

## BUILD2LC: Action plans coordination

#### meeting

Development Finance Innovation

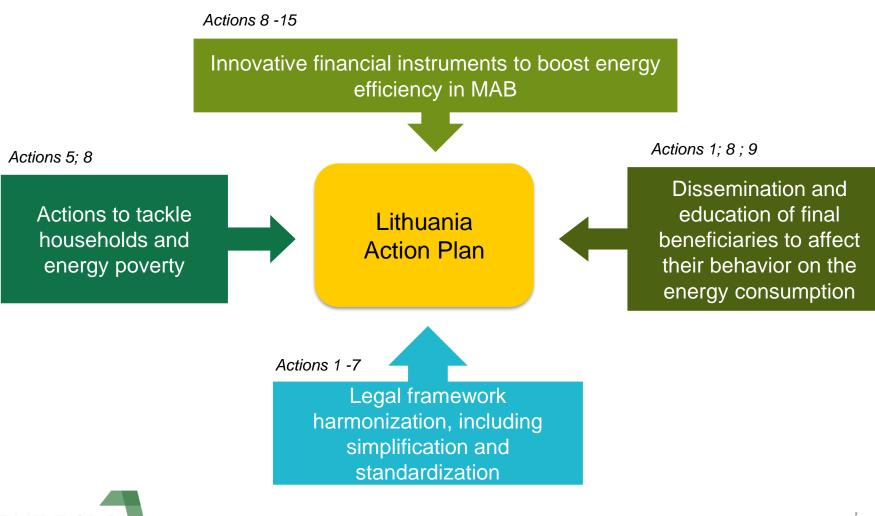
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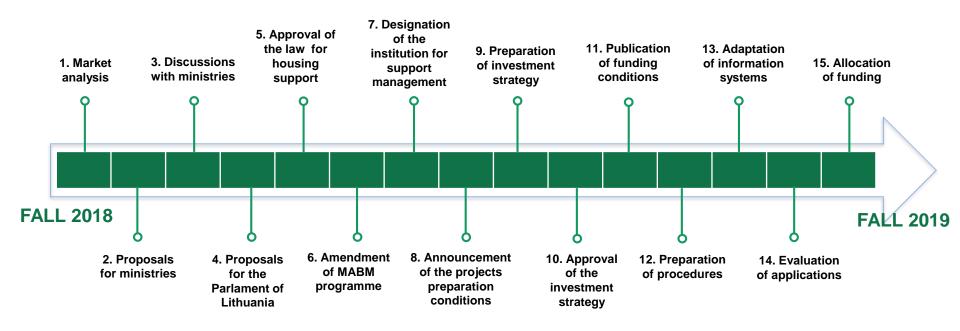
#### **Current Action Plan**





Interreg Europe

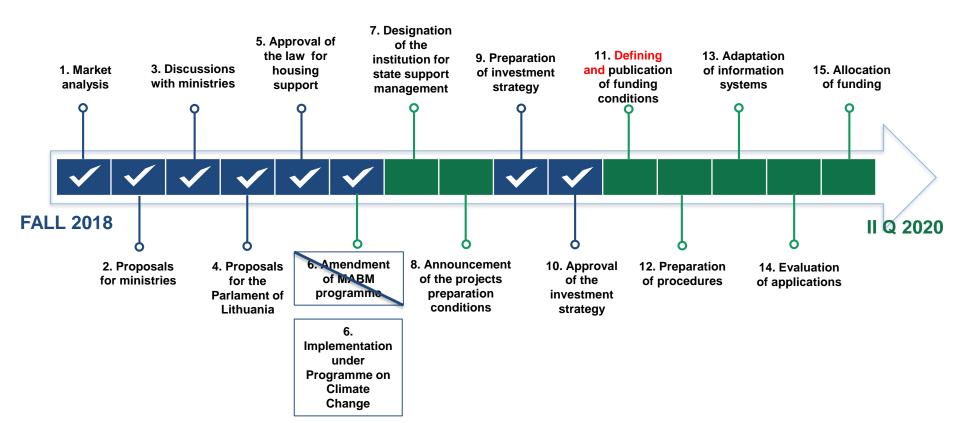
### The actions planned in the Action Plan







#### **Progress made**





#### Key Action (1) – Amendments of the law for housing support

- Amendments allow <u>applying shallow renovation</u> measures
- Amendments enable final beneficiaries (owners of households) to receive <u>state</u> <u>support (grant)</u> for the shallow renovation
- <u>No</u> minimal requirements for <u>energy savings</u>;
- Shallow renovation <u>is compatible with the multi-apartment building modernization</u> programme
- Amendments valid from <u>January 1, 2020</u> (Grant for shallow renovation is available)

Amendments raises some challenges in <u>issuing loans</u> for the shallow renovation projects

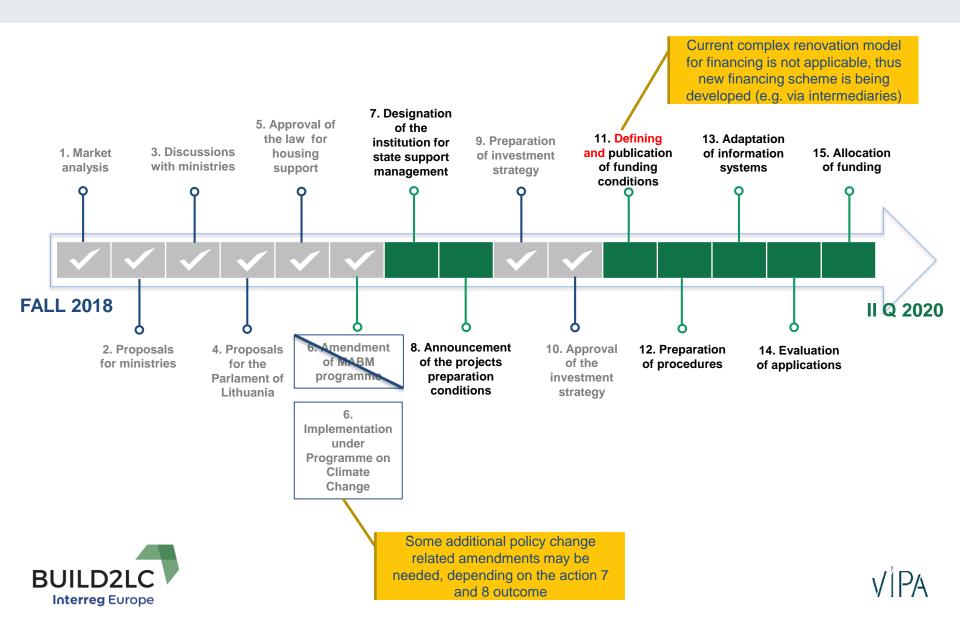


#### Key Action (2) – Lithuanian Climate Change Programme (March 7, 2019)

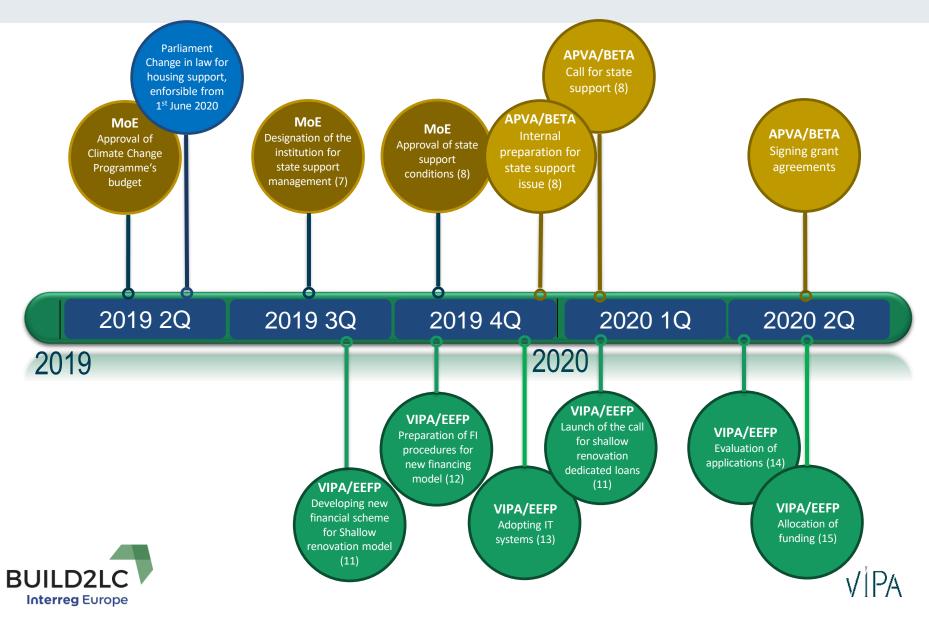
- State support for Shallow renovation the new measure in Programme on Climate Change
- The Ministry of Environment approved Climate Change Programme's budget for the year 2019
- 5 million Eur of state support is allocated to Shallow renovation
- The Environmental Project Management Agency (APVA) or Housing energy efficiency agency (BETA) might be appointed as management institution of state support for Shallow renovation. Both organizations operate under the Ministry of Environment



#### **Next steps**



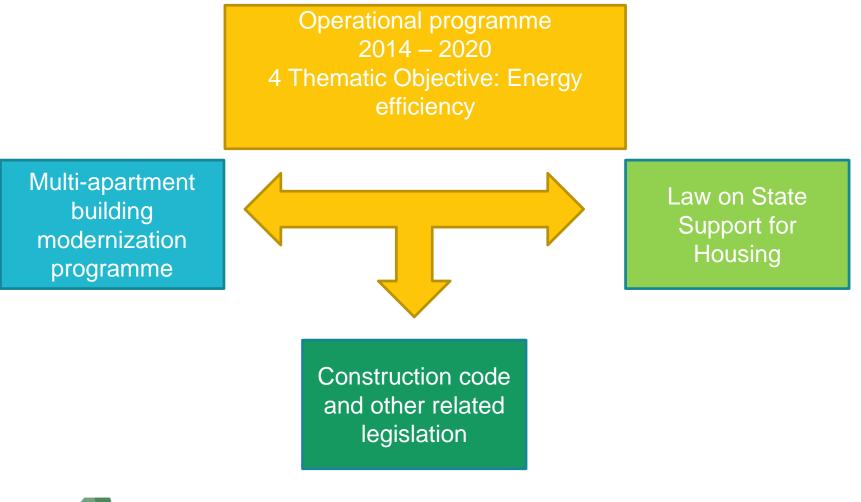
#### Timeline





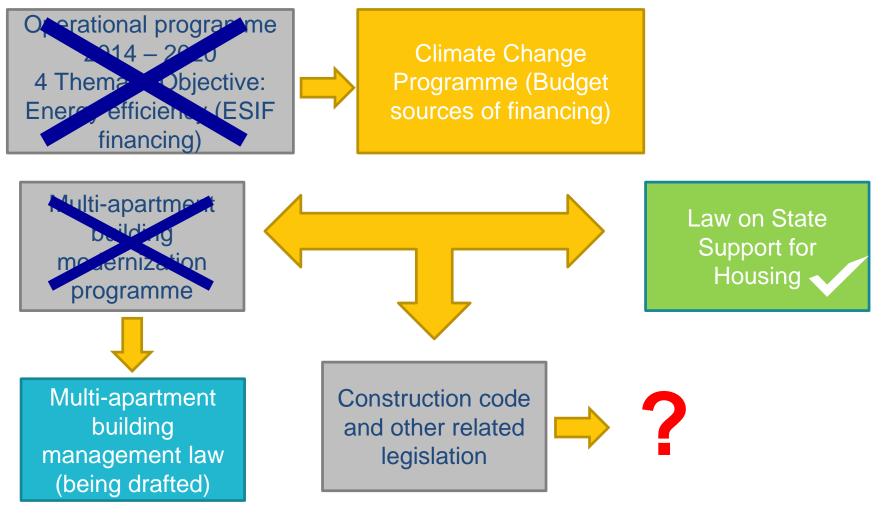
# Policy change

### **Policy Instruments (planned)**



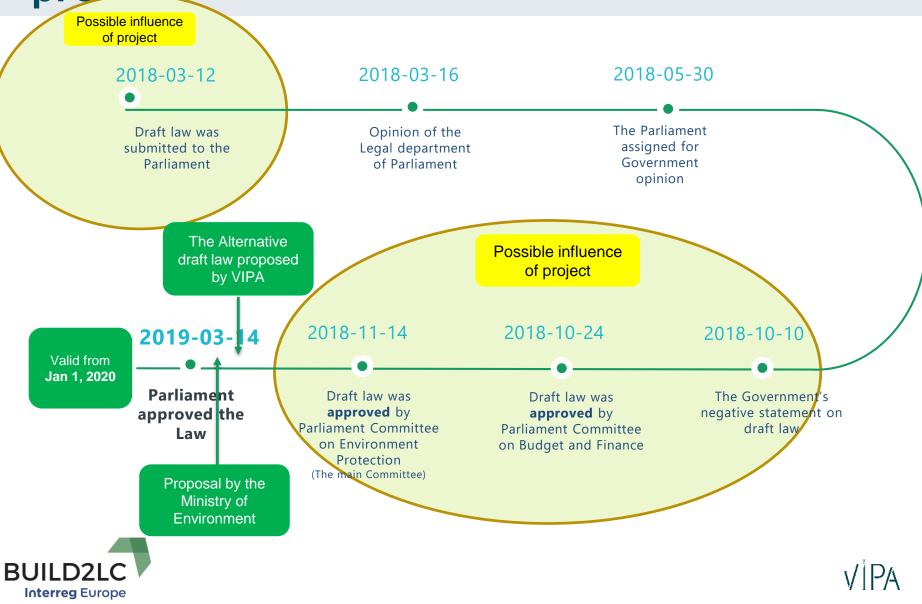


#### **Policy Instruments (actual)**





# Process of the law amendment (Influence of project)



#### New players involved



#### **Key challenges**

- Different view to process of implementation (the Parliament vs the Government vs market), no strong leadership at policy institution level
- New rules in the context of financial mechanism may raise some risks for final beneficiaries or other participating entities
- In terms of the Law for housing support practical financing of Shallow renovation using complex renovation model is almost impossible (consumer law implications) – new financing scheme needs to be developed
- Slow designation procedure of the institution for state support management;
- Involvement of new stakeholders multi-apartment utility companies requires addition resources



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