

Financing energy rehabilitation of buildings and its implementation

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Serving society
Stimulating innovation
Supporting legislation



Overall context: Sustainable Energy



EU funding 2014-2020

- Cohesion Policy (ESIF): 39 B€ for investments in energy efficiency, renewable energy, smart distribution grids and sustainable urban mobility, including research and innovation in those areas, plus some 2 B€ for smart energy infrastructure
- Other ESIF funds: 7 B€ from European Agricultural Fund for Rural Development and European Maritime and Fisheries Fund for <u>low-carbon</u>
- **Horizon 2020**: 5.7 B€ for R&I in "Secure, clean and efficient energy"
- Connecting Europe Facility: 4.7 B€ for investments in <u>TEN-E</u> infrastructure of highest European added value
- LIFE+ and COSME also relevant for certain aspects
- European Fund for Strategic Investments (EFSI): mobilising private financing for strategic investments, including in renewable energy, energy efficiency and energy infrastructure

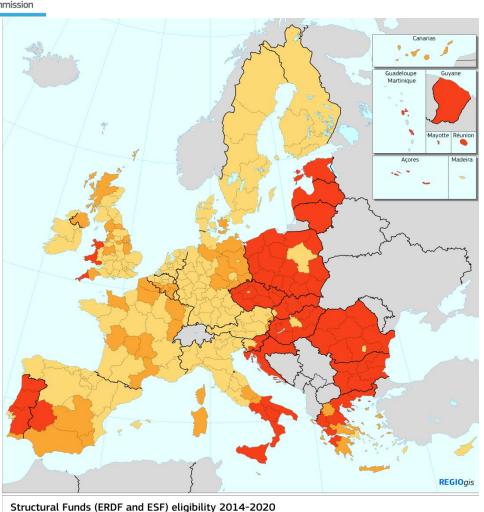
Joint Research Centre

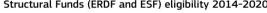
Cohesion Policy 2014-2020



Opportunites for Sustanable Energy

- Based on EU Treaty and aiming at 'economic, social and territorial cohesion' and 'reducing disparities'
- Major reform for the 2014-2020 period and alignment with Europe 2020 goals
- Three ESIF funds:
 - European Regional Development Fund (ERDF)
 - European Social Fund (ESF)
 - Cohesion Fund (CF)
- In total 352 B€ 2014-2020 concentrated in less developed regions





- Less developed regions (GDP/head < 75% of EU-27 average)
- Transition regions (GDP/head between >= 75% and < 90% of EU-27 average)
 - More developed regions (GDP/head >= 90% of EU-27 average)

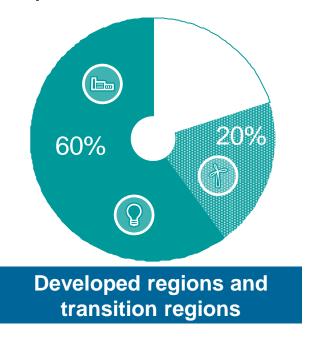


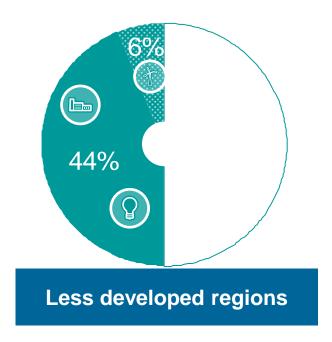
2014-2020: Concentration of ERDF resources to maximise impact

Research and Innovation

Finergy efficiency and renewable energy

SMEs competitiveness





Reform: Key points



Cohesion Policy 2014-2020

- Targeting resources at key growth sectors thematic concentration
- Greater focus on results
- Pre-conditions for funding ex-ante conditionalities
- Reinforced partnership engagement of stakeholders
- Increased synergies between the five European Structural and Investment (ESI) Funds – of which the three Cohesion Policy funds are part + with other EU instruments
- Stronger link to economic governance and European semester processes
- Reinforced urban dimension and new tools for integrated territorial development and strategic planning
- Increased role for financial instruments
- Territorial Cooperation opportunities

Cohesion Policy 2014-2020



11 Thematic Objectives

Smart Growth

1. Research & Innovation

120 BC

- 2. Information and communication technologies (ICT)
- 3. Competitiveness of Small and Medium-sized Enterprises

Sustainable Growth

4. Shift towards a Low-Carbon economy

- 40 BC
- 5. Climate change adaptation & risk management and prevention
- **6.** Environmental protection & resource efficiency
- 7. Sustainable transport & removing bottlenecks in key network infrastructures
- 8. Employment & support for labour mobility
- 9. Social inclusion & combating poverty
- 10. Education, skills & lifelong learning
- 11. Institutional capacity building & efficient public administration

Inclusive Growth

Translated into Fund-specific investment priorities

Research Centre

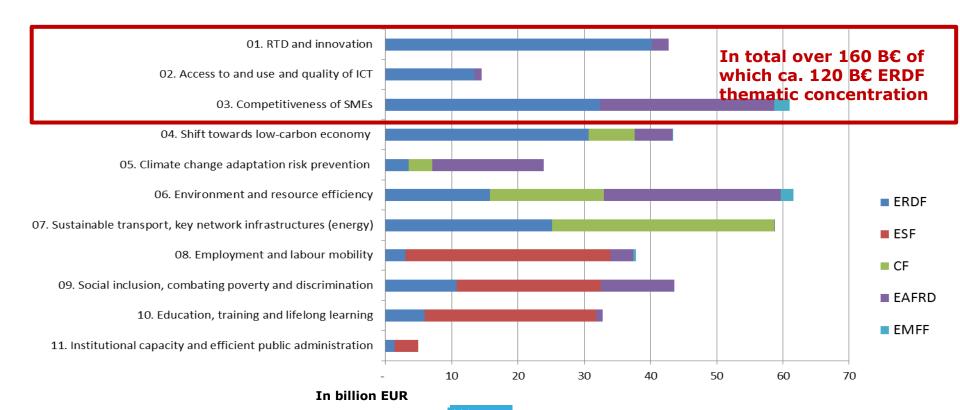


ESIF programming: State of Play

Almost all ESIF programmes adopted

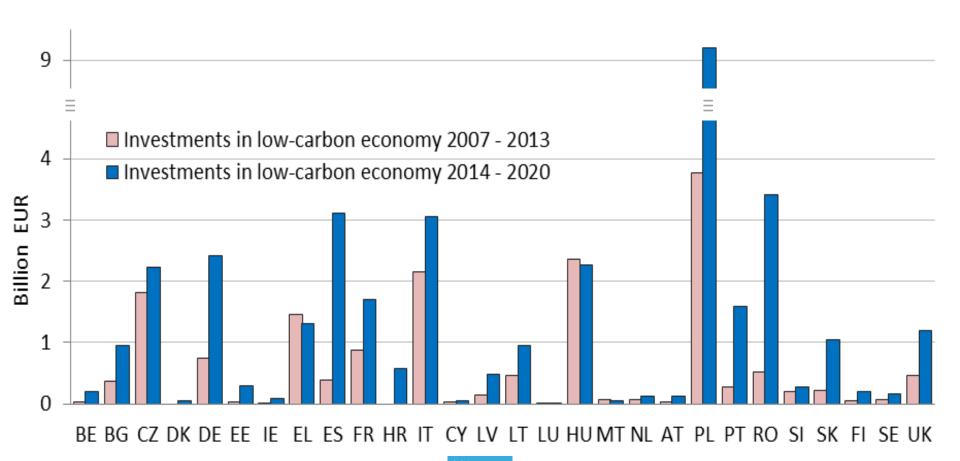
Source: Final ESIF partnership agreements as of December 2014

Half of them with Action Plans for RIS3, mainly in monitoring





Cohesion Policy: Doubling of Low-Carbon economy investments



T04 – Low Carbon economy



- Promoting production and distribution of RES
- Promoting energy efficiency (EE) and RES use in enterprises
- Supporting EE, smart energy management and RES use in public infrastructures, including in public buildings, and in the housing sector
- Developing and implementing smart distribution systems at low and medium voltage levels
- Promoting low-carbon strategies for all types of territories, in particular for urban areas, including the promotion of sustainable multi-modal urban mobility and mitigation relevant adaptation measures
- Promoting research and innovation in and adoption of low-carbon technologies (ERDF only)
- Promoting the use of high-efficiency co-generation of heat and power based on useful heat demand



T04 - Energy What?



- ERDF and CF to allocate € 40 billion to investments in low-carbon: energy efficiency and renewable energy, smart distribution grids and sustainable urban mobility, including research and innovation (only ERDF) in those areas in complementarity with Horizon 2020.
- bottlenecks in key network infrastructures, including smart energy distribution, storage and transmission systems, in complementarity with the Connecting Europe Facility. Some € 2 billion expected.
- **ESF** support to ensure that people can adapt, through acquiring **appropriate skills** and through **lifelong learning opportunities**, to new challenges such as the transition to a low-carbon and more **energy-efficient economy**.
- The other **ESI Funds**, European Agricultural Fund for Rural Development (EAFRD) and European Maritime and Fisheries Fund (EMFF), also to invest almost € 8 billion in Low-Carbon activities.



TO4: Which measures?

- **Energy efficiency** for lower energy bills, better living and working conditions, local jobs and competitive businesses (~€19 bn)
- Sustainable multimodal urban transport (~€16 bn) to achieve a modal shift and decarbonise the transport sector
- Renewable energy and smart distribution grids (~€7 bn) to transform energy systems
- Research and innovation boosting Low-Carbon technologies (~€3 bn)
- Reduction of greenhouse gases and ammonia, carbon sequestration in rural areas (~€4 bn)
- Additional investments in **training and capacity** (~€1 bn)
- Complementary funding for energy infrastructure and transport

(Note: provisional data based on categories of intervention related to TO4 but included also under other TOs, <u>further verification</u> the data ongoing)

Further Support



Smart Specialisation Platform

EMA Network of Energy and Managing Authorities/

 Advisory platform for financial instruments: ficompass

- Off-the-shelf financial instruments, including 'Renovation loan'
- Administrative capacity support
- Guidance documents, workshops
- RegioStars Awards and Regio OpenDays
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Thank you for your attention!

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