## COMMISSION OF THE EUROPEAN COMMUNITIES

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## COMMISSION STAFF WORKING DOCUMENT

## **ANNEX I to the**

COMMUNICATION FROM THE COMMISSION TO THE COUNCIL, THE EUROPEAN PARLIAMENT, THE EUROPEAN ECONOMIC AND SOCIAL COMMITTEE AND THE COMMITTEE OF THE REGIONS

A Lead Market Initiative for Europe

{COM(2007) 860 final SEC(2007) 1730}

Action Plan for sustainable construction

## ACTION PLAN OF THE LEAD MARKET INITIATIVE IN THE AREA OF SUSTAINABLE CONSTRUCTION

This Action Plan describes the implementation of the Lead Market Initiative in the field of Sustainable construction: towards an integrated life-cycle oriented approach.

The economic relevance of the construction market is undeniable with 10% of GDP and 7% of the workforce. **Buildings account for the largest share of the total EU final energy consumption** (42%) and produce about 35% of all greenhouse emissions. The very encompassing market area of sustainable construction involves environmental concerns (e.g. efficient electrical appliances and heating installations), users' health aspects (e.g. in-door air quality) and issues of convenience (e.g. related to elderly persons' independence). It encompasses developing sustainable solutions for residential and non-residential buildings as well as in infrastructure assets.

There is a plethora of insufficiently coordinated regulations, not only at EU but more specifically at national levels in the area of construction. This leads to considerable administrative burden and – coupled with the predominantly local business structure – to a high fragmentation of the sustainable construction market.

Many technical solutions are already available, but the demand is highly fragmented. 40% of the demand for construction works comes from the public sector. However, there is a lack of knowledge on possibilities within the existing legal framework for public procurement that could orient public demand towards innovation-oriented solutions. The introduction of lifecycle and cost-benefit assessments could facilitate the procurement of sustainable construction works by public authorities.

| Policy<br>Instruments                           | Objectives  | Actions  | Timetable | Actors                      |
|---|---|--|-----------|-----------------------------|
| Legislation                                     | Encourage the adoption of a performance based approach in national building regulations.  | Screening of national building regulations to identify domains in which to integrate a performance based approach, based on individual reports from each Member State.                                 | 2008-2009 | EC<br>Member<br>States      |
|   | Expand the scope of the Energy Building<br>Performance Directive in accordance with<br>the Energy Efficiency Action Plan.   | Take advantage of the 2008 review of the Energy Building Performance Directive to extend its applicability and inclusion of Unionwide performance targets and evolving standards for new construction. | 2008-2009 | EC  Member States  Industry |
|   | Analyse and assess the innovation potential and cumulative effects of EU and national legislations on innovative approaches in construction.  | Industrial leader panel to carry out case studies on construction companies and related industries/services.   | 2008-2010 | EC<br>Industry              |
| Public<br>procurement                           | Develop guidance for the choice between EMAT and the Lowest Price and for the use of Life Cycle Costs in construction works - Promote Life Cycle Assessment for construction products ("Environmental Product Declaration") and for buildings (standardisation work in progress). | Promote networking between public procurers and construction practitioners to develop such guidance and relevant pilot schemes. Test and validate these pilot schemes notably in cluster initiatives.  | 2008–2009 | EC  Member States  Industry |
| Standardisation,<br>Labelling,<br>Certification | Develop voluntary performance targets to enable the implementation of incentives and other policy measures to promote   | Define a framework, assessment method and<br>benchmarks for assessing the sustainability<br>performance of buildings and of the construction   | 2008-2011 | EC,<br>Member               |

| Policy<br>Instruments    | Objectives  | Actions  | Timetable | Actors                     |
|--------------------------|---|--|-----------|----------------------------|
|                          | sustainable buildings and construction practices  | value chain  |           | States Industry, Research  |
|                          | Develop European standards that allow taking into account sustainability aspects in construction design.                                  | Expand the scope of Eurocodes in order to integrate other sustainability aspects in construction design, such as energy and environmental aspects.   | 2008-2011 | EC  Member States Industry |
|                          | Define the framework for technical assessment adapted to a rapid certification of innovative products to sustainability criteria.         | Adopt the Construction Products Regulation, providing for better procedures to obtain European Technical Approvals and for better recognition in Member States for sustainability issues.  | 2008      | EC, EP,<br>Council         |
| Complementary<br>Actions | Show the business case for an effective supply chain and identify relevant contractual, management, financial and insurance arrangements. | Publish a guide on how to establish collaborative working schemes in construction projects, general provision of contractual, management and insurance rules as well as good practice for SMEs - Disseminate this guide to public and private investors, contractors and other market operators. | 2008      | EC<br>Industry             |
|                          |   | Analysis of the national liability and insurance regimes and assessment of the feasibility for the insurance sector to promote alternative   | 2008-2009 | EC<br>Industry             |

| Policy<br>Instruments | Objectives  | Actions  | Timetable | Actors                                 |
|-----------------------|---|--|-----------|--|
|                       |   | warranty/label schemes.  |           | Insurance sector                       |
|                       | Anticipate the future qualifications and skills needs to uptake innovation in construction. | Propose scenarios for future qualification needs and develop an EU-wide strategy to facilitate the up-grading of skills and competencies in the construction sector. | 2008      | EC<br>Industry<br>Education<br>systems |