

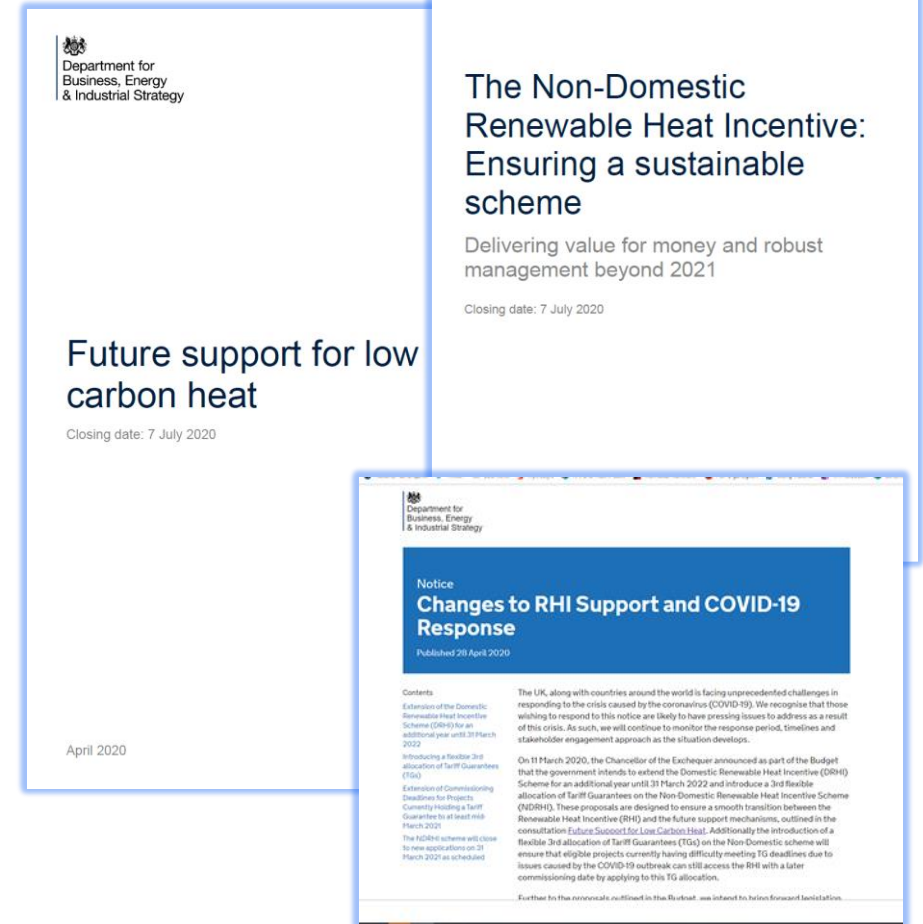
Proposals on Green Gas Support and the RHI - very brief overview

REA Webinar 7th May 2020

Government announcements

5 documents published on 28/4/2020

1. **Consultation on Future Support for Low Carbon Heat**
2. **Stakeholder Notice on extension of the Domestic RHI and two changes to Tariff Guarantees**
3. **Consultation on reforms to the Non-Domestic RHI**
4. **Government Response on Urban Biomass on the RHI**
5. **Evaluation report on biomethane under the RHI**



Biomethane RHI proposals (1)

“stakeholder notice” with 3 weeks to comment on:

- 3rd round of TGs with a flexible element
 - Submit application with stage 2 info (financial close) by March 2021
 - Commissioning deadline of March 2022 but “clock starts” on payments in March 2021
- Extension to deadline of existing TGs (2nd round) to at least mid-March 2021 to respond to Covid 19 project delays

Biomethane RHI proposals (2)

12 weeks to comment on reforms to non-domestic RHI, including:

- Closure of Non-Domestic RHI March 2021
- Increased flexibility for biomethane producers through
 - better interactions with other schemes (e.g. RTFO)
 - enabling change of “registered producer”
- Provisions on taking account of use of (or contamination by) fossil fuels in feedstocks

Green Gas Support Scheme (1)

- New support scheme for AD biomethane injection
- From Autumn 2021 for 4 years, then replaced by long-term alternative
- Learning lessons from RHI – through the evaluation report, and stakeholder feedback
 - ongoing tariff support
 - tweaks to improve experience for you
 - continuing to ensure VfM for the taxpayer

Green Gas Support Scheme (2)

- Tariffs and tiering
 - Proposed a range of tariff values at each tier, and range of tariff lengths
 - We need your input on what you need to build good plant
- How to ensure Value for Money throughout the scheme
 - what kind of info would you able to provide to help us set tariffs going forwards?
 - Would an annual tariff review (applied to new applicants) work?
- Degression - what has worked well and not well on the RHI?
What ideas you have to make it work better?

Green Gas Support Scheme (3)

- Tariff Guarantees
 - Propose all projects to go through TG process
 - Anything you want to change from RHI process?
- Waste feedstock - could we increase the % of waste feedstock required?
- Digestate - how can we improve air quality, and increase commercial market?
- Interaction with other schemes – as with RHI reforms, want to make this work better.

We need your input!

- Please send us questions and comments as soon as you can
- More detailed webinars on RHI and GGSS in mid May- invitations to follow
- Send your comments and questions to buildingheat@beis.gov.uk