

# State aid: Commission approves three support measures for renewable energy in Denmark

Denmark has a goal of supplying 50% of its energy consumption from renewable energy sources by 2030 and to become independent from fossil fuels by 2050. In line with this goal, the Danish authorities will implement three measures supporting renewable energy:

- A **multi-technology tender scheme** for onshore and offshore wind turbines and solar installations, with a budget of DKK 842 million (€112 million). The beneficiaries of the aid will be selected through two tenders organised in 2018 and 2019, with the different technologies competing with each other. The selected installations will offer their electricity on the market and receive support in the form of a premium on top of the market price (top-up payment).
- An **aid scheme for onshore wind for test and demonstration projects** outside the two national test centres for large wind turbines, with an expected budget of DKK 200 million (€27 million), and a **transitional aid scheme for onshore wind**, with a budget of DKK 40 million (€5 million).

The aid for the three schemes will be granted for a period of 20 years from the time of the connection to the grid. The renewable support schemes are financed from the State budget.

The Commission assessed all three schemes under EU State aid rules, in particular the Commission's [2014 Guidelines on State Aid for Environmental Protection and Energy](#). It found that the three Danish schemes will encourage the development of offshore and onshore wind and solar technologies, in line with the requirements of the Guidelines.

On this basis, the Commission concluded that the measures will help Denmark boost the share of electricity produced from renewable energy sources, in line with the [environmental objectives of the EU](#), while any distortion of competition caused by the state support is minimised.

## **Background**

The Commission's [2014 Guidelines on State Aid for Environmental Protection and Energy](#) allow Member States to support the production of electricity from renewable energy sources, subject to certain conditions. These rules are aimed at meeting the EU's ambitious energy and climate targets at the least possible cost for taxpayers and without undue distortions of competition in the Single Market.

The [Renewable Energy Directive](#) established targets for all Member States' shares of renewable energy sources in gross final energy consumption by 2020. For Denmark, that target is 30% by 2020. Furthermore, Denmark has a goal of

supplying 50% of its energy consumption from renewable energy sources by 2030 and to become independent from fossil fuels by 2050. All three schemes aim to contribute to reaching those targets.

More information on today's decision will be available, once potential confidentiality issues have been resolved, in the [State aid register](#) on the Commission's [competition](#) website under the case numbers SA.49918, SA.50715 and SA.50717. The [State Aid Weekly e-News](#) lists new publications of State aid decisions on the internet and in the EU Official Journal.