

File Ref: 1398220

20 December 2019

Ms Loretta Lynch  
Head of Finance and Regulation Network  
Aurizon Network Pty Ltd  
GPO Box 456  
Brisbane Qld 4001

Dear Ms Lynch

**Aurizon Network's 2017–18 RAB roll-forward—QCA final decision**

The Queensland Competition Authority has accepted Aurizon Network's 2017–18 Regulatory Asset Base (RAB) roll-forward application, as set out in the tables included as an 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 2017–18 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
<b>Non-electric</b>								
<i>Opening</i>	1,517,205	1,390,827	843,309	61,397	308,047	307,377	973,312	5,401,475
<i>Capex</i>	67,363	82,088	513	3,705	18,437	20,272	8,128	200,505
<i>Plus inflation</i>	27,123	25,212	14,444	1,114	7,563	10,014	19,488	104,958
<i>Less depreciation</i>	110,432	101,996	48,070	4,454	14,177	13,662	64,920	357,710
<i>Less Disposals</i>	0	0	0	0	0	0	0	0
<b><i>Closing</i></b>	<b>1,501,260</b>	<b>1,396,131</b>	<b>810,196</b>	<b>61,762</b>	<b>319,870</b>	<b>324,001</b>	<b>936,008</b>	<b>5,349,228</b>
<b>Electric</b>								
<i>Opening</i>	246,303	240,687	201,046				3,829	691,865
<i>Capex</i>	4,540	1,581	117				0	6,238
<i>Plus inflation</i>	4,294	4,147	3,443				66	11,949
<i>Less depreciation</i>	14,789	14,663	10,609				197	40,258
<i>Less disposals</i>	0	0	0				0	0
<b><i>Closing</i></b>	<b>240,347</b>	<b>231,752</b>	<b>193,998</b>				<b>3,697</b>	<b>669,795</b>
<b>TOTAL</b>	<b>1,741,607</b>	<b>1,627,884</b>	<b>1,004,194</b>	<b>61,762</b>	<b>319,870</b>	<b>324,001</b>	<b>939,705</b>	<b>6,019,023</b>