

Program review consultation – Q&A

National GreenPower Accreditation Program

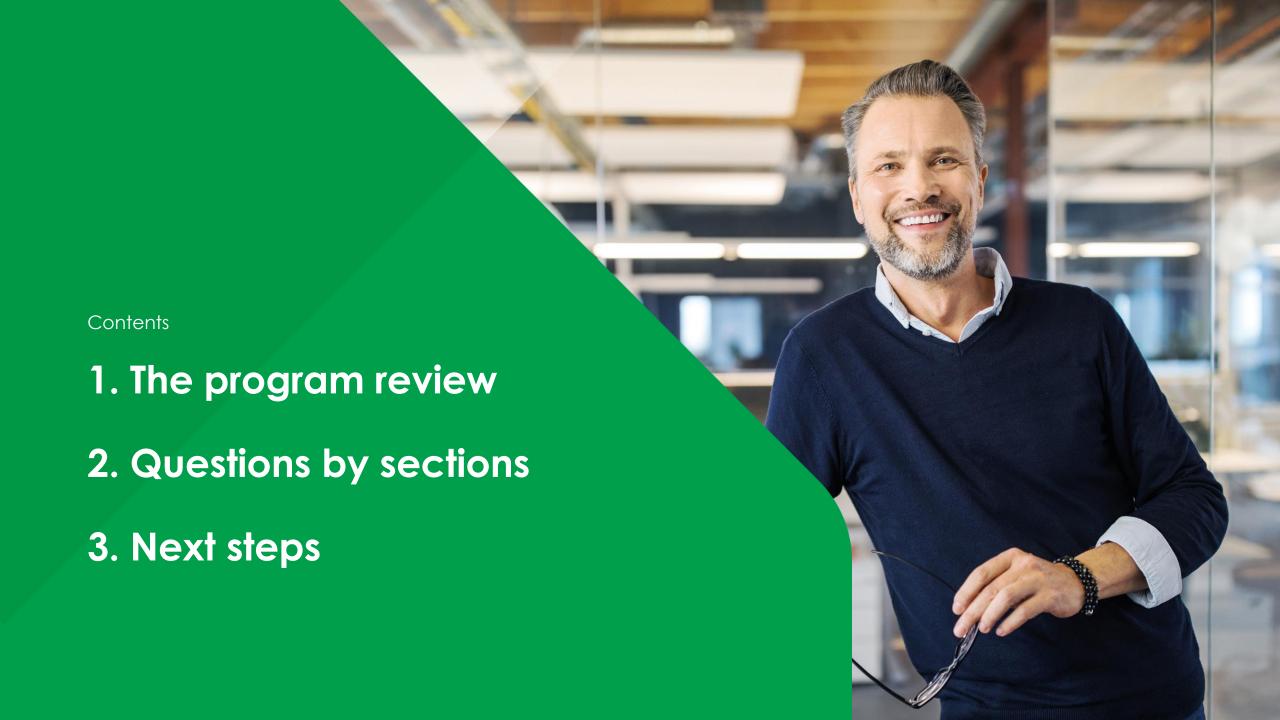
28 July 2022



Introductions

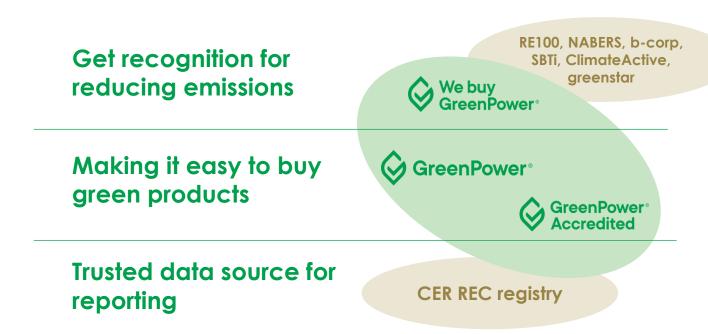
NSW Office of Energy and Climate Change program manager:

- Tim Stock, Chair National GreenPower Steering Group and Director Hydrogen and Clean Energy
- Manuel Weirich, Program team
- Kostan Banos, Program team
- Anja Fuechtbauer, Program team



GreenPower's current role

- retail electricity and certificate products
- generators
- brand and marketing
- audits
- advocacy
- outreach and consumer awareness



Market context

There are many drivers to consider in the review, including:

- RET has been met
- AEMO expects 82% renewables by 2030
- carbon neutral retail products confuse customers and compete with GreenPower
- Australian carbon accounting frameworks are not appropriate for voluntary markets
- opportunity to revisit emissions benefits of voluntary action
- new voluntary markets for renewable gas and fuels.

Purpose of the review

- performance against mission and objectives
- role of GreenPower in the future
- how to deliver positive outcomes in the energy market to 2030 and beyond
- 2023 and 2025 time horizons for changes



Summary of the review to date

Common Capital recommends we:

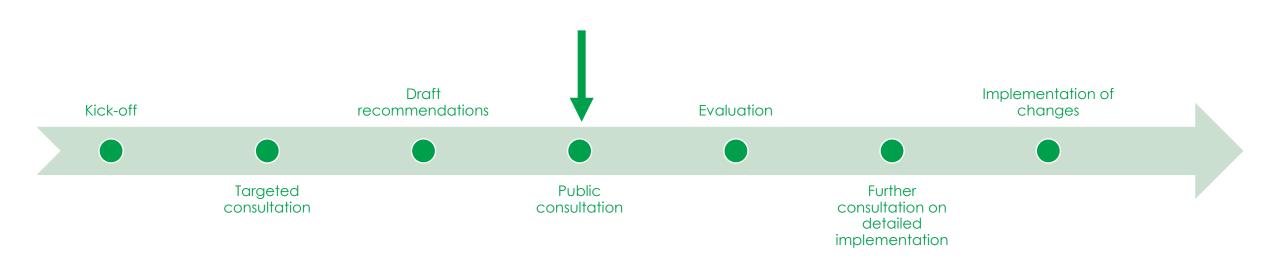
- address additionality and cost of GreenPower to increase its value proposition
- address consumer awareness and marketing challenges
- refine governance and operational framework

Consultation paper

- discusses overarching role and direction of the Program
- incorporates input from advisory group, providers and earlier engagements
- high-level direction as well as detailed items (2023 and 2025 updates)

Purpose of today's Q&A

- Provide information on the review process to date
- Answer your questions about the consultation for your submission





Open Q&A on the paper

2023

- LGC vintage requirement (Q2)
- Aligning generator accreditation (Q3)
- Incorporating the RET in GreenPower products (Q4-7)

2025

- Mission & Objectives (Q8-11)
- Additionality (Q12-16)
- Increase demand (Q17-21)
- Improve consumer choice (Q22-23)
- Generator accreditation (Q24-25)
- Additional options (Q26-30)

LGC Vintage (Q2)

- Proposal: Introduce a 36-month eligibility vintage requirement for LGCs
 - Ensure renewable energy generation date is 'reasonably close' to electricity consumption date
 - Align with international carbon accounting guidance

2023

LGC vintage

Aligning generator accreditation

Incorporating the

RET

2025

Mission & Objectives

Additionality

Increase demand

Improve consumer

choice

Generator

accreditation

Align generator accreditation date with CER (Q3)

- Proposal: GreenPower accreditation date to match CER accreditation date
 - Streamlining of accreditations between CER and GreenPower
 - Reduces administrative burden on providers and customers



Recognising the RET in GreenPower

- Proposal: Recognise mandatory LGC surrenders under the RET in GreenPower
 - Renewable Power Percentage of 18.64% in 2022
 - Customers do not want to buy 118.64% renewable energy to achieve 100% renewable electricity
 - Note: SRECs are not included in Renewable Power Percentage

2023

LGC vintage

Aligning generator accreditation

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2025

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accreditation

Options for recognising the RET (Q4-6)

Option A: new 100% renewable electricity logo

- GreenPower remains additional and voluntary but offers businesses the option to offer 100% renewable electricity product 'with GreenPower'
- easier to administer for retailers.

Option B: include the RET in all GreenPower products and percentages

- consider a 'fixed RET' percentage of, for example 15%, to avoid annual changes to product pricing
- increase to minimum GreenPower percentage needed.

2023

LGC vintage
Aligning generator
accreditation

Incorporating the

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2025

Mission & Objectives
Additionality
Increase demand
Improve consumer
choice
Generator
accreditation
Additional options

Increase the minimum GP percentage (Q7)

- Proposal: Increase the minimum GreenPower percentage to 50%
 - improves the materiality of voluntary action
 - risk of customers not being able to afford new minimum





Mission (Q8-9)

- Proposal: Drive investment in renewable energy with a view to decrease emissions from energy use.
- Is the current mission still valid?
- What should GreenPower's role be in future?
- Should GreenPower's mission be expanded to also cover other energy carriers?

2023

LGC vintage
Aligning generator
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RET

2025

Mission & Objectives

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Objectives (Q10-11)

- Requesting input on importance of different objectives
 - Which objectives should be a priority?
 - How should this translate into program design and resourcing?

2023

LGC vintage
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RET

2025

Mission & Objectives

Additionality

Increase demand

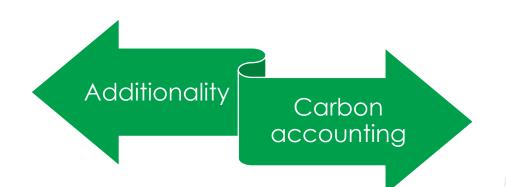
Improve consumer

choice

Generator

accreditation

Additionality (Q12-16)



Options discussed in the review:

- LGC vintage requirement
- generator age limitation
- certification of new projects only

Considerations for carbon accounting:

- recognition of below-baseline renewable generation
- other schemes and frameworks underway nationally

2023

LGC vintage
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Mission & Objectives

Additionality

Increase demand
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Increase demand & improve consumer choice (Q17-23)

- Proposal: Increase the impact of GreenPower by increasing demand in the medium term
 - partner promotion strategy to improve access and outreach
 - high-impact, high-cost product options
 - marketing guidelines and compliance options



Generator accreditation (Q24-25)



- Proposal: Drive best practice through early engagement and national best-practice requirements
 - What is the main benefit of generator accreditation?
 - Is there still value in driving best practice?
 - Which generator types should be excluded?

2023

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2025

Mission & Objectives

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Additional options (Q26-30)

- Retailer star rating system
- Scope 2 emissions fund
- Real-time 24/7 load matching

2023

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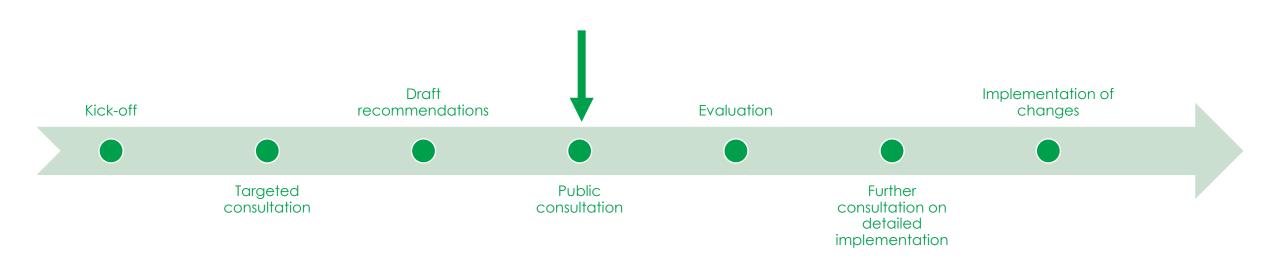
Did you want to add anything?

You are welcome to raise any additional topics in your submission.



Make a submission!

- Consultation period closes <u>15 August 2022, 5pm AEST</u>
- Submissions can be made via the online form and documents can be attached.





Thank you

For any questions get in touch at:

greenpower.admin@planning.nsw.gov.au

