# 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
  - Savings opportunity
  - Engagement summary
- 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 code, 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)**

**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.



#### 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
- 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





#### 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



#### 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



#### 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



# 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 methods
  - Chicago benchmarked data
  - BPS to worst performing buildings (65 percentile or above)
  - 15% energy improvement goal per cycle (4-6 years

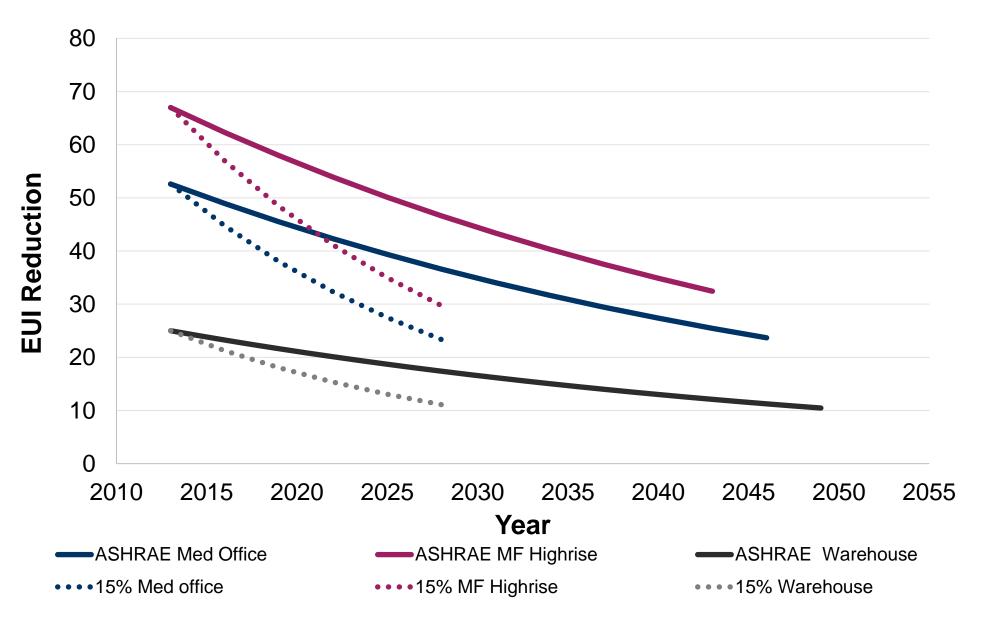


# **Stretch codes – Net-zero enabled targets**

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

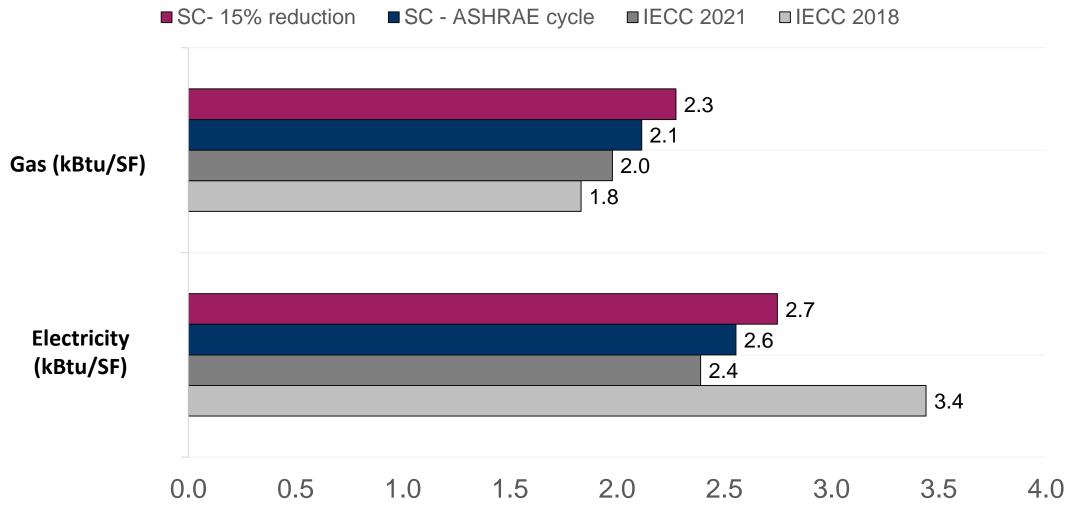


# Savings potential – stretch code pathways





#### Savings – stretch code pathways



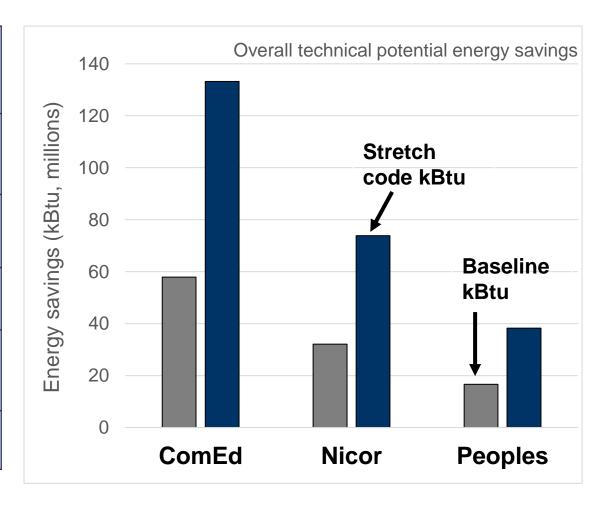
#### Illinois Technical Potential Savings: stretch code pathways

	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





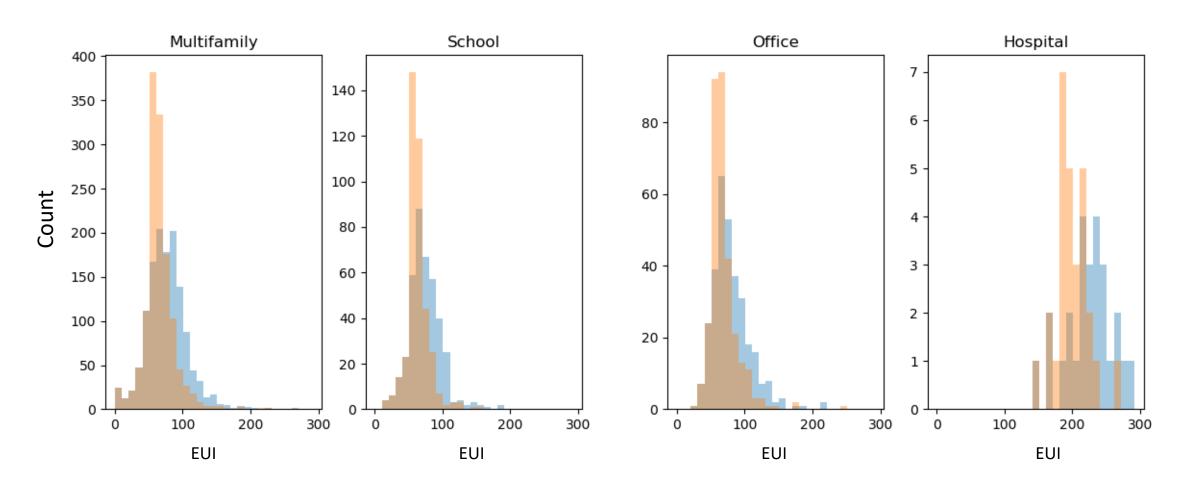
# Building Performance Standards (BPS) – Energy Savings

	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%	



# **Building Performance Standards (BPS) – EUI shift**



**EUI** shift in existing building stock from adopting BPS



#### **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		1st comp	iance period		
				RAP savings MT savings			
Metropolitan Mayors	Caucus – BPS						
Engage mayors	Engage community on poli	су	Design/Launch/Benchm	narking	1 <sup>st</sup> compliance period		
				 	RAP savings	MT savings	
State model BPS							
Policy	Drafting	Available for adoption					

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



# Phase 2: Looking ahead

- Continue conversations with key stakeholders
  - IL SAG
  - Evanston
  - Chicago
  - MMC and other 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

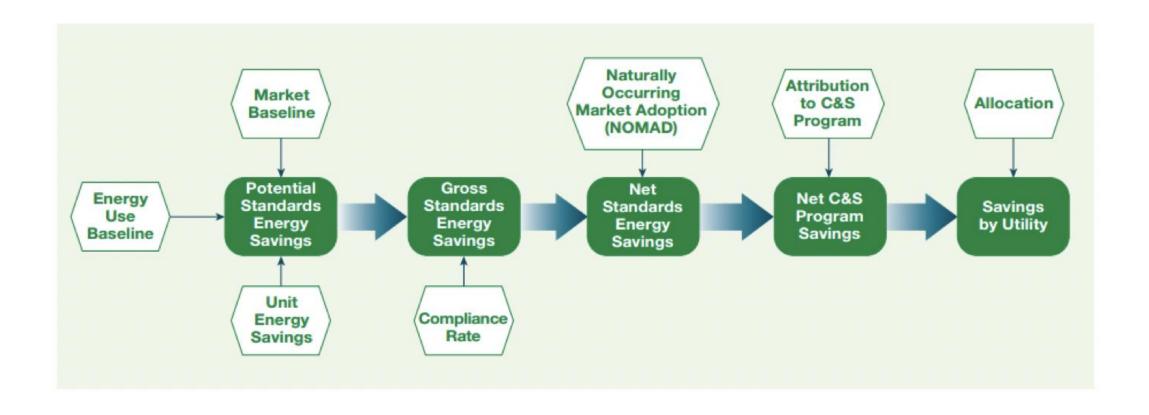
Resource acquisition program

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**





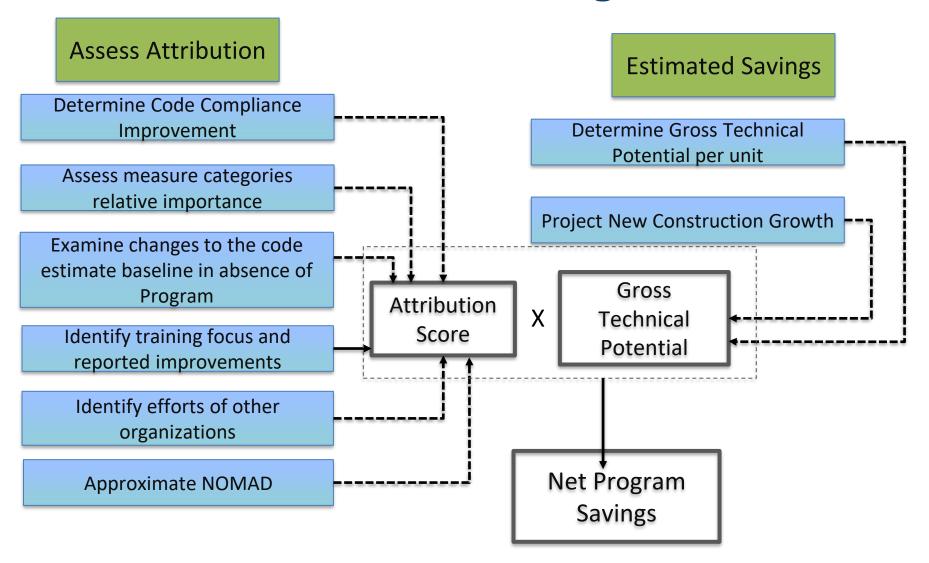
#### **Attribution models**

**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**





#### **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



#### **Questions?**

Jeannette LeZaks: jlezaks@slipstreaminc.org

Alison Lindberg: alindburg@mwalliance.org

