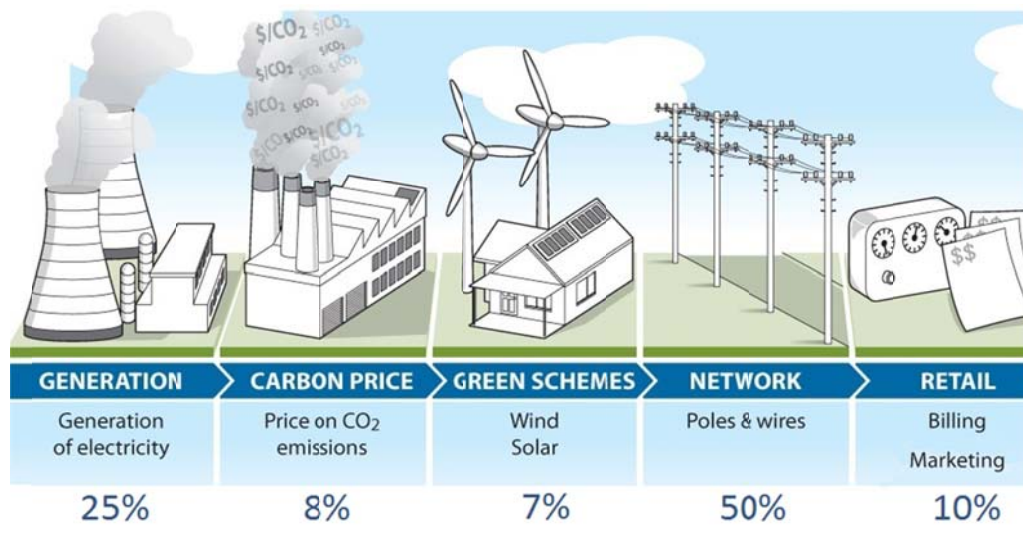


- ▼ **Green scheme costs (7%)** – Retailers incur additional costs for complying with Commonwealth and NSW Government ‘green schemes’ designed to support renewable energy generation, reduce emissions from the energy sector (and wider economy) and reduce energy consumption. These green schemes include the Renewable Energy Target and the NSW Energy Savings Scheme. These costs are passed on to customers in retail prices.
- ▼ **Network costs (50%)** - The cost of building, maintaining and operating the transmission and distribution networks, which transport electricity to customers. Retailers are charged for using the network and pass on these costs to customers in retail prices. As discussed in section B.1.3, network prices are regulated by the AER under the National Electricity Rules.
- ▼ **Retail costs (10%)** - include costs associated with operating a retail electricity business including billing, operating a call centre and earning a reasonable profit.

Figure B.2 Components of regulated electricity bills, 2012/13



Data source: IPART.