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State

1	H.600
2	Introduced by Representatives Campbell of St. Johnsbury, Anthony of Barre
3	City, Austin of Colchester, Bartholomew of Hartland, Bos-Lun
4	of Westminster, Coffey of Guilford, Colburn of Burlington,
5	Cordes of Lincoln, Dolan of Essex, Elder of Starksboro,
6	Mrowicki of Putney, Mulvaney-Stanak of Burlington, Ode of
7	Burlington, Patt of Worcester, Scheu of Middlebury, Sims of
8	Craftsbury, Vyhovsky of Essex, White of Hartford, and
9	Yantachka of Charlotte
10	Referred to Committee on
11	Date:
12	Subject: State buildings; energy; renewable heating system
13	Statement of purpose of bill as introduced: This bill proposes to require the
14	Department of Buildings and General Services, the Department of Forests,
15	Parks and Recreation, and the Agency of Transportation to install nonfossil
16	fuel heating and cooling equipment when installing a heating and cooling
17	system in any building owned or controlled by the State unless an exemption
18	applies.

An act relating to heating and cooling systems owned or controlled by the

1	It is hereby enacted by the General Assembly of the State of Vermont:
2	Sec. 1. FINDINGS
3	The General Assembly finds:
4	(1) The State has options to use nonfossil fuel space heating for
5	buildings that are owned or controlled by the State that provide an equivalent
6	or better heating and cooling source.
7	(2) In the State of Vermont, there are nonfossil fuel space heating
8	options, including heat pumps, and options that use local fuel, including wood
9	fuels such as cord wood, wood chips, and wood pellets.
10	(3) With 80 percent of funds spent on wood heating coming from the
11	local Vermont economy as compared to only 20 percent when heating oil is
12	used, the use of advanced wood heating systems supports the State's economy
13	at large and specifically the forest products industry.
14	(4) Support for the State's forest products industry is particularly needed
15	due to the slump in the demand for low-grade wood in the Northeast.
16	(5) The installation of wood heating systems will help to build an
17	advanced wood heating industry sector in Vermont and the Northeast.
18	(6) The installation of nonfossil fuel space heating systems will likely
19	save the State money on heating costs as compared to fossil fuels.

I	(7) The installation of nonfossil fuel space heating systems will help to
2	meet the State's renewable energy goals and greenhouse gas reduction
3	requirements, as required by 10 V.S.A. § 578 and 30 V.S.A. § 202b.
4	Sec. 2. DEFINITIONS
5	As used in this act:
6	(1) "Financially impracticable" means the estimated life-cycle cost of a
7	nonfossil fuel space heating appliance, or a heat pump conditioning appliance,
8	exceeds the life-cycle cost of a fossil fuel space heating appliance by at least
9	20 percent, using the U.S. Department of Energy's accepted life-cycle cost
10	methodologies. For purposes of calculating the life-cycle cost of a heat pump
11	space conditioning appliance as a heating source, calculations shall include
12	displacement of conventional cooling-only appliances, wherever feasible.
13	(2) "Fossil fuel space heating appliance" means a heating source that
14	derives its heating energy from fossil fuel, natural gas, or liquified petroleum
15	gas.
16	(3) "Heat pump space conditioning appliance" means a unit capable of
17	both heating and cooling, either in a central system or as a stand-alone unit.
18	(4) "Nonfossil fuel space heating appliance" means a heating source in a
19	space heating system that derives its heating energy from nonfossil fuel
20	sources, including biomass, biomass-derived gas or liquid, or electric-powered
21	air- or water-source heat pump.

1	Sec. 3. FISCAL YEAR 2023; DEPARTMENT OF BUILDINGS AND
2	GENERAL SERVICES; HEATING AND COOLING SYSTEMS;
3	REPLACEMENT SCHEDULE; BACKUP POWER
4	(a) Heating and cooling systems. Except as provided in subsections (b) and
5	(c) of this section:
6	(1) Beginning in fiscal year 2023, the Department of Buildings and
7	General Services shall only install a nonfossil fuel space heating appliance or a
8	heat pump conditioning appliance as the primary heating system in buildings
9	owned or controlled by the Department. When installing or replacing a
10	system, the State shall give preference to systems using locally sourced
11	materials, wherever feasible.
12	(2) Beginning in fiscal year 2023, the Department shall only install a
13	heat pump space conditioning appliance as space cooling equipment, either in
14	primary space conditioning systems or secondary to a separate primary heating
15	system.
16	(b) Exemption. The Commissioner may provide a written exemption to the
17	replacement required in subsection (a) of this section if the Commissioner
18	determines that it is financially impracticable to install a nonfossil fuel space
19	heating appliance as either a primary heating and cooling source or primary
20	cooling and secondary heating source.

1	(c) Secondary or backup systems. Notwithstanding subsection (a) of this
2	section:
3	(1) where a nonfossil fuel space heating appliance or a heat pump
4	conditioning appliance is installed as a primary heating source to replace an
5	existing fossil fuel space heating appliance, the Commissioner may retain the
6	existing fossil fuel space heating appliance as a secondary or backup system;
7	<u>and</u>
8	(2) the Department shall replace fossil-fuel generators with battery
9	system generators for emergency backup power in any new construction or
10	renovation, or when an existing backup system is being replaced.
11	Sec. 4. FISCAL YEAR 2023; AGENCY OF TRANSPORTATION;
12	HEATING AND COOLING SYSTEMS; REPLACEMENT
13	SCHEDULE; BACKUP POWER
14	(a) Heating and cooling systems. Except as provided in subsections (b) and
15	(c) of this section:
16	(1) Beginning in fiscal year 2023, the Agency of Transportation shall
17	only install a nonfossil fuel space heating appliance or a heat pump
18	conditioning appliance as the primary heating system in buildings owned or
19	controlled by the Agency. When installing or replacing a system, the State
20	shall give preference to systems using locally sourced materials, wherever
21	feasible.

I	(2) Beginning in fiscal year 2023, the Agency shall only install a heat
2	pump space conditioning appliance as space cooling equipment, either in
3	primary space conditioning systems or secondary to a separate primary heating
4	system.
5	(b) Exemption. The Secretary may provide a written exemption to the
6	replacement required in subsection (a) of this section if the Secretary
7	determines that it is financially impracticable to install a nonfossil fuel space
8	heating appliance as either a primary heating and cooling source or primary
9	cooling and secondary heating source.
10	(c) Secondary or backup systems. Notwithstanding subsection (a) of this
11	section:
12	(1) where a nonfossil fuel space heating appliance or a heat pump
13	conditioning appliance is installed as a primary heating source to replace an
14	existing fossil fuel space heating appliance, the Secretary may retain the
15	existing fossil fuel space heating appliance as a secondary or backup system;
16	<u>and</u>
17	(2) the Agency shall replace fossil-fuel generators with battery system
18	generators for emergency backup power in any new construction or renovation
19	or when an existing backup system is being replaced.

1	Sec. 5. FISCAL YEAR 2023; DEPARTMENT OF FORESTS, PARKS AND
2	RECREATION; HEATING AND COOLING SYSTEMS;
3	REPLACEMENT SCHEDULE; BACKUP POWER
4	(a) Heating and cooling systems. Except as provided in subsections (b) and
5	(c) of this section:
6	(1) Beginning in fiscal year 2023, the Department of Forests, Parks and
7	Recreation shall only install a nonfossil fuel space heating appliance or a heat
8	pump conditioning appliance as the primary heating system in buildings owned
9	or controlled by the Department. When installing or replacing a system, the
10	State shall give preference to systems using locally sourced materials,
11	wherever feasible.
12	(2) Beginning in fiscal year 2023, the Department shall only install a
13	heat pump space conditioning appliance as space cooling equipment, either in
14	primary space conditioning systems or secondary to a separate primary heating
15	system.
16	(b) Exemption. The Commissioner may provide a written exemption to the
17	replacement required in subsection (a) of this section if the Commissioner
18	determines that it is financially impracticable to install a nonfossil fuel space
19	heating appliance as either a primary heating and cooling source or primary
20	cooling and secondary heating source.

1	(c) Secondary or backup systems. Notwithstanding subsection (a) of this
2	section:
3	(1) where a nonfossil fuel space heating appliance or a heat pump
4	conditioning appliance is installed as a primary heating source to replace an
5	existing fossil fuel space heating appliance, the Commissioner may retain the
6	existing fossil fuel space heating appliance as a secondary or backup system;
7	<u>and</u>
8	(2) the Department shall replace fossil-fuel generators with battery
9	system generators for emergency backup power in any new construction or
10	renovation or when an existing backup system is being replaced.
11	Sec. 6. STATE BUILDINGS; CONSTRUCTION AND RENOVATION;
12	USE OF CARBON-STORING MATERIALS
13	Beginning January 1, 2024, the Agency of Transportation, the Department
14	of Buildings and General Services, and the Department of Forests, Parks and
15	Recreation shall require design and material specifications for new
16	construction and renovations in State buildings to give preference to carbon-
17	storing materials. If carbon-storing materials are not available, an assessment
18	shall be made of the embodied-carbon characteristics of conventional materials
19	and preference given to the lowest embodied-carbon materials, wherever
20	feasible.

- 1 Sec. 7. EFFECTIVE DATE
- 2 This act shall take effect on passage.