

Energy efficiency in the building sector: The Renovation Wave in the public and private sectors

Julie Kjestrup, Danfoss, 29 June 2021

Our World

27,491 Employees

Worldwide sales

in more than 100 countries

71 factories

Privately held

Ownership

Nordborg, Denmark

Headquarters

2 | Footer (edit in slide master)







Classified as Business

Commercial buildings



Energy & natural resources

Industries



Food and beverage



Residential



Water and wastewater



Mobile and industrial hydraulics



Marine and offshore



District energy



3 Footer (edit in slide master)

Vehicles and transportation

Markets

we serve



Classified as Business

Refrigeration / air conditioning





#CarbonNeutralEU to combat Climate Change

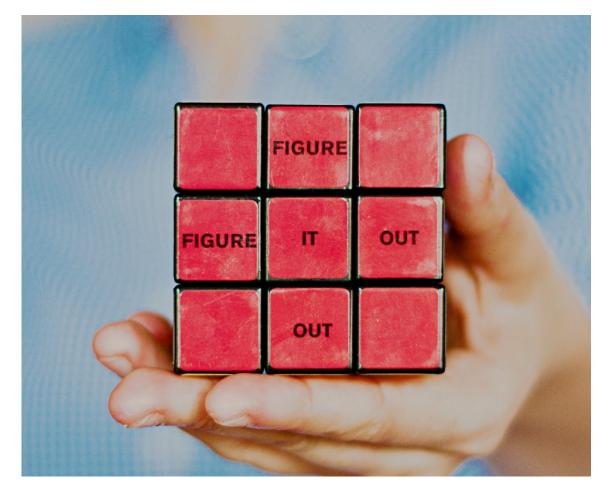
- Greenhouse gases increased by 50% since 1990
- Energy efficiency and renewable energy only ways to a low-carbon world
- Energy efficiency delivers largest reductions in greenhouse gases
- #EnergyEfficiencyFirst approach

1.5° Paris agreement goal

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Buildings are central



- Buildings consume around 40% of the overall energy usage in the EU and are responsible for 36% of CO2 emissions
- The energy demand of the building stock in the EU must be reduced by 80% by 2050
- Around **75% of buildings** in the EU are not energy efficient



Renovation is slow

- 85-95% of today's buildings will still be in use in 2050.
- Less than 1% of buildings undergo energy-efficient renovation every year
- The average energy saving for energy renovation projects is just 9%.





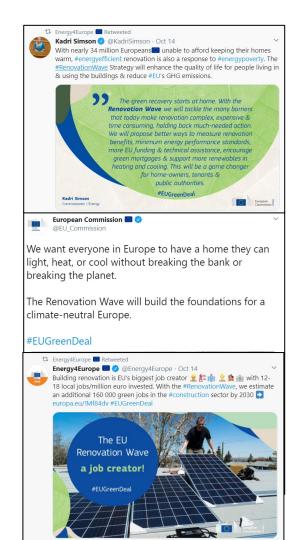
The solution?

Renovation Wave is a key flagship initiative of the EU Green Deal:

- At least double annual energy renovation rate by 2030 & foster (staged) deep energy renovations.
- Reduce buildings' CO2 emissions by 60% & final energy consumption by 14%.
- First EU strategy with renovation at centre with many promising proposals.
- **Broader approach** on energy efficient AND sustainable buildings (incl. health benefits and wellbeing).
- Ongoing EED and EPBD revisions Fit for 55% execise

Buildings: a key sector for national recovery plans:

- EUR750bn in 'Next Generation EU' Recovery Instrument.
- No specific amount earmarked for building renovations at EU level but energy efficiency acknowledged as largest generator of jobs/million EUR invested.
- All plans include building renovations among priorities, as requested by Commission.
- MS to submit national plans by end April 2021/payments to start after summer; delays expected due to slow implementation of recovery funds





C0

Renovati

Wave



What's needed?

- Ambitious and binding overall EE target to push up ambition
- Ensure coherence and complementarity in the policy framework
 buildings are central energy infrastructure
- Expand renovation scope to all public owned buildings from central, regional and local authorities
- Promote district approach to make sure that planning for renovation and decarbonised heating and cooling supply happens at the same time and at the right level
- Support easy access to financial/technical support e.g. through `one-stop shops' to ensure uptake





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