

Energy Performance Contracts A Major Tool for Energy Efficiency in the UK

Madrid, 27 October 2008 Nigel Gavin Operations Director, Cofathec UK



Energy Management in Modern & Old Buildings



Energy Performance Contracts - The Drivers

- High energy costs
- Legislation
- Climate change
- Security of supply
- Environmental credentials / sustainability
- Efficient use of Plant

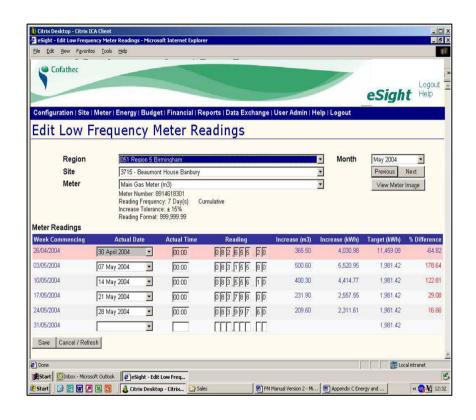


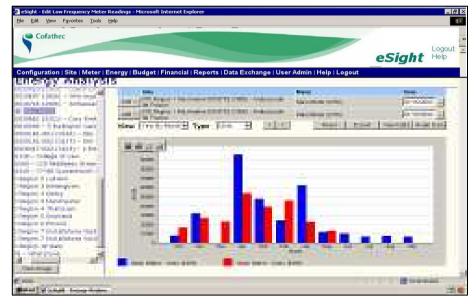
Energy Performance Contracts - Main Elements

- Installation, operation and maintenance
- Building Controls systems
- Risk transfer (eg penalties / shared savings)
- Equipment finance
- Long term contracts
- Consultancy and audits



Energy Management & Monitoring







Energy Performance of Buildings Directive

Buildings account for around 40% of EU energy use

EPBD aims to increase energy efficiency of buildings in

EU by 11% by 2020

 Contains requirements for member states to make legislation

 Each EU member state has its own ideas about how to implement EPBD





Energy Performance of Buildings Directive

- Article 7: Member States shall ensure that when buildings are constructed, sold or rented out, an energy performance certificate is made available
- Effective in UK from October 2008
- The Energy Performance Certificate (EPC) contains an asset rating
- Benchmarked with comparable buildings
- Measures Carbon Dioxide emissions



Display Energy Certificates (DECs)

- Public buildings over 1000m² require a Display Energy Certificate (DEC) which includes an operational rating derived from actual utility bills
- New DEC required every year
- Recommendations for improvements
- Launched with great publicity



Display Energy Certificate

₩ HM Government

How efficiently is this building being used?

A Government Dept 12th & 13th Floor Jubilee House **High Street** Anytown A1 2CD

Certificate Reference Number:

1234-1234-1234-1234

This certificate indicates how much energy is being used to operate this building. The operational rating is based on meter readings of all the energy actually used in the building, it is compared to a benchmark that represents performance indicative of all buildings of this type. There is more advice on how to interpret this information on the Government's website www.communities.gov.uk/epbd.

Energy Performance Operational Rating

This tells you how efficiently energy has been used in the building. The numbers do not represent actual units of energy consumed; they represent comparative energy efficiency. 100 would be typical for this kind of building.

More energy efficient





.......

100 would be typical



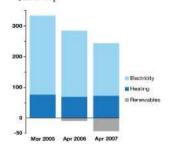
126-150

Over 150

Less energy efficient

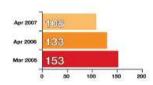
Total CO, Emissions

This tells you how much carbon dioxide the building emits. It shows tonnes per year of CO,.



Previous Operational Ratings

This tells you how efficiently energy has been used in this building over the last three accounting periods



Technical information

This tells you technical information about how energy is used in this building. Consumption data based on actual readings.

Main heating fuel: **Building Environment:** Air Conditioned 2927

Total useful floor area (m²): Asset Rating:

	Heating	Electrical
Annual Energy Use (kWh/m²/year)	128	129
Typical Energy Use (kWh/m²/year)	120	96
Energy from renewables	0%	20%

Administrative information

This a Display Energy Certificate as defined in SI2007:991 as amended.

Assessment Software: OR VI Property Reference: 891123776812 John Smith Assessor Name: Assessor Number: ABC12345 Accreditation Scheme: ABC Accreditation Ltd. Employer/Trading Name: EnergyWatch Ltd

Employer/Trading Address: Alpha House, New Way, Birmingham, B2 1AA Issue Date: 12 May 2007

Nominated Date: 01 Apr 2007 31 Mar 2008 Valid Until:

Related Party Disclosure: EnergyWatch are contracted as energy managers

Recommendations for improving the energy efficiency of the building are contained in Report Reference Number 1234-1234-1234-1234

British Library Display Energy Certificates









Halls of shame: biggest CO2 offenders unveiled



HM Prison Service

- 17 Building Portfolio
- Tranche II 9 Prison Buildings
 - 100 million kWh per annum
 - Decentralisation €16M Investment
- Guaranteed 30% Saving in Consumption
- Competitive Energy Tariff
- Environmental Saving of 7,500 tonnes of CO₂ per annum
- 16 Year contract





Burlington Gardens, London

- 3,500 m2 Air Conditioned Office
- Annual Energy:

1,350,000 kWh Electricity 639,000 kWh Gas

- Energy Performance Contract
 - Improved Control and System Management
 - Improved Maintenance
- GUARANTEED
 - 15% Electricity Saving
 - 12% Gas Saving
- Equivalent CO₂ Saving Per Annum: 173 tonnes





UK Atomic Energy Authority

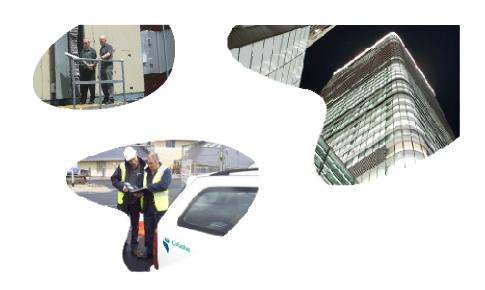


- Installation
 - Plant Replacement and Decentralisation
 - Total installed load of 17MW
 - Funding of £2.2 million



- Operation and Maintenance, Energy Management
 - Saving achieved 33%
 - Representing 2,400 tonnes of CO₂ saved per annum
 - 10 year contract





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Thank you for your attention!

