

**BRE**

# Changing markets in the UK

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## Changing markets

- Interventions to make markets change
- Introduction of new markets

## Market mechanisms

- Climate Change Levy (CCL)
- Carbon Trust programmes
- Emissions Trading Scheme

## CCL - Government objectives

- To produce a predicted Carbon Savings 5 Million Tonnes / annum by 2010
- Protect competitiveness of UK business
- To be revenue neutral between business and public sectors, and between industry and service
- Introduced in Finance Bill 2000
- Took effect from April 2001

# Climate Change Levy

- extra 0.43p/kWh on electricity
- extra 0.15p/kWh on gas and coal
- extra 0.07p/kWh on LPG

## Exemptions

- “New renewables”
- CHP
- Temporary exception on gas in N Ireland (for up to 5 years)

## Discounts

- 80% for Energy Intensive sectors that sign up to energy or emissions targets with DETR (Negotiated Agreements)
- 50% Temporary discount for Horticulture (for up to 5 years)

## Market mechanisms

- Climate Change Levy
- Carbon Trust programmes - [Carbon Trust.ppt](#)
- Emissions Trading Scheme - [Emissions trading.ppt](#)