DC'S NEW BUILDING ENERGY PERFORMANCE STANDARDS

Monthly Update October 29, 2020





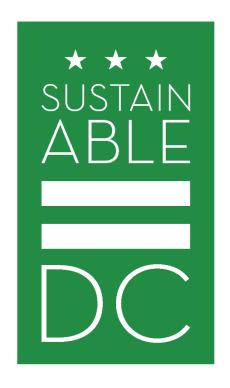
AGENDA

- Present the basic framework of the performance standards, applicability, and compliance cycles/pathways
- Updates on the BEPS Task Force
- Timeline of program implementation
- Welcome to the Building Innovation Hub!
- Q&A

SUSTAINABLE DC VISION



GOALS: 2032



ADAPT TO CLIMATE CHANGE

CLIMATE READY BUILDINGS

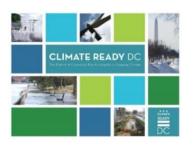
CUT ENERGY USE 50%

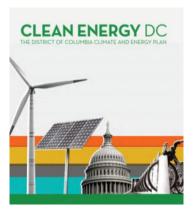
50% RENEWABLE ENERGY

NET ZERO NEW BUILDINGS

NET ZERO RETROFITS

CUT GHG EMISSIONS 50%





MAYOR BOWSER: COMMITTED TO ZERO CARBON BY 2050



CLEAN ENERGY DC OMNIBUS AMENDMENT ACT OF 2018, TITLE III....



Lowers minimum building square footage required to benchmark over time;
Creates data verification requirements

ENERGY PERFORMANCE

Improves the performance of existing buildings by implementing a **Building Energy Performance Standard**



BENCHMARKING 101

Clean and Affordable Energy Act of 2008 requires all private and DC-owned buildings to report their calendar year (CY) energy and water use to the DOEE for public disclosure by April 1 annually.

Covered Building List

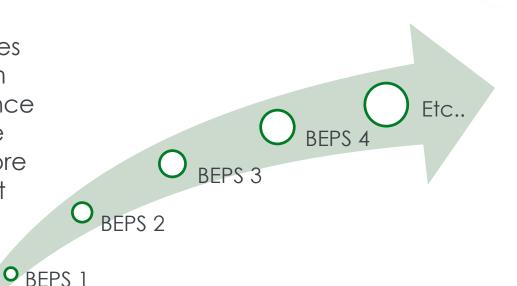
- □ CY2009 and on DC-owned buildings > 10,000 sq. ft.
- \square CY2013 and on Private buildings > 50,000 sq. ft.
- □ CY2021 and on Private buildings > 25,000 sq. ft.
- \square CY2024 and on Private buildings > 10,000 sq. ft.

Third Party Data Verification Required

□ Beginning CY2023 and every three (3) years etc.

BEPS PERIODS

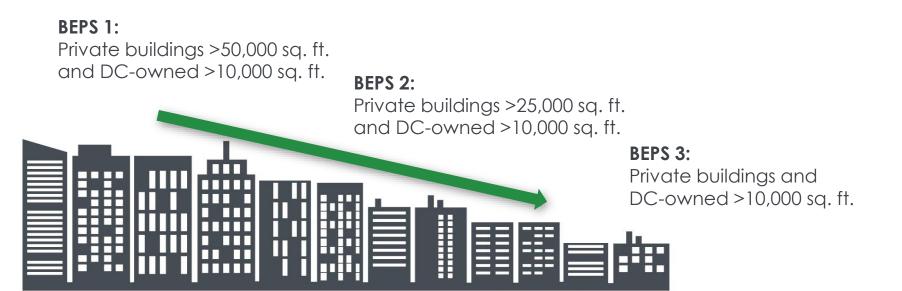
Clean Energy DC Omnibus
Amendment Act of 2018 requires
an establishment of a minimum
threshold for energy performance
that will be "no lower than" the
local median ENERGY STAR score
by property type (or equivalent
metric).



Standards are set every 6 years

BEPS APPLICABILITY

As the benchmarking requirements ratchet down in square footage over time, the buildings will be required to meet the BEPS in the following periods until all buildings 10,000 sq. ft. and over are following the performance standards.



STANDARD EVALUATION

Owner benchmarks building

MEETS THE STANDARD?

Depending on property type, the Building's ENERGY STAR Score is above the Standard or Source EUI is below the Standard. DOEE establishes Standards.
Building evaluated against Standard.

Building meets Standard

Building does not meet Standard

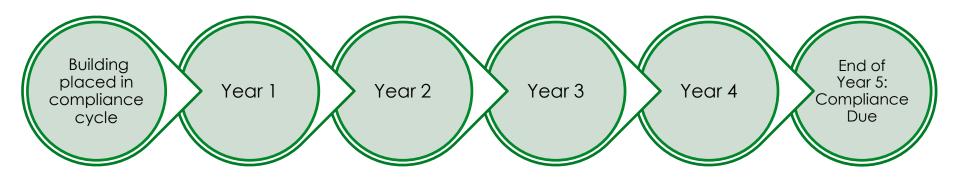
Building does not do anything for this BEPS period; re-evaluation against new Standard in 6 years.

Building enters a compliance cycle.



COMPLIANCE CYCLES

Buildings that do not meet the Standard for a BEPS period will be placed in a 5-year compliance cycle. The building owner has until the end of the cycle to bring their building into compliance.



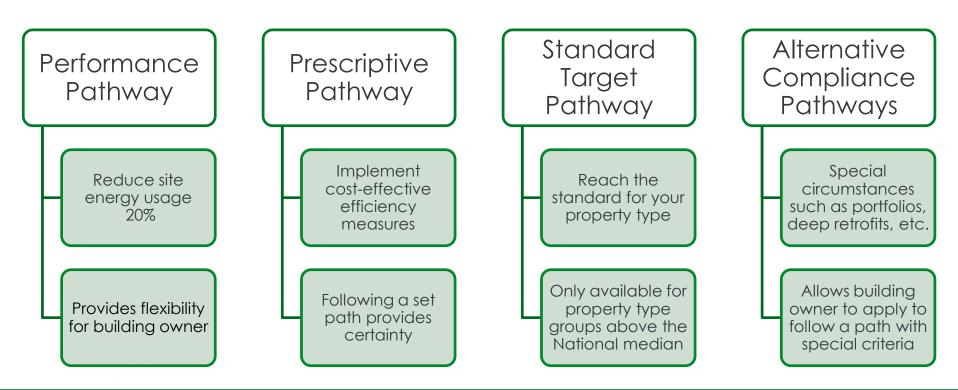
* Proposed COVID-19 PHE adjustment – automatic delay of the BEPS compliance requirement one year



COMPLIANCE PATHWAYS

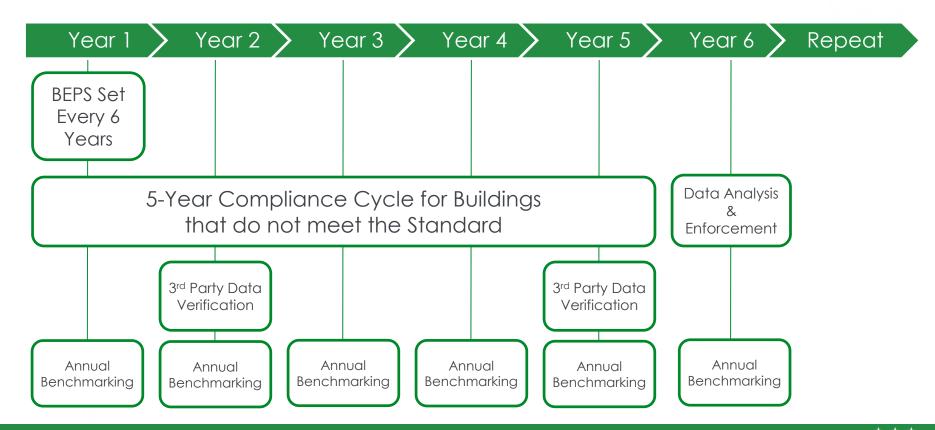


Building owners have a variety of pathways to choose from:



BEPS/BENCHMARKING REVOLUTIONS





BEPS PROGRAM TIMELINE

- Draft rules should be ready for public comment in early November 2020
- Minimum of one round of public comment, open for 60 days (extension due to COVID)
- BEPS Guidebook and Task Force Report will be available the same time as public comments on the draft rules
- Prescriptive Pathway technical guidance may be released at a separate time depending on when the rules go to public comment.

BEPS TASK FORCE UPDATE

- Meets every other Tuesday open to the public.
 Schedule, recordings, slides, and notes are available <u>online</u>
- October topics
 - Review of NHT/HAND Affordable Housing Recommendations and how they are being reflected in the program – See <u>Sept 29</u> notes
 - Deep Retrofit Pathway early completion (open to all) vs. extended time (affordable housing, hospitals and university campuses)
 - Prescriptive Pathway modeling estimated savings
- In November, topics are TBD. May leave a meeting open for rules Q&A. Early December, planning a meeting on equitable workforce development.

BENCHMARKING UPDATE

Free Data Verification for CY2019:

- DOEE is partnering with DCSEU and Baumann Consulting to offer pro-bono data verification of 2019 benchmarking data, available to all covered buildings in the District.
- Data Verification application has been extended! For free services, submit a completed application by November 20, 2020 at <u>dcverifybenchmarking.com</u>

Benchmarking Rules Update:

 DOEE is close to publishing updated benchmarking rules that clarify the benchmarking reporting requirements, including the new size thresholds and data verification.

CONSTRUCTION CODE UPDATE

New Codes adopted May 29, 2020

- Energy Conservation Code alternative compliance paths expanded to include:
 - Appendix Z DC's voluntary NZE code for commercial and multifamily
 - Living Building Challenge, Passive House (PHI/PHIUS), LEED + LEED Zero
- New Resource! Integrated version consolidating the ICC codes, ANSI/ASHRAE/IES 90.1-2013 and DC Amendments
- https://dcra.dc.gov/page/dc-construction-codes



Online Rebate Center

Available Now for Residential Customers

- Online "shopping basket" experience
- Prescriptive rebate amounts for lighting,
 HVAC, and other residential equipment
 are listed for each offering
- Residential home page includes low/nocost tips, solar opportunities, and success stories

NEW for Commercial & Institutional Customers

- Online "shopping basket" experience for selected equipment
- Enhanced rebates available for businesses under 10,000 sq. ft.
- Currently offering up to 50% higher incentives through December 31st

Product Launch: CLEER - Commercial Loan for Energy Efficiency & Renewables

Key Terms

- Between \$10,000 and \$250,000
- 2-12 year terms
- No prepayment penalties

Eligible Borrowers

- Existing Commercial/ Multifamily Buildings
- Commercial/Industrial Tenants
- Condos, Coops, HOAs
- Nonprofits

Eligible Projects

- Energy Efficiency Improvements including retrofits and renovations
- Renewable Energy Improvements
- Work performed by an Authorized Contractor

Use of Proceeds

- Projected 15% or greater energy savings from current status and prescriptive measures
- 70% or greater for Energy Efficiency & Renewables costs
- 30% of costs financed may be for related building upgrades

Selected Pipeline of Products Considered for Development

Туре	Target Sector	Financing category	Lender Partner	DCGB potential commitment / project size	Target launch
Open RFP	Multi-sector	Open – focused on bringing in additional capital and innovation	Encouraged but not required	Flexible	LAUNCHED
MoCo Green Bank Product	Commercial energy efficiency and solar	Guarantee or Loan Loss Reserve	Yes, CDFI and commercial	TBD / \$10-250k	LAUNCHED
MoCo Green Bank Product	Small commercial	Guarantee and participation	Yes, CDFI	TBD / \$10-\$150k	Winter 2020
Existing Green Bank Product	Commercial, multifamily, affordable housing	Predevelopment Loan	TBD	TBD	Winter 21
Existing Green Bank Product	Residential nonrecourse loan, LMI homeowners	Energy efficiency, solar, necessary repairs	TBD	TBD	Winter 21

Focus & Feedback with DC Green Bank

Session 1: "Electrification and DC Green's Bank's Role In It"

FEATURED SPEAKERS: Kate Johnson and Kathleen Berube, DC DOEE

DATE: Thursday, November 5, 2020

TIME: 10:00 AM - 11:15 AM

Register to participate at https://dcgreenbank.org/focus-feedback-series/



About Us

Who we are.

The Building Innovation Hub helps building industry professionals in and around Washington, DC create and operate high-performing buildings. The Hub connects professionals and provides information and training.

The goal of the Hub is to meet the current needs of the building industry while simultaneously pushing the industry towards the innovative solutions that we will need to build and operate highperforming buildings.

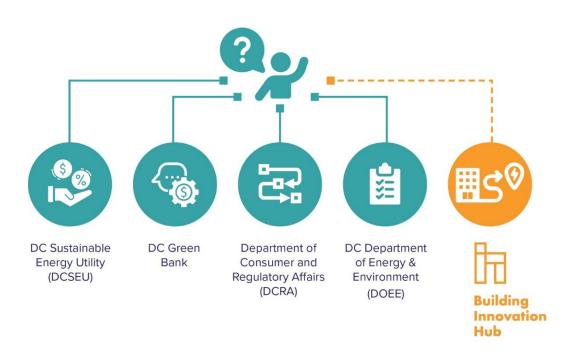
A program of





Where we fit in

Evaluating what already exists.





Our Mision

What we do.

We provide resources, tools, and services to help building owners, operators, designers, contractors, and tenants improve their buildings.

We break down regulatory and market barriers to making building improvements with a sustained impact.

We want to get people to think long(er) term to understand that the decisions being made today have long-term implications - even if all of the BEPS rules have not been finalized.





Preparing you for BEPS

BEPS related resources.

- About BEPS and FAQs
- Understanding Energy Benchmarking
- Common Errors in Benchmarking
- Where Code meets BEPS
- BEPS and New Construction
- Commercial Tenants and BEPS



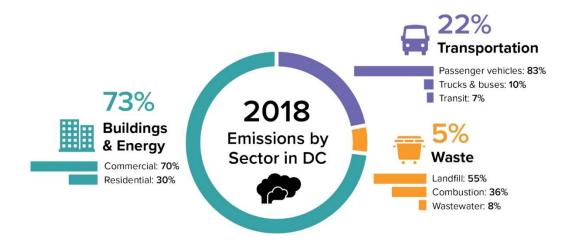


Linking to DC's goals

Tying to the District's climate goals.



- What are Building Emissions?
- Electrification Considerations
- High-road Contracting





What's in your way.



GREEN BANK

A CLEAN ENERGY FINANCE SOLUTION



Funding and Financing Map



- Administrator
- Building Sector
- Energy Type
- Financing Incentive













Education and awareness.

Resources that help practitioners communicate across all building industry professionals.

- Building Industry Playbook
- O&M Best Practices for Energy Management
- Green Leasing for BEPS





The market barriers Skilled labor.

Service Procurement Guide

- Writing the right scope of work
- Identifying the qualifications that matter
- Expanding your network of vendors
- Considering social equity throughout

Vendor-to-Building Matchmaking

 Connecting building projects to local expertise







Regulatory complexity.

BEPS

- How the new legislation affects existing buildings and those to be built in the future Benchmarking
- Common errors and how to use it DC Building Code
- Code changes and impact on energy use Intersection of BEPS and Code







Risk mindset.

Showcasing local leaders

- Case studies of local projects
- Market leaderboards provide a snapshot of which companies are leading the way based on their building's publicly available performance data.



Have a story to share? Tell us about it.





What's next for the Hub

Looking ahead.

Co-hosted educational programming with local building industry organizations

BEPS specific education for different disciplines

Developing potential services

Setting up an Advisory
Board

We're hiring!





Stay connected

Let us know what you want to know.

Check out the new website

Sign up for our newsletter

Tell us what you think by contacting us

- How can the Hub help you and your business?
- Provide feedback
- Ask a question
- Submit a case study

http://buildinginnovationhub.org





A program of



LEARN MORE!

<u>info.beps@dc.gov</u> <u>info.benchmark@dc.gov</u>

- Attend a BEPS Task Force meeting
- Attend a future education session or webinar
- Submit public comments on the rules
- Tell your friends/coworkers/clients about BEPS
- Check out the <u>Building Innovation Hub!</u>
- Join us for the next update on <u>December 10!</u>



