

Green Deal, the ECO & local authorities

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Introduction



- The Green Deal
- Energy Company Obligation
- The role of local authorities

What is the Green Deal?



- A market-led mechanism, funded by private capital
- Energy efficiency improvements at no upfront cost

Marketing and Consumer Demand

Assessment / advice

Finance

Installation

Repayments and Follow-up

The Green Deal Process (1)



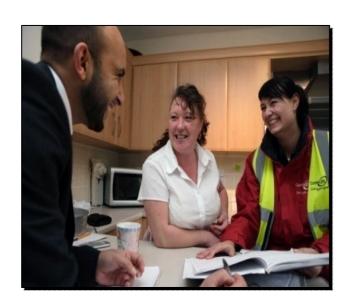
Marketing and Consumer Demand

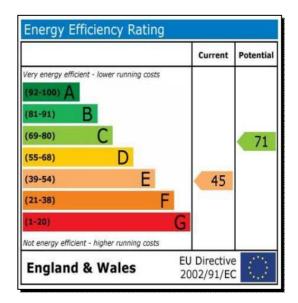
Assessment / advice

Finance

Installation

Repayments and Followup





The Green Deal Process (2)



Marketing and Consumer Demand

Assessment / advice

Finance

Installation

Repayments and Followup

- No upfront cost
- Repayments attached to energy meter



The Green Deal Process (3)



and Consumer Demand

Assessment / advice

Finance

Installation

Repayments and Followup

- Accredited installation
- Product certification
- •Green Deal Code
- Quality mark





Green Deal: Repayment









Repay via meter over up to 25 years

What is the ECO?



- ECO is an obligation on the energy suppliers to support <u>household</u> energy efficiency
- Builds on strengths of existing CERT and CESP schemes

- Designed to fit with the Green Deal landscape
- Will commence at end of 2012

The role of the ECO



- There will be households for whom Green Deal cannot be (the whole) story
- ECO to integrate with the Green Deal, with a focus on:
 - hard to treat properties; and
 - vulnerable and poor households





Timetable Green Deal & ECO legislation



DATE	MILESTONE
December 2010	Introduction of the Energy Bill to Parliament
Pre- Autumn 2011	Officials engage stakeholders as they develop the technical details for secondary legislation
Autumn 2011	Formal consultation on secondary legislation
Early 2012	Secondary legislation laid before Parliament
Spring 2012	Detailed industry guidance prepared
Autumn 2012	First Green Deals appear & ECO in force



The role/s of local authorities

One Stop Shop LA as Green Deal Provider

Raise finance & local assessor/installation

Partnership with National brand

(Brand provides finance)

LA joint branding & marketing with national brand

Delivery by brand or LA contractors

Delivery by National brand

Provides finance and markets Green Deals (through existing customer networks or leads)

LA facilitation role

May provide leads for commission or simply act a conduit/post box for local activity



Working with Local Authorities

How is DECC working with local authorities now to deliver the Green Deal?

- MoU between DECC/the Local Government Group
- DECC LA advisory panel
- Support and guidance for local authorities

Home Energy Conservation Act 1995



- HECA retained (in England) and revitalised
- HECA to play a key role in ensuring <u>ALL</u> local authorities engage with the delivery of the Green Deal and ECO.
- Key is the new guidance plan to be light touch, and be developed in consultation with local government.
- Publish new HECA guidance around launch of Green Deal in 2012?



Thank you

Questions?