



Domestic Green Deal and Energy Company Obligation in Great Britain, Monthly report



Statistical release: National Statistics

23 April 2015

© Crown copyright 2015

You may re-use this information (not including logos) free of charge in any format or medium, under the terms of the Open Government Licence.

To view this licence, visit <u>www.nationalarchives.gov.uk/doc/open-government-licence/</u> or write to the Information Policy Team, The National Archives, Kew, London TW9 4DU, or email: <u>psi@nationalarchives.gsi.gov.uk</u>.

Any enquiries or comments in relation to this statistical release should be sent to DECC's Household Energy Efficiency Statistics Team at the following email address: <u>EnergyEfficiency.Stats@decc.gsi.gov.uk</u>

Contact telephone: 0300 068 5106

This document is also available from our website at <u>https://www.gov.uk/government/collections/green-deal-and-energy-company-obligation-eco-statistics</u>

Contents

	Charts	.4
	National Statistics	.4
Exec	cutive summary	5
	Introduction	.5
	Key points	.5
Deta	iled Results	6
	All measures installed up to end February 2015 (Table 1 and Table 1a)	.6
	Green Deal Assessments, by month (Table 2, Chart 1)	.6
	Green Deal Plans in unique properties, cumulative totals by month (Table 3, Table 3 Table 3b, Chart 2)	
	Green Deal Home Improvement Fund where payments have been made, by month installation (Table 5, Table 5a, Chart 3, Chart 4)	
	ECO measures installed by obligation, up to the end of February 2015 (Table 6, Table 6 Chart 5, Chart 6)	
	ECO brokerage, as at the end of March 2015 (Table 7, Chart 7)	12
	Measures not captured by administrative data sources	12
	Supply chain, as at the end of March 2015 (Table 8, Chart 8)	12
Anne	ex A – Tables	4
Anne	ex B – Background	8
	Green Deal	28
	Energy Company Obligation	29
	Green Deal Cashback	30
	Green Deal Home Improvement Fund	30
	ECO Brokerage	31
	The Supply Chain	31
Anne	ex C – Sources and Methodology3	2
	Revision Policy	32
	Further Information and Feedback	32
	Next Releases	33

Charts

Chart 1 - Number of Green Deal Assessments lodged, by month7
Chart 2 - Number of Green Deal Plans in unique properties, cumulative totals at end of each month, and by stages
Chart 3 – Cumulative number of Green Deal Home Improvement Fund vouchers where payments were made, by month of installation and by month of payment, at end of each month 9
Chart 4 - Number of measures installed where GDHIF payments have been made, by the end of March 2015
Chart 5 - Provisional cumulative number of ECO measures installed, by obligation, at end of each month
Chart 6 - Provisional number of measures installed under ECO, by measure type, by obligation, up to end February 2015
Chart 7 – Value of ECO brokerage contracts let, by auction
Chart 8 – Development of supply chain (cumulative numbers) at end of each month



National Statistics

This is a National Statistics publication

The United Kingdom Statistics Authority has designated these statistics as National Statistics, in accordance with the Statistics and Registration Service Act 2007 and signifying compliance with the UK Statistics Authority: Code of Practice for Official Statistics. The Statistics Authority published its report on 12 June 2014:

http://www.statisticsauthority.gov.uk/assessment/assessment/assessment-reports/index.html.

Designation can be broadly interpreted to mean that the statistics:

- meet identified user needs
- are well explained and readily accessible
- are produced according to sound methods, and
- are managed impartially and objectively in the public interest

Once statistics have been designated as National Statistics it is a statutory requirement that the Code of Practice shall continue to be observed.

Executive summary

Introduction

This release presents the latest statistics on the Green Deal (GD) up to the end of March 2015 and the Energy Company Obligation (ECO) up to the end of February 2015.

For more details about the GD/ECO schemes, please see <u>Annex B</u>. More detailed analysis of GD Assessments lodged, measures installed under Cashback and the Green Deal Home Improvement Fund and provisional measures installed under ECO up to the end of December 2014 are also available in the <u>quarterly statistical release</u>.

Key points

- A provisional 1,427,000 measures were installed in around 1,159,000 properties through ECO, Cashback, GD Plans and the Green Deal Home Improvement Fund to the end of February 2015 (the latest month that we have complete data for), up from 1,383,000 measures in around 1,123,000 properties to the end of January 2015. The large majority of installed measures (97 per cent) were delivered through ECO.
- GD Assessments 529,354 were lodged up to the end of March 2015 (Chart 1). The 27,450 GD Assessments in March was three per cent lower than the number in February 2015 (28,238), but nine per cent higher than the number in March 2014.
- GD Plans 12,076 households had GD Plans in progress at the end of March 2015, 11 per cent more than the 10,846 at the end of February 2015. Of these, 2,970 were 'new' (quote accepted), another 2,297 were 'pending' (Plan signed) and 6,809 were 'live' (all measures installed), over half of all Plans (Chart 2).
- Green Deal Home Improvement Fund by the end of March 2015, there were 43,866 active applications under releases 1, 2 and 3. Of these, 17,221 vouchers had been paid (following installation of 20,357 measures), with a value of £87.8 million. This is around 45 per cent of the £197m total budget committed under releases 1, 2 and 3. Around £8.7 million payments were made in March from 1,721 vouchers. Nearly three-quarters (73 per cent) of the measures installed were solid wall insulation.
- ECO measures provisional figures show there were 1,380,736 measures installed under ECO up to the end of February 2015, with 42,804 installed in February, four per cent lower than the 44,683 installed in January 2015. These figures include all measures eligible under the revised ECO legislation.
- Of all notified ECO measures installed to date, 38 per cent were for cavity wall insulation, and 27 per cent were for loft insulation, and 21 per cent were for boiler upgrades. All solid wall insulation types accounted for six per cent (Chart 6).
- The number of installers has decreased for the seventh consecutive month since its peak of 2,774 at the end of August 2014 to 2,258 at the end of March 2015.

Detailed Results

This section of the report provides the latest available information on different elements of the Green Deal (GD) and ECO. This includes the number of Assessments and GD Plans, Cashback and GDHIF vouchers spent, measures installed through GDHIF, Green Deal Plans and ECO, a summary of ECO brokerage and an overview of the supply chain. Data on GD are presented to the end of March 2015 in this release, whilst ECO is presented to the end of February 2015. Aggregate data on all measures installed are also presented to the end of February.

The GD and ECO <u>quarterly statistical release</u> provides a range of analysis and further breakdowns on Assessments lodged, GDHIF measures installed and provisional ECO measures installed to the end of December 2014.

All measures installed up to end February 2015 (Table 1 and Table 1a)

A provisional 1,427,000 measures were installed in around 1,159,000 properties through ECO, Cashback, GD Plans and the Green Deal Home Improvement Fund to the end of February 2015 (the latest month that we have complete data for), up from 1,383,000 measures in around 1,123,000 properties to the end of January 2015 (Table 1 and Table 1a). The large majority of installed measures (97 per cent) were delivered through the Energy Company Obligation. The most prevalent measures were cavity wall insulation, loft insulation and boilers. Further detailed results of each of these delivery mechanisms are within the main commentary. This excludes measures installed but not captured by administrative data sources, i.e. using alternative finance (see page 12), but includes installed ECO measures eligible under the revised ECO legislation. The household figure also excludes a small number of duplicates (i.e. households with measures installed through more than one delivery mechanism).

Green Deal Assessments, by month (Table 2, Chart 1)

The first step in the GD process involves a GD Assessor coming to the home, talking to the owner/occupier about their energy use and seeing if they can benefit from making energy efficiency improvements to their property. This leads to a Green Deal Advice Report (GDAR) being produced for the householder and lodged on a national register. The customer is then able to view the energy efficiency measures which have been recommended and understand the potential costs and savings. For more information on the <u>GD Assessment process see here</u>.

At the end of March 2015 there were over half a million (529,354) GD Assessments lodged in total (<u>Chart 1</u>). The 27,450 GD Assessments in March was three per cent lower than the number in February 2015 (28,238), but nine per cent higher than the number in March 2014.

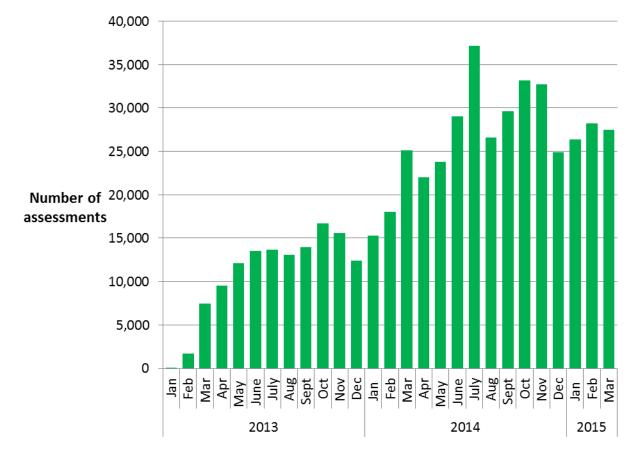


Chart 1 - Number of Green Deal Assessments lodged, by month

Green Deal Plans in unique properties, cumulative totals by month (Table 3, Table 3a, Table 3b, Chart 2)

Following an Assessment, for householders who choose to take on any of the recommended measures, there are a number of routes to pay for the improvements. Some customers may choose GD finance to pay for part or all of their planned improvements, whilst others may choose to pay for measures out of savings or other sources of finance, and some may be part funded through ECO support.

For those who choose GD finance, there are three stages in the life cycle of a GD Plan. The **first stage** (a 'new' Plan) is after a customer has obtained a quote and confirmed they wish to proceed, the **second stage** (a 'pending' Plan) is when a Plan has been signed by the customer and progress is being made to install measures, whilst the **final stage** (a 'live' Plan) is after the measures have been installed and the energy supplier has all the information required to bill GD charges. For more detail on these stages, please see <u>Annex B</u>.

In total, there were 12,076 GD Plans in the system in unique properties at the end of March 2015, up from 10,846 at the end of February 2015. The growth in the number of GD Plans in the system has returned to previous levels following slower activity in December (due to the Christmas break). Of these 12,076 Plans, 2,970 were 'new' (quote accepted), another 2,297 were 'pending' (Plan signed) and 6,809 were 'live' (all measures installed), over half of all Plans. As 'new' and 'pending' GD Plans lead to installation of measures, they will be replaced as 'live' GD Plans in future monthly releases. The three reporting stages are presented in Table 3 and Chart 2.

The total number of measures installed using GD finance was 11,821 up to the end of March 2015 (see Table 3a). Photovoltaics accounted for 28 per cent of measures installed, followed by boilers (28 per cent), and solid wall insulation (16 per cent) (see Table 3b).

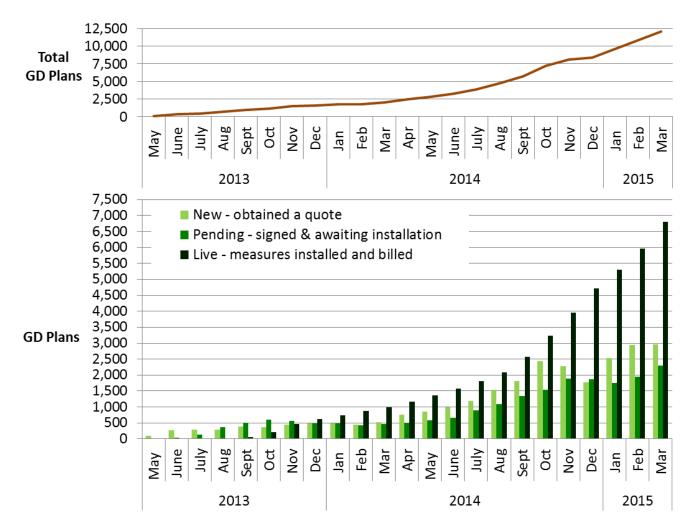


Chart 2 - Number of Green Deal Plans in unique properties, cumulative totals at end of each month, and by stages

Green Deal Home Improvement Fund where payments have been made, by month of installation (Table 5, Table 5a, Chart 3, Chart 4)

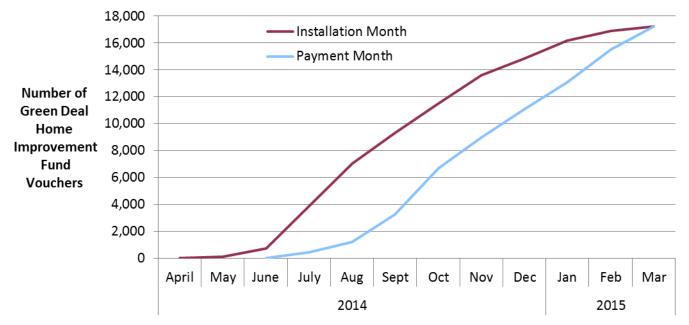
The Green Deal Home Improvement Fund (GDHIF) is an incentive scheme open to all householders in England and Wales wanting to improve the energy efficiency of their homes. The scheme allows householders to choose one or both of two offers available and they are eligible to claim money back. GDHIF release 1 opened in June 2014 and closed to new applicants on 24 July 2014¹. GDHIF release 2 commenced on 10 December 2014 (and closed to new Solid Wall Insulation applicants on 11 December 2014) with payments under GDHIF release 2 starting from January 2015. GDHIF release 3 commenced on 16 March 2015 (and closed to new Solid Wall Insulation applicants on 26 March 2015), with payments yet to start.

¹ Information on the number of Green Deal Home Improvement Fund (GDHIF) release 1 applications, vouchers issued and maximum value of vouchers issued was published on a weekly basis from 17 June until the scheme closed on 24 July. Also included on a weekly basis from 17 December 2014 until 7 January 2015 were GDHIF application statistics on GDHIF release 2 and from 24 March 2015 until 26 March 2015 on GDHIF release 3, available here: <u>https://www.gov.uk/government/statistics/energy-savings-advice-service-esas-calls-and-green-deal-webpage-views</u>

By the end of March 2015, there were 43,866 active applications (releases 1, 2 and 3), with a total budget committed of around £197m. Just over half of GDHIF applications were accompanied with a Green Deal Advice Report, with the remainder accompanied with just an Energy Performance Certificate.

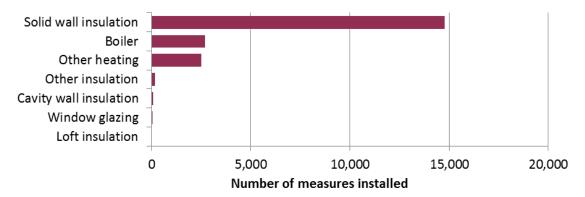
By the end of March 2015, 29,411 vouchers had been issued (releases 1, 2 and 3) from the active applications. Of these, 17,221 vouchers had been paid (following installation of 20,357 measures), with a value of £87.8 million. This is around 45 per cent of the £197m total budget committed under releases 1, 2 and 3. Around £8.7 million payments were made in March from 1,721 vouchers. Nearly three-quarters (73 per cent) of the measures installed were solid wall insulation.

Chart 3 – Cumulative number of Green Deal Home Improvement Fund vouchers where payments were made, by month of installation and by month of payment, at end of each month



Solid wall insulation was the main measure where GDHIF payments have been made (73 per cent of measures installed) followed by 'Boiler' of which all were gas boiler installations (13 per cent) and 'Other heating' of which the vast majority were flue gas heat recovery device installations (12 per cent). Of the 17,221 payments made, 8,781 included the Green Deal Advice Report (GDAR) refund (of up to £100 each), and 1,072 included the Home Buyer Bonus (of up to £500 each) (see Table 5a).

Chart 4 - Number of measures installed where GDHIF payments have been made, by the end of March 2015



ECO measures installed by obligation, up to the end of February 2015 (Table 6, Table 6a, Chart 5, Chart 6)

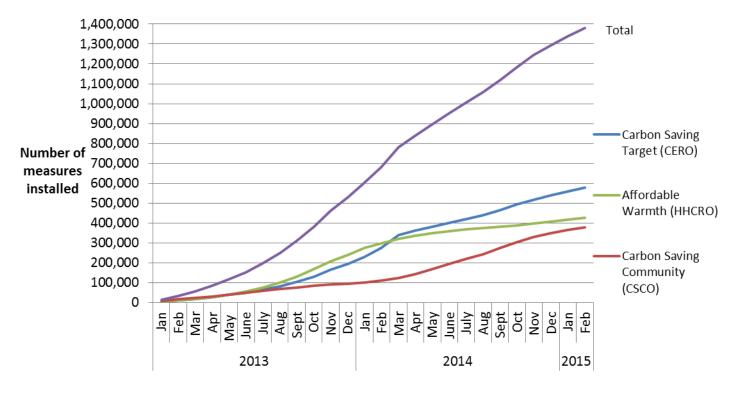
The <u>Energy Company Obligation</u> (ECO) was introduced in February 2013 to reduce energy consumption and support people at greater risk of living in fuel poverty. Information on measures installed under ECO is at a lag of a month compared to other figures presented in this release due to the time taken for information to be reported and verified. Hence, data on measures installed under ECO is presented until the end of February 2015.

All measures installed under ECO are provisional until the end of the obligation period as checks are undertaken. Users should note that, in order to produce the timeliest data possible, estimates in this report include a month of data that has yet to go through initial Ofgem validation checks (i.e. they are as reported by energy suppliers to Ofgem). Revisions to data are routinely included in releases and will be explained if they are large. This release uses revised data (for measures since the start of ECO up to the end of November 2014) which have been through further Ofgem processing as well as reflecting any changes (such as switching of obligation) that Energy Companies have notified Ofgem of.

Measures eligible under the revised ECO regulations (passed by Parliament on 5 December 2014) have now been captured through the formal Ofgem reporting process. These have been included in the headline statistics, tables, and in the breakdowns below, if they were formally notified as ECO measures, in the month in which the measures were installed.

Table 6 shows the provisional number of measures installed under ECO and Chart 5 shows the cumulative number of measures installed by <u>ECO obligation</u> and by installation month².





² ECO measures installed in earlier months can be notified at a later date under some circumstances. Some notified measures can be reallocated to different ECO obligations and so are subject to change.

Overall, 1,380,736 measures had been installed to the end of February 2015, with 42,804 installed in February, which was four per cent lower than the 44,683 installed in January 2015. The number of measures installed peaked to date in March 2014 (98,872), in part, due to the incentive for energy companies to deliver Carbon Saving Target (CERO) measures by the end of March in order to benefit from the proposed levelisation which would provide uplift to CERO carbon scoring. Consequently the number of measures installed since March 2014 were lower, particularly now as companies reach the end of ECO targets to March 2015.

The split by obligation shows 42 per cent of measures installed under ECO were delivered through the Carbon Saving Target (CERO), 27 per cent were through Carbon Saving Communities (CSCO) and 31 per cent were through Affordable Warmth (HHCRO). Of all measures, four per cent were CSCO 'Rural' sub-obligation measures.

Table 6a and Chart 6 show the provisional number of measures installed under ECO, by measure type and <u>ECO obligation</u>. This shows that the majority of the 1,380,736 measures installed under ECO were for cavity wall insulation (38 per cent), loft insulation (27 per cent) and boiler upgrades (21 per cent). Overall, 1,128,058 properties benefitted from one or more ECO measures being installed up to the end of February 2015 (Table 6a).

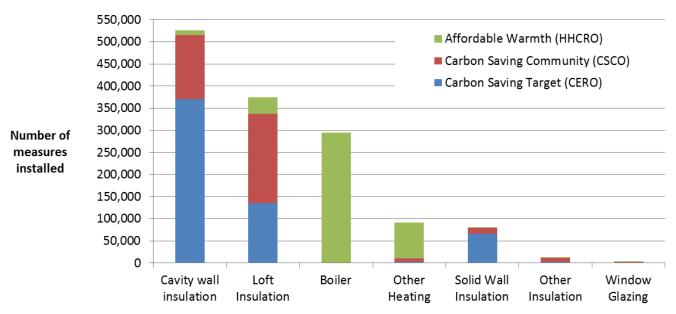


Chart 6 - Provisional number of measures installed under ECO, by measure type³, by obligation, up to end February 2015

Around half (49 per cent) of the 525,742 cavity wall insulation measures installed were delivered to Hard to Treat cavity wall properties⁴.

Over half (56 per cent) of the 374,639 loft insulation measures installed under ECO up to the end of February 2015 were top ups⁵.

Of the 79,888 solid wall insulation measures installed, the large majority (93 per cent) were External Wall Insulation.

³ Boilers are only eligible under HHCRO. A full list of measure type eligibility by obligation is published here: <u>https://www.ofgem.gov.uk/ofgem-publications/83100/copyofecomeasurestable-mar2014url.pdf</u>

⁴ Hard to Treat cavity wall properties are also sometimes known as 'hard-to-fill'. This means that they cannot be insulated using the same methods and/or products as a standard cavity wall.

⁵ Where there was at least 60mm of existing loft insulation.

ECO brokerage, as at the end of March 2015 (Table 7, Chart 7)

The <u>ECO Brokerage</u> system operates as a fortnightly anonymous auction where providers can sell 'lots' of future measures of ECO Carbon Saving Target, ECO Carbon Saving Communities and ECO Affordable Warmth, to energy companies in return for ECO subsidy. Chart 7 shows that up to the end of March 2015 there have been 56 auctions, with a total value of contracts let worth £432 million. To date, a quarter of auctions saw no contracts let.

The low levels of brokerage activity since March 2014 are likely to have been affected by a number of factors, including uncertainty around the period following the announced reduction in the obligation and <u>other changes to ECO</u> before new legislation came into force in December. Trading may have also been affected as a result of the approaching end to the first ECO obligation period, because contracts under brokerage are for future delivery.

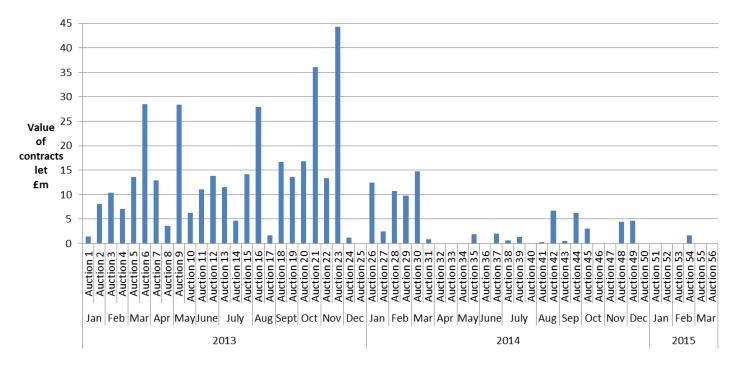


Chart 7 – Value of ECO brokerage contracts let, by auction

For more detail on the results of each auction, please see ECO Brokerage.

Measures not captured by administrative data sources

The figures in these tables <u>do not</u> include estimates of measures installed following a GD Assessment where the measure was <u>not</u> captured by administrative data sources (i.e. measures installed using alternative finance). Alternative sources of finance may include savings, payment from a landlord, housing association or Local Authority or other type of loan or credit, but would not have received funding from any of our reported routes. Additional work has been undertaken on this which is reported in the <u>quarterly statistical release</u>.

Supply chain, as at the end of March 2015 (Table 8, Chart 8)

The supply chain to support the GD has been developing since October 2012. This includes individual Advisors (who carry out and produce Green Deal Advice Reports) and Assessor organisations (who employ authorised GD Advisors), GD Providers (who quote for and arrange GD Plans with householders and arrange for the measures to be installed), and Installer

organisations⁶ (who install energy efficiency improvements under the GD finance mechanism). Chart 8 shows the number of organisations and individuals who have been accredited as of the end of each month.

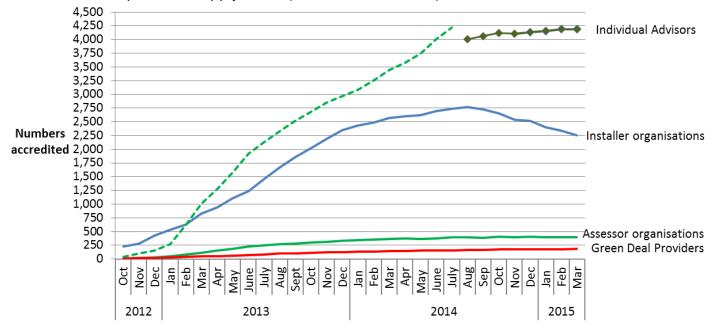


Chart 8 – Development of supply chain (cumulative numbers) at end of each month

The numbers of accredited GD Assessor organisations and individual Advisors completing their training and becoming accredited have remained fairly stable in recent months. At the end of March 2015 the 394 Assessor organisations⁷, employing a total of 4,190 Advisors, was broadly unchanged. The measurement of the number of individual Advisors⁸ changed in August 2014 following improved data quality checks by the GD ORB. An improved automated deduplication process, implemented in August 2014, is more effective at identifying potential duplicate Advisor entries and has therefore reduced the total number of unique individual Advisors. The new series of individual Advisors is illustrated in Chart 8 by the dark green line with "•" markers and is not directly comparable with the original series (dashed line). The number of GD Providers increased from 177 to 184 at the end of March 2015.

There were 2,258 accredited installer organisations at the end of March 2015; this was the seventh consecutive month the number of installers had fallen since the peak of 2,774 reported at the end of August 2014 (a 19 per cent decrease). This decrease was due to the decision by some installer organisations to not renew their membership which was due for annual renewal, or due to installer organisations choosing to voluntarily exit, or withdrawal by certification body for non-compliance, or due to suspension/ceasing to trade. These organisations will provide a wide range of different measures and in different geographical locations (see <u>quarterly statistical release</u> for more details).

The Green Deal Oversight and Regulation Body (ORB) produces publically available information on the supply chain, and the latest figures are available by using the search tool on the <u>ORB website</u>. There is also information available on <u>contacts in local areas</u>.

⁷ The number of Assessor organisations can decrease due to an organisation's authorisation being suspended and / or withdrawn, or because they have voluntarily withdrawn (e.g. by not renewing their certification).

⁸ The number of Advisors is an approximation as there is no single point of entry to the Market for Assessors, Installers or Advisors to provide a unique participant ID.

⁶ Unlike Advisors in Assessor organisations, individual Installers within an installer organisation do not need to register.

Annex A – Tables

Please note, percentages may not add up to totals due to rounding.

 Table 1: Provisional number of measures installed through ECO, Cashback, using Green Deal finance or Green Deal Home Improvement Fund, by month of installation

	Delivery mechanism						
Installation Month ¹	ECO ²	Cashback ³	Green Deal Finance Plans	Green Deal Home Improvement Fund ⁴	Total number of measures installed ⁵		
January 2013 ⁶	14,550	0	0	0	14,550		
February 2013	18,734	96	0	0	18,830		
March 2013	21,435	136	0	0	21,571		
April 2013	28,330	110	0	0	28,440		
May 2013	33,700	145	0	0	33,845		
June 2013	36,077	3,337	5	0	39,419		
July 2013	45,660	1,266	7	0	46,933		
August 2013	50,722	1,158	133	0	52,013		
September 2013	59,246	1,012	170	0	60,428		
October 2013	72,442	844	524	0	73,810		
November 2013	82,103	787	469	0	83,359		
December 2013	66,639	472	434	0	67,545		
January 2014	74,800	498	275	0	75,573		
February 2014	77,142	677	310	0	78,129		
March 2014	98,872	1,069	265	0	100,206		
April 2014	57,732	945	383	19	59,079		
May 2014	59,541	973	481	72	61,067		
June 2014	54,289	1,934	389	658	57,270		
July 2014	55,274	157	556	4,382	60,369		
August 2014	49,427	60	624	4,094	54,205		
September 2014	61,286	20	1,051	2,615	64,972		
October 2014	65,967	0	1,141	2,374	69,482		
November 2014	60,261	0	1,105	2,203	63,569		
December 2014	49,020	0	904	1,380	51,304		
January 2015	44,683	0	864	1,455	47,002		
February 2015	42,804	0	871	756	44,431		
Total to date	1,380,736	15,696	10,961	20,008	1,427,401		

¹ Measures installed in earlier installation months can be notified at a later date under some circumstances.

² Revised ECO regulations were passed by Parliament on 5 December 2014. Measures eligible under the revised regulations have now been captured through the formal Ofgem reporting process, and have been included in the table.

³ Cashback figures do not include any measures from the Cashback Exception process.

⁴ The Green Deal Home Improvement Fund was only available from June 2014.

⁵ Some measures may have been installed through more than one delivery mechanism and there is therefore a small level of double counting. This has not been estimated in the table.

⁶ Includes some measures installed between October and December 2012.

Table 1a: Provisional number of individual households that have had measures installed through ECO, Cashback, using Green Deal finance or Green Deal Home Improvement Fund, by month of installation

		Delive	ry mechanism		Total
			Green Deal	Green Deal Home	number of
Installation Month ¹	0	2	Finance	Improvement	individual
	ECO ²	Cashback ³	Plans	Fund ⁴	households
January 2012 5	40.000	0	0	0	40.000
January 2013 ⁵	12,939	0	0	0	12,939
February 2013	16,696	95	0	0	16,791
March 2013	18,968	133	0	0	19,101
April 2013	25,002	109	0	0	25,111
May 2013	30,047	143	0	0	30,190
June 2013	32,116	3,302	0	0	35,418
July 2013	39,801	1,172	1	0	40,974
August 2013	41,912	1,099	11	0	43,022
September 2013	48,649	954	45	0	49,648
October 2013	58,140	789	162	0	59,091
November 2013	65,686	725	239	0	66,650
December 2013	52,914	444	168	0	53,526
January 2014	59,708	465	120	0	60,293
February 2014	61,441	604	137	0	62,182
March 2014	80,316	973	112	0	81,401
April 2014	45,533	826	183	19	46,561
May 2014	47,482	894	194	71	48,641
June 2014	42,986	1,800	215	626	45,627
July 2014	45,364	150	228	3,170	48,912
August 2014	40,492	51	277	3,101	43,921
September 2014	50,479	15	489	2,319	53,302
October 2014	53,638	0	658	2,188	56,484
November 2014	49,071	0	722	2,081	51,874
December 2014	39,159	0	760	1,277	41,196
January 2015	35,394	0	585	1,311	37,290
February 2015	34,125	0	658	705	35,488
Households with measures in	nstalled through				
more than one delivery mech					-7,100
Total to date	1,128,058	14,743	5,964	16,868	1,158,533

¹ Measures installed in earlier installation months can be notified at a later date under some circumstances.

² Where a household has measures installed in two or more months, the earliest installation month is recorded. Revised ECO regulations were passed by Parliament on 5 December 2014. Measures eligible under the revised regulations have now been captured through the formal Ofgem reporting process, and are included in the table.

³ Excludes any households that have had measures installed solely through the Cashback Exception process.
⁴ Where a household has measures installed in two or more months, the earliest installation month is recorded. This is lower than the number of vouchers issued as it is possible for there to be more than one GDHIF voucher paid per household.

⁵ Includes some measures installed between October and December 2012.

⁶ The rounded estimate of households with measures installed through more than one delivery mechanism is based on matched records for 97% of cases and scaled up using the same ratio for the remaining households.

	Total in Month	Cumulative Total
Month	Green Deal Assessments	Green Deal Assessments
January 2013	74	74
February 2013	1,729	1,803
March 2013	7,491	9,294
April 2013	9,522	18,816
May 2013	12,146	30,962
June 2013	13,517	44,479
July 2013	13,645	58,124
August 2013	13,087	71,211
September 2013	13,965	85,176
October 2013	16,672	101,848
November 2013	15,595	117,443
December 2013	12,385	129,828
January 2014	15,267	145,095
February 2014	17,998	163,093
March 2014	25,138	188,231
April 2014	22,004	210,235
May 2014	23,811	234,046
June 2014	29,018	263,064
July 2014	37,192	300,256
August 2014	26,625	326,881
September 2014 ²	29,629	356,510
October 2014	33,191	389,701
November 2014	32,734	422,435
December 2014	24,874	447,309
January 2015	26,357	473,666
February 2015 ²	28,238	501,904
March 2015	27,450	529,354

Table 2: Number of Green Deal Assessments¹ and cumulative total, by month

¹ As measured by the number of Green Deal Advice Reports lodged on the central register against unique property.
 ² The number of Assessments in September 2014 has been revised from 29,630 to 29,629. The number of Assessments in February 2015 has been revised from 28,239 to 28,238.

Month	'New' ¹ Green Deal Plans	'Pending' ² Green Deal Plans	'Live ^{'3} Green Deal Plans	'Total' ⁵ Green Deal Plans
May 2013	98	2	0	100
June 2013	270	36	0	306
July 2013	286	132	1	419
August 2013	293	372	12	677
September 2013	392	505	57	954
October 2013	360	594	219	1,173
November 2013	448	572	458	1,478
December 2013	493	493	626	1,612
January 2014	494	481	746	1,721
February 2014	445	426	883	1,754
March 2014	532	473	995	2,000
April 2014	756	505	1,178	2,439
May 2014	863	593	1,372	2,828
June 2014	986	661	1,587	3,234
July 2014	1,192	891	1,815	3,898
August 2014	1,547	1,098	2,092	4,737
September 2014	1,808	1,347	2,581	5,736
October 2014	2,434	1,534	3,239	7,207
November 2014	2,285	1,887	3,961	8,133
December 2014	1,763	1,864	4,721	8,348
January 2015	2,525	1,752	5,306	9,583
February 2015	2,943	1,939	5,964	10,846
March 2015	2,970	2,297	6,809	12,076

Table 3: Number of Green Deal Plans^{1,2,3,4} in unique properties, cumulative total by month

¹ A 'new' Green Deal Plan is after a customer has obtained a quote from a Green Deal Provider and confirmed they wish to proceed. The Green Deal Provider has then successfully requested a Green Deal Plan record prior to signature by the customer.

² A 'pending' Green Deal is when a Green Deal Plan has been signed by the customer, progress is being made to install Green Deal Plan measures (measures are installed during the 'pending' stage) and the Plan is being finalised so that charging can start.

³ A 'live' Green Deal Plan is after all the measures have been installed in the property, the information required to disclose the Plan to future bill payers has been attached to the Plan and the energy supplier has all the information required to bill Green Deal charges.

⁴ There are an additional 156 'completed' Green Deal Plans at the end of March 2015. These are when Plans have been paid off in full after all the measures have been installed in the property, and therefore the Plan is no longer active on the system.

⁵ Total Green Deal Plans are the total number of Plan identifiers for unique properties on the Central Charge Database at the end of reporting month.

	Total in Month	Cumulative Total
Installation Month	Green Deal	Green Deal
	Measures	Measures
June 2013	5	5
July 2013	7	12
August 2013	133	145
September 2013	170	315
October 2013	524	839
November 2013	469	1,308
December 2013	434	1,742
January 2014	275	2,017
February 2014	310	2,327
March 2014	265	2,592
April 2014	383	2,975
May 2014	481	3,456
June 2014	389	3,845
July 2014	556	4,401
August 2014	624	5,025
September 2014	1,051	6,076
October 2014	1,141	7,217
November 2014	1,105	8,322
December 2014	904	9,226
January 2015	864	10,090
February 2015	871	10,961
March 2015	860	11,821

Table 3a: Number of measures installed using Green Deal finance^{1,2}, and cumulative total³, by installation month⁴

¹ As measured by the number of measures installed using Green Deal finance where a Green Deal Plan has gone 'live' or 'completed' following being 'live'.

² There may be a number of measures which have also been reported under ECO or Cashback.

³ The number of measures installed using Green Deal finance in earlier installation months are subject to revision as Green Deal Plans may become 'live' after the month of installation.

⁴ The number of measures installed using Green Deal finance in any month other than the latest month are not directly comparable with the number of 'live' Green Deal Plans for each of those respective months. This is because some measures may have been installed in a month previous to when the corresponding Green Deal Plan went 'live'.

Table 3b: Number of measures installed using Green Deal finance^{1,2}, up to end of March 2015

Measure Types	Total number of Measures installed using Green Deal finance ³	Percentage of Measures
Boiler	3,327	28
Condensing bottled LPG boiler	1	0
Condensing bulk LPG (not community) boiler	2	0
Condensing gas boiler	1,787	15
Condensing gas boiler with flue gas heat recovery	51	0
Condensing LPG boiler	1	0
Condensing mains gas (not community) boiler	1,408	12
Condensing mains gas (not community) boiler with flu		1
Condensing oil (not community) boiler	11	0
Condensing oil boiler	1	0
Cavity Wall Insulation	341	3
Lighting	26	0
Energy efficient luminaires	26	0
Loft Insulation	977	8
Loft insulation	905	8
Loft insulation at joists	38	0
Room in roof insulation	34	0
Micro-generation	3,347	28
Air source heat pump and radiators	4	0
Ground source heat pump and radiators	1	0
Photovoltaics	3,330	28
Solar water heating	5	0
Wood logs / pellets boiler	7	0
Other Heating	982	8
Fan assisted storage heaters	4	0
Heating controls	926	8
High heat retention storage heaters	1	0
Hot water cylinder thermostat	51	1
Other Insulation	933	8
Draught proofing	237	2
Flat Roof Insulation	38	0
High performance external doors	20	0
Hot water cylinder insulation	254	2
Under floor insulation	384	3
Solid Wall Insulation	1,865	16
Cavity fill and external wall insulation	15	0
External wall insulation	1,762	15
Internal wall insulation	88	1
Window Glazing	23	0
Total	11,821	100

¹ As measured by the number of measures installed using Green Deal finance where a Green Deal Plan has gone 'live', or 'completed' following being 'live'.

 ² There may be a small number of measures which have also been reported under ECO or Cashback.
 ³ The number of measures installed using Green Deal finance are subject to revision as Green Deal Plans may become 'live' after the month of installation.

	Payments	made ¹
Installation Month	Number	Value (£)
February 2013	95	25,750
March 2013	133	35,990
April 2013	109	29,510
May 2013	143	40,192
June 2013	3,302	896,305
July 2013	1,172	330,430
August 2013	1,099	309,646
September 2013	954	265,769
October 2013	789	228,878
November 2013	725	233,746
December 2013	444	141,696
January 2014	465	150,763
February 2014	604	255,133
March 2014	973	477,332
April 2014	826	503,921
May 2014	894	920,321
June 2014	1,800	2,810,844
July 2014	150	65,370
August 2014	51	61,700
September 2014	15	15,100
Sub-total	14,743	7,798,394
Cashback Exception process ²	2,686	6,793,361
Cashback uplift payments ³		1,716,639
Total to date	17,429	16,308,393

Table 4: Number and value of Cashback vouchers paid, and cumulative total, by installation month, England and Wales only

¹ The Cashback scheme closed for applications at the end of June 2014 and all redemptions required measures to be installed before the end of September 2014. The standard payment system stopped making payments at the end of October 2014. Therefore the breakdown of payments made by month is the final summary.

² The Cashback Exception process has additionally paid 2,686 vouchers (following 2,686 exception applications), totalling £6.8m for solid wall insulation and warm air heating measures where those recommended measures are not displayed on the EPC. Of the total number of 2,686 exceptions, two were additional vouchers issued that were paid in December 2014 with a total value of £4,350.

³ Vouchers redeemed on or after 13 December 2013 are eligible for higher rates for Cashback. The values reported in the table for Cashback vouchers paid between 13 December 2013 and 25 March 2014 are for the original Cashback amount.

	Total number of	
Measure Types	Cashback measures	Percentage of
	delivered	Measures
	40.070	
Boiler	12,379	79
Gas Boiler	12,308	78
Oil Boiler	71	0
Cavity wall insulation	300	2
Loft Insulation	773	5
Loft Insulation	762	5
Room in Roof Insulation	11	0
Other Heating	12	0
Electric Storage Heaters	1	0
Flue Gas Heat Recovery Devices	0	0
Heating Controls	11	0
Warm Air Units	0	0
Waste Water Heat Recovery Systems	0	0
Other Insulation	60	0
Draught Proofing	12	0
Flat Roof Insulation	23	0
Hot Water Cylinder Insulation	6	0
Passageway Walk-through Doors	9	0
Under Floor Insulation	10	0
Solid Wall Insulation	2,108	13
Window Glazing	64	0
Double Glazing	62	0
Secondary Glazing	2	0
Total number of measures	15,696	100

Table 4a: Number of measures installed with Cashback^{1,2}, at the end of the Cashback Scheme³, England and Wales only

¹ More than one measure can be installed with Cashback per unique property.

² This table does not include any measures from the Cashback Exception process.

³ The standard payment system stopped making payments at the end of October 2014 and all measures were installed before the end of September 2014. Therefore the number of Cashback measures delivered is the final summary as at the end of October 2014.

Table 5: Number and value of Green Deal Home Improvement Fund vouchers paid, and cumulative total, by installation month, and by payment month, England and Wales only

ć	Active applications ¹	Vouchers issued ²		s made ^{3,4} by on month ⁶		made ^{3,4} by nt month
	Numb	er ⁵	Number	Value (£)	Number	Value (£)
Month ⁶						
April 2014 ⁷			19	46,708	0	0
May 2014			71	203,437	0	0
June 2014			626	3,372,127	0	0
July 2014			3,174	13,278,951	448	2,269,282
August 2014			3,109	14,201,501	756	3,172,666
September 2014	4		2,320	12,755,581	2,030	8,113,913
October 2014			2,191	12,535,433	3,452	16,385,712
November 2014			2,084	12,198,079	2,270	12,505,424
December 2014			1,277	7,486,864	2,104	11,860,439
January 2015			1,316	7,009,192	2,045	11,631,739
February 2015			709	3,224,288	2,395	13,166,934
March 2015			325	1,529,012	1,721	8,735,062
Total to date	43,866	29,411	17,221	87,841,172	17,221	87,841,172

¹ GDHIF active applications include any vouchers issued, pending, or vouchers which have been paid, under GDHIF release 1, release 2 and release 3 funding. It excludes any vouchers which have been cancelled, rejected, superseded, expired or claim failed. The 43,866 applications up to the end of March 2015 equates to a total budget committed of around £197m. GDHIF release 1 commenced on 17th June 2014 and the 20,359 active applications under release 1 have a fund allocation of around £108m. GDHIF release 2 commenced on 10th December 2014 and the 5,105 active applications under release 2 have a fund allocation of around £20m. GDHIF release 3 commenced on 16th March 2015 and 18,402 active applications under release 3 have been included with fund allocation of around £70m.

² There may have been several vouchers issued for a single application where a customer has modified key elements of their application, but not all active applications have had a voucher issued. It is also possible to have more than one voucher issued and payment made per household. 5,103 GDHIF release 2 vouchers have been included as well as 3,952 GDHIF release 3 vouchers.

³ Of the 17,221 payments made, 1,072 of these received the Home Buyer Bonus (of up to £500 each).

⁴ Of the 17,221 payments made, 8,781 of these received the Green Deal Advice Report refund (of up to £100 each).

⁵ Comparable applications and vouchers data are not available by month.

⁶ The numbers of GDHIF payments made in early months have been revised. This is due to GDHIF redemptions being paid in later months. Where a household has measures installed in two or more months, the earliest installation month is recorded. This includes 1,022 payments under GDHIF release 2 to the value of £3,903,416.

⁷ The April 2014 figure includes a small number of payments where measures were installed that 'transferred' from the Cashback scheme.

Measure Types	Total number of GDHIF measures delivered	Percentage of Measures
Boiler	2,703	13
Gas Boiler	2,703	13
Cavity wall insulation	88	0
Loft Insulation	27	0
Room in Roof Insulation	27	0
Other Heating	2,521	12
Electric Storage Heaters	, 1	0
Flue Gas Heat Recovery Devices	2,495	12
Warm Air Units	0	0
Waste Water Heat Recovery Systems	25	0
Other Insulation	178	1
Flat Roof Insulation	24	0
Passageway Walk-through Doors	87	0
Under Floor Insulation	67	0
Solid Wall Insulation	14,771	73
Window Glazing	69	0
Double/Triple Glazing	64	0
Secondary Glazing	5	0
Total number of measures	20,357	100

Table 5a: Number of measures installed through Green Deal HomeImprovement Fund¹ up to end of March 2015, England and Wales only

¹ More than one measure can be installed with Green Deal Home Improvement Fund per unique property.

Obligation					
Installation Month ²	Carbon Saving Target (CERO)	Carbon Savings Community (CSCO)		Affordable Warmth (HHCRO)	Total number of ECO measures installed
	(CERO)	(0.	of which 'Rural'	(HHCKO)	Installeu
		sub-obligation			
			guien		
January 2013 ¹	3,878	7,973	0	2,699	14,550
February 2013	5,248	7,392	0	6,094	18,734
March 2013	6,499	7,440	1	7,496	21,435
April 2013	10,097	7,998	2	10,235	28,330
May 2013	12,357	9,252	5	12,091	33,700
June 2013	10,465	9,571	2	16,041	36,077
July 2013	15,730	10,288	1	19,642	45,660
August 2013	17,225	7,463	0	26,034	50,722
September 2013	22,192	8,303	12	28,751	59,246
October 2013	26,886	7,486	26	38,070	72,442
November 2013	34,694	6,908	33	40,501	82,103
December 2013	29,123	4,856	67	32,660	66,639
January 2014	34,988	6,396	131	33,416	74,800
February 2014	44,720	7,495	369	24,927	77,142
March 2014	64,625	12,747	217	21,500	98,872
April 2014	22,044	20,077	1,344	15,611	57,732
May 2014	20,314	26,361	3,013	12,866	59,541
June 2014	18,979	25,152	4,321	10,158	54,289
July 2014	21,175	26,127	5,743	7,972	55,274
August 2014	17,985	24,545	5,161	6,897	49,427
September 2014	25,433	30,034	6,152	5,819	61,286
October 2014	28,012	29,304	7,195	8,651	65,967
November 2014	25,043	25,802	6,791	9,416	60,261
December 2014	20,753	19,337	4,434	8,930	49,020
January 2015	20,537	15,000	3,416	9,146	44,683
February 2015	19,118	14,301	3,441	9,385	42,804
Total to date ³	578,120	377,608	51,877	425,008	1,380,736

Table 6: Provisional number of ECO measures installed¹, by obligation, by installation month

¹ Includes some measures installed between October and December 2012.

² ECO measures installed in earlier installation months can be notified at a later date under some circumstances. Some notified measures can be reallocated to different ECO obligations and so are subject to change. Measures from earlier installation months can be rejected by Ofgem.

³ Revised ECO regulations were passed by Parliament on 5 December 2014. Measures eligible under the revised regulations have now been captured through the formal Ofgem reporting process, and have now been included in the table in the month in which the measures were installed. This release uses revised data (for measures since the start of ECO up to the end of November 2014) which have been through further Ofgem processing as well as reflecting any changes (such as switching of obligation) that Energy Companies have notified Ofgem of. Therefore data have been revised in most months.

Table 6a: Provisional number of ECO measures installed¹, by measure type*, by obligation, up to end February 2015

		Obligatio	n			
Measure Types ²	Carbon Saving Target (CERO) _	Carbon S Community	(CSCO) of which 'Rural' sub-	Affordable Warmth (HHCRO)	Total number of ECO measures	Percentage of ECO
			obligation		delivered	Measures
Boiler	N/A	N/A	N/A	295,276	295,276	21.4
Cavity wall insulation	370,544	144,538	21,776	10,660	525,742	38.1
Loft Insulation	135,229	201,627	27,758	37,783	374,639	27.1
Micro-generation	N/A	N/A	N/A	0	0	0.0
Other Heating	2,944	7,352	17	81,185	91,481	6.6
Other Insulation	2,258	8,825	1,061	94	11,177	0.8
Solid Wall Insulation	66,148	13,731	1,265	9	79,888	5.8
Window Glazing	997	1,535	0	1	2,533	0.2
Total number of measures ³	578,120	377,608	51,877	425,008	1,380,736	100
Total number of unique properties ^{4,5,6}	497,468	331,414	45,427	329,470	1,128,058	

¹ As reported by energy suppliers to Ofgem in their monthly returns. Excludes any measures which have been rejected by Ofgem or withdrawn by obligated energy suppliers. Please see the accompanying <u>Methodology Note</u> for more details.

² Please see Ofgem's guidance for suppliers for more details on eligible measures.

³ Revised ECO regulations were passed by Parliament on 5 December 2014. Measures eligible under the revised regulations have now been captured through the formal Ofgem reporting process, and have now been included in the table.

⁴ Some ECO measures were installed in properties without recording the full address (e.g. blocks of flats), so there may be slightly more unique properties than recorded here.

⁵ The total number of unique properties by obligation does not equal the total number of unique properties overall, as some properties have measures installed under more than one obligation.

⁶ The total number of unique properties with ECO measures installed under CSCO and/or HHCRO is 647,055.

*For the full list of measure types, please see Table 6a in Excel here.

Month	Number of auctions	Total amount traded
January 2013	2	£9.5m
February 2013	2	£17.4m
March 2013	2	£42.0m
April 2013	2	£16.6m
May 2013	2	£34.6m
June 2013	2	£25.0m
July 2013	3	£30.5m
August 2013	2 2	£29.6m
September 2013	2	£30.4m
October 2013	2	£52.9m
November 2013	2	£57.7m
December 2013	2	£1.2m
January 2014	2	£14.9m
February 2014	2	£20.5m
March 2014	2	£15.6m
April 2014	2	£.0m
May 2014	2	£1.9m
June 2014	2	£2.0m
July 2014	3	£1.9m
August 2014	2	£7.0m
September 2014	2	£6.8m
October 2014	2	£3.0m
November 2014	2	£4.5m
December 2014	2	£4.6m
January 2015	2	£.0m
February 2015	2	£1.7m
March 2015	2	£.0m
Total to date	56	£431.7m

¹ ECO brokerage auctions are scheduled to take place on a fortnightly basis.

Month ²	Assessor organisations	Individual Advisors	Green Deal Providers	Installer organisations
October 2012	13	40	8	231
November 2012	18	100	15	285
December 2012	29	159	20	429
January 2013	48	270	25	531
February 2013	77	618	40	629
March 2013	108	1,003	48	831
April 2013	152	1,274	55	942
May 2013	182	1,582	60	1,108
June 2013	226	1,919	66	1,234
July 2013	248	2,129	79	1,457
August 2013	269	2,332	101	1,662
September 2013	286	2,517	107	1,853
October 2013	302	2,687	112	2,020
November 2013	314	2,855	123	2,190
December 2013 ³	331	2,972	125	2,353
January 2014	344	3,087	130	2,432
February 2014	352	3,254	133	2,483
March 2014	364	3,445	143	2,575
April 2014	373	3,580	143	2,601
May 2014	369	3,747	151	2,619
June 2014	375	4,006	151	2,697
July 2014	392	4,219	156	2,735
August 2014 ⁴	393	4,006	161	2,774
September 2014	391	4,061	162	2,729
October 2014	404	4,119	174	2,649
November 2014	398	4,107	176	2,539
December 2014	403	4,135	176	2,514
January 2015	400	4,156	177	2,397
February 2015	393	4,191	177	2,343
March 2015	394	4,190	184	2,258

 Table 8: Number¹ of accredited Assessor organisations, individual Advisors,

 Green Deal Providers, and Installer organisations, cumulative totals by month

¹ Numbers include domestic, both domestic and non-domestic and a small number of non-domestic only participants.

² Months are approximate as they are based on numbers up to the end of the last full week in the month.

³ December 2013 reporting period is up to the 23rd December 2013.

⁴ The measurement of the number of individual Advisors changed in August 2014 and is not directly comparable with the number of Advisors up to the end of July 2014.

Annex B – Background

Green Deal

The <u>Green Deal</u> (GD) was launched on 28 January 2013 in England and Wales (and on 25 February 2013 in Scotland) with the aim of tackling a number of the key barriers to the take-up of energy efficiency measures.

Customers having GD Assessments undertaken have the choice of how they proceed. They might take the view that their home is sufficiently energy efficient, or that they want to finance work through a GD Plan or that they want to use alternative funding arrangements (e.g. use of savings).

The GD process for households is briefly described below:

Step 1 – Assessment – A GD Assessor will come to the home, talk to the owner/occupier about their energy use and see if they can benefit from making energy efficiency improvements to their property.

Step 2 – Recommendations – The GD Assessor will recommend improvements that are appropriate for the property and indicate whether they are expected to pay for themselves through reduced energy bills.

Step 3 – Quotes – GD Providers will discuss with the owner/occupier whether a GD Plan is right for them and quote for the recommended improvements, including the savings estimates, savings period, first year instalments and payment period for each improvement. A number of quotes can be obtained.

Step 4 – Signing a Plan – The customer chooses to proceed with a given provider and package of measures. The owner/occupier needs to obtain the necessary consent to make improvements to the property before they can agree terms with the GD Provider of a GD Plan⁹, at which stage they enter a cooling-off period¹⁰.

Step 5 – Installation – Once a GD Plan has been agreed, the Provider will arrange for the improvements to be made by a GD Installer. Once the installation has been completed a letter is sent to the Bill Payer and, at this stage, the GD Plan goes 'live'.

Repayments will be no more than what a typical household should save in energy costs.

It has only been possible for GD Providers to request Plans once commercial agreements between the Green Deal Finance Company and GD Providers have been agreed. It took GD Providers some time to prepare their businesses to bring offers to the market with GD Plans being created from May onwards for the small number of GD Providers who have finalised their offer to date.

⁹ The Plan is a contract between the owner/occupier and the Provider – it sets out the work that will be done and the repayments.

¹⁰ For example, in the case of a GD Plan that is regulated by the Consumer Credit Act 1974, the consumer will have 14 days to withdraw from the part of the GD Plan which provides credit.

For those who choose GD finance, there are **three stages** in the life cycle of a GD Plan for which reports are generated.

- the **first stage** (a 'new' GD Plan) is after a customer has obtained a quote from a GD Provider and confirmed they wish to proceed. The GD Provider has then successfully requested a GD Plan record prior to signature by the customer. It is possible that more than one GD Plan may be requested for each household.
- the **second stage** (a 'pending' GD Plan) is when a GD Plan has been signed by the customer, progress is being made to install GD Plan measures and the Plan is being finalised so that charging can start.
- the **final stage** (a 'live' GD Plan) is after the measures have been installed in the property, the information required to disclose the Plan to future bill payers has been attached to the Plan and the energy supplier has all the information required to bill GD charges. At this stage the daily charge has been confirmed along with the date from when the charge will be accrued on their electricity bill.

Energy Company Obligation

The <u>Energy Company Obligation</u> (ECO) started on 1 January 2013 (although energy companies have been able to count against their targets measures delivered since 1 October 2012) and runs to 31 March 2015. It broadly takes over from two previous schemes (Carbon Emissions Reduction Target - CERT - and Community Energy Saving Programme - CESP) and focuses on providing energy efficiency measures to low income and vulnerable consumers and those living in 'hard-to-treat' properties.

There are three main ECO obligations – The Carbon Saving Target (CERO); Carbon Saving Communities (CSCO) and Affordable Warmth (HHCRO).

<u>Carbon Saving Target</u> – This covers the installation of measures like solid wall and hard-to-treat cavity wall insulation, which ordinarily can't be financed solely through Green Deal Plans.

<u>Carbon Saving Communities Obligation</u> – This provides insulation measures to households in specified areas of low income. It also makes sure that 15 per cent of each supplier's obligation is used to upgrade more hard-to-reach low-income households in rural areas.

<u>Affordable Warmth Obligation</u> – This provides heating and insulation measures to consumers living in private tenure properties who receive particular means-tested benefits. This obligation supports low-income consumers who are vulnerable to the impact of living in cold homes, including the elderly, disabled and families.

The Government announced proposals for a <u>set of changes to ECO</u> in December 2013. These include: extending through to 2017, with new targets; reducing the ambition of the Carbon Saving Target element; and allowing new measures (loft and standard cavity wall insulation, and district heating) to be eligible under that element. The Government published a consultation on <u>these proposals</u> in March 2014, and intends subject to consultation, that revised regulations will come into force later this year, but with many changes taking effect as from 1 April 2014.

How do the Green Deal and ECO interact?

Following a GD Assessment there will be a range of measures which could improve the energy efficiency of the property. Some of these could be paid for through GD finance, up to the point where the expected annual cost will not exceed what a typical household should save in energy costs. However, depending on the measure or the property, other sources of finance may also be required. ECO funding could be one of these sources, for example for measures such as Solid Wall Insulation and hard-to-treat Cavity Wall insulation.

Green Deal Cashback

The Cashback scheme closed at the end of June 2014. There will be no further applications for the Cashback scheme but vouchers will continue to be redeemed and paid until 30 September 2014.

The Cashback Scheme rewarded the first GD customers. It was a first-come, first served offer where householders can claim cash back from Government on energy saving improvements like insulation, front doors, windows and boilers with packages worth over £1,000. It was available for households in England and Wales.

For more information on the separate scheme that operates in Scotland please see the relevant <u>website</u>. Statistics on this scheme can be found <u>here</u>.

Green Deal Home Improvement Fund

The Green Deal Home Improvement Fund (GDHIF) is an incentive scheme open to all householders in England and Wales wanting to improve the energy efficiency of their homes. The scheme allows householders to choose one or both of two offers available and they are eligible to claim up to £7,600. Householders could also claim a refund of up to £100 for a Green Deal Advice Report (GDAR). GDHIF release 1 closed to new applicants at 6:30pm on 24 July 2014. GDHIF release 2 commenced on 10 December 2014 and GDHIF release 3 commenced on 16 March 2015. For more information please see the <u>GDHIF website</u>. For more information on the separate scheme that operates in Scotland please see the relevant <u>website</u>. Statistics on this scheme can be found <u>here</u>.

DECC published GDHIF application release 1 data on the gov.uk <u>website</u> on a weekly basis until the scheme closed, to assist businesses and households. This weekly series reported the number of applications, vouchers issued and maximum value of vouchers issued. Also included on a weekly basis from 17 December 2014 until 7 January 2015 (on the same <u>website</u>), were GDHIF application statistics on GDHIF release 2. A one-off publication was made on 12 December to show that funding allocated to Solid Wall Insulation applications reached its maximum allocation amount. Also included on a weekly basis from 24th March 2015 (on the same <u>website</u>), were GDHIF application statistics on GDHIF release 3. A one-off publication was made on 26 March 2015 to show that funding allocated to Solid Wall Insulation applications reached reached its maximum allocation amount.

This data was provided from the GDHIF administrator and was therefore provisional.

ECO Brokerage

The <u>ECO Brokerage</u> system operates as a fortnightly anonymous auction where GD Providers can sell 'lots' of future measures of ECO Carbon Saving Target, ECO Carbon Saving Communities and ECO Affordable Warmth, to energy companies in return for ECO subsidy.

This market-based mechanism has been introduced to support an open and competitive market for the delivery of the ECO. Brokerage allows a range of GD providers to fairly compete on price to attract ECO support and enables energy suppliers to deliver their obligations at the lowest possible cost, thereby reducing the impact on customer energy bills.

Sellers (GD Providers) can make a competitive offer on brokerage by leveraging additional sources of finance, such as part funding measures through GD Finance, partnerships with local authorities, or driving down costs by economies of scale.

The Supply Chain

To understand more about the organisations and infrastructure underpinning the GD, this report also includes a section summarising the trends in the number of GD Advisors (and Assessor organisations), the number of GD Providers and the number of GD Installer organisations.

Annex C – Sources and Methodology

The estimates in this and future Statistical Release use administrative data generated as part of the GD and ECO processes.

There are seven main sources of information:

- Landmark who manage the national lodgement of GD Assessments in England and Wales
- Energy Savings Trust (EST) who manage the national lodgement of GD Assessments in Scotland
- Green Deal Central Charge Database which manages the recording and administration of GD Plans
- Ofgem who administer the Energy Company Obligation and collect information from energy companies on measures installed under ECO
- The Green Deal Oversight and Regulation Body (ORB) who administer the certification of GD organisations (including Assessors, installers and providers)
- Data on ECO brokerage is publically available following each auction
- Capita who administer the Cashback Scheme and the <u>Green Deal Home Improvement</u> <u>Fund</u>

This report uses data from Landmark and the Energy Savings Trust for numbers of lodged Assessments and on measures installed using GD finance, data from the Central Charge Database on GD Plans, data from the Cashback and Green Deal Home Improvement Fund Scheme Administrator on vouchers issued and measures installed, data from Ofgem on ECO measures, data from the ORB for the supply chain and the published data on ECO brokerage.

The statistics presented in this report are used by a wide range of organisations. Please see the accompanying methodology note <u>here</u> for more details.

Revision Policy

As with any new data collection, there are likely to be some data quality issues to resolve as the process beds in. Therefore data in these monthly releases should be treated as provisional and subject to revision.

Any revisions will be marked in the data tables and for any significant revisions we will provide an explanation of the main reasons.

Further Information and Feedback

Any enquiries or comments in relation to this statistical release should be sent to DECC's Household Energy Efficiency Statistics Team at the following email address: EnergyEfficiency.Stats@decc.gsi.gov.uk

Contact telephone: 0300 068 5106

The statistician responsible for this publication is Peter Antoniades.

Further information on energy statistics is available at: <u>https://www.gov.uk/government/organisations/department-of-energy-climate-change/about/statistics</u>

Next Releases

All future publications of this series will be released mid-month to cover the preceding month, with publication dates available on the gov.uk website.

The next monthly publication is planned for publication at 9.30am on **21 May 2015** and will contain the latest available information on the number of GD Assessments, GD Finance Plans and GDHIF vouchers paid, measures installed, a summary of ECO brokerage and an overview of the supply chain.

© Crown copyright 2015 Department of Energy & Climate Change 3 Whitehall Place London SW1A 2AW www.gov.uk/decc