## Domestic-funded financial instruments

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### Green savings

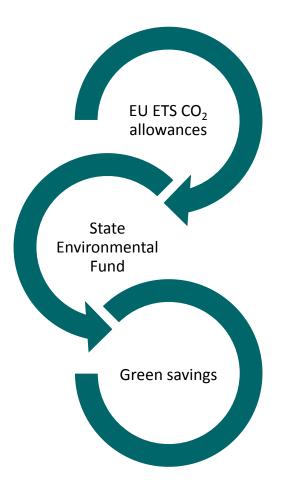


#### Programme description

- Domestically financed energy-efficiency programme
- Insulation of residential buildings
  - Both individual houses and residential blocks
- Subsidization of replacement of heating devices



#### Scheme logic





#### Timeline

- Green Savings 2009
- New Green Savings 2013
- New Green Savings
  - 2014 2021
  - Long-term implementation of the programme



#### New Green Savings

- Improve EE of existing buildings
  - 30-55% of insulating costs
  - Replacement of inefficient heating source
- Build new passive houses
- Total allocation up to 27 billion CZK (1 billion EUR)
- Retroactivity allowed
- Subsidies on project documentation



State Housing Development Fund



#### Panel and New Panel

- 200 000 apartment buildings made of concrete slab blocks – 1/3 of all housing in CZ
- 2001 programme Panel introduced in order to refurbish these buildings
- 2009 New Panel broadens the scheme
  - non-concrete apartment blocks
- 2001 2011 13,85 billion CZK (512 million EUR)
- Intrest subsidy on commercial loans
- State guarantee on commercial loans



#### Panel 2013+

- Loan scheme on reconstruction of apartment buildings
- Not specific to energy efficiency projects
- All projects need to undergo energy efficiency audits since august 2014
- Financial parameters
  - Low interest rates as low as 0.75% of all costs
  - 75-90% of all costs coverable
  - Loan duration up to 30 years
  - Shorter the loan, lower the interest rate



### EFEKT



#### EFEKT

- Subsidy scheme
- Ministry of Industry and Trade
- Since 2000 scheme opened on a yearly basis
- Cogeneration and/or RES by 2012
- EE subsidies
  - Public lighting
  - Production processes and heating sector
  - Heating refurbishment/reconstruction



#### EFEKT

- Energy management
- EPC feasibility studies
- Energy auditing
- Specific pilot projects



European-funded financial instruments



Integrated Regional Operational Programme



# Regional Operational Programmes 2007-2013

- 7 regional Operational Programmes
  - Decentralized structure
  - 126 billion CZK (4.66 billion EUR)
- Energy not pivotal
  - Focused on social development, infrastructure, regional employment, mitigating differences between regions
  - Usually side-effect of revitalization projects; projects on decreasing environmental burdens; projects on refurbishment of infrastructure etc.



#### IROP 2014-2020

- Priority axis 2 increase in quality of public services and welfare of regions
  - Increase of energy efficiency one of particular targets
- Appartment blocks
- Outside of Prague
- Subsidies or loans
  - Insulation of outside shell
  - Replacement of heating
  - Eco-sources of energy for particular buildings
- No programme open yet



Operational Programme Environment



#### Operational Programme Environment 2007-2013

- Priority axis 3
- 5 billion EUR EU
  - EU Cohesion Fund
  - EU European Regional Development Fund
- Allocation
  - Combined electricity-heat generation
  - Energy savings
  - Utilization of waste heat
- Various actors



#### Current OPE 2014-2020

- Priority axis 2 Air pollution in residential areas
  - Replacement of old heating furnaces (coal, wood) for more efficient ones – first call
  - Subsidies for individuals
  - Disseminated through regions regional administrations will set particular schemes and their parameters
  - 3 billion CZK (110 million EUR)
  - Region-specific
    - Min. financial allocation
    - Minimal installation thresholds (total 20k units)



#### Current OPE 2014-2020

- Priority axis 5 Government buildings
  - refurbishment in existing objects
  - high energy standard in new objects
- First call new buildings
  - Mid-October 2015 till mid-October 2016
  - Passive standard
  - Non-refundable subsidies/low-interest loans
  - Maximum 60% of overall costs
  - All public institutions eligible



Operational Programme Enterprise and Innovations for Competitiveness

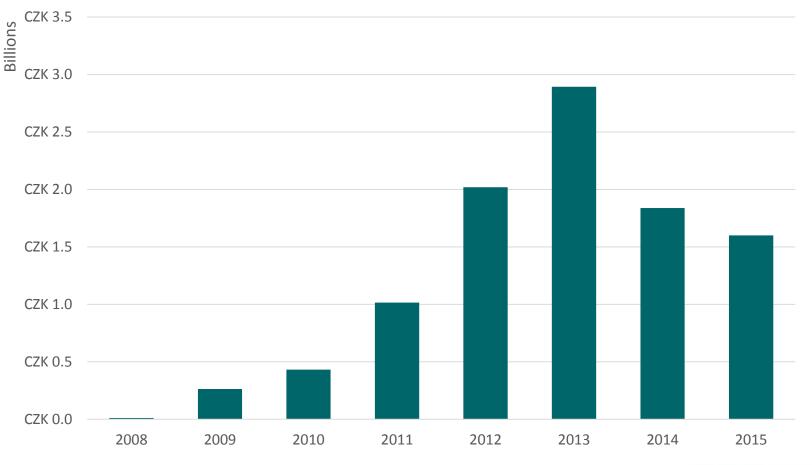


# OP Entrerprise and Innovations 2007-2013

- Reimbursed 94 billion CZK (3,48 billion EUR)
- European Regional Development Fund
- 7 priority axes axis 3 on energy
  - Eco-Energy programme on energy savings -13,43% of overall budget
  - 3 project calls
  - 9.35 billion CZK (352.6 million EUR) already reimbursed
- Managed through Czech Invest agency



#### Eco-Energy project reimbursment



OP Enterprise and Innovations for Competitiveness 2014-2020

- OPEI successor
- Scheme approved late-April 2015
- Energy one of four priority axes
  - Wider range of possibilities
  - Larger budget
- Managed directly separated from Czech Invest



#### Energy-relevant schemes

- 3 main areas
  - Energy savings
  - Renewable sources of energy
  - Energy infrastructure projects (Smart grids)
- 33 billion CZK (1.22 billion EUR) until 2020

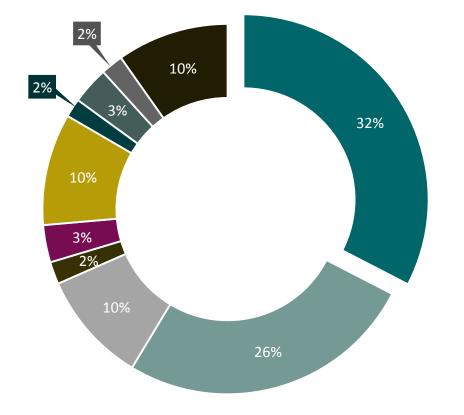


#### Energy savings

- First programme open
  - 500 000 to 250 million CZK on single project
  - 50% to small, 40% to mid-sized and 30% of all expenses to large enterprises
  - Each company up to 4 simultaneous applications in whole programme
  - Large enterprises at most 40% of the 1<sup>st</sup> round budget
  - Outside Prague
  - Max. support on studies 350 000 CZK (12500 EUR)
- Goals
  - Decrease energy intensity
  - Increase energy efficiency



#### 1<sup>st</sup> round resources allocation



- Energy savings
- Innovation
- Potential
- Part. in Know. Transf.
- Cooperation
- Properties
- Technolgies
- Training centers
- Marketing
- ICT and shared services



## European Investment Bank



#### Private Financing of EE

- New EU scheme
- Loans to industry, mainly SMEs
- Disseminated through local banks
  - Komercni Banka in Czech Republic
  - Signed agreement in August 2015
- 2 billion CZK (75 million EUR)

