



Ms. Tania Homan  
Director – Aurizon Network  
Queensland Competition Authority  
GPO Box 2257  
Brisbane QLD 4001

29 August 2014

Dear Tania

**Proposed New Reference Tariff for Caval Ridge to Hay Point Services Coal Terminal**

I am writing to seek the approval of the Queensland Competition Authority (QCA) for a new ‘transitional’ Reference Tariff for FY2015 for the Train Service between the Caval Ridge mine and the Hay Point Services Coal Terminal.

Aurizon Network has calculated the new Reference Tariff in accordance with Clauses 4.1.2 and 6.4.2(b), Part B of Schedule F of the 2010 Access Undertaking (2010AU). If approved by the QCA, the Reference Tariffs will be back-dated to 1 July 2014. On finalisation of the 2013AU, the difference between the interim and approved access charges will be collected from or returned to the relevant Access Holder.

The methodology contained in this submission is consistent with both the pricing principles contained in the 2010AU and the methodology for new Reference Tariffs between the Middlemount mine and the Dalrymple Bay Coal Terminal, approved by the QCA in June 2014.

Aurizon Network has discussed this submission with BM Alliance Coal Operations Pty Ltd (BMA), the owner of the Caval Ridge mine. BMA supports this submission and has provided a letter of endorsement. This letter is included as an attachment to the submission. The submission and attachment may be published by the QCA should it choose to do so.

A financial model supporting the proposed Reference Tariff is also provided. Aurizon Network requests that the model is not published as it contains information about the Train Service which is confidential under the relevant Access Agreement.

Please don't hesitate to contact me if you have any questions regarding the submission.

Regards



**Michael Bray**  
Principal Regulation Analyst