

May 2024

## Statement of reasons: Evoenergy Annual Gas Distribution Tariff Variation

On 15 March 2024, Evoenergy applied to the AER for variation of its gas reference tariffs for the period 1 July 2024 to 30 June 2025.

The AER has approved Evoenergy's tariff variation proposal in line with its 2021–26 access arrangement, in particular the principles and formulae set out in section 8 of the access arrangement.

The distribution tariff increases are driven by inflation (4.05%) and the annual update to the regulated rate of return (1.89%).

While the pricing movements vary for different tariff categories, the AER finds that such changes are compliant with the mechanisms set in the access arrangement.

Having considered Evoenergy's tariff variation proposal, the AER approves these tariffs for commencement from 1 July 2024.

As a result of our decision, we expect the distribution component of the typical bill for Evoenergy's customers on volume tariffs to be \$47.77 higher for households and small businesses from 1 July 2024.