



Notice

15 November 2018

Newmont Power Pty Ltd

2018 Performance audit and asset management system review

The Economic Regulation Authority has published Newmont Power Pty Ltd's [2018 performance audit and asset management system review report](#) for its electricity retail licence ERL9 and electricity distribution licence EDL4.

Newmont's only customer is Kalgoorlie Consolidated Gold Mines (KCGM). Newmont's assets comprise around 20km of 33kV power line that is supplied from Goldfields Power Pty Ltd's Parkeston Power Station, which supplies KCGM's Fimiston Operations and Kaltails. The power lines are managed and maintained under an agreement with TEC Operations Pty Ltd.

ERA's response to the audit and review

Newmont has achieved a high level of compliance with its licences, and the ERA has decided to retain an audit period of 48 months. The next audit will cover the period 1 July 2018 to 30 June 2022 with the report due by 30 September 2022.

Newmont has maintained an effective asset management system, and the ERA has decided to retain an audit period of 48 months. The next review will cover the period 1 July 2018 to 30 June 2022 with the report due by 30 September 2022.

Background to the ERA's decision

Audit findings

The auditor determined there were 137 licence obligations applicable to Newmont's electricity retail and distribution licence.

The auditor's assessment of the 137 obligations found:

- 26 obligations were rated 1/NP (Compliant, controls assessment not performed).
- 111 obligations were rated NR (Not rated for compliance due to lack of relevant activity).

The audit did not find any non-compliances.

Audit recommendations

The auditor did not make any recommendations.

Review ratings

The ERA's *Audit and Review Guidelines: Electricity and Gas Licences*¹ prescribes 12 asset management components.

The auditor rated all 12 components as A1 (documentation adequately defined, effective performance).

Review recommendations

The auditor did not make any recommendations.

Further information

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¹ A copy of the Guidelines is available on the ERA's website.