

**COMPLIANCE ISSUES FOR DECISION**

**DATE:** 17 June 2016  
**RESPONSIBILITY:** Chief Executive Officer

**COMPLIANCE ISSUES SUMMARY TABLE:**

| Breach   | Description   | Recommendation   |
|--|---|--|
| <p><b>Apparent breach of Rules 197 and 178 of the Retail Market Rules by Perth Energy on gas day 23/05/2016 and 24/05/2016</b></p> | <p>High Swing Service volumes were detected on gas days 23/05/16 to 24/05/16. REMCo investigated these matters and found that:</p> <ul style="list-style-type: none"> <li>For gas day 23/05/2016, Perth Energy had put in an (“UPNA”) on the Parmelia Pipeline for the South-Metro sub-network (1107) of 1.2 TJ, but its users’ allocation instruction (“UAI”) was 1,250 MJ, causing a 1.25 TJ Swing Service spike on 1107.</li> <li>For gas day 24/05/2016, Perth Energy had put in an UPNA on the Parmelia Pipeline for 1107 of 1.25 TJ, but its UAI was 1,250 MJ, causing a 1.25 TJ Swing Service spike on 1107.</li> </ul> <p>These inputs appear to be a breach of Rules 197 and 178 of the Retail Market Rules (the “Rules”) by Perth Energy.</p> | <p>Submissions were called for, and the submission window closed on 16/06/16.</p> <p>No submissions were received. This indicates that market participants were not materially impacted as a result of the apparent Rule breach.</p> <p>Therefore, REMCo exercises its discretion under Rule 329(1)(c) to take no further action in this matter.</p> |

**COMPLIANCE ISSUES:**

**1. Rule breaches reported by REMCo:**

**a. Apparent breach of Rule 197 and 178 of the Retail Market Rules by Perth Energy on gas day 23/05/16 to 24/05/2016.**

|              |   |
|--------------|---|
| Description  | See the description above.  |
| Action taken | It appears that there was a transcription error in Perth Energy’s nominations when converting TJ to MJ, as per REMCo’s nomination requirements. Perth Energy has added further checks into its systems to ensure all nominations balance across all nomination platforms. |
| Impact       | Perth’s nominations resulted in Swing Service spikes of 1.25 TJ on 1107 for gas day 23/05/2016 and 24/05/2016.  |
|              | No submissions were received from participants in response to the request for submissions. Therefore, REMCo determines that the breaches of Rule 197 and 178 by Perth Energy on gas days 23/05/2016 and 24/05/2016 were not material.                                     |
| Decision     | REMCo exercises its discretion under Rule 329(1)(c) to take no further action in relation to this matter.   |