

30 April 2012

Mr John Hall
Chief Executive Officer
Queensland Competition Authority
GPO Box 2257
BRISBANE QLD 4001

Dear Mr Hall

Investigation - Pricing for Seqwater Irrigation Schemes: 2013-14 to 2016-17

I am writing with regard to the Referral Notice the Queensland Competition Authority (QCA) received under Section 23 of the *Queensland Competition Authority Act 1997* from the Treasurer of Queensland and Minister for Finance and the Arts (as gazetted 6 January 2012).

The notice requires the QCA to recommend irrigation prices for the period from 1 July 2013 to 30 June 2017 to be applied to the declared Seqwater Water Supply Schemes (WSS):

- Central Lockyer Valley (including Morton Vale Pipeline);
- Lower Lockyer Valley;
- Logan River;
- Warrill Valley;
- Mary Valley (including Pie Creek);
- Cedar Pocket; and
- Central Brisbane River.

Please find attached a submission provided to the QCA to assist in explaining Seqwater's forecast lower bound costs for each WSS and associated irrigation tariff groups for the period 2013-14 to 2016-17. In addition, separate Network Service Plans (NSPs) are provided for each WSS.

Should you wish to discuss Seqwater's submission further, please do not hesitate to contact Damian Scholz, Manager – Economic Regulation on (07) 3035 5569.

Yours sincerely,



Peter Borrows
Chief Executive Officer

Attach.