

1 October 2013

Mr Lyndon Rowe
Chairman
Economic Regulation Authority
469-489 Wellington Street
Perth WA 6000

**Attention: Mr Paul Read
Assistant Director Monitoring**

AUDIT AND REVIEW REPORT OF ETL6 –POST AUDIT AND REVIEW PLAN

Please find table 1 and table 2 outlining post audit and post review plans for Karara Power.

Item/Element	Issue	Action	Who	Time
Item 105	2010 fees were late.	Establish action and control processes to ensure regulatory compliance issues are carried out and on time.	Utilities Superintendent (US) setup system to establish a reminder to raise PO every August and email this to ERAWA prior to invoicing.	30-Dec-13
Item 106	Not monitoring Transmission line for outages.	Commence monitoring and recording outages on Transmission line.	US to identify tags that need to be stored. Provide this to historian custodian for recording. After three months of data capture audit validity of data.	31-Mar-14
Item 124	2011, 2012 and 2013 reports were late.	Establish action and control processes to ensure regulatory compliance issues are carried out and on time.	US to setup reminder early August to prepare and seek executive approval for compliance report.	30-Dec-13
Item 485	The line is monitored manually and by Western Power but the Licensee is not automatically monitoring Transmission line for outages.	Commence monitoring and recording outages on Transmission line.	US to identify tags that need to be stored. Provide this to historian custodian for recording.	31-Mar-14
Item 498	Not Capturing historic SCADA data.	Commence capture of historic data from SCADA on Transmission line	US to identify tags that need to be stored. Provide this to historian custodian for recording.	31-Mar-14

Table 1: Post audit plan

Item/Element	Issue	Action	Who	Time
2 Asset Creation and Acquisition	The procurement processes are appropriate. There are HR standards that deal with noncompliance but the existence of an overt requirement to comply with statutory obligations is recommended.	Add an overt requirement to comply with statutory obligations to HR standards.	Utilities Superintendent (US) to review and update relevant position descriptions. Update as required.	30-Dec-13
3 Asset Disposal	Develop an asset disposal process.	Develop an asset disposal process	US to request planning team establish asset disposal process.	30-Dec-13
5 Asset Operation	The asset operation is appropriate for the duty. Monitoring of outages has not yet commenced.	Commence monitoring of outages	US to identify tags that need to be stored. Provide this to historian custodian for recording.	31-Mar-14
9 Contingency Planning	Contingency plans have not yet been developed.	Develop Contingency plans based on risk assessment and subsequently schedule testing of the contingency plans.	US to develop contingency plans and test them with site operational and maintenance team	31-Mar-14
12 Review of AMS	The Asset Management System requires a scheduled internal reviews in 2 years and formal review every 5 years.	Scheduled internal reviews in 2 years and formal review every 5 years for the Asset Management System.	US to setup automatic reminders to review and update AMS with the input from relevant stakeholders.	30-Dec-13

Table 2: Post asset review plan

Yours Sincerely

Mahendra Kuruppu
Utilities Superintendent