Statement to Parliament: The Clean Growth Strategy

The government is today publishing the Clean Growth Strategy — an ambitious strategy to cut emissions while keeping costs down for consumers, creating good jobs and growing the economy. This is an important component of our modern Industrial Strategy. We are also laying our responses to the Committee on Climate Change's 2017 Progress Report to Parliament and publishing a suite of related documents.

Clean growth can make a real difference to people's lives, from reducing energy bills and improving air quality, to supporting new technologies and boosting earning power in high-quality jobs.

We start from a position of strength. We have already made significant progress towards our legally binding 2050 target to reduce emissions by at least 80 per cent against 1990 levels. We exceeded the target emissions reductions of our first carbon budget (2008 to 2012) by one per cent of the budget level and we project that we will outperform against our second and third budgets covering the years 2013 to 2022 by almost five per cent and four per cent respectively.

The UK is a world leader in cutting emissions while growing the economy. Provisional statistics indicate that UK emissions in 2016 were 42 per cent lower than in 1990 and 6 per cent below those in 2015. At the same time, the UK's GDP has increased by 67 per cent since 1990 showing that a strong, growing economy can go hand in hand with reduced emissions. On a per person basis, this means that we have reduced emissions faster than any other G7 nation and led the G7 group in growth in national income over the period.

The global transition to a low carbon economy offers huge growth opportunities which the UK is well placed to take advantage of as a core element of our Industrial Strategy. Our low carbon sector already employs over 230,000 people directly and another 200,000 through supply chains. Analysis for the Committee on Climate Change estimated that the low carbon economy has the potential to grow 11 per cent per year between 2015 and 2030 — four times faster than the rest of the economy.

While we have performed strongly to date, the task ahead is significant. The Clean Growth Strategy sets out policies and proposals across the whole of the economy and the country including business, housing, transport, power, the natural environment and the public sector.

Low carbon innovation is at the heart of our approach, with over £2.5 billion of government investment from 2015 to 2021. This forms part of the largest increase in public spending on UK science, research and innovation in almost 40 years.

The Clean Growth Strategy is an important milestone in the UK's work to cut

emissions and grow the economy. But it is not the end of the process. Clean technology is developing at a rapid pace and costs are falling faster than many predicted — for example, the cost of offshore wind has halved in two years. We look forward to working with colleagues across both Houses and the Devolved Administrations, and with people and organisations across the country, to ensure the UK can continue to lead the world in clean growth.

Press release: Nuclear Safeguards Bill introduced today

• Equivalent high standards of Euratom to be maintained

The UK will establish a domestic nuclear safeguards regime under measures contained in the <u>Nuclear Safeguards Bill</u>, introduced to Parliament today (Wednesday 11 October).

As set out by Business Secretary Greg Clark on <u>14 September 2017</u>, the government is committed to a domestic nuclear safeguards regime which will deliver to existing European Atomic Energy Community (Euratom) standards, exceeding those required by the wider international community.

The Bill, first announced in the <u>Queen's Speech</u>, will bolster the roles and responsibilities of the UK's existing nuclear regulator, the <u>Office for Nuclear Regulation (ONR)</u>, once the UK leaves Euratom.

The UK will continue to be a member of the International Atomic Energy Agency (IAEA) and work is ongoing on new agreements with international parties to ensure it continues to meet relevant international standards.

Energy Minister Richard Harrington said:

The Nuclear Safeguards Bill will help secure the future of the UK's nuclear industry and high standards of nuclear safety and safeguards once we leave Euratom.

We are bringing forward the UK's first new nuclear power plants in a generation and it is in our mutual benefit to maintain the successful working relationship we have now with Europe, and the rest of the world, on nuclear matters. This is what we will be looking to secure in negotiations with our partners.

Nuclear safeguards are processes which allow countries to show to the international community that civil nuclear material is used for peaceful purposes.

The UK will withdraw from <u>Euratom in 2019</u> as a result of the decision to leave the EU and the Nuclear Safeguards Bill will ensure that the UK has the right regime in place for the ONR to regulate nuclear safeguards.

UK Geoenergy Observatories

The British Geological Survey (BGS) is delivering a £31m investment in two subsurface (underground) research field sites to deliver new geological evidence that will advance our understanding of the subsurface environment and underpin the development of new energy science.

<u>Guidance: Marine licensing: An guide</u> <u>for Local Planning Authorities (LPAs)</u>

Information on the marine licence application process for LPAs.

Press release: Government confirms up to £557 million for new renewable energy projects

- Last auction saw cost of offshore wind halved and secured enough renewable capacity to power 3.6 million homes.
- UK decarbonising faster than any other G20 nation

Energy Minister Richard Harrington confirmed today (11 October 2017) that up to £557 million will be made available for less established renewable electricity projects as part of the government's Clean Growth Strategy, to drive economic growth and clean up the energy system.

Since 1990 the UK's emissions are down by more than a third while the economy has grown by two-thirds. Low carbon generation provided more than half (52%) our electricity this summer, according to National Grid, while PwC analysis shows the UK decarbonising faster than any other G20 nation.

The Clean Growth Strategy, which will be published this week, will build on this success and ensure Britain remains a global leader in the move towards a low carbon economy. It will ensure the whole country can benefit from new technologies, jobs and businesses that are good for consumers, the environment and the economy.

As part of the strategy, developers will compete for up to £557 million of funding in Contracts for Difference auctions which drive down energy costs for consumers and increase business confidence. The latest auction saw the cost of new offshore wind fall by 50% compared to the first auction held in 2015 and resulted in over 3GW of new generation which could power 3.6 million homes.

Energy Minister Richard Harrington said:

The government's Clean Growth Strategy will set out how the whole of the UK can benefit from the global move to a low carbon economy.

We've shown beyond doubt that renewable energy projects are an effective way to cut our emissions, while creating thousands of good jobs and attracting billions of pounds worth of investment.

The Clean Growth Strategy will look across the whole of the economy and the country. It includes ambitious proposals on housing, business, transport and the environment, as well as the power sector. It will also show how actions taken to tackle emissions have helped to reduce energy bills for households.

The next Contracts for Difference auction is planned for spring 2019.