



INFORMATION

Wesfarmers Kleenheat Gas Pty Ltd

2013 PERFORMANCE AUDIT AND ASSET MANAGEMENT SYSTEM REVIEW OF THE GAS DISTRIBUTION LICENCE

The Economic Regulation Authority has published the 2013 performance audit (**Audit**) and asset management system review (**Review**) report, and the post-audit and post-review implementation plans for Wesfarmers Kleenheat Gas Pty Ltd's (**Wesfarmers**) gas distribution licence.

- [2013 Audit and Review Report](#)
- [2013 Post-Audit and Post-Review Implementation Plans](#)

Action by the Authority

The Authority has decided to increase the period of time until the next Audit and Review from 24 months to 36 months. The next Audit and Review will cover the period 1 June 2013 to 31 May 2016, with the report on the Audit and Review to be provided to the Authority by 30 September 2016.

Background to the Authority's Decision

The Authority is satisfied with Kleenheat's level of compliance with the licence, and the effectiveness of Kleenheat's asset management system disclosed in the 2013 Audit and Review report.

Performance Audit

The four non-compliances disclosed in the Audit all relate to the preparation of annual reports, and the provision of those reports to the Authority and the Minister for Energy on time. The Secretariat considers these to be relatively minor administrative matters that were caused by personnel changes at Kleenheat.

Asset Management System Review

The single process deficiency disclosed in the report relates to the lack of a financial plan for the distribution assets. The auditor's observations show that Kleenheat is adequately funding the ongoing costs of operating the distribution assets. There is no evidence to suggest that the absence of a financial plan has adversely impacted on the service delivered to customers.

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