

Supplementary forecast information release: Renewable Heat Incentive

The OBR is releasing the information below following a request for further detail underlying the November 2015 *Economic and fiscal outlook (EFO)*. The OBR will where possible meet requests to release supplementary forecast information, where this will improve the quality of public debate on the public finances. Our full release policy can be found on our website.

Spending Review and Autumn Statement 2015 set out budgets for the Renewable Heat Incentive (RHI) from 2016-17 to 2020-21. The reforms to the scheme introduce additional budget management controls, including budget caps. RHI spending is therefore forecast to reach £1.15 billion by 2020-21.

Spending on RHI was included in the environmental levies forecast in Table 4.15 of our November *EFO* alongside spending on feed-in tariffs, warm homes discount, renewables obligation, contracts for difference and the capacity markets scheme.

Table 1 shows the July 2015 forecast, the estimated savings from Autumn Statement policy measure and the post-measures November 2015 forecast.

Table 1: Forecast of RHI spending

	£ billion					
	Forecast					
	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
July 2015 forecast	0.43	0.67	0.88	1.15	1.47	1.84
Autumn Statement 2015 measure	0.00	-0.03	-0.10	-0.25	-0.46	-0.69
November 2015 forecast	0.42	0.64	0.78	0.90	1.01	1.15