Summary

The Working Group included 19 legislators; 10 attended at least one meeting, 6 were regulars.

We held 4 meetings at 3-week intervals July through September. We received comments from one or more representatives of 24 stakeholder organizations. (List at the end.)

THERMAL EFFICIENCY POLICY PRIORITIES

- 1. Name Division of Fire Safety as the "authority having jurisdiction" for Residential Building Energy Standards, RBES, and Commercial, CBES, collectively known as "energy code."
- 2. Require documentation of compliance with energy code in residential new construction in order to complete sale and closing prior to occupancy.
- 3. Support passage of S.163 to require mandatory builder registration with voluntary certifications.
- 4. Increase sustained funding for Weatherization Assistance Program, and establish sustainable funding and financing for moderate-income weatherization.

Detailed Recommendations of Working Group

- 1. Implement robust enforcement mechanisms of RBES.
 - 1.1. **Establish a State 'authority having jurisdiction' (AHJ)** to interpret and enforce RBES.
 - 1.1.1. The AHJ is best located at the Division of Fire Safety (DFS, in Department of Public Safety), in coordination with the state energy office, the Public Service Department (PSD).¹
 - 1.1.2. Empower AHJ to house central database to track projects and compliance.
 - 1.1.3. Authorize staffing to carry out AHJ functions, at inception one FTE and part-time clerical assistance, to be funded initially by appropriation and on a continuing basis primarily by RBES filing fees.

1.2. Compliance Enforcement

- 1.2.1. **All except new construction**: No change to RBES § R401.3.² (Certification of compliance is currently required.)
- 1.2.2. **New construction:** Require documentation at loan closing of proper filing of RBES certificate to avoid title defect.
- 1.2.3. **Act 250 condition** (Act 250 projects only). Require energy modeling and design plan to meet RBES prior to obtaining Act 250 permit.

¹ DFS currently has jurisdiction over all "public buildings," which includes *all except* single-family detached owner-occupied houses. They administer all life-safety codes. They are best situated to resolve conflicts between code requirements.

² 2019 RBES, approved September 2019, adds "(Mandatory)" to section title.

- 1.3. **Incentivize energy audits for existing buildings** not served by current programs.³
- 2. **Endorse mandatory contractor registration** at Office of Professional Regulation, with voluntary state-sanctioned certifications.⁴
- **3. Facilitate education and training opportunities** for builders, tradespeople, home inspectors, appraisers, realtors, mortgage lenders, and high school and adult students.
 - 3.1. As part of builder registration, direct OPR to identify and approve one of more **certifications for "home performance"** or building science knowledge.
 - 3.2. Direct DFS to identify and approve a **building science component for existing trade licensing** competency requirements.
 - 3.3. Require **sales industry** players (realtors, home inspectors, appraisers, and/or lenders) to provide nontechnical, **consumer-oriented RBES brochure** to buyers and refinancing owners, developed in coordination with PSD.
 - 3.4. **Establish incentives for training,** certification, and continuing education for builder, trade and sales industry.⁵

Possible venues:

- non-traditional workers
- adult Career & Tech Ed
- new Americans
- Dept of Corrections, offenders leaving incarceration; drug rehab programs
- 3.5. Direct PSD to coordinate with Efficiency Vermont/VEIC to explore piloting **Green Mortgage program** with Fannie Mae and Freddie Mac.
- 3.6. Require **disclosure of historic utility costs** on real estate sale listings.
- 3.7. Continue work on **Energy Labeling**.⁶
- 3.8. **General education.** Provide **training to instructors** in application of building science to high-school STEM, high-school and adult Career & Tech Ed, and K-12 science/physics.
- 4. **Increase sustained funding** for residential energy efficiency for
 - low-income Weatherization Assistance Program (up to 80% area median income)
 - moderate-income households (~ 80-120% area median income)
- 5. **Expand SEMP** (School Energy Management Program), currently covering public school facilities, **to include Vermont State College system.**

³ Allows owners to prioritize improvements and have a roadmap to phase work as it can be done. Gets building performance specialist on site for rehab projects to provide training and RBES enforcement.

⁴ (S.163, now in H. Ways & Means). Offers fraud protection for consumers, creates a public list of builders and their certifications, and provides path to deliver training and certification opportunities to builders.

⁵ Act 80 (2019; H.533) identified weatherization training as a goal for Dept of Labor in coordination with Dept of Children & Families / OEO, "if funds are available." Report to legislature January 15.

 $^{^6}$ Act 62 (2019; H.63) re-established working groups to develop labeling standards for Residential and Commercial/Multifamily buildings.

- 6. **Extend the collaboration** between Efficiency Vermont and the State's Building and General Services to be available **to municipal facilities**.
- 7. Ensure Public Service Dept establishes panel to **continue RBES/CBES update** cycle to meet 2016 Comprehensive Energy Plan goal of net-zero-ready new-construction standards by 2030.

Organizations and individuals providing comments to Thermal Efficiency Working Group

- American Institute of Architects, Vermont Chapter: Sandy Vitzthum, John Alden
- Associated General Contractors of Vermont: Matt Musgrave
- Bristol Energy Committee: John McCormick
- Building Performance Professionals Association of Vermont: Malcolm Gray
- Champlain Valley Office of Economic Opportunity Weatherization Service: Dwight DeCoster
- Consumer Protection Unit (Office of Attorney General): Chris Curtis
- Division of Fire Safety (Dept of Public Safety): Mike Desrochers, Joe Benard
- Efficiency Vermont VEIC: Jen Norz, Brian Sweeney, Chris Gordon, Karl Goetze
- Energy Futures Group: Richard Faesy
- Huntington Homes: Jason Webster
- Office of Professional Regulation (Secretary of State): Gabe Gilman
- Sustainable Energy Outreach Network (SEON): Guy Payne, Peter Yost
- Vermont Association of Realtors: Peter Tucker, Nancy Lynch
- Vermont Bankers Association: Chris D'Elia
- Vermont Builders and Remodelers Association: Jim Bradley, Lew Castle
- Vermont Gas Systems: Lauren Grimley
- Vermont Green Building Network: Brian Just
- Vermont Housing & Conservation Board: Jen Hollar
- Vermont Housing Finance Agency: Maura Collins
- Vermont Passive House: Enrique Bueno, Paul Sipple
- Vermont Public Power Supply Authority: Melissa Bailey
- VSECU (VGreen loan program offered with Efficiency VT): Laurie Fielder
- Weatherization Assistance Program (Dept of Children & Families, Office of Economic Opportunity): Geoff Wilcox
- YouthBuild: Andrew Jope