Energy Efficiency Delivery Frameworks

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International Energy Agency

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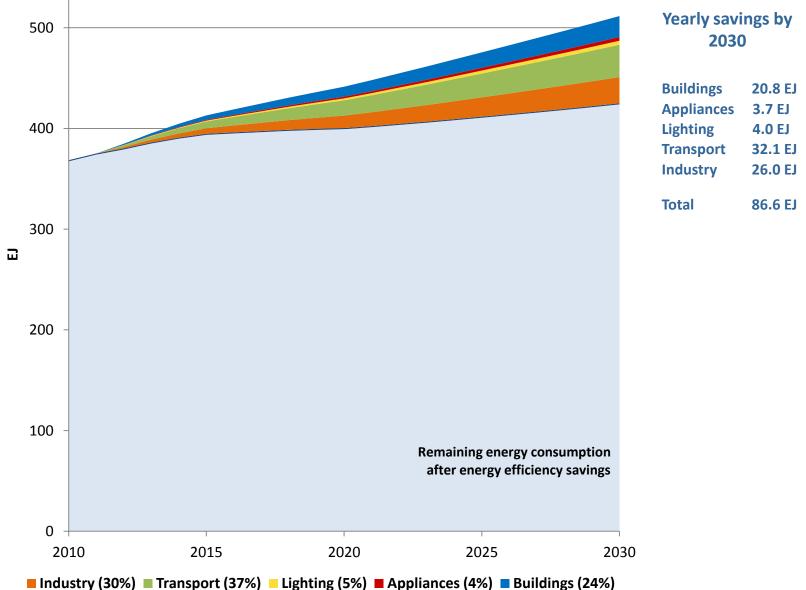


Topics

- Why are delivery frameworks important?
- The IEA's work on energy efficiency governance
- Key delivery frameworks
- Conclusions

Energy savings attributable to the IEA 25 Recommendations

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What is a Policy Delivery Framework?

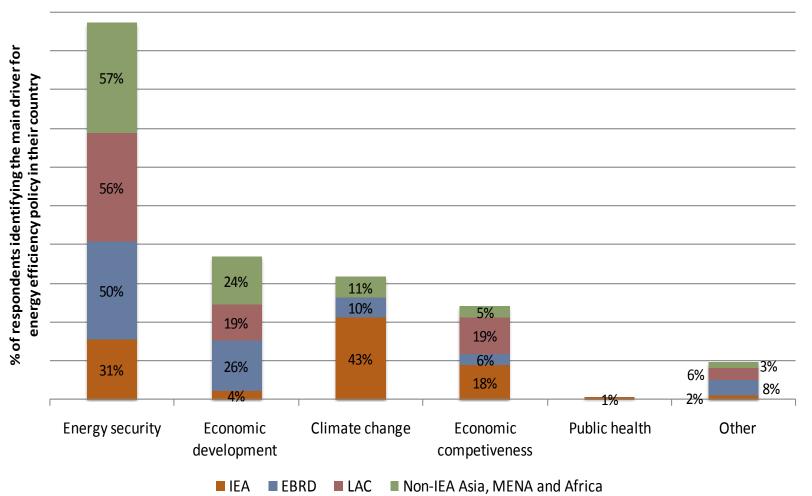
The combination of legislative frameworks and funding mechanisms, institutional arrangements, and coordination mechanisms, which work together to support implementation of energy efficiency strategies, policies and programmes.

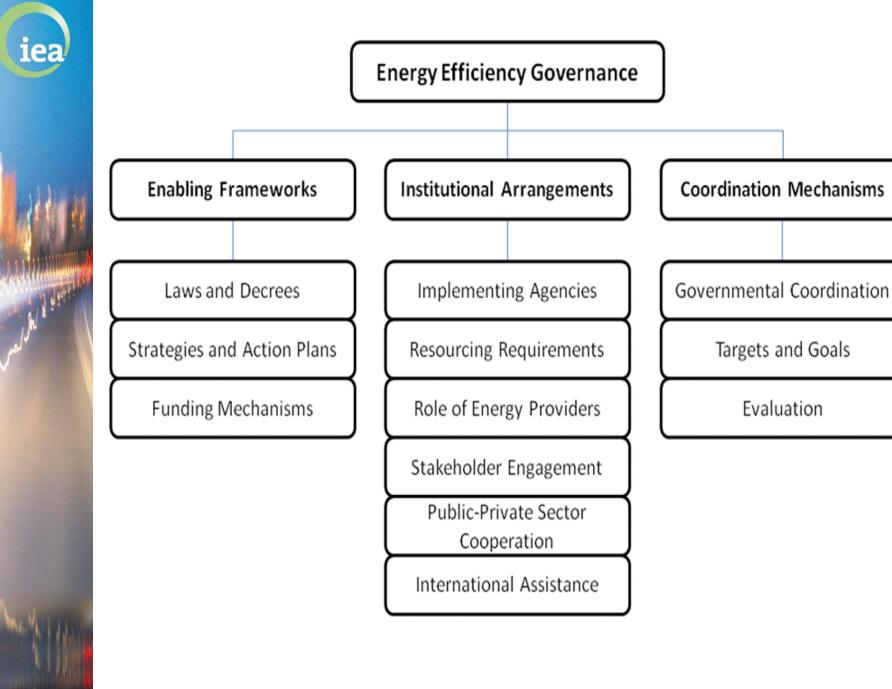


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Energy Efficiency Policy Drivers

Worldwide







Funding mechanisms

Funding mechanism	Funding good governance score				
	Adequacy	Stability	Autonomy	Origin	Distortive Effect
Government budgets	٧				\checkmark
Grants from other agencies	٧				\checkmark
Energy or environmental taxes	٧	V	√ (if earmarked)	v	
System public benefit charges	V	٧	V	V	
Stimulus funds	v				
Licensing and permitting fees		v	v		
Carbon finance	٧			٧	\checkmark
Donor funding	v				
Fee-for-service arrangements		v	V	٧	\checkmark

Choosing an implementing agency

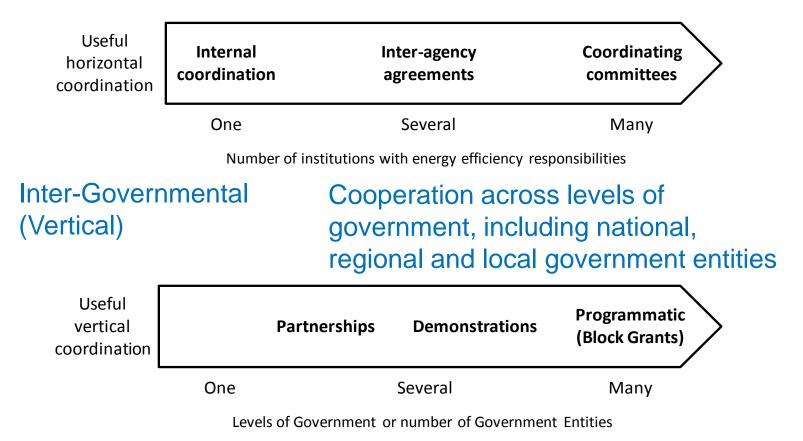
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Organizational Type	Advantages	Disadvantages
Government energy agency	Access to decision-makers Influence on policy & legislation	Limitations on salary and staff Difficulty in taking decisions Must compete for attention Turnover of officials
Government EE and clean energy agencies	Credibility with other "agencies Ability to specialize and focus Often have a firm basis in law Cultural benefits	Limitations on salary and staff Potential opposition from elsewhere within government
Independent EE and clean energy Statutory Authority or Corporation	Linkages to private sector Access to multiple funding sources Independence and autonomy Firm statutory basis Cultural benefits	Cannot directly access donor funding
EE and clean energy Public/private partnerships	Independence and autonomy Access to private sector funding Cultural benefits	Indirect access to policy makers Difficulty in policy coordination May not be permanent
EE and clean energy NGO or public benefit organization	Independence and autonomy Credibility with stakeholders and consumers Cultural benefits	Indirect access to policy makers Must compete for resources Lack of authority Difficulty in policy coordination May not be permanent



Coordination Mechanisms

 Intra-Governmental (Horizontal) Cooperation among national government ministries and agencies





Conclusion: What makes for an effective policy delivery framework?

- Clear implementation authority
- Accountability established
- Political consensus
- Implementation partnerships available
- Resources available
- Oversight arrangements in place