

## Communities and RESS

IWEA AUTUMN CONFERENCE- 11 OCTOBER 2018



### Ireland's Transition to a Low Carbon Energy Future

2015-2030



### **Energy White Paper**

Government will widen the opportunity for citizen participation in energy matters by:

- Supporting community participation in renewable energy and energy efficiency projects;
- Providing funding and supports for community-led projects;
- Developing a framework for agreeing how communities share in the benefits of substantial new energy infrastructure located in their area;
- Establishing a register of community benefit payments;
- Shared ownership opportunities for renewable energy projects in local communities.



### Renewable Electricity Support Scheme (RESS)

High Level Design

### RESS published in July

- Community ownership and partnership at its heart.
- "The new RESS will deliver:
  - 1. Ireland's renewable electricity ambitions to 2030 including reducing the gap to 2020;
  - 2. Community ownership and partnership;
  - 3. Increased renewable technology diversity."

### Community Benefit Proposals

- Mandatory Benefit Fund at €2/MWh
- National Community Benefit Register to be established
- Approach to be 'standardised' across the sector
- Huge financial opportunity for rural communities



### Community Benefit Questions

Different funding models exist, some administered by third parties and others by the wind farm operator.

How to maximise community participation while ensuring good governance practice?

Should some funds be targeted at energy efficiency projects like electrification of heat/transport, retrofitting, matching SEAI grants?

How will variations in duration of RESS contracts affect community funds?

## Community Investment

- Mandatory investment opportunities for all RESS projects
  - Register interest pre-auction and then opportunity offered if project successful in the auction
- Single offering to all residents within 10 km first refusal to those within 5 km
- No minimum level and **no penalties** for projects which fail to attract investment



### Community Investment Questions

Clarity needed on the legal and financial responsibilities on an operator for running a share offering, how will the design work for a bank or lender?

What supports will be there to assist communities and individuals in navigating the investment process and in identifying sources of capital?

Who will decide whether developers have abided by RESS proposals on offering investment opportunities, will there be a cap on number of shares and standard minimum price?

Should developers be incentivised/compensated for achieving high levels of community investment?

## Community-led Projects

- Community-led not defined in paper but there is a reference to 'criteria'
- Ten per cent of **capacity** in second auction **reserved** and may range between 5-15 per cent in future rounds
- No bid bonds for community-led projects
- Financial support, legal & technical advice, 'trusted intermediaries' to be provided through State and private sector funding



# Community-led Projects Questions

How are these defined and what happens if level of community ownership changes, drops below 50 per cent? Are they genuinely community-led?

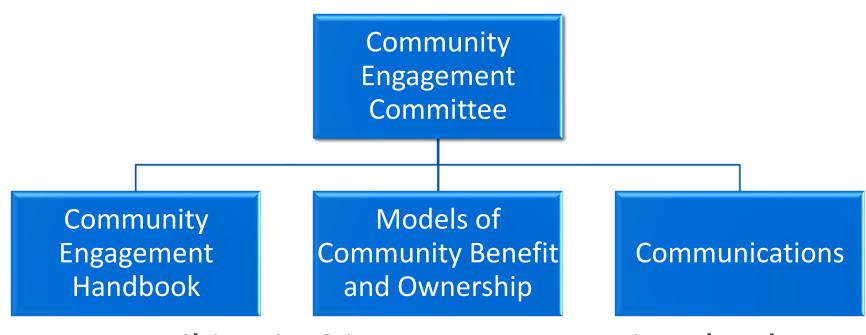
If the community-led reserve is not taken up, is it recycled back into the auction?

How will risk of non-delivery of community-led projects be managed in absence of bid bonds?

How will financial and technical support be provided, by whom, and how will 'trusted advisors' be identified?

### **Coordinating Our Response**





Email justin@iwea.com to get involved

### Work Programmes





#### Handbook

Guide for individuals, communities and developers to ensure community engagement is as participative and transparent as possible.



#### **Benefit and Ownership**

How do we empower communities to benefit from wind energy? What supports are needed to enable communities and individuals to invest in wind energy?



#### **Communications**

We need to challenge the myths about wind energy, presenting an honest, positive, message that highlights wind energy as an Irish success story.

## Thank you



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