





12 May 2022

2022 gas rate of return instrument review

Publication of submissions to focused consultation

The Economic Regulation Authority has published <u>submissions</u> received in response to additional consultation conducted for the 2022 gas rate of return instrument review.

The gas rate of return instrument is used to determine the allowed rate of return on capital for regulated gas network service providers in Western Australia. The rate of return provides service providers with the funding to pay interest on any loans and give a return on equity to investors.

On 4 April 2022, the ERA released a discussion paper outlining the further focused consultation it planned to undertake for the review.

The purpose of the focused consultation was to address specific questions regarding equity beta and the market risk premium. The focused consultation discussion paper outlined the questions the ERA sought to address and relevant background information, and invited interested parties to provide submissions.

The ERA will consider the public submissions received in response to the focused consultation discussion paper as part of its draft instrument, which is expected to be published in mid-2022.

Further information

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