Senate Bill 825

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SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced.** The statement includes a measure digest written in compliance with applicable readability standards.

Digest: Makes a state energy program abate costs of reports and not make state agencies do the same things twice that must be done under another program. (Flesch Readability Score: 60.0). Requires the program for state agency facility energy design to minimize costs of reports to

state agencies and minimize duplication of reporting requirements under the energy performance program for covered commercial buildings.

Removes a requirement that the Director of the State Department of Energy submit a biennial report to the Legislative Assembly on the small scale local energy loan program funds.

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A BILL FOR AN ACT

2 Relating to reporting requirements for energy programs; amending ORS 276.915, 470.110 and 470.140.

3 Be It Enacted by the People of the State of Oregon:

SECTION 1. ORS 276.915 is amended to read:

276.915. (1) An authorized state agency may construct or renovate a facility only if the author- $\mathbf{5}$ 6 ized state agency determines that the design incorporates all reasonable cost-effective energy con-7 servation measures and alternative energy systems. The determination by the authorized state agency shall include consideration of indoor air quality issues and operation and maintenance costs. 8 9 (2) Whenever an authorized state agency determines that a major facility is to be constructed 10 or renovated, the authorized state agency shall cause to be included in the design phase of the construction or renovation a provision that requires an energy consumption analysis to be prepared 11 12 for the facility under the direction of a professional engineer or registered architect or under the 13 direction of a person that is prequalified in accordance with this section. The authorized state agency and the State Department of Energy shall agree to the list of energy conservation measures 14 and alternative energy systems that the energy consumption analysis will include. The energy con-15 sumption analysis and facility design shall be delivered to the State Department of Energy during 16 17the design development phase of the facility design. The State Department of Energy shall review the energy consumption analysis and forward its findings to the authorized state agency within 10 18 working days after receiving the energy consumption analysis, if practicable. 19

(3) The State Department of Energy, in consultation with authorized state agencies, shall adopt
 rules to carry out the provisions of ORS 276.900 to 276.915. These rules shall:

(a) Include a simplified and usable method for determining which energy conservation measures
and alternative energy systems are cost-effective. The method shall reflect the energy costs of the
utility serving the facility.

(b) Prescribe procedures for determining if a facility design incorporates all reasonable costeffective energy conservation measures and alternative energy systems.

27 (c) Establish fees through which an authorized state agency will reimburse the State Department

of Energy for the department's review of energy consumption analyses and facility designs and the 1 department's reporting tasks. The fees imposed may not exceed 0.2 percent of the capital con-2 struction cost of the facility and must be included in the energy consumption analysis required in 3 subsection (2) of this section. The State Department of Energy may provide for a waiver of fees and 4 reviews if the authorized state agency demonstrates that the facility will be designed and con-5 structed in a manner that incorporates only cost-effective energy conservation measures or in a 6 manner that exceeds the energy conservation provisions of the state building code by 20 percent or 7 8 more.

9 (d) Periodically define highly efficient facilities. A facility constructed or renovated after June 10 30, 2001, shall exceed the energy conservation provisions of the state building code by 20 percent 11 or more, unless otherwise required by rules adopted under this section.

[(e) Establish guidelines for implementing subsection (4) of this section.]

13 [(f)] (e) Establish guidelines for incorporating energy efficiency requirements into lease agree-14 ments of 10 or more years to be phased in as current lease agreements expire or as new lease 15 agreements are entered into, allowing reasonable time for the owner to implement the requirements 16 of this section.

[(g)] (f) Establish criteria by which the State Department of Energy determines that a person
 is prequalified to perform work in accordance with this section.

19 [(4) Before June 30, 2015, an authorized state agency shall reduce the total amount of energy the 20 authorized state agency uses in the authorized state agency's owned facilities by at least 20 percent 21 from a baseline amount the State Department of Energy determines by rule based on usage in calendar 22 year 2000.]

[(5)] (4) An authorized state agency shall report annually to the State Department of Energy concerning energy use in the authorized state agency's facilities. The State Department of Energy shall specify by rule the form and content of and deadlines for the reports. The rules must minimize costs to state agencies of the reports and minimize duplication of reporting requirements for building energy performance standards under ORS 469.275 to 469.291.

[(6) An authorized state agency that fails to achieve and maintain a 20 percent reduction in energy
use on and after June 30, 2015, shall submit biennial energy conservation plans to the State Department
of Energy. The State Department of Energy shall specify by rule the form and content of and deadlines
for the energy conservation plans.]

[(7)] (5) The State Department of Energy by rule may require mandatory prequalification as a
 condition for a person to submit a bid or proposal to perform the following work for an authorized
 state agency:

(a) Direct an energy consumption analysis for an authorized state agency under subsection (2)
 of this section, unless the person is a professional engineer or a registered architect;

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(b) Enter into an energy savings performance contract; or

(c) Perform energy audits, building commissioning, monitoring and verification services and
 other services related to the operation and management of a facility's energy systems, except for
 architectural, engineering, photogrammetric mapping, transportation planning or land surveying
 services as defined in ORS 279C.100.

42 [(8)] (6) The State Department of Energy may recover from authorized state agencies the costs 43 associated with administering the provisions of this section, including costs associated with adopting 44 rules, maintaining a state energy use database and prequalifying a person under this section.

45 [(9)] (7) The State Department of Energy and the Oregon Department of Administrative Services

1 shall jointly prepare a biennial report summarizing the progress toward achieving the goals of this

2 section. The biennial report shall be made available to the public.

3 **SECTION 2.** ORS 470.140 is amended to read:

4 470.140. [(1)] In accordance with the applicable provisions of ORS chapter 183, the Director of 5 the State Department of Energy may adopt rules considered necessary to carry out the purposes of 6 this chapter.

[(2) The director shall submit to the Legislative Assembly and the Governor a biennial report of
the transactions of the Small Scale Local Energy Project Loan Fund and the Small Scale Local Energy
Project Administration and Bond Sinking Fund in such detail as will accurately indicate the condition

10 of the funds.]

11 SECTION 3. ORS 470.110 is amended to read:

470.110. The Director of the State Department of Energy may accept gifts of money or other property from any source, given for the purposes of ORS 470.050 to 470.120, 470.140 [(1)] and 470.150 to 470.210. Money so received shall be paid into the Small Scale Local Energy Project Loan Fund. Money or other property so received shall be used for the purposes for which received.

16