

2 August 2024

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Dear Stakeholders

Notice regarding MPOC tariffs from 1 October 2024

The following tariffs will be charged from 1 October 2024 to 30 September 2025 (GY2025) for transmission services provided under the Maui Pipeline Operating Code (MPOC):

Tariff 1: **\$0.003594** / GJ.km

Tariff 2: **\$0.170834** / GJ

These tariffs represent an increase on current Tariff 1 and Tariff 2 of 37.0% and 42.85%, respectively. They are different from the indicative tariffs published in June due to changes in our forecasted gas supply and demand volumes.

	GY2024 forecast	used for indicative GY2025 pricing	GY2025 forecast
Throughput forecast (TJ.km)	13,110,285	10,313,174	11,196,378
Throughput forecast (TJ)	130,998	99,910	94,481

Information on the MPOC revenue requirement was detailed in the 1 June 2024 memo titled "Proposed changes to pricing: Transmission pricing for GY2025," a copy of which is available on OATIS.

The tables below set out the calculations for Tariff 1 and Tariff 2 using the updated forecasts.

Tariff 1	\$ in 000s	
	low estimate	high estimate
Depreciation	17,859	19,792
Tax	2,821	2,821
Return on Capital	14,529	14,811
Capex washup	523	533
Tariff 1 share of revenue washup	2,323	2,323
Required revenue	38,056	40,280
Throughput forecast (TJ.km)	11,196,378	11,196,378
Implied Tariff 1 (\$ / GJ.km)	0.003399	0.003598
Actual Tariff 1 (\$ / GJ.km)	0.003594	

Tariff 2	\$ in 000s	
	low estimate	high estimate
Operational expenditure	11,796	13,100
Pass-through and recoverable costs	1,647	1,658
Tariff 2 share of revenue washup	2,323	2,323
Total operational expenditure	15,766	17,080
Throughput forecast (TJ)	94,481	94,481
Implied Tariff 2 (\$ / GJ)	0.166874	0.180782
Actual Tariff 2 (\$ / GJ)	0.170834	

Kind regards

Pamela Caird
Transmission Commercial Manager