

12 March 2019

Via email

Jemena Gas Networks
(NSW) Ltd
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Sebastian Roberts
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Australian Energy Regulator
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Dear Sebastian,

Application to vary Jemena Gas Networks (NSW) 2015-20 Access Arrangement under clause 65(1) of the National Gas Rules

Jemena Gas Networks (NSW) Limited (JGN) submits the attached application to the AER under clause 65(1) of the National Gas Rules (NGR) for approval to vary the Access Arrangement for the period 1 July 2015 to 30 June 2020 (2015-20 AA), to:

- amend the efficiency benefit sharing scheme (EBSS) formula in clause 12 of the 2015-20 AA to remove one-off costs from the base year for the forthcoming regulatory period to bring the EBSS into line with the AER's current application of the scheme to other networks; and
- include a new clause 1.7 in the Reference Service Agreement (RSA) which forms part of the 2015-20 AA to reflect changes to the NGR relating to gas day harmonisation.

This application follows on from our early consultation with the AER on the proposed changes, and is consistent with the draft application previously provided to the AER for feedback. I would like to thank the AER for the opportunity to engage on these proposed amendments prior to JGN making this formal submission.

Should you wish to discuss this application, please contact myself or Ana Dijanosic on (02) 9867 7103.

Yours sincerely



Usman Saadat
General Manager Regulation
Jemena Limited

cc. Slavko Jovanoski, Claire Preston