



Mastering the CRC Energy Efficiency Scheme

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CRC Energy Efficiency Scheme

Key Points

Policy Changes

Qualification & Registration

Emissions Covered

Footprint & Annual Reports

Revenue Recycling & League Tables

Penalties

Strategy

Key Points

- **Mandatory scheme**
 - Incentivise energy efficiency
 - Reduce energy use
 - Foster behavioural change
 - Deliver emissions reductions
 - Achieve senior management engagement
- **Cap & Trade Scheme**
 - Cap ensures CO₂ reduction
 - Participants decide on which reductions
- **Revenue neutral**
- **No double counting**

Policy Changes

- **2010 is a reporting year only**
 - Single sale of allowances in April 2011
- **Flexibility in participation**
 - Disaggregation of large subsidiaries
- **Increased weighting of early action metrics**
- **Recognition of equivalents to CT Standard**
- **Renewables to be published**
- **Other technical & definition changes**

Qualification

- **Involvement in the CRC**
 - At least one HHM
- **Participant**
 - >6 000 MWh a year
- **Information disclosure**
 - <6 000 MWh a year
- **Qualification years**
 - Phase 1 – 2008
 - Phase 2 - 2010



Registration

Organisation information

Contact information

Organisation structure

Significant group undertakings

Meter details

Consumption information

Payment details

Information Disclosure

Registration type

Declarer or participant

Organisation details

Contacts

Senior officer

Information on HHM

Electricity usage in qualification year

Summary of data entered

Emissions Covered

All direct and indirect emissions except:

Transport use

Domestic use

Energy not for own use (except landlords)

Energy not consumed in UK

Emissions covered by other schemes

Footprint Reports

Sets emissions coverage for the phase
And base recycling payment

Demonstrates 90% rule compliance
Footprint includes EU ETS & CCA emissions

Identifies CRC emissions

Phase 1 report due 31/07/2011

Only one footprint report per phase

Phase 2 footprint report based on 2011/12

Annual Reports

Reports actual emissions

Provides information for league tables

Reports on early action metrics

Reports on growth metric

Details how many allowances are to be surrendered

Submitted 4 months after end of compliance year

League Tables

	Year 1	Year 2	Year 3	Year 4
Early Action	100%	40%	20%	0
Absolute	0	45%	60%	75%
Growth	0	15%	20%	25%

Revenue Recycling

Base recycling payment

Based on footprint year

Percentage fixed throughout each phase

Variable recycling payment

Based on league table performance

10% in year 1

20% in year 2

30% in year 3

40% in year 4

50% in year 5

To be reviewed thereafter based on results



Penalties

Failure to register

Failure to disclose information

Failure to provide footprint report

Failure to annual report

Incorrect reporting

Failure to hold & cancel sufficient allowances

Failure to keep adequate records



Strategy

Compliance, compliance, compliance

Engage & involve senior management

Assign responsibilities for CRC

Collect information now

Register early

Maintain adequate records

Allowances purchase strategy

Performance

Financial

Environmental

Reputational



Any questions?

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