

Distributed Energy Buyback Scheme (DEBS)

Terms & conditions for purchase of Distributed Energy



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Terms & conditions for purchase of distributed energy.

1. Definitions

When used in these terms and conditions these terms mean the following:

application form means the *Synergy* form titled "Distributed Energy Buyback Scheme Application", or another form designated by *Synergy* from time to time, as amended in accordance with clause 15.

AEMO has the meaning in the market rules.

balance means the amount on the *bill* payable by *Synergy* to the *customer* which exceeds the amount owed by the customer to *Synergy*.

bill means the invoice that *Synergy* sends the *customer* for the supply of electricity under the *electricity* supply agreement.

billing period means the length of the period covered by each *bill*.

connection point means an exit or entry point on the *Western Power network* identified in *Synergy's* Electricity Transfer Access Contract with *Western Power*.

contract means an application form incorporating these Distributed Energy Buyback Scheme Terms and Conditions for Purchase of Distributed Energy – Electricity Industry (Licence Conditions) Regulations 2005, which is completed and signed by the customer and approved by Synergy, as amended from time to time in accordance with clause 15.

contract maximum quantity means, for each day, 50 kWh of distributed energy exported.

Coordinator means the Coordinator of Energy, the head of Energy Policy WA.

customer means the person who has lodged an *application* form, and whose *application* form has been approved by *Synergy*.

DEBS price schedule means the *DEBS buyback rates*, *Synergy DEBS fees* and other costs and charges applicable to the *contract*, as published by *Synergy* from time to time.

DEBS buyback rates means the *distributed energy exported* purchase rates payable by *Synergy* from time to time, where such rates may be different at different times of the day or under different circumstances, as set out in the *DEBS price schedule*, as amended from time to time in accordance with clause 15.

distributed energy exported means electricity generated by the system and transferred into the Western Power network through the connection point as recorded on the meter (in kWh) on a net export basis.

El Act means the *Electricity Industry Act 2004*, as may be amended or replaced from time to time.

electricity supply agreement means a contract for the supply of electricity by *Synergy* to the *customer* referred to in clause 2 or 3 (as applicable).

eligible customer has the same meaning given in the *Electricity Industry* (*Licence Conditions*) *Regulations* 2005.

(Note: as at 14 February 2022, the Electricity Industry (Licence Conditions) Regulations 2005 contains the following definition:

eligible customer means —

- (a) a customer
 - (i) to whom electricity is supplied for residential purposes; and
 - (ii) who consumes not more than 50 MWh of electricity per annum; or
- (b) a customer that is a school, university or other educational institution: or
- (c) a customer that is a non-profit making organisation;}

Emergency has the meaning given in clause 6.3 of this *contract*.

ESM means emergency solar management.

ESM system means the systems and processes Synergy and/ or Western Power have in place from time to time that are used to increase load in all or part of the SWIS by disconnecting, curtailing or reconnecting end use customers' distribution-connected photovoltaic systems, including the customer's system, in response to an instruction to do so by AEMO. At the time of this contract, the ESM systems are intended to include:

- (a) Western Power's processes and systems for issuing a WP ESM direction to Synergy to increase load in the SWIS, or in a particular area of the SWIS, by disconnecting, curtailing or reconnecting end use customers' distribution connected photovoltaic systems, including the customer's system; and
- (b) Synergy's use of:
 - (i) Its systems and processes and includes systems and processes of its agents or contractors; and/or
 - (ii) Western Power's systems and processes,

to disconnect, curtail or reconnect end use customers' distribution- connected photovoltaic systems, including the *customer's system* as applicable, as *Synergy* considers

is required or convenient in order to give effect to a *WP ESM direction* or otherwise.

ETAC means the agreement between *Synergy* and *Western Power* called the Electricity Transfer Access Contract, dated on or around 1 July 2016, as amended or replaced from time to time.

GST has the meaning given to that term in the GST Act.

GST Act means the A New Tax System (Goods and Services Tax) Act 1999 (Cth), as may be amended from time to time.

GST Law has the meaning given to that term in the GST Act.

GSTR 2000/10 means the Goods and Services Tax Ruling Goods and services tax: recipient created tax invoices, as may be amended or replaced from time to time.

Law means common law, principles of equity, laws made by parliament (which includes laws made by a State, Territory and Commonwealth parliament, regulations and other instruments under law or regulations, and consolidations, amendments, re-enactments or replacement of any of them), and the terms of any binding guideline, licence, approval, authorisation or direction issued by a governmental authority.

Loss means all loss, liability, penalty, cost, damage, claim or expense (including legal costs, disbursements and expenses of whatsoever nature or description) and including all direct, indirect and consequential loss (including loss of revenue or profit, loss of business opportunity or goodwill and any claims for indirect, special or punitive damages).

market rules means the rules created in accordance with s 123 of the *El Act*.

meter has the same meaning given in the *Electricity Industry Metering Code 2005*.

Minister means the Minister who administers the El Act.

net export means the amount of *distributed energy exported* into the *Western Power network*, which is surplus to the consumption at the *premises*, as recorded by the *meter*.

non-residential customer means any *customer* other than a *residential customer*.

premises means the premises nominated in the *application form*, which must be the same as the *premises* set out in the *electricity supply agreement*.

residential customer means a *Synergy customer* who is supplied electricity under an *electricity supply agreement* solely for domestic use by that *customer*.

small renewable energy system has the same meaning given in the *Electricity Industry (Licence Conditions) Regulations 2005.*

(Note: as at 14 February 2022, the Electricity Industry (Licence Conditions) Regulations 2005 contains the following definition:

small renewable energy system means —

- a system of photovoltaic arrays; or
- a system of wind turbines; or
- a hydro power system; or
- another system for the generation of electricity from a renewable energy source,

that has a generating capacity exceeding 500 W but not exceeding 5 kW.}

South West Interconnected System or **SWIS** has the meaning given to it in section 3 of the *El Act*.

SSES application form means the Western Power form entitled "Application to connect Small Scale Distributed Energy systems to the *Western Power network*" as amended or replaced by *Western Power* from time to time.

Storage works has the meaning given in the El Act.

{Note: as at 14 February 2022, the El Act contains the following definition:

Storage works means any wires, apparatus, equipment, plant or buildings used, or to be used for, or in connection with, or to control, a storage activity.}

Synergy means the Electricity Generation and Retail Corporation trading as Synergy ABN 58 673 830 106 of 219 St George's Terrace, Perth WA 6000.

Synergy DEBS fees means any fees *Synergy*, acting reasonably, determines the *customer* is required to pay *Synergy* as compensation for Synergy performing administrative tasks necessary under this *contract*, for example the charge the customer is required to pay under clause 7.3 when it submits an application form under clause 7.3 to change the *system*.

system means a *small renewable* energy system and/or storage works and connection approved by Western Power for the provision of electricity by the *customer* into the Western Power network through a connection point.

technical rules has the meaning given to it in clause 1.3 of the *Electricity Networks Access Code 2004*.

Western Power means the Electricity Networks Corporation trading as Western Power ABN 18 540 492 861.

Western Power network means the electricity network owned, operated and maintained by *Western Power* within the *South West Interconnected System*.

WP ESM direction means a direction that *Western Power* gives to *Synergy* in accordance with the *technical rules*, the connection conditions, a contractual right between *Western Power* and *Synergy* and/or any other *Law*, that requires or requests *Synergy* to increase load in the *SWIS*, or in a particular area of the *SWIS*, by disconnecting, curtailing or reconnecting

end use customers' distribution-connected photovoltaic systems, including the *customer's system*.

2. Electricity supply agreements

2.1 If the customer has an existing electricity supply agreement with Synergy for the supply of electricity by Synergy to the customer at the premises (whether under a written contract or pursuant to the El Act or the Electricity Corporations Act 2005), clause 3.2(a) of this contract does not apply.

3. Condition precedent

- 3.1 The terms and conditions of this contract (other than clauses 1, 2, 9.1 and 10.1 and this clause 3) are subject to, and are of no force and effect, until the following condition precedent has been fulfilled:
 - (a) if the customer does not already have an existing electricity supply agreement to purchase electricity from Synergy, then the customer and Synergy entering into an agreement for the supply of electricity by Synergy to the customer at the tariff rate nominated by the customer and otherwise on the terms and conditions set out in a contract that complies with the requirements of Part 3 of the El Act (if applicable);
 - (b) unless Synergy advises the customer in writing that the application is not required, the customer has applied to Western Power to connect the system to the Western Power network; and
 - (c) the system has been connected to the Western Power network at a connection point located at the premises.

3.2 If the condition precedent in:

- (a) clause 3.1(a) has not been satisfied by a date which is 90 days after the date of Synergy approving the customer's application form then either party may terminate this contract by giving the other party not less than 10 days prior written notice;
- (b) clause 3.1(b) has not been satisfied by a date which is 90 days after the date that Synergy received the customer's application form, then this contract is terminated from that date; and
- (c) clause 3.1(c) has not been satisfied by a date which is 180 days after the date Western Power approves the customer's application, made in accordance with clause 3.1(b), to connect the system to the Western Power network, then this contract is terminated from that date.

4. Commencement date

- 4.1 Sale of electricity by the *customer* in accordance with this *contract* shall commence on the date which is the later of:
 - (a) the date of satisfaction of the condition precedent set out in clause 3.1; and
 - (b) the date on which the system, and the necessary meter and meter related equipment as determined by Western Power or requested by Synergy, have been installed and are ready to import and export electricity from and to the Western Power network through the connection point.
- 4.2 In the event of any defect in the system and/or meter and meter related equipment or any delay in the installation of any of them, then subject to clause 11.3, Synergy shall have no liability for any Loss suffered or incurred by the customer, whether arising out of or in connection with Synergy's breach of contract, its breach of statutory duty, its negligence or otherwise.

5. Distributed energy sale rates

- 5.1 Subject to the terms of this *contract*, including but not limited to clause 5.3, *Synergy* will purchase *distributed* energy exported by the customer at the *DEBS* buyback rate.
- 5.2 For the avoidance of doubt, this contract governs the sale of distributed energy exported by the customer to Synergy only. The purchase of electricity by the customer from Synergy is governed by the terms of the electricity supply agreement.
- 5.3 Notwithstanding anything to the contrary in the contract, for any day, Synergy's obligation to purchase distributed energy exported by the system at the premises is limited to the contract maximum quantity. To the extent that, on any day, the quantity of distributed energy exported exceeds the contract maximum quantity (Excess Amount), then, to the extent permitted by Law, Synergy will not be liable to the customer for any moneys or compensation, nor will Synergy be exposed to any other remedy, in respect of the Excess Amount.
- 5.4 Synergy and the customer may enter into another agreement in relation to payment for any distributed energy exported by the system above the contract maximum quantity.

6. System and other obligations

6.1 Without limiting the *customer*'s obligations under clause 7.1 in any way, the *customer* at its cost must ensure that the

- system, including the output of the system, complies with all relevant Laws, including the technical rules. In addition, the customer must pay all costs associated with the installation and maintenance of the system.
- 6.2 Without limiting the customer's obligations under clause 7.1 in any way, the customer's system may be disconnected from the Western Power network, or otherwise curtail the output of the system, for operational reasons or for planned maintenance.
- 6.3 Without limiting the customer's obligations under clause 7.1 in any way, the customer's system may be disconnected, or otherwise curtailed, from the Western Power network, at any time without notice in an Emergency. In this clause, Emergency means an actual or imminent situation that in Synergy's or Western Power's opinion, or in the opinion of or any other person or regulatory or statutory body with jurisdiction over such matters, would or is likely to jeopardise network integrity of all or any part of the Western Power network or public or personal safety.
- 6.4 If the Western Power network is unable or not permitted to accept electricity exported from the system for any reason then no amounts are payable to the customer. Synergy will only purchase (and pay for) distributed energy exported at the connection point.
- 6.5 So that the meter can be read as part of the meter reading procedures applicable under the electricity supply agreement, the customer must facilitate safe and free access to the meter for this purpose.
- 6.6 The customer must provide additional safe and secure space that meets the system compliance requirements specified in the SSES application form, for the installation and operation of the system.
- 6.7 For the avoidance of doubt, the *customer*'s obligations under this *contract*, including under this clause 6:
- 6.7.1 are unaffected if the system is owned by a third party; and
- 6.7.2 apply in relation to the *system* at all times irrespective of the level of *distributed energy exported*, including but not limited to when that level is equal to 0 kWh or greater than 50 kWh.

7. Laws, approvals, liaison and information

7.1 The customer must at all times comply with all applicable Laws, including, without limitation, by obtaining and maintaining all necessary licences, permits and/or approvals from all relevant authorities (including building and planning approvals) required for it to generate electricity and to export electricity into the Western Power network.

- 7.2 Without limiting the customer's obligations under clauses 6.1 or 7.1 in any way, the customer must maintain the system (and all associated equipment) in good working and reliable order and available for export of electricity to the Western Power network.
- 7.3 The customer must:
 - 7.3.1 submit a Synergy "Distributed Energy Buyback Scheme Change of System Application" form (as amended or replaced by Synergy from time to time);
 - 7.3.2 pay any *Synergy DEBS fees* associated with *Synergy* processing this form; and
 - 7.3.3 obtain *Synergy*'s consent in writing to the change,

before it makes any change to the *system* (including, but not limited to, any operational, structural or functional change); including in particular, but not limited to, any change in the *system* generation capacity, storage capacity or its export capacity. Failure to do so may result in, but is not limited to, the *customer* being ineligible for the *DEBS buyback rate* and/or termination of this *contract*. Any such consent given by *Synergy* does not in any way limit, remove, vary or waive (or condone or ratify any breach of) any of the *customer*'s obligations under the *contract* (including, but not limited to, the *customer*'s obligations under clauses 6.1, 7.1 or 7.2).

- 7.4 The customer must provide Synergy with information Synergy reasonably requires for the purposes of or relates to the contract or in relation to the Electricity Industry (Licence Conditions) Regulations 2005.
- 7.5 In the event *Synergy* requests information:
 - 7.5.1 the customer must ensure all information provided to Synergy is true, correct and not misleading or deceptive.
 - 7.5.2 Synergy reserves its rights, including, but not limited to, contract termination, if information provided by a customer is incorrect, misleading or deceptive.
 - 7.5.3 The customer must provide the information in the required format and by the specified deadline. Failure to do so may result in contract termination or the customer being ineligible for the DEBS buyback rate.
- 7.6 Synergy is permitted to use information provided by the customer as necessary for Synergy to comply with its obligations under the contract or for purposes relating to the contract and in accordance with applicable Law. The customer must bear its own costs in relation to performance of its obligations under this contract and applicable Law.

- 7.7 Synergy is permitted to disclose information to the state and federal governments and regulatory authorities, including AEMO, for the purposes of or relating to the contract. Such information includes but is not limited to customer details, confirmation of system installation, customer and system eligibility, reporting of customer uptake and the amount of distributed energy exported.
- 7.8 The customer consents to Synergy obtaining any information relating to the system from third parties, including Western Power, that Synergy reasonably considers is relevant to this contract.
- 7.9 Nothing in this contract, including but not limited to clause 17.3.2.5, limits or excludes in any way the consent the customer is deemed to have given under section 46(9) of the Energy Operators (Powers) Act 1979 (WA).

8. Payment for distributed energy exported

Synergy's payment obligation

- 8.1 Synergy is required to issue a bill for electricity consumed by the customer under the electricity supply agreement. On that bill, Synergy will also set out the amounts payable by Synergy to the customer for the purchase by Synergy of distributed energy exported from the system. Those amounts will be determined and paid by Synergy in accordance with:
 - 8.1.1 if the *customer* is a *residential customer* or a *non-residential customer* not registered for *GST*, clause 8.2 and (if applicable) clause 8.3; or
 - 8.1.2 if the *customer* is a *non-residential customer* who is registered for *GST*, clauses 8.4, 8.5 and 13.

Payments for residential customers and non-residential customers not registered for GST:

- 8.2 Subject to clause 5.3, Synergy will pay a residential customer or a non-residential customer not registered for GST for the distributed energy exported by providing a credit on the bill for the amount of distributed energy exported during the relevant billing period (which, subject to clause 8.7, is to be based on a reading of the meter) multiplied by the relevant DEBS buyback rate.
- 8.3 Subject to clause 8.10, if the balance on a residential customer's bill exceeds \$100, then within 14 days of receipt of a written request from the residential customer or such other notification as agreed to by Synergy, Synergy must pay the balance to the residential customer. Synergy may charge a fee to recover its reasonable administration costs of making this payment.

Payments to non-residential customers registered for GST:

- 8.4 If a customer is a non-residential customer who is registered for GST, then that customer and Synergy agree that the bill issued in accordance with clause 8.1 will be accompanied by a recipient created tax invoice for the purposes of the GST Law and the GSTR 2000/10 ("RCTI") in respect of the purchase by Synergy of distributed energy exported from the system.
- 8.5 Synergy will, subject to clause 5.3 and after setting off any amounts permitted under clause 8.10, pay the non-residential customer the amount of the distributed energy exported by providing a credit on the bill for the amount of distributed energy exported during the relevant billing period (which, subject to clause 8.7, is to be based on a reading of the meter) multiplied by the relevant DEBS buyback rate.

Terms applicable to all customers:

Refund of balance

8.6 Subject to clauses 8.3 and 8.10, *Synergy* may (on terms acceptable to it) offer to pay the *customer* all or part of the *balance*. If the *customer* accepts the offer (and any terms), *Synergy* must pay the *balance* to the *customer*.

Estimating distributed energy exported

8.7 Synergy may estimate the quantity of distributed energy exported in accordance with the provisions of the electricity supply agreement or any applicable Law (including but not limited to, where the export meter is faulty or consumption and export flows are not properly recorded or (contrary to clause 6.5) safe and free access to the meter has been denied).

Over crediting and under crediting

- 8.8 Subject to clause 8.10, if Synergy under credits a customer for any reason (including where the meter has been found to be defective or one or more estimated readings have been followed by an actual reading), then Synergy will credit the amount of that under credit to the customer's account.
- 8.9 Subject to clause 8.10,
 - 8.9.1 if Synergy over credits the customer for any reason (including where the meter has been found to be defective, as a result of breach of this contract by the customer, or Synergy determines that the customer is no longer eligible to receive part or all of one or more of the DEBS buyback rates or one or more estimated readings have been followed by an actual reading); then
 - 8.9.2 Synergy may require the customer to make a correcting payment or may add the amount owed to the customer's bill under the electricity

supply agreement. In doing so, Synergy may offer the customer the option to pay the correcting payment by instalments.

Synergy's set-off rights

- 8.10 Nothing in this *contract* limits Synergy's ability at *Law* to set off:
 - 8.10.1 any balance or amount Synergy owes to the customer under this contract against any amount the customer owes to Synergy under the customer's electricity supply agreement or under another contract the customer has with Synergy;
 - 8.10.2 any amount the *customer* owes to *Synergy* under this *contract* or under the *customer*'s *electricity* supply agreement or under another contract the *customer* has with *Synergy* against any amount *Synergy* owes to the *customer* under this *contract*.

Final payment to customer on termination of the contract

- 8.11 On termination of the *contract Synergy* will, at the *customer's* election:
 - 8.11.1 credit any *balance* set out in the last *bill*, to any new account the *customer* establishes with *Synergy*; or
 - 8.11.2 pay the customer any *balance* set out in the last *bill* by electronic funds transfer ("**EFT**") to the bank account nominated by the *customer*.

Change in GST registration status

8.12 If a non-residential customer who is not registered for GST subsequently becomes registered, the non-residential customer must immediately notify Synergy in writing of this change, and clauses 8.4, 8.5 and 13.7 of this contract will apply from the time the notice is given.

No interest payable on balances or credits for distributed energy exported

8.13 Nothing in this contract requires Synergy to pay interest on the amount of any balance or other payment under this contract.

9. Termination

- 9.1 The customer may terminate this contract at any time by giving at least the same period of notice as is required to be given by the customer for termination under the electricity supply agreement.
- 9.2 Synergy may terminate this contract at any time if any of the following occurs:
 - 9.2.1 the *customer* sells or transfers or vacates the *premises*;

- 9.2.2 the *customer* notifies *Synergy* that it elects to terminate the *contract*:
- 9.2.3 the *customer* fails to comply with any of clauses 6.1, 7.1, 7.2 or 7.3;
- 9.2.4 the *customer's premises* or *system* or both cease to be connected to the *Western Power network* at a *connection point*;
- 9.2.5 Western Power ceases to provide sufficient network services to Synergy to enable Synergy or the customer or both to:
 - 9.2.5.1 comply with any or all of their obligations;
 - 9.2.5.2 utilise any or all of their rights, under this contract.
- 9.3 The *contract* terminates on the day that any of the following occur:
 - 9.3.1 the *electricity supply agreement* with the *customer* for the *premises* ends for any reason;
 - 9.3.2 if a change in Law occurs that has the effect that Synergy is no longer required to offer contracts to customers that are the same, or substantially similar, to this contract and Synergy provides a notice of this to the customer.
 - 9.3.3 the customer enters into a new agreement with Synergy that governs the operation of the system and/or the purchase of net energy exported at the premises;
 - 9.3.4 the customer ceases to be an eligible customer, or
 - 9.3.5 the system ceases to be a small renewable energy system or storage works,

such termination is subject and without prejudice to any earlier expiry or other termination of all or any part of the *contract* for any reason.

- 9.4 If the customer sells, transfers or vacates the premises, the customer must before the date the customer's electricity supply agreement ends, inform the new owner or occupant that it must submit a new application form for acceptance and approval by Synergy if the new occupant or owner wants to sell distributed energy exported to Synergy under a contract on the same, or similar, terms as this contract. For the avoidance of doubt, Synergy is under no obligation under this contract to enter into such a contract with the new owner or occupant.
- 9.5 If the customer fails to comply with any of its obligations under this contract, Synergy may give a notice in writing to the customer requiring the customer to remedy the default and if the customer fails to remedy the default within the time specified by Synergy, Synergy may terminate this contract by giving 14 days' notice in writing.

- 9.6 Upon termination of this contract, the customer must ensure that no electricity is exported through the connection point to the Western Power network from the system or otherwise from the premises. Synergy may at the customer's cost and expense (payable on demand) take appropriate action (including disconnection of the meter or reprogramming of the meter) to ensure that no electricity is exported.
- 9.7 Synergy must pay to the customer any outstanding amount payable to the customer under this contract within 29 days of termination of this contract.
- 9.8 Clauses 1, 6, 7, 9.6, 9.7, and 12 continue to have force and effect after the termination of this contract until the date any of the following occurs:
 - 9.8.1 the *customer* enters into a new contract with *Synergy* governing the operation of the *system*;
 - 9.8.2 provided the *customer* is the registered owner of the *premises*, the *customer* permanently vacates the *premises* and either:
 - 9.8.2.1 the *system* is disconnected from the *Western Power network*; or
 - 9.8.2.2 a new customer occupies the *premises*; or
 - 9.8.3 the customer becomes the customer of a retailer other than Synergy and the connection point at which the system is connected is removed from Synergy's ETAC.
- 9.9 Clause 11 continues to have force and effect after the termination of this contract for any actions or omissions that occur prior to the date any of the events in clauses 9.8.1 to 9.8.3 occur.
- 9.10 For the avoidance of doubt, the termination of this contract does not affect the continued operation of the electricity supply agreement.

10. Meter

- 10.1 The customer must pay all costs associated with the supply, reprograming, modification and installation of any metering equipment when such supply, reprograming, modification and installation is required in order to give effect to this contract. The current charges are set out in the DEBS price schedule. These charges are subject to change from time to time. The customer should check the current charges prior to signing the application form.
- 10.2 The *meter* always remains the property of *Western Power*.

11. Liability for damage

- 11.1 The customer is responsible for the system and its use. Subject to clause 11.3, the customer agrees that Synergy will not be liable for Loss that may be caused by the system or its use including any loss, damage or injury caused by the disconnection, curtailment or reconnection of the system as a result of Synergy's good faith use, management or operation of the ESM system.
- 11.2 Without limiting the *customer*'s obligations under clauses 6.1, 7.1 or 7.2 in any way, the *customer* must install adequate protection devices to protect the *system* from faults (including without limitation, power surges) on the *Western Power network*. Subject to clause 11.3, *Synergy* will not accept liability for any *Loss* or damage to the *system* or for any injury arising as a result of the *customer* failing to install such protection device.
- 11.3 Subject to clause 12, but otherwise despite any other provision in this contract, nothing in this contract is to be taken to exclude, restrict or modify:
 - 11.3.1 any rights of recovery or to compensation the customer may have under Law (including, but not limited to under the Australian Consumer Law, where applicable); or
 - 11.3.2 any other condition, warranty, guarantee or right the customer may have under Law (including, but not limited to any consumer guarantee under the Australian Consumer Law, where applicable),

to the extent that *Synergy* is prohibited by *Law* from excluding, restricting or modifying them. All other conditions, warranties, guarantees and rights (including, but not limited to, any rights of recovery or to compensation), whether or not implied by *Law*, are, to the extent permitted by *Law*, excluded to the fullest possible extent.

- 11.4 Subject to clauses 11.3 and 12, but otherwise despite any other provision in this contract and to the extent permitted by Law, Synergy will not be liable to the customer for any consequential or indirect loss or for any business interruption loss, lost profits, loss of an opportunity or the customer's liability to third parties under a contract or otherwise arising from, or in connection with, a breach of this contract by or negligence of Synergy.
- 11.5 Subject to clauses 11.3 and 12, the customer is liable for, and must indemnify Synergy against any Loss caused by, consequent upon or arising out of or in connection with any intentional, reckless or negligent acts and omissions of the customer including, but not limited to:
 - 11.5.1 a breach of any term of this *contract* by the *customer*; or
 - 11.5.2 a breach of the technical rules by the customer.

11.6 The customer agrees Synergy will not incur any liability to the customer for any Loss relating to or in connection with Synergy's good faith use, management or operation of the ESM system, including Synergy's good faith reliance on any WP ESM direction.

12. Application of legislation

Nothing contained in this contract:

- 12.1 excludes, restricts or prejudices in any way any of Synergy's rights or remedies under any Act or regulations (including, but not limited to, the Energy Operators (Powers) Act 1979 (WA), the Electricity Corporations Act 2005 (WA), the El Act, the Electricity Industry (Licence Conditions) Regulations 2005 (WA) and the Electricity Industry Metering Code 2005 (WA)); or
- 12.2 excludes, restricts or modifies any obligations of a party under any Act or regulations to the extent that the party is prohibited by *Law* from excluding, restricting or modifying them.

13. Goods and services tax (GST); other taxes

Definitions

13.1 Unless otherwise defined in this clause 13 or in the "Definitions" section of this contract, terms defined in the GST Act have the same meaning when used in this clause.

GST exclusive amounts

13.2 Unless otherwise stated, all amounts payable or the value of other consideration provided in respect of the supplies made under this contract are exclusive of GST.

GST gross up

13.3 If there is a taxable supply under or in connection with this contract, then the recipient must pay to the supplier an amount equal to the GST payable on the taxable supply in addition to the payment for the taxable supply required to be made under this contract.

Tax invoice

13.4 Subject to clause 13.7, a party need not make a payment for a taxable supply made under this contract until it receives a tax invoice for the supply to which the payment relates.

Reimbursements

13.5 If a party must reimburse or indemnify another party for a Loss, cost or expense, the amount to be reimbursed or indemnified is first reduced by any input tax credit the other party is entitled to for the Loss, cost or expense, and then increased in accordance with clause 13.3.

Adjustments

13.6 If a party becomes aware of an adjustment event, that party agrees to notify the other party as soon as practicable after becoming so aware, and the parties agree to take whatever steps are necessary, including the issue of an adjustment note, and to make whatever adjustments are required, to ensure that any GST or additional GST on that supply or any refund of any GST (or part thereof) is paid as soon as is practicable but no later than 14 days after the supplier (that is, the party who made a supply for the purposes of the GST Act) has satisfied itself that the adjustment event has occurred.

Recipient created tax invoices

- 13.7 If a customer is a non-residential customer who is registered for GST, the customer and Synergy agree that:
 - 13.7.1 Synergy will issue a recipient created tax invoice in respect of the amount payable by Synergy to the non-residential customer for the purchase by Synergy of distributed energy exported from the system;
 - 13.7.2 the non-residential customer will not issue tax invoices to Synergy in respect of any supply of distributed energy exported under or in connection with this contract;
 - 13.7.3 Synergy will issue the non-residential customer an adjustment note for any adjustment event in accordance with clause 13.6:
 - 13.7.4 the non-residential customer acknowledges that it is registered for GST and that it will immediately notify Synergy in writing if it ceases to be registered;
 - 13.7.5 Synergy acknowledges that it is registered for GST and that it will immediately notify the nonresidential customer in writing if it ceases to be registered; and
 - 13.7.6 if either *Synergy* or the *non-residential customer* cease to be registered for *GST*, clause 13.7 will cease to apply to *Synergy* and the *non-residential* customer as and from the date the party notifies the other of its changed *GST* status.
- 13.8 The customer will be solely liable for payment of all taxes (including but not limited to corporate taxes, personal income tax, fringe benefits tax, payroll tax, stamp duty, withholding tax, PAYG, turnover tax and excise and import duties, and any subcontractor's taxes) which may be imposed in relation to distributed energy exported, the system or payments made under the contract.

14. Miscellaneous

- 14.1 If the whole or part of any of this contract (a "provision") is void, unenforceable or illegal in a jurisdiction, it is severed for that jurisdiction. The remainder of the contract has full force and effect and the validity or enforceability of that provision in any other jurisdiction is not affected. This clause has no effect if the severance alters the basic nature of this contract or is contrary to public policy. The parties acknowledge and agree that:
 - 14.1.1 clause 15 is central to the basic nature of this contract as a contract giving effect to Government policy, which policy is subject to change in a manner that would otherwise adversely impact Synergy if this contract was not amended to reflect the change in policy;
 - 14.1.2 if any of clauses 11.6, 17.2 or 17.3 apply to the *customer*, each clause is central to the basic nature of this *contract* as a contract giving effect to Government policy;
 - 14.1.3 severance of any part of clauses 11.6, 15, 17.2 or 17.3 alters the basic nature of this *contract*; and
 - 14.1.4 if any part of clauses 11.6, 15, 17.2 or 17.3 are void, unenforceable or illegal in any jurisdiction, Synergy may terminate this contract.
- 14.2 This contract is governed by the Law in force in Western Australia from time to time, and each party irrevocably and unconditionally submits to the non-exclusive jurisdiction of the courts of Western Australia.
- 14.3 This contract constitutes the entire agreement between the parties about its subject matter and any previous agreements, understandings and negotiations on that subject matter cease to have any effect.
- 14.4 The rights, powers and remedies provided in this contract are cumulative with and not exclusive of the rights, powers, or remedies provided by Law independently of this contract.
- 14.5 Subject to clause 15, no amendment or waiver of any of this contract shall be valid or effective unless made in writing and duly executed by all parties, in the case of an amendment, or by the party giving the waiver.
- 14.6 The failure of any party to enforce at any time any provision of this *contract* or to exercise any right, power or remedy provided by this *contract* shall in no way be construed to be a waiver of such provision nor in any way to affect the validity of this *contract* or any part thereof or the right of any party to enforce thereafter each and every term of this *contract* and to exercise any such right. No waiver of any breach of a provision of this *contract* shall be held to be a waiver of any other or subsequent breach.

- 14.7 A reference to legislation means includes that legislation as amended or replaced from time to time.
- 14.8 If a period of time dates from a day, the period of time is calculated exclusive of that day and inclusive of the last day of that period of time.

15. Amendments

- 15.1 The customer acknowledges that these "Distributed Energy Buyback Scheme Terms and Conditions for Purchase of Distributed Energy Electricity Industry (Licence Conditions) Regulations 2005" (including, but not limited to the DEBS buyback rate) are subject to change as required or permitted by Law (including but not limited to changes arising from any of the El Act and regulation 8A of the Electricity Industry (Licence Conditions) Regulations 2005 (WA)), and any such change may, without limitation, have retrospective effect.
- 15.2 In the event that any changes to these "Distributed Energy Buyback Scheme Terms and Conditions for Purchase of Distributed Energy Electricity Industry (Licence Conditions) Regulations 2005" are approved by the Coordinator or the Minister then Synergy will notify the customer of such change and the contract will be deemed to be amended to reflect that change on and from the date that the change is approved by the Coordinator or Minister (as relevant).

16. Adjustments for a change in law and network access costs

- 16.1 If a change in Law occurs, Synergy may adjust the charge applicable under this contract to the extent necessary to place Synergy in the position it would have been under the contract if it had not been for the change in Law.
- 16.2 Without limiting the generality of clause 16.1, if a change in network charges occurs, or a new network charge is imposed, Synergy may charge the customer an amount to the extent necessary to reflect that proportion of the effect of the new network charge or change in network charges which Synergy estimates in good faith is fairly attributable to or payable by the customer.
- 16.3 If the customer changes the amount or rate at which it exports electricity, Synergy may, subject to prior notice to the customer, charge the customer an amount to the extent necessary to reflect that proportion of any increase in network charges which Synergy estimates in good faith is fairly attributable to the customer.

17. ESM

17.1 Recital

This clause 17 is intended to:

- 17.1.1 enable *Synergy* to give effect to the State
 Government's *ESM* policy that requires all new
 or upgraded distribution-connected photovoltaic
 systems within the *SWIS* with an inverter capacity
 of 5kW or less to be the subject of *ESM* for short
 periods in response to a WP ESM direction.
 The new arrangements took effect on 14
 February 2022; and
- 17.1.2 otherwise enable Synergy and the customer to comply with their obligations in relation to the system being connected to the Western Power network, including under the ETAC and the connection conditions.
- 17.2 Without limiting the customer's obligations under clause 7.1 in any way, and consistent with Western Power's connection conditions, the customer agrees it will participate in the ESM system.
- 17.3 Without limiting the *customer*'s obligations under clause 7.1 in any way, the *customer* acknowledges and agrees to the following.
 - 17.3.1 Synergy will use the ESM system to disconnect, curtail and reconnect the customer's system in the manner Synergy considers is required or convenient to:
 - 17.3.1.1 implement a *WP ESM direction* or otherwise comply with the connection conditions applicable to the *customer*;
 - 17.3.1.2 commission, test or maintain the *ESM* system; or
 - 17.3.1.3 otherwise comply with any of its obligations under its ETAC or obligations under any *Law*.
 - 17.3.2 The *customer* will, at its risk and cost, do all things *Synergy* or *Western Power* reasonably requires it to do in connection with the matters in clause 17.3.1 including, without limitation,
 - 17.3.2.1 installing and maintaining any relevant hardware or software at the *system's* inverter (or other location as required or agreed to by *Western Power* or *Synergy*);

- 17.3.2.2 ensuring any relevant hardware or software is connected to the internet, if required for operation of the *ESM system* applicable to the *customer*, and the *system* otherwise remains available to be disconnected, curtailed or reconnected by the *ESM system*;
- 17.3.2.3 disconnecting, curtailing or reconnecting the *system* for the safe and/or efficient operation of the *ESM system*;
- 17.3.2.4 notifying *Synergy* as soon as practicable, if there is, or is likely to be, any circumstances that may adversely impact the operation of the *ESM system*, including any actual or expected changes to the *customer's system* or if the *customer* considers the *system* will, or is likely to, not remain available to be disconnected, curtailed or reconnected by the *ESM system* for any reason; and
- 17.3.2.5 providing *Synergy* or persons nominated by it (including *Western Power*) with safe and unrestricted access to the *premises* when *Synergy* needs it and without having to give the *customer* notice, at all reasonable times and at any time in an *Emergency*, for the purposes of ensuring compliance by the *customer* with this *contract*.
- 17.3.3 A person entering the premises on Synergy's behalf will clearly display identification that identifies the person as Synergy's employee or agent and show his or her identification to the customer if the customer asks to see it.
- 17.3.4 The *customer* must not tamper with, bypass, circumvent or otherwise interfere with the *ESM system*, or do anything that will prevent *Synergy* or *Western Power* from using the *ESM system*.
- 17.3.5 If the *customer* fails to comply with this clause 17.3 *Synergy*, in addition to any other legal remedy available to it, or *Western Power*, may permanently disconnect the *customer's system* until such time as *Synergy* is satisfied the breach has been remedied.

- 17.4 Clauses 11.6, 14.1.2, 17.1, 17.2 and 17.3, only apply to customers that:
 - 17.4.1 entered into or amended an agreement to install or modify the system, other than a replacement under warranty or on a like-for-like basis, on or after 14 February 2022;
 - 17.4.2 entered into or amended an agreement to install or modify the system, other than a replacement under warranty, before 14 February 2022 and had the system installed or modified after 14 March 2022; or
 - 17.4.3 are otherwise required under contract or by *Law*, either directly or indirectly, to participate in the *ESM system* or a similar system.

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