

Advanced Building Energy Efficiency Policy Task Force (ABEEP) meeting

Building Energy Policies and Municipal Opportunities in Illinois

October 11, 2022







Region

Agenda

- Quick Introductions (5 minutes)
- Recap of August Meeting (10 minutes)
- Resources Discussion
 - Building Performance Standards (BPS) -(30 min)
 - Stretch Codes (30 min)
- Next steps (5 min)



Task Force Objectives and Outcomes

- Help innovative municipalities pioneer stretch codes and BPS
- Get prepared to take action on building energy policies and have the tools to do so
- Assist in creation of a roadmap without obligation of adoption
- Provide feedback and guidance to utilities on most effective ways utilities can support
 - Emerging technology research led by ComEd, Peoples and North Shore and Nicor Gas



ABEEP members

GRC	MMC CAP	energy plan			GRC	MMC CAP	own CAP	energy plan		
x	x		Aurora	Kris Murphy	х				Lincolnshire	Jay Yunker
					Х	х			Mount Prospect	Alex Bertolucci, Bill Schroeder
×	x		Broadview	Mayor Katrina Thompson, Matt Martin David Upshaw, Greg Buchanan,	x		x		Naperville	Craig Schneider, Ben Mjolsness, Liz Wimmer
х	х		Brookfield	Trustee Katie Kaluzny	x	x	¥		Northbrook	Tessa Murray
x	x		Darien	Sylvia McIvor	-	-	-			Marcalla Bandia Kaanan
x	x		Elgin	Tom Armstrong	x		X		Oak Park	Steve Cutaia
х	х		Geneva	Mayor Kevin Burns	х	х	х		Park Forest	Andrew Brown
х	x		Glenview	Robyn Flakne, Molly Laycob	х	х			Richton Park	Bill Gleason
			Harvey	Nick Greifer			х	х	Cook County	Jamie Meyers
x			Hillside	Mayor Joe Tamburino	х				McHenry County	Chalen Daigle
х	x		Hoffman Estates	Mayor Bill McLeod	х	х		х	Will County	Briana Moore

Advanced Building Policies Overview

Stretch/reach codes

Alternative compliance path that defines a higher level of energy efficiency

New construction

Building Performance Standard (BPS)

Focus on improving existing building stock through setting targets for efficiency upgrades

Existing buildings





Survey and feedback from last meeting

ABEEP member survey results

Have you recently considered the adoption of either a stretch code or building performance standard (BPS)?

10 responses





Benchmarking likelihood

As a precursor to BPS policies, many communities require that their buildings benchmark and disclose their energy use. What is the likelihood of that your community would require benchmarking in commercial buildings? (10 responses)



Benchmarking barriers

- Cost
- Local politics
- Commercial owner pushback
- Lack of staff capacity to manage it

BPS likelihood

What is the likelihood of BPS adoption in your community? 10 responses



BPS barriers

Community and owner buy in.	Enforcement	"pro business" city admin not understanding that EE can be pro business.
Finding the right level of performance that balances mitigating climate change and getting community buy in.	No support from elected officials and staff because of political influencers.	Size and type of buildings included in the standard. I think a benchmarking policy would need to come first or have earlier implementation for a better understanding of
Education/Awareness for developers/contractors	needing an flexible approach for lower-income households	performance throughout the community and at different building types/sizes.
pushback from the business community	Providing the right amount of technical support to community.	, protecting housing affordability
We have a divided council when it comes to discussing these types of issues and our building commissions are heavily influenced by the trades. Would likely need some sort of program offering financial assistance to certain	How can we integrate this with weatherization work already occurring through community action agencles?	Policy overload. A lot of towns have many many policies that gather dust.

classifications of property

BPS Barriers

- Very old housing and historic characteristics make retrofits expensive and complicated
- Resistance from business community
- Costs
- Enforcement
- Lack of staff capacity

Stretch code likelihood

What is the likelihood of stretch code adoption in your community?

10 responses



Stretch code barriers

ability to enforce	Would like all electric or all electric ready to be included.	Pushback from real estate, developers, trades.
construction education	staff capacity to enforce the policy when unwilling developers come to town	In low-income and/or high property tax areas where development maybe scarce, would this policy add an additional hurdle for development?
Margin for error (moisture) with highly energy efficient construction.	Pushback from large corporation developers; commercial and residential	Helping to market the value of stretch codes could be useful
Funding, cost evaluations, energy savings, and market it well.	provide model code / ordinance language	ordinance templates; quantifiable metrics to ask of the developers to ensure compliance
Provide training and substantial advertisement of Muni Development Committee training and Developer	education/awareness for contractors/developers; especially mom and pop developers	Fact sheets, templates, training, roadmap

education.

Stretch code barriers

- Reduce development interest
- Political support
- Costs
- Compliance and enforcement



Feedback on Policy Flow Charts



Process to Gather Feedback from ABEEP

- Review flow charts together
- Break down flow charts into pieces
- Gather feedback on resources needed
- Opportunity to provide feedback after this meeting



Building Performance Standards



Overarching Roadmap for BPS





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Benchmarking/BPS Preparation

- Provides the foundation for policy making
- Helps municipality understand the scope (cost, energy savings, building stock)
- What other aspects are we missing?
- How long might this take?

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Benchmarking/BPS Policy Definition

- What do you need to help define long-term policy goal?
- What do you need to determine timeline and targets?

Benchmarking/BPS Rule Making

- What challenges do you see in this rulemaking?
- What are the resources that you need?



Benchmarking/BPS Implementation

- What resources do you need to educate staff and ensure capacity?
- What other challenges do you foresee?



Building performance metrics and targets

There are several metrics municipalities have used to track performance towards BPS goals. In some cases, multiple metrics are set as part of the BPS ordinance. BPS standards use this metric to set a long-term goal for building performance, and several interim short-term goals to drive progress over time. Metrics should be set by building type and consider baseline energy data by building type to determine goals.

Performance Metrics

BPS policies typically select a primary metric to set goals and targets. Secondary metrics can also be included to ensure policy comprehensively addresses goals. Recommended to consider both emissions and energy use metrics. These metrics would be set by building type.

Metrics

- <u>Site energy use intensity</u>: Measured as energy use per square foot. Limits performance to where building owners have direct control.
- <u>EnergyStar rating:</u> Score calculated as part of entry into EnergyStar Portfolio Manager.
- <u>GHG emissions</u>: Focuses more directly on carbon goals. Calculated as energy use multiplied by relevant emissions factors. Often used in place of energy to avoid
- <u>Other metrics:</u> Can include secondary items such as indoor air quality, water use, or coincident peak demand to meet secondary goals. Has not previously been adopted by other jurisdictions.

Setting Targets

Set two types of targets:

- 1. Final performance standard: set for 15 to 30 years in the future. Allows all buildings to encounter one capital cycle for large-scale EE investment.
- Short-term standards: set interim goals for every 3 to 6 years to ensure buildings are making progress toward final goals.

City	Metric	Target
Boston	Annual GHG emissions (tCO2/sq. ft)	50% emissions reduction by 2030; 100% by 2050
Denver CO	Site energy use intensity	Hit maximum site EUI by 2030
Maryland	Onsite greenhouse gas emissions	Achieve 20% reduction in GHG by 2030; net-zero by 2040
New York City	Annual GHG emissions (tCO2/sq. ft)	Reduce the emissions by 40 percent by 2030 and 80 percent by 2050
Washington DC	EnergyStar Score	Reduce carbon emissions and energy consumption by 50% by 2032





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Stretch Codes



Overarching Roadmap for Stretch Codes





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Stretch Codes Preparation

- Provides the foundation for policy making
- Helps municipality understand the scope (new construction market)
- What other aspects are we missing?
- How long might this take?





Stretch Codes Policy Definition

- How do you seek local feedback?
- What happens if there are no champions?
- What resources do you need to define scope?

Stretch Codes Rule Making

- What challenges do you see in this rulemaking?
- What are the resources that you need?
- Are we missing key elements?





Stretch Codes Implementation

- What resources do you need to educate staff and ensure capacity?
- What other challenges do you foresee?





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Residential stretch code targets

Illinois has set the site energy indices for the new Illinois stretch code, which will be developed and available for adoption by January 1, 2024. Municipalities will have the ability to adopt the stretch code for low-rise residential buildings and commercial buildings, and potentially go further than the stretch code for commercial buildings. In the interim, municipalities can adopt the stretch code targets or their own commercial stretch code. Municipalities are not limited in aspects not related to energy conservation, such as EV-ready, electrification-ready, etc. When a stretch code is adopted, it because the minimum requirement within that municipality. These targets must be met by conservation measures only, and "excludes net energy credit for any on-site or off-site energy production."



ode	% Reduction
D18 IECC	
D21 IECC	9.8%
023 Stretch	<u>22.7%</u>
025 Stretch	20.0%
028 Stretch	17.5%
031 Stretch	24.2%

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Setting Goals

There are four considerations of a stretch code policy:

- 1. Final new construction goal: set for 15 to 30 years in the future. Example: Net-zero carbon by 2040 or NZE-ready by 2034.
- 2. Pre-stretch code goal: determine if the municipality will adopt the SEI/EUI targets prior to the Stretch Code development or require its adoption once developed
- **3. Stretch Code goal**: determine if the municipality will adopt the first IL stretch code once available
- 4. Long term Stretch Code goal: determine if the municipality will mandate automatic adoption in subsequent years



Next Steps



Next Steps for ABEEP

- Keep an eye out for follow-up email, opportunity to provide additional feedback
- Finalize flowcharts and list of resources
- Plan for final meeting in early December