) where that Gas Law or requirement permits the provision of gas meter reading or on-site data and communication equipment in the ACT, ~~and Greater Queanbeyan~~ [and Palerang](#) by a person other than ActewAGL.
- 2.9 If such a Gas Law or requirement is introduced in either the ACT or New South Wales, but not in both jurisdictions, then this clause will apply to the Meter Data Service only in so far as it relates to the area affected by the Gas Law or requirement.

## ***Requests for Service***

- 2.10 The procedure to be followed by a User seeking to obtain a Service is set out in Attachment 2.
- 2.11 Those procedures are subject to the Queuing Policy in Part 9 (if applicable).
- 2.12 ActewAGL will, on request from a User, connect premises to the Network:
- (a) for ACT premises - in accordance with section 31 of the *Utilities Act 2000* (ACT); and

- (b) for NSW premises - as agreed between ActewAGL and the User, and in accordance with the equivalent requirements (if any) under NSW Gas Law.

### **3 General Terms and Conditions for Access**

#### ***General***

- 3.1 The terms and conditions in this Part 3 apply to all Services.
- 3.2 Additional terms and conditions for each Service are set out in Attachment 3:
- (a) Capacity Reservation Service - Attachment 3A.
  - (b) Managed Capacity Service - Attachment 3B.
  - (c) Throughput Service - Attachment 3C.
  - (d) Multiple Delivery Point Service - Attachment 3D.
  - (e) Tariff Service - Attachment 3E.
  - (f) Meter Data Service - Attachment 3F.
  - (g) Interconnection of Embedded Network Service - Attachment 3G.
  - (h) Negotiated Services - Attachment 3H.
- 3.3 The policy for curtailment of supply set out in Attachment 4 applies to all Services.
- 3.4 The gas balancing mechanisms set out in Attachment 5 apply to all Users.

#### ***Business Rules and Minimum Network Standards***

- 3.5 Since **1 January 2002** all Customers in the ACT and New South Wales have been eligible to choose their gas supplier. The Business Rules set out the rules to support full retail contestability. The Minimum Network Standards cover aspects of the relationship between gas distributors and gas suppliers in the ACT, ~~and Greater~~ [Queanbeyan and Palerang](#).

#### ***Transport Services Agreement***

- 3.6 A User is required to enter into a Transport Services Agreement with ActewAGL for a Service, before being given access to the Service (This requirement is satisfied if the User has an [Access Determination](#) ~~arbitrated access decision~~ granting it access to the Network for the relevant Service, under [Chapter section 6](#) of the National Gas [Code Law](#) (see the definition of “Transport Services Agreement”).
- 3.7 Currently, ActewAGL has two standard form Transport Services Agreements:
- (a) one for Tariff Services; and
  - (b) one for Non-Tariff Services.

- 3.8 A separate agreement is required for the Interconnection of Embedded Network Service and Negotiated Services.
- 3.9 Subject to clause 3.10, a Transport Services Agreement may contain different terms and conditions to this Access Arrangement if agreed between the parties, with the exception of the Queuing Policy in Part 9, which is a mandatory requirement of the National Gas [Code Law](#) (sections [135](#), [3222-50](#)).
- 3.10 Clause 3.9 does not apply to an [Access Determination](#) ~~arbitrated access decision under section 10 of the National Gas Code~~, which ~~must give effect to~~ ~~may not be inconsistent with~~ the terms and conditions of this Access Arrangement. (See section [1892](#) of the National Gas [Code Law](#)).
- 3.11 ActewAGL and the User will perform their obligations under a Transport Services Agreement, and conduct their relations with each other, in a commercially reasonable manner, and in accordance with reasonable operating and management practices.
- 3.12 ActewAGL may amend the terms and conditions set out in a Transport Services Agreement to reflect changes to:
- (a) the Business Rules and Minimum Network Standards, to the extent the changes are consistent with this Access Arrangement; or
  - (b) other applicable Gas Law.
- 3.13 If there is a change in any applicable Gas Law which affects only either New South Wales or the Australian Capital Territory, ActewAGL may, in its discretion, also apply the amended terms and conditions referred to in clause 3.12 to the jurisdiction not affected.
- 3.14 ActewAGL will endeavour to give Users reasonable notice of any such amendments.

### ***Right to access***

- 3.15 ActewAGL may not discriminate between Users in the provision of Services on the basis of:
- (a) the identity of the User, except that ActewAGL may require different amounts of security under clause 3.49 taking into account, among other things, the User's credit record and past transactions and relationships with ActewAGL or other parties;
  - (b) the fact that the User is a related party of ActewAGL; or
  - (c) the source of the gas proposed to be transported, subject to the gas meeting the Specifications and the User having arrangements in place to monitor and control the quality of gas, that are acceptable to ActewAGL.

### ***Obligation to transport***

- 3.16 If a User delivers gas to a Receipt Point in accordance with clause 3.20, ActewAGL will:
- (a) receive the gas at the Receipt Point; and
  - (b) take reasonable steps to deliver a thermally equivalent quantity of gas to the relevant Delivery Point, up to a maximum of the MHQ in any Hour, subject to the aggregate deliveries from all Users on a day being equal to or greater than the aggregate withdrawals by all Users on that day.

### ***Invoicing***

- 3.17 ActewAGL will invoice a User on a periodic basis, no less frequently than Monthly. Invoices are payable within 10 Business Days from the date of the invoice.
- 3.18 ActewAGL may charge interest on amounts that are not paid by the due date.

### ***Responsibility for gas***

- 3.19 ActewAGL is responsible for gas while the gas is in its control. ActewAGL will replace gas lost while in its control.

### ***Receipt Point Pressure***

- 3.20 A User will deliver gas to a Receipt Point within the pressure range set out in Attachment 7, or as otherwise required by ActewAGL.

### ***New Receipt Points***

- 3.21 Any person (including a User) seeking to interconnect with the Network for the purpose of enabling Users to deliver gas to the Network for onward transportation, may establish a new Receipt Point. If a person wishes to establish a new Receipt Point, they will enter into an agreement with ActewAGL that includes the matters outlined in Attachment 8.
- 3.22 A User will ensure that there is a Receipt Station immediately upstream of any new Receipt Point established during the term of this Access Arrangement, before gas is delivered to the Network at that Receipt Point.

### ***Receipt Stations***

- 3.23 Prior to installation of a Receipt Station, a User will:
- (a) prepare a detailed design for construction of the Receipt Station, that conforms with any technical requirements for such facilities published by ActewAGL from time to time and the requirements of clause 3.24;

- (b) submit the design, operation and maintenance principles for ActewAGL's approval (allowing a minimum of 4 weeks from the time of submission); and
  - (c) build the Receipt Station to the specifications of the approved design.
- 3.24 The Receipt Station design will:
- (a) be in accordance with good industry practice for that type of facility;
  - (b) comply with applicable Australian and internationally recognised standards and codes (including AS2885); and
  - (c) comprise:
    - (i) a filtration and liquid separation system;
    - (ii) gas quantity measurement facilities;
    - (iii) a flow and pressure control system; and
    - (iv) if ActewAGL reasonably requires, gas quality measurement facilities.
- 3.25 ActewAGL may, on reasonable notice to a User, operate the pressure and flow control facilities at any Receipt Station not owned by ActewAGL. A User will have contractual arrangements in place with the owner of the Receipt Station to allow ActewAGL to exercise this right.
- 3.26 If a new Receipt Point is established for the Network, ActewAGL may recover certain costs from:
- (a) the User who established the Receipt Point; or
  - (b) Users using, or proposing to use, that Receipt Point, to the extent that the costs have not been recovered from the party who established the Receipt Point.
- 3.27 The costs recoverable under clause 3.26 are:
- (a) costs incurred in modifying the Network as a result of the new Receipt Point;
  - (b) costs incurred in installing any systems required to enable the new Receipt Point to be established and integrated into the operation of the Network; and
  - (c) costs incurred in measuring or improving the measurement of gas quality at the Receipt Point.

### ***Alterations to Receipt Points and Receipt Stations***

- 3.28 ActewAGL may require Users to make alterations to, or install additional equipment at, a Receipt Station for the purpose of achieving upgraded measurement performance, or accommodating changes in gas demand characteristics.



- 3.29 ActewAGL may require Users to pay for the costs incurred by ActewAGL in altering, or adding equipment to any part of the Network for the purposes of the measuring gas quality at a Receipt Point.

### ***Estimating consumption at Receipt Points***

- 3.30 ActewAGL may estimate the quantity of gas delivered to a Receipt Point as agreed with the Users using that Receipt Point, or as otherwise reasonably determined by ActewAGL from time to time.

### ***Delivery Points and Delivery Stations***

- 3.31 Each Delivery Point will have only one Delivery Station unless ActewAGL in its discretion agrees to a request from a User for an additional Delivery Station at a Delivery Point.
- 3.32 Delivery Stations will be owned by ActewAGL, except for that part of those facilities that are not integral to the transportation of gas.

### ***Measuring consumption at Delivery Points***

- 3.33 Withdrawals at Delivery Points will be metered by Measuring Equipment provided by ActewAGL.
- 3.34 A User will take reasonable steps to provide ActewAGL with clear and safe access to each Delivery Point and Measuring Equipment. ActewAGL may enter a Delivery Point to obtain access to Measuring Equipment.
- 3.35 The quantity of gas delivered at a Delivery Point will be a product of the volume and the average heating value declared for the day for the Network, or as otherwise agreed.

### ***Estimating consumption at Delivery Points***

- 3.36 ActewAGL may estimate consumption:
- (a) for Customers to which the Gas General Metering Code applies - in the circumstances permitted by that code; and
  - (b) for other Customers - in the circumstances described in paragraph (a), and any other circumstances reasonably notified by ActewAGL from time to time.
- 3.37 An estimate will be calculated by ActewAGL using any of the following methods:
- (a) by agreement between ActewAGL and the User, or failing agreement, by successively using a check meter, calculating the percentage of error through calibration tests or mathematical calculation and varying the quantity by one half of the error, or by a deeming method; or
  - (b) as otherwise permitted or required by applicable Gas Law.

### ***Relocating Measuring Equipment***

- 3.38 ActewAGL may relocate Measuring Equipment at the User's expense if:
- (a) ActewAGL is unable to gain access to a Delivery Point or the Measuring Equipment; or
  - (b) metering data is not available for any other reason,
- or ActewAGL may cease providing the Service metered by that Measuring Equipment on reasonable notice.

### ***Allocation of gas***

- 3.39 Where gas is delivered to a Delivery Point for more than one User, or under more than one Service, the User or Users will establish allocation methodologies and notification processes reasonably acceptable to ActewAGL. Pending the establishment of such methodologies and processes, ActewAGL may adopt a reasonable methodology such as pro-rating based on MDQ to determine the allocation of the gas between Users or between the Services.

### ***Title to and responsibility for gas***

- 3.40 A User warrants that it has title to gas delivered into the Network by it or on its behalf. From time to time, ActewAGL may request a User provide satisfactory evidence that:
- (a) the User has title to gas at a Receipt Point; and
  - (b) the quantities of gas which the User is entitled to have delivered to the Receipt Point are consistent with the quantities of gas that the User is required to have delivered to the Receipt Point under gas balancing arrangements applying to that Receipt Point.
- 3.41 ActewAGL may co-mingle the gas in the Network. [For the avoidance of doubt, ActewAGL does not gain title to gas delivered into the Network by Users, except for OBG and UAG purchased by ActewAGL \(which will occur under some of the gas balancing options referred to in Attachment 5\).](#)

### ***Gas quality***

- 3.42 A User will deliver gas to a Receipt Point that meets the Specifications and, subject to a User complying with this requirement, ActewAGL will ensure that gas delivered to a User's Delivery Point meets the Specifications.
- 3.43 ActewAGL may direct a User to cease the delivery of gas that does not meet the Specifications, or may refuse to accept such gas and notify the User accordingly.
- 3.44 From time to time, ActewAGL may require a User to demonstrate that it has contractual arrangements in place to prevent gas that does not meet the Specifications being delivered into the Network. From time

to time, ActewAGL may require a User to provide facilities to enable ActewAGL to monitor the quality of gas at any point where gas is introduced into the system of pipes through which it is delivered into the Network.

- 3.45 Where gas quality is measured upstream of the Network the User will comply with gas testing requirements prescribed by applicable Gas Law (including provisions applying to ActewAGL). If during the term of this Access Arrangement there is no such law in place, the User will comply with any gas testing requirements notified by ActewAGL from time to time.

### ***Gas source***

- 3.46 A User will notify ActewAGL of:
- (a) all points where gas is introduced into the system of pipes through which gas is delivered by or on behalf of a User to a Receipt Point. This notice will include the contractual and all possible physical sources of the gas; and
  - (b) any change to those points or sources, before the change takes effect.

### ***Variations in quality and pressure, interruptions***

- 3.47 ActewAGL's provision of Services is subject to a variety of factors, which include accidents, weather, the acts of third parties and the need to work on the gas transmission and distribution networks.
- 3.48 Accordingly, ActewAGL is unable to guarantee that there will be no:
- (a) variations in the quality or pressure of gas supplied; or
  - (b) interruptions to the gas supply,
- within the limitations set by applicable Gas Law.

### ***Security for payment***

- 3.49 A User will, on request by ActewAGL:
- (a) provide security for the performance of the User's obligations in connection with any of the Services. The security will be of a type, in an amount and on terms and conditions reasonably required by ActewAGL; and
  - (b) pay all amounts owing to ActewAGL to continue to receive the Services.

### ***Force majeure***

- 3.50 Subject to clause 3.51, if an event of Force Majeure affects or prevents a party's performance of its obligations in connection with any of the Services, the non-performance will not be a breach of the Transport Services Agreement or, where applicable, this Access

Arrangement, but the party affected by the Force Majeure will take reasonable steps to put itself in a position to perform its obligations.

- 3.51 An event of Force Majeure does not relieve a party from its obligations:
- (a) unless the party affected by the event gives written notice of the event within 24 Hours to the other party, including details of the nature of the event, its likely duration and the nature and extent of its effect on that party's ability to perform its obligations; and
  - (b) after the expiry of a reasonable period of time within which the event could have been remedied or overcome had reasonable steps been taken by the party affected.
- 3.52 Where there is a charge based on an MDQ, and ActewAGL is unable to perform its obligations due to an event of Force Majeure affecting the Network, the charge will be based on the actual amount withdrawn during that period (up to MDQ) rather than MDQ.
- 3.53 Clauses 3.50 to 3.52 do not apply to:
- (a) a party's failure to pay money; or
  - (b) a User failing to ensure that gas delivered to a Receipt Point meets the Specifications.

### ***Suspension of supply - User request***

- 3.54 A User may request ActewAGL to stop or suspend the delivery of gas to one or more Delivery Points on payment of the relevant ancillary charge by the User.
- 3.55 ActewAGL will, at the later of:
- (a) the earliest reasonably practical date after receipt of written notice from the User; and
  - (b) the date requested by the User,
- stop or suspend the delivery of gas to the Delivery Point or Points nominated in the notice.
- 3.56 Suspension of delivery under clause 3.55 does not relieve the User from its obligations to pay for the Service.
- 3.57 If requested by ActewAGL, a representative of the User will be present at the Delivery Point when ActewAGL stops or suspends the delivery of gas to that Delivery Point.

### ***Suspension of supply - ActewAGL***

- 3.58 ActewAGL may suspend the delivery of gas to a Delivery Point if:
- (a) the User does not or is unable to deliver sufficient gas to the Receipt Point to meet the User's withdrawal requirements (taking any gas balancing adjustments into account);

- (b) the User has not ceased taking gas at a Delivery Point or the delivery of gas to a Receipt Point if notified to do so under the terms of this Access Arrangement or the User's Transport Services Agreement;
- (c) the User is not a member of a scheme for the operation of the natural gas retail market in the ACT or New South Wales approved by the Minister (**Approved Scheme**); or
- (d) ActewAGL is requested by the manager of an Approved Scheme to suspend the delivery of gas to the Delivery Point.

### ***Non-specification gas***

- 3.59 A User acknowledges that gas delivered by or on behalf of the User to a Receipt Point will enter into the Network in close proximity to, and will be available for use by, a large number of persons, and that its failure to ensure that gas delivered at any Receipt Point meets the Specifications may result in those persons suffering damage.
- 3.60 Accordingly, a User indemnifies ActewAGL against all Loss, which ActewAGL suffers or incurs or is liable for arising out of or in connection with:
- (a) that User failing to cease delivery of gas to a Receipt Point, or cease delivery of gas to any system of pipes through which gas is delivered to the Receipt Point, if directed to do so by ActewAGL under clause 3.43; or
  - (b) that User failing to ensure that gas delivered to a Receipt Point meets the Specifications.

### ***Overruns***

- 3.61 A User is liable for any Loss, which ActewAGL suffers or incurs or is liable for as a result of an Unauthorised Overrun.

### ***Interruptions to supply***

- 3.62 If ActewAGL interrupts, reduces, suspends or terminates the Services in accordance with a Transport Services Agreement or, where applicable, this Access Arrangement, ActewAGL is not liable to compensate the User for any Loss which that User suffers or incurs or is liable for arising out of or in connection with that interruption, reduction, suspension or termination of supply.
- 3.63 A User indemnifies ActewAGL against any Loss which ActewAGL suffers or incurs or is liable for arising out of or in connection with a Claim by a third party for an interruption, reduction, suspension or termination by ActewAGL in accordance with the Transport Services Agreement or this Access Arrangement.

## **Privacy**

- 3.64 Each party indemnifies the other against any Loss which the other party suffers or incurs or is liable for arising out of or in connection with any breach of the Privacy Act 1998 (Cth) by the first party.

## **Terms implied by statute**

- 3.65 Consumer protection legislation implies terms into contracts for the supply of certain services that cannot be excluded (**Implied Terms**) but permits a supplier to limit its liability in respect of those terms in certain circumstances.
- 3.66 ActewAGL's liability for breach of an Implied Term applying to any Services provided to a User is limited at ActewAGL's option to one of the following remedies:
- (a) the supplying of the Services again; or
  - (b) the payment of the cost of having the Services supplied again.
- 3.67 ActewAGL's liability will not be limited in this way if:
- (a) the User establishes that such a limitation is not fair or reasonable in the circumstances; or
  - (b) the Implied Term is implied under section 69 of the *Trade Practices Act 1974* (Cth).

## **Exclusion of other implied terms**

- 3.68 The only terms, conditions or warranties which apply to the Services are:
- (a) any Implied Terms, but subject to the preceding paragraphs of this clause; and
  - (b) the express terms of the Transport Services Agreement and, where applicable, this Access Arrangement.
- 3.69 All other terms, conditions or warranties implied by law (including statute), custom or usage are excluded to the fullest extent permitted by law.

## **Limitation of liability**

- 3.70 Subject to clauses 3.65 to 3.67:
- (a) ActewAGL is not liable to a User for any Loss which that User suffers or incurs or is liable for unless that Loss is a direct result of ActewAGL's negligence or breach of a term of the Transport Services Agreement or, where applicable, this Access Arrangement;
  - (b) without limiting paragraph (a), unless ActewAGL negligently or wilfully delivers non-Specification gas to a Delivery Point, ActewAGL is not liable for any loss of profits, business, or

anticipated savings, or for any indirect or consequential loss, arising out of or in connection with ActewAGL's provision of Services or performance (including any breach) of a Transport Services Agreement, whether in contract, tort (including negligence) or otherwise.

- 3.71 A User is liable for any Loss which ActewAGL suffers or incurs or is liable for as a result of any Unauthorised Overrun.

### ***Emergency contact information***

- 3.72 The User will ensure that at all times ActewAGL has accurate emergency contact information for the User and for the Customer at each Delivery Point. [The User must also provide such information to ActewAGL, on request.](#)

### ***Indemnities***

- 3.73 The indemnities in this Access Arrangement extend to all legal costs and expenses incurred by the party which is receiving the benefit of the indemnity on the higher of a solicitor and own client basis and a full indemnity basis.

## 4 Reference Tariff Policy

### *Principles*

- 4.1 Reference Tariffs have been determined on the basis of a “price path” approach, whereby a series of Reference Tariffs are determined in advance for the period of this Access Arrangement to follow a path that is forecast to deliver a ~~t~~Total ~~R~~Revenue stream which is calculated consistently with the principles set out in section ~~8 of the National Gas Code~~.24 of the National Gas Law.
- 4.2 Total ~~r~~Revenue was calculated using a building block approach~~Cost of Service methodology~~ in accordance with section ~~768.3~~ of the National Gas ~~Code~~Rules. In accordance with section ~~768.4~~ of the National Gas ~~Code~~Rules, ~~t~~Total ~~r~~Revenue is the cost of providing all Services, and is calculated as:
- (a) a return on the Capital Base;
  - (b) depreciation of the Capital Base;
  - (c) if applicable, the estimate cost of corporate income tax for the year;
  - (d) increments or decrements for the year resulting from the operation of an incentive mechanism to encourage gains in efficiency; and,
  - ~~(e)~~(e) a forecast of operating expenditure for the year~~operating, maintenance and other non-capital costs of providing all Services provided by the Network.~~
- 4.3 Price paths were determined that result in a return on capital of 11.097.0 per cent (~~nominal vanilla~~pre tax real) over the period of this Access Arrangement (Weighted Average Cost of Capital).~~A current cost accounting approach to the Capital Base and depreciation using annual indexation by the CPI, and a real pre-tax cost of capital was applied to determine the price path.~~ Details are provided in the Access Arrangement Information.
- 4.4 Revenue pools for each market segment were determined by allocating revenue to Services based on the operating and capital cost components for each segment. Capital costs were allocated between the Non-Tariff Services and the Tariff Service on the basis of fully distributed optimised replacement cost (**ORC**) values. Operating (non-capital) costs were allocated on the basis of an activity-based cost allocation.

### *Incentive mechanisms*

- 4.5 The incentive mechanisms used in calculating Reference Tariffs are,~~as applicable~~~~used in calculating the Reference Tariffs is:~~



- (a) that Reference Tariffs apply each year regardless of whether the forecasts on which the Reference Tariffs were determined are realised; and
- (b) a rolling carryover mechanism, that results in ActewAGL retaining the reward associated with an efficiency-improving initiative for five years after the year in which the gain was achieved, that is, a reward (being the net amount of the efficiency gains (or losses) relating to capital and operating expenditure) earned in one year of an Access Arrangement Period would be added to the total revenue and carried forward into the next Access Arrangement Period if necessary, until it has been retained by ActewAGL for a period of a full five years.

### **Rolling carryover mechanism for capital expenditure**

4.6 Efficiency gains (or losses) related to capital expenditure in any year would reflect the difference between the actual expenditure and the original forecast (or benchmark) expenditure level, as follows:

$$\text{Efficiency Gain} = \text{WACC} * (\text{Capex}_{j \text{ Forecast}} - \text{Capex}_{j \text{ Actual}})$$

Where WACC refers to the Weighted Average Cost of Capital used to derive the Reference Tariffs included in this Access Arrangement.

There would be no claw-back of gains that have already been made (or losses that have been incurred) during the current Access Arrangement Period.

4.7 For capital expenditure, the additional reward (penalty) associated with initiatives undertaken in a particular year would reflect the reduction (increase) in financing costs resulting from the difference between the actual and benchmark assumption for capital expenditure in that year. The financing savings would be calculated as the WACC multiplied by the capital expenditure saving.

4.8 The Forecast Capital amount will be adjusted by ActewAGL each year to take into account:

- (a) any change in the scope of the activities which form the basis for determining the forecast expenditure. ActewAGL will provide information in relation to any change in scope, to be assessed by the Relevant Regulator, as part of the Access Arrangement Information. This information will, without limitation, quantify and substantiate the impact of the scope changes on the original benchmarks;
- (b) any difference between the actual number of connections in a calendar year and the forecast number of connections for

that year multiplied by the capital expenditure per connection, as set out in the Access Arrangement Information.

4.9 The following capital expenditure categories will be excluded from the operation of the incentive mechanism (ie, the amounts in relation to these categories will be deducted from both the forecast capital expenditure and actual capital expenditure) in respect of capital expenditure during the Access Arrangement Period:

- (a) equity raising costs; and
- (b) amounts for approved Cost Pass-Through Events.

4.10 For capital expenditure, it will be assumed that the actual expenditure in the last year of the current Access Arrangement Period is equal to the forecast for that year. As a result, if ActewAGL makes an efficiency gain in the last year of the Current Access Arrangement Period, there will be no carryover in respect of that year. However, the regulatory asset base (and thus the return on assets) will be higher than otherwise over the next period. This will imply that the 'return on assets' included in the revenue benchmarks will be higher, and will provide ActewAGL with precisely the same reward as the carryover had the expenditure level in the last year been known. At the following review, the regulatory asset base will be adjusted to take account of the difference between the forecast and actual capital expenditure for the last year of the previous Access Arrangement Period.

#### **Rolling carryover mechanism for operating expenditure**

4.11 For the purposes of this rolling carryover mechanism in respect of operating expenditure, the "Efficiency Gain" between actual operating expenditure and forecast operating expenditure will be calculated as follows:

$$\text{Efficiency Gain} = \text{Underspending}_i - \text{Underspending}_{i-1}$$

Where  $\text{Underspending}_i = \text{Opex}_i \text{ Forecast} - \text{Opex}_i \text{ Actual}$

There would be no claw-back of gains that have already been made (or losses that have been incurred) during the current Access Arrangement Period.

4.12 For operating expenditure, the additional reward (penalty) associated with initiatives undertaken in a particular year would reflect the reduction (increase) in the level of recurrent operating expenditure in excess of the assumed productivity gain (as reflected in expenditure forecasts) over that year.

- 4.13 The forecast operating expenditure amount for each year will be adjusted by ActewAGL to take into account:
- (a) any change in the scope of the activities which form the basis for determining the forecast expenditure. ActewAGL will provide information in relation to any change in scope, to be assessed by the Relevant Regulator, as part of the Access Arrangement Information. This information will, without limitation, quantify and substantiate the impact of the scope changes on the original benchmarks;
  - (b) any difference between the actual number of connections in a calendar year and the forecast number of connections for that year multiplied by the operating expenditure per connection, as set out in the Access Arrangement Information

4.14 The following operating expenditure categories will be excluded from the operation of the incentive mechanism (ie, the amounts in relation to these categories will be deducted from both the forecast operating expenditure and actual operating expenditure) in respect of operating expenditure during the Access Arrangement Period:

- (a) debt raising costs;
- (b) self insurance costs;
- (c) insurance costs;
- (d) superannuation costs;
- (e) payments made in respect of UAG and certain specified fees and charges referred to in clause 6.4 of Part 6 of this Access Arrangement; and
- (f) amounts for approved Cost Pass-Through Events.

4.14A For operating expenditure, it will be assumed that ActewAGL does not achieve more than the forecast productivity gain between the penultimate and last years of the current Access Arrangement Period. As a result, if ActewAGL makes an efficiency gain in the last year of the current Access Arrangement Period, there would be no carryover in respect of that year. However, the operating expenditure benchmark for the next Access Arrangement Period will then be higher than otherwise for the next Access Arrangement Period by the amount of the efficiency gain. This would provide ActewAGL with precisely the same reward had the expenditure level in the last year been known.

### ***Capital redundancy mechanism***

4.64.15 With effect from the Revisions Commencement Date, the Relevant Regulator may reduce the Capital Base by an amount representing:

- (a) any assets that in the reasonable opinion of the Relevant Regulator have ceased to contribute to the delivery of Services;

- (b) any assets that have been transferred by ActewAGL or in relation to which ActewAGL has entered into a binding agreement for its transfer: or
- (c) any assets that in the reasonable opinion of the Relevant Regulator have decreased in value because of a decrease in its utilisation resulting from a decline in the volume of sales of the Service.

4.16 In determining whether to reduce the Capital Base under clause 4.15, and the amount by which the Capital Base should be reduced, in assessing the reduction in the Capital Base due to a decreased utilisation of assets resulting from a decline in the volume of sales of a Service, the Relevant Regulator may take into account:

- (a) the value of the assets when the assets were first included in the Capital Base, and their current value;
- (b) the value that the assets to be removed from the Capital Base represent as a proportion of the total Capital Base; and
- (c) in the case of an assessment under clause 4.15(c), the reduction in Total Revenue and any possible increase in Tariffs paid by Users resulting from the decline in utilisation of assets.

### **New Capital Expenditure Facilities Investment<sup>4</sup>**

4.84.17 Facilities Investment~~8.16 Code 812 Surcharge 13, but not both. See 8.25 Code~~ Reference Tariffs have been determined on the basis of:

- (a) the Capital Base; and
- (b) new capital expenditure New Facilities Investment that is forecast to occur within the Access Arrangement Period and is reasonably expected to satisfy the requirements of section 838.16 of the National Gas Code Rules (“**Forecast Capital**”).

4.94.18 ActewAGL may increase the Capital Base for the Network for any part of the new capital expenditure New Facilities Investment that satisfies section 798.16 of the National Gas Code Rules.

4.104.19 ActewAGL may undertake new capital expenditure New Facilities Investment that does not satisfy section 798.16 of the National Gas Code Rules. Where ActewAGL does so, ActewAGL may increase the Capital Base for any part of that new capital expenditure New Facilities Investment that does satisfy section 798.16(a) of the National Gas Code Rules.

<sup>4</sup> ~~New Facilities Investment that satisfies the requirements of section 8.16 of the National Gas Code may be recovered as an increase to the Capital Base under clauses 4.8 to 4.12, or by way of a Surcharge under clause 4.13, but not both. See section 8.25 of the National Gas Code.~~

[4.114.20](#) The amount that does not satisfy the requirements of section [798.46](#) of the National Gas [Code Rules](#) forms part of the Speculative [Investment Fund Capital Expenditure Account](#) (as contemplated by [section 84](#) of the National Gas [Code Rules](#)). ActewAGL may increase the Capital Base [in accordance with section 84\(3\) of the National Gas Rules](#) if a part of the Speculative [Investment Fund Capital Expenditure Account](#) subsequently satisfies the requirements of section [798.46](#) of the National Gas [Code Rules](#).

[4.124.21](#) Any increase in the Capital Base under clauses [4.178](#) to [4.214](#) takes effect from the Revisions Commencement Date.

### **Surcharge**

[4.134.22](#) ActewAGL may charge Users a Surcharge where permitted by the National Gas [Code Rules](#).

### **Capital Contributions**

[4.144.23](#) ActewAGL may charge Users a Capital Contribution to [New capital expenditure Facilities Investment](#) where permitted by the National Gas [Code Rules](#).<sup>2</sup>

### **Review of Capital Base after expiry of an Access Arrangement**

[4.154.24](#) The Capital Base at the commencement of the next Access Arrangement Period and each subsequent Access Arrangement Period will be assessed by the Relevant Regulator using the information in relation to those assets in:

- (a) the asset register; and
- (b) the database on capital contributions.

[In calculating the Capital Base at that time, depreciation is to be based on forecast capital expenditure.](#)

### **Asset register**

[4.164.25](#) ActewAGL will maintain an asset register. The asset register will include information on:

- (a) economic asset lives and remaining asset lives underlying the Capital Base at [the Commencement Date 1 January 2005](#);
- (b) asset components (i.e. asset types and asset quantities) consistent with the regulatory Capital Base at [the Commencement Date 1 January 2005](#). The asset components should be consistent with those used in its Access Arrangement Information; and

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<sup>2</sup> See sections [82.23](#) and [8.24](#) of the National Gas [Code Rules](#).

- (c) new capital expenditure incurred after [the Commencement Date](#) ~~1 January 2005~~ including information on economic asset lives and asset quantities.

### **Database of capital contributions**

[4.174.26](#) ActewAGL will maintain a database that records the following information in relation to capital contributions (as defined in the National Gas [Code Rules](#)) made to ActewAGL:

- (a) the amount of a capital contribution made by a User in respect of [new capital expenditure](#) ~~a New Facility~~;
- (b) the amount of any charges paid by a User which exceeds the charges that would apply under a Reference Tariff for a Reference Service (or in relation to another Service under the Equivalent Tariff) where the excess is paid by the User in relation to the funding of [new capital expenditure](#) ~~a New Facility~~;
- (c) the date that the capital contribution is made under clause 4.~~2617~~(a) or the charges are paid under clause 4.~~2617~~(b);
- (d) the name of the User and the User's contact details; and
- (e) a description of the [new capital expenditure](#) ~~New Facility~~ in relation to which the capital contribution is made under clause 4.~~2617~~(a) or the charges are paid under clause 4.~~2617~~(b).

### **Fixed principles**

4.27 [The following Clauses 4.9, 4.10 and 4.11](#) are fixed principles for the purposes of section ~~998.47~~ of the National Gas [Code Rules](#):

- (a) [the carryover into the Access Arrangement period after the Revisions Commencement Date \("Next Access Arrangement Period"\) of any cost savings or overspend as provided in clauses 4.8, 4.9, 4.12 and 4.13;](#)
- (b) [ActewAGL's ability to increase the Capital Base for the Network as at the Revisions Commencement Date, in accordance with clauses 4.18 to 4.21; and](#)
- (c) [where, pursuant to Part 6, costs associated with a Cost Pass-Through Event are to be recovered over a period that extends past the Revisions Commencement Date, the recovery of those costs over that period.](#)

[4.194.28](#) These fixed principles shall apply for [this Access Arrangement Period, and the Next Access Arrangement Period](#) ~~the term of this Access Arrangement~~.

## 5 Reference Tariffs

### **General**

- 5.1 Numerical values for Reference Tariffs are expressed in real [2009/20102004/2005](#) dollars throughout this Access Arrangement. The actual Reference Tariff applicable in a particular year is the real [2009/20102004/2005](#) value escalated at CPI to that year in accordance with Part 6 of this Access Arrangement.
- 5.2 The Reference Tariffs shown in this Access Arrangement are inclusive of GST. A full schedule of prices in [2009/20102004/2005](#) dollars exclusive of GST is attached as an addendum to the Access Arrangement Information. The schedule will be updated each year and published by ActewAGL.

### **Date of application of Reference Tariffs**

- 5.3 Reference Tariffs apply from the date on which the approval of the Relevant Regulator takes effect under section [622](#) of the National Gas [CodeRules](#).

### **Reference Tariffs after [30 June 20101 July 2015](#)**

- 5.4 If the Revisions Commencement Date is later than [1 July 20151 July 2010](#), the Reference Tariffs and terms for a Reference Service as at [30 June 201430 June 2010](#) will continue to apply until the Revisions Commencement Date.
- 5.5 Upon the introduction of new Reference Tariffs or terms, those Tariffs or terms will apply to the Reference Services regardless of whether the Reference Services are existing Services being supplied to a User as at the Revisions Commencement Date.
- 5.6 If the categories of services under the revised Access Arrangement have changed, the applicable Reference Tariff and terms for an existing Service being supplied to a User as at the Revisions Commencement Date are the Tariff and terms for the nearest comparable service under the revised Access Arrangement.

### **Reference Tariffs for each Reference Service**

- 5.7 Reference Tariffs for each Reference Service are shown in Attachment 3 (A to F).
- 5.8 The structure of the Reference Tariffs for the Capacity Reservation Service, Managed Capacity Service, Throughput Service and Tariff Service is shown in the table below.

**Table 5.1 Structure of Reference Tariffs**

| Capacity Reservation Service            | Managed Capacity Service                | Throughput Service                      | Tariff Service                          |
|-----------------------------------------|-----------------------------------------|-----------------------------------------|-----------------------------------------|
| General                                 | General                                 | General                                 | General                                 |
| - MDQ                                   | - MDQ                                   | - Throughput                            | - Fixed<br>- Throughput                 |
| - Provision of Basic Metering Equipment | - Provision of Basic Metering Equipment | - Provision of Basic Metering Equipment | - Provision of Basic Metering Equipment |
| - Short Term Capacity Charge            |                                         |                                         |                                         |
| Overrun charges                         |                                         |                                         |                                         |
| Gas Balancing charges                   | Gas Balancing charges                   | Gas Balancing charges                   | Gas Balancing charges                   |
| Ancillary services charges              | Ancillary services charges              | Ancillary services charges              | Ancillary services charges              |
|                                         |                                         |                                         | Alternative tariffs may be offered      |

5.9 Charges for the Multiple Delivery Point Service depend on the Service used at each point.

5.10 Charges for the Meter Data Service comprise:

- (a) provision of meter reading charge, and
- (b) provision of on-site data and communication equipment charge,

as described in Attachment 3F.



## 6 Variations to Reference Tariffs

### ***Varying reference tariffs within the access arrangement period***

6.1 Section 972.49 of the National Gas Code Rules provides that Reference Tariffs may vary during the Access Arrangement Period pursuant to a number of methods as set out in that section ~~an Approved Reference Tariff Variation Method~~.

6.2 This Part 6 provides for two Reference Tariff variation mechanisms:

- (a) an annual scheduled Reference Tariff adjustment formula mechanism - which applies automatically in respect of each year during the Access Arrangement Period; and
- (b) a Cost Pass-Through Reference Tariff variation mechanism - under which ActewAGL or the AER may apply to vary one or more of the Reference Tariffs.

~~6.2 This Part 6 sets out the Approved Reference Tariff Variation Method for this Access Arrangement.~~

### **Annual Reference Tariff adjustment formula mechanism**

6.3 The following Reference Tariffs will be varied on 1 July of each year during the Access Arrangement Period in accordance with the formula in clause 6.4 below:

- (a) for the Capacity Reservation Service:
  - (i) the charge for MDQ; and
  - (ii) the relevant capped rate in respect of capped revenue;
- (b) for the Managed Capacity Service:
  - (i) the charge for MDQ; and
  - (ii) the relevant capped rate in respect of capped revenue;
- (c) for the Throughput Service, the throughput charge; and
- (d) for the Tariff Service, the throughput charge.

6.4 The formula operates as the first part of a single Reference Tariff variation mechanism that factors in variations in respect of CPI, UAG and certain specified fees and charges.

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$$P_t = P_t^* (1 + CPI_t)(1 + A_t)$$

Where:

$P_t$  is the varied Reference Tariff for the relevant financial year t;

$P_t^*$  is the unadjusted and published Reference Tariff;

$CPI_t$  the CPI in year t relative to the base year prices defined below;

$A_t$  is the adjustment factor in year t calculated in accordance with the following formula; and

t is the financial year for which reference tariffs are being set:

$$A_t = \left( \frac{(U_{t-2} - U_{t-2}^* + F_{t-2} - F_{t-2}^* + T_{t-2} - T_{t-2}^* + L_{t-2} - L_{t-2}^*)(1+r)^2}{ER_t^*} \right)$$

Where:

$U_{t-2}$  is the actual cost to ActewAGL of UAG in year t-2. The actual cost of unaccounted for gas is 0.018 times actual gas receipts (GJ) times the market price per GJ paid by ActewAGL at the relevant time;

$U_{t-2}^*$  is the forecast value of UAG in year t-2. The forecast value of UAG is 0.018 times actual gas receipts (GJ) times the base price per GJ adjusted for CPI in year t-2. Base price per GJ is defined as \$9.10/GJ (in real 2009/10 dollars);

$F_{t-2}$  is the actual cost to ActewAGL of AEMO fees in connection with the gas distribution business as determined by AEMO in year t-2;

$F_{t-2}^*$  is the forecast cost used to derive the Reference Tariffs in the Access Arrangement (adjusted for CPI to year t-2) to ActewAGL of AEMO fees in connection with the gas distribution business for year t-2;

$T_{t-2}$  is the actual cost to ActewAGL of utilities network facility tax as referred to in the Utilities (Network Facilities Tax) Act 2000 (ACT) ("UNFT") in connection with the gas distribution business in year t-2;

$T_{t-2}^*$  is the forecast cost used to derive the Reference Tariffs in the Access

Arrangement (adjusted for CPI to year t-2) to ActewAGL of UNFT in connection with the gas distribution business in year t-2;

$L_{t-2}$  is the actual cost to ActewAGL of the energy industry levy in connection with the gas distribution business in year t-2;

$L_{t-2}^*$  is the forecast cost used to derive the Reference Tariffs in the Access Arrangement (adjusted for CPI to year t-2) to ActewAGL of the energy industry levy in connection with the gas distribution business in year t-2;

$r$  is the nominal vanilla weighted average cost of capital used to derive the Reference Tariffs in the Access Arrangement;

$ER_t^*$  is the forecast energy revenue from Reference Tariffs at the time of the proposed Reference Tariff variation relating to capacity and throughput in year t assuming that the adjustment factor  $A_t$  is equal to zero (ie adjusted for CPI only).

6.5 All other Reference Tariffs not referred to in clause 6.4 above will be varied on 1 July of each year during the Access Arrangement Period in accordance with the following formula:

$$\underline{P_t = P_t^* (1 + CPI_t)}$$

Where the values in the formula have the meanings given in clause 6.4 of this Access Arrangement.

6.6 For the purposes of the above calculations, CPI is to be calculated as follows:

(a) The CPI to be applied on 1 July 2010 is given by  $CPI_{2010}$ :

$$\underline{CPI_{2010} = \left( \frac{CPI_{Mar2009} + CPI_{Jun2009} + CPI_{Sep2009} + CPI_{Dec2009}}{CPI_{Mar2008} + CPI_{Jun2008} + CPI_{Sep2008} + CPI_{Dec2008}} - 1 \right)}$$

(b) The CPI to be applied to Reference Tariffs in subsequent years during the Access Arrangement is given by  $CPI_t$ :

$$\underline{CPI_t = \left( \frac{CPI_{Mar\ t-2} + CPI_{Jun\ t-2} + CPI_{Sep\ t-1} + CPI_{Dec\ t-1}}{CPI_{Mar2008} + CPI_{Jun2008} + CPI_{Sep2008} + CPI_{Dec2008}} - 1 \right)}$$

Where:

CPI means the Consumer Price Index, All Groups index number for the weighted average of eight capital cities as published by the Australian Bureau of Statistics, or if the Australian Bureau of Statistics does not or ceases to publish the index, then CPI will mean an index determined by the Relevant Regulator that is its best estimate of the index.

CPI<sub>Dec2008</sub> means the CPI for the December quarter for the year 2008 and similarly for other periods.

Year t is the year for which tariffs are being set.

Year t-1 is the previous year.

6.7 At least 50 Business Days prior to each 1 July during the Access Arrangement Period, ActewAGL will notify the Relevant Regulator in respect of the annual Reference Tariff adjustment formula mechanism. This notification will include:

- (a) the varied Reference Tariffs to apply; and
- (b) an explanation of how the varied Reference Tariffs have been calculated, including details of how the Reference Tariffs have been varied in accordance with the formulas contained in clauses 6.4 and 6.5 of this Access Arrangement

6.8 If ActewAGL is seeking to vary Reference Tariffs due to one or more Cost Pass-Through Events the same notification will contain the matters required by clause 6.7 and 6.11, and the varied Reference Tariffs will incorporate both the result of the annual Reference Tariff adjustment formula mechanism and of the Cost Pass-Through Event or Events.

Clauses 6.14 and 6.15 apply to the annual Reference Tariff adjustment formula mechanism, regardless of whether ActewAGL is also seeking to vary Reference Tariffs due to one or more Cost Pass-Through Events.

### **Application process for seeking a Cost Pass-Through**

6.9 Subject to clause 6.10, at least 50 Business Days prior to each 1 July during the Access Arrangement Period ActewAGL will notify the Relevant Regulator that either:

- (a) a Cost Pass-Through Event has occurred (or ActewAGL reasonably expects that one will occur) and that ActewAGL is seeking to vary Reference Tariffs; or

(b) ActewAGL is not seeking to vary Reference Tariffs as a result of a Cost Pass-Through Event through the annual variation process in respect of the relevant year.

6.10 With the consent of the Relevant Regulator (which will not be unreasonably withheld) ActewAGL may notify the Relevant Regulator in accordance with clause 6.9(a) at any other time during the Access Arrangement Period.

If the Relevant Regulator withholds consent under this clause 6.10, ActewAGL is not prevented from providing notification in respect of the relevant Cost Pass-Through Event at a later time.

6.11 A notification to the Relevant Regulator in accordance with clause 6.9(a) or clause 6.10 will specify:

- (a) details of the relevant Cost Pass-Through Event concerned;
- (b) the date the relevant Cost Pass-Through Event took or will take effect;
- (c) the applicable Reference Tariffs that currently apply;
- (d) the estimated financial effect of the relevant Cost Pass-Through Event on ActewAGL and how that financial effect has resulted in a variation to the relevant Reference Tariffs;
- (e) the pass through amount or change in Reference Tariffs ActewAGL proposes in relation to the relevant Cost Pass-Through Event;
- (f) the basis on which the pass through amount or change in Reference Tariffs is to apply,
- (g) how the pass through amount or change in Reference Tariff complies with the Cost Pass-Through mechanism contained in this Part 6;
- (h) the date from and period over which ActewAGL proposes to charge the pass through amount or change the Reference Tariffs; and
- (i) if applicable, how ActewAGL proposes to allocate the pass through amount over that period, and between Users, and the price or charging structure that ActewAGL proposes to use to recover the pass through amount from Users (being the basis on which ActewAGL proposes the pass through amount is to apply).

6.12 If the Relevant Regulator receives a notification from ActewAGL under clause 6.9(a) or 6.10, the Relevant Regulator must decide:

- (a) whether the notification relates to a relevant Cost Pass-Through Event;

- (b) the pass through amount or change in Reference Tariffs;
- (c) the basis on which any pass through amount is to apply, and
- (d) if the notice was made in accordance with clause 6.10, the day on which the reference tariff variation is to apply.

6.13 The Relevant Regulator must notify ActewAGL of its decision within 30 Business Days of receiving the notification.

6.14 If ActewAGL has not received notification from the Relevant Regulator of its decision within 30 Business Days of receiving a notification under clauses 6.7, 6.9(a) or 6.10, the Reference Tariff will be automatically varied in accordance with the relevant notification given by ActewAGL.

6.15 If the Reference Tariff has been automatically varied in accordance with clause 6.14 and the Relevant Regulator subsequently decides against all or part of the variation, the Relevant Regulator may require ActewAGL to amend tariffs in the following year to take account of the Relevant Regulator's decision in respect of the relevant variation, and should leave ActewAGL economically neutral compared with a situation in which the Relevant Regulator's decision had been implemented at the time of the earlier tariff variation.

6.16 In making the decisions referred to in clause 6.12, the Relevant Regulator must at all times act reasonably and must ensure that the financial effect on ActewAGL associated with the Cost Pass-Through Event concerned is economically neutral taking into account:

- (a) the relative amounts of Reference Services supplied to each User;
- (b) the time cost of money for the period over which the Pass-Through Amount is to apply, including any delay in the recovery of a pass through amount associated with the recovery of costs in line with the annual tariff variation cycle;
- (c) the manner in which and period over which the Cost Pass-Through Amount or change in Reference Tariffs is to apply;
- (d) the financial effect on ActewAGL associated with the provision of Reference Services directly attributable to the Cost Pass-Through Event concerned, and the time at which the financial effect arises;
- (e) if the Cost Pass-Through Event is a Change in Tax Event, the amount of any change in another tax which, in the Relevant Regulator's opinion, may have been introduced as complementary to or may substitute for the Change in Tax Event concerned;

- (f) the effect of any other previous Cost Pass-Through Event since the last decision made in respect of a Cost Pass-Through Event under clause 6.12;
- (g) any pass through amount applied under clause 6.12 relating to a previous Cost Pass-Through Event which resulted in ActewAGL recovering an amount either more or less than the estimated financial effect on ActewAGL of that previous Cost Pass-Through Event; and
- (h) any other factors the Relevant Regulator considers reasonably relevant.

6.17 The date for commencement of the variation specified in the notice given under clauses 6.9(a) or 6.10 (as applicable) will provide the Relevant Regulator with sufficient time to appoint an independent auditor (if the Relevant Regulator wishes) and to have that auditor review and report to the Relevant Regulator (on the basis of the information given by ActewAGL to the Relevant Regulator) on the following:

- (a) the impact of these costs on Reference Tariffs; and
- (b) any other matters that the Relevant Regulator may reasonably require.

6.18 The Relevant Regulator may initiate a Reference Tariff variation application where it considers that the costs faced by ActewAGL were materially changed by a Cost Pass-Through Event and where ActewAGL has not made an application under this Part 6 in respect of that Cost Pass-Through Event.

### **Cost Pass-Through events**

6.19 The Reference Tariffs may be varied if there is a Material Impact on the cost of providing Reference Services as a result of one of the cost pass-through events listed below (**Cost Pass Through Events**), where that cost was not incorporated in the determination of Reference Tariffs at the Commencement Date of the Access Arrangement or, if there has been a previous review of the Reference Tariffs, at that review. Cost pass-through events include:

- (a) a Carbon Pollution Reduction Scheme Event;
- (b) a Change in Tax Event;
- (c) a Regulatory Change Event;
- (d) a Service Standard Event;
- (e) a Short Term Trading Market Event;
- (f) a National Energy Customer Framework/ National Gas Connections Framework Event; and

(g) a General Pass-Through Event, which occurs after the Commencement Date of this Access Arrangement.

## **Definitions**

6.20 In this Part 6:

**Authority** means any government or regulatory department, body, instrumentality, minister, agency or authority or any body which is the successor to the administrative responsibilities of that department, body, instrumentality, minister, agency or authority.

**Carbon Pollution Reduction Scheme Event** means an event which results in the imposition of legal obligations on ActewAGL or a third party arising from the introduction or operation of a carbon emissions trading scheme imposed by the Commonwealth, a State or Territory or an Authority and results in ActewAGL incurring costs directly or indirectly (including under statute or contract) and includes:

- (a) the cost of acquiring emissions allowances, permits or units (howsoever called);
- (b) costs incurred in order to reduce liability for carbon emissions associated with the production, transport or supply of gas, or otherwise in connection with ActewAGL's gas distribution business or the Services; and
- (c) administrative and compliance costs associated with the introduction or operation of such a scheme, including reporting costs.

**Change in Cost** means the amount of additional operating expenditure, plus the incremental revenue requirement arising as a result of additional capital expenditure, incurred as a result of the Cost Pass-Through Event, for the remaining years of the Access Arrangement Period.

**Change in Tax Event** means:

- (a) a change in the amount of a Relevant Tax, or the way or rate at which a Relevant Tax is calculated (including a change in the application or official interpretation of a Relevant Tax), except where the change falls within the scope of the Annual Reference Tariff Variation Formula Mechanism; or
- (b) the removal of a Relevant Tax or imposition of a new Relevant Tax.

**General Pass-Through Event** occurs in the following circumstances:

- (a) an uncontrollable and unforeseeable event that falls outside of the normal operations of a business such that prudent



operational risk management could not have prevented or mitigated the effect of the event;

- (b) which results in a material change in the cost of providing the Services (or any of them) or the operation of its gas business (or any part of it); and
- (c) does not fall within any other category of Cost Pass Through Event under this clause.

For the purposes of this definition, an event will be considered unforeseeable if:

- (a) it is an act of terrorism, natural disaster (including fire, flood and earthquake) or change in law; or
- (b) at the time the AER approves this Access Arrangement, despite the occurrence of the event being a possibility, there was no compelling reason to consider that the event was more likely to occur than not to occur during the Access Arrangement Period.

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**Material Impact** means a Cost Pass-Through Event for which the incurred or forecast Change in Cost, as a result of the event occurring, is:

- (a) in the case of a notification under clause 6.7 - greater than \$0; or
- (b) in the case of a notification under clause 6.8 - at least \$0.5 million (in 2009-10 dollar terms) above the costs incorporated in the determination of Reference Tariffs at the Commencement Date of the Access Arrangement or, if there has been a previous review of the Reference Tariffs, at that review.

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**National Energy Customer Framework/ National Energy Connections Framework Event** means the introduction of new laws (including through proposed National Energy Retail Law and Rules, or by additions or changes to the National Gas Law or Rules) or additions or changes to the existing Gas Law, to implement either or both of the proposed National Energy Customer Framework or National Energy Connections Framework, which results in the imposition of legal obligations on ActewAGL or a third party and results in ActewAGL incurring costs directly or indirectly (including under statute or contract) from the operation of those frameworks.

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**Regulatory Change Event** means a change in a regulatory obligation or requirement that:

- (a) substantially affects the manner in which ActewAGL provides the Services (or any one of them) or otherwise operates its gas business (or any part of it);
- (b) materially increases or materially decreases the costs of providing those Services or operating its business; and
- (c) does not fall within any other category of Cost Pass Through Event under this clause.

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**Relevant Tax** means any tax (including any rate, duty, charge or levy or other like impost) that is imposed by or payable directly or indirectly by ActewAGL to the Commonwealth of Australia, a State or Territory, or an Authority of the Commonwealth or of a State or Territory (including goods and services tax), but excluding:

- (a) income tax (or State or Territory equivalent income tax) or capital gains tax;
- (b) stamp duty, financial institutions duty, bank account debits tax or similar taxes or duties;
- (c) penalties and interest for late payment relating to any tax; and
- (d) any tax which replaces a tax referred to in (a) - (c) above, where "tax" includes any rate, duty, charge or other like impost.

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**Service Standard Event** means any decision made by the Relevant Regulator or any other Authority, or any introduction of or amendment to applicable law or Gas Law, which:

- (a) has the effect of:
  - (i) imposing or varying standards (including Network Design and operational standards) on ActewAGL relevant to any one or more of the Services, that are more onerous than the standards imposed at the Commencement Date; or
  - (ii) altering the nature or scope of services that comprise any one or more of the Services; or
  - (iii) substantially altering the manner in which ActewAGL is required to undertake any activity forming part of, or ancillary to, any one or more of the Services (including through rules for the operation of competitive gas markets); and
- (b) results in ActewAGL incurring (or being likely to incur) materially higher costs in providing any one or more of the Services than it would have incurred but for that event.

Short Term Trading Market Event occurs if any part of ActewAGL's Network is made or becomes part of a trading hub under the gas Short Term Trading Market operated by the Australian Energy Market Operator, or ActewAGL otherwise participates in that Short Term Trading Market, resulting in:

- (a) changes in costs that ActewAGL incurs directly or indirectly (including under statute or contract); or
- (b) the need to change services provided to accommodate the market, leading to additional costs.

Reference tariff variation applications

~~If a Specified Event occurs, ActewAGL may provide a notice to the Relevant Regulator containing the information set out in section 8.3C of the National Gas Code by 30 June in the financial year the Event occurred or by 30 June in the financial year following the Event. This timing allows the Relevant Regulator to assess applications at the same time as the annual escalation of Reference Tariffs. This approach results in administrative simplicity and ensures that Users only face one Reference Tariff change per year.~~

~~If ActewAGL otherwise wishes to vary a Reference Tariff in accordance with the Approved Reference Tariff Variation Method in this Part 6, ActewAGL will provide a notice to the Relevant Regulator containing the information set out in section 8.3C of the National Gas Code.~~

~~Unless the Relevant Regulator has disallowed the variation in accordance with section 8.3E of the National Gas Code, the Reference Tariff will be automatically varied in accordance with the notice under clause 6.3 or clause 6.4, from the date specified in the notice (subject to any extension of time under section 8.3D of the National Gas Code).~~

~~The date for commencement of the variation specified in the notice under clause 6.3 or 6.4 will provide the Relevant Regulator a reasonable time of up to 30 days to appoint an independent auditor (if the Relevant Regulator wishes) and to have that auditor review and report to the Relevant Regulator (on the basis of the information given by ActewAGL to the Relevant Regulator) on the following:~~

~~the impact of these costs on Reference Tariffs; and~~

~~any other matters that the Relevant Regulator may reasonably require.~~

~~The Relevant Regulator may initiate a Reference Tariff variation application under clause 6.3, where it considers that the costs faced by ActewAGL were materially changed by a Specified Event and where ActewAGL has not made an application under this Part 6 in respect of that Specified Event.~~

CPI Variation of Reference Tariffs

~~Subject to clause 6.5, the Reference Tariffs may be varied on 1 July of each year during the Access Arrangement Period as follows:~~

~~On 1 July 2005, Reference Tariffs may be adjusted by  $CPI_{2005}$ :~~

$$\cancel{CPI_{2005}} = \left( \frac{CPI_{Mar2004} + CPI_{Jun2004} + CPI_{Sep2004} + CPI_{Dec2004}}{CPI_{Mar2003} + CPI_{Jun2003} + CPI_{Sep2003} + CPI_{Dec2003}} - 1 \right) \times 100\%$$

~~On 1 July in subsequent years during the Access Arrangement Reference Tariffs may be adjusted by  $CPI_t$ :~~

$$\cancel{CPI_t} = \left( \frac{CPI_{Mar\ t-1} + CPI_{Jun\ t-1} + CPI_{Sep\ t-1} + CPI_{Dec\ t-1}}{CPI_{Mar\ t-2} + CPI_{Jun\ t-2} + CPI_{Sep\ t-2} + CPI_{Dec\ t-2}} - 1 \right) \times 100\%$$

~~Where:~~

~~**CPI** means the Consumer Price Index, All Groups index number for the weighted average of eight capital cities as published by the Australian Bureau of Statistics, or if the Australian Bureau of Statistics does not or ceases to publish the index, then CPI will mean an index determined by the Relevant Regulator that is its best estimate of the index.~~

~~**$CPI_{Dec2004}$**  means the CPI for the December quarter for the year 2004 and similarly for other periods.~~

~~**Year t** is the year for which tariffs are being set.~~

~~**Year t-1** is the previous year.~~

~~Cost pass-through~~

~~Subject to clause 6.5, the Reference Tariffs may be varied if there is a Material Impact on the cost of providing Reference Services as a result of one of the cost pass-through events listed below (**Cost Pass Through Events**), where that cost was not incorporated in the determination of Reference Tariffs at the Commencement Date of the Access Arrangement or, if there has been a previous review of the Reference Tariffs, at that review. Cost pass-through events include:~~

~~a Change in Tax Event;~~

~~a Service Standard Event; and~~

~~a Terrorism or Natural Disaster Event.~~

~~Definitions~~

~~In this Part 6:~~

~~**Authority** means any government or regulatory department, body, instrumentality, minister, agency or authority or any body which is the successor to the administrative responsibilities of that department, body, instrumentality, minister, agency or authority.~~

~~**Annualised Cost** of a Cost Pass-Through Event in any year, means the amount of additional non-capital expenditure incurred in that year~~

as a result of the Cost Pass-Through Event, plus 15% of the additional capital expenditure incurred in that year.

**Change in Tax Event** means:

a change in the way or rate at which a Relevant Tax is calculated (including a change in the application or official interpretation of a Relevant Tax); or

the removal of a Relevant Tax or imposition of a new Relevant Tax;

which, in each case, occurs after the Commencement Date of the Access Arrangement.

**Material Impact** means a Cost Pass-Through Event for which the Annualised Cost incurred, or forecast to be incurred, by ActewAGL as a result of the event occurring, is at least \$0.5 million (in 2004-05 dollar terms) in any one year above the costs incorporated in the determination of Reference Tariffs at the Commencement Date of the Access Arrangement or, if there has been a previous review of the Reference Tariffs, at that review.

**Relevant Tax** means any tax (including any rate, duty, charge or levy or other like impost) that is imposed by or payable directly or indirectly by ActewAGL to the Commonwealth of Australia, a State or Territory, or an Authority of the Commonwealth or of a State or Territory (including goods and services tax), but excluding:

income tax (or State or Territory equivalent income tax) or capital gains tax;

stamp duty, financial institutions duty, bank account debits tax or similar taxes or duties;

penalties and interest for late payment relating to any tax; and

any tax which replaces a tax referred to in (a)–(c) above, where “tax” includes any rate, duty, charge or other like impost.

**Service Standard Event** means any decision made by the Relevant Regulator or any other Authority, or any introduction of or amendment to applicable law or Gas Law, after the Commencement Date which:

has the effect of:

imposing or varying standards (including Network Design and operational standards) on ActewAGL relevant to any one or more of the Services, that are more onerous than the standards imposed at the Commencement Date; or

altering the nature or scope of services that comprise any one or more of the Services; or

substantially altering the manner in which ActewAGL is required to undertake any activity forming part of, or ancillary to, any one or more of the Services (including through rules for the operation of competitive gas markets); and,

results in ActewAGL incurring (or being likely to incur) materially higher costs in providing any one or more of the Services than it would have incurred but for that event.

**Specified Event** means:

a change in CPI as set out in clause 6.8; and

a Cost Pass-Through Event.

**Terrorism or Natural Disaster Event** is an act of terrorism or a natural disaster (including fire, flood or earthquake) which results in costs which are substantially different to those incorporated in the determination of Reference Tariffs at the Commencement Date of the Access Arrangement or, if there has been a previous review of the Reference Tariffs, at that review.

## 7 Extensions/Expansions policy

- 7.1 Subject to this Part 7, all extensions to, and expansions of the Capacity of, the Network carried out by ActewAGL will be treated by ActewAGL as a Covered Pipeline and will automatically be covered by this Access Arrangement.
- 7.2 If ActewAGL proposes that an extension or expansion should not be covered by this Access Arrangement, it must give the Relevant Regulator a written notice to that effect, before the extension or expansion comes into service.
- 7.3 An extension or expansion will not be covered by this Access Arrangement (and will not be a Covered Pipeline) if:
- (a) ActewAGL gives the Relevant Regulator a notice under clause 7.2; and,
  - (b) ~~the~~ the Relevant Regulator gives ActewAGL a written notice stating that the Relevant Regulator considers that the extension or expansion is significant and may be excluded from the coverage of this Access Arrangement on that basis.
- 7.4 Clauses 7.2 and 7.3 do not apply where the cost of the extension or expansion has been included in the calculation of Reference Tariffs.
- 7.5 If an extension or expansion is treated as a Covered Pipeline, ActewAGL will offer Reference Services for that extension or expansion at the Reference Tariffs [\(ie no change to the Reference Tariffs\)](#).
- 7.6 ActewAGL may increase the Capital Base, or charge Users a Surcharge or Capital Contribution, in connection with an extension or expansion that is treated as a Covered Pipeline, in accordance with Part 4 of this Access Arrangement.

## 8 Trading policy

### Transactions subject to Business Rules

8.1 Transactions referred to in this clause 8 are subject to the Business Rules.

### **Bare transfer**

8.18.2 A User may make a Bare Transfer to another person (**the transferee**).

8.3 The User must give ActewAGL notice of a Bare Transfer in accordance with section 105 of the National Gas Rules.

~~8.2~~ ~~Prior to utilising any transferred Contracted Capacity, the transferee will notify ActewAGL of the:~~

- ~~(a) portion of the Capacity subject to the Bare Transfer; and~~
- ~~(b) the nature of the Capacity subject to the Bare Transfer.~~

### **Other transfer**

8.38.4 A User will obtain ActewAGL's prior consent to Transfer all or part of its Contracted Capacity other than by way of a Bare Transfer.

### **Change of Receipt Point or Delivery Point**

8.48.5 A User may change the Receipt Point or Delivery Point specified in a Transport Service Agreement where that is required as a result of a Bare Transfer, or other transfer of Contracted Capacity, with the prior written consent of ActewAGL.

### **ActewAGL's consent**

8.58.6 ActewAGL may:

- (a) give or withhold its consent under clause 8.43 or 8.54, on reasonable commercial and technical grounds; and
- (b) impose reasonable conditions on that consent, subject to the requirements of the National Gas Code Rules.

~~Note: Refer to sections 3.10 and 3.11 National Gas Code.~~

8.68.7 ActewAGL will reply to any request from a User for ActewAGL's consent to a Transfer under clause 8.43, or for a change of Receipt Point or Delivery Point under clause 8.54, within 14 Business Days of receiving the request accompanied by information which is reasonably necessary to enable ActewAGL to consider the request.

8.78.8 If at the time the request is made a User informs ActewAGL that due to hardship the User requires an urgent reply to its request, ActewAGL will take reasonable steps to respond to the request within 52 Business Days of receiving the request.



## 9 Queuing Policy

- 9.1 This Queuing Policy explains how ActewAGL manages requests for Services when there is insufficient Capacity in the Network to satisfy those requests.
- 9.2 The policy applies to requests for access to both Developable Capacity and Spare Capacity.
- 9.3 The Request for Service procedure in Attachment 2 describes how the policy is triggered.

### ***Forming the queue***

- 9.4 If:
- (a) ActewAGL receives a Request from a User; and
  - (b) there is insufficient Capacity to satisfy the Request,
- then
- (c) ActewAGL will advise the User that their request will be placed in a queue; and
  - (d) the User will advise ActewAGL whether they wish to proceed with the request;
- then
- (e) if there is an existing queue - ActewAGL will add the Request to the queue; or
  - (f) otherwise - a new queue will be formed by ActewAGL.
- 9.5 At the time a Request is placed in a queue, ActewAGL will advise the User of:
- (a) its position in the queue;
  - (b) the aggregate Capacity sought under Requests which are ahead in the queue;
  - (c) its estimate of when Capacity may become available; and
  - (d) the amount of any Surcharge that may apply.
- 9.6 When the position of a Request changes relative to other Requests which are ahead in the queue (such as where a Request ceases to be in the queue) or where the timing of availability of a new tranche of Developable Capacity or Spare Capacity changes, ActewAGL will provide revised information to the User.
- 9.7 Where a Request is made for a service to a Delivery Point and ActewAGL is satisfied that the Request is for the same tranche of capacity which is already provided to the User, or to another User, in respect of that Delivery Point, then ActewAGL may make that tranche of capacity available in response to the Request before satisfying any other requests in a queue to the extent that the existing User is otherwise entitled to maintain or extend that tranche of capacity.

### ***Conditions applicable on queue***

9.8 The following conditions apply:

- (a) a User may reduce, but not increase, the Capacity sought in a Request that is in a queue;
- (b) once every 3 Months, ActewAGL may seek confirmation from a User that it wishes to continue with a Request or Requests. If the User fails to respond within 14 days, the relevant Requests will lapse;
- (c) a User will advise ActewAGL if it does not wish to proceed with a Request, which will then lapse;
- (d) a lapsed Request will be removed from the queue and priority will be lost;
- (e) if either party raises a dispute under the National Gas [LawCode](#) in connection with a Request, the Request will not lapse, and will retain its priority in the queue pending the resolution of the dispute in accordance with the National Gas [LawCode](#);
- (f) if a Request is placed in a queue, the User will, on request, demonstrate to ActewAGL's reasonable satisfaction that the User will have access to a sufficient supply of gas at the time it is anticipated that the User will be offered access to the Service;
- (g) a User may only assign a Request in a queue to a bona fide purchaser of the User's business or assets. Any such assignment is subject to the purchaser:
  - (i) meeting ActewAGL's reasonable requirements concerning licensing, and technical and financial capacity; and
  - (ii) providing ActewAGL with any security reasonably requested by ActewAGL; and
- (h) a Request lapses if a User assigns the Request contrary to clause 9.8(g).

### ***Procedure when Capacity can be made available***

9.9 If Capacity becomes available it will be offered to the Users in the queue:

- (a) whose Request requirements can be fully satisfied by the available Capacity; and
- (b) in order of their respective priorities in the queue.

### ***Priority of Users in obtaining Services***

9.10 ActewAGL will advise a User if their Request is incomplete.

- 9.11 If the User completes the Request within 7 days, the priority of the Request for queuing purposes will be determined by ActewAGL based on the time and date on which ActewAGL first received the Request.
- 9.12 Otherwise, the priority will be determined by ActewAGL based on the time and date on which ActewAGL receives the completed Request.
- 9.13 A Request for a Reference Service will have priority over a Request for a Negotiated Service.
- 9.14 A Request for Short Term Capacity has the lowest priority.

### ***Requirement for Transport Services Agreement***

- 9.15 A User will have a Transport Services Agreement with ActewAGL for a Service before an offer of Capacity under that Service may be accepted. (Note: This requirement is satisfied if the User has an [Access Determination](#)~~arbitrated access decision~~ granting it access to the Network for the relevant Service, under [section-Chapter 6](#) of the National Gas [Code-Law](#) (see the definition of “Transport Services Agreement”).)
- 9.16 If Capacity becomes available, but a User has not entered into a Transport Services Agreement with ActewAGL for the relevant Service, the User’s Request will lose priority to other Users who have entered into a Transport Services Agreement relevant to their Request, until the first User has entered into the required Transport Services Agreement.
- 9.17 Alternatively, ActewAGL may agree to reserve Capacity for the User for a period nominated by ActewAGL, to enable a Transport Services Agreement to be finalised. In that case, the User will not lose priority, and the parties will use all reasonable endeavours to finalise the Transport Services Agreement within the period.
- 9.18 ActewAGL may agree to extend a period during which Capacity is reserved under clause 9.17, or any extended period under this clause.

### ***Compensation for reserving Capacity***

- 9.19 ActewAGL may require the User to pay compensation for ActewAGL agreeing to commence a Service more than 30 days from the execution of a Transport Services Agreement where the commitment of capacity to meet the requirements of the User contributes to:
- (a) the continuation of a queue,
  - (b) the formation of a queue at any time prior to the commencement date, or
  - (c) the acceleration of investment for Developable Capacity (including pre-construction investment, such as planning and design for that capacity) by ActewAGL to provide capacity for other Users.

9.20 The User will pay compensation under clause 9.19 within 30 days of receipt of a notice from ActewAGL specifying the compensation and providing reasonable substantiation.

## **10Capacity Management Policy**

The Network is a **Contract Carriage** Pipeline.

## ATTACHMENT 1: DEFINITIONS

1.1 In this Access Arrangement:

**Access Arrangement Information** means the separate information provided to the Relevant Regulator with this Access Arrangement.

**Access Arrangement Period** means the period from the Commencement Date to the Revisions Commencement Date.

**Access Determination** has the meaning given in the National Gas Law.

**ActewAGL** means the owner of the Network from time to time, which at the Commencement Date is ActewAGL Distribution ABN 76 670 568 688 a partnership between ~~Jemena NetworksAGL Gas Company~~ (ACT) Pty Limited ABN 24 008 552 663 and ACTEW Distribution Limited ABN 83 073 025 224.

**AEMC** means the Australian Energy Market Commission established by section 5 of the Australian Energy Market Commission Establishment Act 2004 of South Australia.

**AEMO** means the proposed Australian Energy Market Operator.

**Authorised Overrun** means an Overrun approved by ActewAGL before the Overrun occurs.

**Bare Transfer** ~~has the meaning given in the National Gas Code. This generally~~ refers to a Transfer by way of subcontract of all or part of a User's Contracted Capacity to a third party where:

~~a User's obligations under a Transport Services Agreement remain in full force and effect after the Transfer;~~ and

(a) subject to paragraph (b), a User's rights against, and obligations to ActewAGL under a Transport Services Agreement remain unaffected by the Transfer ;the terms of the Transport Services Agreement are not altered as a result of the Transfer

(b) the User immediately gives notice to ActewAGL of:

(i) the subcontract and its duration;

(ii) the identity of the third party; and

(iii) the amount of the User's Contracted Capacity transferred. -

**Basic Metering Equipment** means the standard meter set provided by ActewAGL, including gas meters, regulators, fittings and isolation valves, and may include filters and flow correctors.

**Business Day** means any day which is not a Saturday, Sunday or a public holiday in New South Wales or the Australian Capital Territory.

**Business Rules** means the Gas ~~Retail~~ Market ~~Company Limited Gas Retail Market~~ Business Rules to Support Retail Competition in ~~Gas in~~ the ACT and New South Wales, in force from time to time.

**Capacity** ~~has the meaning given in the National Gas Code. This generally~~ refers to the measure of the potential of a Covered Pipeline as currently configured to deliver a particular Service between a Receipt Point and a Delivery Point at a point in time.

**Capacity Reservation Service** means the transportation service described in Attachment 3A.

**Capital Base** has the meaning given in the ~~National Gas Code~~~~National Gas Rules. This generally refers to the value of the capital assets that form a Covered Pipeline~~

**Charge Number** means:

- (a) 9 days; plus
- (b) for each Month or part Month in excess of 12 Months but less than a whole Contract Year in the Period, an additional  $\frac{3}{4}$  of a day, rounded up to the nearest whole number.<sup>3</sup>

**Claim** means any cause of action, liability, claim, proceeding, suit or demand of any nature however arising and whether present or future, fixed or unascertained, actual or contingent whether at law, in equity, under statute or otherwise and which any party may have against the other in connection with this Access Arrangement.

**Commencement Date** means the date referred to in clause 1.154 of Part 1 of this Access Arrangement.

~~**Contract Carriage** has the meaning given in the National Gas Code. This generally refers to a system of managing third party access whereby:~~

~~ActewAGL normally manages its ability to provide Services primarily by requiring Users to use no more than the quantity of Service specified in a contract;~~

~~(c) Users normally are required to enter into a contract that specifies a quantity of Service;~~

~~(d) charges for use of a Service normally are based at least in part on the quantity of Service specified in a contract; and~~

~~(e) a User normally has the right to trade its right to obtain a Service to another User.~~

**Contract Year** means a period of 12 Months commencing on the first day of the term of a Service (or the anniversary of that day).

**Contracted Capacity** ~~has the meaning given in the National Gas Code. This generally~~ refers to that part of the Capacity of the Network

<sup>3</sup> For example, if the Term is 20 Months, the Charge Number is 15, being 9 plus (8x  $\frac{3}{4}$ ). If the Term is 21  $\frac{1}{2}$  Months, the Charge Number is 17, being 9 plus (10x  $\frac{3}{4}$  rounded up to the nearest whole number).

which has been reserved by a User or Users pursuant to a Transport Services Agreement entered into with ActewAGL.

~~**Cost of Service** has the meaning given in section 8.3 of the National Gas Code.~~

**Covered Pipeline** has the meaning given in the National Gas Code [Law](#).

**Customer** means an end consumer of gas. A customer includes any consumer of hot water in a residential unit where hot water is supplied through a centralised gas fired hot water system.

**Delivery Point** means a point at which gas is withdrawn from the Network.

**Delivery Station** means the facilities installed at a Delivery Point to enable delivery of gas from the Network, including Measuring Equipment, and which regulate the delivery and measure the quantity of gas withdrawn at that Delivery Point.

**Developable Capacity** has the meaning given in the National Gas Code [Law](#). This generally refers to the difference between the Capacity of the Network, and the Capacity that would be available if additions of plant and/or pipeline were made, but does not include [any new capacity of a Covered Pipeline resulting from](#) any extension of the geographic range of a Covered Pipeline.

**Embedded Network** means a distribution system or a pipeline not owned and operated by ActewAGL, which receives gas from the Network.

**Embedded Network Operator** means the licensed owner or operator of an Embedded Network.

~~**Equivalent Tariff** has the meaning given in the National Gas Code.~~ [This generally](#) refers to, in relation to a Service that is not a Reference Service, the Tariff that it is reasonably likely would have been set as the Reference Tariff had the Service been a Reference Service.

~~**Final Decision** means the Independent Competition and Regulatory Commission's October 2004 decision entitled "Final Decision - Review of access arrangement for ActewAGL natural gas system in ACT, Queanbeyan and Yarrowlunla".~~

**Force Majeure** means any event or circumstance beyond the reasonable control of a person.

**Forecast Capital** has the meaning given in clause 4.178 of this Access Arrangement.

**Gas General Metering Code** means the Australian Capital Territory Gas General Metering Code approved or determined by the ICRC from time to time.

**Gas Law** means the *Utilities Act 2000* (ACT), the *Gas Safety Act 2000* (ACT), the *Gas Pipelines Access Act 1998* (ACT), the *Gas*



*Pipelines Access (New South Wales) Act 1998 (NSW)*, the Minimum Network Standards, the *Gas Supply Act 1996 (NSW)*, any other applicable market, industry or technical code, any licence issued under the *Utilities Act 2000 (ACT)* or the *Gas Supply Act 1996 (NSW)*, and any other statute, regulation, ordinance, code or other law, whether territory, state or federal, including any lawfully binding determination, decree, edict, declaration, ruling, order or other similar pronouncement validly made by any government or authority.

**Gas Market Company** means the Gas Market Company Limited ACN 095 400 258.

**GJ** means gigajoule.

~~**Greater Queanbeyan** means the area known as Greater Queanbeyan City by proclamation under the Local Government Act 1993 (NSW), formerly the City of Queanbeyan and Yarrowlumla Shire.~~

**GST** has the meaning given in the A New Tax System (Goods and Services) Tax Act 1999 (Cth).

**Hour** means any period of 60 consecutive minutes.

**Interconnection of Embedded Network Service** means the Service described in Attachment 3G.

**Linepack** means the total quantity of gas in the Network.

**Loss** includes any Claim, damage, loss, cost, charge, expense or payment.

**Managed Capacity Service** means the transportation Service described in Attachment 3B.

**Maximum Daily Quantity** or **MDQ** means the maximum quantity of gas which ActewAGL is obliged to transport and deliver to a particular Delivery Point on behalf of a User on any day (excluding Overruns).

**Maximum Hourly Quantity** or **MHQ** means the maximum quantity of gas (in GJs) which ActewAGL is obliged to transport and deliver to a particular Delivery Point on behalf of a User in any Hour (excluding Overruns).

**Measuring Equipment** means all the equipment and facilities forming part of a Delivery Station or a Receipt Station required to measure the quantity of gas delivered to or at the Delivery Point or Receipt Point.

**Meter Data Service** means the Service described in Attachment 3F.

**Minimum Network Standards** means ActewAGL Distribution's Minimum Standards for Network Operation adopted by ActewAGL in compliance of its licence requirements in the Australian Capital Territory and New South Wales, in force from time to time.

**Minister** means the Minister responsible for administering the [National Gas \(ACT\) Act 2008](#), ~~[Pipelines Access Act 1998 \(ACT\)](#)~~ or

the [National Gas Gas Pipelines Access \(New South Wales\) Act 1998](#) ~~2008 (NSW)~~ as the case may be.

**Month** means calendar month.

**Multiple Delivery Point Service** means the transportation Service described in Attachment 3D.

**National Gas Code** means the National Third Party Access Code for Natural Gas Pipelines Systems referred to in the Gas Pipelines Access Act 1998 (ACT), ~~in force from time to time.~~

**National Gas Law** means the [National Gas Law in the Schedule to the National Gas \(South Australia\) Act 2008 \(SA\)](#), in force from time to time.

**National Gas Rules** means the [National Gas Rules made under the National Gas Law](#), in force from time to time.

**Negotiated Service** means a Service for the transportation of gas on terms and conditions different to those of a Reference Service, as described in Attachment 3H.

**Network** means ActewAGL's Pipeline in the Australian Capital Territory, and ~~Greater~~ Queanbeyan [and Palerang](#) in New South Wales.

~~**New Facility** is defined in the National Gas Code.~~

~~**New Facilities Investment** is defined in the National Gas Code.~~

**Non-Tariff Delivery Point** means any Delivery Point where the Customer is reasonably expected to take delivery of a quantity of gas exceeding 10TJ per Contract Year.

**Non-Tariff Service** has the meaning given in clause 2.3 of Part 2 of this Access Arrangement.

**Overrun** has the meaning given in Attachment 3A. An overrun applies to all Reference Services other than the Tariff Service and the Meter Data Service.

**Palerang** means the [area known as Palerang Local Government Area by proclamation under the Local Government Act 1993 \(NSW\) formerly the City of Queanbeyan and Tallaganda Shire.](#)

**Period** means a Contract Year plus the number of Months or part Months in the term of a Service in excess of 12 Months but less than a whole Contract Year.

**Pipeline** has the meaning in the [National Gas Law. Gas Pipelines Access \(ACT\) Law.](#)

**Previous Maximum Quantity** is the maximum quantity metered at a User's single Delivery Point on any day in the 12 Month period ending 2 Months prior to the date on which a Managed Capacity Service commences.

**Queanbeyan** means the area known as Queanbeyan City Council by proclamation under the Local Government Act 1993 (NSW), formerly the City of Queanbeyan and Yarrowlumla Shire.

**Receipt Point** means any point at which gas is received into the Network.

**Receipt Station** means the facilities installed at a Receipt Point to enable receipt of gas from a User into the Network, including Measuring Equipment.

**Reference Service** means the:

- (c) Tariff Service;
- (d) Capacity Reservation Service;
- (e) Managed Capacity Service;
- (f) Throughput Service;
- (g) Multiple Delivery Point Service; or
- (h) Meter Data Service.

**Reference Tariff** means a tariff or charge which relates to a Reference Service.

**Relevant Regulator** has the meaning given in the National Gas Law same meaning as in the Gas Pipeline Access Act 1998 (ACT) and at the commencement of this Access Arrangement is the Australian Energy Regulator (AER); Independent Competition and Regulatory Commission of the Australian Capital Territory.

**Request for Service** or **Request** means a request for a Service, as described in Attachment 2.

**Revisions Commencement Date** means the date on which the revisions to this Access Arrangement commence under clause 1.1~~76~~ of Part 1 of this Access Arrangement.

**Service** means a Reference Service, Interconnection of Embedded Network Service or Negotiated Service.

**Short Term Capacity** means the short-term capacity referred to in the Capacity Reservation Service.

**Spare Capacity** means the difference between the Capacity of the Network and the Contracted Capacity, as well as the difference between the Contracted Capacity and the Contracted Capacity being used, as the case may be.

**Specifications** means the specifications for gas in Attachment 6.

**Speculative Investment Fund**~~Capital Expenditure Account~~ has the meaning given in -is defined in section 84 of the National Gas Rules Code.

**Summer Tranche Capacity** means the summer tranche capacity referred to in the Capacity Reservation Service.

**Surcharge** has the meaning in section ~~83 (2) 8.25 of the~~ National Gas ~~Rules Code and which has the effect defined in section 6.19 of~~ the National Gas Code.

**Tariff**, ~~for a Service, is defined in the National Gas Code.~~<sup>4</sup> This ~~generally~~ refers to the criteria that, when applied to a User's characteristics and requirements, determine the charges payable by that User to ActewAGL for the Service.

**Tariff Customer** means a Customer who is reasonably expected to take delivery of less than or equal to 10TJ of gas per year.

**Tariff Delivery Point** means a Delivery Point at which the Customer is a Tariff Customer.

**Tariff Service** means the transportation Service described in Attachment 3E.

**Throughput Service** means the transportation Service described in Attachment 3C.

**TJ** means terajoule.

~~**Total Revenue** has the meaning given in section 8.2 of the National Gas Code.~~

**Transfer** includes a sale, assignment, lease, licence, exchange or gift and "transferred" has a corresponding meaning.

**Transport Services Agreement** means:

- (a) an executed agreement between ActewAGL and a User for the supply of Services; or
- (i) the terms and conditions for access specified in an ~~access determination decision~~ by ~~the relevant dispute resolution body an arbitrator~~ under ~~Part 6 of the National Gas Law or Part 12 section 6~~ of the National Gas ~~Rules Code~~ in relation to a User, whether or not those terms and conditions are embodied in a formal agreement between the parties.

**UAG** means gas necessary to make up for gas lost or unaccounted for in the Network.

**Unauthorised Overrun** means any Overrun that is not an Authorised Overrun.

~~**User** has the meaning given in the National Gas Law. means a person who holds a licence under applicable Gas Law to supply gas to the relevant Delivery Points.~~

## ***Interpretation***

1.2 Unless the contrary intention appears, a reference in this agreement to:

- (a) **(variations or replacement)** a document (including this agreement) includes any variation or replacement of it;

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<sup>4</sup> Refer to the National Gas Code for full details.

- (j) **(clauses, annexures, attachments and schedules)** a clause, annexure, attachment or schedule is a reference to a clause in or annexure or schedule to this agreement;
- (k) **(reference to statutes)** a statute, ordinance, code or other law includes regulations and other instruments under it and consolidations, amendments, re-enactments or replacements of any of them;
- (l) **(law)** law means common law, principles of equity, and laws made by parliament (and laws made by parliament include State, Territory and Commonwealth laws and regulations and other instruments or codes under them, and consolidations, amendments, re-enactments or replacements of any of them);
- (m) **(singular includes plural)** the singular includes the plural and vice versa;
- (n) **(person)** the word “person” includes an individual, a firm, a body corporate, a partnership, joint venture, an unincorporated body or association, or any Government Agency;
- (o) **(executors, administrators, successors)** a particular person includes a reference to the person’s executors, administrators, successors, substitutes (including persons taking by novation) and assigns;
- (p) **(two or more persons)** an agreement, representation or warranty in favour of two or more persons is for the benefit of them jointly and each of them individually;
- (q) **(jointly and severally)** an agreement, representation or warranty by two or more persons binds them jointly and each of them individually;
- (r) **(reference to a group of persons)** a group of persons or things is a reference to any two or more of them jointly and to each of them individually;
- (s) **(dollars)** Australian dollars, dollars, A\$ or \$ is a reference to the lawful currency of Australia;
- (t) **(calculation of time)** if a period of time dates from a given day or the day of an act or event, it is to be calculated exclusive of that day; Attachment 1 - Definitions 8
- (u) **(reference to a day)** a day is to be interpreted as the period of time commencing at midnight and ending 24 hours later;<sup>5</sup>
- (v) **(accounting terms)** an accounting term is a reference to that term as it is used in accounting standards under the Corporations Act 2001 (Cth), or, if not inconsistent with those

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<sup>5</sup> A different definition applies to Attachment 5.

standards, in accounting principles and practices generally accepted in Australia;

- (w) (**meaning not limited**) the words “include”, “including”, “for example” or “such as” are not used as, nor are they to be interpreted as, words of limitation, and, when introducing an example, do not limit the meaning of the words to which the example relates to that example or examples of a similar kind;
- (x) (**next day**) if an act under this agreement to be done by a party on or by a given day is done after 5.30pm on that day, it is taken to be done on the next day;
- (y) (**next Business Day**) if an event under this agreement must occur on a stipulated day which is not a Business Day then the stipulated day will be taken to be the next Business Day; and
- (z) (**time of day**) time is a reference to Canberra time.

1.3 Headings are for convenience only and do not affect the interpretation of this Access Arrangement.

1.4 Footnotes form part of this Access Arrangement.

## ATTACHMENT 2: REQUESTS FOR SERVICE

### *Application*

- 1.1 If a User wishes to obtain access to a Service for a Delivery Point:
  - (a) in the case of a new connection - the User will ensure that ActewAGL's requirements for connection of the Customer's premises are satisfied, including requirements relating to the Customer's gas installation;
  - (b) the User will comply with the requirements of this Access Arrangement for the relevant Service;
  - (c) the User will follow the Request procedure in this Attachment; and
  - (d) the parties will comply with their respective obligations under the Minimum Network Standards.
- 1.2 The User will also follow the Request procedure in this Attachment if a Customer seeks an increase in the MHQ or MDQ for an existing Service.
- 1.3 If the MHQ for a Service under clause 1.1 or 1.2 of this Attachment is expected to be 6m<sup>3</sup>/Hour or more, the User will notify ActewAGL of the expected MHQ for the Service, and provide evidence of the expected consumption reasonably satisfactory to ActewAGL.
- 1.4 The User will give ActewAGL evidence of its compliance with clause 1.1(a) and (b) of this Attachment reasonably satisfactory to ActewAGL, on request.

### ***MHQ less than 6m<sup>3</sup>/Hour***

- 1.5 If the MHQ of the Service will be less than 6m<sup>3</sup>/Hour, the User will lodge a Request. The Request will include ~~such the~~ details ~~as~~ required by [the National Gas Rules](#) ActewAGL from time to time. The Queuing Policy in Part 9 of this Access Arrangement does not apply.
- 1.6 The parties will then comply with their respective obligations under the Business Rules in relation to the establishment of the Service.

### ***MHQ of 6m<sup>3</sup>/Hour or more***

- 1.7 If:
  - (a) for a new Service - ActewAGL is satisfied that the MHQ will be 6m<sup>3</sup>/Hour or more; or
  - (b) for an existing Service with an MHQ of less than 6m<sup>3</sup>/Hour - the Customer wishes to increase its consumption to 6m<sup>3</sup>/Hour or more; or
  - (c) for an existing Service with an MHQ of 6m<sup>3</sup>/Hour or more - the Customer wishes to make any increase in its consumption,

the User will:

(d) lodge a Request in the form of Attachment 2A ([which contains the information required by the National Gas Rules](#)); and

(e) use a single Request for each tranche of capacity for a Delivery Point.

1.8 On receipt of such a Request, ActewAGL will advise the User:

(a) if the Request is incomplete and, if so, what is required to complete the Request; or

(b) whether Capacity is available, [and if so](#), at what price, [and whether a queue exists for the Capacity, and any other terms and conditions](#), within the following timeframes:

(i) for a Request for Summer Tranche Capacity - within 10 Business Days of receiving a complete Request;

(ii) for a Request for Short Term Capacity - within 5 Business Days of receiving a complete Request, except where the Request involves an increase in the MHQ such that the total MHQ requirement would exceed the capacity of the metering facilities at the Delivery Point. In this case ActewAGL will advise the User as soon as reasonably practicable; or

(iii) for any other Request - within the shortest reasonable time and in any event within [20 Business Days](#) ~~30 days~~ of receiving a complete Request; or

(c) that investigations are required to be undertaken before responding to the Request [and setting out a proposal for the investigation in accordance with the National Gas Rules](#).

### ***Sufficient capacity***

1.9 If ActewAGL considers that there is sufficient Capacity to meet the Request, ActewAGL will make an offer of Capacity to the User.

1.10 An offer of Capacity may be accepted within 30 days of the date shown on the offer, or any extended period nominated by ActewAGL in its discretion.

1.11 The User will have a Transport Services Agreement with ActewAGL for a Service, before an offer of Capacity for that Service may be accepted.<sup>6</sup>

1.12 If the User has not accepted an offer in accordance with clauses 1.10 and 1.11 of this Attachment, the offer will lapse (unless a party has

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<sup>6</sup> This requirement is satisfied if the User has an [Access Determination](#) ~~arbitrated access decision~~ granting it access to the Network for the relevant Service, under [section Chapter 6](#) of the National Gas [Code Law](#) (see the definition of “Transport Services Agreement”).



raised a dispute under the National Gas ~~Code Rules~~ in connection with the Request, in which case the offer will not lapse pending the resolution of the dispute in accordance with the National Gas ~~Code Rules~~).

1.13 If:

- (a) an offer lapses under clause 1.12 of this Attachment due to the User not having a Transport Services Agreement for the Service; and
- (b) ActewAGL considers that there is sufficient Capacity to meet the Request,

ActewAGL may in its discretion make a further offer of Capacity under clause 1.9 of this Attachment without requiring a new Request to be lodged, and clauses 1.10 to 1.12 of this Attachment (and this clause 1.13) will apply.

1.14 The parties will then comply with their respective obligations under the Business Rules in relation to the establishment of the Service.

### ***Insufficient capacity***

1.15 If ActewAGL considers that there is insufficient Capacity to satisfy the Request, the Queuing Policy in Part 9 of this Access Arrangement will apply.

## **ATTACHMENT 2A: REQUEST FOR SERVICE FORM (MHQ of 6m<sup>3</sup>/hour or greater)**

*Sections 1, 2, 3, 4, and 5 must be completed for all Requests.*

*Sections 6 and 7 must be completed for additional capacity at an existing site.*

*Sections 6, 7, 8, and 9 must be completed for new delivery points.*

### **1. USER INFORMATION**

Name of User & .....  
A.B.N

Contact Officer .....

Position Title .....

Telephone .....

Fax .....

Customer Contact  
Details:

Name .....

Position Title .....

Telephone .....

Fax .....

### **2. RECEIPT POINT INFORMATION**

Receipt Point Location .....

Entity supplying inlet gas .....

### **3. DELIVERY POINT INFORMATION**

Delivery Point .....  
Business Name

A.B.N. ....

Delivery Point .....  
Street Address

Postcode .....

Delivery Point is ..... metres (N, S, E or W)

from (nearest cross Street) .....

Delivery Point is located on the (N, S, E or W) side of the Street.

**4. TRANSPORTATION INFORMATION**

|                   |                                                                      |
|-------------------|----------------------------------------------------------------------|
| Service Requested | Managed Capacity/ Capacity Reservation/Throughput/Negotiated/ Tariff |
|                   | Short Term Capacity/Summer Tranche                                   |

If Short Term Capacity or Summer Tranche Capacity is requested there must be a pre-existing Capacity Reservation Service in place.

|                                                 |  |
|-------------------------------------------------|--|
| Service Commencement Date                       |  |
| Duration of Transport Services Agreement Sought |  |
| ANZIC code(s)                                   |  |
| Gas Applications                                |  |
| AQ (GJ/yr) Annual Quantity                      |  |
| MDQ (GJ/day) Maximum Daily Quantity             |  |
| MHQ (GJ/hr) Maximum Hourly Quantity             |  |

**5. DELIVERY STATION PRESSURE**

Delivery Station Pressure (kPa) —

Metering pressure (1.38, 2.75, 7.0, 35, 100, if other please specify)

**6. APPLIANCE & GAS LOAD INFORMATION**

| Appliance Type | Hourly Rate (MJ/hr) | Operating Capacity (%) | Hour/Day | Days/week | Weeks/year | Total Annual Quantity (TJ/yr) |
|----------------|---------------------|------------------------|----------|-----------|------------|-------------------------------|
|                |                     |                        |          |           |            |                               |
|                |                     |                        |          |           |            |                               |
|                |                     |                        |          |           |            |                               |
|                |                     |                        |          |           |            |                               |
|                |                     |                        |          |           |            |                               |
|                |                     |                        |          |           |            |                               |
| Total          |                     |                        |          |           |            |                               |

Do any of these appliances have pilots or small flow rates? If so, which ones?

.....

## 7. FUEL CONVERSION INFORMATION

(if applicable)

Current Fuel Type .....

Current Annual Consumption .....  
(GJ/yr)

## 8. DELIVERY STATION INFORMATION

|                                                                                      |     |
|--------------------------------------------------------------------------------------|-----|
| If the customer requires other than a standard single run meter set, please specify: |     |
| Is the proposed meter set located indoors?                                           | Y/N |
| Is a security compound required?                                                     | Y/N |

## 9. DELIVERY STATION LOCATION SKETCH

Please provide a sketch showing the proposed location of the meter set and the following:

- length of customer service (path valve to meter set);
- surface restoration from front boundary to meter set;
- any walls to be pierced or other obstacle, eg. stairs, retaining walls etc. to be negotiated;
- all buildings and any other permanent structures on the site;
- side and front building lines, and kerb line; and
- bearing (north).

## **ATTACHMENT 3: SERVICE SCHEDULES**

### ***Service Schedules***

1.1 The Service Schedules are:

- (a) Attachment 3A - Capacity Reservation Service;
- (b) Attachment 3B - Managed Capacity Service;
- (c) Attachment 3C - Throughput Service;
- (d) Attachment 3D - Multiple Delivery Point Service;
- (e) Attachment 3E - Tariff Service;
- (f) Attachment 3F - Meter Data Service;
- (g) Attachment 3G - Interconnection of Embedded Network Service; and
- (h) Attachment 3H - Negotiated Service.

### ***Term of Service***

1.2 Notwithstanding anything to the contrary in this Attachment 3, the term of a Service under this Attachment 3 ends if the User ceases to have a Transport Services Agreement for that Service, and there is no entitlement for a further term for that Service.

## **ATTACHMENT 3A: CAPACITY RESERVATION SERVICE**

### ***General***

- 1.1 The Capacity Reservation Service is a Service for the transportation of gas by ActewAGL from a Receipt Point to a single Non-Tariff Delivery Point (> 10TJ per annum), including options for Summer Tranche Capacity and Short Term Capacity.
- 1.2 This Attachment contains:
  - (a) additional terms and conditions for the Service; and
  - (b) the Reference Tariffs for the Service.
- 1.3 These terms and conditions are in addition to:
  - (a) the general terms and conditions in Part 3 of this Access Arrangement; and
  - (b) the curtailment of supply policy in Attachment 4 and gas balancing mechanisms in Attachment 5.

### ***Additional eligibility requirements***

- 1.4 The Capacity Reservation Service is only available for a Delivery Point where all Services to the Delivery Point are Capacity Reservation Services.

## **ADDITIONAL TERMS AND CONDITIONS**

### ***Term***

- 1.5 The term of the Service is a minimum of 1 year and a maximum of 2 years from the commencement of the Service, as specified by the User at the time of commencement of the Service (**Term**).

### ***Extension of Term***

- 1.6 Subject to clause 1.9 of this Attachment, a User is entitled to extend a Service for a further term if:
  - (a) the further term expires on or before the Revisions Commencement Date; and
  - (b) the User gives ActewAGL at least four weeks notice prior to the expiry of the Term requesting an extension.
- 1.7 If the further term expires after the Revisions Commencement Date, the User is not entitled to extend the Service, without ActewAGL's consent. ActewAGL may give or withhold its consent, conditionally or unconditionally, in its discretion.
- 1.8 If a User extends a Service for a further term under clause 1.6 of this Attachment, the Service will be provided:

- (a) to a Capacity not exceeding the MDQ and MHQ applying at the expiry of the Term (excluding any Short Term Capacity, Summer Tranche Capacity); and
  - (b) at the Reference Tariffs payable under this Access Arrangement from time to time during the further term.
- 1.9 Where the MHQ for a Service is more than one tenth of the booked MDQ, and ActewAGL gives the User at least 12 weeks notice prior to expiry of the Term that a queue has been formed, or is likely to be formed during any further term, the User is not entitled to extend the Service for a further term without ActewAGL's consent. ActewAGL may give or withhold its consent, conditionally or unconditionally, in its discretion. Conditions may include commercial and technical conditions, including the installation of demand management devices by the User.
- 1.10 Unless the User has notified ActewAGL at least four weeks prior to the expiry of the Term, that:
- (a) ActewAGL is to cease delivering gas for a Service from the expiry of the Term; or
  - (b) the User wishes to exercise its rights under clause 1.6 of this Attachment,
- ActewAGL will be entitled (but not obliged) to continue to deliver gas for that Service on the basis that:
- (c) the Term of the Service is automatically extended by a further 12 Months; and
  - (d) the type of Service and MDQ will continue unchanged.

### ***MDQ and MHQ***

- 1.11 At the commencement of a Service, and of each subsequent Contract Year, the User will specify to ActewAGL:
- (a) a level of MHQ for the Service which reflects the maximum Hourly requirement at the Delivery Point; and
  - (b) a level of MDQ which reflects the maximum Daily requirement,
- based on prior consumption where that information is available.
- 1.12 ActewAGL's maximum obligation to deliver gas to the Delivery Point for a Service is limited to the MHQ in any Hour and the MDQ on any day, for that Service.
- 1.13 Subject to clause 1.14 of this Attachment, the User may request an increase in the specified MDQ for a Service if:
- (a) new equipment is commissioned at the Delivery Point, that increases the capacity of the Delivery Point; or
  - (b) daily metering is installed at the Delivery Point, when it was not previously available at that Delivery Point.

- 1.14 The User may increase the MDQ for a Service once under clause 1.13 of this Attachment. An increase to the MDQ may only be made within three Months of the commencement of the Service. An increase will be subject to the Queuing Policy in Part 9 of this Access Arrangement. An increase in MDQ will be deemed to take effect from the commencement of the current Term of the Service.

### ***Basic Metering Equipment***

- 1.15 ActewAGL will provide Basic Metering Equipment at the Delivery Point. The appropriate meter type for the Delivery Point will be determined by ActewAGL, or as agreed with the User.

### ***Meter Data Service***

- 1.16 Where ActewAGL offers a Meter Data Service as a Reference Service, the User will take the Capacity Reservation Service in conjunction with the Meter Data Service for the relevant Delivery Point.

### ***Overruns***

- 1.17 Clauses 1.18 to 1.20 of this Attachment deal with **Overruns**, which is any withdrawal of gas that exceeds the MHQ in any Hour, or the MDQ in any day, other than a withdrawal that constitutes:
- (a) an approved request for Short Term Capacity; or
  - (b) an approved request for Summer Tranche Capacity; or
  - (c) an approved request for Additional Capacity.
- 1.18 Overruns may be authorised or unauthorised.
- 1.19 A User may request prior approval for an Overrun by:
- (a) giving 1 Business Day's notice to ActewAGL; and
  - (b) agreeing with ActewAGL:
    - (i) the Overrun quantity for MDQ and MHQ (the agreed Quantity is the **Authorised Overrun Quantity** in respect of the Overrun); and
    - (ii) the day or days and Hour or Hours, on which the Authorised Overrun Quantity will be transported.
- 1.20 If a Delivery Point is served under 2 or more Services and an Overrun occurs:
- (a) an Overrun will have occurred under each Service; and
  - (b) the Overrun will be apportioned between the Services proportionately according to the MDQ for the Delivery Point nominated for each Service.



### ***Summer Tranche Capacity***

- 1.21 Clauses 1.22 to 1.23 of this Attachment deal with Summer Tranche Capacity, which relates to withdrawals of gas for a minimum period of a whole Month during 1 October to 30 April.
- 1.22 A User may increase the MDQ for a Delivery Point for periods of 1 or more whole Months between 1 October and 30 April inclusive during the term of the Service, commencing on the first day of any of those Months (**Summer Tranche Capacity**).
- 1.23 A User will request Summer Tranche Capacity in accordance with Attachment 2, and the availability of the Capacity will be subject to the Queuing Policy in Part 9 of this Access Arrangement (if applicable).

### ***Short Term Capacity***

- 1.24 Clauses 1.25 to 1.31 of this Attachment deal with Short Term Capacity, which relates to withdrawals of gas for a minimum period of a week up to a maximum period of 4 weeks.
- 1.25 Short Term Capacity is an increase in the MDQ for a minimum of 1 week and a maximum of 4 weeks in weekly increments (**Short Term Capacity**).

### ***Short Term Capacity for Customers 30TJ or less per annum***

- 1.26 A User may request Short Term Capacity for a Customer at a Delivery Point, who is reasonably expected to withdraw 30TJ or less per Contract Year:
  - (a) if the User provides evidence of a one-off requirement for an increase in consumption at the Delivery Point, which may only be for purposes other than space heating. The User will provide evidence of the need to increase the MDQ, reasonably satisfactory to ActewAGL;
  - (b) if the MDQ reservation in the second or subsequent Contract Year of the Service is not less than 95 per cent of the MDQ reservation in the first Contract Year of the Service;
  - (c) if there has been a minimum of 30 days between the end of a Short Term Capacity period for the Customer and the commencement of the next Short Term Capacity period for that Customer;
  - (d) if the total Short Term Capacity made available by ActewAGL for the Delivery Point does not exceed 8 weeks in any 12 Month period;
  - (e) in accordance with Attachment 2 and the Queuing Policy in Part 9 of this Access Arrangement (if applicable);
  - (f) if the request is made no more than 1 Month in advance of the proposed commencement date for the Short Term Capacity.

- 1.27 ActewAGL will respond to a request for Short Term Capacity within 5 Business Days of receiving a completed request, except where the request involves an increase in the MHQ such that the total MHQ requirement would exceed the Capacity of the metering facilities. In that case, ActewAGL will advise the User as soon as reasonably practicable.

### ***Short Term Capacity for Customers above 30TJ per annum***

- 1.28 A User may request Short Term Capacity for a single Delivery Point, which is reasonably expected to withdraw an amount in excess of 30TJ per Contract Year:
- (a) to cover the Customer's reasonable requirements during periods of equipment failure, commissioning or additional production following equipment failure, and events such as the re-firing of furnaces after re-builds or at start ups after non-scheduled plant maintenance, where such activity occurs less frequently than once every year;
  - (b) if the User provides evidence of the need to increase the MDQ for these reasons, which is reasonably satisfactory to ActewAGL; and
  - (c) in accordance with Attachment 2 and the Queuing Policy in Part 9 of this Access Arrangement (if applicable).

### ***Retrospective request for Short Term Capacity***

- 1.29 A Request for Short Term Capacity may be made at any time within 1 Month after that Capacity (or any part of it) has been used by the User.
- 1.30 If the Request is accepted by ActewAGL, the User will not have incurred an Authorised or Unauthorised Overrun in respect of that Capacity.
- 1.31 Notwithstanding that a request for Short Term Capacity is accepted, the User is liable for, and indemnifies ActewAGL against any Loss which ActewAGL suffers or incurs or is liable for as a result of a User exceeding the MDQ applicable at the time it utilised the Capacity, unless the Capacity was taken at that time as an Authorised Overrun.

### ***Additional Capacity for remaining term of an existing Service***

- 1.32 Where a Delivery Point is served under a Capacity Reservation Service, a User will, in requesting additional Capacity for that Delivery Point (other than Summer Tranche Capacity or Short Term Capacity) during the term of the Service (**Additional Capacity**):
- (a) relate to the Capacity Reservation Service;
  - (b) have a term of at least one year; and
  - (c) have either the same commencement date or the same termination date as the existing tranche of capacity under the

Service (excluding any Summer Tranche Capacity or Short Term Capacity).

- 1.33 A request for Additional Capacity may be made in advance or at any time up to the first Business Day of the Month after the first Month on which the Additional Capacity or part of it is used by the User.
- 1.34 If the Term of the Capacity Reservation Service is less than two Contract Years, that Term may be extended by up to two Contract Years, calculated from the commencement date of the Capacity Reservation Service so that the expiry date for the Capacity Reservation Service is the same as the expiry date for the Additional Capacity requested.
- 1.35 Where a request for Additional Capacity is accepted after the Additional Capacity or part of it has been used by the User:
- (a) the request will be deemed to take effect from the first day of the Month during which the Additional Capacity or part of it is first used (the **Retrospective Date**);
  - (b) the Charge for MDQ will be payable by the User from the commencement date of the Additional Capacity, notwithstanding that it may be earlier than the Retrospective Date;
  - (c) a charge will be payable by the User in respect of an Overrun incurred as a result of the User exceeding:
    - (i) the MDQ (excluding the Additional Capacity requested) prior to the Retrospective Date; and
    - (ii) the MDQ (including the Additional Capacity requested) on or after the Retrospective Date.
- 1.36 Except as provided above, a charge will be payable by the User in respect of an Overrun on the quantity of Gas in excess of the MDQ (excluding the Additional Capacity Requested), up until the later of the date ActewAGL agrees to the Request and the date of commencement of the Additional Capacity.
- 1.37 Notwithstanding that a request for Additional Capacity is accepted, the User is liable for and indemnifies ActewAGL against any Loss which ActewAGL suffers or incurs or is liable for as a result of the User exceeding the MDQ applicable at the time it utilised the Additional Capacity, unless the Additional Capacity was taken at that time as an Authorised Overrun.

## **CHARGES**

### ***Charges for the Capacity Reservation Service***

- 1.38 There are 5 categories of charges for a Capacity Reservation Service:
- (a) general charges for:
    - (i) MDQ; and

- (ii) provision of Basic Metering Equipment;
- (b) Overrun charges;
- (c) gas balancing charges;
- (d) charges relating to ancillary services; and
- (e) Short Term Capacity Charges (applicable to Customers below 30TJ per annum).

### **Charge for MDQ**

1.39 The **Charge for MDQ** is the lesser of:

- (a) the charge for MDQ set out in clause 1.40 of this Attachment 3A; and
- (b) the Capped Charge for MDQ set out in clauses 1.41 to 1.42 of this Attachment (if applicable).

1.40 The charge for MDQ is the Network Unit Charge for Capacity multiplied by the MDQ, where the **Network Unit Charge for Capacity** expressed in real [2009/20102004/2005](#) dollars (\$/GJ/MDQ per annum) is:

| Period Ending 30 June 2010 | Year Ending 30 June 2011 | Year Ending 30 June 2012 | Year Ending 30 June 2013 | Year ending 30 June 2014 | Year ending 30 June 2015 |
|----------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| <a href="#">307.9318</a>   | <a href="#">405.13</a>   | <a href="#">424.51</a>   | <a href="#">444.81</a>   | <a href="#">466.09</a>   | <a href="#">488.37</a>   |

### **Capped Charge for MDQ**

- 1.41 A User may request a Capped Charge for MDQ for a Customer. The User will, in requesting a Capped Charge for MDQ, nominate an annual consumption quantity<sup>7</sup> for that Customer, which ActewAGL may adjust in a reasonable manner based on the historical usage pattern of the Customer, and which adjusted figure will be the **Annual Quantity** for the Customer.
- 1.42 The **Capped Charge for MDQ**<sup>8</sup> is determined by dividing the Capped Revenue (as defined in clause 1.43 of this Attachment) by the MDQ for the Service.
- 1.43 The **Capped Revenue** is calculated by applying the annual quantity block structure and relevant capped rate set out in the table below to the Annual Quantity, and subtracting the provision of Basic Metering Equipment charge (set out in clause 1.48 of this Attachment) from that total.
- 1.44 The annual quantity block structure and relevant capped rate in real [2009/20102004/2005](#) dollars are:

<sup>7</sup> Where sufficient historical consumption data exists, the Annual Quantity will be quantity metered at the Delivery Point during the 12 months prior to the date 2 months before the date from which the Capped Charge is to be applied, rounded up to the nearest 0.5TJ.

<sup>8</sup> Excluding any short term or summer tranche capacity.

| Annual Quantity Block Structure | Relevant Capped Rate \$/GJ Equivalent (2009/2010 dollars) |
|---------------------------------|-----------------------------------------------------------|
| First 20 TJ p.a.                | <a href="#">6.00</a>                                      |
| Next 30 TJ p.a.                 | <a href="#">5.23</a>                                      |
| All Additional                  | <a href="#">4.39</a>                                      |

- 1.45 The Capped Charge for MDQ will be recalculated on the anniversary of the commencement date of the Service and, if requested by a User, on one other occasion during the Term.
- 1.46 Any recalculation of the Capped Charge for MDQ will take effect on:
- (a) the anniversary of the commencement date; or
  - (b) the first day of the Month commencing after the date of request,
- as applicable, and will not have any retrospective application.
- 1.47 The Capped Charge for MDQ will be escalated for CPI in accordance with Part 6 of this Access Arrangement.

***Provision of Basic Metering Equipment charge<sup>9</sup>***

- 1.48 The provision of Basic Metering Equipment charge is determined on the basis of the type of metering device installed at the Delivery Point, as shown in the table below.

---

<sup>9</sup> Charges for new types of metering devices introduced during the Access Arrangement will be determined by ActewAGL on an equivalent size and function basis.

| Meter Set Type<br>Typical/Alternative Meter                                                | Provision of Basic Metering Equipment Charge in \$ per annum<br>expressed in real 2009/10 dollars |                                   |                                   |                                   |                                   |                                   |
|--------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
|                                                                                            | Period<br>Ending<br>30 June<br>2010                                                               | Year<br>Ending<br>30 June<br>2011 | Year<br>Ending<br>30 June<br>2012 | Year<br>Ending<br>30 June<br>2013 | Year<br>Ending<br>30 June<br>2014 | Year<br>Ending<br>30 June<br>2015 |
| <b>Single Run &amp; Bypass</b>                                                             |                                                                                                   |                                   |                                   |                                   |                                   |                                   |
| Toyo MT5, Email 602,<br>Email 610                                                          | <a href="#">46.2</a>                                                                              | <a href="#">78</a>                | <a href="#">78</a>                | <a href="#">78</a>                | <a href="#">78</a>                | <a href="#">78</a>                |
| Toyo MT10, <a href="#">Email 1010</a> ,<br><a href="#">Email 750</a>                       | <a href="#">93.5</a>                                                                              | <a href="#">158</a>               | <a href="#">158</a>               | <a href="#">158</a>               | <a href="#">158</a>               | <a href="#">158</a>               |
| AL-425                                                                                     | <a href="#">701.8</a>                                                                             | <a href="#">1,184</a>             | <a href="#">1,184</a>             | <a href="#">1,184</a>             | <a href="#">1,184</a>             | <a href="#">1,184</a>             |
| AL-1000, AL-1400, Romet<br>RM30                                                            | <a href="#">1,468.5</a>                                                                           | <a href="#">2,477</a>             | <a href="#">2,477</a>             | <a href="#">2,477</a>             | <a href="#">2,477</a>             | <a href="#">2,477</a>             |
| AL-2300, Romet Rm55,<br>Romet RM85, Roots_3M,<br><a href="#">Instromet G65m</a>            | <a href="#">2,038.3</a>                                                                           | <a href="#">3,438</a>             | <a href="#">3,438</a>             | <a href="#">3,438</a>             | <a href="#">3,438</a>             | <a href="#">3,438</a>             |
| Romet RM140, AL-5000,<br>Roots 5M, <a href="#">Instromet<br/>G100</a>                      | <a href="#">2,448.6</a>                                                                           | <a href="#">4,130</a>             | <a href="#">4,130</a>             | <a href="#">4,130</a>             | <a href="#">4,130</a>             | <a href="#">4,130</a>             |
| Roots 7m, Rockwell TPL9,<br><a href="#">Instromet G160</a>                                 | <a href="#">3,760.9</a>                                                                           | <a href="#">6,344</a>             | <a href="#">6,344</a>             | <a href="#">6,344</a>             | <a href="#">6,344</a>             | <a href="#">6,344</a>             |
| Roots 16M, Roots 11M,<br><a href="#">Instromet G250</a>                                    | <a href="#">4,494.6</a>                                                                           | <a href="#">7,582</a>             | <a href="#">7,582</a>             | <a href="#">7,582</a>             | <a href="#">7,582</a>             | <a href="#">7,582</a>             |
| Singer 4GT, Rockwell AT-<br>18, <a href="#">Instromet G400</a>                             | <a href="#">5,340.5</a>                                                                           | <a href="#">9,009</a>             | <a href="#">9,009</a>             | <a href="#">9,009</a>             | <a href="#">9,009</a>             | <a href="#">9,009</a>             |
| Singer 6GT, Rockwell AT-<br>30                                                             | <a href="#">7,689</a>                                                                             | <a href="#">12,970</a>            | <a href="#">12,970</a>            | <a href="#">12,970</a>            | <a href="#">12,970</a>            | <a href="#">12,970</a>            |
| Rockwell AT-60                                                                             | <a href="#">9,062.9</a>                                                                           | <a href="#">15,288</a>            | <a href="#">15,288</a>            | <a href="#">15,288</a>            | <a href="#">15,288</a>            | <a href="#">15,288</a>            |
| <b>Single Run &amp; Shunt or Double Run (different Meters) – requiring special charges</b> |                                                                                                   |                                   |                                   |                                   |                                   |                                   |
| Rockwell AT-30 + AL 1400                                                                   | <a href="#">9,157.5</a>                                                                           | <a href="#">15,447</a>            | <a href="#">15,447</a>            | <a href="#">15,447</a>            | <a href="#">15,447</a>            | <a href="#">15,447</a>            |

### **Overrun charges**

- 1.49 Overrun charges are payable only in respect of Overruns relating to MDQ in any day, and are not separately payable in respect of Overruns relating to MHQ.
- 1.50 For each day on which an Overrun occurs, a User will pay:
- (a) for an Authorised Overrun - a charge calculated by multiplying the Overrun quantity by 1/365 of the Network Unit Charge for Capacity set out in clause 1.40 of this Attachment; and
  - (b) for an Unauthorised Overrun - a charge calculated by multiplying the Overrun quantity by 1.5/365 of the Network Unit Charge for Capacity set out in clause 1.40 of this Attachment.
- 1.51 In addition to an Overrun charge incurred on a day, a User will also pay an annual Overrun charge as follows:

- (a) if the Overrun in the Period is equal to or less than the Charge Number, the annual Overrun charge will be nil; and
- (b) if the Overrun in the Period is greater than the Charge Number, the annual Overrun charge will be the time-weighted average Network Unit Charge for Capacity set out in clause 1.40 of this Attachment<sup>10</sup> during the Period multiplied by the Relevant Quantity.

1.52 The **Relevant Quantity** will be determined as follows:

- (a) if the number of Overrun days during the Period is equal to the Charge Number plus 1, the Relevant Quantity will be the daily Overrun quantity which is third in the order of all Daily Overrun quantities for the Period when ranked from largest to smallest;<sup>11</sup>
- (b) if the number of Overrun days is equal to the Charge Number plus 2, then the Relevant Quantity will be the second in the ranking in clause 1.52(a) of this Attachment;
- (c) if the number of Overrun days is equal to the Charge Number plus 3, 4 or 5, then the Relevant Quantity will be the largest Daily Overrun quantity; and
- (d) if the number of Overrun days is equal to or greater than the Charge Number plus 6, the Relevant Quantity will be 1.2 times the largest daily Overrun quantity.

1.53 Any Overrun charge payable by a User to ActewAGL is payable in addition to, and not in substitution for, any other charge for the Service.

1.54 Payment of Overrun charges does not alter the MDQ for the Service.

### ***Gas Balancing Charges***

1.55 The gas balancing charges are set out in Attachment 5, and include any charge, Settlement Amount, or other amount payable under that Attachment.

### ***Ancillary Services charges***

1.56 The charges for ancillary services are shown in the following table.

<sup>10</sup> Time-weighting is required to reflect the fact that the Network Unit Charge may change in the course of the Period.

<sup>11</sup> For example, if the Charge Number was 12 and there were 13 overrun Days, with daily overrun quantities of 9, 3, 2, 8, 8, 6, 5, 3, 7, 6, 2, 4 and 5, then the ranking would be 9, 8, 8, 7, 6, 6, 5, 5, 4, 3, 3, 2, 2, and the Relevant Quantity would be 8.

**Ancillary Services Charges in real 2009/2010 dollars**

|                     |                                                                                       |
|---------------------|---------------------------------------------------------------------------------------|
| Request for service | <a href="#">\$69.80</a><br><a href="#">plus \$69.80 per Hour after the first Hour</a> |
| Special meter read  | <a href="#">\$52.30</a>                                                               |
| Reconnection fee    | <a href="#">\$98.80</a>                                                               |
| Disconnection fee   | <a href="#">\$133.70</a>                                                              |

1.57 The CPI escalation formula set out in Part 6 of this Access Arrangement, will apply to the charges for ancillary services from 1 July [20102005](#).

***Short Term Capacity Charge***

1.58 The Short Term Capacity Charge is determined by applying the premium set out in the table below to the Charge for MDQ for the additional MDQ reserved as Short Term Capacity:

**Short Term Capacity Charge for below 30TJ Customers**

| Period of Additional Capacity | Premium |
|-------------------------------|---------|
| 1 Week                        | 20%     |
| 2 Weeks                       | 15%     |
| 3 Weeks                       | 10%     |
| 4 Weeks                       | 0%      |

1.59 The premium is applied for the period during which the Short Term Capacity is reserved.



## **ATTACHMENT 3B: MANAGED CAPACITY SERVICE**

### ***General***

- 1.1 The Managed Capacity Service is a Service for the transportation of gas by ActewAGL from a Receipt Point to a single Non-Tariff Delivery Point (> 10TJ per annum).
- 1.2 This Attachment contains:
  - (a) additional terms and conditions for the Service; and
  - (b) the Reference Tariffs for the Service.
- 1.3 These terms and conditions are in addition to:
  - (a) the general terms and conditions in Part 3 of this Access Arrangement; and
  - (b) the curtailment of supply policy in Attachment 4 and gas balancing mechanisms in Attachment 5.

### ***Additional eligibility requirements***

- 1.4 The Managed Capacity Service is only available to a User where the Delivery Point has had daily metering information available for Measuring Equipment at all Delivery Stations at the Delivery Point for a period in excess of 14 Months.
- 1.5 The Managed Capacity Service is only available for a Delivery Point where all Services to the Delivery Point are Managed Capacity Services.

## **ADDITIONAL TERMS AND CONDITIONS**

### ***Term***

- 1.6 The term of the Service is 1 year from the commencement of the Service (**Term**).

### ***Extension of Term***

- 1.7 Subject to clauses 1.10 and 1.11 of this Attachment, a User is entitled to extend a Service for a further term if:
  - (a) the further term expires on or before the Revisions Commencement Date; and
  - (b) the User gives ActewAGL at least four weeks notice prior to the expiry of the Term requesting an extension.
- 1.8 If the further term expires after the Revisions Commencement Date, the User is not entitled to extend the Service, without ActewAGL's consent. ActewAGL may give or withhold its consent, conditionally or unconditionally, in its discretion.

- 1.9 If a User extends a Service for a further term under clause 1.7 of this Attachment, the Service will be provided:
- (a) to a Capacity not exceeding the MDQ and MHQ applying at the expiry of the Term (excluding any Short Term Capacity, Summer Tranche Capacity); and
  - (b) at the Reference Tariffs payable under this Access Arrangement from time to time during the further term.
- 1.10 If the maximum quantity of gas metered at the Delivery Point for a Service in the 12 Months ending 2 Months prior to the expiry of the Term is greater than the MDQ for the Service, the User is entitled to receive a Capacity Reservation Service for that Delivery Point at that MDQ, in accordance with Attachment 3A, but may instead request a new Managed Capacity Service in accordance with Attachment 2 of this Access Arrangement.
- 1.11 Where the MHQ for a Service is more than one tenth of the booked MDQ, and ActewAGL gives the User at least 12 weeks notice prior to expiry of the Term that a queue has been formed, or is likely to be formed during any further term, the User is not entitled to extend the Service for a further term without ActewAGL's consent. ActewAGL may give or withhold its consent, conditionally or unconditionally, in its discretion. Conditions may include commercial and technical conditions, including the installation of demand management devices by the User.
- 1.12 Unless the User has notified ActewAGL at least four weeks prior to the expiry of the Term, that:
- (a) ActewAGL is to cease delivering gas for a Service from the expiry of the Term; or
  - (b) the User wishes to exercise its rights under clause 1.7 of this Attachment,
  - (c) ActewAGL will be entitled (but not obliged) to continue to deliver gas for that Service on the basis that:
  - (d) the Term of the Service is automatically extended by a further 12 Months; and
  - (e) the type of Service and MDQ will continue unchanged.

### ***MDQ and MHQ***

- 1.13 At the commencement of a Service, the User will specify to ActewAGL:
- (a) a level of MHQ for the Service which reflects the maximum Hourly requirement at the Delivery Point; and
  - (b) a level of MDQ, which reflects the maximum Daily requirement that is equal to or greater than the Previous Maximum Quantity,

based on prior consumption where that information is available.

- 1.14 ActewAGL's obligation to deliver gas to the Delivery Point for a Service is limited to the MHQ in any Hour and MDQ on any day, for that Service.

### ***Basic Metering Equipment***

- 1.15 ActewAGL will provide Basic Metering Equipment at the Delivery Point. The appropriate meter type for the Delivery Point will be determined by ActewAGL, or as agreed with the User.

### ***Meter Data Service***

- 1.16 Where ActewAGL offers a Meter Data Service as a Reference Service, the Managed Capacity Service must be taken in conjunction with the Meter Data Service for the relevant Delivery Point.

### ***Overruns***

- 1.17 No charges are payable for an Overrun under this Service.

## **CHARGES**

### ***Charges for the Managed Capacity Service***

- 1.18 There are 3 categories of charges under a Managed Capacity Service.
- (a) general charges for:
    - (i) MDQ; and
    - (ii) provision of Basic Metering Equipment;
  - (b) gas balancing charges; and
  - (c) charges relating to ancillary services.

### ***Charge for MDQ***

- 1.19 The **Charge for MDQ** is the lesser of: Attachment 3B - Managed Capacity Service 30
- (a) the charge for MDQ set out in clause 1.20 of this Attachment; and
  - (b) the Capped Charge for MDQ set out in clause 1.21 of this Attachment (if applicable).

### ***Charge for MDQ***

- 1.20 The charge for MDQ is the Network Unit Charge for Capacity multiplied by the MDQ, where the **Network Unit Charge for Capacity** expressed in real [2009/2010-2004/2005](#) dollars (\$/GJ/MDQ per annum) is:

| Period Ending 30 June 2010 | Year Ending 30 June 2011 | Year Ending 30 June 2012 | Year Ending 30 June 2013 | Year ending 30 June 2014 | Year ending 30 June 2015 |
|----------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| <a href="#">307.9318</a>   | <a href="#">405.13</a>   | <a href="#">424.51</a>   | <a href="#">444.81</a>   | <a href="#">466.09</a>   | <a href="#">488.37</a>   |

### ***Capped Charge for MDQ***

- 1.21 A User may request a Capped Charge for MDQ for a Customer. The User will in requesting a Capped Charge for MDQ nominate an annual consumption quantity<sup>12</sup> for that Customer, which ActewAGL may adjust in a reasonable manner based on the historical usage pattern of the Customer, and which adjusted figure will be the **Annual Quantity** for the Customer.
- 1.22 The **Capped Charge for MDQ** is determined by dividing the Capped Revenue (as defined in clause 1.23 of this Attachment) by the MDQ for the Service.<sup>13</sup>

### ***Capped Revenue***

- 1.23 The **Capped Revenue** is calculated by applying the relevant capped rate and the annual quantity block structure set out in the table below to the Annual Quantity, and subtracting the provision of Basic Metering Equipment Charge (set out below) from that total.
- 1.24 The annual quantity block structure and relevant capped rate in real [2009/2010](#)~~2004/2005~~ dollars are:

| Annual Quantity Block Structure | Relevant Capped Rate \$/GJ Equivalent (2009/2010 dollars) |
|---------------------------------|-----------------------------------------------------------|
| First 20 TJ p.a.                | <a href="#">6.00</a>                                      |
| Next 30 TJ p.a.                 | <a href="#">5.23</a>                                      |
| All Additional                  | <a href="#">4.39</a>                                      |

- 1.25 The Capped Charge for MDQ will be recalculated on the anniversary of the commencement date of the Service and, if requested by a User, on one other occasion during the Term.
- 1.26 Any recalculation of the Capped Charge for MDQ will take effect on:
- the anniversary of the commencement date; or
  - the first day of the Month commencing after the date of request,
- as applicable, and will not have any retrospective application.
- 1.27 The Capped Charge for MDQ will be escalated for CPI in accordance with Part 6 of this Access Arrangement.

<sup>12</sup> Where sufficient historical consumption data exists, the Annual Quantity will be quantity metered at the Delivery Point during the 12 month prior to the date 2 months before the date from which the Capped Charge is to be applied, rounded up to the nearest 0.5TJ.

<sup>13</sup> For Users with a Managed Capacity Service, the MDQ for the purposes of this calculation will be replaced by the ninth highest actual withdrawal during the previous 12 months.

## **Provision of Basic Metering Equipment charge<sup>14</sup>**

1.28 The provision of Basic Metering Equipment charge is determined on the basis of the type of metering device installed at the Delivery Point, as shown in the table below.

| Meter Set Type<br>Typical/Alternative<br>Meter                                             | Provision of Basic Metering Equipment Charge in \$ per annum<br>expressed in real 2009/2010 dollars |                                   |                                   |                                   |                                   |                                   |
|--------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
|                                                                                            | Period<br>Ending 30<br>June 2010                                                                    | Year<br>Ending 30<br>June<br>2011 | Year<br>Ending 30<br>June<br>2012 | Year<br>Ending 30<br>June<br>2013 | Year<br>Ending 30<br>June<br>2014 | Year<br>Ending<br>30 June<br>2015 |
| <b>Single Run &amp; Bypass</b>                                                             |                                                                                                     |                                   |                                   |                                   |                                   |                                   |
| Toyo MT5, Email 602,<br>Email 610                                                          | <a href="#">46.2</a>                                                                                | <a href="#">78</a>                | <a href="#">78</a>                | <a href="#">78</a>                | <a href="#">78</a>                | <a href="#">78</a>                |
| Toyo MT10, <a href="#">Email<br/>1010, Email 750</a>                                       | <a href="#">93.5</a>                                                                                | <a href="#">158</a>               | <a href="#">158</a>               | <a href="#">158</a>               | <a href="#">158</a>               | <a href="#">158</a>               |
| AL-425                                                                                     | <a href="#">701.8</a>                                                                               | <a href="#">1,184</a>             | <a href="#">1,184</a>             | <a href="#">1,184</a>             | <a href="#">1,184</a>             | <a href="#">1,184</a>             |
| AL-1000, AL-1400,<br>Romet RM30                                                            | <a href="#">1,468.5</a>                                                                             | <a href="#">2,477</a>             | <a href="#">2,477</a>             | <a href="#">2,477</a>             | <a href="#">2,477</a>             | <a href="#">2,477</a>             |
| AL-2300, Romet<br>Rm55, Romet RM85,<br>Roots3M, <a href="#">Instomet<br/>G65</a>           | <a href="#">2,038.3</a>                                                                             | <a href="#">3,438</a>             | <a href="#">3,438</a>             | <a href="#">3,438</a>             | <a href="#">3,438</a>             | <a href="#">3,438</a>             |
| Romet RM140, AL-<br>5000, Roots 5M,<br><a href="#">Instromet G100M</a>                     | <a href="#">2,448.6</a>                                                                             | <a href="#">4,130</a>             | <a href="#">4,130</a>             | <a href="#">4,130</a>             | <a href="#">4,130</a>             | <a href="#">4,130</a>             |
| Roots 7m, Rockwell<br>TPL9, <a href="#">Instromet G160</a>                                 | <a href="#">3,760.9</a>                                                                             | <a href="#">6,344</a>             | <a href="#">6,344</a>             | <a href="#">6,344</a>             | <a href="#">6,344</a>             | <a href="#">6,344</a>             |
| Roots 16M, Roots<br>11M, <a href="#">Instromet G250</a>                                    | <a href="#">4,494.6</a>                                                                             | <a href="#">7,582</a>             | <a href="#">7,582</a>             | <a href="#">7,582</a>             | <a href="#">7,582</a>             | <a href="#">7,582</a>             |
| Singer 4GT, Rockwell<br>AT-18, <a href="#">Instromet G400</a>                              | <a href="#">5,340.5</a>                                                                             | <a href="#">9,009</a>             | <a href="#">9,009</a>             | <a href="#">9,009</a>             | <a href="#">9,009</a>             | <a href="#">9,009</a>             |
| Singer 6GT, Rockwell<br>AT-30                                                              | <a href="#">7,689</a>                                                                               | <a href="#">12,970</a>            | <a href="#">12,970</a>            | <a href="#">12,970</a>            | <a href="#">12,970</a>            | <a href="#">12,970</a>            |
| Rockwell AT-60                                                                             | <a href="#">9,062.9</a>                                                                             | <a href="#">15,288</a>            | <a href="#">15,288</a>            | <a href="#">15,288</a>            | <a href="#">15,288</a>            | <a href="#">15,288</a>            |
| <b>Single Run &amp; Shunt or Double Run (different Meters) – requiring special charges</b> |                                                                                                     |                                   |                                   |                                   |                                   |                                   |
| Rockwell AT-30 + AL<br>1400                                                                | <a href="#">9,157.5</a>                                                                             | <a href="#">15,447</a>            | <a href="#">15,447</a>            | <a href="#">15,447</a>            | <a href="#">15,447</a>            | <a href="#">15,447</a>            |

## **Gas balancing charges**

1.29 The gas balancing charges are set out in Attachment 5, and include any Charge, Settlement Amount, or other amount payable under that Attachment.

## **Charges for ancillary services**

1.30 The charges for ancillary services are shown in the following table.

<sup>14</sup> 19 Charges for new types of metering devices introduced during the Access Arrangement will be determined by ActewAGL on an equivalent size and function basis.

**Ancillary Services Charges in real 2009/2010 dollars**

|                     |                                                                     |
|---------------------|---------------------------------------------------------------------|
| Request for service | <u>\$69.80</u><br><u>plus \$69.80 per Hour after the first Hour</u> |
| Special meter read  | <u>\$52.30</u>                                                      |
| Reconnection fee    | <u>\$98.80</u>                                                      |
| Disconnection fee   | <u>\$133.70</u>                                                     |

1.31 The CPI escalation formula set out in Part 6 of this Access Arrangement, will apply to the charges for ancillary services from 1 July 20102005.

## **ATTACHMENT 3C: THROUGHPUT SERVICE**

### ***General***

- 1.1 The Throughput Service is a Service for the transportation of gas by ActewAGL from a Receipt Point to a Non-Tariff Delivery Point (> 10TJ per annum).
- 1.2 This Attachment contains:
  - (a) additional terms and conditions for the Service; and
  - (b) the Reference Tariffs for the Service.
- 1.3 These terms and conditions are in addition to:
  - (a) the general terms and conditions in Part 3 of this Access Arrangement; and
  - (b) the curtailment of supply policy in Attachment 4 and gas balancing mechanisms in Attachment 5

### ***Additional eligibility requirements***

- 1.4 The Throughput Service is only available for a Delivery Point where all Services to the Delivery Point are Throughput Services.

## **ADDITIONAL TERMS AND CONDITIONS**

### ***Term***

- 1.5 The term of the Service is one year from the commencement of the Service to the Delivery Point (**Term**).

### ***Extension of Term***

- 1.6 Subject to clause 1.9 of this Attachment, a User is entitled to extend a Service for a further term if:
  - (a) the further term expires on or before the Revisions Commencement Date; and
  - (b) the User gives ActewAGL at least four weeks notice prior to the expiry of the Term requesting an extension.
- 1.7 If the further term expires after the Revisions Commencement Date, the User is not entitled to extend the Service, without ActewAGL's consent. ActewAGL may give or withhold its consent, conditionally or unconditionally, in its discretion.
- 1.8 If a User extends a Service for a further term under clause 1.6 of this Attachment, the Service will be provided:
  - (a) to a Capacity not exceeding the MDQ and MHQ applying at the expiry of the Term (excluding any Short Term Capacity, Summer Tranche Capacity); and

- (b) at the Reference Tariffs payable under this Access Arrangement from time to time during the further term.
- 1.9 Where the MHQ for a Service is more than one tenth of the booked MDQ, and ActewAGL gives the User at least 12 weeks notice prior to expiry of the Term that a queue has been formed, or is likely to be formed during any further term, the User is not entitled to extend the Service for a further term without ActewAGL's consent. ActewAGL may give or withhold its consent, conditionally or unconditionally, in its discretion. Conditions may include commercial and technical conditions, including the installation of demand management devices by the User.
- 1.10 Unless the User has notified ActewAGL at least four weeks prior to the expiry of the Term, that:
  - (a) ActewAGL is to cease delivering gas for a Service from the expiry of the Term; or
  - (b) the User wishes to exercise its rights under clause 1.6 of this Attachment,ActewAGL will be entitled (but not obliged) to continue to deliver gas for that Service on the basis that:
  - (c) the Term of the Service is automatically extended by a further 12 Months; and
  - (d) the type of Service and MDQ will continue unchanged.

### ***MDQ and MHQ***

- 1.11 At the commencement of a Service, the User will specify to ActewAGL:
  - (a) a level of MHQ for the Service which reflects the maximum Hourly requirement at the Delivery Point; and
  - (b) a level of MDQ which reflects the maximum Daily requirement,based on prior consumption where that information is available.
- 1.12 ActewAGL's obligation to deliver gas to the Delivery Point for a Service is limited to the MHQ in any Hour and MDQ on any day, for that Service.
- 1.13 Where a User withdraws less than 10TJ of gas in any Contract Year, the User will pay for delivery of 10TJ of gas in that Contract Year (calculated on a pro-rata basis as if consumption had been equal in each Month during the Contract Year).

### ***Basic Metering Equipment***

- 1.14 ActewAGL will provide Basic Metering Equipment at the Delivery Point. The appropriate meter type for the Delivery Point will be determined by ActewAGL, or as agreed with the User.



## **Meter Data Service**

1.15 Where ActewAGL offers a Meter Data Service as a Reference Service, the Throughput Service must be taken in conjunction with the Meter Data Service for the relevant Delivery Point.

## **Overruns**

1.16 No charges are payable for an Overrun under this Service.

## **CHARGES**

### **Charges for the Throughput Service**

1.17 There are 3 categories of charges under a Throughput Service:

- (a) general charges comprising:
  - (i) a Throughput Charge; and
  - (ii) provision of Basic Metering Equipment charge;
- (b) gas balancing charges; and
- (c) charges relating to ancillary services.

### **Throughput Charge**

1.18 The Throughput Charge expressed in real [2009/2010-2040/2005](#) dollars (\$/GJ/throughput) is:

| Period Ending 30 June 2010 | Year Ending 30 June 2011 | Year Ending 30 June 2012 | Year Ending 30 June 2013 | Year ending 30 June 2014 | Year ending 30 June 2015 |
|----------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| <a href="#">4.5133</a>     | <a href="#">5.94</a>     | <a href="#">6.22</a>     | <a href="#">6.52</a>     | <a href="#">6.83</a>     | <a href="#">7.16</a>     |

### **Provision of Basic Metering Equipment charge<sup>15</sup>**

1.19 The provision of Basic Metering Equipment charge is determined on the basis of the type of metering device installed at the Delivery Point as shown in the table below.

<sup>15</sup> Charges for new types of metering devices introduced during the Access Arrangement will be determined by ActewAGL on an equivalent size and function basis.

| Meter Set Type<br>Typical/Alternative<br>Meter                                             | Provision of Basic Metering Equipment Charge in \$ per annum<br>expressed in real 2009/2010 dollars |                                   |                                   |                                   |                                   |                                   |
|--------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
|                                                                                            | Period<br>Ending 30<br>June 2010                                                                    | Year<br>Ending 30<br>June<br>2011 | Year<br>Ending 30<br>June<br>2012 | Year<br>Ending 30<br>June<br>2013 | Year<br>Ending 30<br>June<br>2014 | Year<br>Ending 30<br>June<br>2015 |
| <b>Single Run &amp; Bypass</b>                                                             |                                                                                                     |                                   |                                   |                                   |                                   |                                   |
| Toyo MT5, Email 602,<br>Email 610                                                          | <a href="#">46.2</a>                                                                                | <a href="#">78</a>                | <a href="#">78</a>                | <a href="#">78</a>                | <a href="#">78</a>                | <a href="#">78</a>                |
| Toyo MT10, <a href="#">Email<br/>1010, Email 750</a>                                       | <a href="#">93.5</a>                                                                                | <a href="#">158</a>               | <a href="#">158</a>               | <a href="#">158</a>               | <a href="#">158</a>               | <a href="#">158</a>               |
| AL-425                                                                                     | <a href="#">701.8</a>                                                                               | <a href="#">1,184</a>             | <a href="#">1,184</a>             | <a href="#">1,184</a>             | <a href="#">1,184</a>             | <a href="#">1,184</a>             |
| AL-1000, AL-1400,<br>Romet RM30                                                            | <a href="#">1,468.5</a>                                                                             | <a href="#">2,477</a>             | <a href="#">2,477</a>             | <a href="#">2,477</a>             | <a href="#">2,477</a>             | <a href="#">2,477</a>             |
| AL-2300, Romet<br>Rm55, Romet RM85,<br>Roots3M, <a href="#">Instromet<br/>G65</a>          | <a href="#">2,038.3</a>                                                                             | <a href="#">3,438</a>             | <a href="#">3,438</a>             | <a href="#">3,438</a>             | <a href="#">3,438</a>             | <a href="#">3,438</a>             |
| Romet RM140, AL-<br>5000, Roots 5M,<br><a href="#">Instromet G100</a>                      | <a href="#">2,448.6</a>                                                                             | <a href="#">4,130</a>             | <a href="#">4,130</a>             | <a href="#">4,130</a>             | <a href="#">4,130</a>             | <a href="#">4,130</a>             |
| Roots 7m, Rockwell<br>TPL9, <a href="#">Instromet G160</a>                                 | <a href="#">3,760.9</a>                                                                             | <a href="#">6,344</a>             | <a href="#">6,344</a>             | <a href="#">6,344</a>             | <a href="#">6,344</a>             | <a href="#">6,344</a>             |
| Roots 16M, Roots<br>11M, <a href="#">Instromet G250</a>                                    | <a href="#">4,494.6</a>                                                                             | <a href="#">7,582</a>             | <a href="#">7,582</a>             | <a href="#">7,582</a>             | <a href="#">7,582</a>             | <a href="#">7,582</a>             |
| Singer 4GT, Rockwell<br>AT-18, <a href="#">Instromet G400</a>                              | <a href="#">5,340.5</a>                                                                             | <a href="#">9,009</a>             | <a href="#">9,009</a>             | <a href="#">9,009</a>             | <a href="#">9,009</a>             | <a href="#">9,009</a>             |
| Singer 6GT, Rockwell<br>AT-30                                                              | <a href="#">7,689</a>                                                                               | <a href="#">12,970</a>            | <a href="#">12,970</a>            | <a href="#">12,970</a>            | <a href="#">12,970</a>            | <a href="#">12,970</a>            |
| Rockwell AT-60                                                                             | <a href="#">9,062.9</a>                                                                             | <a href="#">15,288</a>            | <a href="#">15,288</a>            | <a href="#">15,288</a>            | <a href="#">15,288</a>            | <a href="#">15,288</a>            |
| <b>Single Run &amp; Shunt or Double Run (different Meters) – requiring special charges</b> |                                                                                                     |                                   |                                   |                                   |                                   |                                   |
| Rockwell AT-30 + AL<br>1400                                                                | <a href="#">9,157.5</a>                                                                             | <a href="#">15,447</a>            | <a href="#">15,447</a>            | <a href="#">15,447</a>            | <a href="#">15,447</a>            | <a href="#">15,447</a>            |

### ***Gas balancing charges***

1.20 The gas balancing charges are set out in Attachment 5, and include any charge, Settlement Amount, or other amount payable under that Attachment.

### ***Charges relating to ancillary services***

1.21 The charges for ancillary services are as shown in the following table.

**Ancillary Services Charges in real 2009/2010 dollars**

|                     |                                                                     |
|---------------------|---------------------------------------------------------------------|
| Request for service | <u>\$69.80</u><br><u>plus \$69.80 per Hour after the first Hour</u> |
| Special meter read  | <u>\$52.30</u>                                                      |
| Reconnection fee    | <u>\$98.80</u>                                                      |
| Disconnection fee   | <u>\$133.70</u>                                                     |

1.22 The CPI escalation formula set out in Part 6 of this Access Arrangement, will apply to the charges for ancillary services from 1 July 2010~~2005~~.

## **ATTACHMENT 3D: MULTIPLE DELIVERY POINT SERVICE**

### ***General***

- 1.1 The Multiple Delivery Point Service is a Service for the transportation of gas by ActewAGL from a Receipt Point to a number of Non-Tariff Delivery Points (each >10TJ per annum).
- 1.2 This Attachment contains:
  - (a) additional terms and conditions for the Service; and
  - (b) the Reference Tariffs for the Service.
- 1.3 These terms and conditions are in addition to:
  - (a) the general terms and conditions in Part 3 of this Access Arrangement; and
  - (b) the curtailment of supply policy in Attachment 4 and gas balancing mechanisms in Attachment 5.

### ***Additional eligibility requirements***

- 1.4 The Multiple Delivery Point Service is available to any User that requires Reference Services to multiple Delivery Points.
- 1.5 Each Delivery Point to which the Service is supplied will be identified by the User at the commencement of the Service as a Capacity Reservation Service Delivery Point, a Managed Capacity Service Delivery Point or a Throughput Service Delivery Point.

## **ADDITIONAL TERMS AND CONDITIONS**

### ***Term and terms and conditions***

- 1.6 The term, additional terms and conditions, and Reference Tariffs applying to the Service for each Delivery Point will be those applicable under this Attachment 3 for the type of Service nominated for that Delivery Point.

## **ATTACHMENT 3E: TARIFF SERVICE**

### ***General***

- 1.1 The Tariff Service is a Service for the transportation of gas by ActewAGL from a Receipt Point to one or more Tariff Delivery Points (each  $\leq 10\text{TJ}$  per annum).
- 1.2 This Attachment contains:
  - (a) additional terms and conditions for the Service; and
  - (b) the Reference Tariffs for the Service.
- 1.3 These terms and conditions are in addition to:
  - (a) the general terms and conditions in Part 3 of this Access Arrangement; and
  - (b) the curtailment of supply policy in Attachment 4 and gas balancing mechanisms in Attachment 5.

## **ADDITIONAL TERMS AND CONDITIONS**

### ***Term***

- 1.4 The term of a Transport Services Agreement for Tariff Services will be from the commencement date of the agreement until the Revisions Commencement Date, or any other date agreed by ActewAGL and the User.

### ***Delivery Points***

- 1.5 The User will provide ActewAGL with a list in an electronic or other form as agreed by ActewAGL and the User, identifying the Tariff Delivery Points to which the Tariff Service is to be provided.
- 1.6 The User may add Tariff Delivery Points to the list, in accordance with the Request for Service procedure in Attachment 2.
- 1.7 The User may remove a Tariff Delivery Point from the list by giving at least 3 Business Days notice to ActewAGL.

### ***MHQ***

- 1.8 For any new Delivery Point where the MHQ is expected to exceed  $6\text{m}^3/\text{Hour}$ , the User will specify a level of MHQ that reflects the maximum Hourly requirement at the Delivery Point.
- 1.9 ActewAGL's obligation to deliver gas to a Delivery Point is limited to:
  - (a) the MHQ in any Hour; or
  - (b) for a Delivery Point where there is no requirement to specify an MHQ, as required by the User up to a maximum of  $6\text{m}^3/\text{Hour}$ .

## **Basic Metering Equipment**

- 1.10 ActewAGL will provide Basic Metering Equipment at the Delivery Point. The appropriate meter type for the Delivery Point will be determined by ActewAGL, or as agreed with the User.

## **Meter Data Service**

- 1.11 Where ActewAGL offers a Meter Data Service as a Reference Service, the Tariff Service must be taken in conjunction with the Meter Data Service for the relevant Delivery Point.

## **Measuring Equipment**

- 1.12 ActewAGL and the User will comply with applicable Gas Law in relation to connection, disconnection and reconnection of Measuring Equipment.

# **CHARGES**

## **Charges for the Tariff Service**

- 1.13 There are 3 categories of charges for a Tariff Service:

- (a) general charges comprising:
  - (i) a Fixed Charge;
  - (ii) a Throughput Charge; and
  - (iii) provision of Basic Metering Equipment charge;
- (b) gas balancing charges; and
- (c) charges relating to ancillary services.

## **Fixed Charge<sup>16</sup>**

- 1.14 The Fixed Charges for the Tariff Service per annum in real [2009/2010](#)~~2004/2005~~ dollars are:

| Period Ending 30 June 2010 | Year Ending 30 June 2011 | Year Ending 30 June 2012 | Year Ending 30 June 2013 | Year ending 30 June 2014 | Year ending 30 June 2015 |
|----------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| <a href="#">54.176</a>     | <a href="#">54.20</a>    | <a href="#">54.20</a>    | <a href="#">54.20</a>    | <a href="#">54.20</a>    | <a href="#">54.20</a>    |

## **Throughput Charge**

- 1.15 The Throughput Charges for the Tariff Service in real [2009/2010](#)~~2004/2005~~ dollars are:

<sup>16</sup> In residential complexes where hot water is supplied through a gas fired centralised hot water system, each residential unit will be charged the fixed charge and metering charges applicable to a less than or equal to 6m<sup>3</sup>/hr meter.

### Throughput Charge for Tariff Service (\$/GJ) in real 2009/2010 dollars

| Block Size (GJ per Mth) | Block Size (GJ Per Qtr) | Period Ending 30 June 2010 | Year Ending 30 June 2011 | Year Ending 30 June 2012 | Year Ending 30 June 2013 | Year Ending 30 June 2014 | Year Ending 30 June 2015 |
|-------------------------|-------------------------|----------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| First 1.25              | First 3.75              | <a href="#">7.645</a>      | <a href="#">10.08</a>    | <a href="#">10.58</a>    | <a href="#">11.11</a>    | <a href="#">11.66</a>    | <a href="#">12.24</a>    |
| Next 1.5                | Next 4.5                | <a href="#">6.050</a>      | <a href="#">7.98</a>     | <a href="#">8.38</a>     | <a href="#">8.80</a>     | <a href="#">9.23</a>     | <a href="#">9.69</a>     |
| Next 5.75               | Next 17.25              | <a href="#">6.050</a>      | <a href="#">7.98</a>     | <a href="#">8.38</a>     | <a href="#">8.80</a>     | <a href="#">9.23</a>     | <a href="#">9.69</a>     |
| Next 75                 | Next 225                | <a href="#">6.050</a>      | <a href="#">7.98</a>     | <a href="#">8.38</a>     | <a href="#">8.80</a>     | <a href="#">9.23</a>     | <a href="#">9.69</a>     |
| Next 333.5              | Next 1000.5             | <a href="#">5.519</a>      | <a href="#">7.28</a>     | <a href="#">7.64</a>     | <a href="#">8.02</a>     | <a href="#">8.41</a>     | <a href="#">8.83</a>     |
| All additional          | All additional          | <a href="#">3.887</a>      | <a href="#">5.12</a>     | <a href="#">5.38</a>     | <a href="#">5.644</a>    | <a href="#">5.92</a>     | <a href="#">6.22</a>     |

### Provision of Basic Metering Equipment charge

#### Provision of Basic Metering Equipment Charge in real 2009/2010 dollars

| Meter Provision Charges                                                      | Period Ending 30 June 2010 | Year Ending 30 June 2011 | Year Ending 30 June 2012 | Year Ending 30 June 2013 | Year Ending 30 June 2014 | Year Ending 30 June 2015 |
|------------------------------------------------------------------------------|----------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| For meters with Capacity less than or equal to 6m <sup>3</sup> /hr (\$ p.a.) | <a href="#">22.92</a>      | <a href="#">33.57</a>    | <a href="#">33.57</a>    | <a href="#">33.57</a>    | <a href="#">33.57</a>    | <a href="#">33.57</a>    |
| For meters with a Capacity of greater than 6m <sup>3</sup> /hr (\$/GJ)       | <a href="#">0.189</a>      | <a href="#">0.277</a>    | <a href="#">0.277</a>    | <a href="#">0.277</a>    | <a href="#">0.277</a>    | <a href="#">0.277</a>    |

1.16 The provision of Basic Metering Equipment charge is payable each billing period.

1.17 For meters with a capacity greater than 6m<sup>3</sup>/hr there is a minimum payable each billing period. This minimum in real [2009/2010](#)~~2004/2005~~ dollars is ~~\$4.302.74~~ per Monthly billing period and ~~\$13.008.14~~ per quarterly billing period.

### Gas balancing charges

1.18 The gas balancing charges are set out in Attachment 5, and include any charge, Settlement Amount, or other amount payable under that Attachment.

### Charges relating to ancillary services

1.19 The charges for ancillary services are shown in the following table.

#### Ancillary Services Charges in real 2009/2010 dollars

|                     |                                                                                       |
|---------------------|---------------------------------------------------------------------------------------|
| Request for service | <a href="#">\$69.80</a><br><a href="#">plus \$69.80 per Hour after the first Hour</a> |
| Special meter read  | <a href="#">\$52.30</a>                                                               |
| Reconnection fee    | <a href="#">\$98.80</a>                                                               |
| Disconnection fee   | <a href="#">\$133.70</a>                                                              |

1.20 The CPI escalation formula set out in Part 6 of this Access Arrangement, will apply to the charges for ancillary services from 1 July [20102005](#).

#### **Alternative Tariff Structure**

1.21 Subject to the requirements of the National Gas [RulesCode](#), ActewAGL may from time to time offer an alternative tariff structure which Users may, at their discretion, accept or decline. If a User accepts the alternative tariff structure, that tariff structure will be substituted for the tariffs payable under the Tariff Service in the manner and for the period set out in the alternative tariff structure.

1.22 Any alternative Tariff structure offered by ActewAGL:

- (a) will be available to all Users of the Tariff Service during the period for which the alternative tariff structure is offered;
- (b) will be structured such that the average tariff under the alternative tariff structure does not exceed the average Reference Tariff established under this Access Arrangement for the Tariff Service; and
- (c) may be conditional on all Users of the Tariff Service accepting the offer.



## **ATTACHMENT 3F: METER DATA SERVICES**

### ***General***

- 1.1 The Meter Data Service is a Service for the provision of meter reading and on-site data and communication equipment at a Delivery Point.
- 1.2 ActewAGL will read the meter at each Delivery Point the subject of a Reference Service under this Access Arrangement.
- 1.3 This Attachment contains:
  - (a) additional terms and conditions for the Service; and
  - (b) the Reference Tariffs For the Service.
- 1.4 These terms and conditions are in addition to:
  - (a) the general terms and conditions in Part 3 of this Access Arrangement; and
  - (b) the curtailment of supply policy in Attachment 4 and gas balancing mechanisms in Attachment 5.

### ***Additional eligibility requirements***

- 1.5 The Meter Data Service will cease to be offered as a Reference Service, and at ActewAGL's discretion as a Service, on the date that meter reading or on-site data and communications becomes contestable.

## **ADDITIONAL TERMS AND CONDITIONS**

### ***Term***

- 1.6 The term of a Service will be the term of the Reference Service for the relevant Delivery Point under this Access Arrangement.
- 1.7 Either party may terminate the Meter Data Service by notice to the other, at any time after the enactment of any law, code or instrument that permits the provision of meter reading, or on-site data and communications equipment, by a person other than ActewAGL.

### ***Metering for Non-Tariff Delivery Points***

- 1.8 Quantities of gas passing through the meter each day will be recorded by ActewAGL and the information in relation to such quantities will be accessible by ActewAGL, the User and other persons as permitted by the User, at the User's cost, or in accordance with the requirements of the National Gas [CodeRules](#).
- 1.9 ActewAGL will provide a communication system at the Delivery Point to enable daily reading of the meter, where ActewAGL considers that technically and commercially feasible. Where there are no on-site data facilities and no communication facilities at a Delivery Point, ActewAGL will read meters Monthly in accordance with the meter reading cycle

adopted for that locality and class of Delivery Station. Where there are on-site data facilities but no communication facilities at a Delivery Point, ActewAGL will collect daily meter readings Monthly in accordance with the meter reading cycle adopted for that locality and class of Delivery Station.

- 1.10 If a User requires more immediate metering information than the daily information made available under clause 1.9 of this Attachment, the User may, at its expense, take information directly from the Measuring Equipment. Any connection made to the Measuring Equipment by a User will be made in accordance with the manufacturer's specification, and will be made in such a way as not to interfere with the proper operation of the Network Measuring Equipment.
- 1.11 A User is responsible for any Loss which ActewAGL suffers or incurs or is liable for as a result of any interference by a User with the proper operation of Measuring Equipment.

### ***Metering for Tariff Delivery Points***

- 1.12 Where the quantity of gas delivered to a Tariff Delivery Point is expected to be greater than 1TJ per year, ActewAGL will read the meter(s) at the Delivery Point each 30 days (plus or minus 2 days).
- 1.13 Where the quantity is expected to be less than 1TJ per year, ActewAGL will read the meter(s) at the Delivery Point(s) each 91 days (plus or minus 4 days).
- 1.14 For specific Delivery Points, ActewAGL and the User may agree that the meter will be read at different frequencies.
- 1.15 ActewAGL will nominate a cycle in which meters at Tariff Delivery Points will be read. ActewAGL will consult with the User prior to any change to the cycle and may not vary the reading cycle unreasonably or without giving reasonable notice to the User.
- 1.16 A User may request ActewAGL to vary ActewAGL's reading cycle for any Delivery Point, and ActewAGL will advise whether it agrees to the request and at what cost.
- 1.17 If requested by a User, ActewAGL will provide the User with details of the meters and meter readings in writing, or in such a format as ActewAGL nominates. ActewAGL will provide those details within 7 Business Days of the date of reading the meter.

## **CHARGES**

### ***Charges for the Meter Data Service***

- 1.18 There are 2 categories of charges for a Meter Data Service:
  - (a) provision of on site data and communications equipment charge; and
  - (b) provision of meter reading charge.

1.19 The provision of on-site data and communications equipment charge is payable each billing period, and is set out in the table below.

1.20 This charge is in addition to the charge for provision of Basic Metering Equipment under the relevant Reference Service.

**Provision of On-Site Data and Communication Equipment Charge (\$ p.a.) in real 2009/2010 dollars**

|                                                                                       | Period<br>Ending<br>30 June<br>2010 | Year<br>Ending<br>30 June<br>2011 | Year<br>Ending<br>30 June<br>2012 | Year<br>Ending<br>30 June<br>2013 | Year<br>Ending<br>30 June<br>2014 | Year<br>Ending<br>30 June<br>2015 |
|---------------------------------------------------------------------------------------|-------------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
| Charge per Delivery Station<br>(includes the first 2 meters at a<br>Delivery Station) | <u>1,223.2</u>                      | <u>1,959</u>                      | <u>1,959</u>                      | <u>1,959</u>                      | <u>1,959</u>                      | <u>1,959</u>                      |
| Charge for each additional 1 or<br>2 meters at a Delivery Station                     | <u>290.4</u>                        | <u>465</u>                        | <u>465</u>                        | <u>465</u>                        | <u>465</u>                        | <u>465</u>                        |

1.21 The provision of meter reading charge is payable each billing period, and is set out in the table below.

**Provision of Meter Reading Charge for Tariff Delivery Points (\$ p.a.) in real 2009/2010 dollars**

| Meter<br>Reading<br>Cycle | Period<br>Ending 30<br>June 2010 | Year Ending<br>30 June<br>2011 | Year Ending<br>30 June<br>2012 | Year Ending<br>30 June<br>2013 | Year Ending<br>30 June<br>2014 | Year Ending<br>30 June<br>2015 |
|---------------------------|----------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
| Quarterly                 | <u>4.121</u>                     | <u>5.80</u>                    | <u>5.80</u>                    | <u>5.80</u>                    | <u>5.80</u>                    | <u>5.80</u>                    |
| Monthly                   | <u>39.322</u>                    | <u>55.20</u>                   | <u>55.20</u>                   | <u>55.20</u>                   | <u>55.20</u>                   | <u>55.20</u>                   |

**Provision of Meter Reading Charge for Non-Tariff Delivery Points (\$ p.a.) in real 2009/2010 dollars**

|                                                                                          | Period<br>Ending 30<br>June 2010 | Year<br>Ending 30<br>June 2011 | Year<br>Ending 30<br>June 2012 | Year<br>Ending 30<br>June 2013 | Year<br>Ending 30<br>June 2014 | Year<br>Ending 30<br>June 2015 |
|------------------------------------------------------------------------------------------|----------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
| Charge per Delivery<br>Station (includes the<br>first 2 meters at a<br>Delivery Station) | <u>522.50</u>                    | <u>853</u>                     | <u>853</u>                     | <u>853</u>                     | <u>853</u>                     | <u>853</u>                     |
| Charge for each<br>additional 1 or 2<br>meters at a Delivery<br>Station                  | <u>124.30</u>                    | <u>203</u>                     | <u>203</u>                     | <u>203</u>                     | <u>203</u>                     | <u>203</u>                     |

## **ATTACHMENT 3G: INTERCONNECTION OF EMBEDDED NETWORK SERVICE**

### ***General***

- 1.1 The Interconnection of Embedded Network Service is a Service to provide for the establishment of a single Delivery Point from the Network to an Embedded Network.
- 1.2 The Service is available to any Embedded Network Operator to establish a single Delivery Point connected to an Embedded Network.

### ***Authorisation of Embedded Network***

- 1.3 The Embedded Network Operator will:
  - (a) have all relevant authorisations under applicable law for the Embedded Network and their operations; and
  - (b) enter into an agreement with ActewAGL for an Interconnection of Embedded Network Service, which includes the terms and conditions listed below.
- 1.4 For the avoidance of doubt, an Interconnection of Embedded Network Service is separate from and additional to any Services requested by a User for the transportation of gas through the Network, to the Embedded Network Delivery Point.

### ***Delivery Station and Delivery Point***

- 1.5 The location of the Embedded Network Delivery Point for the Network will be agreed by the Embedded Network Operator and ActewAGL. ActewAGL will only withhold its agreement to a location sought by the Embedded Network Operator on the basis of technical, operational or safety considerations.
- 1.6 The hot tap connection to connect the Delivery Station to the Network will be designed and constructed in accordance with ActewAGL's requirements from time to time, including AS2885.
- 1.7 The Delivery Station will comprise metering facilities sufficient to accurately measure the flow over the full range of anticipated flow conditions and be designed and constructed in accordance with ActewAGL's requirements from time to time, including AS2885. If the hot tap connection is located at a point on the Network where the maximum allowable operating pressure is above 1,050kPa, the Delivery Station will include a remotely controlled isolation valve.
- 1.8 Unless otherwise required by ActewAGL, the Delivery Point between the Network and the Embedded Network Operator's pipe or system of pipes will be at the flange immediately downstream of the Delivery Station.

- 1.9 All facilities upstream of the outlet flange of the Delivery Station will be installed, owned and operated by ActewAGL at the reasonable cost of the Embedded Network Operator.
- 1.10 All facilities downstream of the outlet flange of the Delivery Station will be the responsibility of the Embedded Network Operator.
- 1.11 Modification of the Delivery Station, and hot tap connection to the Network, which are required as a result of changes in the flow conditions through the Embedded Network Delivery Point will be made by ActewAGL at the reasonable cost of the Embedded Network Operator, unless ActewAGL notifies the Embedded Network Operator that ActewAGL will recover the costs from Users of the Embedded Network Delivery Point.

### ***MDQ and MHQ***

- 1.12 The Embedded Network Operator will specify an annual quantity, MHQ and MDQ which fairly reflects the maximum annual, Hourly and Daily requirements at the Delivery Point, as well as the 24 Hour profile of hourly flow, based on prior consumption where that information is available.
- 1.13 ActewAGL's maximum obligation to deliver gas to the Delivery Point under Transport Service Agreements with all Users is limited to the MHQ in any Hour and the MDQ on any day for the Service.

### ***Metering***

- 1.14 ActewAGL will provide Measuring Equipment for the Delivery Point. The appropriate meter type for the Delivery Point will be determined by ActewAGL, or as agreed with the User.
- 1.15 Measuring Equipment will be designed to accurately measure the quantities specified by the Embedded Network Operator, and will provide daily meter reading.
- 1.16 The Measuring Equipment will be commissioned on the commencement of the first transportation service to the Embedded Network Delivery Point on behalf of any User. The Measuring Equipment will be decommissioned when there is no agreement with any User requiring transport to the Embedded Network Delivery Point.

### ***Charges***

- 1.17 The following charges will be agreed between the Embedded Network Operator and ActewAGL:
  - (a) charge for engineering investigation;
  - (b) charge for provision of interconnection facilities; and
  - (c) charge for provision of Measuring Equipment.

### ***Load shedding***

- 1.18 The Embedded Network Operator will be subject to load shedding arrangements as set out in Attachment 4 to this Access Arrangement. The Embedded Network Operator will have facilities available to it to reduce or discontinue the withdrawal of gas if called on to do so.
- 1.19 Unless there is an agreement on load shedding between ActewAGL and the Embedded Network Operator, the Embedded Network Operator will be subject to Load Shedding priority 2 for the purposes of Attachment 4 of this Access Arrangement. Services for the delivery of gas to the Embedded Network Delivery Point will be subject to the same Load Shedding priority.
- 1.20 The Embedded Network Operator will participate in the gas balancing arrangements set out in Attachment 5 to this Access Arrangement, if required by ActewAGL from time to time.

### ***Cathodic protection of facilities***

- 1.21 The Embedded Network Operator will design, install, and operate, any cathodic protection system necessary to protect its facilities. Cathodic protection will be installed in such a manner as to avoid any interference which may be detrimental to ActewAGL's Network, and will be electrically isolated from ActewAGL's Network.

### ***Installation and operation***

- 1.22 In the interests of safety and ensuring the integrity of ActewAGL's pre-existing facilities, the Embedded Network Operator will cooperate with ActewAGL to establish, in a timely manner, appropriate arrangements and procedures for the safe installation and operation of the Embedded Network Operator's facilities, and for the management of emergency situations involving those facilities and the Network.

### ***Abandonment/disconnection***

- 1.23 In the event that the Embedded Network Operator's facilities cease to be used to take gas at the Embedded Network Delivery Point, ActewAGL will, at the Embedded Network Operator's expense, ensure that the facilities are disconnected and isolated from ActewAGL's Network. This requirement does not apply where ActewAGL is satisfied that the cessation of use is temporary.

### ***Approvals and indemnity***

- 1.24 The Embedded Network Operator will provide ActewAGL with evidence that it has complied with all applicable statutory requirements and that it holds all necessary permits and licences in relation to its facilities downstream of the Embedded Network Delivery Point. The Embedded Network Operator will provide evidence of this before the commencement of any transportation service to the Delivery Point.

1.25 The Embedded Network Operator is liable for and indemnifies ActewAGL against all Loss which ActewAGL suffers or incurs or is liable for in relation to or arising out of the Embedded Network Operator's facilities referred to in this Attachment.

## **ATTACHMENT 3H: NEGOTIATED SERVICES**

- 1.1 Where a User has specific needs that differ from those which would be satisfied by a Reference Service, the User may seek to negotiate different terms and conditions as a Negotiated Service.



## ATTACHMENT 4: CURTAILMENT OF SUPPLY

### *Application*

- 1.1 This Attachment applies to all Services, irrespective of the Receipt Point or the User's upstream arrangements.
- 1.2 In the event of a gas supply reduction, or a prospective gas supply reduction, in a part of the Network, ActewAGL will initiate a load shedding procedure with a view to preserving the integrity of the Network and minimising the disruption to Customers.

### *Implementation of load shedding*

- 1.3 Load shedding is defined as a controlled interruption to, or reduction in, the delivery of gas to a Customer, initiated by ActewAGL or as directed or requested under Gas Law.
- 1.4 Load shedding is implemented on a priority ranking basis with the aim of achieving the maximum load reduction in the shortest time possible, with minimal effect to any plant and production processes. This means that ActewAGL generally initiates the load shedding with large Customers where the process is controllable and provides the required level of responsiveness.

### *Table of priorities*

- 1.5 ActewAGL's priorities for load shedding are shown in the table below, as varied by ActewAGL by notice to Users from time to time:

| Load Shedding Priority | Load Type                                                                                                                                                                                 |
|------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1                      | Interruptible loads (ie loads where ActewAGL has entered into an arrangement with the Customer, or the operator of the Customer's facilities, for load shedding).                         |
| 2                      | A Delivery Point which serves more than one Customer, and where no arrangement exists between ActewAGL and the Customer, or the operator of the Customer's facilities, for load shedding. |
| 3                      | Sites where gas is not used for production.                                                                                                                                               |
| 4                      | Sites where load is transferable to an alternative fuel.                                                                                                                                  |
| 5                      | Load that may be reduced without damage to product or plant.                                                                                                                              |
| 6                      | Load that may be halted without damage to product or plant.                                                                                                                               |
| 7                      | Load where halting will cause product damage.                                                                                                                                             |
| 8                      | Load where halting will cause plant damage.                                                                                                                                               |
| 9                      | Load not transferable to alternative fuel at hospital and essential service sites.                                                                                                        |
| 10                     | Tariff sites (whether residential, commercial or industrial).                                                                                                                             |

- 1.6 Priority will be determined by the usage specified in the Schedule to the relevant Transport Services Agreement, or if no usage is specified, by ActewAGL.

- 1.7 Users will inform ActewAGL of any changes in priority due to changes in Customer usage.
- 1.8 Users will respond to requests from ActewAGL for information on priorities and customer emergency contacts, within a reasonable time.

### ***Restoration of Service***

- 1.9 Where feasible, supply will be restored in reverse order to that in which load shedding was implemented.

### ***Emergency contacts for Customers***

- 1.10 Users will ensure that they advise ActewAGL of emergency contacts for Customers at Non-Tariff Delivery Points and ensure that those contact details remain current at all times.

### ***Emergency Load Management System***

- 1.11 Site and Network information is maintained by ActewAGL in consultation with Users, and is used as the basis for load shedding through the use of the Emergency Load Management System (ELMS).
- 1.12 ELMS is an ActewAGL computer based system used as an aid in contacting Customer sites to notify them of an interruption to their gas supply as a result of load shedding, and reconnecting them when delivery capability has been restored.
- 1.13 Information on the ELMS system relating to a User is available to the User, on request.
- 1.14 All Users will participate in, and comply with, this system.

### ***Suspension***

- 1.15 If a User fails to comply with the procedure set out in this Attachment 4, ActewAGL may suspend any or all of the Services of that User.

### ***Liability and indemnity***

- 1.16 ActewAGL is not liable for any Loss which the User suffers or incurs or is liable for arising from load shedding.
- 1.17 The User is liable for and indemnifies ActewAGL against any:
  - (a) Loss ActewAGL suffers or incurs or is liable for arising out of or in connection with a Claim by a third party made against ActewAGL as a result of load shedding; and
  - (b) direct Loss ActewAGL suffers as a result of a User's failure to take required action under this Attachment 4.

## ATTACHMENT 5: GAS BALANCING

### *Introduction*

- 1.1 This Attachment 5 provides a gas balancing mechanism for 3 possible cases:
  - (a) gas balancing with an Operational Balancing Agreement with Pipeline Operators: Section A of this Attachment;
  - (b) gas balancing with Pipeline Shippers: Section B of this Attachment; and
  - (c) gas balancing with no Operational Balancing Agreement in place: Section C of this Attachment.
- 1.2 ActewAGL and the User will comply with this Attachment 5 and the relevant gas balancing provisions of the Business Rules.<sup>17</sup>
- 1.3 Notwithstanding the provisions set out in this Attachment 5, if an alternative arrangement for gas balancing is provided for by the Gas Market Company or under an equivalent scheme which ActewAGL is a participant in, and ActewAGL approves the alternative arrangements, then Sections A, B and C of this Attachment 5 will cease to operate and that alternative arrangement will apply.

### *Definitions*

- 1.4 In this Attachment 5:

**Change in Target Linepack** means the User's Target Linepack at the end of the day minus the User's Target Linepack at the end of the previous day.

**day** means the period of 24 hours commencing at 6.30am Australian Eastern Standard Time.

**Nomination** means the quantities of gas (in GJ) required to be delivered at a Delivery Point or a Receipt Point to or for the account of the User for each day of a specified period.

**Operational Balancing Agreement** or **OBA** means an agreement between Pipeline owners and network owners, or Pipeline Shippers and network owners to cooperate in the management of the pipeline/network interfaces and network imbalances, respectively.

**Outstanding Amount** means the amount incurred by ActewAGL in purchasing a quantity of operational balancing gas from a Shipper for the purpose of clearing, in whole or in part, that User's cumulative difference between the total of the User's Confirmed Nominations at the Dalton Receipt Point on a day against the User's withdrawals at the Dalton Receipt Point, net of UAG purchased by ActewAGL adjusted in proportion to the amounts of those differences.

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<sup>17</sup> There are some provisions in this Attachment 5 that cover aspects of gas balancing not dealt with in the Business Rules.

**Participant Balancing Amount** means the quantity of gas which the User nominates to rectify part or all of the participant imbalance for the Network caused by differences between the total of Inputs and any quantity purchased from ActewAGL under clause 1.55 of Section C of this Attachment, and Withdrawal Quantities on any day.

**Prior Imbalance Account** means the cumulative difference between the total of User's Confirmed Nominations for a Receipt Point and the Withdrawal Quantity for the User for the Receipt Point for all days prior to the Nomination Day for which metering information is available from daily metered Delivery Points, minus the User's share of Linepack for that Receipt Point.

**Reconciliation Amount** means the quantity of gas which User nominates to rectify part or all of the imbalance caused by the reconciliation of withdrawals between the quantity determined by data estimation and the quantity withdrawn as measured by meter on any day.

**Settlement Amount** means the amount incurred by ActewAGL in purchasing a quantity of gas from a Shipper for the purpose of clearing, in whole or in part, that User's Prior Imbalance Account. Where settlement is required under clause 1.18 of Section A of this Attachment or clause 1.36 of Section B of this Attachment, the quantity of gas required to effect such settlement will be allocated between all relevant Users with a negative Prior Imbalance Account on a pro rata basis.

**Shipper** means a person contracted to supply gas to the Receipt Point on behalf of the User or on behalf of the person from which the User purchases gas at that Receipt Point.

**Target Linepack** means the target Linepack determined by ActewAGL for each User as at the end of a day by allocating to each User, the Linepack for the network at the end of the day in proportion to each User's MDQ (or where there is no MDQ defined in the Transport Services Agreement, an amount determined by ActewAGL after consultation with the User).

**User's Fiduciary Guarantee** means a Bank Guarantee or other appropriate instrument such as a parent company guarantee (as agreed with ActewAGL) as a financial warranty for the underwriting of Settlement Amounts.

## **SECTION A: GAS BALANCING WITH OPERATIONAL BALANCING AGREEMENT WITH PIPELINE OPERATORS**

### ***Introduction***

- 1.5 An OBA under this Section is an agreement between pipeline/network owners to cooperate in the management of the pipeline/network

interfaces and is structured to minimise the impact of local physical variations on network transportation arrangements.

- 1.6 Under OBAs, the nominations of Users of the Network and Shippers in the pipelines are deemed to flow into the Network for the purposes of Network imbalance calculation and pipeline delivery invoicing and balancing. User imbalances will exist in the Network. These imbalances will reflect the difference between each User's cumulative Confirmed Nomination and cumulative actual withdrawals from the Network (User's Imbalance). User Imbalances are corrected through Nominations or through the Nomination process or through settlement between individual participants and the Network.
- 1.7 The operational imbalances between the Network and Pipelines and User Imbalances will normally be reduced by the action of Users. The Users are required to correct their individual imbalances through the Nomination process set out in this Section A.

### ***Daily Forecasts and Nominations***

- 1.8 Each day, and for each Receipt Point at which the User receives gas, the User will inform ActewAGL of its gas requirements (Forecast Requirement) for the next day (Nomination Day). The Forecast Requirement for a Receipt Point is to include the following components:
  - (a) gas Nomination in total and for each Shipper at that Receipt Point, calculated in accordance with clause 1.9 of this Section A of this Attachment;
  - (b) forecast requirement for non-daily metered [Delivery Points](#) ~~Tariff Customers~~ (which will not include any Reconciliation Amount);
  - (c) Reconciliation Amount determined in accordance with the Business Rules, provided that ActewAGL is not required to accept the Reconciliation Amount as part of the Forecast Requirement unless the total of all Reconciliation Amounts for all Users on a day in the Network equals zero; and
  - (d) when required [as notified](#) in advance by ActewAGL, the forecast withdrawal at designated Delivery Points, and at times agreed between the User and ActewAGL.
- 1.9 The User will make Nominations of the components of Forecast Requirements in good faith so that the total quantity nominated under clause 1.8(a) of this Section A of this Attachment for all Receipt Points serving the Network is the aggregate amount which the User intends to withdraw from the Network on the Nomination Day, adjusted for a Negotiated Service if applicable, under all Transport Services Agreements, and the total and Shipper quantities nominated under clause 1.8(a) of this Section A of this Attachment are consistent with the Quantities of gas which the User is entitled to have delivered to the Receipt Point.

- 1.10 ActewAGL will ~~notify~~ ~~advise~~ the User of the quantity of gas (User's Adjusted Requirement) which the User should deliver to each Receipt Point on the Nomination Day in order to enable ActewAGL to:
- (a) satisfy the User's Forecast Requirement;
  - (b) reduce the User's Prior Imbalance Account until it is zero; and
  - (c) satisfy any other aggregate needs for the Network (including adjustment for the User's change in share of Linepack) to ensure safe and reliable supply of gas.
- 1.11 Where the User has more than one Shipper at the Receipt Point, the User will apportion the User's Adjusted Requirement between its Shippers (Confirmed Nomination) and advise ActewAGL.
- 1.12 Where the User has only a single Shipper at the Receipt Point, the User's Adjusted Requirement is the User's Confirmed Nomination.
- 1.13 ActewAGL will advise each relevant Shipper of the User's Confirmed Nomination and each relevant Shipper and Pipeline operator of the aggregate Nomination for the Shipper and Pipeline operator for that Receipt Point.
- 1.14 If the User fails to provide ActewAGL with a valid Forecast Requirement or Confirmed Nomination, ActewAGL will determine the User's Confirmed Nomination based on the User's Forecast Requirement (adjusted for any Reconciliation Amount) for the same day in the prior week (or where such day is a public holiday, based on the same day in the week two weeks prior).
- 1.15 Each of the obligations set out in this Section A will be completed in accordance with a timetable (if relevant):
- (a) determined through consultation between ActewAGL, the operators of the Pipelines, and any established gas industry governance body; and
  - (b) published from time to time in the Business Rules.

### ***Prior Imbalance Account***

- 1.16 ActewAGL will determine the User's Prior Imbalance Account for each Receipt Point.
- 1.17 Each User will provide ActewAGL with a User's Fiduciary Guarantee to an amount reasonably determined by ActewAGL having regard to the maximum amount which the User's Prior Imbalance Account may reach.
- 1.18 ActewAGL may require settlement by the User of the User's Prior Imbalance Account in part or whole when:
- (a) the Operational Balancing Agreement requires settlement or is terminated; or
  - (b) a Transport Services Agreement between the User and ActewAGL is terminated.

- 1.19 ActewAGL will issue a notice requiring payment of the Settlement Amount specified in the notice within 7 days of the date of the notice. Should the User fail to comply with the notice within that time, ActewAGL may use the User's Fiduciary Guarantee to pay the Settlement Amount under that notice.

### ***Cessation of the Operational Balancing Agreement***

- 1.20 The Operational Balancing Agreement and the opportunities it provides for the market rely on the participation of ActewAGL and infrastructure owners directly upstream remaining parties to the Agreement.
- 1.21 If the Operational Balancing Agreement ceases to be effective in the opinion of ActewAGL, the following will occur as transitional arrangements:
- (a) ActewAGL will issue notices to all Users requiring payment of Settlement Amounts for all outstanding User Prior Imbalance Accounts;
  - (b) the provisions in Section C "Gas Balancing with no Operational Balancing Agreement" will apply unless a Gas Balancing with Operational Balancing Arrangement with Pipeline Shippers as described in Section B of this Attachment 5 is executed, in which case, that agreement will apply.

### ***Definitions for Section A***

In this Section A of this Attachment 5, Quantities means the total of:

- (a) Non-Tariff Withdrawals, being the total quantity of gas withdrawn by the User on the day at all non-Tariff Delivery Points, as determined by measurement or as otherwise agreed under the Transport Services Agreement; and
- (b) Tariff Withdrawals, being the Total Tariff Withdrawals for the User of a Tariff Service, allocated between the Receipt Points used by the User in supplying Tariff Delivery Points either:
  - (i) using a proportioning method agreed with the User; or
  - (ii) in proportion to the User's forecast requirement for non-daily metered Tariff Customers under clause 1.8(b) of this Section A of this Attachment for each Receipt Point,

where Total Tariff Withdrawals are:

- (iii) the total quantity of gas withdrawn on the day at all of the User's daily metered Tariff Delivery Points; plus

- (iv) the quantity of gas withdrawn at non daily metered Tariff Delivery Points, calculated, and allocated to the User, in accordance with the Business Rules provided the applicable code allocates the total quantity of gas withdrawn by all Users at non-daily metered Tariff Delivery Points on the day, and where it does not do so, the quantity withdrawn will be the quantity calculated and allocated by ActewAGL for the Network in proportion to quantities nominated by all Users of the Network under clause 1.8 of this Section A of this Attachment.

## **SECTION B: GAS BALANCING WITH OPERATIONAL BALANCING AGREEMENT WITH PIPELINE SHIPPERS**

### ***Introduction***

- 1.22 An OBA under this Section is an agreement between pipeline shippers/network owners to cooperate in the management of network imbalances and is structured to minimise the impact of local physical variations on network transportation arrangements.
- 1.23 Under OBAs, the Nominations of Users of the Network are deemed to flow into the Network for the purposes of Network imbalance calculation and pipeline shipper delivery invoicing and balancing. User imbalances will exist in the Network. These imbalances will reflect the difference between each User's cumulative Confirmed Nomination and cumulative actual withdrawals from the Network (User Imbalance). User Imbalances are corrected through Nominations or through the Nomination process or through settlement between individual participants and the Network.
- 1.24 The Operational Imbalances between the Network and Pipelines and User Imbalances will normally be reduced by the action of Users. The Users are required to correct their individual imbalances through the Nomination process set out in this Section B.
- 1.25 Under this balancing arrangement, all Network Users will arrange delivery only from Pipeline Shippers who are a party to the corresponding Operational Balancing Agreement.

### ***Nominations***

- 1.26 Each day, and for each Receipt Point at which the User receives gas, the User will inform ActewAGL of its gas requirements (Forecast Requirement) for the next day (Nomination Day). The Forecast Requirement for a Receipt Point is to include the following components:
  - (a) gas Nomination in total and for each Shipper at that Receipt Point, calculated in accordance with clause 1.27 of this Section B of this Attachment;



- (b) forecast requirement for non-daily metered [Delivery Points Tariff Customers](#) (which will not include any Reconciliation Amount);
  - (c) Reconciliation Amount determined in accordance with the Business Rules, provided that ActewAGL is not required to accept the Reconciliation Amount as part of the Forecast Requirement unless the total of all Reconciliation Amounts for all Users on a day in the Network equals zero; and
  - (d) when required [as notified](#) in advance by ActewAGL, the forecast withdrawal at designated Delivery Points, and at times agreed between the User and ActewAGL.
- 1.27 The User will make Nominations of the components of Forecast Requirements in good faith so that the total quantity nominated under clause 1.26(a) of this Section B of this Attachment for all Receipt Points serving the Network is the aggregate amount which the User intends to withdraw from the Network on the Nomination Day, adjusted for a Negotiated Service if applicable, under all Transport Services Agreements, and the total and Shipper Quantities nominated under clause 1.26(a) of this Section B of this Attachment are consistent with the quantities of gas which the User is entitled to have delivered to the Receipt Point.
- 1.28 ActewAGL will [notify advise](#) the User of the quantity of gas (User's Adjusted Requirement) which the User should deliver to each Receipt Point on the Nomination Day in order to enable ActewAGL to:
- (a) satisfy the User's Forecast Requirement;
  - (b) reduce the User's Prior Imbalance Account until it is zero; and
  - (c) satisfy any other aggregate needs for the Network (including adjustment for the User's change in share of Linepack) to ensure safe and reliable supply of gas.
- 1.29 Where the User has more than one Shipper at the Receipt Point, the User will apportion the User's Adjusted Requirement between its Shippers (User's Confirmed Nomination) and advise ActewAGL.
- 1.30 Where the User has only a single Shipper at the Receipt Point, the User's Adjusted Requirement is the User's Confirmed Nomination.
- 1.31 ActewAGL will advise each relevant Shipper of the User's Confirmed Nomination and each relevant Shipper and Pipeline operator of the aggregate Nomination for the Shipper and Pipeline operator for that Receipt Point.
- 1.32 If the User fails to provide ActewAGL with a valid Forecast Requirement or Confirmed Nomination, ActewAGL will determine the User's Confirmed Nomination based on the User's Forecast Requirement (adjusted for any Reconciliation Amount) for the same day in the prior week (or where such day is a public holiday, based on the same day in the week two weeks prior).

- 1.33 Each of the obligations set out in this Section B will be completed in accordance with a timetable:
- (a) determined through consultation between ActewAGL, the operators of the Pipelines, and any established gas industry governance body: and
  - (b) published from time to time in the Business Rules.

### ***Prior Imbalance Account***

- 1.34 ActewAGL will determine the User's Prior Imbalance Account for each Receipt Point.
- 1.35 Each User will provide ActewAGL with a User's Fiduciary Guarantee to an amount reasonably determined by ActewAGL having regard to the maximum amount which the User's Prior Imbalance Account may reach.
- 1.36 ActewAGL may require settlement by the User of the User's Prior Imbalance Account in part or whole, when:
- (a) the Operational Balancing Agreement requires settlement or is terminated; or
  - (b) a Transport Services Agreement between the User and ActewAGL is terminated.
- 1.37 ActewAGL will issue a notice requiring payment of the Settlement Amount specified in the notice within 7 days of the date of the notice. Should the User fail to comply with the notice within that time, ActewAGL may use the User's Fiduciary Guarantee to pay the Settlement Amount under that notice.

### ***Cessation of the Operational Balancing Agreement***

- 1.38 The Operational Balancing Agreement and the opportunities it provides for the market rely on the participation of ActewAGL and infrastructure owners directly upstream remaining parties to the Agreement.
- 1.39 If the Operational Balancing Agreement ceases to be effective in the opinion of ActewAGL, the following will occur as transitional arrangements:
- (a) ActewAGL will issue notices to all Users requiring payment of Settlement Amounts for all outstanding User Prior Imbalance Accounts;
  - (b) the provisions in Section C "Gas Balancing with no Operational Balancing Agreement" will apply unless a Gas Balancing with Operational Balancing Arrangement with Pipeline Operators as described in Section A of this Attachment 5 is executed, in which case, that agreement will apply.

## **Definitions for Section B**

In this Section B of this Attachment 5, Quantities means the total of:

- (a) Non-Tariff Withdrawals, being the total quantity of gas withdrawn by the User on the day at all non-Tariff Delivery Points, as determined by measurement or as otherwise agreed under the Transportation Services Agreement; and Section B - Gas Balancing with Operational Balancing;
- (b) Tariff Withdrawals, determined as the Total Tariff Withdrawals for the User, allocated between the Receipt Points used by the User in supplying Tariff Delivery Points either:
  - (i) using a proportioning method agreed with the User, or
  - (ii) in proportion to the User's forecast requirement for non-daily metered Tariff Customers under clause 1.26(b) of this Section B of this Attachment for each Receipt Point,

where Total Tariff Withdrawals are:

- (iii) the total quantity of gas withdrawn on the day at all of the User's daily metered Tariff Delivery Points; plus
- (iv) the quantity of gas withdrawn at non daily metered Tariff Delivery Points, calculated, and allocated to the User, in accordance with the Business Rules provided the applicable code allocates the total quantity of gas withdrawn by all Users at non-daily metered Tariff Delivery Points on the day, and where it does not do so, the quantity withdrawn will be the quantity calculated and allocated by ActewAGL for the Network in proportion to quantities nominated by all Users of the Network under clause 1.26 of this Section B of this Attachment.

## **SECTION C: GAS BALANCING WITH NO OPERATIONAL BALANCING AGREEMENT**

### ***Introduction***

1.40 Whenever there is no Operational Balancing Agreement in effect, the following provisions will apply. These are structured on the understanding that:

- (a) there will only be one pressure controlled Receipt Point;
- (b) input from pipelines other than the Moomba Sydney Pipeline, will be under flow control at Receipt Points established by

the relevant operator of the Pipeline. The operator of that Pipeline will aim to input a quantity of Gas each day at each Receipt Point equal to the Confirmed Nominations of Users served by it through that Receipt Point;

- (c) input at Dalton from the Moomba Sydney Pipeline will be pressure controlled; and
  - (d) UAG is supplied by ActewAGL.
- 1.41 If any of these circumstances change then the method for determining Input Quantities and the arrangements for gas balancing will be reviewed and varied to the extent necessary to take account of the changed circumstances, subject to the approval of the Relevant Regulator.
- 1.42 Gas balancing is carried out between the Receipt Point at which gas intended for a Delivery Point first enters the Network, and that Delivery Point.

### ***Nominations***

- 1.43 Each day, and for each Receipt Point, the User will provide ActewAGL with its forecast of withdrawals from the Network for each of the next three days.
- 1.44 Each day, and for each Receipt Point at which the User receives gas, the User will inform ActewAGL of its gas requirements (Forecast Requirement) for the next day (Nomination Day) for the Network . The Forecast Requirement for a Receipt Point is to include the following components:
- (a)(e) gas Nomination in total for that Receipt Point calculated in accordance with clause 1.46 of this Section C of this Attachment;
  - (b)(f) forecast non-daily metered [Delivery Points for the Nomination Day Tariff Requirements](#) (which will not include any Reconciliation Amount);
  - (e)(g) Reconciliation Amount determined in accordance with the Business Rules, provided that ActewAGL is not required to accept the Reconciliation Amount as part of the Forecast Requirement unless the total of all Reconciliation Amounts for all Users on a day in the Network equals zero;
  - (d)(h) Participant Balancing Amount determined in accordance with the Business Rules, provided that ActewAGL is not required to accept the Participant Balancing Amount as part of the Forecast Requirement unless the total of all Participant Balancing Amounts for all Users of a day in the Network equals zero; and
  - (e)(i) when required in advance by ActewAGL, the forecast withdrawal at designated Delivery Points, and at times agreed between the User and ActewAGL.

- 1.45 In respect of a User at a Delivery Point at which an automatic feedback control system is used to establish a direct relationship between input at an EGP Receipt Point and the quantity actually withdrawn at the Delivery Point, the User will provide a Forecast Requirement for [that Delivery Point and separately for the total of all Delivery Points other than at that Delivery Point](#).~~all Delivery Points other than that Delivery Point.~~
- 1.46 The User will make Nominations of the components of Forecast Requirements in good faith so that the total quantity nominated under clause 1.44(a) of this Section C of this Attachment for all Receipt Points serving the Network is the aggregate amount which the User intends to withdraw from the Network on the Nomination Day, adjusted for a Negotiated Service if applicable, under all Transportation Services Agreements.
- 1.47 ActewAGL will ~~notify~~ [advise](#) the User of the Quantity of Gas which the User should plan to deliver or have delivered into the Network at each Receipt Point on the Nomination Day in order to enable ActewAGL to satisfy the User's withdrawal requirements and any other aggregate needs for the Network (including adjustment for the User's change in share of Linepack) to ensure safe and reliable supply (User's Proposed Nomination) .
- 1.48 The User will advise ActewAGL of the Quantity of Gas which the User intends to deliver or have delivered into the Network at each Receipt Point on the Nomination Day (the User's Confirmed Nomination for that Receipt Point for the Nomination Day).
- 1.49 If the User fails to provide ActewAGL with a valid Confirmed Nomination, ActewAGL will determine the User's Proposed Nomination as the Confirmed Nomination.
- 1.50 Each of the obligations set out in this Section C will be completed in accordance with a timetable:
- (a) determined through consultation between ActewAGL and any gas industry governance body which may be established; and
  - (b) published from time to time in the Business Rules.

### ***Input and Withdrawal Quantities***

- 1.51 In this Section C of this Attachment 5, the User's Withdrawal Quantities means the total of:
- (a) Non-Tariff Withdrawals, being the total quantity of gas withdrawn by the User on the day at all non-Tariff Delivery Points, as determined by measurement or as otherwise agreed under the Transport Services Agreement; and
  - (b) Tariff Withdrawals, determined as the Total Tariff Withdrawals for the User allocated between the Receipt Points used by the User in supplying Tariff Delivery Points either:

- (i) in proportion to the User's forecast requirement for non-daily metered Tariff Customers under clause 1.44(b) of this Section C of this Attachment 5 for each Receipt Point; or
- (ii) using a proportioning method agreed with the User, where:

Total Tariff Withdrawals are:

- (i) the quantity of gas withdrawn at non daily metered Tariff Delivery Points, calculated, and allocated to the User, in accordance with the Business Rules, provided the applicable code allocates the total quantity of gas withdrawn by all users at non daily metered Tariff Delivery Points on the day, and where it does not do so, the quantity withdrawn will be the quantity calculated and allocated by ActewAGL for the Network in proportion to quantities nominated by all Users of the Network under clause 1.44(b) of this Section C of this Attachment; plus
- (ii) the total quantity of gas withdrawn on the day at all of the User's daily metered Tariff Delivery Points.

### ***Input Quantities***

1.52 In this Section C of this Attachment 5, the User's Input will be one of the following amounts:

- (a) where there is only one User at the Receipt Point, the metered Quantity at the Receipt Point net of UAG purchased by ActewAGL;
- (b) where two or more Users receive gas at the same flow controlled Receipt Point:
  - (i) subject to (ii), the metered Quantity at the Receipt Point net of UAG purchased by ActewAGL, allocated to the Users in proportion to their Confirmed Nominations for the day;
  - (ii) in respect of a User at a Delivery Point at which an automatic feedback flow control system is used to establish a direct relationship between input at a flow controlled Receipt Point and the quantity actually withdrawn at the Delivery Point, the difference between the metered Quantity at the Receipt Point net of UAG purchased by ActewAGL, and the total of the Confirmed Nominations for all other Users plus the User's Confirmed Nomination for its other Delivery Points;
- (c) where two or more Users receive gas at the Dalton Receipt Point and:

- (i) where the quantity metered at the Dalton Receipt Point on a day net of UAG purchased by ActewAGL exceeds or is equal to the aggregate of Confirmed Nominations for Users of that Receipt Point for the day, then each such User will be deemed to have received its Confirmed Nomination for the day; and
  - (ii) where the quantity metered at the Dalton Receipt Point on a day net of UAG purchased by ActewAGL, is less than the aggregate of Confirmed Nominations for Users of that Receipt Point for the day, then the total quantity metered at that Receipt Point on the day net of UAG purchased by ActewAGL, allocated among the Users in proportion to the Users' Confirmed Nominations for the day;
- (d) where there is more than one User at the Receipt Point on any other Network Section, the User's Withdrawal Quantities plus Change in Target Linepack.

### ***Gas balancing***

- 1.53 The User will act in good faith to ensure that the quantity of gas delivered to the Network for or on behalf of the User on each day is equal to the quantity withdrawn from the Network by the User on the day, adjusted for any Change in the User's Target Linepack for the Network (and subject to any amounts which the User may input under the gas balancing arrangements in this Section C other than for the purpose of delivery to the Delivery Point on that day). If a User has more than one Transport Services Agreements pertaining to the Network and Receipt Point, gas balancing arrangements will apply to the aggregates of Input Quantities at the Receipt Point and withdrawn under those agreements.
- 1.54 Where clause 1.52(c)(i) of this Section C of this Attachment under Input Quantities applies in relation to a day for the Dalton Receipt Point, ActewAGL will purchase a quantity of operational balancing gas equal to the difference between the total quantity metered at the Dalton Receipt Point on the day net of UAG purchased by ActewAGL and the aggregate of Confirmed Nominations for Users of that Receipt Point for the day. The cost of purchasing the operational balancing gas is the Operational Balancing Cost.
- 1.55 The quantity of gas purchased by ActewAGL under clause 1.54 of this Section C of this Attachment will be sold by it to those Users of the Network whose withdrawals on the day exceed their Inputs adjusted for any Participant Balance Amount for the day, in proportion to the amounts of those differences for that Receipt Point, at the Operational Balancing Cost. Those Users are obliged to purchase the quantities so nominated by ActewAGL.
- 1.56 Each User will provide ActewAGL with a User's Fiduciary Guarantee to an amount reasonably determined by ActewAGL having regard to the maximum amount which the Operational Balancing Cost may reach.

Should the User fail to purchase the quantities of gas as nominated by ActewAGL under clause 1.55 of this Section C of this Attachment within 7 days, ActewAGL may use the User's Fiduciary Guarantee to pay the Outstanding Amount.



## ATTACHMENT 6: GAS QUALITY SPECIFICATIONS

- 1.1 Subject to clause 1.2 of this Attachment, the specifications for gas delivered to a Receipt Point by a User are:
- (a) the specifications prescribed by Gas Law [in the ACT or NSW](#); or
  - (b) if there are no specifications prescribed by Gas Law [in either of those jurisdictions](#), the specification limits described in Australian standard AS4564 - 2003 "Specification for general purpose natural gas", published by Standards Australia, as amended from time to time<sup>18</sup>; or
  - (c) if the standard in paragraph (b) ceases to apply, the default specifications set out in the table below, as amended by ActewAGL on notice to a User from time to time.
- 1.2 If ActewAGL considers that the applicable specifications under clause 1.1(a) or 1.1(b) of this Attachment do not cover the field, ActewAGL may, by reasonable notice to a User, supplement those specifications.
- 1.3 Where gas quality is measured upstream of the Network, permissible variations outside the specifications in this Attachment will be determined by ActewAGL from time to time, subject to applicable law.

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<sup>18</sup> ~~It is proposed that these specifications be adopted by New South Wales under the *Gas Supply (Network Safety Management) Amendment Regulation 2003*.~~

| Parameter <sup>19</sup> |                              | Specification Limit                                                                                                                             |
|-------------------------|------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------|
| 1                       | Wobbe Index                  | Min. 46.0 MJ/m <sup>3</sup><br>Max 52.0 MJ/m <sup>3</sup>                                                                                       |
| 2                       | Oxygen                       | Max. 0.2 mol%                                                                                                                                   |
| 3                       | Hydrogen Sulphide            | Max. 5.7 mg/m <sup>3</sup>                                                                                                                      |
| 4                       | Total Sulphur <sup>20</sup>  | Max. 50 mg/m <sup>3</sup>                                                                                                                       |
| 5                       | Water Content                | Max. Dew Point 0°C at maximum transmission pressure upstream of receipt point, but in any case no more than 112.0 mg/m <sup>3</sup>             |
| 6                       | Hydrocarbon Dewpoint         | Max. 2° at 3,500 kPaG                                                                                                                           |
| 7                       | Total Inert Gases            | Max. 7.0 mol %                                                                                                                                  |
| 8                       | Solid Matter and Liquids     | Nil Permitted                                                                                                                                   |
| 9                       | Temperature at Receipt Point | -5°C to 50°C                                                                                                                                    |
| 10                      | Odorant                      | Odorant to be of a type approved by ActewAGL. Level of odorant to be 12 milligrams per cubic metre or such other level as ActewAGL may require. |

<sup>19</sup> The standard testing conditions for all gas properties are:

- Temperature 15 degrees Centigrade
- Absolute Pressure 101.325 kPa

With the natural gas dry (that is, completely free of water vapour).

<sup>20</sup> Including odorant, or an allowance for odorant in cases where odorant is injected downstream of test points

## ATTACHMENT 7: RECEIPT POINT PRESSURES

- 1.1 The minimum receipt pressure for gas delivered to a Receipt Point by a User are shown in the table below, as varied by ActewAGL by notice to a User from time to time.

| NETWORK RECEIPT POINTS        |                       | NETWORK DESCRIPTION |                 |
|-------------------------------|-----------------------|---------------------|-----------------|
| Receipt Point                 | Min. Receipt Pressure | High Pressure       | Medium Pressure |
| Watson Metering Facility      | 2400 kPa              | ✓                   | ✓               |
| Hoskinstown Metering Facility | 8000 kPa              | ✓                   | ✓               |

- 1.2 The minimum receipt pressures shown are based on a typical combination of supply from Watson and Hoskinstown during a winter peak period. Any significant change to the load, or share of load, supplied through each Receipt Point may require a revision to the pressures specified above.
- 1.3 ActewAGL will endeavour to give a User reasonable notice of any change in the pressure requirements under this Attachment.

## ATTACHMENT 8: ESTABLISHMENT OF RECEIPT POINTS

### *General*

- 1.1 This Attachment sets out the matters to be included in an agreement between ActewAGL and a person wishing to establish a new Receipt Point, under clause 3.21 of Part 3 of this Access Arrangement (Third Party).

### *Receipt Point and upstream equipment*

- 1.2 The pipe or system of pipes upstream of the Receipt Point, and the new Receipt Point, will comply with the following requirements in order to ensure that the integrity, safety and operability of the Network is not compromised:
- (a) the location of a new Receipt Point will be as agreed by ActewAGL and the Third Party. ActewAGL will only withhold its agreement to a location sought by the Third Party on the basis of [reasonable](#) technical ~~or commercial, operational or~~ [safety](#) considerations;
  - (b) each Receipt Point will have an associated Receipt Station as described in clause 3.22 of Part 3 of this Access Arrangement;
  - (c) to safeguard against the hazards of over-pressurisation of the Network, the Receipt Station will be equipped with overpressure protection facilities in accordance with ActewAGL's requirements for Receipt Stations from time to time, including AS2885;
  - (d) a remotely controlled isolation valve operable by ActewAGL will be installed at the outlet of the Receipt Station, upstream of the Receipt Point;
  - (e) the Receipt Point will be at the flange immediately upstream of the facilities described above, or as otherwise agreed with ActewAGL. All facilities upstream of the Receipt Point will be the responsibility of the Third Party;
  - (f) the operational mode of the Receipt Station will be compatible with the operational mode of the Network; and
  - (g) the hot tap connection to connect the Receipt Station to the Network will be designed and constructed in accordance with ActewAGL's requirements for such connections from time to time, including AS2885.
- 1.3 Modifications may be required to the Network or ActewAGL systems to integrate the new Receipt Point into the operation of the Network. Requirements will vary depending on the location of the Receipt Point. The Third Party will bear the reasonable costs of such modifications, whether identified before or after installation of the Receipt Point,

unless ActewAGL notifies the Third Party that ActewAGL will recover them from Users of the Receipt Point.

### ***Cathodic protection***

- 1.4 The Third Party will design, install, and operate, any cathodic protection system necessary to protect the Receipt Station (and its other facilities). Cathodic protection will be installed in such a manner as to avoid any interference which may be detrimental to ActewAGL's Network, and will be electrically isolated from the Network.

### ***Installation and operation***

- 1.5 In the interests of safety and ensuring the integrity of ActewAGL's Network, the Third Party will cooperate with ActewAGL to establish, in a timely manner, appropriate arrangements and procedures for the safe installation and operation of the Receipt Station (and other Third Party facilities), and for the management of emergency situations involving the Receipt Station, those facilities and the Network.