

Streamlined Energy and Carbon Reporting (SECR)



This year the CRC Energy Efficiency Scheme, which comes to an end in April 2019, is being replaced with a new Streamlined Energy and Carbon Reporting (SECR) framework.

WHY IS SECR BEING IMPLEMENTED?

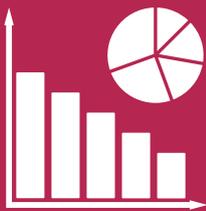
The new SECR framework's purpose is to simplify carbon and energy reporting requirements for companies, at the same time as ensuring they have the information they need to reduce emissions and energy costs.

WHO NEEDS TO COMPLY?

The SECR framework will apply to an estimated 11,900 companies across the UK, which compares to around 4,000 businesses that responded to the CRC Energy Efficiency Scheme.

- SECR has to appear as part of the Directors Report in the accounts filed at Companies House
- Quoted companies are already obliged to report on their energy and carbon consumption
- This legislation extends the scope to include large companies and limited liability partnerships, as defined by the Companies Act, with effect from financial years beginning after 1 April 2019
- The earliest possible financial year applicable is year ending 31 March 2020
- In line with SECR qualifying criteria, organisations have to meet 2 out of 3 of the following:
 - 1) Employees 250 or higher
 - 2) Sales £36 million or more
 - 3) Balance Sheet £18 million or more

REPORTING REQUIREMENTS



1. UK energy consumption (including fuel for transport) in kWh
2. Conversion of (1) in kWh to CO2 emissions
3. Previous Years figures
4. At least one measure of energy intensity (i.e kWh/unit of production)
5. Energy efficiency actions taken (e.g: Audits, monitoring, energy efficiency technology)
6. The methodology used to produce the data, basically a summary report

The auditor's report must gain director sign off to confirm, (or otherwise), that the SECR reporting:

1. Is consistent with the financial statements (Energy usage matches billed values)
2. Has been prepared in accordance with applicable legal requirements (meets the reporting requirements of SECR)
3. Does not contain any material misstatements (basically "this is true and accurate to the best of our knowledge")

HOW WE CAN HELP

Most of the SECR information is collected by us as part of our energy management service, allowing us to make SECR compliance easy. Contact your account manager or our energy improvement team for further details.