

DETERMINATION ON COMPLIANCE OF RAILCORP WITH THE NSW RAIL ACCESS UNDERTAKING FOR 2007/08

In accordance with Schedule 3, clause 5(b)(i) of the *New South Wales Rail Access Undertaking* (Undertaking), the Independent Pricing and Regulatory Tribunal (IPART) determines that RailCorp has complied with the *Asset Valuation Roll Forward Principles* for the 2007/08 financial year. Therefore, it adopts the closing regulatory asset base value of \$16,054,911 at 30 June 2008 as proposed by RailCorp.

Further, IPART determines that RailCorp has complied with the *Ceiling Test* for 2007/08 in accordance with Schedule 3, clause 5(b)(ii) of the Undertaking. IPART notes that the five sectors of the Hunter Valley Coal Network owned by RailCorp generated access revenue that was well below the full economic costs of the sectors on a stand alone basis in 2007/08.

10 June 2009