

MemberUpdate

UPDATE 35 of 19 • 14 October 2019

TOPIC: GTA Location Differentials 2019/20 – WA Consultation

DISTRIBUTION: GTA Members – primary contact list. Please circulate to all appropriate internal parties.

Consultation for 2019/20 WA Location Differentials

1. Background

GTA publishes the LDs for the storage locations of members in QLD, NSW, VIC, SA and WA annually to enable participants using the GTA Contract No. 2 Grain and Oilseeds in Bulk – Basis Track to price grain at up-country sites.

GTA LDs for QLD, NSW and VIC have been published for 2019/20 season via GTA [Member Update 28 of 19](#) and for SA via [Member Update 33 of 19](#).

The Industry has agreed to use Viterra and CBH Group published **freight rates** for South Australia and Western Australia each year, subject to approval by the GTA Commerce Committee.

The GTA Commerce Committee has received LD information for WA for the 2019/20 season. The Commerce Committee has decided to provide opportunity for Member Submission on WA LDs as proposed in the attached [Tables](#). Given the late stage of the season the Committee agreed a short submission period of no more than one week is appropriate.

Should no submissions be received the Commerce Committee will endorse the proposed WA LDs as attached for approval by the GTA Board.

2. Location Differentials & Amendments for WA

- As per the Board approved Standard Operating Procedure (SOP) for Location Differentials (LDs), LDs for WA are based off the CBH Estimated Freight Rates for marketers. The rates for 2019/20 have been provided to GTA and subsequently to the Commerce Committee for analysis and review.
- For non-CBH sites, the agreed methodology (per SOP) “In WA where a site is not owned by CBH, the LD shall be calculated using the road distance to port of the particular site based on Google Maps based on the rate/t per km rate for the nearest CBH site adjusted for distance.”
- GTA has consulted with site owners to confirm recommended LDs for the respective sites.
- Where a site exists in a town with a CBH site, all sites in that town will be allocated the CBH LD, in accordance with the SOP.

[Click here](#) for the current GTA Location Differentials

3. Submissions – Due 17th October 2019

All industry feedback on the above issues must be received by **Thursday 17th October 2019** and be forwarded to submissions@graintrade.org.au

All other submissions should be presented on the [GTA Technical Committee Submission Form](#).