

LIFE-2022-CET-HOMERENO

LIFE Info Days, 20th May 2022



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European Climate, Infrastructure and Environment Executive Agency

Agenda

- 1. Context
- Scope A: Creation or replication of "integrated home renovation services"
- 3. Questions and answers
- 4. Scope B: EU community of "Integrated Home Renovation Services" practitioners
- 5. Questions and answers





1. CONTEXT

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Collective ambitions...

Climate neutrality by 2050

For buildings:

- (at least) doubling renovation rates
- Mainstreaming low energy renovation







... require individual decisions



Source: YouTube.com

- Most residential buildings belong to non-professional individuals
- Lack of demand for home renovation: not only incentivize or constrain, but also facilitate
- Households will not "build capacity": you won't renovate so many homes in a lifetime
- no lack of market participants
 - ... but absence of coordination
 - ... and diverging interests





... require individual decisions



Source: YouTube.com

 Most residential buildings belong to non-professional individuals "main focus on private nonprofessional decision makers"

≠ PDA

- Lack of demand for home renovation: not only incentivize or constrain, but also facilitate
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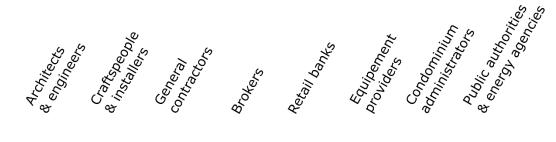


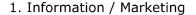


- 1. Information / Marketing
- 2. Detection
- 3. Simplified diagnosis and recommendations
- 4. Project design
- 5. Selection of companies
- 6. Financing plan
- 7. Financing solutions
- 8. Renovation work
- 9. Worksite supervision / reception of the work
- 10. Quality assurance, guarantees and follow-up

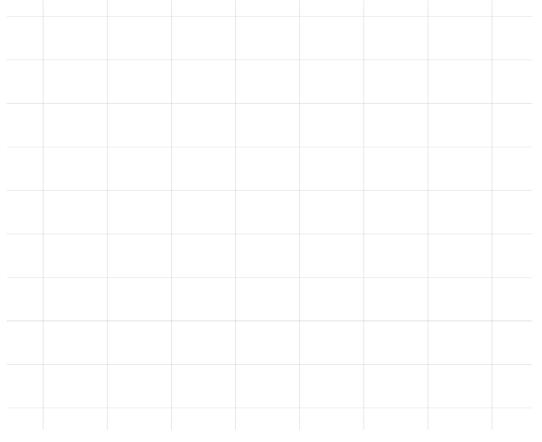






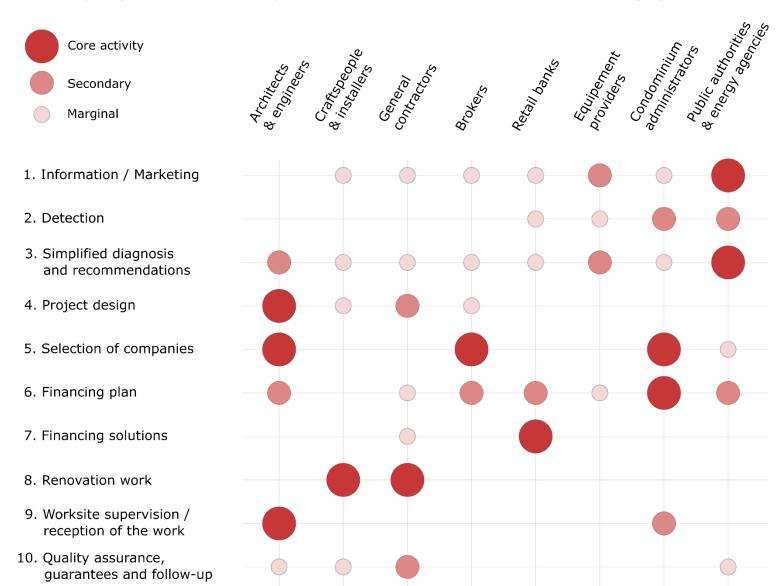


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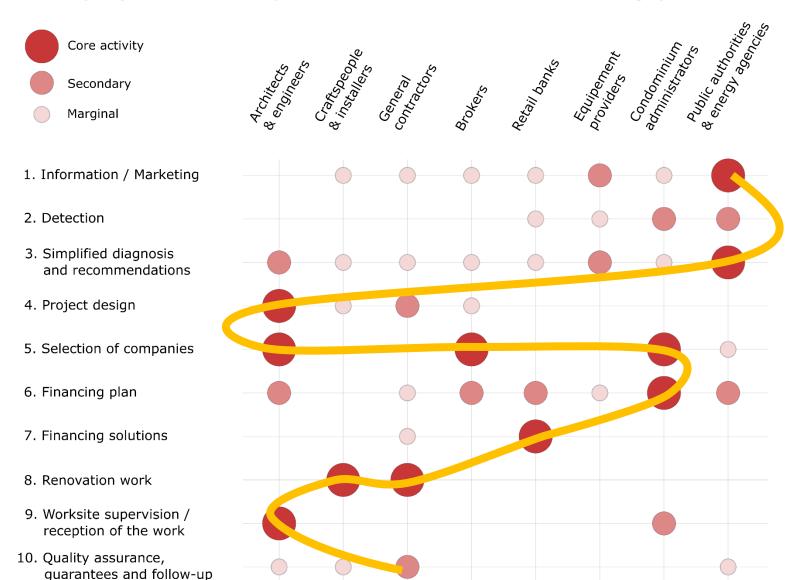
















"Integrated home renovation services"

- Key to achieve the objectives of the "Renovation Wave", part of the "EU Green Deal"
- Start from homeowners' point of view: what is the customer journey of home renovation?
- Coordinate / combine / integrate the services provided by private and public players
- Take on tasks for which homeowners are not equipped
- Indispensable to upscale low-energy renovations



Source: unSplash.com





Analytical framework along the "customer journey"

- 3 main models:
 - 'Advice' model: focused on the upstream part of the journey
 - 'Support' model: extended Architect's mandate, covering the whole journey
 - 'Implementation' model: combining design and renovation work
- Mainly heuristic, based on the observation of pilot initiatives across Europe
- Easy to distinguish in generic terms...
 ...much less clear when getting into the details

More details in Milin & Bullier 2021.

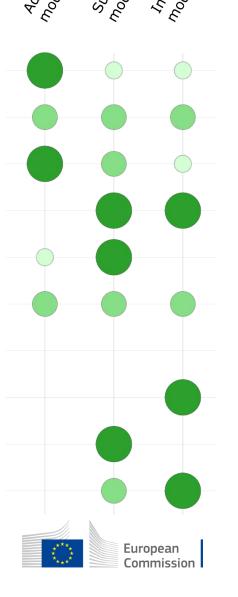
Towards large-scale roll out of "integrated home renovation services" in Europe. Proceedings of the ECEEE Summer Study 2021







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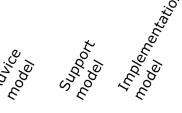


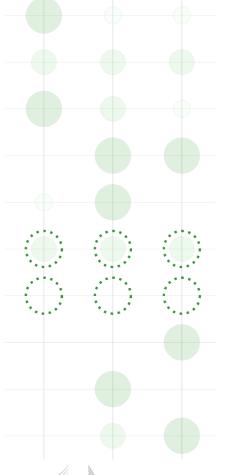
What about financing?

- "Option" rather than 4th model
- More likely on top of support or implementation models
- Standalone offer requires appropriate legal framework
- Other financing services to consider:
 - Support in accessing public grants
 - > Pre-financing of public grants
 - ➤ Pre-qualification for a retail bank financing offer
- Additional financial engineering is being explored (e.g. subsidized loans, Guarantee Fund, Home-based financing, ...)

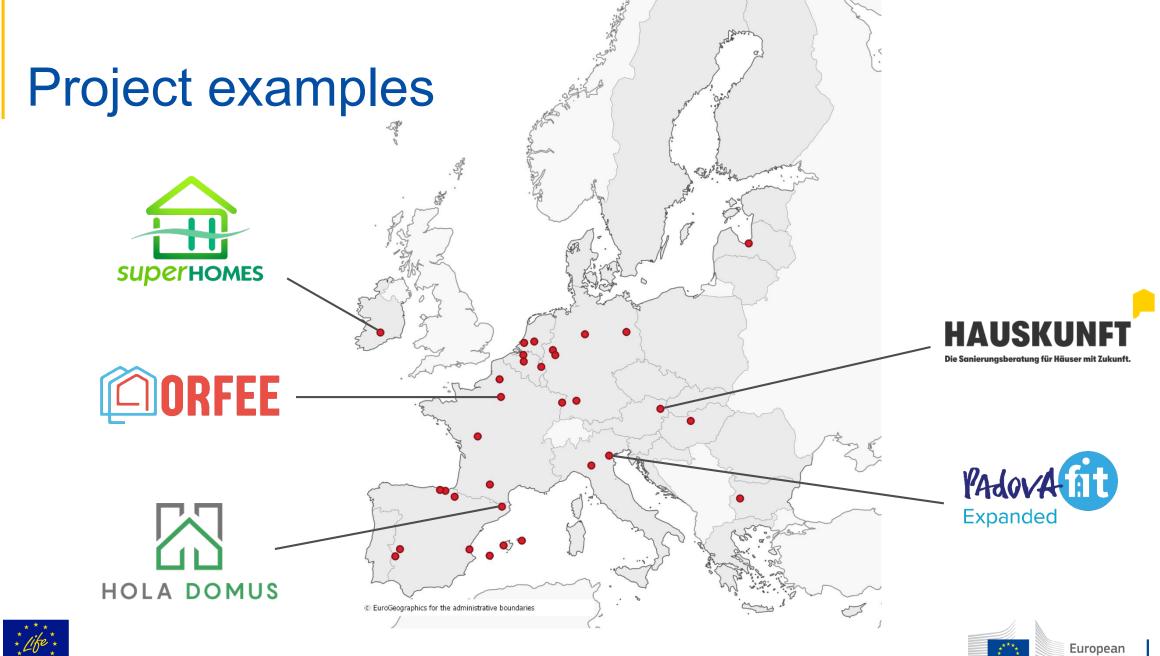


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To go further...

- Milin C., Bullier A. (2021). Towards large-scale roll out of "integrated home renovation services" in Europe. Proceedings of the ECEEE Summer Study 2021.
- AnPost (IE): https://www.anpost.com/Green-Hub/Home-Energy-Upgrade-Service
- Arec occitanie (FR): https://www.arec-occitanie.fr
- Artéé (FR): https://www.artee.fr/
- C-real (BE): https://www.c-real.be
- Easycopro (BE): https://www.easycopro.be
- Energy efficient mortgage initiative: https://energyefficientmortgages.eu
- Europace: https://www.europace2020.eu/
- Facirénov (FR): https://www.facirenov.fr
- Fithome (NL): https://www.fithomeproject.eu
- Hauskunft (AT): https://www.hauskunft-wien.at
- Hauts-de-France pass renovation (FR): https://www.pass-renovation.hautsdefrance.fr
- Holadomus (ES): https://www.holadomus.com

- Houseenvest (ES): https://renuevatucasa.eu
- Île-de-France énergies (FR): https://www.iledefranceenergies.fr
- Innovate: http://www.financingbuildingrenovation.eu/
- Oktave (FR): https://www.oktave.fr
- Opengela (ES): https://opengela.eus/
- Orfee (FR): https://orfee-project.com
- Padova fit (IT): https://www.padovafit.eu
- Proretro (DE): https://proretro.eu
- Reimarkt (NL): https://reimarkt.nl
- Renohub (HU): https://renohub-h2020.eu
- Renonbill (ES, IT, LT): https://www.renonbill.eu
- Save the homes (ES, NL): https://savethehomes.org
- Sheerenov (BG): https://sheerenov.eu/
- Sunshine (LV): https://sharex.lv
- Superhomes (IE): https://superhomes.ie/
- Turnkey retrofit (ES, FR, IE): https://www.turnkey-retrofit.eu

2. HOMERENO (scope A)

Creation or replication of "integrated home renovation services"

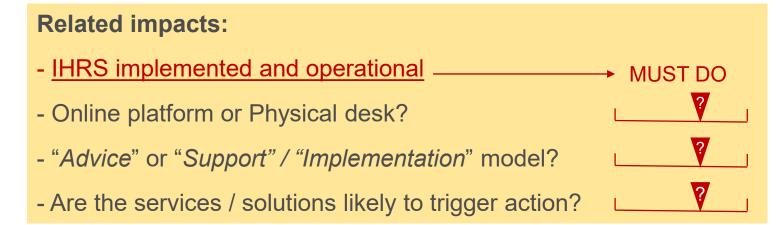




Create or replicate "Integrated Home Renovation Services"

- Reduce complexity and simplify homeowners' decisions
- Connect all actors in the value chain
- Streamline access to various support measures (especially where there is support for specific target groups)







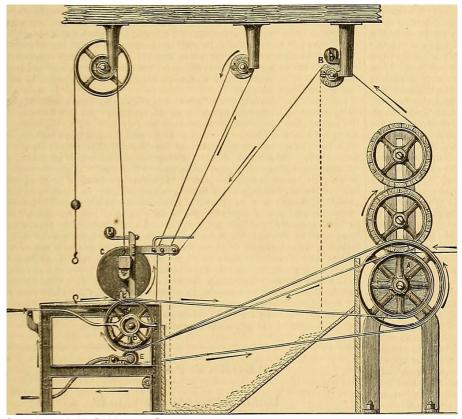


Provide methods and support

- Build expertise and organisational innovations
- Ensure cost effectiveness and price transparency of services provided to homeowners
- Build homeowners trust through clear liabilities, quality assurance and dedicated consumer protection policies

Related impacts:

- Clear liabilities? Secure homeowners trust?
- Proponent(s) recognised at local level?
- Strong and trustworthy partnerships with local actors



Source: Internet Archive Book Images on Foter.com





Should investment phase be reached?



- YES, a pilot phase is expected...
- ... but no minimum volume prescribed for the investment pipeline
 - ➤ i.e. no leverage ratio and payback clause in case of not reaching investment phase
- Upscale may happen after project completion

Related impacts:

- Investments in sustainable energy triggered
- Primary energy savings / Renewable energy generation
- During the action? Within first 5 years?
- Balance "short term impact" / "comprehensive solutions"









What does "economically viable business models" mean?

- All proposal should aim at economic viability, ultimately
- Mindset towards a viable business model
- No subsidy for running costs ≠ no subsidy for investment

Related impacts:

- (prospect of) economically viable model
- Medium / long term viability ensured?
- Clear perspective? Dedicated actions?









Shall financing services be included?

- All projects should consider and facilitate the financing of investment...
- ... but, do not necessarily have to carry a direct financing offer

Related impacts:

- Availability of adequate financing offers
- Financing services can also be considered:

Support in accessing public grants

Pre-financing of public grants

Pre-qualification for a retail bank financing



Source: Pixabay.com



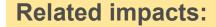


Communication

- Mainstream innovative technical and organisational solutions
- Help improve legal and regulatory environments
- Demonstrate a high degree of replicability and include a clear action plan to communicate experiences and results



Should foresee to cooperate with the emerging community of IHRS



- Evidence, data and guidance made publically available









Points of attention (Scope A)

- Clear focus on the existing private residential sector.
- Clear focus on private non-professional decision makers.
- Applications under scope A may be submitted by a single applicant.
- Estimated EU contribution of up to EUR 1.5 million (indicative)





3. Questions & Answers

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4. HOMERENO (scope B)

EU community of "Integrated Home Renovation Services" practitioners





Develop an EU community of skilled practitioners

- Build bridges between existing and emerging local/regional initiatives
- Foster international collaboration and incremental innovation among practitioners actively involved in IHRS
- Pool efforts, generate economies of scale and encourage convergence towards best practices



Source: Covenant of Mayors Investment Forum - Energy Efficiency Finance Market Place 201





HOMRECOM requirements

- The community of practice must be transnational and...
- ... actively involve a variety of IHRS throughout Europe.

Related impacts:

- Establishment of an EU community of practice...
- ... gathering relevant stakeholders, deeply rooted in their ecosystem, and actively involved in ongoing local IHRS

e.g. public authorities, consultants, architects associations, craftsmen associations, homeowners associations, citizens associations, universities, training centres, financial institutions, etc.





Topics of collective interest (examples of)

- Strategic positioning and business model
- Methodologies and tools
- Skills and training needs
- Partnerships with market actors
- Quality assurance and consumer protection policies



Source: StartupStockPhotos on Pixabay.com





The whole is greater than the sum of its parts

- Harvest, analyse and debate findings from various experiences
- Develop coordinated proposals to policy makers and actively contribute to regulatory and legislative processes
- Propose guidance and support to emerging initiatives.
- Build capacity (at national level), focused on the design and implementation of IHRS



Source: Tatvana Kazakova on Pixabav.com



Include effective communication actions



Points of attention (Scope B)

- The Commission intends to select one single proposal under scope B.
- Applications by a single applicant are not considered appropriate under scope B. Minimum 3 participants from 3 different eligible countries
- The community of practice to be established must be transnational, reflecting the diversity of situations and approaches across Europe.
- Estimated EU contribution of up to EUR 2.5 million (indicative)
- Proposals should demonstrate knowledge of wider initiatives and leverage on their results.





5. Questions & Answers

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30 years of bringing green ideas to LIFE

Keep in touch with us

Any questions on CET call topics? Email us on: CINEA-LIFE-CET@ec.europa.eu



https://cinea.ec.europa.eu/life en

















Thank you



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