SoAR Expenditure Buckets

Common Eligible Inclusions:

- solar panels
- solar inverters
- solar mounting
- solar sharing technology
- labour for solar installation
- safety equipment
- essential roof waterproofing only where required due to the solar installation.
- structural engineering for windspeed sign-off

Common Enabling Works:

- smart meter upgrades
- minor switchboard upgrades

Common Ineligible Costs:

- batteries
- home builders warranty insurance
- Wi-Fi repeaters beyond simple dongle internet connection devices
- structural engineering assessment to determine load bearing (as opposed to structural engineering for wind speed sign-off)
- entire roof re-waterproofing
- enabling works beyond 10% of Total Project Costs (TPC)

SoAR Enabling Works Equations

Eligible Inclusions (ex GST)

STCs (inc GST)

Total Enabling Works (ex GST)

Ineligible Costs (ex GST)

from quote

Total Project Cost (ex GST) = Eligible Inclusions (ex GST) - STCs (inc GST) + Total Enabling Works (ex GST)

if Total Enabling Works (ex GST) <= 10% of Total Project Cost (ex GST)

then,

Eligible Enabling Works (ex GST) = Enabling Works (ex GST)

and,

Total Ineligible Costs (ex GST) = Ineligible Costs (ex GST)

If Total Enabling Works (ex GST) > 10% of Total Project Cost (ex GST)

first calculate the Eligible Enabling Works:

Eligible Enabling Works (ex GST) = 1/9 x (Eligible Inclusions (ex GST) - STCs (inc GST))

proof

Eligible Enabling Works (ex GST) = 10% x Total Project Cost (ex GST)
Eligible Enabling Works (ex GST) = 10% x (Eligible Inclusions (ex GST) – STCs (inc GST) + Eligible Enabling Works (ex GST))
Eligible Enabling Works (ex GST) -10% x Eligible Enabling Works (ex GST) = 10% x (Eligible Inclusions (ex GST) – STCs (inc GST))
0.9 x Eligible Enabling Works (ex GST) = 0.1 x (Eligible Inclusions (ex GST) – STCs (inc GST))
Eligible Enabling Works (ex GST) = 0.1/0.9 x (Eligible Inclusions (ex GST) – STCs (inc GST))
Eligible Enabling Works (ex GST) = 1/9 x (Eligible Inclusions (ex GST) - STCs (inc GST))

then recalculate the Total Project Cost using the Eligible Enabling Works:

Total Project Cost (ex GST) = Eligible Inclusions (ex GST) - STCs (inc GST) + Eligible Enabling Works (ex GST)

and add the excess of the Total Enabling Works to the Total Ineligible Costs:

Total Ineligible Costs (ex GST) = Ineligible Costs (ex GST) + Total Enabling Works (ex GST) – Eligible Enabling Works (ex GST)

Total Amount Requested (ex GST) = 50% of Total Project Cost (ex GST)

Total Applicant Co-contribution (ex GST) = 50% of Total Project Cost (ex GST)

Total Applicant Cost (ex GST) = Total Applicant Co-contribution (ex GST) + Total Ineligible Costs (ex GST)

Example: Enabling Works < 10% Total Project Cost (Strata Scheme registered for GST)

Eligible Inclusions (ex GST) = $50,000

STCs (inc GST) = $2,500

Total Enabling Works (ex GST) = $5,000

Ineligible Costs (ex GST) = $10,000

Total Project Cost (ex GST) = Eligible Inclusions (ex GST) – STCs (inc GST) + Total Enabling Works (ex GST)

Total Project Cost (ex GST) = $50,000 + $5,000 - $2,500

Total Project Cost (ex GST) = $52,500

Total Enabling Works (ex GST) < 10% of Total Project Cost (ex GST)

$5,000 < 0.1 x $52,500

$5,000 < $5,250

therefore,

Eligible Enabling Works (ex GST) = Total Enabling Works (ex GST)

Eligible Enabling Works (ex GST) = $5,000

and,

Total Ineligible Costs (ex GST) = Ineligible Costs (ex GST)

Total Ineligible Costs (ex GST) = $10,000

Total Project Cost (ex GST) = Eligible Inclusions (ex GST) - STCs (inc GST) + Eligible Enabling Works (ex GST)

Total Project Cost (ex GST) = $50,000 - $2,500+ $5,000

Total Project Cost (ex GST) = $52,500

Total Amount Requested (ex GST) = 50% of Total Project Cost (ex GST)

Total Amount Requested (ex GST) = 0.5 x $52,500

Total Amount Requested (ex GST) = $26,250

Total Applicant Co-contribution (ex GST) = 50% of Total Project Cost (ex GST)

Total Applicant Co-contribution (ex GST) = 0.5 x $52,500

Total Applicant Co-contribution (ex GST) = $26,250

Total Applicant Cost (ex GST) = Total Applicant Co-contribution (ex GST) + Total Ineligible Costs (ex GST)

Total Applicant Cost (ex GST) = $26,250 + $10,000

Total Applicant Cost (ex GST) = $36,250

Example: Enabling Works > 10% Total Project Cost (Strata Scheme <u>registered</u> for GST)

Eligible Inclusions (ex GST) = $50,000

STCs (inc GST) = $2,500

Total Enabling Works (ex GST) = $6,000

Ineligible Costs (ex GST) = $10,000

Total Project Cost (ex GST) = Eligible Inclusions (ex GST) – STCs (inc GST) + Total Enabling Works (ex GST)

Total Project Cost (ex GST) = $50,000 - $2,500 + $6,000

Total Project Cost (ex GST) = $53,500

Enabling Works (ex GST) > 10% of Total Project Cost (ex GST)

$6,000 > 0.1 x $53,500

$6,000 > $5,350

therefore,

Eligible Enabling Works (ex GST) = 1/9 x (Eligible Inclusions (ex GST) – STCs (inc GST))

Eligible Enabling Works (ex GST) = 1/9 x ($50,000 - $2,500)

Eligible Enabling Works (ex GST) = $5277.78

and,

Total Project Cost (ex GST) = Eligible Inclusions (ex GST) – STCs (inc GST) + Eligible Enabling Works (ex GST)

Total Project Cost (ex GST) = $50,000 - $2,500 + $5277.78

Total Project Cost (ex GST) = $52,777.78

and,

Total Ineligible Costs (ex GST) = Ineligible Costs (ex GST) + Total Enabling Works (ex GST) – Eligible Enabling Works (ex GST)

Total Ineligible Costs (ex GST) = $10,000 + $6,000 - $5277.78

Total Ineligible Costs (ex GST) = $10,722.22

Total Amount Requested (ex GST) = 50% of Total Project Cost (ex GST)

Total Amount Requested (ex GST) = 0.5 x $52,777.78

Total Amount Requested (ex GST) = $26,388.89

Total Applicant Co-contribution (ex GST) = 50% of Total Project Cost (ex GST)

Total Applicant Co-contribution (ex GST) = 0.5 x $52,777.78

Total Applicant Co-contribution (ex GST) = $26,388.89

Total Applicant Cost (ex GST) = Total Applicant Co-contribution (ex GST) + Total Ineligible Costs (ex GST)

Total Applicant Cost (ex GST) = $26,388.89 + $10,722.22

Total Applicant Cost (ex GST) = $37,111.11