



Our Ref: OEP 23/17/-
MB: ~~133~~ 1191

Level 19
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South Australia

5 December, 1997

Telephone:
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Mr Greg Martin
Contracts Manager
Transfield Maintenance
320 Churchill Road
Kilburn
South Australia 5084

Dear Mr Martin

ELECTRICITY LICENCES

Further to our letter dated 26 November 1997, my Office has assessed your request for exemption from any licensing requirements under the Electricity Act 1996 for the generation, distribution, transmission and retailing of electricity at Cook and Tarcoola as your electricity operation is established for "own use" purposes and not classified to be retailing of electricity.

After assessing the information supplied to my office, I now advise that an exemption has been granted to any licensing requirements for the above stated operations. This exemption is to be operative for 3 years commencing 1 January 1998 to 31 December 2000.

However, you are still responsible for ensuring that the operations comply with the technical and safety requirements of the *Electricity Act 1996*.

During the 3 year exemption period granted, could you please advise my Office of any material changes that may affect your exemption from the licensing requirements.

If you have any queries regarding the above please do not hesitate to telephone either myself as the Technical Regulator or Mario Bruno (08 8226 5864) of this Office.

Yours sincerely

Dr C W Fong
EXECUTIVE DIRECTOR
OFFICE OF ENERGY POLICY

SAIIR



The Office of the South Australian
Independent Industry Regulator

IIR01D1412
SAIIR00/0298(1)

17 August 2001

Mr Eddie McGee
Railway Maintenance
Transfield Services (Australia) Pty Ltd
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Kilburn SA 5084

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Dear Mr McGee

**EXEMPTION FROM LICENSING REQUIREMENTS UNDER THE ELECTRICITY
ACT 1996**

I refer to the Exemption granted to Transfield Maintenance and Operations Pty Ltd by the Technical Regulator on 5 December 1997. The Exemption, as varied by the Industry Regulator on 21 December 2000 and 21 June 2001, exempts Transfield Services (Australia) Pty Ltd, (ABN: 11 093 114 553) ("**Transfield Services**") from licensing requirements under the *Electricity Act 1996* ("**the Act**") in respect of electricity operations at Cook and Tarcoola. The Exemption is due to expire on 30 September 2001.

I have indicated to you in previous correspondence that the Exemption held by Transfield Services will continue to have a temporary nature until the Office of the SAIIR has conducted a review of long term licensing arrangements for Transfield Services. The SAIIR, in consultation with the Office of Energy Policy, has reviewed such arrangements and I now write to you to inform you of the outcome of that review.

I have decided that a long term licensing exemption is appropriate for the electricity operations being conducted by Transfield Services. I understand that Transfield Services no longer undertakes electricity operations at Cook. Hence, the Exemption applies only to operations at Tarcoola. The decision to grant an indefinite exemption has been made on the basis that electricity produced by Transfield Services is largely for own purposes. Whilst I understand that some electricity is being supplied to a small number of customers rather than being used by Transfield Services itself, this sale and supply of electricity is not considered to be significant. However, I require that you advise me at any future time should this situation change.

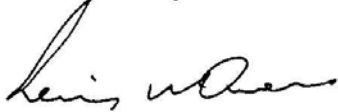
Therefore, this letter is to be taken as formal Notice to Transfield Services, pursuant to section 80(3) of the Act, that the Exemption granted pursuant to section 80 of the Act on 5 December 1997, and varied on 21 December 2000 and 21 June 2001, is hereby varied such that:

- The Exemption will apply only in respect of generation, distribution and retail operations at Tarcoola; and
- The term of the Exemption is extended for an indefinite period; and
- The Exemption is conditional on Transfield Services providing details to the Industry Regulator as soon as possible if there is any substantial change in the nature or extent of the electricity operations that it carries on pursuant to the Exemption.

I remind you that Transfield Services must continue to comply with the safety and technical provisions of the *Electricity Act 1996*. For example, Regulation 31(C)(1) of the *Electricity (General) Regulations 1997* requires the preparation of a Safety and Technical Management Plan, if so required by the Technical Regulator.

For the purposes of updating the SAIR on any significant changes to Transfield Services' electricity operations, please liaise with Nathan Petrus, Senior Regulatory Officer on (08) 8463 4446.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Lew Owens', written in a cursive style.

Lew Owens
INDUSTRY REGULATOR