



# 2023 LA Affordable Housing Decarbonization Summit

February 16, 2023

This summit is made possible by a generous grant from the Wells Fargo Foundation.





## Agenda

- Welcome
- Framing LA Affordable Housing Decarbonization
- Panel 1: Advancing All-Electric New Construction
  - Break (15 min)
- Panel 2: Demystifying Electrification Retrofits
  - Lunch 12:30-1:30 PM & Raffle Prize
- Panel 3: Policies for the Decarbonization of Los Angeles' Affordable Housing
- Closing & Announcement





# Framing: Decarbonizing Affordable Housing

2023 LA Affordable Housing Decarbonization Summit

## Policy Trends: Moving Towards Decarbonization

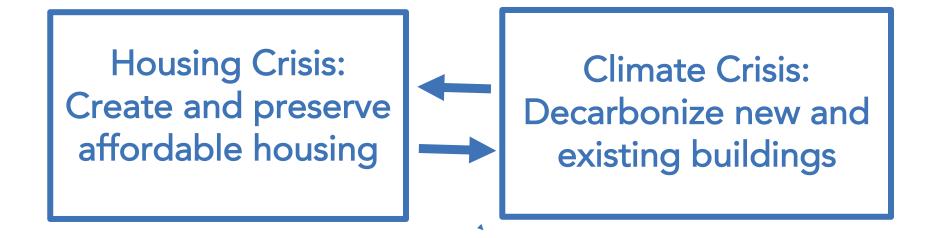
### California

- SB 100, signed 2018, targets 100% zero-carbon electricity & achieving carbon neutrality by 2045
- 2022 California Building Code
   All-electric "ready"
- 70+ cities statewide have adopted policies to reduce reliance on gas in buildings

### LA City & LA County

- LA County: Decarbonization part of its 2019 regional sustainability plan
- LA City's All-Electric New Buildings Ordinance, 2022
  - Market-rate buildings- 4/1/23
  - Affordable housing buildings-6/1/23
- LA City considering electrification requirements for existing buildings:
  - 2022 LAHD, CEMO & LADBS reports
- Mayor Karen Bass' Executive
   Directive on Homelessness Crisis

### How Can We Achieve These Parallel Goals?



## Challenges: Decarbonizing Affordable Housing

- Working within cost constraints and complex capital stacks
  - · Retrofits: building conditions before electrifying
  - · Existing Utility infrastructure (e.g. transformers, panel, etc.)
- Equity & justice concerns
  - Low-income communities most impacted by unhealthy environments
  - · Electrification impact on tenants' energy bills
- Concerns about City readiness
  - · Staff capacity, inter-departmental coordination
- · Workforce concerns
  - · Learning curve for new requirements
  - · Availability of experience workforce

## Opportunities: Available Clean Energy Programs

### Statewide Programs

- Building Initiative for Low-Emissions Development (BUILD) Program
- Low Income Weatherization Program (LIWP)
- Technology and Equipment for Clean Housing (TECH)
- Solar on Multifamily Affordable Housing (SOMAH)

### Federal Funding

- Inflation Reduction Act (IRA) of 2022
  - Investment Tax Credits
  - Rebate programs

### Los Angeles City

### LA Dept of Water & Power

- Comprehensive Affordable Multifamily Retrofits Program (CAMR)
- Zero by Design

### **LABBC**

- Retrofit Accelerator
- Advisory Services

### **USGBC-LA**

- Green Affordable Housing Program
- Green Homes: Los Angeles

## Achieving Building Decarbonization

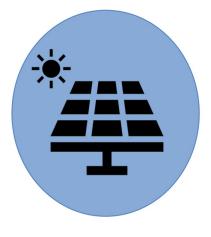
Building decarbonization is comprised of four components



**Energy Efficiency** 



Electrification



Renewable Energy



Managed Energy Load





# Advancing All-Electric New Construction

2023 LA Affordable Housing Decarbonization Summit

## **Panelists**



Jesus Hernandez Director of Housing Development Community Corp. of Santa Monica



Tim Kohut Director of Sustainable Design National CORE

## Panelists



Luca Costa Senior Associate, Projects Association for Energy Affordability





2023 LA Affordable Housing Decarbonization Summit

## Jesús Hernández



## Owner Perspective

- Vista Ballona Mar Vista
- All-electric
- Importance of MEPs

## Vista Ballona

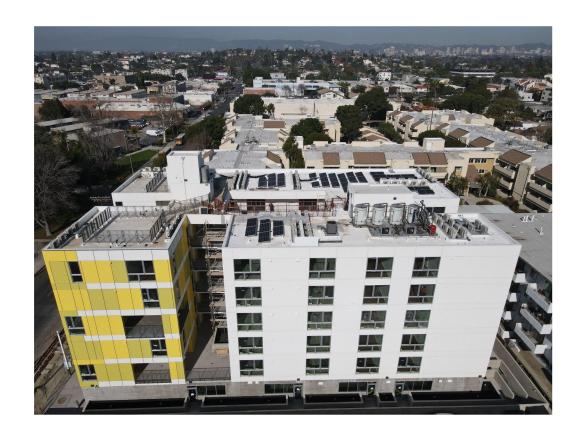
50 units; 30-80% AMI

- Large family housing
- All-electric with centralized water heater
- CUAC
- Rooftop solar



## Lessons learned

- Owner direction
- Standardize design
- Experienced MEPs
- Individual hot water heat pumps



## Individual Water Heat Pump

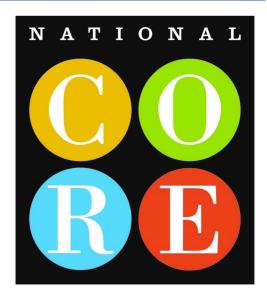






### 2023 LA Affordable Housing Decarbonization Summit

## Tim Kohut



## The Affordable Housing Playbook for the All-Electric Solution...

...economics, technology, budget...

Tim Kohut, AIA, CEA
Director of Sustainable Design
National Community Renaissance
tkohut@nationalcore.org

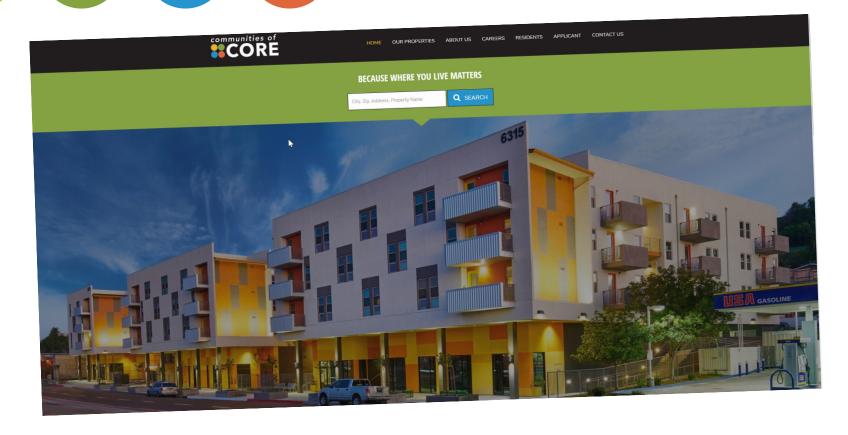




# Why should economics drive the design process?











### Our Commitment to Sustainability...

### National CORE awarded Power Builder distinction by U.S. Green Building Council's 2018 LEED Homes Awards

Jun 20, 2019

Annual awards honor prominent projects, developers, and builders in residential sustainability Rancho Cucamonga, Calif. – June 20, 2019 – National Community Renaissance (National CORE) has been named a Power Builder by the U.S. Green Building Council (USGBC) as a part...

read more

National Community Renaissance becomes first developer to sign onto AIA's 2030 Commitment

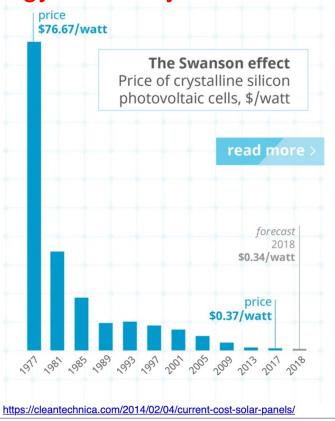
Apr 16, 2019

WASHINGTON – April 16, 2019 – The American Institute of Architects (AIA) is welcoming National Community Renaissance (National CORE), one of the nation's largest nonprofit developers of affordable housing, as the first developer to sign the AIA 2030 Commitment. AIA's... read more





### Energy Efficiency + Renewables – Why is this important now?



The Dropping Cost of PV

- 1. These are real savings
- 2. We see this playing out on every project.
- 3. Affordable housing developers must take advantage of this (there is too much at stake not to)
- 4. National CORE is way way ahead of the curve on this









Source Solar, Inc 310 N Indian Hill Blvd #403 Claremont, CA 91711 Phone 714.715.5901 Email <u>info@sourcesolarinc.com</u> Lic. 805496 S**&**LAR

August 13, 2021

Scott Bricker, Construction Manager National Community Renaissance ® 9421 Haven Ave. Rancho Cucamonga, CA 91730 909-477-9850 Direct

RE: Arrowhead Grove Solar

48.6kW DC carport-mounted solar photovoltaic system. \$82,134.00 (\$1.69/watt)

163.8kW DC Roof top mounted solar photovoltaic system. \$324,324.00 (\$1.98/watt)

Combined annual output of 303.4 MWh.

#### Exclusions:

- Carport structures
- Trenching and conduit from electrical rooms to carports

/ay

New Construction – Leaning Towards ZNE- San Ysidro Senior Village

### **Looks like ZNE**

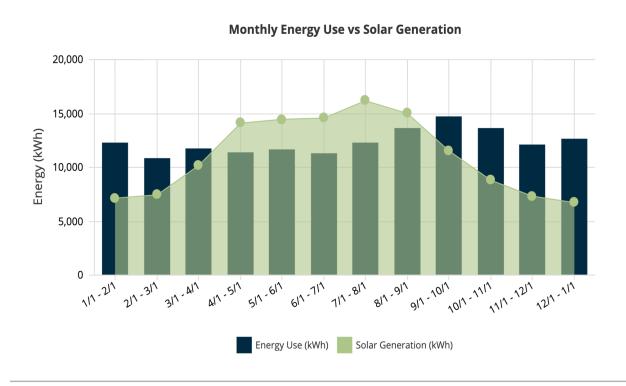
Master Metered, but this is building has a gas fired boiler







### **Utility Energy vs. Solar PV Energy**

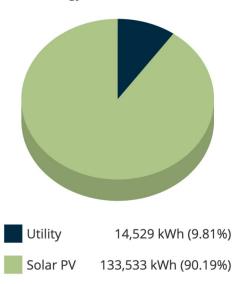


### **Solar PV System Rating**

Power Rating: 91,000 W-DC Power Rating: 79,266 W-AC-CEC

### **Energy Consumption Mix**

Annual Energy Use: 148,062 kWh



Building Energy from IESVE (or CBECC-Com/Res) and Energy Toolbase





### San Ysidro Senior Village

Master Metered SDG&E Bill No PV: \$56,775

With full rooftop PV SDG&E Bill: \$9,533

### 2.1.5 New Electric Bill

Rate Schedule: SDG&E - TOU-DR1

Time Periods	Energy Use (kWh)			Charges		
Bill Ranges & Seasons	On Peak	Off Peak	Super Off Peak	NBC	Energy	То
1/1/2018 - 2/1/2018 W1	3,200	209	1,724	\$211	\$1,743	\$1,
2/1/2018 - 3/1/2018 W1	2,547	-883	1,710	\$179	\$1,137	\$1,
3/1/2018 - 4/1/2018 W2	2,077	504	-1,010	\$186	\$544	\$7
4/1/2018 - 5/1/2018 W2	1,121	-824	-3,011	\$168	\$855	\$6
5/1/2018 - 6/1/2018 W3	836	-4,720	1,029	\$162	\$952	\$7
6/1/2018 - 7/1/2018 S1	585	-4,594	713	\$156	\$944	\$7
7/1/2018 - 8/1/2018 S1	878	-5,307	535	\$171	\$1,059	\$8
8/1/2018 - 9/1/2018 S1	2,145	-4,580	1,057	\$203	\$31	\$2
9/1/2018 - 10/1/2018 S1	3,333	-1,641	1.449	\$235	\$1.703	\$1.
10/1/2018 - 11/1/2018 S1	3,419	-680	\$233	\$2,231	\$2,46	4
11/1/2018 - 12/1/2018 W1	3,440	-370	\$211	\$1,609	\$1,82	0
12/1/2018 - 1/1/2019 W1	3,460	605	\$221	\$2,010	\$2,23	1
Total	27,041	-22,281	<b>₽</b> ∠∠ I	\$Z,010	ΨZ,Z3	-
Ames Associated (A)	0 1 1 2 1 2 1 2 1 1 1 1 1 1 1 1 1 1 1 1		\$2,337	\$7,197	\$9,53	3

**Annual Electricity Savings: \$47,242** 





## If you remember one slide, remember this one... What does \$47,000 in annual utility savings look like over time?

San Village –
51 Units –
Housing for
the formerly
homeless –
project is
master
metered

\$2M of operational savings in 30 years

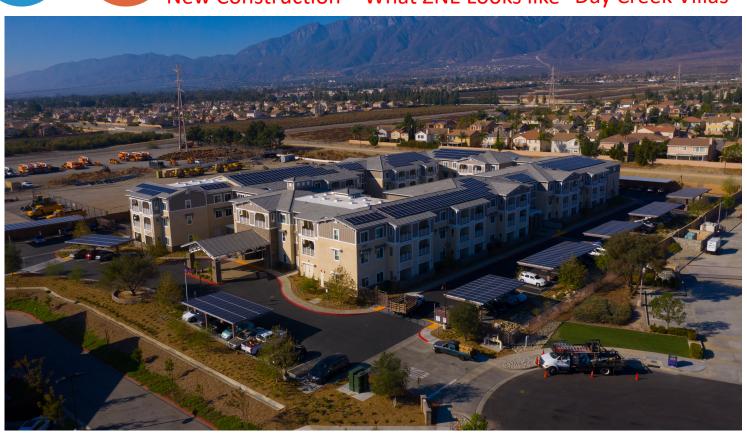
### **Cumulative Energy Costs By Payment Option**



### New Construction – What ZNE Looks like -Day Creek Villas

2016 Energy **Code Building** (in advance of the ZNE Energy Code)

410kW DC PV **System** 







New Construction – What ZNE Looks like - Day Creek Villas

**ZNE Common** Area + ZNE **Residential Units** (but still has natural gas boilers)

**Residential Utility Allowances** (using the CUAC) are less than \$7/mo







AHSC Funded (Affordable Housing Sustainable Communities)

368kW DC PV system (Rooftop + Carports)

Includes infrastructure to install one future EV Charger for each residential unit (101 total)







Planchecked in the 2016 Energy Code

All Electric and **ZNE Made Economic Sense** (even before the 2019 Energy Code)









**Well managed Roof for PV** 



**Ducted Minisplits – parapet mounted** Condensers

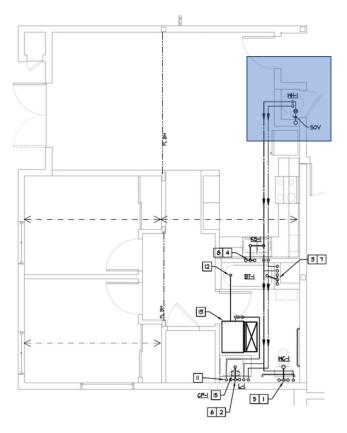




Decentralized
Hot Water
Heating
Heat Pump Hot
Water Heaters
(Energy Factor =
3.55)

Cost parity
with gas (gas
1/3 cost per
unit of energy
– HP 3.5 more
efficient









## How does this pay off for new construction? Published Utility Allowance Schedule

Rent + Utilities Cannot Exceed 30% of Family Income

Published Utility
Allowance Schedule (San
Bernardino County)

Allowances for U.S. Department of Housing
Tenant-Furnished Utilities and Urban Development
and Other Services Office of Public and Indian Housing

Hillity or Convice

Locality	Age	Unit Type	Date (mm/dd/yyyy)
San Bernardino County	mixed	Apartment	10/1/2020

Monthly Dollar Allowance

	Monthly Dollar Allowances							
	0 BR	1 BR	2 BR	3 BR	4 BR	5 BR	6 BR	
. Natural Gas	19	22	24	26	29	31	33	
. Bottle Gas	47	53	58	63	69	75	79	
. Electric	21	26	34	41	48	54	61	
. Natural Gas	3		5	7	8	10	11	
. Bottle Gas	7	9	13	17	20	24	26	
. Electric	9	10	15	21	28	34	39	
	32	38	53	68	84	101	115	
	17	2:	32	45	54	64	85	
. Natural Gas	7	8	11	16	20	24	26	
. Bottle Gas	16	19	28	38	48	58	62	
. Electric	20	23	33	43	53	63	72	
	44	46	60	81	102	123	140	
	36	36	36	36	36	36	36	
	25	25	25	25	25	25	25	
Range/Microwave			5	5	5	5	5	
Refrigerator			4	4	4	4	4	
Other - specify			0	0	0	0	0	
֡	D. Bottle Gas L. Electric D. Natural Gas D. Bottle Gas L. Electric D. Natural Gas D. Bottle Gas D. Bottle Gas D. Bottle Gas	. Natural Gas 19 . Bottle Gas 47 . Electric 21 . Natural Gas 3 . Bottle Gas 7 . Electric 9 . Hectric 9 . Natural Gas 17 . Natural Gas 17 . Natural Gas 7 . Bettle Gas 16 . Electric 20 . Matural Gas 16 . Electric 20	. Natural Gas 19 22 . Bottle Gas 47 53 . Electric 21 26 . Natural Gas 3 46 . Bottle Gas 7 55 . Electric 9 10 . Say 32 38 . Electric 9 10 . Natural Gas 7 8 . Bottle Gas 7 8 . Electric 9 10 . Say 32 38 . Say 34 . Say 34 . Say 35 . Say 36 .	1. Natural Gas 19 22 24 2. Bottle Gas 47 53 58 2. Electric 21 26 34 2. Natural Gas 3 4 5 3. Bottle Gas 7 9 13 2. Electric 9 10 15 32 38 53 17 21 32 2. Natural Gas 7 8 11 2. Bottle Gas 16 19 28 3. Electric 20 23 33 3. Electric 30 36 36 36 36 3. Electric 30 36 36 36 36 36 3. Electric 30 36 36 36 36 36 36 36 36 36 36 36 36 36	1. Natural Gas 19 22 24 26 26 2. Bottle Gas 47 53 58 63 2. Electric 21 26 34 41 2. Natural Gas 7 9 13 17 2. Electric 9 10 15 21 32 45 2. Bottle Gas 7 8 11 16 2. Bottle Gas 7 8 11 16 2. Bottle Gas 16 19 28 38 2. Electric 20 23 33 43 2. Electric 20 25 25 25 25 25 25 25 25 25 25 25 25 25	1. Natural Gas 19 22 24 26 29 29 28 26 29 29 29 20 21 26 34 41 48 28 29 29 29 29 21 26 34 41 48 29 29 29 29 29 29 29 29 29 29 29 29 29	1. Natural Gas 19 22 24 26 29 31 3. Bottle Gas 47 53 58 63 69 75   2. Electric 21 26 34 41 48 54   2. Natural Gas 3 4 5 7 8 10   3. Bottle Gas 7 9 13 17 20 24   3. Electric 9 10 15 21 28 34   3. Electric 9 10 15 21 28 34   3. A 53 68 84 101   3. Natural Gas 7 8 11 16 20 24   3. Bottle Gas 7 8 11 16 20 24   3. Bottle Gas 16 19 28 38 48 58   3. Electric 20 23 33 43 53 63   3. Electric 20 23 33 43 53 63   3. Electric 20 23 33 43 53 63   3. Electric 20 25 25 25 25 25 25 25 25 25 25 25 25 25	

\$134 \$175

vs. the California Utility Allowance Calculator







- \$13.43 for a two bedroom
- \$17.15 for a three bedroom
- Total savings \$159,648/yr (high efficiency building plus near ZNE CUAC)
- Savings like this change organizational development goals for the long-term...
- All of National CORE's projects now follow this model

### **California Utility Allowance Calculator (CUAC)**

STATE OF CALIFORNIA

CALIFORNIA ENERGY COMMISSION

UTILITY Allowance Calculation Tool

Annual Submittal Report

12/29/2020 12:03:47 AM Page 2 of 3

**Tool Version:** 2.0.0 11/30/2020

Tables Version: 1.1.0 11/30/2020

Printed Timestamp: 12/29/2020 12:03:51 AM

Project Name: Vista Verde

Site Street Address: 110 North Virginia Avenue, Ontario, 91764

Site Contact: Zoe Kraneman

Electric Utility: SCE Electric Territory: 10 - Electric

Gas Utility: No Gas Gas Territory: All

Tariff Type: CARE Affordable Housing: Yes

#### **Utility Allowance Calculator Results**

			Monthly Usa	age (\$/month)		3	2	
Units								
Apartment Type	Affordable Housing	Market Rate	Electric	Gas	Water	Trash	Total	
Two Bedroom	69	0	\$13.43	\$0.00	\$0.00	\$0.00	\$13.43	
Three Bedroom	32	0	\$17.15	\$0.00	\$0.00	\$0.00	\$17.15	

### (For new Construction Only)





## **Now Open! Crestview Terrace, San Bernardino**



AHSC Funded – 184 Affordable Family Units All-Electric – PV System Powers 1/3 of Site Energy





## The 2022 Energy Code went into effect on January 1, 2023



...with increased emphasis on the "all-electric". Are you ready?





# You're going to need a progressive and creative mechanical engineer...



#### **SERVICES**



Our experience in HVAC systems and applications provides our clients an advantage in leveraging innovative, energy efficient, and costeffective solutions.



Utilizing the latest technology and materials, we provide each client with the most suitable plumbing system for their unique project.



Providing detailed analysis to ensure compliance with the latest California Energy Code requirements and specializing in achieving elevated energy goals associated with tax-credit funded multi-family projects.

...how do you solve the all-electric riddle for affordable housing?







- Brand Flexibility
- Built to fit into small spaces
- Up to 21 SEER





## **Ductless Mini-Split**

- -One fan coil per room
- -Better zoning and better comfort
- -No soffits or dropped ceiling
- -Cost effective for 2 bedroom dwellings and smaller



## **Ducted Mini-Split**

- -Connect multiple rooms with ductwork
- -Designed to fit in small spaces
- -More cost effective for larger dwellings







# Heate key to an all-electric building

- Legacy "resistive" electric water heaters not efficient enough
  - Same efficiency as natural gas water heaters
  - Not Title 24 approved
- Heat Pump is the only viable option
  - · Refrigerant based
  - Up to 3.5X times more efficient than gas
  - · Needs to be outside or vent to outside
  - Generally, less powerful than gas counterparts
  - More water storage required

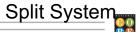




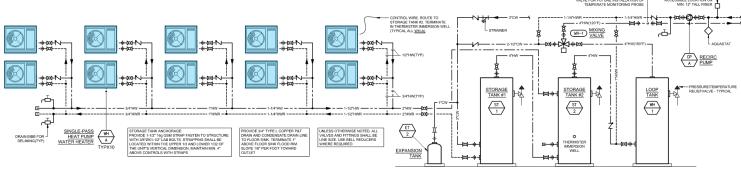


**Individual Tank** 









#### CENTRAL HOT WATER HEATING PIPING SCHEMATIC NO SCALE





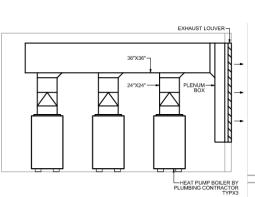




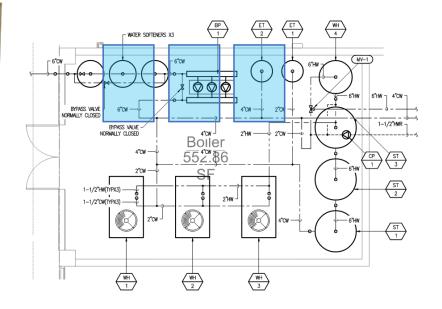


## **Electric Boiler (Centralized)**

- Large capacity 208-480v 3 Phase
- Reserved for larger projects
- Expensive
- Indoor installation possible but requires large ducting
- Most models struggle with colder climates







ENLARGED BOILER ROOM PLAN

4" = 1'-0"





 $(\mathbf{D})$ 

## **Split Water heater (Centralized)**

- Requires recirculation pump
- Heat pump located outdoors or in parking garage
- Resilient
- Cost effective. CO2 based refrigerant is effective down to very low temperatures
- This is National CORE's preferred system for senior and special needs housing.





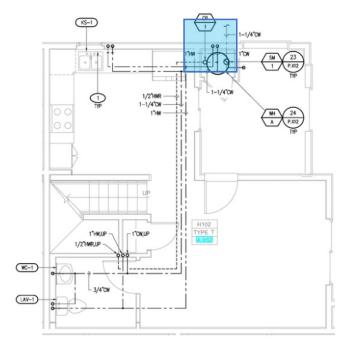




- Hot water source is closer to fixtures – No pumps!
- Locate on Patio or Breezeway corridor
- Resilient
- Cost effective but requires Architecture to accommodate closets
- This is National CORE's preference for family housing



# <u>Individual Water heater</u> (<u>Decentralized</u>)



UNIT TYPE T (BUILDING H) - LEVEL 1 FLOOR PLAN



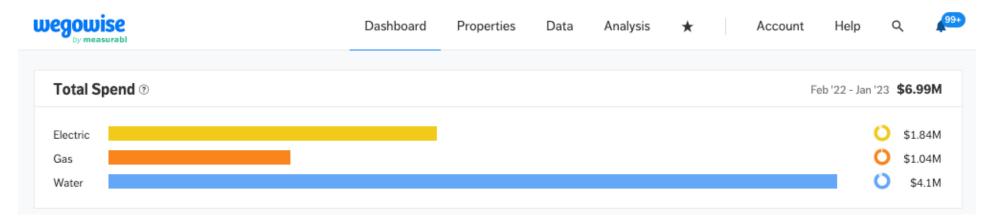






### Existing Portfolio – Managing Energy, Optimizing Cash Flow

### It's about understanding the data...



National CORE spends \$4.1M/year on water – this is 100% of our projects' water. We are making progress on this

Monitoring and understanding water use at unit level is the Holy Grail....





## **Decentralized HW Heater + Moen Flo**





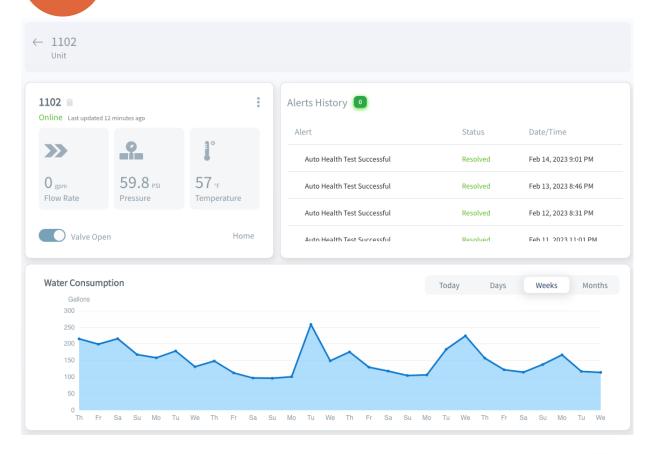




#### **Decentralized HW Heater + Moen Flo**

- Unit 1106 (2BR)
- Unit 1205 (2BR)
- Unit 1102 (3BR)



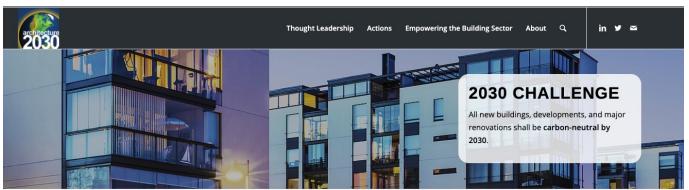








## **Beyond Code Compliance...**



...this is about carbon neutrality, right?

#### THE 2030 CHALLENGE:



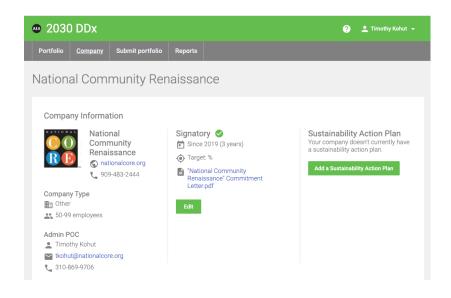
The **urban built environment** is responsible for **75% of annual global GHG emissions**: buildings alone account for 39%. Eliminating these emissions is the key to addressing climate change and meeting Paris Climate Agreement targets.



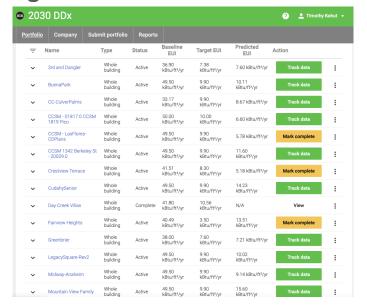


# National CORE - AIA 2030 Commitment

### **AIA 2030 Commitment**

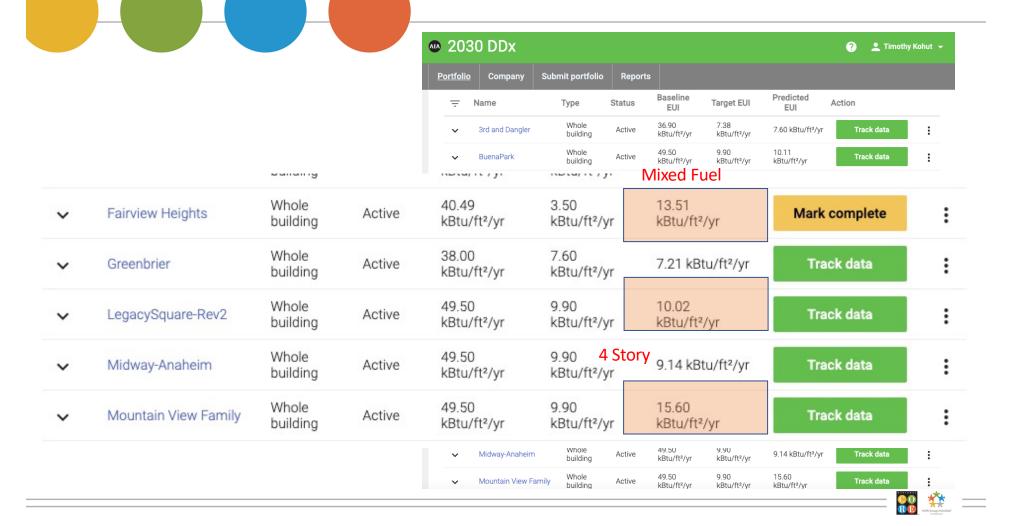


### **Progress to Date...**







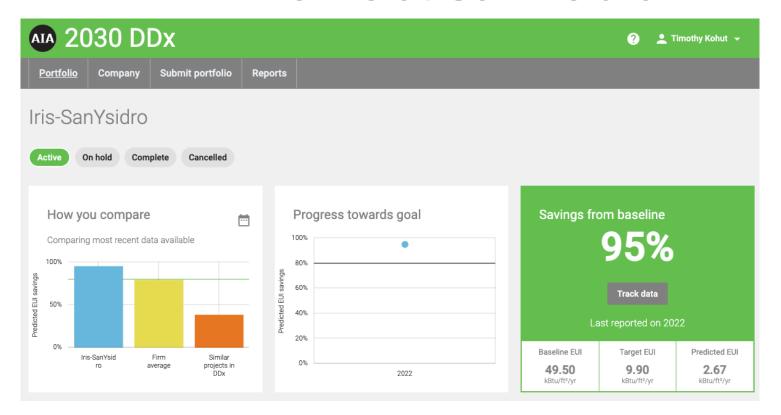


# How should economics drive the design process?





# The Iris at San Ysidro



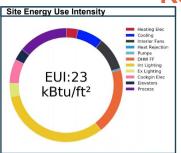


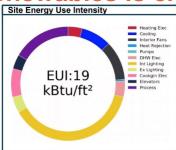


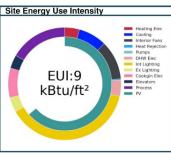
How about a different approach on day 1?
Analytics, especially for DHW and
Renewables is critical

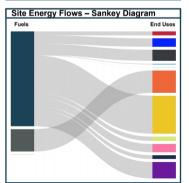
Site Energy Use Intensity

Site Energy Use Intensity

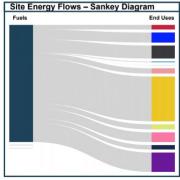




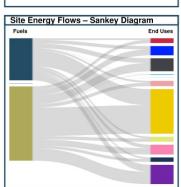








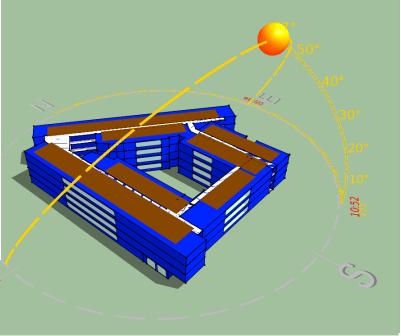
**Heat Pump** Boiler (Energy Factor = 3.5)



**HP Boiler** 

### Iris at San Ysidro – 100 units-family





# Energy Toolbase – Run the Report...

## **Economic Analysis for the Iris**



#### Iris at San Ysidro - DHW PV Analysis Prepared By April 4, 2020

Tim Kohut, AIA, CEA (310)869-9706 tkohut@nationalcore.org



Prepared For

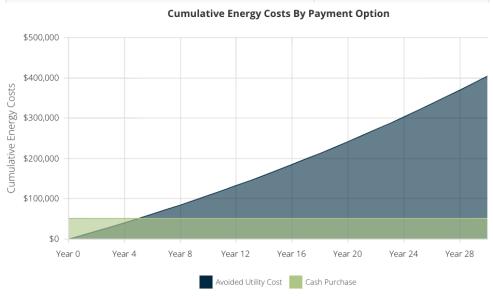
Ashley Wright



The Energy Toolbase provides comprehensive cost analysis for commercial, municipal, and residential renewable energy projects. We provide the tools that professionals need to compete in the fast paced renewable energy market by leveraging our first hand experience developing energy



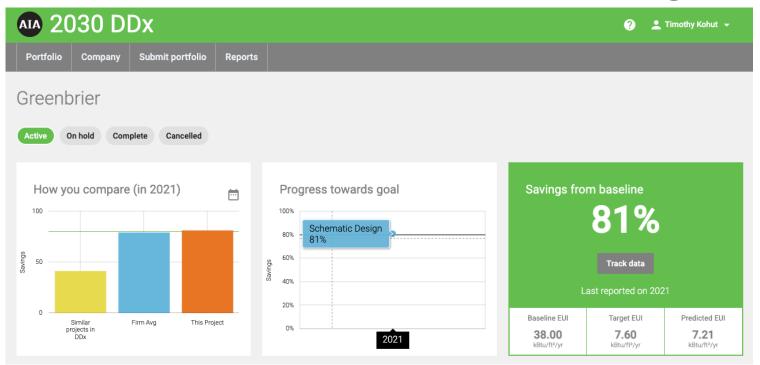
# **Important Economic Info** 1 Project Summary







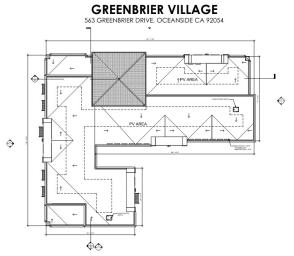
# Greenbrier Village

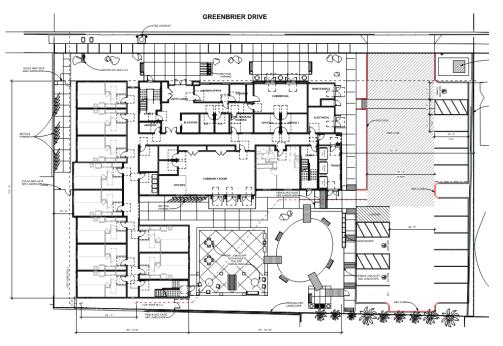












GREENBRIER VILLAGE
563 GREENBRIER DRIVE. OCEANSIDE CA 92054

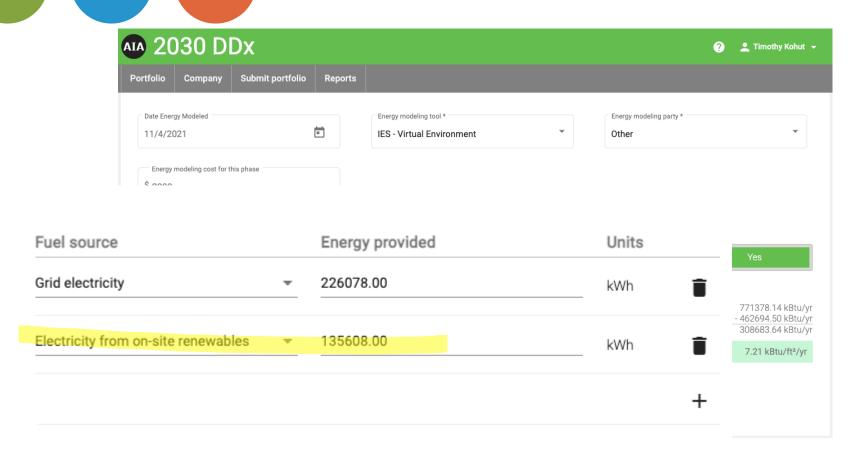
GREENBRIER VILLAGE
563 GREENBRIER DRIVE, OCEANSIDE CA 92054

ROOF PLAN A6

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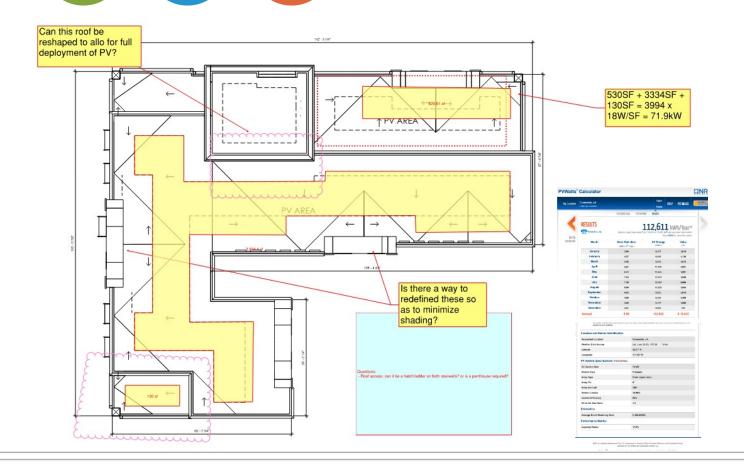


















are based on assumptions described in Help that may not accurately represent technical or economic characteristics of the project you are modeling.

Location and Station Identification				
Requested Location	Oceanside, cA			
Weather Data Source	Lat, Lon: 33.21, -117.38 1.0 mi			
Latitude	33.21° N			
Longitude	117.38° W			
PV System Specifications (Residential)				

#### PV System Specifications (Residential)

72 kW
Premium
Fixed (open rack)
5°
180°
14.08%
96%
1.2

#### **Economics**

Average Retail Electricity Rate	0.164 \$/kWh
Performance Metrics	

#### Performance wetrics

Capacity Factor 17.9%

### **PVWatts®** Calculator

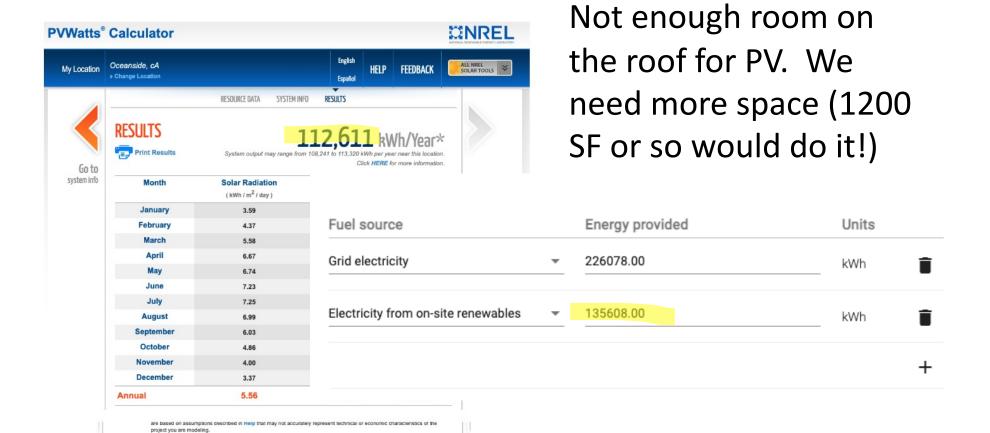


My Location	Oceanside, cA  » Change Location		English Español	HELP	FEEDBACK	ALL NREL SOLAR TOOLS		
Go to system info	RESOURCE DATA SYSTEM INFO RESULTS							
	RESULTS  112,611 kWh/Year*  System output may range from 108,241 to 113,320 kWh per year near this location.  Click HERE for more information.							
	Month	Solar Radiation	AC Energy		Value (\$)			
	January	(kWh/m=/day)	6,207		1,015			
	February	4.37	6,948		1,136			
	March	5.58	9,878		1,615			
	April	6.67	11,140		1,821			
	May	6.74	11,625		1,901			
	June	7.23	11,912		1,948			
	July	7.25	12,268		2,006			
	August	6.99	11,828		1,934			
	September	6.03	9,885		1,616			
	October	4.86	8,321		1,360			
	November	4.00	6,717		1,098			
	December	3.37	5,883		962			
	Annual	5.56	112,612		\$ 18,412			

are based on assumptions described in Help that may not accurately represent technical or economic characteristics of the project you are modeling.



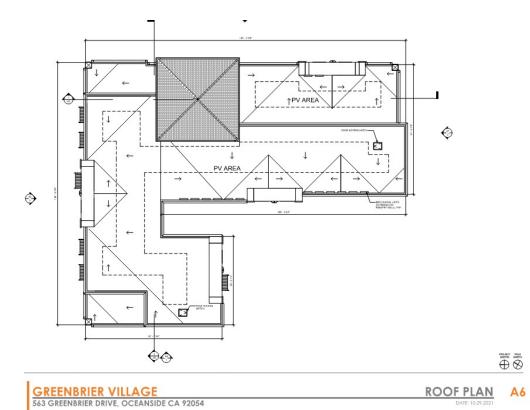














HOTTE HOSTER

WOOTH



# Energy Toolbase – Run the Report...

## **Economic Analysis for Greenbrier** Important Economic Info

## **© ENERGY TOOLBASE™**

#### Prepared For Randy Slabers, NCORE 909-244-3444 rslabers@nationalcore.org



The Energy Toolbase provides commercial, municipal, and residential renewable energy projects. We provide the tools that professionals need to compete in the fast paced renewable energy market by leveraging our first



Greenbrier Village - Rooftop PV



Prepared By Tim Kohut, AIA, CEA 310-869-9706 tkohut@nationalcore.org 1/6/22

#### **Cumulative Energy Costs By Payment Option**







Measure twice (or more), then cut once.

The Climate Crisis is real, and architects need to lead the way to a clean energy future, but...

Economics carry the day when it comes to high performance.





# The Affordable Housing Playbook for the All-Electric Solution...

...economics, technology, budget...

Tim Kohut, AIA, CEA
Director of Sustainable Design
National Community Renaissance
tkohut@nationalcore.org









## 2023 LA Affordable Housing Decarbonization Summit







LA Affordable Housing Decarbonization Summit Feb 16, 2023

Presented by: Luca Costa

# BUILD: Your Resource for New All-Electric Low-Income Development



## Presenter



Luca Costa

Senior Associate, Projects
Association for Energy Affordability





## **Developer Benefits of BUILD Participation**



**BUILD Program Fact Sheet** 

#### Free Technical Assistance

- 300 hours of no-cost technical assistance
- Build in-house capacity for all-electric building

#### **Incentives**

- Up to \$2,000,000 in incentives
- A special New Adopter incentive (up to \$100,000)
- Layer funds with other programs and incentives
- Reduction in long-term utility costs & elimination of gas infrastructure costs

# **Technical** Assistance

#### **BUILD Technical Assistance Team**







#### Free Technical Assistance Services

- Up to 300 hours of no-cost technical assistance
- Support throughout all development phases (including building design, construction, installing near-zero emission technologies) and information on local building permits
- Assistance with submission of BUILD Incentive Application package and participation support
- Educational resources on all-electric building design and technologies



support your

project.

#### Some Common Issues Addressed in Technical Assistance

- Heat pump water heating considerations
- Equipment selection
- Location where to put equipment to balance space, efficiency, and sound considerations
- Sizing of heat pumps and storage tanks for efficiency, resilience, cost savings
- **Heating & cooling** equipment design optimization
- **Envelope** improvements
- Or whatever design challenge your project is facing!

**BUILD** 

#### Electric-Ready Mixed Fuel vs. All-Electric

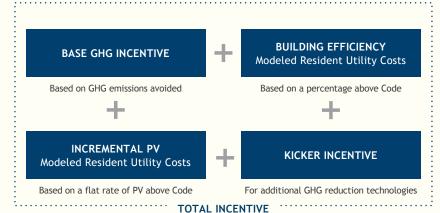
Item	Electric-Ready (w/ Gas)	All-Electric
Gas Service	Gas connection & meter	No gas connection or meter
Electric Service & Wiring	Service & wiring for all-electric	Service & wiring for all-electric
Electric Utility Infrastructure	Project may incur utility transformer impacts	Project may incur utility transformer impacts
Water Heaters	Condensing gas water heaters	Heat pump water heaters
HVAC	Gas furnace	Heat pump (ducted, ductless, PTHP)
Stoves	Gas stove + higher capacity range hood	Electric/induction stove + lower capacity range hood
Clothes Dryers	Gas dryers	Electric dryers: resistance or heat pump
Renewables	Photovoltaic (PV) + Thermal	PV only
Outdoor Grills	Gas grills	Charcoal or propane tank grills

**BUILD** 

## Incentives

#### Incentive Types & Eligibility

#### **4 Robust Incentives Components:**



\$2,000,000

Program Cap
per applicant

**BUILD** 

79

\$1,700

Per Bedroom

average minimum greenhouse gas incentive

#### Developer & Project Eligibility:

- New construction, significant refurbish, or repurposed low-income housing unit(s) with income restrictions
- All-electric, no distribution level gas hookups, located in an IOU gas service territory
- Demonstrated modeled resident utility cost savings
- Developers with low-income residential project experience in California

#### How Incentives are Calculated

#### **BASE GHG INCENTIVE**

A flat rate of \$150/metric ton (MT) of total annual avoided GHG emissions, multiplied by the 30-year effective life of the building.

### BUILDING EFFICIENCY Modeled Resident Utility Costs

Eligible for up to \$1,000 per bedroom. Based on a sliding scale of the compliance margin from 0% to 10%.

## INCREMENTAL PV Modeled Resident Utility Costs

\$1.30/watt (W) for single-family and low-rise multifamily\* \$3.00/watt (W) for mid-rise and high-rise multifamily\*

**BUILD** 

80

\* The program will not offer incentives for PV required by the Energy Code, or for PV installation beyond what is needed to address the modeled resident utility costs requirement for the project.

#### **Kicker Incentives**





GRID FLEXIBILITY:
Smart Thermostats &
JA-13 HP Water Heaters





LOW GWP REFRIGERANTS



**INDUCTION COOKTOPS** 



HEAT PUMP CLOTHES DRYER



ON-SITE BATTERY STORAGE





ELECTRIC VEHICLE CHARGERS

#### **New Adopter Design Award**

The BUILD program provides a design award up to \$100,000 to defray direct design costs to eligible applicants who are constructing their first:

- all-electric,
- low-income, and
- multifamily building (10+ units)

\$100,000

Design Award

per applicant

to defray direct design costs

#### Apply for Technical Assistance and Incentives

Technical Assistance Application https://www.tfaforms.com/4945354



### Program Guidelines, Incentive Application and More Information

https://www.energy.ca.gov/programs-andtopics/programs/building-initiative-low-emissionsdevelopment-program



**BUILD** 

BUILD is administered by the California Energy Commission in collaboration with the California Public Utilities Commission. It is authorized by Senate Bill 1477 (2018, Stern) and funded by the four California gas corporations apportioned according to each gas corporation's percentage share of allocated Cap-and-Trade Program allowances. Reservations are approved on a first come, first served basis, and regional funding availability is based on the utilities' contribution to the program.

## Thank you!







## QUESTIONS?





## THANK YOU!

Questions?

Email <u>bdelacruz@chpc.net</u>