#### NATIONAL ENERGY RETAIL LAW

#### **SECTION 308**

#### INFRINGEMENT NOTICE ISSUED TO

# ENDEAVOUR ENERGY (ABN: 11 247 365 823)

- TO: Edwards O Pty Limited (ACN 618 643 486) as trustee for Edwards O Trust;
  - ERIC Epsilon Operator Corporation 1 Pty Ltd (ACN 617 221 735) as trustee for ERIC Epsilon Operator Trust 1;
  - ERIC Epsilon Operator Corporation 2 Pty Ltd (ACN 617 221 744) as trustee for ERIC Epsilon Operator Trust 2;
  - ERIC Epsilon Operator Corporation 3 Pty Ltd (ACN 617 221 753) as trustee for ERIC Epsilon Operator Trust 3; and
  - ERIC Epsilon Operator Corporation 4 Pty Ltd (ACN 617 221 771) as trustee for ERIC Epsilon Operator Trust 4,

together, Endeavour Energy Network Operator Partnership, carrying on a business known as "Endeavour Energy" 51 Huntingwood Drive, HUNTINGWOOD NSW 2148

**Infringement Notice No.: AER24-2022** 

- 1. The Australian Energy Regulator (**AER**):
  - a. has reason to believe that Endeavour Energy Network Operator Partnership (**ABN**: 11 247 365 823) (Endeavour Energy), which is a *distributor* within the meaning of the *National Energy Retail Law* (Retail Law), has breached rule 124(5) of the *National Energy Retail Rules* (Retail Rules), in the manner set out in Schedule 2 to this Infringement Notice (the alleged breach); and
  - b. has decided to serve this Infringement Notice on Endeavour Energy under section 277 of the *National Gas Law* being the Schedule to the *National Gas (South Australia) Act 2008* (**National Gas Law**) as applied by section 308 of the Retail Law.
- 2. Rule 124(5) of the Retail Rules is a tier one civil penalty provision within the meaning of the National Energy Retail Regulations.
- 3. The infringement penalty is \$67,800.

### WHAT CAN ENDEAVOUR ENERGY DO IN RESPONSE TO THIS INFRINGEMENT NOTICE?

- 4. Endeavour Energy can choose whether or not to comply with this Infringement Notice. If Endeavour Energy chooses not to comply with this Infringement Notice, the AER may commence proceedings against it in relation to the alleged breach. Endeavour Energy is entitled to disregard this Infringement Notice and to defend any proceedings in respect of the alleged breach.
- 5. If Endeavour Energy chooses to comply with this Infringement Notice, it must pay the infringement penalty to the AER, on behalf of the Commonwealth, by **27 June 2022**, being not less than 28 days from the date of service of this Infringement Notice, beginning on the day after the day on which this Infringement Notice is served (**the compliance period**).
- 6. To ensure payment is made in accordance with this Infringement Notice, payment must be received on or before **27 June 2022**.
- 7. If Endeavour Energy pays the infringement penalty within the compliance period, the AER will not institute proceedings in respect of the alleged breach unless the Infringement Notice is withdrawn before the end of the compliance period in accordance with section 282 of the National Gas Law as applied by section 308 of the Retail Law.

#### HOW TO PAY AN INFRINGEMENT NOTICE

- 8. Endeavour Energy may pay the \$67,800 infringement penalty in three ways:
  - a. by cheque made out to the "ACCC Official Administered Account",\* enclosing a copy of this Infringement Notice to:

Australian Energy Regulator GPO Box 520 MELBOURNE VIC 3001

you should allow at least five business days for payment to be received

or

b. by electronic funds transfer to the following account:\*

Account name: ACCC Official Administered Account

BSB: 032-730 Account: 146550 Description: AER24-2022

you should allow at least two business days for payment to be received

or

c. by credit card via the ACCC online payment system at www.accc.gov.au/payments.\*

Please ensure that you include "AER24-2022" in the Payment Description field of your online payment to identify payment.

You should allow at least two business days for payment to be received.

- \* The Australian Competition and Consumer Commission handles the receipt of infringement penalty payments for the AER on behalf of the Commonwealth of Australia. All payments received are paid into the Consolidated Revenue Fund.
- 9. Please allow sufficient time for your payment to be received within the compliance period.
- 10. Endeavour Energy will be issued with a Tax Invoice following payment of the infringement penalty.

DATE OF ISSUE: 27 May 2022

Clare Savage

Chair

Australian Energy Regulator

#### **SCHEDULE 1**

#### **RELEVANT RULE**

1. Subrule 124(5) of the Retail Rules provides as follows:

### 124 Registration of life support equipment

(5) Distributor obligations when advised by retailer

When notified by a retailer under subrule (1)(c), a distributor must register that a person residing or intending to reside at the customer's premises requires life support equipment and the date from which the life support equipment is required.

2. Subrule 124(5) of the Retail Rules, which is the subject of this Infringement Notice, is a tier one civil penalty provision under Regulation 6 and Schedule 1 of the National Energy Retail Regulations.

#### **SCHEDULE 2**

# MATTERS CONSTITUTING AN ALLEGED BREACH OF A CIVIL PENALTY PROVISION: RULE 124(5) OF THE NATIONAL ENERGY RETAIL RULES

- 1. Endeavour Energy is a distributor within the meaning of the Retail Law.
- 2. At the date of the alleged breach, version 25 of the Retail Rules applied.
- 3. The relevant subrule is described in Schedule 1.

#### **Relevant Conduct**

- 4. On 23 March 2021, AGL Sales (the retailer) notified Endeavour Energy that a person residing at the customer's premises required life support equipment.
- 5. Despite the requirement set out by subrule 124(5) of the Retail Rules to register that a person residing or intending to reside at the customer's premises requires life support equipment on receipt of notification from the retailer, Endeavour Energy did not register that a person residing or intending to reside at the customer's premises requires life support equipment until 5 May 2021.