# Regional Energy Efficiency Programme: Energy Efficiency Policy Dialogue

From REEP to REEP Plus

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Energy Efficiency Coordination Group Energy Community Secretariat Vienna 15 November 2016



## **REEP refreshed**

- REEP overview
- Financing, technical assistance and policy dialogue support
- ► A reminder of achievements of policy dialogue under REEP
- Focus areas and latest updates
- The REEP Plus policy dialogue 'menu'
- How REEP will move to REEP Plus
- What offerings will be available under REEP Plus
- Next steps
- Priority setting
- Proposals for support
- Implementation







## **REEP overview**

REEP is an integrated package of finance, technical assistance and policy dialogue, implemented jointly with the Energy Community Secretariat

#### **Objective**

Sustainable market for energy efficiency in the Western Balkans

#### Window 1

ESCO support &
Policy dialogue

# Energy Service Companies (ESCO)

€5m grants

- Legislative support
- · Technical project preparation

### Policy dialogue

€1m (EWBJF) + €1m (EBRD & SIDA)

- NEEAP and EPBD
- Utility EEO
- · Procurement of EE goods

#### Window 2

Intermediated financing &

#### Window 3

Direct financing

#### WeBSEFF II



#### €92m financing + €14.5m grants

- Credit line for local FI
- •For smaller scale EE & RE projects
- •For both public & private sector borrowers, including ESCOs
- •Grant funds support TA and investment incentives.

#### WeBSEDFF (extension)



#### €50m financing + €5.75m grants

- Direct financing facility
- •Medium scale RE and EE improvements in industrial enterprises
- •For private sector borrowers, including ESCOs.







## **REEP achievements**

Energy Efficiency Directive

Energy
Performance of
Buildings
Directive

Primary legislation

Primary Law on Energy amendments -EE in networks and regulation, adopted 29 Dec 2015 (ME) Law adopted by Parliament on 11 Nov 2016 (AL) Law approved by parliamentary committee in early Oct 2016 (KOS)

Regulations

EE in public procurement Rulebook 29 Dec 2015 (RS), 11 Feb 2016 (ME) Rulebook on heating system inspection adopted 22 Jun 2016 (RS) Rulebook on airconditioning inspection adopted 10 Oct 2016 (RS)







# REEP deliverables – still much to adopt and implement

EPBD		Albania	BiH-RS	BiH-Fed	FYROM	Kosovo	Serbia	Montenegro	Croatia
		Law adopted 11/2016				Law approved by PC 10/2016			
Secondary legislation	MEPS				Final regulatory changes submitted 7/2015	Regulatory requirements submitted 7/2015			
	NCM			Final NCM submitted 7/2015	Final NCM amendments submitted 6/2015	Final NCM submitted 5/2015			
	EPC					Final regulation submitted 7/2015			
	Inspection		Final regulations submitted 3/2016		Recommended regulatory amendments submitted 5/2015	Final regulation submitted 4/2015	Regulations enacted (6&10/2016), Equivalence report (2/16)		
IT Software	Calculation software			Final software delivered – BiH-F (7/2015), FYR Macedonia (7/2015), Kosovo (7/2015) plus training (2016)					
	EPC registry			EPC database delivery: BiH-F (5/2015) plus training					
Procurement			Rulebook				Rulebook		
EED	EEO						EEO	EEO regulations	EEO regulations
	Art 7 notification						Art 7 notification		
	NEEAP	NEEAP							







## **REEP Plus overview**

#### **Objective**

#### Window 1

Market Development & Policy dialogue

#### Window 2

Credit lines for Private. **Public and Residential** Sectors via Partner Banks

#### &

#### Window 3

**Direct Lending** Sustainability projects including ESCOS & Small Scale Renewables

#### Window 4

Direct Lending to Municipalities

#### Sustainable market for energy efficiency in the Western Balkans

WeBSEFF

#### **Energy Service Companies (ESCO) development** €3m grants (EU IPA + Other Donors)

Technical assistance to support the preparation of tender documentation for ESCO projects

#### Policy dialogue €2.5m grants (EU IPA)

Supporting 2<sup>nd</sup> & 3<sup>rd</sup> NEEAP implementation and transposition of EED and EPBD

#### Credit lines to Private Enterprises, Public & Residential Sectors via **Partner banks**

#### €108m EBRD & KfW financing + €27.05m grants (EU IPA + Other Donors)

- •Financing green economy investments via local FI
- •For residential sector (EBRD)
- •For SME and Municipal sectors (KfW)
- •Grant funds support TA and investment incentives

#### **EBRD Direct Lending**



#### €30m (EBRD) financing + €1m grants (EU IPA + **Other Donors**)

- Direct lending to Private sector borrowers
- Medium scale RE and EE improvements in industrial enterprises
- Technical assistance for project assessment and monitoring
- May be expanded to include risk-sharing

#### **Direct Lending - Municipalities** €20m financing + €4.5m grants (EU IPA + Other Donors)

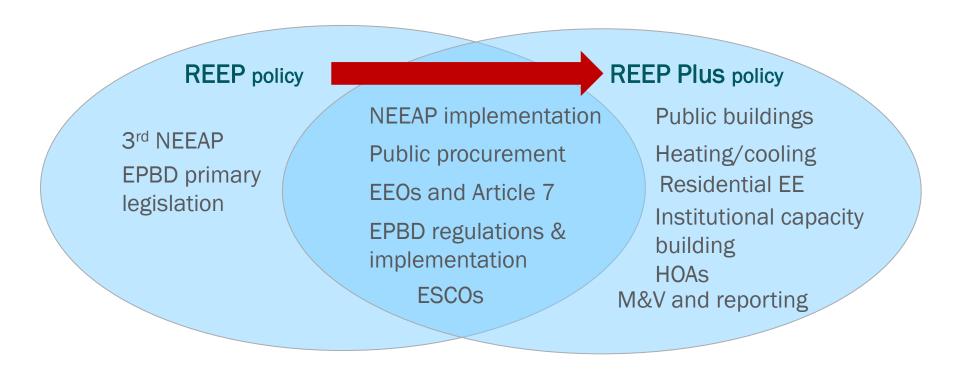
- Direct loans provided to the State, City or Municipal Companies, under guarantee of the City or the State
- Focus on Public Buildings (schools, hospitals, gov. buildings)
- Supported by capital expenditure grant cofinancing and TA







# REEP to REEP Plus energy efficiency policy support



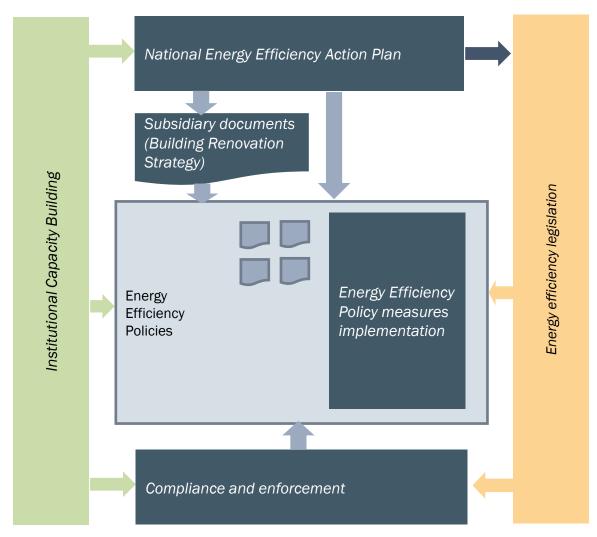
► REEP Plus is a combination of new focus areas and moving from policy and legislating to implementation







# **REEP Plus support format**









## **REEP Plus 'domains'**

Legislation End-use sector Domain Support **Public Public Buildings** EED Art 4, 5 Legislative Buildings framework Heating and cooling EED Art 14 Supporting Rules Residential & Codes Residential EE and HOA EED Art 4, 7, 14, 20 and Capacity building Commercial for EPBD regs and enforcement **EPBD** implementation Data EEOs and Article 7 EED Art 7, 20 management support **Cross-cutting NEEAP** implementation EED Art 3, 24 Knoweldge Horizontal transfer Institutional capacity building All aspects Pilot project development M&V and reporting EED Art 24 Transposition of **EU** legislation **Public** Public procurement EED Art 6







# Schedule for next steps

Initial country "expressions of Interest"

Priority setting missions

Submission of full country proposals

Implementation

#### Dec-Jan 2017

- Initial identification of gaps for support
- Brief justification of why requested

#### Q1 2017

- Discussion of EoIs
- Checking of assumptions
- Scoping of potential support

#### Q2 2017

- Detailed requests for support
- Full plan which demonstrates commitment to activity

#### H2 2017

- Develop TORs
- Schedule resources
- Begin work







# **Question for discussion**

► How to ensure senior government /Ministerial engagement to adopt /implement deliverables?





