

QLD RIN reference	Access Arrangement Information reference	Access Arrangement reference
2.1 Service provider details and business context		1.1
<p>2.1.1 Details of service provider(s)</p> <p>Provide in the access arrangement proposal submission the following information for all service providers of the pipeline:</p> <p>(a) Trading name</p> <p>(b) Australian Company Number</p> <p>(c) Type of service provider (owner, controller or operator)</p> <p>(d) Type of legal entity</p>		1.1
<p>2.1.2 Local agent of service provider</p> <p>EITHER:</p> <p>In the access arrangement proposal submission, provide a statement that the service provider in 2.1.1 is not a local agent (of a service provider of the pipeline).</p> <p>(if there is no local agent)</p> <p>OR:</p> <p>If any service provider in 2.1.1 is a foreign company and has appointed a local agent, provide in the access arrangement proposal submission the local agent's:</p> <p>(a) Trading name</p> <p>(b) Australian Company Number</p> <p>(c) Business and postal address</p> <p>(d) Contact person(s) and relevant contact details</p> <p>(If there is a local agent)</p>		1.1
2.1.3 Service provider acting on behalf of other service		1.1

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<p>providers</p> <p>EITHER:</p> <p>In the access arrangement proposal submission, provide a statement that the service provider in 2.1.1 is not acting on behalf of another service provider of the pipeline.</p> <p>(If there is no service provider acting on behalf of other service providers)</p> <p>OR</p> <p>(a) Identify which service provider from 2.1.1 or 2.1.2 is acting on behalf of the other service providers of the pipeline in relation to the access arrangement revision process.</p> <p>(b) Provide the service provider's business and postal address identified in 2.1.3(a) of this Notice.</p> <p>(c) Provide a contact person(s) and relevant contact details for the service provider identified in 2.1.3(a) of this Notice.</p> <p>(If there is service provider acting on behalf of other service providers)</p>		
<p>2.1.4 Associate contracts providing goods and services</p> <p>For each associate contract relevant to the delivery of pipeline services, provide in the access arrangement proposal submission:</p> <p>(a) the name of the associate contract</p> <p>(b) the name of all parties to the associate contract</p> <p>(c) an outline of the nature of goods or services provided by or obtained from the associate contract</p> <p>(d) an outline of the relationship of party or parties to the associate contract to each service provider of the pipeline.</p> <p>Maintain:</p>		2.1

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(e) the associate contracts at service provider's premises identified in 2.1.1 of this Notice for all associate contracts identified in 2.1.4(a) of this Notice.		

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<p>2.2 Background to the pipeline</p> <p>2.2.1 Pipeline and pipeline services</p> <p>In the access arrangement proposal submission:</p> <ul style="list-style-type: none"> (a) identify the pipeline to which the access arrangement relates and include a reference to a website at which a description of the pipeline can be inspected (b) describe the pipeline services the service provider proposes to offer to provide by means of the pipeline (c) specify the reference services identified in the response to 2.2.1(b) (d) outline and explain how the proposed reference services are those that are sought by a significant part of the market 	<p>1.2</p> <p>4</p>	<p>2.1</p> <p>2.2, 2.3</p>
<p>2.2.2 Demand</p> <ul style="list-style-type: none"> (a) Provide in pro forma 11 minimum, maximum and average demand for the earlier access arrangement period (b) Provide in pro forma 12 actual and estimated volumes for the earlier access arrangement period and forecast volumes for the access arrangement period by tariff class and pipeline service (c) Provide in pro forma 10 actual and estimated customer numbers for the earlier access arrangement period and forecast customer numbers for the access arrangement period by tariff class and pipeline service <p>Provide in the access arrangement proposal submission:</p> <ul style="list-style-type: none"> (d) forecast maximum demand by zone or region for the access arrangement period (e) details of the key drivers behind the demand forecasts (f) the methodology that has been used to support the 	<p>Attach 1-2</p> <p>Attach 1-2</p> <p>Attach 1-2</p> <p>Attach 13-1</p> <p>13.4, 13.5, 13.6, 13.7</p> <p>Attach 13-1</p>	

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<p>demand forecasts, including the key assumptions and inputs that have been used and how demand for pipeline services is differentiated</p> <p>(g) an explanation of how the volume only forecasts have been used to develop the service provider's capital expenditure and operating expenditure forecasts</p> <p>(h) an explanation of any trends of demand and volumes over the earlier access arrangement period and access arrangement period</p>	<p>13.4, 13.5, 13.6, 13.7 Attach 13-1</p> <p>13.10</p> <p>3.2, 13.3, 13.4, 13.5, 13.6, 13.7 Attach 13-1</p>	

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<p>2.3 Building Block Revenue</p> <p>Note: the information required to be provided, prepared, kept or maintained in this part of the Notice relates to all pipeline services, including reference and pipeline services other than reference services</p>		
<p>2.3.1 Return on the projected capital base</p> <p>Capital base in the earlier access arrangement period</p>		
<p>2.3.1.1 Opening capital base at the beginning of the earlier access arrangement period</p> <p>(a) Provide in pro forma 1, the opening capital base by asset class as at 13 November 2006 and 1 July 2005 to reconcile actual and estimated capital expenditure</p> <p>(b) Provide in pro forma 1 the capital base approved by the jurisdictional regulator as at 13 November 2006 and 1 July 2005 to reconcile actual and estimate capital expenditure</p> <p>(c) Provide in pro forma 4 the remaining asset lives that reflect the capital base as at 13 November 2006 and the asset lives that reflect the capital base as approved by the jurisdictional regulator as at 30 June 2006</p> <p>(d) Provide in the access arrangement proposal submission a reconciliation of the opening capital base in 2.3.1.1(a) and 2.3.1.1(b). Include in that reconciliation adjustments for any difference in estimated and actual capital expenditure and other adjustments made to the opening capital base as at 13 November 2006 and explain these variations</p> <p>(e) Provide in the access arrangement proposal submission a reconciliation of any changes in asset classes between the earlier access arrangement period and the access arrangement period.</p>	<p>Attach 1-2</p> <p>Attach 1-2</p> <p>Attach 1-2</p> <p>8.3.1</p> <p>n/a</p>	

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<p>2.3.1.2 Capital expenditure in the earlier access arrangement period</p> <p>(a) Provide in the access arrangement proposal submission an explanation for:</p> <ul style="list-style-type: none"> i. any significant variations between capital expenditure approved by the jurisdictional regulator and the actual and/or estimated capital expenditure for the earlier access arrangement period ii. how conforming capital expenditure added to the capital base in the earlier access arrangement period meets the code requirements. <p>(b) Provide in pro forma 1 by asset class for each year of the earlier access arrangement period</p> <ul style="list-style-type: none"> i. Amounts added to the opening capital base for conforming capital expenditure ii. Amounts for non conforming capital expenditure identified as recovered by surcharge, added to a speculative capital expenditure account (under the code a speculative investment fund), other amounts of non conforming expenditure 	<p>3.4</p> <p>8.3.2</p> <p>Attach 1-2</p>	
<p>2.3.1.3 Past capital contributions, speculative capital expenditure account (under the code speculative investment fund), reused assets, redundant assets, disposals in the earlier access arrangement period</p> <p>Provide in pro forma 1 by asset class for each year of the earlier access arrangement period:</p> <ul style="list-style-type: none"> (a) amounts added to the opening capital base for capital contributions (b) amounts added to the opening capital base from the speculative capital expenditure account (under the 	<p>Attach 1-2</p> <p>n/a</p>	

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<p>code a speculative investment fund)</p> <p>(c) amounts added to the opening capital base for the reuse of redundant assets</p> <p>(d) amounts deducted from the opening capital base for redundant assets</p> <p>(e) amounts deducted from the opening capital base for disposals</p> <p>Provide in the access arrangement proposal submission an explanation for how:</p> <p>(f) amounts added to the opening capital base from the speculative capital expenditure account (under the code a speculative investment fund) meet the relevant code criteria</p> <p>(g) amounts added to the opening capital base for the reuse of redundant assets meet the relevant code criteria</p>	<p>n/a</p> <p>n/a</p> <p>n/a</p> <p>n/a</p> <p>n/a</p>	

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<p>2.3.1.4 Depreciation in the earlier access arrangement period</p> <p>Provide in pro forma 4 for each year of the earlier access arrangement period</p> <p>(a) for each asset class amounts deducted from the opening capital base for depreciation including amounts of depreciation for changes to the capital base in the earlier access arrangement period. Depreciation for the earlier access arrangement period should account for and distinguish depreciation referable to the opening capital base and amounts added to, or deducted from, the opening capital base for re-used redundant assets, redundant assets, disposals, conforming capital expenditure, capital contributions included in the capital base and amounts from the speculative from the speculative capital expenditure account (under the code a speculative investment fund)</p> <p>(b) asset lives of each asset</p>	Attach 1-2	
<p>2.3.1.5 Rate of inflation and adjustment to the capital base in the earlier access arrangement period</p> <p>Provide in pro forma 3 the actual or estimated rates of inflation used to adjust the capital base for inflation over the earlier access arrangement period</p> <p>Provide in pro forma 1 the adjustments to the capital base for inflation over the earlier access arrangement period</p>	Attach 1-2	
<p>2.3.1.6 Capital base in the earlier access arrangement period</p> <p>Provide in pro forma 1 the capital base by asset class for each year of the earlier access arrangement period.</p>	Attach 1-2	

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<p>Projected capital base in the access arrangement period</p> <p>Opening capital base</p> <p>The opening capital base for the access arrangement period is derived from the capital base for the earlier access arrangement period (refer to 2.3.1.6 of this Notice)</p>		
<p>2.3.1.7 Forecast conforming capital expenditure in the access arrangement period</p> <p>(a) Provide in pro forma 1 amounts by asset class for each year of the access arrangement period for forecast conforming capital expenditure</p> <p>(b) Provide in pro forma 3 the extrapolation rates, where applicable, used in deriving forecast conforming capital expenditure</p> <p>Provide in the access arrangement proposal submission the following information about forecast conforming capital expenditure:</p> <p>(c) the nature of forecast conforming capital expenditure projects or programmes material to an asset class including a brief description of the capital expenditure and the location on the distribution pipeline or network. And define the materiality threshold used.</p> <p>(d) any assumptions used in deriving the forecast conforming capital expenditure</p> <p>Note these may include:</p> <ul style="list-style-type: none"> ▪ the unit rates used for key items of expenditure, how these have been developed (including source material) and evidence that they reflect efficient costs ▪ specific rates used to derive or extrapolate expenditure estimates (for example, labour and materials) <p>Where relevant provide:</p>	<p>Attach 1-2</p> <p>Attach 1-2</p> <p>Ch 7 & Attach 6-1</p> <p>Ch 7, Attach 6-1, 6-4, 7-1, 7-5</p>	

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<ul style="list-style-type: none"> ▪ in pro forma 3 the specific rate used in each year of the access arrangement period ▪ whether the rate is in real or nominal terms ▪ how the derivation or extrapolation has been developed (including source material) <p>(e) any relevant internal decision making documents including but not limited to business cases, feasibility studies, forecast demand studies and internal reports and the date of board resolution/management decisions relating to approval of the forecast capital expenditure. Any other internal or external documentation or models to justify the forecast conforming capital expenditure</p> <p>(f) details as to whether the forecast conforming capital expenditure is to be funded by parties other than the asset owner and details of contractual agreements with parties where capital contributions are made by users to new capital expenditure as subject to Rule 82</p> <p>(g) an explanation of how the forecast capital expenditure conforms with the criteria under Rule 79(1)</p> <p>(h) the reason why the forecast capital expenditure is justifiable under Rule 79(2). In explaining why the forecast capital expenditure is justifiable outlining, which sub rule in 79(2) is relied on</p> <p>If Rule 79(2)(a) is relied on to justify new capital expenditure provide in the access arrangement proposal submission:</p> <ul style="list-style-type: none"> (i) an explanation and the quantitative analysis which demonstrates how the capital expenditure is justifiable under Rule 79(2)(a) (j) an outline of the nature and quantification of the economic value that directly accrues to the service provider, gas producer, users and end users to address Rule 79(3) <p>If Rule 79(2)(b) is relied on to justify new capital expenditure</p>	<p>Attach 1-2</p> <p>Attach 6-1, 6-4, 7-2, 7-3, 7-4, Ch 13</p> <p>7.3</p> <p>7.11</p> <p>7.11</p> <p>n/a</p>	

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<p>provide in the access arrangement proposal submission:</p> <p>(k) an explanation of how the capital expenditure is justifiable under Rule 79(2)(b). The explanation (including relevant information and documentation) will need to outline:</p> <ul style="list-style-type: none"> i. the incremental service or services with reference also to Rule 79(4)(a) ii. the incremental revenue, with reference to the derivation of incremental revenue in Rule 79(4)(b) iii. the incremental expenditure with reference to Rule 79(4)(b) iv. quantitative analysis that demonstrates the capital expenditure is justifiable under Rule 79(2)(b), showing: <ul style="list-style-type: none"> ▪ the present value of expected incremental revenue and how it is determined consistent with Rules 79(4)(a) and 79(4)(b) ▪ the discount rate that is used to determine the present value is equal to the rate of return implicit in the reference tariff ▪ the present value of the expected incremental expenditure 	<p>7.6.7</p>	
<p>If Rule 79(2)(c)(i)-79(2)(c)(iii) is relied on to justify new capital expenditure, provide in the access arrangement proposal submission:</p> <p>(l) the relevant statutory obligation or technical requirement and the relevant authority or body enforcing the obligation or requirement</p> <p>(m) an explanation of how the forecast capital expenditure satisfies the relevant statutory obligation</p>	<p>7.6</p>	

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<p>or technical requirement</p> <p>(n) supporting technical or other external or internal reports about how the forecast capital expenditure complies with the relevant statutory obligation or technical requirement</p> <p>If Rule 79(2)(c)(iv) is relied on to justify new capital expenditure provide in the access arrangement proposal submission:</p> <p>(o) an explanation of the change in demand for existing services necessitating the new capital expenditure, including a measure of the change in demand</p> <p>(p) reports or other information and documentation that supports how the forecast capital expenditure will meet the increase in demand for existing services</p>	7.6	

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<p>2.3.1.8 Capital expenditure that is not conforming in the access arrangement period</p> <p>(a) Provide in pro forma 1 the amount by asset class for each year of the access arrangement period for forecast non conforming capital expenditure classified into:</p> <ul style="list-style-type: none"> i. non conforming capital expenditure forecast to be recovered through surcharges ii. non conforming capital expenditure forecast to be added to the speculative capital expenditure account iii. other non conforming capital expenditure <p>(b) Provide in pro forma 1 details of the forecast speculative capital expenditure account by asset class for the access arrangement period</p> <p>(c) If the balance of the speculative capital expenditure account increases at a rate different to the rate of return implicit in a reference tariff (Rule 84(2)), provide in the access arrangement proposal submission a justification for the different rate of return</p> <p>(d) Provide in pro forma 1 the amount of forecast capital contributions by asset class for each year of the access arrangement period</p> <p>(e) Provide in pro forma 1 the amount of capital contributions by asset class for each year of the access arrangement period proposed to be rolled into the capital base under Rule 82(3)</p> <p>(f) Provide in pro forma 3 (where relevant) the extrapolation rates used in deriving forecasts for capital other than conforming capital if different from extrapolation rates provided in 2.3.1.7 (b) of this Notice</p> <p>(g) Provide in the access arrangement proposal submission details of the mechanism to prevent the service provider from benefiting, through increased</p>	n/a	

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revenue, from the capital contributions by a user in the access arrangement period as referred to in Rule 82(3)		

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<p>2.3.1.9 Capital redundancy policy in the access arrangement period</p> <p>If relevant, provide in the access arrangement proposal submission:</p> <ul style="list-style-type: none"> (a) an outline of the proposed mechanism to remove redundant assets from the capital base including when the mechanism will take effect and if the mechanism includes a proposal for cost sharing between the service provider and users associated with a decline in demand for pipeline services (b) a justification for the mechanism (c) explain what uncertainty the mechanism may cause and the effect of this uncertainty on the service provider <p>If the service provider does not propose to include a mechanism to remove redundant assets from the capital base, the AER may require the service provider to include such a mechanism. The service provider must provide information to:</p> <ul style="list-style-type: none"> (d) explain what uncertainty such a mechanism may cause and the effect of this uncertainty on the service provider 	8.3.2	
<p>2.3.1.10 Forecast depreciation in the access arrangement period</p> <p>Refer to 2.3.2 of this Notice for the requirements relating to forecast depreciation for the access arrangement period</p>		
<p>2.3.1.11 Forecast disposals in the access arrangement period</p> <p>Provide in pro forma 1, amounts by asset class for each year of the access arrangement period for forecast disposals</p>	Attach 1-2	

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<p>2.3.1.12 Rate of inflation and adjustment to the projected capital base in the access arrangement period</p> <p>(a) Provide in pro forma 1 the adjustment to the capital base to take account of the effects of inflation over the access arrangement period</p> <p>(b) Provide in pro forma 3 the rates of inflation used to adjust the capital base over the access arrangement period</p>	<p>Attach 1-2</p> <p>Attach 1-2</p>	
<p>2.3.1.13 Projected capital base in the access arrangement period</p> <p>Provide in pro forma 1 the capital base by asset class for each year of the access arrangement period.</p>	<p>Attach 1-2</p>	
<p>2.3.1.14 Rate of return for the projected capital base</p> <p>Weighted average cost of capital and CAPM</p> <p>(a) Provide in pro forma 2 the values of each of the parameters that comprise the weighted average cost of capital (WACC) methodology and capital asset pricing (CAPM) methodology</p> <p>(b) Provide in the access arrangement proposal submission a justification for the values of each of the parameters used in the WACC derivation</p> <p>(c) Provide in the access arrangement proposal submission an explanation about how the proposed rate of return complies with Rule 87</p> <p>Method other than weighted average cost of capital and CAPM</p> <p>Provide in the access arrangement proposal submission:</p> <p>(d) an outline of the proposed methodology for the rate of return</p>	<p>Attach 1-2</p> <p>9</p> <p>9</p> <p>9</p>	

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(e) a quantification of the rate of return using this methodology including any justification for the use of parameters in this methodology	9	
(f) an explanation about how the proposed rate of return complies with Rule 87	9	
Rate of return and taxation method		
Provide in the access arrangement proposal submission:		
(g) details of the proposed method for dealing with taxation and a demonstration of how the tax allowance is calculated	10.3	
(h) where a pre-tax rate of return is proposed provide an explanation of how the proposed tax rate complies with Rule 74(2)(a)	n/a	
Refer also to 2.4 of this Notice for further information requirements relating to the treatment of taxation.		

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<p>2.3.2 Forecast depreciation</p> <p>(a) Provide in pro forma 4:</p> <ul style="list-style-type: none"> i. amounts for forecast depreciation disaggregated for components by asset class for each year of the access arrangement period. The forecast depreciation should account for and identify depreciation referable to the opening capital base forecast conforming expenditure, other capital expenditure, forecast disposals and other amounts that may be added or deducted to the projected capital based under the Rules ii. details of the asset lives for each asset up 30 June 2011 <p>(b) Provide in the access arrangement proposal submission an outline of:</p> <ul style="list-style-type: none"> iii. how the depreciation schedule varies over time in a way that promotes efficient growth in the market for reference services iv. how each asset or group of assets is depreciated over the economic life of that group of assets v. if applicable, what adjustments have been made to reflect changes in the expected economic life of a particular asset or group of assets vi. how each asset is depreciated only once vii. how the depreciation schedule allows for the service provider's reasonable needs for cash flow to meet financing, non capital and other costs viii. how the depreciation schedules comply with the requirements in Rule 89(2) 	<p>Attach 1-2</p> <p>8.4.2</p>	

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<p>2.3.3 Estimate cost of corporate income tax If applicable</p> <ul style="list-style-type: none"> a) Provide in pro forma 5 an estimate of the cost of corporate income tax over the access arrangement period b) Provide in the access arrangement proposal submission details of how the estimated cost of corporate tax is calculated <p>Refer also to 2.4 of this Notice for further information requirements in relation to the treatment of taxation.</p>	<p>Attach 1-2</p> <p>10.3.3, 10.7</p>	
<p>2.3.4 Proposed incentive mechanism</p>		
<p>2.3.4.1 Existing incentive mechanism in the earlier access arrangement period</p> <p>If the access arrangement contains an incentive mechanism in the earlier access arrangement period</p> <p>Provide for each incentive mechanism</p> <ul style="list-style-type: none"> (a) The increments for efficiency gains and decrements for efficiency losses that have occurred in the earlier access arrangement period (b) The revenue referable to increments for efficiency gains or decrements for efficiency losses from the earlier access arrangement period that is to be carried over (from the earlier access arrangement period) into the access arrangement period for existing incentive mechanisms <p>Provide in the access arrangement proposal submission for each incentive mechanism</p> <ul style="list-style-type: none"> (c) An outline of the incentive mechanism and its operation for the earlier access arrangement period (d) An explanation of the increments for efficiency gains 	<p>11</p>	

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<p>and decrements for efficiency losses that have occurred in the earlier access arrangement period and the relevant carryover amounts in the access arrangement period.</p> <p>(e) Any relevant analyses or reports that support the operation of the existing incentive mechanism</p>		

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<p>2.3.4.2 Proposed incentive mechanism in the access arrangement period</p> <p>Note: this section also applies to incentive mechanisms already in place in the earlier access arrangement period that are proposed to continue for the access arrangement period.</p> <p>Provide for each incentive mechanism in the access arrangement proposal submission</p> <ul style="list-style-type: none"> (a) An outline of the incentive mechanism and its operation in the access arrangement period (b) An explanation of the rationale for any proposed incentive mechanisms including how the incentive mechanism is intended to encourage efficiency of the provision of services and is consistent with the revenue and pricing principles, with reference to those principles (c) Any relevant analyses or reports that support the proposed incentive mechanism 	11	
2.3.5 Operating Expenditure		
<p>2.3.5.1 Operating expenditure in the earlier access arrangement period</p> <ul style="list-style-type: none"> (a) Provide in pro forma 6 actuals and estimates of operating expenditure by category for each year of the earlier access arrangement period 	Attach 1-2	
<p>2.3.5.2 Forecast operating expenditure in the access arrangement period</p> <ul style="list-style-type: none"> (a) Provide in pro forma 6 operating expenditure forecasts by category for each year of the access arrangement period (b) In the access arrangement proposal submission 	Attach 1-2	

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<p>i. outline and explain the change in operating expenditure categories between the earlier access arrangement period and the access arrangement period</p> <p>ii. describe and explain the nature of material forecast operating expenditure in an operating expenditure category, and define the materiality threshold used. This explanation should also outline if there have been changes to the operations of the pipeline from the earlier access arrangement period that have resulted in material changes to operating expenditure category and total operating expenditure in the access arrangement period.</p> <p>iii. provide an explanation of how the proposed operating expenditure complies with Rule 91, with particular reference to operating expenditure identified in (ii).</p> <p>iv. provide any assumptions used in deriving the forecast operating expenditure</p> <p>Note these may include:</p> <ul style="list-style-type: none"> ▪ the unit rates used for key items of expenditure, how these have been developed (including source material) and evidence that they reflect efficient costs ▪ specific rates used to derive or extrapolate expenditure estimates (for example, labour and materials) <p>Where relevant, provide:</p> <ul style="list-style-type: none"> ▪ in pro forma 3 the specific rate used in each year of the access arrangement period ▪ whether the rate is in real or nominal terms ▪ how the derivation or extrapolation has been developed (including source material) 	<p>6.2</p> <p>6.1, 6.2</p> <p>6.3-6.6, 6.11</p> <p>6.1, Attachs 6-1, 6-2, 6-3, 6-4</p> <p>Attach 1-2</p>	

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<p>2.3.5.3 Self insurance</p> <p>For each self insured event provide in pro forma 6</p> <p>(a) the forecast annual insurance premiums over the access arrangement period</p> <p>Provide in the access arrangement proposal submission the following information for each self insured event</p> <p>(b) the name and a description of the event</p> <p>(c) whether the event is in relation to a particular asset or class of assets and, if so, identify those assets</p> <p>(d) reasons for self insuring the event. If the event has not previously been self insured, reasons why it is now being proposed and how the risk of the event was previously accommodated in the access arrangement. If a proposed self insurance event was previously insured externally, details of existing or previous insurance policies and reasons why external insurance is not relevant in the access arrangement period</p> <p>(e) details of any quotes obtained from external insurers</p> <p>(f) full details of how the premiums were calculated, including any underlying assumptions used to derive the premiums</p> <p>(g) any expert consultant's report relied on by the service provider in deriving the estimates</p> <p>Note: an expert consultant is a consultant with experience and expertise in valuing insurance events (calculating risks and estimating premiums)</p> <p>(h) if a proposed self insurance event was previously insured externally, details of existing or previous insurance policies and reasons why external insurance is not relevant in the access arrangement period</p> <p>(i) a resolution (including the date of the resolution) of the service provider's decision making body to self insure the event(s)</p>	n/a	

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<p>(j) details of the administrative arrangements that:</p> <ul style="list-style-type: none"> i. outline how the self insurance risk is to be reported if required under relevant accounting standards in the service provider's audited financial statements. This may include relevant documents that were prepared or submitted for ASIC or other relevant state or territory government authority ii. outline the procedure for notification and information that will be provided to the AER when the self insurance event occurs. 		

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<p>2.3.6 Total revenue</p> <p>Provide in pro forma 7 a summary of total revenue each year of the access arrangement period which includes each of the relevant building block components for the access arrangement period.</p>	Attach 1-2	
<p>2.4 Outsourced Expenditure</p> <p>For operating expenditure or capital expenditure that is material to an operating expenditure or capital expenditure category and forecast to be incurred in the access arrangement period but provided by a party other than the service providers (i.e. outsourced) provide in the access arrangement proposal submission</p> <p>(a) the name of the external party or parties</p> <p>(b) a description of all arrangements or contracts between Envestra and any of the other parties identified in the response to 2.4(a), including the service or services that is (are) the subject of the arrangement or contract</p> <p>(c) details of the relationships with the party or parties named in 2.4(a) including if a party to the contract is an associate of any of the service providers of the pipeline</p> <p>For each contract or arrangement identified in 2.4(b), provide in the access arrangement proposal submission</p> <p>(d) reasons why the services were outsourced rather than provided by Envestra</p> <p>(e) a description of the tendering process used to procure the service, and supporting tendering documentation (including but not limited to requests for tender, tender submissions, internal committee papers evaluating the tenders, contracts between Envestra and relevant providers)</p> <p>(f) a copy of the arrangement or contract which sets out the obligations of both the external party and</p>	<p>5.2</p> <p>5.6</p> <p>5.4</p> <p>5</p> <p>5.5</p> <p>Attach 5-2</p>	

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<p>Envestra</p> <p>(g) a breakdown of all services provided as part of that arrangement or contract</p> <p>(h) a breakdown of costs for each service provided as part of the arrangement or contract, including separately identifying overheads, any profit margin or management fee and incentive payments</p> <p>(i) if any of the services, or any component thereof, were further outsourced to another provider, details regarding such outsourcing</p> <p>(j) if the external party owns and utilises any assets to provide services to the service provider where those assets are not already contained within the service provider's RAB, provide details on those assets, and evidence that those assets are not already in the RAB.</p>	<p>Attach 5-10</p> <p>Attach 5-10</p> <p>Attach 5-10</p> <p>Attach 5-10</p>	

QLD RIN reference	Access Arrangement Information reference	Access Arrangement reference
<p>2.5 Tax asset base</p> <p>Regardless of the methodology adopted for taxation provide in pro forma 5 the following information forecast as at 1 July 2011</p> <ul style="list-style-type: none"> (a) tax standard life for each asset class (b) remaining tax life for each asset class (c) tax asset base or remaining tax asset value for each asset class (d) an estimate of the carry forward tax loss. 	Attach 1-2	
<p>2.6 Tariffs</p>	14,15 Attach14-1, Attach 14-2	
<p>2.6.1 Revenue equalisation</p> <p>Provide the details contained in pro forma 8 to demonstrate that the net present value of the proposed revenue stream is equal to the net revenue stream generated from the building block approach for each reference service.</p>	Attach 1-3, Attach 14-1	
<p>2.6.2 Total revenue allocation</p> <p>Provide in pro forma 9 the allocation of costs to services</p> <ul style="list-style-type: none"> (a) reconcile total revenue for pipeline services allocated to reference services and other services <p>Provide in the access arrangement proposal submission</p> <ul style="list-style-type: none"> (b) an outline of the nature of the allocation keys used to allocate relevant cost pools, explain why these allocations provide the best estimate and provide analysis to support their derivation (c) supporting information and derivation for any 	<p>Attach 1-2</p> <p>Attach 14-1</p> <p>Attach 14-1</p>	

QLD RIN reference	Access Arrangement Information reference	Access Arrangement reference
<p>allocation key used to allocate total revenue</p> <p>(d) for rebateable services, a description of the mechanism that the service provider will use to apply an appropriate portion of the revenue generated from the sale of rebateable services to price rebates (or refunds) to users of reference services</p>	n/a	

QLD RIN reference	Access Arrangement Information reference	Access Arrangement reference
<p>2.6.2.1 Tariffs – distribution pipelines</p> <p>Tariff classes</p> <p>In the access arrangement proposal submission</p> <p>(a) provide a description of each tariff class for each reference service</p> <p>(b) explain how tariff classes identified in 2.5.2.1(a) are comprised for each reference</p> <p>(c) explain the response to 2.5.2.1 (b) by providing information about the basis for grouping customers in a tariff class and how this grouping is economically efficient</p> <p>(d) explain the response to 2.5.2.1 (b) by providing information about the type of transaction costs it has considered in determining tariff classes, what transaction costs are relevant to the proposed tariff classes and what transaction costs have been avoided. This explanation may include a quantification of the transaction costs that relate to the tariff class and those transaction costs avoided</p> <p>Expected revenue for each tariff class</p> <p>In the access arrangement proposal submission</p> <p>(e) define the stand alone cost for each tariff class of each reference service which should outline what costs comprise the stand alone cost of providing each reference service to customers in each tariff class</p> <p>(f) define the avoidable cost for each tariff class of each reference service which should outline what costs comprise the avoidable cost of providing each reference service to customers in each tariff class</p> <p>(g) quantify each component of stand alone cost and avoidable cost for each tariff class of each reference service</p> <p>(h) demonstrate that expected revenue recovered for</p>	<p>14.3, 14.4 Attach 14-1</p> <p>14.3 Attach 14-1</p> <p>14.3 Attach 14-1</p> <p>14.8 Attach 14-1</p> <p>14.5 Attach 14-1</p> <p>14.5 Attach 14-1</p> <p>14.5 Attach 14-1</p> <p>14.5</p>	<p>2.2, 2.3, 3</p>

QLD RIN reference	Access Arrangement Information reference	Access Arrangement reference
<p>each tariff class for each reference service lies on or between stand alone cost and avoidable cost</p> <p>Charging parameters</p> <p>In the access arrangement proposal submission</p> <p>(i) define long run marginal cost for each reference service or for each element of the service to which the charging parameter relates, whichever is relevant. The definition of long run marginal cost needs to outline what costs comprise long run marginal cost</p> <p>(j) demonstrate how the relevant long run marginal cost has been taken into account in determining a tariff for a tariff class or the charging parameters within a tariff class. This may include a quantification of the long run marginal cost (and its components) that relate to the reference service or element of the reference service to which the charging parameters relate</p> <p>(k) explain how the tariff or charging parameters that comprise a tariff have been determined with regard to relevant transactions costs. In doing so, the service provider needs to provide information about the type of transaction costs associated with the tariff or charging parameters of the tariff. This explanation may include a quantification of the transaction costs that relate to the tariff class and those transaction costs avoided</p> <p>(l) explain how the tariff or charging parameters that comprise a tariff have been determined with regard to how customers may respond to price signals. This explanation should include analysis (preferably quantified) about customers' responsiveness to price signals relevant to the tariff or charging parameters</p> <p>(m) provide any relevant analyses or reports that support the answers for charging parameters.</p> <p>Under-recovery of revenue</p> <p>In circumstances where expected revenue across all tariff</p>	<p>Attach 14-1</p> <p>14.6 Attach 14-1</p> <p>14.6 Attach 14-1</p> <p>14.6 Attach 14-1</p> <p>14.6 Attach 14-1</p> <p>14 Attach 14-1</p> <p>n/a</p>	

QLD RIN reference	Access Arrangement Information reference	Access Arrangement reference
<p>classes for a reference service is lower than total revenue allocated to that reference service, in the access arrangement proposal submission</p> <p>(n) quantify the difference in revenue by reference to the expected revenue for each reference service and total revenue allocated to each reference service</p> <p>(o) demonstrate how the shortfall for each reference service is allocated across each tariff class and where relevant across each charging parameter in a tariff class for that reference service and how this was done with minimum distortion to efficient patterns of consumption</p>		

QLD RIN reference	Access Arrangement Information reference	Access Arrangement reference
<p>2.6.3 Prudent discounts</p> <p>In the access arrangement proposal submission</p> <ul style="list-style-type: none"> (a) provide full details and justification of all prudent discounts. (b) demonstrate that a discount is necessary to respond to competition or maintain efficient use of the pipeline. (c) demonstrate (by quantifying the effect) that without the discount, reference tariffs would be higher than what they would be with the discount 	<p>Chap 12, Attach 12-1, 12-2</p>	
<p>2.6.4 Reference tariff variations</p>		
<p>2.6.4.1 Tariff variation mechanism</p> <p>In the access arrangement proposal submission</p> <ul style="list-style-type: none"> (a) outline the proposed reference tariff variation mechanism and the basis for any parameters used in the mechanism. (b) justify the reference tariff variation mechanism and address the factors contained in Rule 97(3) <p>Note: In doing so the service provider needs to establish a materiality level for events that will be passed-through for the AER to have regard to the possible effects of the reference tariff variation mechanism on the administrative costs of the AER, the service provider and users or potential users.</p> <ul style="list-style-type: none"> (c) outline how the reference tariff mechanism gives the AER adequate oversight or powers of approval over variation of the reference tariff (Rule 97(4)) <p>Note: In order to address the requirements in Rule 97(4) the service provider will need to outline the administrative arrangements for periodic reviews of</p>	<p>15.1, 15.2</p> <p>15.1, 15.2, 15.3</p> <p>15.1 15.2</p>	<p>4.4 4.5 Annexure E</p> <p>4.6</p>

QLD RIN reference	Access Arrangement Information reference	Access Arrangement reference
tariffs including timing of notifications to the AER.		

QLD RIN reference	Access Arrangement Information reference	Access Arrangement reference
<p style="text-align: center;">2.6.4.2 Cost pass through mechanism</p> <p>In the access arrangement proposal submission</p> <p>(a) Clearly define and describe each cost pass through event</p> <p>(b) Justify cost pass through mechanism and address the factors contained in Rule 97(3)</p> <p style="padding-left: 40px;">Note: In doing so the service provider needs to establish a threshold level of costs to be passed through which considers the administrative costs of the AER, the service provider and users or potential users (Rule 97(3)(b))</p> <p>(c) Explain how each cost pass through event is relevant to a building block component in Rule 76 and is either foreseen or unforeseen and the costs of the event are uncontrollable and therefore cannot be included in forecasts for total revenue</p> <p>(d) explain how the cost pass through mechanism gives the AER adequate oversight or powers of approval over variation of the reference tariff (Rule 97(4))</p> <p style="padding-left: 40px;">Note: In order to address the requirements in Rule 97(4) and Rule 97(3) the service provider will need to outline the administrative arrangements for cost pass through events and their relationship to other periodic reviews for other tariff variation mechanisms (especially timing of notifications to the AER).</p>	<p style="text-align: center;">15.3</p> <p style="text-align: center;">15.3</p> <p style="text-align: center;">15.1</p>	<p style="text-align: center;">4.5</p>
<p>2.7 Other Information to be made available on request or provided</p>		

QLD RIN reference	Access Arrangement Information reference	Access Arrangement reference
2.7.1 Other information to be provided		
<p>2.7.1.1 Models and user manuals</p> <p>The access arrangement proposal submission must include all financial models including, but not limited to, tariff, revenue, cost allocation and demand forecasts, along with user manuals that underlie and support the access arrangement proposal and access arrangement information. The models provided should not include information that is hard-coded unless it is referenced to source documentation or information. Wherever possible information contained in models that is based on derived data or inputs should be linked to that derived data or inputs.</p>	As noted in the AAI and as identified as numbered Attachments accordingly.	
<p>2.7.1.2 Consultants' reports</p> <p>The access arrangement proposal submission must include:</p> <ul style="list-style-type: none"> (a) copies of consultants' or external expert reports relied on to support or justify components of the access arrangement proposal and the access arrangement information (b) terms of reference for each consultancy identified in (a) 	As noted in the AAI and as identified as numbered Attachments accordingly.	
<p>2.7.2 Index of information</p> <p>The access arrangement proposal submission must include an index of information outlining where the information to be provided in Attachment 2 is contained in the access arrangement proposal submission. It should do this with reference to the number attached to information request in Attachment 2.</p>	Attach 1-1	
2.7.3 Information to be maintained at service provider's premises		

QLD RIN reference	Access Arrangement Information reference	Access Arrangement reference
<p>(a) Except in cases where it would be impractical, the information should be kept in an electronic format</p> <p>(b) The service provider in 2.1.1-of this Notice must maintain at its business address the following information and documentation that is relied on in the access arrangement proposal submission. This needs to be made available for inspection or in a form that can be provided to the AER on request</p> <ul style="list-style-type: none"> i. procurement and contracting out policies ii. associate contracts iii. consultants' reports, other than those specifically requested to be provided to the AER in this Notice iv. data, models, internal policies and any other supporting information and documentation, other than those specifically requested to be provided to the AER in this Notice <p>(c) The service provider in 2.1.1 of this Notice maintain other information. This may be necessary to capture information that the service provider has been required to maintain, keep or prepare under the current access arrangement.</p>		