



# Water Services Licence

Aquasol Pty Ltd

WL42, Version 8, 1 May 2020

**Economic Regulation Authority**

WESTERN AUSTRALIA

**WATER SERVICES ACT 2012**

Licensee name: Aquasol Pty Ltd  
ABN 75 157 831 411

Operating area: The area set out in the plan referred to in clause 2.5.

Licence number: WL42

Commencement date: 5 February 2013

Version number: 8

Version date: 1 May 2020

Expiry date: 4 February 2038

---

Signed by the Chair of the Economic Regulation Authority

20 April 2020

## Contents

1.	DEFINITIONS AND INTERPRETATION.....	1
1.1	Definitions .....	1
1.2	Interpretation.....	4
2.	LICENCE AUTHORISATION.....	4
2.1	Activities authorised under this licence.....	4
2.2	Commencement date.....	4
2.3	Expiry date.....	4
2.4	Term .....	4
2.5	Operating area .....	5
3.	LICENCE ADMINISTRATION.....	5
3.1	Amendment of licence on application of the licensee .....	5
3.2	Amendment of licence by the ERA.....	5
3.3	Transfer of licence .....	5
3.4	Renewal of licence .....	5
3.5	Cancellation of licence for serious default .....	6
3.6	Cancellation of licence on application of the licensee.....	6
3.7	Notices.....	6
3.8	Publishing information.....	6
3.9	Review of the ERA's decisions.....	7
4.	GENERAL LICENCE OBLIGATIONS .....	7
4.1	Compliance with applicable legislation and licence conditions .....	7
4.2	Fees.....	7
4.3	Provision of water services.....	7
4.4	Provision of water services outside operating area .....	7
4.5	Works holding arrangements .....	8
4.6	Accounting records .....	8
4.7	Reporting a change in circumstances .....	8
4.8	Provision of information.....	8
5.	AUDITS AND PERFORMANCE REPORTING OBLIGATIONS.....	9
5.1	Asset management system .....	9
5.2	Individual performance standards .....	9
5.3	Operational audit.....	10
6.	CUSTOMERS.....	10
6.1	Standard terms and conditions of service.....	10
6.2	Water Services Ombudsman Scheme .....	10
6.3	Supplier of last resort .....	11
7.	PUBLIC HEALTH.....	11
7.1	Memorandum of understanding .....	11

---

SCHEDULE 1 – OPERATING AREA .....	12
SCHEDULE 2 – PERFORMANCE STANDARDS .....	13
1. POTABLE WATER .....	13
1.1 Potable water system – pressure and flow standards.....	13
1.2 Potable water system – pressure and flow exemptions .....	13
1.3 Water restrictions .....	13
2. NON-POTABLE WATER .....	13
3. SEWERAGE.....	13
3.1 Sewerage service standards .....	13
4. DRAINAGE.....	13
4.1 Drainage service standards.....	13
5. IRRIGATION.....	13
5.1 Irrigation service standards .....	13
SCHEDULE 3 – CUSTOMER PROVISIONS .....	14
1. ADDITIONAL CUSTOMER PROVISIONS .....	14
1.1 Requirement for approved financial hardship policy .....	14

## 1. DEFINITIONS AND INTERPRETATION

### 1.1 Definitions

1.1.1 In this *licence*, the following definitions apply unless the context otherwise requires:

**Act** means the *Water Services Act 2012* (WA).

**applicable legislation** includes:

- (a) the *Act*;
- (b) any relevant subsidiary legislation including:
  - (i) regulations made under the *Act*; and
  - (ii) the *Economic Regulation Authority (Licensing Funding) Regulations 2014*; and
- (c) any code in force from time to time made pursuant to the *Act*.

**asset management system** has the same meaning as section 24(2) of the *Act*.

**asset management system review** means an assessment of the matters set out in section 24(2) of the *Act*.

**audit and review guidelines** means the guidelines prepared by the *ERA* setting out the *ERA's* requirements for the conduct of *operational audits* and *asset management system reviews*, as published by the *ERA* on its website and as amended from time to time.

**audit report** means a signed, written document that presents the purpose, scope and results of the audit by the *Department of Health* on compliance by the *licensee* of its obligations under an *MoU*, pursuant to clause 7.1.4 of this *licence*.

**Australian Drinking Water Guidelines** means:

- (a) the Australian Drinking Water Guidelines Paper 6 National Water Quality Management Strategy (version 3.5) published by the National Health and Medical Research Council, as amended or replaced from time to time; or
- (b) if the *licensee* has an *MoU* for Drinking Water Quality with the *Department of Health*, the Australian Drinking Water Guidelines Paper of the National Water Quality Management Strategy published by the National Health and Medical Research Council.

**business day** means a day which is not a Saturday, Sunday or a public holiday in Western Australia.

**Code of Conduct** means the *Water Services Code of Conduct (Customer Service Standards) 2018* as amended or replaced from time to time.

**commencement date** means the date specified in clause 2.2.

**complaint** means an expression of dissatisfaction made to or about an organisation, related to its products, services, staff or the handling of a complaint, where a response or resolution is explicitly or implicitly expected or legally required.

**customer** has the meaning given to that term in section 3 of the *Act*.

**Department of Health** means the Department of Health or its successors in Western Australia.

**drainage services** has the meaning given to that term in section 3 of the *Act*.

**dwelling** has the meaning given to that term in section 3 of the *Act*.

**electronic means** means:

- (a) the internet;
- (b) email, being:
  - (i) in relation to the *ERA*, the *ERA*'s email address as notified to the *licensee*; and
  - (ii) in relation to the *licensee*, the email address specified in the *licence* application or other such email address as notified in writing to the *ERA*; or
  - (iii) any other similar means,

but does not include facsimile or telephone.

**ERA** means the Economic Regulation Authority.

**expiry date** means the date specified in clause 2.3.

**financial hardship policy** means a policy referred to in clause 29 of the *Code of Conduct*.

**individual performance standards** mean any individual performance standards approved by the *ERA* pursuant to clause 5.2 and specified in *Schedule 2* of the *licence*.

**irrigation services** has the meaning given to that term in section 3 of the *Act*.

**last resort supply plan** has the meaning given to that term in section 50 of the *Act*.

**licence** means:

- (a) this document (excluding the pages prior to clause 1, the header and footer of this document, and the amendment record sheet);
- (b) any *Schedules* to this document; and
- (c) any *individual performance standards* approved by the *ERA* pursuant to clause 5.2.

**licensee** means Aquasol Pty Ltd, ABN 75 157 831 411.

**MoU** means a memorandum of understanding referred to in clause 7.1 as amended or replaced from time to time.

**National Performance Framework: urban performance reporting indicators and definitions handbook** means the handbook published by the Bureau of Meteorology, as amended or replaced from time to time.

**non-potable water supply services** means the collection, treatment, transfer or delivery of water supplied from *water services works* not designed and operated to provide *potable water*.

**notice** means a written notice, agreement, consent, direction, representation, advice, statement or other communication required or given pursuant to, or in connection with, this *licence*.

**operating area(s)** has the meaning given to that term in section 3 of the *Act* and is the area specified in clause 2.5.

**operational audit** means an assessment of the matters set out in section 25(2) of the *Act*.

**potable water** means drinking water in accordance with the *Australian Drinking Water Guidelines* or as otherwise defined in the *MoU* between the *licensee* and the *Department of Health*.

**potable water supply services** means the collection, treatment, transfer or delivery of water supplied from *water service works* designed and operated to provide *potable water*.

**publish** in relation to a report or information means either:

- (a) posting the report or information on the *licensee's* website; or
- (b) sending the report or information to the *ERA* to be published on the *ERA's* website.

**related body corporate** has the meaning given to that term in section 50 of the *Corporations Act 2001 (Cwth)*.

**residential customer** has the same meaning as in clause 3 of the *Code of Conduct*.

**reviewable decision** means a decision by the *ERA* pursuant to:

- (a) clause 3.8.1; and
- (b) clause 5.2.2,

of this *licence*.

**Schedule** means the schedule or schedules which are appended to, and which form part of, this *licence*.

**sewerage services** has the meaning given to that term in section 3 of the *Act*.

**standard terms and conditions of service** has the meaning given to that term in section 71(1) of the *Act*.

**supplier of last resort** has the meaning given to that term in section 50 of the *Act*.

**terms and conditions** means the terms and conditions in this *licence* including any terms and conditions contained in the *Schedules*.

**water service** means the service or services that the *licensee* is authorised to provide by this *licence* being a *drainage service, irrigation service, sewerage service* and/or *water supply service* as more particularly described in clause 2.

**water service works** has the meaning given to that term in section 3 of the *Act*.

**water services ombudsman scheme** means a scheme approved under section 65 of the *Act*.

**Water, Sewerage and Irrigation Licence Performance Reporting Handbook** means the handbook produced by the *ERA* of the same name as amended or replaced from time to time.

**water supply service** has the meaning given to that term in section 3 of the *Act*.

**works holding arrangement** means an arrangement as set out in section 23 of the *Act*.

## 1.2 Interpretation

- 1.2.1 A reference in this *licence* to any *applicable legislation* includes, unless the context otherwise requires, any statutory modification, amendment, replacement or re-enactment of that *applicable legislation*.

## 2. LICENCE AUTHORISATION

### 2.1 Activities authorised under this licence

- 2.1.1 The *licensee* is granted a *licence* for the *operating area(s)* to provide the following *water services* in accordance with the *terms and conditions* of this *licence*:

- (a) *water supply services*:
  - (i) Not used
  - (ii) *non-potable water supply services*
- (b) *sewerage services*
- (c) Not used
- (d) Not used

### 2.2 Commencement date

- 2.2.1 The *commencement date* of this *licence* is 5 February 2013.

### 2.3 Expiry date

- 2.3.1 The *expiry date* of this *licence* is 4 February 2038.

### 2.4 Term



**[Section 14 of the Act]**

- 2.4.1 This *licence* commences on the *commencement date* and continues until the earlier of:
- (a) the cancellation of the *licence* pursuant to clause 3.5 of this *licence*;
  - (b) the cancellation of the *licence* on application of the *licensee*, pursuant to clause 3.6 of this *licence*; or
  - (c) the *expiry date*.

**2.5 Operating area**

- 2.5.1 The *operating area* is set out in plan(s):

OWR-OA-312

- 2.5.2 The *operating area* plan(s) is provided in *Schedule 1*.

**3. LICENCE ADMINISTRATION****3.1 Amendment of licence on application of the licensee  
[Section 18 of the Act]**

- 3.1.1 The *licensee* may apply to the *ERA* to amend the *licence* in accordance with the *Act*.

**3.2 Amendment of licence by the ERA  
[Section 17 of the Act]**

- 3.2.1 The *ERA* may amend the *licence* on its own initiative in accordance with the *Act* and the procedure specified in clause 3.2.2.

- 3.2.2 Before amending the *licence* under clause 3.2.1, the *ERA* must:

- (a) provide the *licensee* with *notice* of the proposed amendments under consideration by the *ERA*;
- (b) allow 15 *business days* for the *licensee* to make submissions on the proposed amendments; and
- (c) take into consideration those submissions.

- 3.2.3 Any amendments made to the *licence* will come into effect in accordance with the *Act* unless a longer period is specified by the *ERA* or a shorter period is agreed to by the *ERA* and the *licensee*.

- 3.2.4 This clause also applies to the substitution of the existing *licence*.

**3.3 Transfer of licence  
[Section 15 of the Act]**

- 3.3.1 This *licence* may be transferred only in accordance with the *Act*.

**3.4 Renewal of licence  
[Section 13 of the Act]**

3.4.1 This *licence* may be renewed only in accordance with the *Act*.

### **3.5 Cancellation of licence for serious default [Section 34 of the Act]**

3.5.1 This *licence* may be cancelled in accordance with the *Act*.

### **3.6 Cancellation of licence on application of the licensee [Section 18 of the Act]**

3.6.1 The *licensee* may apply to the *ERA* to request cancellation of the *licence* by *notice* to the *ERA*.

3.6.2 The *ERA* may cancel the *licence* in accordance with the *Act*.

3.6.3 The *licensee* will not be entitled to a refund of any fees by the *ERA*.

### **3.7 Notices**

3.7.1 Unless otherwise specified, all *notices* must be in writing.

3.7.2 A *notice* will be regarded as having been sent and received:

- (a) when delivered in person to the addressee; or
- (b) three *business days* after the date of posting if the *notice* is posted in Western Australia; or
- (c) five *business days* after the date of posting if the *notice* is posted outside Western Australia; or
- (d) if sent by facsimile when, according to the sender's transmission report, the *notice* has been successfully received by the addressee; or
- (e) if sent by *electronic means* when, according to the sender's electronic record, the *notice* has been successfully sent to the addressee.

### **3.8 Publishing information**

3.8.1 The *ERA* may direct the *licensee* to *publish*, within a specified timeframe, any information it considers relevant in connection with the *licensee* or the performance by the *licensee* of its obligations under this *licence*.

3.8.2 Subject to clause 3.8.3, the *licensee* must *publish* the information referred to in clause 3.8.1.

3.8.3 If the *licensee* considers that the information is confidential it must:

- (a) immediately notify the *ERA*; and
- (b) seek a review of the *ERA*'s decision in accordance with clause 3.9.

3.8.4 Once it has reviewed the decision, the *ERA* will direct the *licensee* in accordance with the review to:

- (a) *publish* the information;

- (b) *publish* the information with the confidential information removed or modified; or
- (c) not *publish* the information.

### **3.9 Review of the ERA's decisions**

- 3.9.1 The *licensee* may seek a review of a *reviewable decision* by the *ERA* pursuant to this *licence* in accordance with the following procedure:
- (a) the *licensee* must make a submission on the subject of the *reviewable decision* within 10 *business days* (or other period as approved by the *ERA*) of the decision; and
  - (b) the *ERA* will consider the submission and provide the *licensee* with a written response within 20 *business days*.

## **4. GENERAL LICENCE OBLIGATIONS**

### **4.1 Compliance with applicable legislation and licence conditions [Sections 26, 27, 29 and 31 of the Act]**

- 4.1.1 Subject to any modifications or exemptions granted pursuant to the *Act* and this *licence*, the *licensee* must comply with any *applicable legislation*.
- 4.1.2 Subject to the provisions of any *applicable legislation*, the *ERA* may give the *licensee* a *notice* directing it to do any measure necessary to:
- (a) correct the breach of any *applicable legislation*; or
  - (b) prevent the breach of any *applicable legislation* occurring again,
- and specify a time limit by which such action must be taken.
- 4.1.3 The *licensee* must comply with the *terms and conditions* of this *licence*.

### **4.2 Fees**

- 4.2.1 The *licensee* must pay the applicable fees and charges in accordance with the *Economic Regulation Authority (Licensing Funding) Regulations 2014*.

### **4.3 Provision of water services [Section 21 of the Act]**

- 4.3.1 The *licensee* must:
- (a) Not used.
  - (b) if requested, offer to provide the *water service* set out in clause 2.1 to any person within the *operating area* on reasonable terms, unless the provision of the *water service* is not financially viable or is otherwise not practicable.

### **4.4 Provision of water services outside operating area [Section 22 of the Act]**

- 4.4.1 If the *licensee* provides a *water service* outside of the *operating area* specified for that *water service*, the *licensee* must:

- (a) notify the *ERA* as soon as is practicable before commencing to provide the *water service*; and
- (b) apply to amend the *licence* in accordance with clause 3.1 unless otherwise notified by the *ERA*.

#### **4.5 Works holding arrangements [Section 23 of the Act]**

- 4.5.1 The *licensee* must hold, or otherwise be subject to a *works holding arrangement* in respect of, all *water service works* used for the provision of a *water service*.

#### **4.6 Accounting records**

- 4.6.1 The *licensee* and any *related body corporate* must maintain accounting records that comply with standards issued by the Australian Accounting Standards Board or equivalent International Accounting Standards.

#### **4.7 Reporting a change in circumstances**

- 4.7.1 The *licensee* must report to the *ERA*:

- (a) if the *licensee* is under external administration as defined by the *Corporations Act 2001* (Cwth) within two *business days* of such external administration occurring; or
- (b) if:
  - (i) the *licensee* experiences a change in its corporate, financial or technical circumstances upon which this *licence* was granted; and
  - (ii) the change may materially affect the *licensee's* ability to meet its obligations under this *licence*,within 10 *business days* of the change occurring; or
- (c) if:
  - (i) the *licensee's* name;
  - (ii) the *licensee's* ABN;
  - (iii) the *licensee's* address; or
  - (iv) the *works holding arrangement* for the *water service works*,changes, within 10 *business days* of the change occurring.

#### **4.8 Provision of information**

- 4.8.1 The *licensee* must provide to the *ERA* in the manner and form specified by the *ERA*, specified information on any matter relevant to the operation or enforcement of the *licence*, the operation of the licensing scheme provided for in Part 2 of the *Act*, or the performance of the *ERA's* function under that Part.

4.8.2 Without limiting clause 4.8.14.8.1, the *licensee* must provide the *ERA* with the data required for performance reporting purposes that is specified in:

- (a) the *Water, Sewerage and Irrigation Licence Performance Reporting Handbook*<sup>1</sup>; and
- (b) Not used.

## 5. AUDITS AND PERFORMANCE REPORTING OBLIGATIONS

### 5.1 Asset management system [Section 24 of the Act]

5.1.1 The *licensee* must provide for an *asset management system* in respect of the *licensee's water service works*.

5.1.2 Not used.

5.1.3 The *licensee* must notify the *ERA* of any material change to the *asset management system* within 10 *business days* of such change.

5.1.4 The *licensee* must, unless otherwise notified in writing by the *ERA*, provide the *ERA* with a report as to the effectiveness of the *asset management system* within 24 months after the *commencement date* and every 24 months thereafter.

5.1.5 The *asset management system review* must be conducted by an independent expert engaged by the *ERA*. The *ERA* will determine the terms of the appointment of the independent expert.

5.1.6 Before appointing an independent expert, the *ERA* will:

- (a) consult with the *licensee* in a manner and form determined by the *ERA*; and
- (b) take into account any relevant matters raised by the *licensee* from that consultation.

5.1.7 The *licensee* must cooperate with the independent expert and comply with the *ERA's audit and review guidelines* dealing with the *asset management system review*.<sup>2</sup>

### 5.2 Individual performance standards

5.2.1 The *licensee* must comply with the *individual performance standards* as set out in *Schedule 2*.

5.2.2 The *ERA* may prescribe *individual performance standards* in relation to the *licensee* of its obligations under this *licence* or the *applicable legislation*.

5.2.3 Before approving any *individual performance standards* under this clause, the *ERA* will:

- (a) provide the *licensee* with a copy of the proposed *individual performance standards*;

---

<sup>1</sup> The Handbook can be found on the [ERA website](#).

<sup>2</sup> The guidelines can be found on the [ERA website](#).

- (b) allow 15 *business days* for the *licensee* to make submissions on the proposed *individual performance standards*; and
- (c) take into consideration those submissions.

5.2.4 Once approved by the *ERA*, the *individual performance standards* are included as additional *terms and conditions* to this *licence* as set out in *Schedule 2*.

### **5.3 Operational audit** **[Section 25 of the Act]**

5.3.1 The *licensee* must, unless otherwise notified in writing by the *ERA*, provide the *ERA* with an *operational audit* within 24 months after the *commencement date*, and every 24 months thereafter.

5.3.2 The *operational audit* must be conducted by an independent expert appointed by the *ERA*. The *ERA* will determine the terms of the appointment of the independent expert.

5.3.3 Before appointing an independent expert, the *ERA* will:

- (a) consult with the *licensee* in a manner and form determined by the *ERA*; and
- (b) take into account any relevant matters raised by the *licensee* from that consultation.

5.3.4 The *licensee* must cooperate with the independent expert and comply with the *ERA's audit and review guidelines* dealing with the *operational audit*.<sup>3</sup>

## **6. CUSTOMERS**

### **6.1 Standard terms and conditions of service** **[Section 71 of the Act]**

6.1.1 If, during the term of the *licence*, the *ERA* considers that one or more of a *licensee's standard terms and conditions of service* is no longer in the public interest, the *ERA* may direct the *licensee*:

- (a) to amend:
  - (i) the *standard term or condition of service*; or
  - (ii) the *standard term or condition of service* in accordance with a term proposed by the *ERA*; and
- (b) to do so within a specified period.

6.1.2 The *licensee* must comply with a direction given to the *licensee* under this clause.

### **6.2 Water Services Ombudsman Scheme** **[Section 70 of the Act]**

6.2.1 The *licensee* must not supply *water services* to *customers* unless the *licensee*:

---

<sup>3</sup> The guidelines can be found on the [ERA website](#).

- (a) is a member of the *water services ombudsman scheme*;
- (b) is bound by the *water services ombudsman scheme*; and
- (c) will be compliant with any decision or direction of the water services ombudsman under the *water services ombudsman scheme*.

**6.3 Supplier of last resort  
[Section 60 of the Act]**

6.3.1 If the *licensee* is appointed the *supplier of last resort* for a designated area in relation to the provision of a particular *water service* under the *Act*, the *licensee* must:

- (a) perform the functions of the *supplier of last resort* for the designated area and the class of *water service*;
- (b) comply with the duties imposed in relation to those functions under the *Act*, and
- (c) carry out its operations under or for the purposes of the *last resort supply plan* in accordance with the *Act*.

**7. PUBLIC HEALTH**

**7.1 Memorandum of understanding**

Not used.

# Schedule 1 – Operating area

[This page is intentionally blank]



## Schedule 2 – Performance standards

The *licensee* must comply with the standards, principles and reporting requirements as set out below.

**1. POTABLE WATER**

**1.1 Potable water system – pressure and flow standards**

Not used.

**1.2 Potable water system – pressure and flow exemptions**

Not used.

**1.3 Water restrictions**

Not used.

**2. NON-POTABLE WATER**

Not used.

**3. SEWERAGE**

**3.1 Sewerage service standards**

Not used.

**4. DRAINAGE**

**4.1 Drainage service standards**

Not used.

**5. IRRIGATION**

**5.1 Irrigation service standards**

Not used.

## **Schedule 3 – Customer provisions**

- 1. ADDITIONAL CUSTOMER PROVISIONS**
- 1.1 Requirement for approved financial hardship policy**  
Not used.

**Amendment record sheet**

Version no.	Version date	Description of amendment
1	5 February 2013	Water services licence granted for the following service(s): <ul style="list-style-type: none"> <li>• Potable water supply services</li> <li>• Irrigation services</li> </ul>
2	4 July 2013	Authorisation of sewerage services
3	20 September 2013	Remove provision of irrigation services and include the provision of non-potable water services.
4	18 November 2014	Amendment by substitution – <i>Water Services Act 2012</i>
5	1 July 2016	Water Licence Review 2016
6	25 January 2018	Amendment to include Fairways Retirement Village (Gnangara) as a new operating area (OWR-OA-312).
7	23 April 2018	Amendment to remove Lancelin South Development operating area and plan OWR-OA-304B. Remove provision of potable water supply services
8	1 May 2020	Water Licence Review 2019