

Solar feed-in tariff for regional Queensland 2024-25

The Minister for Energy and Clean Economy Jobs directed us to set a flat-rate solar feed-in tariff (FiT) to apply in regional Queensland for 2024-25, using an 'avoided cost' methodology.



When a retailer sources electricity from solar photovoltaic (PV) customers rather than the National Electricity Market, it avoids costs that it would have incurred otherwise.

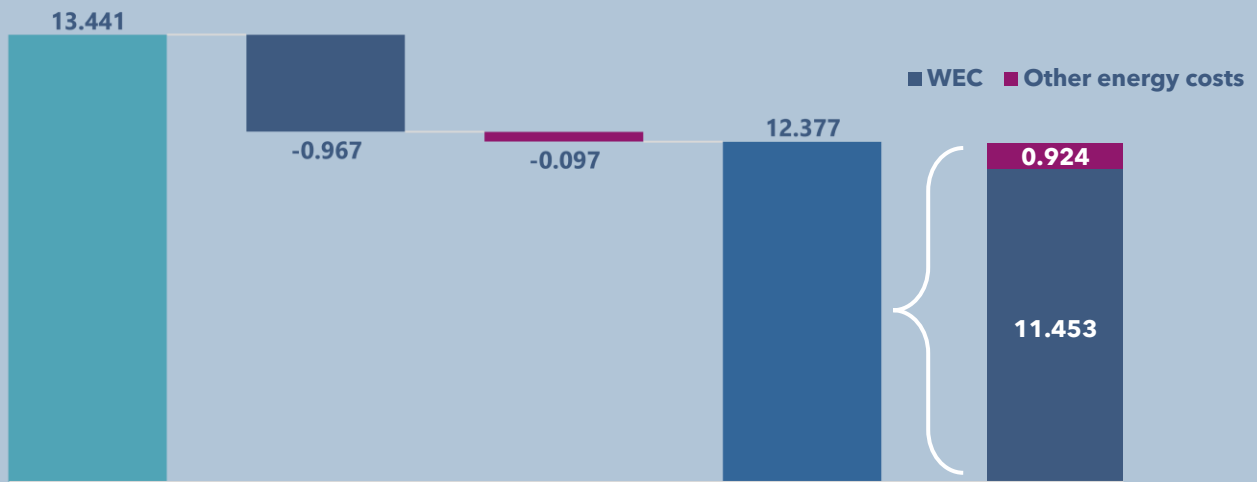
We use estimates of these avoided cost components to determine the solar FiT rate.

We determined this year's solar FiT using an approach consistent with previous years and based on the cost estimates also used in setting notified prices for 2024-25.*

We have estimated the solar FiT at 12.377 c/kWh. This will apply from 1 July 2024.

This is 7.9% lower than last year's FiT, driven largely by a decrease in avoided wholesale energy costs (WEC) – this reflects a decrease in the trade-weighted price of base contracts relative to last year as well as a changing demand profile.

Change in solar FiT cost components, 2023-24 to 2024-25 (c/kWh)



Customers should not base decisions to install or upgrade solar PV systems on the expectation the FiT will remain at its current level in future years. The solar FiT is largely influenced by annually updated forecasts of cost inputs. In addition, any refinements to our approach that occur in future reviews may impact the solar FiT.

* For further information on our approach to setting the FiT as well as the methodology used to estimate wholesale energy costs, please view the final determination [on the FiT](#) and the final determination [for notified prices in 2024-25](#).