



## STATEMENT OF REASONS

### Roma to Brisbane Pipeline: Notification of Annual Tariff Variation for 2014–15

The Australian Energy Regulator (AER) has approved APT Petroleum Pipeline Pty Limited's (APTPPL) revised proposal of annual tariff variations for the Roma to Brisbane Pipeline in accordance with section 4.5 of the September 2012 to June 2017 access arrangement for the Roma to Brisbane Pipeline (the access arrangement).

The reasons for allowing the proposed tariff variations are that:

- We are satisfied that APTPPL has correctly applied the approved variation method to calculate the reference tariffs in accordance with section 4.5.1 of the access arrangement. The approved tariff variation method consists of an escalation formula whereby the reference tariffs are escalated by the change in the March quarter CPI on a year on year basis multiplied by an approved X factor of -4.0 per cent.
- We are satisfied that APTPPL have appropriately adjusted its tariffs to account for the 2012-13 negative carbon cost pass through, which we approved separately.

Approved reference tariffs for 2014–15:

	<b>Capacity charge \$/GJMDQ/day</b>	<b>Throughput charge \$/GJ</b>
2014–15 tariff (exc. pass through and GST)	0.6093	0.0408
Pass through tariff impact	-0.0049	-0.0003
Net tariffs (exc. GST)	0.6044	0.0405
Net tariffs (inc. GST)	0.6648	0.0445

The approved 2014–15 reference tariffs are a 6 per cent increase from those currently applying.