Oregon Department of ENERGY

Tier 2 Building
Performance Standard
Rulemaking Advisory
Committee (RAC)

BPS Team June 11, 2025

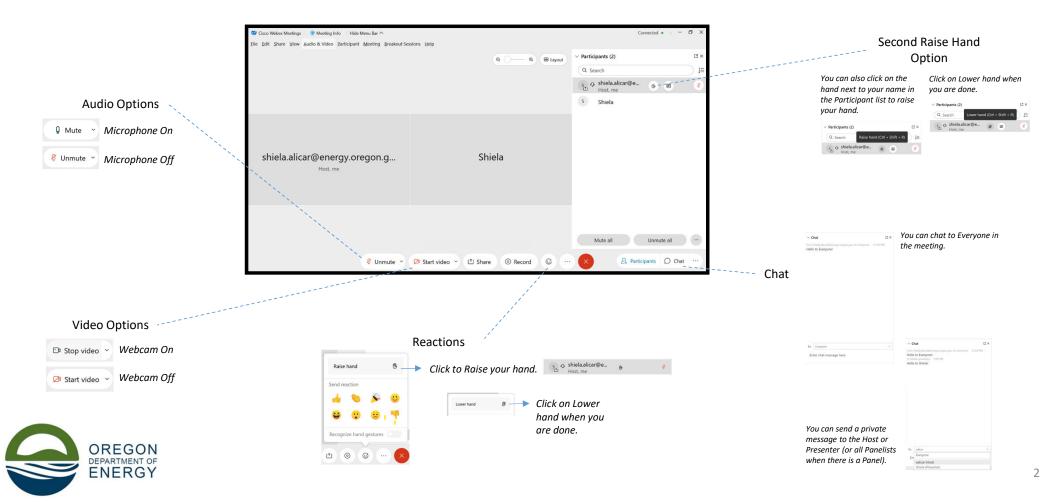








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OREGON DEPARTMENT OF ENERGY

Leading Oregon to a safe, equitable, clean, and sustainable energy future.

Our Mission The Oregon Department of Energy helps Oregonians make informed decisions and maintain a resilient and affordable energy system. We advance solutions to shape an equitable clean energy transition, protect the environment and public health, and responsibly balance energy needs and impacts for current and future generations.

What We Do On behalf of Oregonians across the state, the Oregon Department of Energy achieves its mission by providing:

- A Central Repository of Energy Data, Information, and Analysis
- A Venue for Problem-Solving Oregon's Energy Challenges
- Energy Education and Technical Assistance
- Regulation and Oversight
- Energy Programs and Activities

Time	Topic	Presenter
1-1:10 p.m.	Welcome & Introductions	Blake Shelide, Manager, Building Codes & Standards
1:10-1:20 p.m.	Review of HB 3409 Requirements	Ken Davies, Program Analyst, Building Codes & Standards
1:20-1:50 p.m.	Q&A and Facilitated Discussion Timeline Initial Concerns Where do we need more data?	Blake Shelide, Manager, Building Codes & Standards
1:50-2:00 p.m.	Next Steps & Close	Ken Davies, Program Analyst, Building Codes & Standards



UNDERSTANDING HB 3409: BPS

Directive

Key Detail

Building Performance

Establish energy performance standards

Standards are for commercial buildings >35,000sqft

Average EUI

Set energy use intensity targets (EUIt) for specific building types

The **average** EUI serves as the **minimum allowable** EUIt for buildings.

Compliance Pathways

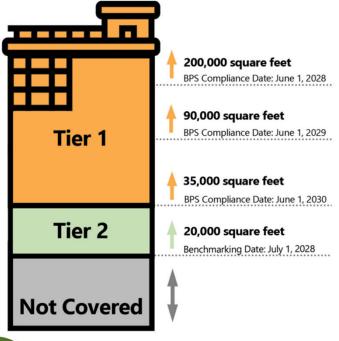
Buildings can comply using multiply pathways

Conditional compliance through energy audits, energy investments and energy management plans

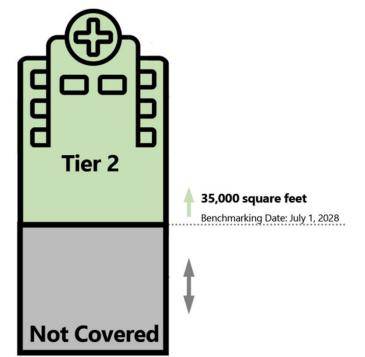


UNDERSTANDING HB 3409: Tier 1 vs Tier 2

Commercial (Non-Residential), Hotels, and Motels



Multifamily Residential, Hospitals, Schools, Dormitories, and University Buildings



Tier 1: BPS Compliance

<u>Tier 2:</u> Currently Energy Benchmarking / Reporting

UNDERSTANDING HB 3409: Why We're Here

Directives

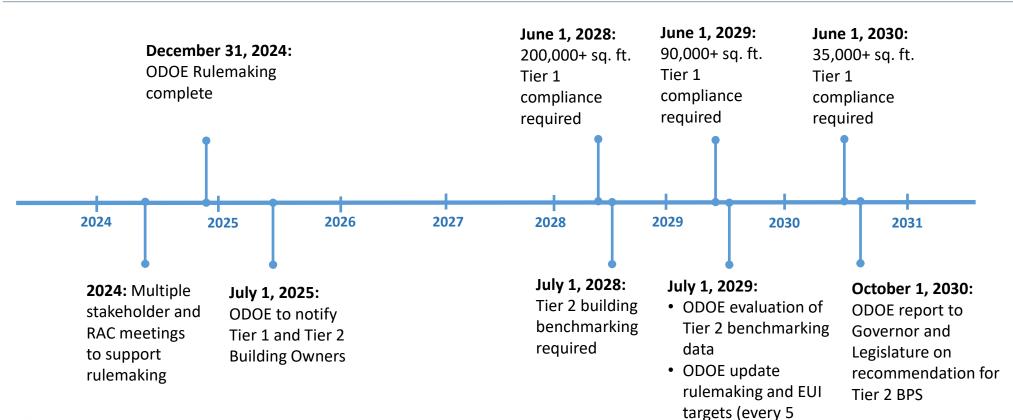
"Not later than July 1, 2025, the department shall establish and consult an advisory committee to identify and evaluate the <u>financial</u> and <u>nonfinancial</u> implications of establishing and implementing an energy performance standard for tier 2 buildings."

"Not later than October 1, 2030, the department shall submit a report to the Governor and to an interim committee of the Legislative Assembly related to energy that:

- a) Recommends a cost-effective energy performance standard for tier 2 buildings; and
- b) Includes estimates of costs to eligible building owners, and challenges eligible building owners would face, in implementing an energy performance standard for tier 2 buildings"



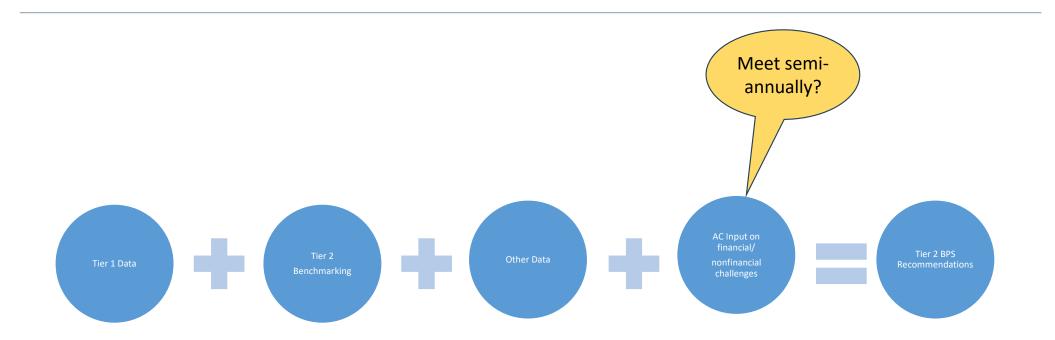
BPS PROGRAM TIMELINE – KEY DATES



years after)



ESTABLISHING TIER 2 RECOMMENDATIONS





UNDERSTANDING HB 3409: Why We're Here

Directives

"Not later than July 1, 2025, the department shall establish and consult an advisory committee to identify and evaluate the <u>financial</u> and <u>nonfinancial</u> implications of establishing and implementing an energy performance standard for tier 2 buildings."

What are key considerations for ODOE and this committee to keep in mind as we go through this process for evaluating a performance standard for Tier 2 buildings?

Any early thoughts on Equity issues, Energy measures and retrofit costs, Audit costs, Passdown costs, Access to funding, budget planning, Affordability, or Owner/tenant structures?



