

EU Policy beyond 2020 - RES Communities

9 October 2019, Lisbon

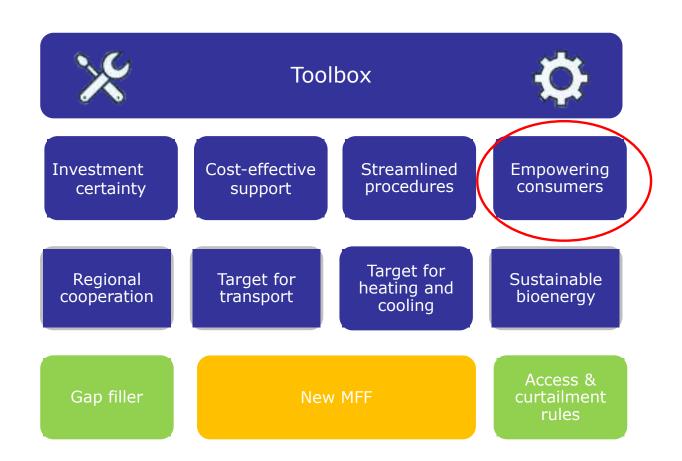
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NEW MEASURES TO ACHIEVE THE 2030 RES TARGET





Communities and Citizens empowerment: Why?



- Increase public acceptance of new projects
- Mobilise private capital for the energy transition
- Increasing flexibility in the market
- Democratisation of the Energy System



Empowering Consumers: How?

Robust framework for Self-Consumption



Promoting renewables Communities



Fostering Long Term RES PPA



Enhancing Guarantees of Origin





Types of Prosumers

Category	Type of Energy	Parties Involved	Scope of Energy flows/Sharing	Implementation by MS
RES Self Consumer	Renewable Electricity	Same Customer	Within its premises within local boundaries (physical boundaries)	Mandatory
			Within other premises (based on ownership)	Optional
Jointly Acting RES Self- Consumer		Different	Located in the same building (physical boundaries)	Mandatory
REC	Renewable Energy	Customers	With other Members (based on membership)	Mandatory
Active Customer	Any Electricity	Same Customer	Within its premises within local boundaries (physical boundaries)	Mandatory
			Within other premises (based on ownership)	Optional
Jointly Acting Consumers		Different		Mandatory
CEC		Customers	With other Members (based on membership)	Mandatory



RECs and CECs - overview

Other sources of RES energy

100 % RES-E

Electricity

Renewable Energy Communities (RECs)

- ✓ Defined in RED II Article 22
- ✓ Promotion of RES
- ✓ Favorable conditions for RES support
- ✓ Strict governance and participation criteria
- √ Geographical proximity
- ✓ Enabling Framework

Citizen Energy Communities CECs

- ✓ Defined in Electricity Directive Art. 16
- ✓ Recognition as a market actor
- Ensure level playing field and nondiscrimination
- Strict governance criteria, but open membership
- √ No geographical proximity
- Both RECs & CECs aim to provide environmental, economic or social community benefits for members or the local area
- Both RECs & CECs can engage in the activities of generation, storage, selling, sharing, aggregation or other energy services, distribution



RECs and CECs - Examples

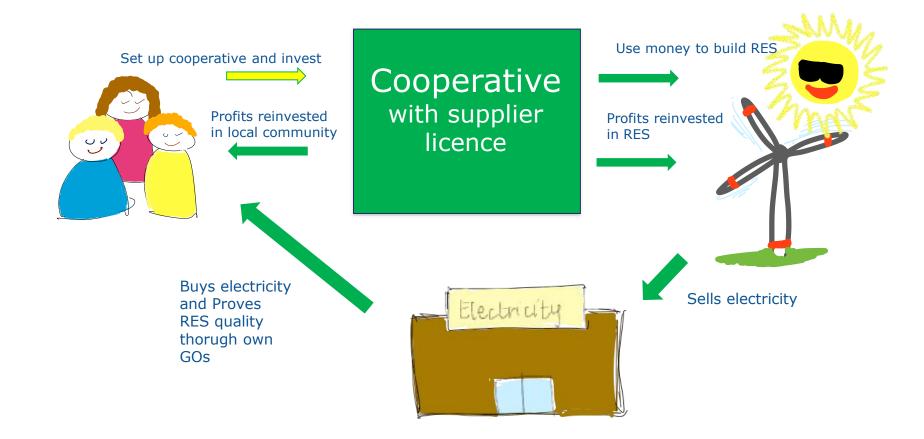
RES other than electricity REC Collective heat pump system for heating of a residential building block Farmers jointly investing in a biomethane facility, used to fuel their tractors

100% RES electricity CEC REC Solar park owned by a community meeting the requirements of Article 22 RED Generation capacity owned by a community *only* meeting the requirements of Article 16 EMD

Electricity other than RES, or not 100% RES CEC Community providing energy services / aggregation but not limited to RES Community-owned electricity supplier sourcing from a diversified electricity mix



Existing models, e.g. PT, BE, ES



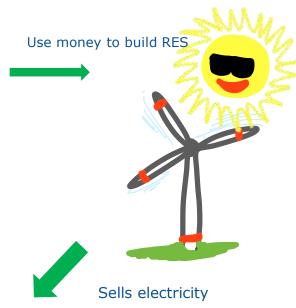


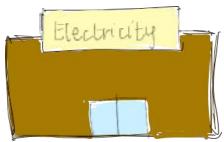
Existing models, e.g. PT, DE, DK

Set up cooperative and invest or legal partnership



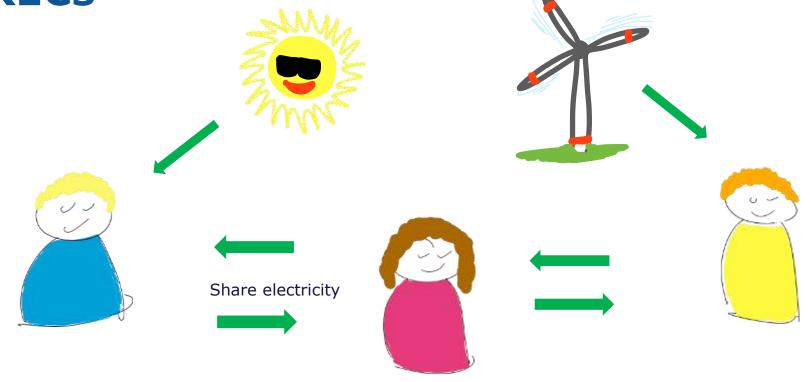
Proceeds from electricity sales or feed in tariff go to investors Cooperative with <u>no</u> supplier licence







New opportunities due to CECs and RECs



NEW: energy sharing / peer-to-peer possibility

CHALLENGE: redefining consumer/supplier relationship and regulate new configurations appropriately



SETTING UP AN ENABLING FRAMEWORK FOR REC

- ✓ Unjustified Regulatory and Administrative barriers to be removed
- ✓ Cooperation with DSO for intra-community transfers
- ✓ Fair, proportionate and transparent licensing procedures and subject to cost reflective charges (network & others)
- ✓ Accessible to all consumers
- ✓ Facilitated access to finance and information.
- ✓ Support schemes to take into account REC specificities



Next Steps



- > Final National Energy and Climate plans (NCEPs):
 - RES national objectives and trajectories (e.g. overall and sectoral RES trajectories)
 - Policies and measures to promote deployment of renewables
 - E.g. Enabling Framework for RES Communities
- Transposition of the new Renewable Energy Directive by June 2021 (= implementation in national law)
 - Commission can offer guidance to MS on how to implement RED II
- Monitoring by the Commission on the assessment of the implementation of the NECPs & REDII



BACKUP



Applicable charges

		Network charges	Other charges or fees		
Article 16 EMD Sharing within a CEC	General rule	cost-reflective network charges [] ensuring that they contribute in an adequate and balanced way to the overall cost sharing of the system	non-discriminatory, fair, proportionate and transparent charges [] ensuring that they contribute in an adequate and balanced way to the overall cost sharing of the system		
	When sharing electricity within the CEC	applicable charges [] in accordance with a transparent CBA of distributed energy resources by competent national authorities			
Article 22 RED REC	General rule	cost-reflective network charges, [] ensuring that they contribute in an adequate, fair and balanced way to the overal cost sharing of the system, in line with a transparent CBA analysis of distributed energy sources by national competent authorities	relevant charges, levies and taxes, [] ensuring that they contribute in an adequate, fair and balanced way to the overal cost sharing of the system, in line with a transparent CBA analysis of distributed energy sources by national competent authorities		
Article 15 EMD Active customers		cost-reflective, transparent and non-discriminatory charges, accounting separately for the electricity fed and electricity consumed, ensuring that the contribute in an adequate and balanced way to the overall cost sharing of the system	no disproportionate or discriminatory charges		
Article 21 RED Individual RES SC, i.e. within	Elec. injected in / taken from grid	cost-reflective network charges	no disproportionate or discriminatory charges		
premises located within confined boundaries	Elec. stays behind the meter	no charges	no charges (except in the 3 cases foreseen by Art. 21 (3) RED)		
Sharing in "joint RES SC", ie within the same building		charges "applicable to each renewables self consumer"			