

BUILD Building Initiative for Low-Emissions Development Program

BUILD Launch Webinar June 21st, 2022

Presented by:
BUILD Technical Assistance (TA) Team

Introducing: BUILD



Virtual Housekeeping

- Webinar recording will be shared
- Q&A will be conducted at the end of the presentation



Agenda

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BUILD Technical Assistance Team







Presenters



Brandon Faris

Project Manager

TRC Companies



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Sustainable Housing
Program Manager
California Housing
Partnership

BUILD Overview





Why Participate in BUILD?



BUILD Program Fact Sheet

- Receive up to \$2,000,000 in incentives to reduce construction costs
- Receive up to 300 hours of no-cost technical assistance to overcome design or construction barriers, and to complete an incentive application
- Reduce long-term utility costs for both you and your residents
- Build your in-house capacity for all-electric design and construction
- Prepare for current and future state and local building electrification policies
- Layer funds with other programs and incentives
- Eliminate costs for gas infrastructure

Who Is Eligible?

Building owners or developers of low-income housing with:

5
YEARS
→ COMPLETED
low-income
experience

> project

What Projects Are Eligible?

- Low-income residential housing (single-family and multifamily) with income restrictions varying depending on project location and type of housing
- All-electric and no hookups to the gas distribution grid
- Demonstrate modeled resident utility cost savings
- Project located in one of four IOU gas service territories:
 - Southern California Gas
 - Pacific Gas & Electric
 - San Diego Gas & Electric
 - Southwest Gas Corporation

All energy models
submitted for BUILD
must be completed
by a Certified Energy Analyst

Low-Income Residential Housing Income Limit Requirements



 Low-income residence, sold at an affordable housing cost to a lower-income household that is subject to a resale restriction or equity-sharing agreement for which the homeowner does not receive a greater share of equity.



MULTIFAMILY LOW-INCOME REQUIREMENTS

Must meet <u>one or more</u> of the following conditions:

- The property is in a disadvantaged community(DAC) and is consistent with the income requirements of the affordable multifamily financing source.
- The property is in a low-income community in which at least 50 percent of households have an income less than 60 percent of the area median income and is consistent with the income requirements of the affordable multifamily financing source.
- At least 80 percent of the households living in the building have incomes at or below 60 percent of the area median income.

What Building Types Are Eligible?

ELIGIBLE RESIDENTIAL BUILDINGS

- Newly constructed buildings
- Existing buildings repurposed for housing
- Building additions or renovations where 50% or more of the exterior weight bearing walls are removed or demolished

ELIGIBLE BUILDING TYPES

- Single-family homes
- Duplexes/triplexes/quadplexes
- Multifamily apartments
- Condominiums
- Dormitories
- Residence hotels
- Assisted living facilities
- Homeless/transitional housing
- Farmworker housing
- Mixed-use buildings

New Adopter Design Award

The BUILD program provides a design award up to \$100,000 to defray direct design costs to eligible applicants who are constructing their first:

- all-electric,
- low-income, and
- multifamily building (10+ units)

\$100,000

Design Award
per applicant
to defray direct design costs

Free Technical Assistance Services

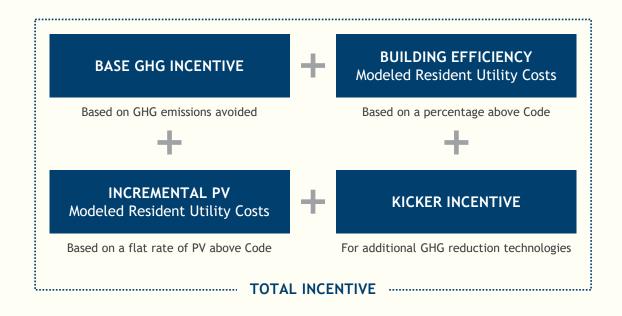
- Educational resources on all-electric building design and technologies
- Support throughout all development phases
 (including building design, construction, installing near-zero emission technologies) and information on local building permits
- Assistance with submission of BUILD Incentive
 Application package and participation support



BUILD Incentives

Incentives

BUILD provides robust incentives consisting of four components:



\$1,700

Per Bedroom

average minimum greenhouse gas incentive

\$2,000,000

Program Cap per applicant

How Incentives are Calculated

BASE GHG INCENTIVE

A flat rate of \$150/metric ton (MT) of total annual avoided GHG emissions, multiplied by the 30-year effective life of the building.

BUILDING EFFICIENCY Modeled Resident Utility Costs

Eligible for up to \$1,000 per bedroom. Based on a sliding scale of the compliance margin from 0% to 10%.

INCREMENTAL PV Modeled Resident Utility Costs

\$1.30/watt (W) for single-family and low-rise multifamily* \$3.00/watt (W) for mid-rise and high-rise multifamily*



*The program will not offer incentives for PV required by the Energy Code, or for PV installation beyond what is needed to address the modeled resident utility costs requirement for the project.

Kicker Incentives





GRID FLEXIBILITY

\$50/ smart thermostat and \$500/JA13-compliant HPWH



GWP REFRIGERANTS < 750 \$500/lb of refrigerant



GWP REFRIGERANTS <150 \$1,500/lb of refrigerant



INDUCTION COOKTOP \$300/ induction cooktop unit





HEAT PUMP CLOTHES DRYER

\$150/ heat pump clothes dryer



ON-SITE ENERGY STORAGE \$250/kWh storage capacity



ELECTRIC VEHICLE SUPPLY EQUIPMENT (EVSE)

\$200/ EVSE (single family) and \$300/ EVSE (multifamily) or \$1000/ EVSE (Bi-Directional)



SMART ELECTRIC VEHICLE SUPPLY EQUIPMENT

\$500/ EVSE (single family) and \$600/ EVSE (multifamily)

Modeled Utility Cost Savings

BUILD requires the design must result in a 5% modeled resident utility cost savings

Utility cost savings will vary by climate and utility territory

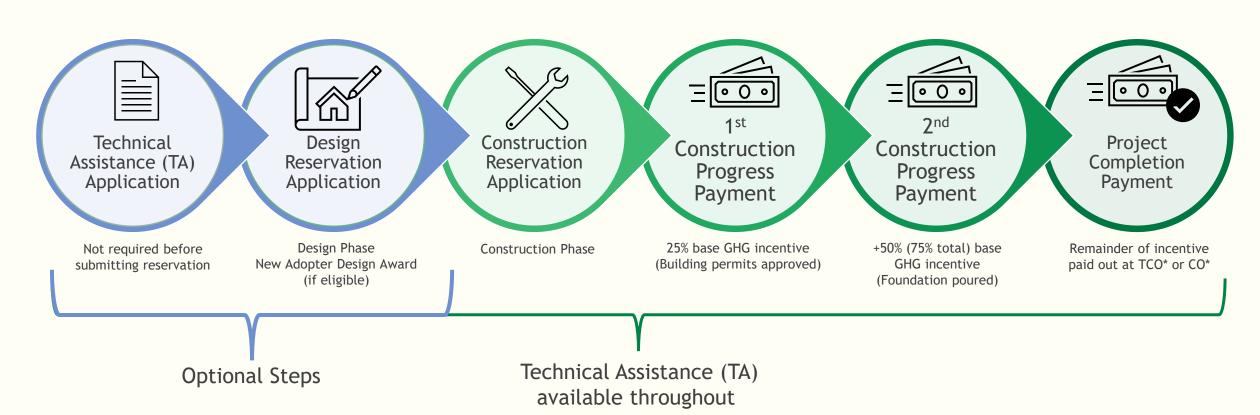
Considerations:

- Improving building envelope
- High-performance equipment efficiencies
- Allocating additional solar PV to the residents



The Technical
Assistance team
is here to
support your
development in
meeting this
requirement.

Program Participation Roadmap



Example BUILD Projects

Example High-rise Multifamily

PROJECT DESCRIPTION

Total sqft: 68,525

of buildings: 1

of stories: 4

of units: 100

of bedrooms: 119

% above code: 8.7%

KICKERS

of Smart Thermostats: 119

GHG Base Incentive (Over 30 Years):

71 MT * \$150/MT = \$10,650/Year * 30/Years = \$319,500

Increased Building Efficiency Incentive (up to \$1,000/bedroom):

8.7% = \$870 * 119 bedrooms = \$103,530

Incremental PV Incentive (\$3 per watt)*:

5.75 kW DC * \$3.00/W = \$17,250

Total Kicker Incentive:

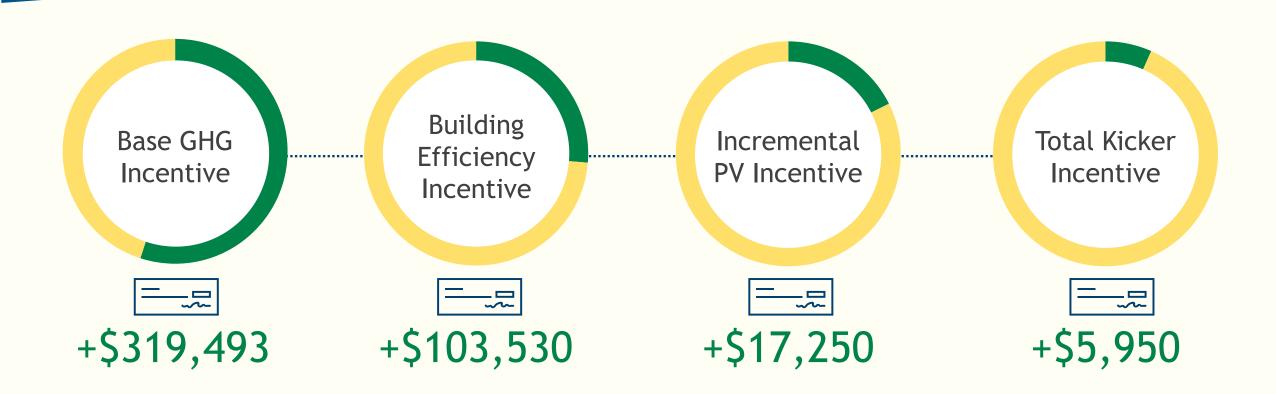
119 Smart Thermostats * \$50/unit = \$5,950

Total BUILD Incentive:

\$446,230 / \$3,750 per bedroom



Example High-rise Multifamily Incentives



Example Low-rise Multifamily

PROJECT DESCRIPTION

Total sqft: 51,802

Total # of buildings: 7

Total # of stories: 2/3

Total # of units: 72

Total # of bedrooms: 106

Average % above code: 8.3%

KICKERS None Total GHG Base Incentive (Over 30 Years):

42.22 MT * \$150/MT = \$6,333/Year * 30/Years = \$189,990

Increased Building Efficiency Incentive (up to

\$1,000/bedroom):

~8.3% = \$830 * 106 bedrooms = \$87,980

Incremental PV Incentive (\$1.30 per watt)*:

1.29 kW DC * \$1.30/W = \$1,676

Total Kicker Incentive:

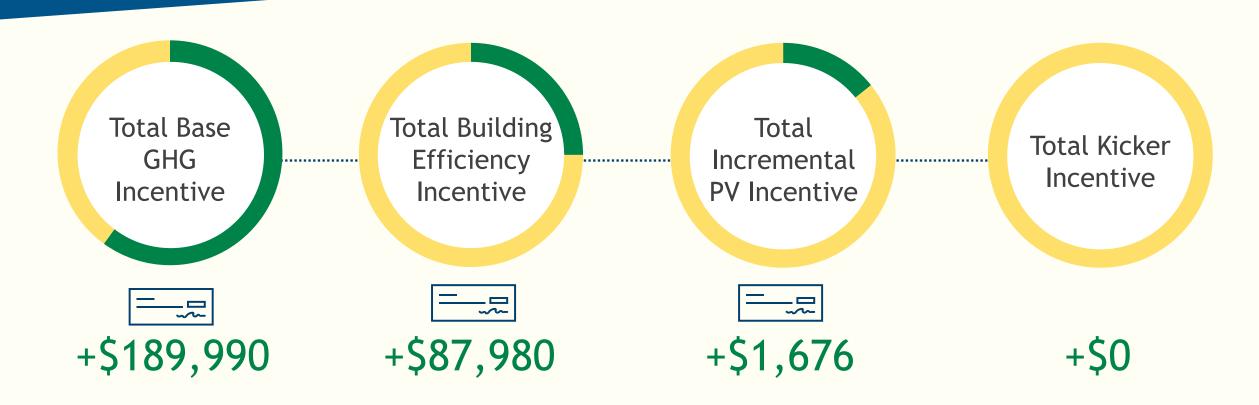
No Kicker elected = \$0

Total BUILD Incentive:

\$279,646 for all buildings / \$2,638 per bedroom



Example Low-rise Multifamily Incentives



Total Incentive (All Buildings)*: \$279,646 / \$2,638 per bedroom

Program Co-Leveraging

Co-leveraging Opportunities

RESIDENTIAL BUILDINGS	AFFORDABLE HOUSING, PUBLIC FUNDING PROGRAMS	CLEAN ENERGY PROGRAMS BY STATE AND UTILITIES
Single-family to quadplex homes	TBD	CAEATFA, CA Energy-Smart Homes, and other programs where eligible
Multifamily Apartments	TCAC, CDLAC, HCD, CalHFA, HUD, USDA, and local programs	CEDA, CA Energy-Smart Homes, and other programs where eligible

- For some co-leveraging opportunities program eligibility will depend on the residential building type, whether the BUILD project is a new construction, substantial renovation, reuse development, and where the project is located.
- BUILD cannot layer with any cap-and-trade programs for the same equipment /design elements (e.g., Solar PV).

Layering Example (Low-rise Multifamily)



Total GHG Base Incentive = \$189,990

Increased Building Efficiency Incentive = \$87,980

Incremental PV Incentive = \$1,676

Total Kicker Incentive = \$0

Total BUILD Incentive = \$279,646

Total Unit Incentive* = \$129,600

Average Efficiency EDR Incentive = \$5,480.00

Total Energy Smart Homes Incentive = \$135,080.00

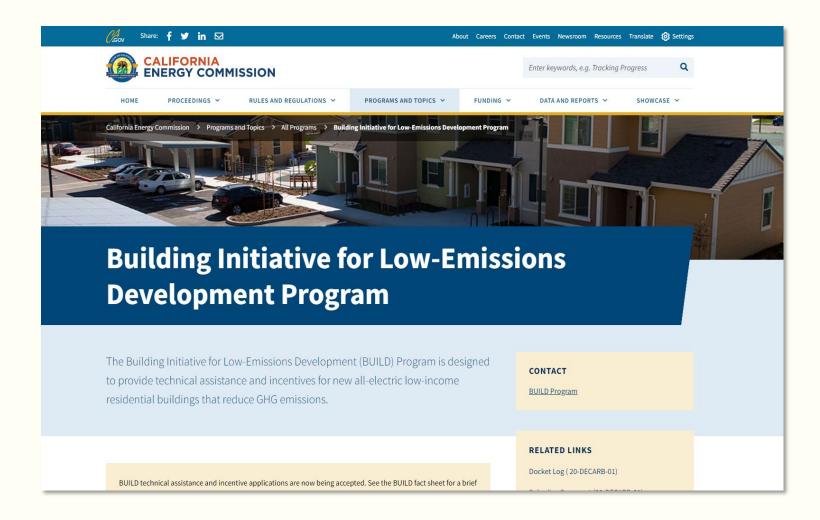
Total Layered Incentives: \$414,726.00



Get Started Today

BUILD Website

Building Initiative for Low-Emissions Development Program | California Energy Commission



How to Apply for Technical Assistance

Technical Assistance Application

Technical assistance is highly recommended. Application assistance is included!



BUILD Incentive Documents

Design Application (18-month reservation)

- Attestation
- Supplemental Application Narrative
- Energy Model/Simple Calculator
- CF1R-PRF-01E/NRCC-PRF-01-E
- Payee Data Record (STD204)
- CalEnviroScreen 3.0 Score for DAC
- (If Eligible for New Adopter Design Award) paid invoice also required

Construction Application (36-month reservation)

- (Updated) Attestation
- (Updated) Supplemental Application Narrative
- Energy Model
- CF1R-PRF-01E/NRCC-PRF-01-E
- Payee Data Record (STD204)
- CalEnviroScreen 3.0 Score for DAC
- Approved building permit
- Evidence of affordable housing financing source

Project Completion

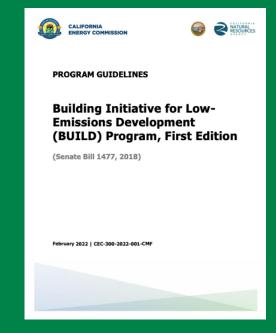
- TCO or CO
- Recorded deed restriction or regulatory agreement
- Demonstration of Modeled Resident Utility Cost Savings.
- Final Energy Model
- Completed CF2R, CF3R or NRCI, and NRCV
- Additional project-specific documentation

Resources

Program Guidelines

Visit www.energy.ca.gov/programs-and-topics/
program to review BUILD Program
Guidelines for full details on program eligibility and requirements.

BUILD is administered by the California Energy Commission in collaboration with the California Public Utilities Commission. It is authorized by Senate Bill 1477 (2018, Stern) and funded by the four California gas corporations apportioned according to each gas corporation's percentage share of allocated Cap-and-Trade Program allowances. Reservations are approved on a first come, first served basis, and regional funding availability is based on the utilities' contribution to the program.



BUILD Program Guidelines

>Apply Today

FREE TECHNICAL ASSISTANCE:

https://www.tfaforms.com/4945354

FOR MORE INFORMATION, VISIT:

http://www.energy.ca.gov/programs-and-topics/programs/

building-initiative-low-emissions-development-program

Thank you. Any questions?

