

Energy poverty

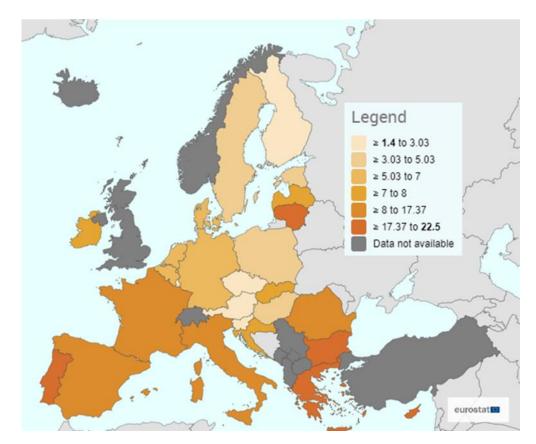
Exploring the concept and current situation in the EU

Teresa Aristegui, DG ENER

European Commission

State of play in the EU

- 9,3% of population unable to keep dwelling adequately warm (2022)
- 6.9% of population presented arrears on utility bills, reflecting the inability to face high energy costs compared to income (2022)
- Between 2019 and 2022, on average across Member States:
 - the share of energy expenditure in overall household spending increased by more than one third (relative change of 34%) (*transport fuel costs excluded*)
 - low-income groups spent on average 10-13% more on energy compared to the highest income groups
- 16.7% of population reported living in a dwelling with leaking roof, damp walls, floors or foundation, or rot in window frames/floors (2021)





What is energy poverty



Low income



Energy prices



Energy efficiency



How to tackle energy poverty





EU Legal framework

- Energy poverty is well established
- Responsibility for Member States
 - Diagnosois
 - Reporting on progress

(Electricity Directive 2019/944/EU, Regulation on the Governance of the Energy Union and Climate Action 2018/1999)





EU Legal framework



- Price regulation
- Disconnections
- Energy efficiency obligations
- Support measures and information on access to renewable energy



Approved legislation, not yet transposed

- Recast Energy Efficiency directive, transposition deadline within 2 years of publication
- Social Climate Fund
- Recast Energy Performance of Buildings Directive

Legislation in inter-institutional negotiations

• Review of Electricity Directive: proposal put forward in March 2023



Monitoring





Commission support to Member States

- Identification of energy poverty Commission guidance on identification in 2020 and technical assistance/training has been made available through Energy Poverty Advisory Hub
- Coordination group on energy poverty and vulnerable consumers with Member States established in 2022
- Recommendation on energy poverty

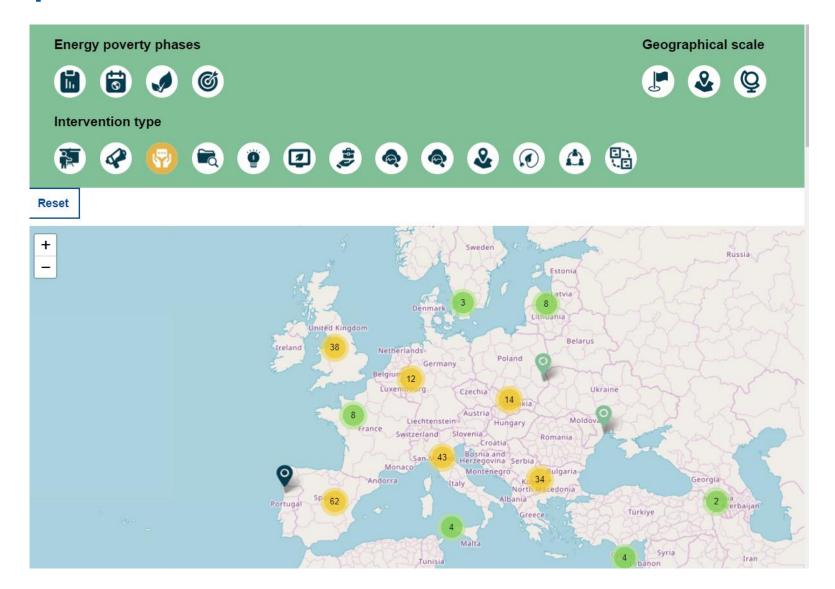


Challenges

- The energy crisis brought the issue to the forefront
- Too early to draw conclusions much of the legal framework is not yet transposed
- For some Member States, until now, energy poverty is seen as a general poverty issue, which is adressed exclusively through social policy – move from ensuring affordability to tackling energy poverty at its root causes
- Energy poverty not yet addressed in all the NECPs reporting is thus also not adequate for all Member States.
- Identification of energy poverty crucial for the development of (national) Social Climate Plans to access funding under the Social Climate Fund



Best practices out there!





Thank you



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