

Africa Energy Efficiency Policy in Emerging Economies **Training Week**

Nairobi

18-22 March 2024

https://www.iea-events.org/energyefficiency-training-week-nairobi





Deep dive on passive design and cooling in buildings

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SUSTAINABLE ENERGY







Global advocacy and knowledge dissemination for SDG7 and a just and equitable energy transition

Scalable solutions and platforms that develop and provide replicable solutions to address common challenges to regional or global issues

STRATEGIC PILLARS

Tailored country support to address country-specific needs for a just and equitable energy transition

Objectives

FOR ALL

Rally political momentum, create awareness, and drive decision making on an international stage

Unlock financial flows, foster enabling business and policy environments, and test implementation models

Build system capacity and advise around national planning and implementation

Why SEforALL?

Exceptional convening power and unique ability to influence decisionmaking

Track record for designing solutions, and coordination capabilities and network to build alliances

Reputation as a trusted broker, with flexibility and agility to deliver onground solutions quickly

Overview of session



- 1. What is passive design and passive cooling in buildings?
- 2. Why is it important?
- 3. Climate & comfort analysis
- 4. Passive design and cooling solutions
- 5. Supporting policies and enabling actions

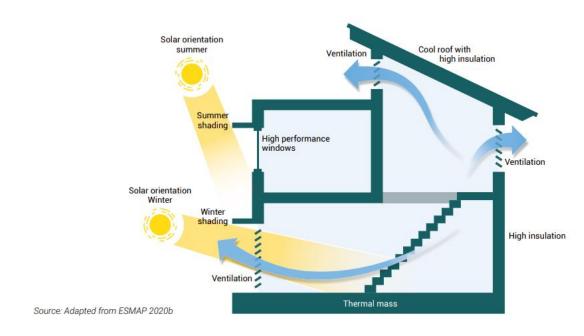
...and after the break, we'll explore some case studies!

What is passive design and cooling in buildings?



Passive design for buildings responds to the local climate and uses the building orientation, layout, form, materials and other physical design features to reduce or remove mechanical cooling, heating, ventilation and lighting demand.

Passive cooling relies on natural processes to reduce and manage heat to help maintain comfortable temperatures indoors or reduce cooling demand.





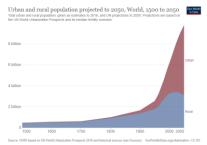
Why is passive cooling design in buildings important?

Increasing heat exposure & cooling demand



Increasing temperatures & heatwaves



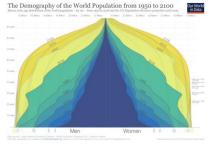


Source: https://earthobservatory.nasa.gov Source: Our World in Data /images/15255/heatwave-in-northern-

africa-and-southern-europe

An increasing & aging population

Urban environments & buildings trap heat





T2 (°C)
21.0
20.0
20.0
19.0
17.0
16.0
16.0

Mean air temperature in Paris, France at 22:00 CESTin summer 2003 (VITO, Planetek)

Increasing heat exposure & cooling demand



The Urban Heat Island Effect (UHIE)

Urban environments are trapping heat due to:

Dark surfaces that absorb solar radiation

- A lack of vegetation that shades and cools
- Human-generated heat from electrical and mechanical equipment.
- Building designs that trap heat, such as those with heavily glazed facades or metal roofs

A study found that the UHIE caused the city of Accra to be between 4oC and 6oC hotter than the surrounding rural area.*



*Wemegah et al, Assessment of urban heat island warming in the greater accra region, Scientific African, Volume 8, 2020, e00426, ISSN 2468-2276, https://doi.org/10.1016/j.sciaf.2020.e00426.

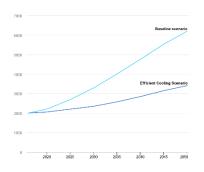
Consequences of heat exposure and increased active cooling



Heat mortality & heat-related illnesses



Increased peak energy demand and reduce energy resiliency



Source: IEA (2028)

Economic & productivity losses



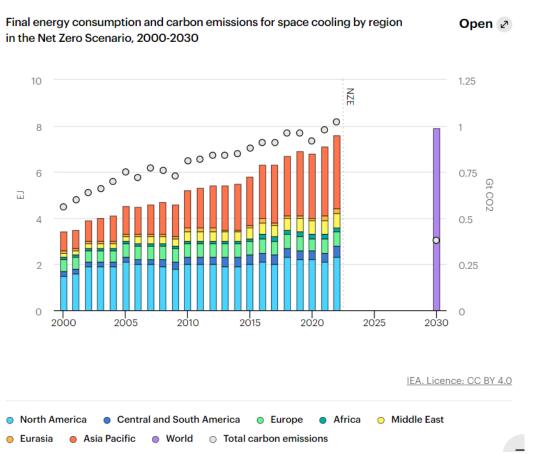
Social equity & justice consequences



IEA 2024. CC BY 4.0. Source: WHO

More global heating, more active cooling, more emissions





Passive design significantly reduces cooling load & energy use



UNEP Global Cooling Watch 2023:

- With widespread adoption of passive design, global cooling capacity can be reduced by 24%
- For new building, cooling load reductions 30% to 40% are typical, and in some circumstances reductions of more than 50% are feasible
- For existing buildings, cooling loads can be reduced through retrofits, resulting in typical load reductions of 10% to 20%.

The National Government Participants of the **Global Cooling Pledge**:

Commit to establish national model building energy codes that incorporate market appropriate measures such as passive cooling .. by 2030 for new and refurbished buildings...

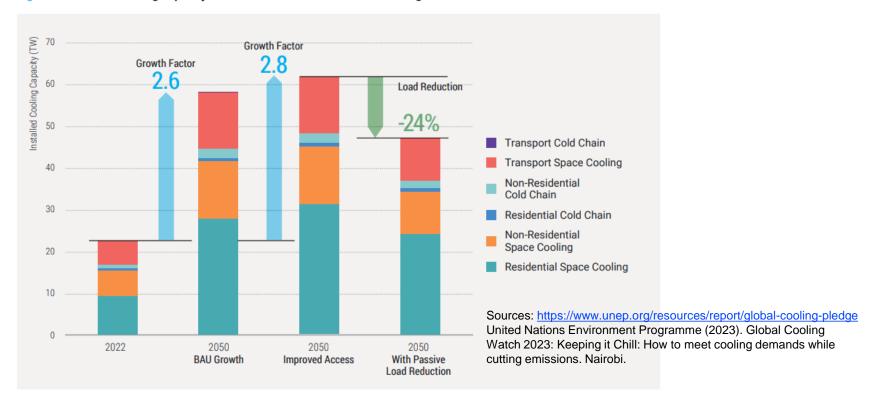


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Passive design significantly reduces cooling load & energy use

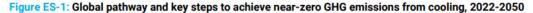


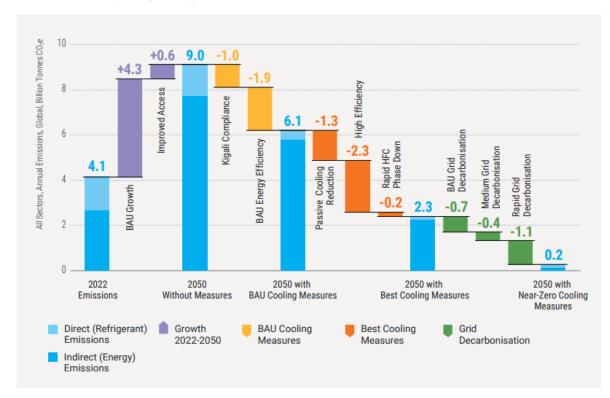
Figure 2-1: Global cooling capacity in 2022 and under three scenarios for growth to 2050



Source: Global Cooling Emissions Model







Note: Blue bars show emissions in 2022 and 2050. Purple bars indicate growth. Yellow bars indicate BAU Cooling Measure emission reductions. Orange bars indicate Best Cooling Measure emission reductions. Green bars indicate emission reduction due to electricity grid decarbonisation.

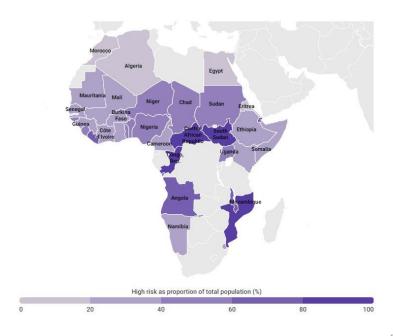
Passive solutions reduce heat exposure for the most vulnerable



In a warming world, access to cooling is not a luxury. It is an issue of equity, necessary to adapt and thrive.

1.12 bn

People at high risk among the rural and urban poor die to a lack of access to cooling



Build better, prioritising passive solutions for cooling





Architects use local materials and merge traditional techniques with modern technology to make schools and orphanages cool, welcoming places

by Èlia Borràs in Burkina Faso

Build better, prioritising passive solutions for cooling







Climate & Comfort Analysis



What ambient wet-bulb temperature is the limit of human body tolerance under prolonged periods?

- A. 35°C
- B. 38°C
- C. 43°C
- D. 46°C

Thermal Comfort



Local climate, culture, behaviour and technology influence our perceived thermal comfort.

Physical, physiological and sociopsychological characteristics affect how comfortable we feel.

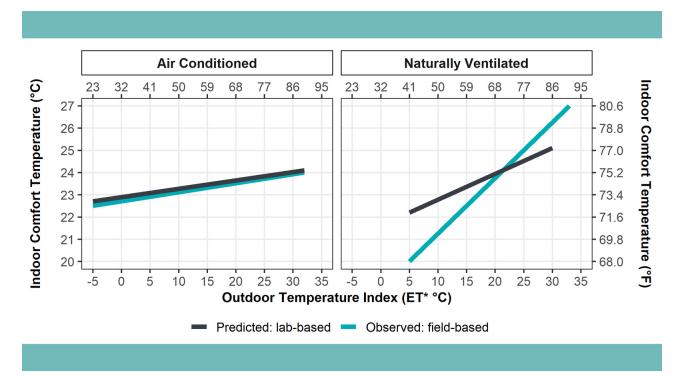
Influencing factors include:

- Air temperature
- Radiant temperature
- Humidity
- Airspeed
- Clothing
- Activity rate and blood flow
- Responses such as shivering and perspiring
- Recent climate conditions
- Individual health & mood
- Expectations & personal background
- The ability to adapt our local environment



Adaptive Comfort





Source: A standard for thermal comfort in naturally ventilated buildings included in ASHRAE Standard 55 (https://cbe.berkeley.edu/research/adaptive-comfort-model/)

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Climate Analysis



Understanding how these different climate elements may influence/inform design of a building.

Building codes, land-use planning policies, passive design guides and building use all needs to respond to your local climate.

- https://clima.cbe.berkeley.edu/ detailed analysis
 with nice diagrams
- https://weatherspark.com/ helpful for quick comparisons between locations



Humidity



Solar Radiation



Wind



Ground temperature



Precipitation

... What? ... Why? ... How?

Climate Analysis – Psychrometric Chart



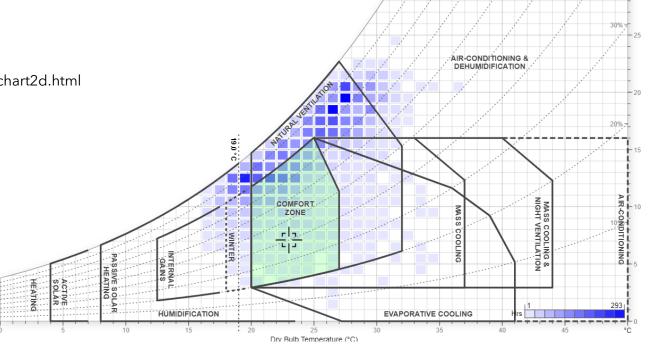
Temperature/Humidity Distribution Hrs

Dakar, Senegal





https://drajmarsh.bitbucket.io/psychro-chart2d.html



Climate Analysis – Psychrometric Chart



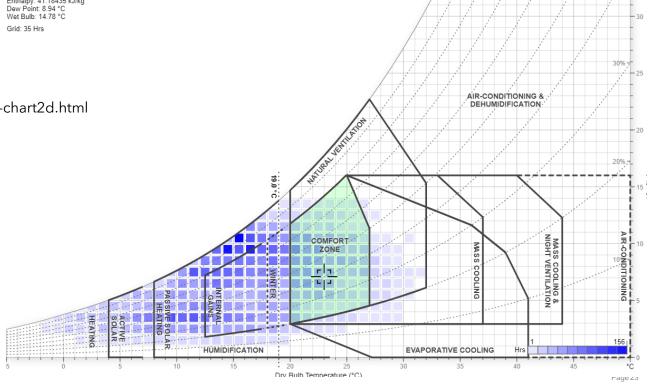
Temperature/Humidity Distribution Hrs

Johannesburg, South Africa

Psychrometric Chart
INDICATOR:
Dry Bulb: 23.00 °C
Rel Humidity: 40.00%
Abs Humidity: 40.00%
Abs Humidity: 7.09431 g/kg
Vap Pressure: 1.14319 kPa
Air Volume: 0.84819 m3/kg
Enthalpy: 41.18435 kJ/kg
Dew Point: 8.94 °C
Wet Bulb: 14.78 °C

Online tool:







Passive Design & Cooling Solutions

A pathway to sustainable cooling





Efficient planning and design at the scale of the city or urban district, with an emphasis on heatminimizing urban form and design, nature-based solutions, and cool surfaces designed to reduce the urban heat island effect, in turn also reducing cooling loads in buildings.

Reduce heat at

the urban scale

Enhancing the thermal performance of buildings and minimizing cooling loads using passive building design practices with an emphasis on leading-by-example on city-owned buildings and raising the floor with building energy codes and standards.

needs in buildings

Passive design



Serve cooling needs in buildings efficiently

Efficient and best-fit cooling technologies and operations to deliver the required amount of cooling with the least amount of energy, emissions and anthropogenic heat.

Efforts will require multiple stakeholder actions from:

- National governments
- Subnational government
- Utility companies
- Property & project developers
- > Financial Institutions
- Architects & engineers
- Manufacturers & suppliers
- Labourers & installers
- Building owners & occupants
- Civil society

Source: RMI Whole-system approach to optimally addressing urban cooling

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Heat mitigation in cities





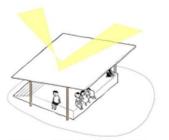
Trees, plants, landscape and playground features to shade buildings & prevent internal overheating.



Wind corridors formed with landscape to encourage breezes through the site and buildings



Trees & plants to provide outdoor cooling through shading and evapotranspiration.



Light coloured surfaces to reflect heat and prevent a local urban heat island effect

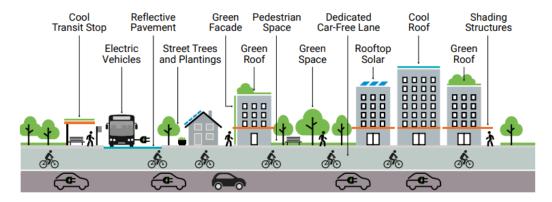


Water features to provide evaporative cooling in the hot and dry season.

Heat mitigation in cities







Source: RMI

Note: In the figure, the conventional urban area has a high proportion of impervious surfaces and single-occupancy vehicles. By comparison, the heat-resilient urban area has a higher proportion of green space, cool surfaces, alternative modes of transport and electric vehicles.

Solar Shading



Methods:

- Orientation Orient buildings to reduce east and west elevations which receive the most direct solar radiation
- Limited glazing: Lots of glass can cause heat to become trapped in buildings. Typically, windowwall ratios should not exceed 20-30% (depending on the location) to limit solar heat gain.
- Overhangs & Shades Use elements of the building such as colonnades and projecting overhangs to shade windows and walls from direct sunlight. Provide shutters & shading fins where overhangs do not shade from the sun entirely.
- **Trees and vegetation** can be used to shade exposed windows and walls, particularly on the east and west elevations.
- Double Roof Create a second skin beneath the roof to reduce the radiant temperature and help to cool the roof through enhanced ventilation.

Solar Shading



Aim: reduce heat gain and prevent overheating due to solar radiation



Natural Ventilation



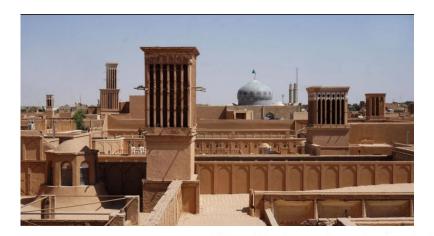
Methods:

- Prevailing Wind: Expose the building to the prevailing wind direction to capture wind-driven ventilation.
- Openings: Ventilation openings can be created using hit-and-miss bricks, metal, timber, or concrete screens or louvers.
- ➤ Cross Ventilation: Windows and vents on opposing sides of a building benefit from wind-driven cross ventilation, particularly if they face the prevailing wind direction.
- > Stack Ventilation: Buoyancy-driven stack ventilation uses temperature differences to move air. This can be enhanced by solar chimneys driving faster ventilation.
- Nighttime ventilation: Secure vents and openings that can be left open at night can help flush heat from buildings

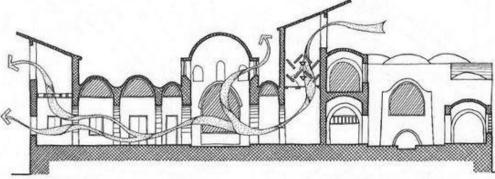
Natural Ventilation



Aim: Bring the outdoor air inside to flush heat and create breezes that improve thermal comfort







Materials & Finishes



Methods:

- 'Cool' roofs & walls: A shiny or very light roof finish will reflect solar radiation, helping to reduce radiant heat transfer to interior spaces. Light-coloured walls also help reduce heat gains.
- Insulating materials Insulation in the roof and an internal ceiling will reduce heat gain. Wall insulation can help, particularly where active cooling is needed to reduce demand.
- Thermal mass or ground coupling Dense and thick walls can help buffer internal temperatures and lower the peak internal temperatures, particularly when coupled with night-time ventilation.

 Best for hot & dry climates with a lower nighttime temperatures.
- Light & permeable construction Light, permeable materials can help prevent heat build-up in the structure and provide opportunities for natural ventilation. Best for hot & humid climates.

Materials & Finishes



Aim: Reduce, buffer and delay heat through the building fabric.





Mahila Housing trust, India found white roofs reduced internal temperatures by 4-5°C

Rwanda Institute for Conservation Agriculture

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Supporting policies and enabling actions

Policies & actions supporting passive design and cooling



- National Cooling Action Plan embedded with national strategy for increasing passive design and cooling in buildings
- Heat action plans & heat risk mapping to focus resources
- Land-use policies
- Passive design requirements integrated into National Building Codes
- Minimum performance standards for buildings of a certain size, e.g. Rwanda Green Building Minimum Compliance System
- Voluntary building standard's standards, such as EDGE
- Online database/repository of passive solutions for your context, including material and equipment supplier details





ENVIRONMENTAL PROTECTION AGENCY



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Policies & actions supporting passive design and cooling





- Capacity building and training for architects, engineers, builders, contractors
- Evidence-based academic research, conduct monitoring and evaluation of buildings without and with passive design to demonstrate benefit and generate knowledge
- Government leading by example, e.g. by adopting passive designs in public buildings
- Tax incentives for passive cooling materials and products
- Consider passive cooling materials and products in nation industrialization & manufacturing plans
- > Community awareness raising campaigns
- Behavior change campaigns
- Community retrofit and greening schemes



Examples of independent NGO campaigns: The campaign for reduction of indoor heating during winter periods in Republic of Korea¹⁰

Figure 3: "Wearing warm underwear can help save energy"



(Source: Korea NGO's Energy Network, November 2006, Gangneung YWCA, November 29, 2007)

Thank you!





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Energy Efficiency Training Week - Buildings - Day 2: 5. Toolkit – Energy efficient building technologies



Introduction

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Building envelope technologies

Insulation

Air sealing

Windows and doors

Shading (interior, exterior and vegetative)

Roof (roof system, cool roof and green roof)



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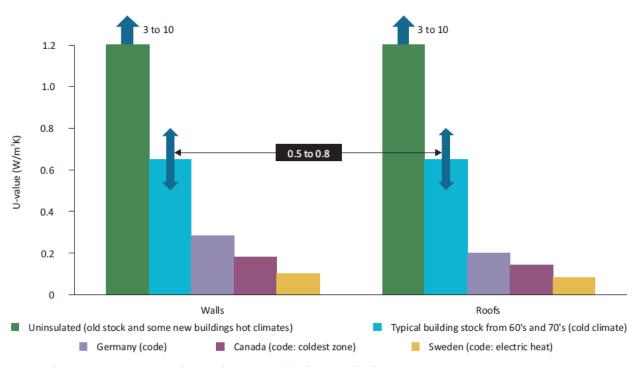
Building envelope technology: insulation



Recommended average wall and roof U-values based on lifecycle cost effectiveness:

≤ 0.15 W/m²°C cold climate

≤ 0.35 W/m²°C hot climate



Insulation levels vary widely in the existing building stock. Efficient new buildings have increased insulation (low u-value)

Building envelope technology: insulation (exterior)





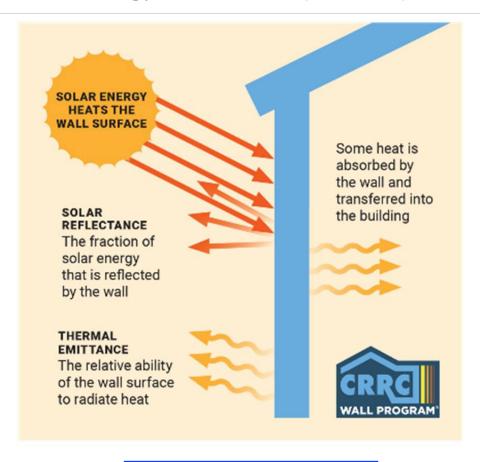
Before After

Exterior insulation is best approach to reduce thermal shorts/thermal bridges and can applied with external material.

Applicable to all building types, but challenging for historic buildings.

Building envelope technology: insulation (exterior)



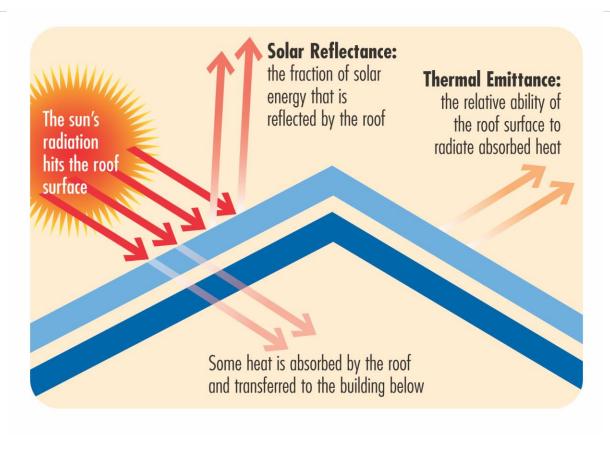


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Source: Sto Corporation

Building envelope technology: roof insulation

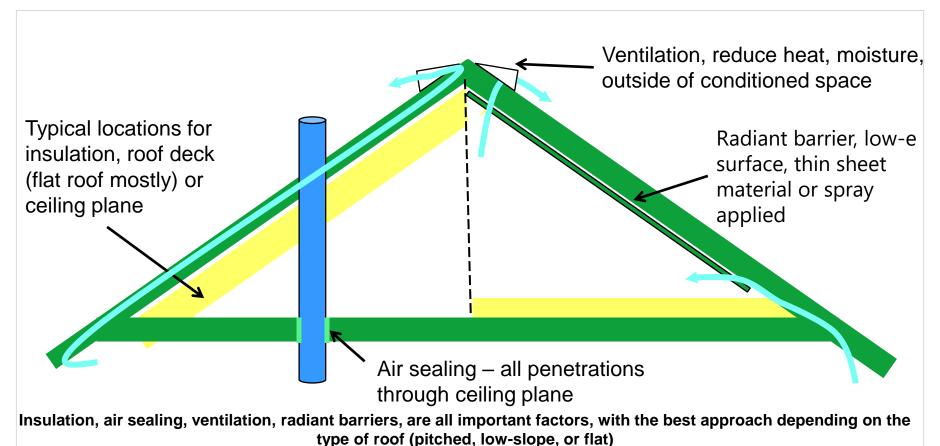




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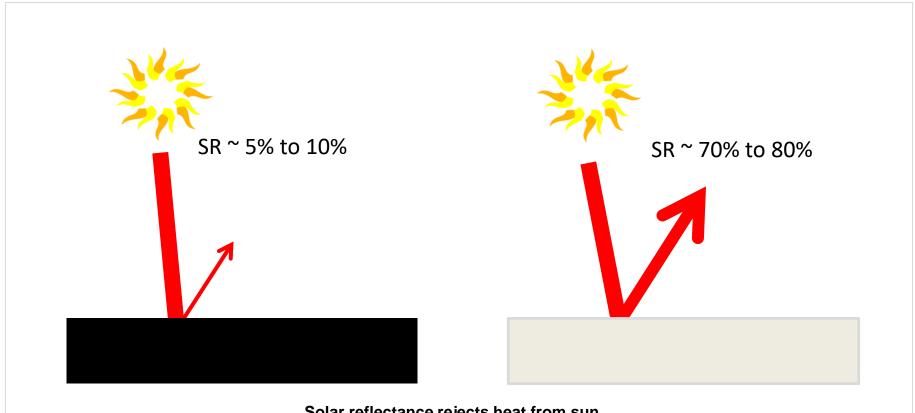
Building envelope technology: roof as a system





Building envelope technology: roof solar reflectance (visible colour)

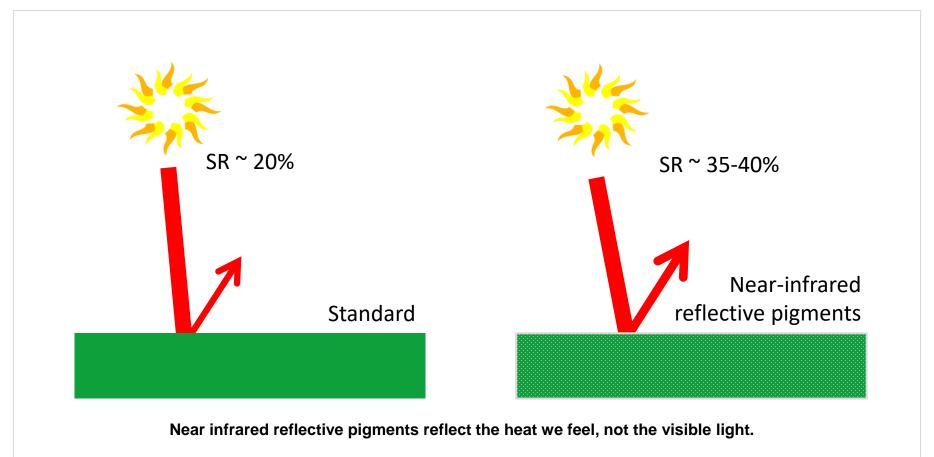




Solar reflectance rejects heat from sun. Visible colour can change the amount of heat that enters the building.

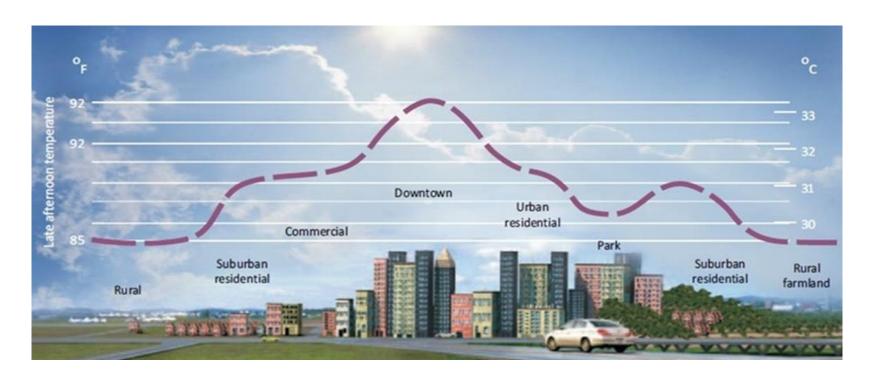
Building envelope technology: roof solar reflective pigments





Building envelope technology: reflectance impact on heat island



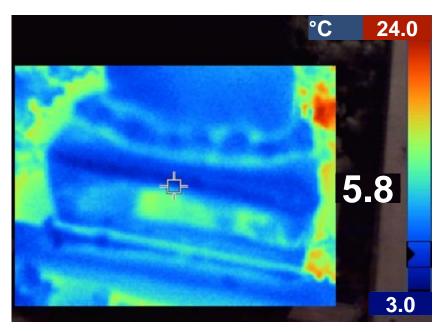


High density of low solar reflectance surfaces increases the heat absorption and heat islands in cities.

Building envelope technology: air sealing







Sealing the connection

thermal image

Air sealing typically accounts for 10-30% of heating and cooling loss. However, air sealing can be easily applied and verified with infrared camera and air pressure tests.

Source: Marc LaFrance

Building envelope technology: air sealing

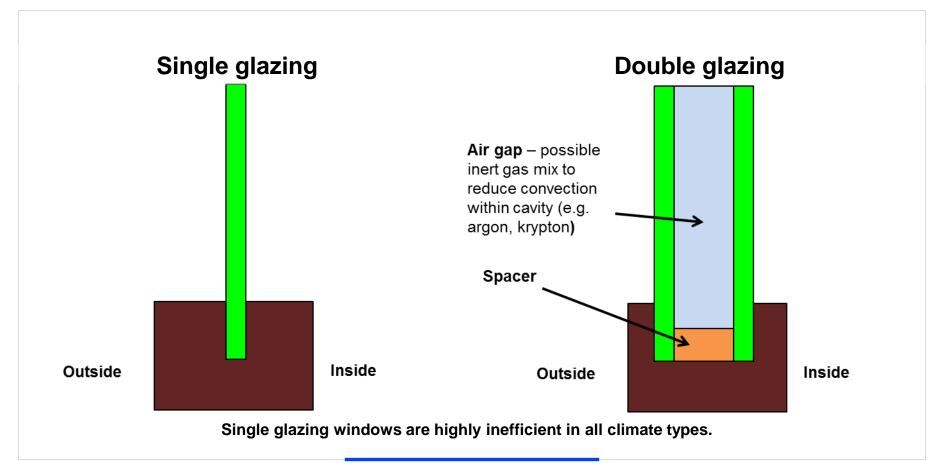




- Validated air sealing is a critical measure for building codes and renovation
- Testing of large multi-family buildings can be expensive – possible to institute sampling and workmanship criteria to reduce cost
- More research needed to offer more affordable testing but many low cost and simple solutions exist today
 - New research is occurring on a whole building airbased sealant (to seal the building envelope), by the inventors of Aeroseal (for duct sealing)

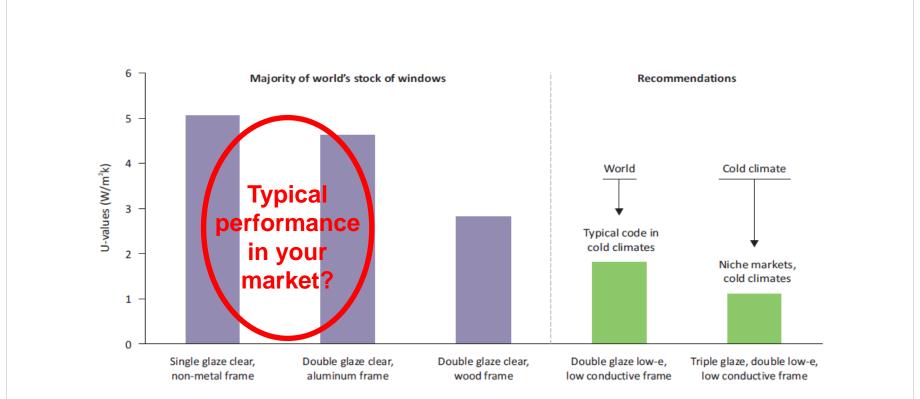
Building envelope technology: windows





Building envelope technology: window market





The majority of the world's installed windows can be significantly improved and more work is needed to ensure that new sales meet more stringent performance criteria.

Building envelope technology: window coatings

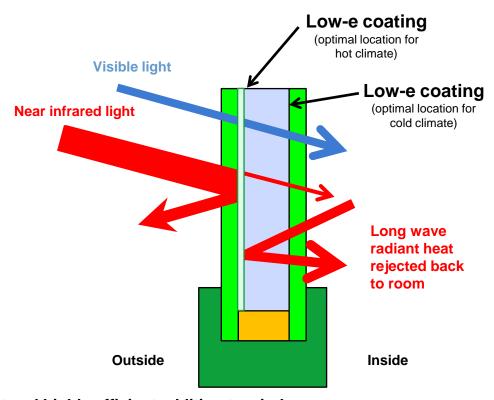


Low emissivity films

Transparent metal coatings that reflect radiant heat (long wave radiation) combined with solar selective coatings that reflect visible light and nearinfrared light (heat we feel)

Typical savings of 30% to 40%

Commonly applied to new windows, but can also be installed in retrofit low-e storm panels and low-e window films when window replacement is not possible

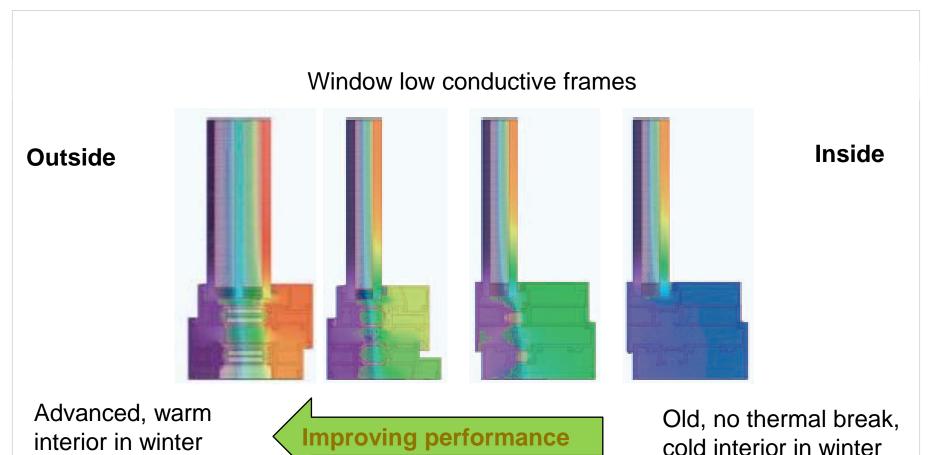


Low-e coatings can be a low cost and highly efficient addition to windows. Is double glazing or low-e glass common in your country?

Building envelope technology: window frames

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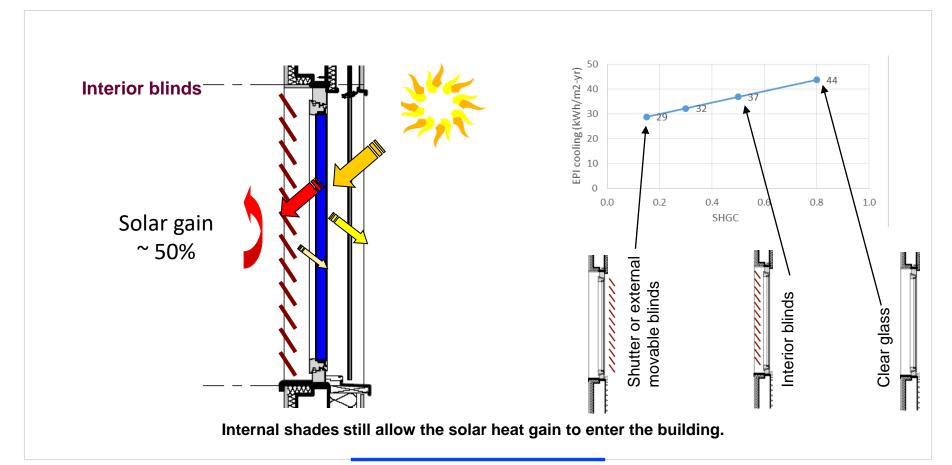




Source: Alcoa/Kawneer

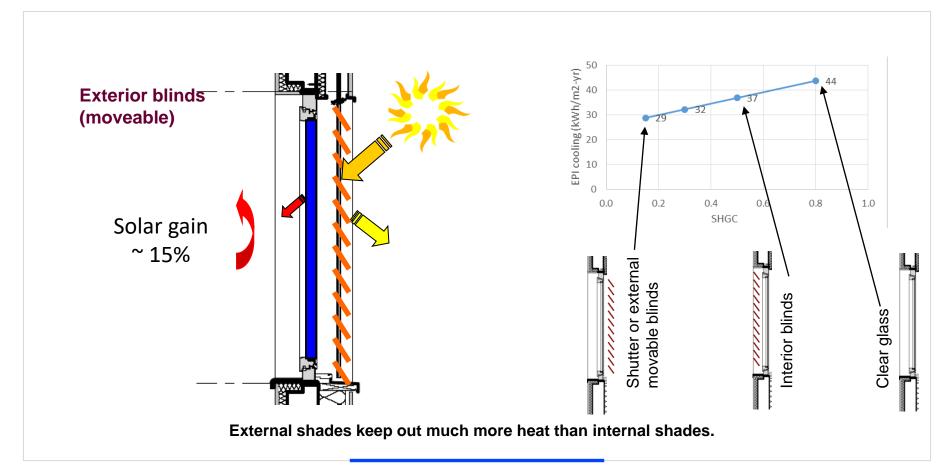
Building envelope technology: internal vs. external shading





Building envelope technology: internal vs. external shading







Building equipment and systems

Space heating

Water heating

Space cooling

Ventilation

Lighting

Controls

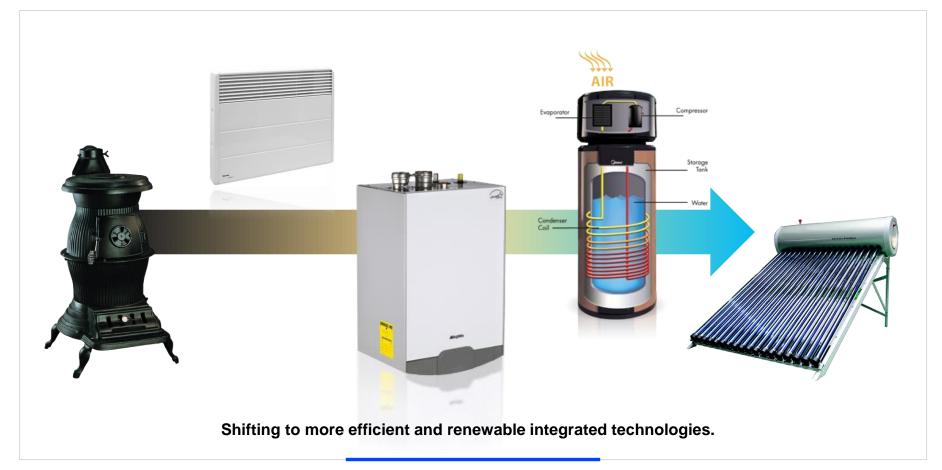
Innovative technologies



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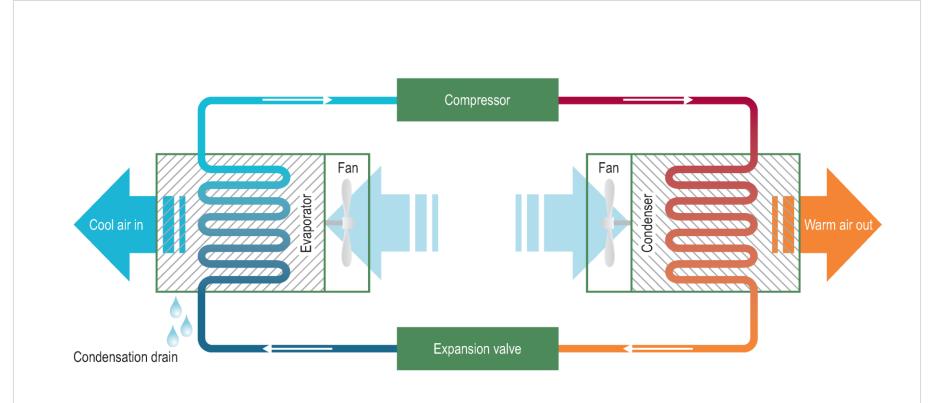
Building equipment and systems: space and water heating





Building equipment and systems: cooling





ACs use a refrigerant and a vapour compression cycle to move heat from one space to another, providing comfort and the sensation of fresh, cool air



Building equipment and systems: cooling equipment types

Packaged ACs

- · Window air conditioners
- Portable units
- Packaged rooftop units

Split System ACs

- · Chilled water systems
- Rooftop and air handling units
- Variable Refrigerant Flow (VRF)

Chillers

- Water cooled chillers
- · Air cooled chillers

Other systems

- Evaporative coolers
- Absorption chillers
- Ground source or geothermal

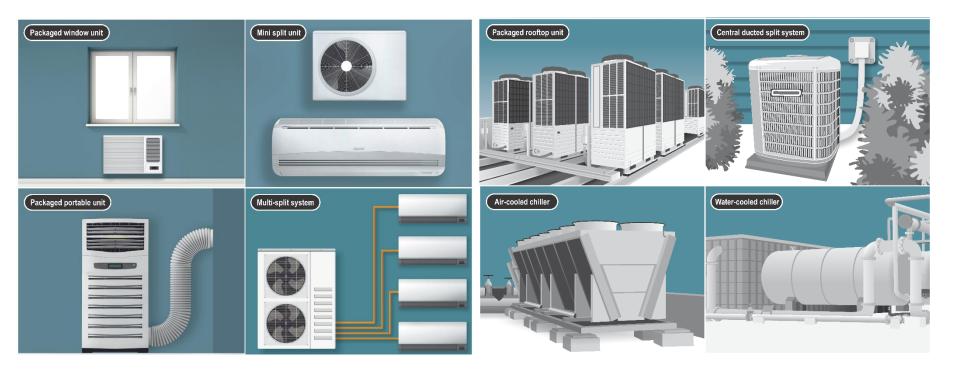
What makes an Energy Efficient system?

- ✓ Reduced energy used for same output of cooling
 - ✓ High COP or EER
 - ✓ High CSPF or SEER
- ✓ Correctly sized
- ✓ Ability to reduce output according to load
- ✓ Ability to integrate smart controls

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Building equipment and systems: cooling equipment





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Building equipment and systems: cooling equipment





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Building equipment and systems: cooling equipment features



Flexibility

• Variable speed compressors, "inverter", variable speed fans, variable flow refrigerant.

Storage

- Ice or chilled water
- For peak demand control

Thermal recovery

Heat and/or enthalpy exchangers

Smart controls

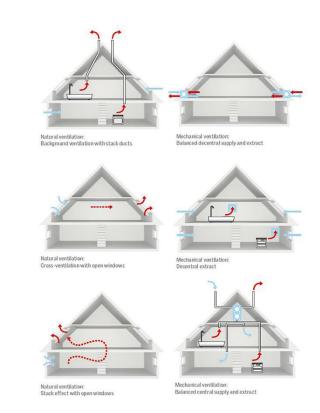
- Pre-cooling, free-cooling
- Set point adjustment and demand-side management
- Integration with other building systems

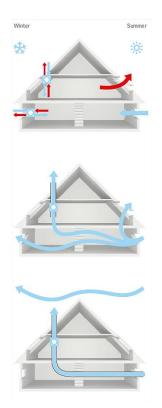
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Building equipment and systems: ventilation



- Mechanical
 - Fan exhaust or supply
 - Heat/energy recovery ventilation
- Natural
 - Cross ventilation
 - via wind
 - via temperature
 - Stack ventilation
 - via air stratification
 - via temperature induced exhaust
- Hybrid, or mixed-mode

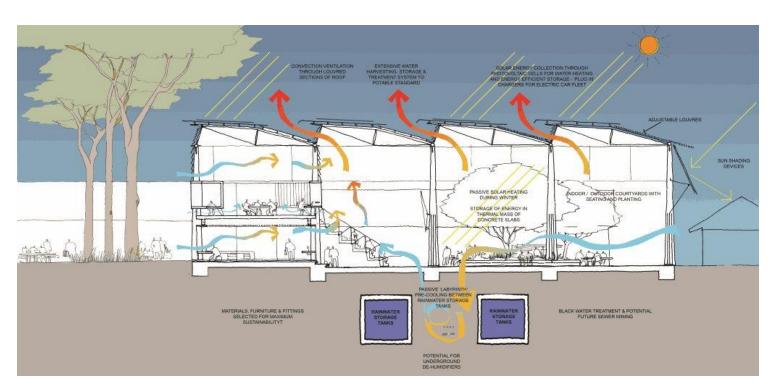




IEA 2024. CC BY 4.0. Source: Velux

Building equipment and systems: hybrid ventilation





Natural ventilation (stack/stratification) in combination with mechanical ventilation to enable comfort

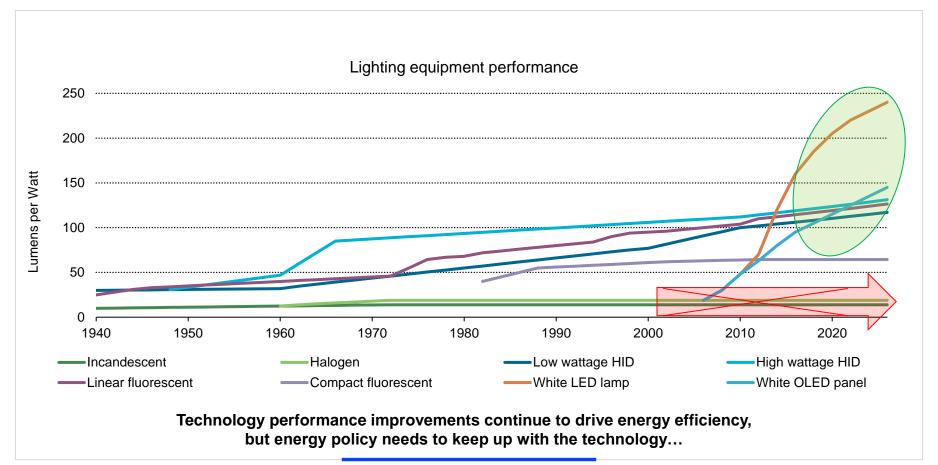
Building equipment and systems: lighting





Building equipment and systems: lighting





Building equipment and systems: controls



Controls can be used to regulate and/or automate the operation of building systems to optimise performance.

Increasing level of complexity

Simple timer or presence detection for on/off operation



Ability to adjust according to occupancy and/or external conditions



Centralised Building Management Systems (BMS)

- Lighting circuits
- Small power circuits
- HVAC systems

- Daylight dimming of lighting circuits
- Variable speed drives on central HVAC components.
- Controlled blinds and windows in response to solar radiation and/or outdoor temperature.

- Remote control and programming of building systems.
- •Can be combined with data collection and energy management.

New generation controls: remote thermostats, load shifting for demand side management.

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Improving building system operations

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What operations are we talking about?



- Building operations consists of the activities necessary to operate, maintain, and manage buildings. This includes maintaining the HVAC systems, plumbing, electrical, and building system configuration.
- Operation and management activities, methods, and approaches should enable energy savings while maintaining or enhancing indoor environmental quality and equipment reliability.
- Good operation and management practices will lead to the efficient operation of buildings. Can also lead to increased productivity of occupants, and a longer lifetime of the building and its components.

Implementing smart management



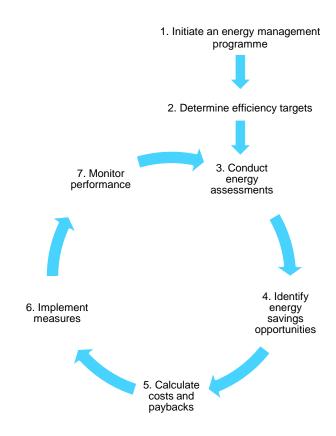
Asys smart management, 2019

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Energy management in buildings: 7 key steps



- Implement energy efficiency measures
 - All cost effective measures that have benefit to owners and occupants
- Monitor performance
 - Evaluation of energy efficiency
 - Data collection / sensors / energy management systems
- Continuous improvement
 - Use the information collected to continue the process again back at step 3 to identify more energy savings opportunities for continuous improvement

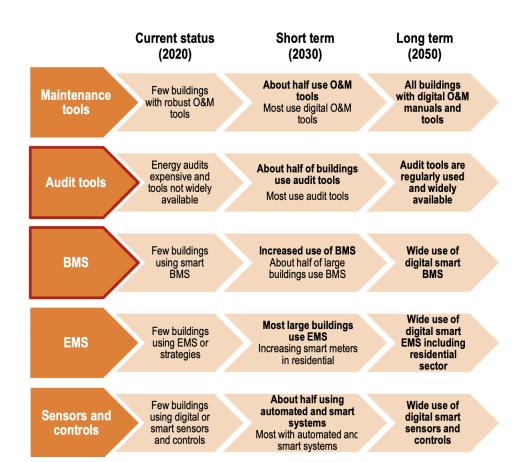


Adapted from: India Bureau of Energy Efficiency, Energy Management in your School, Hospital, Hotel.

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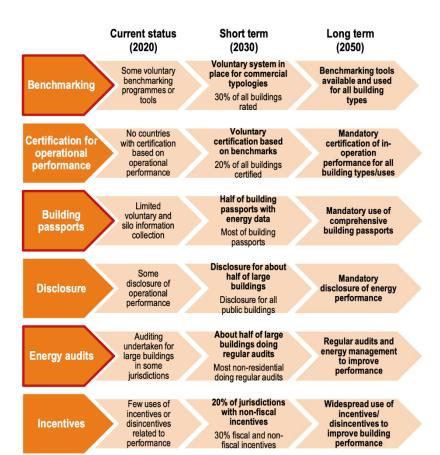
Path to net zero emission buildings





Path to net zero emission buildings







Activity – Energy efficiency building technologies



For each of the following elements, describe	Current practice	Best available practice	Net zero practice
Cooling technology			
Hot water heating			
Ventilation			



Energy efficiency building technologies game is...



Charades!

- Each group of 3-4 people will be given an image of an energy technology, one at a time.

- DO NOT SHOW ANYONE ELSE THE PICTURE

- In 3 minutes, come up with a way to 'act out' the energy technology without speaking.
- Each group then gets to write down their guess.
- The group with the most correct guesses gets a prize.



Energy Efficiency Training Week



Africa Energy Efficiency Policy in Emerging Economies Training Week

Building Energy Performance Certificates in South Africa and Related Policies: Design to Implementation

By

Ms. Nqobile Ngcobo EPC Programme Lead

South African National Energy Development Institute

Nairobi

18-22 March 2024







OUTLINE

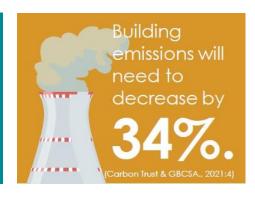
- Why Focus on the Buildings Sector?
- Energy Efficiency in the South African Context
- Timeline for Energy Efficiency in South Africa
- Insight on the Buildings Sector NEES (Post 2015)
- Principle of Energy Performance Certificates
- Implementation of EPCs Regulation
- 6-Step Process for Implementation
- The Online NBEPR
- EPCs in South African Landscape Status
- A Solid Foundation to Buildings Sector Improvements
- Long Term Strategy EPCs, The Beginning
- Key Takeaways

Why Focus on the Buildings Sector?









Source: EPC Guideline,2021

South Africa is committed to GHG emissions reduction as well as promoting economic growth & development

Our electricity generation is ppredominantly coal based and hence emissions intensive Buildings identified as high energy consumers at end use and hold great EE potential

Energy Efficiency in the South African Context



International Protocols

UN Sustainability Developmental Goals

Department of Mineral Resources and Energy's Strategy





Medium Term Strategic Framework

SANEDI's Strategy

Local Government

Women & Youth Development

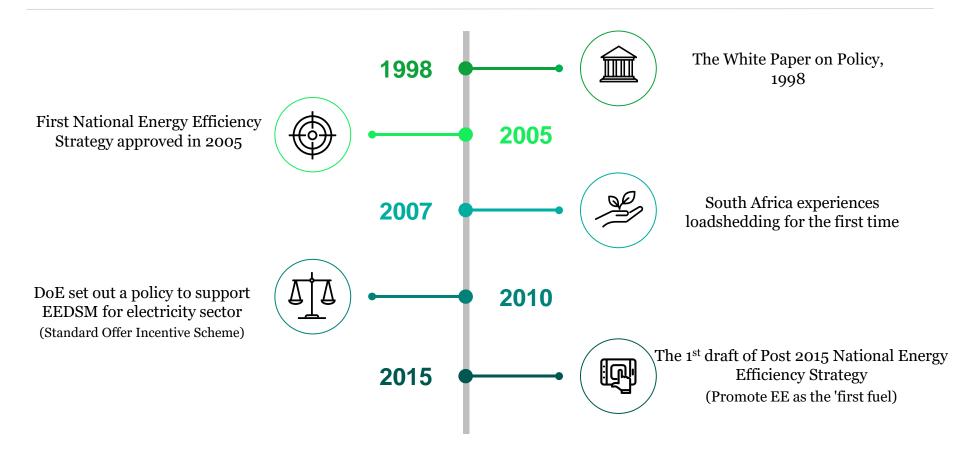
Other National Departments (NT/DFFE/dtic/DPWi)

National Energy Efficiency Strategy and the Implementation of Interventions

- Energy security of supply & address supply constraints
- Environmentally friendly, health & wellbeing and lowering GHG emissions
- Industrial productivity & competitiveness to other markets
- Enabling investments that accelerate economic & inclusive growth
- Increase asset value and useful life of assets
- Increase financial benefits for public budgets, reduce utility bills & operational cost for companies

Timeline for Energy Efficiency in South Africa





Insight on the Buildings Sector – NEES (Post 2015)



Goals

- Accelerate the current rate of improvement in the energy consumption per square metre in buildings occupied by the **public sector** at the national, provincial and municipal levels
- Accelerate the current rate of improvement in the energy consumption per square metre
 of lettable/ inhabited floor space in the commercial sector



Targets

Targets for publicly owned and commercial buildings stipulate a **50% and 37% specific energy consumption reduction respectively**, must be met by the two sectors in 2030 relative to the 2015 baseline.

EPCs is an initiative by government to meet these targets

Principle of Energy Performance Certificates



Energy Performance Certificates are a key instrument in promoting energy efficiency in buildings

The core principle of EPCs lies in the standardised assessment of buildings (SANS 1544:2014 in the South African context)

Purpose of EPCs

- An EPC is an indication of how much energy is being used to operate a building based on certain parameters.
- Improve energy performance of existing building stock (target of over 250k buildings in South Africa).
- The post 2015 NEES target for reduction in energy consumption - public buildings 50% and commercial buildings 37% by 2030.

Core Principles

- Assessments are conducted using SANS 1544:2014, thus using a standardised approach
- Usage of an energy efficiency rating, immediately indicating the efficiency/inefficiency of a building
- Triggering recommendations for improvements of a building's efficiency
- Providing transparency and informed decisions with regards to property transactions

Implementation of EPCs - Regulation



Regulation

Section 19(1)(b) of the National Energy Act of 1998 (Act No. 34 of 2008) and SANS 1544:2014

Mandatory display of Energy Performance Certificates (EPC)

Issued by a SANAS accredited body prior to 31 July 2024, thereafter by a registered professional

Application

Private buildings with a net floor area greater than 2000 m² and public buildings with a net floor area greater than 1000 m²

Occupancy classes, A1 – Entertainment & Public Assembly; A2- Theatrical & Indoor Sport; A3 – Places of Instruction & G1 – Offices

Two years and without major renovations within the last two years

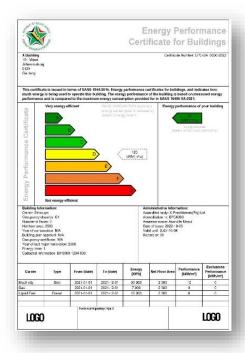
Parameters

Failure to comply will be met by prosecution with fines of up to 5 million Rand and imprisonment for up to 5 years

Deadline for compulsory registration of type and size of buildings till 2 Aug 2024

Deadline to compliance 7 Dec 2025

Renewal of EPC is every 5 years



6-Step Process for Implementation



1. Building Registration

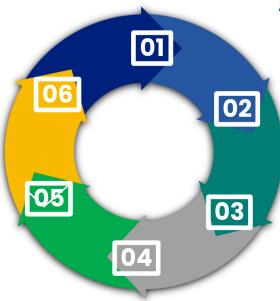
Compulsory registration of type and size of buildings for mandated buildings on NBEPR

3. The NBEPR & EPC Data

Upload all collected and analysed data onto the NBEPR for issue of certificate

5. DMRE Compliance Audits

DMRE to commission compliance audits



2. EPA in Line SANS 1544:2014

Appoint expert to conduct assessment in line with SANS 1544:2014

4. Display and Submit EPC

Building owner must publicly display certificate at entrance of buildings and submit copy to SANEDI

6. Renewal Reminders

Initial renewal reminders to be sent in Year 3 and final reminders in Year 4.

The Online NBEPR



Purpose

To respond to Regulatory requirements as mandated by the DMRE and to host and maintain a centralised data repository for building and EPC data nationally.

Focal Points

Credible Data

Building Stock

Compliance

Standardisation

NBEPR About
Information
Accredited Bodies

Contact Us

Society

Accredited Us

Society

Accredited Data

Accredited Data

Accredited Data

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New to EPC's?

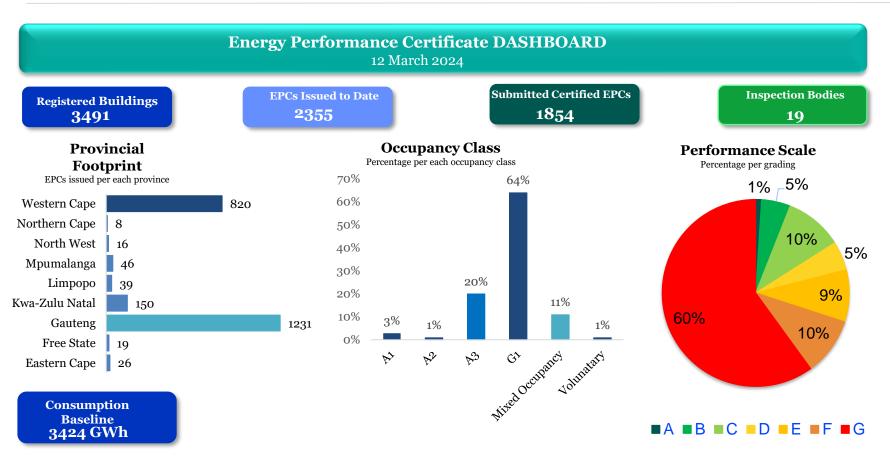
Find out how to begin your EPC journey

https://epc.sanedi.org.za/

Start Here!

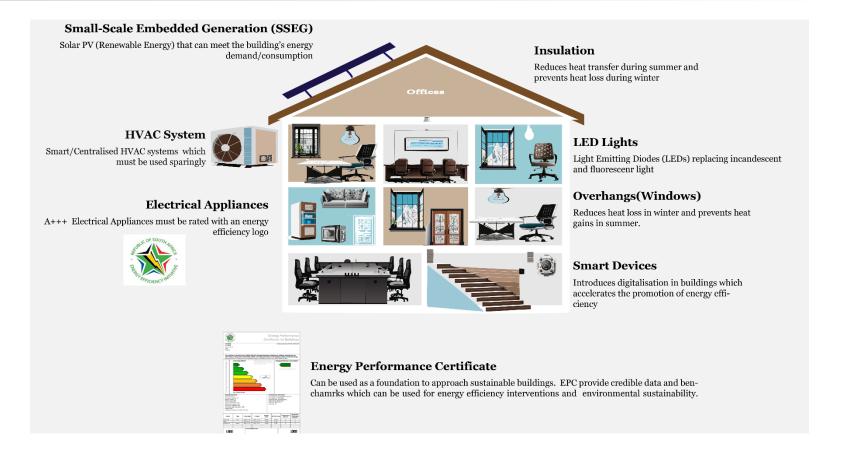
EPCs in South African Landscape - Status





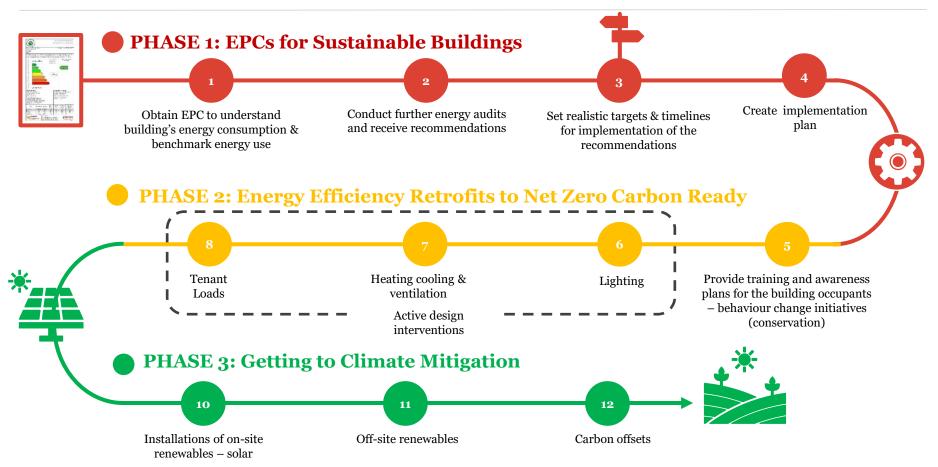
A Solid Foundation to Buildings Sector Improvements





Long Term Strategy – EPCs, The Beginning





Key Takeaways



EPCs are tools

Used to determine energy consumption of buildings, thus allowing building owners and accounting officers to become aware and implement EE interventions using credible data.

Monitoring & Evaluation

The NBEPR will allow government track implementation progress, thus assisting government in setting attainable targets with regards to energy efficiency and GHG emissions reduction for the building sector.

International best practice

EPCs are an international best practice, Europe has had EPCs for several decades, regulating the construction and maintenance of sustainable buildings.

Research & Development

SANEDI's hosting of the NBEPR will assist in further research and development around buildings in responding to legislation and ultimately, climate change.

Policy & Standards

EPCs credible data for policy and standard development towards energy efficient and sustainable buildings of the future.

Socio-economic benefits

There are secondary benefits to EPCs, such as employment opportunities for qualified unemployed individuals, design regulation around objectives.

Key Stakeholders





























Africa Energy Efficiency Policy in Emerging Economies
Training Week

Buildings

Nairobi

18-22 March 2024

https://www.iea-events.org/energy-efficiency-training-week-nairobi





Energy Efficiency Training Week - Buildings - Day 2: 7. Energy efficiency policy package

Why do we need policies?





"What if we don't change at all ... and something magical just happens?"

Why do we need policies? Addressing the barriers





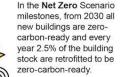
Policy Package for Buildings



Buildings Energy Efficiency Policy Package

Immediate opportunities

Replacing fossil fuel boilers with high efficiency heat pumps can reduce energy use by up to 75%.





Implementing all energy efficient measures, electrification and low-carbon energy could reduce total CO₂ emissions from the sector by more than 95% by 2050





REGULATION

- Targets for energy efficiency in buildings, including for renovation rates, fosters market growth and facilitates long-term investment decisions.
- Building energy codes for new buildings and retrofits are essential to accelerate the transition to zero-carbon-ready buildings.
- Minimum energy efficiency requirements for renovation help guarantee performance and accelerate the process of renovation through instruments such as the standardisation of services.
- Regulations ensure that buildings can become "demand response ready" to enable future flexibility.



INFORMATION

- Information on building performance allows consumers to identify the most efficient options when buying or renovating buildings. Examples include energy performance certificates, disclosure programmes, one-stop shops for upgrades and renovation passports.
- Smart interactive technologies can show real-time energy performance and help adjust occupants' behaviour.
- Training and education programmes for building sector workers are important to ensure a suitably skilled work force.
- Public awareness campaigns designed to include behavioural insights encourage low-cost actions, such as thermostat adjustment.

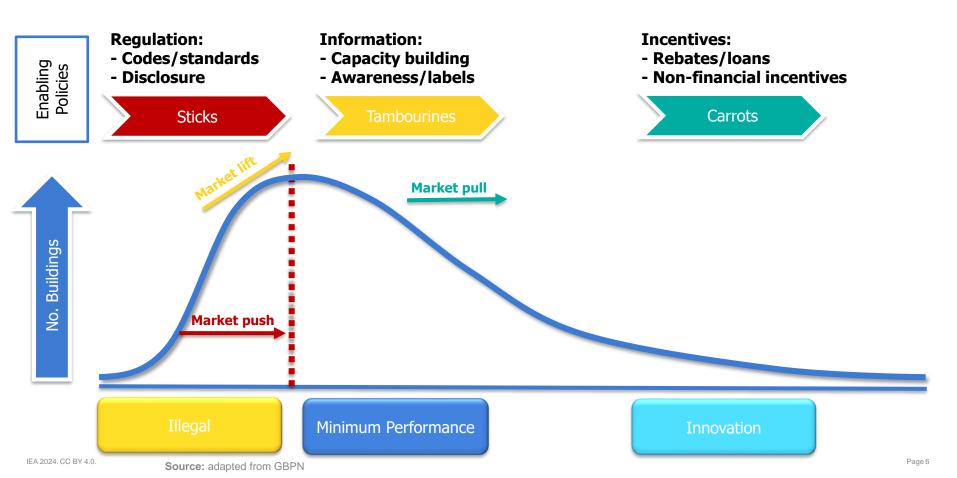


INCENTIVES

- Financial incentives such as green mortgages, energy performance-based preferential loans and tax rebates and grants can motivate consumers and developers to increase investment in energy efficient solutions.
- Expedited administrative procedures, including accelerated permitting, targeted at high performing new build or retrofit projects, encourage the implementation of energy efficient measures.
- Award and recognition programmes encourage the development of highly energy efficient buildings.

Why do we need policies? Market transformation





New buildings

Existing buildings

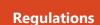


Incentives

Green mortgages, performance-based preferential loans, tax rebates for efficient equipment and low-carbon materials; non-financial incentives: awards, expedited development review and approvals, fee reductions, performance-based density bonuses and development allowances



Energy performance certificates, labelling, energy performance disclosure at the point of occupancy, smart metering, smart heating and cooling, training and education programs for construction professionals



Information

Building energy codes with minimum requirements for buildings energy performance, electrification readiness, lowcarbon materials and integration of on-site renewables with compliance tied to building and occupancy permits



Financial incentives and financing for deep renovation, performance-based preferential loans and low-carbon materials; non-financial incentives: expedited administrative procedures and approvals, fee reductions, performance-based awards



Energy performance certificates, labelling, energy performance disclosure at the point of lease, smart metering, smart heating and cooling, training and education programs for construction professionals, one-stop shops



Minimum requirements for buildings energy performance, low-carbon materials and integration of on-site renewables to be achieved after renovation with on-site compliance checks

Enabling institutional framework and governance

Long-term plans

targets, plans, strategies, voluntary agreements, monitoring and verification schemes

Capacity

Institutions, agencies, centres of excellence, certification of energy auditors and managers, international collaboration

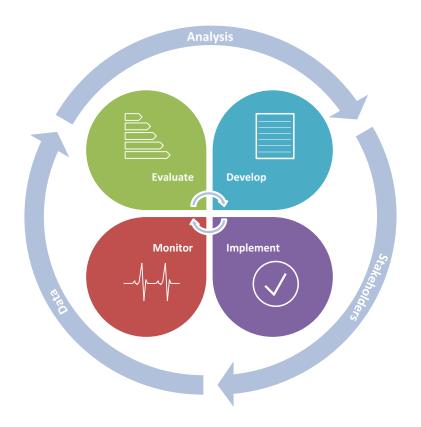
Financing

reflective energy pricing, EE obligations, utilities policies, budgetary policies, public and private finance, funding for clean energy R&D

Digitalisation

Demand-side management, smart grids, smart meters rollout, grid interconnection rules, distributed energy resources management

The policy implementation cycle



Key stakeholders in the policy process include:

- √ national and sub-national governments;
- ✓ product manufacturers,
- ✓ suppliers and installers;
- ✓ building designers,
- ✓ constructors, owners and operators;
- ✓ financial lenders and guarantors;
- ✓ data collectors, evaluators and statisticians;
- ✓ and sustainability researchers, advocates and advisors.

Need a plan of goals and indicators to measure progress





Targets

Target setting: definition and characteristics

- **Targets:** the desired level of performance you want to see, as measured by indicators, that represents success at achieving your outcome.
- Stretch Target: challenging but realistic target should be able to reach with some effort

- Specific: what you plan to achieve is clear
- Measurable: there is a way to determine whether or not you have achieved it
- Attainable
- Relevant
- Timeframe is specified





Target setting: the process

Things to consider

- **Timeline:** Be clear about how long you need to achieve your target. Will you need to set intermediary targets?
- Scenario: Conditions will be changing over the course of the policy development cycle and this will be important for setting the recent trends and baselines in the preceding years
- Possible Target: Set the target as it relates to change you are focused on achieving and by what end point (e.g. X% of appliance sales achieving best available technology (BAT) by 2025)
- **Resources:** Do you have the necessary resources needed (funding, staff, processes, buy-in, etc.) to achieve the target?
- **How can it be achieved?** Can it be achieved by incentives, regulations, standards or certificates, more resources, improving a process, an investment in technology?





Regulations and Standards

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Mandatory regulation

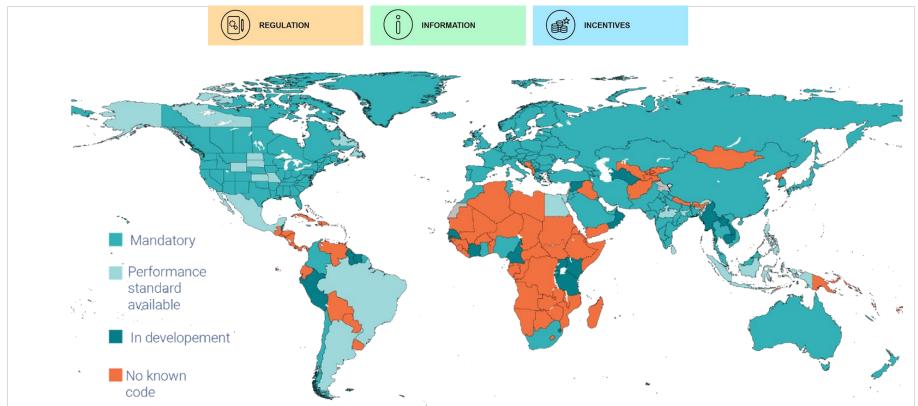
- Codes: regulation for energy efficiency and sustainability for a whole building.
- **Standards:** regulation for individual products or services, often referenced within a building code for individual building components.
- Mandatory disclosure: regulation that requires organisations or individuals to report or disclose how their building is performing, such as disclosing the energy performance certificate or energy usage.

Obligations

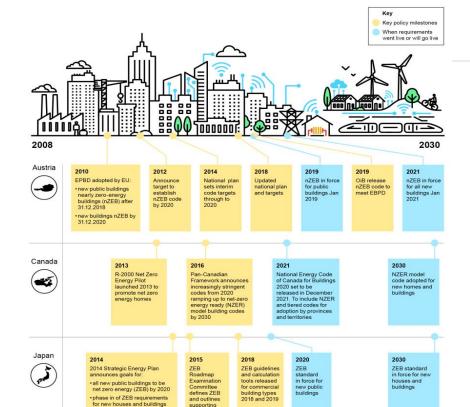
- **Utility obligations:** rules for regulated utilities that enable increasing investment in energy efficiency and passing the costs system-wide in the energy prices
- **Public procurement:** rules for government organisations to purchase products and services that meet certain criteria, such as energy performance or certification.

What can drive potential: policies





Total number of adopted mandatory national building energy codes for residential and non-residential buildings were 81 and 77, respectively. 17 national level building energy codes are in development as of 2023



2019 Building Energy Efficiency

Standards (BEES) in force from 1

January 2020, increasing stringency,

requiring onsite solar PV generation,

and encouraging battery storage and

heat pump water heaters. Helps to mee

residential NZE by 2020 goal and drive

improvements for commercial buildings

from 2020 to 2030

Long-term Energy Efficiency

net energy (NZE) by 2020

· commercial buildings to be

Strategic Plan announces goals

residential buildings to be zero

zero net energy (NZE) by 2030

California



Urgency for Building Energy Codes development

It could take from 6 to 22 years from the announcement of net zero goal for buildings to development and implementation of the relevant building energy code

To develop a zero carbon ready building code that comes into force by 2030 – and the necessary supporting policies, tools and

capacity building measures – a one- to threeyear window currently exists

Page 15

NZE standard

in force for new

commercial

buildings

2022 Building Energy Efficiency

from 1 January 2023, including

Standards (BEES) to enter in force

further increases in stringency and

placing heat pump water heaters

and promoting electrification of

as the baseline technology

buildings

Building energy code types



Prescriptive codes

Specify requirements for key elements such as wall and ceiling insulation, window and doors, roofs, foundations, heating, ventilation air-conditioning, equipment efficiency, water heating, lighting fixtures, and controls.

Compliance with these codes is commonly assessed by checking the list of prescribed requirement

Performance codes

Specify a minimum required level of energy consumption or intensity for the whole building. They require energy modelling to be conducted at design stage.

Compliance is commonly checked by comparing the modelled energy performance of the design with a reference building of the same type

Simple trade-off codes

Allow for trade-offs between similar building components.

For example, less efficient insulation for more efficient windows in the building envelope

Outcome-based codes

Demonstration of performance during the operation of buildings.

Compliance is typically possible through energy performance certificates or with energy disclosure policies

Model code: a code document that is designed to be copied and adopted for implementation by multiple jurisdictions.

- To enable increased consistency across multiple jurisdictions
- To simplify the code adoption and implementation process

Regulation: a code becomes a regulation when it is legally adopted for implementation by a jurisdiction.

- A legal regulation that has been notified or adopted by a government
- Binding requirements that are able to be enforced by the government



For more information see IEA EE in <u>Buildings online course</u>

What is step code?



PATHWAY TO 2032: PART 9 (HOMES)



Building energy codes: implementation



Before issuing construction permit:

- review plans;
- review test reports of construction materials;
- review calculation assumptions;
- review thermal calculation results.

Check compliance at the design stage

Check
compliance at
the construction stage

- At the construction stage:
- at least one to two random on-site checks;
- review list of materials substituted in the field:
 - review test reports indicating the approval of the changes;
 - ensure insulation is well installed.

When the building is occupied:

- meter energy consumption at least during the first two years of occupancy;
- adjust heating, cooling, ventilation and lighting systems;
- implement energy managment system;
- work with end-users on their behaviour.

Check compliance when the building is occupied

Check compliance prior to the occupancy of the building

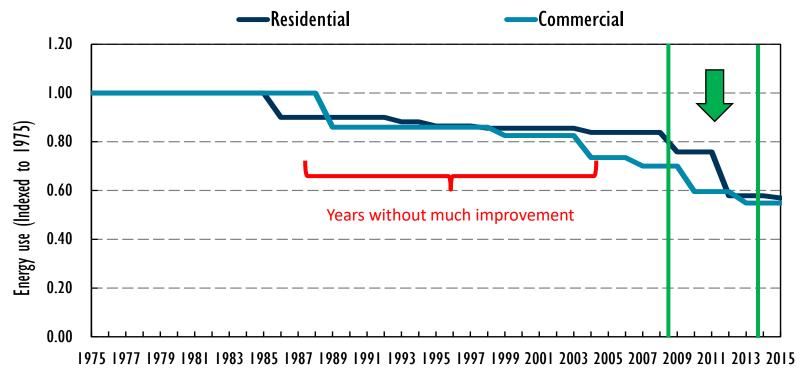
Before issuing occupancy permit:

- conduct blower-door test:
 - fix the leaks;
- check each building system;
- conduct comprehensive commissioning.

Building energy code impact: United States



2007 Target: **resulted in 32% improvement** over two code cycles. More energy savings than any period since 1975.

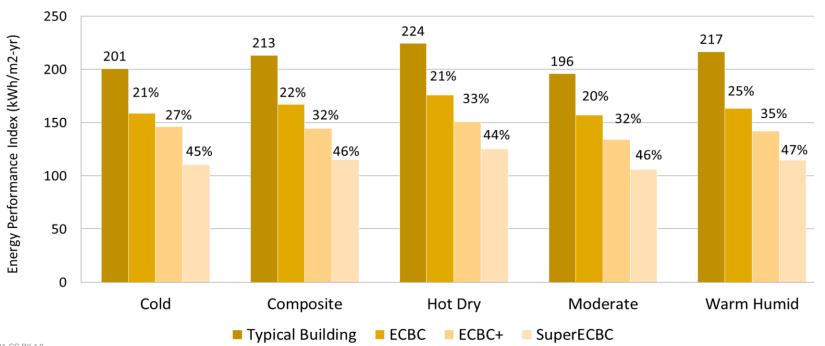


Building energy code impact: India



ECBC 2017 sets three Tiers of Building Energy Performance:

- ECBC = 25% less energy than typical building;
- ECBC+ = 35% less energy than typical building;
- SuperECBC = 50% less energy than typical building.



What should a good building energy code cover?

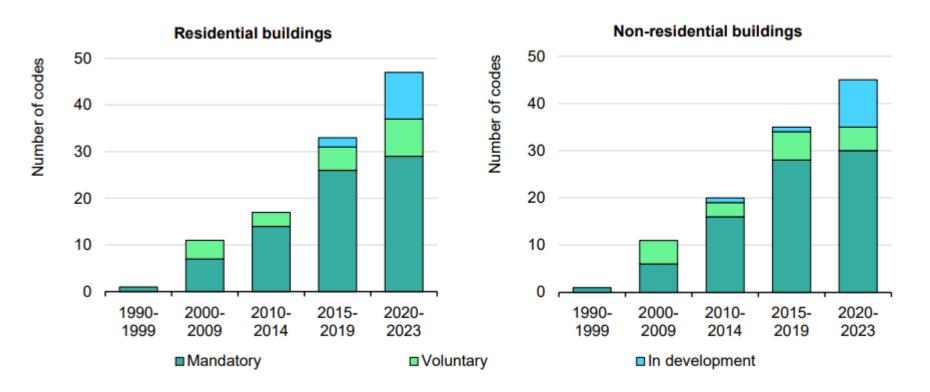


4	Lastinidate			
1	Last update	updated in last five years, 0 otherwise		
		mandatory, or can start as voluntary with a clear and short timeline to make it		
2	Obligation	mandatory		
3	Coverage	covers all building stock is covered		
		includes a compliance mechanism (e.g. penalties, inspections) that is well		
4	Compliance mechanism	described		
5	New/existing buildings	covers both existing and new buildings		
6	Energy performance requirements	included		
	Prescriptive requirements	requirements for envelope and systems are covered: fabric, glazing,		
6	for components	heating/cooling, hot water, and lighting		
		includes mandatory energy management systems requirements and		
7	Energy management system	technologies		
- /	Energy management system	technologies		
8	Smart solutions	smart and/or grid-flexible solutions and space or charging for EV required		
9	Onsite renewables	includes requirements for onsite renewables		
		includes mandatory net-zero emission targets, could start with stringent nearly-		
10	Zero-carbon readiness	zero emission requirements		

Building energy codes need to be updated regularly



Building energy codes globally, year of most recent update, 1990-2023



Standards for new buildings



Standards can be integrated into mandatory building energy codes or complement them with minimum energy requirements

- New buildings & buildings undergoing renovation
- Building envelope and equipment
- Developed and adopted to set the minimum standards
- Enforced and regularly strengthened
- To minimise life-cycle costs.



Standards for existing buildings



Minimum energy performance standards are key for improving energy efficiency of existing buildings

- Ambitious timeline and renovation rate
- MEPS for and significant improvements to building envelopes and systems during renovations
- Energy audits, energy ratings and energy performance certification
- Finance and incentives to encourage investment to increase market penetration of long-lasting high efficiency improvements
- Training to improve building retrofit services
- Improvements to the efficiency of public-sector buildings

Standards for building components and systems



Improved energy performance of building components and systems to improve the energy performance of all buildings

Windows and other glazed areas

- Maximum share of glazed area
- MEPS for windows to minimise life-cycle costs
- A requirement for performance labelling
- Standard test protocols and certified product testing

HVAC systems

- MEPS for HVAC systems to minimise life-cycle costs
- A requirement for energy efficiency labelling
- Information and training for building designers, owners and others
- HVAC systems size, installation, testing and maintenance

Energy management and control systems



Information instruments

IEA 2024. CC BY 4.0. Page 2



Data and information

- Energy performance certificates: documentation of basic building information plus energy performance
- **Building passport:** documentation of most buildings data and information, including basic information, construction materials, systems, renovations and energy use.

Awareness

- Labels and branding: easily identifiable visual that enables consumers to recognise product or service as
 efficient.
- Awareness raising campaigns

Capacity building

- **Education and training:** learning efforts to increase the knowledge of building sector professionals or general population.
- Labour certification: searchable documentation of professional expertise in deliverir

For examples on information instruments in different countries see

IEA Buildings MOOC









Energy performance certificates

provide information to consumers on buildings they plan to purchase or rent.

They include an energy performance rating and recommendations for costeffective improvements.



Energy Performance Certificate (EPC)



17 Any Street, District, Any Town, B5 5XX

Dwelling type: Detached house Date of assessment: 15 August 2011 Date of certificate: 13 March 2012

Reference number: 0919-9628-8430-2785-5996 Type of assessment: RdSAP, existing dwelling Total floor area:

165 m²

Use this document to:

- Compare current ratings of properties to see which properties are more energy efficient
- Find out how you can save energy and money by installing improvement measures

Estimated energy costs of dwelling for 3 years	£5,367	
Over 3 years you could save	£2,865	

	Current costs	Potential costs	Potential future savings
Lighting	£375 over 3 years	£207 over 3 years	
Heating	£4,443 over 3 years	£2,073 over 3 years	V
Hot water	£549 over 3 years	£222 over 3 years	You could save £2,865 over 3 years
Totals:	£5,367	£2,502	

These figures show how much the average household would spend in this property for heating, lighting and hot water. This excludes energy use for running appliances like TVs, computers and cookers, and any electricity generated by microgeneration

Energy Efficiency Rating



The graph shows the current energy efficiency of

The higher the rating the lower your fuel bills are

The potential rating shows the effect of undertaking the recommendations on page 3.

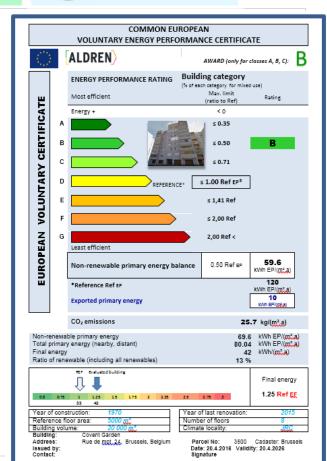
The average energy efficiency rating for a dwelling in England and Wales is band D (rating

Top actions you can take to save money and make your home more efficient

Recommended measures	Indicative cost	Typical savings over 3 years	Available with Green Deal
1 Increase loft insulation to 270 mm	£100 - £350	£141	0
2 Cavity wall insulation	£500 - £1,500	£537	0
3 Draught proofing	£80 - £120	£78	0

See page 3 for a full list of recommendations for this property.

To find out more about the recommended measures and other actions you could take today to save money, visit www.direct.gov.uk/savingenergy or call 0300 123 1234 (standard national rate). When the Green Deal launches, it may allow you to make your home warmer and cheaper to run at no up-front cost.



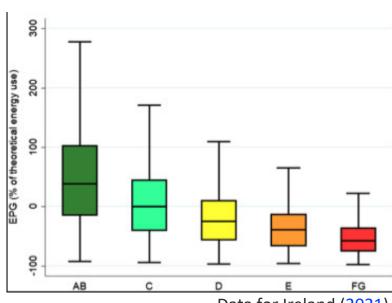
No. of energy certificate: 00001/SK_0001/2017

Energy Performance Gap (EPG)



Discrepancy between theoretically estimated/modelled buildings energy performance (usually only for heating) of EPCs and the actual/metered energy use of buildings

- Ireland (2021): EPG for the least EE dwellings feature from -15 to -56%; EPG for EE houses display from +39 to 54% of the relevant EPC.
- **Sweden** (2020): energy savings for retrofit based on the theoretical consumption were overestimated by 37%, whereas the prediction of savings using measured consumption before retrofit were in line with the actual savings (3.6% overestimation).
- **Serbia** (2020): large EPG in buildings with individual boilers than those connected to DHS
- **Netherlands** (2013): energy inefficient homes consume less than predicted and EE homes consume more than predicted
- UK (2012) & (2019): data does not show correlation between how efficiently a building uses energy and its EPC rating

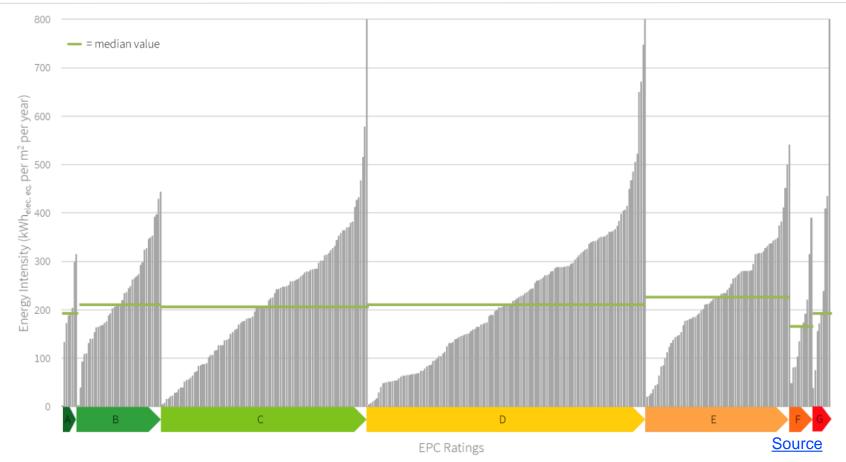


Data for Ireland (2021)

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Offices' actual energy intensities show little correlation with EPC rating in the UK





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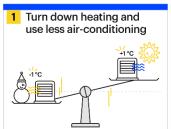




Playing my part:

How to save money, reduce reliance on Russian energy, support Ukraine and help the planet

iea.org











8 Use public transport







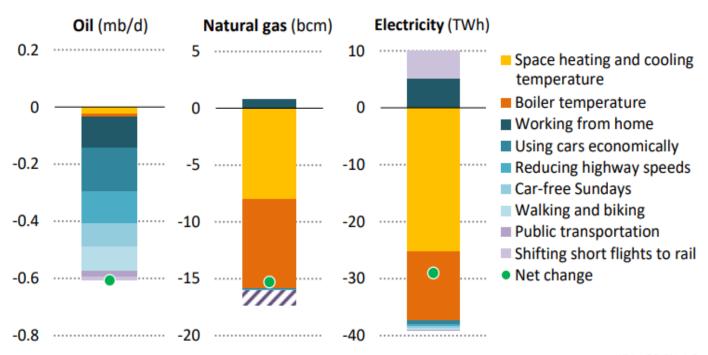




https://www.iea.org/reports/playing-my-part

Demand reductions from EU citizen actions of Playing My Part





IEA. CC BY 4.0.

These behavioural changes can reduce Europe's reliance on Russian gas by one third, reduce oil consumption by 15% and cut household energy bills by more than EUR 450 per year



Incentives



Non-financial incentives

- **Time:** expedited approval for permits
- **Scope:** increased floor area, building height or number of floors

Financial incentives

- **Finance:** enabling private investment, including through loan guarantees, preferential loan terms or increased access to funds
- Direct credit: improving the cost of energy efficiency to consumers through grants, rebates, tax credits and discounts



Examples of financial incentives

Incentives in France:

- VAT reductions scheme (5.5%) for energy-saving works and renewable heating systems in new/existing dwellings
- Interest-free loans for energy renovation works
- Grant to finance thermal insulation, heating, ventilation or energy auditing work in existing dwellings. It includes performance incentives based on an energy audit report

Grants in Scotland:

 "Warmer homes Scotland" – grant to cover up to 100% of the costs of upgrades to reduce home heating costs for homeowners and private tenants. The upgrades are determined through a property assessment by accredited evaluators during a home visit. They often include a variety of insulating, draught-proofing, and heating.

Energy Efficient Mortgages

 Energy Efficient Mortgage (EEM) to incentivise borrowers to improve the energy efficiency of their buildings and/or acquire highly energy efficient properties. Such programs already exist in the EU, India, China

Examples of non-financial incentives

EXPEDITED PERMITTING

Buildings have to apply for permits in order for the buildings to be habitable and in operation, but this process may take a long time since it is a fairly complex and some times bureaucratic process. However, different American cities have opted to offer a quicker process for issuing the permits whenever the projects meet specific green standards. Some examples of expedited permitting incentives are:

- Houston, TX: expedited permitting to commercial buildings that meet LEED standards;
- San Francisco, CA: priority is given to all new and renovated buildings with LEED Gold certification or other preapproved high sustainability ratings;
- Seattle, WA: the city offers expedited permitting to green building projects through its Priority Green Expedited program. Accepted green building certifications are Built Green, LEED, LBC or Passive House Institute scores.

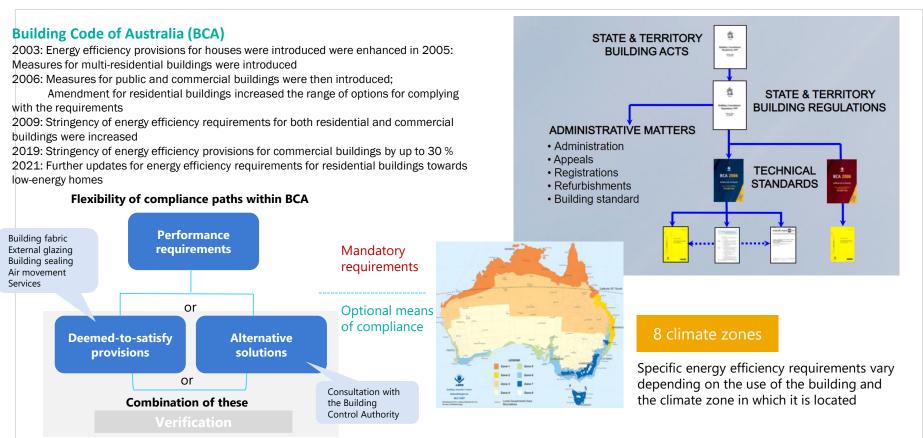


Policy package example for Australia

IEA 2024. CC BY 4.0. Page 38

Regulation: Building Energy Code





Regulation & information: mandatory disclosure, certification & labelling









NABERS offers a package of policies – a proven effective combination of regulatory and information instruments

Regulation & information: mandatory disclosure, certification & labelling



OBJECTIVE

• Require sellers and lessors to disclose information regarding energy efficiency of commercial buildings with over 1,000 m² of floor area, improving transparency on real estate transactions. Not all buildings are affected, requiring accredited assessors for compliance requirements.

BACKGROUND

The Commercial Building Disclosure (CBD) came to force in 2010, requiring commercial buildings to have a Building Energy Efficiency Certificate (BEEC), being the BEEC necessarily provided to potential buyers or lessees when requested at the time of sale, lease or sublease. Such certificates are composed by two parts: (i) a star-score from a national rating system that measures the environmental performance of buildings, tenancies and homes, called National Australian Built Environment Rating System (NABERS), and (ii) a Tenancy Lighting Assessment, which measures the power density of the installed general lighting systems and its performance level. BEEC's must be issued every 12 months, ensuring compatibility to the latest energy efficiency improvements.

ACTIVITIES AND RESULTS

- 7,773 BEEC's had been issued until 2018, with 2,162 unique buildings certified;
- The initial threshold was 2,000 m², which led to an average of 200 new buildings acquiring the BEEC yearly. In 2017-2018, when the threshold was lowered to 1,000 m², 312 buildings obtained a BEEC;
- On the NABERS scale from 0 to 6, buildings, CBD participants score an average of 3.7. Larger buildings generally present higher scores.



Government 4.5 star office lease requirement (government purchasing power)

Disclosure program for commercial buildings (CBD) based on EE certificates (BEEC) which have a score from 0 to 6 stars based on their performance (NABERS)

Regulation: NABERS-based minimum energy performance standards | CO



Energy Efficiency in Government Operation (EEGO)

EEGO policy includes energy intensity targets and minimum energy performance standards (MEPS) to ensure departments and agencies progressively improve their energy performance and consider energy use when purchasing or leasing buildings and appliances

MEPS apply to government office buildings that:

- are new
- have undergone major refurbishment (affecting their energy performance)
- have been leased for more than 2 years

Additional instruments:

- Green lease requirements
- Energy management plan
- Annual energy consumption reporting

EEGO policy requires agencies to report their energy consumption against core performance indicators to their portfolio minister

Source: https://www.energy.gov.au/governmentpriorities/buildings/government-buildings

Element	>= 2000 m2 net lettable area			< 2000 m2 net lettable area
	100% of total building area	50% to 99% of total building area	< 50% of total building area	
Base building	>= 4.5 stars NABERS Energy, or equivalent, level of energy efficiency for whole building	>= 4.5 stars NABERS Energy, or equivalent, level of energy efficiency	No requirement	No requiremen
Tenanted area	>= 4.5 stars NABERS Energy, or equivalent, level of energy efficiency for whole building	>= 4.5 stars NABERS Energy, or equivalent, level of energy efficiency	>= 4.5 stars NABERS Energy, or equivalent, level of energy efficiency	Separate digital metering and max 8W/m2 for lighting
Lease	To include a Green Lease Schedule	To include a Green Lease Schedule	To include a Green Lease Schedule	No requirement
Appliances	US EPA 'Energy Sta	r' compliant with pov	ver management fea	tures enabled at

Information: certification & labelling for residential buildings



Nationwide House Energy Rating Scheme (NatHERS)

'In home' assessment of thermal performance based on BCA
NatHERS measures a home's energy efficiency to generate a star rating since 1993
NatHERS Assessors currently use the house plans and building specifications of a home
to measures the home's thermal performance with an accredited software tool.
NatHERS tools estimate the amount of heat that needs to be added or removed to keep
that home comfortable and generate a star rating out of 10 and a Certificate.

For construction of new homes there are 7 Star house <u>free-to-download</u> designs showcasing the use of sustainable design principles and construction techniques for a range of climate zones across Australia.

Rating is used in the requirements of BCA to set min.requirements



Work is underway to expand NatHERS to assess and rate the energy performance of the whole home, including appliances and equipment, which will result in a number of benefits





Incentives: variety of national, state and city programs



<u>The Retailer Energy Productivity Scheme (REPS)</u> supports households and businesses in South Australia to reduce their energy costs while improving energy efficiency in buildings.

Households and businesses may be able to receive free or discounted energy efficiency and energy productivity activities from energy retailers participating in the REPS.

Typical activities include installing energy efficient lighting, water efficient shower heads, helping save water heating costs.

Sustainability Incentive Scheme

The City of Adelaide provides financial incentives for sustainable technology installation in apartments, houses and commercial buildings, to improve energy and water performance

Rebates for commercial properties and apartments:

- •Up to \$5,000 for commercial solar systems
- •Up to \$20,000 per site (\$500 per premise) for **shared solar** systems that provide electricity to multiple spaces
- •Up to \$5000 for electric vehicle charging equipment (cars and bikes)
- •Up to \$10,000 available for advanced electric vehicle charging technology providing virtual power plant capability
- •Up to \$5,000 for greenhouse gas inventory (plus additional up to \$2,500 for other steps) towards **carbon neutral certification** for organisations, precincts, buildings or events
- •Up to \$5,000 for NABERS or Green Star Ratings
- •Up to \$500 for smart **electricity management systems** that optimise solar power or access 'off peak' tariffs.

A number of incentive programs are linked to NABERS or NatHERs and capacity buildings creating policy package synergies



The Energy Savings Scheme

The scheme can assist eligible NSW businesses with incentives to reduce energy use in office buildings. The incentives are available for office buildings that expect to get a NABERS energy rating of:

- •at least 0.5 star higher than that of average office building stock, or
- •at least 1 star higher than the building's historical NABERS energy rating Incentives are site specific and depend on the size of your building and your NABERS star rating.

Rebates & training for 7-star homes

Rebates of \$4,000 per home are available for builders to develop 7-star NatHERS rated homes in Victoria

Builders can collaborate with Sustainability Victoria to build up-to four new homes, with the rebate available per home built. Only 80 rebates available under the scheme.

In addition to 7-star NatHERS requirement a whole-of-home assessment to the program criteria is being introduced

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Policy package for **buildings**

New buildings

Existing buildings









Information

Regulations

Building Energy Code and standards

Certification and labelling for residential (NatHERS) and nonresidential (NABERS)buildings

Capacity building programmes and accreditation for assessors



Mandatory disclosure of energy performance



Financial incentives to for energy efficiency upgrades, equipment and appliances



Certification and labelling for residential (NatHERS) and nonresidential (NABERS)buildings

Capacity building programmes and accreditation for assessors



Building Energy Code and standards – requirements vary by state

MEPS, green lease and reporting requirements for government buildings

Mandatory disclosure of energy performance

Enabling institutional framework and governance

Long-term plans Capacity Financing Digitalisation

Think from the policy package point of view

- Is the package effective? Why do you think so?
- Is there something missing?
- What instruments in this package would work well and not so well in your country? Why do think so?



Activity - Energy efficiency policy package

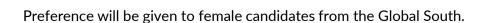


With the information you have on your country and based on the analysis you have done in the previous exercises, identify important policies that have drive the improvement of energy efficiency in buildings. Would they be the same or different for new and existing buildings?

Policy Instruments			
	New buildings	Existing buildings	
Regulations			
Information			
Incentives			

Present your work at ECEEE in Paris this summer!! All expenses paid!

In memory of Kathleen Gaffney



To apply for this prize, please submit a 250-word summary of your work to kathleengaffneyprize@gmail.com, explaining why you believe it is important to share your research with the global energy efficiency community.

The application deadline is March 31, 2024.





Buildings

AGENDA



Indicators and Evaluation

AGENDA



Industry

AGENDA



Transport

AGENDA



Appliances and Equipment

AGENDA





Energy Efficiency Training Week



Africa Energy Efficiency Policy in Emerging Economies
Training Week

Buildings

Nairobi

18-22 March 2024

https://www.iea-events.org/energy-efficiency-training-week-nairobi

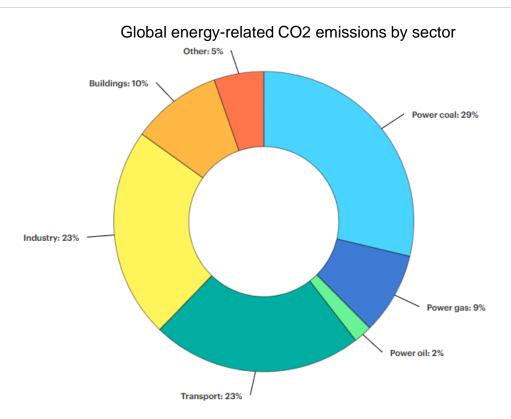




Energy Efficiency Training Week - Buildings - Day 2: 9. Efficient grid-interactive buildings

The importance of electricity

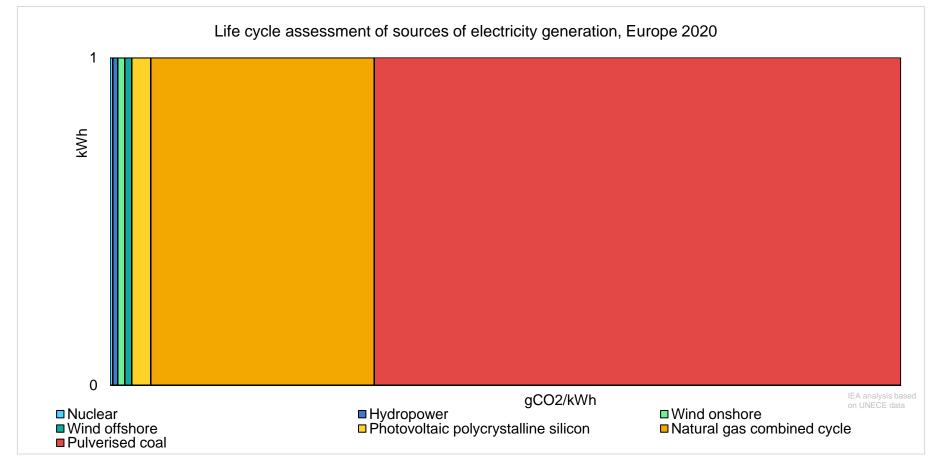




Electricity has the biggest share of emissions, but the most to offer

Coal by far the largest source of emissions





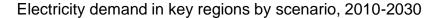


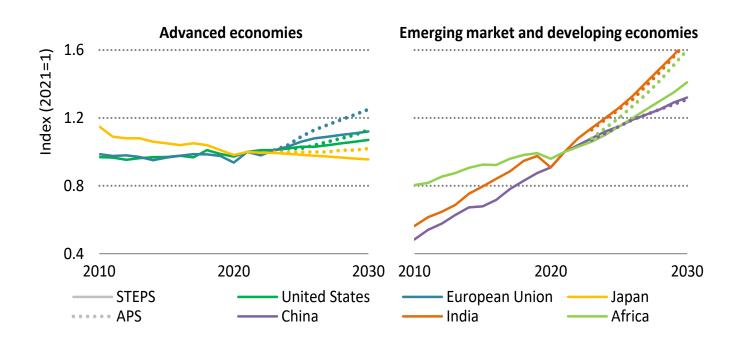
Electrify everything and reduce global primary energy demand by half

S Griffith - Rewiring America

Electricity is in high demand







Demand almost flat in advanced economies but climbs skyward elsewhere



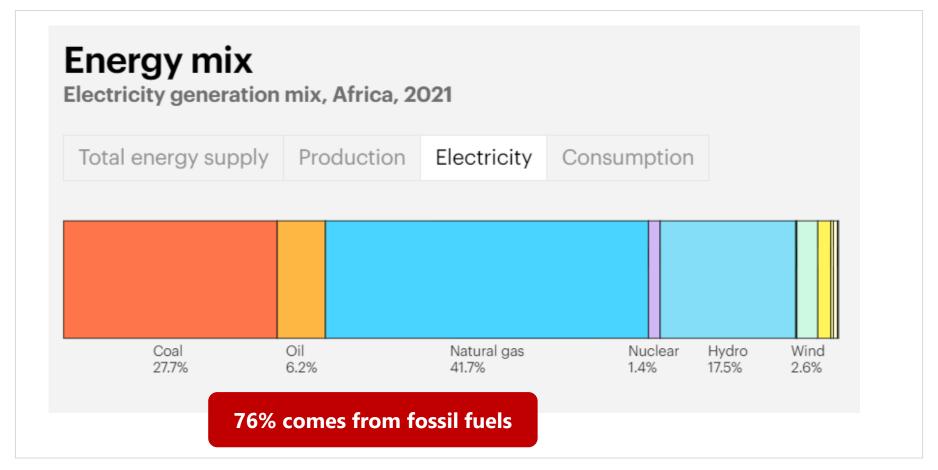
How is electricity produced in Africa?

What is % of fossil fuels in the generation mix?

S Griffith - Rewiring America

Electricity generation mix in Africa





Electricity generation mix in selected countries in Africa

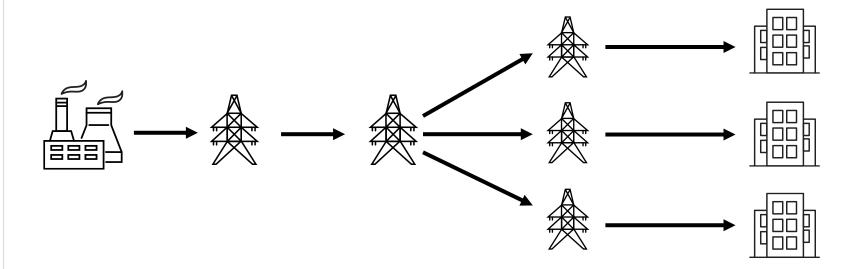




Traditional electricity systems



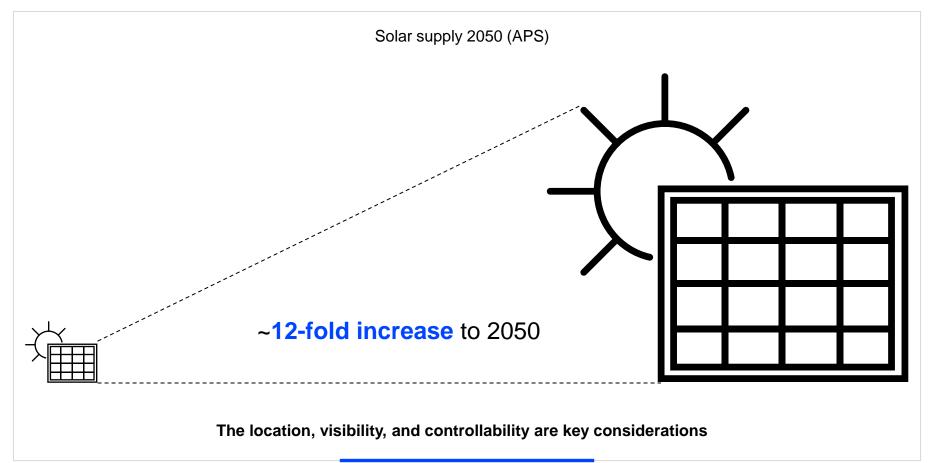
One-way dispatchable



Electricity flows one way from generation through transmission and distribution system to source of demand

Solar becomes increasingly important, but not without challenges

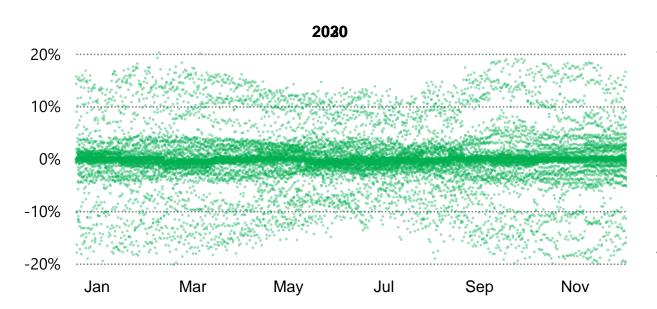




Flexibility is becoming key to power system's stability



Hour-to-hour adjustments required in power systems due to variability in wind and solar in India in the STEPS



By 2030: 40% total installed capacity 25% of total generation

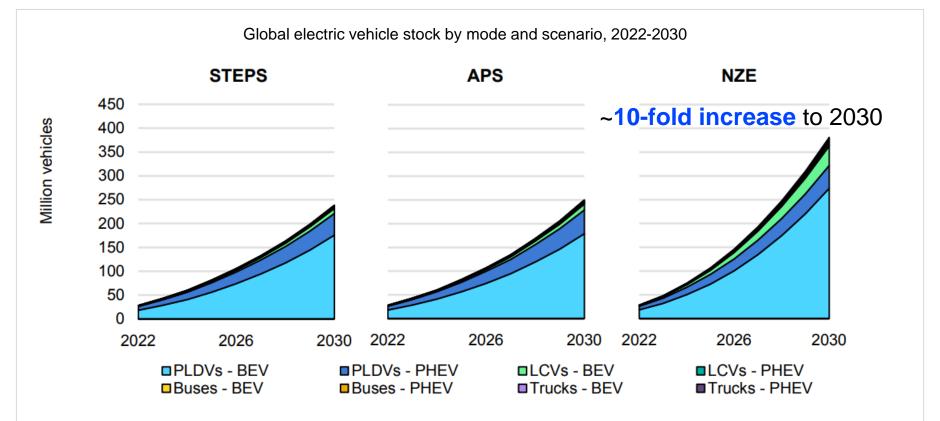
Hourly variations in the renewable sources increase more than threefold by 2030

An AC-induced early evening peak in power demand, alongside much greater variability in supply, puts a huge premium on robust grids & all forms of flexibility:

India ahead of all other countries in its total requirement for flexibility

Deployment of EVs is speeding up putting pressure on the grids

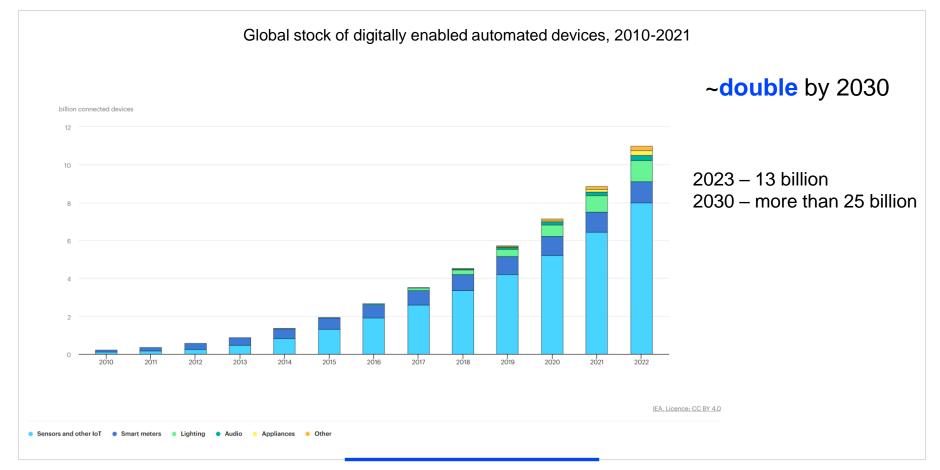




Number of electric vehicles is expected to increase exponentially with 90% of charging taking place in buildings

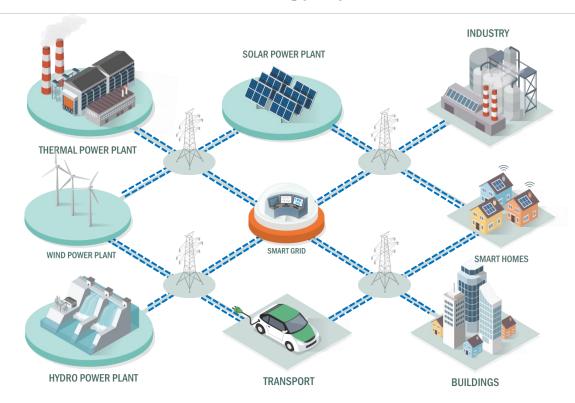
Deployment of connected devices continues to grow





The digital transformation of the energy system

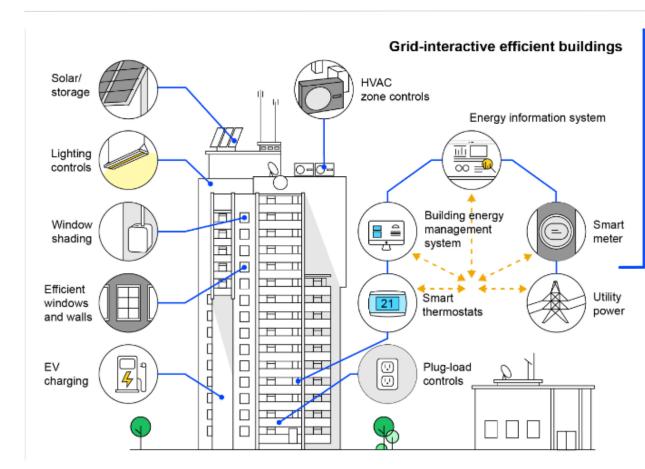




Pre-digital energy systems are defined by unidirectional flows and distinct roles, digital technologies enable a multi-directional and highly integrated energy system

Grid-interactive buildings – provide efficiency and flexibility





Efficient grid-interactive
buildings are energy efficient
buildings with smart technologies
characterized by the active use of
distributed energy resources
(DERs) to optimize energy use
for grid services, occupant needs
and preferences, and cost
reductions in a continuous and
integrated way

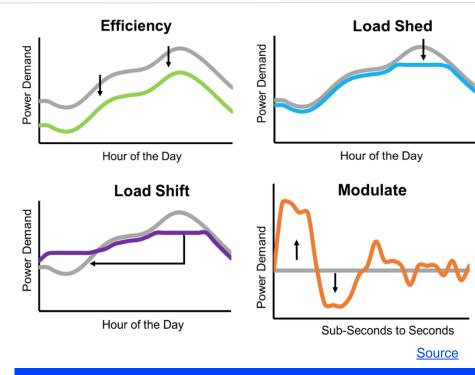


Report launched in October 2023

Grid services of efficient grid-Interactive buildings



- **Efficiency**: the ongoing reduction in energy use while providing the same or improved level of building function.
- Load Shed: the ability to reduce electricity use for a short time period and typically on short notice.
- Load Shift: the ability to change the timing of electricity use. In some situations, a shift may lead to changing the amount of electricity that is consumed.
- Modulate: the ability to balance power supply/demand or reactive power draw/supply autonomously in response to a signal from the grid operator during the dispatch period.
- Generate: the ability to generate electricity for onsite consumption and even dispatch electricity to the grid in response to a signal from the grid.



Interesting fact

From 2010 to 2017, over 250 TWh of variable renewable electricity was curtailed globally, (~180 Mt CO2 emissions) equivalent to Spain's annual electricity demand

Enablers for building-to-grid interaction



Category

Energy efficiency

Decarbonisation

Smartness

Building-to-grid interaction

Enablers

High-performing building envelopes

Energy-efficient appliances and equipment

On-site renewable energy generation

On-site energy storage

Internet of things /smart sensors and controls

Building energy management & automation systems

Smart meters in buildings

Smart grids

Two-way communication

DER monitoring and optimisation

Load and frequency management

Two-way communication

Buildings level

Buildings-to-grid level

Equipment level

DERs monitoring and optimisation

Advanced metering infrastructure

Aggregation of distributed energy resources

Load and frequency management

Demand-response programmes

Dynamic electricity tariffs

EV smart charging in buildings

Smart inverters

Two-way communication = need for interoperability



Level of integration	Technology example	Interoperability standards
Building-to- grid level	 Automated demand response integrated with efficient appliances to reduce or shift electricity consumption Aggregation of DERs such as peer-to-peer (P2P) energy trading and virtual power plants (VPP) 	 OpenADR for automated demand response IEEE 2030: Smart Grid Interoperability
Building level	 Building energy management system (BEMS) Home energy management system (HEMS) for residential settings DERs like solar rooftop Energy storage system integrated with building's energy system Advanced HVAC control system 	BACnet, LonWorks: For building control
* Equipment level	 Smart appliances (e.g., smart AC, smart refrigerators, daylighting with sensors & controls) Programmable thermostats Smart lighting systems Variable frequency drivers for HVAC 	 Zigbee, Z-Wave: Communication protocols for home automation Modbus: Communication protocol for industrial electronic devices

Ensuring interoperability means taking actions to develop standards and facilitate data exchange

Some related interoperability standards for EGIB











Zigbee or Z-Wave

Both Z-Wave and Zigbee are wireless technology used to connect smart home devices to each other and the internet

Frequencies	2.4 GHz and 915 MHz
Speed	40 Kbps – 250 Kbps
Compatibility	2820 – 3000+ devices
Interference	WiFi (Zigbee), 900 MHz (Zwave)

BACnet, Modbus, LonWorks

Communication protocols that play vital roles in building automation and control systems, allowing different devices and systems to communicate with each other

An example of utilising these protocols is in a building management system that oversees HVAC, lighting, security, and fire safety. These protocols enable integration among systems and devices from different manufacturers, facilitating unified monitoring, control, and energy savings.

OpenADR

OpenADR is an open and standardized communication protocol that supports the automation of demand-side management services, particularly demand response (DR).

OpenADR is automated, interoperable, and scalable. An example of its implementation is peak load shaving in commercial buildings. OpenADR enables buildings to automatically respond to demand response requests, facilitating peak shaving through reduced energy demand.

Case study: OpenADR in Thailand's demand-response programme





The Provincial Electricity Authority (PEA) and Metropolitan Electricity Authority (MEA) are looking to integrate OpenADR standards into their demand-response operation.

Timeline of demand response programme in Thailand

2013

Manual demand response was introduced in Thailand in 2013 to reduce peak demand during the 2013 – 2015 period in response to the gas supply shortage.



The first pilot demand response programme in 2014 achieved an actual reduction of 130 MW from the 200 MW expected target load. The participants were from the industry and residential sectors from all areas of the country.

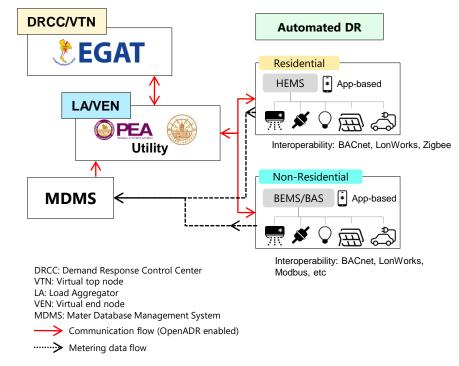


The second trial was for the Southern region of the country. The incentive scheme was enhanced, resulting in a higher reduction of 202 MW from the 250 MW target load.



An incentive-based DR programme was piloted in 2015. The peak demand was reduced to 500 MW from an expected load of 561 MW. The demand response programme was a combination of implicit and explicit programmes.

Proposed Automated DR implementation for Thailand (simplified)

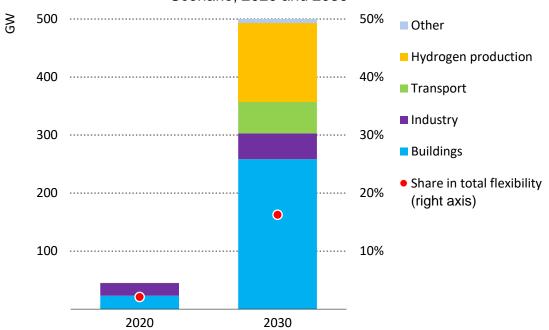


Source: Sonsaard et al., (2022)

Demand-response availability increases tenfold by 2030, mostly coming from buildings



Demand response availability at times of highest flexibility needs and share in total flexibility provision in the Net Zero Scenario, 2020 and 2030

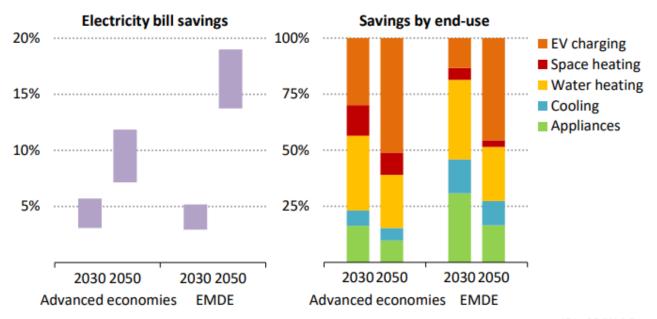


Actions taken in this decade to open markets to demand-side participation, encourage new business models and establish controllability standards for equipment and appliances

Demand-side response as a tool to cut energy demand & bills



Electricity bill savings from demand response for households and by end-use in the NZE Scenario, 2030 and 2050



IEA. CC BY 4.0.

Demand-side response measures can help consumers cut energy bills by up to nearly 20% by 2050 in particular by shifting EV charging and water heating patterns

Source: IEA (2023), World Energy Outlook

Case Study: Washington House Bills 1444 for CTA-2045



Washington House Bill 1444 States...

An electric storage water heater, if manufactured on or after January 1, 2022, may not be installed, sold, or offered for sale, lease, or rent in the state unless it complies with the following design requirement:

- a) The product must have a modular demand response communications port compliant with:
 - The March 2018 version of the ANSI/CTA-2045-A communication interface standard, or equivalent and
 - ii. The March 2018 version of the ANSI/CTA-2045-A application layer requirements."

Source

CTA-2045

ANSI/CTA-2045 specifies a modular communications interface (MCI) to facilitate communications with residential devices for applications such as energy management.

- This is not a device, but a protocol
- Makes it possible for appliances to participate collectively in ADR



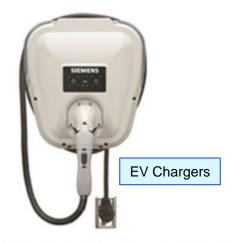
CTA-2045 Appliance Family













Heat Pump HVAC Mini-Splits

Source

Page 26.

Case Study: California Buildings Standards

The 2022 California Building Energy Code strongly incentivizes all-electric construction

focuses on four key areas in newly constructed homes and businesses:

- **Encouraging electric heat pump technology** for space and water heating, which consumes less energy and produces fewer emissions than gas-powered units; new homes to be wired in ways that ease and encourage use of electricity for heating and other appliances.
- **Establishing electric-ready requirements** for single-family homes to position owners to use cleaner electric heating, cooking and electric vehicle (EV) charging options whenever they choose to adopt those technologies.
- Expanding solar photovoltaic (PV) system and battery storage standards to make clean energy available onsite and complement the state's progress toward a 100 percent clean electricity grid;
- to include solar power and battery storage in many new and renovated commercial structures as well as high-rise residential projects
- Strengthening ventilation standards to improve indoor air quality
- Requiring to install demand response automation technology: thermostats, HVAC systems, networked lighting controllers, BASs must have two-way communication and be demand responsive using OpenADR, a common open industry led standard.

40 YEARS



OF ENERGY EFFICIENCY STANDARDS FOR BUILDINGS AND APPLIANCES HAVE SAVED CALIFORNIANS MORE THAN

\$100 BILLION

2022 Energy Code Benefits



Increases on-site renewable energy generation from solar.



Increases electric load flexibility to support grid reliability.



Reduces emissions from newly constructed buildings.



Reduces air pollution for improved public health.



Encourages adoption of environmentally beneficial efficient electric technologies.

Virtual Power Plant (VPP)



Aggregators bundle DERs to engage as a single entity – a virtual power plant (VPP) – that could participate in power or service markets

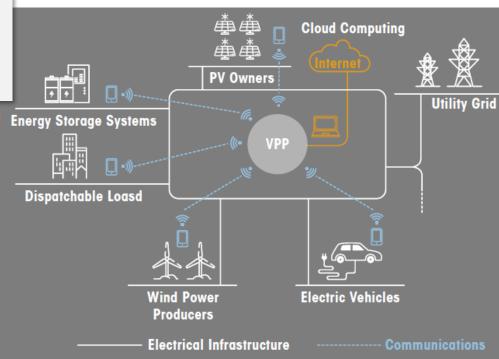
A VPP is a system that relies on software and a smart grid to remotely and automatically dispatch and optimise the distributed energy resources

Aggregators use a centralised IT system to remotely control the DERs and optimise their operation.

They can provide:

- → Load shifting
- → Balancing services to TSOs
- → Local flexibility to DSOs

Source: IRENA (2019)



Peer-to-Peer (P2P) [renewable] electricity trading





I want to purchase green electricity, but I didn't install solar

Electricity Consumer

My solar generation is not enough for today usage, I want to buy from my neighbors

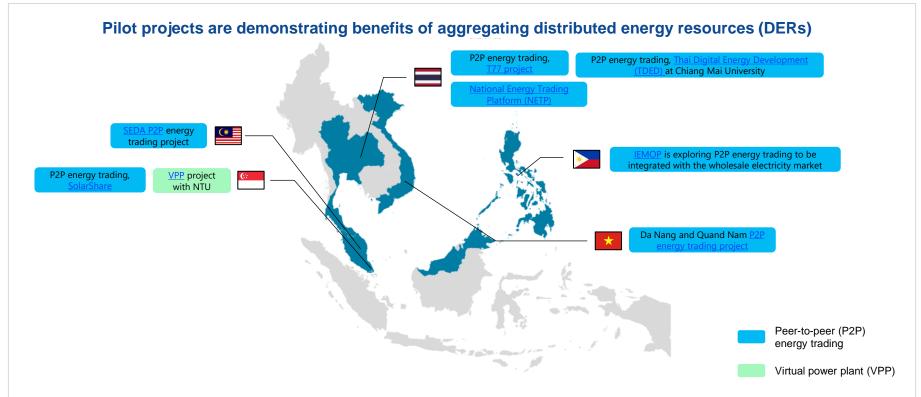
Electricity Prosumer

Interesting fact

P2P electricity trading platform can serve as a virtual power plant and provide services to the main grid

Aggregation of DERs in the ASEAN region





A promising trend in the region is the integration of Distributed Energy Resources (DER) through the implementation of peer-to-peer (P2P) energy trading and virtual power plant (VPP) projects. Many of these initiatives have been supported by regulatory sandboxes, allowing them to test and implement new and innovative technologies.

Malaysia's 1st pilot run of P2P energy trading

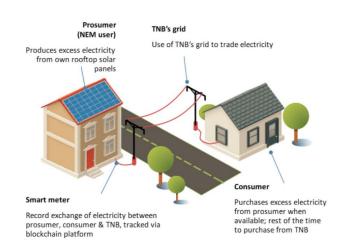


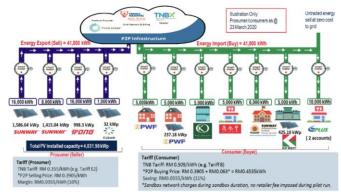
Project details

P2P platform was developed under the regulatory sandbox framework

A Regulatory Sandbox is defined as a 'safe place' where a predetermined set of rules allow innovators to test their products, services, business models and delivery mechanisms in a live environment with relaxations on all or specific regulatory requirements.

- The P2P platform was provided by PowerLedger and involved four prosumers and eight consumers, with a total installed solar PV capacity of 4 031 kWp.
- TNB purchased electricity from the prosumers at a rate 10% higher than the medium voltage industrial tariff and sold it to consumers at a rate 11% cheaper than the residential tariff.
- During the eight-month operating period from June 2020, a total of 680 MWh of energy was exported by the prosumers, and 470 MWh of energy was traded between participants in the P2P energy project.





Source: SEDA

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Activity: Efficient grid-interactive buildings & digitalisation



Select 3-4 the most important enablers for your country and specify what technologies and policy instruments could support their implementation

Category	Enablers		
Energy efficiency	High-performing building envelopes		Equipment level
	Energy-efficient appliances and equipment	Two-way communication	Buildings level
Decarbonisation	On-site renewable energy generation		Buildings-to-grid level
	On-site energy storage		Advanced material information and
Smartness	Internet of things /smart sensors and controls	DERs monitoring and optimisation	Advanced metering infrastructure
	Building energy management & automation systems		Aggregation of distributed energy resour
Building-to-grid interaction	Smart meters in buildings		Demand-response programmes
	Smart grids	Load and	Dynamic electricity tariffs
	Two-way communication	frequency management	EV smart charging in buildings
	DER monitoring and optimisation		
	Load and frequency management		Smart inverters



Energy Efficiency Training Week



Africa Energy Efficiency Policy in Emerging Economies **Training Week**

Nairobi

18-22 March 2024

https://www.iea-events.org/energyefficiency-training-week-nairobi





Deep dive on passive design and cooling in buildings

Nairobi

18-22 March 2024

https://www.iea-events.org/energyefficiency-training-week-nairobi



Overview of session



- 1. Recap of session 1
- 2. Case Study 1: Norrsken Kigali House, Rwanda
- 3. Case study 3: Earth Enable (rural low-income homes)
- 4. Case study 2: Kepler Higher Education Buildings, Kigali, Rwanda

Audience Question



How many people are at high risk due to a lack of access to cooling across Latic America and the Caribbean, Africa, Asia and the Middle East?

- A. 1.55 million people
 - B. 50 million people
- C. 1.12 billion people
 - D. 6 billion people

Audience Question



What are some passive cooling strategies that can be used to protect the most vulnerable from heat exposure and lower energy demand for active cooling?

Recap



Passive cooling measures can reduce global cooling capacity by 24% (UNEP, 2023) and a vital for reducing heat exposure for the most vulnerable populations.

Passive cooling measures includes:

- Solar shading
- Natural ventilation
- 'Cool' Roofs
- Thermal mass
- Nature-based solutions, e.g. trees and vegetation

Policies and actions: Building code, voluntary standards, government leading by example, awareness campaigns, training and capacity building etc...









Photo credit: Chris Schwagga

IEA 2024, CC BY 4.0.

MASS.





Natural ventilation + ceiling fans for adaptive comfort.



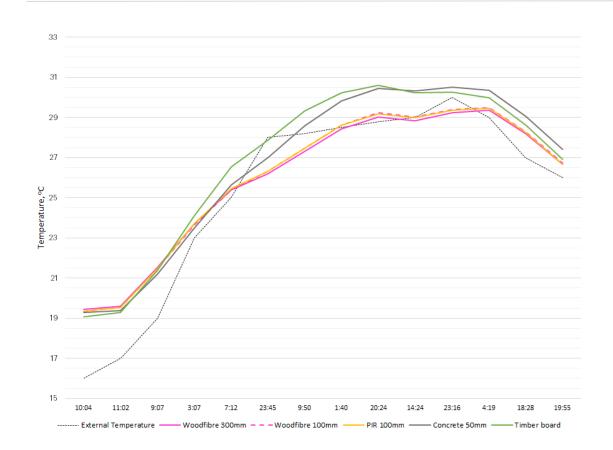
Wood fibre insulation in the roof build up

Atrium space with low level and high-level opening for stack ventilation.



Clay tile shading & high-performance glazing for west facing façade.





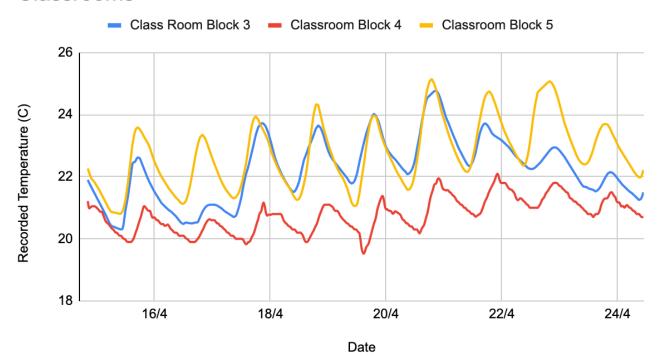
Design simulations for renovated spaces

During the design we predicted that we could keep the internal at or below external temperatures with wood fibre insulation in the roof.

Other roof build ups resulted in higher internal temperatures.



Classrooms



Actual measurements post-occupancy for renovated spaces

Weekly external temperatures

Max: 27°C

Average 21°C

Low: 17°C

Internal temperaures below outdoor peak temperatures

IEA 2024. CC BY 4.0. Page 10.

Case Study 2: Kepler Higher Education Facility, Kigali, Rwanda

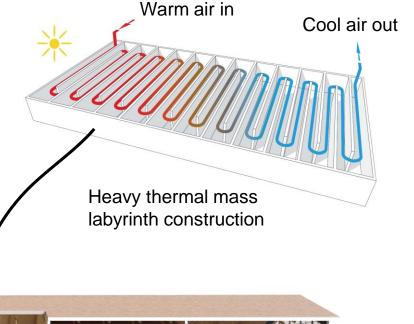


Thermal labyrinth ventilation & cooling system

Passive cooling (no refrigerants) driven by mechanical fan

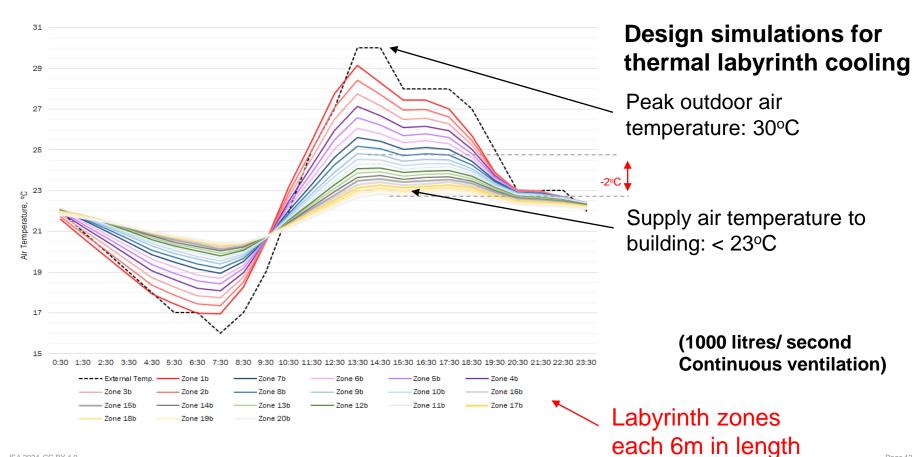
Daytime: Warm outdoor air passes through a belowbuilding 'labyrinth' made of concrete blocks that absorb heat and cool the air before it's delivered to the building.

Nighttime: Heat is purged from the labyrinth construction materials by driving cool nighttime air through it

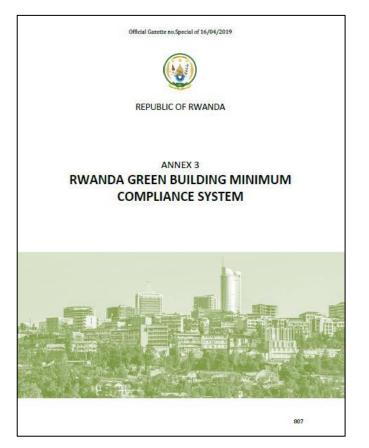




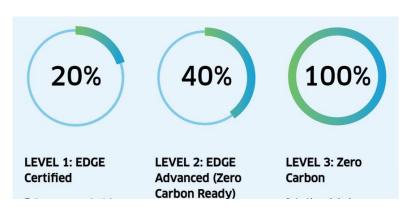














Key Takeaways

- ➤ It's possible to design beautiful, energy efficiency, comfortable work-spaces that maximise the use of passive design and cooling!
- The occupied building doesn't always function as designed
- Testing and commissioning, hand-over, building operator understanding is key

Monitoring and evaluation is helpful to tweak and improve sytems



EarthEnable develops ultraaffordable, extremely sustainable, and high-quality earthen housing products and construction techniques in our design lab.

EarthEnable identifies masons to become micro- franchisees and trains them to

EarthEnable's ongoing role can be replicated by others, which will catalyze an affordable healthy housing industry.









RWANDA HOUSING AUTHORITY REVISED GUIDELINES ON USING ADOBE BRICKS



A 2024. CC BY 4.0. Page 16

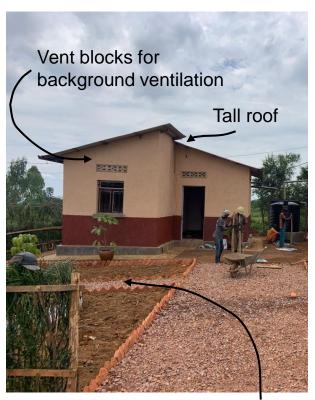




Clerestory vents encourage stack ventilation

Exposed earthen floor and earth walls offer excellent thermal mass





Vegetation & trees

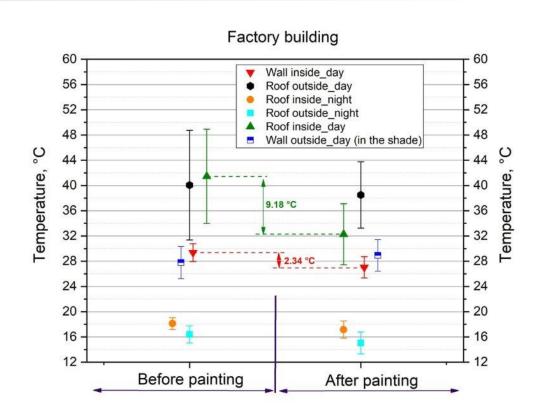
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Future research & development

- Paint a roof white
- Monitor & compare homes
- Train micro franchises to be 'master' painters?

Actual data from GIZ (German government international aid agency) 'Cool White' project in Rwanda →





Future research & development

Thicker abode walls to increase thermal mass?

"increasing the wall thermal mass improved both the daytime and nighttime indoor thermal conditions. By changing the wall thickness from 200 to 400 mm, the percentage of operative temperatures outside the adaptive comfort zone was reduced by 15.6% and 72.8% for the daytime and nighttime hours, respectively."

Holistic Approach towards a Sustainable Urban Renewal: Thermal Comfort Perspective of Urban Housing in Kigali, Rwanda" (Irakoze et al., 2023)

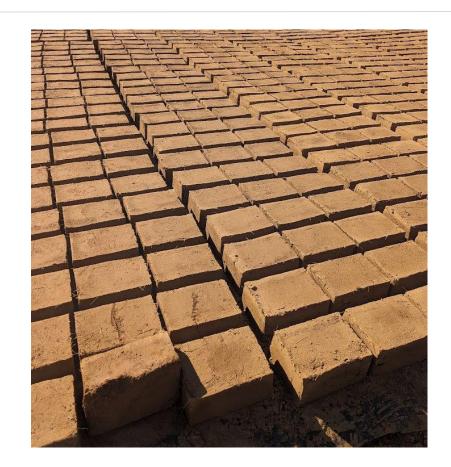








Photo: https://kepler.org/elementor-8715/





Students complained about thermal comfort – it often feel uncomfortable hot, which makes it difficult to concentrate and work.

IEA 2024, CC BY 4.0.

Page 20



Site Investigations

Radiant (infrared) temperature measurements

External wall:22°C



Roof: 52.5°C!



Ceiling: 33.1°C



Window: 28°C

Internal wall: 23.7°C

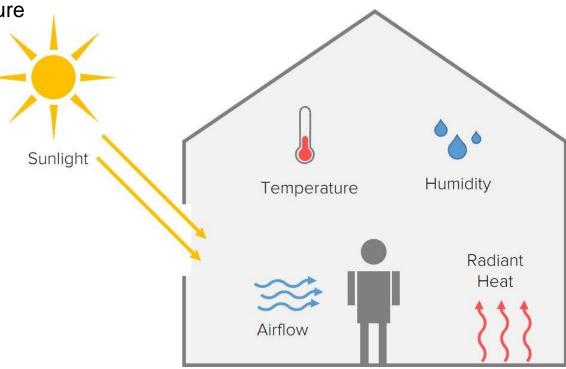
Internal floor: 24.5°C



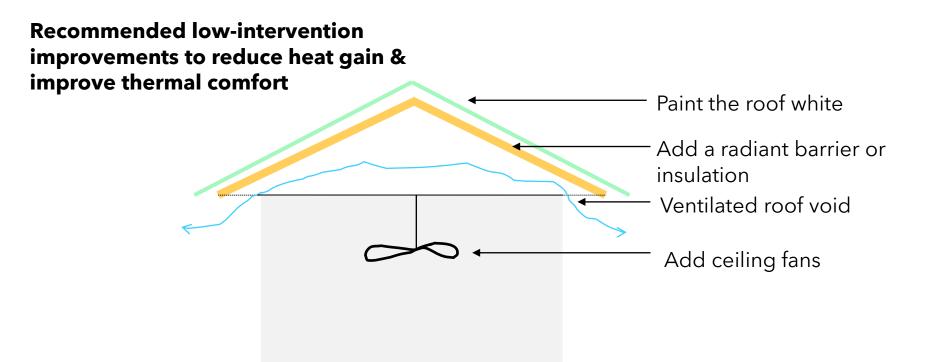
Site Investigations

Radiant (infrared) temperature

measurements









Africa Energy Efficiency Policy in Emerging Economies
Training Week

Buildings

Nairobi

18-22 March 2024

https://www.iea-events.org/energy-efficiency-training-week-nairobi





Energy Efficiency Training Week – Buildings – Day 2: 11. Enabling investment in energy efficiency buildings



Introduction

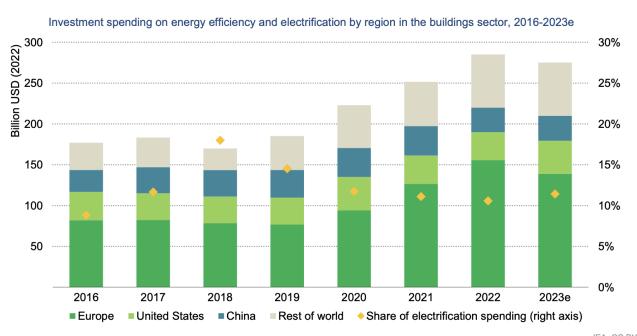
IEA 2024. CC BY 4.0. Page 3



- In 2022 energy efficiency investment in the global buildings sector increased by around 14% on 2021 levels, continuing the strong growth trend of the past few years.
- The total investment of around USD 285 billion in 2022 marks a strong increase in efficiency spending and electrification from the previous year
- Spending on efficiency is projected to fall back in 2023 as the effects of increased borrowing costs and economic uncertainty reduce market activity
- The increased efficiency investment in 2022 was the result of sustained spending in major markets such as the United States, Germany and Italy.
- Over USD 33 billion was spent in the United States through the continued funding of the Department. of Energy efficiency programmes or utility demand-side management.

World Energy Investment 2023





IEA. CC BY 4.0.

Notes: Spending on electrification (e.g., Heat pumps) is included in the total spending, and represented as a share of total spending on the right axis; 2023e = estimated values for 2023

Energy efficiency spending on buildings rose in 2022, but the ongoing cost-of-living crisis and economic uncertainty could reduce investment in 2023





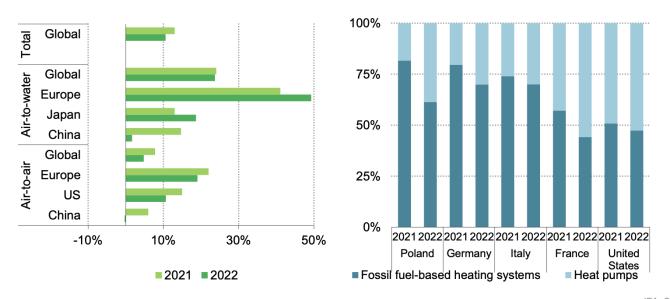
Notes: China = Producer price index - Building materials industry non-seasonally adjusted; US = Producer price index - Materials and components for construction seasonally adjusted: EU27 = Construction cost index seasonally adjusted.

Sources: IEA calculations based on Bloomberg terminal (2022); Eurostat (2022); NBS (2022).

Construction and material costs have increased and have reached an all time high in 2022







IEA. CC BY 4.0.

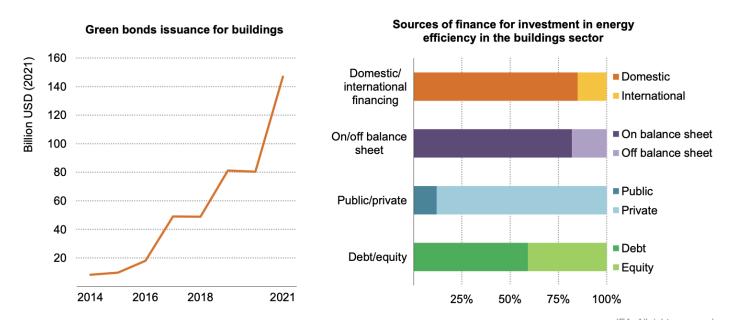
Notes: Air-to-water units include heat pump water heaters; total also includes ground- and water-source heat pumps.

Sources: IEA (2023), Global heat pump sales continue double-digit growth, based on data from AHRI, Assoclima, Assotermica, BDH, CHPA, ChinalOL, EHPA, JRAIA, SPIUG and Uniclima.

Heat pump sales experienced double-digit growth for a second year in a row in many areas as they start to replace fossil fuel-based heating systems







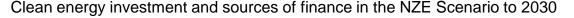
IEA. All rights reserved.

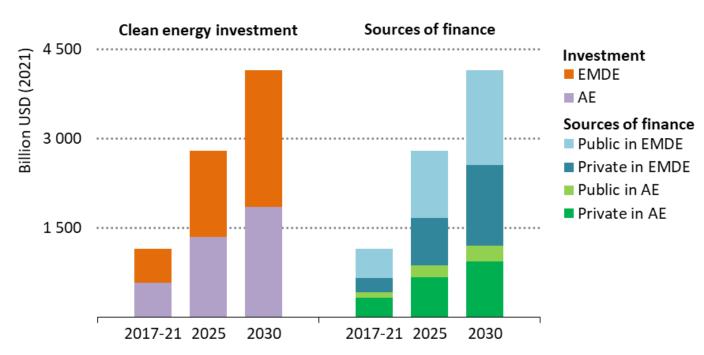
Note: Left graph shows data for bonds that identify energy efficiency in the buildings sector as one of the intended uses of proceeds. Source: IEA calculations based on Climate Bonds Initiative.

Green debt financing for energy efficiency investment in buildings is on the rise, with record green bond issuances in the sector in 2021

Higher levels of private finance are needed







Reaching the NZE Scenario investment levels requires a larger contribution from private finance than seen today, particularly in emerging market and developing economies

Critical considerations for energy efficiency investment & financing



Investment vs financing: What's the difference?

What are the biggest challenges?



Which risks can be involved and why does it matter?



Financing EE: De-risking instruments



Partial Credit Guarantee Schemes: Credit enhancement mechanisms for debt instruments (bonds and loans)

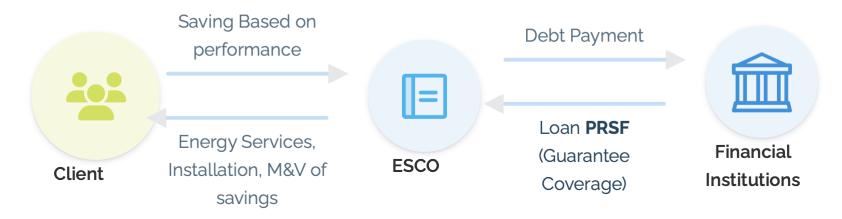
- Offered by many MDBs, GCF, GEF etc.
- Example: Partial Risk Sharing Facility for EE (PRSF) India:
 - Component 1: Risk sharing facility
 - Component 2: Technical assistance, capacity building and operations support
 - 29 PRSF guarantees of USD 17.2 million issued, leveraging total investment of USD 55.7 million (February 2021)
 - http://prsf.sidbi.in
- Example China: Utility-based Energy Efficiency Finance Programme (CHUEE)

Local currency loans: e.g. offered by IFC to mitigate the risk for companies to face losses from currency mismatches of assets and liabilities in developing countries.

Partial Risk Sharing Facility for EE (PRSF) India



How PRSF Works



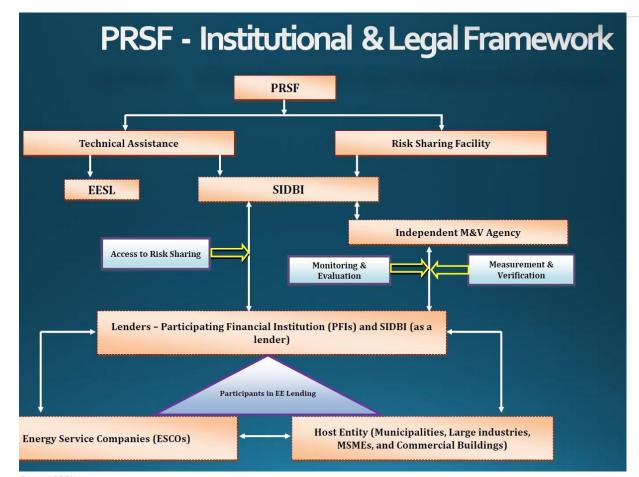
Financial Institutions: SIDBI, YES Bank, Corporation Bank, Tata Cleantech, Electronical Finance.

This project consists of two components. The Project has a total outlay of USD 43 million consisting of the "Partial Risk Sharing Facility for Energy Efficiency" component of USD 37 million and technical assistance component of USD 6 million.

Page 1:

Partial Risk Sharing Facility for EE (PRSF) India





The extent of guarantee cover as a proportion to the guaranteed loan expected to be 40%-75% (the full range initially will be 20% to 75%).

Financing EE construction and retrofits: Concessional loans



Green Mortgages: to build a new home with sustainability rating or to invest in renovating an existing unit to high sustainability standards.

Banks typically offer lower interest rates or increase the loan amount available to borrowers, as green buildings represent a lower risk investment

Benefits: concessional finance; unlocks private sector capital for renovation; adds mortgage banks as a new market player; comes at a time when renovation decisions are typically made

Examples



Energy Technology Lists can qualify efficient products for financing

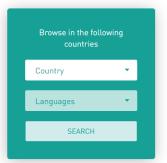


VENDOR ▼

ABOUT

- Energy Technology List: list of pre-assessed and pre-approved energy efficient appliances and equipment that can automatically qualify for subsidies or funding
 - Procurement tool
 - De-risking instrument through independently measured and verified energy performance
 - Regular reviews of criteria as well as of technologies and products that qualify for inclusion
- UK <u>Energy Technology List</u> Government list of energy efficient plant and machinery that meets specified energy savings criteria
- EBRD Green Technology Selector: vendors that offer high-performing t
 - Pre-assessed and pre-approve through a participating financial per equipment)
 - Regular adjustments of baselii





GREEN TECHNOLOGY SELECTOR

A global shopping-style platform that connects vendors of the best green technologies with forward-thinking businesses and homeowners.

READ MORE

ı	2024.	00	DV	4	í

Energy Performance Contracting: The case of ESCOs



• An energy performance contract commits an energy service company to install energy efficient equipment, provides a performance guarantee and establishes the terms of any payments.

- Common types:
 - Shared savings



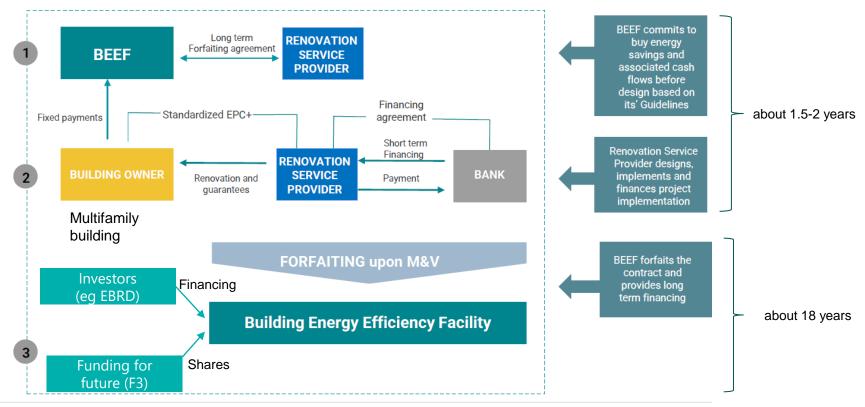
- Guaranteed savings

- Possible risk mitigation instruments include
 - Energy savings insurance models
 - Credit risk guarantees

Financing EE retrofits: (Latvian) Building Energy Efficiency Facility



(LA)BEEF operations scheme



Indian SuperESCO EESL & Moroccan Super ESCO SIE



EESL Selected Programmes

















SIE Selected Programmes

Green Mosques Programme

Upgrade and maintain over 50,000 mosques

Street Lighting Refurbishment Programme (Marrakech)

 Reduce by at least 40% the annual energy consumption of street lighting

Energy Savings Insurance Scheme

 Mobilise financing for EE improvements in SMEs

Energy Efficiency as a service



Pay-per-use model

Client

- No upfront investment
- Pays for services received
- Lower life-cycle equipment costs and access to BAT

Technology provider

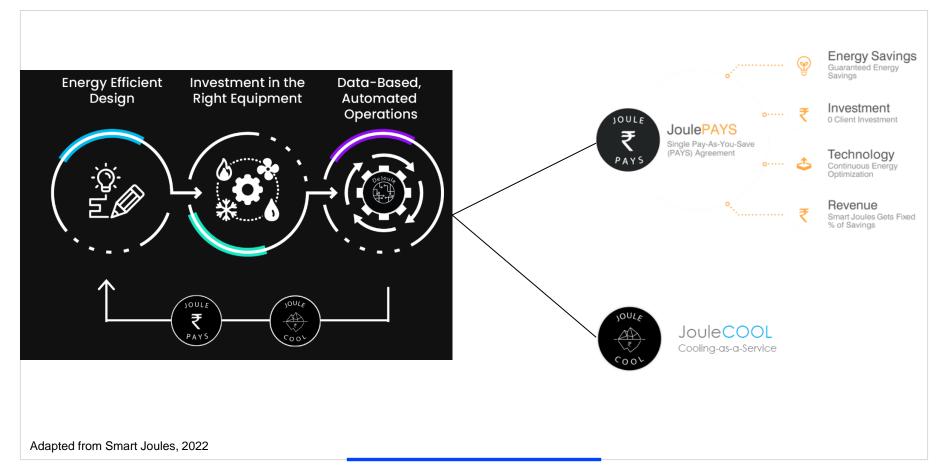
- Invests in and owns the equipment
- Bears costs of operations and maintenance
- Long-term revenue stream and new clients

Investor

- Purchases
 equipment and
 leases it back to the
 provider (monthly
 payments)
- Collateral: equipment, contract provider-client, default guarantee

PAYS business model example: Smart Joules, India





What can we learn from past programmes?



Address regulatory barriers

 Consider removing or simplifying unnecessary red-tape to support fast rollout of green building programmes and ease investment.

Consider shovel-ready options

 Deep retrofits of government buildings can deliver improvements to hospitals, schools, social housing and offices.

Evaluate and leverage effective existing programmes

Supercharging existing programmes and leveraging their administration, contracts, guidelines and delivery partners.

Standardise

 Standard contracts, designs, or lists of approved technologies reduce costs and risks and enhance understanding and trust.

Set the right level of ambition

 Don't let perfect be the enemy of the good – set the energy efficiency requirements as high as possible while remaining realistic about considerations such as price, supply and demand side constraints.

· Get the level of incentive right

 Find the right balance between a high enough incentive to drive uptake without introducing significant programme risks or creating boom-bust cycles.

Turn short-term impacts into long-term transformations

- Harness the investment from stimulus programmes to lockin changes through improvements to building energy efficiency codes.
- Collaborate with important multipliers
- Develop a good communication and promotion strategy



Activity - Enabling investment with energy efficiency policies



Which policies and financing mechanisms would you as a policy maker like to put in place to address the barriers to access for financing and improve financing conditions?				
Which stakeholders would you seek cooperation with for addressing those barriers?				





Energy Efficiency Training Week





The world of your building

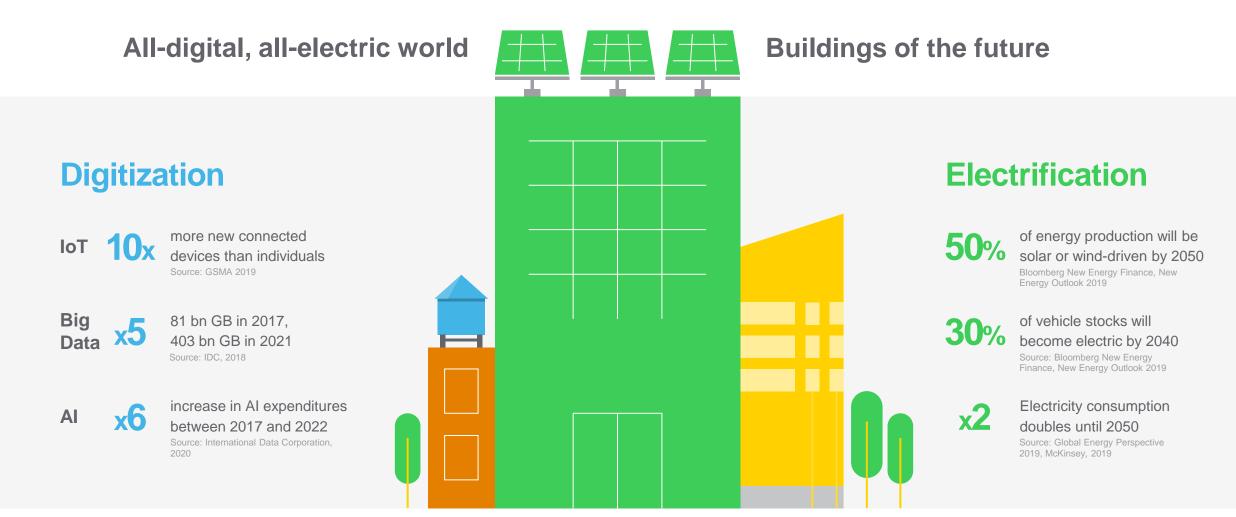
Forecasts project a recovery in 2021, with the total building stock estimated to grow to

124.7 billion m²

in 2029 from 102.9 billion m².

The world of your building >30% ~40% of the world's of the energy is of our time natural + man-made wasted in buildings³ is spent indoors4 CO₂ emission comes disasters in the world from buildings¹ in 2019² ¹ Architecture 2030, 2020 ² Facts + Statistics: Global catastrophes, Insurance Information Institute, 2020 ³ U.S. Environmental Protection Agency, 2020 ⁴ Joseph G. Allen, Healthy Buildings Program, Harvard University, 2019 Schneider © 2021 Schneider Electric, All Rights Reserved | Page 3

Two major transitions already underway







Sustainable

Buildings today

- 30% of the world's energy (Source: IEA, 2020)
- 40% of global greenhouse emissions (Source: IEA, 2020)
- Rely on non-renewable energy resources

- 60% reduction of carbon emissions by 2040
- At least 40% green, renewable electricity
- Influential to decarbonization of other industries



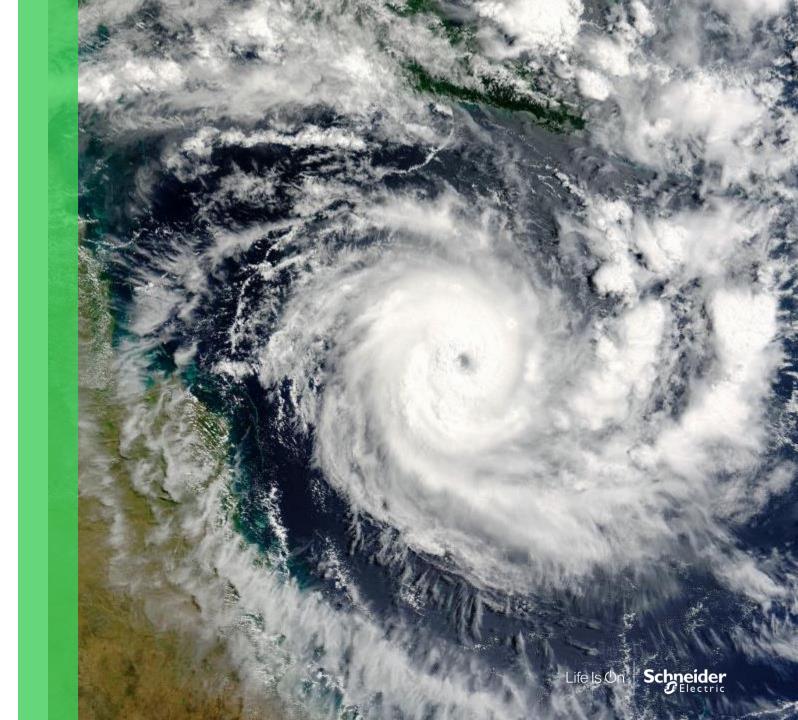


Resilient

Buildings today

- Only as good as their weakest link
- Threatened by weather, cybersecurity, health and outages
- Face peak highs and lows for utilization

- More than 70% of operations performed remotely
- Automation and predictive analytics to minimize outages and failures
- Cybersecurity protocols to minimize risk level





Hyper-efficient

Buildings today

- ~30% of construction cost is rework (source: Procore, 2018)
- Disconnected, disparate systems
- Under-utilized assets and space
- Reactive maintenance

- Digital twin leveraged from design to build, into the operation and maintenance phases
- Energy and building automation integrated by converging IT and OT systems
- Systems that are connected to each other and to the cloud





People-centric

Buildings today

- Required to implement new health and safety guidelines
- Challenged to improve occupant experience
- React to demands for safe and productive environment

- Monitoring of occupant levels and health indicators
- Significantly improved occupant experiences
- Semi-autonomously identify issues and take actions



Enabling buildings of the future



Sustainable

Equipped with flexible energy assets and various electric sources

- Maximizing electrification
- Active energy management
- Positive energy buildings
- Resource-efficient design leveraging software
- Sustainable retrofits



Hyper-efficient

Seamlessly controlled by end-to-end digital platform

Better decision making, impacting:

- People needs
- Asset efficiency
- Space resources
- Energy cost



Resilient

Recover quickly and bounce back

- Remote operations
- Power reliability
- Cybersecurity

- Critical infrastructure and asset protection
- Flexible buildings



People-centric

Designed to be responsive to people

- Safer buildings
- Healthy buildings
- Comforts and experience

Enabling our own Buildings of the Future



Kallang Pulse

Schneider Electric East Asia & Japan HQ Building age: 25 years

Total gross floor area: 18,500 m²

Objective: achieve 100% CO2 neutrality by 2020

Software and Analytics

Building Advisor, Power Advisor, Resource Advisor,
Asset Advisor Power, Asset Advisor IT, Workplace Advisor,
MicroGrid Advisor, Augmented Operator Advisor

Edge Control

Power Monitoring Expert,
Building Management System (BMS),
Security Expert, Facility Expert

IoT-enabled Connected Products

Over 5000 connected products

- Power Logic, Power Tag, MTZ
- BTU, Water Meter, PAHU, Chiller Plant (data exchange with BCA Portal through Web Service)
- Motion Sensors, CO₂ Sensor, Env Sensor, lighting control KNX/Dali, UPS, InRow, CCTV, Card Access
- Conext Solar/ Battery Monitoring / Battery Energy Storage Solution (BESS)
- Elink(Kone lift), Data exchange with offsite solar energy retailers

Sustainable rooftop

Kallang Pulse

Schneider Electric East Asia & Japan HQ Building age: 25 years

Total gross floor area: 18,500 m²

Objective: achieve 100% CO₂ neutrality by 2020

80 solar panels on the rooftop

The building runs on 100% renewable (solar) energy in the daytime (9.30am to 4.30pm). Accompanied with offsite solar energy, this accounts for 47% of the building's monthly energy consumption (220Mwh).

The BMS is linked to meteorological weather forecast to improve energy efficiency and system performance.

- On a hot day, the pump will regulate the pumping of the VSD
- On a cold day, the chiller plant will be set at a lower speed to regulate the temperature at optimum levels.



Magnetic bearing chiller with VSD

A chiller plant also acts as a centralized cooling system, providing a portion of air conditioning in the building's HVAC systems. The magnetic bearing chiller with VSD regulates the speed according to the demand. This helps to achieve higher efficiency rating.

Window panels

The design of the building facade and window panels meet the Envelope Thermal Transfer Value (ETTV) to enhance energy performance.

Renewable energy

Kallang Pulse

Schneider Electric East Asia & Japan HQ Building age: 25 years

Total gross floor area: 18,500 m²

Objective: achieve 100% CO₂ neutrality by 2020



Renewable energy usage

- More than 10 solar panels on car park rooftops and in the gardens
- Electric Vehicle charger stations powered by solar energy
- Landscape lightings and koi pond are powered by harvested solar energy on site
- Battery Energy Storage System (BESS) stores conserved solar energy for nighttime use





Smart office

Kallang Pulse

Schneider Electric East Asia & Japan HQ Building age: 25 years

Total gross floor area: 18,500 m²

Objective: achieve 100% CO₂ neutrality by 2020





Space management

EcoStruxure[™] **Workplace Advisor**

- Ensure safe distancing
- Monitor occupancy levels
- Adapt office layout



Occupant well-being EcoStruxure Workplace Advisor

- Adaptive lighting & temperature adjustment
- Confirm optimal humidity
- Check air circulation
- Monitor rise of VOC



Operational efficiency EcoStruxure Building Advisor

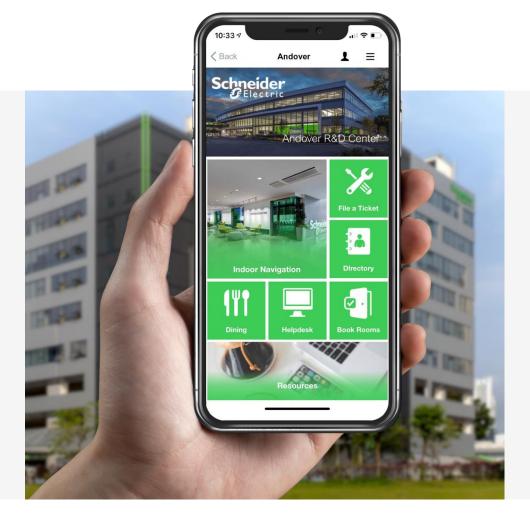
- Smarter cleaning
- Optimize building management and power systems
- Better manage amenities



Occupant engagement EcoStruxure Engage Enterprise

- Communicate effectively
- Simplify access to IT tools
- Enable occupants to easily navigate the new office

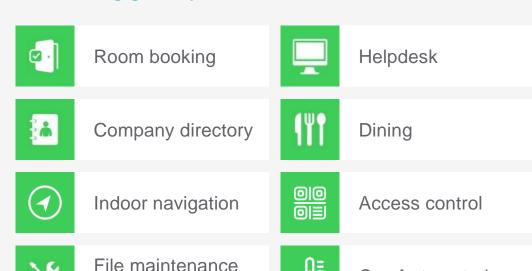
Putting control in the hands of users



Occupant engagement

EcoStruxure[™] Engage Enterprise

ticket

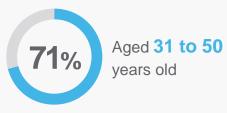


Comfort control

Tenant's happiness index









Reduced stuffiness and odor: 54%

Reduced humidity: 65%

Air movement:

65%



Workspace

with amount of workspace despite reduced floor space

379%

satisfied or very satisfied



69%
Overall Indoor Satisfaction



Outcomes



45% reduction in electricity consumption

- Re-designed building to be peoplecentric and resilient by utilizing technologies and engineering solutions, reducing consumption in electricity
- Proactive EcoStruxure Solutions provide analytics-based service to optimize energy performance and create a hyper-efficient building



1253 tons p.a. carbon emissions

- Reduced carbon emissions are equivalent to removing 358 cars (2.0cc) from roadways, increasing the sustainability of the building
- 100% solar powered during the day
- Reduced carbon footprint with solar blended power supply and Microgrid Advisor



Achievements

- Awarded BCA Green Mark
 Platinum (Version 2017) building
- Awarded Leadership in Sustainability & Performance by <u>SGBC-BCA (2019)</u>
- Increased brand recognition and improved on Corporate Social Responsibility (CSR)

Buildings of the future across the life cycle

Leveraging the all-digital, all-electric world for new and existing buildings



