



Mr George Passmore
Queensland Competition Authority
Level 27, 145 Ann Street
Brisbane QLD 4001

Aurizon Network – Annual review of Reference Tariffs – FY2021

28 February 2020

Dear George,

In accordance with Schedule F, Clause 4.1 of the 2017 Access Undertaking (**UT5**), please find attached Aurizon Network's proposed variations to Allowable Revenues and Reference Tariffs for the Financial Year commencing 1 July 2020 and ending 30 June 2021 (**FY2021**).

Aurizon Network has prepared proposed Reference Tariffs on an aggregate volume forecast for the Central Queensland Coal Network (**CQCN**) of 239.2 million tonnes. The proposed FY2021 volume forecasts take CQCN utilisation and throughput for FY2020 year-to-date into consideration and have been prepared using the same forecasting methodology that was approved by the QCA for setting revised volume forecasts for FY2020.

The Maintenance Indicator and Capital Indicator for FY2021 have also been updated to reflect the Approved Maintenance and Renewal Strategy and Budget, which was approved by the Rail Industry Group (**RIG**) on 14 February 2020. Aurizon Network has appended copies of the Approved Maintenance and Renewal Strategy and Budget and correspondence from the Chair of the RIG to this submission.

The attached submission details the methodology and factors considered in arriving at the proposed variations to Allowable Revenues and Reference Tariffs for FY2021. Aurizon Network has updated Schedule F to include the proposed amendments and has provided clean and marked-up versions of the amended UT5.

Detailed financial models supporting the proposed amendments will be provided directly to the QCA. Aurizon Network claims confidentiality over the financial models as they contain customer specific information.

Should you have any queries in relation to this submission, please do not hesitate to contact Michael Bray on michael.bray@aurizon.com.au.

Yours sincerely,

A handwritten signature in black ink, appearing to read "Jon Windle", written over a light blue horizontal line.

Jon Windle
Manager Regulation Network
Aurizon Network Pty Ltd