



Letter No: B/D/13/31765

22 October 2013

Queensland Competition Authority
GPO Box 2257
Brisbane QLD 4001
rail@qca.org.au

Dear Mr Bilyk,

Capricornia System Rules – Draft Determination

CS Energy prepared a response to the Draft Determination as it was concerned that Gladstone Power Station may lose priority of "domestic cyclic services" over "coal-export cyclic services" in Aurizon's network. In the Draft Determination of the Capricornia System Rules the Authority reached the conclusion (with Draft Decision 3.2 (f)) that cyclic train services for export terminals should have the same priority as domestic cyclic services destined for power stations.

The Authority requested comment by 21st October 2013 on the new Aurizon system rules published in response to the Draft Determination. Without further explaining our rationale as to why CS Energy believes power stations should have priority over export terminals, we find the draft Rules unacceptable. This is because, to our knowledge, there is no mention of prioritising services for domestic power stations in the draft provided by Aurizon.

In summary, CS Energy does not believe the redrafted Capricornia System Rules to be reasonable and request the Authority determine that Aurizon should redraft the Rules inclusive of a clause prioritising services to power stations.

Yours sincerely



David Warman
Acting Executive General Manager, Market Strategy

Enquiries: David Scott, Regulatory Manager
Telephone 07 3854 7440

■ Brisbane Office
PO Box 2227
Fortitude Valley BC Qld 4006
Phone 07 3854 7777
Fax 07 3854 7300

Callide Power Station
PO Box 392
Biloela Qld 4715
Phone 07 4992 9329
Fax 07 4992 9328

Kogan Creek Power Station
PO Box 41
Brigalow Qld 4412
Phone 07 4665 2500
Fax 07 4665 2599

Wivenhoe Power Station
PO Box 38
Fernvale Qld 4306
Phone 07 5427 1100
Fax 07 5426 7800