



Department for
Energy Security
& Net Zero

Lord Callanan
Parliamentary Under Secretary of
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Angus Brendan MacNeil MP
Energy Security and Net Zero Committee
House of Commons
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Dear Angus,

I am pleased to inform you that two announcements will be made today regarding Government support for industrial decarbonisation: winners of the Local Industrial Plans (LIDP) competition, and publication of guidance documents for Phase 3 of the Industrial Energy Transformation Fund.

Dispersed industrial sites account for approximately half of the UK's industrial emissions. In the 2021 Net Zero Strategy the Government committed to explore opportunities for faster decarbonisation of dispersed sites in the 2020s including funding for Mini-Cluster Industrial Decarbonisation Plans to develop shared infrastructure and integrated decarbonisation solutions in local areas.

To fulfil this commitment, the Government, in partnership with Innovate UK (IUK), has today announced the 12 winners of the Local Industrial Decarbonisation Plans (LIDP) competition, worth up to £6m. This supports collaborative working between groups of industrial manufacturers and other businesses to start their journey towards a low-carbon future.

The competition provides grant funding to support place-based industrial decarbonisation plans, driving benefits from collaborative partnerships across industries and sectors as they develop plans for the introduction of low-emission technologies. The programme of work will last until March 2025.

The projects which have been offered grants (subject to contract) are:

- Bradford Manufacturing Futures – Up to £726,729
- DECODE Corby – Up to £453,590
- Decarbonising Dalton Industrial Estate – Up to £129,063
- Decarbonising the Midlands Aerospace Cluster (DMAC) - Up to £444,739
- Decarbonising the Port of Poole Maritime Industrial Cluster – Up to £184,487
- Industrial Decarbonisation for Northern Ireland – Up to £595,905

- Making A Better Tomorrow: Decarbonisation of Stakehill Industrial Estate in Atom Valley – Up to £612,376
- NEW-ID (North East Wales Industrial Decarbonisation) - Up to £711,784
- Shoreham Port Industrial Cluster- Local Industrial Decarbonisation Plan – Up to £226,803
- The Solent Cluster: Local Industrial Decarbonisation Plan – Up to £757,601
- West of England Industrial Cluster Local Industrial Decarbonisation Plan – Up to £607,571
- ZCOP I-RMAP: Zero Carbon Oxford Partnership Industrial Roadmap and Action Plan – Up to £265,032

In addition, companies across England, Wales and Northern Ireland can also benefit from the support offered through the Industrial Energy Transformation Fund (IETF). The IETF provides grant funding towards the costs of studies and deployment projects that reduce the energy consumption and emissions produced by industrial sites, including sites in dispersed locations. Phase 3 of the IETF will allocate up to £185m in 2024. Today we are publishing the guidance documents ahead of the Spring 2024 application window which will open on 29th January and close on 19th April.

A handwritten signature in blue ink, appearing to read 'Martin Callanan', with a long horizontal flourish extending to the right.

Lord Callanan