#### DEPARTMENT OF COMMUNITY DEVELOPMENT



330 West 20th Avenue San Mateo, CA 94403-1388 Web Site: www.cityofsanmateo.org

June 13, 2016

Building Division 522-7172 Fax 522-7171

Civic Facilities 522-7280 Fax 522-7281

Code Enforcement 522-7150 Fax 522-7201

Economic Development Business Assistance 522-7240 Fax 522-7241

> Neighborhood Improvement & Housing 522-7220 Fax 522-7221

Planning Division 522-7202 Fax 522-7201

TDD/TTY 522-7047

(Area Code '650' for all numbers)

Mr. Robert Oglesby Executive Director California Energy Commission 1516 Ninth Street Sacramento, Ca 95814-5514

Re: Adopt an Ordinance to amend Title 23 Building and Construction of the San Mateo Municipal Code to adopt the California Energy Code, 2016 Edition as a new Chapter 23.24 and to adopt local amendments to the Energy Code and related findings.

Dear Mr. Oglesby,

Per the request of Commission Staff, the City of San Mateo would like to express to you our firm commitment to enforce the 2016 Title 24, Part 6 Building Energy Efficiency Standards of the California Building Code as part of the implementation of our Energy Reach Code Ordinance 2016-5.

As the Building Official, I will work with my staff to provide information and training as needed to all energy plan review and field inspection professionals, which focuses on enforcement of the energy standards and the new requirements of the Energy Reach Code Ordinance 2016-5.

May 16<sup>th</sup> 2016, City staff presented to the City Council the Energy Reach Code Ordinance 2016-5 and the cost effective study, conducted by TRC Energy Services. The City Council approved the ordinance and cost-effectiveness study on the second reading which was held on June 6<sup>th</sup>, 2016. Additionally, the City Council found that this project is categorically exempt from the provisions of the California Environmental Quality Act ("CEQA"), pursuant to Section 15601 of the CEQA Guidelines, because it can be seen with certainty that there is no possibility that the amendments herein adopted will have a significant effect on the environment.

The City's Energy Reach Code Ordinance 2016-5 will ensure that residential and non-residential buildings in the City will consume no more energy than permitted by Title 24, Part 6.

Enclosed with this application are the following:

- 1. Signed Energy Reach Code Ordinance 2016-5.
- 2. Staff report including requirements for energy reach standards beyond the baseline energy code.
- 3. Cost effectiveness study with supporting analysis showing how the City determined the energy the proposed standards are cost effective.

Respectfully,

Stephen Lau, Byilding Official

D: 650-522-74/80

E: Slau@cityofsanmateo.org

TO: City Council

**FROM**: Larry A. Patterson, City Manager

**PREPARED BY**: City Manager's Office

**MEETING DATE**: Monday, May 16, 2016

SUBJECT:

Local Amendments to the California Energy Code, 2016 Edition – Ordinance Introduction

#### RECOMMENDATION

Introduce an Ordinance to amend Title 23 Building and Construction of the San Mateo Municipal Code to adopt the California Energy Code, 2016 Edition as a new Chapter 23.24 and to adopt local amendments to the Energy Code and related findings.

#### **BACKGROUND**

The San Mateo City Council adopted the Climate Action Plan (CAP) on April 6, 2015. The CAP directs staff to develop policies to require new buildings to incorporate renewable energy readiness and Electric Vehicle (EV) charging capacity. During the adoption of the CAP, both the Planning Commission and City Council discussed whether mandatory solar installations and/or other energy efficiency measures should also be included. Although these measures were not included in the adopted CAP, the City Council directed staff to study these options and bring them back for further consideration.

Based on this direction, staff has been analyzing possible Building Code amendments to further the use of renewable energy, energy efficiency, water conservation, and the provision of electric vehicle infrastructure. This report outlines the proposed amendments to the Energy Code portion of the Building Code that the Council is being requested to adopt at this time and summarizes the Green Building Code amendments being considered for adoption later this fall.

#### **Code Amendment Process**

Every three years, the State of California adopts new building standards that are organized in Title 24 of the California Code of Regulations, referred to as the California Building Standards Code. This regular update is referred to as a "code cycle". The last code cycle was adopted in 2013 and was implemented starting in 2014. The Building Standards Code is a compilation of several different codes that relate to different technical aspects of buildings. The California Building Standards Commission is currently concluding the development of the 2016 California Building Code, which has a target effective date of January 1, 2017. Staff is proposing to time the proposed amendments to the California Building Code to coordinate with the 2016 code cycle.

Cities can adopt requirements that are above and beyond what is included in the Building Code, referred to as a "reach code". All proposed reach codes must be filed with the State. The amendments under consideration by staff would impact the Green Building Code and Energy Code portions of the Building Code. The City adopted a "reach code" for the Green Building Code as part of the 2010 code cycle but did not pursue one for the 2013 code cycle.

Reach code amendments to the Energy Code are subject to an extensive review process by the California Energy Commission (CEC) which in turn requires significant lead time in advance of the target effectiveness date than Green Building Code Amendments. The CEC requires that a cost-effectiveness study be conducted and filed for local amendments to the Energy Code. The cost-effectiveness study must demonstrate that the amendments to the code are financially responsible and do not represent an unreasonable burden to the non-residential and residential applicants. The CEC requires cities to adopt the proposed energy code changes by ordinance and then submit them to the CEC for review. The CEC will then administer a 60-day public comment on the proposed code changes. City staff will be asked to respond to public comments on an as-needed basis. After the close of the 60-day public comment period, which is targeted for late summer 2016, the CEC may request revisions to the Ordinance. In the case of necessary revisions, staff will plan to come back to the City Council to present the amended Ordinance in the fall of 2016.

Green Building Code amendments do not require cost-effectiveness study and can be adopted directly by the jurisdiction through a public hearing held at the jurisdiction level. Given this simplified process, staff plans to bring forward the proposed Green Building Code amendments to City Council for approval this fall in conjunction with the adoption of the entirety of the 2016 Building Code.

#### **Proposed Code Amendments**

Staff engaged the services of two consulting firms to assist in the study and development of the proposed Green Building and Energy Code amendments. These firms include Integrated Design 360 Green Building Consultants and TRC Companies, Inc. Based on the direction of City Council at the time of the CAP adoption, staff analyzed a broad array of measures beyond just the EV charger infrastructure and solar readiness requirements adopted in the CAP. The Sustainability Commission reviewed and commented on the proposed measures for study at its November 2015 meeting.

TRC completed the cost effectiveness study required by the CEC for Energy Code amendments for various prototypes that represent typical construction in San Mateo. Cost effectiveness is defined as having a benefit to cost ratio of greater than 1. The prototypes included single family homes, medium and large multi-family developments, and medium and large scale office developments. The Cost Effectiveness Study is included as Attachment 2 to this report.

As a result of the mild climate in San Mateo (which is Climate Zone 3) and the increased stringency of the State Building Code for this upcoming code cycle, very few measures studied were found to meet the cost effectiveness criteria for the prototypes analyzed. Some of the measures that were cost effective could not be implemented since they require specific technologies which the federal government does not allow to be mandated or require emerging technologies, such as drain water heat recovery, that have not been proven to be effective in all applications. Other measures that passed the cost effectiveness criteria but were not considered, such as specific lighting controls, are very technical in nature, hard to communicate, and don't allow a lot of flexibility in building design.

The primary goal of staff in selecting measures for consideration was to choose measures that are easy to understand, have a high level of cost effectiveness, and are not overly burdensome so as to potentially limit development from proceeding. Although a cost effectiveness study is not required for the proposed Green Building Code amendments, the consultant team analyzed the estimated net additional costs of implementing these measures as a test of reasonableness.

The proposed measures, which are targeted to new development only, include:

#### Proposed Energy Code Amendments:

- Mandatory minimum size solar photovoltaic installations for all new construction as follows:
  - New single family buildings will be required to have a minimum 1 kilowatt photovoltaic system.
  - New multi-family buildings containing 3 to 16 units will be required to have a minimum 2 kilowatt photovoltaic system.
  - New multi-family buildings containing 17 or more units will be required to have a minimum 3 kilowatt photovoltaic system.
  - New non-residential buildings of less than 10,000 square feet will be required to have a minimum 3 kilowatt photovoltaic system.
  - New non-residential buildings 10,000 square feet or larger will be required to have a minimum 5 kilowatt photovoltaic system.
  - As an alternative, all projects may provide a solar hot water (solar thermal) system with a minimum collector area of 40 square feet.
- Mandatory cool roof installations for all new multi-family and commercial developments with low-sloped roofs. Cool roofs are defined as having a minimum 3-year aged solar reflectance of 0.70, and a minimum thermal emittance of 0.75.

The solar photovoltaic requirement is modeled after the one adopted by the City of Lancaster. The minimum size systems required are very small and most project typically exceed that requirement. The idea behind this requirement is that by requiring the solar installation, the owner/developer will be incentivized to right-size the system themselves based on their site and building requirements in order to maximize cost effectiveness. In addition, a requirement of this type doesn't require complex energy load calculations, which reduces the burden on City staff reviewing the permit submittals. The cost-benefit analysis showed that the benefit exceeds the cost of implementing this measure.

The cool roof requirement simply requires a lighter color roof to be installed on low-sloped new multi-family and commercial developments which reflects more sun and therefore requires less energy to be used for cooling buildings. These roofing products are commercially available and are often lower-cost than darker colored materials since additional pigments do not need to be added. Steep-sloped roofs use different materials, often tiles or asphalt shingles. While tile roof products have inherent cool roof characteristics and do not pose an incremental cost, cool roof asphalt shingles that look like current market standard shingles do carry an incremental cost. Even when averaging the cost of tile and asphalt shingle cool roofs, steep sloped roofs did not meet the cost effectiveness criteria.

#### Proposed Green Building Code Amendments:

- An increase over the State code requirement of the percentage of electric vehicle (EV) ready spaces that need to be provided for new commercial and multi-family developments (10% of total spaces versus the State requirement of 3% for multi-family and 6% for commercial projects).
- Mandatory electric vehicle (EV) charger installations in 3% of the EV-ready spaces for new commercial and multi-family developments.

 Mandatory Laundry-to-Landscape diverter valves to be installed in all new single-family homes.

The impetus behind the proposed code amendments relating to EV readiness is to remove the barriers of installing EV chargers since the cost significantly increases if adequate electrical capacity is not built into a project at the onset. This ordinance is based on ordinances adopted in Palo Alto and under consideration in San Francisco, although both of those require a much higher percentage of readiness (25% in Palo Alto and 20% in San Francisco). The proposed amendment also requires buildings to install EV chargers in 3% of the total parking spaces to address growing demand for EV Chargers. Based on a survey of recent developments in San Mateo and surrounding communities, most projects are installing EV chargers in between 1 to 2% of the parking spaces so this code amendment would require a larger number of chargers to be installed than is currently the practice.

The Laundry-to-Landscape diverter valve requirement is a very low cost measure that removes one of the initial barriers to installing a Laundry-to-Landscape greywater re-use system at a later date.

#### **Stakeholder Comments**

Staff obtained feedback from the development community in San Mateo on the impact these measures will have on their projects at a stakeholder forum held on February 24, 2016. In addition, staff has held one-on-one meetings with several developers who were unable to attend the stakeholder forum.

Some key feedback that staff has received from the development community is summarized below:

- Multi-family residential projects typically have separate meters for each unit which makes
  it hard to apportion the solar energy generated on-site between individual units. As a
  result, it may be difficult to cover more than the common area electrical use with solar
  panels. However, the proposed alternative that allows solar thermal systems does help
  mitigate that issue, since water is not metered separately.
- 2. Providing the electrical capacity for EV-readiness requires a significant upgrade in the amount of electrical capacity that is built into a project and will take up some building footprint to accommodate. PG&E does not allow transformers to be oversized and they made need to be swapped out after construction which may add additional costs to the developers.

In addition, staff received a comment letter from Wilson Meany outlining their concerns over the EV charger readiness and installation requirements which is included as Attachment 3 to this report. Staff is working with PG&E to get more clarity on the concerns raised related to the proposed EV requirements and to better understand the financial impact of the proposed code amendments. The results of this analysis will be presented to the Council later this fall.

The Sustainability Commission reviewed the proposed code amendments at its March 2016 meeting and unanimously supported recommending City Council approval of both the Energy Code and Green Building Code amendments. However, the Commission is aware that staff is further researching the impact EV-related amendments and may make changes to the current proposal.

#### **BUDGET IMPACT**

The proposed municipal code amendment will not have a budgetary impact on the City since the City is already required to enforce the Energy Code and the local amendments will not be onerous to implement and track.

#### **ENVIRONMENTAL DETERMINATION**

This project is Categorically exempt from the provisions of the California Environmental Quality Act ("CEQA"), pursuant to Section 15601 of the CEQA Guidelines, because it can be seen with certainty that there is no possibility that the amendments herein adopted will have a significant effect on the environment.

#### **NOTICE PROVIDED**

All meeting noticing requirements were met.

#### **ATTACHMENTS**

Att 1 – Proposed Ordinance

Att 2 – Cost Effectiveness Analysis

Att 3 – Letter from Wilson Meany

#### STAFF CONTACT

Kathy Kleinbaum, Interim Economic Development Manager kkleinbaum@cityofsanmateo.org (650)522-7153

Stephen Lau, Building Official slau@cityofsanmateo.org (650)522-7180

# City of San Mateo 2016 Building Energy Efficiency Reach Code

### **Cost Effectiveness Study**

Final Report (May 9, 2016)



#### **TRC Energy Services**

11211 Gold Country Blvd. #103 Gold River, CA 95670 Phone: (916) 962-7001 Fax: (916) 962-0101

e-mail: FFarahmand@trcsolutions.com website: www.trcsolutions.com

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#### **EXECUTIVE SUMMARY**

The City of San Mateo plans to implement a Reach code related to energy efficiency and solar energy. The California Energy Commission (CEC) require that a cost effectiveness study be completed to implement a Reach Code in the San Mateo Municipal Code. On behalf of the City, TRC investigated Reach Code options requiring that residential and nonresidential new construction use less energy than a building minimally compliant with 2016 Title 24 Building Energy Efficiency Standards (T24 Standards). The CEC Life Cycle Cost (LCC) Methodology was used to analyze potential cost effective energy efficiency measures. The LCC methodology involves estimating and quantifying the energy savings associated with measures using a Time Dependent Valuation (TDV) of energy savings.

TRC investigated cost effective energy efficiency and solar measures for single family residential, multifamily, and nonresidential office buildings. TRC leveraged previous energy savings, market research, and cost estimates when possible. Prototype buildings were developed for San Mateo based on feedback from City staff and simulated in Title 24 compliance software. TDV energy savings were developed through software simulations and CECPV Calculator.<sup>1</sup>

The benefit to cost ratio (B/C) is the indicator for cost effectiveness. A ratio greater than 1 indicates that the added cost of the measure is more than offset by the present value life cycle energy cost savings, and the measure is deemed to be cost effective. TRC found both cool roof and solar PV measures to be cost effective, as shown in Table 1 and Table 2. Thus, TRC recommends that San Mateo implement a Reach Code ordinance to exceed the 2016 Title 24 Standards by requiring cool roofs on multifamily and nonresidential buildings with low-sloped roofs and photovoltaic measures on all buildings.

Low-Sloped Cool Roof Measure % Above **Present Value of** Benefit to Title 24 **Cost Ratio Building Type Energy Savings** Cost Multifamily Residential 3.4% \$9,033 \$1,843 4.9 **Nonresidential Offices** 0.1% \$2,788 \$1,625 1.7

Table 1. Cool Roofs Cost Effectiveness

All PV system sizes up to 40 kW were found to be cost effective, including the sizes recommended for the San Mateo residential and nonresidential Reach Code.

<sup>&</sup>lt;sup>1</sup> The CECPV Calculator was developed for use in the New Solar Homes Partnership. The calculator estimates monthly kWh and annual TDV production based on climate zone and system specifications. The tool is available online at: <a href="http://www.gosolarcalifornia.org/tools/nshpcalculator/index.php">http://www.gosolarcalifornia.org/tools/nshpcalculator/index.php</a>

Size (kW)	Cost	Residential Present Value of Energy Savings	Residential Benefit to Cost Ratio	Nonresidential Present Value of Energy Savings	Nonresidential Benefit to Cost Ratio
1	\$2,193	\$8,567	3.9	-	-
2	\$4,386	\$17,135	3.9	-	-
3	\$6,578	\$23,839	3.6	\$12,250	1.9
5	-	-	-	\$20,843	1.9

Table 2. Solar PV Cost Effectiveness for Sizes in Reach Code Ordinance

Based on the findings in this report, TRC recommends the San Mateo Municipal Code require new construction buildings exceed the 2016 Title 24 Standards by installing the following measures:

#### **Cool Roofs**

• Low-rise and high-rise multifamily residential new construction projects with low-sloped roofs, and nonresidential new construction projects with low-sloped roofs, shall install a cool roof with an ASR ≥ 0.70 and TE ≥ 0.85.

#### **Solar Mandate**

- Single family residential new construction projects shall install a ≥ 1 kW PV system.
- Low-rise and high-rise multifamily residential new construction projects:
  - A. Buildings with 3-16 units shall install  $a \ge 2 \text{ kW PV}$  system.
  - B. Buildings with  $\geq$ 17 units shall install a  $\geq$  3 kW PV system.
- Nonresidential new construction projects shall comply with:
  - A. Buildings <10,000 ft2 shall install a  $\geq$  3 kW PV system.
  - B. Buildings >10,000 ft2 shall install a  $\geq$  5 kW PV system.
- All building types may comply by installing a solar hot water system with ≥ 40 ft<sup>2</sup> collector area.

Although solar thermal was not found to be cost effective for the San Mateo prototypes, this measure may be cost effective for space types with high hot water usage, such as gyms or spas. TRC recommends that San Mateo include a solar thermal system as an alternative compliance option to solar PV in the Reach Code.

#### 1. Introduction

The City of San Mateo, located in California Climate Zone 3 (CZ3), plans to enact a Reach Code for the 2016 Title 24 Part 6 Building Energy Efficiency Standards (T24 Standards). The T24 Standards are the minimum energy efficiency requirements for building construction in California. San Mateo engaged TRC to provide a cost effectiveness study to support building Reach Code requirements above 2016 T24 Standards minimum requirements.

At the request of the City, TRC researched measures drawn from multiple sources in efforts to develop cost effective packages of measures. A full list of measures analyzed is included in Appendix B. Software modeling functionality or federally preemption very often limited which measures could be considered. Furthermore, the stringency of the 2016 Title 24 coupled with the mild climate of San Mateo reduced the energy savings impact of many measures.

Based on the results of TRC's analysis, the City decided to move forward with a Reach Code that would require that residential and nonresidential buildings install cool roofs, where applicable, to consume less energy than a building exactly compliant with the T24 Standards. Additionally, residential and nonresidential buildings would be required to install minimally-sized PV systems or solar thermal systems to offset some of the buildings energy consumption with a renewable energy source.

TRC found cool roofs to be technically and economically feasible for multifamily residential and nonresidential (office building) new construction with low-sloped roofs, and solar PV requirements to be technically and economically feasible for all residential and nonresidential (office building) new construction. TRC has prepared energy savings and cost effectiveness analyses for these measures to support the proposed Reach Code.

#### 2. METHODOLOGY

TRC assessed the cost effectiveness of San Mateo's 2016 Reach Code by analyzing several measures applied to prototype buildings using the Life Cycle Cost (LCC) methodology approved and used by the California Energy Commission (CEC) to establish cost effective building energy standards (Title 24, Part 6).

#### 2.1 Life Cycle Cost and Time Dependent Valuation

TRC used the CEC LCC Methodology to demonstrate cost effectiveness of the proposed Reach code.<sup>2</sup> The LCC methodology involves estimating and quantifying the energy savings associated with measures using a Time Dependent Valuation (TDV) of energy savings.<sup>3</sup>

TDV is a normalized format for comparing electricity and natural gas savings that takes into account the cost of electricity and natural gas consumed during different times of the day and year. The TDV values are based on long term discounted costs (30 years for all residential measures and nonresidential envelope measures and 15 years for all other nonresidential measures). TDV energy estimates are based on the present value of cost savings, but are presented in terms of "TDV kBTUs." TDV kBTUs allows savings to be evaluated in terms of energy units, and measures with different periods of analysis can be combined into a single value.<sup>4</sup>

The CEC developed the TDV values that were used in the analyses for this report, and are representative of San Mateo's climate zone.

#### 2.2 Measure Analysis

TRC investigated measures for single family, low-rise multifamily, high-rise multifamily and nonresidential (office) buildings, with the goal of establishing cost effective packages of measures or individual measures above 2016 Title 24. With guidance from the City of San Mateo, TRC adjusted standard CEC prototypes to customized prototype buildings that represent

<sup>&</sup>lt;sup>2</sup> Architectural Energy Corporation (January 2011) Life-Cycle Cost Methodology. California Energy Commission. Available at:

http://www.energy.ca.gov/title24/2013standards/prerulemaking/documents/general\_cec\_documents/2011-01-14\_LCC\_Methodology\_2013.pdf

<sup>&</sup>lt;sup>3</sup> E3 (July 2014) Time Dependent Valuation of Energy for Developing Building Efficiency Standards: 2016 Time Dependent Valuation (TDV) Data Sources and Inputs. California Energy Commission. Available at: <a href="http://www.energy.ca.gov/title24/2016standards/prerulemaking/documents/2014-07-09">http://www.energy.ca.gov/title24/2016standards/prerulemaking/documents/2014-07-09</a> workshop/2017 TDV Documents/

<sup>&</sup>lt;sup>4</sup> kBTUs = thousands of British Thermal Units.

new construction buildings typically built in San Mateo. These will be referred to as the San Mateo prototypes to differentiate from the CEC prototypes.

TRC used CBECC-Res 2016.1.0 (build 801) to simulate the residential San Mateo prototypes and CBECC-Com 2016.1.0 (build 803) for the nonresidential San Mateo prototypes. CBECC is a free public-domain software developed by the CEC for use in complying with the Title 24 Standards. The software is currently used for the 2013 Standards, and preliminary versions for use with the 2016 Standards have been released. The 2016 software algorithms will be updated occasionally until the implementation date of the 2016 Standards (January 1st, 2017). CBECC-Com uses EnergyPlus v8.3 as the simulation engine to perform the analysis. Multifamily buildings are simulated in either the residential or nonresidential software depending on the number of residential stories; buildings with four or more stories are regulated by the nonresidential code. TRC simulated all San Mateo prototypes in Climate Zone 3, and initialized them to be exactly compliant with the minimum 2016 T24 requirements (0% compliance margin), or as close as possible. The TDV of energy savings for energy efficiency measures were derived by implementing the measure in a code compliant San Mateo prototype, as described in the *Measure Descriptions and Costs*.

#### 2.2.1 Residential Prototypes

The residential San Mateo prototypes are based on the CEC prototypes fully defined by the CEC in the Residential Alternative Calculation Method reference manual. The San Mateo prototypes are slightly revised in order to meet San Mateo typical building construction and to have equal geometry oriented facing north, east, south, and west. Two residential San Mateo prototypes were simulated:

- 2,700 ft<sup>2</sup> single family two-story home
- 10,440 ft<sup>2</sup> low-rise multifamily residential building, with three stories, twelve dwelling units, and an attached garage

Further San Mateo prototype details are provided in Table 3. Low-rise residential covers all residential construction that is three stores or less, including single and multifamily. TRC developed a low-rise multifamily residential prototype with a slightly varied roof construction from the CEC prototype for the cool roof analysis. The default roof is a steep-sloped asphalt shingle roof; the adjusted roof is a low-sloped gravel roof. This low-sloped roof prototype was only used for the low-sloped cool roof analysis. Details of this analysis are provided in Section 3.

It is important to note that CEC considers mid-rise and high-rise multifamily buildings four stories or greater to be non-residential buildings.

<sup>&</sup>lt;sup>5</sup> More information on CBECC-Res available at: <a href="http://www.bwilcox.com/BEES/BEES.html">http://www.bwilcox.com/BEES/BEES.html</a>. More information on CBECC-Com available at: <a href="http://bees.archenergy.com/software.html">http://bees.archenergy.com/software.html</a>

<sup>&</sup>lt;sup>6</sup> 2016 Residential Alternative Calculation Method, California Energy Commission. Available at: http://www.energy.ca.gov/2015publications/CEC-400-2015-024/CEC-400-2015-024-CMF.pdf

Building Type	Two-Story Single Family	Low-Rise Multifamily		
Dwelling Units	1	12		
Area (ft²)	2,700	10,440		
Ceiling Area (ft²)	1,450	3,480		
Roof Area (ft²)	1,740	3,480 <sup>1</sup>		
# of floors	2	3		
Window-to-Floor Area Ratio	20%	15%		
Attic/Roof Assembly	Tile Roof, Wood Sheathing, R13 Below Roof Deck Insulation (air space), 2x4 @ 16" OC			
Roof Reflectance	Steep-Sloped: SR = 0.10, TE = 0.85	Low-Sloped: SR = 0.10, TE = 0.85 <sup>1</sup>		
Above Grade Wall Assembly	R-19 Cavity Insulation, R5 Synthetic Stucco, 0.051 U-factor			
Cooling System	Split Air Cor	nditioner, 14 SEER		
Heating System	Gas Furnace, 78% AFUE	Gas Furnace , 80% AFUE		
<b>HVAC Distribution System</b>	Ducts in Attic	Ducts in Conditioned Space		
Thermal Zones	2	4		
Domestic Water Heating Prescriptive Baseline 1	Natural Gas Instantaneous Water Heater, 0 Gallon Tank, EF=0.82	12x Natural Gas Instantaneous Water Heater, 0 Gallon Tank, EF=0.82		
Domestic Water Heating Prescriptive Baseline 2 <sup>2</sup>	Natural Gas Small Storage, 50 Gallon Tank, EF = 0.6, plus HERS Measures	Central Natural Gas Small Storage, 50 Gallon Tank, EF = 0.6, 40 MBH Input Rating, 0.20 Solar Fraction steep-sloped roof. TRC developed a lo		

Table 3. Residential San Mateo Prototypes Summary

#### 2.2.2 Nonresidential Prototypes

The nonresidential San Mateo prototypes are based on CEC prototypes detailed in the Nonresidential Alternative Calculation Method reference manual.<sup>7</sup> The prototypes are slightly revised in order to meet San Mateo typical building construction.

• 75,050 ft<sup>2</sup> high-rise multifamily building, with four stories, 79 units, an attached garage, and 3,000 ft<sup>2</sup> retail

<sup>&</sup>lt;sup>1</sup> The CEC low-rise residential multifamily prototype typically has a steep-sloped roof. TRC developed a low-rise multifamily prototype with a low-sloped roof to test the impact of cool roofs on this prototype.

<sup>&</sup>lt;sup>2</sup> TRC only used the natural gas storage hot water system for the solar thermal cost effectiveness analysis. All other measures were analyzed with a natural gas instantaneous water heater.

<sup>&</sup>lt;sup>7</sup> 2016 Nonresidential Alternative Calculation Method, California Energy Commission. Available at: http://www.energy.ca.gov/2015publications/CEC-400-2015-025/CEC-400-2015-025-CMF.pdf

- 85,000 ft<sup>2</sup> five-story medium office building with 5,000 ft<sup>2</sup> retail
- 195,060 ft<sup>2</sup> four-story large office building with 5,000 ft<sup>2</sup> retail

Results using these San Mateo prototypes are intended to represent findings for all nonresidential buildings. Further details are provided in Table 4.

Table 4. Nonresidential Prototypes Summary

<b>Building Type</b>	High-Rise Multifamily		Medium Office Large Office			
Total Conditioned Floor Area (ft²)	84,	360	85,000	192,060		
Retail Floor Area (ft <sup>2</sup>	3,0	)40	5,550	5,442		
# of floors	4		5	4		
Window-to-Floor Area Ratio	7%		13%	9%		
Roof Construction	1/16" N	letal Standing Sear	m, R-29 Continuous Ins	ulation Board		
Roof Reflectance (Low-sloped)	No Requ	irement <sup>1</sup>	SR=0.63,	TE = 0.85		
Cooling System	Direct Expansion, 13 SEER		Direct Expansion, 9.8 EER	Chiller and Cooling Tower		
Heating System		Boiler, 809	% Thermal Efficiency			
HVAC Distribution System	Packaged VAV System		5 Packaged VAVs (1 per story) with Economizer and Hot Water Reheat	4 VAVs (1 per story) with Economizer and Hot Water Reheat		
Conditioned Thermal Zones	2	2	30	24		
Domestic Water Heating <sup>2</sup>	79x Natural Gas Instantaneous Water Heater, 0 Gallon Tank, EF=0.82	Central Natural Gas Small Storage, 122 Gallon Tank, 78 Thermal Efficiency, 0.20 Solar Fraction	Gas Storage, 95 Gallons, 78% Thermal Efficiency	Gas Storage, 45 Gallons, 61% Thermal Efficiency		
Regulated Lighting Power Density	- I (Refail ()nlV) 1 /I) W/fff <sup>2</sup>		0.75 Watts/ft <sup>2</sup>			
Daylighting Controls	(Retail Only) Continuous, 0.20 Dimming Light/Power Fraction		Continuous, 0.20 Dimming Light/Power Fraction			
Occupancy Sensors				Required in Private Offices, Conference Rooms, and Multipurpose Rooms. Not Required in Open Offices		

<sup>&</sup>lt;sup>1</sup> Although there is no prescriptive requirement in CZ3 for high-rise residential, the model assumes ASR=0.08 and TE=0.75 as per section 110.8(i)1 of the Title 24 Standards.

<sup>&</sup>lt;sup>2</sup>TRC only used the natural gas storage hot water system for the solar thermal cost effectiveness analysis. All other measures were analyzed with a natural gas instantaneous water heater.

#### 2.2.3 Energy Efficiency Measures

TRC investigated potential energy efficiency measures to apply to the San Mateo residential and nonresidential prototypes. TRC utilized the 2016 Title 24 Codes and Standards Enhancement (CASE) reports developed on behalf of the IOUs as the basis of our measure analysis and selection. The CASE studies to support Title 24 proposed updates contain detailed energy savings, market research, and cost estimates for measures, and serve as comprehensive data sources for the Reach Code analysis. For measures where no CASE study exists, such as HVAC fan efficiency increase or drain water heat recovery, TRC conducted internal market research to assess measure feasibility, costs, and potential energy impact. Additionally, TRC identified measures that are potential topics for the 2019 CASE process and, lastly, measures being investigated for green building codes such as CALGreen (Title 24, Part 11) and ASHRAE Standard 189.1.

A full list of energy efficiency measures that TRC reviewed is provided in *Appendix B – Energy Efficiency Measure List*.

#### 2.2.4 Solar Measures

The California Public Utilities Commission (CPUC) set goals that California residential new construction will be Zero Net Energy (ZNE) by 2020<sup>8</sup> and nonresidential new construction by 2030<sup>9</sup>. The state will realize these goals partly through more stringent Building Energy Efficiency Standards and partly through renewable energy policy. TRC investigated the cost effectiveness and feasibility of photovoltaics (PV) and solar thermal water heating for residential and nonresidential new construction.

#### 2.3 Cost Effectiveness

Using the CEC's LCC methodology, TRC determined cost effectiveness by assessing the incremental costs of a measure and comparing them to the energy cost savings. Incremental costs represent the construction and maintenance costs of the proposed measure relative to the 2016 Title 24 Standards minimum requirements.

The Benefit to Cost (B/C) Ratio is the incremental TDV energy costs savings divided by the total incremental costs. When the B/C ratio is greater than 1.0, the added cost of the measure is more than offset by the discounted energy cost savings and the measure is deemed to be cost effective.

<sup>8</sup> CA Energy Efficiency Strategic Plan: New Residential Zero Net Energy Action Plan 2015 – 2020, CPUC and CEC. June 2015. Available online at: <a href="http://www.cpuc.ca.gov/General.aspx?id=4125">http://www.cpuc.ca.gov/General.aspx?id=4125</a>

<sup>&</sup>lt;sup>9</sup> CA Energy Efficiency Strategic Plan: Zero Net Energy Commercial Building Sector 2010-2012. Engage 360. June 2011. Available online at: <a href="http://www.cpuc.ca.gov/General.aspx?id=4125">http://www.cpuc.ca.gov/General.aspx?id=4125</a>

#### 2.3.1 Energy Savings

To estimate the energy savings of energy efficiency measures, TRC used the California building simulation compliance software, CBECC-Res and CBECC-Com, used for residential and nonresidential projects, respectively. The full energy benefit of PV is not captured in the compliance software; therefore, TRC used the CECPV calculator to estimate PV energy savings impacts.

#### **Energy Efficiency Measures**

For most measures, TRC used CBECC-Res and CBECC-Com to estimate the TDV savings and percent improvement beyond the T24 Standards. Measure specific modeling parameters are described in Section 3. A full list of measures that TRC investigated is provided in *Appendix B – Energy Efficiency Measure List*. Measures that are not capable of being modeled in the current CBECC software were analyzed through spreadsheet analysis.

TDV energy savings are calculated in terms of per-square-foot of the building, similar to the output of CBECC software. The present value of the energy savings is calculated by multiplying the TDV savings/ft² by the building area, and finally by the Net Present Value (NPV) factor. The NPV factor is \$0.173/TDV kBtu for residential measures, \$0.154/TDV kBtu for nonresidential envelope measures, and \$0.089/TDV kBtu for all other nonresidential measures.

To determine nonresidential energy savings for each measure, TRC used a straight average of the energy savings of each nonresidential prototype. When calculating multifamily buildings savings, savings are calculated by averaging results when using the nonresidential NPV factor for high-rise and the residential NPV factor for low-rise.

The minimally compliant energy consumption of the residential and nonresidential San Mateo prototypes are summarized in Table 5 and Table 6.

Prototypes	Single Family 2-story (kBtu/ft²- yr)	Low-Rise Multifamily (steep- sloped roof) (kBtu/ft²-yr)	Low-Rise Multifamily (low- sloped roof) (kBtu/ft²-yr)	
Space Heating	8.92	2.03	2.09	
Space Cooling	0.22	4.63	4.64	
IAQ Ventilation	1.15	2.47	2.47	
Water Heating	8.74	16.45	16.45	
Total Standard Design TDV	19.03	25.58	25.65	

Table 5. Residential San Mateo Prototype TDV Energy Consumption

End Use	High-Rise Multifamily (kBtu/ft²-yr)	Medium Office (kBtu/ft²-yr)	Large Office (kBtu/ft²-yr)
Space Heating	5.6	10.8	10.1
Space Cooling	5.1	47.5	38.7
Indoor Fans	17.9	19.5	16.3
Pumps & Miscellaneous	2.8	0.7	0.7
Domestic Hot Water	10.8	2.4	2.2
Indoor Lighting	35.9	37.0	34.3
Total Standard Design TDV	78.1	117.9	102.3

Table 6. Nonresidential San Mateo Prototype TDV Energy Consumption

#### Solar Measures

The CEC currently allows a limited credit for low-rise residential buildings with PV in Climate Zone 3 (7.8% compliance margin for single family, 3.4% compliance margin for low-rise multifamily). The credit is attained by inputting PV into CBECC-Res. The PV credit does not capture the full energy benefits of PV, and is intended to promote energy efficient design before renewables. Similar modeling and credit are not currently available for nonresidential buildings in CBECC-Com.

To calculate the cost effectiveness of PV as a standalone measure, TRC calculated the TDV energy savings from PV using the CECPV calculator, rather than using the limited TDV output from compliance software. The CECPV calculator is specifically designed for use in the California New Solar Homes Partnership program, and has inputs for PV module, inverter, installation heights and orientation, and climate zone. The software provides a TDV output that represents the total output of the array.

Compliance software models solar thermal through the use of a solar savings fraction, which represents the fraction of hot water demand met by a solar thermal system. Solar thermal benefits are not explicitly limited in compliance software (a solar fraction of 1 is possible to input). However, benefits only apply to the domestic hot water heating load, and the software appears to reduce the therms savings below what would be expected with the solar savings fraction input.

Note that PV arrays installed in Palo Alto homes are not eligible for New Solar Homes Partnership incentives, as the program is funded by the statewide investor-owned utilities. The CECPV Calculator is available at <a href="http://www.gosolarcalifornia.org/tools/nshpcalculator/download">http://www.gosolarcalifornia.org/tools/nshpcalculator/download</a> calculator.php

#### 2.3.2 Costs

TRC reviewed CASE studies for relevant cost data. To better align the accuracy of costs for San Mateo, TRC conducted further cost research through interviews and online retailers serving the city to supplement CASE data. Building material and labor costs were localized, and taxes and contractor markups were added as appropriate, as described in Section 3. TRC used a straight average to blend the costs for the measures for the two office and two multifamily prototypes.

#### 3. Measure Descriptions and Costs

This section provides a description, general modeling parameters, market overview, and summarized costs for cool roof and solar measures.

After initial investigation and analysis of several energy efficiency measures, cool roofs was selected based on its cost effectiveness and technical feasibility in the San Mateo new construction market. A full list of energy efficiency measures that were analyzed and a brief description of why they were not pursued for this Reach Code is provided in *Appendix B – Energy Efficiency Measure List*.

#### 3.1 Cool Roofs

In CEC Climate Zone 3, cool roofs are prescriptively required in 2016 Title 24 for nonresidential new construction; neither high-rise nor low-rise residential new construction have cool roof requirements. Title 24 currently separates cool roof requirements based on the slope of the roof – low-sloped, defined as having a slope  $\leq$  2:12, and steep-sloped. TRC investigated increasing the stringency of the 2016 Title 24 nonresidential low-sloped cool roof requirements and introducing cool roof requirements for high-rise and low-rise residential roofs, both steep- and low-sloped. If cost effective, this measure would increase the required minimum 3-year aged solar reflectance (ASR) for roofs. Title 24 cool roof requirements for Climate Zone 3 are outlined in Table 7.

Building Sector	Slope	3-Year Aged Solar Reflectance	Thermal Emittance	
Low Rise Residential	Low-Sloped	No Requirement		
Low-Rise Residential	Steep-Sloped			
High Dies Desidential	Low-Sloped	No Requirement		
High-Rise Residential	Steep-Sloped	0.20	0.75	
Namadambial	Low-Sloped	0.63	0.75	
Nonresidential	Steep-Sloped	0.20	0.75	

Table 7. Prescriptive Cool Roof Requirements in CZ3

This measure, if cost effective, would have the following ASR requirements:

Steep-sloped roofs have a slope of > 2:12. In California, steep-sloped roofs are more typical of low-rise residential construction and are generally constructed with asphalt shingles or tiles; however, some commercial construction also employs steep-sloped roofs.

- Nonresidential low-sloped roofs: ASR = 0.70, compared to ASR = 0.63 prescriptive requirement
- High-rise and low-rise multifamily residential low-sloped roofs: ASR = 0.70, compared to no prescriptive requirement<sup>12</sup>
- High-rise and steep-sloped roofs: ASR = 0.28, compared to ASR = 0.20
- Low-rise residential (including single family) steep-sloped roofs: ASR = 0.28, compared to no prescriptive requirement<sup>12</sup>

The measure does not change the modeling default Thermal Emittance (TE) = 0.85, as this value is sufficient for cool-roof products.

Low-sloped roofs are generally found on multifamily and commercial construction, and can be built with a variety of roofing products, typically field applied coatings, membranes or "cool caps", or single ply thermoplastic roofing. Steep-sloped roofs are more typical of low-rise residential construction in California, and are built with asphalt shingles or concrete or clay tile.

To develop cost estimates, TRC conducted interviews regarding roofing products with roofers and roof supply distributors in the San Francisco Bay Area. In addition to interviews, TRC reviewed product material costs from online retailers serving the San Mateo area. Multiple roofers and product distributors stated that there is little or no additional labor to install cool roof products for either low- or steep-sloped roofs.

#### 3.1.1 Low-Sloped Roofs

For low-sloped roofs, most products that meet the cool roof requirements do not introduce a cost increase over non-cool roof products, and based on feedback from roofers and distributors, there are even cost savings for some products. Additionally, according to Cool Roof Rating Council<sup>13</sup> certified product directory, there are about three times as many cool roof products available at the proposed ASR = 0.70 value than at the current required ASR = 0.63.

The 2013 Nonresidential Cool Roofs CASE Report supports how cool roofs can be cheaper than their darker, non-cool roof counterparts:<sup>14</sup>

"Within the cool roof market, many of the products with [ASR] values close to 0.55 are actually tinted versions of the more conventional white versions of the same product. The products with

<sup>12</sup> The default modeling assumption is ASR=0.08 for standard high-rise residential roofing product and ASR=0.10 for standard low-rise residential roofing product. There are no supporting details for these values in the ACM Reference Manuals.

<sup>&</sup>lt;sup>13</sup> Available at: http://coolroofs.org/products/results

<sup>&</sup>lt;sup>14</sup> California Utilities Statewide Codes and Standards Team (October 2011) Nonresidential Cool Roofs Codes and Standards Enhancement Initiative. Available at:
<a href="http://www.energy.ca.gov/title24/2013standards/prerulemaking/documents/current/Reports/Nonresidential/Envelope/2013">http://www.energy.ca.gov/title24/2013standards/prerulemaking/documents/current/Reports/Nonresidential/Envelope/2013</a> CASE NR Cool Roofs Oct 2011.pdf

the darker reflectance can, therefore, actually have a higher initial cost while also driving higher energy costs."

To estimate the incremental cost for high- and low-rise multifamily buildings (ASR = 0.10 to ASR = 0.70), TRC assumed a baseline of a market standard non-cool roof and data from the 2013 Nonresidential Cool Roofs CASE Report. The cost analysis shows there are no additional material costs to implement cool roofs for low-sloped roofs compared to market standard roofing products. TRC used the average incremental cost for roofing types including single-ply TPO, membranes, and field applied coatings.

To be conservative, TRC estimated a small incremental cost for products that meet the proposed nonresidential low-sloped cool roof requirements (ASR = 0.63 to ASR = 0.70). This incremental cost represent product types that may have higher costs to meet the proposed values, even though cost analysis suggests there is no incremental cost on average. To estimate this cost, TRC looked at the cost difference between two products of the same type from the same manufacturer that meet the current ASR value and the proposed ASR value.

The incremental costs of going from the base case to a cool roof are summarized in Table 8 and Table 9. Additional details for the cost analysis are provided in *Appendix A – Low-Sloped Roof* Cost Details.

Base Case	Proposed Update	Incremental \$/ ft² roof	High-Rise Multifamily		Low-Rise Multifamily	
Dase Case			Units/ Bldg	\$/Bldg	Units/ Bldg	\$/Bldg
No Requirement <sup>1</sup>	ASR=0.70, TE=0.85	\$0.15	21,090	\$3,164	3,480	\$522
		\$1.8	843			

Table 8. Multifamily Low-Sloped Cool Roof Incremental Costs Summary

<sup>&</sup>lt;sup>1</sup> Although there is no prescriptive requirement in CZ3 for residential roofs, the model assumes ASR=0.08 for high-rise, ASR=0.10 for low-rise, and TE=0.75 to represent standard roofing materials.

		Incremental \$/ ft² roof	Medium	Office	Large Office	
Base Case	Proposed Update		Units/ Bldg	\$/ Bldg	Units/ Bldg	\$/Bldg
ASR=0.63, TE=0.85	ASR=0.70, TE=0.85	\$0.05	17,000	\$850	48,015	\$2,401
		\$1.6	525			

Table 9. Nonresidential Low-Sloped Cool Roof Incremental Costs Summary

#### 3.1.2 Steep-Sloped Roofs

TRC gathered costs for asphalt shingles and concrete and clay tile that meet the current and proposed ASR values (ASR = 0.10 to ASR = 0.28). Several interviewees mention that the cool roof properties of tile do not impact costs, and that costs are associated with color and other characteristics. Therefore, there is no incremental cost for tile meeting the proposed ASR value.

Asphalt shingles, however, can carry a cost premium for cool roof products. The proposed cool roof requirements can be met with white shingles, which have no incremental cost over current market standard shingles, but shingles in a variety of colors that meet the cool roof values have an increased cost over their non-cool roof equivalents. Based on interviews, there are no additional labor costs for steep-sloped cool roofs.

The steep-sloped cool roof cost is only applied to the low-rise residential prototypes, as it is not common for high-rise residential or commercial construction to have steep-sloped roofs. This is also reflected in the prototype buildings. Table 10 provides the incremental cost to go from the base case (no requirement) to a cool roof requirement for steep-sloped roofs. This cost assumption is a straight average of the asphalt shingle and tile incremental cost estimates.

	Page Code	Proposed Update	Incremental \$/ ft² roof	Two-Story Single Family		Low-Rise Multifamily	
	Base Case			Units/ Bldg	\$/Bldg	Units/ Bldg	\$/Bldg
	No Requirement <sup>1</sup>	ASR=0.28, TE=0.85	\$0.23	1740	\$400	3,771	\$867

Table 10. Low-Rise Residential Steep-Sloped Cool Roof Incremental Costs Summary

#### 3.2 Solar Measures

#### 3.2.1 Photovoltaics

Costs for solar PV were estimated using statewide data from the New Solar Homes Partnership (NSHP) program. TRC retrieved costs for both small systems (less than 10 kW) and larger systems (between 10 kW and 100 kW). Average and median costs (in \$/Watt installed) were extracted from the NSHP database, and median costs were found to be higher and more conservative. Although array costs (\$/Watt installed) for large systems are less than costs for small systems, TRC used only the cost of small systems in cost effectiveness analysis, to remain conservative.

For 2015 NSHP program data, the median cost for small PV systems was \$4.90/Watt. Several studies have tracked the installation costs of PV to provide market trends. Lawrence Berkeley National Laboratory, for example, found that national median installed prices in 2014 declined year-over-year by 9% for both residential and nonresidential systems. This decline in cost is similar to what TRC observes in the NSHP database, and a recent CEC report. 16,17 By applying this

<sup>&</sup>lt;sup>1</sup> Although there is no prescriptive requirement in CZ3 for residential roofs, the model assumes ASR=0.08 for high-rise, ASR=0.10 for low-rise, and TE=0.75 to represent standard roofing materials.

<sup>&</sup>lt;sup>15</sup> Available at: https://www.newsolarhomes.org/WebPages/Public/Reports.aspx

E3 (May 2013) Cost-Effectiveness of Rooftop Photovoltaic Systems for Consideration in California's Building Energy Efficiency Standards. Prepared for the California Energy Commission. Available at: <a href="http://www.energy.ca.gov/2013publications/CEC-400-2013-005/CEC-400-2013-005-D.pdf">http://www.energy.ca.gov/2013publications/CEC-400-2013-005/CEC-400-2013-005-D.pdf</a>

cost reduction through to 2017, the median installed cost of PV is expected to be \$4.06/Watt, as shown in Table 11.

PV systems installed in San Mateo are eligible for both the NSHP rebate and the federal solar Investment Tax Credit (ITC), which rebates 30% of the cost of the system. Note that TRC observed the NSHP incentive to decline year-over-year by 19%, and projected the decline to continue through to 2017. When accounting for the NSHP rebate and ITC, the estimated net cost for installed solar PV in 2017 is \$2.19/Watt.

Installed Cost (\$/Watt)	2015	2016	2017
Median Cost	\$4.90	\$4.46	\$4.06
Federal ITC	-	-	-\$0.93
NSHP Incentive	-	-	-\$0.94
Net Cost	-	-	\$2.19

Table 11. Costs for Solar PV

#### 3.2.2 Solar Thermal

Costs for solar thermal hot water systems were based on the California Solar Initiative (CSI) program data, and represent installed costs for all components, including tanks. <sup>19</sup> Costs for baseline systems were developed through the 2016 Instantaneous Water Heaters CASE Report and RSMeans<sup>20</sup> when necessary.

Solar hot water installations in the City of San Mateo qualify for the CSI incentives as well as the Federal ITC. Incentive amounts vary depending on the therms displaced by the solar thermal system. To estimate incentive amounts, TRC estimated the size (in ft²) of a typical solar hot water system for each prototype, attained the solar savings fraction using the Solar Water Heater Calculator from the CEC²¹, and entered the solar fraction into 2016 Title 24 software to attain the therms saved. These therms were then input into the program formulas used to determine incentive amounts.

Incremental costs from baseline systems were estimated in the following ways, and summarized in Table 12:

<sup>&</sup>lt;sup>17</sup> Barbose, G., et al. (August 2015) Tracking the Sun VIII: The Installed Price of Residential and Non-Residential Photovoltaic Systems in the United States. Available at: <a href="https://emp.lbl.gov/sites/all/files/lbnl-188238">https://emp.lbl.gov/sites/all/files/lbnl-188238</a> 1.pdf

<sup>&</sup>lt;sup>18</sup> More information available at: http://www.seia.org/policy/finance-tax/solar-investment-tax-credit

<sup>&</sup>lt;sup>19</sup> Available at: <a href="http://www.csithermalstats.org/">http://www.csithermalstats.org/</a>

<sup>&</sup>lt;sup>20</sup> Available at: <a href="https://rsmeansonline.com/">https://rsmeansonline.com/</a>

<sup>&</sup>lt;sup>21</sup> Available at: http://www.energy.ca.gov/title24/swh calculator/

- Single family The prescriptive baseline for single family buildings is an instantaneous tankless water. A storage water heater is an alternate prescriptive baseline, as long as Compact DHW, Pipe Insulation, and QII HERS measures are also implemented.
  - TRC analyzed incremental costs from each of these baselines. The cost of an instantaneous water heater is one baseline, while the cost of the storage water heater serves as the second baseline. The cost of the HERS measures is not accounted for in the baseline, because they would still be prescriptively required even with a solar thermal system.
- Multifamily The prescriptive baseline for multifamily buildings is an instantaneous tankless water serving each individual dwelling unit. A central storage water with a solar thermal system with a solar savings fraction of 0.20 is an alternate compliance baseline (the prescriptive compliance path for systems serving multiple dwelling units).
  - CBECC-Res shows that a central storage water heater with a solar thermal savings fraction of 1.0 is necessary to generate energy savings beyond that of 8 instantaneous water heaters. Even though solar fractions approaching 1.0 are challenging to design, a solar thermal array with a solar fraction of 0.80 was used for cost effectiveness analysis to demonstrate that, even with this conservative sizing, solar thermal would not be cost effective. The cost of 8 instantaneous water heaters was thus subtracted from the cost of the 0.80 solar thermal system to estimate the incremental cost.
  - The central storage + 0.20 solar fraction baseline was subtracted from the cost of a central storage system + 0.40 solar fraction, to attain the incremental cost of the 0.40 solar fraction system.
- Nonresidential The prescriptive compliance path is for a storage water heater. The cost of the storage water heater is subtracted from the cost of the solar thermal system.

Table 12. Solar Thermal System Costs

	Single Family		Low-Rise Multifamily		Nonresidential
Solar Thermal System Size (ft²)	40		700	100	100
Solar Thermal Solar Savings Fraction	0.7	0	0.80	0.39	0.20
Solar Thermal System Therms Displaced	70		433	163	233
Solar Thermal System Gross Cost	\$12,7	78	\$114,053	\$29,352	\$21,065
CSI Incentive	\$2,0	90	\$8,742	\$7,016	\$4,704
Federal Investment Tax Credit	\$3,8	33	\$31,593	\$6,701	\$4,079
Assumed Baseline System	Instantaneous Water Heater	Storage Water Heater	Instantaneous Water Heater	Storage Water Heater + 0.20 Solar Fraction	Storage Water Heater
Baseline System Cost	\$1,979	\$3,078	\$23,748	\$8,944	\$8,206
Solar Thermal System Net Cost	\$4,876	\$3,777	\$49,970	\$6,691	\$4,076

#### 4. ENERGY SAVINGS AND COST EFFECTIVENESS RESULTS

The results for the cool roof and solar measures are presented below for single family, multifamily, and nonresidential San Mateo prototypes. Results include measure compliance margin, present value of energy savings, costs, and benefit to cost (B/C) ratio. When the B/C ratio is greater than 1.0, the added cost of the measure is more than offset by the discounted energy cost savings and the measure is deemed to be cost effective.

#### 4.1 Energy Efficiency Measures

#### 4.1.1 Cool Roofs

As shown below in Table 13, low-sloped cool roofs have relatively small incremental costs and are cost effective for multifamily and nonresidential buildings in Climate Zone 3. The low-sloped multifamily residential results are an average for the low-rise and high-rise prototypes. Based on this analysis, steep-sloped cool roofs are not cost effective for San Mateo.

Cool Roof Measure								
Building Type	Roof Slope	% Above Title 24	Present Value of Energy Savings	Cost	Benefit to Cost Ratio			
Single Family Residential	Steep-Sloped	0%	\$0	\$400	0			
Low-Rise Multifamily Residential	Steep-Sloped	1.8%	\$850	\$867	0.98			
Multifamily Residential	Low-Sloped	3.4%	\$9,033	\$1,843	4.9			
Nonresidential Office	Low-Sloped	0.1%	\$2,788	\$1,625	1.7			

Table 13. Low-Sloped Cool Roof Cost Effectiveness

#### 4.2 Solar Measures

Solar PV was found to be cost effective at all sizes. Solar thermal hot water was not found to be cost effective for the building types analyzed.

#### 4.2.1 Solar PV

Solar PV is cost effective at all sizes as shown in Table 14 below. Nonresidential benefit-to-cost ratios are lower than residential because the NPV factor for nonresidential is lower than residential, as described in Section 2.3.1.

Size (kW)	Cost	Residential Present Value of Energy Savings	Residential Benefit to Cost Ratio	Nonresidential Present Value of Energy Savings	Nonresidential Benefit to Cost Ratio
1	\$2,193	\$8,567	3.9	-	-
2	\$4,386	\$17,135	3.9	-	-
3	\$6,578	\$23,839	3.6	\$12,250	1.9
5	-	-	-	\$20,843	1.9

Table 14. Solar PV Cost Effectiveness

#### 4.2.2 Solar Thermal

Solar hot water (thermal) is not cost effective under any scenario analyzed, as shown in Table 15, even in multifamily buildings with a pre-existing solar hot water system. However, solar hot water may be cost effective in buildings with high hot water demands, such as gyms or spas.

Building	Baseline	Cost	Present Value of Energy Savings	Benefit to Cost Ratio
Single Family	Instantaneous Water Heater	\$4,876	\$2,004	0.4
Single Family	Storage Water Heater	\$3,777	\$1,649	0.4
	Instantaneous Water Heater	\$49,970	\$2,153	0.0
Multifamily	Storage Water Heater + 0.20 Solar Fraction	\$6,691	\$1,205	0.2
Nonresidential	Storage Water Heater	\$4,076	\$3,783	0.9

Table 15. Solar Thermal Cost Effectiveness

#### 4.3 Reach Code Recommendation

Cool roof requirements and solar PV proved cost effective for prototypes in the City of San Mateo. Although solar thermal was not found to be cost effective for the San Mateo prototypes, this measure may be cost effective for space types with high hot water usage, such as gyms or spas. TRC recommends that San Mateo include a solar thermal system as an alternative compliance option to solar PV in the Reach Code.

TRC recommends the San Mateo Municipal Code require new construction buildings exceed the 2016 Title 24 Standards by installing the following measures:

#### **Cool Roofs**

 Low-rise and high-rise multifamily residential new construction projects with low-sloped roofs, and nonresidential new construction projects with low-sloped roofs, shall install a cool roof with an ASR ≥ 0.70 and TE ≥ 0.85.

#### **Solar Mandate**

- Single family residential new construction projects shall install a ≥ 1 kW PV system.
- Low-rise and high-rise multifamily residential new construction projects:
  - C. Buildings with 3-16 units shall install a  $\geq$  2 kW PV system.
  - D. Buildings with  $\geq 17$  units shall install a  $\geq 3$  kW PV system.
- Nonresidential new construction projects shall comply with:
  - C. Buildings <10,000 ft2 shall install a  $\geq$  3 kW PV system.
  - D. Buildings  $\geq$ 10,000 ft2 shall install a  $\geq$  5 kW PV system.
- All building types may comply by installing a solar hot water system with ≥ 40 ft<sup>2</sup> collector area.

#### 4.3.1 Compliance

Compliance can be checked both on construction documents as well as compliance software reports. The compliance software output reports that are submitted to the building department identify the slope, ASR and TE of a proposed building's roof assembly and the proposed PV system size.

#### 4.4 Greenhouse Gas Savings

New construction complying with the proposed Reach Code will result in greenhouse gas (GHG) savings through saving electricity and natural gas. Electricity and natural gas usage are estimated in CBECC simulations for each prototype building. Saved energy is multiplied by a factor of 0.65 lbs of  $CO_2$  equivalent ( $CO_2$ e) per kWh, and 11.7 lbs of  $CO_2$ e per therm, as per Environmental Protection Agency research.<sup>22</sup> As shown in Table 16:

- 14% GHG savings are achieved for each newly constructed single family building
- 1% GHG savings are achieved for each newly constructed multifamily building
- 1% GHG savings are achieved for each newly constructed nonresidential building

<sup>&</sup>lt;sup>22</sup> United States Environmental Protection Agency. 2015. "Emission Factors for Greenhouse Gas Inventories." Available at: <a href="https://www.epa.gov/sites/production/files/2015-12/documents/emission-factors">https://www.epa.gov/sites/production/files/2015-12/documents/emission-factors</a> nov 2015.pdf.

An estimate of annual city-wide GHG savings is attained by multiplying the  $CO_2e$  savings per building against the number of new construction buildings permitted in San Mateo during the 2015 Calendar year, provided by the City of San Mateo. GHG savings are expressed in metric tons of carbon dioxide equivalent (MTCO<sub>2</sub>e).

Table 16. Greenhouse Gas Savings Summary

			Single Fam	ily Measures			
Measure	Gas Therms / Home	Electric kWh / Home	lbs CO2e	Ibs CO2e Avoided / Home	GHG Savings	Homes Affected / Year	MTCO₂e Avoided / Year Citywide
Code Compliant Building	320	5,361	7,231	-	-	31	14
Solar PV	320	3,795	6,213	1,018	14%		
			Multifami	ly Measures			
Measure	Gas Therms / Building	Electric kWh / Building	lbs CO2e	Ibs CO2e Avoided / Building	GHG Savings	Buildings Affected / Year	MTCO₂e Avoided / Year Citywide
Code Compliant Building	5,112	198,581	188,928	1	-	15	19
Cool Roof + PV	5,197	192,798	186,162	2,766	1%		
		1	Nonresiden	tial Measure	S		
Measure	Gas Therms / Building	Electric kWh / Building	lbs CO2e	lbs CO2e Avoided / Building	GHG Savings	Buildings Affected / Year	MTCO₂e Avoided / Year Citywide
Code Compliant Building	9422	1,019,900	773,444	-	-	7	18
Cool Roof + PV	9473	1,012,070	768,948	5,666	1%		
					Total, All Bu	uilding Types	51

<sup>\*</sup>GHG percentage savings include unregulated loads, such as residential lighting, plug loads, and federally pre-emptive appliances. Percentages would be higher if including only regulated loads.

#### 5. APPENDIX A - LOW-SLOPED ROOF COST DETAILS

Table 17. Low-Sloped Cool Roof Detailed Costs

Product Type	Product Name	Product ASR	Product TE	Cost (\$/ft²)	Vendor	Location
TPO/PVC	GAF - ANY	Any	Any	\$0.39	CentiMark	Hayward
TPO/PVC	GAF Everguard TPO White	0.68	0.83	\$0.58	Elite Roofing Supply	San Jose
Membrane: ModBit/BUR	GAF Ruberoid EnergyCap Torch Granule FR (white)	0.7	0.82	\$1.05	Elite Roofing Supply	San Jose
Membrane: ModBit/BUR	GAF GAFGLAS EnergyCap	0.7	0.91	\$0.60	Elite Roofing Supply	San Jose
Membrane: ModBit/BUR	Cool Cap	0.7	Unknown	\$0.70	Roofing Supply Group	Central CA
Membrane: ModBit/BUR	CertainTeed CoolStar Flintastic GTA	0.59	0.85	\$0.70	Sierra Roofing Supply	Northern CA
Membrane: ModBit/BUR	CertainTeed CoolStar	0.59	0.85	\$1.00	Advantage Roofing Inc	Daly City
Membrane: ModBit/BUR	GAF Triple-Ply BUR Granule Cap Sheet: white	<0.55	Unknown	\$0.33	Home Depot	Oakland
Membrane: ModBit/BUR	GAF Tri-Ply ModBit Rolled Roofing in Black	<0.55	Unknown	\$0.10	Home Depot	Palo Alto
Membrane: ModBit/BUR	GAF Tri-Ply Smooth APP-ModBit Membrane: Black	<0.55	Unknown	\$0.72	Home Depot	Palo Alto
Membrane: ModBit/BUR	GAF Tri-Ply Granule Bit Membrane: White	<0.55	Unknown	\$0.72	Home Depot	Palo Alto
Membrane: ModBit/BUR	Farco White fiberglass mineral surface roll	<0.55	Unknown	\$0.49	Home Depot	Palo Alto
Membrane: ModBit/BUR	General Cool Cap for BUR	<0.55	Unknown	\$0.70	Sierra Roofing Supply	Northern CA
Membrane: ModBit/BUR	General Cool Cap for Mod Bit	<0.55	Unknown	\$0.35	Sierra Roofing Supply	Northern CA
Membrane: ModBit/BUR	Cap Sheet	<0.55	Unknown	\$0.80	Advantage Roofing Inc	Daly City
Membrane: ModBit/BUR	Cool Cap	<0.55	Unknown	\$0.35	Roofing Supply Group	Central CA
Membrane: ModBit/BUR	Standard cap sheet product	<0.55	Unknown	\$0.22	Elite Roofing Supply	San Jose
Field Applied Coating	Henro Co: 687 Enviro-White	0.8	0.9	\$0.57	Home Depot	Palo Alto

Product Type	Product Name	Product ASR	Product TE	Cost (\$/ft²)	Vendor	Location
	Henro Co: 687 Enviro-White	0.8	0.9	\$0.51	Home Depot	Salinas
Field Applied Coating	Henry 687 Enviro-White	0.8	0.9	\$0.59	Home Depot	Placerville
Field Applied Coating	APOC 272/252	0.77	0.9	N/A	Precisions Roofing Inc	Daly City
Field Applied Coating	Tropical Roofing: Asphalt 921 Re-Flex	0.74	0.89	\$0.53	Elite Roofing Supply	San Jose
Field Applied Coating	Henry 587 Dura-Brite	0.73	0.91	\$0.49	Home Depot	Placerville
Field Applied Coating	Henry Co: 587 Dura-Brite	0.73	0.91	\$0.40	Home Depot	Placerville
Field Applied Coating	Henry Co: 587 Dura-Brite	0.73	0.91	\$0.40	Home Depot	Salinas
Field Applied Coating	Henry Co: 587 Dura-Brite	0.73	0.91	\$0.40	Lowes	Salinas
Field Applied Coating	Black Jack Ultra Roof 1000	0.72	0.88	\$0.56	Lowes	Sunnyvale
Field Applied Coating	Henry Co: 287 Solar-FLex	0.72	0.82	\$0.28	Home Depot	Placerville
Field Applied Coating	Henry Co: 287 Solar-FLex	0.72	0.82	\$0.28	Home Depot	Salinas
Field Applied Coating	Henry Co: 587 Dura-Brite	0.72	0.82	\$0.40	Home Depot	Salinas
Field Applied Coating	Black Jack Ultra Roof 1000	0.72	0.88	\$0.37	Lowes	Fremont
Field Applied Coating	Henry Co: 287 Solar-FLex	0.72	0.82	\$0.28	Lowes	Fremont
Field Applied Coating	Henry Co: 287 Solar-FLex	0.72	0.82	\$0.28	Home Depot	San Mateo
Field Applied Coating	Henry Co: 287 Solar-FLex	0.72	0.82	\$0.28	Home Depot	Salinas
Field Applied Coating	Black Jack Ultra Roof 1000	0.72	0.88	\$0.37	Lowes	Gilroy
Field Applied Coating	APOC/Gardner Sta-Kool 780	0.72	0.88	\$0.45	Home Depot	Palo Alto
Field Applied Coating	Silicone coating	0.70	Unknown	\$0.39	Wedge Roofing	Petaluma
Field Applied Coating	Tropical Roofing: Asphalt 911 Eternalastic	0.69	0.91	\$0.53	Elite Roofing Supply	San Jose
Field Applied Coating	Gardner Sta-Kool 770	0.65	0.88	\$0.51	Home Depot	Placerville
Field Applied Coating	Gardner Sta-Kool 770	0.65	0.88	\$0.58	Home Depot	Placerville
Field Applied Coating	Gardner Sta-Kool 770	0.65	0.88	\$0.61	Home Depot	Salinas
Field Applied Coating	Black Jack Roof-Gard 700	0.65	0.88	\$0.29	Lowes	Fremont
Field Applied Coating	Gardner Sta-Kool 770	0.65	0.88	\$0.58	Home Depot	San Mateo
Field Applied Coating	Gardner Sta-Kool 770	0.65	0.88	\$0.58	Home Depot	Salinas

Product Type	Product Name	Product ASR	Product TE	Cost (\$/ft²)	Vendor	Location
Field Applied Coating	Gaco: Gacoflex S1000	0.56	0.89	\$0.66	Lowes	Reno
Field Applied Coating	Black Jack Maxx-Cool	0.5	Unknown	\$0.76	Lowes	Reno
Field Applied Coating	Henry 555 Premium Aluminum Roof Coating	0.42	0.56	\$0.85	Home Depot	Palo Alto
Field Applied Coating	ANY Field Applied Coating	0.3	Unknown	\$0.39	CentiMark	Hayward
Field Applied Coating	Henry 201 Fibered Black Roof Coating	0.3	Unknown	\$0.24	Home Depot	Palo Alto
Field Applied Coating	Black Jack Roof-Gard 700	0.65	0.88	\$0.51	Lowes	Sunnyvale

In addition to the cost data, distributors and roofers provided the following feedback regarding low-sloped cool roofs:

"For TPO, if the reflectance you want is a product they sell, there is no cost increase."

"For BUR, at the manufacturing level, products typically come out as standard white, then they color it for aesthetic reasons. Colored products are more expensive because it is non-standard."

"For [field applied] coatings, what makes the cost difference is the solid content. This is a quality characteristic that has nothing to do with reflectance properties."

Table 18. Low-Sloped Cool Roof Cost Summary

		Average Cost (\$/ft²)	Incremental Cost (\$/ft²)		
Product Type	"No Req't" ASR=0.63 ASR=0.70		ASR=0.70	"No Req't" to ASR=0.70	ASR=0.63 to ASR=0.70
TPO	\$0.49	\$0.49	\$0.49	\$0	\$0
Membrane	\$0.44	\$1.01	\$0.88	\$0.43	(\$0.13)
Field Applied Coating	\$0.56	\$0.53	\$0.42	(\$0.14)	(\$0.10)
			Average	\$0.15	(\$0.08)

<sup>&</sup>quot;...more expensive to use cool roof cap sheet product than standard."

Table 19. Low-Sloped Cool Roof Representative Incremental Cost (ASR=0.63 to ASR=0.70)

Product Type	Product Line	ASR	Cost (\$/ft²)
Field Applied Coating	Black Jack Roof Gard 700	0.65	\$0.51
Field Applied Coating	Black Jack Ultra Roof 1000	0.70	\$0.56
		Incremental Cost	\$0.05

#### 6. APPENDIX B - ENERGY EFFICIENCY MEASURE LIST

TRC researched measures drawn from multiple sources in efforts to develop cost effective packages of measures. The following table outlines estimated energy savings, costs, and B/C ratios using building simulation outputs, abbreviated research, and previous team experience. Software modeling functionality or federally preemption very often limited which measures could be considered. Furthermore, the stringency of the 2016 Title 24 coupled with the mild climate of San Mateo reduced the energy savings impact of many measures. TRC performed further research on selected measures, with guidance from City of San Mateo staff.

Table 20. Other Measures Considered

Measure Name	Building Type	Source(s) for	Compliance Margin (%)	NPV	Cost	B/C
		Analysis		Savings (\$)	Estimate (\$)	
Combined hydronic space and	Res - SF	Internal	(no savings)			
water heating				1	1	_
Compact distribution (HERS)	Res - SF	Internal and CASE	4%	\$329	\$445	0.7
Condensing gas water heater	Res - SF	ARUP 2012 <sup>23</sup>	(federally pre-emptive)			
Drain water heat recovery	Res - SF	Internal	4%	\$356	\$800	0.4
Heat pump water heater	Res - SF	Internal	(CBECC-Res limitation)	1	1	-
On-demand recirculation	Res - SF	Internal	(no savings)	1	1	-
Point of Use (HERS), 3 water	Res - SF	Internal, supported	9%	\$765	\$800	1.0
heaters		by CASE		\$705	\$600	1.0
Water heater efficiency	Res - SF	Internal	(federally pre-emptive)			
increase				1	1	_
Piping insulation, All lines	Res - SF	Internal, supported	2%	\$214	\$167	1.3

<sup>&</sup>lt;sup>23</sup> ARUP. (December 2012.) The Technical Feasibility of Zero Net Energy Buildings in California. Available online at: <a href="http://www.energydataweb.com/cpucfiles/pdadocs/904/california">http://www.energydataweb.com/cpucfiles/pdadocs/904/california</a> zne technical feasibility report final.pdf

(HERS)		by CASE				
Reduced window SHGC	Res - SF	Internal, supported by CASE	(no savings)	-	-	-
Cool roof	Res - SF	Internal, supported by CASE	(no savings)	-	-	-
Quality insulation installation (HERS)	Res - SF	Internal, supported by CASE	9%	\$801	\$519	1.5
Ducts in conditioned space	Res - SF	2016 CASE	(2016 Prescriptive)			
Radiant barrier	Res - SF	2016 CASE	(2016 Prescriptive)			
Reduced window U-factor	Res - SF	Internal, supported by CASE	3%	\$267	\$1,490	0.2
Condensing gas space heating	Res - SF	ARUP 2012	(federally pre-emptive)			
Cooling SEER increase	Res - SF	Internal	(federally pre-emptive)			
Fan efficacy increase	Res - SF	Internal	1%	\$53	\$300	0.2
Heating AFUE increase	Res - SF	Internal	(federally pre-emptive)			
Hydronic space heating	Res - SF	Internal	(CBECC-Res limitation)			
Reduced duct leakage	Res - SF	Internal, supported by CASE	1%	\$89	\$200	0.4
Mini split heat pumps	Res - SF	Internal	(CBECC-Res limitation)			
Multispeed compressor	Res - SF	Internal	(no savings)			
Quality HVAC (FDD, Sizing)	Res - SF	Internal, supported by CASE	(CBECC-Res limitation)			
Radiant heating and cooling	Res - SF	Internal, supported by CASE	(CBECC-Res limitation)			
Verified refrigerant charge	Res - SF	Internal, supported by CASE	1%	\$89	\$100	0.9
Whole house fan	Res - SF	Internal	(no savings)			
Combined hydronic space and water heating	Res - LRMF	Internal	(no savings)			
Compact distribution (HERS), central water heater	Res - LRMF	Internal, supported by CASE	(CBECC-Res limitation)			

Drain water heat recovery	Res - LRMF	Internal	6%	\$2,759	\$2,400	6%
On-demand recirculation	Res - LRMF	Internal	(2016 Prescriptive)			
Parallel piping (HERS), central	Res - LRMF	Internal, supported	(CBECC-Res limitation)			
water heater		by CASE				
Piping insulation, All lines	Res - LRMF	Internal, supported	(CBECC-Res limitation)			
(HERS), central water heater		by CASE				
Point of Use (HERS), central	Res - LRMF	Internal, supported	(CBECC-Res limitation)			
water heating		by CASE				
Cool roof	Res - LRMF	Internal, supported	2%	\$828	\$867	1.0
		by CASE		7020	Ş807	1.0
Quality insulation installation	Res - LRMF	Internal, supported	2%	\$736	\$1,018	0.7
(HERS)		by CASE		\$730	\$1,016	0.7
Reduced window U-factors	Res - LRMF	Internal	(no savings)			
Multispeed compressor	Res - LRMF	Internal	(no savings)			
All-electric compliance package	Res - LRMF	Internal	(CBECC-Res limitation)			
Reduced miscellaneous electric loads	Res - LRMF	Internal	(CBECC-Res limitation)			
Verified refrigerant charge	Res - LRMF	Internal, supported by CASE	1%	\$552	\$500	1.1
Combined hydronic space and water heating	Nonres - HRMF	Internal	(CBECC-Com limitation)			
Drain water heat recovery	Nonres - HRMF	Internal	2%	\$23,725	\$15,800	1.5
Cool roof	Nonres - HRMF	Internal, supported by CASE	1.5%	\$15,590	\$1,476	10.6
Reduced window U-factors	Nonres - HRMF	Internal	0.1%	\$1,299		
Overhang on south-facing windows	Nonres - HRMF	ARUP 2012	0.3%	\$2,598		
Quality insulation installation (HERS)	Nonres - HRMF	Internal, supported by CASE	1%	\$5,158	\$2,444	2.1
Reduced fan pressure drop	Nonres - HRMF	ARUP 2012	6%	\$62,359		
Cool roof	Nonres - MedOff	Internal, supported	0.2%	\$2,618	\$1,190	2.2

		by CASE				
Increased wall insulation	Nonres - MedOff	Internal, supported by CASE	0.3%	\$5,236	\$10,649	0.5
Reduced window SHGC	Nonres - MedOff	Internal, supported by CASE	1.9%	\$28,798	\$57,314	0.5
Add economizer	Nonres - MedOff	Internal	(2016 Prescriptive)			
Variable speed fans	Nonres - MedOff	Internal	(2016 Prescriptive)			
Fan efficiency increase	Nonres - MedOff	Internal	(not feasible)			
Daylight dimming plus off	Nonres - MedOff	Internal, supported by CASE	1%	\$12,487	\$1,000	12.5
Interior lighting LPDs based on LEDS	Nonres - MedOff	Internal	8%	\$67,785	\$191,250	0.4
Open office occupancy sensors	Nonres - MedOff	Internal, supported by CASE	3%	\$23,190	\$10,916	2.1
Manual on time switch control	Nonres - MedOff	Internal	2%	\$17,838	\$3,000	5.9
Tuning (office space only)	Nonres - MedOff	Internal, supported by CASE	3%	\$27,234	\$5,100	5.3
Cool roof	Nonres - LaOff	Internal, supported by CASE	0.1%	\$2,958	\$3,361	0.9
Increased wall insulation	Nonres - LaOff	Internal, supported by CASE	0.3%	\$8,101	\$13,089	0.6
Reduced window SHGC	Nonres - LaOff	Internal, supported by CASE	1%	\$35,105	\$90,370	0.4
Increased cooling tower efficiency	Nonres - LaOff	Internal	(federally pre-emptive)			
Fan efficiency increase	Nonres - LaOff	Internal	(not feasible)			
Water side economizer	Nonres - LaOff	Internal	1%	\$13,502		
Daylight dimming plus off	Nonres - LaOff	Internal, supported by CASE	3%	\$45,258	\$1,000	45.3
Open office occupancy sensors	Nonres - LaOff	Internal, supported by CASE	3%	\$53,061	\$24,620	2.2

Tuning (office space only)	Nonres - LaOff	Internal, supported by CASE	4%	\$64,955	\$11,524	5.6
Manual on time switch control	Nonres - LaOff	Internal	3%	\$40,576	\$2,400	16.9

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Project Title:	Local Ordinance Applications - 2016 Standards
TN #:	212348
<b>Document Title:</b>	San Mateo Ordinance
<b>Description:</b>	N/A
Filer:	Ingrid Neumann
Organization:	City of San Mateo
<b>Submitter Role:</b>	Public
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<b>Docketed Date:</b>	7/18/2016

#### CITY OF SAN MATEO ORDINANCE NO. 2016-5

## AMENDING TITLE 23 BUILDING AND CONSTRUCTION OF THE SAN MATEO MUNICIPAL CODE TO ADOPT THE CALIFORNIA ENERGY CODE, 2016 EDITION AS A NEW CHAPTER 23.24 AND TO ADOPT LOCAL AMENDMENTS TO THE ENERGY CODE AND RELATED FINDINGS

WHEREAS, the California Energy Code, 2016 Edition, Title 24, Part 6 of the California Code of Regulations has been released by the State and needs to be adopted by local jurisdictions; and

WHEREAS, the City's Climate Action Plan recommended that the City review local amendments to the Energy Code to promote increased energy efficiency and the use of renewable energy sources; and

WHEREAS, the City has completed an analysis and has determined that the requirements of the local amendments to the Energy Code would provide a positive cost benefit to new construction within the City of San Mateo.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SAN MATEO DOES ORDAIN AS FOLLOWS:

**Section 1.** Chapter 23.24, Energy Code, is hereby incorporated to adopt California Energy Code, 2016 Edition with Local Amendments to read:

#### Chapter 23.24 - Energy Code

#### Sections:

23.24.010	Adoption
23.24.020	Local Amendment for Cool Roofs
23.24.030	Local Amendment for Mandatory Solar Installations
23.24.040	Infeasibility Exemption

#### Section 23.24.010 ADOPTION.

- (a) The Building Energy Efficiency Standards for Residential and Non-residential Buildings, 2016 Edition, Title 24, Part 6 of the California Code of Regulations, as adopted and amended by the State of California, hereinafter called "Energy Code," are adopted as the rules, regulations and standards within this City as to all matters therein except as hereinafter modified or amended;
- (b) One copy of the Energy Code shall at all times be kept on file in the office of the City Clerk.

#### Section 23.24.020 LOCAL AMENDMENT FOR COOL ROOFS

Section 110.8(i)1, Mandatory Requirements for Insulation, Roofing Products and Radiant Barriers is amended as follows:

- 1. The requirements of Section 110.8(i)1 supersede the thermal emittance and aged solar reflectance requirements of Sections 140.1, 140.2, 140.3(a)1, 141.0(b)2B, 150.1(c)11, 150.2(b)1H or 150.2(b). A roofing product's thermal emittance and an aged solar reflectance shall be certified and labeled according to the requirements of Section 10-113, and meet the following requirements:
  - i. Non-Residential Buildings:
    - a. Low-sloped roofs shall have:
      - 1. A minimum aged solar reflectance of 0.70 and a minimum thermal emittance of 0.85; or
      - 2. A minimum Solar Reflectance Index (SRI) of 85.

Exception 1: Roof constructions that have thermal mass with a weight of at least 25 lb/ft<sup>2</sup> over the roof membrane are exempt from the minimum requirements for solar reflectance and thermal emittance or SRI.

**Exception 2:** An aged solar reflectance less than 0.70 is allowed provided the maximum roof/ceiling U-Factor in Table 140.3-B is not exceeded.

- ii. High-rise residential buildings and hotels and motels:
  - a. Low-sloped roofs shall have:
    - 1. A minimum aged solar reflectance of 0.70 and a minimum thermal emittance of 0.85; or
    - 2. A minimum Solar Reflectance Index (SRI) of 85.

Exception 1: Roof constructions that have thermal mass with a weight of at least 25 lb/ft<sup>2</sup> over the roof membrane are exempt from the minimum requirements for solar reflectance and thermal emittance or SRI.

**Exception 2:** Roof area covered by building integrated photovoltaic panels and building integrated solar thermal panels is exempt from the minimum requirements for solar reflectance and thermal emittance or SRI.

iii. Low-rise residential buildings with low-sloped roofs shall have a minimum aged solar reflectance of 0.70 and a minimum thermal emittance of 0.85 or a minimum SRI of 85.

**Exception 1:** Roof constructions that have thermal mass over the roof membrane with a weight of at least 25 lb/ft<sup>2</sup> are exempt from the minimum requirements for solar reflectance and thermal emittance or SRI.

**Exception 2:** Roof area covered by building integrated photovoltaic panels and building integrated solar thermal panels is exempt from the minimum requirements for solar reflectance and thermal emittance or SRI.

#### Section 23.24.030 LOCAL AMENDMENT FOR MANDATORY SOLAR INSTALLATIONS

Subchapter 2 – All Occupancies – Mandatory Requirements for the Manufacture, Construction and Installation of Systems, Equipment, and Building Components is amended to include:

- A. Solar photovoltaic systems shall be installed on both non-residential and residential building types as follows:
  - 1. Non-Residential Buildings:
    - a. New non-residential buildings with less than 10,000 square feet of gross floor area shall provide a minimum of a 3 kilowatt photovoltaic system.
    - b. New non-residential buildings greater than or equal to 10,000 square feet of gross floor area shall provide a minimum of a 5 kilowatt photovoltaic system.
  - 2. Residential Buildings:
    - a. New single-family buildings, including townhomes and duplexes, shall provide a minimum of a 1 kilowatt photovoltaic system.
    - b. New multi-family buildings containing between 3 and 16 units shall provide a minimum of a 2 kilowatt photovoltaic system.
    - c. New multi-family buildings containing 17 or more units shall provide a minimum of a 3 kilowatt photovoltaic system.

**Exception to Section A:** As an alternative to a solar photovoltaic system, all of the building types listed above may provide a solar hot water system (solar thermal) with a minimum collector area of 40 square feet.

#### Section 23.24.040 INFEASIBILITY EXEMPTION

- A. Exemption. If an applicant for a Covered Project believes that circumstances exist that make it infeasible to meet the requirements of this Chapter, the applicant may request an exemption as set forth in Section 23.06.015 of the Municipal Code. In applying for the exemption, the burden is on the Applicant to show infeasibility.
- **Section 2.** The Council adopts the findings for the local amendments to the California energy Code, 2016 Edition, attached hereto as Exhibit A and incorporated herein by reference.
- **Section 3.** If any section, subsection, clause or phrase of this Ordinance is for any reason held to be invalid, such decision shall not affect the validity of the remaining portion or sections of the Ordinance. The Council hereby declares that it should have adopted the Ordinance and each section, subsection, sentence, clause or phrase thereof irrespective of the fact that any one or more sections, subsections, sentences, clauses or phrases be held invalid.
- **Section 4.** The Council finds that this project is exempt from the provisions of the California Environmental Quality Act ("CEQA"), pursuant to Section 15601 of the CEQA Guidelines, because it

#### Exhibit A

### FINDINGS FOR LOCAL AMENDMENTS TO CALIFORNIA ENERGY CODE, 2016 EDITION

Section 17958 of the California Health and Safety Code provides that the City may make changes to the provisions in the uniform codes that are published in the California Building Standards Code. Sections 17958.5 and 17958.7 of the Health and Safety Code require that for each proposed local change to those provisions in the uniform codes and published in the California Building Standards Code which regulate buildings used for human habitation, the City Council must make findings supporting its determination that each such local change is reasonably necessary because of local climatic, geological, or topographical conditions.

Local building regulations having the effect of amending the uniform codes, which were adopted by the City prior to November 23, 1970, were unaffected by the regulations of Sections 17958, 17958.5 and 17958.7 of the Health and Safety Code. Therefore, amendments to the uniform codes which were adopted by the City Council prior to November 23, 1970, and have been carried through from year to year without significant change, need no required findings. Also, amendments to provisions not regulating buildings used for human habitation, including amendments made only for administrative consistency, do not require findings.

Code: California Energy Code						
Section(s)	Title	Add	Deleted	Amended	Justification (See below for keys)	
Subchapter 2, Section 110.8(i)1	Mandatory Requirements for Insulation, Roofing Products, and Radiant Barriers – Roofing Products Solar Reflectance and thermal Emittance	<b>✓</b>		<b>V</b>	A, B	
Subchapter 2, Section 110	Mandatory Requirements for the Manufacture, Construction and Installation of Systems, Equipment, and Building Components	<b>√</b>			A	

## **Key to Justification for Amendments to Title 24 of the California Code of Regulations**

- This amendment is justified on the basis of a local **climatic** condition. A. Failure to address and significantly reduce greenhouse gas (GHG) emissions could result in rises in sea level, including in San Francisco Bay, that could put at risk City homes and businesses, public facilities, and Highway 101 (Bayshore Freeway), particularly the mapped Flood Hazard areas of the City. Energy efficiency and the use of renewable energy sources are key components in reducing GHG emissions, and construction of more energy efficient buildings with dedicated renewable energy installations can help the City of San Mateo reduce its share of the GHG emissions that contribute to climate change. The burning of fossil fuels used in the generation of electric power and heating of buildings contributes to climate change, which could result in rises in sea level, including in San Francisco Bay, that could put at risk City homes and businesses, public facilities, and Highway 101. Due to decrease in annual rain fall, the City experiences the effect of drought and water saving more than some other communities in California. Cool roofs reduce the urban heat island effect, and may significantly reduce local San Mateo temperatures if cool roofs are installed on a significant number of properties.
- B. Energy efficiency enhances the public health and welfare by promoting the **environmental** and economic health of the City through the design, construction, maintenance, operation and deconstruction of buildings and sites by incorporating green practices into all development. The provisions in this Chapter are designed to achieve the following goals:
  - (a) Increase energy efficiency in buildings;
  - (b) Increase resource conservation;
  - (c) Provide durable buildings that are efficient and economical to own and operate;
  - (d) Promote the health and productivity of residents, workers, and visitors to the city;
  - (e) Recognize and conserve the energy embodied in existing buildings; and
  - (f) Reduce disturbance of natural ecosystems.

can be seen with certainty that there is no possibility that the amendments herein adopted will have a significant effect on the environment.

**Section 5.** This ordinance shall be effective on the commencement of the thirty-first day after the date of its adoption or upon the effective date of the California Energy Code, 2016 Edition, whichever comes latter.

**Section 6.** This Ordinance was introduced on May 16, 2016 and adopted on June 6, 2016 and shall be effective thirty days after its date of adoption.

The foregoing ordinance was adopted by the City Council of the City of San Mateo, State of California by the following vote:

AYES:

Council Members Goethals, Lim, Bonilla, Freschet and Papan

NOES:

None

ABSENT:

None

ATTEST:

Patrice M. Olds, City Clerk

Goethals, Mayor