What is a fair price for solar in Tasmania?

Savings to retailers Wholesale price of electricity Avoided network losses NEM fees	c/kWh 6.2 0.3 0.1	estimate min c/kWh		Assumptions and notes These are the only benefits reconised by the Economic
Wholesale price of electricity Avoided network losses	6.2 0.3 0.1	c/kWh	c/kWh	reconised by the Economic
Wholesale price of electricity Avoided network losses	0.3		8	reconised by the Economic
electricity Avoided network losses	0.3		8	reconised by the Economic
	0.1	0,1		
NEM fees	259 W		0.1	
		0.1	0.1	
Benefits to the electric	ity system			
Avoided transmission costs	0.0	3.7	3.7	Transmission costs contribute 15% to a typical residential bill. 15% of 25c=3.7c
Reduced distribution costs	0.0	4	6	Distribution costs contribute 41% to a typical residential bill. Half of this cost equals 5c.
Benefits to society and	the environ	ment		
Reduced CO ₂ emissions	0	2.4	3.1	Based on a carbon price of \$24-\$31/tonne. A significantly higher price may be needed to meet 1.5°C goal.
Health benefits	0	1.3	1.3	From solar PV that displaces coal fired electricity.
TOTAL	6.6	17.6	22.3	



