



#### Round table

EE in public buildings – from inventory to implementation of measures

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#### EU approach to promotion of EE in buildings

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#### WHAT IS ENERGY EFFICIENCY & WHAT IS NOT?

Energy efficiency should be understood as getting the same with less energy, not just using less energy by sacrificing comfort or profit

# Energy efficiency: It is the amount of energy needed to perform specific function

Function

E

#### **Efficiency improvement:**

A) Have "more" with less energy

Function

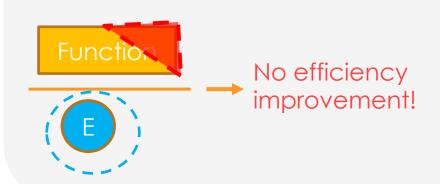
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B) Have the same with "less" energy consumed

Function



BUT if we sacrifice the function (as a comfort or productivity) – it is not an improvement:



#### Sample functions:

Maintain thermal comfort in the building













#### **Energy efficiency first principle (1)**

- Energy Efficiency is one of the key pillars not only to meet EU's climate objectives but
  also to reduce dependence on fossil fuels and increase security of supply and the use of
  renewable energy
- Energy efficiency first (EE1st) principle is generally understood as a guiding principle for energy-related policymaking, planning, and investments
- The principle aims to treat energy efficiency as a source of energy in its own right in which
  the public and the private sector can invest ahead of other more complex or costly energy
  sources
- This includes giving priority to demand-side solutions whenever they are more costeffective than investments in energy infrastructure to meet policy objectives





#### **Energy efficiency first (EE1st) principle (2)**

- The EE1st principle was formally introduced into EU legislation in the Governance Regulation (European Union 2018), which includes a formal definition and requires
   Member States to report on the implementation of EE1st in their National Energy and Climate Plans (NECPs)
- In essence, it is meant to consider and prioritise investments in both:
   demand-side resources (end-use energy efficiency, demand response, etc.)
   supply-side energy efficiency
  - whenever these cost less or deliver more value than default energy infrastructure







#### OPPORTUNITIES AND CHALLENGES IN THE BUILDING SECTOR





#### Role of Building stock

- Buildings account for approximately 40% of final energy consumption
- Investing in EE measures in buildings can yield substantial energy savings, while supporting economic growth, sustainable development and creating jobs
- Greater use of energy-efficient appliances and technologies, combined with renewable energy, are cost-effective ways of enhancing the security of energy supply





#### **Building stock**

- Public buildings, incl. Central Government Buildings
- Commercial sector buildings (offices, etc.)
- Industrial Buildings
- Residential buildings
   Multi-apartment buildings
   Family houses



Each group/ type of buildings has different features - ownership, operation and maintenance models, etc.







#### TO START WITH - CENTRAL GOVERNMENT BUILDINGS





#### Purpose of Article 5 of EU Energy Efficiency Directive

## **EU EED 2012, Article 5 sets the** renovation requirement for Central Government Buildings:

- it is mandated to renovate annually
   3% of the total area of heated and/or cooled buildings owned and occupied by the central government
- these renovations must ensure that buildings meet at least the minimum energy performance requirements
- initially, this requirement applies to buildings with a total useful floor area over 500 m², which is later reduced to 250 m²

#### The rationale behind the Article 5 implementation:

- Leadership and Exemplary Role: it positions public sector buildings as energy efficiency leaders, mandating renovations to meet energy performance standards, thus setting an example for the private sector and the public
- efficiency in buildings lowers public spending on energy, freeing up the state budget for other priorities while also yielding environmental gains through reduced energy consumption and carbon emissions, supporting the goals for sustainable development and climate change mitigation
- Stimulating the Market for Energy Services: the directive demands public building renovations, boosting demand for energy services and fostering innovation, job creation in the green economy, and new business models needed to spread good practices

#### Main steps for promotion of EE in building sector

It is recommended:

to start up with selected, prioritized building categories such as offices for Central Government Building Stock (CGBS) and step-by-step expand and include more building categories within CGBS to start with the poorest energy performance buildings to be a priority for energy efficiency measures, where cost-effective and technically feasible

- The building may be considered as a whole, including the building envelope, equipment,
   operation and maintenance
- After renovation buildings must meet minimum energy performance requirements (MEPRs)
- Usually a Program for increasing the energy efficiency of CGBS is developed





#### **Central Government Building Inventory (CGBI)**

- Implementation should start with establishing a Central Government Building Inventory
   (CGBI) starting with buildings with a useful area above 500 m², extending to above 250 m²
- CGBI shall contain information of total floor area of the building and energy performance of each building
- CGBI should be made publicly available and updated each year
- Main problems:

Definition of central government institutions Information on energy consumption







#### Main criteria for selecting buildings for renovation

Owned by the Governmental institution (excluding rented)

## The building is foreseen to be used for more than 10 years

(There are no plans to sell or demolish the building, there is the basic need for use) It does not meet the Minimum Energy Performance Criteria

Feasibility to achieve energy savings

(regular construction vs complex architecture vs cultural heritage) Amount of energy savings per investment

(cost-benefit ratio)

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#### A WAY FORWARD - TO ALL PUBLIC BUILDINGS





#### **Upcoming changes with EED 2023**

#### EED 2018\*:

### Article 5: Exemplary role of public bodies' buildings

- Renovation: 3% of government buildings (>250 m²) renovated yearly for energy standards
- Priority: Target poorest performing buildings first
- Exemptions: Historic, military (with exceptions), and religious buildings
- Flexibility: Excess renovations credited; replacements for demolished buildings qualify

<sup>\*</sup>Not all requirements reflected \*\* Not yet transposed to EU MS national legislation



#### EED 2023\*\*:

#### **Article 5: Public sector leading on energy efficiency**

- Annual Reduction: Public bodies to reduce energy consumption by 1.9% yearly
- Exclusions: Possible to exclude public transport and armed forces
- **Exemptions**: Municipalities with <50,000 population (till 2026) and <5,000 (till 2029) exempt
- Lifecycle and Performance Considerations: encourage consideration of lifecycle carbon emissions and wider benefits

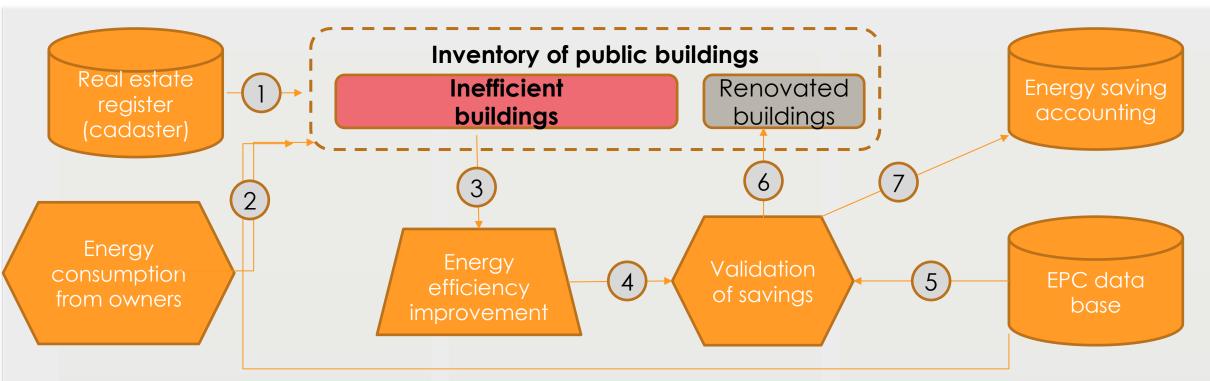
#### Article 6: Exemplary role of public bodies' buildings

**Renovation**: 3% of public bodies' buildings floor area to be renovated to nearly zero-energy/zero-emission standards annually

- Selection: Based on cost-effectiveness and technical feasibility
- Exemptions: Social housing, historically significant buildings, military buildings, and places of worship
- Negotiations: For leased buildings to meet standards
- Credit for New/Replaced Buildings: Towards the renovation rate if more energy and CO<sub>2</sub> efficient
- Inventory: Establish/update biennially an inventory of public buildings over 250 m<sup>2</sup>



### Example of an operational Public Building Inventory linked to EPC DB (Based on current practice in Lithuania)



- Set of buildings filtered by ownership, floor area
- 2. Consumption based on owner declaration of actual consumption or EPC
- 3. Buildings selected for EE improvement

- 4. Owner declaration about achieved energy saving
- 5. Cross check to EPC database
- 6. Change of building status in inventory
- 7. Taking into account validated energy saving





## The revised Energy Performance of Buildings Directive brings new changes

2020 2025 2030 2050

All new buildings in EU must be Near Zero Energy Buildings (NZEB) Energy performance certificates (EPCs) must be based on a harmonised energy performance scale by 2025

All buildings must have a smart readiness indicator (SRI) by 2026, to assess their ability to integrate smart technologies

All new buildings in the EU must be zeroemission buildings (ZEBs) from 2030 **STOCK IN 2050** 

Existing public buildings
must be renovated to a
high energy performance
level, with minimum
energy performance
standards set at EU level

Building life cycle carbon emissions calculation will be introduced

All new public buildings must be zero-emission buildings (ZEBs) from 2028



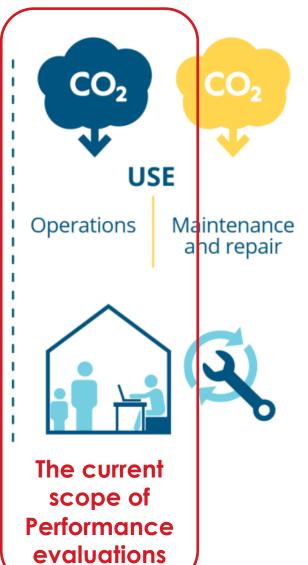


### Zero-emission buildings are a new aim for making buildings more climate friendly















#### Challenges at the level of practical application

### Achieving a more sustainable energy mix requires more smart technologies and solutions

- in promotion of the **use of RE** – smart grids and smart grid technologies (smart metering, demand response, smart appliances, etc.)





- in promotion of **EE in buildings** – smart readiness indicators, emerging technologies and approaches for decarbonization of the building stock, etc.

This opens opportunities for collaboration between EU-CA research institutions



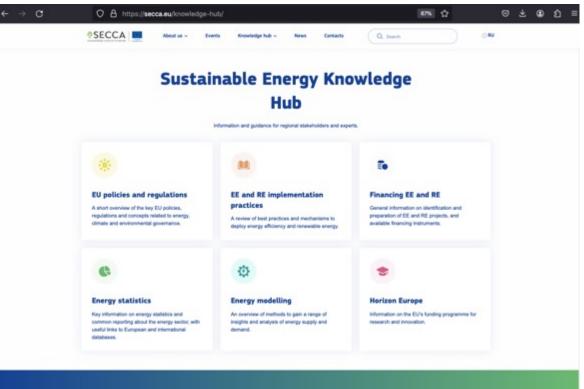
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