

Warm Homes Plan

Cheat Sheet

Lowering bills and Accelerating Clean Heat

- £2.7bn in grants and £2bn in low-interest loans to support heat pumps, solar panels, batteries and related clean technologies.
- Boiler Upgrade Scheme (BUS) expanded to £2.7bn, offering up to £7,500 per installation, including air-to-air heat pumps and innovative technologies such as heat batteries.
- Electricity costs reduced through Budget measures, with electric-heated homes benefiting most.
- From April, average heat-pump households save £200+ per year, and high-use electric storage-heated homes save £442.
- From April 2026, an average £150 reduction in energy bills will make electricity cheaper for all.

Warm Homes Fund and Finance

- A new £5bn Warm Homes Fund will support British businesses, innovation and cost reduction across the market.
- A Strategic Partnership with the green home finance sector will expand and diversify green financing options from the wider market.
- The BUS allocation includes Heat Pump Ready funding, up to £30m between 2026/27 and 2029/30, supporting preparation and delivery at scale.
- ECO4 is expected to be extended by nine months, ending on 31 December 2026.

Clear Funding Allocation and Scheme Timelines

- Funding for low-income homes includes WH:SHF and WH:LG, with additional WH:SHF funding in 2026/27, bringing the total to £754m.
- Further detail on funding deployment across all tenures from 2027/28 onwards, including devolution implications, will be set out in March.
- The Great British Insulation Scheme (GBIS) will end on 31 March 2026.
- ECO4 is expected to be extended by nine months, ending on 31 December 2026.
- £1.2bn has been allocated to Scotland and Wales to support decarbonisation and retrofit initiatives in devolved regions.

Homes Fit For The Future

- Government and industry will work together to reduce heat-pump installation times to around three days from sign-off.
- EPCs will be reformed to better reflect and reward home electrification.
- Smart functionality will be required in all clean-heat technologies.
- Consumer protection for home upgrades will be simplified and strengthened under closer government oversight.
- Heat networks will be regulated for the first time, ensuring fair prices and fair treatment for customers.

Cutting Fuel Poverty

- The Warm Homes Plan aims to lift 1 million households out of fuel poverty.
- £5bn will support low-income households through upgrades delivered with local authorities, mayors and social housing providers, alongside additional investment from housing providers.
- Around 6 million households will continue to receive the £150 Warm Home Discount.
- Stronger minimum energy efficiency standards (MEES) will apply to private renters in England and Wales, with proposals for new standards for social renters in England.

Jobs, Skills and Economic Growth

- £15bn public investment in the Warm Homes Plan, within £38bn this Parliament.
- Support for 180,000 high-quality jobs across energy efficiency and clean heating, with a new jobs taskforce with the Trades Union Congress to promote fair pay, job security and good working conditions.
- Target for 70% of heat pumps sold in the UK to be UK-made, backed by £90m in manufacturing grants.
- £30m to support clean-heat innovation and bring new products into grant schemes.
- Heat Training Grant increased to £21m, plus an £8m Warm Homes Skills Programme covering solar, insulation and assessment.
- £1bn investment in heat networks in cities and urban areas, creating 18,000 jobs.

Public Sector Leadership – Defence Housing

- Around half of the 47,000 military family homes currently have an EPC rating of D or below.
- An additional £1.5bn has been allocated to improve insulation and upgrade homes to low-carbon heat, giving families greater control over energy use and reducing bills.
- In October 2025, Great British Energy extended its solar scheme to the Ministry of Defence, deploying solar panels and micro-wind turbines across military sites, with savings redirected to vital defence spending.

National Coordination

- A Warm Homes Agency (WHA) will be established as a dedicated public body to lead delivery of the Warm Homes Plan, coordinate partners and guide the transition.

For more information visit www.livgreen.co.uk