

## Enhanced Capital Allowance Scheme

<b>Website</b>	<a href="http://www.eca.gov.uk/">http://www.eca.gov.uk/</a>	
<b>Available to</b>	Businesses located within England, Wales, Northern Ireland or Scotland (excluding the Isle of Man and the Channel Islands)	
<b>Listed technologies</b>	Air-to-air energy recovery	Motors and drives
	Boiler equipment	Radiant and warm air heaters
	Compact heat exchangers	Refrigeration equipment
	Compressed air equipment	Solar thermal systems
	Heat pumps for space heating	Uninterruptible power supplies (UPS)
	Heating, ventilation and air-conditioning equipment	
<b>Non-listed technologies</b>	Automatic monitoring and targeting (AMT)	Combined heat and power (CHP)
	Lighting	Pipework insulation
<b>Aid Available</b>	<p>Enables businesses to claim 100% first-year capital allowance on investments in energy-saving equipment, against the taxable profits of the period of investment.</p> <p><b>e.g.</b> a business invests £10,000 in a heat pump for space heating and pays corporate tax at 28%. At the end of the financial year, the business can claim 100% first-year capital allowance and reduce his tax bill by £10,000 x 28% = £2,800. This gives a cash boost, reduces the payback period on the investment and reduces the business' energy bill.</p>	
<b>Requirements</b>	<ul style="list-style-type: none"> <li>- 'Listed technologies' must be listed on the Energy Technology List (<a href="http://www.eca.gov.uk/etl/find/">http://www.eca.gov.uk/etl/find/</a>)</li> <li>- 'Non-listed technologies' must be deemed eligible by manufacturer/supplier</li> <li>- Certification required for CHP and AMT</li> </ul>	
<b>Relevant costs</b>	<ul style="list-style-type: none"> <li>- For 'listed technologies' you can claim the cost of the equipment itself, and other costs directly involved in installing. This includes transportation, project management, labour and modifications to site or existing equipment</li> <li>- For 'non-listed technologies' see <a href="http://www.eca.gov.uk/etl/claim/non-listed.htm">http://www.eca.gov.uk/etl/claim/non-listed.htm</a></li> </ul>	
<b>Application</b>	ECA claims should be submitted as part of your normal corporate or income tax return	
<b>Notes</b>	The 100% first-year capital allowance relieves all the qualifying spending. Therefore there is no unrelieved spending to carry forward against profits of later years	