

7 June 2007

Mr Paul Kelly
Executive Director Licensing, Monitoring and Customer Protection
Economic Regulation Authority
6th Floor, Governor Stirling Tower
197 St Georges Tce
PERTH WA 6000

Leederville 6007 Western Australia PO Box 100 Leederville 6902 Perth Western Australia

629 Newcastle Street

Tel (+618) 9420 2420 www.watercorporation.com.au

Dear Paul

AMENDMENT OF DUNSBOROUGH POTABLE WATER SUPPLY OPERATING AREA

The Water Corporation is seeking to extend its Dunsborough water supply operating area within the Busselton Shire boundary.

This request is a follow-up to a joint paper submitted on 15 December 2005 to the then Minister Assisting the Minister for Water Resources by the Water Corporation, the Busselton Water Board and Aqwest, on the optimum water service provision in the South West.

The letter of 15 December 2005 proposed "four jointly supported options", two of which relate to this current request and are as follows:

- Rationalisation within the Busselton Shire boundary of the operating licence areas of the Busselton Water Board and the Water Corporation; and
- Bulk Water Opportunities.

Discussions between the Busselton Water Board and the Water Corporation on bulk water opportunities are progressing and it is now proposed we proceed with rationalising our operating areas, to the Shire boundaries, as shown on the attached drawing. It is understood the Busselton Water Board have made a similar application for a corresponding extension to its Operating Area.

The Operating Area drawing OWR-OA-085/1 D has been amended, renamed Dunsborough-Jarrahwood, and is attached. The Corporation requests approval of this amended Operating Area drawing by the Authority.

Yours sincerely

Mandy Damant
MANAGER RISK MANAGEMENT
Att.



