

# Building Performance Improvement Board

6/26/2024

Learn more at <a href="https://www.montgomerycountymd.gov/green/energy/beps.html">https://www.montgomerycountymd.gov/green/energy/beps.html</a>

1

### Agenda

- Admin Items
- CY 2023 Benchmarking Data
- County BEPS Regulation Update
- State BEPS Regulation Update
- Idea of documenting actions/projects that have had a positive effect on building energy use
  - Green Leases Overview



## **Administrative Items**

### Actions

• Approve 4/17 meeting notes



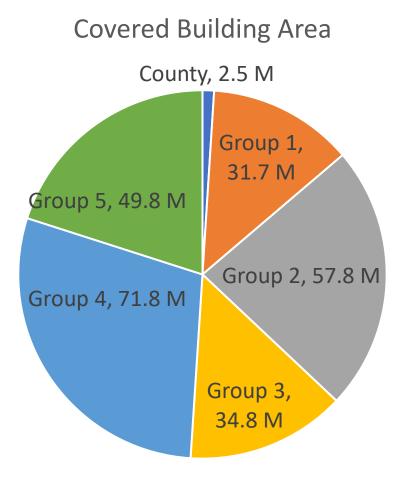
# **CY 2023 Benchmarking Update**

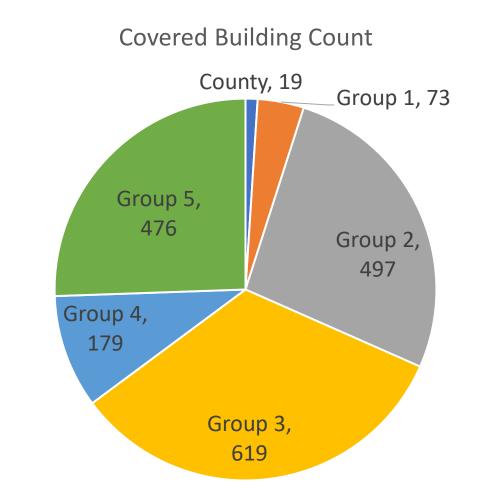
### **CY 2023 Benchmarking Reporting**

- Due June 3, 2024
- Now including all building groups / buildings 25k+ gsf
- New DEP reporting portal to submit completed reports
- New Pepco aggregated data site and reenrollment

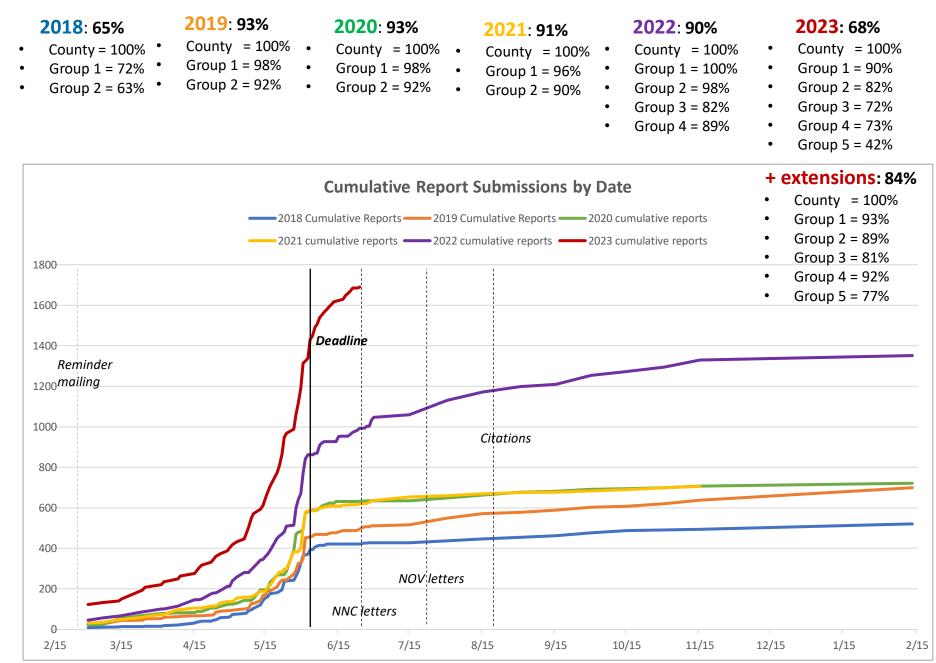
### **Building Coverage**

• Roughly 248 million gross sq ft across 1,863 covered buildings:





#### **Reporting Rate Over Time**

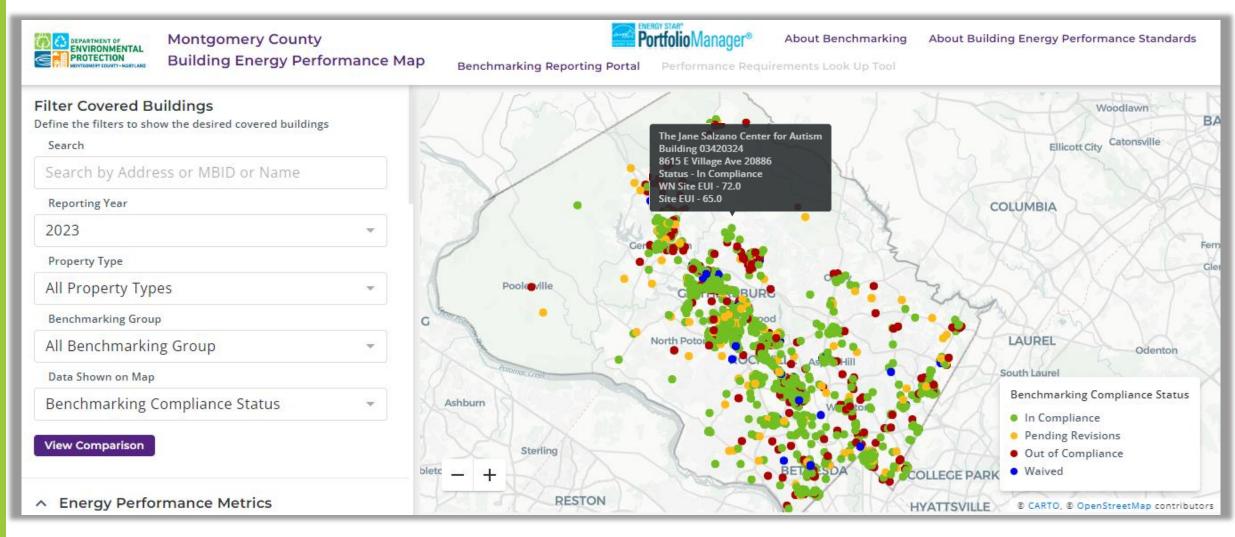


#### **Benchmarking Next Steps**

- Follow up with reporters still in "pending revisions" status
- Notice of non-compliance letters mailed to contacts of buildings not yet reported and without extensions filed
- Send notice of violation, ~August
- Generate and email annual benchmarking scorecards
- Issue citations, ~September
- Publish annual report and data disclosure spreadsheet by Oct 1

### **Forthcoming Public Data Tools**

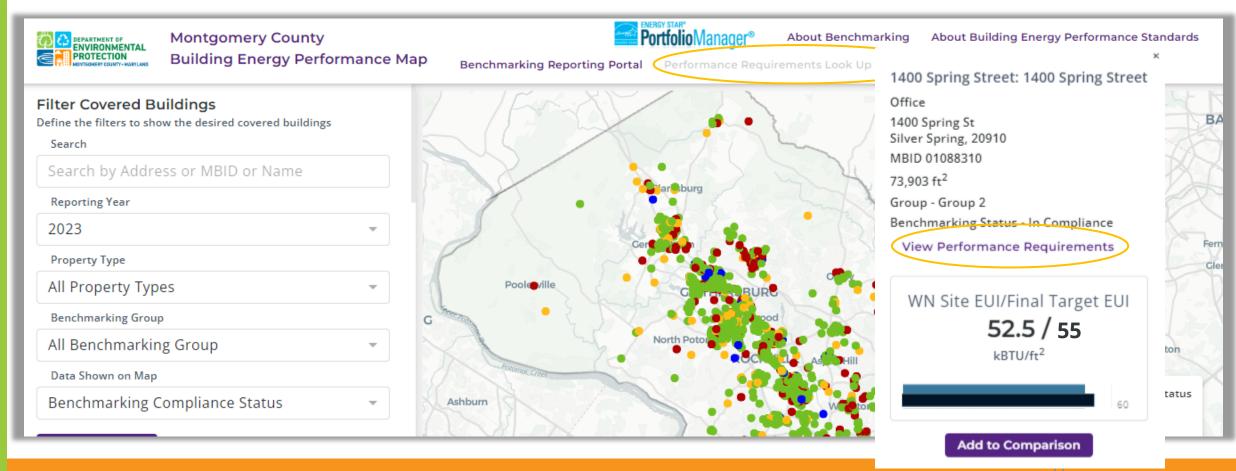
#### 1. Coming soon! Energy Benchmarking Map



### **Forthcoming Public Data Tools**

#### Coming soon! Target Look-Up Tool

- Site EUI standards still pending Council approval of BEPS regulations
- Will provide baselines, latest performance (including onsite renewable energy credit), and "projected" interim and final site EUI standards (including area weighted targets, parking, and pool adjustments) based on proposed regs



## **Forthcoming Public Data Tools**

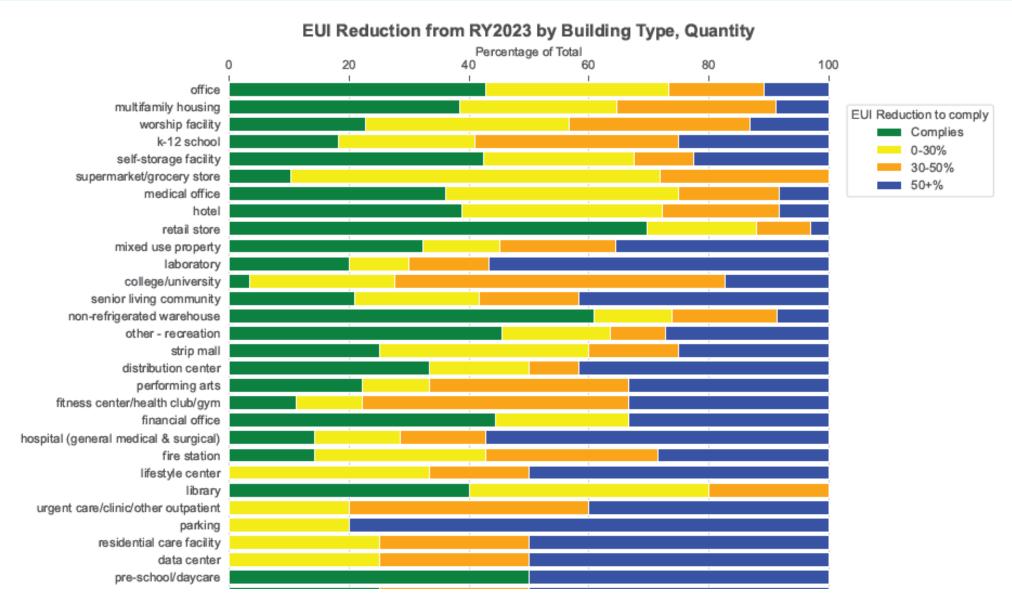
#### **Denver Example:**



R			About Benchmarking	About Performance Requirements	Resource Center	Energize Denver Map	Building Perfor	nance Forecastin
		Building Info						
		Building ID: 5279 Street Address: 2000 Valentia S Building Size <sup>1</sup> : 108,002 sq. ft.	öt.					
		Benchmarking Requirer	ments					
		Current Status: In Compliance Current Site EUI: 68.1						

	Target EUI <sup>3</sup>		Performance Period <sup>5</sup>	Reporting Year <sup>6</sup>
Baseline	69.4	2019	-	2020
1st Target	59.7	2025	Jan 1 - Dec 31, 2025	2026
2nd Target	53.8	2027	Jan 1 - Dec 31, 2027	2028
Final Target	48	2030	Jan 1 - Dec 31, 2030	2031

#### CY 2023 Benchmarking Site EUI vs Proposed Standards by Building Type



Building Type

#### CY 2023 Benchmarking Site EUI vs Proposed Standards by Building Type

EUI Reduction from RY2023 by Building Type, Quantity								
Building Type	Total Buildings	Complies	0-30%	30-50%	50+%			
Total	1214	423	332	257	202			
office	342	43%	31%	16%	11%			
multifamily housing	283	39%	26%	27%	9%			
worship facility	53	23%	34%	30%	13%			
k-12 school	44	18%	23%	34%	25%			
self-storage facility	40	42%	25%	10%	22%			
supermarket/grocery store	39	10%	62%	28%	0%			
medical office	36	36%	39%	17%	8%			
hotel	36	39%	33%	19%	8%			
retail store	33	70%	18%	9%	3%			
mixed use property	31	32%	13%	19%	35%			
laboratory	30	20%	10%	13%	57%			
college/university	29	3%	24%	55%	17%			
senior living community	24	21%	21%	17%	42%			
non-refrigerated warehouse	23	61%	13%	17%	9%			
other - recreation	22	45%	18%	9%	27%			
strip mall	20	25%	35%	15%	25%			
distribution center	12	33%	17%	8%	42%			
performing arts	9	22%	11%	33%	33%			
financial office	9	44%	22%	0%	33%			
fitness center/health club/gym	9	11%	11%	44%	33%			
fire station	7	14%	29%	29%	29%			
hospital (general medical & surgical)	7	14%	14%	14%	57%			
lifestyle center	6	0%	33%	17%	50%			
urgent care/clinic/other outpatient	5	0%	20%	40%	40%			
parking	5	0%	20%	0%	80%			
library	5	40%	40%	20%	0%			
data center	4	0%	25%	25%	50%			
residential care facility	4	0%	25%	25%	50%			

#### EUI Reduction from RY2023 by Building Type, Quantity

### CY 2023 Benchmarking Site EUI vs Proposed Standards by Building Type 2

repair services (vehicle, shoe, locksmith, etc.)	4	25%	25%	25%	25%
social/meeting hall	4	25%	0%	25%	50%
pre-school/daycare	4	50%	0%	0%	50%
other - education	3	33%	33%	33%	0%
other - mall	3	33%	33%	33%	0%
enclosed mall	3	67%	0%	33%	0%
other - services	3	0%	0%	33%	67%
bowling alley	2	50%	50%	0%	0%
wholesale club/supercenter	2	0%	0%	0%	100%
police station	2	0%	0%	50%	50%
transportation terminal/station	2	0%	50%	0%	50%
courthouse	2	0%	50%	0%	50%
prison/incarceration	2	0%	50%	0%	50%
movie theater	1	0%	100%	0%	0%
ice/curling rink	1	0%	0%	100%	0%
manufacturing/industrial plant	1	0%	100%	0%	0%
other - public services	1	0%	0%	0%	100%
outpatient rehabilitation/physical therapy	1	0%	0%	0%	100%
other - entertainment/public assembly	1	0%	0%	0%	100%
other - lodging/residential	1	0%	0%	100%	0%
other	1	0%	0%	100%	0%
refrigerated warehouse	1	100%	0%	0%	0%
vocational school	1	100%	0%	0%	0%
vehicle dealership	1	0%	0%	0%	100%



## **County BEPS Regulation Update**

#### **T&E Listening Sessions**

Scheduled:

• July 15, market rate multifamily and common ownership communities

Potential September - October sessions:

- Financing & technical assistance Montgomery County Green Bank
- Worship facilities
- Utilities
- Commercial buildings

#### **Full Council Consideration**

- The Council approved a <u>resolution to extend the deadline</u> for consideration of Executive Regulation 17-23, Building Energy Performance Standards to September 30, 2024.
- Likely to be further extended given T&E schedule



# **State BEPS Regulation Update**

#### **State BEPS Regulations**

- State budget amendment to delay action on site EUI standards component of the State's Building Energy Performance Standards
  - Requires MDE to complete additional reporting and likely await statewide benchmarking data until adding site EUI standards to regulations
- MDE planning to adopt updated regs by end of 2024 to include:
  - Benchmarking requirements. Covered buildings begin reporting CY 2024 data by June 1, 2025
  - Direct emissions standards for 2030 and 2035 (and 0 by 2040)

#### **State BEPS Regulations**

- Likely next steps:
  - Share draft regulations with stakeholders
  - Present to Air Quality Control Advisory Council (AQCAC)
  - Publish updated draft regulations in register for public comment period which culminates in a public hearing
  - Transmit regulations to Joint Committee on Administrative, Executive & Legislative Review (AELR)
  - Adopt regs before the end of 2024



# Idea of documenting actions/projects that have had a positive effect on building energy use

# TOWER

# **Green Leasing**

#### What is it?

- Program sponsored by IMT and the Better Buildings Alliance
- New language in commercial and residential leases that helps encourage or ensure energy savings
- Required efficiency ratings for new equipment (especially useful for tenant fit-outs)
- Required sub-metering of various loads—may be done upon move-in or during tenancy
- · Language authorizing passthroughs for efficiency-related project costs

#### How Effective is it?

- It is most effective for commercial leases where a space is being built-out for a new tenant, and where sub-metering can be effectively done
- The program claims 22% energy savings in offices—I'd personally estimate closer to 10% after you've hit a critical mass of in-place leases
- Over time, as turnovers increase the number of tenants under a green lease, it helps incentivize better energy habits via sub-metering and ensures that clients and owners are all moving in the same direction

#### Performance-based leasing is a Green Lease 2.0

• Some tenants may be asked to not use more than a certain amount of energy within the terms of their lease or face a penalty

# **Challenges and Resources**



#### Challenges

- The Green Lease terms become a point of negotiation during the leasing process—can be contentious if brokers or attorneys are not sold on green leasing
- The impact on residential is fairly limited—enforcement becomes legally challenging

#### Green Lease Leaders Program

- Can be certified as tenant or landlord
- <u>https://www.greenleaseleaders.com/</u>
- Many resources on possible language, ways to structure the green lease addendum, case studies, etc.

## **Other Topics / Volunteers?**

- Energy audits (contracting, best practices, identifying a vendor, etc)
- Retro-commissioning / continuous commissioning
- Lighting
- HVAC
- Pumps/fans
- Electrification (whole building, partial, by system)

### **Questions?**

#### **Emily Curley**

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#### **BPIB Webpage**

https://www.montgomerycountymd.gov/green/energy/bpib.html

#### **Stay Informed**

Check BEPS website for real-time updates:

https://www.montgomerycountymd.gov/green/energy/beps.html

Sign up for <u>Commercial Energy Newsletter</u>

