Scrappage scheme

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Background: existing scheme

Current scheme

• The £23m van scrappage scheme was launched by the Mayor in February 2019. The GLA fund the scheme
• The scheme supports eligible organisations to replace vehicles that don't meet the Ultra Low Emission Zone (ULEZ) standards
  – sole traders, micro businesses and small businesses (with 50 or fewer employees) can replace vans
  – charities can replace minibuses
• The scheme was enhanced in January 2020 to further accelerate uptake. The payment amount doubled, and the criteria for eligibility relaxed.
• Eligible organisations must now either be:
  – registered in Greater London or
  – have been driven within the Congestion Charge zone at least 26 times between 22 August 2018 and 22 February 2019 (six months before the start of the Scrappage scheme)
• Eligible organisations can scrap up to 3 vehicles. The scrappage options are now:
  – Option 1: Scrappage for frequent users of the Congestion Charge area (£7,000)
  – Option 2: Scrappage and purchase/lease of Euro 6 replacement (£7,000)
  – Option 3: Scrappage and contribution towards running costs (including insurance) of an electric vehicle (£9,500)
Announcement of heavy vehicle changes to open later this year

- To help clean up the heavy vehicle fleet, the van scrappage scheme will open to small businesses operating heavy vehicles later this year
- Heavy vehicles, include HGVs, coaches and buses that are not part of the TfL network
- TfL is finalising the details of the scheme, but it is expected that it will be in the form of a grant of around £15,000 for each polluting heavy vehicle, up to a maximum of three vehicles
- If you're a small business (with 50 or fewer employees) or charity, we encourage you to pre-register your interest in the scheme. Email info@LoCITY.org.uk and tell us the type of vehicles you operate