

SCOTLAND'S ENERGY EFFICIENCY PROGRAMME

CALL FOR PILOT PROJECTS

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NATIONAL INFRASTRUCTURE PRIORITY FOR ENERGY EFFICIENCY

- Announced, June 2015
- Cross-party support, August 2015
- Infrastructure Investment Plan, December 2015
- New Energy Strategy alongside RPP3, Autumn 2016



Why a National Infrastructure Priority & why SEEP?

- Key to our efforts to:
 - Reduce **carbon emissions** and meet our climate change targets
 - Eradicate **fuel poverty** and hence tackle broader inequalities
 - ... and deliver broader **economic benefits**.

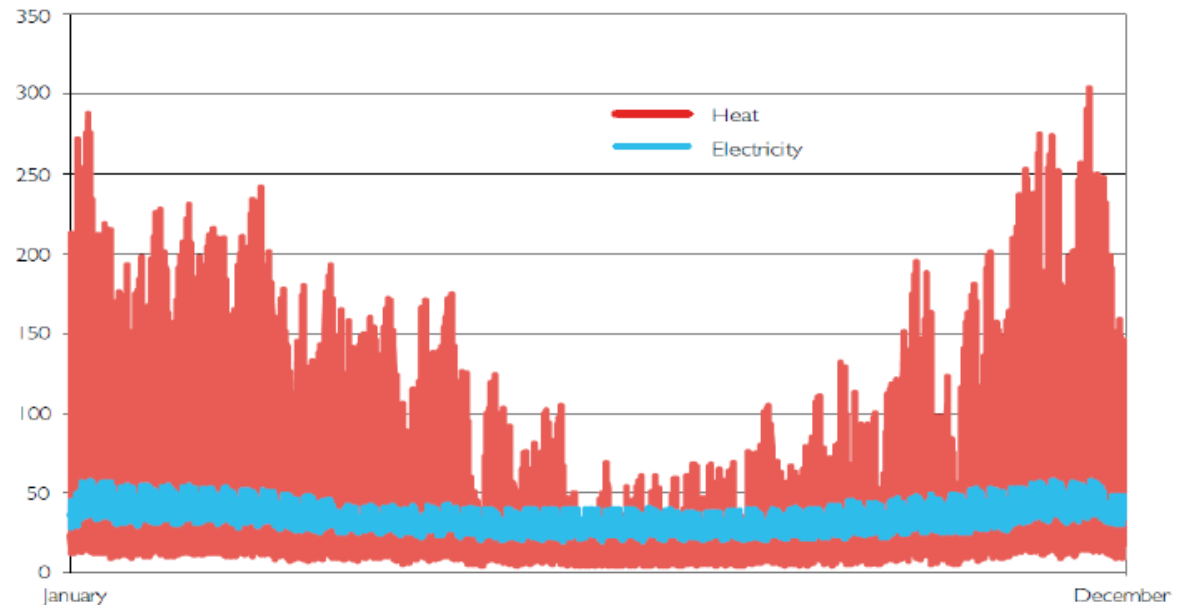
Scottish Energy Policy:

- Great progress in decarbonising electricity.
- Now need to reduce demand for heat.



Improve energy efficiency

Annual Demand: Heat vs Electricity (GW)



Scotland's Energy Efficiency Programme - SEEP

- Scotland's Energy Efficiency Programme will provide an offer of support to buildings across Scotland – domestic and non-domestic – to improve their energy efficiency rating over a 15-20 year period.
- It will build on existing programmes, continue to support to the improvement of energy efficiency in households suffering from fuel poverty, but will also seek to leverage further private investment to develop financial mechanism for the improvement of energy efficiency of all our domestic and non domestic building stock.
- The new programme will look to introduce multi-year funding that will give our delivery partners the certainty they need to deliver ambitious energy efficiency projects.

SEEP

- Vision
- Build on existing success
- New powers over ECO
- Long term stability

Phase 1
Piloting
2015-2018



Phase 2
Delivery
2018 - 2033

Call for Pilots

Integration

Innovation

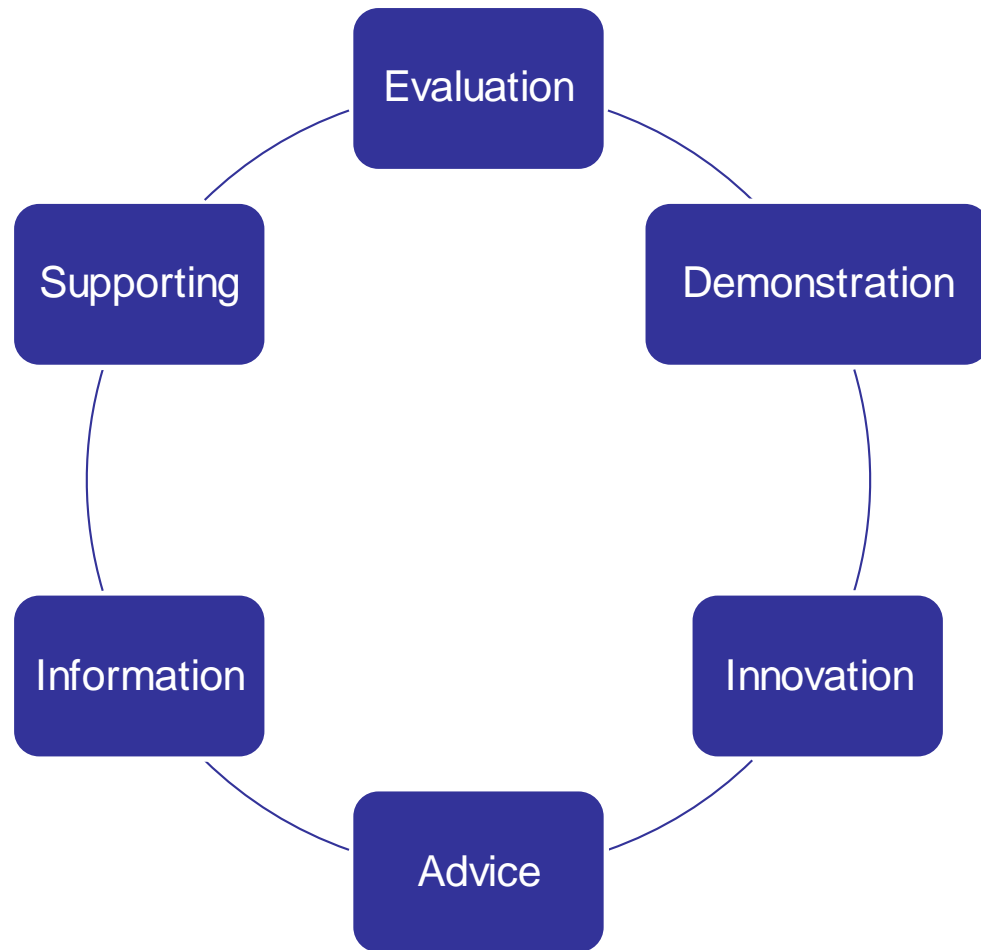
Advice &
Information

Standards
&
Regulation

SEEP PATHFINDER FUND

- Up to £14 million available (HEEPS: ABS and LCITP)
- Projects could include
 - extension of existing energy efficiency measures
 - mixed tenure areas
 - mixed-tenure buildings
- Investment to support these approaches could include:
 - Physical measures and/or
 - Education/training measures promoting behavioural change
- Space for Councils & partners to be creative

Objectives



ELIGIBILITY CRITERIA

- local authority lead partner or joint lead partner
- targeting both domestic and non-domestic buildings
- reflecting any local energy efficiency strategies
- supported by evidence
- clear plan for ongoing evaluation of the project
- fully developed partnership agreement and community engagement plan
- risk management strategy
- capital work must be completed and functional by 31 December 2017
- support the local economy and use local installers as far as possible
- budgets and financial models prepared, leverage, and anticipated payback period.

EXTERNAL EVALUATION

- **Scottish Government plans to commission parallel external evaluation of all pilots**
- **this will assess the wider lessons across all projects on scalability, deliverability, replicability and effectiveness.**
- **this evaluation will seek to engage with project leads and partners throughout the duration of the pilot projects, and afterwards.**
- **a condition of support that we will expect the project lead and its consortium partners to share experience and data with those involved in the external evaluation.**

Financial Support

HEEPs:
ABS -
£10m

LCITP –
up to £4m

Min £250k
No Max
Grant/loans
Leverage

EVALUATION OF APPLICATIONS

- **Assessment of three key factors:**
 - **HEEPS: ABS criteria**
 - **LCITP criteria**
 - **Strategic fit and SEEP core themes (integration, innovation)**

TIMETABLE

- **18 March – deadline for applications**
- **21 March to Mid-April - evaluation of applications and following up queries with applicants as necessary**
- **April and May - feedback to applicants in respect of assessment and award offers issued**
- **June – award letters signed and returned**
- **31 December 2017 – completion of all Scottish Government supported capital projects**
- **31 January 2018 - last claim for financial support submitted to the Scottish Government**

Questions