

Parliamentary Budget Office - Election Policy Costing

NSW Parliament • Parliament House, Macquarie Street Sydney NSW 2000

Referred By: Australian Labor Party Date Referred: 12/03/2015

Proposal No: A339 Date Published: 23/03/2015

Proposal Title: TRIAL BULK PURCHASE/REVERSE AUCTION OF ELECTRICITY

Cluster:

General Government Sector Impacts

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	2014-15	2015-16	2016-17	2017-18	4 Year Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Expenses (ex. depreciation)					-
Depreciation					-
Less: Offsets					-
Revenue					-
Net Operating Result:	-	-	-	-	-
Capital Expenditure					_
Capital Offsets					
Capital Expenditure:		_	_	_	_
Capital Experiature.		-	-	-	
Net Lending/(Borrowing)	-	-	-	-	-
Net Financial Liabilities:	_	-	-	-	
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Total State Sector Impacts					
Net Financial Liabilities:	-	-	-	-	
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Notes and costing assumptions

The policy proposes to trial the bulk purchase of electricity by government. The Government will call for tenders by renewable energy companies based in NSW to provide a long-term (20 year) bulk electricity contract for a NSW government department.

Restricting the tender to only include renewable energy companies will likely increase the costs of purchasing electricity by government. However, without further details on the policy, such as the amount of electricity to be purchased, it is not possible to accurately estimate the potential cost increase.

Administrative costs of the scheme can be met from within existing agency resources.