#### **SOLAR** Pro.

# The latest uk energy storage subsidy policy

What is the long duration energy storage Investment Support Scheme?

Long Duration Electricity Storage investment support schemewill boost investor confidence and unlock billions in funding for vital projects. The UK is a step closer to energy independence as the government launches a new scheme to help build energy storage infrastructure.

When will long duration electricity storage (LDEs) projects be approved?

Today,8 April 2025,we open the first application window for Long Duration Electricity Storage (LDES) projects under the cap and floor regulatory scheme. This follows the March 2025 Technical Decision Document published with the government. We aim to approve the first projects by Q2 2026.

What is the long duration electricity storage (LDEs) cap and floor scheme?

PDF, 3.93 MB, 60 pages In October 2024, the government decided to introduce a Long Duration Electricity Storage (LDES) cap and floor scheme that will be delivered by Ofgem. The cap and floor scheme was strongly supported through consultation responses and builds on the approach already used to successfully deliver more electricity interconnection.

Can energy storage improve the resilience of the UK's electricity grid?

Over £32 million government funding has been awarded to UK projects developing cutting-edge innovative energy storage technologies that can help increase the resilience of the UK's electricity gridwhile also maximising value for money.

Can new energy storage technologies boost UK energy resilience?

However, new energy storage technologies can store excess energy to be used at a later point, so the energy can be used rather than wasted - meaning we can rely even more on renewable generation rather than fossil fuels, helping boost the UK's long-term energy resilience.

Will a new cap-and-floor scheme support long duration energy storage?

Flow batteries, compressed air, and liquid air likely to progress in second round, says regulator. Details of a new cap-and-floor scheme to support long duration energy storage (LDES) in the United Kingdom have been revealed, including significant decisions on eligibility criteria.

The Department for Energy Security and Net Zero (DESNZ) has reconfirmed its intention to introduce financial support for long-duration energy storage (LDES) projects by ...

The UK's energy regulator, Ofgem, is set to design and deliver the first round of a cap-and-floor mechanism for LDES technology. Following a consultation period held at the start of the year, Ofgem will implement the

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Policy changes in Italy are expected to have a significant impact on the European energy storage market, potentially leading to changes in local energy storage installations in 2024. Firstly, the decline in subsidies under the ...

UK"s first long-duration energy storage subsidy scheme opens for applications. Developers of Long Duration Energy Storage (LDES) schemes in the UK can now apply for cap and floor support, introduced by the ...

PNIEC envisages the 2030 energy storage scenario to consist of 8 GW of hydroelectric pumping systems (most of which are already in place), 4GW of distributed energy storage systems (i.e. smaller scale storage systems integrated with residential, mostly photovoltaic plants - many of these distributed energy storage systems are also already in ...

Amid the global boom of the battery storage market Germany is one of the leading countries for energy storage installation. Industry data shows installed capacity of residential battery energy storage in Germany totalled ...

available subsidies and interactions with Ofgem; and; the renewables project"s financing and other contractual obligations. Regulatory issues. Battery energy storage is considered generation for regulatory purposes and requires a licence from Ofgem under the UK Electricity Act 1989 unless an exemption applies (for example, being a smaller ...

In October 2024, the government decided to introduce a Long Duration Electricity Storage (LDES) cap and floor scheme that will be delivered by Ofgem. The cap and floor ...

Five projects based across the UK will benefit from a share of over £32 million in the second phase of the Longer Duration Energy Storage (LODES) competition, to develop technologies that can ...

The new LDES subsidy regime is due to be introduced in relation to the delivery of new (or significantly refurbished existing) LDES projects from 2030 onwards, with the first ...

Local authority West Sussex County Council has commissioned the 7.4 MW Westhampnett Solar Farm, co-located with a 4.4 MW lithium-ion battery. The project was built without government subsidy ...

Belgian energy storage subsidies storage in solar PV projects covering about 160-330 MW for 2025, in response to emerging challenges related to grid constraints and renewable integration in the country. ... latest subsidy allocation is part of the larger

Ofgem also confirmed lithium-ion battery storage will be eligible to apply for the scheme, however lithium-ion batteries will not be classified at LDES under the UK government's Clean Power 2030 plan for boosting renewables ...

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Interested parties should notify us via email at LDES@ofgem.gov.uk, using the subject heading "LDES SCHEME APPLICATION: [Project Name]" by 22 April 2025 of their intent to submit projects within this first application window and specify which track they wish to be ...

Following a public consultation launched in July 2024, the Polish Ministry of Climate and Environment has finalized its energy storage subsidy program which aims to support the deployment of more than 5 GWh of energy ...

RenewableUK senior policy analyst Yonna Vitanova said: "This is important milestone in delivering an energy system truly powered by domestic clean energy. We need ...

Other technologies include liquid air energy storage, compressed air energy storage and flow batteries, which are currently in development and would benefit from investor ...

long-duration energy storage in the power sector and by decarbonising key UK industries. It ... progress has been possible due to the UK's strong policy framework for growing low carbon ... the subsidy paid to hydrogen producers will enable them to sell hydrogen at a ...

The UK energy storage market is expected to grow from 4 GW in 2023 to 18.5 GW in 2030, with pre-table energy storage as the main growth point. ... Growth is mainly driven by household storage and pre-metre energy ...

A Danish renewable energy consultancy has warned the U.K. is likely to miss its target of having clean sources generate all its power by 2035 unless it introduces a financial incentive to drive ...

The latest subsidies and policies for energy storage companies. ... (PV)subsidy policies. Energy storage installations have surged by 61% this year. The Paris Olympics feature a mobile floating solar plant, while the UK sets new records in battery storage installations. Denmark reinstates subsidies for energy technology exports, and large-scale ...

Energy storage subsidy estimation for microgrid: A real option game-theoretic approach. Author links open overlay panel Weidong Chen a, Yu Zeng a, Chongqing Xu b. ... the international subsidy policies for energy storage industry generally comprise both one-off investment subsidy (or initial cost subsidy) and electricity price subsidy [18], [29].

The Department for Energy Security and Net Zero (DESNZ) has reconfirmed its intention to introduce financial support for long-duration energy storage (LDES) projects by way of a cap and floor mechanism, following consultation at the start of 2024. The technology-agnostic regime will provide financial support to projects that would otherwise not be able to progress, ...

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This blog provides an insightful overview of the UK government's recent implementation of tax relief for energy storage batteries, effective from 1 February 2024. Aimed at fostering energy efficiency and promoting a ...

Over £32 million government funding has been awarded to UK projects developing cutting-edge innovative energy storage technologies that can help increase the resilience of the UK"s...

comprehensive analysis outlining energy storage requirements to meet U .S. policy goals is lacking. Such an analy sis should consider the role of energy storage in meeting the country's clean energy goals ; its role in enhancing resilience; and should also include energy storage type, function, and duration, as well

The UK government has published its "Battery Strategy", setting out measures to facilitate the growth of a domestic battery industry to support the EV and energy storage system (ESS) sectors. The release yesterday (26 ...

Five projects based across the UK will benefit from a share of over £32 million in the second phase of the Longer Duration Energy Storage (LODES) competition, to develop technologies that can store energy as heat, electricity ...

Alliance (CESA), identifies and summarizes these existing trends in state energy storage policy in support of decarbonization, as reported in a survey the authors distributed to key state energy agencies and regulatory commissions in the spring of 2022. It also contrasts state energy storage policy trends with the preferences of energy storage

The plan will provide clarity on what the energy mix will look like for 2030 on a national and regional level, including updating the National Policy Statements for energy that guide planners so ...

3.13 Flanders Solar PV and Battery Storage Rebate 3.14 Energy Transition Fund 3.15 VAT reduction on Solar Panels 22 Renewable Energy Policy, UK 23 Renewable Energy Policy, Ukraine 24 Appendix Overview of the subsidy control regime - a flexible, principles-based approach for the UK

In the Americas, energy storage subsidy policies largely hinge on tax credits and additional feed-in tariff incentives. The imperative to develop energy storage in North America, coupled with the economic viability of ...

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