

# A GREEN CITIES AGENDA Green Buildings and Greenhouse Gas Mitigation



Rob Bennett, Clinton Climate Initiative



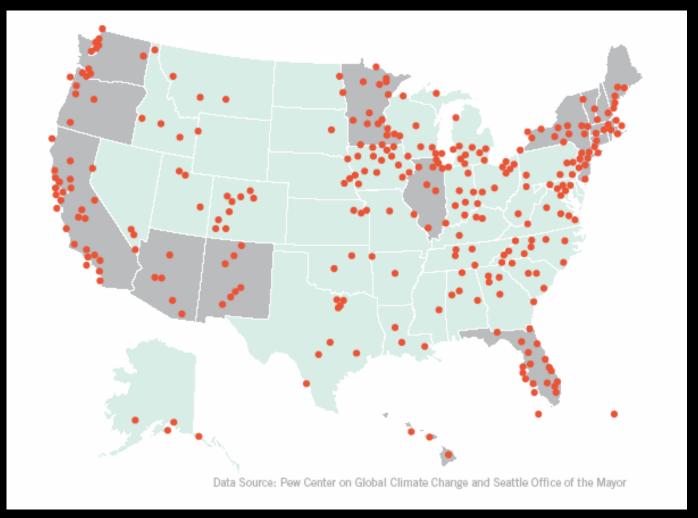
A GREEN BUILDING STRATEGY FOR CITIES

### Clinton Climate Initiative CLIMATE INITIATIVES

- Kyoto Protocol
- US Mayor's Climate Protection Agreement
- California AB 32
- Western Region Climate Action Initiative
- Regional Greenhouse Gas Initiative (RGGI)
- California Climate Action Registry / Climate Registry
- 2030 Challenge: Adopted by US Conference of Mayors, USGBC and AIA
- US Climate Action Partnership
- The American College & University Presidents Climate Commitment
- BOMA's Energy Challenge

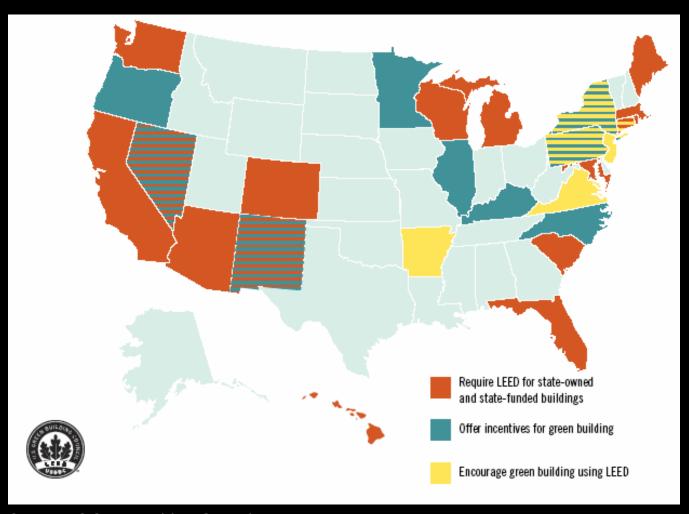
### The Backdrop

# U.S. LOCAL AND STATE EMMISION REDUCTION STRATEGIES



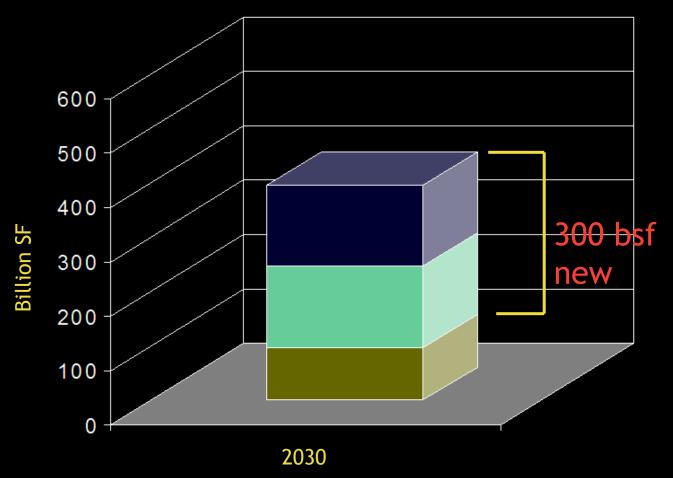
Source: Pew Center on Global Climate Change

## The Backdrop U.S. GREEN BUILDING POLICY INITIATIVES



Source: US Green Building Council

# The Backdrop BUILDING CONVERSION OVER TIME



Source: Architecture 2030

**Annual Construction** 



Demolition: 1.75 bsf



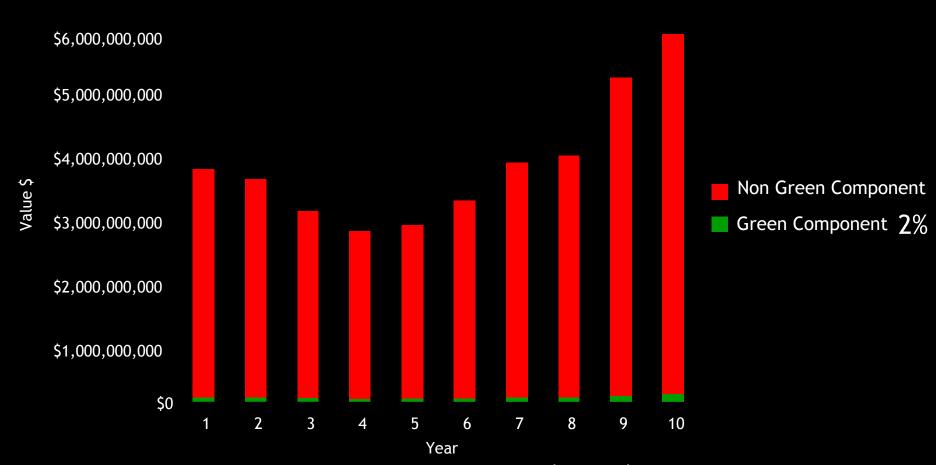
Retrofit: 5 bsf



New: 5 bsf

### The Regional Landscape VANCOUVER'S BUILDING INDUSTRY PROFILE

**GVRD Building Permit Values 1996-2005** 



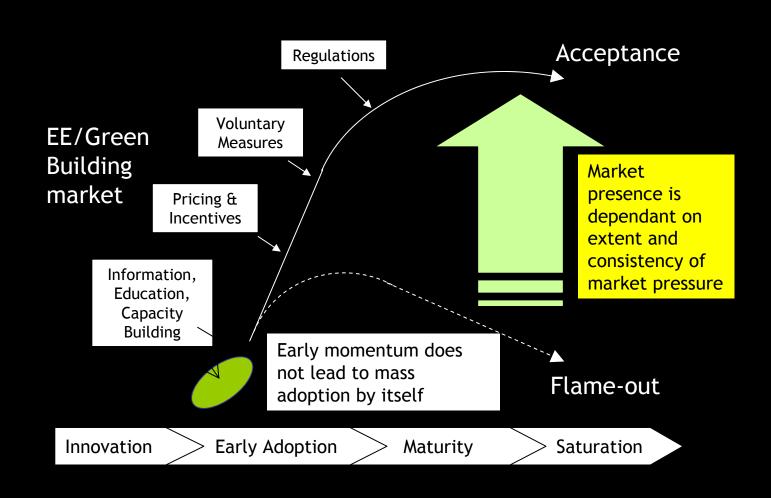
Green Building estimates range from 2-4% = \$114 - \$228 M in 2005

Source: Sustainable Building Centre, 2006

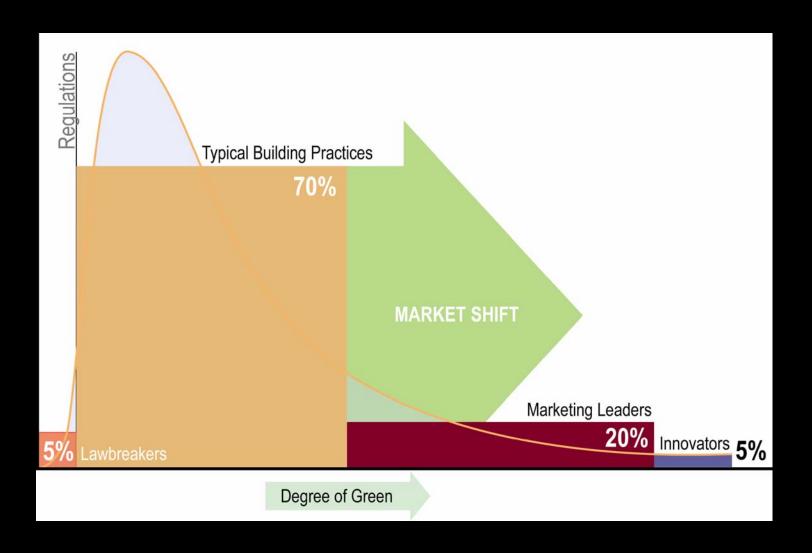
### Mapping a Climate Strategy US CONFERENCE OF MAYORS SURVEY

- 9 out 10 cities anticipated requiring in the next year that new city buildings be energy efficient, healthy and environmentally sustainable.
- 87% of cities require, or anticipate requiring in the next year, that city government buildings undergoing major rehabilitation be energy efficient, healthy and environmentally sustainable.
- 56% have a policy in place
- 31% anticipate they will adopt such a policy in the next year
- 3 in 4 cities have changed, or are in the process of changing building codes with emphasis on energy efficiency and sustainability
- 2 in 3 cities have change, or are in the process of changing, their building codes to encourage that buildings undergoing major rehabilitation be energy efficient and green
- 78% of cities are undertaking efforts to encourage green building in the private sector
- 88% of cities are undertaking efforts to educate the public about the importance of green buildings

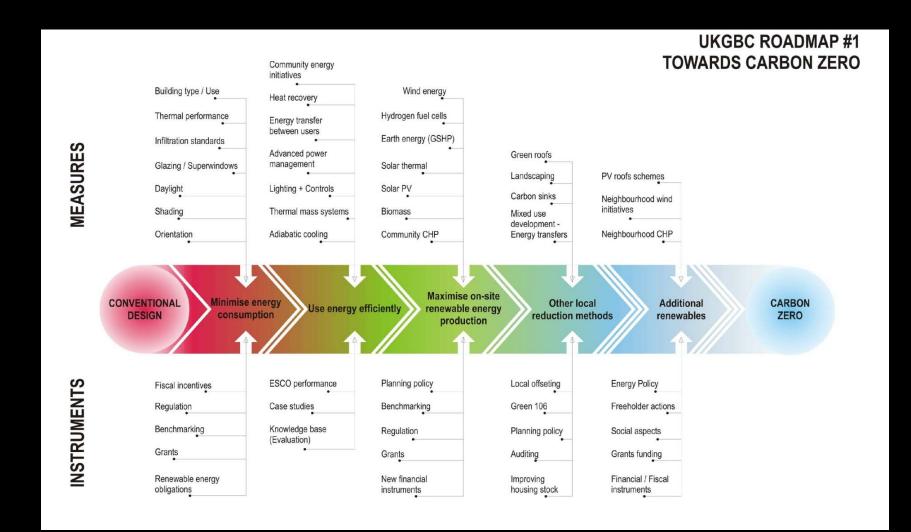
### Mapping a Climate Strategy CREATE A MARKET PENETRATION CURVE



### Mapping a Climate Strategy REGULATIONS & MARKET SHIFT



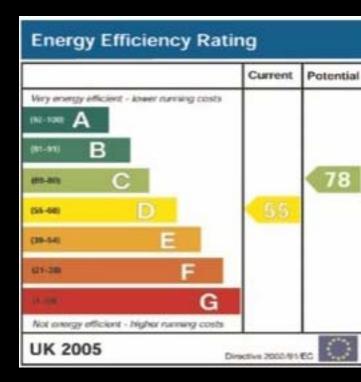
### Mapping a Climate Strategy A ROADMAP TO CARBON NEUTRAL



### Mapping a Climate Strategy MUNICIPAL BUILDINGS POLICIES

### Regulations

- Audit Program: Victoria EPA, EU
- On Site Renewables: Merton, London
- Energy Efficiency Requirements: Austin, Berkeley, San Francisco Time of Sale
- Product Requirements: Incandescent Lighting Ban - Australia
- Local Carbon Tax: Boulder, CO
- 3rd Party Green Building Requirements: Boston, New York, DC, Portland, San Francisco
- Building Codes: Austin, Vancouver BC



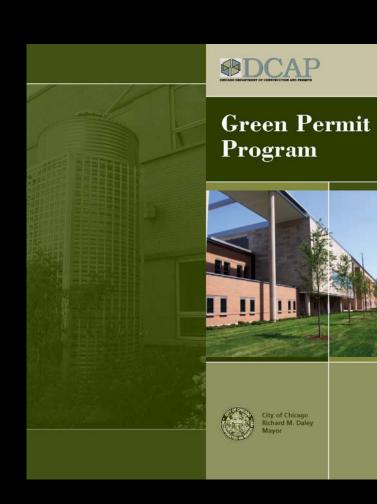
### Mapping a Climate Strategy MUNICIPAL BUILDINGS POLICIES

#### Financial Incentives

- On Bill Financing: Nova Scotia Power, San Diego Gas and Electric
- Tax Credits: State of NY, Oregon, etc.
- Utility Rebates & Loans: Toronto
   Atmospheric Fund Revolving Loan Funds
- Fee Waivers: City of Calgary, Pasadena

#### Non-Financial Incentives

- Expedited Permitting: City of Chicago
- Energy Efficiency Density Bonuses: Minneapolis
- Green Building Density Bonus: Seattle, Arlington County, Nashville



### Mapping a Climate Strategy COMPREHENSIVE INITIATIVES: PLANYC

#### The Plan for 2030

During his Earth Day address, Mayor Michael R. Bloomberg released a plan for a "greener, greater New York," with 127 proposals covering six areas. Examples large and small include:

#### LAND

- Rezone in neighborhoods near public transportation to create 265,000 new homes.
- Ensure that residents live within a 10minute walk to a park by opening schoolyards as playgrounds and reclaiming sites that were once designated as parks.
- Accelerate the cleanup of 7,600 acres of contaminated sites.

#### WATER

- Provide incentives to building owners to recycle water for non-potable uses like flushing the toilet.
- Develop 40 "Greenstreets" projects every planting season over 25 years to expand storm water storage.
- Increase the city's trees by one million.

#### AIR QUALITY

- Require the use of higher grades of fuel oil to heat businesses, schools and homes.
- Waive the city sales tax on hybrid vehicles.

Source: office of the mayor

#### TRANSPORTATION

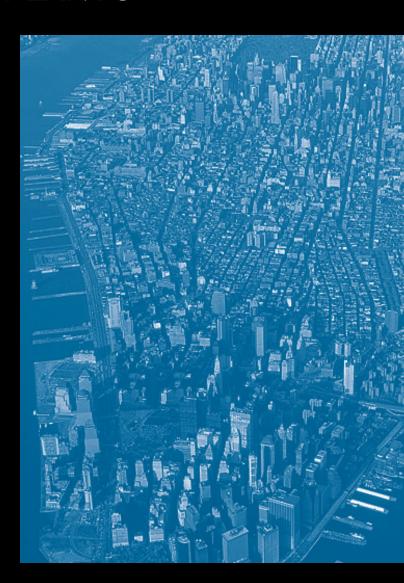
- Reach a "state of good repair" on the city's roads, subways and railways.
- Create a bus rapid transit program with super express buses that would run in dedicated lanes.
- Run a pilot program that charges communters to drive into Manhattan on weekdays, and use these "congestion pricing" funds for transit projects.

#### **ENERGY**

- Provide cleaner, more reliable power by upgrading the energy infrastructure and retiring dirty power plants.
- Reduce energy use by encouraging the largest consumers to increase energy efficiency.
- Add a surcharge to electric bills to finance incentives for retrofitting buildings.

#### CLIMATE CHANGE

- Reduce greenhouse gas emissions by 30 percent.
- Develop citywide and community plans for adapting to the consequences of climate shifts, including rising seas and intensifying storms.





THE CLINTON CLIMATE INITIATIVE

## Clinton Climate Initiative C40 PARTNERSHIP

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### Clinton Climate Initiative STIMULATING MARKETS & PROMOTING EFFICIENCY

- C40 Partnership
  - Purchasing Consortium
  - Domains: Buildings, Waste, Water, Transport
  - Best Practices & Technical Assistance
  - Emissions Tool: Microsoft & ICLEI
- Business Partnerships
- Biosequestration
- New Energy
  - Clean Coal



### Clinton Climate Initiative PURCHASING CONSORTIUM

#### Lighting:

- LED Traffic Lights
- Energy-Efficient Outdoor, Commercial and Residential Lighting Products

### Building Envelopes:

- Solar-control Window Films
- Cool Roofing (elastomeric coatings and single-ply membranes)

### **Building Systems**

Commercial Building Cooling and Control Systems

#### Municipal Fleets

- CNG-Based Vehicle Propulsion Systems
- Diesel Hybrid Propulsion Systems
- Fuel-Cell Propulsion Systems

### Water and Waste Systems

- Solid Waste Methane Capture Systems
- Potable Water Pump Systems

### Clinton Climate Initiative TECHNICAL PARTNERS

- International Council for Local Environmental Initiatives (ICLEI)
- United States Green Building Council (USGBC)
- Earth Day Network
- Institute for Transportation and Development Policy (ITDP)
- Alliance to Save Energy
- American Society of Heating, Refrigerating and Air-Conditioning Engineers (ASHRAE)
- Lawrence Berkeley National Laboratory (LBNL)
- Enterprise Community Partners
- World Green Building Council

### Clinton Climate Initiative A BUILDINGS STRATEGY

### Goal

 Scaling best practices from around the globe to radically improve building performance

### Program Elements

- Energy Efficiency Building Retrofit Program
- Green Codes
- Affordable Housing: partnership with Enterprise's Green Communities program
- Housing Strategy: to be determined

### The Backdrop OPPORTUNITIES FOR GHG SAVINGS IN BUILDINGS

- IPCC: By 2020 there is a global potential to reduce projected emissions from buildings by 30% - more with a price for carbon.
- UNEP: By 2010 Europe could cut 20% of present buildings energy consumption.
- EPA: 10% energy reduction in all building types by 2015 in the US would lead to:
  - Greenhouse gas reductions equivalent to 15 million automobiles
  - A savings of 10 billion dollars in building energy bills

### Clinton Climate Initiative BUILDING RETROFIT PROGRAM OVERVIEW

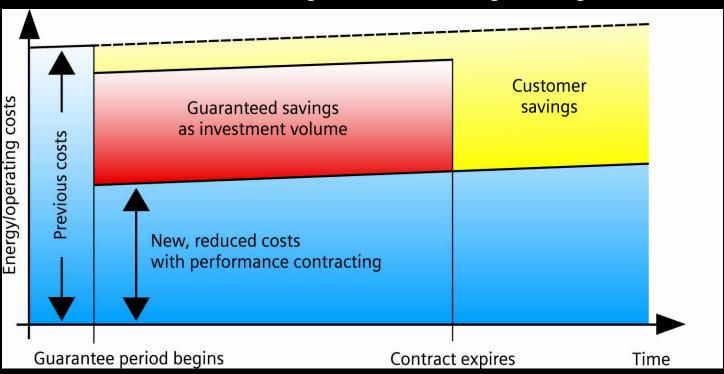
A Global financing and procurement model to quicken the pace of resource efficiency upgrades in existing buildings

#### A Proven Model

- Performance contracting developed in US and EU partnership between building owners, financial institutions, Energy Service Companies (ESCo's)
- Future energy savings used to finance projects - no upfront capital required of building owner - no subsides
- Transparent procurement process
- Energy savings guaranteed
- Attracts investment capital

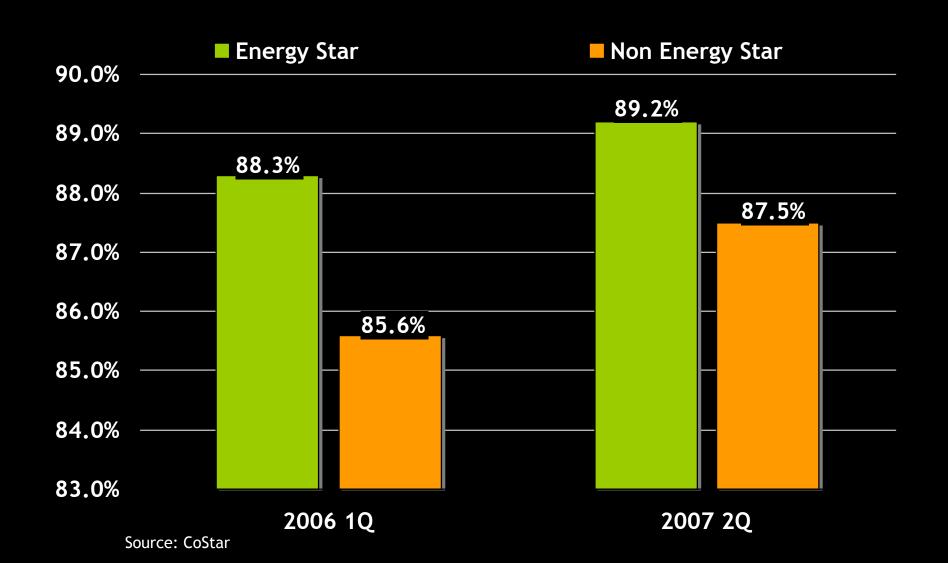
## Clinton Climate Initiative BUILDING RETROFIT PROGRAM FINANCING MODEL

### Cash flow timeline for guaranteed savings arrangement



- During the contract's early years the guaranteed energy savings (RED above) are allocated mostly to paying the ESCO and servicing debt costs
- Customer retains guaranteed savings not due to others and all savings beyond guaranteed level (YELLOW above)

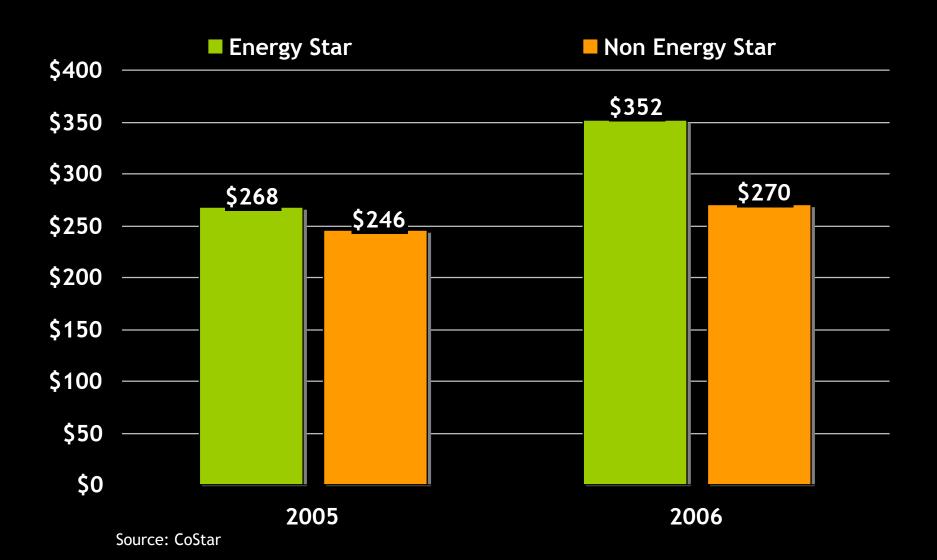
## The Backdrop OCCUPANCY RATES



# The Backdrop DIRECT RENTAL RATES



# The Backdrop SALES PRICES / SQUARE FOOT





SOUTHEAST FALSE CREEK







### Southeast False Creek DESIGNING A COMPLETE COMMUNITY



- 33 hectare/81 acre site (21 city owned, 12 privately owned)
- 12,000 to 15,000 people
- 6 million square feet of development
- 20% affordable housing requirement, 33% objective 250 affordable housing units as Olympic Legacy
- 10.5 hectare/26 acre park
- 5 licensed childcare facilities & 2 out-of-school care facilities
- Community centre including a non-motorized boating facility
- K-7 elementary school

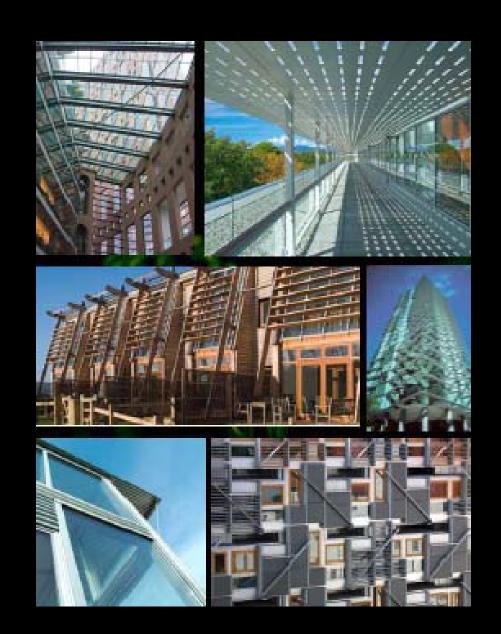
### Southeast False Creek GREEN BUILDING STRATEGY

- Min LEED Silver; Goal of Gold; 1 bldg Platinum
- Minimum energy efficiency: 30-50% Beyond ASHRAE 90.1 2001
- Net Zero demonstration senior housing
- Full best practice building commissioning
- Specify energy efficient appliances
- Low parking ratios & car sharing vehicles
- Dual flush toilets & low flow fixtures
- 50% green roofs and urban agriculture
- Rainwater harvesting for toilets & irrigation
- 3 stream waste collection including composting
- 75% diversion of construction waste



# Southeast False Creek Passive Design

- Building orientation
- Maximizing light
- High performance envelop
- Natural ventilation shafts
- Extended south and west balconies
- Exterior walkways and corridors

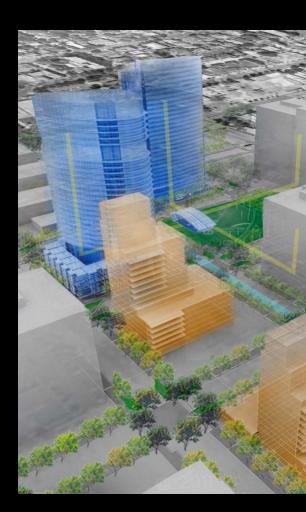


# Southeast False Creek NET ZERO AFFORDABLE HOUSING PROJECT

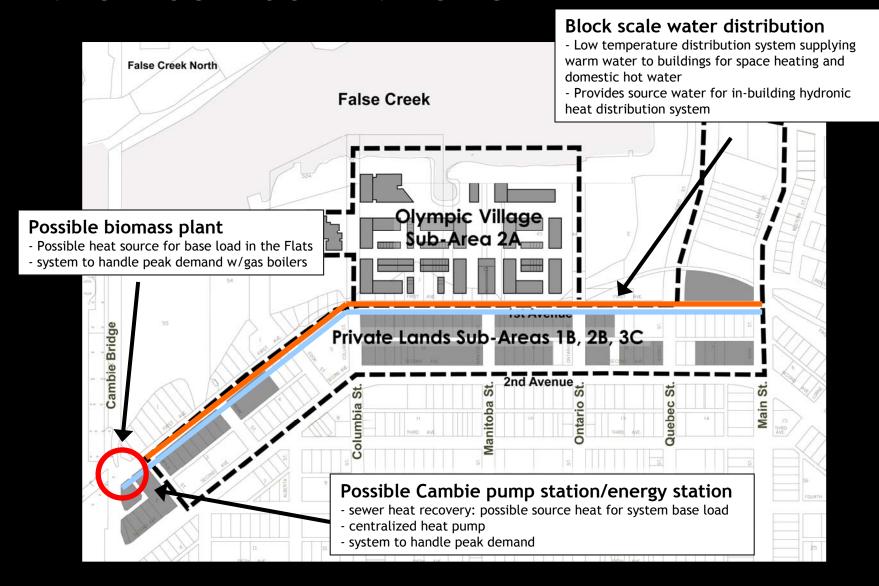


### Southeast False Creek GREEN INFRASTRUCTURE STRATEGY

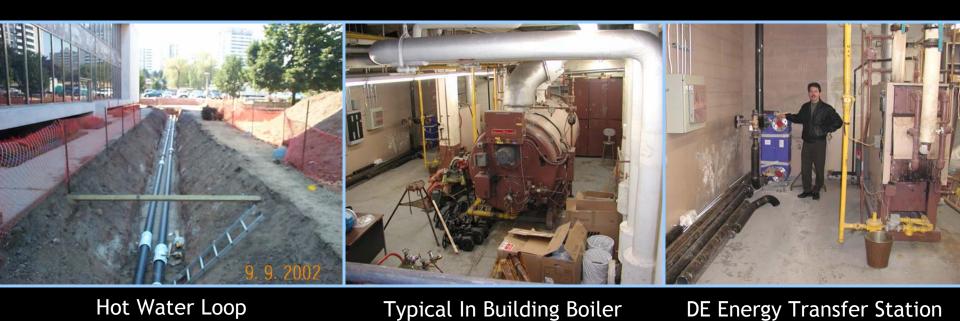
- Rainwater management system
- Neighbourhood Energy Utility
- Integrated park and urban agriculture strategy
- Foreshore reclamation and habitat enhancement
- Three stream waste management
- Multi-modal transportation strategy: streetcar, RAV, ferry, bicycles, pedestrian networks



### Southeast False Creek NEIGHBOURHOOD ENERGY UTILITY

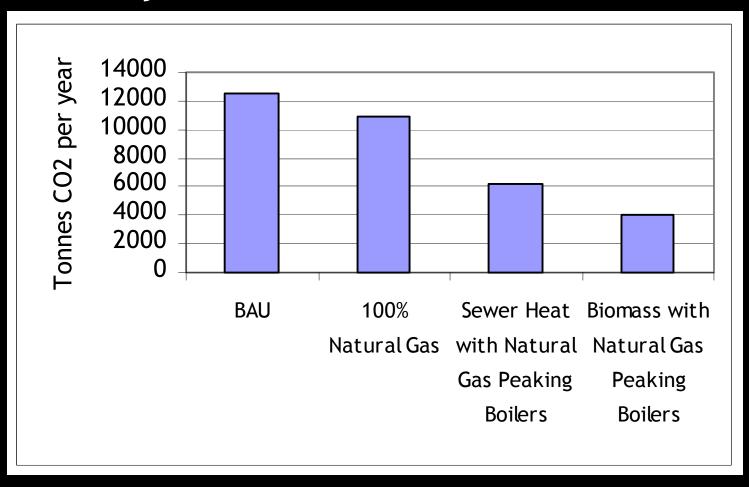


### Southeast False Creek NEIGHBORHOOD ENERGY UTILITY



### Southeast False Creek NEIGHBORHOOD ENERGY UTILITY

### Projected Greenhouse Gas Emissions



### Southeast False Creek NEIGHBORHOOD ENERGY UTILITY

### Proforma Scenario Results

	Base Case	High Outcome	Low Outcome	Worst Case
Annual GHG Reductions (tonnes/year)	6,200	14,000	3,000	0
Real return on Investment (net of inflation)	7.2%	5.2%	2.7%	2.9%
Cumulative Value of Fixed Assets in 2020 (Excluding Depreciation)	\$27.0 million	\$42.4 million	\$15.6 million	\$8.6 million
Cumulative Net Capital Contribution Required from City	\$14 million in 2010 increasing to \$16.5 million by 2015	\$12 million in 2010 increasing to \$22 million by 2015	\$13.2 million in 2010	\$3.6 million in 2010 increasing to \$5.2 million by 2015

### Contact Information CLINTON CLIMATE INITIATIVE

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