

## NOTICE

### Goldfields Gas Pipeline Tariff Variation 1 January to 30 June 2006

On 16 February and 10 March 2006, Goldfields Gas Transmission Pty Ltd (GGT) submitted notices to the Economic Regulation Authority (Authority) regarding the escalation of the Reference Tariff for the Reference Service on the Goldfields Gas Pipeline (GGP). Copies of these notices are attached.

The GGT notices advised that the Reference Tariff is to be varied in line with the terms set out in Clause 5.3 of the GGP Access Arrangement and the Reference Tariff inflation adjustment formula as defined in Clause 9.8 of the General Terms and Conditions of the GGP Access Arrangement.

The Authority does not propose to disallow the tariff variations submitted by GGT. Consequently, under section 8.3D of *the National Third Party Access Code for Natural Gas Pipeline Systems*, the variation in reference tariffs come into effect 35 days after the date of GGT's notices. The tariff variation for the quarter ending 30 June becomes effective on 14 April 2006.

The tariff variations submitted by GGT increase the Reference Tariff by the Consumer Price Index (All Groups Weighted Average of Eight Capital Cities) consistent with the tariff variation procedure set out in the GGP Access Arrangement.

The table below shows the 1 January to 30 June 2006 Reference Tariffs.

#### GGT Reference Tariffs

Tariff	Toll (\$/GJ)	Capacity Reservation (\$/GJ km)	Throughput (\$/GJ km)
1 January 2006 to 31 March 2006	0.250365	0.001431	0.000371
1 April 2006 to 30 June 2006 applicable from 14 April 2006	0.251702	0.001439	0.000373

Copies of the Access Arrangement, Terms and Conditions and Access Arrangement Information documents are available on the Authority's website ([www.era.wa.gov.au](http://www.era.wa.gov.au)).

For further information contact:

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LYNDON ROWE  
**CHAIRMAN**

24 March 2006

Ref: DAK.ST.NL-0007

16 February 2006

Mr Lyndon Rowe  
 Chairman  
 Economic Regulation Authority  
 Level 6, Governor Stirling Tower  
 197 St. George's Terrace  
 PERTH WA 6000

Dear Mr Rowe

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

$$C_t = C_{t-1} \times \left[ \frac{CPI_{t-2}}{CPI_{t-3}} - X \right]$$

Where:

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

$C_{t-1}$  is the relevant charge in the immediately preceding Quarter;

$CPI_{t-2}$  is the CPI for the Quarter ended three months prior to the commencement of Quarter  $t$ ;

$CPI_{t-3}$  is the CPI for the Quarter ended six months prior to the commencement of Quarter  $t$ ; and

$X$  is 0.0275 when  $t$  is the Quarter beginning 1 January 2001 and is zero otherwise.

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

Tariff	Toll \$/GJ	Capacity Reservation \$/GJ km	Throughput \$/GJ km
1 October 2005 to 31 December 2005	0.248026	0.001417	0.000369

The Reference Tariff applicable to the GGP from 1 January 2006 to 31 March 2006

$$\begin{array}{rcl}
 & & \underline{149.8} \\
 \text{Toll Charge} = & 0.248026 & \times 148.4 \\
 = & 0.248026 & \times 1.009434 \\
 = & \mathbf{0.250366} & \text{\$/GJ}
 \end{array}$$

$$\begin{array}{rcl}
 & & \underline{149.8} \\
 \text{Capacity Reservation Charge} = & 0.001417 & \times 148.4 \\
 = & 0.001417 & \times 1.009434 \\
 = & \mathbf{0.001430} & \text{\$/GJ/km}
 \end{array}$$

$$\begin{array}{rcl}
 & & \underline{149.8} \\
 \text{Throughput Charge} = & 0.000369 & \times 148.4 \\
 = & 0.000369 & \times 1.009434 \\
 = & \mathbf{0.000372} & \text{\$/GJ/km}
 \end{array}$$

Tariff	Toll \$/GJ	Capacity Reservation \$/GJ km	Throughput \$/GJ km
1 January 2006 to 31 March 2006	0.250366	0.001430	0.000372

Yours sincerely

**David A King**  
General Manager

Ref: DAK.LS.LL-0013

10 March 2006

Mr L Rowe  
 Chairman  
 Economic Regulation Authority  
 Level 6, Governor Stirling Tower  
 197 St Georges Terrace  
 PERTH WA 6000

Dear Mr Rowe

**Goldfields Gas Pipeline - Notification of Tariff Variation**  
**Period: 1 January 2006 to 31 March 2006**

I refer to our letter dated 16 February 2006 (Ref DAK.ST.NL.007) in which GGT notified the Authority of the GGP Reference Tariff variation. I wish to advise that there was a slight difference in the tariff escalation calculation and that the revised tariffs have been re-calculated and provided below:

$$C_t = C_{t-1} \times \left[ \frac{CPI_{t-2}}{CPI_{t-3}} - X \right]$$

*Where:*

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

$C_{t-1}$  is the relevant charge in the immediately preceding Quarter;

$CPI_{t-2}$  is the CPI for the Quarter ended three months prior to the commencement of Quarter  $t$ ;

$CPI_{t-3}$  is the CPI for the Quarter ended six months prior to the commencement of Quarter  $t$ ; and

$X$  is 0.0275 when  $t$  is the Quarter beginning 1 January 2001 and is zero otherwise.

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

<b>Tariff</b>	<b>Toll \$/GJ</b>	<b>Capacity Reservation \$/GJ km</b>	<b>Throughput \$/GJ km</b>
1 October 2005 to 31 December 2005	<b>0.248025</b>	<b>0.001418</b>	<b>0.000368</b>

The Reference Tariff applicable to the GGP from 1 January 2006 to 31 March 2006

$$\begin{aligned}
 \text{Toll Tariff} &= 0.248025 \quad \times \quad \frac{149.8}{148.4} \\
 &= 0.248025 \quad \times \quad 1.009434 \\
 &= \mathbf{0.250365} \quad \$/\text{GJ}
 \end{aligned}$$

$$\begin{aligned}
 \text{Capacity Reservation Tariff} &= 0.001418 \quad \times \quad \frac{149.8}{148.4} \\
 &= 0.001418 \quad \times \quad 1.009434 \\
 &= \mathbf{0.001431} \quad \$/\text{GJ/km}
 \end{aligned}$$

$$\begin{aligned}
 \text{Throughput Tariff} &= 0.000368 \quad \times \quad \frac{149.8}{148.4} \\
 &= 0.000368 \quad \times \quad 1.009434 \\
 &= \mathbf{0.000371} \quad \$/\text{GJ/km}
 \end{aligned}$$

<b>Tariff</b>	<b>Toll \$/GJ</b>	<b>Capacity Reservation \$/GJ km</b>	<b>Throughput \$/GJ km</b>
1 January 2006 to 31 March 2006	<b>0.250365</b>	<b>0.001431</b>	<b>0.000371</b>

Yours faithfully



**David King**  
General Manager

Ref: DAK.LS.LL-0014

10 March 2006

Mr L Rowe  
 Chairman  
 Economic Regulation Authority  
 Level 6, Governor Stirling Tower  
 197 St Georges Terrace  
 PERTH WA 6000

Dear Mr Rowe

**Goldfields Gas Pipeline - Notification of Tariff Variation**  
**Period: 1 April 2006 to 30 June 2006**

In accordance with Clause 5.3 of the Goldfields Gas Pipeline (GGP) 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:

$$C_t = C_{t-1} \times \left[ \frac{CPI_{t-2}}{CPI_{t-3}} - X \right]$$

Where:

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

$C_{t-1}$  is the relevant charge in the immediately preceding Quarter;

$CPI_{t-2}$  is the CPI for the Quarter ended three months prior to the commencement of Quarter  $t$ ;

$CPI_{t-3}$  is the CPI for the Quarter ended six months prior to the commencement of Quarter  $t$ ; and

$X$  is 0.0275 when  $t$  is the Quarter beginning 1 January 2001 and is zero otherwise.

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

<b>Tariff</b>	<b>Toll \$/GJ</b>	<b>Capacity Reservation \$/GJ km</b>	<b>Throughput \$/GJ km</b>
1 January 2006 to 31 March 2006	0.250365	0.001431	0.000371

The Reference Tariff applicable to the GGP from 1 April 2006 to 30 June 2006

$$\begin{aligned}
 \text{Toll Tariff} &= 0.250365 \quad \times \quad \frac{150.6}{149.8} \\
 &= 0.250365 \quad \times \quad 1.005340 \\
 &= \mathbf{0.251702} \quad \text{\$/GJ}
 \end{aligned}$$

$$\begin{aligned}
 \text{Capacity Reservation Tariff} &= 0.001431 \quad \times \quad \frac{150.6}{149.8} \\
 &= 0.001431 \quad \times \quad 1.005340 \\
 &= \mathbf{0.001439} \quad \text{\$/GJ/km}
 \end{aligned}$$

$$\begin{aligned}
 \text{Throughput Tariff} &= 0.000371 \quad \times \quad \frac{150.6}{149.8} \\
 &= 0.000371 \quad \times \quad 1.005340 \\
 &= \mathbf{0.000373} \quad \text{\$/GJ/km}
 \end{aligned}$$

<b>Tariff</b>	<b>Toll \$/GJ</b>	<b>Capacity Reservation \$/GJ km</b>	<b>Throughput \$/GJ km</b>
1 April 2006 to 30 June 2006	0.251702	0.001439	0.000373

Yours faithfully



**David King**  
General Manager