



GOLDFIELDS GAS TRANSMISSION PTY LTD

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REF: ST-SRD-SCL-SL: 0279

4 May 2012

Mr L Rowe
Chairman
Economic Regulation Authority
Level 4,
469 Wellington Street
PERTH WA 6000

Dear Mr Rowe

**RE: Goldfields Gas Pipeline – Reference Tariff CPI Escalation
Period 1 July 2012 to 30 September 2012**

In accordance with Clause 5.3 of the Goldfields Gas Pipeline (GGP) Revised Access Arrangement, the GGP Reference Tariff is varied in accordance with the tariff escalation calculation as defined in the GGP Access Arrangement General Terms and Conditions Clause 9.8 as follows:

$$C_t = C_{t-1} \times \frac{1}{1+K} \times \frac{CPI_{t-2}}{CPI_{t-3}} ;$$

where:

C_t is the relevant charge in the Quarter t in which the Billing Period occurs;

C_{t-1} is the charge for the quarter $t-1$;

CPI_{t-2} is the CPI for the Quarter commencing six months prior to the commencement of Quarter t ;

CPI_{t-3} is the CPI for the Quarter commencing nine months prior to the commencement of Quarter t ;

$$K = \left[1 + \frac{R}{100} \right]^{0.25} - 1; \text{ and}$$

R is 2.5

The Reference Tariff applicable for the period t-1 is:

Tariff	Toll \$/GJ	Capacity Reservation \$/GJ km	Throughput \$/GJ km
1 April 2012 to 30 June 2012 ¹	0.237193	0.001462	0.000401

The Reference Tariff applicable to the GGP from 1 July 2012 to 30 September 2012 determined as follows:

$$K = \left[1 + \frac{R}{100} \right]^{0.25} - 1$$

$$K = 0.006192$$

$$R = 2.5$$

Toll Tariff	=	0.237193	x	$\frac{1}{1+K}$	x	$\frac{179.5}{179.4}$
	=	0.237193	x	0.993846	x	1.000557
	=	0.235865				\$/GJ
Capacity Reservation Tariff	=	0.001462	x	$\frac{1}{1+K}$	x	$\frac{179.5}{179.4}$
	=	0.001462	x	0.993846	x	1.000557
	=	0.001454				\$/GJ/km
Throughput Tariff	=	0.000401	x	$\frac{1}{1+K}$	x	$\frac{179.5}{179.4}$
	=	0.000401	x	0.993846	x	1.000557
	=	0.000399				\$/GJ/km

Tariff	Toll \$/GJ	Capacity Reservation \$/GJ km	Throughput \$/GJ km
1 July 2012 to 30 September 2012	0.235865	0.001454	0.000399

Yours faithfully


Steve Lewis
General Manager

¹ Reference Tariff as set by the Western Australian Electricity Review Board decision dated 30 March 2012.