Fact sheet **Time of Use Pricing**



Powering a

Time of use pricing is a more cost reflective pricing option than traditional flat rate network tariffs.

What is the purpose of time of use pricing?

The purpose of time of use pricing is to incentivise our customers to manage their energy use by providing a price signal during periods of peak demand.

What is the importance of peak demand?

In peak periods, a large number of customers use electricity at the same time. This places a high demand on the network. By contrast, in off-peak periods customers use a smaller amount of electricity and there is a lower demand on the network. We build, replace and maintain the network with enough capacity to meet the highest periods of demand. By encouraging customers to spread out their electricity use over the course of a day, the overall demand placed on the network will be lower. In turn, this supports lower network charges over time.

How do we encourage efficient network use?

To promote more efficient use of the network, cost reflective pricing provides the price signal to encourage customers to shift their energy use outside of peak time. Further, cost reflective pricing also provides better signaling of future costs for those customers wishing to use more electricity.

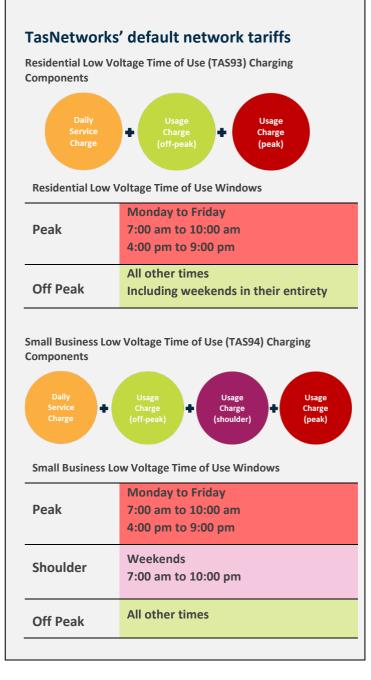
What is a time of use tariff?

Time of use network tariffs provide a different price for electricity depending on the time of day or day of the week. These prices better align the costs customers see with the true cost of TasNetworks' network services.

How can I access this tariff?

Consumption based time of use network tariffs became the default network tariffs for all new small business and residential connections. They are also being applied to small business customers and home owners that modify or upgrade their connections, or replace their meter(s) with an advanced (or 'smart') meter.

In addition, customers are also able to opt-in to these networks tariffs via their energy retailer. A growing number of residential and small business customers across Tasmania are switching to the time of use consumption based network tariffs.



For more information

Contact your retailer to discuss your tariff options or visit our website our prices - TasNetworks

Phone: 1300 137 008