

Renewable Energy Directive: Waste Heat in Renewable Heating and Cooling articles

Carlos Alberto Fernández López (IDAE)

CA RES4 CT3 (Decarbonising Heating and Cooling) Coordinator

27 March 2025





The Renewable Energy Directive

Article

- 1 Subject matter
- 2 Definitions
- 3 Binding overall Union target for 2030
- 4 Support schemes for energy from renewable sources
- 5 Opening of support schemes for electricity from renewable sources
- 6 Stability of financial support
- 7 Calculation of the share of energy from renewable sources
- 8 Union renewable development platform and statistical transfers between Member States
- 9 Joint projects between Member States
- 10 Effects of joint projects between Member States
- 11 Joint projects between Member States and third countries
- 12 Effects of joint projects between Member States and third countries
- 13 Joint support schemes
- 14 Capacity increases



Co-funded by the Horizon 2020 programme of the European Union

Article

- 15 Administrative procedures, regulations and codes
- 15a Mainstreaming renewable energy in buildings
- 15b Mapping of areas necessary for national contributions towards the overall Union renewable energy target for 2030
- 15c Renewables acceleration areas
- 15d Public participation
- 15e Areas for grid and storage infrastructure necessary to integrate renewable energy into the electricity system
- 16 Organisation and main principles of the permit-granting procedure
- 16a Permit-granting procedure in renewables acceleration areas
- 16b Permit-granting procedure outside renewables acceleration areas
- 16c Accelerating the permit-granting procedure for repowering
- 16d Permit-granting procedure for the installation of solar energy equipment
- 16e Permit-granting procedure for the installation of heat pumps
- 16f Overriding public interest

2



The Renewable Energy Directive

Article

- 17 Simple-notification procedure for grid connections
- 18 Information and training
- 19 Guarantees of origin for energy from renewable sources
- 20 Access to and operation of the grids
- 20a Facilitating system integration of renewable electricity
- 21 Renewables self-consumers
- 22 Renewable energy communities

22a Mainstreaming renewable energy in industry

- 22b Conditions for reduction of the target for the use of renewable fuels of non-biological origin in the industry sector
- 23 Mainstreaming renewable energy in heating and cooling
- 24 District heating and cooling
- 25 Increase of renewable energy and reduction of greenhouse gas intensity in the transport sector
- 26 Specific rules for biofuels, bioliquids and biomass fuels produced from food and feed crops
- 27 Calculation rules in the transport sector and with regard to renewable fuels of non-biological origin regardless of

their end use



Co-funded by the Horizon 2020 programme of the European Union

Article

- 28 Other provisions on renewable energy in the transport sector
- 29 Sustainability and greenhouse gas emissions saving criteria for biofuels, bioliquids and biomass fuels
- 29a Greenhouse gas emissions saving criteria for renewable fuels of non-biological origin and recycled carbon fuels
- 30 Verification of compliance with the sustainability and greenhouse gas emissions saving criteria
- 31 Calculation of the greenhouse gas impact of biofuels, bioliquids and biomass fuels
- 31a Union database
- 32 Implementing acts
- 33 Monitoring by the Commission
- 34 Committee procedure
- 35 Exercise of the delegation
- 36 Transposition
- 37 Repeal
- 38 Entry into force
- 39 Addressees



Article 15a

Mainstreaming renewable energy in buildings

- (1) Indicative share of renewable energy: renewable energy produced on-site or nearby as well as renewable energy taken from the grid in final energy consumption in their building sector in 2030 that is consistent with an **indicative target of at least a 49 %** share of energy from renewable sources in the building sector in the Union's final energy consumption in buildings in 2030.
- (2) <u>Member States may count waste heat and cold</u> towards the indicative national share.

Article 22a

Mainstreaming renewable energy in industry

(1) Indicative increase of at least 1,6 percentage points as an annual average calculated for the periods 2021 to 2025 and 2026 to 2030.
Member States may count waste heat and cold.

The Renewable Energy Directive

Article 23

Mainstreaming renewable energy in H&C

 (1) Each Member State shall increase the share of renewable energy in that sector by at least 0,8 percentage points as an annual average calculated for the period 2021 to 2025 and by at least 1,1 percentage points as an annual average calculated for the period 2026 to 2030.
Member States may count waste heat and cold, and renewable electricity as well.

Article 24

District heating and cooling

 (4) Member States shall endeavour to increase the share of energy from renewable sources and from waste heat and cold in district heating and cooling by an indicative 2,2 percentage points as an annual average calculated for the period 2021 to 2030.





The Renewable Energy Directive

General overview of heating and cooling related renewable energy targets in the revised RED

Article	15a	22a	23	24
Sector	Buildings	Industry	Heating and cooling	District heating and cooling
Target type	Indicative national share to be determined by Member States	Indicative annual average increase	Annual average increase	Indicative annual average increase
Target period	In 2030	2021-2025 and 2026-2030 compared to 2020	2021-2025 and 2026-2030 compared to 2020	2021-2030 compared to 2020
Target level	In line with 49% Union level	1.6 percentage points	0.8 percentage points and 1.1 percentage points + Indicative top-up	2.2 percentage points
Energy type	Renewable energy produced on-site + Renewable energy produced nearby + Renewable energy taken from the grid	Renewable energy	Renewable energy	Renewable energy + Waste heat and cold
Consumption type	Einal energy	Pinal energy and non-energy	Gross final energy	Gross final energy
Flexibility	Waste heat and cold	Waste heat and cold from efficient district heating and cooling	Waste heat and cold + Renewable electricity from heat and cold generator with >100% efficiency	Renewable electricity





Definition of waste heat (art. 2(9))

'Waste heat and cold' means unavoidable heat or cold generated as by-product in industrial or power generation installations, or in the tertiary sector, which would be dissipated unused in air or water without access to a district heating or cooling system, where a cogeneration process has been used or will be used or where cogeneration is not feasible.

Very restrictive scope.





Plenary Meeting 1 Virtual

Plenary Meeting 2 Virtual

Plenary Meeting 3 Athens Waste Heat Statistics

Plenary Meeting 4 Vienna



Co-funded by the Horizon 2020 programme of the European Union

CA RES4. Plenary Meetings so far

Plenary Meeting 5 Lisbon RED targets & implementation issues

Plenary Meeting 6 Budapest

Plenary Meeting 7 Brussels Communication on Guidance for H&C

3 CA's Meeting (2020) Barcelona



Waste Heat Statistics PM3. Athens, 2022

- Lack of data. Combined with a strict definition, the fact is that it is not a very effective tool to achieve the goals.
- Sometimes not collected in official stats.
- Different methodologies for calculating values.
- Update on proxy values.

Q2 Do you have data on waste heat?

No	Yes	Data
Austria	Italy	1% of district heating
Cyprus	Bulgaria	64 ktoe
Portugal	Denmark	3.7% of district heating
Romania	Netherlands	9.7% of district heating
Germany	Spain	40.3 ktoe
Poland	Finland	Only in DH





Waste Heat Statistics

PM3. Athens, 2022

Q3 did you implement the definition of waste heat?

No	Yes	Where
Spain	Austria	Proposed in renewable energy acti
Cyprus	Italy	
Portugal	Bulgaria	
Romania	Denmark	In the heat supply act
Norway	Netherlands	Protocol monitoring RE, building code, proposed in the update of the heat law
Germany	Finland	In the act of GVO's
	Poland	Transposition RED II in progress





Articles 23 and 24 of the revised RED. Monitoring and accounting PM5. Lisbon, 2023

Q1 Waste heat





Co-funded by the Horizon 2020 programme of the European Union



Articles 23 and 24 of the revised RED. Monitoring and accounting PM5. Lisbon, 2023

Remarks on waste heat (selection)

- Plan for registry and determine criteria for mandatory use (SI).
- Data available for waste heat in district heating (FI, NL).
- Unavailability of data reason not to take it into account (PT).
- Data from agreements with energy intensive industries (BE-Wallonia).





Articles 23 and 24 of the revised RED. Monitoring and accounting **PM5. Lisbon, 2023**

Heating and cooling (Art. 23) Level and flexibilities





- of the European Union
- Binding element: 0.8 percentage point over 2021-2025, 1.1 ppt over 2026-2030
- Co-funded by the Horizon 20. National top-ups to reach 1.8 ppt EU-wide
 - Option to count waste heat & electricity, to a max amount increase of target



2



Guidance for interpreting the new provisions of the RED on H&C PM7. Brussels, 2024

Definition of waste heat and cold under RED

- Four cumulative criteria to be met to qualify as waste heat or cold <u>under RED</u>
 - Unavoidable: cannot reasonably be avoided or internally consumed or reduced through technical and energy efficiency improvements
 - By-product: primary aim of the process should not be to generate that specific fraction of heat and cold
 - Heat or cold generated in the industrial or power generation installations, or in the tertiary sector
 - Heat or cold to be delivered to a DHC system on-site or single building recovery cannot be accounted
- □ In addition, overall requirement to always consider CHP
- Guidance applies specifically in the context of RED.
- Most questions received relate to the treatment of waste (WFD) in waste-to-energy facilities (IED) and their contribution to efficient DHC (EED): not in scope



Co-funded by the Hori; of the European Union

European Commission

13

Not defined in RED



As a conclusion...

- Waste heat was conceived as a flexibility, except for art. 24.
- Lack of data and harmonized methodologies. Incertitude.
- Strict definition of art. 2(9).
- The result: waste heat is not a very effective tool to achieve the energy goals for H&C in the RED.





Renewable Energy Directive Waste Heat in Renewable Heating and Cooling articles

Carlos Alberto Fernández López (IDAE)

CA RES4 CT3 (Decarbonising Heating and Cooling) Coordinator

27 March 2025

