

File Ref: 1419908

3 July 2020

Ms Pam Bains
Group Executive Network
Aurizon Network Pty Ltd
GPO Box 456
Brisbane Qld 4001

Dear Ms Bains

Aurizon Network's 2018–19 RAB roll-forward—QCA decision

The Queensland Competition Authority has accepted Aurizon Network's 2018–19 Regulatory Asset Base (RAB) roll-forward application, as set out in the table attachment to this letter.

The QCA is satisfied that the roll-forward is based on the principles of clause 1.1 of Schedule E of the 2017 access undertaking (UT5). A separate process would be required for the QCA to consider any consequential impacts on revenues and reference tariffs.

The QCA will publish this letter on its website for stakeholders' information. Clause 10.4.2 of UT5 also requires Aurizon Network to publish a report of changes to the RAB on its website, within four weeks of the QCA's acceptance of the roll-forward.

Should you require more information, please contact Pag Arao-Arao on (07) 3222 0560.

Yours sincerely



Charles Millstead
Chief Executive Officer

Table 1 Aurizon Network's 2018–19 RAB (\$'000 nominal)

	Goonyella (inc Middlemount, Hail Creek and Vermont)	Blackwater (inc WIRP excl Rolleston and Minerva)	Rolleston (inc WIRP)	Minerva	Moura (inc WIRP Moura)	Newlands (inc NAPE)	GAPE (inc GSE, Byerwen GAPE and Byerwen NAPE)	Total
Non-electric								
<i>Opening</i>	1,501,260	1,395,777	810,344	61,762	319,870	324,001	972,496	5,385,510
<i>Capex</i>	43,096	52,196	125	1,356	15,633	9,935	68	122,409
<i>Plus inflation</i>	25,990	24,368	13,639	1,062	5,646	10,348	17,025	98,080
<i>Less depreciation</i>	105,609	91,063	49,009	4,988	17,723	14,190	68,783	351,366
<i>Less Disposals</i>	0	0	0	0	0	0	0	0
Closing	1,464,737	1,381,278	775,099	59,192	323,426	330,095	920,806	5,254,633
Electric								
<i>Opening</i>	240,347	231,752	193,998				3,697	669,795
<i>Capex</i>	5	888	0				0	892
<i>Plus inflation</i>	4,045	3,915	3,265				62	11,287
<i>Less depreciation</i>	14,232	14,852	10,787				200	40,071
<i>Less disposals</i>	0	0	0				0	0
Closing	230,165	221,703	186,476				3,559	641,903
TOTAL	1,694,902	1,602,981	961,574	59,192	323,426	330,095	924,365	5,896,536