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Subject: RHI - Funding Profile
Date: 30 June 2015 10:57:09
Attachments: [RHI - 2012 Business Case - Funding Profile.pdf](#)

Trevor,

See attached an extract from the 2012 Business Case for RHI which gives the funding profile as 2012/13 £2M, 2013/14 £4M, 2014/15 £7M, 2015/16 £12M (Total £25M).

If you need any further info let me know.

Kind regards,

Rachel

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13. ASSESS AFFORDABILITY AND RECORD ARRANGEMENTS FOR FUNDING, MANAGEMENT, PROCUREMENT, MARKETING, BENEFITS REALISATION, MONITORING & EX-POST EVALUATION

Affordability

- 13.1 As previously stated, funding of £25m is available to 2015/16 for this scheme, following that DETI will need to secure additional funding from DECC to continue the scheme to 2020. DECC has indicated that the GB scheme will be open to new entrants to 2020 and in the GB State Aid application noted that the expected subsidies paid in 2020 in the GB RHI to be in the order of £2.3bn, a 3% pro-rata share of these subsidies is £70m. It is therefore assumed that DETI will receive additional funding post 2016 as a pro-rata share of DECC budget for the RHI.
- 13.2 In developing the NI RHI, CEPA assumed a funding profile of £2m/£4m/£7m/£12 (as indicated) and then an additional £5m per annum to 2020, i.e. £17m/£22m/£27m. This developed from impact assessments published by DECC and is less than an incremental 3% share of GB expected spend. The expected subsidy spend for the DETI policy in 2020 is £38m, again this is within both the profiled budget assumed by CEPA and the share that could be expected through DECC.
- 13.3 HMT have already indicated that any spending commitments made via the initial NI RHI (i.e. through the £25m) will be met by ongoing RHI payments from HMT.
- 13.4 DETI is therefore content that the scheme is affordable under the current funding profile and the expected available budget post 2015/16.
- 13.5 The rest of this Chapter focuses on the administration aspects of the scheme, the management of payments, monitoring uptake and future evaluation.

Administration of the RHI

- 13.6 It is proposed that Ofgem are given responsibility for the administration of the NI RHI. Ofgem were identified for this role because of their experience in effectively and efficiently developing and administering other Government environmental programmes including the GB RHI and the Northern Ireland Renewables Obligation (NIRO). Ofgem would administer the NI RHI alongside the GB RHI, and thereby provide significant cost savings to DETI.