

## **Today's Objectives**

- State has ambitious goals for carbon reduction
- Cities need to take actions to meet those goals
  Cities can amend Building Codes to support meeting those goals
- · Model Code Language developed to accomplish the above

# **Goal - Increase Electrification of Buildings** Emissions reductions and decarbonization · CA Executive Order B-55-18 for Carbon Neutrality by 2045 Sourcing clean electricity has never been easier Natural Gas and Transportation contributions must reduce

## **Summary about Code**

Title 24 provides the following for three years until the next code cycle:

Building Pathways (Energy Code)

1. Dual-Fueled (electricity + natural gas) — a cost effective model or list

2. All-Electric - a cost effective model or list

EV Charging (CalGreen)
A minimum <u>Ouantity. Readiness</u>, and <u>Recharging Rate</u> for electric vehicle charging stations per building type — single family, multifamily, commercial

### What about Building Codes

- All New Construction must meet Title 24 Building Codes

  Code governs both the building and the EV charging infrastructure (among other things)

  Natural Gas: Many buildings use fossil fuels for heating (space and water)

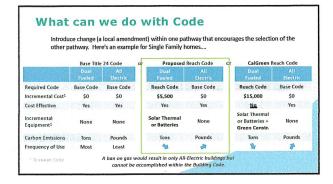
  Transportation: Some vehicles (EV's for example) pollute less than their fossil fuel peers
- Cities can make local amendments to those Codes to meet local conditions or values

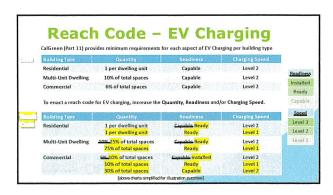
   A Local Amendment (or Reach Code) must include at least one cost-effective pathway

# A building code, based on what it contains, can <u>encourage the selection</u> of the Pathway based on what is <u>required within</u> the Pathways.

# Reach Codes - What & Why Maintaining the lowest cost construction option (all-electric) encourages developers to build cleaner, healthier, lower cost buildings fueled by pollution free electricity. Santa Clara county leads the state in EV adoption rate. The base recommendation is too low to meet local need. Installing charging stations later cost 2-4x as much.

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#### **Sample Recommendation**

- Buildings: Adopt a Reach Code to encourage developers to select healthier, safer, all-electric buildings.
   By increasing the cost to construct for fossil fueled buildings, this pathway becomes less attractive.
  - Note: natural gas fueled homes already cost about \$5,000 more to construct
  - A developer can select the lowest cost pathway, All-Electric
- . EV: Adopt a Reach Code reflects Santa Clara County's much higher than average adoption rate, provides more opportunities for EV's within the multifamily community, and saves money by doing so during construction, rather than retrofitting later.

## Questions? PENINSULA CLEAN ENERGY 2019 Building Electrification & EV Infrastructure Reach Code Initiative Reach Code Websites: SiliconValleyReachCodes.org Rafael Reyes Director of Energy Programs Peninsula Clean Energy Reyes@peninsulacleanenergy.com Phone: 650-257-2116 Cell: 415-225-7645 John Supp Manager of Account Services Silicon Valley Clean Energy John.Supp@svcleanenergy.org Phone: 408-721-5301 x1014 Cell: 650-646-1524 Rachael Londer Sustainability Coordinator County of Santa Clara, OOS RLonder@smcgov.org Phone: 650-363-4077 **PENINSULA** SILICON VALLEY CLEAN ENERGY **CLEAN ENERGY**

#### **Appendix Slides**

#### What is Cost-Effective

- Definition of Cost Effectiveness (applies to Buildings Only)
   "any required measure must save at least as much on the utility bill as the measure itself costs"
   So, if a measure costs \$1500, it must save \$1500 or more on future utility bills
- The default code (aka Title 24 without local amendment) is considered cost effective by the California Energy Commission.

#### What is a Pathway

- Definition of Pathway

  - muton or ratinway "the code must include separate methodologies based upon the fuel source (natural gas, electricity, or both) of the building."
    A natural gas only building essentially does not exist. So, a <u>dual-fuel</u> building is more likely, using a combination of natural gas and electricity.

- Dual-Fuel Building a model or list of what is required Electricity-fueled (aka "All-Electric") Building a model or list of what is required

## Will More Electric or All-Electric Help?

- · Lower first costs by not constructing natural gas infrastructure
- Operational costs (dependent on many factors)
- Lower risk pathway according to California Energy Commission
- **Healthier air quality** from eliminating indoor combustion according to California Air Resources Board
- Massive carbon reduction compared to current dual fuel (natural gas + electricity) buildings

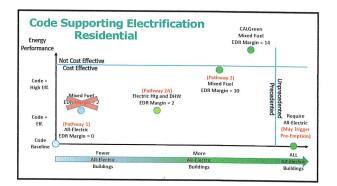
## Already included in 2019 Title 24 Code

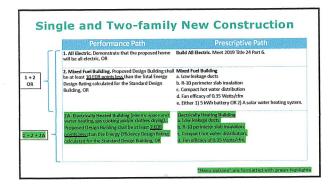
	Residential	Nonresidentia
Performance Compliance Margin	Energy Design Rating (EDR)	Percentage
Solar Photovoltaics (PV) Installation	Sized to offset annual kWh consumption of mixed-fuel	n/a
Electric-ready	120V/20A for future electric water heater installation	n/a

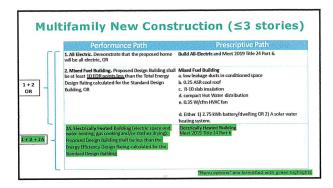
## These model codes ...

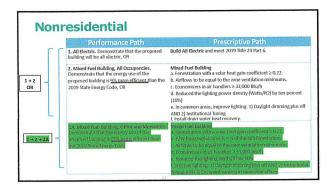
- Represent maximum found cost-effective
- Balance regional consistency and ability for customization
- · Strong suggestions are not formatted
- · Live in Energy Code, but can be integrated with other codes
- Should be reviewed and refined through your normal processes

Mandatory for New Construction, Additions, Alterations 240V/30A circuit\* Condensate drain Water Heating 120V/20A circuit 240V/40A circuit\* Clothes Drying Cooking 240V/50A circuit\* Space Conditioning 240V/30A circuit\* Solar (PV) installed Require PV (non-residential only) Encourage building simulation and compliance forms by certified energy analysts (must include definition of what meets certified standard) Options are formatted with green highlights









## **Frequently Asked Questions**

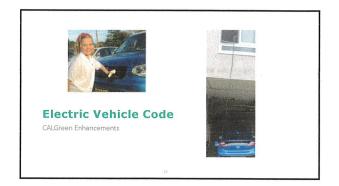
- · Additions/Alterations/ADUs? Electric-ready reg's only
- High Rise Multifamily? Carve-out added to code with results ~Aug/Sep
- Mixed Use? Average of compliance margins required in other spaces, weighted by floor area
- Core and Shell Nonresidential? Exception for core-and-shell which allows plumbing to be installed with no increased performance required. When gas meter is installed (i.e., the tenant would like gas) reach code is required. (currently under development).

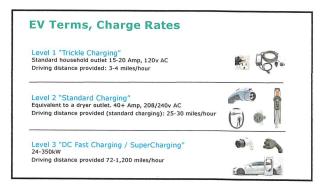
## Where Are We Now?

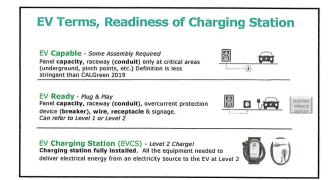
- For each building type, select 1 & 2, 1 & 2 & 2A, or Other (specify)
  - Single and Two-Family
  - Multifamily (≤3 stories)
  - Nonresidential
- Report out on <u>current</u> thinking. This is not a commitment.

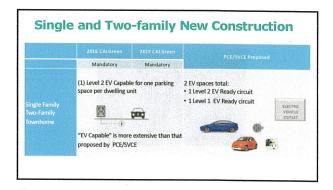
## Discussion

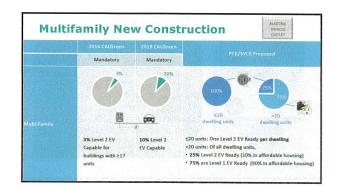
- What works?
- What is still unresolved?
- How closely aligned are we? How important is that?

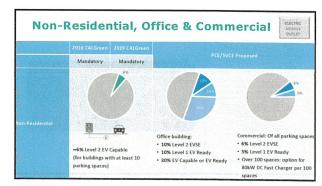












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## Where Are We Now?

- For each building type, identify  $\ \checkmark\ {
  m OK\ as\ is},$  or Increase Quantity, Readiness, or Charge Rate
  - · Single and Two-Family
  - Multifamily (≤3 stories)
  - Nonresidential
- Report out on <u>current</u> thinking. This is not a commitment.

#### Discussion

- · What is still unresolved?
- How closely aligned are we? How important is that?

#### **Tools and Resources**



## **Adoption Tools & Resources**



#### Presentation to Council

- Staff Report Template
   Reach Code Ordinance Language
   Presentation Template

- Housing Impacts
   FAQs

## **Implementation Tools & Resources**

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#### Permitting, enforcement, and inspection resources

- Permit Checklist
- Training for Building Department Staff
  FAQs

### **Implementation Tools & Resources**



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#### How do we go from here to there?

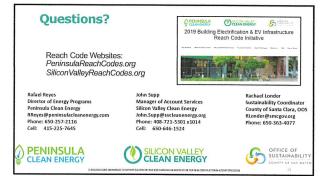
Conceptual Next Steps

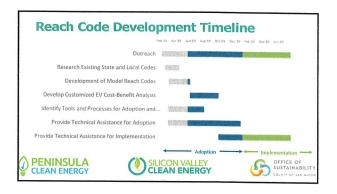
- Staff agreement on proposal
  - · What is needed for this?
- Stakeholder Engagement(s)
- · What is needed for this?
- · Refine as warranted
- · Including this topic on Council calendar
  - What Month are you planning to vote on Building Codes?
  - · What is needed? Staff Report? Other?

#### Wrap-up

- · Summarize findings of "Where are we Now"
- Schedule support for your upcoming internal, stakeholder, or council
- · Develop additional tools/resources

"Together, we can make an incredible difference – Economics and the Environment <u>hoth</u> win in this Reach Code." -- Unnamed SVCE staff member

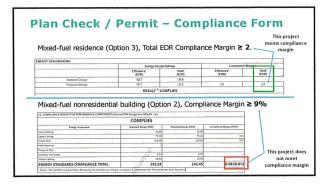




## **Next Steps** Activities: Review Proposed Reach Codes with your city staff members · Share this with important community groups and commissions Engage Consultation support by contacting your respective OOS/PCE/SVCE representative Request \$10k Grant from PCE/SVCE Sign up for June 6<sup>th</sup> EV Infrastructure Code Webinar Questions: - 1s this on an internal commission schedule? - 1s this scheduled on a Council Agenda? - 1s this scheduled the proposed language? - Has legal reviewed the proposed language? - When does your city plan to vote on all new Title 24 language? PENINSULA CLEAN ENERGY SILICON VALLEY CLEAN ENERGY







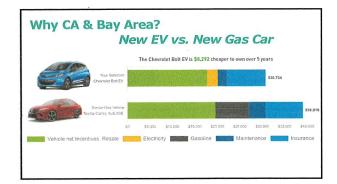
## **EV Interest & Adoption**

- · Residents very interested in adopting EVs
- PCE Survey: Interest in adopting is independent of whether they have a garage
- Charging access is the #1 concern

#### Palo Alto Resident Survey

- 7 in 10 existing EV drivers likely to get a 2<sup>nd</sup> EV
- 70% of non-EV drivers "extremely" interested in getting an EV if they knew charging would be readily available





#### **Local Economic Impacts**

#### Reduced fueling costs for residents

- By 2025 approximately 100,000 EVs in PCE and SVCE
- EV savings over gas car \$1,200+/year

#### Reduced capital expenses

- 50,000 new housing units
- EV Reach Code <\$1.5k/unit at new construction
- \$7k/unit for retrofit

Savings (and costs) stay local

Over \$100M/yr
Sovings by Santa Clara and
SVCE territory Residents

\$300M In avoided

## Feedback on Draft & Response

- EV Ready is preferred:
  - Access to Power
- · Level 1 can be effective, reduce costs:
  - High Level 1 to Level 2 Ratio
- · Impact on Affordable Housing:
  - Lower power requirements
  - Incentives
- Future Technologies:
  - Large raceway
  - Load management
- DC fast charging:
  - Option for commercial sites





#### Affordable Housing

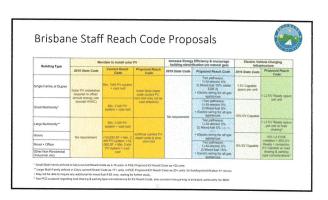
- 1. Adjusted Code Requirement
- 10% Level 2 EV Ready (CALGreen)
- 90% Level 1 EV Ready



- Financial Support Program (Under Development)
   To cover most or all of install cost above State code
   Available in cities that adopt reach codes

- Available during the 2020-2022 code cycle
- Specific funding amounts are under development
- Technical assistance on implementation, including policies such as pricing, access control, etc.

#### Reach Code Map (Electrification v Performance) Mixed Fuel EDR margin = 14 (CALGreen) (Not Cost Effective) High (PCE/SVCE) Mixed Fuel EDR margin = 10 Low Mixed Fuel Electric Htg and DHW EDR margin = 2 (May Trigger Pre-Emption) None Electric-Ready Wiring Require All-Electric Encouraged Electrification



## **Key Terms**

All-Electric - Buildings using permanent supply of electricity for space heating, water heating, cooking, and clothes drying, with no natural gas plumbing installed.

Mixed Fuel – Uses natural gas or propane as fuel for space heating, water heating, cooking appliances or clothes drying appliances or is plumbed for such equipment.

Compliance Margin – How much less energy a building uses than state code, expressed as a percentage (e.g., 5%) or EDR (e.g., 1 point)

Mandatory Requirements - Features that must be installed, as applicable.

Performance Pathway - Demonstrate compliance using a compliance margin using CEC-approved modeling software.

Prescriptive Pathway - Demonstrate compliance using a list of specific measures (e.g. drain water heat recovery).

## **PURPOSE** of the Reach Code

- Encourage developers to select cleaner electric pathway
- Preserve at least one lowest cost construction pathway for each building type (just meet the code, no reach)

How can we do this?

By maintaining Title 24 baseline code for all-electric buildings, the all-electric pathway becomes more appealing to developers from a cost perspective and resulting in a lower emissions, healthier building.