

REF: ST-SRD-SCL-SL: 0339

26 October 2012

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

Dear Mr Rowe

**Goldfields Gas Pipeline – Annual Tariff Variation
Notice under Code section 8.3B**

Clause 5.3(a) of the approved Access Arrangement for the Goldfields Gas Pipeline provides that the Reference Tariff can be varied in accordance with the Reference Tariff Adjustment Mechanism set out in Schedule 1 of the Access Arrangement.

GGT proposes to vary the Reference Tariff from 1 January 2013 as permitted under Clause 5.3(a). This notice is given under section 8.3B(b)(2) of the National Gas Pipelines Access Code in relation to the proposed variation. The following information is provided as required by section 8.3C of the Code:

(a) Proposed variations and proposed effective date for variations:

GGT proposes that the Reference Tariff (excluding GST) is to be varied as follows:

Tariff	Toll \$/GJ	Capacity Reservation \$/GJ km	Throughput \$/GJ km
1 January 2013 to 31 March 2013	0.215595	0.001478	0.000383

The proposed effective date for the variations is 1 January 2013.

Consistent with Schedule 1, this variation to the Reference Tariff is conducted in lieu of the quarterly CPI adjustment which would otherwise have taken effect from 1 January 2013.

**(b) Explanation of how variations are consistent with the Approved Reference Tariff
Variation Method ("Approved Method")**

As the variation has been calculated in accordance with the formulae set out in Schedule 1 of the Access Arrangement it is consistent with the Approved Method. In particular the attached hard copy of the spreadsheet shows that:

- (i) the proposed Reference Tariff is within the limitation on movement of the January-on-January weighted average price basket;
- (ii) the Tariff Component variation being within the permitted range; and
- (iii) each variable used in calculating the varied Reference Tariff has been established in accordance with the relevant formulae and definitions in Schedule 1.

In support of this notice, we attach the following:

1. A public version of the spreadsheet in PDF format;
2. Schedule of Variables used in calculating varied Reference Tariff; and
3. CDROM containing the Reference Tariff Adjustment Mechanism spreadsheet.

Please contact Scott Young on (02) 9275 0031 if you have any queries in relation to this notice.

Yours faithfully

Steve Lewis
General Manager

attached: