



# State of Oregon Building Energy Performance Standard Policy

## What this law covers

In 2023, the State of Oregon passed <u>House Bill 3409</u>, establishing a Building Energy Performance Standard (BEPS) policy. It initially mandates benchmarking data collection, with specific <u>energy performance targets</u> to be finalized in December, 2024, and implemented on January 1, 2025. The Oregon Department of Energy (ODOE) will model these energy performance targets after national standard <u>ASHRAE 100</u>.

There are two tiers of buildings that the BEPS covers under varying timelines. Tier 1 buildings include commercial properties over 35,000 square feet. Tier 2 buildings include commercial buildings between 20,000-35,000 square feet, as well as select buildings over 35,0000 square feet, including multifamily housing, schools, universities, agricultural buildings, and energy-intensive structures like hospitals and manufacturing facilities.

The largest Tier 1 buildings have performance deadlines starting in 2028, whereas Tier 2 buildings will start benchmarking but won't have BEPS targets until 2030 or after.

# **Compliance pathways**

The State of Oregon's BEPS offers multiple options for Tier 1 buildings to meet compliance. Requirements for Tier 2 buildings are still in the rulemaking process.

To meet standard Tier 1 compliance, a building owner must demonstrate that the building has reached or surpassed its performance target. Energy performance standards will be measured by Energy Use Intensity (EUI) targets, which will be set by building type according to section 7 of the ODOE draft rules, which went into effect on January 1, 2025.

To meet conditional Tier 1 compliance, a building owner must prepare an energy emissions management plan, develop a building operations and maintenance program to achieve applicable EUI, make investments in energy efficiency measures to hit the EUI target, and submit audits linked to ASHRAE Standard 211 audits.

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# What this means for you

- Compliance schedule for Tier 1 buildings:
  - Tier 1 buildings over 200,000 square feet: June 1, 2028
  - Tier 1 buildings 90,000-200,000 square feet: June 1, 2029
  - Tier 1 buildings 35,000-89,999 square feet: June 1, 2030
- The ODOE will establish an incentive payment program for eligible owners of covered commercial buildings that implement ASHRAE Standard 100 or meet their energy performance target before adoption and implementation is mandatory.
- For more information, visit the <u>Oregon BEPS webpage</u>, read an <u>IMT blog post</u> discussing the policy, and stay updated by following the <u>BEPS rulemaking page</u>.
- Be sure to familiarize yourself with the draft EUI targets:

	Building Activity Type			Climate Zone 4C	Climate Zone 5B
No.	Portfolio Manager Types	Portfolio Manager Subtypes	Subtypes: Detailed	EUI <sub>t</sub>	EUI <sub>t</sub>
1	Banking/financial services	Bank branch		53	55
2	Banking/financial services	Financial office		53	55
3	Education	Adult education		48	49
4	Education	College/university		79	79
5	Education	K-12 school	Elementary/middle school	39	40
6	Education	K-12 school	High school	43	44
7	Education	Preschool/daycare		60	60
8	Education	Vocational school		48	49
9	Education	Other—education		48	49
10	Entertainment/public assembly	Aquarium		50	54
11	Entertainment/public assembly	Bar/nightclub		50	54
12	Entertainment/public assembly	Bowling alley		82	88
13	Entertainment/public assembly	Casino		50	54
14	Entertainment/public assembly	Convention center		63	65
15	Entertainment/public assembly	Fitness center/health club/gym		82	88
16	Entertainment/public assembly	Ice/curling rink		82	88
17	Entertainment/public assembly	Indoor arena		88	91
18	Entertainment/public assembly	Movie theater		88	91
19	Entertainment/public assembly	Museum		88	91
20	Entertainment/public assembly	Performing arts		50	54
21	Entertainment/public assembly	Race track		88	91
22	Entertainment/public assembly	Roller rink		82	88
23	Entertainment/public assembly	Social/meeting hall		63	65

		Building Activity Type		Climate Zone 4C	Climate Zone 5B
No.	Portfolio Manager Types	Portfolio Manager Subtypes	Subtypes: Detailed	EUI <sub>t</sub>	EUI <sub>t</sub>
24	Entertainment/public assembly	Stadium (closed)		88	91
25	Entertainment/public assembly	Stadium (open)		88	91
26	Entertainment/public assembly	Swimming pool		82	88
27	Entertainment/public assembly	Zoo		50	54
28	Entertainment/public assembly	Other—entertainment/public assembly	Entertainment/ culture	88	91
29	Entertainment/public assembly	Other—entertainment/public assembly	Library	38	40
30	Entertainment/public assembly	Other—entertainment/public assembly	Other public assembly	50	54
31	Entertainment/public assembly	Other—entertainment/public assembly	Recreation	82	88
32	Entertainment/public assembly	Other—entertainment/public assembly	Social/meeting	63	65
33	Entertainment/public assembly	Other—recreation		82	88
34	Entertainment/public assembly	Other—stadium		88	91
35	Food sales and service	Bar/nightclub		281	293
36	Food sales and service	Convenience store with gas station		179	185
37	Food sales and service	Convenience store without gas station		179	185
38	Food sales and service	Fast food restaurant		266	282
39	Food sales and service	Food sales		153	157
40	Food sales and service	Food sales		179	185
41	Food sales and service	Food sales		179	185
42	Food sales and service	Food sales			
43	Food sales and service	Food service		266	282
44	Food sales and service	Food service		281	293
45	Food sales and service	Food service			
46	Food sales and service	Restaurant		281	293
47	Food sales and service	Supermarket/grocery store		153	157
48	Food sales and service	Wholesale club/supercenter			
49	Food sales and service	Other—restaurant/bar		281	293
50	Healthcare	Ambulatory surgical center		92	99
51	Healthcare	Hospital (general medical and surgical)		203	203
52	Healthcare	Medical office			

		Building Activity Type		Climate Zone 4C	Climate Zone 5B
No.	Portfolio Manager Types	Portfolio Manager Subtypes	Subtypes: Detailed	EUI <sub>t</sub>	EUI <sub>t</sub>
53	Healthcare	Outpatient rehabilitation/physical therapy		92	99
54	Healthcare	Residential care facility		79	83
55	Healthcare	Senior care community		79	83
56	Healthcare	Urgent care/clinic/other outpatient		92	99
57	Healthcare	Other—specialty hospital		203	203
58	Lodging/residential	Barracks	Hotel	63	64
59	Lodging/residential	Hotel	Motel or inn	65	69
60	Lodging/residential	Hotel		83	87
61	Lodging/residential	Multifamily housing		32	33
62	Lodging/residential	Prison/incarceration		100	105
63	Lodging/residential	Residence hall/dormitory		63	64
64	Lodging/residential	Residential care facility		79	83
65	Lodging/residential	Senior care community		79	83
66	Lodging/residential	Other—lodging/residential		78	81
67	Mixed-use	Mixed-use property			
68	Office	Medical office	Admin/professional office		
69	Office	Office	Bank/other financial	50	52
70	Office	Office	Government office	53	55
71	Office	Office	Medical office (diagnostic)	57	59
72	Office	Office	Other office	77	83
73	Office	Office		57	59
74	Office	Veterinary office		92	99
75	Office	Other—office		57	59
76	Public services	Courthouse		100	105
77	Public services	Fire station		64	67
78	Public services	Library		38	40
79	Public services	Mailing center/post office		80	83
80	Public services	Police station		64	67
81	Public services	Prison/incarceration		100	105
82	Public services	Social/meeting hall		63	65
83	Public services	Transportation terminal/station		50	54

		Building Activity Type		Climate Zone 4C	Climate Zone 5B
No.	Portfolio Manager Types	Portfolio Manager Subtypes	Subtypes: Detailed	EUI <sub>t</sub>	EUI <sub>t</sub>
84	Public services	Other—public service		48	51
85	Religious worship	Worship facility		50	54
86	Retail	Automobile dealership		52	58
87	Retail	Convenience store with gas station		179	185
88	Retail	Convenience store without gas station		179	185
89	Retail	Enclosed mall		38	42
90	Retail	Lifestyle center	Enclosed mall	38	42
91	Retail	Lifestyle center	Other retail	40	45
92	Retail	Lifestyle center	Retail store	40	45
93	Retail	Lifestyle center			
94	Retail	Retail store		46	50
95	Retail	Strip mall			
96	Retail	Supermarket/grocery store		153	157
97	Retail	Wholesale club/supercenter			
98	Retail	Other—retail/mall	Enclosed mall	38	42
99	Retail	Other—retail/mall		40	45
100	Technology/science	Data center			
101	Technology/science	Laboratory		180	188
102	Technology/science	Other—technology/science	Other service	48	51
103	Services	Personal services (health/beauty, dry cleaning, etc.)		48	51
104	Services	Repair services	Repair shop	45	48
105	Services	Repair services	106		
106	Services	Repair services	Vehicle storage/ maintenance	33	35
107	Services	Other—services		48	51
108	Utility	Energy/power station			
109	Utility	Other—utility			
110	Warehouse/storage	Self-storage facility		23	29
111	Warehouse/storage	Distribution center		25	34
112	Warehouse/storage	Nonrefrigerated warehouse		23	29
113	Warehouse/storage	Refrigerated warehouse		76	79

# How we can help

Partner with Johnson Controls to develop an excellent sustainability and resiliency program to comply with Building Performance Standards laws. We'll build your business case to meet your needs, and we'll help balance the traditional conflict between cost savings and investment. We offer a wide assortment of building systems that can help you reduce your facility's emissions. We blend technical and operational expertise with our reputation for quality.

#### Step 1: Assess your facility.

We look at current and anticipated use to understand present energy usage, plan for energy needs, and review indoor air quality. We also make sure all your systems are right sized for your facility, which is essential for efficient operation.

#### Step 2: Help build your business case.

Our team develops models specific to your equipment and facility, giving you a clear picture of potential efficiency gains and lifecycle cost improvements. We draw on our industry know-how to incorporate additional opportunities to optimize performance.

#### Step 3: Recommend next steps.

We lay out a step-by-step plan for you to modernize against your goals and budget. We give you a menu of options and recommendations that make sense for your facility, and we include a range of smart technologies, such as tools to support predictive maintenance.

## **HVAC Equipment and Hydronic Systems**

We offer the largest portfolio of HVAC equipment and controls in the world. With expertise in mechanical retrofitting existing systems, our team performs audits of the current equipment and identifies deficiencies that prevent you from meeting regulations and best practices in indoor air quality. From there our experts will design and recommend solutions to meet today's energy, decarbonization and healthy buildings initiatives.

## **Building Automation Systems and Controls**

Our next generation building automation systems make it possible to extend automated control to every building system from a single platform. We make everything from simple, configurable controls to highly programmable automation systems for entire facilities. Our systems allow you to improve control of your key systems and improve desired outcomes against your goals for indicators such as CO2, Energy Use Index (EUI), kWh, emissions intensity.

#### **Accessible Digital Tools**

Our suite of tailored, Al-powered digital solutions optimize building performance through predictive maintenance, remote diagnostics, emission management, goal and targets, and more. Leverage our OpenBlue platform to integrate with Metasys and third-party BMS to deliver optimal building outcomes, ensuring compliance with building performance standards while also balancing comfort, air quality, costs and emissions.

#### **Water Usage Reduction**

We supply the expertise and funding mechanisms to provide water and energy conservation solutions for businesses. By helping decrease water leakage and operational costs, we can reduce water consumption by up to 50 percent. Water heaters can be upgraded from fossil fuel fired to electric, or we can provide high efficiency or indirect options. Our experts are able to calculate the most effective ways to reduce water usage in sinks and toilets.

# Lighting

We partner with the world's premier lighting innovators to revolutionize interior and exterior lighting. Our experienced lighting engineers have designed and executed hundreds of millions of dollars in lighting projects around the world. By integrating the lighting systems to work in conjunction with existing building systems the result is a holistic system better suited for energy efficiency, convenience and security. From clinics to classrooms, these intelligent lighting systems provide advantages well beyond energy savings to help buildings run more efficiently.

## Your partner in sustainability and net zero

As leaders in sustainability and net zero, our approach brings together expertise with leading capability to deliver energy efficient outcomes through our building and infrastructure management services. Upon review of your goals and your facility, our team advises on all aspects of ESG and sustainability to provide a comprehensive roadmap of actions and solutions to meet the critical milestones.

#### Ready to get started?

Contact your local Johnson Controls representative or visit johnsoncontrols.com/BPS

