Brennan, Mike

From:

Morelli, Emer

Sent:

19 December 2016 17:29

To:

Brennan, Mike; Scott, Michelle

Subject:

FW: Options

Mike/ Michelle

For info and as discussed by Minister at this morning's briefing.

Emer

From: Máirtín Ó Muilleoir [mailto:mairtin@newbelfast.com]

Sent: 19 December 2016 11:32

To: Morelli, Emer Cc: Eoin Rooney Subject: FW: Options

Option 1. Fix system and reduce to allowable tariff.

Pros

- 1. Keep £400m of AME coming into economy (approx £20m per annum)
- 2. Fix system and get renewable energy benefits
- 3. No cost to public purse
- 4. Avoids distress of geniune users if system is closed down and stories in newspapers etc.

Cons

- 1. Needs Commission Approval
- 2. Needs legislation (as do all options)
- 3. Will be end of year before this new system is in place.
- 4. Attorney General prefers closure option below.

Cion 3. Close system down

Pros

- 1. It's over
- 2. No danger of additional cost going forward once we buy out the users and compensate them.
- 3. British may gift us the £60m cost of closing
- 4. Doesn't need Commission Consent
- 5. Attorney General thinks this is best route forward if challenged

Cons

- 1. Will cost around £60m to public purse
- 2. We lose the AME going forward £600m which is payment to those using boilers and goes into economy. If used correctly there is no extra cost to our coffers.
- 3. Loses any renewable benefits of the scheme in terms of movement from fossil fuels.

4. Smacks of panic.