Queensland Competition Authority

Technical appendices—Draft determination

Supplementary review Regulated retail electricity prices 2020–21

Regional Queensland

August 2020



STRUCTURE OF TECHNICAL APPENDIX

This technical appendix aims to provide stakeholders with a more comprehensive understanding of our price setting process for notified prices. It is designed to be read in conjunction with the draft determination report (main report), not as a substitute.

We have provided supporting and other information in the appendices as follows:

- Appendix A: Minister's delegations
- Appendix B: References
- Appendix C: Energy cost approach
- Appendix D: DMO bill comparison and adjustment
- Appendix E: Data used to estimate customer impacts
- Appendix F: Build-up of draft notified prices
- Appendix G: Draft gazette notice.

APPENDIX A: MINISTER'S DELEGATIONS

Section 1: Delegation received on 24 June 2020



The Hon Dr Anthony Lynham MP Minister for Natural Resources, Mines and Energy

VINDHIUS NOTTI ZEGOS

Ref

CTS 12123/20

17-JUN-2020



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Professor Flavio Menezes Chair Queensland Competition Authority Level 27, 145 Ann Street BRISBANE QLD 4000

Dear Professor Menezes

Pursuant to section 90AA of the Electricity Act 1994 (the Act), I have delegated to the Queensland Competition Authority (QCA) my functions under section 90(1) of the Act for the determination of three new controlled load retail standard tariffs to be added to the 2020-21 tariff schedule.

I note the challenges experienced by the Australian Energy Regulator (AER) in making its decisions about the 2020-25 Energex and Ergon Energy distribution regulatory control period and the resulting delays. It is now apparent that the QCA would not be able to create new retail tariffs to apply from 1 July 2020 that are based on the new network tariffs recently approved in the AER's final decisions.

As the QCA has previously identified, the transition to cost-reflective tariffs will impact businesses, which is why the government has enabled a transition period along with specific programs and trials to support those customers. This transition period concludes on 30 June 2021.

The new controlled load network tariffs have been developed in consultation with businesses, including those on obsolete tariffs. They form a key part of Energy Queensland's (EQ) strategy to assist customers' transition to standard business tariffs, and it is important that these are implemented prior to the expiry of obsolete tariffs.

This delegation is limited to the development of three new regulated standard retail tariffs that support the three new network controlled load tariffs approved by the AER by on 5 June 2020, applying from 1 July 2020. The new retail tariffs are to take effect from 1 November 2020, after which they will be reviewed for 2021–22 as part of the usual tariff year process.

The attached delegation and terms of reference are generally consistent with the approaches in my previous delegation and terms of reference for 2020–21. However, I have limited its scope to the development of the three new tariffs and their addition to the Tariff Schedule.

The government's uniform tariff policy (UTP) and costs to consumers are important considerations when setting regulated retail electricity prices in regional Queensland. As such, the government notes that standard contracts continue to provide additional value to small customers compared to market contracts, for example, through additional protections contained in the terms and conditions of standard contracts that cannot be set aside. I consider

that the standing offer adjustment proposed by the QCA in its draft 2020-21 price determination, before any adjustments were made to account for an equivalent Default Market Offer, appropriately reflects this additional value.

Public consultation is a vital part of the QCA's process for determining retail electricity prices. In this regard, the terms of reference requires that the draft determination must be issued in August 2020, with public consultation to follow, and a final determination must be delivered by 16 October 2020. I acknowledge the timeframe for this price setting process is compressed compared to the normal timeframe, but trust the QCA is able to make its decision by the due date considering the limited scope of this delegation.

Recognising the significant public consultation already undertaken by both EQ and the AER in developing the new network tariffs and that the structure and access arrangements of the new retail tariffs should mirror those tariffs, I have not included the usual requirement for the QCA to issue an Interim Consultation Paper. This approach will enable the QCA to move quickly to a draft decision, undertake consultation and deliver new retail prices before the end of 2020.

The government is committed to delivering lower electricity bills and ensuring regional customers continue to benefit from the protections provided by the UTP. I consider the anticipated new retail tariffs provide new options for customers that can help them manage their electricity bills.

I will consider possibilities of further new retail tariffs once the AER has finalised its current network decisions, and the QCA has its finalised its current retail electricity price determination – due to be published by 26 June 2020.

My department will consult with the QCA as appropriate on specific wording for inclusion in the new Tariff Schedule. If you have any questions, Executive Director, Consumer Innovation, Department of Natural Resources, Mines and Energy will be pleased to assist you and can be contacted on telephone

Yours sincerely

Dr Anthony Lynham MP

Minister for Natural Resources, Mines and Energy

Att: Delegation

DEPARTMENT OF NATURAL RESOURCES, MINES AND ENERGY

Electricity Act 1994

ELECTRICITY (MINISTERIAL - QCA) DELEGATION (NO. 1) 2020

Background

- On 9 December 2019, The Honourable Anthony Lynham MP, Minister for Natural Resources, Mines and Energy made the Electricity (Ministerial – QCA) Delegation (No. 1) 2019 (the 2019 delegation) pursuant to which the Minister delegated to the Queensland Competition Authority (QCA) the functions of the Minister under section 90(1) of the Electricity Act 1994 (the Act), subject to certain limitations.
- Pursuant to the 2019 delegation, QCA is expected to publish its final price determination for tariff year 1 July 2020 to 30 June 2021 (the 2020/21 tariff year), in the form of a tariff schedule (the 2020/21 tariff schedule), by no later than 26 June 2020.
- 3. However, the Australian Energy Regulator is expected to approve new network tariffs and prices in June 2020. Accordingly, new controlled load retail tariffs need to be added to the 2020/21 tariff schedule after it is published in the Queensland Government Gazette and the Minister wishes to delegate the Minister's functions under section 90(1) of the Act in relation to those new tariffs to the QCA pursuant to the terms of this delegation.

Power to delegate

 Under section 90AA(1) of the Act, the Minister may delegate to the QCA all or any of the Minister's functions under section 90(1) of the Act.

Powers delegated

- Subject to the limitations and requirements listed in paragraph 6, I delegate the functions of the Minister under section 90(1) of the Act to the QCA for the 2020/21 tariff year.
- 6. The functions of the Minister specified in paragraph 5 above must only be exercised for the purpose of:
 - (a) developing three new controlled load retail standard tariffs (together, the new tariffs) to be included in the 2020/21 tariff schedule based on new network tariffs in Ergon Energy Corporation Limited's (EECL) and Energex's approved 2020-25 Tariff Structure Statements that include:
 - (i) a primary load control tariff for small business customers;
 - (ii) a primary load control tariff for large business customers; and
 - (iii) a secondary load control tariff for large business customers;
 - (b) deciding the prices, or the methodology for fixing the prices, for the new tariffs that a retail entity may charge its Standard Contract Customers in Queensland (other than Standard Contract Customers in the Energex distribution area) for the new tariffs; and

- (c) adding the new tariffs to the 2020/21 tariff schedule pursuant to section 90(3)(c) of the Act.
- 7. The new tariffs must take effect on 1 November 2020, and will remain in force until the end of the 2020/21 tariff year.
- Pursuant to section 90(5)(a)(iii) of the Act, in exercising the functions specified in paragraphs 5 and 6 above, the QCA must have regard to the terms of reference in the schedule.

Revocation

- Unless earlier revoked in writing, this delegation ceases upon publication of the amended 2020/21 tariff schedule which includes the new tariffs in the Queensland Government Gazette.
- For the avoidance of doubt, this delegation is in addition to, and does not revoke, vary or otherwise affect, the 2019 delegation.

This delegation is made by **The Honourable Anthony Lynham MP**, Minister for Natural Resources, Mines and Energy:

Signed:

The Honourable Anthony Lynham MP

Minister for Natural Resources, Mines and Energy

Dated: 17th June 2020

SCHEDULE Terms of Reference Sections 90(5)(a)(iii) and 90AA of the Act

These Terms of Reference apply to the price determination for the new tariffs.

Period for which the price determinations will apply (section 90AA(3)(a) of the Act)

 The price determination for the new tariffs takes effect from 1 November 2020 and remains in force until the end of the 2020/21 tariff year.

Policies, principles and other matters the QCA must consider when working out the notified prices and making the price determinations (sections 90(5)(a)(iii), 90AA(3)(c) and 90AA(3)(d) of the Act)

- The policies, principles and other matters that the QCA is required by this delegation to consider are:
 - (a) Uniform Tariff Policy - the Government's Uniform Tariff Policy, which provides that, wherever possible, customers of the same class should pay no more for their electricity, and should pay for their electricity via similar price structures, regardless of their geographic location. However, as residential and small business customers paying notified prices are on standard retail contracts, the Government is of the view that the QCA must consider incorporating into notified prices, an appropriate value reflecting the more favourable terms and conditions of standard retail contracts compared to market contracts. Should the application of this value result in a bill that exceeds an equivalent Default Market Offer as set by the Australian Energy Regulator for southeast Queensland (DMO), that value should be discounted so that the resulting bill does not exceed the equivalent DMO. For the avoidance of doubt, if the appropriate value is discounted to zero and the resulting bill is still greater than the equivalent DMO, no further discount should be applied;
 - (b) Framework use of the Network (N) plus Retail (R) cost build-up methodology when working out the notified prices and making the price determination, where N (network cost) is treated as a pass-through and R (energy and retail cost) is determined by the QCA;
 - (c) When determining the N components for each new tariff:
 - For the small business retail tariff basing the network cost component on the price level of the relevant Energex network charges to be levied by Energex, but utilising the relevant EECL tariff structure;
 - (ii) For the two large business retail tariffs for customers who consume 100MWh or more per annum - basing the network cost component on the relevant EECL network charges to be levied by EECL.

Consultation Requirements (section 90AA(3)(e) of the Act)

Consultation Timetable

The QCA must publish a consultation timetable within one week of the date of this
delegation, which can be revised at the discretion of the QCA, detailing any
proposed additional public papers and workshops that the QCA considers would
assist the consultation process.

Workshops and Additional Consultation

4. As part of the consultation process and in consideration of public consultation already undertaken in developing the relevant network tariffs, the QCA must consider the merits of additional public consultation (workshops and papers) on identified key issues.

Draft Price Determination

- The QCA must investigate and publish its draft price determination on the new tariffs, with each tariff to be presented as bundled prices appropriate to the retail tariff structure.
- 6. The QCA must publish a written notice inviting submissions about the draft price determination. The notice must state a period during which anyone can make written submissions to the QCA about issues relevant to the draft price determination.
- The QCA must consider any submissions received within the consultation period and make them available to the public, subject to normal confidentiality considerations.

Final Price Determination

 The QCA must investigate and publish its final price determination on the new tariffs, with each tariff to be presented as bundled prices appropriate to the retail tariff structure, and gazette the retail tariffs.

Time frame for QCA to make and publish reports (section 90AA(3)(b) of the Act)

- 9. The QCA must make its reports available to the public and, at a minimum, publicly release the papers and price determinations listed in paragraphs Error! Reference source not found. to 8 of the terms of reference.
- The QCA must publish the draft price determination for the new tariffs by no later than 31 August 2020.
- 11. The QCA must publish the full 2020/21 tariff schedule, amended to include the new tariffs, in the Queensland Government gazette no later than 16 October 2020.

(SCHEDULE ENDS)

Section 2: Delegation received on 3 August 2020



The Hon Dr Anthony Lynham MP Minister for Natural Resources, Mines and Energy

Ref CTS 14180/20

22-JUL-2020

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Professor Flavio Menezes Chair Queensland Competition Authority GPO Box 2257 BRISBANE QLD 4001

OLD COMPETITION AUTHORITY

- 3 AUG 2020

BATE RECEIVED

Dear Professor Menezes

Pursuant to section 90AA of the *Electricity Act 1994* (the Act), I have delegated to the Queensland Competition Authority (QCA) my functions under section 90(1) of the Act for the determination of new retail standard tariffs to be added to the second amended 2020–21 Tariff Schedule.

The process of determining regional prices for the 2020–21 period has been somewhat anomalous to previous years. I have previously noted the challenges experienced by the Australian Energy Regulator (AER) in making its decisions about the 2020–25 Energex and Ergon Energy distribution regulatory control period and the resulting delays. I also recognised that the QCA would not be able to create new retail tariffs to apply from 1 July 2020 that are based on the new network tariffs recently approved in the AER's final decisions.

I note that the QCA is currently expediting the development of three new controlled load tariffs for regional businesses in accordance with my delegation of 17 June 2020. These are expected to assist some businesses transition away from outdated legacy tariffs.

In addition, a broader range of new network tariffs has also been developed in consultation with businesses and stakeholders. They form a key part of Energy Queensland's strategy to assist other customers' transition from legacy business tariffs to standard business tariffs and it is important that these be implemented at the retail level as soon as practical.

However, in consideration of outcomes for customers, it is important to differentiate retail tariffs from network tariffs. While certain terms and conditions are practical at a network level, in many cases they don't make sense in the retail context and if treated the same, could have adverse impacts for customers. For example, it is important that retail customers are not constrained or treated differently simply as a result of the type of meter they have, provided the metering is appropriate for the tariff; or their level of consumption within a retail customer class.

Specifically, the assignment condition contained in the new small business wide inclining fixed network tariff, that small business customers with basic metering using more than 20 megawatt hours per year, be assigned to the tariff by default, is not reasonable at the retail level and should not be passed through in the retail version. This then allows customers to make the choice about which retail tariff best suits their individual needs.

I also consider that the two default retail tariff assignments made by the QCA in its 25 June 2020 decision should remain in place as the only default tariff assignment criteria.

Network tariff reform should be progressed but it should not be expected that those reforms be directly mirrored at the retail level as a matter of course. Retailers will balance the reforms with the expectations and needs of their customers in many different ways and those responses can inform future regulated pricing decisions.

This delegation is limited to the development of additional new regulated standard retail tariffs that support the remaining new network tariffs approved by the AER on 5 June 2020, those applying from 1 July 2020. The new retail tariffs are to take effect from 1 January 2021, after which they will be reviewed for 2021–22 as part of the usual tariff year price setting process.

The attached delegation and terms of reference are generally consistent with the approaches in my previous delegation for the development of three new controlled load retail tariffs for 2020–21. Similarly, these new retail tariffs will be additions to the 2020–21 Tariff Schedule. Given these new retail tariffs are supplementary to the 2020–21 regulated tariffs determined on 25 June 2020, I consider that the QCA should use approaches and estimates that are consistent in setting them.

The government's uniform tariff policy (UTP) and costs to consumers are important considerations when setting regulated retail electricity prices in regional Queensland. As such, the government notes that standard contracts continue to provide additional value to small customers compared to market contracts, for example, through additional protections contained in the terms and conditions of standard contracts that cannot be set aside. I consider that the standing offer adjustment applied by the QCA in its final 2020–21 price determination, before any adjustments were made to account for an equivalent Default Market Offer, appropriately reflects this additional value.

A key aspect of the UTP is that regional customers, at a minimum, continue to be able to access price structures commonly available in South East Queensland (SEQ) regardless of underlying network tariff changes. Importantly, this should not limit the development and continued offering of additional retail price structures, even if those are not available in SEQ. This has been within the intent of the UTP as set out in my last two delegations to the QCA, and for clarity, should be applied in the QCA's interpretation and considerations under my 17 June 2020 delegation.

Public consultation is a vital part of the QCA's process for determining retail electricity prices. In considering the limited scope of this delegation, and recognising the significant public consultation already undertaken in developing the new network tariffs, I have not included the usual requirement for the QCA to issue an Interim Consultation Paper. This will enable the QCA to move quickly to a draft decision, undertake consultation and deliver new retail prices before the end of 2020.

The government is committed to delivering lower electricity bills and ensuring regional customers continue to benefit from the protections provided by the UTP, and these new retail tariffs will provide customers more ways to better manage their electricity bills.

Future changes in how we all use electricity will continue to drive the need for new retail tariffs. My department will work with the QCA and retailers, including Ergon Energy retail, to propose a cost-based methodology to enable the future development of new retail tariffs such as for example, a solar-soaker tariff which will reward customers to export solar into the grid at peak periods.

My department will consult with the QCA as appropriate on specific wording for inclusion in the new Tariff Schedule.

If you have any questions, Chief of Staff, will be pleased to assist you and can be contacted on telephone

Yours sincerely

Dr Anthony Lynham MP

Minister for Natural Resources, Mines and Energy

Att

DEPARTMENT OF NATURAL RESOURCES, MINES AND ENERGY

Electricity Act 1994

ELECTRICITY (MINISTERIAL - QCA) DELEGATION (NO. 2) 2020

Background

- On 9 December 2019, The Honourable Anthony Lynham MP, Minister for Natural Resources, Mines and Energy made the Electricity (Ministerial – QCA) Delegation (No. 1) 2019 (the 2019 delegation) pursuant to which the Minister delegated to the Queensland Competition Authority (QCA) the functions of the Minister under section 90(1) of the Electricity Act 1994 (the Act), subject to certain limitations.
- On 17 June 2020, the Minister made the Electricity (Ministerial QCA) Delegation (No. 1) 2020 (the 2020 controlled load delegation) pursuant to which the Minister delegated to the QCA the functions of the Minister under section 90(1) of the Act, in relation to three new controlled load tariffs (the controlled load tariffs).
- 3. Pursuant to the 2019 delegation, the QCA published its final price determination for tariff year 1 July 2020 to 30 June 2021 (the 2020/21 tariff year), in the form of a tariff schedule (the 2020/21 tariff schedule), on 25 June 2020. On 29 June 2020 the Minister published an amended 2020/21 tariff schedule (the first amended tariff schedule) which superseded the 2020/21 tariff schedule published by the QCA.
- 4. Pursuant to the 2020 controlled load delegation, the QCA is expected to publish its final price amendment determination for the 2020/21 tariff year, which includes the controlled load tariffs, in the form of a further amended tariff schedule for the 2020/21 tariff year (the second amended tariff schedule), by no later than 16 October 2020.
- 5. However, the Australian Energy Regulator approved new network tariffs and prices in June 2020. Accordingly, further new retail tariffs will need to be added to the second amended tariff schedule after it is published in the Queensland Government Gazette. Accordingly, the Minister wishes to delegate the Minister's functions under section 90(1) of the Act in relation to those new retail tariffs to the QCA pursuant to the terms of this delegation.

Power to delegate

Under section 90AA(1) of the Act, the Minister may delegate to the QCA all or any of the Minister's functions under section 90(1) of the Act.

Powers delegated

- Subject to the limitations and requirements listed in paragraph 8, I delegate the functions of the Minister under section 90(1) of the Act to the QCA for the 2020/21 tariff year.
- 8. The functions of the Minister specified in paragraph 7 above must only be exercised for the purpose of:

- (a) developing the following new retail standard tariffs, to be included in the second amended tariff schedule, based on new network tariffs in Ergon Energy Corporation Limited's (EECL) and Energex's approved 2020-25 Tariff Structure Statements:
 - (i) a residential transitional demand tariff;
 - (ii) a residential demand tariff;
 - (iii) a residential time of use energy tariff;
 - (iv) a small business wide inclining fixed tariff;
 - (v) a small business transitional demand tariff;
 - (vi) a small business demand tariff;
 - (vii) a small business time of use energy tariff; and
 - (viii) a large business time of use demand tariff,

(together, the new retail tariffs).

- (b) deciding the prices, or the methodology for fixing the prices, for the new retail tariffs that a retail entity may charge its Standard Contract Customers in Queensland (other than Standard Contract Customers in the Energex distribution area) for the new retail tariffs; and
- (c) adding the new retail tariffs to the second amended tariff schedule pursuant to section 90(3)(c) of the Act.
- 9. The new retail tariffs must take effect on 1 January 2021, and will remain in force until the end of the 2020/21 tariff year.
- 10. Pursuant to section 90(5)(a)(iii) of the Act, in exercising the functions specified in paragraphs 7 and 8 above, the QCA must have regard to the terms of reference in the schedule.

Revocation

- 11. Unless earlier revoked in writing, this delegation ceases upon publication of a further amended tariff schedule for 2020/21 which includes the new retail tariffs in the Queensland Government Gazette.
- 12. For the avoidance of doubt, this delegation is in addition to, and does not revoke, vary or otherwise affect, the 2020 controlled load delegation.

This delegation is made by **The Honourable Anthony Lynham MP**, Minister for Natural Resources, Mines and Energy:

Signed:

The Honourable Anthony Lynham MP
Minister for Natural Resources, Mines and Energy

Dated: 22nd July 2020

SCHEDULE Terms of Reference Sections 90(5)(a)(iii) and 90AA of the Act

These Terms of Reference apply to the price determination for the new retail tariffs.

Period for which the price determinations will apply (section 90AA(3)(a) of the Act)

 The price determination for the new retail tariffs takes effect from 1 January 2021 and remains in force until the end of the 2020/21 tariff year.

Policies, principles and other matters the QCA must consider when working out the notified prices and making the price determinations (sections 90(5)(a)(iii), 90AA(3)(c) and 90AA(3)(d) of the Act)

- The policies, principles and other matters that the QCA is required by this delegation to consider are:
 - (a) Uniform Tariff Policy - the Government's Uniform Tariff Policy, which provides that, wherever possible, customers of the same class should pay no more for their electricity, and should be able to pay for their electricity via similar price structures, regardless of their geographic location. However, this should not limit Standard Contract Customers outside the Energex distribution area accessing a wider choice of prices and price structures than may be available within the Energex distribution area. Additionally, as residential and small business customers paying notified prices are on standard retail contracts, the Government is of the view that the QCA must consider incorporating into notified prices, an appropriate value reflecting the more favourable terms and conditions of standard retail contracts compared to market contracts. Should the application of this value result in a bill that exceeds an equivalent Default Market Offer as set by the Australian Energy Regulator for southeast Queensland (DMO), that value should be discounted so that the resulting bill does not exceed the equivalent DMO. For the avoidance of doubt, if the appropriate value is discounted to zero and the resulting bill is still greater than the equivalent DMO, no further discount should be applied;
 - (b) Framework use of the Network (N) plus Retail (R) cost build-up methodology when working out the notified prices and making the price determination, where N (network cost) is treated as a pass-through and R (energy and retail cost) is determined by the QCA;
 - (c) When determining the N components for the new retail tariffs:
 - For residential and small business retail tariffs basing the network cost component on the price level of the relevant Energex network charges to be levied by Energex, but utilising the relevant EECL tariff structure;

(ii) For large business retail tariffs for customers who consume 100MWh or more per annum - basing the network cost component on the relevant EECL network charges to be levied by EECL in the 'East distribution pricing zone - Transmission pricing zone T1'.

Consultation Requirements (section 90AA(3)(e) of the Act)

Consultation Timetable

The QCA must publish a consultation timetable within one week of the date of this
delegation, which can be revised at the discretion of the QCA, detailing any
proposed additional public papers and workshops that the QCA considers would
assist the consultation process.

Workshops and Additional Consultation

4. As part of the consultation process and in consideration of public consultation already undertaken in developing the relevant network tariffs, the QCA must consider the merits of additional public consultation (workshops and papers) on identified key issues.

Draft Price Determination

- The QCA must investigate and publish its draft price determination on the new retail tariffs, with each tariff to be presented as bundled prices appropriate to the retail tariff structure.
- 6. The QCA must publish a written notice inviting submissions about the draft price determination. The notice must state a period during which anyone can make written submissions to the QCA about issues relevant to the draft price determination.
- The QCA must consider any submissions received within the consultation period and make them available to the public, subject to normal confidentiality considerations.

Final Price Determination

 The QCA must investigate and publish its final price determination on the new retail tariffs, with each tariff to be presented as bundled prices appropriate to the retail tariff structure, and gazette the retail tariffs.

Time frame for QCA to make and publish reports (section 90AA(3)(b) of the Act)

 The QCA must make its reports available to the public and, at a minimum, publicly release the papers and price determinations listed in paragraphs 3 to 8 of the terms of reference.

- The QCA must publish the draft price determination for the new retail tariffs by no later than 30 September 2020.
- The QCA must publish the full 2020/21 tariff schedule, amended to include the new retail tariffs, in the Queensland Government gazette no later than 30 November 2020.

(SCHEDULE ENDS)

APPENDIX B: REFERENCES

References

ACIL Allen Consulting (ACIL Allen), *Estimated Energy Costs 2020–21 Retail Tariffs*, final report prepared for the QCA, June 2020.

— Estimated Energy Costs 2020–21 New Load Control Retail Tariffs, draft report prepared for the QCA, August 2020.

Australian Energy Market Operator (AEMO), 2019 Electricity Statement of Opportunities, August 2019.

——2020 Integrated System Plan, draft report, July 2020.

Queensland Competition Authority (QCA), *Regulated retail electricity prices 2020–21,* final determination, June 2020.

Queensland Government 2019, *Queensland Budget 2019–20—Budget Strategy and Outlook: Budget Paper No. 2*, June 2019.

APPENDIX C: ENERGY COST APPROACH

This appendix provides detail on why we consider ACIL Allen's estimates are appropriate (as noted in section 4.2.1). It covers some of the more complex methods and assessments used in estimating energy costs. ACIL Allen's reports, including the information we relied on to prepare this technical appendix, is available on our website.¹

Wholesale energy costs

A retailer incurs wholesale energy costs when purchasing electricity from the National Electricity Market (NEM) to meet the demand of its customers. The NEM is a volatile market where spot prices are settled every half-hour and currently can range from –\$1,000 to \$14,700 per megawatt hour (MWh)².

Retailers adopt a range of strategies to reduce spot price volatility risk (spot price risk), including:

- pursuing a hedging strategy by purchasing financial derivatives³—such as futures, swaps, caps and options
- entering long-term power purchase agreements with generators
- investing in their own electricity generators.

For the June 2020 determination, ACIL Allen was engaged to assist with estimating wholesale energy costs for customers whose prices are settled on:

- the net system load profiles (NSLPs) in the Energex and Ergon areas
- the controlled load profiles (CLPs) in the Energex area (i.e. the load profiles of tariffs 31 and 33).⁴

For this determination, we engaged ACIL Allen to assist with estimating wholesale energy costs for customers whose prices are settled on:

- the load profile of the small business load control tariff in the Energex area (CLP (small business))
- the load profile of large business load control tariffs in the Ergon area (CLP (large business)).

These new load control tariffs do not have existing observable load profiles. Therefore, for these new tariffs, we need to estimate representative load profiles for the purpose of determining wholesale energy costs.

¹ For more information, see https://www.qca.org.au/project/customers/electricity-prices/regulated-electricity-prices-for-regional-qld-2020-21/.

² The minimum spot price (market floor price) and the maximum spot price (market price cap) are defined in chapter 3 of the National Electricity Rules. The market price cap is published by the AEMC every February and is effective from 1 July. For more information, see www.aemc.gov.au.

³ Generally, purchasing financial derivatives enables retailers to lock in a price, or a maximum price (in the case of caps) at which a given volume of electricity will be transacted at a future date.

⁴ The NSLP and CLP approximate how much electricity is consumed by customers on accumulation meters in a region, for each half-hour of the day. Unlike smart/interval meters, accumulation meters do not record when during the day electricity was consumed or how much was consumed at that time. To allow for half-hourly settlement within the NEM (with different spot prices and volume for each half hour), the AEMO uses the NSLP to approximate the amount of electricity consumed by customers on accumulation meters in a region, for each half hour of the day. At this stage, most customers in Queensland are on accumulation meters.

Summary of analysis

Consistent with previous years, ACIL Allen estimated wholesale energy costs using a market hedging approach. This approach is designed to simulate the NEM from a retailer's perspective and involves:

- simulating the expected spot prices that a retailer faces, considering temperature data, demand load profiles, generation supply/costs and power station availability, and then
- estimating wholesale energy costs for a retailer that hedges spot price risk through the purchase of ASX Energy futures⁵.

Estimating expected spot prices

To simulate expected spot prices, ACIL Allen used its stochastic demand model to develop 49 weather-influenced simulations of hourly demand for 2020–21—using temperature data from 1970–71 to 2018–19 and demand load profiles from 2016–17 to 2018–19.

ACIL Allen used the historical demand load profiles sourced from AEMO. When simulating the weather-influenced hourly demand, ACIL Allen also incorporated AEMO's latest peak demand forecast for 2020–21.⁶ For the new load control tariffs without existing load profiles, we have attempted to estimate representative profiles for these tariffs with the assistance of Energy Queensland (EQ) (discussed further below).

In addition to the 49 simulated demand profiles, ACIL Allen used its stochastic outage model to develop 11 hourly power station availability simulations. It then applied its proprietary electricity model (PowerMark) to generate 539 simulations of 8760 hourly wholesale electricity spot prices for 2020–21, using the stochastic demand profiles and power station availabilities as inputs.

PowerMark simulates the behaviour of generators in the NEM, considering the cost and technological characteristics of generators, fuel prices, generator bidding strategies, demand for electricity, weather and power station availability. ACIL Allen incorporated changes to the existing generation supply, where market participants have formally announced changes, including mothballing, closure and change in operating approach of power plants. Near-term new generators are included, should ACIL Allen deem these plants to be committed projects.

ACIL Allen's forecast of the generation supply and costs within the NEM closely aligns with AEMO's Integrated System Plan (ISP). To achieve this, ACIL Allen routinely compared its detailed assumptions with the ISP's findings, including the technical parameters of generators, fuel prices and interconnector expansions. Any deviation in assumptions was investigated and the ISP's findings were adopted if the deviation cannot be justified. However, it should be noted that, to date, ACIL Allen's assumptions were closely aligned with the ISP's findings.

The ISP was developed to provide "a whole-of-system plan to maximise net market benefits and deliver low-cost, secure and reliable energy through a complex and comprehensive range of plausible energy futures. It identifies the optimal development path for the National Electricity Market (NEM), consisting of ISP projects and development opportunities, as well as necessary regulatory and market reforms".⁷

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⁵ ASX Energy futures are exchange-traded energy financial derivatives, which allow retailers to reduce the spot price volatility risk when purchasing electricity from the NEM. For more information, see https://www.asxenergy.com.au/.

⁶ AEMO, 2019 Electricity Statement of Opportunities, August 2019.

⁷ AEMO, 2020 Integrated System Plan, July 2020, p 9.

Estimating hedged wholesale energy costs

To simulate the wholesale energy costs incurred by a retailer that hedges spot price risk, ACIL Allen developed a hedging methodology based on the standard ASX Energy base, peak and cap futures contracts. To develop a hedging methodology, ACIL Allen tested a substantial number of strategies to derive the strategy with the lowest cost and variance, considering the latest demand data. Contract prices were estimated using the trade-weighted average of ASX Energy daily settlement prices of base, peak and cap contracts for 2020–21.

Suite of eight new retail tariffs (excluding the new load control tariffs)

As these new retail tariffs are yet to have widespread uptake among customers, there is insufficient data to derive separate load profiles for customers on these new tariffs. Accordingly, we consider the existing NSLPs to be the best indicator of the aggregate load profile for these new tariffs at this time. Further, given the current limited uptake of these new tariffs, retailers are likely to aggregate the load profiles of these new tariffs with the existing NSLPs when adopting a hedging strategy to manage spot price risk.

On this basis, we propose to determine the wholesale energy costs (for these new tariffs) based on estimates for the NSLPs used to set the 2020–21 notified prices. We have done so to provide consistency in approach between these new supplementary tariffs and the tariffs we set in June 2020.

As noted in the June 2020 determination, we concluded that ACIL Allen's market hedging approach is likely to produce reliable estimates that best reflect the actual costs retailers incur when purchasing electricity from the NEM. This conclusion was based on the following:

- In developing its forecasts of demand profiles and generation supply/costs, ACIL Allen used the best
 available market data at that time (up until May 2020), including the uptake of rooftop solar PV,
 AEMO's latest peak demand and supply projections as well as market participants' formal
 announcements on generation availability/operation. We considered that such an approach
 adequately takes into account the likely variation in demand profiles and generation supply/costs
 within the NEM.
- ACIL Allen's spot price modelling broadly aligns with the market's expectations of spot price outcomes
 (ASX futures) for 2020–21. Generally, the purchase of ASX futures enables retailers to lock in a price, or
 a maximum price (in the case of caps), at which a given volume of electricity will be transacted at a
 future date. Therefore, futures contract prices incorporate market participants' risk-weighted
 expectations of future spot prices.
- To develop a hedging methodology, ACIL Allen tested a substantial number of strategies to derive a strategy with the lowest cost and variance. We considered such an approach to be appropriate as it is likely to reflect how a retailer would hedge in practice using ASX futures.
- To estimate wholesale energy costs, ACIL Allen has taken the 95th percentile of the distribution of annual hedged energy costs for a given profile. Such an approach produced a conservative estimate as there is only a 5 per cent probability that the final estimate underestimates the costs that retailers face in the NEM.
- ACIL Allen's market hedging approach also adequately captured the potential impacts of covid-19 on the NEM, specifically through the incorporation of ASX contract data until May 2020. These ASX contract prices reflect the market participants' views of any impacts of covid-19, as well as other drivers, on the NEM.

For more details on the wholesale energy costs estimated in the June 2020 determination, refer to Appendix E and ACIL Allen's final report for the June 2020 determination.

New load control retail tariffs

For the new retail tariffs without existing observable load profiles (i.e. the new load control tariffs), we need to estimate representative load profiles for the purpose of determining wholesale energy costs. To do so, we could either:

- adopt one of the existing load profiles currently used as part of the broader determination process (such as the Energex or Ergon NSLPs and load profiles for tariffs 31 and 33), or
- estimate a representative load profile using another data source.

The new load control retail tariffs are based on three new load control network tariffs proposed by EQ for 2020–21. As the availability (and load profiles) of these network tariffs are controlled by Energex and Ergon Energy Network, we requested EQ's assistance to estimate the appropriate representative load profiles.

EQ advised that, unlike tariff 33 (where availability is determined through time-of-day load control), the availability of the new load control tariffs is determined through targeted and localised load control, for which EQ may undertake manual load switching of specific loads.

Under a localised control, load switching will not necessarily occur each day, as it will be a function of the individual load of the customer as well as localised network conditions. For example, some customers joining the new tariff may well have loads that are seasonal and are therefore already not operating during periods when load control is required. Further, EQ advised that it expects some customers on the new tariffs not to experience any load switching for much of the time throughout the year, while some customers may experience switching up to 10 times per year.

Therefore, there is unlikely to be a regular pattern of load control for each individual customer, which makes it challenging to estimate a representative profile. Considering the difficulties in deriving a representative profile, EQ is of the view the load profile of tariff 33 could be used to develop wholesale energy cost estimates for the new load control tariffs.

Small business load control retail tariff

EQ also provided us with load data of small business customers on load control tariffs (obtained as part of tariff trials). It suggested that these data provide an indication of the load profiles of the new load control tariffs and the type of customers that would find these new tariffs attractive. However, EQ advised against the use of these data for the purpose of estimating wholesale energy costs, as they are derived from a limited trial/sample and the load profiles would evolve over time as more customers move to these new load control tariffs.

Examining the tariff trial data of 80 sites for 2019–20, we observed that:

- the trial data exhibit an extended period of low load with loads tending to peak during summer—that
 is, between November and early January (Figure 1)
- the average time-of-day demand of the trial data shows no apparent interruption/switching in aggregate form (**Figure 2**). As EQ suggested, this is likely due to a lack of routine load switching such as the time-of-day control for tariff 33 (as demonstrated in **Figure 3**, where load switching typically occurs during 6 pm to 7 pm and 8:30 pm to 10:30 pm)
- the load of the trial data is generally concentrated during night-time hours rather than daylight hours (Figure 2)

 the load profile of the trial data is peakier than tariff 33 profile—with a load factor of 0.23 for the trial data as opposed to 0.29 for tariff 33.8

0.0003 0.00025 0.0002 (MW, relative) 0.00015 0.0001 0.00005 119 01:30:00 119 01:30:00 119 12:00:00 120 12:30:00 20 12:30:00 20 22:30:00 20 22:30:00 20 22:30:00 20 01:00:00 20 02:00:00 20 03:00 20 08:00:00 07:00:00 18:30:00 17:30:00 00:00: 05:00:00 04:00:00 00:00 9 15:00:00 9 14:00:00 9 19:00: /201 /201 /201 12/201 12/201 12/201

Figure 1 Tariff trial data—half-hourly aggregated demand, 2019–20

Note: 'MW, relative' means the annual loads for the profile have been scaled so they add up to one. This is an appropriate representation of the load as it is the relative shape of the profile (rather than the absolute size) that determines wholesale energy costs.

Source: ACIL Allen's analysis of data from EQ's Agricultural Tariff Trial.

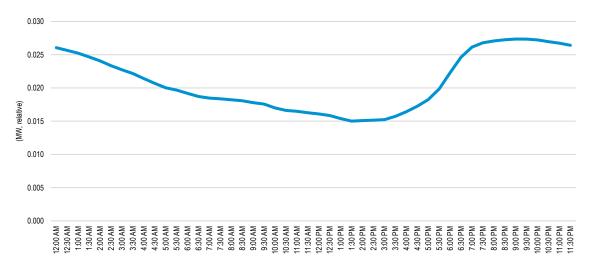


Figure 2 Tariff trial data—average time-of-day demand, 2019–20

Note: 'MW, relative' means the annual loads for the profile have been scaled so they add up to one. This is an appropriate representation of the load as it is the relative shape of the profile (rather than the absolute size) that determines wholesale energy costs.

Source: ACIL Allen's analysis of data from EQ's Agricultural Tariff Trial.

⁸ The load factor measures the peakiness (concentration) of the load for a profile across a given period. More specifically, it is calculated as the average of the half-hourly loads divided by the maximum of the half-hourly loads (for that same given period). In other words, a lower load factor denotes a peakier load profile.

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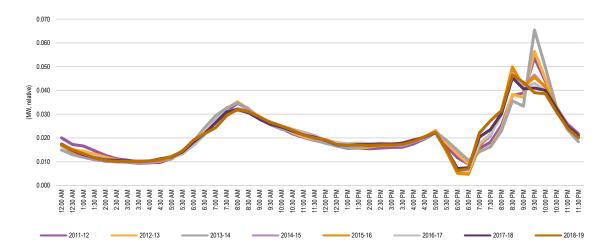


Figure 3 Tariff 33—average time-of-day demand, 2011–12 to 2018–19

Note: 'MW, relative' means the annual loads for the profile have been scaled so they add up to one. This removes differences in absolute scale between the different profiles and changes in absolute size over time.

Source: ACIL Allen, Estimated Energy Costs 2020–21 Retail Tariffs, June 2020.

Assessment of trial data

It is not possible to know with absolute certainty whether the tariff trial load data would be more representative of the load profile of the new small business load control tariff than the current tariff 33 load profile. However, we note the following:

- Unlike tariff 33 (which is primarily designed for residential load)⁹, this new tariff is designed for small business customers with relatively large interruptible load such as irrigation pumps and motors.
- The tariff trial undertaken by EQ targeted small business customers who expressed an interest in a
 load control tariff. Therefore, compared to the load profile of tariff 33, the tariff trial data are more
 likely to capture the type (and load profiles) of customers that would potentially move to this new
 tariff.
- The load of this new tariff is unlikely to exhibit the load switching pattern of tariff 33. As discussed, the load for this new tariff is determined through a localised and targeted control, while the load for tariff 33 is determined through a time-of-day control.
- EQ cautioned against the use of the tariff trial data partly because these data were derived from a sample. We note that the load profiles of the tariff trial and tariff 33 are both based on a sample of 80 and 200 customers respectively. Consequently, the fact that the trial tariff data set is a sample does not necessarily mean that it is inferior to the load data of tariff 33.
- We agree with EQ that load profiles for the new load control tariffs would evolve over time as more
 customers switch to these new tariffs. However, this by itself should not be a reason to dismiss the
 tariff trial data as any aggregate load profile evolves over time. For example, the Energex and Ergon
 NSLPs have changed considerably in the last seven years due to the substantial uptake of rooftop solar
 PV.¹⁰

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⁹ This includes load associated with hot water heating (outside of peak periods) and interruptible residential pool pumps. For more details, see Energex Tariff Structure Statement 2020–25.

¹⁰ See ACIL Allen, *Estimated Energy Costs 2020–21 Retail Tariffs*, June 2020.

On this basis, we consider that the tariff trial data are likely to be more representative of the load profile of the new small business load control tariff than the current tariff 33 load profile published by AEMO.

Estimating wholesale energy costs

Using the tariff trial load data, with ACIL Allen's assistance, we estimated the 2020–21 wholesale energy costs to be \$68.59 per megawatt-hour for the small business primary load control retail tariff.

To undertake this analysis, ACIL Allen has used the same approach and identical inputs as those adopted in the June 2020 determination. The only exception is that ACIL Allen did not simulate 49 weather-influenced demand profiles (as it did for the other load profiles sourced from AEMO) using the trial tariff data. This is because there is only one-year of load data available from the tariff trial, which is insufficient to robustly develop multiple weather-influenced demand profiles. To address this issue, ACIL Allen has instead developed 49 random simulations of the trial data, which was generated using a stratified sampling approach within each month and day type.

Such an approach ensures that the wholesale energy costs estimated using the tariff trial data will be consistent with those of the existing 2020–21 regulated tariffs. This is important, as the new load control retail tariff is supplementary to the 2020–21 regulated tariffs set as part of the June 2020 determination.

Unlike tariffs 31 and 33, which are offered as secondary tariffs, the new small business load control tariff is a primary tariff. Therefore, we propose to develop a separate hedging strategy using the same approach as adopted in the June 2020 determination. To do so, ACIL Allen tested a number of strategies to derive a strategy with the lowest cost and variance. For each calendar quarter, the contract volume for the optimal hedging strategy is as follows:

- The base contract volume is set at the 30th percentile of the hourly demands for the off-peak periods across all demand sets.¹¹
- The cap contract volume is set at 70 per cent of the median annual peak demand across all demand sets minus the base and peak contract volumes.

The optimal hedging strategy does not require peak contracts. This is likely due to the shape of the trial tariff load profile, which has lower demand during daylight hours and peaks later in the evening compared to the NSLPs.

We considered the above approach to be appropriate as it is likely to reflect how a retailer would hedge in practice using ASX futures. We also note that this optimal strategy places more reliance in cap contracts than base contracts compared to other load profiles (**Figure 4**). This is due to the differences in the shape of the load profiles with the tariff trial load profile having extended periods of very low load.

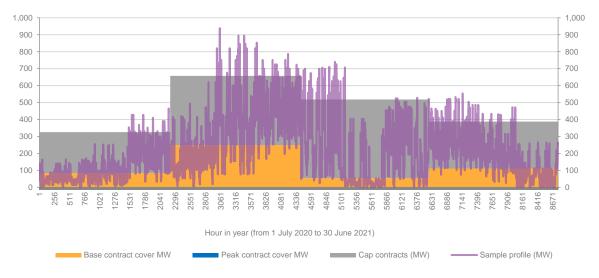


Figure 4 Optimal hedging strategy—contract volume for a sample profile from tariff trial data

Source: ACIL Allen's analysis.

For the reasons outlined above, our draft decision is to determine the wholesale energy costs for the small business load control tariff using the tariff trial load data and the same approach as adopted in the June 2020 determination. The wholesale energy cost estimate for the small business load control tariff is approximately 5 per cent higher than the estimate for tariff 33. This is primarily due to the tariff trial load profile being peakier and more volatile hour by hour relative to the load of tariff 33.

Large business load control retail tariff

Due to a tight timeframe, EQ did not manage to provide suitable load data for large customers on load control tariffs in time for us to undertake a proper analysis. Further, EQ advised that the tariff trials were only open to small business customers. As such, the tariff trial data are unlikely to be representative of the types and load profiles of large customers who would be interested in these new load control tariffs. In the absence of more reliable load data, we propose to accept EQ's advice of using the load profile of tariff 33 to develop wholesale energy cost estimates for the large business load control tariffs.

However, we note that the following factors may result in an actual load profile for large business load control tariffs that is different from tariff 33:

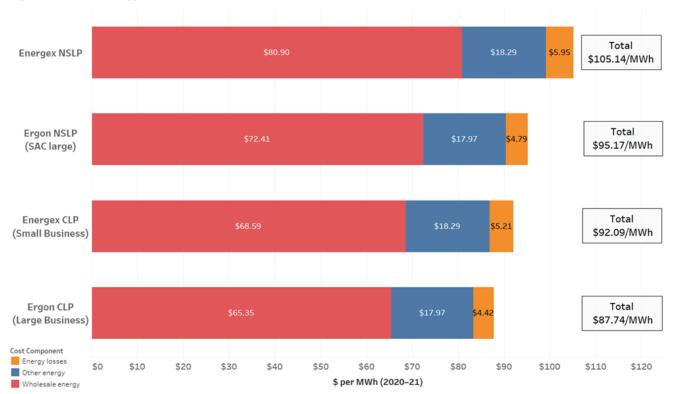
- Unlike the load profile of tariff 33 (which reflect the consumption pattern of customers in the Energex area), the load profile for large business load control tariffs would reflect the consumption pattern of customers in the Ergon area.
- These new load control tariffs are designed for large customers with interruptible load, while tariff 33 is primarily designed for residential load.
- The load of these new load control tariffs is unlikely to exhibit the load switching pattern of tariff 33.
 As discussed, the load for these new tariffs are controlled through a localised and targeted mechanism, while the load for tariff 33 is determined through a time-of-day control.

For our draft decision, we propose to determine the wholesale energy costs for the large business load control tariffs using the 2020–21 estimates for tariff 33 (as adopted in our June 2020 determination). However, we invite stakeholders to comment on this topic, given the issues raised.

Total energy cost allowances

This chart summarises the total energy cost allowances for the new retail tariffs.

Figure 5 Total energy cost allowances for new retail tariffs



Note: Totals may not add up precisely due to rounding.

Source: Our analysis using data from ACIL Allen.

APPENDIX D: DMO BILL COMPARISON AND ADJUSTMENT

The delegations ask us to consider whether the standing offer adjustment¹² needs to be reduced for small customers—in the case where the resulting notified price bill (including a 5 per cent standing offer adjustment) would exceed the equivalent DMO reference bill in SEQ.

The AER has determined DMO annual bills for SEQ for the following tariffs:

- residential flat-rate tariff
- residential flat-rate with controlled load tariffs
- residential time-of-use tariff
- small business flat-rate tariff.¹³

For this determination, we propose to introduce a suite of new retail tariffs, including a residential time-of-use retail tariff (tariff 12B). We consider tariff 12B to be comparable to the DMO residential time-of-use tariff 12B is based on the Energex time-of-use network tariff in SEQ.

This appendix sets out in greater detail how we undertook a like-for-like comparison between the equivalent notified price bill and DMO bill for the residential time-of-use retail tariff. Using the same approach adopted in the June 2020 determination, we have assessed the components of the DMO bill and draft notified price bill to undertake a like-for-like comparison.

This included taking account of:

- metering costs, which are included in the DMO bills and are not included in our notified prices. To
 undertake an equivalent comparison, we have excluded the value of metering costs (i.e. alternative
 control services charges) from the DMO bills
- GST, which is included in the DMO bills, but not in our notified prices. To ensure that the comparison is made on a like-for-like basis, we have excluded the value of GST from the DMO bills
- consumption levels, which are different for the DMO bills compared to the levels we used to calculate
 our notified price bill impacts. To ensure that the bills are comparable, we have used the DMO
 consumption levels when calculating the equivalent notified price bills.

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¹² The standing offer adjustment is included in notified prices for small customers.

¹³ For more information, see https://www.aer.gov.au/retail-markets/retail-guidelines-reviews/retail-electricity-prices-review-determination-of-default-market-offer-prices-2020-21/final-decision.

Residential time-of-use tariff (tariff 12B)

Figure 6 Residential time-of-use tariff—equivalent DMO bill and draft notified price bill



Note: The AER's DMO pattern of supply for a time-of-use tariff was used to calculate the equivalent notified price bill. Source: Our analysis using AER data.

After accounting for the factors discussed above, we observed that the equivalent notified price bill for tariff 12B is \$25.99 lower than the DMO bill. As such, no adjustments are required to the draft tariff 12B.

APPENDIX E: DATA USED TO ESTIMATE CUSTOMER IMPACTS

Typical customer figures are based on the annual consumption of the median customer on each tariff in regional Queensland. The median customer is the middle customer in terms of consumption out of all customers on each tariff. As such, half of all customers will use less electricity than the median figure, and half will use more. Consistent with previous determinations, Ergon Retail provided actual usage data for the relevant tariffs.

Table 1 Usage data to determine customer impacts

| Retail tariff | Usage (kWh per year) | Peak usage | Off-peak usage | Pump size (kW) | |
|---------------|-------------------------|------------|-------------------|-------------------|--|
| T62—median | 5,940 | 50% | 50% | _ | |
| T65—median | 8,029 | 69% | 31% | - | |
| T66—median | 25,187 | _ | _ | 18.75 | |

Note: Tariff 62 has a peak window between 7am to 9pm on weekdays and an off-peak window for all other times. Tariff 65 has a 12-hour peak window (as agreed with the retailer) and an off-peak window for all other times.

Source: Ergon Retail.

APPENDIX F: BUILD-UP OF DRAFT NOTIFIED PRICES

Table 2 Regulated retail tariffs for new controlled load tariffs (GST exclusive)

| Retail tariff | Tariff component | Fixed (c/day) | Usage (c/kWh) |
|---|---------------------------|------------------|------------------|
| Tariff 34—Small | Network (incl. JSC) | 59.200 | 5.169 |
| business flat-rate primary tariff with interruptible supply | Energy | | 9.209 |
| пистириые заррту | Fixed retail | 53.258 | |
| | Variable retail | | 1.840 |
| | Standing offer adjustment | 5.623 | 0.811 |
| | SRES cost pass-through | | 0.2651 |
| | Total | 118.081 | 17.295 |
| Tariff 60A—Large | Network (incl. JSC) | 3640.400 | 8.957 |
| business flat-rate primary tariff with interruptible supply | Energy | | 8.774 |
| ппентиршые зирргу | Fixed retail | 381.094 | |
| | Variable retail | | 1.072 |
| | Headroom | | |
| | SRES cost pass-through | | 0.2396 |
| | Total | 4021.494 | 19.042 |
| Tariff 60B—Large | Network (incl. JSC) | | 8.957 |
| business flat-rate secondary tariff with interruptible supply | Energy | | 8.774 |
| | Fixed retail | | |
| | Variable retail | | 1.072 |
| | Headroom | | |
| | SRES cost pass-through | | 0.2396 |
| | Total | | 19.042 |

 ${\it Note: Totals \ may \ not \ add \ due \ to \ rounding. \ JSC \ denotes \ jurisdictional \ scheme \ charges.}$

Table 3 Regulated retail tariffs for residential and small business customers (GST exclusive)

| Retail tariff | Tariff component | Fixed (c/day) | Off-peak/Flat usage (c/kWh) | Shoulder usage (c/kWh) | Peak usage (c/kWh) | Peak demand (\$/kW/mth) |
|--|---------------------------|------------------|-----------------------------------|------------------------------|-----------------------|-------------------------------|
| Tariff 12B— Residential time- | Network (incl. JSC) | 51.100 | 3.846 | 5.404 | 14.082 | |
| of-use primary | Energy | | 10.514 | 10.514 | 10.514 | |
| | Fixed retail | 37.578 | | | | |
| | Variable retail | | 1.618 | 1.794 | 2.772 | |
| | Standing offer adjustment | 4.434 | 0.799 | 0.886 | 1.368 | |
| | SRES cost pass-through | | 0.2615 | 0.2615 | 0.2615 | |
| | Total | 93.112 | 17.039 | 18.859 | 28.998 | |
| Tariff 14A— Residential time- | Network (incl. JSC) | 49.900 | 5.868 | | | 2.234 |
| of-use monthly demand primary | Energy | | 10.514 | | | |
| tariff | Fixed retail | 37.578 | | | | |
| | Variable retail | | 1.846 | | | 0.252 |
| | Standing offer adjustment | 4.374 | 0.911 | | | 0.124 |
| | SRES cost pass-through | | 0.2615 | | | |
| | Total | 91.852 | 19.401 | | | 2.610 |
| Tariff 14B— Residential time- of-use monthly demand primary | Network (incl. JSC) | 49.900 | 3.419 | | | 6.531 |
| | Energy | | 10.514 | | | |
| tariff | Fixed retail | 37.578 | | | | |
| | Variable retail | | 1.570 | | | 0.736 |
| | Standing offer adjustment | 4.374 | 0.775 | | | 0.363 |
| | SRES cost pass-through | | 0.2615 | | | |
| | Total | 91.852 | 16.540 | | | 7.630 |
| Tariff 24A—Small | Network (incl. JSC) | 67.300 | 7.891 | | | 1.890 |
| business time-of- use monthly demand primary | Energy | | 10.514 | | | |
| tariff | Fixed retail | 53.258 | | | | |
| | Variable retail | | 2.356 | | | 0.242 |

| Retail tariff | Tariff component | Fixed (c/day) | Off-peak/Flat usage (c/kWh) | Shoulder usage (c/kWh) | Peak usage (c/kWh) | Peak demand (\$/kW/mth) |
|---|---------------------------|------------------|-----------------------------------|------------------------------|-----------------------|-------------------------------|
| | Standing offer adjustment | 6.028 | 1.038 | | | 0.107 |
| | SRES cost pass-through | | 0.2651 | | | |
| | Total | 126.586 | 22.064 | | | 2.239 |
| Tariff 24B—Small business time-of- | Network (incl. JSC) | 67.300 | 5.920 | | | 7.724 |
| use monthly demand primary tariff | Energy | | 10.514 | | | |
| | Fixed retail | 53.258 | | | | |
| | Variable retail | | 2.104 | | | 0.989 |
| | Standing offer adjustment | 6.028 | 0.927 | | | 0.436 |
| | SRES cost pass-through | | 0.2651 | | | |
| | Total | 126.586 | 19.730 | | | 9.148 |

Note: Totals may not add up precisely due to rounding. JSC denotes jurisdictional scheme charges.

Table 4 Regulated retail tariffs for large business customers (GST exclusive)

| Retail tariff | Tariff component | Fixed (c/day) | Usage (c/kWh) | Peak demand (\$/kVA/mth) | Excess demand (\$/kVA/mth) |
|--|------------------------|------------------|------------------|--------------------------------|----------------------------------|
| Tariff 50A—Large business time-of- use monthly demand primary tariff | Network (incl. JSC) | 15431.500 | 1.584 | 12.525 | 2.505 |
| | Energy | | 9.517 | | |
| | Fixed retail | 343.197 | | | |
| | Variable retail | | 0.671 | 0.757 | 0.151 |
| | Headroom | | | | |
| | SRES cost pass-through | | 0.2396 | | |
| | Total | 15774.697 | 12.012 | 13.282 | 2.656 |

Note: Totals may not add up precisely due to rounding. JSC denotes jurisdictional scheme charges.

Queensland Competition Authority

Appendix F: Build-up of draft notified prices

Table 5 Regulated retail tariffs for small business customers (GST exclusive)

| Retail tariff | Tariff component | Fixed band 1 (c/day) | Fixed band 2 (c/day) | Fixed band 3 (c/day) | Fixed band 4 (c/day) | Fixed band 5 (c/day) | Off-peak/Flat usage (c/kWh) | Shoulder usage (c/kWh) | Peak usage (c/kWh) |
|--|---------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-----------------------------------|------------------------------|-----------------------|
| Tariff 22B— Small business | Network (incl. JSC) | 68.900 | 97.000 | 125.200 | 153.300 | 181.400 | 5.812 | 8.215 | 15.432 |
| time-of-use inclining-band | Energy | | | | | | 10.514 | 10.514 | 10.514 |
| primary tariff | Fixed retail | 53.258 | 53.258 | 53.258 | 53.258 | 53.258 | | | |
| | Variable retail | | | | | | 2.090 | 2.397 | 3.321 |
| | Standing offer adjustment | 6.108 | 7.513 | 8.923 | 10.328 | 11.733 | 0.921 | 1.056 | 1.463 |
| | SRES cost pass-through | | | | | | 0.2651 | 0.2651 | 0.2651 |
| | Total | 128.266 | 157.771 | 187.381 | 216.886 | 246.391 | 19.602 | 22.448 | 30.996 |
| Tariff 23—Small | Network (incl. JSC) | 68.900 | 97.000 | 125.200 | 153.300 | 181.400 | 8.899 | | |
| business inclining-band primary tariff | Energy | | | | | | 10.514 | | |
| primary tarin | Fixed retail | 53.258 | 53.258 | 53.258 | 53.258 | 53.258 | | | |
| | Variable retail | | | | | | 2.485 | | |
| | Standing offer adjustment | 6.108 | 7.513 | 8.923 | 10.328 | 11.733 | 1.095 | | |
| | SRES cost pass-through | | | | | | 0.2651 | | |
| | Total | 128.266 | 157.771 | 187.381 | 216.886 | 246.391 | 23.258 | | |

Note: Totals may not add up precisely due to rounding. JSC denotes jurisdictional scheme charges.

APPENDIX G: DRAFT GAZETTE NOTICE

Section 1: Gazette notice in respect of delegation received on 24 June 2020

Queensland Government Gazette

Electricity Act 1994

RETAIL ELECTRICITY PRICES FOR STANDARD CONTRACT CUSTOMERS

This Gazette notice amends the Retail Electricity Prices for Standard Contact Customers notice dated 25-29 June 2020, by Flavie Menezes, Chair, Queensland Competition Authority the Honourable Dr Anthony Lynham MP, Minister for Natural Resources, Mines and Energy. The amendment's sele-purpose is to set notified prices that apply to small-Standard Contract Customers for retail metering services new regulated interruptible supply electricity tariffs.

There are otherwise no changes to the notified prices as published by the <u>Queensland Competition Authority Minister</u> on <u>292</u>5 June 2020.

The notified prices are the prices decided under section 90(1) of the Electricity Act 1994 (the Electricity Act), and amended under section 90(3) of the Electricity Act.

A retailer must charge its Standard Contract Customers, as defined in the Electricity Act, the notified prices subject to the provisions of sections 91, 91A and 91AA of the Electricity Act and section 22A, Division 12A of Part 2 of the National Energy Retail Law (Queensland) (the NERL (Qld)).

Pursuant to the Certificate of Delegation from the Minister for Natural Resources, Mines and Energy (dated 17 June 2020) and sections 90 and 90AB of the Electricity Act, I hereby state that I have decided that, on and from 1 July November 2020, the amended notified prices are the applicable prices set out in the attached Tariff Schedule.

As required by section 90AB(4) of the Electricity Act, the amended notified prices are exclusive of the goods and services tax ('GST') payable under the A New Tax System (Goods and Services Tax) Act 1999 (Cth) (the GST Act).

Dated this 29 DD day of June MMMM 2020.

ANTHONY LYNHAM MPFlavio Menezes, Chair Minister for Natural Resources, Mines and Energy Queensland Competition Authority

TARIFF SCHEDULE

Part 1 — Application

A) APPLICATION OF THIS SCHEDULE - GENERAL

This Tariff Schedule applies to all Standard Contract Customers in Queensland other than those in the Energex distribution

Definitions of customers and their types are those set out in the Electricity Act 1994 (Queensland) (the Electricity Act) and the National Energy Retail Law (Queensland) (the NERL (Qld)). Unless otherwise defined, the terminology used in this Tariff Schedule is intended to be consistent with the energy laws.

Where a notified price has been set for a distribution entity alternate control service, a retailer can only charge the customer for that service at the notified price.

B) APPLICATION OF TARIFFS

General

Distribution entities may have specific eligibility criteria in addition to retail tariff eligibility requirements set out in the Tariff Schedule, e.g. the types of loads and how they are connected to interruptible supply tariffs. Retailers will advise customers of any applicable distribution entity requirements upon tariff assignment or customer request.

Any reference to a tariff in the Tariff Schedule is a reference to a retail tariff unless otherwise explicitly stated in the Tariff

Additional customer descriptions:

- Farming is the undertaking of agricultural or associated business activities for the primary purpose of profit. The primary use of electricity supplied under a farming tariff should be for farming.
- Irrigation is the undertaking of pumping water for farming.
 The primary use of electricity supplied under an irrigation tariff should be for irrigation.
- A Connection Asset Customer (CAC) is a large business customer whose required capacity generally exceeds 1500 kVA and annual energy usage generally exceeds 4GWh as classified by the distribution entity.
- An Individually Calculated Customer (ICC) is a large business customer whose annual energy usage generally exceeds 40GWh as classified by the distribution entity.

CAC or ICC customers can only access tariffs where specifically stated in the tariff description, or as agreed by the retailer.

Emergency is as defined in the National Energy Retail Rules as applied in Queensland.

The Queensland Electricity Connection and Metering Manual (ECMM) as required in the Metrology Procedure: Part A, National Electricity Market, or a document approved by the Australian Energy Market Operator (AEMO) as a substitute for the ECMM.

MI means the unique identification number applicable to the point at which a premises is connected to a distribution entity's network. For premises connected to the National Electricity Market this is the National Metering Identifier (NMI), and for other premises is the unique identifier allocated by the distribution entity.

An *MI exclusive* tariff cannot be used in conjunction with any other continuous supply primary tariff at that MI. All large

customer continuous supply tariffs are MI exclusive tariffs unless otherwise stated.

A retailer must assign the applicable *default tariff* to a small customer in the event the small customer does not nominate a tariff when they become a Standard Contract Customer of the retailer. Such assignment does not alter a small customer's ability to access other tariffs in the event the small customer requests assignment to another tariff.

The default tariff is:

- For residential customers-Tariff 11
- For small business customers—Tariff 20.

A *primary* tariff is the tariff that reflects the principal purpose of use of electricity at the premises or the majority of the load, and is capable of existing by itself against a MI.

Small business customers can access primary residential tariffs providing the nature of all use on the tariff is consistent with the tariff requirements (refer below for *concessional application* of primary residential tariffs), and is in conjunction with a primary business tariff (Tariff 20, 21, 22, 22A, 24, 34, 41, 62, 65 or 66) at the same MI.

Primary residential tariffs are also applicable to electricity used in separately metered common sections of residential premises consisting of more than one living unit, but cannot be used in conjunction with another primary residential tariff at the same MI

A secondary tariff is any tariff that is not a primary tariff, and can be accessed only when it is in conjunction with a primary tariff at the same MI-unless otherwise stated.

A seasonal tariff is any tariff for which charges vary depending on the month the charge applies. Seasonal tariffs can also include time-of—use based charges.

A *time-of-use* tariff is any tariff for which charges vary depending on the time of day.

An *obsolete* tariff can only be accessed by customers who are on the tariff at the date it becomes obsolete and continuously take supply under it.

The retailer, at its absolute discretion, may switch a customer to an obsolete tariff only once, if that customer:

- Is participating in the Drought Relief from Electricity Charges Scheme (DRECS) on 30 June 2019 and is accessing a tariff classified as obsolete from 1 July 2019; and
- Loses eligibility for DRECS before 30 June 2021; and
- Nominates to return to the tariff now classified as obsolete that they were accessing immediately before their current period of participation in the DRECS.

Any subsequent tariff change by the customer must be to a standard tariff.

The scheduled phase-out date is the date an obsolete tariff will be discontinued. Customers on obsolete tariffs may opt to transfer at any time to applicable standard tariffs. Customers on an obsolete tariff on its scheduled phase-out date whom have not notified their retailer of their preferred applicable standard tariff, will be transferred to an applicable standard tariff at the discretion of the retailer upon the tariff being discontinued.

Any reference in this Tariff Schedule to a time is a reference to Australian Eastern Standard Time

Weekdays mean Monday to Friday including public holidays.

Summer is the months of December to February inclusive.

A daily supply charge is a fixed amount charged to cover the costs of maintaining electricity supply to a premises, including the costs associated with the provision of equipment (excluding metering and associated services) and general administration. Retailers may use different terms for this charge, for example: Service Charge, Service Fee, Service to Property Charge etc.

A minimum daily payment only applies when usage charges for the billing period are less than the total of the minimum daily payment multiplied by the number of days in the billing period. Where the total minimum daily payment is charged, usage charges will not apply.

A connection charge reflects the value of the customer's dedicated connection assets and whether these assets were paid for upfront by the customer. The number of connection units allocated to an MI is as advised by the distribution entity.

Demand is the average rate of use of electricity over a 30-minute period as recorded in kilowatts (kW) on the associated metering, or as recorded or calculated in kilovoltamperes (kVA) using data recorded on the associated metering. No adjustment to import demand is made for export to the distribution network.

Maximum demand is highest demand during the charging period of the particular tariff as identified by the tariff description. Unless otherwise stated, the maximum demand is the value on which demand charges are based.

For large customer tariffs in Part 2 listing charge parameter options in both kW and kVA, the applicable charging parameter is to be kW or kVA at the customer's choice until 30 June 2021, and kVA from 1 July 2021 except for:

- MI with type 6 metering kW;
- MI where type 6 metering is replaced with type 1 to 4 metering due to fault, age, distributor initiated customer reclassification, or other action not initiated by the customer - kW or kVA at the customer's choice until the first anniversary of the type 6 meter replacement, and kVA from that time:

Once a retailer applies the kVA demand charging parameter to an MI, a kW demand charging parameter can no longer be applied to the MI unless otherwise permitted by energy law.

A demand threshold is the demand value below which demand charges for a tariff do not apply for billing purposes. Where a demand threshold applies, the chargeable demand is the greater of the maximum demand less the demand threshold, or

Authorised demand is the maximum demand permitted to be imported from, or exported to the network, and is specific to each MI. The value is generally established by agreement between the customer and distribution entity.

Capacity is a demand-based measure of the network supply capability reserved for a customer. Unless otherwise stated, the capacity charge is the greater of the authorised demand, or actual maximum demand.

Bus customers are those taking supply via direct connection to the distribution entity's zone substation or similar as advised by the distribution entity.

Line customers are those taking supply via direct connection to the distribution entity's high voltage electrical wires, cabling, or similar as advised by the distribution entity.

Interruptible supply tariffs

General

The retailer will arrange the provision of load control equipment on a similar basis to provision of the required revenue metering.

Where a customer's aggregate load that is connected to an interruptible supply tariff exceeds 20 amperes per phase, additional load control equipment must be installed as required by the Queensland Electricity Connection and Metering Manual at the customer's expense unless otherwise agreed with the metering service provider.

Availability of supply

Tariff 31

Supply will be available for a minimum of 8 hours per day for customers connected to the Ergon Energy network, and 5 hours per day for customers connected to the Essential Energy network, but may be reduced in an emergency. Times when supply is available is subject to variation at the absolute discretion of the distribution entity. In general, this supply will be between the hours of 10.00 pm and 7.00 am.

Tariff 33

Supply will be available for a minimum of 18 hours per day for customers connected to the Ergon Energy network, and 10 hours per day for customers connected to the Essential Energy network, but may be reduced in an emergency. Times when supply is available is subject to variation at the absolute discretion of the distribution entity.

Tariffs 34, 60A and 60B

These tariffs are not available to customers connected to the Essential Energy network within Queensland.

Supply will be available for a minimum of 18 hours per day for customers connected to the Ergon Energy network, but may be reduced in an emergency. Times when supply is available is subject to variation at the absolute discretion of the distribution entity.

Other requirements

Tariffs 34, 60A and 60B

Customers must notify their retailer of any change of more than 30 kW to the load connected to its interruptible supply tariff, including if the change is a reduction.

Tariffs 60A and 60B

These tariffs are only available in areas where the distribution entity's standard load control signalling operates. Access to the tariffs may be subject to a network impact assessment by the distribution entity and an outcome that supports customer

These Secondary interruptible supply tariffs

Tariffs 31, 33 and 60B

These tariffs are applicable wheren electricity supply is:

there is no provision to supply approved apparatus, or any specified part of an approved apparatus connected to an interruptible supply tariff, via another tariff (e.g. via a changeover switch to a primary tariff), except as agreed by the

retailer, and electricity supply is:

- (a) connected to approved apparatus (limited toe-g- electric vehicle supply equipment (residential customers only), and pool pumpfiltration systems) via a socket-outlet as approved by the retailer; or
- (bb) permanently connected to approved apparatus (e.g. electric hot water system, battery energy storage system, solar power system), or approved specified parts of apparatus (e.g. hot water system booster heating unit) as approved by the retailer. Where (but not applicable if provision has been made to supply the apparatus under a different tariff during the supply interruption period) the retailer has approved the connection of a specified part of apparatus to another tariff (e.g. for a one-shot booster for a solar hot water system), the specified part must be metered under and charged at the primary tariff of the premises concerned, or if more than one primary tariff exists, the tariff applicable to general power usage at the premises.

The retailer will arrange the provision of load control equipment on a similar basis to provision of the required revenue metering.

Tariff 31

Supply will be available for a minimum of 8 hours per day for customers connected to the Ergon Energy network, and 5 hours per day for customers connected to the Essential Energy network, Times when supply is available is subject to variation at the absolute discretion of the distribution entity. In general, this supply will be between the hours of 10.00 pm and 7.00 am.

In addition to the general requirements above, this tariff is also applicable when electricity supply is permanently connected to approved specified parts of apparatus (e.g. hot water system booster heating unit), as approved by the retailer, but not applicable if provision has been made to supply the specified part under a different tariff during the supply interruption period except as agreed by the retailer (e.g. for a one-shot booster for a solar hot water system), in which case it must be metered under and charged at the primary tariff of the premises concerned, or if more than one primary tariff exists, the tariff applicable to general power usage at the premises.

Tariff 33

In addition to the general requirements above, this tariff is also applicable as a primary residential tariff at the absolute discretion of the retailer.

This tariff shall not apply in conjunction with Tariff 24.

Unmetered supply tariffs

Tariff 71

Street lighting customers as defined in Queensland legislative instruments, are State or local government agencies for street lighting loads.

Street lights are deemed to illuminate the following types of roads:

- Local government controlled roads comprising land that is:
 (a) dedicated to public use as a road; or
 - (b) developed for (or has as one of its main uses) the driving or riding of motor vehicles and is open to, or used by, the public; or
 - (c) a footpath or bicycle path; or
 - (d) a bridge, culvert, ford, tunnel or viaduct,
 - and excludes State-controlled roads and public thoroughfare easements; and
- State-controlled roads declared as such under the Transport Infrastructure Act 1994 (Qld).

All usage will be determined in accordance with the metrology procedure.

Tariff 9

It is available only to customers with small loads other than street lights as approved by the retailer, and applies where:

- (a) the load pattern is predictable;
- (b) for the purposes of settlements, the load pattern (including load and on/off time) can be reasonably calculated by a relevant method set out in the metrology procedure; and
- (c) it would not be cost effective to meter the connection point taking into account:
 - (i) the small magnitude of the load;
 - (ii) the connection arrangements; and
 - (iii) the geographical and physical location.

Charges are based on usage determined by the retailer.

Charges for installation, maintenance and removal of supply to an unmetered installation may apply in addition to the charge for electricity supplied. These charges are unregulated.

Individually Calculated Customers

As an alternative to Tariff 53 set out in Part 2 of this Schedule, Standard Contract Customers classed as ICC can choose to be supplied and billed by their retailer under the ICC site-specific tariff set out in Part 2 of this Schedule.

Obsolete tariffs

Tariff 20 (large)

This tariff cannot be accessed by small customers.

Tariff 21

This tariff shall not apply in conjunction with Tariff 20, 22, 22A, 24 or 62

Tariff 37

This tariff is applicable when electricity supply is permanently connected to approved apparatus (e.g. electric storage hot water system, apparatus for the production of steam) as approved by the retailer.

Tariff 47

Supply under this tariff will be at a standard high voltage, the level of which shall be prescribed by the distribution entity. Credits for high voltage supply are not applicable to this tariff.

Tariff 62

This tariff shall not apply in conjunction with Tariff 20, 21, 22, 22A or 24.

Tariff 65

The *daily pricing period* is a fixed 12-hour period as agreed between the retailer and the customer from the range 7.00am to 7.00pm; 7.30am to 7.30pm; or 8.00am to 8.00pm Monday to Sunday inclusive.

No alteration to the agreed daily pricing period is permitted until a period of twelve months has elapsed from the previous selection.

Tariff 66

The annual fixed charge is determined by the larger of the connected motor capacity used for irrigation pumping, or 7.5 kW.

Any customer taking supply under this tariff who requests a temporary disconnection will not be reconnected unless an amount equivalent to the fixed charge that would have otherwise applied corresponding to the period of disconnection, has been paid.

Tariff changes

Customers previously supplied under tariffs which have been discontinued or redesignated (whether by number, letter or name) will be supplied under other tariffs appropriate to their installations.

Customers on seasonal time-of-use tariffs cannot change to another tariff less than one year from the application of the tariff to the customer's account without the retailer's agreement unless expressly allowed or permitted by energy law.

Prorating of charges on bills

Where appropriate, charges on bills will be calculated on a pro rata basis having regard to the number of days in the billing cycle that supply was connected as expressly allowed or permitted by energy law. Retailers can advise customers of which charges on their bills are subject to prorating, and the methodology used.

Supply voltage

Tariffs in this Schedule can only be accessed by customers taking supply at *low voltage* as set out in the *Electricity Regulation 2006* unless it is a designated high voltage tariff, or otherwise agreed with the retailer.

Where supply is given and metered at high voltage and the tariff applied is not a designated high voltage tariff, after billing the energy and demand components of the tariff a credit will be allowed of:

- 5 percent of the calculated tariff charge where supply is given at voltages of 11kV to 33kV; or
- 8 percent of the calculated tariff charge where supply is given at voltages of 66kV and above,

provided that the calculated tariff charge after application of the credit is not less than the Minimum Payment or other minimum charge calculated by applying the provisions of the applied tariff.

Metering General

Revenue metering is metering used for billing purposes. Appropriate revenue metering must be in place for each tariff at a MI, unless otherwise permitted by energy law. Meter wiring and equipment to house meters must be installed as required by the Queensland Electricity Connection and Metering Manual at the customer's expense unless otherwise agreed with the metering service provider.

All data used for billing purposes will be determined in accordance with the metrology procedure unless otherwise permitted by energy law. The use of data substitutes or estimates is permissible, where in accordance with energy law.

The metrology procedure is the metrology procedure as issued by the Australian Energy Market Operator, and as added to by the Electricity Distribution Network Code (Queensland).

A *type 4A* meter is a type 4 advanced digital meter which has the remote communications functions disabled.

Charges for large customer metering services regulated by the Australian Energy Regulator and levied by the distribution entity are not included in notified prices. These will be applied to large customers with metering other than types 1 to 4, in addition to the applicable notified prices contained in this Tariff

Where the customer refuses telecommunications and a type 4A meter is installed at the customer's explicit voluntary choice, the type 4A surcharge applies as set out in Part 4 of this Schedule.

If a retailer has received an upfront payment for supply and installation of metering at an MI, while the metering remains installed the retailer shall not charge the customer the capital charge set out in Part 4 of this Schedule, unless:

- any replaced metering is type 5 or type 6; and
- replacement is completed on a customer initiated request; and
- the distribution entity as owner of the replaced meter continues to charge the retailer the capital charge for the replaced meter.

Card-operated meter customers

If a customer is an excluded customer (as defined in section 23 of the Electricity Act), the distribution entity may at its absolute discretion agree with the relevant local government authority on behalf of the customer, and the customer's retailer, that the electricity used by the customer is to be measured and charged by means of a card-operated meter.

If, immediately prior to 1 July 2007, electricity being used by a customer at premises is being measured and charged by means of a card-operated meter, the electricity used at the premises may continue to be measured or charged by means of a card-operated meter.

Residential customers with card-operated meters can access Tariff 11 as their primary tariff, and Tariffs 31 and 33 as secondary tariffs.

Small business customers with card-operated meters can access Tariff 20 as their primary tariff.

Charges will be those as set out in Part 2 for the particular tariff.

EasyPay Reward

From 1 December 2017 until 30 September 2020, small customers of Ergon Energy who participate in the EasyPay Reward Scheme (the Scheme) will receive reward amounts in the form of deferred payments.

As of 31 December 2019 the EasyPay Reward Scheme is no longer available to new participants.

The EasyPay Reward Scheme will operate as follows:

- An eligible customer who opted-in to the Scheme, and became a participating customer, by notifying Ergon Energy that it agreed to comply with all the participation requirements.
- If Ergon Energy received a notice mentioned in paragraph 1 before 5 August 2019, it must include the relevant annual amount for the participating customer in:
- the first bill issued to the customer after receiving the notice under paragraph 1, or otherwise, as soon as reasonably practicable thereafter; and
- (b) thereafter—until the Scheme ends on 30 September 2020—the bill Ergon Energy issues to the customer after each anniversary date the customer became a participating customer.
- If Ergon Energy received a notice mentioned in paragraph 1 after 5 August 2019 but before 1 January 2020, it must include the relevant quarterly amount for the participating customer in:
 - (a) the first bill issued to the customer after receiving the notice under paragraph 1, or otherwise, as soon as reasonably practicable thereafter; and
 - (b) thereafter, after every 90 day period where the customer has adhered to the requirements, until the customer has received four relevant quarterly amounts.

The following table illustrates how the Scheme is intended to operate for participating customers other than small, non-reversionary customers:

| | Customer s who opted in on or before 30.09.18 | Customers who opted in after 30.09.18 but before 01.04.19 | Customers who opted in after 01.04.19 but before 05.08.19 | Customers who opted in after 05.08.19 but before 01.01.20 |
|--|--|--|--|--|
| No. of relevant annual amounts invoiced | 3 | 2 | 11 | N/A |
| No. of relevant quarterly amounts invoiced | N/A | N/A | N/A | 4 |

Ergon Energy reserves the right to recover the deferred amount from the customer on their next bill.

Definitions for EasyPay Reward Scheme

Eligible customer means a small customer who has an existing account with Ergon Energy under a standard retail contract and who is up to date with their bill payments. A customer with an arrears component or any overdue amount is not eligible for the Scheme unless that customer is participating in the Ergon Energy Hardship program and meeting the requirements under the Hardship Program.

Ergon Energy means Ergon Energy Queensland Pty Ltd (ABN 11 121 177 802)

Initial period means for a period of six months from the date that Ergon Energy issued the bill that includes the first relevant annual amount.

Participating customer means a small customer under a standard retail contract with Ergon Energy who has opted in to the Scheme

Participation requirements means each of the following:

- a) agreeing to receive the relevant annual amount in the form of a deferred payment;
- b) agreeing to receive, and receiving, only electronic bills;
- agreeing to pay, and paying, bills by direct debit, BPAY or CentrePay;
- agreeing to make, and making, weekly, fortnightly or monthly payments (as agreed) under a smoothpay arrangement.
- if a customer in the Ergon Energy Hardship Program, maintaining their arrangements under the Hardship Program

Relevant annual amount, for a participating customer, means:

- a) if the participating customer is a residential customer— \$75; or
- if the participating customer is a business customer— \$120.

Relevant quarterly amount, for a participating customer, means:

- a) if the participating customer is a residential customer— \$18.75; or
- b) if the participating customer is a business customer— \$30.

Other retail fees and charges

A retailer may charge its Standard Contract Customers the following:

- (a) if, at a customer's request, the retailer provides historical billing data which is more than two years old:
 - a maximum of

\$30

\$15

- (b) retailer's administration fee for a dishonoured payment:
 - a maximum of

(c) financial institution fee for a dishonoured payment:

a mavimum a

the fee incurred by the retailer

- (d) in addition to the applicable tariff, an additional amount in accordance with a program or scheme for the purchase of electricity from renewable or environmentally-friendly sources (whether or not that additional amount is calculated on the basis of the customer's electricity usage), but only if:
 - the customer voluntarily participates in such program or scheme;
 - (ii) the additional amount is payable under the program or scheme; and
 - (iii) the retailer gives the customer prior written notice of any change to the additional amount payable under the program or scheme.

In the absence of a notified price, a retailer may charge a customer for the provision of distribution entity alternate control services at the prices regulated by the Australian Energy Regulator for those services, on a cost pass through basis. These charges may be applied to a customer's bill in addition to the notified prices contained in this Tariff Schedule.

Concessional application

Tariff 11, Tariff 12A and Tariff 14 are also available to customers where they satisfy the additional criteria set out in any one of 1.2 or 3. below:

- Separately metered installations where all electricity used is in connection with the provision of a Meals-on-Wheels service, or for the preparation and serving of meals to the needy and for no other purpose.
- 2. Residential institutions:
- (a) where the total installation, or that part supplied and separately metered, must be domestic residential (i.e. it must include the electricity usage of the cooking, eating sleeping and bathing areas which are associated with the residential usage). Medical facilities, e.g. an infirmary, which are part of the complex may be included; and
- (b) that are:
 - (i) a deductible gift recipient under section 30-227(2) of the *Income Tax Assessment Act 1997* to which donations of \$2.00 and upwards are tax deductible; and
 - (ii) a non-profit organisation that:
 - imposes no scheduled charge on the residents for the services or accommodation that is provided (i.e. organisations that provide emergency accommodation facilities for the needy); or
 - B. if scheduled charges are made for the services or accommodation provided, then all residents must be pensioners or, if not pensioners, persons eligible for subsidised care under the Aged Care Act 1997 or the National Health Act 1953.

- ${\bf 3.}\;\;$ Organisations providing support and crisis accommodation which:
- (a) meet the eligibility criteria of the Specialist Homelessness Services administered by the State Department of Housing and Public Works; and
- (b) are a deductible gift recipient under section 30-227(2) of the *Income Tax Assessment Act 1997* to which donations of \$2.00 and upwards are tax deductible.



Part 2—Standard tariffs

These tariffs are applicable subject to the matters set out in Part 1.

Small customer tariffs

| Tariff | Description | Charge type | Rate | Unit |
|--------|---|---|---------|-------|
| 11 | Residential flat-rate primary tariff | Usage | 21.756 | c/kWh |
| | | Daily supply charge | 90.676 | С |
| 12A | Residential seasonal time-of-use primary tariff | Usage – Peak (Summer 3pm-9:30pm) | 55.966 | c/kWh |
| | | Usage – All other times | 19.084 | c/kWh |
| | | Daily supply charge | 75.091 | С |
| 14 | Residential seasonal time-of-use monthly demand primary tariff. | Chargeable demand – Peak | 51.689 | \$/kW |
| | Peak daily demand is the average of the 13 half-hourly demand recordings for each day from 3:00pm to 9:30pm during Summer. | Chargeable Demand – Off peak | 7.423 | \$/kW |
| | Off-peak daily demand is the average of | Usage | 15.505 | c/kWh |
| | the 13 half-hourly demand recordings for each day from 3:00pm to 9:30pm during all other times. | Daily supply charge | 47.434 | c |
| | Peak chargeable demand is the average of the four highest peak daily demands in the month. | | | |
| | Off-peak chargeable demand is the greater of the average of the four highest off-peak daily demands in the month, or 3kW. | | | |
| 20 | Small business flat-rate primary tariff. | Usage | 23.258 | c/kWh |
| | | Daily supply charge | 128.266 | С |
| 22A | Small business seasonal time-of-use primary tariff. | Usage – Peak (Summer 10am–8pm weekdays) | 54.496 | c/kWh |
| | | Usage – All other times | 21.777 | c/kWh |
| | | Daily supply charge | 118.338 | с |

| Tariff | Description | Charge type | Rate | Unit |
|--------|---|---------------------------------|---------|----------|
| 24 | Small business seasonal time-of-use monthly demand primary tariff. | Chargeable demand – Peak | 71.258 | \$/kW |
| | Peak daily demand is the average of the 20 half-hourly demand recordings for each weekday from 10:00am to 8:00pm during | Chargeable Demand – Off peak | 7.161 | \$/kW |
| | Summer. Off peak daily demand is the average of the | Usage | 16.439 | c/kWh |
| | Off-peak daily demand is the average of the 20 half-hourly demand recordings for each weekday from 10:00am to 8:00pm during all other times. | Daily supply charge | 64.541 | c |
| | Peak chargeable demand is the average of the four highest peak daily demands in the month. | | | |
| | Off-peak chargeable demand is the greater of the average of the four highest off-peak daily demands in the month, or 3kW. | | | |
| 31 | Small customer flat-rate secondary tariff with interruptible supply. | Usage | 14.932 | c/kWh |
| | Supply will be available for a minimum of 8 hours per day for customers connected to the Ergon Energy network, and 5 hours per day for customers connected to the Essential Energy network, but may be reduced under emergency conditions. Times when supply is available is subject to variation at the absolute discretion of the distribution entity. In general, this supply will be between the hours of 10.00 pm and 7.00 am. | | | |
| se33 | Small customer flat-rate secondary tariff with interruptible supply. Supply will be available for a minimum of 18 hours per day for customers connected to the Ergon Energy network, and 10 hours per day for customers connected to the Essential Energy network, Times when supply is available is subject to variation at the absolute discretion of the distribution entity. | Usage | 16.331 | c/kWh |
| 34 | Small business flat-rate primary tariff with interruptible supply. | Usage | 17.295 | c/kWh |
| | | Daily supply charge | 118.081 | <u>C</u> |
| 41 | Small business monthly demand primary tariff. | Demand | 18.765 | \$/kW |
| | | Usage | 14.498 | c/kWh |
| | | Daily supply charge | 639.826 | С |

Large customer tariffs

| Tariff | Description | Charge type | Rate | Unit |
|--------|--|----------------------------|-----------|---------|
| 44 | Large business monthly demand primary tariff | Chargeable demand; or | 26.142 | \$/kW |
| | Demand threshold 30 kW / 35 kVA. | Chargeable demand | 23.528 | \$/kVA |
| | | Usage | 11.668 | c/kWh |
| | | Daily supply charge | 4021.494 | c |
| 45 | Large business monthly demand primary tariff | Chargeable demand; or | 20.768 | \$/kW |
| | Demand threshold 120 kW / 135 kVA. | Chargeable demand | 18.691 | \$/kVA |
| | | Usage | 11.668 | c/kWh |
| | | Daily supply charge | 13081.281 | С |
| 46 | Large business monthly demand primary tariff | Chargeable demand; or | 17.034 | \$/kW |
| | Demand threshold 400 kW / 450 kVA. | Chargeable demand | 15.331 | \$/kVA |
| | | Usage | 11.668 | c/kWh |
| | | Daily supply charge | 34103.721 | c |
| 50 | Large business seasonal time-of-use monthly demand primary tariff. | Peak chargeable demand | 66.700 | \$/kW |
| | Peak is Summer, being 10:00am to 8:00pm on Summer weekdays for determining chargeable demand, and all day each day for usage. | Off-peak chargeable demand | 10.495 | \$/kW |
| | | Peak usage | 11.459 | c/kWh |
| | Off-peak is all times in non-summer months for determining chargeable demand and usage. | Off-peak usage | 13.532 | c/kWh |
| | Peak demand threshold 20 kW. | Daily supply charge | 3368.897 | С |
| | Off peak demand threshold 40 kW. | _ | | |
| 51A | Large business high-voltage monthly demand primary tariff only for | Demand | 3.039 | \$/kVA |
| | customers classified as CAC and supplied at 66kV. | Capacity | 3.490 | \$/kVA |
| | Average Los Escherésationsochulpestationabe lot | Usage | 11.123 | c/kWh |
| | | Daily connection charge | 5.903 | \$/unit |
| | | Daily supply charge | 24821.461 | с |

| Tariff | Description | Charge type | Rate | Unit |
|--------|--|----------------------------|-----------|---------|
| 51B | Large business high-voltage monthly demand primary tariff only for | Demand | 3.148 | \$/kVA |
| | customers classified as CAC and supplied at 33kV. | Capacity | 4.268 | \$/kVA |
| | | Usage | 11.123 | c/kWh |
| | | Daily connection charge | 5.903 | \$/unit |
| | | Daily supply charge | 18290.861 | С |
| 51C | Large business high-voltage monthly demand primary tariff only for | Demand | 3.817 | \$/kVA |
| | customers classified as CAC and supplied on an 11 or 22kV bus. | Capacity | 4.926 | \$/kVA |
| | SANCE PROSESSOR SECURIORISMONIANTE SECURIORISMO ANTICALE | Usage | 11.123 | c/kWh |
| | | Daily connection charge | 5.903 | \$/unit |
| | | Daily supply charge | 17159.661 | c |
| 51D | Large business high-voltage monthly | Demand | 7.699 | \$/kVA |
| | demand primary tariff only for customers classified as CAC and supplied on an 11 or 22kV line. | Capacity | 9.571 | \$/kVA |
| | Supplied on an 11 of 21 kV miles | Usage | 11.123 | c/kWh |
| | | Daily connection charge | 5.903 | \$/unit |
| | | Daily supply charge | 16513.261 | С |
| 52A | Large business high-voltage seasonal time-of-use monthly demand primary tariff only for customers classified as CAC and supplied at 33 or 66kV. | Chargeable demand | 11.880 | \$/kVA |
| | | Chargeable capacity | 5.988 | \$/kVA |
| | Chargeable demand is the maximum | Usage – Summer | 10.765 | c/kWh |
| | demand between 10:00am and 8:00pm Summer weekdays. | Usage – All other times | 11.079 | c/kWh |
| | Chargeable capacity excludes all demands occurring during the chargeable demand periods. | Daily connection charge | 5.903 | \$/unit |
| | | Daily supply charge | 13846.861 | С |
| 52B | Large business high-voltage seasonal time-of-use monthly demand primary | Chargeable demand | 44.748 | \$/kVA |
| | time-or-use monthly demand primary tariff only for customers classified as CAC and supplied on an 11 or 22kV bus. | Chargeable capacity | 4.227 | \$/kVA |
| | Chargeable demand is the maximum | Usage – Summer | 10.765 | c/kWh |
| | demand between 10:00am and 8:00pm Summer weekdays. | Usage – All other times | 11.079 | c/kWh |
| | Chargeable capacity excludes all demands occurring during the chargeable demand periods. | Daily connection charge | 5.903 | \$/unit |
| | | Daily supply charge | 13846.861 | c |

| Tariff | Description | Charge type | Rate | Unit |
|---------------------------------|---|---|-----------------|--------------|
| 52C | Large business high-voltage seasonal time-of-use monthly demand primary | Chargeable demand | 78.117 | \$/kVA |
| | tariff only for customers classified as CAC and supplied on an 11 or 22kV line. | Chargeable capacity | 7.749 | \$/kVA |
| | Chargeable demand is the maximum demand between 10:00am and 8:00pm | Usage – Summer | 10.765 | c/kWh |
| | Summer weekdays. Chargeable capacity excludes all | Usage – All other times | 11.079 | c/kWh |
| | demands occurring during the chargeable demand periods. | Daily connection charge | 5.903 | \$/unit |
| | | Daily supply charge | 13846.861 | c |
| 53 | Large business high-voltage monthly primary tariff only for customers | Demand | 3.039 | \$/kVA |
| | classified as ICC. | Capacity | 3.490 | \$/kVA |
| | | Usage | 11.123 | c/kWh |
| | | Daily supply charge | 24639.027 | с |
| ICC site- specific tariff | Large business high-voltage monthly primary tariff only for customers classified as ICC, where: | AER approved site- specific network charges | Network charges | |
| | the AER approved site-specific | Demand | 0.173 | \$/kVA |
| | network charges are passed- through to customers and | Capacity | 0.199 | \$/kVA |
| | non-network components are | Usage | 9.827 | c/kWh |
| | chargeable as defined in Part 2 of this Schedule. | Daily supply charge | 2457.427 | c |
| <u>60A</u> | Large business flat-rate primary tariff with interruptible supply. | <u>Usage</u> | 19.042 | <u>c/kWh</u> |
| | | Daily supply charge | 4021.494 | <u>c</u> |
| <u>60B</u> | Large business flat-rate secondary tariff with interruptible supply. | <u>Usage</u> | 19.042 | c/kWh |

Unmetered supply tariffs

| Tariff | Description | Charge type | Rate | Unit |
|--------|--|-------------|--------|-------|
| 71 | Business flat-rate primary tariff for street lighting. | Usage | 24.437 | c/kWh |
| 91 | Business flat-rate primary tariff. | Usage | 20.366 | c/kWh |

Part 3—Obsolete tariffs.

These tariffs are applicable subject to the matters set out in Part 1.

| Tariff | Description | Charge type | Rate | Unit |
|-------------------------|---|---------------------------------|-----------|-------|
| 20 (large) | Obsolete large business flat-rate primary tariff. | Usage | 37.595 | c/kWh |
| | Scheduled phase-out date: 1 July 2021 | Daily supply charge | 76.858 | c |
| 21 | Obsolete business declining-block primary tariff. | Usage – first 100 kWh/month | 49.357 | c/kWh |
| | Scheduled phase-out date: 1 July 2021 | Usage – next 9,900 kWh/month | 46.374 | c/kWh |
| | | Usage – all remaining usage | 35.303 | c/kWh |
| | | Minimum daily payment | 72.631 | С |
| 22 (small and large) | Obsolete business time-of-use primary tariff. | Usage – 7am to 9pm weekdays | 49.820 | c/kWh |
| | Scheduled phase-out date: 1 July 2021 | Usage – all other times | 17.543 | c/kWh |
| | | Daily supply charge | 184.717 | С |
| 37 | Obsolete business time-of-use primary tariff. | Usage – 4:30pm– 10:30pm | 54.544 | c/kWh |
| | Scheduled phase-out date: 1 July 2021 | Usage – all other times | 21.807 | c/kWh |
| | | Minimum daily payment | 30.623 | c |
| 47 | Obsolete large business high voltage monthly demand primary tariff. | Chargeable demand | 27.864 | \$/kW |
| | Demand threshold 400 kW | Usage | 12.446 | c/kWh |
| | Scheduled phase-out date: 1 July 2022 | Daily supply charge | 44689.726 | c |
| 48 | Obsolete large business high voltage monthly demand primary tariff only for | Chargeable demand | 28.822 | \$/kW |
| | customers classified as CAC or ICC. | Usage | 12.874 | c/kWh |
| | Demand threshold 400 kW Scheduled phase-out date: 1 July 2022 | Daily supply charge | 46712.140 | С |

| Tariff | Description | Charge type | Rate | Unit |
|--------|--|---|---------|-------|
| 62 | Obsolete farming business time-of-use declining-block primary tariff. | Usage – 7am to 9pm weekdays: | | |
| | Scheduled phase-out date: 1 July 2021 | first 10,000 kWh/month | 46.516 | c/kWh |
| | | remaining | 39.336 | c/kWh |
| | | Usage – all other times | 16.448 | c/kWh |
| | | Daily supply charge | 78.451 | c |
| 65 | Obsolete irrigation business time-of-use primary tariff. | Usage – Peak (daily pricing period) | 36.894 | c/kWh |
| | Scheduled phase-out date: 1 July 2021 | Usage – all other times | 20.321 | c/kWh |
| | | Daily supply charge | 78.003 | С |
| 66 | Obsolete irrigation business fixed annual dual-rate demand primary tariff. | Fixed charge (annual) – first 7.5kW | 37.503 | \$/kW |
| | Scheduled phase-out date: 1 July 2021 | Fixed charge (annual) – remaining kW | 112.759 | \$/kW |
| | | Usage | 19.338 | c/kWh |
| | | Daily supply charge | 171.915 | с |

Part 4—Metering service charges

These charges are applicable subject to the matters set out in Part 1.

Large customer—type 1, 2, 3, 4 (advanced digital) meters

| Description | Charge type | Rate | Unit |
|--|-----------------------|---------|------|
| Standard asset customer (annual consumption 750MWh or less) | Daily metering charge | 182.880 | c |
| Standard asset customer (annual consumption greater than 750MWh) | Daily metering charge | 217.109 | С |
| Connection asset customer | Daily metering charge | 430.155 | С |
| Individually calculated customer | Daily metering charge | 493.816 | с |

Small customer—all metering

| Description | Charge Type | Rate | Unit |
|--------------------------------|-------------------|--------|-------|
| Primary tariff | Capital | 7.045 | c/day |
| | Non-capital | 3.301 | c/day |
| | Type 4A surcharge | 16.022 | c/day |
| Secondary tariff* (per tariff) | Capital | 2.035 | c/day |
| (per corn) | Non-capital | 0.980 | c/day |

 $[\]ensuremath{^*}$ Where Tariff 33 is accessed as a primary tariff, primary tariff charges apply.

End of Tariff Schedule



Section 2: Gazette notice in respect of delegation received on 3 August 2020

Queensland Government Gazette

Electricity Act 1994

RETAIL ELECTRICITY PRICES FOR STANDARD CONTRACT CUSTOMERS

This Gazette notice amends the Retail Electricity Prices for Standard Contact Customers notice dated 29.16 June October 2020, by the Honourable Dr Anthony Lynham MP, Minister for Natural Resources, Mines and Energy. The amendment's purpose is to set notified prices that apply to Standard Contract Customers for new regulated interruptible supply-electricity tariffs.

There are otherwise no changes to the notified prices as published by the Minister Queensland Competition Authority on 2916 June October 2020.

The notified prices are the prices decided under section 90(1) of the *Electricity Act 1994* (the Electricity Act), and amended under section 90(3) of the Electricity Act.

A retailer must charge its Standard Contract Customers, as defined in the Electricity Act, the notified prices subject to the provisions of sections 91, 91A and 91AA of the Electricity Act and section 22A, Division 12A of Part 2 of the *National Energy Retail Law (Queensland)* (the NERL (Qld)).

Pursuant to the Certificate of Delegation from the Minister for Natural Resources, Mines and Energy (dated 17 June 22 July 2020)

sections 90 and 90AB of the Electricity Act, I hereby state that I have decided that, on and from 1 November January 20201, the amended notified prices are the applicable prices set out in the attached Tariff Schedule.

As required by section 90AB(4) of the Electricity Act, the amended notified prices are exclusive of the goods and services tax ('GST') payable under the A New Tax System (Goods and Services Tax) Act 1999 (Cth) (the GST Act).

Dated this DD day of MMMM 2020.

Flavio Menezes, Chair Queensland Competition Authority

TARIFF SCHEDULE

Part 1 — Application

A) APPLICATION OF THIS SCHEDULE - GENERAL

This Tariff Schedule applies to all Standard Contract Customers in Queensland other than those in the Energex distribution

Definitions of customers and their types are those set out in the *Electricity Act 1994 (Queensland)* (the Electricity Act) and the *National Energy Retail Law (Queensland)* (the NERL (Qld)). Unless otherwise defined, the terminology used in this Tariff Schedule is intended to be consistent with the energy laws.

Where a notified price has been set for a distribution entity alternate control service, a retailer can only charge the customer for that service at the notified price.

B) APPLICATION OF TARIFFS

Genera

Distribution entities may have specific eligibility criteria in addition to retail tariff eligibility requirements set out in the Tariff Schedule, e.g. the types of loads and how they are connected to interruptible supply tariffs. Retailers will advise customers of any applicable distribution entity requirements upon tariff assignment or customer request. However, retailers must not pass through to customers the default network tariff assignment criteria for the network tariffs underpinning Tariffs 14A, 23, 24A and 50A.

Any reference to a tariff in the Tariff Schedule is a reference to a retail tariff unless otherwise explicitly stated in the Tariff Schedule.

Additional customer descriptions:

- Farming is the undertaking of agricultural or associated business activities for the primary purpose of profit. The primary use of electricity supplied under a farming tariff should be for farming.
- Irrigation is the undertaking of pumping water for farming.
 The primary use of electricity supplied under an irrigation tariff should be for irrigation.
- A Connection Asset Customer (CAC) is a large business customer whose required capacity generally exceeds 1500 kVA and annual energy usage generally exceeds 4GWh as classified by the distribution entity.
- An Individually Calculated Customer (ICC) is a large business customer whose annual energy usage generally exceeds 40GWh as classified by the distribution entity.

CAC or ICC customers can only access tariffs where specifically stated in the tariff description, or as agreed by the retailer.

Emergency is as defined in the National Energy Retail Rules as applied in Queensland.

The Queensland Electricity Connection and Metering Manual (ECMM) as required in the Metrology Procedure: Part A, National Electricity Market, or a document approved by the Australian Energy Market Operator (AEMO) as a substitute for the ECMM.

MI means the unique identification number applicable to the point at which a premises is connected to a distribution entity's network. For premises connected to the National Electricity Market this is the National Metering Identifier (NMI), and for other premises is the unique identifier allocated by the distribution entity.

An *MI exclusive* tariff cannot be used in conjunction with any other continuous supply primary tariff at that MI. All large customer tariffs are MI exclusive tariffs unless otherwise stated.

A retailer must assign the applicable *default tariff* to a small customer in the event the small customer does not nominate a tariff when they become a Standard Contract Customer of the retailer. Such assignment does not alter a small customer's ability to access other tariffs in the event the small customer requests assignment to another tariff.

The default tariff is:

- For residential customers-Tariff 11
- · For small business customers-Tariff 20.

A *primary* tariff is the tariff that reflects the principal purpose of use of electricity at the premises or the majority of the load, and is capable of existing by itself against a MI.

Small business customers can access primary residential tariffs providing the nature of all use on the tariff is consistent with the tariff requirements (refer below for *concessional application* of primary residential tariffs), and is in conjunction with a primary business tariff (Tariff 20, 21, 22, 22A, 22B, 23, 24, 24A, 24B, 34, 41, 62, 65 or 66) at the same MI.

Primary residential tariffs are also applicable to electricity used in separately metered common sections of residential premises consisting of more than one living unit, but cannot be used in conjunction with another primary residential tariff at the same MI.

A *secondary* tariff is any tariff that is not a primary tariff, and can be accessed only when it is in conjunction with a primary tariff at the same MI.

A seasonal tariff is any tariff for which charges vary depending on the month the charge applies. Seasonal tariffs can also include time-of—use based charges.

A *time-of-use* tariff is any tariff for which charges vary depending on the time of day.

An *obsolete* tariff can only be accessed by customers who are on the tariff at the date it becomes obsolete and continuously take supply under it.

The retailer, at its absolute discretion, may switch a customer to an obsolete tariff only once, if that customer:

- Is participating in the Drought Relief from Electricity Charges Scheme (DRECS) on 30 June 2019 and is accessing a tariff classified as obsolete from 1 July 2019; and
- Loses eligibility for DRECS before 30 June 2021; and
- Nominates to return to the tariff now classified as obsolete that they were accessing immediately before their current period of participation in the DRECS.

Any subsequent tariff change by the customer must be to a standard tariff. $% \label{eq:continuous}%$

The scheduled phase-out date is the date an obsolete tariff will be discontinued. Customers on obsolete tariffs may opt to transfer at any time to applicable standard tariffs. Customers on an obsolete tariff on its scheduled phase-out date whom have not notified their retailer of their preferred applicable standard tariff, will be transferred to an applicable standard tariff at the discretion of the retailer upon the tariff being discontinued.

Any reference in this Tariff Schedule to a time is a reference to Australian Eastern Standard Time.

Weekdays mean Monday to Friday including public holidays.

Summer is the months of December to February inclusive.

A daily supply charge is a fixed amount charged to cover the costs of maintaining electricity supply to a premises, including the costs associated with the provision of equipment (excluding metering and associated services) and general administration. Retailers may use different terms for this charge, for example: Service Charge, Service Fee, Service to Property Charge etc.

A minimum daily payment only applies when usage charges for the billing period are less than the total of the minimum daily payment multiplied by the number of days in the billing period. Where the total minimum daily payment is charged, usage charges will not apply.

A connection charge reflects the value of the customer's dedicated connection assets and whether these assets were paid for upfront by the customer. The number of connection units allocated to an MI is as advised by the distribution entity.

Demand is the average rate of use of electricity over a 30-minute period as recorded in kilowatts (kW) on the associated metering, or as recorded or calculated in kilovoltamperes (kVA) using data recorded on the associated metering. No adjustment to import demand is made for export to the distribution network.

Maximum demand is highest demand during the charging period of the particular tariff as identified by the tariff description. Unless otherwise stated, the maximum demand is the value on which demand charges are based.

For large customer tariffs in Part 2 listing charge parameter options in both kW and kVA, the applicable charging parameter is to be kW or kVA at the customer's choice until 30 June 2021, and kVA from 1 July 2021 except for:

- MI with type 6 metering kW;
- MI where type 6 metering is replaced with type 1 to 4
 metering due to fault, age, distributor initiated customer
 reclassification, or other action not initiated by the
 customer kW or kVA at the customer's choice until the
 first anniversary of the type 6 meter replacement, and kVA
 from that time:

Once a retailer applies the kVA demand charging parameter to an MI, a kW demand charging parameter can no longer be applied to the MI unless otherwise permitted by energy law.

A demand threshold is the demand value below which demand charges for a tariff do not apply for billing purposes. Where a demand threshold applies, the chargeable demand is the greater of the maximum demand less the demand threshold, or zero.

Authorised demand is the maximum demand permitted to be imported from, or exported to the network, and is specific to each MI. The value is generally established by agreement between the customer and distribution entity.

Excess demand for the billing period is the greater of the maximum demand outside the peak demand window minus the maximum demand during the peak demand window, or zero.

Capacity is a demand-based measure of the network supply capability reserved for a customer. Unless otherwise stated, the

capacity charge is the greater of the authorised demand, or actual maximum demand.

Bus customers are those taking supply via direct connection to the distribution entity's zone substation or similar as advised by the distribution entity.

Line customers are those taking supply via direct connection to the distribution entity's high voltage electrical wires, cabling, or similar as advised by the distribution entity.

Continuous supply tariffs

Tariffs 12B, 14A and 14B

These tariffs shall not apply in conjunction with Tariff 11.

Tariffs 22B, 23, 24A and 24B

These tariffs shall not apply in conjunction with Tariff 20.

Tariffs 22B and 23

The applicable daily supply charge for each customer's bill is determined by multiplying the customer's total average daily usage for all meter registers at the MI for the billing period by the number of days in the calendar year. Average daily usage is calculated on a pro rating basis having regard to the number of days in the billing period that supply was connected as expressly allowed or permitted by energy law. The applicable daily supply charge for the billing period is that which corresponds with the applicable annual usage Bands:

- Band 1 up to 20,000 kWh/y
- Band 2 20,000 up to 40,000 kWh/y
- Band 3 40,000 up to 60,000 kWh/y
- Band 4 − 60,000 up to 80,000 kWh/y
- Band 5 80,000 up to 100,000 kWh/y

Interruptible supply tariffs

General

The retailer will arrange the provision of load control equipment on a similar basis to provision of the required revenue metering.

Where a customer's aggregate load that is connected to an interruptible supply tariff exceeds 20 amperes per phase, additional load control equipment must be installed as required by the Queensland Electricity Connection and Metering Manual at the customer's expense unless otherwise agreed with the metering service provider.

Availability of supply

Tariff 31

Supply will be available for a minimum of 8 hours per day for customers connected to the Ergon Energy network, and 5 hours per day for customers connected to the Essential Energy network, but may be reduced in an emergency. Times when supply is available is subject to variation at the absolute discretion of the distribution entity. In general, this supply will be between the hours of 10.00 pm and 7.00 am.

Tariff 33

Supply will be available for a minimum of 18 hours per day for customers connected to the Ergon Energy network, and 10 hours per day for customers connected to the Essential Energy network, but may be reduced in an emergency. Times when supply is available is subject to variation at the absolute discretion of the distribution entity.

Tariffs 34, 60A and 60B

These tariffs are not available to customers connected to the Essential Energy network within Queensland.

Supply will be available for a minimum of 18 hours per day for customers connected to the Ergon Energy network, but may be

reduced in an emergency. Times when supply is available is subject to variation at the absolute discretion of the distribution entity.

Other requirements

Tariffs 34, 60A and 60B

Customers must notify their retailer of any change of more than 30 kW to the load connected to its interruptible supply tariff, including if the change is a reduction.

Tariffs 60A and 60B

These tariffs are only available in areas where the distribution entity's standard load control signalling operates. Access to the tariffs may be subject to a network impact assessment by the distribution entity supporting customer access.

Secondary interruptible supply tariffs

Tariffs 31, 33 and 60B

These tariffs are applicable where there is no provision to supply approved apparatus, or any specified part of an approved apparatus connected to an interruptible supply tariff, via another tariff (e.g. via a change-over switch to a primary tariff), except as agreed by the retailer, and electricity supply is:

- (a) connected to approved apparatus (limited to electric vehicle supply equipment (residential customers only), and pool filtration systems) via a socket-outlet as approved by the retailer; or
- (b) permanently connected to approved apparatus (e.g. electric hot water system, battery energy storage system, solar power system), or approved specified parts of apparatus (e.g. hot water system booster heating unit) as approved by the retailer. Where the retailer has approved the connection of a specified part of apparatus to another tariff (e.g. for a one-shot booster for a solar hot water system), the specified part must be metered under and charged at the primary tariff of the premises concerned, or if more than one primary tariff exists, the tariff applicable to general power usage at the premises.

Tariff 33

This tariff is applicable as a primary residential tariff at the absolute discretion of the retailer.

This tariff shall not apply in conjunction with Tariff 24.

Unmetered supply tariffs

Tariff 71

Street lighting customers as defined in Queensland legislative instruments, are State or local government agencies for street lighting loads.

Street lights are deemed to illuminate the following types of roads:

- Local government controlled roads comprising land that is:
 - (a) dedicated to public use as a road; or
 - (b) developed for (or has as one of its main uses) the driving or riding of motor vehicles and is open to, or used by, the public; or
 - (c) a footpath or bicycle path; or
 - (d) a bridge, culvert, ford, tunnel or viaduct,
 - and excludes State-controlled roads and public thoroughfare easements; and
- State-controlled roads declared as such under the Transport Infrastructure Act 1994 (Qld).

All usage will be determined in accordance with the metrology procedure.

Tariff 91

It is available only to customers with small loads other than street lights as approved by the retailer, and applies where:

- (a) the load pattern is predictable;
- (b) for the purposes of settlements, the load pattern (including load and on/off time) can be reasonably calculated by a relevant method set out in the metrology procedure; and
- (c) it would not be cost effective to meter the connection point taking into account:
 - (i) the small magnitude of the load;
 - (ii) the connection arrangements; and
 - (iii) the geographical and physical location.

Charges are based on usage determined by the retailer.

Charges for installation, maintenance and removal of supply to an unmetered installation may apply in addition to the charge for electricity supplied. These charges are unregulated.

Individually Calculated Customers

As an alternative to Tariff 53 set out in Part 2 of this Schedule, Standard Contract Customers classed as ICC can choose to be supplied and billed by their retailer under the ICC site-specific tariff set out in Part 2 of this Schedule.

Obsolete tariffs

Tariff 20 (large)

This tariff cannot be accessed by small customers.

Tariff 21

This tariff shall not apply in conjunction with Tariff 20, 22, 22A, 24 or 62.

Tariff 37

This tariff is applicable when electricity supply is permanently connected to approved apparatus (e.g. electric storage hot water system, apparatus for the production of steam) as approved by the retailer.

Tariff 47

Supply under this tariff will be at a standard high voltage, the level of which shall be prescribed by the distribution entity. Credits for high voltage supply are not applicable to this tariff.

Tariff 62

This tariff shall not apply in conjunction with Tariff 20, 21, 22, 22A or 24.

Tariff 65

The *daily pricing period* is a fixed 12-hour period as agreed between the retailer and the customer from the range 7.00am to 7.00pm; 7.30am to 7.30pm; or 8.00am to 8.00pm Monday to Sunday inclusive.

No alteration to the agreed daily pricing period is permitted until a period of twelve months has elapsed from the previous selection.

Tariff 66

The annual fixed charge is determined by the larger of the connected motor capacity used for irrigation pumping, or 7.5 kW.

Any customer taking supply under this tariff who requests a temporary disconnection will not be reconnected unless an amount equivalent to the fixed charge that would have otherwise applied corresponding to the period of disconnection, has been paid.

Tariff changes

Customers previously supplied under tariffs which have been discontinued or redesignated (whether by number, letter or name) will be supplied under other tariffs appropriate to their installations.

Customers on seasonal time-of-use tariffs cannot change to another tariff less than one year from the application of the tariff to the customer's account without the retailer's agreement unless expressly allowed or permitted by energy law.

Prorating of charges on bills

Where appropriate, charges on bills will be calculated on a pro rata basis having regard to the number of days in the billing cycle that supply was connected as expressly allowed or permitted by energy law. Retailers can advise customers of which charges on their bills are subject to prorating, and the methodology used.

Supply voltage

Tariffs in this Schedule can only be accessed by customers taking supply at *low voltage* as set out in the *Electricity Regulation 2006* unless it is a designated high voltage tariff, or otherwise agreed with the retailer.

Where supply is given and metered at high voltage and the tariff applied is not a designated high voltage tariff, after billing the energy and demand components of the tariff a credit will be allowed of:

- 5 percent of the calculated tariff charge where supply is given at voltages of 11kV to 33kV; or
- 8 percent of the calculated tariff charge where supply is given at voltages of 66kV and above,

provided that the calculated tariff charge after application of the credit is not less than the Minimum Payment or other minimum charge calculated by applying the provisions of the applied tariff.

Metering

General

Revenue metering is metering used for billing purposes. Appropriate revenue metering must be in place for each tariff at a MI, unless otherwise permitted by energy law. Meter wiring and equipment to house meters must be installed as required by the Queensland Electricity Connection and Metering Manual at the customer's expense unless otherwise agreed with the metering service provider.

All data used for billing purposes will be determined in accordance with the metrology procedure unless otherwise permitted by energy law. The use of data substitutes or estimates is permissible, where in accordance with energy law.

The metrology procedure is the metrology procedure as issued by the Australian Energy Market Operator, and as added to by the Electricity Distribution Network Code (Queensland).

A type 4A meter is a type 4 advanced digital meter which has the remote communications functions disabled.

Charges for large customer metering services regulated by the Australian Energy Regulator and levied by the distribution entity are not included in notified prices. These will be applied to large customers with metering other than types 1 to 4, in addition to the applicable notified prices contained in this Tariff Schedule.

Where the customer refuses telecommunications and a type 4A meter is installed at the customer's explicit voluntary choice, the type 4A surcharge applies as set out in Part 4 of this Schedule.

If a retailer has received an upfront payment for supply and installation of metering at an MI, while the metering remains installed the retailer shall not charge the customer the capital charge set out in Part 4 of this Schedule, unless:

- any replaced metering is type 5 or type 6; and
- replacement is completed on a customer initiated request; and
- the distribution entity as owner of the replaced meter continues to charge the retailer the capital charge for the replaced meter.

Card-operated meter customers

If a customer is an excluded customer (as defined in section 23 of the Electricity Act), the distribution entity may at its absolute discretion agree with the relevant local government authority on behalf of the customer, and the customer's retailer, that the electricity used by the customer is to be measured and charged by means of a card-operated meter.

If, immediately prior to 1 July 2007, electricity being used by a customer at premises is being measured and charged by means of a card-operated meter, the electricity used at the premises may continue to be measured or charged by means of a card-operated meter.

Residential customers with card-operated meters can access Tariff 11 as their primary tariff, and Tariffs 31 and 33 as secondary tariffs.

Small business customers with card-operated meters can access Tariff 20 as their primary tariff.

Charges will be those as set out in Part 2 for the particular tariff.

EasyPay Reward

From 1 December 2017 until 30 September 2020, small customers of Ergon Energy who participate in the EasyPay Reward Scheme (the Scheme) will receive reward amounts in the form of deferred payments.

As of 31 December 2019 the EasyPay Reward Scheme is no longer available to new participants.

The EasyPay Reward Scheme will operate as follows:

- 1. An eligible customer who opted-in to the Scheme, and became a participating customer, by notifying Ergon Energy that it agreed to comply with all the participation requirements.
- 2. If Ergon Energy received a notice mentioned in paragraph ${\bf 1}$ before 5 August 2019, it must include the relevant annual amount for the participating customer in:
- (a) the first bill issued to the customer after receiving the notice under paragraph 1, or otherwise, as soon as reasonably practicable thereafter; and
- thereafter-until the Scheme ends on 30 September 2020-the bill Ergon Energy issues to the customer after each anniversary date the customer became a participating customer.
- 3. If Ergon Energy received a notice mentioned in paragraph 1 after 5 August 2019 but before 1 January 2020, it must include the relevant quarterly amount for the participating
 - (a) the first bill issued to the customer after receiving the notice under paragraph 1, or otherwise, as soon as reasonably practicable thereafter; and
 - (b) thereafter, after every 90 day period where the customer has adhered to the requirements, until the customer has received four relevant quarterly amounts.

The following table illustrates how the Scheme is intended to operate for participating customers other than small, non-reversionary customers:

| | Customer s who opted in on or before 30.09.18 | Customers who opted in after 30.09.18 but before 01.04.19 | Customers who opted in after 01.04.19 but before 05.08.19 | Customers who opted ir after 05.08.19 but before 01.01.20 |
|--|--|--|--|--|
| No. of relevant annual amounts invoiced | 3 | 2 | 1. | N/A |
| No. of relevant quarterly amounts invoiced | N/A | N/A | N/A | 4 |

Ergon Energy reserves the right to recover the deferred amount from the customer on their next bill.

Definitions for EasyPay Reward Scheme

Eligible customer means a small customer who has an existing account with Ergon Energy under a standard retail contract and who is up to date with their bill payments. A customer with an arrears component or any overdue amount is not eligible for the Scheme unless that customer is participating in the Ergon Energy Hardship program and meeting the requirements under the Hardship Program

Ergon Energy means Ergon Energy Queensland Pty Ltd (ABN 11 121 177 802)

Initial period means for a period of six months from the date that Ergon Energy issued the bill that includes the first relevant annual amount.

Participating customer means a small customer under a standard retail contract with Ergon Energy who has opted in to the Scheme.

Participation requirements means each of the following:

- agreeing to receive the relevant annual amount in the form of a deferred payment:
- agreeing to receive, and receiving, only electronic bills;
- agreeing to pay, and paying, bills by direct debit, BPAY or c) CentrePay;
- agreeing to make, and making, weekly, fortnightly or monthly payments (as agreed) under a smoothpay
- if a customer in the Ergon Energy Hardship Program. e) maintaining their arrangements under the Hardship Program.

Relevant annual amount, for a participating customer, means:

- if the participating customer is a residential customer— \$75; or
- if the participating customer is a business customer-\$120.

Relevant quarterly amount, for a participating customer,

- if the participating customer is a residential customer-\$18.75: or
- if the participating customer is a business customer b) \$30.

Other retail fees and charges

A retailer may charge its Standard Contract Customers the following:

- (a) if, at a customer's request, the retailer provides historical billing data which is more than two years old: \$30
 - a maximum of
- (b) retailer's administration fee for a dishonoured payment: a maximum of \$15
- (c) financial institution fee for a dishonoured payment:
 - a maximum of the fee incurred by the retailer
- (d) in addition to the applicable tariff, an additional amount in accordance with a program or scheme for the purchase of electricity from renewable or environmentally-friendly sources (whether or not that additional amount is calculated on the basis of the customer's electricity usage), but only if:
 - (i) the customer voluntarily participates in such program or scheme;
 - (ii) the additional amount is payable under the program or scheme; and
 - (iii) the retailer gives the customer prior written notice of any change to the additional amount payable under the

In the absence of a notified price, a retailer may charge a customer for the provision of distribution entity alternate

control services at the prices regulated by the Australian Energy Regulator for those services, on a cost pass through basis. These charges may be applied to a customer's bill in addition to the notified prices contained in this Tariff Schedule.

Concessional application

Tariff 11, Tariff 12A and Tariff 14 are also available to customers where they satisfy the additional criteria set out in any one of 1, 2 or 3, below:

- Separately metered installations where all electricity used is in connection with the provision of a Meals-on-Wheels service, or for the preparation and serving of meals to the needy and for no other purpose.
- 2. Residential institutions:
- (a) where the total installation, or that part supplied and separately metered, must be domestic residential (i.e. it must include the electricity usage of the cooking, eating, sleeping and bathing areas which are associated with the residential usage). Medical facilities, e.g. an infirmary, which are part of the complex may be included; and
- (b) that are:
 - (i) a deductible gift recipient under section 30-227(2) of the *Income Tax Assessment Act 1997* to which donations of \$2.00 and upwards are tax deductible; and
 - (ii) a non-profit organisation that:
 - A. imposes no scheduled charge on the residents for the services or accommodation that is provided (i.e. organisations that provide emergency accommodation facilities for the needy); or
 - B. if scheduled charges are made for the services or accommodation provided, then all residents must be pensioners or, if not pensioners, persons eligible for subsidised care under the Aged Care Act 1997 or the National Health Act 1953.
- **3.** Organisations providing support and crisis accommodation which:
- (a) meet the eligibility criteria of the Specialist Homelessness Services administered by the State Department of Housing and Public Works; and
- (b) are a deductible gift recipient under section 30-227(2) of the *Income Tax Assessment Act 1997* to which donations of \$2.00 and upwards are tax deductible.

Part 2—Standard tariffs

These tariffs are applicable subject to the matters set out in Part 1.

Small customer tariffs

| Tariff | Description | Charge type | Rate | Unit |
|------------|--|---|---------------|--------------|
| 11 | Residential flat-rate primary tariff | Usage | 21.756 | c/kWh |
| | | Daily supply charge | 90.676 | С |
| 12A | Residential seasonal time-of-use primary tariff | Usage – Peak (Summer 3pm-9:30pm) | 55.966 | c/kWh |
| | | Usage – All other times | 19.084 | c/kWh |
| | | Daily supply charge | 75.091 | С |
| <u>12B</u> | Residential time-of-use primary tariff | <u>Usage:</u> <u>Peak (4pm – 9pm)</u> | 28.998 | c/kWh |
| | | <u>Day (9am – 4pm)</u> | 17.039 | c/kWh |
| | | Night (all other times) | <u>18.859</u> | <u>c/kWh</u> |
| | | Daily supply charge | 93.112 | <u>c</u> |
| 14 | Residential seasonal time-of-use monthly demand primary tariff. | Chargeable demand – Peak | 51.689 | \$/kW |
| | Peak daily demand is the average of the 13 half-hourly demand recordings for each day from 3:00pm to 9:30pm during | Chargeable Demand – Off peak | 7.423 | \$/kW |
| | Summer. | Usage | 15.505 | c/kWh |
| | Off-peak daily demand is the average of the 13 half-hourly demand recordings for each day from 3:00pm to 9:30pm during all other times. | Daily supply charge | 47.434 | c |
| | Peak chargeable demand is the average of the four highest peak daily demands in the month. | | | |
| | Off-peak chargeable demand is the greater of the average of the four highest off-peak daily demands in the month, or 3kW. | | | |
| <u>14A</u> | Residential time-of-use monthly demand primary tariff. | <u>Demand:</u> <u>Peak (4pm – 9pm)</u> | 2.610 | <u>\$/kW</u> |
| | | All other times | 0.00 | <u>\$/kW</u> |
| | | Usage | <u>19.401</u> | c/kWh |
| | | Daily supply charge | 91.852 | <u>c</u> |

| Tariff | Description | Charge type | Rate | Unit |
|------------|---|---|--------------------|--------------|
| <u>14B</u> | Residential time-of-use monthly demand primary tariff. | <u>Demand:</u> <u>Peak (4pm – 9pm)</u> | 7.630 | <u>\$/kW</u> |
| | | All other times | 0.00 | <u>\$/kW</u> |
| | | Usage | 16.540 | c/kWh |
| | | Daily supply charge | 91.852 | <u>c</u> |
| 20 | Small business flat-rate primary tariff. | Usage | 23.258 | c/kWh |
| | | Daily supply charge | 128.266 | c |
| 22A | Small business seasonal time-of-use primary tariff. | Usage – Peak (Summer 10am–8pm weekdays) | 54.496 | c/kWh |
| | | Usage – All other times | 21.777 | c/kWh |
| | | Daily supply charge | 118.338 | с |
| <u>22B</u> | Small business time-of-use inclining-band primary tariff. | <u>Usage:</u> <u>Peak (4pm – 9pm</u> <u>weekdays)</u> | <u>30.996</u> | <u>c/kWh</u> |
| | | <u>Day (9am – 4pm)</u> | 19.602 | c/kWh |
| | | Night (all other times) | 22.448 | <u>c/kWh</u> |
| | | Daily supply charge: Band 1 | 129.266 | ~ |
| | | Band 2 | 128.266 157.771 | <u>c</u> |
| | | Band 3 | 187.381 | <u>c</u> |
| | | Band 4 | 216.886 | <u>c</u> |
| | | Band 5 | 246.391 | <u>c</u> |
| <u>23</u> | Small business inclining-band primary tariff. | Usage | 23.258 | <u>c/kWh</u> |
| | | Daily supply charge: Band 1 | 128.266 | <u>c</u> |
| | | Band 2 | <u>157.771</u> | <u>c</u> |
| | | Band 3 | 187.381 | <u>c</u> |
| | | Band 4 | 216.886 | <u>c</u> |
| | | Band 5 | 246.391 | <u>c</u> |

| Tariff | Description | Charge type | Rate | Unit |
|------------|--|---|---------|--------------|
| 24 | Small business seasonal time-of-use monthly demand primary tariff. | Chargeable demand – Peak | 71.258 | \$/kW |
| | Peak daily demand is the average of the 20 half-hourly demand recordings for each weekday from 10:00am to 8:00pm during | Chargeable Demand – Off peak | 7.161 | \$/kW |
| | Summer. | Usage | 16.439 | c/kWh |
| | Off-peak daily demand is the average of the 20 half-hourly demand recordings for each weekday from 10:00am to 8:00pm during all other times. | Daily supply charge | 64.541 | с |
| | Peak chargeable demand is the average of the four highest peak daily demands in the month. | | | |
| | Off-peak chargeable demand is the greater of the average of the four highest off-peak daily demands in the month, or 3kW. | | | |
| <u>24A</u> | Small business time-of-use monthly demand primary tariff. | Demand: Peak (4pm – 9pm weekdays) | 2.239 | <u>\$/kW</u> |
| | | All other times | 0.00 | <u>\$/kW</u> |
| | | <u>Usage</u> | 22.064 | c/kWh |
| | | Daily supply charge | 126.586 | <u>c</u> |
| <u>24B</u> | Small business time-of-use monthly demand primary tariff. | Demand: Peak (4pm – 9pm weekdays) | 9.148 | <u>\$/kW</u> |
| | | All other times | 0.00 | <u>\$/kW</u> |
| | | <u>Usage</u> | 19.730 | c/kWh |
| | | Daily supply charge | 126.586 | <u>c</u> |
| 31 | Small customer flat-rate secondary tariff with interruptible supply. | Usage | 14.932 | c/kWh |
| 33 | Small customer flat-rate secondary tariff with interruptible supply. | Usage | 16.331 | c/kWh |
| 34 | Small business flat-rate primary tariff with interruptible supply. | Usage | 17.295 | c/kWh |
| | птел приые зарріу. | Daily supply charge | 118.081 | с |
| 41 | Small business monthly demand primary tariff. | Demand | 18.765 | \$/kW |
| | caiiil. | Usage | 14.498 | c/kWh |
| | | Daily supply charge | 639.826 | С |

Large customer tariffs

| Tariff | Description | Charge type | Rate | Unit |
|--------|---|-----------------------------------|-----------|----------|
| 44 | Large business monthly demand primary tariff | Chargeable demand; or | 26.142 | \$/kW |
| | Demand threshold 30 kW / 35 kVA. | Chargeable demand | 23.528 | \$/kVA |
| | | Usage | 11.668 | c/kWh |
| | | Daily supply charge | 4021.494 | С |
| 45 | Large business monthly demand primary tariff | Chargeable demand; or | 20.768 | \$/kW |
| | Demand threshold 120 kW / 135 kVA. | Chargeable demand | 18.691 | \$/kVA |
| | | Usage | 11.668 | c/kWh |
| | | Daily supply charge | 13081.281 | с |
| 46 | Large business monthly demand primary tariff | Chargeable demand; or | 17.034 | \$/kW |
| | Demand threshold 400 kW / 450 kVA. | Chargeable demand | 15.331 | \$/kVA |
| | | Usage | 11.668 | c/kWh |
| | | Daily supply charge | 34103.721 | с |
| 50 | Large business seasonal time-of-use monthly demand primary tariff. | Peak chargeable demand | 66.700 | \$/kW |
| | Peak is Summer, being 10:00am to 8:00pm on Summer weekdays for determining chargeable demand, and | Off-peak chargeable demand | 10.495 | \$/kW |
| | all day each day for usage. | Peak usage | 11.459 | c/kWh |
| | Off-peak is all times in non-summer months for determining chargeable demand and usage. | Off-peak usage | 13.532 | c/kWh |
| | Peak demand threshold 20 kW. | Daily supply charge | 3368.897 | c |
| | Off peak demand threshold 40 kW. | | | |
| 50A | <u>Large business time-of-use monthly</u> <u>demand primary tariff.</u> | Demand: Peak (4pm – 9pm weekdays) | 13.282 | \$/kVA |
| | | Excess | 2.656 | \$/kVA |
| | | <u>Usage</u> | 12.012 | c/kWh |
| | | Daily supply charge | 15774.697 | <u>c</u> |

| Tariff | Description | Charge type | Rate | Unit |
|--------|--|-------------------------|-----------|---------|
| 51A | Large business high-voltage monthly demand primary tariff only for | Demand | 3.039 | \$/kVA |
| | customers classified as CAC and supplied at 66kV. | Capacity | 3.490 | \$/kVA |
| | | Usage | 11.123 | c/kWh |
| | | Daily connection charge | 5.903 | \$/unit |
| | | Daily supply charge | 24821.461 | c |
| 51B | Large business high-voltage monthly demand primary tariff only for | Demand | 3.148 | \$/kVA |
| | customers classified as CAC and supplied at 33kV. | Capacity | 4.268 | \$/kVA |
| | | Usage | 11.123 | c/kWh |
| | | Daily connection charge | 5.903 | \$/unit |
| | | Daily supply charge | 18290.861 | С |
| 51C | Large business high-voltage monthly demand primary tariff only for | Demand | 3.817 | \$/kVA |
| | customers classified as CAC and supplied on an 11 or 22kV bus. | Capacity | 4.926 | \$/kVA |
| | | Usage | 11.123 | c/kWh |
| | | Daily connection charge | 5.903 | \$/unit |
| | | Daily supply charge | 17159.661 | С |
| 51D | Large business high-voltage monthly demand primary tariff only for | Demand | 7.699 | \$/kVA |
| | customers classified as CAC and supplied on an 11 or 22kV line. | Capacity | 9.571 | \$/kVA |
| | | Usage | 11.123 | c/kWh |
| | | Daily connection charge | 5.903 | \$/unit |
| | | Daily supply charge | 16513.261 | С |
| 52A | Large business high-voltage seasonal time-of-use monthly demand primary | Chargeable demand | 11.880 | \$/kVA |
| | time-or-use monthly demand primary tariff only for customers classified as CAC and supplied at 33 or 66kV. | Chargeable capacity | 5.988 | \$/kVA |
| | Chargeable demand is the maximum | Usage – Summer | 10.765 | c/kWh |
| | demand between 10:00am and 8:00pm Summer weekdays. | Usage – All other times | 11.079 | c/kWh |
| | Chargeable capacity excludes all demands occurring during the chargeable demand periods. | Daily connection charge | 5.903 | \$/unit |
| | | Daily supply charge | 13846.861 | c |
| | | | | |

| Tariff | Description | Charge type | Rate | Unit |
|---------------------------------|--|---|-----------------|---------|
| 52B | Large business high-voltage seasonal time-of-use monthly demand primary | Chargeable demand | 44.748 | \$/kVA |
| | tariff only for customers classified as CAC and supplied on an 11 or 22kV bus. | Chargeable capacity | 4.227 | \$/kVA |
| | Chargeable demand is the maximum | Usage – Summer | 10.765 | c/kWh |
| | demand between 10:00am and 8:00pm Summer weekdays. | Usage – All other times | | c/kWh |
| | Chargeable capacity excludes all demands occurring during the chargeable demand periods. | Daily connection 5.903 charge | \$/unit | |
| | | Daily supply charge | 13846.861 | С |
| 52C | Large business high-voltage seasonal time-of-use monthly demand primary | Chargeable demand | 78.117 | \$/kVA |
| | tariff only for customers classified as CAC and supplied on an 11 or 22kV | Chargeable capacity | 7.749 | \$/kVA |
| | line. | Usage – Summer | 10.765 | c/kWh |
| | Chargeable demand is the maximum demand between 10:00am and 8:00pm Summer weekdays. | Usage – All other times | 11.079 | c/kWh |
| | Chargeable capacity excludes all demands occurring during the chargeable demand periods. | Daily connection charge | 5.903 | \$/unit |
| | | Daily supply charge | 13846.861 | c |
| 53 | Large business high-voltage monthly primary tariff only for customers classified as ICC. | Demand | 3.039 | \$/kVA |
| | classified as icc. | Capacity | 3.490 | \$/kVA |
| | | Usage | 11.123 | c/kWh |
| | | Daily supply charge | 24639.027 | с |
| ICC site- specific tariff | Large business high-voltage monthly primary tariff only for customers classified as ICC, where: | AER approved site- specific network charges | Network charges | Ü |
| | the AER approved site-specific network charges are passed- | Demand | 0.173 | \$/kVA |
| | through to customers and | Capacity | 0.199 | \$/kVA |
| | non-network components are chargeable as defined in Part 2 of this Schedule. | Usage | 9.827 | c/kWh |
| | | Daily supply charge | 2457.427 | c |
| 60A | Large business flat-rate primary tariff with interruptible supply. | Usage | 19.042 | c/kWh |
| | | Daily supply charge | 4021.494 | Ċ |
| 60B | Large business flat-rate secondary tariff with interruptible supply. | Usage | 19.042 | c/kWh |

Unmetered supply tariffs

| Tariff | Description | Charge type | Rate | Unit |
|--------|--|-------------|--------|-------|
| 71 | Business flat-rate primary tariff for street lighting. | Usage | 24.437 | c/kWh |
| 91 | Business flat-rate primary tariff. | Usage | 20.366 | c/kWh |



Part 3—Obsolete tariffs.

These tariffs are applicable subject to the matters set out in Part 1.

| Tariff | Description | Charge type | Rate | Unit |
|-------------------------|---|---------------------------------|-----------|-------|
| 20 (large) | Obsolete large business flat-rate primary tariff. | Usage | 37.595 | c/kWh |
| | Scheduled phase-out date: 1 July 2021 | Daily supply charge | 76.858 | c |
| 21 | Obsolete business declining-block primary tariff. | Usage – first 100 kWh/month | 49.357 | c/kWh |
| | Scheduled phase-out date: 1 July 2021 | Usage – next 9,900 kWh/month | 46.374 | c/kWh |
| | | Usage – all remaining usage | 35.303 | c/kWh |
| | | Minimum daily payment | 72.631 | С |
| 22 (small and large) | Obsolete business time-of-use primary tariff. | Usage – 7am to 9pm weekdays | 49.820 | c/kWh |
| | Scheduled phase-out date: 1 July 2021 | Usage – all other times | 17.543 | c/kWh |
| | | Daily supply charge | 184.717 | С |
| 37 | Obsolete business time-of-use primary tariff. | Usage – 4:30pm– 10:30pm | 54.544 | c/kWh |
| | Scheduled phase-out date: 1 July 2021 | Usage – all other times | 21.807 | c/kWh |
| | | Minimum daily payment | 30.623 | c |
| 47 | Obsolete large business high voltage monthly demand primary tariff. | Chargeable demand | 27.864 | \$/kW |
| | Demand threshold 400 kW | Usage | 12.446 | c/kWh |
| | Scheduled phase-out date: 1 July 2022 | Daily supply charge | 44689.726 | c |
| 48 | Obsolete large business high voltage monthly demand primary tariff only for | Chargeable demand | 28.822 | \$/kW |
| | customers classified as CAC or ICC. | Usage | 12.874 | c/kWh |
| | Demand threshold 400 kW Scheduled phase-out date: 1 July 2022 | Daily supply charge | 46712.140 | С |

| Tariff | Description | Charge type | Rate | Unit |
|--------|--|---|---------|-------|
| 62 | Obsolete farming business time-of-use declining-block primary tariff. | Usage – 7am to 9pm weekdays: | | |
| | Scheduled phase-out date: 1 July 2021 | first 10,000 kWh/month | 46.516 | c/kWh |
| | | remaining | 39.336 | c/kWh |
| | | Usage – all other times | 16.448 | c/kWh |
| | | Daily supply charge | 78.451 | c |
| 65 | Obsolete irrigation business time-of-use primary tariff. | Usage – Peak (daily pricing period) | 36.894 | c/kWh |
| | Scheduled phase-out date: 1 July 2021 | Usage – all other times | 20.321 | c/kWh |
| | | Daily supply charge | 78.003 | c |
| 66 | Obsolete irrigation business fixed annual dual-rate demand primary tariff. | Fixed charge (annual) – first 7.5kW | 37.503 | \$/kW |
| | Scheduled phase-out date: 1 July 2021 | Fixed charge (annual) – remaining kW | 112.759 | \$/kW |
| | | Usage | 19.338 | c/kWh |
| | | Daily supply charge | 171.915 | c |

Part 4—Metering service charges

These charges are applicable subject to the matters set out in Part 1.

Large customer—type 1, 2, 3, 4 (advanced digital) meters

| Description | Charge type | Rate | Unit |
|--|-----------------------|---------|------|
| Standard asset customer (annual consumption 750MWh or less) | Daily metering charge | 182.880 | С |
| Standard asset customer (annual consumption greater than 750MWh) | Daily metering charge | 217.109 | C |
| Connection asset customer | Daily metering charge | 430.155 | С |
| Individually calculated customer | Daily metering charge | 493.816 | C |

Small customer—all metering

| Description | Charge Type | Rate | Unit |
|--------------------------------|-------------------|--------|-------|
| Primary tariff | Capital | 7.045 | c/day |
| | Non-capital | 3.301 | c/day |
| | Type 4A surcharge | 16.022 | c/day |
| Secondary tariff* (per tariff) | Capital | 2.035 | c/day |
| (per tariir) | Non-capital | 0.980 | c/day |

 $[\]ensuremath{^*}$ Where Tariff 33 is accessed as a primary tariff, primary tariff charges apply.

End of Tariff Schedule

