







*"Towards the improvement of the energy poverty and energy efficiency policy implementation framework in rural and suburban areas across Europe"* 

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## General context: the need behind the RENOVERTY project

- Causes of energy poverty at the local, regional, national, and European scales have recently become clearer, yet an absence of practical and theoretical understanding of how to address the issue in rural areas exists.
- Rural areas across Central Eastern (CEE), Southern Eastern (SEE), and Southern Europe (SE) are traditionally much poorer, and more vulnerable to energy poverty.
- Despite their need for support, they are left behind in the energy transition, and practices to reduce energy poverty are lacking.



## **RENOVERTY main objective**

Design a scalable series of renovation roadmaps with operating models for 7 vulnerable rural areas across CEE, SEE, and SE, while ensuring the replicability of the model in the European Union.

- ✓ Supporting 12 Local Action Groups (LAGs) for the creation and implementation of Rural Energy Efficiency Roadmaps (REERs).
- Empowering all (non) public actors in rural areas to become involved in the process of renovating vulnerable districts/buildings.
- ✓ Delivering a scalable operating model, to support the replicability of REERs and guide more public actors to renovate rural vulnerable districts after the project ends.



## Setting the ground for energy poverty alleviation in rural areas



Framing and conceptualisation of rural energy poverty in the relevant literature, with the aid of a systematic review of relevant sources.



Exploration of socio-economic drivers and specific characteristics, that increase exposure of rural areas to energy poverty.



Map-out, assess, and categorise policies targeting energy poverty and/or energy efficiency in rural contexts.



Identification of the distinct barriers to designing and implementing energy efficiency policies to alleviate energy poverty in rural contexts.



## Step 1: Literature review

### 1) Literature review:

- Review of scientific and policy literature: over 80 relevant sources
- Outcomes of relevant EC-funded projects
- Recording and analysis of existing energy poverty and/or energy efficiency policies in rural areas

2) Assessment of stakeholder viewpoints and needs:

- Survey of relevant stakeholders across Europe
- Key insights on existing needs, barriers, and proposed solutions for energy poverty and energy efficiency in rural contexts
- 130 stakeholders/experts from the fields of academia, policymaking, private and social sectors



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## Literature review outcomes: Identified characteristics of rural areas



Specific demographic structures (more elderly people, young people aged 10 to 19, fewer people of working age)



Educational capabilities (Limited access to education, specifically tertiary education)



Lower labour capabilities (fewer job prospects, narrower variety of activities, unemployment rate)



Lack of infrastructure and services (Transportation limitation, access to grids and resources)





Literature reports evidence of increased exposure to energy poverty in rural areas while the current policy landscape does not necessarily address the particularities of rural areas

## Literature review outcomes: Energy poverty drivers in rural areas



## *Literature review outcomes:* Policy status in rural contexts

25 policies from European countries were gathered and analysed:

- Most policies are implemented at the national level.
- ✓ Mention in rural areas no special requirements
- ✓ Policies started after 2013.
- ✓ Lack of monitoring/evaluation.
- ✓ Lack of relevant policies in Southern (SE), and Southern Eastern (SEE) Europe.





## *Literature review outcomes:* Barriers and gaps analysis



#### **Financial barriers**

- ➤ Lack of capital / High upfront cost
- Higher energy Burdens / Low income
- Credit access / Debt Aversion

### Geographic barriers



- ➢ Geographic isolation
- Shortage of local energy efficiency workers
- Lack of expertise

## Awareness / Access barriers

- Lack of awareness / Skepticism
- Lack of time / Priorities
- Lack of access to marketing channels

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### Regulation barriers

- Unsupportive and inconsistent policy setting
- Lack of strong sub-national territorial components in policy making



## Step 2: Assessment of stakeholder viewpoints and needs

#### 1) Literature review:

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#### 2) Assessment of stakeholder viewpoints and needs:

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## Survey outcomes: Assessment of Energy Poverty Drivers in rural areas

Most important Drivers of energy poverty (EU level):

- Poor Public Transport
- Underinvestment in rural areas
- Geographical remoteness
- Demographic structure
- Poor housing quality

#### Southern Eastern Europe :

- Poor Public Transport
- Geographical remoteness

#### Southern Europe :

- Poor **Public** Transport
- Underinvestment in rural
  - areas



#### Central Eastern Europe :

Poor **housing** quality



#### **Ranking of energy poverty drivers**

Demographic structure of the rural population Lower levels of business activity Inadequate political representation of rural areas Poor quality of housing .,35 Poor public transport access Poor energy infrastructure 30 Underinvestment in rural areas Geographical remoteness of rural areas

# *Survey outcomes:* Utilisation of renewable energy/ electrification technologies in rural areas





# *Survey outcomes:* Assessment of barriers to implementing energy <u>efficiency</u> policies in rural areas

**Financial** barriers the most **prominent ones**, followed by **awareness/access**, **regulatory** barriers, and **geographical**.

Existence of barriers to energy efficiency improvements in rural areas among all respondents





#### The most prominent financial barriers

- ✤ Lack of capital
- ✤ High upfront costs

# *Survey outcomes:* Assessment of barriers to implementing energy <u>efficiency policies in rural areas</u>



#### Most important awareness/access barriers:

- ✤ lack of technical information,
- ✤ skepticism of rural households.

Most important regulatory barriers:

- Unsupportive and inconsistent policy setting.
- Lack of regional/local focus of national policies



#### **Importance of Regulatory Barriers**

## Survey outcomes: Importance of policy levels

Most of the respondents consider policy at the national level to be the most impactful for the alleviation of energy poverty in rural areas.







## Survey outcomes: Policy awareness in rural contexts

Most of the respondents declared themselves as *"fairly aware"* of rural energy efficiency policies.





However, when asked to name specific policies in their contexts, they mentioned general EU strategies and directives.



## Survey outcomes: What can governmental bodies do more? (1/4)

Financial mechanisms and support

Development of new funding mechanisms and financial support Make projects feasible and sustainable in rural settings

Policy transformation

**EU-level** 

Introduction of policy changes in the existing legal and policy framework Setting targets for energy efficiency and energy poverty reduction in rural areas

• Education and awareness building Large-scale outreach efforts such as workshops, training programmes and public campaigns

Enhance awareness and understanding of energy poverty issues

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Stakeholder engagement and collaboration

Engage with all relevant stakeholders, including governments, communities, and institutions

Collectively address energy poverty

## Survey outcomes: What can governmental bodies do more? (2/4)



## Survey outcomes: What can governmental bodies do more? (3/4)



## Survey outcomes: What can governmental bodies do more? (4/4)



## For more information



You can find the full RENOVERTY report <u>here</u>

Three <u>factsheets</u> summarizing the results!



Energy Poverty and Energy Efficiency in Rural Areas: Desk-Research Findings



Factsheet n°2 Energy Poverty and Energy Efficiency in Rural Areas : Stakeholder Survey Findings



Factsheet n°3 Energy Poverty and Energy Efficiency in Rural Areas: Regional results

# Q & A

# Discussion points







## Thank you for your attention.



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