The Rt Hon Rishi Sunak MP 10 Downing Street London SW1A 2AA CC: the Rt Hon Claire Coutinho MP







MoneySavingExpert









29 September 2023

Dear Prime Minister,

We are writing as a group of consumer organisations and charities to ask for urgent action to introduce a social tariff for energy – something that is desperately needed by millions of struggling households in the UK.

With winter fast approaching, short-term, targeted support is needed to protect the most vulnerable households in and on the edge of fuel poverty. These are people whose bills have become so unaffordable that they are having to make the desperate choice nobody should have to make – between heating and eating. But, as your government has itself acknowledged, we also need to work towards a longer term solution. We are therefore calling on the government to publish the crucial consultation it committed to a year ago on future protection for energy consumers.

Last year's Autumn Statement promised to "develop a new approach to consumer protection in energy markets, which will apply from April 2024 onwards," and said that the government "will work with consumer groups and industry to consider the best approach, including options such as social tariffs..." In April, the Department for Energy Security and Net Zero reiterated that commitment, setting out an intention to consult in summer 2023 on the same. Despite these assertions, we are yet to see this consultation materialise.

The energy crisis is not over, and while the wholesale price of gas is falling, energy bills remain sky-high. Today, some 6.6 million households find themselves in fuel poverty after a winter that pushed many into making painful choices and created record amounts of debt. Currently £2.25bn is owed by UK households who are behind on their energy bills, up more than 70% over the past three years.

In the absence of the Energy Bills Support Scheme this winter, households will be facing bills 13% higher than the last, and energy costs are still substantially higher than they were before the crisis started. Forecasts show no sign of relief either — we can expect millions of people in low-income and vulnerable households to suffer many more years living in a cold home, rationing energy, and struggling to cook a hot meal. As families fall behind on bills, they will be faced with the double whammy of facing high costs and trying to drag their way out of energy debt.

This is a long-term problem that requires a sustainable safety net for these people. Anything else will be a costly sticking-plaster. There's now a significant risk that no new protections will be in place by the time they are desperately needed.

One of the most effective ways the government can address this enduring challenge is through the introduction of comprehensive targeted energy support, sometimes referred to as a social tariff. This would provide a deeper price protection for all households struggling with their energy bills.

This support would have numerous additional benefits for the country and would help meet your five key pledges. A social tariff would help to reduce inflation by bringing down the cost of energy bills. The money saved by households would likely find its way into local economic growth. It would also help slash waiting lists by reducing cold-related illnesses brought on by living in an underheated home.

We now collectively ask you to bring forward the consultation the government promised a year ago and help prevent millions more falling into fuel poverty in this country.

Yours sincerely,

National Energy Action, Age UK, Citizens Advice, Energy Action Scotland, Fair By Design, Money Saving Expert, and Scope

This letter is supported by the following organisations:

Access2advice

ACE (Action in Caerau and Ely)

ACRE (Action with Communities in Rural England)

Act on Energy

Action Renewables

Advice For Renters

Age NI

ALlenergy

Angus MacNeil MP (chair, Energy Security and Net Zero Committee)

Asthma+Lung UK

Awel Amen Tawe

Barnardo's

Belfast City Council

Believe Housing

Ben Lake MP (chair, Fuel Poverty and Energy Efficiency All-Party Parliamentary Group)

Brighton and Hove Energy Services Co-operative

Bro Myrddin Housing Association

Bromley by Bow Centre

Bryson Energy

Building Communities Trust

Cardiff Quakers

Care & Repair Cymru

Centre for Sustainable Energy

Centre for Sustainable Technologies

Changeworks

Chartered Institute of Housing

Christians Against Poverty

Citizens Advice Canterbury

Citizens Advice Gwynedd / Cyngor ar Bopeth Gwynedd

Citizens Advice Rhondda Cynon Taf / Cyngor ar Bopeth Rhondda Cynon Taf

Citizens Advice Scotland

Citizens Advice South Lincolnshire

Citizens Advice Swansea Neath Port Talbot / Cyngor ar Bopeth Abertawe Castell-nedd Port Talbot

City of Doncaster Council

Clean Slate

Climate and Community

Climate Cymru

Climate Shop

Clynfyw Care Farm

Coastline Housing

Community Housing Cymru

Community Law Service

Connecting Communities in Berkshire

Croydon Community Energy

Cumbria Action for Sustainability

Datblygiadau Egni Gwledig

Debt Justice

Dolmens Climate Action Network

EastSide Partnership

Egni Cooperative

End Fuel Poverty Coalition

Exeter Community Energy

Faith in Families

Family Fund

Ffynnone Community Resilience

Fife Council

Food Aid Network

Glen Housing Association

Grampian Housing Association

Green Squirrel

Greenans Products

Greener Futures

Groundwork

Gwyrddni

Harvey Girls

Hillcrest Homes

Hjaltland Housing Association

Home-Start Down District

Independent Age

International Longevity Centre

Jigsaw Homes

Leeds City Council

Leonard Cheshire

Lochaber Housing Association Limited

Macmillan Cancer Support

Marie Curie

Melin Homes

Mencap

Merthyr Tydfil Housing Association

Mid Devon District Council

Money Advice Scotland

Money Matters Money Advice Centre

Motor Neurone Disease Association

Muirneag Consulting

National Debtline

National Federation of ALMOs

Newport City Homes

Newydd Housing Association

North Belfast Senior Citizens Forum

North Somerset Council

North Yorkshire Citizens Advice and Law Centre

Northampton Partnership Homes

Northern Housing Consortium

NUS-USI (National Union of Students-Union of Students in Ireland)

Older People's Commissioner for Wales

Paragon Housing Association

Parkinson's UK

Personal Finance Research Centre

Pontypridd Land Society

Power Circle

Public Voice

Queens Cross Housing Association

Race Equality First

Rethink Mental Illness

Royal National Institute for Deaf People

Royal National Institute of Blind People

Scarf

Scottish Federation of Housing Associations

Sense

Single Parents Support and Advice Service

South Seeds

St Andrews Environmental Network

St Giles Trust

Stepchange Debt Charity

Stirling District Citizens' Advice Bureau Ltd

Stop Climate Chaos Cymru

Sustainable Wales

Tai Pawb

THAW Orkney

The Action Group

The Archbishop of Wales

The Bevan Foundation

The Coproduction Network for Wales

The Cottage Family Centre

The H&A Group

The Mentor Ring

The One Planet Centre

The Welcome Centre

Thirteen Ltd

Thomas Pocklington Trust

Tir Natur

Trefnu Cymunedol Cymru / Together Creating Communities

Trowbridge Pantry

Tunbridge Wells Borough Council

Turn2Us

Wakefield and District Housing

West Suffolk Council