

LIFE info days 2023

Energy policy update

Fit-for-55 and REPowerEU

EED - RED - EPBD

REPowerEU

Market Reform

Net-Zero Industry

Digitalisation

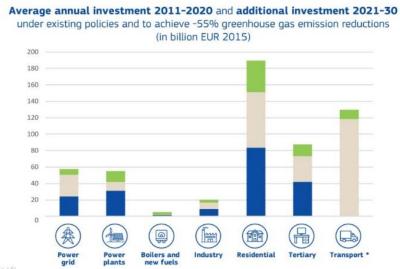
26 April 2023

Pierluca Merola, Policy Officer, Energy Efficiency Unit - ENER.B2

Political context - EGD

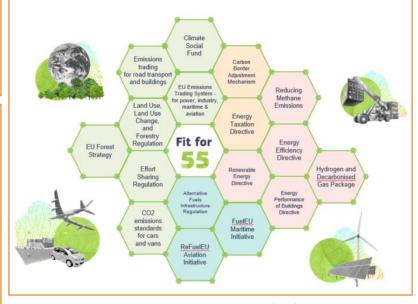
Climate Target Plan

- Published in September 2020
- Underpinning European Climate Law and its binding objective of reducing 55% GHG emission by 2030
- Additional to achieve -55% greenhouse gas reductions, 2021-2030
- Additional under current 2030 policies in 2021-2030 compared to 2011-2020
- Historic annual investments in the energy system 2011-2020



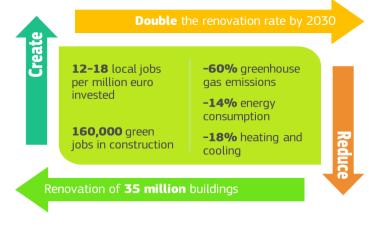
Fit for 55

Legislative revision package implementing the European Green Deal, proposed by the Commission on 2021



Renovation Wave

- Published in September 2021
- Objective: (1) double building renovation rates in next 10 years, (2) increase energy and resource efficiency of building renovations





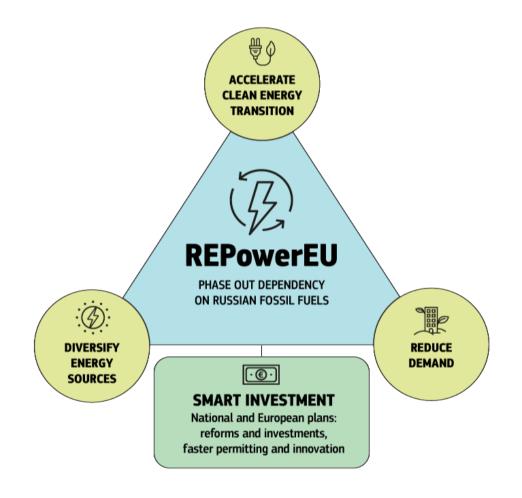
REPowerEU: from goals to actions

Independence from Russian fossil fuels by 2027

- Increase imports of liquefied natural gas (LNG) by 50 bcm
- Increase pipeline gas imports by 10 bcm
- Increase biomethane production by 3.5 bcm
- **EU-wide energy saving to cut gas demand by 14 bcm**
- Rooftop solar to reduce gas demand by 2.5 bcm
- Heat pumps to reduce gas demand by 1.5 bcm
- Reduce gas demand in the power sector by 20 bcm by deployment of wind and solar

Increase the target of renewable energy from 40% to **45%** by 2030

Increase the target of energy savings from 9% to 13% by 2030



Complemented by:

- ➤ EU Save Energy Communication
- ➤ EU Solar Energy Strategy



Revising the Energy Efficiency Directive

- Updated EU energy efficiency targets to 11.7% reduction (9% in FF55 and 13% in REPowerEU proposals) in primary and final energy consumption
- Streighten annual national energy saving obligations to 1,49% in average with step-wise approach and exclusion of savings from direct fossil fuels combustion
- Reinforcement of the Energy Efficiency First
 Principle accross sectors

- Current energy efficiency savings for primary and final energy consumption (in 2019)

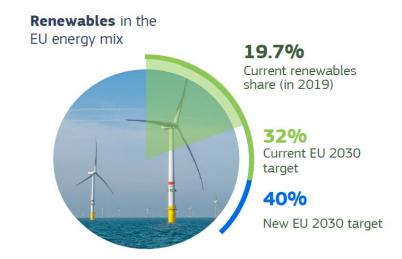
 32.5%
 Current EU 2030
 non-binding target
 (relative to 2007 projections)

 36-39%
 New EU 2030 binding target
 for final and primary energy
 consumption
- Update the definition of energy efficient district heating and cooling, introducing the 2050 trajectory for efficient district heating and cooling system, and introduce local heating and cooling plans for municipalities (over 50.000).
- Update thresholds for energy audits (10TJ/year) and energy management system requirements (85TJ/year) for enterprises
- Increase the exemplary role from the public sector: annual reduction of 1.9% of public sector energy consumptions, increase the annual renovation rates to 3% of the public buildings over 250 m2.
- Reinforces **provisions on financing** to leverage further private capitals
- Introducing measures to alleviate energy poverty and boost consumer empowerment



Revising the Renewable Energy Directive

- Increase RES target by 2030 to 42.5% (40% in FF55 and 45% in REPowerEU proposals) with additional indicative 2.5% share and a new indicative target of 5% for innovative technologies.
- Increased renewables ambition in key sectors: heating and cooling (mandatory annual increase of 1.1% RES share), transport (GHG reduction or RES share), industry (indicative 1.6% annual targetshare and binding 42% 2030 target of renewable hydrogen), buildings (indicative 49% target by 2030).



- Complementing REPowerEU targeted amendment on accelerating RES permitting, overriding public interest and 'go to areas'
- Boosting the deployment of and the investment in renewable energy, including small-scale RES in buildings and local renewable energy communities.
- Sustainable bioenergy reinforced criteria in line with the EU Biodiversity Strategy, ensuring application to also smalle scale installations (7.5MW) and that forest biomass is not sourced from relevant biodiversity and carbon stock areas.
- Measures to foster Energy System Integration via electrification and increase uptake of RES in centralised district heating and cooling systems via waste heat uptake.

Revision of the Energy Performance of Buildings Directive - Focus areas

Twofold objective:

→ Contribute to reducing buildings' GHG emissions and final energy consumptions by 2030

→ Provide a long-term vision for buildings and ensure an adequate contribution to achieving climate neutrality in 2050

Renovation

- Minimum Energy Performance Standards
- Energy Performance Certificates
- National Building Renovation Plans and renovation passports for individual buildings

Decarbonisation

- Introduction of zero-emission buildings as new standard for new buildings
- Consideration of whole life cycle carbon
- Phasing out incentives for fossil fuels and new legal basis for national bans

Financing

- Sustainable finance and energy poverty alleviation
- Energy Performance Certificates database
- Deep renovation standard
- Renovation passports for individual buildings

Modernisation & system integration

- Infrastructure for sustainable mobility
- Smart Readiness Indicator
- Indoor air quality: ventilation and other technical building systems



Other key-initiative

Revision Electricity Market Design

- Accelerate/accommodate further renewables and phase-out fossil fuels
- Better protect consumer from price volatility and enhance their participation

Link

Net-Zero Industry Act and Green Deal Industrial Plan

- Scale up manufacturing of clean energy technologies in the EU
- Facilitate access to market and enhance skills for clean energy transition

Link

Digitalising the energy system

- Support digital tools and services to help consumers and enterprises monitor their energy consumption and further energy system integration
- Monitor energy consumption and increase energy system integration of ICT sector;

Link

Sustainable Finance and unlocking private financing

- Enable the framework to develop innovative financing solutions and financial products for investment in sustainable energy
- Mainstream sustainable energy investments in the financial sector and support EU Taxonomy alignment



Thank you

Pierluca Merola, Policy Officer, Energy Efficiency Unit - ENER.B2





LIFE Clean Energy Transition CET

Anette Jahn, Maria Laguna CINEA – LIFE Climate & Energy Unit

EU LIFE info day 26 April 2023

The LIFE Programme 2021-2027

Objectives:

To contribute to the shift to a circular, energy-efficient, renewable energy based- and climate resilient economy

To protect and improve the quality of the environment

To halt and reverse biodiversity loss



Nature and Biodiversity



Circular Economy and Quality of Life



Climate Change Mitigation and Adaptation



Clean Energy Transition

Supported activities:

- Promote best practices and behavioral changes
- Catalyse the large scale deployment of successful solutions

On legislation and policies

- Support their development, monitoring and enforcement
- Help Member States to improve their implementation

Enabling actions for energy efficiency and renewable energy policy

removing market barriers, mobilising investments, improving skills, raising awareness, educating, empowering



The sub-programme Clean Energy Transition



- Key programme for EU clean energy policy implementation and fill the gaps between energy efficiency and renewables policy development and implementation
- Predecessor programmes:
 Intelligent Energy Europe and
 Horizon 2020 Energy Efficiency
- 2021-2027 budget of almost €1 bn, about 100m EUR/annually for grants through LIFE CET Call for Proposals



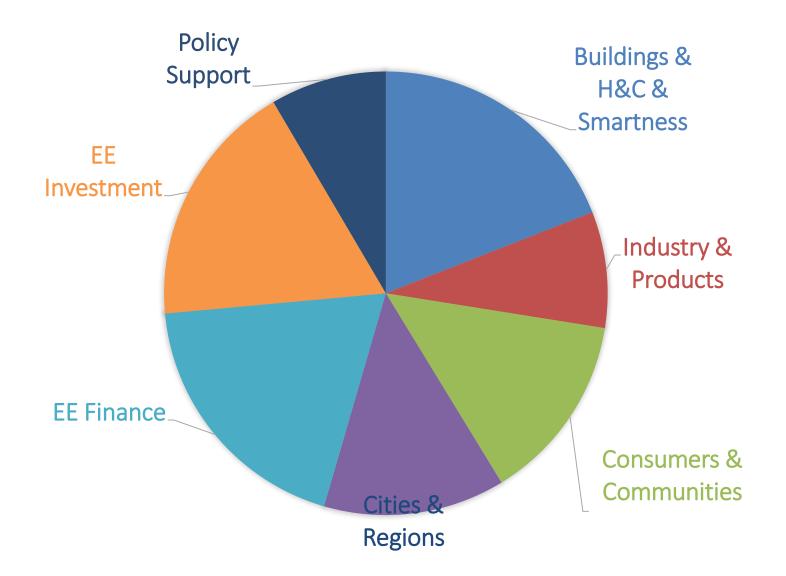
H2020 Energy Efficiency... LIFE Clean Energy Transition

- Break market barriers, change market and regulatory fundamentals
- Improve governance and capacities/skills at all levels
- Mobilise investment and improve access to finance
- Innovative approaches to support directly the uptake and implementation of EU legislation, targets and initiatives, with real impact on the ground



H2020 and LIFE Clean Energy Transition projects – implement projects with impacts

(280+ ongoing projects, status March 2023)



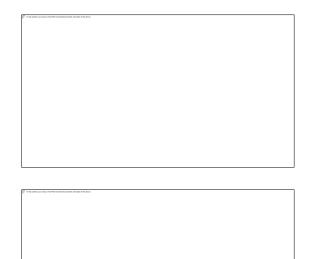
Implement projects with impacts such as

- Decarbonisation of building stock: e.g. number of deep renovations with reduced costs or number of buildings equipped with a renovation passport
- Home renovation: Design and operate innovative one-stop-shops for home renovation
- Consumers: Set up of innovative support schemes for energy communities
- Finance: Launch new green finance products for home-owners



LIFE CET - support for key legislation & initiatives

- Member States Concerted Actions for Renewable Directive, Energy Efficiency Directive, Building Directive, Product Legislation, Defence Forum
- Strategic tenders and initiatives e.g. European Sustainable Energy Week (EUSEW), Building Stock Observatory, Sustainable Energy Investment Forum, Managenergy, Build up Portal, European City Facility
- **Policy support actions** e.g. Multiple benefits, Energy efficiency First principle, ODYSEE MURE, the comprehensive monitoring of efficiency trends and policy evaluation in EU countries





LIFE-CET Intervention areas

(LIFE Multi-annual work programme)

- 1. Building a national, regional and local policy framework
- 2. Accelerating technology roll-out, digitalisation, new services and business models and enhancement of the related professional skills
- 3. Attracting private financing for sustainable energy
- 4. Supporting the mobilization of investment for local and regional projects
- 5. Involving and empowering citizens in the clean energy transition
- 6. Translate into:
- —funding topics for grants, e.g. 2023 Call: 13 funding topics, 99 mio EUR, 60+ projects expected under this Call
- —and **Strategic tenders** in key policy areas



LIFE CET – Call 2023 Funding topics (I)

Citizens in the clean energy transition

- Supporting European households to alleviate energy poverty and vulnerability
- European Energy Communities Facility

Decarbonisation of buildings and H&C

- Energy Performance of Buildings
- District heating and cooling: investment plans and skills
- Boosting heat pump deployment: alternative models and skilled installers

Building skills and capacity of industry and the service sector

- BUILD UP Skills Upskilling and reskilling
- Supporting the clean energy transition of European businesses

LIFE CET – Call 2023 Funding topics (II)

Building a national, regional and local policy framework supporting the clean energy transition

- Cites and regions:
 Technical support to clean energy transition plans and strategies in municipalities and regions
- Effective implementation of key legislation in the field of sustainable energy
- Maximising use of and valorising EPREL data

Facilitating investment projects at local and regional level

- One-Stop-Shops -Integrated services for buildings and businesses
- Project Development Assistance

Attracting private finance for sustainable energy

 Crowding in private finance: Mainstreaming and Innovative financing schemes

LIFE CET to build capacity: #Decarbonising Urban Heating and Cooling

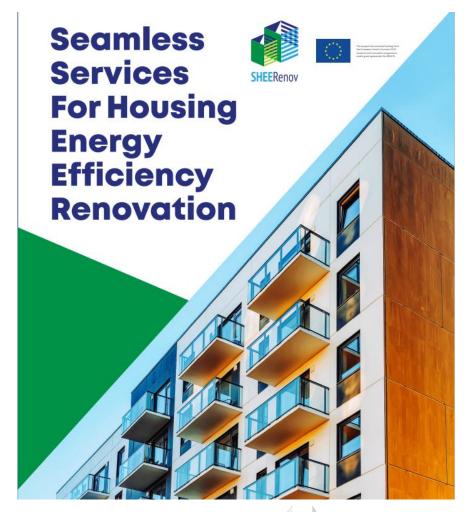
- DecarbCityPipes2050: 7 cities target phasing out of natural gas in buildings by 2035-2050
- Structural change: planning must start now with engagement of all local actors
- Highly evidenced Heating and Cooling plans developed based on proper guidance for cities
- Full transition roadmaps including measures, policies, timelines, finance, responsibilities & real success-narratives from city to city





LIFE CET to accelerate investments: #one-stop-shops for residential building renovation

- SHEERenov: Development and piloting of a onestop-shop assistance model for energy renovation of multi-family buildings in Sofia, Bulgaria
- Transition from an entirely publicly financed and managed process to a market-based financing model
- Mobilization of 8 districts of Sofia and preparation of a pilot pipeline of multi-family buildings ready for energy renovation
- Inclusion of the SHEERenov model in the National Recovery and Resilience Plan



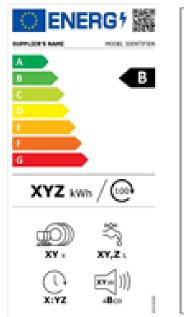


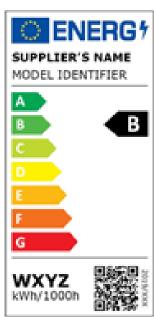
LIFE CET to help implement EU policy: #EU Product Policy and Ecodesign



LABEL2020 & BELT

- Supporting the transition of the new EU energy label in 19 countries
- Reference knowledge hub: Extensive communication and training campaigns for market actors
- 24,5 million consumers influenced in their decision,
 >15.000 retail employees trained, 830 GWh/year savings
- Directly supporting the Energy Labelling Regulation







STEP

Solutions to Tackle Energy Poverty

- Bring together consumer and frontline organisations to set up referral networks of advisors - support energy poor consumers in 9 countries
- Train frontline workers and deliver on- and offline advice to consumers (e.g. online training modules, local Energy Support Offices, home energy audits)
- Identify best practices and policy choices to alleviate energy poverty and promote their replication across EU
- Institutionalise energy efficiency advice in sustainable consumer networks

STEP

Solutions to Tackle Energy Poverty

Covers some of the countries with the highest rates of energy poverty in Europe (BG, CY, CZ, LV, LT, PL, PT, SK and UK)

15.000 energy poor consumer involved

9 longer term support schemes established



STEP project - Solutions to Tackle Energy Poverty (stepenergy.eu)

LIFE CET Call 2023

- Publication: 11th May 2023
- Deadline: 16th November 2023
- +/- 100 mEUR available for +/- 60 grants
- policy-driven funding topics with detailed guidance
- Most funding topics: minimum of 3 (eligible) entities from 3 different eligible countries (average number of partners is higher)
- 95% co-funding rate
- Apply electronically via the EC's <u>Funding & Tender opportunities portal</u>





EU LIFE CET Info Day



life clean energy transition sub-programme

Supporting the delivery of the European Green Deal and sustainable energy policies



See you on 1 June! Further information <u>here</u>

https://cinea.ec.europa.eu/life_en



30 years of bringing green ideas to LIFE

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→ Advice at CINEA: CINEA-LIFE-CET@ec.europa.eu

→ Stay informed: Clean Energy Newsletter



LIFE Programme



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Thank you



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