DC'S NEW BUILDING ENERGY PERFORMANCE STANDARDS

Monthly Update September 24, 2020





AGENDA

- Present the basic framework of the performance standards, applicability, and compliance cycles/paths
- Additional details on setting the standards and definitions
- Updates on the BEPS Task Force
- Timeline of program implementation
- Complementary program development
- Upcoming webinars and events
- Q&A

SUSTAINABLE DC VISION



GOALS: 2032



ADAPT TO CLIMATE CHANGE

CLIMATE READY BUILDINGS

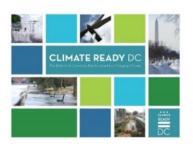
CUT ENERGY USE 50%

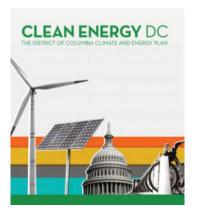
50% RENEWABLE ENERGY

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

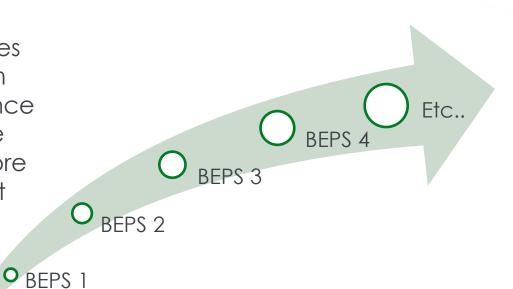
- □ CY2009 and on DC-owned buildings >10,000 sq. ft.
- \square CY2013 and on Private buildings > 50,000 sq. ft.
- □ CY2021 and on Private buildings > 25,000 sq. ft.
- □ CY2024 and on Private buildings > 10,000 sq. ft.

Third Party Data Verification Required

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

BEPS PERIODS

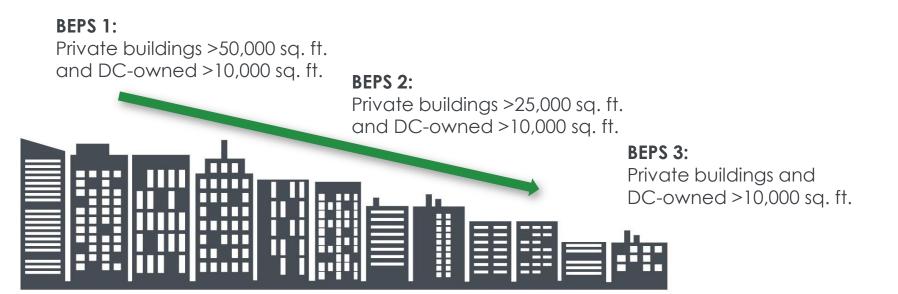
Clean Energy DC Omnibus
Amendment Act of 2018 requires
an establishment of a minimum
threshold for energy performance
that will be "no lower than" the
local median ENERGY STAR score
by property type (or equivalent
metric).



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.



95% of DC's buildings over 50K SF are eligible for an ENERGY STAR score!

ENERGY STAR Score

a number established by US EPA that allows comparison of energy use of a property with similar properties nationwide

Important for setting the standard!

Source Energy Use Intensity (EUI)

the total amount of raw fuel that is required to operate a building, divided by the building's gross floor area (GFA defined by Portfolio Manager)

Important for setting the standard!

Site Energy Use Intensity (EUI)

the annual amount of all energy a building consumes on-site, as reported on a building's utility bills, divided by the building's gross floor area (GFA defined by Portfolio Manager)

Important for compliance evaluation!



PROPERTY TYPES, METRICS AND MEDIANS

Property Types

- Standards will be set for each ENERGY STAR Portfolio Manager
 Primary Property Type
- Refer to your 2019
 benchmarking report for which property type applies

Metric

- For property types that can receive an ENERGY STAR Score, the standard metric will be ENERGY STAR Score
- For property types that cannot receive an ENERGY STAR Score, the standard metric will be Source EUI

Standard

- For most property types, the standard will be set at the Local Median
- For property type groups with <10 local buildings, the standard will be set at the National Median



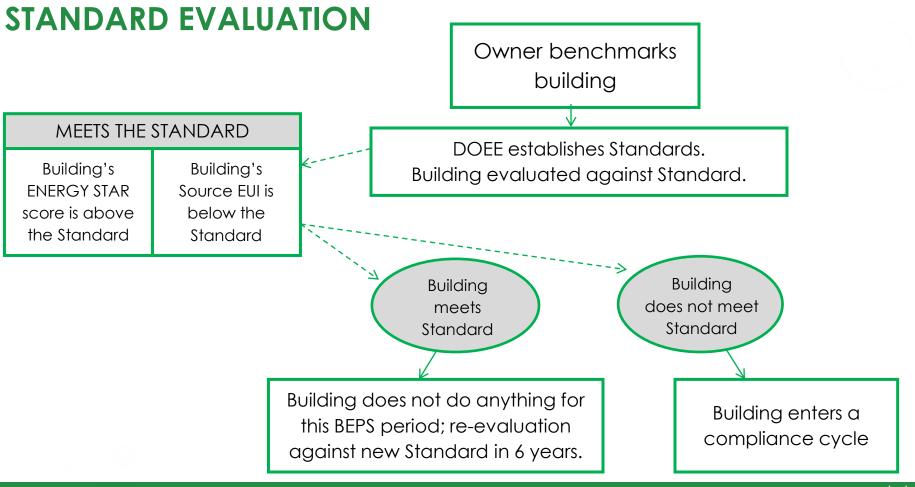
SPECIAL PROPERTY TYPES

- Higher Education Campuses Source EUI is the metric. Each campus would receive a Blended Custom Standard where all non-high intensity spaces would be classified as the "college/university" property type and then adjusted for high-intensity property types' square footage.
- True Mixed-Use Properties Buildings where a single property type does not make up more than 50% of the overall gross floor area and the sum of the scorable property use type gross floor area is also less than 50%. DOEE will create a Blended Standard based on the percentage of each property use type at the property.
- For specialized property types, EPA ENERGY STAR metrics may not be the
 most appropriate way to determine energy performance. DOEE will allow for
 owners to submit considerations for adjusted standards to be created on a
 case-by-case basis (Ex: Laboratories may choose to use LBNL's Lab
 Benchmarking Tool).

STANDARD TABLE EXAMPLE

There are almost 40 different property types present in DC buildings over 50K SF!

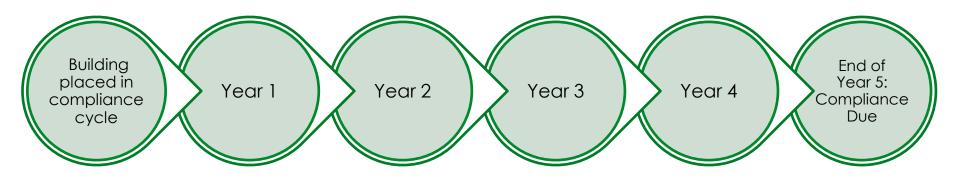
Property Type	Metric	Standard Level	Standard
Multifamily Housing	ENERGY STAR Score	Local Median	
Office	ENERGY STAR Score	Local Median	
K-12 School	ENERGY STAR Score	Local Median	
Hotel	ENERGY STAR Score	Local Median	
Other - Public Services	Source EUI	Local Median	
Residence Hall/Dormitory	ENERGY STAR Score	Local Median	
Non-Refrigerated Warehouse	ENERGY STAR Score	Local Median	
Retail Store	ENERGY STAR Score	Local Median	
Self-Storage Facility	Source EUI	Local Median	
Worship Facility	ENERGY STAR Score	Local Median	
Medical Office	ENERGY STAR Score	National Median	
Fitness Center/Health Club/Gym	Source EUI	National Median	
Hospitals	ENERGY STAR Score	National Median	





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.



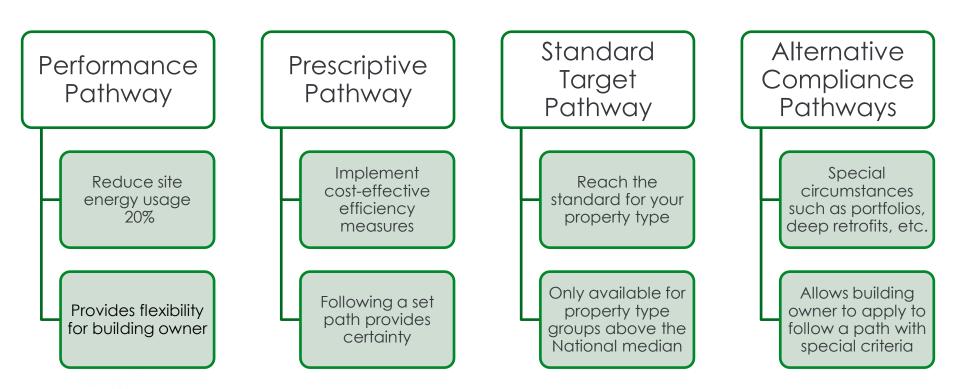
* Proposed COVID-19 PHE adjustment – automatic delay of the BEPS compliance requirement one year



COMPLIANCE PATHWAYS

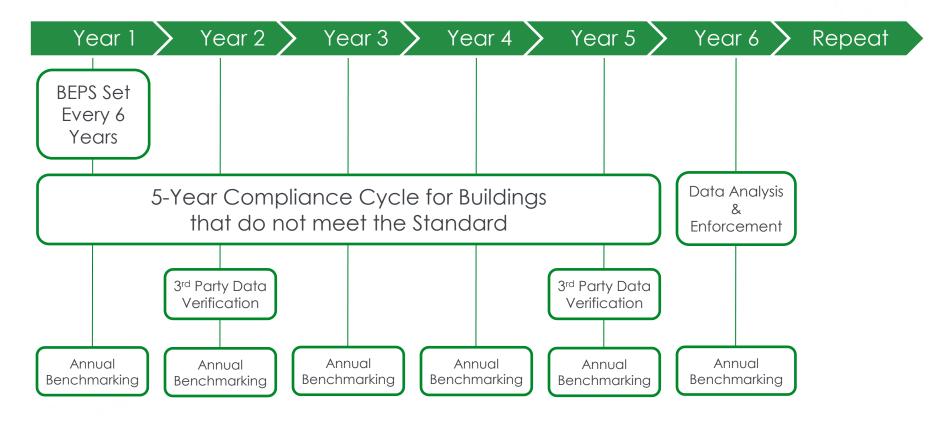


Building owners have a variety of pathways to choose from:



BEPS REVOLUTIONS





BEPS LANGUAGE

- Property Type the primary function of a building as defined by ENERGY STAR Portfolio Manager
- BEPS Period the period of time in between when the standards are set (every 6 years)
- Compliance Cycle the period of time between when the standard is set and the end date, where compliance is measured (5 years)
- Compliance Pathway the method by which a building demonstrates its fulfillment of the energy efficiency requirements

BEPS PROGRAM TIMELINE

- Draft rules should be ready for public comment in October 2020
- Minimum of one round of public comment, open for 60 days (extension due to COVID)
- Technical Guidance and Task Force Report will be available the same time as public comments on the draft rules
- DOEE working with Steven Winter Associates and partners to complete the BEPS Cost/Benefit Study. Check out the <u>August 4</u> Task Force meeting notes!
- Prescriptive Pathway technical guidance may be released at a separate time based 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>
- September was a busy month!
 - Recommendations for the higher education/hospitals standards and compliance pathways
 - Prescriptive pathway guiding principles, process timeline, building typologies, and energy efficiency measure structure
 - Deep Retrofit Pathway
 - Affordable Housing recommendation reflection
- In October, we'll talk about the deep retrofit pathway for campuses and energy efficiency measures for the prescriptive pathway

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 has been extended! For free services, submit a completed application by November 30, 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.



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

Coming in FY21 for Commercial & Institutional Customers

- Online "shopping basket" experience for selected equipment
- Prescriptive rebates and special incentives are still in effect until the ORC is launched
- Enhanced rebates available for businesses under 10K sq. ft. and income-qualified properties
- Currently offering 30% higher incentives through September 30th

HIGH-PERFORMANCE BUILDING HUB

Goal: Develop resources and services that directly address barriers in DC's commercial real estate market that hinder the pursuit of high-performance buildings.

Sign up for the latest releases: imt.org/hub



Timeline: Launching October 2020

BEPS Resource Highlights:

- BEPS basics
- Common errors in benchmarking
- How to use your benchmarking data
- Where code meets BEPS
- Defining BEPS targets in new construction projects

Other Resource Highlights:

- Funding & financing map
- O&M best practices manual
- Green leasing for BEPS

- Where health & wellness meet building performance
- Procurement guide for qualified vendors

CONSTRUCTION CODE UPDATE

New Codes adopted May 29, 2020

- Significant changes made to the Energy Conservation Code –
 Commercial Updates to 90.1-2013, with local amendments
- Minor updates to the Energy Conservation Code Residential and Green Construction Code - Updates to 2015 IECC, with local amendments
- Effective immediately for new construction, one year grandfather for existing
- 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
- https://dcra.dc.gov/page/dc-construction-codes

- DOEE: COVID-19 and Building Readiness: Hear from the Experts September 29, 10:30 - 11:30 am - Eventbrite # 18647240089
- DCSEU: Verifying Energy Benchmarking Data
 September 29, 12:00 1:00 pm
 https://www.dcseu.com/commercial-and-multifamily/benchmarking-in-dc
- DOEE, PSC, OPC, and DCSEU: Energy Efficiency Day 2020 October 7, 1:00 – 2:30 pm
- DOEE & DCRA: 2020 Green Building Professional Series @ 1:00 pm
 - New Building Codes October 13, 2020
 - Getting Ready for BEPS November 12, 2020
 - Transportation Electrification December 9, 2020
 - Road to 100% Renewable Electricity January 13, 2021
 - Funding Clean Energy Projects February 10, 2021

The DOEE will honor several District businesses or organizations selected by our panel of judges, as well as one business or organization that receives the People's Choice Award for outstanding achievement in sustainability.



Voting is live for the 2020 People's Choice Award!

https://www.surveymonkey.com/r/2020SDCAwards

Register for the Virtual Event

Tuesday, September 29 | 6:00 - 7:00pm https://2020sdcawards.eventbrite.com

WHAT YOU CAN DO NOW

Previous webinars available at http://doee.dc.gov/service/beps under Events & Engagement

- Double-check your benchmarking data (2018 and 2019)
- Compare 2019 scores to the 2018 <u>median</u> for your property type to get a sense of how your building is performing
- Get an on-site energy audit (ASHRAE Level II or higher) to understand building characteristics, equipment, and energy use
- Begin to identify energy efficiency measures
- Create an internal team to start aligning energy actions
- Engage with building tenants
- Start developing a strategic energy management plan

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
- Join us for the next update on October 29!



