WHAT’S DRIVING THE ANNUAL BILL FOR A TYPICAL HOUSEHOLD IN SOUTH AUSTRALIA

Market offer prices increased by 17% this year, and are estimated to decrease by an average 7.3% over the next two years driven mainly by changes in wholesale electricity costs.

WHOLESALE COSTS

Increased by 35.9% this year due to the exit of Northern and Hazelwood coal generators, and higher gas prices which increase the cost of operating gas-fired power stations.

Estimated to decrease by an average 22.9% each year as new wind and solar generation enters the market and the Swanbank E gas generator in Queensland returns to service.

Wholesale costs are higher in South Australia in part due to its greater reliance on gas-fired generators.

REGULATED NETWORKS COSTS

Uncertain due to ongoing judicial review of the SA distribution revenue determination.

ENVIRONMENTAL & SYSTEM SECURITY COSTS

Estimated to increase by an average 21.8% a year. Costs include RET certificates, the state’s solar feed in scheme, and the energy security target.

RESIDUAL

The residual component reflects costs and risks incurred by retailers, and their profit or loss. It also includes calculation errors in the costs of other supply chain components. It does not represent retail margins.