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22 July 2016

Ms Helen Gluer
Chief Executive Officer
Queensland Rail Ltd
GPO Box 1429
Brisbane QLD 4001

Dear Ms Gluer

Queensland Rail costing manual

As you may be aware, the Queensland Competition Authority (QCA) set out its intention to revise the Queensland Rail cost allocation manual (costing manual) to separately identify information for each of the Mount Isa and north coast systems in sections 5.4 and 5.6 of its decision on Queensland Rail's draft access undertaking. The QCA considered this would address stakeholder concerns raised during that process.

The QCA considers Queensland Rail, as the provider of the declared service, is well placed to revise its costing manual to reflect this information and provide relevant information to its customers.

The QCA therefore invites Queensland Rail to prepare a revised draft of its costing manual and submit it to the QCA by **21 September 2016**. Queensland Rail's revised draft costing manual would then be released by the QCA for consultation with stakeholders to inform a QCA decision on the costing manual, consistent with section 159 of the *Queensland Competition Authority Act 1997*.

Should you require further information or wish to discuss an alternative way forward, please contact Catherine Barker on 07 3222 0547.

Yours sincerely



John Hindmarsh
Chief Executive Officer

cc: *Mr Douglas Jasch, Manager Policy and Regulation, Queensland Rail*