

Domestic Renewable Heat Incentive

www.ofgem.gov.uk/drhi

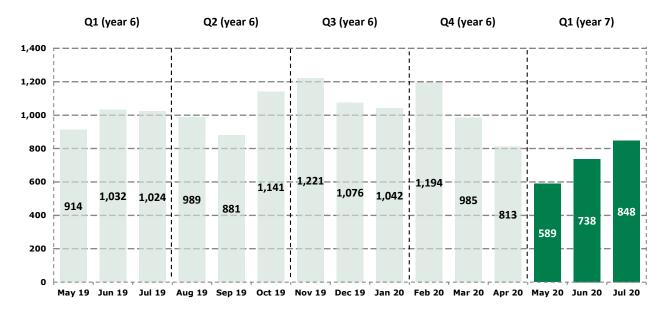
AUG 2020

Quarterly Report Issue 25

The Domestic Renewable Heat Incentive (DRHI) opened for applications on 9 April 2014 for customers across England, Scotland and Wales who install eligible renewable heating technologies in their homes. This report details scheme activity in Quarter 1 (year 7) of the Domestic RHI scheme, covering the period May 2020 to July 2020*.

Number of accreditations

Figure 1: Number of Accreditations made per month



Quarterly Accreditations					
Q2 Aug 19 – Oct 19	3,011				
Q3 Nov 19 – Jan 20	3,339				
Q4 Feb 20 – Apr 20	2,992				
Q1 May 20 – Jul 20	2,175				

80,373

Total number of systems accredited to the scheme.

*As per the Domestic

Renewable Heat Incentive
regulations, our quarterly
reports cover the
following periods:

Q1: May to July

Q2: August to October

Q3: November to January

Q4: February to April

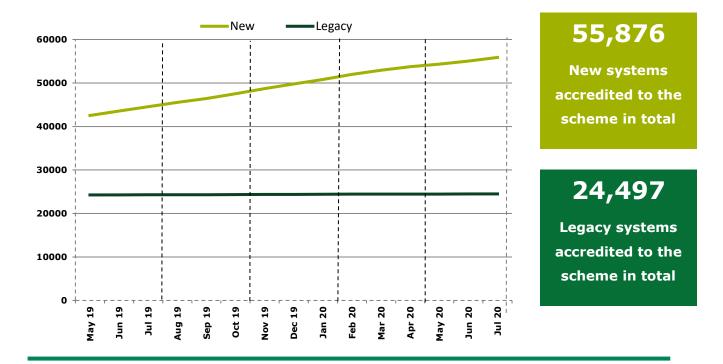
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Legacy and new accreditations

Legacy accreditations are systems that were commissioned between 15 July 2009 when the RHI was first announced by DECC (now BEIS), and 9 April 2014 when the Domestic RHI scheme launched. New systems are those that were commissioned on or after 9 April 2014.

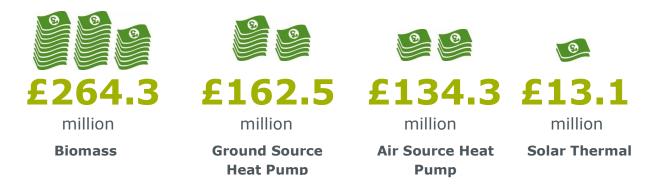
Q1 (ye	(year 6) Q2 (year 6)		Q3 (year 6)		Q4 (year 6)		Q1 (year 7)		
Legacy New		Legacy New		Legacy New		Legacy New		Legacy New	
43	2,927	48	2,963	74	3,265	39	2,953	42	2,133

Figure 2: Cumulative Accreditations by application type



Payments made to date

The total number of payments made to accredited systems since the scheme began, by technology type.



Accreditations by technology for new applications

The graph below shows the cumulative number of accredited systems per technology type for new systems only (systems commissioned on or after 9 April 2014). Air Source Heat Pumps continue to be the most popular technology type installed under the DRHI scheme, accounting for 82% of total new accreditations this quarter.

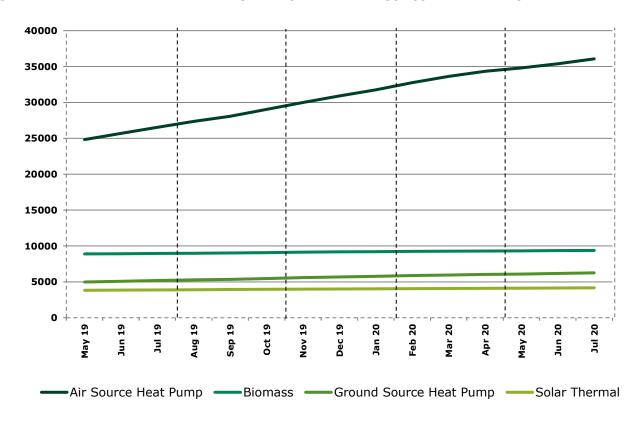
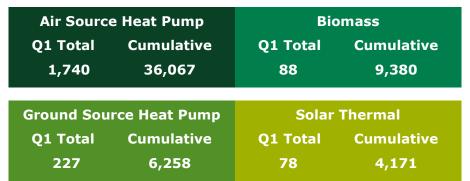


Figure 3: Cumulative Accredited System per technology type for New systems



Seasonal Performance Factors

The SPF of a heat pump is a measure of how efficiently it is operating. The higher the SPF, the more energy efficient the system is. Only heat pumps with SPFs of 2.5 or higher can be eligible for Domestic RHI. All legacy systems were automatically assigned an SPF of 2.5, unless the applicant provided SPF calculations completed by the installer.

Figure 4: Air Source Heat Pump SPF's

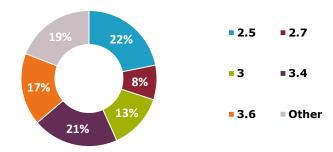
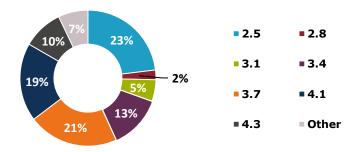


Figure 5: Ground Source Heat Pump SPF's



Regional distribution of accreditations

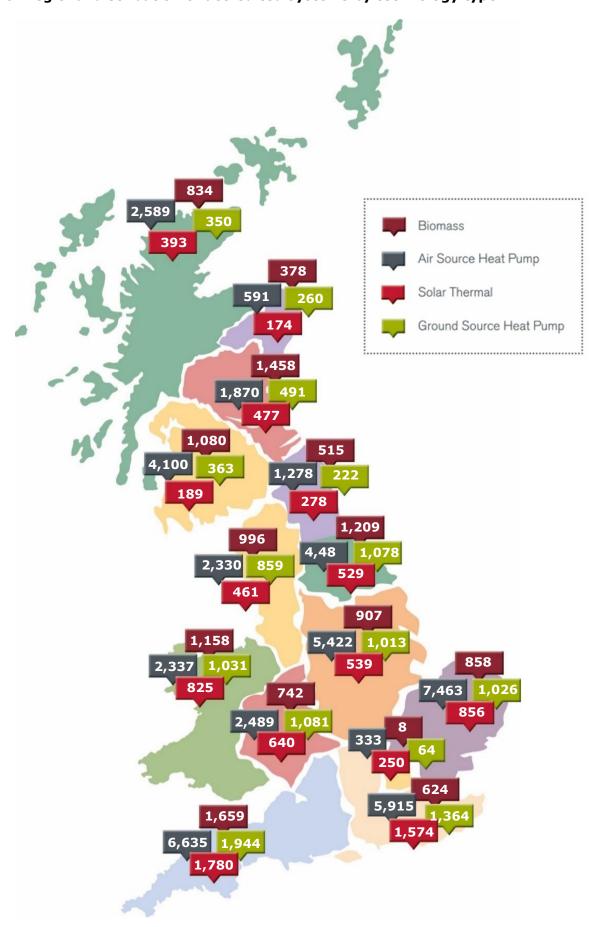
Table 1: Total accreditations per region (up to 31 July 2020)¹

Location	ASHP	Biomass	GSHP	Solar Thermal	Grand Total
South West England	6,635	1,659	1,944	1,780	12,018
East England	7,463	858	1,026	856	10,203
South East England	5,915	624	1,364	1,574	9,477
East Midlands	5,422	907	1,013	539	7,881
Yorkshire and The Humber	4,484	1,209	1,078	529	7,300
South West Scotland	4,100	1,080	363	189	5,732
Wales	2,337	1,158	1,031	825	5,351
West Midlands	2,489	742	1,081	640	4,952
North West England	2,330	996	859	461	4,646
East Scotland	1,870	1,458	491	477	4,296
Highlands & Islands	2,589	834	350	393	4,166
North East England	1,278	515	222	278	2,293
North East Scotland	591	378	260	174	1,403
London	333	8	64	250	655
Grand Total	47,836	12,426	11,146	8,965	80,373

 $^{^{1}}$ Our postcode database has been updated this quarter, leading to some small changes in geographic distribution.

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Figure 6: Regional distribution of accredited systems by technology type



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Registered Social Landlords (RSLs)

In addition to homeowners, Registered Social Landlords (RSLs) are also eligible to apply for the Domestic RHI. In the last twelve months, 2,456 accreditations have been made to RSLs, 99.4% (2,442) of which are Air Source Heat Pumps.

Q2 (year 6) Q4 (year 6) Q1 (year 6) Q3 (year 6) Q1 (year 7) 400 350 300 250 200 150 100 50 0 May 19 Jun 19 Jul 19 Aug 19 Sep 19 Oct 19 Nov 19 Dec 19 Jan 20 Feb 20 Mar 20 Apr 20 May 20 Jun 20 Jul 20 ■ Air Source Heat Pump ■ Biomass ■ Ground Source Heat Pump Solar Thermal

Figure 7: RSL accreditations by technology type

Table 2: RSL accreditations Q1 (Year 7)

Month Accredited	ASHP	Biomass	GSHP	Solar Thermal	Total
May 20	141	0	0	0	141
June 20	92	0	0	10	102
July 20	87	0	0	0	87
Quarter Total	320	0	0	10	330

In total, we have made over **£36.4m** of payments to Registered Social Landlords under the DRHI scheme to date.

Our Administration

- 87.5% of applications submitted in this quarter received a decision within 30 working days.
- We estimate that accredited systems will save over 5.08 Mt of CO₂ over the lifetime of the scheme.
- Since scheme launch, accredited systems have generated of 5,025 GWh of renewable heat.
- If you have any questions about the content of this report, please let us know by emailing domesticRHI@ofgem.gov.uk.