CITY COUNCIL
CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

Of the

COMMITTEE ON HOUSING AND BUILDINGS

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June 22, 2016

Start: 10:19 a.m. Recess: 12:22 p.m.

HELD AT: Council Chambers - City Hall

B E F O R E: Jumaane D. Williams

Chairperson

COUNCIL MEMBERS:

Rosie Mendez

Ydanis A. Rodriguez Robert E. Cornegy, Jr. Rafael L. Espinal, Jr.

Mark Levine

Helen K. Rosenthal Ritchie J. Torres Barry S. Grodenchik Rafael Salamanca, Jr.

Eric A. Ulrich
Daniel Garodnick

A P P E A R A N C E S (CONTINUED)

Rick Chandler NYC Department of Buildings Commissioner

Nilda Mesa Director of Office of Sustainability

Gina Bocra Chief Sustainability Officer

Laurie Kerr Director of Policy for Urban Green Council

Eric Goshow AIA New York Chapter

Alex Gleason
NYC Central Labor Council of AFLCIO

Victor Nazario 32BJ

Frank Ricci Rent Stabilization Association

Joseph Rosenberg Catholic Community Relations Council

Marcia Eisenberg Director of Legal Assistance of Jewish Organizations

David Pollock
Jewish Relations Council

A P P E A R A N C E S (CONTINUED)

Mary Ann Rothman Council of New York Cooperatives and Condominiums

Annel Hernandez NYC Environmental Justice Alliance

Abbey Brown
Environmental Defense Fund

Jordan Levine New York League of Conservation Voters

Samantha Wilt Natural Resources Defense Council

Josh Kellerman ALIGN

Daniel Nall NYC Energy Codes Committee

Daniel Karpen Engineer

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CHAIRPERSON WILLIAMS: Good morning, everyone. My name is Jumaane Williams, Chair of Council's Committee on Housing and Buildings. Today I'm joined by Council Member Garodnick. It's also my first full hearing since I've been back. For those who don't know, I was ill for a little while. I just want to make sure I gave my thank you's again to everyone who gave well wishes and prayers. greatly appreciated, including the Housing Committee Staff. So, I just want to thank you guys very much for what you did, and I'm sure it helped move past to where I am today, and I have a new hair-do, so I know some people are still getting used to that. here today to discuss four bills related to energy usage in New York City, Intro Number 1160, Intro Number 1163, Intro Number 1165, and Intro Number 1169. Intro Number 1160, sponsored by Council Member Constantinides in conjunction with the Mayor, would expand the current electrical tenant sub-meter requirements to buildings that are 25,000 gross square feet or larger and to non-multiple dwelling tenant spaces that are 5,000 gross square feet or larger. Intro Number 1163 sponsored by Council Member

Garodnick in conjunction with the Mayor would expand

COUNCIL MEMBER GARODNICK: Thank you, Mr. Chairman, and yes, very briefly. I wanted to thank

who I know would like to share a statement on his

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bill.

1 COMMITTEE ON HOUSING AND BUILDINGS 2 you for holding a hearing today on 1163, which is a 3 bill that I introduced along with Council Members Richards, Johnson, excuse me, Constantinides, and 4 5 Chin. This bill expands the list of buildings required to be benchmarked for energy and water 6 7 efficiency from all buildings 50,000 square feet and above to all buildings 25,000 square feet and above. 8 New York City currently requires owners of buildings that are at least 50,000 square feet to submit 10 11 information about their water and energy use to a 12 benchmarking tool. Benchmarking, essentially 13 evaluating data as compared to a set standard can be 14 a useful tool in helping building owners identify 15 where there may be inefficiency in their own utility It gives them the ability to understand how 16 17 much water and energy they use and the information to 18 know whether that measures up to how much they should 19 be using to ensure that their buildings are being run 20 in the most sustainable way. This bill ensures that 21 even more building owners will be able to take advantage of this information. We all know that 75 2.2 2.3 percent of the greenhouse gas emissions in New York City relate to our buildings. We also know that 24

we've set rather significant goals to combat our

greenhouse gas emissions of 80 percent by the year

2050. Obviously, unless we actually take steps to

make changes, we will not hit those goals which is

what this is all about. The City and building owners

are natural partners in the effort to setting our

sites higher toward greener utility usage practices

be effective. So we hope that this bill will
contribute to that. I look forward to hearing

and the benchmarking requires that this partnership

11 today's testimony, and again, Mr. Chairman, thank you

12 for holding this hearing.

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CHAIRPERSON WILLIAMS: Thank you. We've also been joined by Council Member Salamanca and Rosenthal. And thank you, Council Member Garodnick, for the background on your bill. I'd like to thank my staff for the work they did to assemble this hearing, including Nick Smith, my Deputy Chief of Staff and Legislative Director, Jen Wilcox and Megan Chin [sp?], Counsel to the Committee, Guiermo Patino [sp?] and Jose Conde [sp?], Policy Analyst to the Committee, and Sarah Gastelum [sp?], the Committee's Financial Analyst. That said, we're calling up representatives from the Administration as our first panel. I'd like to remind everyone that would like

1 COMMITTEE ON HOUSING AND BUILDINGS 2 to testify today to please fill out a card with the 3 Sergeant. We have Nilda Mesa, Director of MOS, and 4 Commissioner Rich Chandler of Department of Buildings. Will you please raise your right hand? 5 Do you affirm to tell the truth, the whole truth and 6 7 nothing but the truth in your testimony before this committee and to respond honestly to Council Member 8 questions? COMMISSIONER CHANDLER: Yes, I do. 10 11

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CHAIRPERSON WILLIAMS: Thank you, and you can begin.

COMMISSIONER CHANDLER: Good morning, Chair Williams, and welcome back, and members of the Housing and Buildings Committee and City Council. I'm Rick Chandler, Commissioner of the New York City Department of Buildings. I'm joined by Gina Bocra, the Department's Chief Sustainability Officer. are pleased to be here this afternoon to offer testimony in support of Introductory Number 1169 sponsored at the request of the Administration which makes important updates to the New York City Energy Conservation Code. Given that nearly three-quarters of all emissions in New York City are generated by buildings, design and operations of our buildings

technical changes to the residential and commercial

provision that align it with the 2015 edition of the

International Energy Conservation Code. This update

would be more stringent than the current 2014 state

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energy code, as well as our current city energy code. This change is being adopted in response to a federal mandate and it has an effective date of October 3, The primary benefit of this code update by the state is that it has been determined by the United States Department of Energy to result in an average annual energy savings of 8.5 percent for new commercial buildings, and an average annual energy savings of 18.5 percent for new one and two-family homes and small apartment buildings. In accordance with the state energy law, an energy code adopted by a local jurisdiction must be more stringent than the state energy code. Our changes at the local level proposed in Intro 1169 will add to these energy savings. Changes proposed by New York City add another five percent average energy savings to small residential buildings as determined by the Pacific Northwest National Laboratory. Energy savings also translates directly to financial savings, and increasing energy efficiency in buildings is a key strategy to mitigating climate change throughout the City. In sum, these changes will bring the best in energy efficiency to our building equipment and facades and will ensure that the City's buildings

consume less energy as we work towards meeting our
goal of reducing greenhouse gas emissions 80 percent
by 2050. Specifically, Intro 1169 is being advanced
to serve the following three goals: To preserve the
existing improvements in the current city energy
code, to adopt the state energy codes as the basis of
our technical provisions and to make several
enhancements that will make our city energy code more
stringent than the state energy code. The local
changes that are being proposed or developed by the
Department of Buildings with the consultation of an
Energy Code Advisory Committee. This committee
included representatives from the Design and Real
Estate industries, representatives from the
Construction Industry and Trades, representatives
from affordable housing organizations, environmental
interest groups, other city agencies, and the City
Council. The more substantive local amendments can
be found in Chapter C4 and R4 of the proposals
included in the bill. They are as follows: It
introduces a requirement to account for the thermal
energy losses of certain types of mechanical
equipment that are installed through the wall, that
are understood to create a thermal performance

rooms that was eliminated in the New York State

provisions were modified to take New York City's

effective savings of the city energy code for new

density into account. And finally, it increases the

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CHAIRPERSON WILLIAMS: Thank you very much, and will now be joined by Nilda Mesa who will

give testimony. 24

have.

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Do I need to be sworn in?

the opportunity to testify before you today.

colleagues and I welcome any questions that you may

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CHAIRPERSON WILLIAMS: Thank you for reminding me. Very nice of you. Do you affirm to tell—can you raise your right hand please? Do you affirm to tell the truth, the whole truth and nothing but the truth in your testimony before this committee and to respond honestly to Council Member questions?

: Yes.

CHAIRPERSON WILLIAMS: You can begin.

NILDA MESA: Thank you. Good morning, Chairman Williams -- welcome back -- members of the Committee on Housing and Buildings and other distinguished members of the Council, especially Council Member Garodnick, Constantinides and Richards who I'm sure will come by later. My name is Nilda Mesa, and I'm the Director of the New York City Mayor's Office of Sustainability. Thank you for the opportunity to testify today regarding Introduction 1163, which would amend the city code for buildings required to submit annual energy and water benchmarking reports as well as Introductions --Intro's 1160 and 1165 which would amend the city code on upgrading lighting systems and installing submeters in certain buildings respectively. These introductions propose amendments to Local Laws 84 of

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2009 and 88, both cornerstones of the City's greenhouse reduction and building strategy as well as Mayor de Blasio's One NYC Plan. This past year has seen many landmarks in the global fight against climate change. In December 2015, 165 countries committed to reducing carbon emissions so as to achieve less than two degrees Celsius temperature rise this century. The agreement allows countries to employ flexible means to meet their goals but also requires countries to report on metrics and progress towards the goal. This historic agreement signed here by 176 countries on Earth Day of this year at the UN has already been ratified by 18 countries. Last week marked the one-year anniversary of the Pope's Encyclical Laudato Si in which he called for aggressive and unified global action to combat climate change. Mayor de Blasio is honored to join mayors from all over the world at the Vatican at that time in support of the urgency of the Pope's message. At the City level, the Mayor released a sweeping buildings plan in the update to One NYC, this Earth Day which employed a data-driven approach to making New York City's buildings energy efficient in effective and cost-saving ways. Climate change is an

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existential threat to humanity and we're already feeling its impacts. Bold action is necessary if we're to address this threat and protect our city and our place on this planet, but this action must be measured and effective. The best way to ensure that our strategies will be successful both technically and economically is through the wise use of data. These three bills will expand the scope of laws pertaining to one, annual energy and water use benchmarking; two, upgrades to lighting systems; three, sub-meters in non-residential tenant occupied In focusing on effective and economical measures along with the data to support intelligent planning, these bills will significantly advance New York City's contribution to solving the global challenge of combatting climate change. New York City is a global leader in data-driven, climate action planning, and other cities and nations look to us for guidance for their own programs. This is especially significant as cities are where the rubber meets the road on climate as well as so many other issues. Cities generate at least 70 percent of worldwide greenhouse gas emissions. Earlier this

month, US State Department and the Government of

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China hosted the US China Climate Leaders' Summit, invited me to present specifically on how New York City uses data to inform climate carbon reduction policy. Our efforts were received with great interest and praise and were seen as a model. Cities learned from each other and our friendly competition leads to innovation, which is what we need to achieve our carbon reduction goals worldwide. Our data efforts to date have focused on three areas: One, greenhouse gas emissions; two, building energy and water consumption; three, energy audits. The data from these efforts is rich and has played a significant role in our ability to identify effective and cost savings strategies for reducing energy in the City. However, our ability to assess the feasibility and effectiveness of strategies would be greatly enhanced by including more categories of data. New York City is one of the very few cities that collects greenhouse gas emissions data annually and has done so since 2007. This city has one of the world's largest and most detailed datasets on energy and greenhouse gas emission of any jurisdiction. collection of this data enabled us to determine that 73 percent of our greenhouse gas emissions are

2 derived from buildings and how they are operated. This is far greater than the US average, which hovers 3 4 at about a 40 percent share for buildings. Knowing 5 that buildings make up such a large share gives us clear direction towards a successful strategy to meet 6 7 our 80 by 50 goals without wasting valuable time and resources guessing what will work or focusing on the 8 wrong sector. The data collected under the City's benchmarking ordinance required by Local Law 84 has 10 11 been a treasure trove of information on real life 12 buildings and how they use energy. We use the data 13 in several ways. It's been the foundation for our 14 energy and water performance tool which is an online 15 resource that allows anyone with an address to see how a building within our database compares to other 16 17 buildings of its type, location and even citywide. 18 The tool has a potential to empower residents and 19 those in the building industry to make wise choices. 20 We also use the data to develop the most 21 comprehensive buildings energy efficiency initiative 2.2 to date, which the Mayor released on Earth Day of 2.3 this year. The plan is based on the One City Built to Last Technical Working Group Report. We identify 24 20 building typologies categorized by age, size and 25

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use of building from which we identify the eight most common typologies. We were able to filter and analyze the data by building typology to evaluate a range of strategies for cost in-effectiveness in reducing greenhouse gas emissions along with the most sound pathways that building owners could use to make their buildings work better and be more comfortable for themselves and their tenants. Without data on energy consumption, age, location, use type, and size of buildings, our office could never have completed this work. The data available for this report was richest for buildings over 50,000 square feet because they fall within the current Local Laws 84 and 87 of 2009. Key insights from this data include that large office buildings built in the 1970's tend to be much less energy efficient than those built in the 1920's, and that multi-family buildings account for 64 of the energy used by large buildings. We found vastly different patterns of greenhouse gas emissions between multi-family residential buildings and commercial buildings with 74 percent of multi-family building emissions due to thermal loads like heat and hot water while commercial building emissions were more evenly distributed amongst heating and cooling

2 systems, lighting and plug loads. We also estimated 3 that even with new construction 90 percent of the buildings that exist today will still be here in 4 5 These types of insights are critical to shaping targeted, effective policy. On the 6 operational level we use benchmarking data to 8 identify buildings that would be most likely to benefit from the Retrofit Accelerator, our program to provide free technical support and information to 10 11 building owners on energy efficiency strategies. 12 Benchmarking data we have to-date allows us to reach 13 out to the buildings that we can see are not 14 performing as well as they could be compared to 15 similar buildings in the City. We can target those 16 buildings with the greatest potential to save on 17 energy and greenhouse gas emissions because of this 18 data and get them the tools they need to cut through 19 red tape and get to the resources available, 20 expanding the data to include buildings down to 25,000 square feet will enable us to help them as 21 Intro 1163: Local Law 84 plays a fundamental 2.2 2.3 role in helping buildings owners and policy makers alike understand energy and water consumption and 24

identify opportunities to reduce energy use and

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COMMITTEE ON HOUSING AND BUILDINGS

greenhouse gas emissions. Local Law 84 requires
large buildings over 50,000 square feet to annually
report energy and water consumption. With this
information, building owners and managers can better
understand which retrofits and management practices
could cut cost and increase tenant comfort moving
forward. Intro 1163 would expand the annual
reporting requirement to buildings above 25,000
square feet adding an estimated 10,460 properties
across the five boroughs, covering over 365 million
square feet of real estate or roughly seven percent
of the built floor area in New York City. This would
add important and valuable visibility into the nature
of energy and water consumption in these mid-sized
buildings. The process of benchmarking is relatively
straightforward. Using the Environmental Protection
Agency's portfolio manager's free online platform,
building owners enter their buildings previous years
energy and water bills, much as one would in tax and
accounting home software, only with fewer entries.
Where the building owner does not have records on
hand, city utilities have developed dedicated
services to provide this information on request.
Once this information is inputted into portfolio

2 manager, users can compare the efficiency of their 3 buildings to that of buildings nationwide. They also 4 use this tool to transmit the data to the City. 5 These steps can be done by a building owner or any person on behalf of the building owner including 6 7 staff, volunteers or third party service providers. 8 This is a powerful management tool and can point out where systems may be under-performing. Knowledge is power. It is why the City benchmarks at an even much 10 11 lower size, down to 10,000 square feet. While in 12 most cases, the process should be straightforward, we 13 recognize it could be better, especially for certain 14 building types and groups of building owners with 15 limited staff and resources. Our office is committed 16 to lowering the burden placed on building owners and 17 we are dedicating resource to ensure that compliance 18 is a smooth process. It is philosophically similar 19 to the approach we pioneered with clean heat where we 20 helped building owners find the best way to phase out 21 polluting heating oils with enough time that we 2.2 achieved a 100 percent compliance rate by the 2.3 deadline for enforcement. We would like to see the data entry process be automated with data going 24 directly into the system. We're already part of the 25

is provided for free by utilities in other

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jurisdictions, Con-Ed is the only utility currently

requiring a fee and charges \$102.50 for property

every year. For the last year or so, the Mayor's 10

11 Office has been actively engaging Con-Ed and the

Public Service Commission to eliminate this fee. 12

13 This spring, we submitted testimony in the pending

Con-Ed rate case before the public service 14

15 commission, advocating that this data be automated

16 and free, as is done in cities such as Philadelphia

17 and Chicago. Furthermore, we are also actively

18 working with the utilities to automate the process to

19 get data from the utilities directly into the

20 reporting tool without requiring the building owner

to input it manually. Additionally, this year we 21

established the New York City benchmarking help 2.2

center to be available year 'round on a fulltime 2.3

basis. For any building owner who has questions 24

about deadlines, is unsure whether or not their

2 building is covered by the law or needs help 3 navigating the portfolio manager website, the 4 dedicated team at the help center is there to answer questions and provide quidance. These trained staff members know every step of the process and can offer 6 7 tailored support. The help center also provides quidance on how to make the best use of the 8 information and to benefit from its value. We are also committed to helping building owners take the 10 11 next steps beyond benchmarking to achieve energy and cost-savings and occupancy comfort by retrofitting 12 their buildings through our Retrofit Accelerator and 13 14 Community Retrofit NYC programs. Among these 15 programs many components, Retrofit Accelerator and Community Retrofit NYC provide direct one-to-one 16 17 assistance to coordinate compliance with Local Law 18 87, assist building owners to interpret their 19 benchmarking results, identify energy and water 20 efficiency upgrades best suited for their buildings 21 and monitor the results of their projects. All told, 2.2 these resources represent just a small portion of our 2.3 offices and Mayor de Blasio Administration's commitment to ensuring that these laws are easy to 24 comply with and produce real financial and 25

buyers, thereby empowering the consumer to make smart

financial real estate decisions. This information

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10,460 mid-size buildings between 25,000 and 50,000

square feet. Energy data on these buildings will

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allow us to glean information and tailor policy to 2 3 the needs of those buildings with better and more cost effective results. Intro's 1160 and 1165: 4 are also here to testify today on Introductions 1160 5 and 1165's proposed changes to Local Law 88 of 2009. 6 7 Local Law 88 requires the installation of electricity sub-meters for each non-residential tenant space 8 measuring larger than 10,000 square feet in area. Ιt also requires building owners to provide those 10 11 tenants with monthly energy consumption statements. 12 The affected building owners must report that they have implemented sub-metering systems by 2025. This 13 14 law aims to address the problem of split incentives 15 in non-residential properties. In many buildings, 16 the tenant pays a flat monthly energy fee through 17 their rent. If energy consumption is not separately 18 metered, the tenant does not know or pay directly for 19 the amount of energy consumed. As a result, owners 20 cannot assess where energy is being used. Tenants have little incentive to reduce energy consumption, 21 2.2 and energy savers get stuck overpaying. Transparency 2.3 for both tenants and landlords will help us develop effective energy efficiency strategies. Intro 1160 24

would broaden the scope of tenant's bases that are

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required to have sub-meters, moving from a minimum square footage of 10,000 to 5,000 square feet. Hereto, this improvement will benefit more of the City's businesses informing more tenants of their actual energy consumption, allowing for tenants and owners to make better decisions on energy efficiency and paving the way for financial savings. Another goal of Local Law 88 when adopted by the City was to reduce energy consumption from lighting, which accounts for almost 14 percent of energy use in New York City buildings and roughly 11 percent of the citywide carbon emissions from buildings. dramatic improvements in lighting technology that we've observed over the past two decades have allowed building owners to cost-effectively reduce energy consumption by installing more efficient lighting systems. Local Law 88 currently requires buildings over 50,000 square feet in floor area to upgrade lighting in non-residential spaces to meet New York City energy conservation code standards and to report compliance by 2025. The lighting improvements in Intro 1165 will help building owners achieve significant savings, and by expanding the scope of this requirement, this Council is once again

a focus on proven technologies like lighting.

3 support for the expansion of the scope of both Local 4 Laws 84 and 88 through Introductions 1160, 1163 and 5 1165, and sincerely thank the Chair, the Committee and esteemed members of the Council who are 6 7

behalf of the Mayor's Office, I offer my strong

introducing these important pieces of legislation.

The Mayor's Office of Sustainability welcomes the opportunity to continuing partnering with City

Council, Departments of Citywide Administrative 10

11 Services, Buildings, Environmental Protection, and

12 Finance as we fulfil Mayor de Blasio's goals in One

13 NYC to make a greater, greener, more sustainable, and

14 more equitable city. Thank you for the opportunity

15 to testify.

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CHAIRPERSON WILLIAMS: Thank you very much for the testimony. I have a couple questions, then I'm going to allow Council Member Garodnick to ask questions about his bill, and then I'll come back. We've also been joined by Council Member Mendez and Cornegy and Council Member Espinal. Just a couple questions. One, I wanted to know why it was important that our codes are more stringent than the State's?

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GINA BOCRA: Gina Bocra, Chief

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Sustainability Officer. Council Member Williams,

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there was a condition in Local Law 85 of 2009 that

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our code had to be more stringent than the State code, and that we had to maintain it every three

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years at least or when the state updates their code,

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and then the Energy Law of New York State also

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mandates that if a municipality chooses to have their

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own energy code, that it must be equal to or more

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CHAIRPERSON WILLIAMS: Thank

stringent than the state code.

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much. Is there a cost associated with any of these

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changes, and how much would that cost be? And

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separately but related to it, specifically costs

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about the solar readiness of the new one and two-

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7 \parallel family homes.

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GINA BOCRA: Be happy to answer that.

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20 one dollar and 41 cents per square foot. This is

For commercial buildings the average cost is about

across a very wide range of building types, and that

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returns-- I'm sorry. The savings is about \$1.41 per square foot, and that cost is about a premium of 60 cents per square foot for each building. That has a

pay-back of about 12.6 years on average. So, for

Thank you very

CHAIRPERSON WILLIAMS: So, just so I'm clear, it's \$1.45 is the savings.

GINA BOCRA: Yes.

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CHAIRPERSON WILLIAMS: And 60 cents is the cost?

GINA BOCRA: Yes. For residential buildings, the average cost-savings over the life of the building is somewhere around 5,000 dollars. these are for one and two-family homes in small apartment buildings. The average cost premium is about 2,300 dollars, and for multi-family it's probably more around 1,200. Those are for the national average cost based on the climate zone for New York State. Our provisions will add a few more thousand dollars to the cost of the residence in order to improve the building envelope, but that also results in a five percent energy savings annually. And then for the solar readiness, there should be very little cost associated with that. The owner is being asked to reserve space on the roof, but not install panels. They're also asked to identify a pathway for the conduit to connect those panels to

1	COMMITTEE ON HOUSING AND BUILDINGS 35
2	the electrical panels that would be installed in the
3	house in the future. So, they're merely saving the
4	space to allow the installation to happen in the
5	future.
6	CHAIRPERSON WILLIAMS: And I'm just going
7	to back up a little bit. You said for one and two-
8	family homes, what was the cost saving over I think
9	it was over the life of the mortgage was it?
10	GINA BOCRA: The US Department of Energy
11	says that the life of the building is 30 years.
12	CHAIRPERSON WILLIAMS: Life of the
13	building.
14	GINA BOCRA: Typically because of the
15	mortgage. So they have estimated that those costs
16	would be about 5,000 dollars over the life of the
17	mortgage.
18	CHAIRPERSON WILLIAMS: And 2,300 dollars
19	is up front?
20	GINA BOCRA: Yes.
21	CHAIRPERSON WILLIAMS: And the multi-
22	family?
23	GINA BOCRA: Multi-family is 1,200.
24	CHAIRPERSON WILLIAMS: Thank you.

Council Member Garodnick?

2	COUNCIL MEMBER GARODNICK: Thank you very
3	much, Mr. Chairman, and Director Mesa, I think most
4	of my questions are for you, and we appreciate your
5	testimony today. I am the prime sponsor of 1163, and
6	generally agree with what you have said about the
7	benefit of more data and also the potential for
8	empowering building owners to make decisions. So,
9	you will take my devil's advocate questions in that
10	vein because I just want to make sure that we are not
11	imposing too much of a burden on smaller building
12	owners and that we're actually getting real results
13	here. So, I want to preface my questions with that.
14	In your testimony you talked about the potential for
15	empowering building owners. My question for you is
16	when we put the requirement in for buildings at
17	50,000 square feet and more, give us a sense as to
18	how that benchmarking requirement has actually
19	contributed to changes in either water or energy use.
20	I know that people have access to more information,
21	but how has it actually changed behavior?
22	NILDA MESA: I'm trying to think of how

NILDA MESA: I'm trying to think of how best to answer, because the-- what I know most about is how our office uses the data which is to-- and most recently in the context of the Building

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Technical Working Group Report in the Buildings Energy Efficiency initiative that we came out with that the Mayor launched in April. And so what it meant for us to have that data on a big scale was that we could see which kinds of str-- we could see. We could really evaluate which strategies would be most effective for building owners by building type, so by age, by size of building, by use of building we could rule out things that, you know, strategies that wound up not being really all that effective or too expensive, and you know, we would rather have more of that information so that we can rule things out as well as evaluate whether something is actually, you know, going to be affected, because there's no sense in imposing, you know, mandates, or you know, requiring people to do things at the end of the day are too expensive for what they're going to get back in return and also just plain old ineffective. So, that's, you know, for us the big value of that. And so on a smaller scale, what it allows is for building owners to look at-- they can compare how their building is functioning to-- you know, in comparison with other buildings nationwide, but also in comparison with other buildings in the City. And so

they can— its' kind of a red flag for them so that they can see, like, you know, why is it for example that, you know, my energy or water usage is, you know, a third again as, you know, higher than, you know, somebody else's. What's going on here?

Because that's money that's, you know, getting wasted, right? So there's— we recognize that there's some, you know, initial cost to it, but that the benefits really outweigh. And that's why, you know, citywide that's why we do it for our buildings down to 10,000 square feet because it's that much of a benefit.

COUNCIL MEMBER GARODNICK: So, I see the benefit for a building owner if they choose to focus on it, think about it, engage with it and make changes on the basis of what they learn, but really what I'm asking you is beyond the City's knowledge and ability to evaluate, assess, develop the best strategies. Do we have any sense that any of the building owners are actually making changes on the basis of this information? How do we assess that? How do we evaluate the success of what we are imposing on them to disclose this information?

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NILDA MESA: Yeah. So, I mentioned
briefly the Retrofit Accelerators. So, that's where
we reach out to building owners who already are
required to benchmark with, you know, who have
buildings that are 50,000 square feet and above.
Since we launched the Retrofit Accelerator in October
we have over a thousand projects that are in the
pipeline for energy efficiency and, you know, water
improvements, which is an astounding number of
projects within a very short period of time who've
responded to that kind of access. And then, you
know, what we try to do as a result is get rid of the
red tape and the obstacles and, you know, sort of the
confusion around like who do I use, how do I even
know? But it's I think there's a real vacuum out
there. I think there's a real hunger out there to
try to figure out this problem at the building level.

COUNCIL MEMBER GARODNICK: So, does it work more or less like this, the City and the Office of Sustainability and/or the Department of Buildings takes a look at what comes in and decides whether a building may be appropriate for the Retrofit Accelerator, and then reaches out directly to them

1 COMMITTEE ON HOUSING AND BUILDINGS

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2 and says we encourage you to participate in this

3 | program, is that how it works?

NILDA MESA: Yeah kind of. I mean, it's

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COUNCIL MEMBER GARODNICK: [interposing]

You can tell me how it works exactly if I didn't get it right.

NILDA MESA: Yeah, so we have the data. We reach out to building owners, particularly the ones that, you know, where it looks like their buildings are performing below average, and then, you know, we reach out. It's up to them. It's voluntary. It's up to them as to whether or not they want to work with Retrofit Accelerator or whether they even want to make the changes. It's totally their call, but many do once they have the information, and one of the things that we know is that EPA found that in general buildings that benchmark their energy consumption like using Portfolio Manager reduced their energy use by an average of seven percent over three years, and it's just having that information enables them to make those choices.

COUNCIL MEMBER GARODNICK: Is there any

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less onerous way for us to get this information for building owners? Obviously when you're dealing with 50,000 square feet or more, you know, I had very little concern about impact. You're talking about big, big buildings that have a variety of different complications, needs, the obligation to report, etcetera. You know, when we get to the smaller buildings, obviously there's a new-- there was some 10,000 new properties I think you said in your testimony that would be captured under this law. know, would there be any way for the City to capture this information on behalf of the building owners inside of having them spend 102 dollars with Con-Edison, fill out paperwork as easy as it may be, send it to the City, have the City evaluate, and then come back to them? Is there a way to essentially cut them

NILDA MESA: Yeah, this is being done in a couple of other cities, and so this is what I mentioned before about we're working with Con-Ed, we're working with the state's public services commission in order to get that information

out of the reporting process, but still give them the

benchmarking information?

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this law now help or hurt the cause of moving in a direction where Con-Edison would, you know, fuel more of an impetus say to do that? I mean, you know, they're here. I see representatives in the room, so I'm sort of talking to them at the same time, but the idea that people have to spend 100 bucks to fill out-to access data about-

NILDA MESA: Their own bills.

COUNCIL MEMBER GARODNICK: their own building to provide it to the City so the City can analyze it and tell them what they're doing wrong.

2 You know, it would be much more clean for us to

3 simply make the information available, analyze it by

4 | the City and then tell the building owner, "Hey, by

5 | the way, you're an underperformer in this way or that

6 way. We strongly recommend our Retrofit Accelerator,

7 and he's what it'll do for you." Does passing this

8 bill help or hurt the ability to move that in

direction?

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NILDA MESA: I would hope that it would help. Its' again at the state level with the PSC, and it's, you know, an issue we testified on. I mean, it's an issue that's come up in the current rate proceedings. You know, I would hope that it would help. And just by way of clarification, once the data is in the Portfolio Manager, the building owner-- it doesn't have to go to the City first for the owner to see how they're doing nationwide. They can look at it right away and see, you know, what the results are. So, they don't even-- you know, we collect it, but they don't even need to-- they don't need to wait for us to tell them. They can see it right off the bat.

COUNCIL MEMBER GARODNICK: I've gotten the look from my Chairman, which means that it's time for

1 COMMITTEE ON HOUSING AND BUILDINGS 44 2 me to wrap, so I'm going to do that, but I thank you 3 for your testimony. 4 Thank you. NILDA MESA: CHAIRPERSON WILLIAMS: Thank you, Council 5 Member Garodnick for the question. Gave you a little 6 7 leeway there because you are sponsor of the bill, but 8 thank you for the important questions. Just really quick wanted to back up a little bit. Just for clarity, the 2,300 dollars in the one and two-family 10 11 homes, those are new homes. So that's not like an 12 existing person. We'll have to come up with that 13 2,300. The money for the multi, I think you said was 14 1,200. They would have to come up right now with 15 that? Is that for -- that's for substantial rehab and 16 new buildings, correct? 17 GINA BOCRA: Yes, that would be the first 18 cost during construction. 19 CHAIRPERSON WILLIAMS: Okay, thank you 20 very much. How many additional owners will be 21 covered by the law, do you know? How many additional 2.2 owners will be covered by the law? 2.3 The energy code? GINA BOCRA: CHAIRPERSON WILLIAMS: Yeah, all of them 24

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[sic].

have used--

1 COMMITTEE ON HOUSING AND BUILDINGS

and 2025, they've met the requirements of the law.

3 So, once they've done an upgrade, they're good to go.

CHAIRPERSON WILLIAMS: In what point during the construction do they have to use the new energy code versus the old energy code?

GINA BOCRA: Depends upon the time that they file the application to us. So, if we have a code that's effective October 3rd of this year, and they file an application on October 2nd, and it's complete, they would be under the current code. As of 12:01 a.m. on October 3rd, they would be under the new code.

CHAIRPERSON WILLIAMS: If a building is four stories or more, two of which are commercial and two of which are residential, are they held as commercial or residential standards?

application, but under the commercial code, there are separate provision for dwelling units for residential uses. So, in the commercial code, you will see two sets of requirements, those for residential spaces and those for other types. So, in that case, it would be a commercial building and those spaces that

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of construction. So, my first question is, why limit

2 families. It becomes, I believe, complicated when

3 who owns the panels and who gets the energy from the

4 panels. So, in a one and two-family home it appears

5 to be a little more straightforward, but these

6 provisions were already drafted in the national model

7 code, and so we chose to adopt them.

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COUNCIL MEMBER LEVINE: So, it's actually not a technical barrier, it's more of a legal-- it sounds like it's a legal question.

GINA BOCRA: we don't' know of any technical barriers at this time, but we would have to research it.

mistaken, in large buildings where the surface area of the roof relative to the size of the building is small, there's no expectation that you'll power the whole building on solar, but that for example, you could power the common areas. Or in the case of a blackout, you can keep the hall lights on and the elevators running. There's some minimal level of power that benefits everybody, even if it's not a substitute for Con-Ed connection. Is that accurate?

GINA BOCRA: For some buildings it's probably accurate.

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COUNCIL MEMBER LEVINE: So, why not move to require at least in new construction some source of common area coverage or the ability to install solar panels for that purpose at least?

GINA BOCRA: I-- the simple answer is we did not consider it because we did not have the bandwidth to do all of the research to figure out what provision would be appropriate for all commercial buildings.

COUNCIL MEMBER LEVINE: Yeah.

GINA BOCRA: but we saw the opportunity in already having language drafted in the national model code that made sense and had already been researched, so we adopted that language.

COUNCIL MEMBER LEVINE: Okay, understood. This is a huge step forward, so kudos to you for that, and I look forward to working with you further on this issue. Thank you. Thank you, Mr. Chair.

CHAIRPERSON WILLIAMS: Thank you, Council Member. I actually wanted to follow up on that line of questions. I got a little confused. So, I know you mentioned you don't know who will get the savings. I'm confused as to why that makes a difference if we're just talking about making it

doing to facilitate rooftop, because I've been asked

2 this question a few times, wind power in the City of

3 New York. Local Three which is not in my district,

4 it's in Council Member Lancman district, had one--

5 this was a number of years ago before you were

6 commissioner. They had wanted to put some rooftop

7 | wind power on, and they were-- the Buildings

8 Department was drafting regulation. I'm just

wondering how far we've gotten?

NILDA MESA: Okay. I can't speak specifically on the code side of things, but what I can tell you is that wind in New York City is very challenging to have the numbers add up. The wind speeds within the City are very low, below what they would be in order to make things economically viable to have wind power. So, for example, you know, it's average, something like seven or eight miles per hour except for like one hour between 5:00 and 6:00 p.m. and it's just not enough to really make it worthwhile which is why you don't see a whole lot of wind installations or a whole lot of demand for it on top of buildings. It just—you know, solar is more efficient. There are other ways of getting more efficient green energy in city buildings.

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that the City can offer for the buildings either on a

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difficult filing that anybody would have to do.

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4 said, getting the information, putting it in, is

5 there any sort of financial assistance or other

6 resources available either for small building owners,

7 not-for-profit building owners? Give a sense?

NILDA MESA: So it's really right now focused on the benchmarking help center so that when somebody gets a notice that their building would fall within the benchmarking requirements, they also at the same time are informed that they can use the resources at the help center and the staff that we have there are very familiar with the process and they can walk through the building owner. They can walk through exactly how to get that data in the first place from the utilities and then also how to upload the information into Portfolio Manager. It's really meant to be, you know, sort of step by step to teach people how to do it.

COUNCIL MEMBER GARODNICK: Okay. Thank you, Mr. Chairman.

CHAIRPERSON WILLIAMS: Thank you. Just to clarify again, the cost of solar panel ready for the one and two family homes is minimal, correct?

Frank Ricci, RSA, Joseph Rosenberg, Catholic

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Communities Relation Council, David Pollock, Jewish Community Relations Council, Marcia Eisenberg, Jewish Community Relation Council, and Mary Ann Rothman from Council Cooperative and Condominiums. So, if that-the people I just called can stand on deck after this panel. So, we have Laurie Kerr, Eric Goshow, Alex Gleason, Victor Nazario. Can you please raise your Do you affirm to tell the truth, the right hand? whole truth and nothing but the truth in your testimony before this committee and to respond honestly to Council Member questions?

UNIDENTIFIED: We do.

CHAIRPERSON WILLIAMS: Thank you. each have two minutes to give your testimony, and it can begin at the order of your preference.

LAURIE KERR: Good morning, Chairperson Williams and members of the Members of the Committee. My name is Laurie Kerr. I'm a licensed architect and the Director of Policy for the Urban Green Council which seeks to transform New York City's building industry to achieve a sustainable future. On behalf of Urban Green I'm testifying in favor of Intros 1160, 1163, 1165 and 1169. Because of the breadth of today's legislation, we have coordinated our

codes that were adopted by New York State in March.

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By state law, New York City's energy code is required to be at least as stringent as the state's. York City specific provision that have been added to the underlying state code were developed by a local industry advisory group convened by the Department of Buildings and rigorously vetted by the Department to ensure that only the best and most cost effective proposals were included. I would also like to offer testimony in favor of two specific provisions. first provision would require new houses and new apartment buildings three stories or less in height to comply with the insulation requirements for zone six which includes much of Upstate New York. Attached to my testimony that I submitted is a costbenefit analysis performed by the architect builder Jeremy Shannon showing three different strategies for complying with the detached -- in a detached framed house and in a town house. Using the most costeffective strategy, the house would save 540 per year-- dollars per year, and pay for itself in 5.6 The townhouse would save 177 dollars per year with a 6.5 year pay back. Since a buildings thermal envelope is rarely changed, this means that the initial cost would pay for themselves many time over

1 COMMITTEE ON HOUSING AND BUILDINGS 60 during the estimated 50 to 100 year lifespan of the 2 3 house. 4 CHAIRPERSON WILLIAMS: You can give a closing sentence. 5 LAURIE KERR: And the second provision 6 7 closing the loophole in the envelope requirements for through-the-wall air conditioners and local hearing 8 and cooling units called PTAC [sic] units would cost about 35 dollars per apartment and pay for itself 10 11 within three to four years. So, again, a very reasonable and cost effective proposal. Thank you 12 13 for the opportunity to testify. 14 CHAIRPERSON WILLIAMS: Thank you. 15 can just go. ERIC GOSHOW: Thank you. My name is Eric 16 17 Goshow--18 CHAIRPERSON WILLIAMS: [interposing] Is 19 the mic on? Check to see if the mic's on. 20 ERIC GOSHOW: Oh, thank you. My name is Eric Goshow. I'm on the Board of directors of the 21 American Institute of Architects of New York Chapter, 2.2 2.3 and we represent over 5,200 registered architects and associate design and construction professionals. AIA 24

New York aims to lead, inspire and educate our

buildings to be more efficient, we support Intro

1160, which would require the installation of sub-

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our educational opportunities to help overcome some

of those fears. Finally, regarding Intro 1165:

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Central Labor Council has been pushing an agenda to

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tackle the dual crisis of resiliency and income inequality. Our coalition, Climate Works for All, strongly supports a mandatory reduction of emissions on large buildings and believes this is essential to tackle climate change in an effective way. Under the Bloomberg Administration and PlaNYC the City focused first and foremost on buildings over 50,000 square This was reasonable enough as those are the most technically complicated and possess the most financial resources. After almost seven years, it is time to expand these programs and require the same standards on a larger set of buildings. Climate Works for All and the Central Labor Council support the New York City Council's efforts to expand the Greener Greater Buildings Law to those over 25,000 square feet. We must become more aggressive to mitigate the climate crisis and this is one of the things the City can do. The Central Labor Council also supports the Energy Code revisions, increasing the efficiency of buildings. Code revisions are an important element in driving the New York City into an era of Passive House standards. There are a myriad of code changes proposed by the 80 by 50 working group not in this bill, but will be brought

inequality, a proactive approach to fighting climate

change that incorporates job growth would benefit

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residents and tax payers for generations. We should use any and every opportunity to lift the floor on wages, benefits and the standard of living for all New Yorkers. Thank you for your time and consideration.

> CHAIRPERSON WILLIAMS: Thank you.

VICTOR NAZARIO: Good morning, Committee Chair Williams and Committee Members. My name is Victor Nazario, and I'm a resident manager on the Upper East Side. I've been a member of 32BJ since 1978, and I was part of the union's training funds first class of green supers in the year 2010. I'm here today to testify in support of bills 1160, 1163, 1165, and 1169. 32BJ represents over 155,000 members including 70,000 here in the New York metropolitan area. 32BJ members are cleaners, janitors, security officers, and other building service workers. proudly reflect the full diversity of New York City. Far too often it is low income communities and communities of color that are disproportionately affected by climate change. For this reason, 32BJ supports the City's goal of reducing greenhouse gas emissions by 80 percent by the year 2050. building industry has a crucial role to play in

CHAIRPERSON WILLIAMS: Thank you all so much for your testimony. I appreciate it. They had two questions, one for Urban Green and AI. Mr.

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CHAIRPERSON WILLIAMS: I think our -- so

you wanted to be beyond 2025?

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LAURIE KERR: Right. So, the spaces that

were captured before and buildings captured before

should maintain the 2025, but maybe move for the

smaller buildings out to 2027 or something like that

6 so everybody has-- so it's a level playing field

7 really.

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CHAIRPERSON WILLIAMS: I see. Thank you very much. I don't see any of my colleagues signed up for questions. So, I just want to thank you very much for coming out and testifying before us. Thank you.

LAURIE KERR: Sure.

CHAIRPERSON WILLIAMS: Next we have Frank
Ricci, RSA, Joseph Rosenberg, Catholic Community
Relations Council, David Pollock, Jewish Community
Relations Council, Marcia Eisenberg, Jewish Community
Relations Council, Mary Ann Rothman, Council of
Cooperatives and Condominiums, and right after this
panel, if you can prepare to come up, Annel
Hernandez, New York City Environmental Justice
Alliance, Abbey Brown, Environmental Defense Fund,
Jordan Levine, the New York League of Conservation
Voters, Samantha Wilt, Natural Resources Defense
Council. Please be on deck to come on after this

segmented buildings between 25,000 and 50,000 square

feet. So, far our experience from our members who
have had to benchmark over the last six year under
Local Law 84 has been mixed. The one thing that I do
hear all the time from owners is A: nothing seems to
change or there's a small change from year to year.
So they don't understand why they have to do it each
year, and I don't know of any owners who are really
using this data to do an analysis on their own of
their buildings. They these are people who review
their bills each month. They look at their operating
costs over the period of a year. They know what's
going on in the building. This change in the law,
and I think you heard the testimony from the
Commissioner earlier, is basically to give the City
more data, and we're not opposed to that, but we
don't want to really have to pay for it with next
[sic] money, especially at that size of the building.
It could be going back into the building to pay for
other things, other improvements, other upgrades,
etcetera. My suggestion is that the City already
and I think the Commissioner validated this in the
questioning from Council Member Garodnick. The City
already has access to all the water use data through
DEP. They could access that on their own from there,

to the property owners, and in the many instances

impact on various sectors of New York. Local Law 84

square feet or more requires the energy benchmarking

of 62 properties owned by the Catholic Church in New

with the building compliance threshold of 50,000

York City. Intro 1163 with a proposed building

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mission-driven by the church. So, I thank you.

COMMITTEE ON HOUSING AND BUILDINGS

2	MARCIA EISENBERG: Good morning, Chairman
3	Williams and everyone else at the City Council
4	Housing and Building Committee. I'm Marcia
5	Eisenberg. I'm the General Counsel of the Jewish
6	Community Relations Council, but more to the point,
7	for this hearing I'm the Director of Legal Assistance
8	for Jewish Organizations. I've been assisting
9	hundreds of synagogue schools and other institutions
10	over the years, and we really appreciate that we can
11	testify today. This newest initiative of the City is
12	commendable. You have in front of you a letter from
13	eight groups that represent the nonprofit and
14	religious sector discussing some of our concerns with
15	this legislation and JCRC New York has signed onto
16	that letter. My testimony deals with the nature of
17	the nonprofit religious sector that I see and its
18	ability to deal with government initiatives. I've
19	been working for over 30 years with mostly small and
20	medium Jewish organizations and non-Jewish ones
21	generally on never-ending problems and issues dealing
22	with being New York City property owners. And for
23	me, unless Intro 1163 really has serious outreach,
24	technical and funding assistance for nonprofit and
25	religious organizations in the City, many of these

know there's at least another--

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CHAIRPERSON WILLIAMS: [interposing] I'm going to have to ask you to do a closing--

MARCIA EISENBERG: [interposing] There's another -- one more sentence. There's another 1,200 nonprofit religious properties that will come in under 1163, and serious assistance is really needed if we're going to succeed.

> CHAIRPERSON WILLIAMS: Thank you.

DAVID POLLOCK: Thank you, Chairman

MARCIA EISENBERG: Thank you.

Williams and Council Member Garod -- Grodenchik [sic]. First, I want to report that -- Grodenchik, I'm sorry. Want to report that Monday we had a meeting with members of the Mayor's Office of Sustainability. was an excellent meeting, and we addressed the issue that were raised in the letter and the Administration pledged to work with us to address those issues, and we look forward to working with the Administration and the Council to revise this-- amend this legislation to address those issues. One of the points that we made at the meeting was that passive websites and helplines just don't work, and we've been doing this as Marcia mentioned for 30 years. We know that you need to go out to have to provide

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positive help. You have to provide real and/or virtual hand-holding. We have to develop-- and the answer to one of Deputy Leader Garodnick's questions, we have to develop a method to do that. One of the examples that I gave on Monday was a possible model that the City partnered with a university whether CUNY, Columbia, whatever and have the university train students, interns, and we can develop a paid intern program where these students could go out to users and get them through this kind of process, and we would not only be able to accomplish the City's goals, but we would then be developing students with credentials and with work experience. So it's a win/win everywhere. Another example, nonprofits just don't have the money even if we find that we could update. We could get sustainability and take steps. We don't have the capital resources to do it, and one of the questions that we have is how do you deal with revolving loan funds that could fund this kind of thing. The City should be working on this, and these are not issues that we brought up now, just now, we brought them up in 2009 with the original legislation. We had promises from the Administration and the Council at that point to do it. I understand

organization has worked with the Mayor's Office of

Sustainability in support of its efforts to increase

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energy efficiency while working also to help keep costs down for our members as they are obliged to comply with new laws. Often the road to compliance can be rocky. Benchmarking requires us to measure energy use and show where our energy dollars are going. Medium-size buildings could benefit from this tool to pinpoint problems and work to solve them. Unlike larger more complex structures, these buildings surely don't need costly energy audits, and we have assurances from the City that these will not be required. Instead, using the information the benchmarking experience reveals, these buildings will be encouraged to fine-tune equipment in systems to raise resident awareness of the areas where energy use can be improved. But even with time to plan with good guidance available, unfunded mandates such as what you're considering today are costly to our members and could wreak havoc with the budget of a building. CNYC strongly urges the City Council to include incentives, tax credits, something to cover the cost of mandates otherwise unfunded which are imposed upon the buildings of New York City. you.

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CHAIRPERSON WILLIAMS: Thank you very much. Just so I'm clear, you're saying-- it seemed like you're saying the kinks were worked out in Local Law 84, but you still don't think it needs to be expanded unless we provide --

MARY ANN ROTHMAN: [interposing] I'm saying if it's to be expanded, there's been-- there's been testimony all day today about ways in which we're trying to help people overcome the cost. the city has done is admirable if they can persuade Con-Ed to eliminate -- to upload directly and eliminate the \$102.50, it will be even more admirable, but where it-- where physical effort and money has to go into meeting mandates, I would hope that the City would provide incentives, tax credits, something to defray those costs.

CHAIRPERSON WILLIAMS: And Mr. Pollock and Ms. Eisenberg you were in favor with suggestions, which is always good. But who would pay for the interns you're speaking of?

DAVID POLLOCK: Do a contract with people to pay the interns. So, it could make it, especially for nonprofits, it could make the system work.

CHAIRPERSON WILLIAMS: Mr. Ricci--

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MARCIA EISENBERG: [interposing] I was going to-- I also wanted to say that nonprofits and religious organizations can't use tax credits or-and they can't offload, you know, and charge more for their social services. So, it's a problem.

CHAIRPERSON WILLIAMS: How much cost the owners that are in the program now that have to do the--

FRANK RICCI: [interposing] It's anywhere from the estimates I've heard, 500 to 1,000 dollars. I know the Real Estate Board of New York submitted testimony today that, you know, some of their buildings it goes up to 2,500 dollars, because those are commercial buildings, but for residential it could be anywhere from 500 to 1,000.

JOSEPH ROSENBERG: The properties that are benchmarked under the jurisdiction of the Catholic Church it's 1,000 dollars annually.

CHAIRPERSON WILLIAMS: Is it reasonable to think that it would cost less for the buildings that are smaller?

FRANK RICCI: I don't see how. It. would It's the inputting the data, gathering the be less. data, you know, any consultant. Just to get a

2 plumber to drive to your house is 250, 300 dollars

3 now, so.

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JOSEPH ROSENBERG: And just to add on that, the architecture of many of the church properties are obviously very distinct, between vaulted ceilings, stained glass and being just landmarked issues. So, each one is its own very different story that would require its own assessment, and we would not expect the cost of benchmarking any of them to go down if the threshold is expanded—

DAVID POLLOCK: [interposing] Let me add-JOSEPH ROSENBERG: by reducing it to 2,500
square feet.

DAVID POLLOCK: Let me add a note of reality here. Even where the City controls the data at DEP, it's a 14-step process to get to the data, and get your data into the portfolio manager. The workbook for houses of worship, the portfolio manager workbook for houses of worship is 34 pages long. So, this isn't a trivial process. This isn't something you can just dash off whether it's for apartment buildings or other kinds of owner, but we're in-- we in the nonprofit world can't use tax credits or

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whatever to accomplish this goal, and that's why we're asking before this legislation kicks in, they should have the help that they've been promising since 2009 in place so we can go forward.

CHAIRPERSON WILLIAMS: How many -- how many stories is 2,500 roughly?

FRANK RICCI: I mean, 25 that could be a five-story walk-up, probably or higher.

JOSEPH ROSENBERG: The expansion of 1163 would basically affect chapels, rectories, convents and schools under the jurisdiction of the Catholic Church. We looked at the assessors rules and there are now 1,200 buildings, additional buildings that would be covered. Probably half of those are in the religious community.

CHAIRPERSON WILLIAMS: Okay, thank-- I don't think you have any questions. We've been joined by Council Member Ulrich, and I believe we were joined by Council Member Rodriguez briefly. Thank you so much for your testimony. We've definitely heard your concerns. Thank you. Annel Hernandez, New York City Environmental Justice Alliance, Abbey Brown, Environmental Defense Fund, Jordan Levine, the New York League of Conservation

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3 Council, and on deck for the final panel we have

5 Council, and on deck for the final panel we have

4 Daniel, I think it's Nall from-- Carr [sic]? Oh, no

5 | we have two. We have two. So, Daniel Nall from

6 ACEC, Josh Kellerman from ALIGN, and Daniel Karpen

7 from-- I guess representing yourself. So we have

8 those three that should be on deck for this-- right

9 after this panel. So be prepared. That's all we

have signed up for testifying. So, if you want to

11 | testify please make sure you sign with the Sergeant.

12 We should have Annel Hernandez, Abbey Brown, Jordan

13 Levine, and Samantha Wilt. Can you please raise your

right hand? Do you affirm to tell the truth, the

15 | whole truth and nothing but the truth in your

16 | testimony before this committee and to respond

17 | honestly to Council Member questions? You'll each

18 | have two minutes. You can begin in the order of your

19 preference.

20 ANNEL HERNANDEZ: Good morning,

21 Chairperson Williams and other members of the City

22 \parallel Council. My name is Annel Hernandez, and I'm

23 Resiliency Planner with the New York City

Environmental Justice Alliance. NYEJA is a citywide

nonprofit linking grassroots organizations from low

income neighborhoods and communities of color in
their struggle for environmental justice, and I am
here today to support the set of bills that are being
proposed. Through our efforts, member organizations
coalesce around specific common issues that threaten
their ability to thrive, and together we coordinate
campaigns designed to affect city and state policies
including energy policies that directly affect these
communities. Because a number of NYEJA member
organizations come from communities overburdened by
greenhouse emissions and co-pollutants from power
plants clustered in their neighborhoods, our
organization is a key advocate for the City's 80 by
50 emission reduction goal. NYEJA is also a member
of the Building Technical Working Group that analyzes
the potential greenhouse gas emission reduction
pathways for the building sector, and NYEJA is also a
core coordinator of the Climate Works for All
Coalition along with ALIGN and the New York City
Central Labor Council with the goal of reducing
emissions and creating good jobs with equity as a
central focus. We support the Council's expansion of
the Greener Greater Building Laws to include
buildings over 25,000 square feet from the previous

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you.

regulation of 50,000 square feet, and we acknowledge that the City is taking major steps in reducing the largest source of emissions in the City. As we take these bolder steps to reduce our carbon footprint, the City should also guarantee protections for low income neighborhoods and communities of color. As the Energy Code continues to evolve, we need to create safeguards for rent stabilized and rent regulated buildings to ensure that families are not pushed out of their homes and communities due to major capital improvement rent increases. A just energy policy is essential to NYEJA's work and we look forward to continued collaboration with the City to mitigate the threats of climate change. Thank

ABBEY BROWN: Thank you, Chairman
Williams and all of the City Council Members who
sponsored these bills as well as the ones who are
here today and the Mayor. My name is Abbey Brown.

I'm a Project Manager with Environmental Defense
Fund, and I am grateful for the opportunity to speak
in support of these bills, and there's a fly on my
testimony. By updating the Greener Greater Buildings
laws, New York City is taking significant steps to

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achieve energy and carbon reductions. Mayor de Blasio and this Council have set ambitious goals for our city reducing 80 percent of our carbon emissions by 2050, and as roughly 75 percent of New York City's emissions come from buildings, these introduced bills would go a long way towards making that possibility a reality. Critical to this effort is developing an accurate accounting of how much energy is sued and for what purpose. Benchmarking building's energy use has proven an essential tool, enabling a greater level of understanding and awareness of a building's performance. The more buildings that benchmark, the clearer our understanding becomes. EDF is supportive of swift and strong actions to reduce our emissions citywide, and these bills collectively help enable that outcome. However, there are some concerns. EDF requested the Council work to ensure that the agencies responsible for tracking and verifying compliance are appropriately staffed and equipped to handle the resulting increase in work load. Additionally, the expanded pool of buildings and tenant spaces subject to compliance may require additional time and support to comply with these requirements. It would be to the benefit of all

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parties if the City provide— that the City provide additional support for smaller buildings, buildings facing financial hardship and low income housing to aid in compliance. Addressing energy use in buildings is crucial in addressing the cause of climate change, carbon emissions. By reducing energy use in buildings, we cut cost on energy bills as well as reducing emissions, making our city a cleaner, safer place for future generations. The Council has done well in expanding the pool of buildings required to act, and Environmental Defense Fund looks forward to working with the Council and Mayor de Blasio to pass these bills and implement them successfully. Thank you.

JORDAN LEVINE: Good afternoon. My name is Jordan Levine. I'm with the New York League of Conservation Voters. We're a statewide environmental group with over 25,000 members in New York City.

We're committed to advancing the sustainability agenda that will make our people, our neighborhoods and our economy healthier and more resilient. Thank you for the opportunity to testify today on this package of bills that will aim to increase efficiency in our buildings. This hearing could not be more

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timely with summer already having arrived, and the increased energy consumption that comes with high temperatures, we're already seeing air quality health advisories. During the hottest days of the year, the demands on the energy grid required us to power on the dirtiest sources of energy generation. This not only means exponentially more emissions, but also more particulate matter that's released into the air, exacerbating respiratory illnesses like asthma. Though we're optimistic about the potential for clean energy generation in our New York City, the reality is that building efficiency is going to be the key to reaching our ambitious air quality and climate reduction goals. New York City's nearly one million buildings are responsible for nearly 75 percent of our emissions. We see each of these four bills as a positive step toward reducing building emissions 30 percent below a 2005 baseline by 2025. I'll submit the rest of my records for-- the rest of my comments for the record, but I did want to mention, however, that these requirements in smaller buildings will only be successful if these rules are adequately enforced. We look forward to hearing more from the Department of Buildings and Mayor's Office of

SAMANTHA WILT: Good afternoon, Chairman Williams and members of the Committee. My name is Samantha Wilt. I'm an Energy Policy Analyst at the National Resources Defense Council. Thanks for the opportunity to testify in support—

for the opportunity.

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CHAIRPERSON WILLIAMS: [interposing] Can you bring the mic closer?

SAMANTHA WILT: Yep, sorry. NRDC has a long history of working in New York City on issues related to building efficiency, including working extensively with the Council and the Administration on the landmark Greener Greater Buildings plan of 2009, which we have since taken to other cities across the country through the City Energy Project, which referenced the other cities in the Administration's testimony. The legislation before

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2 you today expands many elements of the plan to 3 smaller buildings, and this will not only play a critical role in achieving the City's 80 by 50 4 greenhouse gas reduction goal, but will also result in significant job creation, lower energy costs for 6 consumers, fewer emissions of harmful pollutants, and increased reliability of our electric grid. As you 8 know, and as everyone has said today, buildings in New York City account for nearly three-quarters of 10 11 the total citywide emissions, and therefore, to reach our 80 by 50 interim goals, we'll have to continue 12 the great strides that have been made since the 13 14 passage of the Greener Greater Buildings plan of 15 2009. In partial answer to Councilman Garodnick's 16 earlier question, a 2015 Department of Energy-- US 17 Department of Energy study the savings calculated 18 just through 2013 yielded 5.7 energy-- 5.7 percent 19 energy savings in covered buildings which equal to 20 267 million dollars in energy cost savings and a 9.9 21 percent reduction in greenhouse gas emissions, which 2.2 is in my testimony and you will see that I'm sure. 2.3 We will need to push forward and capture the annual estimated reduction of 710,000 metric tons of CO2 24

equivalent from passing this package of legislation

2 and of course continue to pursue additional measures

3 and efforts to yield highly efficient, more

4 comfortable and affordable buildings for everyone in

5 the City. We applaud this committee, the Council and

6 the Administration for your continued national and

7 | international leadership on this topic and look

8 forward to continuing to work with you to achieve the

9 City's critical climate goals. Thank you.

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be.

much for your testimony. I think Ms. Brown, and maybe-- if there was another person I can't remember, but talked about additional resources for the agencies. If you can just give some specific agencies and what you think those resources should

ABBEY BROWN: Well, Jordan referenced a second ago that the Retrofit Accelerator has already been such a strong force in helping buildings achieve larger energy reductions and cost savings. If these bills do widen the pool of buildings that will be doing that work, I would just ask that it be kept in mind that the Retrofit Accelerator continue to be adequately staffed or perhaps the staff increased if there are more buildings to address, and also in

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particular the Department of Buildings and other agencies that are responsible for permitting. I think several people have mentioned here today the time required for the permitting process and if more buildings are going to be submitted permits for work, I believe that those agencies should be adequately staffed to handle the increased load.

JORDAN LEVINE: That's exactly right,
everything that Abbey said, and I want to emphasize
one additional point. The largest buildings in the
City are the ones that are generally going to be the
best equipped to comply with these sorts of mandates.
It's the Class B and the Class C sorts of buildings,
smaller buildings, you know, potentially less
affluent that aren't necessarily going to have the
resources. So, these City programs like the Retrofit
Accelerator are going to be so key as we bring these
mandates down to smaller and smaller buildings.

CHAIRPERSON WILLIAMS: Any idea of what the staffing is now and how much more you think it should be increased?

ABBEY BROWN: I'm sorry, I don't know the exact numbers, but I would be happy to discuss that with you later.

COMMITTEE ON HOUSING AND BUILDINGS

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JORDAN LEVINE: I think it's a great question. You know, we'd certainly love to see more data, and we look forward to working with you and the City to try and get that and get a better grasp on what the current situation is.

Very much for your testimony. Greatly appreciate it.

As I mentioned, we have one more panel. There are three people on the panel. We have no one else signed up. If you'd like to sign up, please now you'd give your card to the Sergeant of Arms. Daniel Nall, ACAC, Josh Kellerman, ALIGN, and Daniel Karpen [sp?]. Can you please raise your right hand? Do you affirm to tell the truth, the whole truth and nothing but the truth in your testimony before this committee and to respond honestly to Council Member questions?

CHAIRPERSON WILLIAMS: Thank you so much for waiting. Much appreciated. You have two minutes for your testimony. You can begin in the order of your preference.

UNIDENTIFIED: I do.

DANIEL NALL: I'd like to thank the

Mayor's Office, City Council and New York City

Department of Buildings for inviting us to testify in

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favor of Intro 1169. I'm the Vice Chair of the ACEC New York City Energy Codes Committee. Founded in New York City in 1921, ACEC New York is one of the oldest continuing organizations of professional consulting engineers in United States. ACEC New York represents 280 engineering and affiliate firms throughout New York State, employing 20,000 people, many of whom are in the five boroughs of New York City. ACEC New York is dedicated to promoting growth of the industry through education of our members, promotion of cooperative partnerships. Our members volunteer hundreds of hours every year helping New York City Department of Buildings with construction code updates. The legislative schedule for adoption of Intro 1169 is of critical importance to all New York City stakeholders. By state process, the new New York State Energy Code will go into effect on October 3rd of this year. As such and by law the New York City code update must also go into effect on or before that date. Since the design process for new buildings takes many months and sometimes years, project owners and design professionals for projects that will need to fit-- that will need to file for building permits in the October timeframe are already 2 at risk due to uncertainty of the pending code update

3 relative to design decisions that must be made. At

4 last, I wish to emphasize the acute need to pass the

5 | intro prior to the end of June in order to allow

6 industry time to react to the required design changes

7 prior to the effective October 3rd date. Next, I

8 | would like to call attention to the continuing

9 precedent set in the last energy code update in

10 modifying Section C407, total building performance of

11 | the code by replacing the requirements of the

12 | international energy conservation code with analogous

13 requirements of actuary standard 90.1 2013.

CHAIRPERSON WILLIAMS: You can give a closing sentence.

DANIEL NALL: Okay. I think three points
I'd like to make. One is that there is an issue with
respect to variance and interpretations of the energy
code. The current process requires these to go to
New York State. This can be very cumbersome and time,
and cause much delay. At a minimum we think that New
York City employees should be able to rule on
interpretations. And finally, we'd like to say that
this code is very complicated and much education and

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2 training is needed both for building officials and

3 for practitioners.

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DANIEL KARPEN: My name is Daniel Karpen, K A R P E N, professional engineer. I do consulting engineering, and I'd like to point out some major deficiencies in the code. Page 35, section C 403.2.1, calculation heating and cooling loads, and they say design loads associated with heating, ventilating and air conditioning shall be determined in accordance with ASAN Ashray ACCA standard 183 etcetera. That is terribly deficient. In a steam heated building, which I do a lot of steam work, the boilers are terribly oversized. They're oversized because the engineers never did the right calculations. These calculations should be on the sheets submitted to the Buildings Department. Moreover, the big problem is that a lot of buildings need a complete energy audit prior to putting in a boiler. When you do the energy audit, insulate the steam lines with three inches of pipe insulation which is not in this code, you can then put in a much smaller boiler. When you do that you can save 30 to 50 percent of the energy to heat a building. There's a lot of steam heated buildings in the City. Most of

2 these are medium-sized buildings, churches, small 3 apartment buildings, low pressure one and two pipe 4 steam systems. All these people are crying because 5 the cost of heating them is too much, because the boiler's oversized, sometimes by a factor of 20. 6 7 look at my article I've given you, "How not to-getting rid of an oversized -- no, let's look at the 8 one, "Why do my vertical steam risers bang so much?" This is a story of a brown house, brownstone in 10 11 Brooklyn renovated and they put in a 400,000, 450,000 BTU input gas fire boiler where the actual load on 12 13 this building that was basically insulated to almost passive standards was 20,000 BTU's per hour. 14 15 engineer was involved because it's a one and twostory, one or two-family building. You don't need an 16 17 engineer to put a boiler in. The code should require 18 that engineers stamp and seal plans instead of having 19 plumbers do them, because plumbers often oversize 20 boilers. So there's huge waste there. There's also 21 the basic problem of getting rid of the steam pipe 2.2 banging situation, the whole code with regard to 2.3 steam heat is terribly, terribly deficient. I urge the Council to pass this right now to get it off 24 their plate and hold more hearings later on to put in 25

ALIGN, the Alliance--

JOSH KELLERMAN:

My name is Josh

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CHAIRPERSON WILLIAMS: [interposing] Can you bring the mic closer?

Yeah.

Kellerman. I work at ALIGN, the Alliance for a Greater New York. We're a labor community coalition in New York City that co-coordinates the Climate Works for All Coalition. I have a few things that I'll summarize that I think are important for this conversation based on what I've heard earlier. is that I think that the City should consider creating a team of public sector workers to provide free audits throughout the City to building owners. It's one of the most expensive things that building owners speak about. It's one of the most essential pieces to identifying the things that need to be done to each building. So the City should have a cadre of public sector workers that go around neighborhood to neighborhood. They could focus on affordable housing in the City to conduct those audits as a first round. The City should play hardball with Con-Ed. clearly the elephant in the room here aside from the cost of audits, that it's expensive and time consuming for buildings owners to do the benchmarking. Con-Ed is very recalcitrant on this

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issue and should be pressured using every single means necessary. And finally, I think that there is a huge opportunity for job creation through all of the updated code standards that are coming down the pike, but there's currently as I understand no workforce development plan associated with any of these retrofit -- any of this retrofit agenda. Retrofit Accelerator should have a job creation plan connected to it where they're aggregating buildings and working and creating a jobs pipeline for disadvantaged New Yorkers to access these jobs and to be trained in the industry. And finally, it's essential that we deal with the fact that this could-- some of the costs associated with these retrofits will be pushed on to low income New Yorkers through MCI's major capital improvements, and it's really essential that that not happen and that there be funding available to facilitate building owners and rent controlled buildings to do this work without feeling the need to pass it on to their tenants. we look forward to working with the Council to address these issues. Thank you.

much. I appreciate all of your testimony. The only

CHAIRPERSON WILLIAMS: Thank you very

question I had was if any of you had a response to the cost of the-- of how much it's going to cost

4 particularly for the lower buildings as opposed to

5 the larger buildings.

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JOSH KELLERMAN: I mean, I think the cost is one of time more than anything because of the-- I mean, most building owners have access to energy bills. It just takes time to go on to fill out all of that information online. And so I think that getting at Con-Ed and leveraging them more than just going to PSE hearings and testifying there has to be more means the city can employ to leverage Con-Ed to directly upload this data so that building owners don't even have to touch it.

CHAIRPERSON WILLIAMS: Did the cost of 500 to 1,000 sound about right?

JOSH KELLERMAN: I mean, I assume that that's right. Not coming from the building sector, though, I defer to those folks on that.

CHAIRPERSON WILLIAMS: I mean, I may-- I can see how that would be or could be problematic for some of the smaller buildings, particularly if it's a school or a religious institution.

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JOSH KELLERMAN: Absolutely. And it's-and again, Con-Ed can do this.

CHAIRPERSON WILLIAMS: Okay, thank you. Did you have something?

DANIEL KARPEN: The 500 to 1,000 dollars is about right. Building owners should understand that these laws are laws, unlike any other law in the City of New York that cost people to comply with. Energy conservation laws in the long run save owners money. This article, "Getting rid of an over-sized boiler" is a case study of a six unit apartment building in Queens where we got rid of a 400,000 BTU steam boiler, put in one around 100,000 BTU's to heat the building; fired it with gas. Put in separate condensing gas hot water heater. It cut the energy cost-- energy use in the building probably 30 to 50 percent. It cut the energy costs by 70 percent. Payback period, two years. They're crying because all they want to do is cry. They're lazy, these buildings owners. I have a church I was working with, boilers oversized by a factor of three. We got the steam traps replaced. I can't get the church off their butt to move and put in a more appropriately sized boiler that would cut their energy costs.

1	COMMITTEE ON HOUSING AND BUILDINGS 105
2	boiler room is vastly overheated. When I got through
3	with my boiler rooms, they're generally cold. The
4	heat is upstairs where it really belongs. I have one
5	study of a building, a 26,000 square foot apartment
6	building in Brooklyn where 56 percent of the energy
7	is lost in the boiler room and not being used to hea
8	the building. That's how bad, how inefficient a lot
9	of these buildings are.
LO	CHAIRPERSON WILLIAMS: Thank you very much
11	each for your testimony. I greatly appreciate it.
L2	For the record, we have testimony from REBNY and New
L3	York Coalition of Co-Consultants. With that, I want
L4	to thank everybody for sticking around, and the
L5	hearing is now closed.
L6	[gavel]
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World Wide Dictation certifies that the foregoing transcript is a true and accurate record of the proceedings. We further certify that there is no relation to any of the parties to this action by blood or marriage, and that there is interest in the outcome of this matter.



Date July 6, 2016