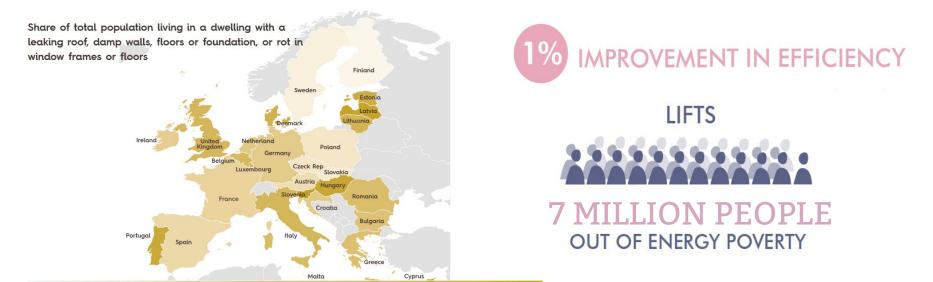
Session 4: Energy Efficiency measures in buildings

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Friends of the Earth



- 80 million Europeans live in damp homes
- up to 1 in 4 Europeans live in fuel poverty (125 million people)
- 75% of the building stock is inefficient
- buildings represent 36% of greenhouse gas emissions



But where will the money come from?

Increased options in private funding:

- private funding is increasing as renovation are seen as safe investments;
- more banks proposing specific loans with low interest rates;
- pension funds;
- green mortgages.



The market alone does not deliver:

- current renovation rate of 1%;
- many funding schemes inaccessible to lower-income households
- energy efficiency scale insufficient to push renovation efforts;
- "split incentive" between tenants and owners.

Public funding:

- makes economic sense when we take into account the cost of inaction on health, energy imports, and climate;
- can leverage private funds by serving as loan guarantees;
- can come in different forms: grants, subsidies, schemes with low interest rates, tax deductions;
- funds redirected from energy bills subsidies;
- opportunity to clean up the EU budget and redirect money going to fossil projects;
- EIB investment projects.

Ambitious legislation is key:

- increases investors' certainty;
- pushes renovation efforts: in the UK, lowest bands of energy cannot be let from 2018 onwards;
- at the EU level: ambitious Energy Efficiency and Energy Performance of Buildings directives are crucial.

Energy efficiency Landlords to be banned from letting draughtiest homes New energy efficiency regulations could help around a million tenants who are

Adam Vaughan

Thursday 5 February 2015 06.15 GMT

O This article is 2 years old

currently paying £1,000 more than average on their energy bills



(i) Landlords with properties rated F and G will be unable to let them out from 1 April 2018. Photograph: Alamy

Landlords will be banned from renting out England and Wales' draughtiest homes from 2018 in a bid to cut energy bills and carbon emissions. The new regulations are expected to help around a million tenants who are paying as much as £1,000 a year more than the average annual bill of £1,265 because of poorly insulated homes.

Measures should target the energy poor

- 70% of total measures to incentivise renovations in the EU do not target people living in fuel poverty: no urgency to renovate;
- fuel poverty must be taken into account to ensure fairness, social acceptance and effectiveness of programmes.

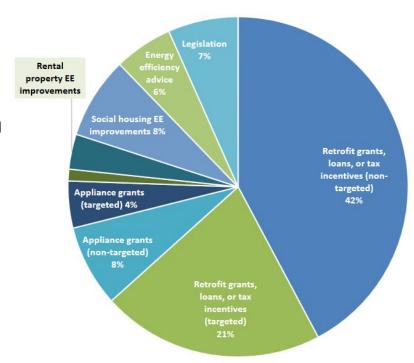


Figure 12: Share of different measures in the category energy efficiency

Protecting tenants from increased rents:

- renovating social housing is a powerful lever;
- green leases: tenants and owners share the cost and savings of renovations;
- regulated rent: energy labels are taken into account in rent control, owners cannot increase rent without energy efficiency improvements.

