



Wesfarmers Kleenheat Gas Pty. Ltd. A.B.N. 40 008 679 543  
 Campus Drive (off Murdoch Drive), Murdoch, W.A, 6150  
 Telephone: (08) 9312 9333 Facsimile: (08) 9312 9833  
 Postal Address: P.O. Box 4184, Myaree Business Centre, W.A. 6960

### Asset Management System Post Review Implementation Plan: Corrective Actions

Item	Audit Recommendation	Proposed Action	Resp.	When
Element 1	A decision needs to be taken on the future status of Leinster and whether it should still be a requirement of the licence.	Discussions will be held with the customer with regards to the impact a change would have. If agreement is reached to remove the system from the licence, an application will be made to the Office of Energy.	Reticulation Manager, National Accounts Manager WA	By Feb, 2012.
Element 1	The licensee needs to hold discussions with the Authority to determine what is required to be addressed in the asset management system, to satisfy the Authority's requirements because of the unique nature of the systems and their relative importance to the licensee's overall business.	Discussion between the Authority and Kleenheat took place in August 2011. The licensee has an understanding of the guidelines and how the requirements fit their operations.	Reticulation Manager	Complete.
Element 3	The replacement strategy to be documented and to clearly identify the assets to be replaced, the alternatives considered and the frequency of replacement.	The AMS will be revised to document the required actions, and processes to be undertaken.	Reticulation Manager	By November 30, 2011
Element 4	The threats evaluated in the Safety Case be integrated into the Asset Management System (AMS).	The AMS will be updated to include the relevant information that is part of the Safety Case.	Reticulation Manager	By November 30, 2011
Elements 5, 6	The Licensee to include the operational and maintenance activities contained in the Safety Case that need to be carried out that are not already contained in the Asset Management System.	The AMS will be updated to include the relevant information that is part of the Safety Case.	Reticulation Manager	By November 30, 2011

	Operational activities include emergency plan testing, UAFG monitoring, pressure and flow monitoring within the networks.			
Element 8	The Formal Safety Assessment contained in the Safety Case to be integrated into the Asset Management System.	The AMS will be updated to include the relevant information that is part of the Safety Case.	Reticulation Manager	By November 30, 2011
Element 10	<p>The licensee to develop a financial plan that covers the following requirements:</p> <ul style="list-style-type: none"> <li>• the financial objectives and strategies and actions to achieve the objectives</li> <li>• firm predictions on income for the next five years and reasonable indicative predictions beyond this period;</li> <li>• the operations and maintenance, administration and capital expenditure requirements of the services; and</li> <li>• identifies significant variances in actual/budget income and expenses and the corrective action to be taken.</li> </ul>	The AMS will be revised to reference the existing processes already in place for the Kleenheat business. The specifics of the reticulations systems will be detailed within the AMS.	Reticulation Manager	By November 30, 2011
Element 11	The licensee develop a capital expenditure plan that sets out the process the licensee follows when seeking capital expenditure and how the funding is made available.	The AMS will be revised to reference the existing processes already in place for the Kleenheat business. The specifics of the reticulations systems will be detailed within the AMS.	Reticulation Manager	By November 30, 2011