

# Shared Ownership

## WHAT IS SHARED OWNERSHIP?

'A renewable energy project which involves the community as a partner' – Scottish Government

Energiekontor is committed to offering Shared Ownership as part of any of our onshore wind developments. We have worked with Local Energy Scotland, Renewable Energy Investment Fund and independent fundraisers to develop our model. It is designed to give maximum say to local communities on things that matter, like local projects, whilst minimising the administration required.

DBEIS (The Department for Business, Energy and Industry Strategy (formally DECC)) has some specific requirements in relation to percentage offered to the community. All Energiekontor's Shared Ownership offerings meet both Scottish Government and DBEIS requirements.

The Scottish Government has an ambitious target of 500 MW of community owned renewables project by 2020.

### SHARED OWNERSHIP & YOU

Why does Shared Ownership matter to you:

- Invest in a local with farm and get regular returns
- Get regular wind farm performance reports
- Get involved with the Community Investment Company
- Help fund local causes
- Apply for funding for your local project

### TIMING EXPECTATIONS

Governing contract	Heads of Terms period	Shared Ownership Option	Shared Ownership Agreement	None
Sign Heads of Terms				
Complete planning process	1 YEAR			
Planning decision				
Complete financing process	9 MONTHS			
Financial close				
Sign Shared Ownership Option Agreement				
Construction		1 YEAR		
Take over				
Sign Shared Ownership Agreement				
C.I.C. Invest into windfarm				
Repay loan			20 YEARS	
Operate windfarm			25 YEARS	

### TIMELINE

Pre planning submission

### WHAT WE WILL DO

- Set up exhibition(s) and meetings with interested parties and stakeholders

### WHAT YOU DO

- Let us know whether you are interested in investing in the wind farm
- Let us know whether you would be interested in applying for community funds
- Let us know if you are interested in managing the Community Interest Company

---Set up and register a Community Interest Company---

- Community Interest Company and Energiekontor sign heads of terms

- Let us know what objective the Community Interest Company should have
- Let us know if you are interested in sitting on the board of the Community Interest Company

Post planning submission

- Continue engagement

- Raise any comments, questions or concerns

Post planning permission if granted

- Set up contract & Community Interest Company to raise financing

- Commit investment

Wind farm operational

- Pay returns as per the contract

- Invest into the wind farm via the Community Interest Company

### OUR MODEL

- Locals put first:
  - > Local investors get an enhanced rate of return
  - > National and institutional investors get a standard rate of return
  - > All investment goes through a Community Interest Company which takes a share of the wind farm returns to re-invest in local projects, but not from local investors
- Secure return – The wind farm provides a guaranteed return with the investors having precedent of payment over the wind farm owner
- Share in good years – The local investors and the Community Interest Company get a bonus return in windy years



