

# WARM HOMES FUND

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ALEO National Training-Day  
Conference  
28<sup>th</sup> November 2018



## Facts and Figures

- Allocated funds to date - £78.1m (subject to R2a contracts)
  - Category 1 – £49.1m (18,178 measures)
  - Category 2 – £20.6m (4,663 measures)
  - Category 3 – £8.4m
- Potential 200+ contracts over the life of the project
- 79% of funding allocated to LAs & 21% to RSLs
- Anticipate total investment of £350m over life of project

## Future Windows & Engagement

## Delivery

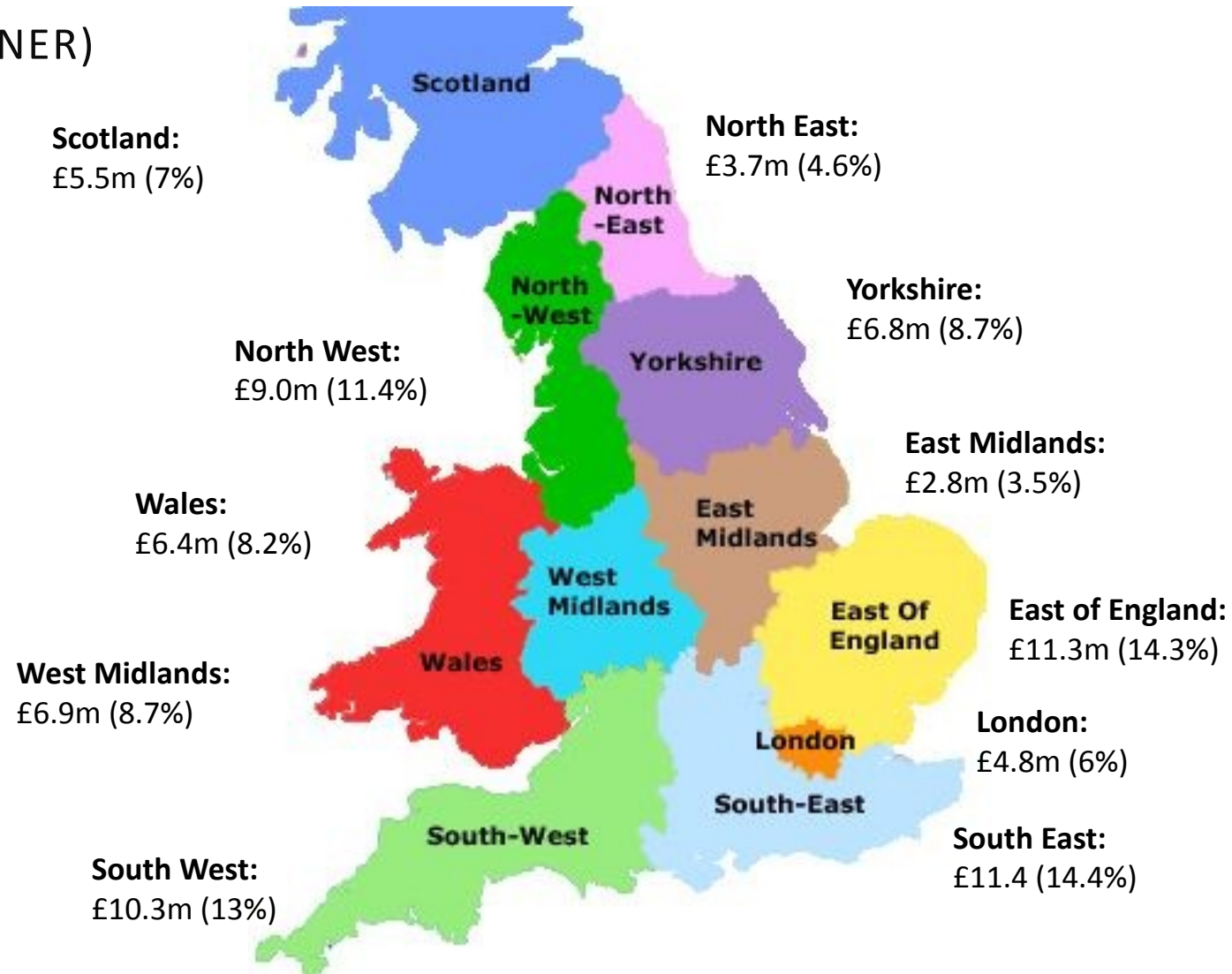
## Project Management



# TOTAL ALLOCATION OF WARM HOMES FUND



(BY LEAD PARTNER)



## Facts and Figures

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## Future Windows & Engagement

- £70m still to allocate – **the opportunity is now!**
- Round 3 – closes 8<sup>th</sup> February 2019
- Round 4 – summer 2019
- Information sources about the fund and WHF requirements:
  - Roadshows
  - Website ([www.affordablewarmthsolutions.org.uk](http://www.affordablewarmthsolutions.org.uk))
  - Recipient meetings

## Delivery

- c. 2000 measures now installed
  - Includes c1350 reported new gas connections
- Significant focus placed on delivery
  - Ability to forecast e.g. mobilisation issues
  - Plans for addressing shortfalls
  - Potential contractual changes moving forward
- Project will close on 31<sup>st</sup> May 2022

## Project Management

- Completion of Funding Use Reports
  - Mechanism for requesting payment
  - Narrative reporting
  - Data requirements & whole house approach
  - Data sampling and audit
- Exploring options for programme evaluation



# GROUP EXERCISE



- What will a successful WHF bid look like?
- For categories 1 and 2 consider the following key elements:
  - Addressing fuel poverty
  - Value for Money
  - Delivery
- For category 3 what additional features need to be considered?
- Take 20 minutes to consider these areas
- Feedback to the group

## Fuel Poverty



- First time central heating
- Meets objectives of WHF
- Targets households most in need



- A boiler replacement programme
- Energy efficiency/ stock improvement programme

## Value for Money



- Attracts additional funding
- Most cost effective option for properties
- Advantageous procurement



- 100% funding for heating measures
- Replacing 'in-flight' project funds
- Funding excessive project management

## Delivery



- Customer journey reflects vulnerability
- Proven delivery models
- Consortia bids
- Clear responsibilities and accountabilities



- Complex with too many hand-offs
- Lack of ambition
- Unrealistic delivery forecasts

## Category 3



- People focused
- Ambition, creating new partnerships
- Delivering measurable outcomes
- Creating a legacy



- Replacing existing funding
- First time central heating
- Technology development
- Research/ evaluation



## Fuel Poverty

- Clear idea of the communities and properties being targeted
- Referral routes for identifying households
- How those households are likely to qualify and an assessment process
- Working alongside Gas Distribution Networks (as appropriate)
- Tackling the worst case properties
- Adopting a whole house approach

## Value for Money

- Additionality – we want to grow the fund by 3 times
  - Attracting 3<sup>rd</sup> party funding sources
  - Use of own funds where possible
  - Landlord contributions in recognition of obligations
- Driving down supply costs
- Creative use of future income streams
- Justified third party costs

## Delivery

- Engagement of appropriate internal functions e.g. Procurement, Finance, Legal
- Ambition and engagement with neighbouring authorities
- Clear understanding of the end to end process
- Evidence of focus on customer experience
- Track record of delivering fuel poverty programmes (or similar)
- Strong internal governance
- Understanding of the barriers to delivery and mitigations

## Category 3

- Evidence of innovation and how it will address fuel poverty
- Clear evidence of engagement and partnership in the [local] area
- Realistic cost:benefit justification
- Breadth of support provided
- Clarity of end to end process – in particular benefit realisation
- Evidence of how the project could provide a model for future delivery of a fuel poverty programme

