

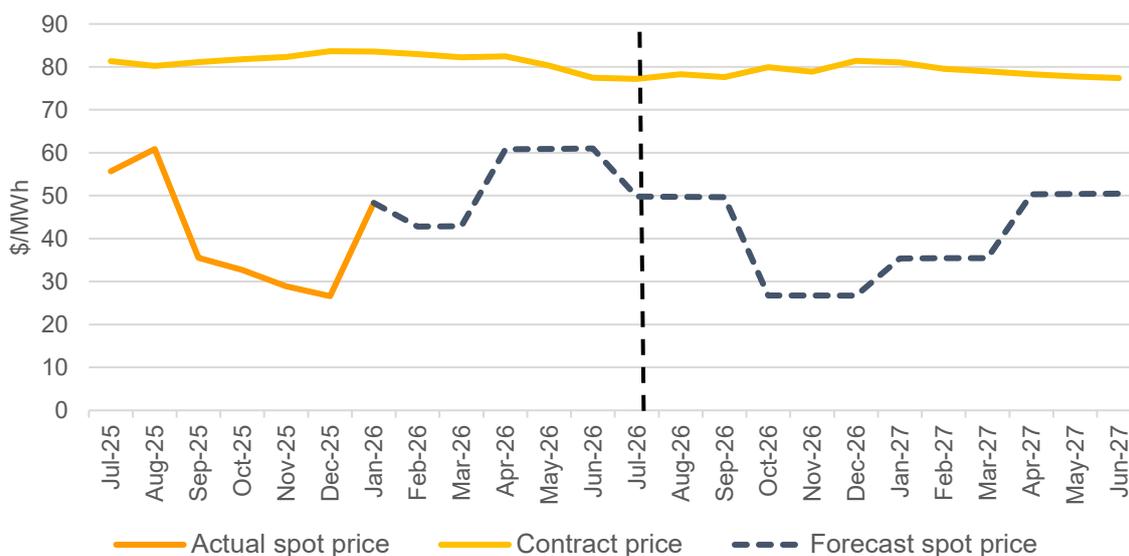
## Reasonable Cost Determination (RCD): 2026-27

February 2026

On 27 February 2026, the ACT Government determined that Evoenergy’s reasonable costs for the LFiT scheme are \$95.1 million in 2026-27. Evoenergy estimates the price impact to be approximately 3.0 cents per kilowatt-hour (kWh) to be paid by ACT electricity customers from 1 July 2026, or around \$3.50 per week for a typical residential customer (using 6,100 kWh per year).

The level of the RCD is largely determined by forecast electricity spot prices. Evoenergy forecasts that spot prices will remain below the contracted prices for the remainder of 2025-26 and all of 2026-27 (see Figure 1). This means that Evoenergy is forecast to make payments to generators for the difference.

**Figure 1: Contract prices versus spot prices, 2025-26 and 2026-27**



Evoenergy forecasts making payments to generators of \$82m for 2025-26 and \$96m for 2026-27. In addition, Evoenergy expects to incur expenses of \$1m in 2026-27 for administering the LFiT scheme. Based on Evoenergy’s forecasts, there is a closing balance of \$5m at the end of 2025-26, which must be returned to customers (plus interest that Evoenergy earns on this over-recovery).

In its determination for 2026-27, the ACT Government decided that the 2025-26 closing balance should be returned to customers over a period of 3 years, to help smooth the impact on electricity prices over time. This results in a total RCD for 2026-27 of \$95m (see Figure 2).

Figure 2: Components of Evoenergy RCD forecast for 2026-27

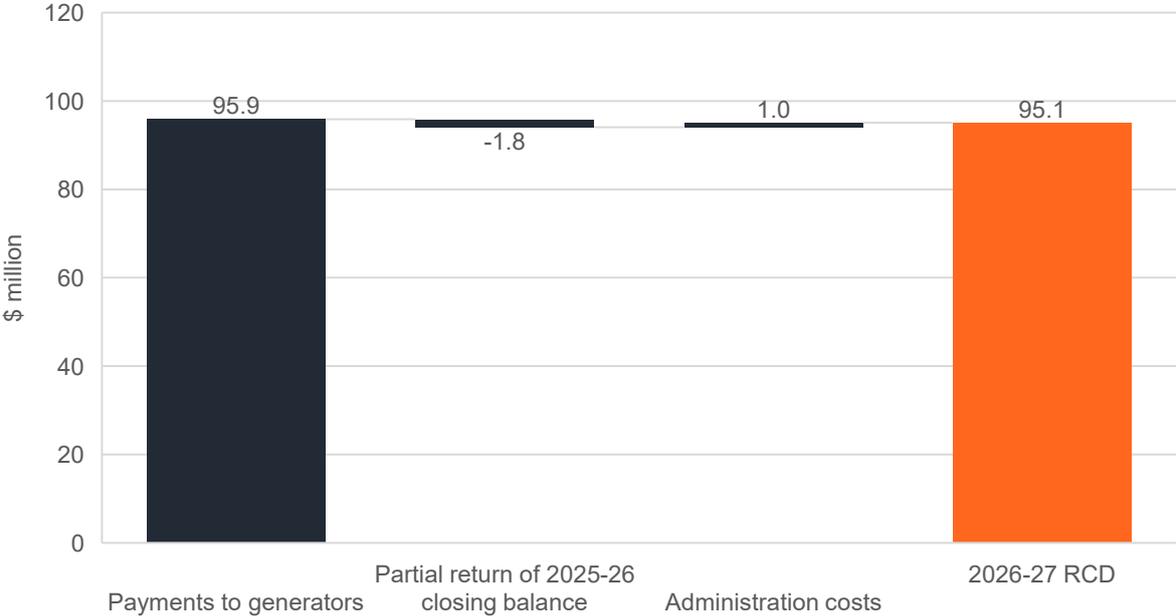


Figure 3 shows the approximate impact of the RCD on Evoenergy’s network tariffs over time.

Figure 3: Indicative large-scale feed-in tariff cost over time

