Domestic Renewable Heat Incentive Quarterly Report

Update

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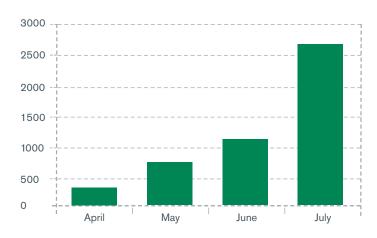
August 2014

Issue 1



The Domestic Renewable Heat Incentive (RHI) opened up for applications on 9 April 2014 for homeowners across England, Scotland and Wales who install eligible renewable heating technologies in their homes. This first quarterly report details scheme activity from launch (9 April 2014) to 31 July 2014 and we will continue to publish quarterly reports for each subsequent three month period.

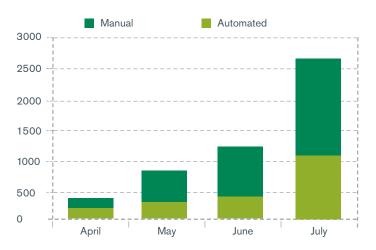
No. of accreditations



The number of installations accredited onto the scheme has increased each month, with almost 5000 installations accredited by the end of the first quarter. July was significantly busier than previous months, largely because the scheme opened to the first phase of RHPP applicants on 9 July.



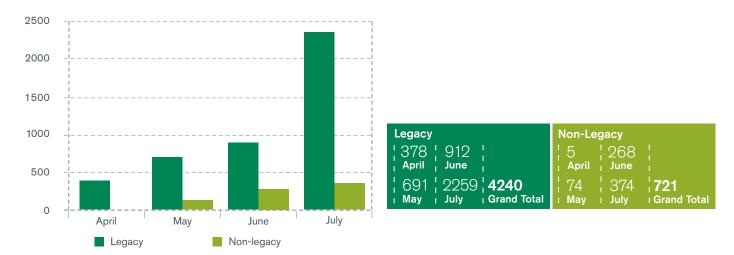
Automated vs manual accreditations



Many applications for the Domestic RHI can be accredited automatically by our IT system, and are termed 'automated accreditations'. However, in some instances we need applicants to provide additional information which we review manually. Once accredited, these applicants are termed 'manual accreditations'. In the first quarter, 38% of accreditations are automated and 62% are manual.

Automated	Manual
197	186
1 255 1 1051 1 1869 1 May 1 July 1 Grand Total	510 1582 3092 May July Grand Total

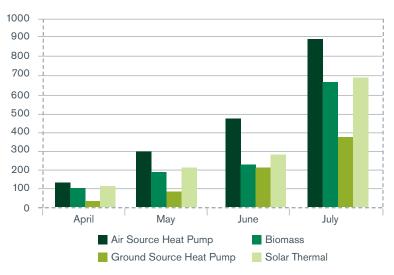
Legacy vs non-legacy accreditations



Legacy installations are those that were commissioned between 15 July 2009 when the RHI was first announced, and 9 April 2014 when the domestic scheme launched. Non-legacy installations are those that were commissioned post 9 April 2014. The number of non-legacy accreditations has increased each month, and we anticipate this number continuing to rise over the coming months. The scheme opened to phase 1 RHPP applicants on 9 July 2014, all of which are legacy installations, which explains the high number of legacy accreditations in July.

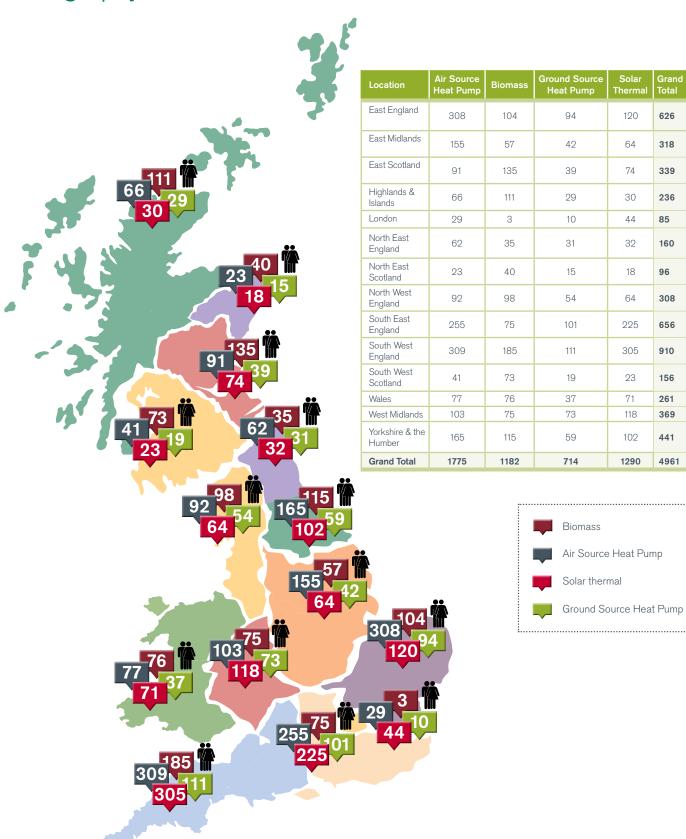
Accreditations by technology

Air source heat pump installations have had the highest number of accreditations each month, and overall these constitute 36% of accreditations. This is followed by solar thermal at 26%, biomass at 24% and ground source heat pumps at 14%.



Air Source Heat 143	
Ground Source 36 212 36 June 389 3	714
Biomass 97 225 April June 187 673 May July	1182

Geography



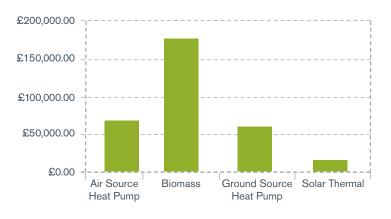
♠ Metering and Monitoring Service Packages

MMSPs (Metering and Monitoring Service Packages) are an optional part of the Domestic RHI scheme for participants with heat pumps or biomass pellet boilers. It's a useful way of understanding how a renewable energy system is performing and in doing so to receive an additional £200 - £230 a year once the MMSP is registered onto the scheme.

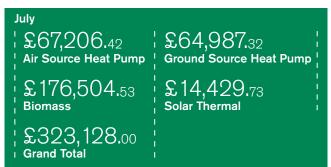
Currently, we are not aware of any eligible MMSPs, but know of a number of companies working towards completion of a package later this year.

Payments made

Payments are made for each accredited application on a quarterly basis, with the first set of payments sent three months after the date of application. With the scheme opening on 9 April 2014, the first payments were made on 9 July 2014. The tariffs for each technology type are listed below.



Tariff (per kilowatt hour rene	wable heat)	
l 12.2p Biomass boilers and biomass stoves	7.3p Air source heat pumps	
18.8p Ground source heat pumps	19.2p Solar Thermal	



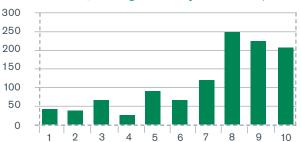
Feedback so far

Obtaining feedback from our applicants is important to us, and our customer survey is sent to all applicants where a decision has been made on their application.

If asked, how likely would you be to recommend the Domestic RHI to your friends and colleagues? (10 being extremely likely, 1 being extremely unlikely)



How satisfied were customers with the application process (10 being extremely satisfied, 1 being extremely dissatisfied)



If you have any questions about the content of this report, please let us know by emailing Survey.DomesticRHI@ofgem.gov.uk

