Non-Domestic Renewable Heat Incentive (RHI)

Quarterly newsletter

27 January 2015

Issue 16



Dear Stakeholder

Welcome to your latest quarterly update on the Non-Domestic Renewable Heat Incentive (RHI).

It's now three months since the new sustainability requirements came into effect. This issue includes important information about staying compliant with these requirements as well as information about a new consultation on heat pumps and degression tariffs.

Accreditations update

Between October and December 2015, we accredited 991 full applications and 14 preliminary applications, a decrease of 17% on the same quarter in 2014. Over the same period we also registered 8 Biomethane producers.

This brings the total to 13,542 accredited installations and 38 registered producers of Biomethane.

Quick Links

Sustainability guidance

Periodic Data submissions

Tariffs and payments

How do I apply?

Log into MyRHI

View latest quarterly figures

News in brief



Sustainability - are you compliant?

Whether you are applying to the scheme or an existing participant its your on-going responsibility to ensure you are compliant with the new sustainability requirements that came into force on 5 October 2015. If you are using the Biomass Suppliers List (BSL) fuel must be BSL approved on the date you receive it. You must keep good quality fuel records and provide Ofgem with the authorisation number as part of your Periodic Data submissions.

Chapter 5 of our RHI
Register External User
Guide has detailed steps of how to demonstrate compliance when submitting Periodic Data. See below for further information on valid BSL numbers.

Staying compliant



<u>Self-reporter – what</u> you need to know

If you are self-reporting as part of the recent sustainability requirements you will need to fill out a Fuel Measurement and Sampling Questionnaire. When you submit Periodic Data you must declare that you are compliant with the land criteria and enter your emissions figure. You'll need to keep evidence to support vour land criteria declaration and the calculations you have used to determine your emissions figure.

We are currently developing a tool to help calculate the emissions figure for those that are able to use the Default Value method and we are working with self-reporters to agree fuel measurement and sampling procedures.

Further details



Consultation begins on heat pumps

Ofgem is looking for views on a proposal to change the operational approach for ground source heat pumps using recovered heat. We are proposing that recovered heat will no longer be required to first be stored in the ground prior to circulating in the heat pump. However, it will still remain a requirement that some proportion of energy which is used to generate heat must be extracted from the ground.

This proposal covers RHI applications made on or after 28 May 2014 and with a date of first commissioning of the plant that is on or after 4 December 2013. The consultation closes on 23 February 2016.

Take part today

Other news and updates

BSL numbers – getting it right

To stay compliant with the sustainability requirements, if you are using the <u>Biomass Suppliers List</u> you need to ensure you have a valid BSL number when taking delivery of your fuel and enter this number carefully when applying to the scheme or entering your Periodic Data submissions.

Want more information about staying compliant?

Read our updated <u>Easy</u>
<u>Guide</u> to staying
compliant with the
scheme rules

Degression

From 1 January 2016, the biomethane injection tariff saw a 10 per cent reduction and there was a 10 per cent reduction to the small biomass tariff. More information about these tariff changes can be found on our website.

Need to find an Ofgem publication?

Check out our new dedicated <u>publication</u> <u>library</u>

Ofgem E-Serve now on Twitter and LinkedIn

Ofgem E-Serve has launched two new social media channels – Twitter and LinkedIn – and will be providing news and updates for stakeholders. We'll be aiming to provide a range of useful insight and information about the various government schemes we administer including the Non-Domestic RHI. We'd welcome your suggestions on what information you'd like us to share. You can follow us on Twitter @ofgem_eserve and our LinkedIn page.

Latest publications and future events

Upcoming events

ecoShowcase roadshows

Ofgem will be presenting at a number of ecoShowcase roadshows taking place at locations across the country, including:

- 9 Feb: Old Trafford Stadium, Manchester
- 15 March: Hampden Park Stadium, Glasgow
- 16 March: St James' Park Stadium, Newcastle
- 26 April: Villa Park Stadium, Birmingham

FebApr Various locations
Read more

To-11
Feb Energy Now Expo 2016
Telford International Centre
Ofgem will be presenting
on the Non-Domestic RHI
at this renewable energy
event for farmers and

Our presentations will provide an introduction to the Non-Domestic RHI including case studies, how to apply and the benefits of the scheme. They'll also cover recent policy changes including the introduction of biomass sustainability requirements.

Meet us at Ecobuild and All Energy

Ofgem E-Serve will also be attending a number of events in the next couple of months. Look out for our stand at Ecobuild and at All Energy.

If you are going to either event and have any Non-Domestic RHI queries, or want to find out more about the other schemes we administer, please come and speak to us.

	landowners. <u>Read more</u>
8-10 Mar	Ecobuild 2016 Excel, London Read more
4-5 May	All Energy 2016 SECC, Glasgow Read more



Forward Work Programme and Simplification Plan consultations

<u>Ofgem's Forward Work Programme</u> sets out for consultation how we plan to use our resources to make the greatest positive difference for consumers in the coming financial year. Please send your responses to us by noon on 17 February 2016.

We also have a legal duty to keep our activities under review and to publish an annual <u>Simplification Plan</u>, explaining what we intend to do to reduce or remove regulatory requirements which have become burdensome. We'd like your ideas for what we could do to simplify, clarify and make our regulation work better. The consultation is open until Thursday 11 February.

About the Non-Domestic RHI

The Non-Domestic Renewable Heat Incentive (RHI) is a government environmental scheme that provides financial incentives to increase the uptake of renewable heat. The scheme supports industrial, commercial, public sector, and not-for-profit organisations by making incentive payments to eligible renewable heat generators and producers of biomethane in Great Britain.

Ofgem administers the scheme on behalf of government and provides quarterly reports as part of its statutory obligations.

For more information visit the Non-Domestic RHI web pages on Ofgem's website.

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