



Notice

21 December 2020

Wesfarmers Kleenheat Gas Pty Ltd 2020 asset management system review

The Economic Regulation Authority has published the [2020 asset management system review report](#) for Wesfarmers Kleenheat Gas Pty Ltd's gas distribution licence GDL9.

Kleenheat operates four gas distribution systems that supply liquefied petroleum gas to business and residential customers in estates in:

- Albany (Oyster Harbour)
- Leinster
- Margaret River (Riverslea and Rapids Landing).

There are 1,103 customers connected to Kleenheat's gas distribution systems.¹

The ERA's decision

The ERA has decided to increase the review period from 24 to 36 months. The next review will cover the period 1 June 2020 to 31 May 2023, with the report due by 31 August 2023.

Background to the ERA's decision

Review ratings

The assessment of the 12 asset management components prescribed in the ERA's *2019 Audit and Review Guidelines: Electricity and Gas Licences* found:²

- Eight components were rated A1 (documentation adequately defined, performing effectively).
- Two components were rated A2 (documentation adequately defined, performance requires some improvement).
- Two components were rated B2 (documentation and performance require some improvement).

¹ 2019/20 Licence Performance Report, Wesfarmers Kleenheat Gas Pty Ltd, GDL9.

² A copy of the guidelines is available on the ERA [website](#).

Review recommendations

As the review did not identify any asset management system deficiencies, the auditor did not make any recommendations and a post-review implementation plan was not required.

The ERA's assessment of the review findings

Kleenheat has improved its asset management system since the 2018 review and the auditor found that it has an effective asset management system. Kleenheat also improved its asset management system between the 2016 and 2018 reviews.

Due to the improvements Kleenheat has made to its asset management system since 2016, the ERA has increased the review period from 24 to 36 months.

Further information

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