



Notice

21 January 2019

Esperance Power Station Pty Ltd 2018 asset management system review

The Economic Regulation Authority has published the [2018 asset management system review report](#) for Esperance Power Station Pty Ltd's gas distribution licence GDL10.

Esperance Power Station operates a distribution system in Esperance's Central Business District and the adjoining suburbs of Chadwick, Nulsen and Sinclair. About 380 business and residential customers are connected to the system.

The ERA's response to the audit and review

The review report shows that Esperance Power Station has an effective asset management system.

The ERA has decided to maintain the period covered by the next review at 24 months. The next review will cover 1 September 2018 to 31 August 2020, with the report due to the ERA by 30 November 2020.

Background to the ERA's decision

Review findings

The auditor's assessment of the 12 asset management components prescribed in the ERA's *Audit and Review Guidelines: Electricity and Gas Licences* found:

- One component was rated A1 (documentation adequately defined, performing effectively).
- Four components were rated B1 (documentation requires some improvement, performing effectively).
- Seven components were rated B2 (documentation requires some improvement, performance requires some improvement).

Review recommendations

The auditor made 22 recommendations, all of which were process improvements.

Thirteen of the 22 recommendations cover minor amendments to existing asset management documentation. The remaining nine recommendations cover implementing new procedures to improve or strengthen existing processes.

A post-review implementation plan was not required.



Notice

Further information

General enquiries

Paul Reid
Ph: 08 6557 7976
licensing@erawa.com.au

Media enquiries

Natalie Warnock
Ph: 08 6557 7933 | Mob: 0428 859 826
media@erawa.com.au