SENATE FILE 394 BY COMMITTEE ON STATE GOVERNMENT

(SUCCESSOR TO SSB 1091)

A BILL FOR

- 1 An Act creating a high performance certification program
- 2 applicable to certain public buildings.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. <u>NEW SECTION</u>. 473B.1 High performance public
 building certification — program established — legislative
 intent.

4 The intent of the general assembly is to promote 5 effective energy and environmental standards for the design, 6 construction, renovation, and maintenance of public buildings. 7 These standards shall improve the capacity of the state to 8 operate high performance buildings and thereby increasing 9 energy independence, increasing demand for environmentally 10 preferable building materials, finishes, and furnishings, 11 reducing waste generation and manage waste through recycling 12 and diversion from landfill disposal, and establishing life 13 cycle cost analysis as the appropriate and most efficient 14 analysis to determine the optimal performance level of a 15 building project.

16 Sec. 2. NEW SECTION. 473B.2 Definitions.

17 As used in this section, unless the context otherwise 18 requires:

19 1. "Department" means the department of public safety.

20 2. "High performance certification" means a public building 21 design, construction, and renovation standard that is certified 22 by an independent third-party organization pursuant to section 23 473B.3 as having been achieved.

24 3. a. "Public building" means a facility that meets all of 25 the following conditions:

(1) Is constructed or renovated in whole or in part with state funds or with funds guaranteed or insured by a state agency, with the state funding or guaranteed funding constituting at least fifty percent of the project cost.

30 (2) Contains five thousand or more square feet.
31 (3) Includes a heating, ventilation, or air conditioning
32 system.

33 (4) Has not entered the design phase prior to July 1, 2011.
34 b. For purposes of this definition, a "public building"
35 shall not refer to or include a building constructed or

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1 renovated by a school district or a city or county but shall 2 include a building constructed or renovated by an institution 3 under the control of the state board of regents.

4 4. "State agency" means an agency, department, authority,
5 board, commission, council, court, office, bureau, institution,
6 unit, or division of the executive or judicial branches of
7 state government, whether elected or appointed, including
8 institutions under the control of the state board of regents.

9 5. "Substantial renovation" means any renovation of a 10 public building the cost of which exceeds fifty percent of the 11 replacement value of the facility.

12 Sec. 3. NEW SECTION. 473B.3 Program established.

13 1. The department shall adopt rules creating a program
 14 establishing a high performance certification process. The
 15 objectives of the program shall include the following:
 16 a. Reducing operating costs of public buildings by
 17 decreasing the consumption of energy, water, and other
 18 resources, and where feasible increasing the use of wind,
 19 solar, geothermal, and other proven sources of alternative
 20 energy.

21 b. Recovering the increased initial capital costs 22 attributable to compliance with the program by reducing 23 long-term energy, maintenance, and operating expenses. 24 c. Improving the indoor environmental quality of public 25 buildings for a healthier work environment.

26 2. A state agency designing, constructing, or controlling 27 the substantial renovation of a public building on or after 28 July 1, 2011, shall be required to submit design plans and 29 specifications to the department for approval before contracts 30 for the construction or substantial renovation are let. A 31 proposal shall not be approved unless high performance 32 certification is achieved, subject to the provisions of 33 subsection 3. The department shall adopt rules establishing 34 a certification process by an independent third party that 35 the design, construction, or substantial renovation, based

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1 upon a life cycle cost analysis conducted pursuant to chapter 2 470, meets the minimum standards of the United States green 3 building council's leadership in energy and environmental 4 design rating system, the green building initiative's green 5 globes rating system, or standards developed by an alternative 6 nationally recognized third-party organization designated by 7 the department.

8 3. Notwithstanding subsection 2, the department may waive 9 the high performance certification requirement if a state 10 agency submits an estimate indicating that the increased 11 initial costs of achieving certification are projected to 12 exceed five percent of the total design and construction or 13 substantial renovation costs, and the department determines 14 that the public building is not anticipated to recoup these 15 costs through decreased operational and maintenance expenses 16 within five years. In the event a waiver is granted, an 17 accredited construction, engineering, or architectural 18 professional associated with the proposed public building 19 project shall submit to the department a written declaration 20 that to the extent possible the construction or substantial 21 renovation shall be executed in a manner which is consistent 22 with the program's high performance certification standards. 23 A waiver pursuant to this subsection shall not be granted if 24 the department determines that the public building can be 25 anticipated to recoup the increased costs within five years. A public building of less than ten thousand square feet, 26 4. 27 nonsubstantial renovations of public buildings, and public 28 building maintenance programs shall, to the extent possible, 29 conform to high performance certification standards.

5. The department shall identify and seek to have public buildings receiving high performance certification designated as an energy star building pursuant to the energy star program developed and jointly administered by the United States environmental agency and the United States department of senergy.

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6. The department shall develop and implement a process
 to monitor and evaluate the program, and shall, by January 1
 annually, submit a report regarding compliance with program
 guidelines, indicating the number of public buildings receiving
 high performance certification, and describing any resulting
 energy and environmental benefits observed.

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EXPLANATION

8 This bill establishes a high performance certification 9 program administered by the department of public safety and 10 applicable to public buildings.

The bill states that the intent of the general assembly is to promote effective energy and environmental standards for the design, construction, renovation, and maintenance of public buildings. The bill further states that these standards will is improve the capacity of the state to operate high performance buildings to increase energy independence, increase demand for renvironmentally preferable building materials, finishes, and furnishings, reduce waste generation and manage waste through recycling and diversion from landfill disposal, and establish life cycle cost analysis as the appropriate and most efficient analysis to determine the optimal performance level of a building project.

The bill provides that the department shall adopt rules establishing the program, with objectives which include reducing operating costs of public buildings by decreasing the consumption of energy, water, and other resources and where feasible increasing the use of wind, solar, geothermal, and other proven sources of alternative energy; recovering the increased initial capital costs attributable to compliance with the program over time by reducing long-term energy, maintenance, and operating expenses; and improving the indoor environmental quality of public buildings for a healthier work environment. The bill defines a public building as a facility that is constructed or renovated in whole or in part with state funds or with funds guaranteed or insured by a state agency,

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1 with state or guaranteed funds constituting at least 50 percent 2 of the project cost; that contains 5,000 or more square feet; 3 includes a heating, ventilation, or air conditioning system; 4 and has not entered the design phase prior to July 1, 2011. 5 The bill specifies that a public building shall not include 6 a building constructed or renovated by a school district or 7 a city or county but shall include a building constructed or 8 renovated by an institution under the control of the state 9 board of regents.

The bill provides that a state agency, as defined in the 10 11 bill, which is designing, constructing, or controlling the 12 substantial renovation of a public building on or after 13 July 1, 2011, shall be required to submit design plans and 14 specifications to the department for approval before contracts 15 for the construction or substantial renovation are let. The 16 bill defines "substantial renovation" to mean any renovation 17 of a public building the cost of which exceeds 50 percent 18 of the replacement value of the facility. The bill provides 19 that a proposal shall not be approved unless high performance 20 certification is achieved pursuant to a process conducted 21 by an independent third party certifying that the design, 22 construction, or substantial renovation meets the minimum 23 standards of the United States green building council's 24 leadership in energy and environmental design rating system 25 (LEED), the green building initiative's green globes rating 26 system, or standards developed by an alternative nationally 27 recognized third-party organization designated by the 28 department.

The bill provides for a waiver from these requirements if a state agency submits an estimate indicating that the increased initial costs of achieving certification are projected to exceed 5 percent of the total design and construction or substantial renovation costs, and the department determines that the public building is not anticipated to recoup these costs through decreased operational and maintenance expenses

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1 within five years. In this event, the bill requires an 2 accredited construction, engineering, or architectural 3 professional associated with the proposed public building 4 project to submit a written declaration that to the extent 5 possible the construction or substantial renovation shall be 6 executed in a manner which is consistent with the program's 7 high performance certification standards. The bill states that 8 a waiver shall not be granted if the department determines that 9 the public building can be anticipated to recoup the costs 10 within a five-year period.

The bill provides that public buildings of less than 10,000 square feet, nonsubstantial public building renovations, and public building maintenance programs shall, to the extent possible, conform to high performance certification standards. The bill directs the department to identify and seek to have public buildings receiving high performance certification designated as an energy star building pursuant to the energy star program developed and jointly administered by the United States environmental agency and the United States department of energy.

The bill requires the department to develop and implement a process to monitor and evaluate the program and to submit a report regarding compliance with program guidelines, the number dof public buildings receiving high performance certification, and resulting energy and environmental benefits observed, by January 1 annually.

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