

LATVIA COUNTRY DESK 2nd FOLLOW-UP MEETING ON 24 NOVEMBER 2022

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THE HORIZON 2020 PROJECT COME RES

The Horizon 2020 project COME RES aims to facilitate the market development of renewable energies in the electricity sector through the dissemination of renewable energy communities (RECs) in eight EU countries and Norway. The project is coordinated by the Research Centre for Sustainability (previous Environmental Policy Research Centre, FFU) of Freie Universität Berlin (FUB) and the project consortium comprises 16 European partner organisations. COME RES partners in Latvia are Environmental Investment Fund (LEIF) and Institute of Physical Energetics (IPE).

THE LATVIA COUNTRY DESK

Country or target region stakeholders' desks have been set up in COME RES partner countries. They serve as informal dialogue forums where, in addition to COME RES project results, current topics such as barriers, drivers and policies and recommendations for development of RECs are regularly discussed with relevant actors and stakeholders.

In Latvia, the COME RES project does not limit its focus on selected target regions but considers all of Latvia. For the time being there are no RECs in Latvia. However, several examples of citizen (flat-owners of multi-apartment building or owners of apartment row-house sections) cooperation on using rooftop solar PV and solar thermal installations can be found as the first pilots, which might provide important lessons for the development and promotion of RECs.

The Latvian Stakeholder Desk is composed of a core group of 15 stakeholders which is widened up to 30-40 stakeholders to be invited to the thematic workshops and policy labs. The core partners of the Stakeholder Desk are ministries (Ministry of Economics; Ministry of Environmental Protection and Regional Development), planning regions, energy agencies, municipalities, the Latvian Association of Local Governments, as well as local partnerships and NGOs. The work of the Stakeholder Desk is coordinated by the LEIF in cooperation with the IPE.

The Desk supports the transposition and implementation of the provisions of the REDII¹ and IEMD² by input to the drafts of the national regulations and policy documents. The REDII and IEMD provisions regarding energy communities are included in the Amendments to the Energy Law and Amendments to the Electricity Market Law respectively, both adopted by the *Saeima* (Parliament) in 14th July 2022. Thus the general framework for the REC is in force from

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¹ Directive (EU) 2018/2001 of the European Parliament and of the Council of 11 December 2018 on the promotion of the use of energy from renewable sources.

² Directive (EU) 2019/944 of the European Parliament and of the Council of 5 June 2019 on common rules for the internal market for electricity and amending Directive 2012/27/EU.



01.01.2023. However, the governmental regulations detailing the general framework, established by the Laws, for the time being are still under elaboration. Thus, the Desk activities in Latvia are in due time to provide the input for the draft governmental regulations as well as for such challenge as the RECs financial support instruments.

To provide valuable input for a REC enabling framework and viable REC models, the Desk organises solution-oriented stakeholder dialogues, disseminates the COME RES results and promotes their adaptation in Latvia, as well as promotes REC recognition in national renewable energy investment co-financing programmes.

The Latvia's Desk KOM took place in 27th January 2021. This report contains short documentation of the Desk's second follow-up meeting held in 24th November 2022.

PURPOSE of the 2nd FOLLOW UP MEETING of the LATVIA'S COUNTRY DESK

The Latvia Desk 2nd follow-up meeting and Policy Lab was held on 24th November 2022, in Riga, in presence. The objective of the event was to present the main results and outcomes of COME RES project and to discuss in a non-biased the actualities of the REC development in Latvia. The particular tasks of the event were multi-fold:

- as the COME RES project comes in its final phase, to present the main achievements of the COME RES, and promote the final stage of the project focused to the development of policy recommendations as well as to promote COME RES Final Event in Brussels, 31th January 2023;
- 2. to use the event as a platform for the public discussion on the draft governmental regulations regarding REC,
- to provide information (by DSO) regarding the procedure for connection of microgenerators for the parallel work with the power grid and the DSO role in the current electricity accounting system for renewables self-consumers,
- 4. to learn on other energy communities development related activities in Latvia and COME RES countries,
- 5. to provide the non-formal networking of the Desk stakeholders.

As the part of the meeting, the Policy Lab presented the key outcomes and results of the Comparative assessment of enabling frameworks and support scheme designs for RECs and discussed on interim Latvia specific policy lessons and recommendations.



The event was organized by the LEIF and IPE. 23 participants (including COME RES partners) have attended the event. The meeting has been moderated by the highly professional moderator of the Latvian TV. Each of presentations was concluded by the interactive Q&A session.

The summary article on the event and the presentations slides can be found in the LEIF website section devoted to the COME RES project: http://www.lvif.gov.lv/?object_id=136737

AGENDA

The workshop in presence, 24th November 2022

Place: hotel "Grand Poet", Riga

09:30 - 10:00	Registration of participants		
10:00 – 10:15	Opening and purpose of the meeting		
	Aija Zučika, Latvian Environmental investment fund, project COME RES manger		
	Key results of the dedicated stakeholder on-line consultation.		
	Ivars Kudreņickis, IPE .		
10:15 – 10:40	The draft governmental regulations regarding energy communities		
	Einārs Cilinskis, Ministry of Economoy, senior expert		
10:40 - 11:00	Microgenerator connection process and applying of net accounting system		
	Edgars Matulis, DSO SC "Sadales tīkls"		
11:00 – 11:15	Collective innovative activities for reducing energy poverty		
	Elvis Ērmanis, Zemgale Regional Energy Agency, PowerPoor project manager		
11:15 – 11:30	Activies for energy communities funded by the German Environmental Foundation		
	Ilvija Asmane, Latvian Rural Forum		
11:30 – 12:00	Coffee break		
12:00 – 12:30	Findings of the Dutch/German transfer activities in COME RES. The Best Practice of "Energy Gardens"		
	Michael Krug, Freie Universität Berlin		
12:30 – 12:50	Energy Community Platform (https://energycommunityplatform.eu/).		
	Sustainability Scorecard for RECs		
	Stavroula Pappa, REScoop.eu		



12:50 – 13:30	Lunch		
13:30 – 14:30	Policy Lab.		
	Introduction: Results of the Comparative assessment on enabling frameworks.		
Michael Krug, Freie Universität Berlin			
	The discussion on interim Latvia specific policy lessons and recommendations		
	All participants		

COMPOSITION of STAKEHOLDERS of the MEETING

The composition of the stakeholders represents the different levels of public administration – local municipalities, planning region, national authorities. It also includes national-wide NGO, actively promoting the RECs concept implementation in Latvia.

Level	Туре	Organisation
National level	state authority	Ministry of Economics
National level	national-wide association	Latvia Association of Local and Regional Governments:
National level	national-wide association	Latvia Rural Forum
National level	national-wide association	Alliance for Cross-Sectorial Sustainable Development/ Smart Villages movement
National level	national energy association	Latvian Renewable Energy Federation
National level	energy policy expert	High level energy policy advisor
National level	nationally active NGO	The association "Green Liberty" ("Zaļā brīvība")
National level	power distribution system operator (DSO)	JSC "Sadales tīkls"
Regional level	regional authority	Riga planning region
Regional level	regional energy agency	Zemgale region energy agency



Local	capital city Riga	Riga city Energy Agency; Riga Chamber of Commerce and Industry
Local	municipalities	Valka municipality (novads)
	business	SMEs (2)
COME RES partner	research and academia	Research Centre for Sustainability, Freie Universität Berlin (FFU)
COME RES partner	citizen energy cooperatives	European federation of citizen energy cooperatives REScoop.eu
COME RES partner	research and academia	Institute of Physical Energetics
COME RES partner	public authority	Latvian Environmental Investment Fund

SUMMARY OF THE MEETING

In the Introductory part of the meeting, the COME RES partners – LEIF and IPE - had presented the main achievements of the COME RES. Aija Zučika (LEIF) listed the COME RES key deliverables and shortly outlined the objectives and main contents of them as well as outlined the following presentations of COME RES partners – FFU and REScoop.eu. Particularly she underlined the COME RES transfer Italy-Latvia activities held in 2022. She also listed the COME RES dissemination materials - Policy Briefs and Fact Sheets - and underlined these materials are translated in national languages, including Latvian. In its turn, Ivars Kudrenickis (IPE) gave short presentation regarding the key results of the dedicated stakeholder on-line consultation³, particularly – what role the RECs will play in the energy transition towards low-carbon society, in what fields the RECs activities will be most relevant or promising, what technologies have the relevance for the RECs, what aspects are most needed to facilitate the development of the RECs. He also retrospectively returned to the evaluation of the COME RES potential in Latvia⁴, underlining the key assumptions and results of it. Finalizing the introductory part, Aija Zučika promoted the final stage of the project to be focused to the development of policy recommendations as well as promoted COME RES Final Event in Brussels, 31th January 2023.

COME RES particularly seeks to support the implementation of the REDII provisions related to RECs and promote the establishment of RECs enabling framework. In such a sense, the COME RES activities in Latvia are in due time to provide the input for the draft governmental regulations

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³ COME RES Deliverable 3.4 "Consultation Series of the Eight Country Desks. Summary Report".

⁴ COME RES Deliverable 2.2 "Assessment Report of Potentials for RES Community Energy in the Target Regions"



detailing the general legislative framework of the energy communities in Latvia as well as for such challenge as the RECs financial support instruments.

The representative of the Ministry of Economics dealt with the current state of the draft governmental regulation regarding the requirements for the energy community and its registration and invited all participants to submit their proposals for this draft. He underlined, in addition to this regulation, the Ministry has started to develop the governmental regulations related to the delegation provided by the Electricity Market Law, these regulations will regulate the REC operation in electricity sector, including electricity sharing issues.

He also presented the current state regarding the envisaged REC support programmes. Regarding the RECs enabling financial instruments, it is envisaged that two programmes could contribute for it. First of all, Latvia's EU Cohesion Policy Programme for 2021-2027 includes the particular measure to co-finance (by the ERDF) solar PV tehnologies (including storage equipment) investment and states energy communities as one of the beneficiaries, also consulting and capacity building is envisaged⁵. The elaboration of detailed governmental regulation for this measure is envisaged to start in 2023. Secondly, for the time being the responsible Ministry of Environmental Protection and Regional Development has published the draft governmental regulation regarding the priority directions of Modernisation Fund in Latvia for 2023-2025⁶, one of them includes also energy communities as the beneficiaries. Participants of the meeting were invited to submit the proposals regarding the formulation of the particular priority direction of the Modernisation Fund to advocate the interests of the RECs.

In the 2nd presentation (by power DSO JSC "Sadales tīkls") the main steps to be taken by active renewables consumers, including RECs, in the installation of micro-generation equipment, the requirements for connecting this equipment to the grid and their operation in parallel with the grid were presented. The audience was introduced to the current procedure for the accounting for the renewable electricity produced by active users.

To learn on other energy communities promoting activities in Latvia, two presentations were included:

- PowerPoor project activities and lessons in Latvia,
- Latvian Rural Forum activities.

⁵ Latvia's EU Cohesion Policy Programme for 2021-2027 (*Eiropas Savienības kohēzijas politikas programma 2021-2027.gadam*): https://www.esfondi.lv/planosana-1

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⁶ The draft governmental regulation "Modernisation Fund Operational Rules and Multi-year Operational Programme" ("Modernizācijas fonda darbības kārtības noteikumi un daudzgadu darbības programma"): the national portal of draft legislatve documents, https://tapportals.mk.gov.lv/legal_acts/0e48e31d-c3f1-47a7-9e1d-d6bd8c2a3e24



PowerPoor ("Empowering Energy Poor Citizens through Joint Energy Initiatives") is the CSA (coordination and support action) project of Horizon 2020 programme, ongoing in September 2020 – August 2023. The activities and lessons of PowerPoor in Latvia were presented by the representative of PowerPoor Latvia's partner – Zemgale region energy agency. Power Poor develops support schemes for energy poor citizens and encourage the use of alternative collective financing instruments, such as energy communities, energy cooperatives, etc. as well as crew funding. The advicing system are provided by the project. The project implementation in Latvia shows the necessity for education about energy community term and working principles.

Promoting development of REC in rural areas. In its turn, in Q4 2022, Latvian Rural Forum seeks for interested partners for RECs development, within the feasibility study financed by the German Federal Environmental Foundation (*Deutsche Bundesstiftung Umwelt, DBU*). The task is to identify at least two pilot areas for first RECs in Latvia, within the dialogues with interested in REC parties - such as municipalities, local communities (particularly LEADER groups), homeowners/homeowners associations, local residents, etc. Thus, the feasibility study serves as a basis for preparing the future full-scale project of the REC.

As invited by the meeting organizers, Michael Krug (FFU, in presence) presented the Netherlands – Thuringia (Germany) Transfer Case "Energy Gardens" as the concept case of multi-stakeholders cooperation. This is a particularly important issue, as the interest for large scale ground mounted solar PV parks constantly grows in Latvia as well. The "Energy Garden" model provides effective tripartite (project developer, municipality, local community) cooperation model to promote local sustainable development. Energy Gardens, as a concept of the Dutch Nature and Environmental Federation (NMF), are multifunctional and biodiverse energy parks for and with the local community. They are open to the public, offer recreational and educational services, involves the local community from design to exploitation and maintenance. The management and maintenance of the Energy Garden is allocated to a management foundation in which the developer, the NMF and the local community are represented.

In its turn, Stavroula Pappa (REScoop.eu, on-line) presented the key features of the new energy community platform, https://energycommunityplatform.eu/, It was underlined, in the final phase of COME RES, the Sustainability Scoreboard for RECs, developed by the COME RES, will be integrated with the platform.

The meeting was followed by the Policy Lab. Starting it, Michael Krug (FFU) presented the key outcomes and main conclusions of the comparative assessment of enabling frameworks and



support scheme designs for RECs⁷. It cannot be denied that several COME RES countries increasingly recognize the rights of RECs as energy market players although many barriers remain. Energy sharing, key cornerstone of allowing REC members to directly enjoy their produced energy, are on the rise, but not everywhere. It is taking a significant amount of time in the COME RES countries to make the required changes to their energy markets. Afterwards the discussion on interim Latvia specific policy lessons and recommendations were done summarising findings and conclusions resulting both from the event's day presentations and COME RES results. The discussion provided the input for the final recommendations within the Deliverable 7.3, to be developed in the COME RES final stage.

Finalising the event, Aija Zučika (LEIF) on behalf of all Latvia COME-RES team thanked Desk participants for their highly active participation and expressed strong conviction on the continuing fruitful cooperation in the frame of COME RES final phase, by contributing to the success of the project with their impulses for policy recommendations, She particularly thanked FFU and the REScoop.eu for their highly valuable presentations.

Letter of Thank You for participants was sent by Aija Zučika, with the link to LEIF web-page containing summary article of the event and links to presentations.

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⁷ COME RES Deliverable 7.1 "Comparative Assessment of Enabling Framework for RECs and Support Scheme Designs"



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