

# Member Update

UPDATE 21 of 22 • 28 September 2022

*TOPIC: GTA Location Differentials 2022/23 – SA*

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

## ***Release of 2022/23 SA Location Differentials***

### **1. Purpose**

To advise members the GTA Board has approved for release the 2022/23 GTA Location Differential (LDs) for South Australia (SA) as recommended by the GTA Commerce Committee.

These are now available on the GTA [website](#) and will take effect from **1 October 2022**.

### **2. Background**

- GTA publishes the LDs for the storage locations of our 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. Each year GTA consults with members and the wider grain industry to address potential changes.
- GTA circulated [Member Update No.3 of 22](#) on 7<sup>th</sup> March 2022 calling for first round (Round 1) submissions and on 18<sup>th</sup> May 2022 called for further/final amendments (Round 2) by 3<sup>rd</sup> June 2022. On the 15<sup>th</sup> of September GTA called for a consultation on SA LDs via [Member Update No.17 of 22](#).
- With endorsement from the Commerce Committee, GTA Board approved SA LDs on the 27<sup>th</sup> of September 2022.
- GTA LDs for QLD, NSW and VIC have been published for 2022/23 season via GTA [Member Update 14 of 22](#) on the 1<sup>st</sup> of September 2022.
- The industry has agreed to use Viterra and CBH Group published freight rates for South Australia (SA) and Western Australia (WA) each year, subject to approval by the GTA Commerce Committee and the GTA Board

*NB: Data for Location Differentials for WA is still to be provided. Once provided and reviewed by the Commerce Committee, it shall decide if a Member Consultation process is warranted.*

### **3. Location Differentials ARE NOT freight rates**

- GTA releases Location Differentials each year to enable pricing of the GTA No 2 Contract – Contract for grain and oilseeds in bulk delivered price basing point or port terms (Basis Track) commonly referred to as the “Track Contract”.
- The GTA Location Differentials are not published to be a substitute for management of freight price risk and the variation between the LD and the actual cost of execution of freight should be managed by the **members** commercially.

#### **4. Effective Date**

The GTA 2022/23 Location Differentials are effective from **1 October 2022**.

#### **5. Excel Format**

*The GTA 2022/23 Location Differentials are available for GTA Members in excel format.*

*Please send your request for these to [admin@graintrade.org.au](mailto:admin@graintrade.org.au) and include “Excel Location Differentials Required” in the subject field.*

#### **6. Further Information**

For further information about the GTA Location Differentials please refer to **GTA Fact Sheet - Understanding Location Differentials** [http://www.graintrade.org.au/fact\\_sheets](http://www.graintrade.org.au/fact_sheets)