



## **Local Energy Challenge Fund**

Chris Morris Local Energy Scotland

Tests"





#### **About Us**



#### Local Energy Scotland is a consortium of







## **Community and Renewable Energy Scheme (CARES)**

- Increase local benefit from renewable energy
- Provides
  - Advice and support
  - Grants and loans
- Supports
  - Communities
  - Rural businesses
  - Local authorities, housing associations, charities etc.













#### **CARES – locally owned**



- Start up grants up to £10k.
- Access to pre-planning loans up to £150k with writeoff facility
- Toolkits & financial models
- Hand-holding and knowledge sharing







**CARES** – shared ownership

- Advice and support
- Start up grants (up to £20k) ۲
- Framework contracts
- CARES loan development costs ۲
- Partnership with REIF & National Forest Estate
- Community investment toolkit
- Partnership portal (coming soon)





**EXTERNALLY OWNED PROJECTS** 





#### Community Benefit Register.

Scottish Governments

- Good Practice Principles for Community Benefits.
- Advice to communities
- Start up grant (up to £10k)

# CARES – community benefit



100%



•



## **CARES – Local Energy Challenge Fund**

- Launched by the Scottish Government 18th August
- New £20 million stream of CARES
- Major demonstrator projects providing transformative and innovative local energy solutions
- Support local energy economy approach i.e. link local energy demand and supply.
- Demonstrate partnership and collaborative working
- Electricity, heat, transport
- Wider eligibility including private sector
- Builds on the CARES Infrastructure Innovation Fund (IIF)



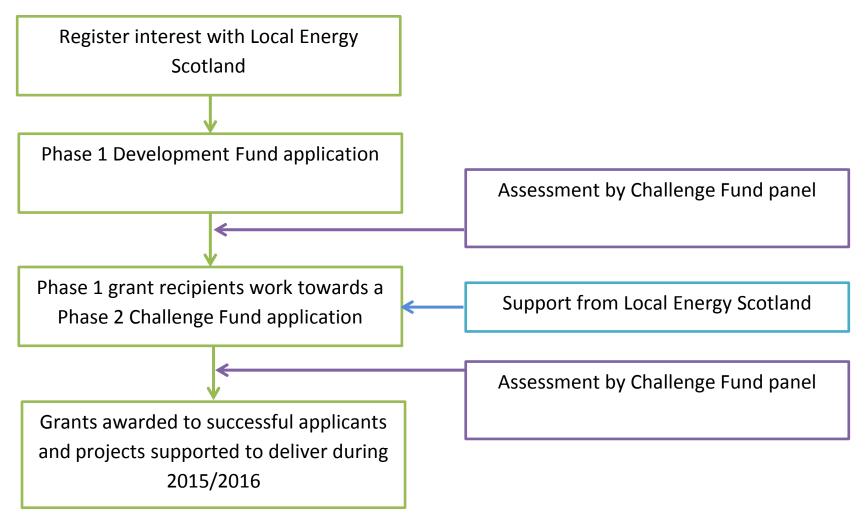






#### **Challenge Fund - process**









#### **Phase 1 applications**

- Simple application form
- Set out the vision for your project
- particularly welcome applications that are transformative and/or demonstrate new and innovative approaches
- Submit by 10<sup>th</sup> October
- Up to £30k development grants available to progress to Phase 2
- Handholding through Local Energy Scotland
- Around 20 projects supported
- ONLY projects approved under Phase 1 can develop a phase 2 application

LOCALENERGYSCOTLAND.ORG 0808 808 2288 FUNDED BY THE SCOTTISH GOVERNMENT







#### **Phase 2 applications**

LOCAL ENERGY SCOTLAND

- Only Phase 1 approved projects can apply
- Phase 2 applications supported by Local Energy Scotland – grants and hand holding
- Grants and loans between £1 million and £6 million
- Around 4-6 projects awarded funds
- Need partner(s) for phase 2

NERGYSCOTLAND.ORG

- Notified under General Block Exemption Regulations – structure budget to maximize grant intervention rates
- Scottish Government funds to be spent by April 2016





# Local Energy Challenge fund - timescales



Provisional Date	Stage
10 <sup>th</sup> Oct 14	Application deadline for Phase 1 Challenge Fund applications
10 <sup>th</sup> - 15 <sup>th</sup> Oct 14	Review and appraisal of the Phase 1 Development applications by Local Energy Scotland
17 <sup>th</sup> Oct 14	Phase 1 application pack issued to the Challenge Fund Panel
27 <sup>th</sup> , & 28 <sup>th</sup> Oct 2014	Phase 1 Panel Meeting
3 <sup>rd</sup> Nov 14	Award 10-20 projects Phase 1 funding to work up Phase 2 Challenge Fund Applications
6 <sup>th</sup> Feb 15	Phase 2 Local Energy Challenge Fund Applications submitted
w/c 9 <sup>th</sup> Feb 15	Review and appraisal of the Challenge Fund applications
13 <sup>th</sup> Feb 15	Phase 2 application pack issued to the Challenge Fund Panel
w/c 23 <sup>rd</sup> Feb	Phase 2 Panel Meeting –Includes presentations from applicants
9 <sup>th</sup> March 2015	2- 6 Local Challenge Fund projects awarded funds
31 <sup>st</sup> March 2016	Scottish Government grant funds spent





# Local Energy Challenge Fund - examples of projects



- Demand-side management to maximise local energy production.
- Linking local generation to local district heating scheme.
- Smart electric vehicle charging system linked to local generation.
- Alternative low carbon marine transport.
- Energy storage.
- Hydrogen injection into gas grid or for sustainable transport.
- Consortia approaches to sharing grid costs.
- Local finance to retain local value.
- Local energy master-planning.
- Integrated energy efficiency.









#### www.localenergyscotland.org/challenge

Challenge Fund - How to Apply

- State Aid Information
- Case Studies and Inspiration
- Application Documents
- Frequently Asked Questions







#### The opportunity

- Linked to the Local Energy Economy vision outlined in the Scottish Governments Community Energy Policy Statement
- Ambitious demonstrator projects that leads to change
- Opportunity to link up energy supply and demand to transform Scotland's energy use.
- Criteria is wide and unconstrained to allow creative ideas from a range of stakeholders
- Demonstrator projects will influence future Scottish Government support
- Must apply through Phase 1 allows grant funding and support for phase 2 applications.
- Review the website and guidance notes







#### **Contact Us**





#### Local Energy Scotland

0808 808 2288 Local Development Officers contact details on our website



Local Energy Scotland | Energy Saving Trust | Ocean Point 1 | 94 Ocean Drive | Edinburgh | EH6 6JH



localenergyscotland.org info@localenergyscotland.org



@localenergysco



