Building to Electrification Coalition

Launch Event

September 29, 2021

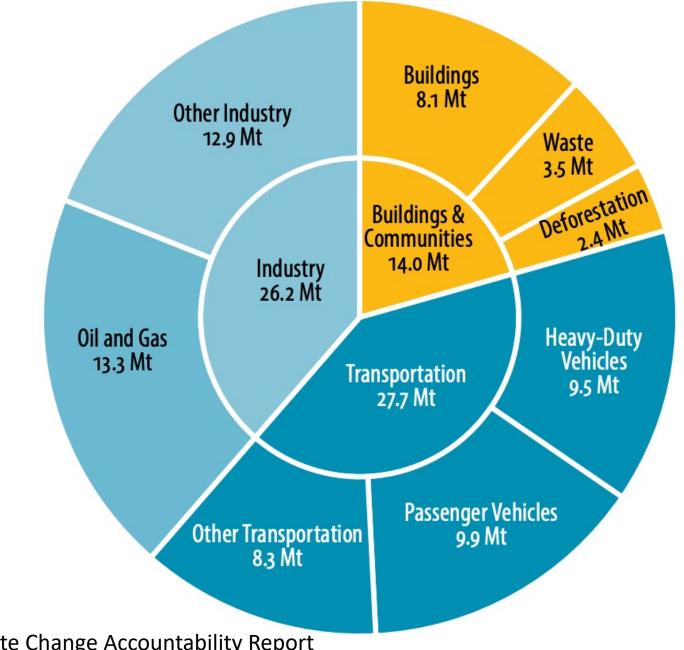
Photo: Brayden Law on Unsplash

Agenda

- Introducing B2E
- California Building Decarb Coalition
- BC's Building Electrification Road Map
- Industry Perspective from MCABC
- BC Hydro LCE Update

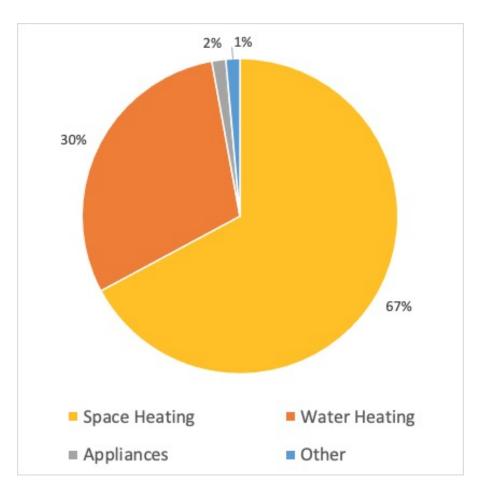
Why Building Electrification?

B.C.'s Gross Emissions by Sector in 2018



Source: Clean BC 2020 Climate Change Accountability Report

Building GHG Emissions by End Use





97% of operational building sector GHG emissions come from **space and water heating**





Building to Electrification Coalition



Our Mission

We are a broad coalition working together to electrify buildings in British Columbia in order to reduce their climate impacts and reliance on fossil fuels.



Buildina ta Electrification



Panama Bartholomy

Building Decarb Coalition

The California Experience

September 29,2021



California's Climate Goals

By 2030

40% below 1990 levels (SB 32, 2015)

By 2050

80% below 1990 levels (EO's B-30-15 & S-3-05)

<u>By 2045</u>

100% zero-carbon electricity (SB 100) & <u>carbon neutral economy-wide (EO B-55-18)</u>



OUR MEMBERS







September 18th, 2018: Kick-off!



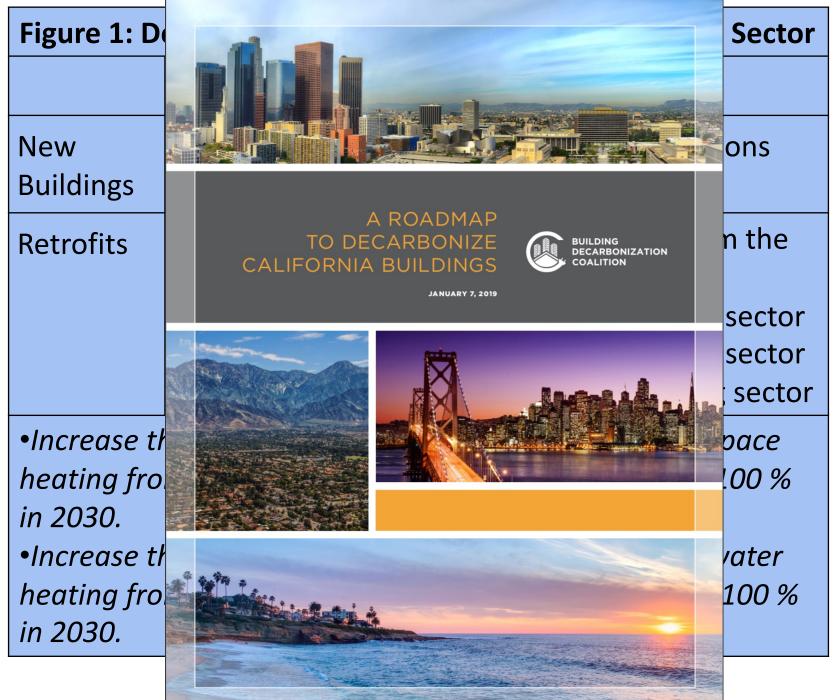
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BUILDING DECARBONIZATI COALITION



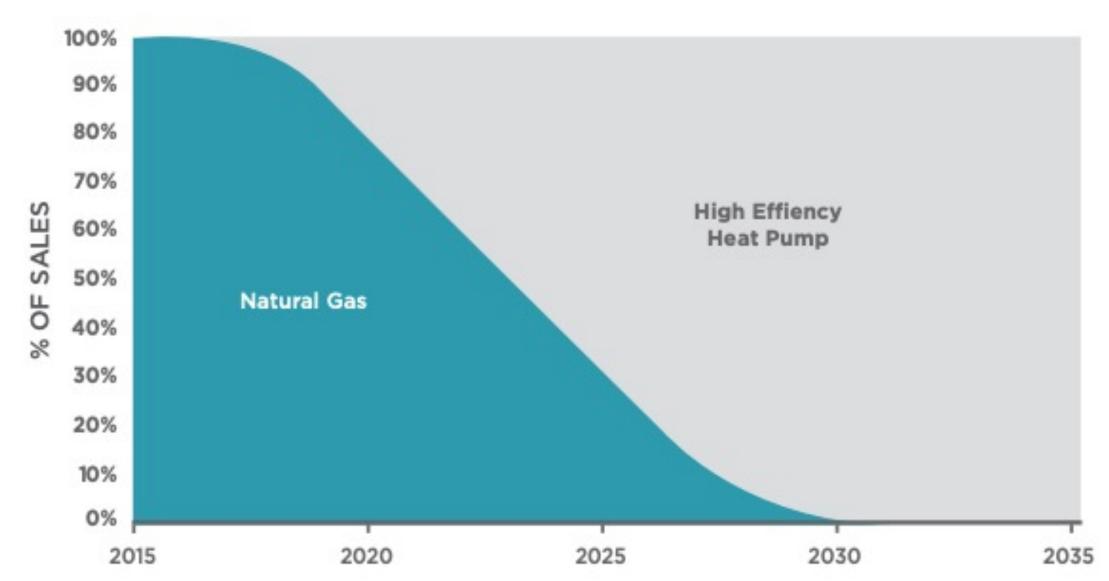
Roadmap

- Meetings
 - September
 - November
 - January
- Finished January 2019
- Outreach February-March

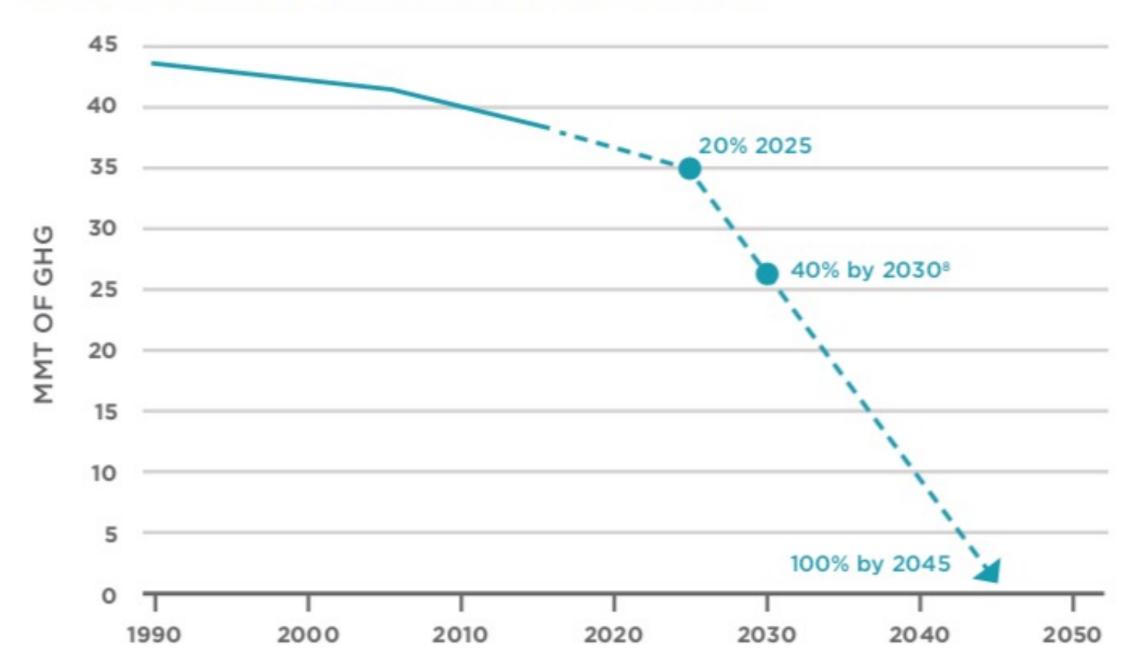


Space Heating

Increase the share of high efficiency heat pumps for space heating from 5% of sales in 2018, to 50% in 2025 and 100 % in 2030.



DECARBONIZING OF THE BUILDING SECTOR⁷



Phasing

PHASE 1

Market Readiness: Today demand for and supply of building decarbonization measures is minimal. To ready the market, reverse these conditions through ambitious targets, policy alignment, coordinated marketing, retail price reductions, clear signals to suppliers and coalition building.

PHASE 2

Market Deployment: Once readied, deployment of building decarbonization measures can be accelerated through support of the full- supply chain via mid- and upstream incentives to manufacturers and builders and financing solutions ready to reach all customers, including underserved communities. PHASE 3

Scaling the Market: Leverage the success of Phases 1 and 2 to reach scale through downstream incentives, grid integration, and targeted solutions for hard to reach customers.

Barriers to Electrification

LOW AWARENESS AND INTEREST LOW PERCEIVED CUSTOMER VALUE

LOW PERCEIVED CONTRACTOR AND BUILDER VALUE

LOW AVAILABILITY MISALIGNED POLICY

Roadmap Goals

Goal 1: Build customer, builder, contractor and policy-maker awareness and interest in decarbonization.

Goal 2: Ensure that customers receive a good value from adopting building decarbonization measures.

Goal 3: Ensure that building decarbonization provides a better value to builders and contractors than fossil-fuel heating.

Goal 4: Prepare supply-chains and delivery agents are to meet rising demand for carbon-free building technologies with a quality product.

Goal 5: Align Policy to meet other goals.

Principles

EQUITABLE AND AFFORDABLE: Deliver building decarbonization equitably and affordability to all communities to prevent disproportionately burdening customers least likely to be able to overcome the awareness and capital costs barriers.

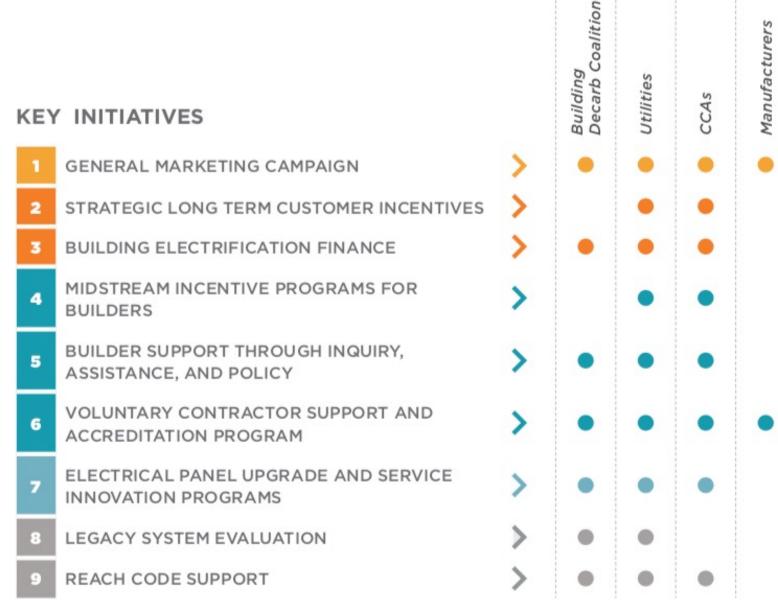
ALIGNED: All stakeholder (customer, contractor, utility, agency, manufacturer) value propositions for building decarbonization must be recognized and aligned to achieve the speed and scale of transition California needs.

GRID FRIENDLY: Ensure building decarbonization solutions serve **as a benefit to the grid**, especially the need to reliably integrate renewable energy into California's power supply at least cost. FORWARD THINKING: Transform the building heating market through forward-thinking, long-term commitments and investments, avoiding the uncertainty and churn of start-stop programmatic cycles, and working in concert with decarbonization of other sectors of the economy.

DATA-DRIVEN: Measure marginal carbon values correctly and send a price signal to ensure the actions taken to decarbonize buildings are **data-driven** and produce the results they are intended to.

INNOVATIVE: Let California's **innovators design the business models** to meet the need. Keep it simple and do not micromanage.

NEAR-TERM PRIORITY ACTIONS AND STAKEHOLDERS CRITICAL TO THEIR SUCCESS





Since Then.....

• 50 c EAST BAY TIMES



Business > Real Estate

- Nev Berkeley bans natural gas in new buildings, the first U.S. city to do so
- Resi
- Residential existing pulloings market transformation program
- \$400 million in incenti
- HPWH rate reform
- Retrofit-Ready HPWH
- Air Quality rules being
- Monthly calls on coord



WEATHER

TODAY'S E EDITION MANAGE SUBSCRIPTION

SIGN UP FOR NEWSLETTERS

change

Lessons Learned/Advice

- Coalition + Unifying Vision + Simple, easy to follow process around a few key levers
- Understand the leverage points and power structure, and work with allies to clarify the inside and outside game
- Recognize where we are and where we want to be going
- Get little wins because they help with bigger wins



Building Decarbonization Coalition

Buildingdecarb.org

Tom Berkhout

_ead Author – Building Electrification Road Map



Building Electrification Road Map

B2E LAUNCH

September 29th, 2021

Photo: iStock

What is the Road Map?

- Proposed pathway to achieve a low-carbon building sector over the next 10 years through building electrification
- Collaborative plan both in terms of its development and implementation
 - 2 all day workshops
 - Multiple subject matter expert interviews
 - Four focus groups
 - Supply chain email survey
 - Stakeholder feedback survey on penultimate draft

Action Oriented

- What: Scalable strategies and actions
- When: Specific timeline
- Who: Key organizations identified



Road Map's Guiding Vision

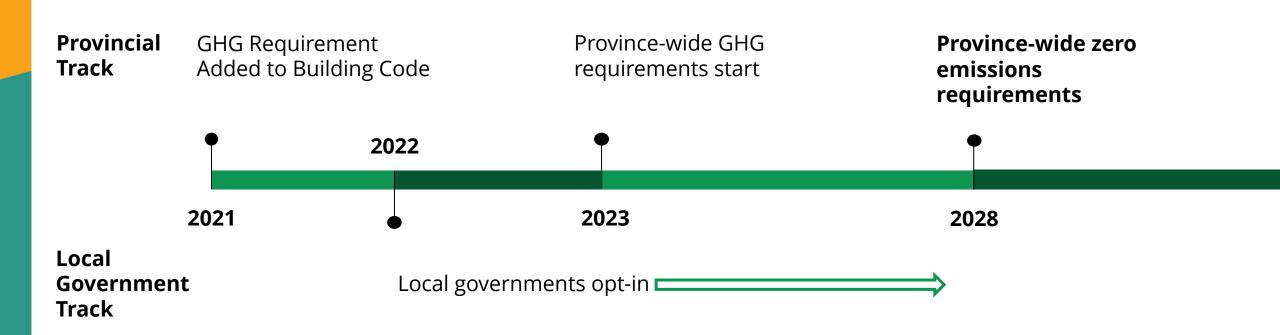
By 2030, nearly all new and most replacement space heating and domestic hot water systems in BC's homes and buildings will be highefficiency electric, in pursuit of a province-wide shift to low-carbon buildings

Creating the BC Building Electrification Road Map	3	Section 4	Key Building Electrification Strategies and Actions	55
Executive Summary	4		Key Strategy #1: Create Market Demand Key Strategy #2: Improve Cost Competitiveness Key Strategy #3: Address Systemic Barriers	56 60 64 67
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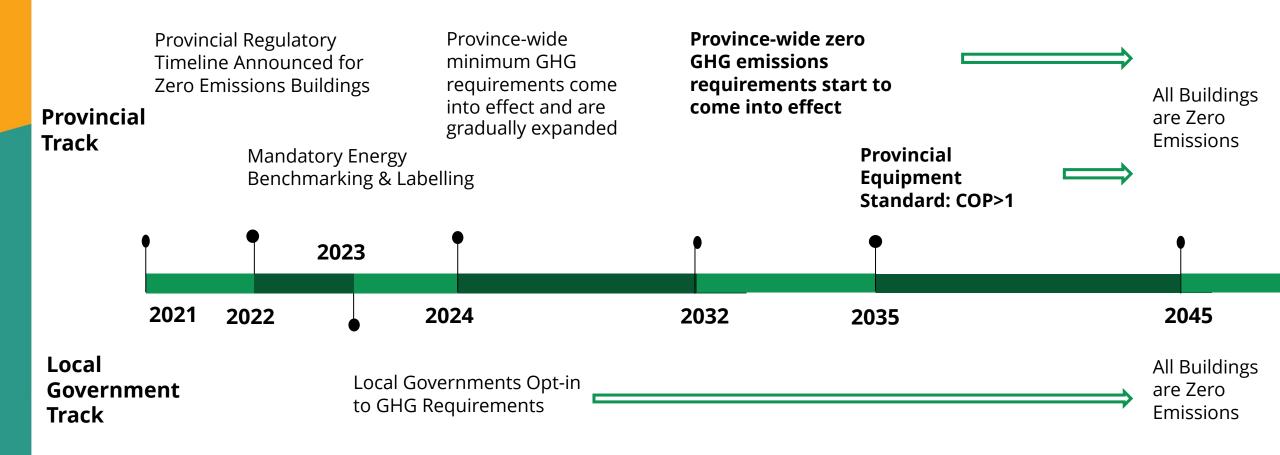
Five Core Road Map Strategies



Recommended Timeline: New Construction



Recommended Timeline: Existing Buildings



Consistent Approach

• City of Vancouver:

• Zero Emissions Building Plan & Zero Emissions Building Retrofit Plan

Metro Vancouver Regional District:

- Draft Climate 2050 Buildings Roadmap
- California
 - New construction emissions requirements in 50 communities

New York City, Boston, Colorado, Tokyo

• Existing complex buildings - carbon performance standard

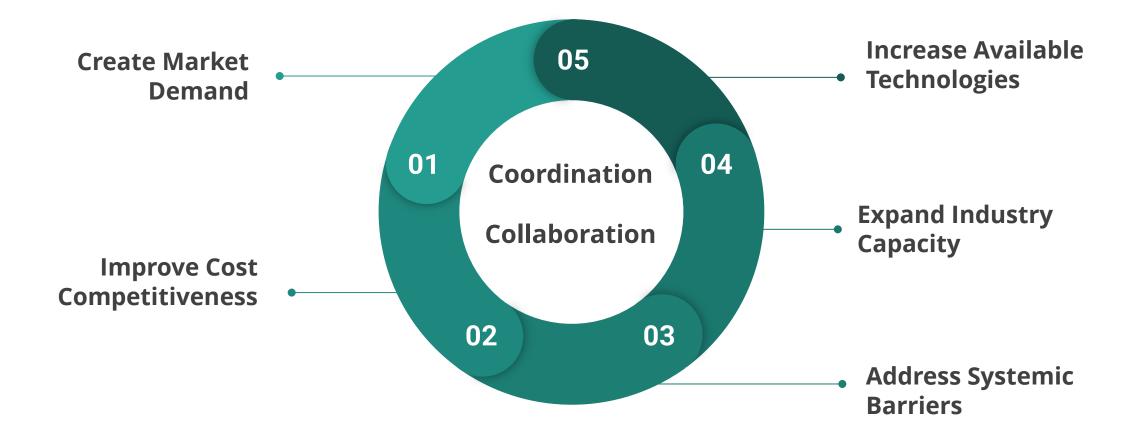
France, UK, Toronto (proposed)

• Small residential buildings – energy and/or GHG minimum requirements

Building Momentum

- Launch of B2E Coalition
- Strong electrification mandate for BC Hydro
- Phase 2 Comprehensive Review of BC Hydro
 - Electrification rates, incentives, connection tariffs, affordability
- Ongoing Provincial Government Work:
 - GHG requirements for new and existing buildings, PACE financing, home energy labelling, CleanBC programs
- Other Initiatives:
 - Industry: EGBC, BOMA BC, Vancouver Economic Commission, Technical Safety BC + B2E involvement
 - Local Government Climate Plans and Peer Networks,

Keep Our Eye on the Ball





Kim Barbero

Mechanical Contractors Association of BC (MCABC)

Leading the Change

for mechanical contractors in BC

Kim Barbero, CEO B2E Launch Event September 29, 2021



/ Who We Are

MCABC is the connection to industry excellence, laser-focused on delivering education and professional development that set a new benchmark for professional excellence.

- ✓ 116 years old trade Association
- ✓ \$2B industry workforce
- ✓ Mechanical contractors are significant contributors to BC's GDP



/ Who We Are

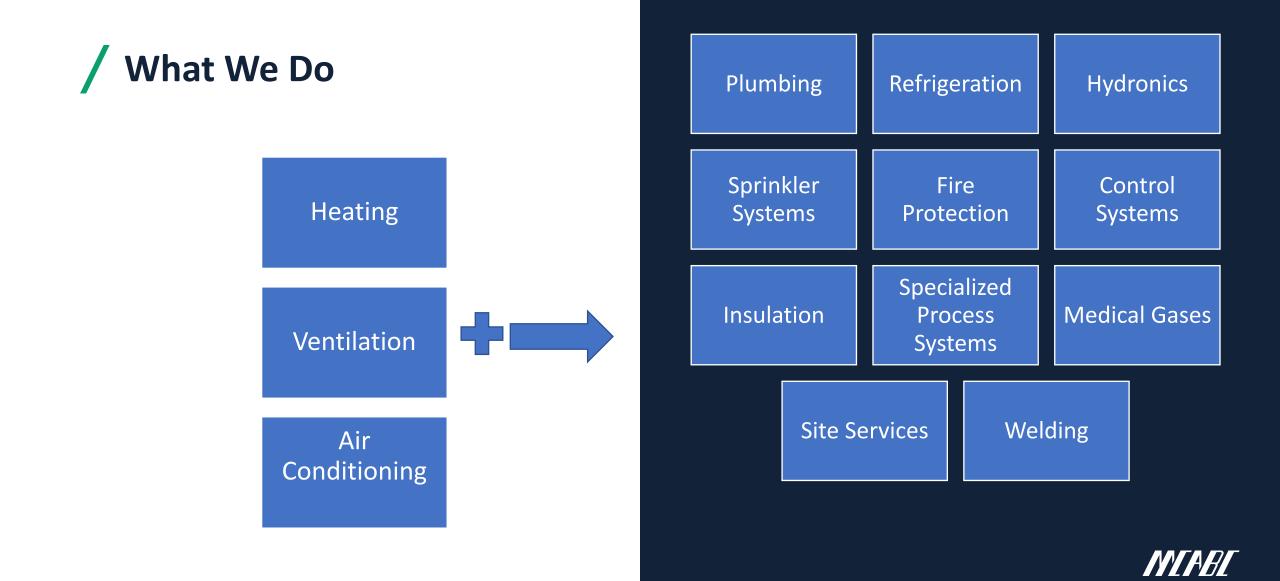
Our Mission

Our mission is to develop a diverse, skilled and innovative mechanical contracting industry recognized for excellence in the Industrial, Commercial, Institutional and residential sectors.

Our Vision

Best-in-class delivery of clean water, clean air and comfort for all British Columbians.





Collaborating for Change

B2E Leadership Council

Collaboration is one of six strategic priorities.

- Mechanical Contracting industry is a key stakeholder
- ✓ De-carbonization supports all 6 pillars
- Driving excellence together through strategic partnerships

Our Pillars Leadership Collaboration Education **Skilled Trades** Advocacy Innovation

/ Why We Care

We have a significant role to play. Our members are at the core of community development and sustainability.

- ✓ New construction mechanical installations
- ✓ Service & Maintenance for the existing building sector
- Retrofitting existing buildings and homes



/ Leading the Change

MCABC's involvement in climate solutions in BC:

✓ A resource

✓ An educator

✓ An influencer

✓ A partner



B2E

Building to Electrification













facebook.com/MCABritishColumbia



twitter.com/MCABC



Inkedin.com/company/mechanical-contractors-association-of-bc



BC Hydro

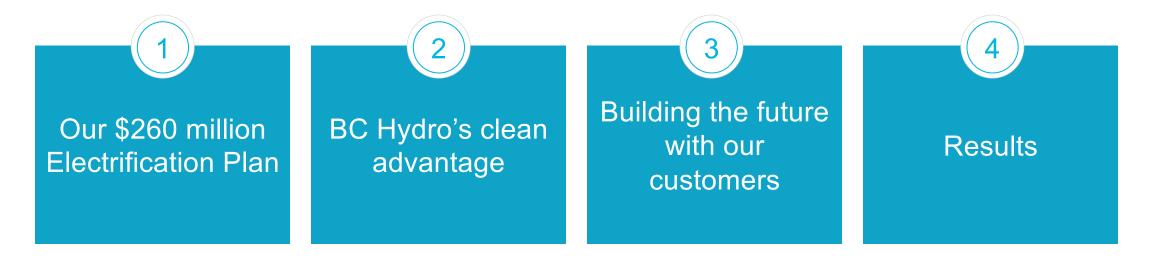
Keith Anderson

VP of Customer Service at BC Hydro

BC Hydro Electrification Plan Keith Anderson, VP Customer Service

How BCH will enable the Electrification Plan

Our 5-year Electrification Plan supports our strategy to power a cleaner more sustainable future for all British Columbians





BC Hydro's clean advantage Building the future with our customers

Results

Our \$260 million Electrification Plan focus on attracting new



customers; encouraging existing customers to switch from fossil fuels to clean electricity in 3 key areas:

- 1. Homes and Buildings
- 2. Transportation
- 3. Industry



BC Hydro's clean advantage

Building the future with our customers

Results

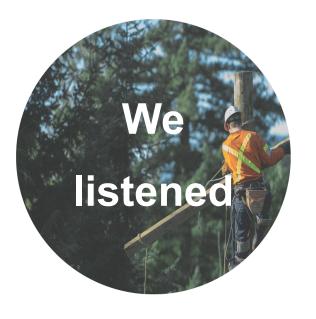
- Clean Surplus Energy
- BC Hydro's abundant supply of clean electricity
- Leader in helping fight climate change by reducing greenhouse gas emission
- Attract new industry to BC
- Keep rates low



BC Hydro's clean advantage

Building the future with our customers

Results



- Introduced incentives and market support for customers and industry partners
- Improved interconnection process
- Continued focus on efficient electrification with energy conservation and demand side management initiatives in combination with our new electrification initiatives



BC Hydro's clean advantage

Building the future with our customers



4



- 3,100 GWh of new electricity load
- 930,000 tonnes CO2e reduced per year
- 1.6% reduction in rates



Thank you







Building to Electrification Coalition

B2E Member Benefits

- Early access to news, updates and events
- Collaboration opportunities
- Recognition

Be a B2E Member



1. SIGN MEMBER DECLARATION 2. SUBMIT LOGO

3. GET APPROVED

Get Involved!

- Sign-up for our newsletter
- Be a member



Thank you!

For more information contact:

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Building to Electrification Coalition