

The Hon Chris Bowen MP  
Minister for Climate Change and Energy  
By email: [minister.bowen@industry.gov.au](mailto:minister.bowen@industry.gov.au)

17 October 2022

Dear Minister,

### **Higher energy standards in the 2022 National Construction Code**

We write as representatives of organisations across the consumer, property, social services, climate, and energy sectors.

We welcome the decision taken at the August 2022 Building Ministers Meeting (BMM) to improve energy standards for new homes in the National Construction Code (NCC).

We congratulate you on your leadership in delivering this important measure for Australian households.

Improving energy performance through the introduction of 7-Star minimum NatHERS ratings and an annual energy use budget will deliver significant benefits. Higher energy standards result in lower household energy bills, reduced emissions, healthier and more comfortable homes, better resilience to extreme weather, and reduced energy infrastructure costs. Lifting minimum standards will improve equity and ensure the benefits of better energy performance will be enjoyed by all people living in new homes.

We view the timely and coordinated implementation of these important changes across jurisdictions as a critical next step: it will reduce transition costs to industry and ensure that households do not miss out on the benefits of higher-performing homes. We support the announcement that new energy provisions in the NCC 2022 are available for use from 1 October 2022; will formally commence on 1 May 2023; and will offer a transition period through to 1 October 2023. We believe that this is an appropriate timeframe providing industry with the opportunity to adequately prepare for the approved changes. We are today writing to all State and Territory jurisdictions reiterating our support for a coordinated approach for implementation in line with these dates.

We look forward to working with you and your Department on measures to facilitate the adoption and implementation of the new energy performance standards across Australia. To ensure that there is a continued effective dialogue with stakeholders on NCC development and implementation, we recommend the formalisation of industry and consumer engagement through a mechanism such as the Building Ministers Meeting Industry Forum.

We furthermore look forward to working with you on the broader policy agenda to improve the performance of new and existing homes and warmly welcome the opportunity to engage with the development of the National Energy Performance Strategy.

Should you require further information or wish to meet with our organisations to discuss the implementation of the 2022 NCC, please contact Rob McLeod at [rob.mcleod@renew.org.au](mailto:rob.mcleod@renew.org.au) or 0402318842.

Thank you for your decision to lift the energy standards of new homes. This is an important action towards ensuring that Australian homes are affordable, healthy, comfortable, and sustainable.

Yours sincerely,



**Jacqueline Phillips**  
Deputy Director  
Australian Council of Social Service



**Amanda McKenzie**  
CEO  
Climate Council of Australia



**Ken Morrison**  
Chief Executive  
Property Council of Australia



**Lynne Gallagher**  
CEO  
Energy Consumers Australia



**Davina Rooney**  
CEO  
Green Building Council of Australia



**Alison Scotland**  
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Australian Sustainable Built Environment Council



**Luke Menzel**  
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**Anna Skarbek**  
CEO  
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**Dr Fiona Gray**  
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**Shannon Battison FRAIA**  
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