

Member Update

No. 19 of 2022 • 21 September 2022

TOPIC: Proposal to Increase the Road Truck Weight Quantity Tolerance

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

1. Purpose

The purpose of this Member Update is to advise members and to seek submissions on the proposal to increase the Road Truck Weight Quantity Tolerance included in the GTA Trade Rules and in the GTA Contract No. 3 and GTA Contract No. 6.

2. Background

GTA's Commerce Committee has been considered a Submission that proposed the review of the road truck weight **Quantity Tolerance** that is referred to in the GTA Trade Rules and is included in the Terms & Conditions of the No. 3 and the No.6 GTA Grain Contracts.

The Submission **proposed an increase** to the minimum tonnage Quantity Tolerance **from the existing 12.0 metric tonnes to 20.0 metric tonnes**. The proposal stated the average size of road trucks utilised in the delivery of grain has increased with the introduction and use of larger B-Double configurations and an increase in the tonnage Quantity Tonnage is warranted.

The Committee considered this proposal has merit and agreed to propose and consult (via this Member update) with industry to seek feedback on the proposal to increase the weight Quantity Tolerance.

3. Seeking GTA Member Input into the proposed Amendment to the GTA Trade Rules and GTA Grain Contracts (No.3 & No. 6)

The GTA Commerce Committee considered an increase in the weight Quantity Tolerance in the GTA Trade Rules the GTA Grain Contracts (No. 3 & No. 6) and has endorsed the changes to the following Clause in the GTA Trade Rules.

The new proposed amendment to the **Quantity Tolerance Clause** in the **GTA Trade Rules** (Rule No. 6) is:

- The Quantity Tolerance proposed to be amended in the **GTA Trade Rules (Rule No. 6)** follows:
 - *The Seller shall have the option of delivering five percent [5.0%] or ~~twelve [12.00]~~ **twenty [20.00]** tonnes, whichever is the lesser quantity, more or less than the contractual quantity at the contract price.*
- The Quantity Tolerance in the Terms & Conditions sections of the **GTA No. 3 and the No.6 Contracts** is proposed to be amended as follows:
 - *The Seller shall have the option of delivering five percent [5%] or ~~twelve [12.00]~~ **twenty [20.00]** tonnes, whichever is the lesser quantity, more or less than the contractual quantity at the Contract price. This variation of five percent [5%] or ~~twelve [12.00]~~ **twenty [20.00]** tonnes is hereinafter referred to as the "Tolerance".*

GTA is seeking GTA member input into the proposed amendment to the GTA Trade Rules (Rule No. 6) and also the amendment to the Terms & Conditions sections of the GTA No. 3 and the No.6 Contracts.

4. Call for Submissions

Industry feedback on the above proposed amendment to the GTA Trade Rules and the Terms & Conditions sections of the GTA No. 3 and the No.6 Contracts must be received by **Friday 7 October 2022** and be forwarded to submissions@graintrade.org.au. Submissions should be presented on the [GTA Technical Committee Submission Form](#)

Further queries please contact admin@graintrade.org.au

END.