Energy Codes & Building Performance Standards

Presentation to the IL Stakeholder Advisory Group – Market Transformation Working Group

March 17, 2021



→> slipstream

Agenda

- Overview and partners
- Phase 1 results
 - Engagement summary
 - Savings opportunity
- Phase 2 next steps
- Key considerations for discussion



Overview and Partners

Project Goal: to support utilities to advance utility programs that support baseline building energy codes, stretch code development and building performance codes

Project team: Slipstream and MEEA

Utility supporters: ComEd, Nicor Gas, Peoples Gas, Ameren



Definitions

Stretch code or reach code: locally mandated code or alternative compliance path that defines a higher level of energy efficiency than the adopted base code.

Building Performance Standard ordinances: a municipal tool to equitably reduce energy savings and costs in existing buildings while creating jobs in the efficient and clean energy economy.



Phase 1 Overview

- Objective: to investigate and initiate utility energy efficiency program support for energy stretch codes and building performance standards
- Previously presented to SAG: July 2020

Engage stakeholders: municipalities, MMC, utilities

Develop technical potential for stretch codes and BPS

Monitor statewide building code amendment and adoption process



Stretch codes – national examples

- Massachusetts 20% savings over base code, performance based
- New York In 2018, 10-15% savings over IECC 2015
- Seattle, WA EUI target by building type, measured performance
- Boulder, CO Net zero codes by 2030



Building Performance Standards (BPS) – national examples

Cambridge, MA – 20% reduction every 5 yrs; 80% reduction by 2040 and carbon neutral by 2030

Colorado – 20% GHG reduction by 2030; 90% reduction by 2050

New York, NY – 20% reduction by 2029, 75% reduction by 2034

D.C. – 20% reduction to increase EnergyStar score above median

St. Louis, MO - 100% emission reduction by 2050.



Evanston

- Interested in utility support for adoption, implementation and compliance
- Beginning commercial **stretch code** public engagement process
- Strategic importance: first mover in the region

Chicago

- New mayor, chief sustainability officer and commissioner just beginning sustainability agenda.
- Bloomberg ACCC (NRDC) leading climate action framework now.
- "Do things with communities, not to communities"

Metropolitan Mayors Caucus

- Represents 131 Illinois communities encompassing 6 million residents
- Collaborative for sustainability programs and regional climate action plan
- Strategic importance: Path to regional scale

- Both have sustainability planning efforts underway
- Examples of past program promotion collaboration with Ameren; very open to renewed collaboration if done deliberately.
- A number of challenges, including budget and lack of community motivation.



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Phase 1 – Savings estimations

- Stretch code method
 - Literature review of stretch code policies
 - Identified 5 common building types
 - Presented 2 options:
 - Accelerating ASHRAE Code (7% reduction)
 - Standard Reduction (15% reduction)
- Building Performance Standard method
 - Chicago benchmarked data
 - BPS to worst performing buildings (65 percentile or above)
 - 15% energy improvement goal per cycle (4-6 years)

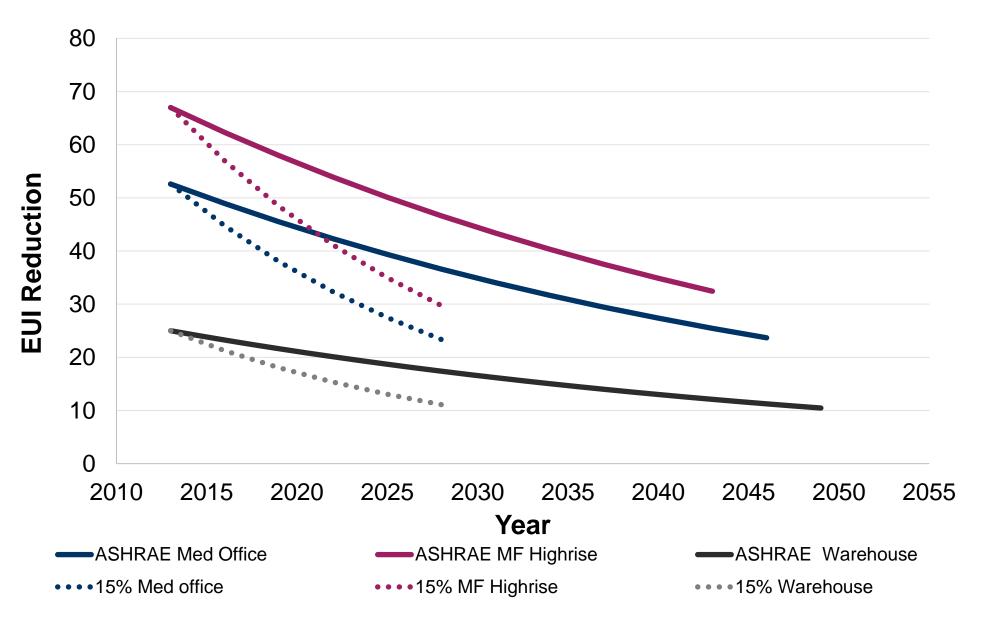


Stretch codes – Net-zero enabled targets

Building Type	Site EUI target (kBtu/sf/yr)
Primary school	28
Low-rise apartment	24
Medium office	24
Small office	18
Secondary school	25
Public assembly	30
Standalone retail	26
Mid-rise apartment	26
Strip mall	39
High-rise apartment	33
Warehouse	11
Small hotel	38
Fire station	33



Savings potential – stretch code pathways





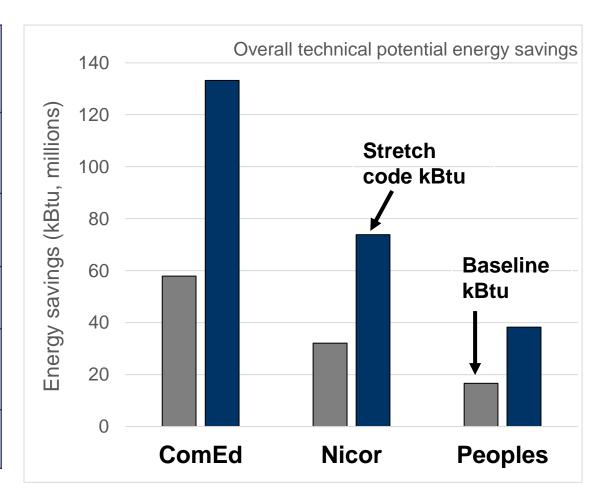
Illinois Technical Potential Savings: stretch code pathways

	IECC 2021 Baseline (Current RAP savings)	Stretch codes - Accelerated Code (MT savings)	Stretch codes - 15% target (MT savings)
Total New Construction Area	53,711,200	53,711,200	53,711,200
Assumed EE participation	60%	100%	100%
Electric savings (gross kWh/sf)	0.7	0.75	0.81
Gas savings (gross therms/sf)	0.0198	0.0212	0.0228
Statewide electric savings (gross kWh)	22,571,912	40,215,622	43,262,830
Statewide gas savings (gross therms)	638,149	1,136,969	1,223,120
Increase in savings from IECC 2021 baseline (%)		78%	92%



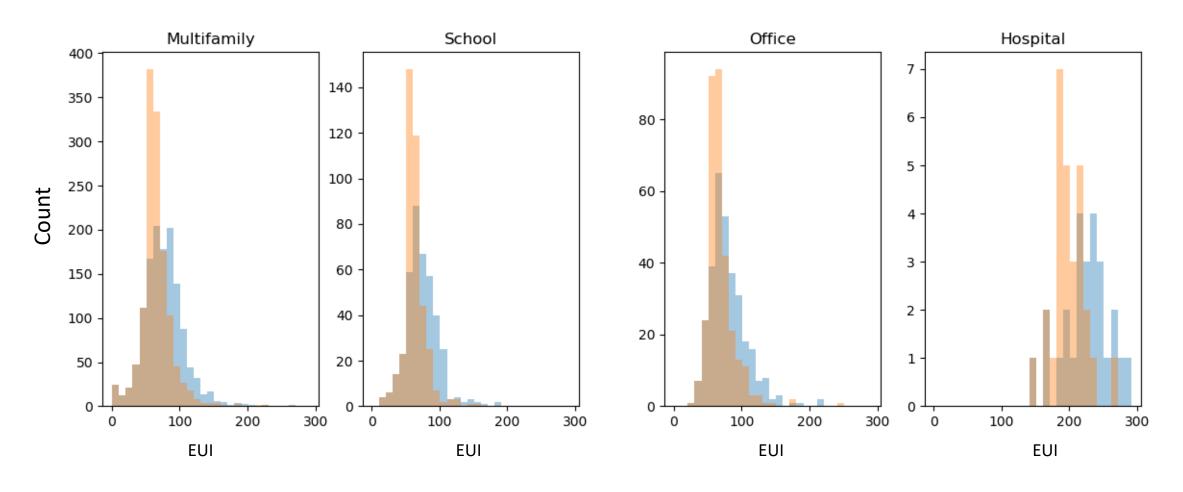
Utility Technical Potential Savings – Stretch Code Pathways

	Baseline (Current RAP savings)	Code pathway (MT Savings)	
ComEd (gross kWh)	16,975,906	36,294,487	39,044,584
Ameren elec (gross kWh)	n/a	4,132,843	4,445,996
Ameren gas (gross therms)	n/a	99,790	107,351
Nicor (gross therms)	321,504	687,376	739,459
Peoples (gross therms)	166,412	355,789	382,748





Building Performance Standards (BPS) – EUI shift



EUI shift in existing building stock from adopting BPS



Building Performance Standards (BPS) – Energy Savings

	Office	Hotel	Multifamily	School	Hospital	Other
Electric savings (%)	9.4	11.4	9.9	10.9	10.6	7.9
Gas savings (%)	13	13	12.3	11.6	10.8	10.2

	Gross Savings per BPS cycle	Savings (%)	
Electric savings (MWh)	660,465	10%	
Gas Savings (Therms)	30,519,555	12%	



IL Codes Program Timeline (Illustrative)

2	021	2	022	2023 2024	2025 2026	2027		
State baseline code								
IL-ECC update process		IL-ECC 2021 in effect for	IL-ECC 2021 in effect for construction starts			IL-ECC 2024 in effect for starts		
Claim projects under IL-ECC	2018 baseline		Claim pro	ojects under IL-ECC 20	021 Claim with	IL-ECC 2024		
State model stretch code	е				Claim with	TIL-ECC 2024		
Policy	rafting	Available for adoption			Update			
						,		
Evanston stretch code								
Engage stakeholders Ado	pt In effect for	construction starts						
			RAP savings	MT savings		7		
Chicago stretch code								
Engage stakeholders	Adopt	In effect for construction s	tarts					
				MT savings				
Metropolitan Mayors Car	ucus – stretch code							
Engage mayors Engage st	akeholders Adopt	In effect for construction s	tarts					
				MT savings				

Note: Timelines are for discussion purposes only. To-date all programs are proposed only.



IL BPS Program Timeline (Illustrative)

	2021	20	22	2023	2024 2025	2026 2	2027
Chicago BPS							
Engage stakeholders or	policy	Design & launch program	launch program 1st compliance period				
				RAP savings MT savings			
Metropolitan Mayors	Caucus – BPS						
Engage mayors	Engage community on poli	су	Design/Launch/Benchm	narking	1 st compliance period		
				 	RAP savings	MT savings	
State model BPS							
Policy	Drafting	Available for adoption					

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Phase 2: Looking ahead

- Continue conversations with key stakeholders
 - IL SAG MT Working Group
 - Evanston
 - Chicago
 - MMC communities
 - IL Capital Development Board
- Based on feedback: Work <u>with</u> communities, not <u>to</u> communities
- Focus is on long-term savings opportunity
- Understanding equity implications and potential resolutions



Identifying pathways to claim savings

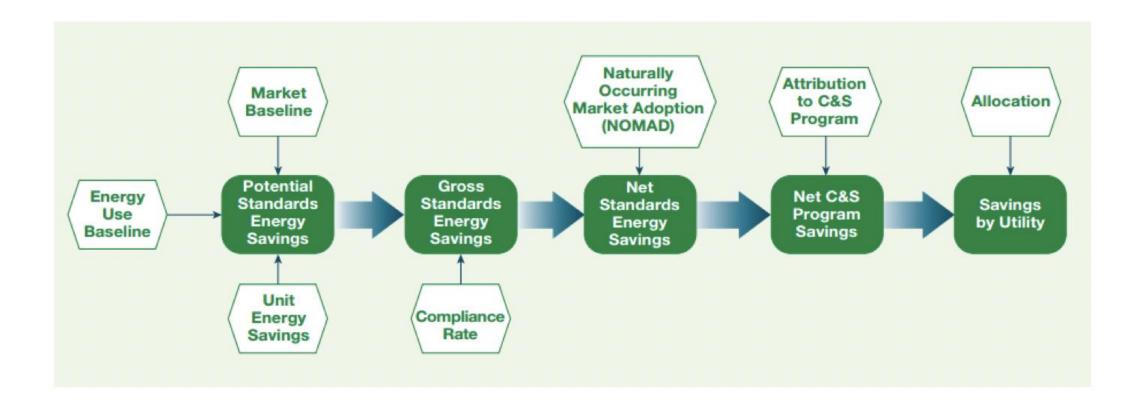
Resource acquisition program

Leverage current structures of RAP to drive increase participation within the current portfolio of utility programs

Market Transformation A market transformation approach would require the development of procedures for market characterization and participation in programs



Codes and Standards Program Evaluation Model





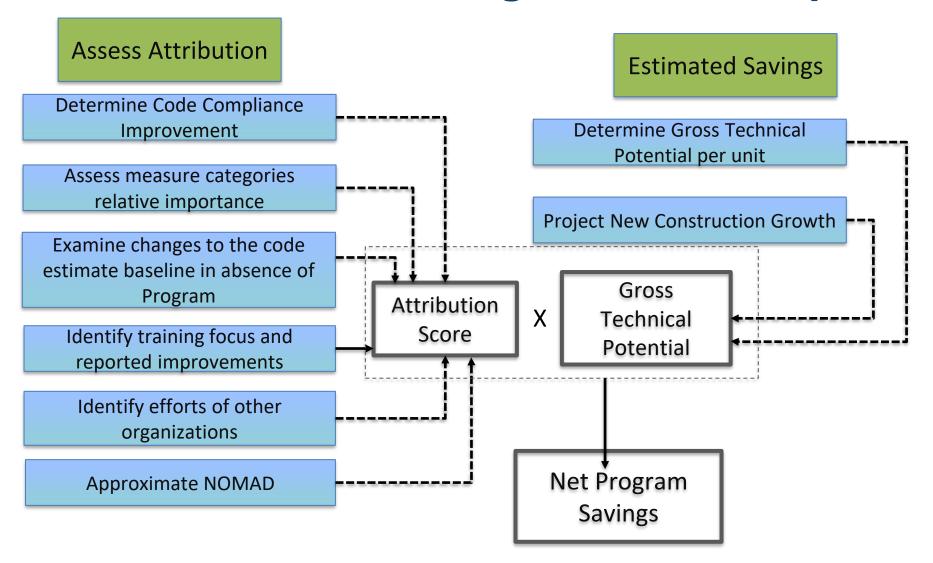
Attribution models

Key assumption: utilities influenced the implementation of the statutory municipal codes or standards programs themselves

- Requires documentation of utility engagement and influence on the programs
 - Engagement with policy process
 - Training or technical assistance
- Approaches may include negotiated attribution or Delphi panels



Attribution and Savings Model Example





Phase 2 Deliverables

- Development of engagement and utility support plans specific to:
 - Municipalities
 - IL code officials
- Program logic model and administrative framework that incorporates potential savings and cost-effectiveness of the approach
- Advance savings and attribution discussions with IL SAG to establish protocols
- Coordinate with program evaluators around savings models
- Final report summarizing Phase 2 activities and key findings



Considerations

SAG MT Working Group: We are looking for further engagement with this group on attribution and more.

- Attribution
- Ease of implementation
- Measure life
- Equity
- Other evaluation considerations



Questions?

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