

7th Carbon budget The Construct ZERO

Strategic Continuity

- What must continue from the 6th Budget:
- Surface transport decarbonisation
- Building standards and retrofit acceleration
- Energy supply transformation







What it means for the construction industry?

- Direct (Accountable):
- Building standards and retrofit
- Transport electrification
- Productivity-driven demand reduction
- Indirect (Responsible):
- Enabling low-carbon energy infrastructure
- Investing in nature-based solutions

CO₂nstructZero – The existing 9 Priorities

Transport

1

Accelerating the shift of the construction workforce to zero emission vehicles and onsite plant

2

Optimise the use of Modern Methods of Construction and improved onsite logistics, in doing so reducing waste and transport to sites 3

Championing developments and infrastructure investments that both enable connectivity with low carbon modes of transport and design to incorporate readiness for zero emission vehicles

Buildings

4

Work with Government to deliver retrofitting to improve energy efficiency of the existing housing stock

5

Scale up industry capability to deliver low carbon heat solutions in buildings, supporting heat pump deployment, trials of hydrogen heating systems and heat networks

6

Enhancing the energy performance of new and existing buildings through higher operational energy efficiency standards and better building energy performance

Construction Activity

7

Implementing carbon measurement, to support our construction projects in making quantifiable decisions to remove carbon

8

Become world leaders in designing out carbon, developing the capability of our designers and construction professionals to design in line with circular economy shifting commercial models to reward measurable carbon reductions

9

Support development of innovative low carbon materials as well as advancing low carbon solutions for manufacturing production processes and distribution

Construct ZERO

The Construction Industry's Zero carbon change programme



1. Accelerating

the shift of the

workforce to zero

emission vehicles

and on-site plant.

construction

TRANSPORT



3. Championing developments and infrastructure investments that enable low carbon modes of transport



BUILDINGS

4. Work with Government to deliver retrofitting to improve energy efficiency of the existing housing stock

5. Scale up industry capability to deliver low carbon heat solutions in buildings, supporting heat pump deployment, trials of hydrogen heating systems and heat networks

6. Enhancing the energy performance of new and existing buildings through higher operational energy efficiency standards and better building energy performance

7. Implementing carbon measurement, to support our construction projects in making quantifiable decisions to remove carbon

8. Designing out carbon, developing the capability of our designers and construction professionals to design in line with circular economy shifting commercial models to reward measurable carbon reductions

CONSTRUCTION ACTIVITY

9. Support development of innovative low carbon materials, as well as advancing low carbon solutions for manufacturing production processes and distribution

78% of diesel plant to be eliminated from construction sites by 2035

70% of new vans to be EVs by 2030

Close the productivity

gap between construction and economy average output per worker by 2035

Eliminate Waste Eliminate all but

hazardous C&D waste entering

Connect public/active transport

From 2025, planning applications from the sector must connect to public / active transport and include EV charging where parking is provided

300,000 charging points installed by 2030

11.13 million **homes** to reach EPC C by 2035

heating All new buildings will be designed with low carbon heating solutions from 2025.

Low carbon

50% of all housing stock connected to low carbon heat sources (heat networks, heat pumps & PV) by 2035 (CCC target)

Minimise energy demand

From 2025 we will deliver new homes and buildings which will minimise energy demand and reduce emissions in operation by 75% (dwellings) and at least 27% (commercial buildings) compared to current standards

25% reduction in heat demand In homes from

Carbon data provided to our clients

Every client of the sector will be provided carbon data by 2030 to make informed lower carbon choices

Becoming **Net Zero**

From 2022, we will give all our clients the chance to become net zero by offering alternative low carbon design options and advice to clients, even if not scoped

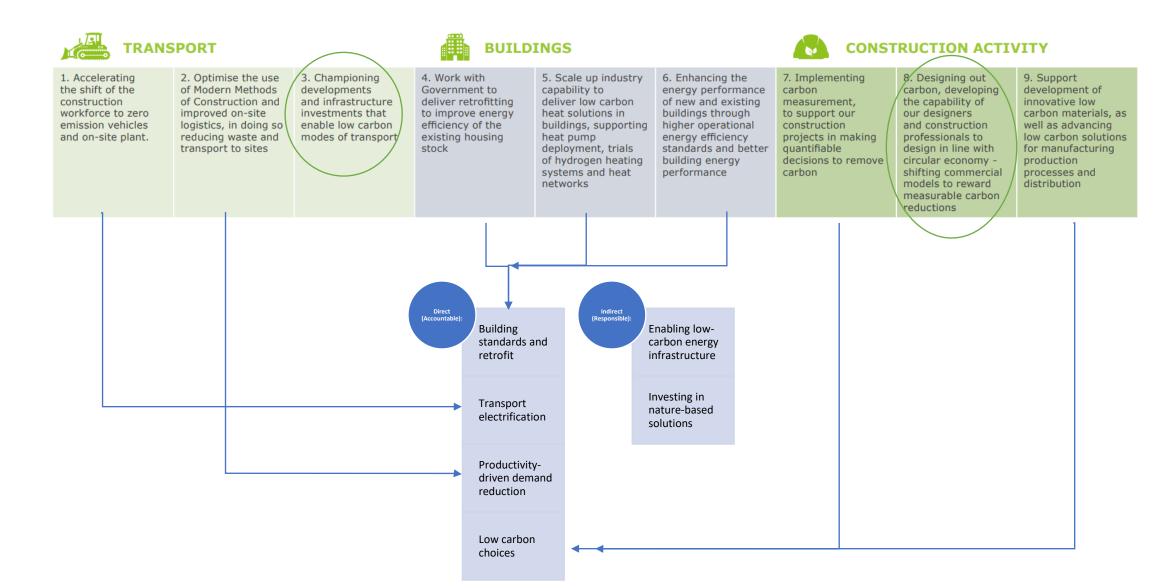
66% reduction in emissions

By 2035 we will have reduced construction product emissions down by 66% from 2018

■ Green - On Track
■ Amber - More Work Needed
■ Red - Not On Track
■ Grey - No Data

2019 to 2035

The Construction Industry's Zero carbon change programme





The Construction Industry's Zero carbon change programme

- 1. Work with Government to deliver retrofitting to improve energy efficiency of the existing housing stock.
- 2. Scale up industry capability to deliver low carbon heat solutions in buildings, supporting heat pump deployment and heat networks.
- 3. Enhancing the energy performance of new and existing buildings(both domestic & commercial) through higher operational energy efficiency standards and better building energy performance.

Buildings



- **4.** Accelerating the shift of the construction workforce to zero emission vehicles
- 5. Implementing zero diesel sites.
- **6.** Transitioning NRMM to lower carbon fuels.

Transport & Plant



- **7.** Invest in measuring & improving on site productivity.
- 8. Minimise construction waste.
- **9.** Optimise the use of Modern Methods of Construction and improved onsite logistics, in doing so reducing waste and transport to sites.

Productivitydriven demand reduction



- **10,** Implementing carbon& Biodiversity Net Gain measurement, to support our construction projects in making quantifiable decisions to deliver resilient projects.
- **11.** Support development of innovative low carbon materials as well as advancing low carbon solutions for manufacturing production processes and distribution.

Climate friendly choices



- **12.** Delivery of low carbon energy generation (nuclear, renewables, interconnectors, batteries).
- **13**, Delivery of alternative fuels manufacturing and processing plants.

Enabling lowcarbon energy infrastructure



- **14**. Biodiversity net gain from Construction Programmes.
- **15.** Construction sector offsetting into domestic tree planting schemes.

Investing in nature-based solutions





The Consultation process

Process - What do we need from you?

- We want your views and suggestions under the new framework headings for any of the following. For each answer please be sure to reference the framework priority number from the previous slide.
 - Q1. What existing industry wide initiatives, policies, or strategies match to one of the headings that CLC could look to champion or support?
 - Q2. What targets are you aware of that we could adopt into the framework under a particular heading?
 - Q3. How would we measure success under each category? These could be input, output or outcome metrics.
- Compliance
 - Must be relevant to the new priority and framework heading
 - Must be significant to indicate industry progress (cover a sufficient proportion of the industry)
 - Include a data point owner (of the proposed target/metric)
 - Must include agreement of the data point owner to **provide that data** to Construct Zero on a twice-yearly basis, so we can measure/monitor accordingly.