## SENATE AMENDMENTS TO SENATE BILL 576

By COMMITTEE ON ENVIRONMENT AND NATURAL RESOURCES

May 14

On page 1 of the printed bill, line 2, after "buildings" insert "; and declaring an emergency". 1 2 Delete lines 4 through 30 and delete pages 2 through 4 and insert: "SECTION 1. The Legislative Assembly finds and declares that: 3 "(1) The operation of buildings is responsible for more carbon dioxide emissions than ei-4  $\mathbf{5}$ ther the transportation or industrial sectors. Due to the low performance and efficiency 6 standards currently required of the building industry, construction and renovation to energy 7 efficient standards presents the single largest opportunity for the reduction of carbon dioxide emissions. 8 (2) Architecture 2030 Challenge goals recommend a fossil fuel reduction standard for the 9 10 operation of new buildings to achieve carbon neutrality by 2030. Architecture 2030 Challenge 11 goals should guide the design and construction of public buildings in the State of Oregon. 12"(3) The construction and operation of buildings place a significant burden on valuable 13 natural resources through use of energy, use of fresh water, wastewater discharge, solid 14 waste generation, extraction for material production and air pollution. 15"(4) Public buildings, including educational facilities, can be improved by adopting recog-16 nized standards for high performance buildings and by allowing flexible methods and choices 17 in how public bodies achieve the standards. 18 (5) Public buildings certified as being constructed or renovated to high performance 19 building standards can save money, conserve resources, improve student performance and 20 provide human health benefits that make workers more productive and reduce illness. 21(6) Costs and savings can be monitored and documented by public bodies and subjected 22to independent performance reviews to ensure that economic, community and environmental 23 goals are achieved. 24 "(7) High performance building standards can increase the demand for building materials 25and products that are grown or manufactured locally, thereby reducing environmental im-26 pacts due to transportation and supporting the local economy. 27"SECTION 2. As used in sections 1 to 4 of this 2007 Act, unless the context requires 28otherwise: 29 "(1) 'High performance building' means a building planned, designed and constructed to meet the standards required by section 3 of this 2007 Act. 30 31 "(2) 'High performance building certification program' means a coherent program of 32building design, construction and renovation standards that: 33 "(a) Provides criteria for energy conservation and sustainable design for various building

34 **types;** 

35 "(b) Establishes minimum requirements for energy conservation and sustainable design

1 and recognizes additional levels of higher performance achievement;

2 "(c) Requires quantifiable aspects to be measured to ensure performance;

"(d) Includes mandatory and objective third party review and certification of compliance
with the standards by qualified and trained professionals;

5 "(e) Has been developed through a consensus-based process, engaging all aspects of the 6 building industry in its development and ongoing evolution;

"(f) Reduces the operating costs of large facility projects by reducing consumption of
 energy, water and other resources;

9 "(g) Results in the recovery of the increased initial cost attributable to compliance with
 10 the program by reducing long term energy, maintenance and operating costs; and

11 "(h) Encourages use of products harvested, created or mined within Oregon.

12 "(3)(a) 'Large facility project' means a capital construction project larger than 10,000 13 square feet that is, or will be, owned, leased or operated by a public body and in which the 14 value of state government financial participation is more than \$4 million.

"(b) 'Large facility project' does not include affordable housing projects, including but not
 limited to housing developments as defined in ORS 456.615 and residential housing as defined
 in ORS 456.615.

18 "(4) 'Public body' has the meaning given that term in ORS 174.109.

"<u>SECTION 3.</u> (1) The State Department of Energy shall adopt a high performance building
 certification program.

"(2) A large facility project must be designed to be certified by the high performance
building certification program as having met the highest level of certification that can be
justified by a 20-year life cycle cost analysis.

24 "(3) The State Department of Energy may approve a large facility project that is not 25 planned, designed and constructed to the high performance building standards if the depart-26 ment:

"(a) Determines that the high performance building standards are not practicable for a
particular type of large facility project; and

"(b) Establishes other planning, design and construction criteria that are appropriate for
 the project.

31 "(4) A public body shall:

32 "(a) Document and evaluate ongoing operating expenses of each large facility project 33 owned, leased or operated by the public body to estimate the operating cost differences re-34 sulting from planning, designing and constructing large facility projects as high performance 35 buildings under this section.

36 "(b) Report annually to the department on the performance of large facility projects and 37 estimated differences in operating costs from planning, designing and constructing projects 38 to the high performance building standards.

39 "(5) The department shall:

40 "(a) Consolidate the reports required in subsection (4) of this section into one report, 41 which shall be submitted to the Governor and to the appropriate interim committees of the 42 Senate and the House of Representatives not later than September 1 of each even-numbered 43 year. In the report, the department shall also describe issues that arise in the implementa-44 tion of sections 1 to 4 of this 2007 Act, including a description of the large facility projects 45 that did not qualify for the high performance building certification as described in subsection 1 (3) of this section or that were not submitted for certification based on a determination by 2 the department under subsection (3) of this section that it was impracticable to qualify the 3 particular type of project for high performance building certification.

4 "(b) Make recommendations regarding the ongoing implementation of sections 1 to 4 of 5 this 2007 Act, including a presentation of incentives and disincentives related to implement-6 ing sections 1 to 4 of this 2007 Act.

"(6) The State Department of Energy, in cooperation with the Oregon Department of
Administrative Services, shall adopt rules pursuant to ORS chapter 183 that are necessary
for the administration of sections 1 to 4 of this 2007 Act.

"<u>SECTION 4.</u> (1) The State Department of Energy shall create a high performance
 building advisory committee to make recommendations regarding:

"(a) An education and training process for planning and design team members and
 project owners of large facility projects; and

"(b) An ongoing evaluation or feedback process to help the department implement
 sections 1 to 4 of this 2007 Act.

16 "(2) The advisory committee must be composed of:

"(a) Representatives from the design and construction industries involved in public works
 contracting;

"(b) Personnel from affected public bodies that are responsible for overseeing large fa cility projects; and

21 "(c) Other members selected at the discretion of the department.

"<u>SECTION 5.</u> (1) On or before July 1, 2012, the appropriate interim committee of the
 Seventy-sixth Legislative Assembly shall:

24 "(a) Conduct a performance audit of the high performance building program established
 25 under sections 1 to 4 of this 2007 Act;

26 "(b) Review the implementation of sections 1 to 4 of this 2007 Act and the performance 27 of high performance buildings constructed pursuant to sections 1 to 4 of this 2007 Act and 28 consider whether changes are required to achieve the goals set out in the findings in section 29 1 of this 2007 Act; and

"(c) Report its findings and recommendations to the Senate President and the Speaker
 of the House of Representatives on or before December 1, 2012.

"(2) The performance audit must include, but is not limited to:

"(a) Identification of the costs of implementation of the high performance building stan dards in the planning, design, construction and renovation of large facility projects;

35 "(b) Identification of estimated operating savings attributable to implementation of the 36 high performance building standards, including but not limited to savings in energy, utility 37 and maintenance costs;

"(c) Identification of the impact of the high performance building standards on worker
 productivity and student performance; and

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"(d) Evaluation of the effectiveness of the high performance building standards.

41 "SECTION 6. This 2007 Act being necessary for the immediate preservation of the public
42 peace, health and safety, an emergency is declared to exist, and this 2007 Act takes effect
43 on its passage.".

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