Building renovation initiative: the French national and local experience towards citizens

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ADEME at a glance

Public Agency for energy transition under the authority of the Ministry for an Ecological and Solidary Transition and the Ministry for Higher Education, Research and Innovation

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Agence de l'Environnement et de la Maîtrise de l'Energie

ADEME helps finance projects, from research to implementation, in waste management, soil conservation, energy efficiency, renewable energy, raw materials savings, air quality, noise abatement, circular energy transition and food wastage abatement.

2018 operating budget : 540 M€

+ 2010-2020: 4,5 Billion € for Investments for the Future



A staff ~ 1 000 3 central sites (~50%) 17 regional directions 3 representations in overseas territories 1 office in Brussels



- 67 Mtoe* of final energy consumed in 2015 by the building sector ~45% of the total consumption of France (45 Mtoe* by the resid. sect)
- 23% of CO₂ emissions in 2015 due to building sector (15% for res. only)
- b€125 of bld works in 2014 incl. b€41 for maintenance & building improve.

 Targets & obligations introduced by the "energy transition for green growth" & Grenelle laws and the national low carbon strategy

 -38% of energy cons. within 2020 (compared to 1990)

 -50% of GHG emissions within 2020 (compared to 1990)

 -28% of energy cons. within 2030 & at least -87% within 2050 (compared to 2010)

 -54% GHG within [2024-2018] & - 87% within 2050 (compared to 2013)

 - From 2017, 500 000 dwelling retrofits/year, half of them for low income households

Sources: SOeS, Chiffres clés de l'énergie, 2016 / CITEPA-Format Secten, April 2017 *Climate correction included



The French context (2/2)

July 2010

Grenelle 2 law

(loi Grenelle 2)

Mandatory energy audit for collective building of 50 units min. benefiting from common heating system

April 2014 Long term renovation strategy (art. 4 EED)



August 2015

Energy transition for green growth law

(Loi de transition énergétique pour la croissance verte)

- Life cycle GHG monitoring for new bld (exp. of an energy/carbon label from Nov. 2016)

-Obligation of energy perf. improvement when important bld works (roof, facades renovation..)

-Mandatory renovation of residential bld whose PE

>330kWh/m²/y within 2025

-Digital book for maintenance works monitoring

-Single majority vote of energy renov. works for co-owners

-Positive energy bld for all new construction from 2020 (2018 for public bld)

-Improv. of information dissemination to residential through the development of local platforms (art.22) ...

For more information: www.ecologique-solidaire.gouv.fr/loi-transitionenergetique-croissance-verte

October 2010

New thermal regulation for new building

(*RT2012*) PE < 50 kWhep/m²/y in average for the 5 regulatory uses*

*in operation for all building permits submitted since January 2013

October 2013

Energy renovation national plan

(Plan National de Rénovation Energétique) Introduction of local one-stop-shops (points rénovation information services - PRIS) to advise dwellings in their renovation works plans

April 2017



LT strategy for mobilising investment in building renovation (art. 4 EED)

- National stock description
- Listing of profitable renovation approaches & funding
- Description of implemented measures
- (incl. those targeting professionnals awareness)

November 2017 New renovation plan

- Under concertation
- Publication in March 2018



Since 2013, the support for building renovation in the residential sector has been organized through an unique **national phone number** & a **dedicated website** (<u>www.renovation-info-service.gouv.fr</u>) to guide dwellings towards the most relevant sources of information: *Espaces Info Energie* (EIE) or the national agency for housing (ANAH)

Type of support Type of target	Information & advices	Engineering	Financing	Professional training
Dwellings in poverty situation	No	Agence nationale Anah de l'habitat	Agence nationale Anah de l'habitat	No
Other dwellings	250 local Energy Information Space (EIE) – 548 Counsellors	Simplified diagnosis from dedicated tool	No	No

→ Need for a global public service supporting improvment of building energy performance (professionals training & financing included) to ease renovation massification !!



- Created in 2001
- EIE number: 250
- Staff/Counsellors: 548
- Number of families advised per year (2015 & 2016): 170 000 (93% satisfied, 66% acting out)
- 800M€ of renovation works/y 467 GWh saved/y
- Global cost: 35M€ per year
- Financing:

ADEME 15M€ (42%)

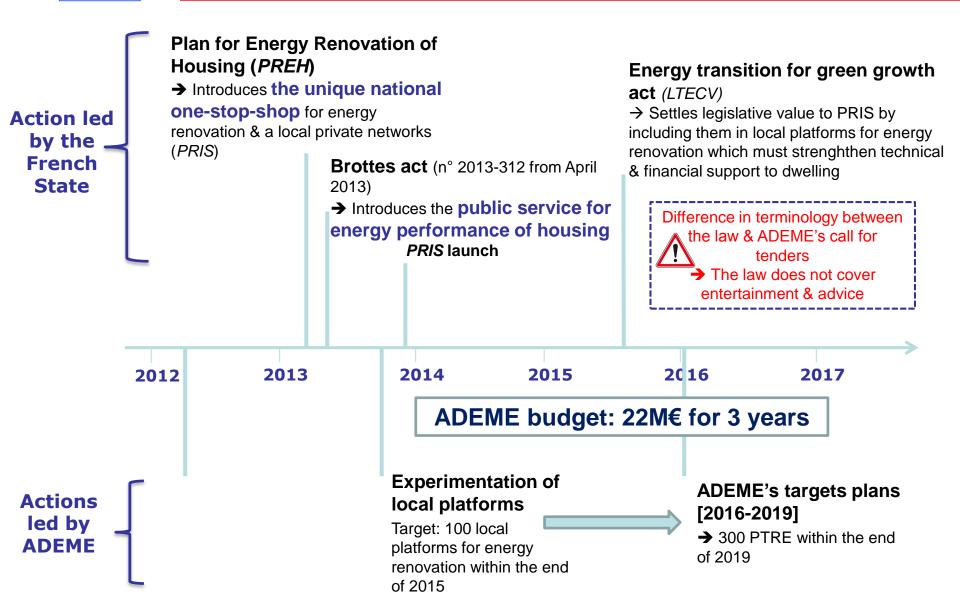
Local communities (Regions, Departments, Cities) 20M€ (58%)

• ADEME manages/animates the network





A multiple steps implementation

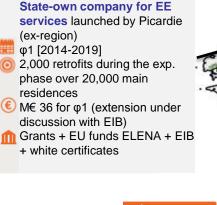


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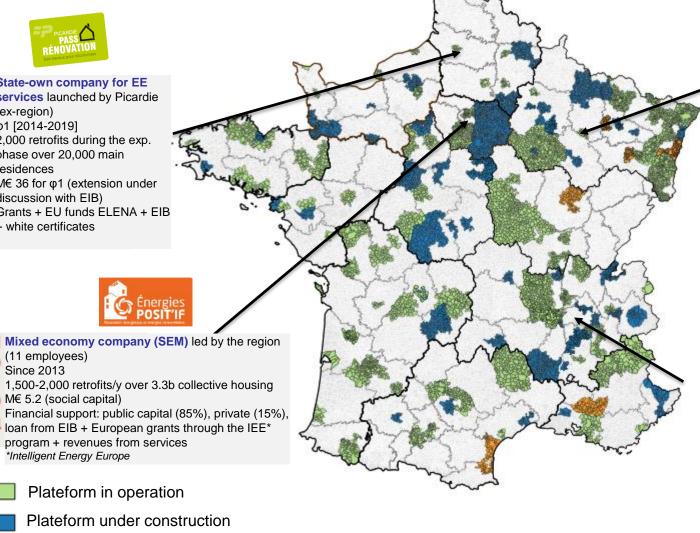


Overview of the local different initiatives(1/2)





Since 2013



savécom

Collective cooperative company

- led by the local authority (6k inhab.)
- & the energy supplier EDF
- φ [2016-2018]
- 50 retroffiting projects/y in 2016 over 56 k housing
- M€ 25.8 for φ1 €
- Public & private (EDF) grants + prefunding + banks partnership NB: the scope is has enlarged to cover 110k inhab.

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Program led by Grenoble-Alpes metropolis (440k inhabitants)

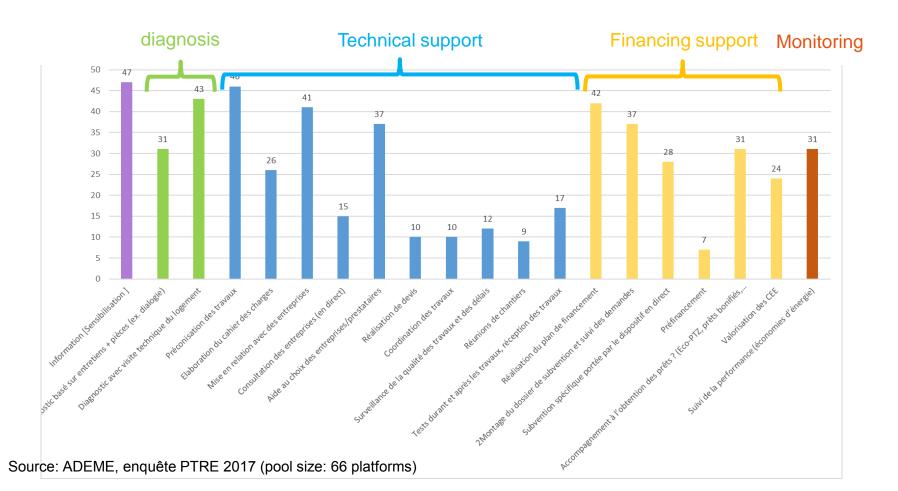
- φ1 [2010-2014] φ2 [2016-2020]
- 150 collective ownerships (5,000 housing) built betw 1945 & 1975 M€ 25.8 for φ1 €
- Public grants + white certificates NB: the scope was enlarged for φ 2 to independent houses



Source: ADEME, Rénovation énergétique de l'habitat, 15 initiatives de territoires, July 2016/own data updated in June 2017



On September 2017, there were **144 platforms covering 45,3 M inhabitants** in operation mainly funded by public bodies (ADEME, local authorities, region...) & **proposing different services**

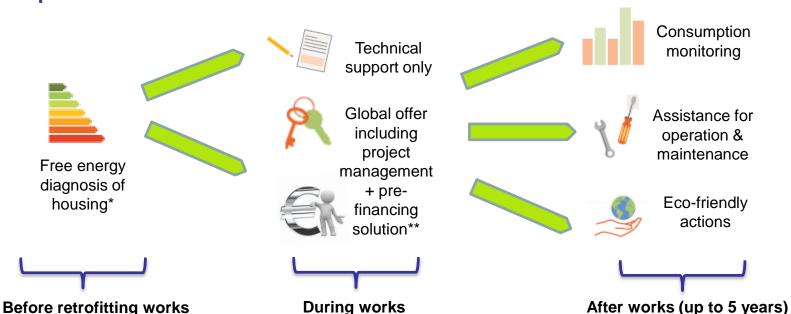






Origin of the initiative

Wish of the Picardie ex-region to substitute for private banks to lend money to low income dwellings & take into account energy savings in loan granting procedures → state-own company for energy efficiency public services



Proposed services

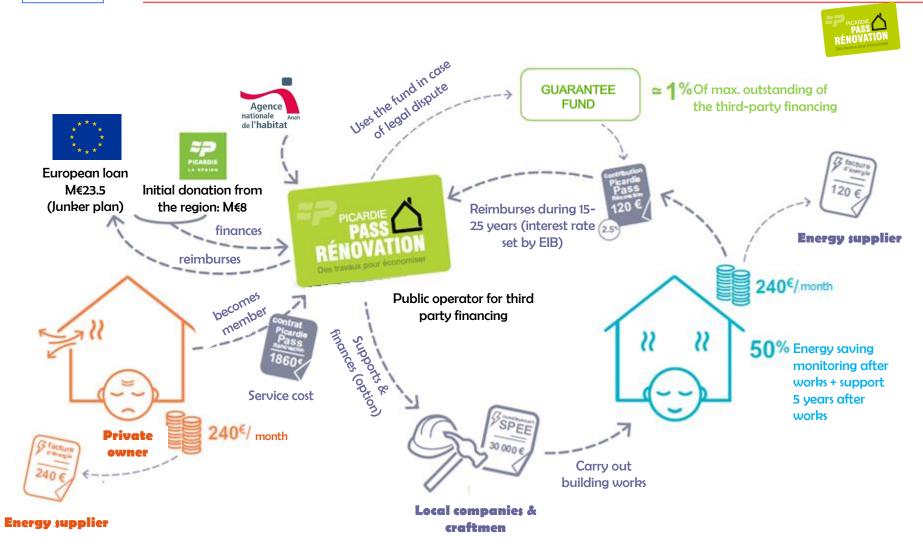
* If a dwelling accepts the renovation proposal it must sign a contract with the state-own company and pays around 2k€ for the global support to its retrofitting project

**The financial advance on works is granted with an interest rate set by EIB

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A innovative business model (2/3)



Source: Picardie Pass Renovation, Rapport d'activités, September 2017



Some figures & key points (3/3)



Key figures on September 2017

- > 4,500 contacts with dwellings
- > 2,250 energy diagnosis performed
- ▶ 1,460 housing to be retrofitted for a budget of M€31 including 10 collective houses gathering 1,085 multiple-unit dwellings (targets: 2,000 retrofitted houses within mid 2018 then 18,000 housing/y from mid 2018)
- > 279 local enterprises partners of the pass (95% located in the Northern region)

Key points

Initiatives supported by the EU structure ELENA (technical assistance) & EIB (loan)

→ obligation to frame activities (4-6 months upstream the start) & to build a strong business model over many years

NB: min. leverage effect requested by the EIB = 20 ($1 \in lent \rightarrow 20 \in invested$ in retrofitting works)

→ obligation to monitor different performance indicators such as energy savings, avoided CO₂ emissions & transmitted them to the Commission (control operated after one year by commissioners)



The French local initiatives supporting building energy renovation are **various** and must consider **many general parameters** (blg types, incomes...) & characteristics specific to local territories (economic, org. & behavioral)

To make these kind of initiatives efficient it seems important to

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Set long term targets (~50 y) at the territorial level in connection with national objectives

Provide long term resources to non commercial structures in charge of territorial strategy organization

Ensure an unique access point of information for dwellings providing integrated services including information, eng. & financial support

Oblige local platforms to built a sustainable business model
 & monitor regularly key performances indicators

Make energy diagnosis mandatory for all building having significant energy savings potentials

Target the most degraded buildings identified by robust
 & common tools

Keep the conditions of assistance stable





