1	S.253
2	Introduced by Senators Bray, Hardy and White
3	Referred to Committee on Natural Resources and Energy
4	Date: January 11, 2024
5	Subject: Public service; building energy; residential building energy codes;
6	commercial building energy codes
7	Statement of purpose of bill as introduced: This bill proposes to establish the
8	Building Energy Code Working Group. It would also allow the residential
9	building energy codes and the commercial building energy codes to be updated
10	at the discretion of the Commissioner of Public Service.
11	An act relating to building energy codes
12	It is hereby enacted by the General Assembly of the State of Vermont:
13	Sec 1 FINDINGS
14	The General Assembly finds:
15	(1) According to the most recent State of Vermont Greenhouse Gas
16	Emissions Inventory Update and Forecast, home and business heating and
17	cooling is the second largest source of greenhouse gas (GHG) exissions in
18	vermont.

vermont.

1	(2) Under 10 VS A § 578 the State has an obligation to most named
2	GHG reduction requirements. In order to attain these reductions, GHG
3	emissions from the thermal sector, that is, the heating and cooling of homes
4	and businesses, must be reduced.
5	(3) One method of reducing thermal sector emissions is to increase the
6	energy efficiency of Vermont's homes and businesses through building to an
7	energy-efficient building energy standard.
8	(4) Vermont established the Residential Building Energy Standards
9	(RBES) in 1997 and the Commercial Building Energy Standards (CBES) in
10	2007. The Department of Public Service is responsible for adopting and
11	updating these codes regularly but does not have the capacity to administer or
12	enforce them.
13	(5) The RBES and CBES are mandatory, but while municipalities with
14	building departments handle some aspects of review and inspection, there is no
15	State agency or office designated to interpret, administer, and enforce them.
16	(6) The Division of Fire Safety in the Department of Public Safety is
17	responsible for development, administration, and enforcement of building
18	codes but does not currently have expertise or capacity to add administration
19	or enforcement of energy codes in buildings.

(7) Studies in recent years show compliance with the RBES at about

54 percent and CDES at about 87 percent, with both rates decining. Both

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2	ready" by 2030.
3	Sec. 2. ENERGY CODE COMPLIANCE; WORKING GROUP
4	(a) Creation. There is created the Building Energy Code Working Group to
5	recommend strategies for increasing compliance with the Residential Building
6	Energy Standards (RBES) and Commercial Building Energy Standards
7	(CBES).
8	(b) Membership. The Working Group shall have 13 members with
9	applicable expertise, to include program design and implementation, building
10	code administration and enforcement, and Vermont's construction industry.
11	The Committee on Committees shall appoint one Senator. The Speaker of the
12	House shall appoint one member of the House. The remaining members shall
13	be the following:
14	(1) the Commissioner of Public Service or designee;
15	(2) the Director of Fire Safety or designee;
16	(3) a representative of Efficiency Vermont;
17	(4) a representative of American Institute of Architects-Vermont;
18	(5) a representative of the Vermont Builders and Remodelers
19	Association;
20	(6) a representative the Burlington Electric Department;
21	(7) a representative of vermont Gas Systems,

1 2 nont; 3 a representative of the Vermont League of Cities and Towns; (10) representative from a regional planning commission; and 4 (11) a representative from the Vermont Housing and Conservation 5 6 Board. (c) Powers and duties. The Working Group shall: 7 8 (1) consider and recommend strategies to increase awareness of and 9 compliance with the RBES and CBES, including the designation of a statewide authority having jurisdiction for administration, interpretation, and 10 11 enforcement; (2) assess how the building energy codes interact with the fire and 12 building safety codes; and 13 (3) assess and make recommendations on an other topics related to the 14 creation and operation of an integrated, comprehensive program of 15 commercial and residential construction according to the principals of building 16 science designed to optimize their energy efficiency and make them conducive 17 18 to the health and well-being of their occupants. 19 (d) Assistance. The Working Group shall have the administrative and legal 20 assistance of the Office of Legislative Counsel, the Office of Legislative 21 Operations, and the Joint Piscai Office. The Department of Public Service

1	shall provide technical assistance to the Working Group. The Working Group
2	may hire a third-party consultant to assist and staff the Working Group, which
3	may be funded by monies appropriated by the General Assembly, or any grant
4	funding received.
5	(e) Report. On or before January 15, 2025, and annually thereafter, the
6	Working Group shall submit a written report to the General Assembly with its
7	findings and recommendations for legislative action.
8	(f) Meetings.
9	(1) The Office of Legislative Counsel shall call the first meeting of the
10	Working Group to occur on or before July 15, 2024.
11	(2) The Working Group shall elect a chair from among its members at
12	the first meeting.
13	(3) A majority of the membership shall constitute a quorum.
14	(g) Compensation and reimbursement.
14	(g) Compensation and remodisement.
15	(1) For attendance at meetings during adjournment of the General
16	Assembly, a legislative member of the Working Group serving in the
17	legislator's capacity as a legislator shall be entitled to per diem compensation
18	and reimbursement of expenses pursuant to 2 V.S.A. § 23 for not more than
19	eight meetings in fiscal year 2025.
20	(2) Other members of the Working Group who are not otherwise

compensated by their employer shall be entitled to per diem compensation and

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2	that eight meetings in fiscal year 2025.
3	(A) The payments under this subsection shall be made from monies
4	appropriated by the General Assembly or any grant funding received.
5	Sec. 3. 30 V.S.A. § 51(c) is amended to read:
6	(c) Revision and interpretation of energy standards. The Commissioner of
7	Public Service shall amend and update the RBES by means of administrative
8	rules adopted in accordance with 3 V.S.A. chapter 25. On or before January 1,
9	2011, the Commissioner shall complete rulemaking to amend the energy
10	standards to ensure that, to comply with the standards, residential construction
11	must be designed and constructed in a nunner that complies with the 2009
12	edition of the IECC. After January 1, 2011, the Commissioner shall ensure
13	that appropriate revisions are made promptly may direct the timely and
14	appropriate revision of the RBES after the issuance of updated standards for
15	residential construction under the IECC. The Department of Public Service
16	shall provide technical assistance and expert advice to the Commissioner in the
17	interpretation of the RBES and in the formulation of specific proposals for
18	amending the RBES. Prior to final adoption of each required revision of the
19	RBES, the Department of Public Service shall convene an Advisory
20	Committee to include one or more mortgage lenders, builders, building
21	designers, utility representatives, and other persons with experience and

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1 Advisory Committee may provide the Commissioner with additional 2 3 recommendations for revision of the RBES. 4 Sec. 4. 30 V.S.\(\text{N}\). \(\frac{5}{3}(c)\) is amended to read: 5 6 (c) Revision and interpretation of energy standards. On or before January 1, 2011, the Commissioner shall complete rulemaking to amend the 7 8 commercial building energy standards to ensure that commercial building 9 construction must be designed and constructed in a manner that complies with ANSI/ASHRAE/IESNA standard 90.1-2007 or the 2009 edition of the IECC, 10 11 whichever provides the greatest level of energy savings. At least every three years after January 1, 2011, the The Commissioner of Public Service shall 12 13 amend and update the CBES by means of administrative rules adopted in accordance with 3 V.S.A. chapter 25. The Commissioner shall ensure that 14 appropriate revisions are made promptly may direct the timely and appropriate 15 16 <u>revision of the CBES</u> after the issuance of updated standard, for commercial 17 construction under the IECC or ASHRAE/ANSI/IESNA standard 90.1, 18 whichever provides the greatest level of energy savings. Prior to final 19 adoption of each required revision of the CBES, the Department of Public 20 Service shall convene an Advisory Committee to include one or more 21 mortgage lenders, builders, building designers, architects, civil, mechanical,

- 1 and electrical engineers: utility representatives; and other persons with
- 2 experience and expertise, such as consumer advocates and energy conservation
- 3 experts. The Advisory Committee may provide the Commissioner of Public
- 4 Service with additional recommendations for revision of the CBES.

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6 Sec. 5. EFFECTIVE DATE

7 This act shall take effect on passage.

Sec. 1. FINDINGS

The General Assembly finds:

- (1) According to the 2020 State of Vermont Greenhouse Gas Emissions Inventory Update and Forecast, home and business heating and cooling is the second largest source of greenhouse gas (GHG) emissions in Vermont.
- (2) Under 10 V.S.A. § 578, the State has an obligation to meet named GHG reduction requirements. In order to attain these reductions, GHG emissions from the thermal sector, that is, the heating and cooling of homes and businesses, must be reduced.
- (3) One method of reducing thermal sector emissions is to increase the energy efficiency of Vermont's homes and businesses through building to an energy-efficient building energy standard.
- (4) Vermont established the Residential Building Energy Standards (RBES) in 1997 and the Commercial Building Energy Standards (CBES) in 2007. The Department of Public Service is responsible for adopting and updating these codes regularly but does not have the capacity to administer or enforce them.
- (5) The RBES and CBES are mandatory, but while municipalities with building departments handle some aspects of review and inspection, there is no State agency or office designated to interpret, administer, and enforce them.
- (6) The Division of Fire Safety in the Department of Public Safety is responsible for development, administration, and enforcement of building codes but does not currently have expertise or capacity to add administration or enforcement of energy codes in buildings.

- (7) Studies in recent years show compliance with the RBES at about 54 percent and CBES at about 87 percent, with both rates declining. Both codes are scheduled to become more stringent with the goal of "net-zero ready" by 2030.
- Sec. 2. ENERGY CODE COMPLIANCE; WORKING GROUP
- (a) Creation. There is created the Building Energy Code Working Group to recommend strategies for increasing compliance with the Residential Building Energy Standards (RBES) and Commercial Building Energy Standards (CBES).
- (b) Membership. The Working Group shall have 15 members with applicable expertise, to include program design and implementation, building code administration and enforcement, and Vermont's construction industry. The Committee on Committees shall appoint one Senator. The Speaker of the House shall appoint one member of the House. The remaining members shall be the following:
 - (1) the Commissioner of Public Service or designee;
 - (2) the Director of Fire Safety or designee;
 - (3) a representative of Efficiency Vermont;
 - (4) a representative of American Institute of Architects–Vermont;
- (5) a representative of the Vermont Builders and Remodelers Association;
 - (6) a representative the Burlington Electric Department;
 - (7) a representative of Vermont Gas Systems;
- (8) a representative of the Association of General Contractors of Vermont;
 - (9) a representative of the Vermont League of Cities and Towns;
 - (10) a representative from a regional planning commission;
- (11) a representative from the Vermont Housing and Conservation Board;
 - (12) a representative of the Office of Professional Regulation; and
 - (13) a representative from the Vermont Association of Realtors.
 - (c) Powers and duties. The Working Group shall:

- (1) recommend strategies and programs to increase awareness of and compliance with the RBES and CBES, including the use of appropriate certifications for contractors trained on the energy codes;
- (2) develop plans and recommendations for a potential transition to a comprehensive program for the RBES and CBES at the Divisions of Fire Safety, including potential funding sources; and
- (3) consider whether or not the State should adopt a statewide building code.
- (d) Assistance. The Working Group shall have the administrative, technical, and legal assistance of the Department of Public Service. The Working Group may hire a third-party consultant to assist and staff the Working Group, which may be funded by monies appropriated by the General Assembly, or any grant funding received.
- (e) Report. On or before January 15, 2025, and annually until 2030, the Working Group shall submit a written report to the Senate Committee on Natural Resources and Energy and the House Committee on Environment and Energy with its findings and recommendations for legislative action.

(f) Meetings.

- (1) The Department of Public Service shall call the first meeting of the Working Group to occur on or before July 15, 2024.
- (2) The Working Group shall elect a chair from among its members at the first meeting.
 - (3) A majority of the membership shall constitute a quorum.
 - (4) The Working Group shall cease to exist on February 15, 2030.
 - (g) Compensation and reimbursement.
- (1) For attendance at meetings during adjournment of the General Assembly, a legislative member of the Working Group serving in the legislator's capacity as a legislator shall be entitled to per diem compensation and reimbursement of expenses pursuant to 2 V.S.A. § 23 for not more than eight meetings in fiscal year 2025.
- (2) Other members of the Working Group who are not otherwise compensated by their employer shall be entitled to per diem compensation and reimbursement of expenses as permitted under 32 V.S.A. § 1010 for not more than eight meetings in fiscal year 2025.
- (3) The payments under this subsection shall be made from monies appropriated by the General Assembly or any grant funding received.

Sec. 3. 30 V.S.A. $\S 51(c)$ is amended to read:

(c) Revision and interpretation of energy standards. The Commissioner of Public Service shall amend and update the RBES by means of administrative rules adopted in accordance with 3 V.S.A. chapter 25. On or before January 1, 2011, the Commissioner shall complete rulemaking to amend the energy standards to ensure that, to comply with the standards, residential construction must be designed and constructed in a manner that complies with the 2009 edition of the IECC. After January 1, 2011, the Commissioner shall ensure that appropriate revisions are made promptly may direct the timely and appropriate revision of the RBES after the issuance of updated standards for residential construction under the IECC. The Department of Public Service shall provide technical assistance and expert advice to the Commissioner in the interpretation of the RBES and in the formulation of specific proposals for amending the RBES. Prior to final adoption of each required revision of the RBES, the Department of Public Service shall convene an Advisory Committee to include one or more mortgage lenders, builders, building designers, utility representatives, and other persons with experience and expertise, such as consumer advocates and energy conservation experts. Committee may provide the Commissioner with additional recommendations for revision of the RBES.

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Sec. 4. 30 V.S.A. \S 53(c) is amended to read:

(c) Revision and interpretation of energy standards. On or before January 1, 2011, the Commissioner shall complete rulemaking to amend the commercial building energy standards to ensure that commercial building construction must be designed and constructed in a manner that complies with ANSI/ASHRAE/IESNA standard 90.1-2007 or the 2009 edition of the IECC, whichever provides the greatest level of energy savings. At least every three years after January 1, 2011, the The Commissioner of Public Service shall amend and update the CBES by means of administrative rules adopted in accordance with 3 V.S.A. chapter 25. The Commissioner shall ensure that appropriate revisions are made promptly may direct the timely and appropriate revision of the CBES after the issuance of updated standards for commercial construction under the IECC or ASHRAE/ANSI/IESNA standard 90.1, whichever provides the greatest level of energy savings. Prior to final adoption of each required revision of the CBES, the Department of Public Service shall convene an Advisory Committee to include one or more mortgage lenders; builders; building designers; architects; civil, mechanical, and electrical engineers; utility representatives; and other persons with experience and expertise, such as consumer advocates and energy conservation experts.

The Advisory Committee may provide the Commissioner of Public Service with additional recommendations for revision of the CBES.

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Sec. 5. RESIDENTIAL BUILDING CONTRACTOR REGISTRY; WEBSITE UPDATES

- (a) As part of its application to register with the residential building contractor registry administered by the Vermont Secretary of State, the Office of Professional Regulation shall require that a registrant:
 - (1) designate the geographic areas the registrant serves;
- (2) designate the trade services the registrant offers from a list of trade services compiled by the Office; and
- (3) acknowledge that compliance with 30 V.S.A. §51 (residential building energy standards) and 30 V.S.A. § 53 (commercial building energy standards) is required.
- (b) On or before January 1, 2025, the Office of Professional Regulation shall update the website for the residential building contractor registry administered by the Vermont Secretary of State to:
- (1) regularize usage of the term "residential contractor," or another term selected by the Office, across the website to replace usages of substantially similar terms, such as "builder," "contractor," or "residential building contractor";
- (2) publish a registrant's designations under subdivisions (a)(1) and (a)(2) of this section in the registrant's listing on the website;
- (3) implement a search feature to enable consumers to filter registrants by trade service provided, geographic area served, voluntary certification, or any other criteria the Office deems appropriate; and
- (4) add a clear and conspicuous notice that a residential contractor is required by law to comply with State building energy standards.

Sec. 6. RESIDENTIAL BUILDING CONTRACTOR CONTRACT TEMPLATES

The Office of Professional Regulation shall update any contract template the Office furnishes for residential building contracting to provide that the residential contractor is required to comply with 30 V.S.A. § 51 (residential building energy standards) and 30 V.S.A. § 53 (commercial building energy standards).

BILL AS INTRODUCED AND PASSED BY SENATE 2024

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Sec. 7. EFFECTIVE DATE

This act shall take effect on passage.