Economic Regulation Authority

Electricity Generation Licence

Flat Rocks One Wind Farm Pty Ltd

EGL31, Version 2, 16 September 2022

Licence history

Version No.	Version date	Details
1	22 July 2022	Licence granted.
2	16 September 2022	Change of licensee name from FRWF Stage 1 Pty Ltd to Flat Rocks One Wind Farm Pty Ltd.

ELECTRICITY INDUSTRY ACT 2004 (WA)

Licensee Name:	Flat Rocks One Wind Farm Pty Ltd	
	ACN 658 780 744	
Licence Area:	The area set out in the plan referred to in clause 2.5.	
Licence Number:	EGL31	
Commencement Date:	22 July 2022	
Version Number:	2	
Expiry Date	21 July 2052	

Contents

1.	. DEFINITIONS AND INTERPRETATIONS		
	1.1	Definitions	. 1
	1.2	Interpretation	. 3
2.	LICENCE	AUTHORISATION	. 3
	2.1	Activities authorised under this licence	. 3
	2.2	Commencement date	. 3
	2.3	Expiry date	. 3
	2.4	Term	. 3
	2.5	Licence Area	. 4
3.	LICENCE	ADMINISTRATION	. 4
	3.1	Amendment of licence by the licensee	. 4
	3.2	Amendment of licence by the ERA	. 4
	3.3	Transfer of licence	. 4
	3.4	Renewal of licence	. 4
	3.5	Cancellation of licence	. 4
	3.6	Surrender of licence	. 4
	3.7	Notices	. 5
	3.8	Publishing information	. 5
	3.9	Review of the ERA's decision	. 6
4.	GENERAI	LICENCE OBLIGATIONS	. 6
	4.1	Compliance with applicable legislation	. 6
	4.2	Fees	. 6
	4.3	Accounting records	. 6
	4.4	Reporting a change in circumstances	. 6
	4.5	Provision of information	. 7
5.		ND PERFORMANCE REPORTING OBLIGATIONS	.7
	5.1	Asset management system	. 7
	5.2	Individual performance standards	. 8
	5.3	Performance audit	. 8
SC	HEDULE 1	- ADDITIONAL LICENCE CLAUSES	. 9
SC	HEDULE 2	- LICENCE AREA PLANS	10

1. DEFINITIONS AND INTERPRETATIONS

1.1 Definitions

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

Act means the Electricity Industry Act 2004 (WA).

applicable legislation means:

- (a) the Act; and
- (b) the *Regulations* and the *Codes*.

asset management system means the measures that are to be taken by the *licensee* for the proper maintenance, expansion or reduction of the *generating works*.

business day means a day which is not a Saturday, Sunday or a Public Holiday in Western Australia.

Code means:

- (a) Not Used
- (b) Not Used
- (c) the Electricity Industry (Metering) Code 2012;
- (d) Not Used

commencement date means the date the *licence* was first granted by the *ERA* being the date specified in clause 2.2.

electricity 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.

generating works has the meaning given to that term in section 3 of the Act.

individual performance standards mean any standards prescribed by the *ERA* for an individual *licensee* pursuant to clause 5.2 of the *licence*.

licence means:

- (a) this document (excluding the title page and the second page of this document);
- (b) any Schedules to this document; and
- (c) any individual *performance standards* approved by the *ERA* pursuant to clause 5.2.

licence area is the area stated in clause 2.5 of this licence.

licensee means Flat Rocks One Wind Farm Pty Ltd, ACN 658 780 744.

licensee's assets means the *licensee*'s *distribution system*, *transmission system* or *generating works* (as the case may be).

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*.

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

performance audit means an audit of the effectiveness of measures taken by the *licensee* to meet the *performance criteria* in this *licence*.

performance criteria means:

- (a) the terms and conditions of the *licence*; and
- (b) any other relevant matter in connection with the *applicable legislation* that the *ERA* determines should form part of the *performance audit*.

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.

Regulations means:

- (a) Economic Regulation Authority (Licensing Funding) Regulations 2014;
- (b) Not Used
- (c) Not Used
- (d) Electricity Industry (Licence Conditions) Regulations 2005;
- (e) Not Used

(f) Not Used

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

reviewable decision means a decision by the ERA pursuant to:

- (a) clause 3.8.3;
- (b) clause 5.1.5;
- (c) clause 5.1.7;
- (d) clause 5.2.2;
- (e) clause 5.3.2; or
- (f) clause 5.3.4,

of this *licence*.

version date means the date on which the *licence* was last amended pursuant to clause 3.1 or clause 3.2.

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 *licence area* to construct and *operate generating works* or *operate* existing *generating works* in accordance with the terms and conditions of this *licence*.

2.2 Commencement date

- 2.2.1 22 July 2022
- 2.3 Expiry date
- 2.3.1 21 July 2052

2.4 Term [Section 15 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 surrender of the *licence* pursuant to clause 3.6 of this *licence*; or

(c) the *expiry date*.

2.5 Licence Area

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

ERA-EL-160(B)

2.5.2 The *licence area* plan(s) is provided in Schedule 2

3. LICENCE ADMINISTRATION

3.1 Amendment of licence by the licensee [Section 21 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 22 of the Act]

- 3.2.1 Subject to any *applicable legislation*, the *ERA* may amend the *licence* at any time in accordance with this clause.
- 3.2.2 Before amending the *licence* under clause 3.2.1, the ERA must:
 - (a) provide the *licensee* with written *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 This clause also applies to the substitution of the existing *licence*.
- 3.2.4 For avoidance of doubt, the *licensee* will not have to pay a fee for amendments under clause 3.2.1.

3.3 Transfer of licence [Section 18 of the Act]

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

3.4 Renewal of licence [Section 16 of the Act]

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

3.5 Cancellation of licence [Section 35 of the Act]

- 3.5.1 This *licence* may be cancelled only in accordance with the Act.
- 3.6 Surrender of licence [Schedule 1 of the Act]

- 3.6.1 The *licensee* may only surrender the *licence* pursuant to this clause 3.6.
- 3.6.2 If the *licensee* intends to surrender the *licence* the *licensee* must, by *notice* in writing to the *ERA*:
 - (a) set out the date that the *licensee* wishes the surrender of the *licence* to be effective; and
 - (b) set out the reasons why the *licensee* wishes to surrender the *licence*, including the reasons why it would not be contrary to the public interest for the surrender of the *licence* to be effective on the date set out in the *notice*.
- 3.6.3 Upon receipt of the *notice* from the *licensee* pursuant to clause 3.6.2, the *ERA* will publish the *notice*.
- 3.6.4 Notwithstanding clause 3.6.2, the surrender of the *licence* will only take effect on the later of the day that:
 - (a) the *ERA* publishes a *notice* of the surrender in the Western Australian Government Gazette, such date to be at the discretion of the *ERA*; and
 - (b) the *licensee* hands back the *licence* to the *ERA*.
- 3.6.5 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 decision

- 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* shall 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.*
- 3.9.2 For avoidance of doubt, this clause does not apply to a decision of the *ERA* pursuant to the *Act*, nor does it restrict the *licensee's* right to have a decision of the *ERA* reviewed in accordance with the *Act*.

4. GENERAL LICENCE OBLIGATIONS

4.1 Compliance with applicable legislation

4.1.1 Subject to any modifications or exemptions granted pursuant to the *Act*, the *licensee* must comply with any *applicable legislation*.

4.2 Fees

4.2.1 The *licensee* must pay the applicable fees and charges in accordance with the *Regulations*.

4.3 Accounting records

4.3.1 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.

4.4 Reporting a change in circumstances

- 4.4.1 The *licensee* must report to the ERA:
 - (a) if the *licensee* is under external administration as defined by the *Corporations Act 2001 (Cwth)* within 2 *business days* of such external administration occurring; or

- (b) if the *licensee*:
 - (i) experiences a change in the *licensee's* corporate, financial or technical circumstances upon which this *licence* was granted; and
 - (ii) the change may materially affect the *licensee's* ability to perform its obligations under this *licence*,

within 10 business days of the change occurring; or

- (c) if the:
 - (i) *licensee's* name;
 - (ii) *licensee's* ABN; or
 - (iii) *licensee's* address,

changes, within 10 business days of the change occurring.

4.5 Provision of information [Schedule 1 of the Act]

4.5.1 The *licensee* must provide to the *ERA*, in the manner and form described 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 functions under that Part.

5. AUDITS AND PERFORMANCE REPORTING OBLIGATIONS

5.1 Asset management system [Section 14 of the Act]

- 5.1.1 The *licensee* must provide for an *asset management system* in respect of the *licensee's assets.*
- 5.1.2 The *licensee* must notify the *ERA* of the details of the *asset management system* within five *business days* from the later of:
 - (a) the commencement date; and
 - (b) the completion of construction of the *licensee's assets*.
- 5.1.3 The *licensee* must notify the *ERA* of any substantial change to the *asset management system* within ten *business days* of such change.
- 5.1.4 The *licensee* must provide the *ERA* with a report by an independent expert, acceptable to the *ERA*, as to the effectiveness of the *asset management system* not less than once in every period of 24 months calculated from the *commencement date* (or any longer period that the *ERA* allows by *notice* in writing).
- 5.1.5 The *licensee* must comply, and must require the *licensee's* expert to comply, with the *ERA's* standard audit guidelines.
- 5.1.6 The *licensee* may seek a review of any of the requirements of the *ERA*'s standard audit guidelines dealing with the *asset management system* in accordance with clause 3.9.

5.1.7 The review of the asset management system must be conducted by an independent expert approved by the *ERA*. If the *licensee* fails to nominate an independent expert within one month of the date that the review of the asset management system was due, or the independent expert nominated by the *licensee* is rejected on two successive occasions by the *ERA*, the *ERA* may choose an independent expert to conduct the review of the asset management system.

5.2 Individual performance standards

- 5.2.1 Performance standards are contained in *applicable legislation*.
- 5.2.2 The *ERA* may prescribe *individual performance standards* applying to the *licensee* in respect of the *licensee*'s 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*;
 - (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*.

5.3 **Performance audit**

- 5.3.1 The *licensee* must, unless otherwise notified in writing by the *ERA*, provide the *ERA* with a *performance audit* within 24 months after the *commencement date*, and every 24 months thereafter.
- 5.3.2 The *licensee* must comply, and must require the *licensee's* auditor to comply, with the *ERA's* standard audit guidelines.
- 5.3.3 The *licensee* may seek a review of any of the requirements of the *ERA*'s standard audit guidelines in accordance with clause 3.9.
- 5.3.4 The *performance audit* must be conducted by an independent auditor approved by the *ERA*. If the *licensee* fails to nominate an auditor within one month of the date that the *performance audit* was due, or the auditor nominated by the *licensee* is rejected on two successive occasions by the *ERA*, the *ERA* may choose an independent auditor to conduct the *performance audit*.

Schedule 1 – Additional Licence Clauses

Schedule 2 – Licence Area Plans