

# HPD Sustainability

## Building a greener and more affordable NYC





#### HPD is the largest municipal housing agency in the nation. We:

- 1. Build new affordable housing
- 2. Preserve **existing** affordable housing
- 3. Engage neighborhoods in planning and tenant protection





- 1. Policy frameworks to Passive House
- 2. Passive House feasibility
- 3. Challenges to financing Passive House

# One New York

The Plan for a Strong and Just City

#### The City of New York Mayor Bill de Blasio

Anthony Shorris First Deputy Mayor

#### **One New York**

Integrated approach to promoting the City's growth, equity, sustainability, and resiliency

Released: April/2015

#### One New York: Sustainability goals









Released: September/2014

#### **One City Built to Last**

Transforming New York City's buildings for a low-carbon future

#### Local Law 66-2014

- •30% reduction by 2030
- •80% reduction by 2050

# 80 50

#### LOCAL LAWS OF THE CITY OF NEW YORK FOR THE YEAR 2014

No. 66

Introduced by Council Members Constantinides, Chin, Cumbo, Mendez, Rodriguez, Rose, Rosenthal, Deutsch, Treyger, Kallos, Williams, Miller, Palma, Richards, Espinal, King, Garodnick, Johnson, Levin, Torres, Lancman, Levine, Weprin, Koslowitz, Dromm, Gentile, Koo, Menchaca, Reynoso, Crowley, Cornegy, Vacca, Cohen, Fugene, Vallone, Ferreras, Van Bramer, Arroyo, Lander, Dickens, Barron, Ulrich and the Public Advocate (Ms. James).

#### A LOCAL LAW

To amend the administrative code of the city of New York, in relation to reducing greenhouse gases by eighty percent by two thousand fifty.

Be it enacted by the Council as follows:

Section 1. Legislative findings and intent. The Council finds that the reduction of greenhouse gases that contribute to global warming is critical to the current and future prosperity of New York City. The Council further finds that in view of the rapid progress of climate change events and indicators and in order to increase the effectiveness of New York City measures intended to prepare for and alter the course of adverse climate change impacts on New York City's critical infrastructure and vulnerable citizens, and consistent with the spirit of PlaNYC 2030 and the New York City Climate Protection Act, Local Law 22 of 2008, the reduction of emissions citywide should be increased from a thirty percent reduction in citywide emissions by calendar year 2030, relative to such emissions for the base year, to an eighty percent reduction in citywide greenhouse gas emissions relative to such emissions for the base year base year by calendar year 2050.

Therefore, the Council finds that it is in the best interests of the City to provide for an increase in future reductions in citywide greenhouse gas emissions.

#### Adopted: December/2014

### New York City greenhouse gas emissions by sector



## Transforming New York City's buildings



50

80

→ 11.7% reduction between 2005-2014

#### Transforming New York City's buildings





\*includes all units counted during FY 2014 –June 30 2016

### Passive House: pathway to 80 x 50



#### CORNELL TECH

HOME OF THE JOAN AND IRWIN JACOBS TECHNION-CORNELL INSTITUTE "Passive House is a transformative notion and we're going to be leaders showing this can be done..." - Bill de Blasio, NYC Mayor



Cornell Tech groundbreaking June 16, 2015

#### Phasing HPD's low energy building portfolio

Phase 1			
Feasibility:	Phase 2		
Assess opportunities to demonstrate in new	Incentives:	Phase 3	
construction and preservation	Provide incentives to encourage Passive House	Mandatory Requirements:	Τ
	development	Require Passive House for all new construction	

#### Underwriting challenges

- 1. Can the NYC market consistently deliver passive house construction?
- 2. What is the price point of Passive House construction?
- 3. Are the savings real and sustainable?
- 4. Are there long term concerns with maintenance & operations?



- Convincing lenders on Passive House
- HPD subsidy is gap financing
- Over-subsidizing to the extent savings not recognized

## 1. Can the NYC market consistently deliver Passive House construction?

SustaiNYC: Design Objectives

- Cost competitive with deep affordability
- Compliance with HPD design objectives
- Incorporates Community vision

## HPD Design Guidelines

FOR MULTIFAMILY NEW CONSTRUCTION & SENIOR HOUSING

Department of Housing Preservation 6 Development www.ryc.gov/bod Bill de Blauks, MAYOR Vick Blavs, Commissioner

Document Version \$2,2015



George Goodenines for Heran & Other Bround Floor Uses in Attentionin Rossing Developments

A property like (Recard ) and the Property series of the s



#### 2. What is the price point of Passive House construction?







- 2. What is the price point of Passive House construction?
  - Construction costs for current HPD Passive House projects FY2016:



#### Hard Costs (\$/ft<sup>2</sup>)

Underwriting savings key to financing Passive House at scale

#### 3. Are the savings real and sustainable?

- Performance data at scale
  - LL84
  - HPD benchmarking initiative



### HPD Building Benchmarking and

**Performance Tracking Protocol** 



# 4. Are there valid long term concerns with maintenance & operations?

- Durability
  - EIFS
  - Cement panels
- Maintenance of ERVs
- Durability of air barriers over time





#### SustaiNYC: Passive House Goals

- 1. Test feasibility in large scale mixed use developments
- 2. Assess development cost of Passive House in NYC
- 3. Test local market
- 4. Assist in developing a more robust local market

## SUSTAINYC

Achieving Community, Economic and Environmental Sustainability through Passive House Design East Harlem, Manhattan



**Request for Proposals** 

Issue Date: May 23, 2016 Pre-Submission Conference: June 15, 2016 Proposal Submission Deadline: August 23, 2016





Mayor, Bill de Blasio Deputy Mayor, Housing and Economic Development, Alicia Glen Commissioner, NYC Department of Housing Preservation and Development, Vicki Been



