

Technical Meeting with Hospitals and Laboratories



## **Agenda**

- Welcome + Introductions (10 minutes)
- Introduction to end use deductions (10 minutes)
- Fossil fuel high intensity process equipment (45 minutes)
- Other end use deductions for hospitals and labs (15 minutes)
- Wrap-Up (5 minutes)

### **Introductions**

• Name, organization, your role at the organization

# Introduction to End Use Deductions

### What are end use deductions?

What the ordinance says...

(SMC 22.925.120) "Building owners may deduct the sum of the annual GHG emissions from the following end uses from their compliance GHGI, for one or more compliance intervals."



### For discussion today:

What are the methods for documenting, metering or estimating emissions deductions?



### End use deductions included in BEPS

### Annual GHG emissions from<sup>1</sup>:

- 1. Fossil fuel cooking equipment
- 2. Fossil fuel high intensity **process equipment** used in hospitals and laboratories
- 3. Fossil fuel high intensity laundry equipment used in hotels and healthcare
- 4. Fossil fuel equipment located within an **individually owned residential unit** within a multifamily condominium building
- 5. Fossil fuel generators used exclusively for emergency back-up power
- 6. Fossil-fuel equipment used for back-up **emergency heat** in hospitals and laboratories
- 7. **District energy steam**, hot water and/or chilled water provided by a private district energy provider
- 8. Electric vehicle charging equipment
- Electric loads related to broadcast antennas, on-site cell phone towers or other communications equipment that is unrelated to the primary purpose of the building

<sup>1</sup>SMC 22.925.120



## Why are end use deductions included in BEPS?

- Recognize additional variability in building types
- Account for uses that are challenging to replace before the compliance deadline
- Allow time for better or more low emissions market alternatives to be developed and for planning retrofits
- Equity impacts, such as small businesses and condo owners

# GHGI targets were created using reported energy benchmarking data

- SBW Consulting used 2019 energy benchmarking data to develop greenhouse gas intensity targets (GHGITs) by building activity type
  - Data includes emissions from end uses that are eligible for deductions
- Few other BEPS jurisdictions offer deductions as a flexibility measure

# How are end use deductions factored into compliance GHGI?

| ENERGY STAR Portfolio<br>Manager Data      | 2019 Annual WN Energy Use<br>(kBtu/yr) | 2019-2025 Emissions Factors<br>(kg CO2e/kBtu) | Annual GHG Emissions (kg CO2e/yr) |
|--|--|---|-----------------------------------|
| Electric                                   | 2,350,000                              | 0.0058  | 13,630                            |
| Gas  | 2,200,000                              | 0.053   | 116,600                           |
| Steam                                      | 0                                      | 0.081   | 0.00                              |
| Subtotal                                   | 4,550,000                              |   | 130,230                           |
| Less Eligible BEPS Deductions (TBD)        | TBD                                    | NA  | TBD                               |
| Total                                      | 4,550,000                              |   | 130,230                           |
| Total Gross Floor Area (excluding parking) |  | 75,000 SF                                     |                                   |
|  |  | BEPS Compliance GHGI<br>(kg CO2e/sf/yr)       | 1.74                              |



# **Questions?**



# Discussion: Fossil Fuel High Intensity Process Equipment

# Overview of eligible fossil fuel high intensity process equipment deductions

#### **Eligible Deductions**

Any covered hospital or laboratory may deduct emissions from this equipment from compliance GHGI.

| Allowed Compliance Periods |               |               |               |               |
|----------------------------|---------------|---------------|---------------|---------------|
| 2027-<br>2030 <sup>1</sup> | 2031-<br>2035 | 2036-<br>2040 | 2041-<br>2045 | 2045-<br>2050 |
| yes                        | yes           | yes           | no            | no            |

- Standardized calculation procedures in development discussion for today
- Submeter

# Defining fossil fuel high intensity process equipment

- Specialized hospital or lab equipment that is powered by fossil fuels
  - Not intended to include space heating HVAC or domestic hot water equipment
  - Not intended to include electric high intensity process equipment (because already very low emissions)



# Categorizing process equipment in hospitals and laboratories

# **Equipment that is already electrically powered**

- Imaging equipment (MRI, CT, X-Ray)
- Cold room equipment, refrigeration systems, and freezers
- Fans and fume hoods
- Miscellaneous electric (robots, lights)
- Irradiation equipment

## Fossil fuel equipment with no or few electric alternatives

- Process humidification equipment
- Sterilization equipment (autoclaves, high temperature instrument washers, etc.)
- Bench equipment (gas line e.g. for Bunsen burners)

## Equipment covered by other deductions

- Commercial kitchen equipment
- Fossil fuel laundry equipment
- Emergency backup generators
- Fossil fuel backup heat



### Discussion goals for today

- Is there anything that is:
  - Miscategorized from this list?
  - Critical to add?
- Of the list of equipment, identify:
  - Most common
  - Highest priority
  - Highest emitting
- Provide feedback on draft calculation methods
  - Key information to inform calculations: hours of use, process load, capacity equivalent, cut sheets

## Options for taking equipment deductions

Use standardized calculation procedures to estimate emissions

and/or

Submeter individual end uses

# **Questions?**



# Discussion



# Other end use deductions for hospitals and/or labs

## Proposed for rule: Clarifying ordinance language

What the ordinance says...

(SMC 22.925.120) "Fossil fuel generators used exclusively for emergency back-up power or fossil fuel equipment used for back-up emergency heat in hospitals and laboratories."

### Clarifications:

- Any covered building is eligible to take the back-up emergency generator power deduction
- Only hospitals & labs are eligible to take the fossil fuel back-up emergency heat deduction.

## Fossil fuel generators used for emergency backup power

### **Eligible Deductions**

Any covered building with emergency backup generators may deduct emissions from this equipment from compliance GHGI.

| Allowed Compliance Periods |               |               |               |               |
|----------------------------|---------------|---------------|---------------|---------------|
| 2027-<br>2030 <sup>1</sup> | 2031-<br>2035 | 2036-<br>2040 | 2041-<br>2045 | 2045-<br>2050 |
| yes                        | yes           | yes           | yes           | yes           |

- Delivered fuels (diesel and fuel oil) are often not reported in energy benchmarking
- If not reported, no need to take deduction
- If benchmarking for ESG reasons, take deduction



# Back-up fossil fuel emergency heat in hospitals and labs

### **Eligible Deductions**

Any covered hospital or laboratory facility may deduct emissions from this equipment from compliance GHGI.

| Allowed Compliance Periods |               |               |               |               |
|----------------------------|---------------|---------------|---------------|---------------|
| 2027-<br>2030 <sup>1</sup> | 2031-<br>2035 | 2036-<br>2040 | 2041-<br>2045 | 2045-<br>2050 |
| yes                        | yes           | yes           | yes           | yes           |

- Intent from stakeholders was to account for:
  - Heating capacity during extreme cold or in event of power failure
- Only take deduction when the building has electric system based on system design Questions on this proposal?



# Fossil fuel high intensity laundry equipment used in hotels and healthcare

#### **Eligible Deductions**

Any covered hotel or healthcare-related building activity type\* may deduct emissions from this equipment from compliance GHGI.

#### \*Includes hospital, nursing home, rehabilitation center, etc.

### **Allowed Compliance Periods**

| 2027-             | 2031- | 2036- | 2041- | 2045- |
|-------------------|-------|-------|-------|-------|
| 2030 <sup>1</sup> | 2035  | 2040  | 2045  | 2050  |
| yes               | yes   | yes   | no    | no    |

<sup>&</sup>lt;sup>1</sup>Option applies to benchmarking verification and/or reporting requirements during 2027-2030.

- Natural gas is the primary heating source to dry clothes and linens. Eligible models include any commercial gas dryer in a hotel or healthcare facility. Multiply total number of dryers by GHG deduction to yield annual deduction.
- Dedicated boilers for laundry provide hot water to washing machines in a hotel or healthcare facility. Multiply total dedicated boiler capacity in tons (1 Ton capacity = 12000 BTU/hour) by GHG deduction to yield the total annual deduction.



# Discussion & Questions

### Conclusion

- We will share a meeting summary to ensure notes are accurate
- Please complete this <u>short survey</u> to give your feedback
- Questions or comments? Email <u>cleanbuildings@seattle.gov</u>

# THANK YOU!

# Summary Slides of Group Discussion

See summary notes for further detail



### Categorizing process equipment in hospitals and laboratories

| Equipment that is already electrically powered           | Fossil fuel equipment with no or few electric alternatives  | Equipment covered by other deductions   |
|--|---|---|
| Imaging equipment (MRI, CT, X-Ray)                       | <ul><li>Process humidification equipment</li><li>Part of HVAC systems</li></ul>   | Commercial kitchen equipment  |
| Cold room equipment, refrigeration systems, and freezers | <ul> <li>There are alternatives: steam from electricity,<br/>but very inefficient; abiotic humidification, but</li> </ul>           | Fossil fuel laundry equipment   |
| Fans and fume hoods                                      | unproven; heat pump steam, maybe down the road  | <ul><li>Emergency backup generators</li><li>State DOH needs to approve what is</li></ul>                                |
| Miscellaneous electric (robots, lights)                  | <ul> <li>Often humidification in HVAC systems is driven<br/>by compliance requirements,<br/>NIH/IACAUC/OLAW requirements</li> </ul> | required to be on emergency power and run times needed for backup systems. If equipment uses more energy, can be        |
| Irradiation equipment                                    | <ul> <li>DNV and Joint Commission also regulate<br/>hospitals</li> </ul>  | <ul> <li>challenging</li> <li>Electrifying hospitals drives to much<br/>larger emergency power needs, 30-50%</li> </ul> |
|  | Sterilization equipment (autoclaves, high temperature instrument washers, etc.)   | increase, higher cost, more space needed  |
|  | Largest load outside of humidification  | Waste heat recovery possible  |
|  | Bench equipment (gas line e.g. for Bunsen burners)  | Fossil fuel backup heat   |



| Equipment   | Commonly used?   | High emissions?   | Few alternatives?  |
|---|--|---|--|
| Sterile processing equipment.                                       | Supports ORs. 1.6m sqft facility has 3, will be 4. 3 shifts M-F and weekends. SCRD has them at all locations | Process steam. Use is intense but intermittent - spiky peak         | Alternatives not yet proven. Expensive and challenging to move to electric steam. Sterilizers are in small spaces. Lack of redundancy, larger generator sizes, can't direct swap steam for heat pump |
| Washers   | Yes  |   | Wider array of alternatives available  |
| Vivarium Sterilizers/Washers  |  | Larger load   | Harder to find alternatives  |
| Kitchen dishwashing (carry over to restaurant exemption discussion) |  |   |  |
| Process humidification  | Used for controlling critical areas - allow procedures to take place safely.                                 | Steam has to always be ready to use, and hot enough to stay sterile | Steam systems have few viable alternatives, and current options feel unproven  |



### Details about highest priority equipment

| Equipment               | <ul> <li>Process loads (Eg. Pounds of laundry, pounds of instruments washed, etc)</li> <li>Hours of use</li> <li>Amount of energy use when running</li> <li>Spec sheet/cut sheet: hard to pull numbers we need from this, b/c sized for maximum capacity. Field measurement needed</li> </ul>  |
|-------------------------|--|
| Sterilization equipment | •Research 8 hours a day M-F (SRCD), sometimes 4 sometimes full day •Hospitals 7 days a week, 12-14 hours a day   |
| Vivarium washers        | •Research 8 hours a day M-F (SRCD), sometimes 4 sometimes full day •Not used in hospitals  |
| Process humidification  | <ul> <li>Depends on time of year, but when running, 24 hours a day. Depends on set point of space. Less use in humid summers</li> <li>30-70%, ORs 72 and 50% or 68 &amp; 60%</li> <li>Labs have 100% outside air system. Cubic feet of air</li> <li>ASHRAE guidelines for air changes is a good indicator</li> <li>DOH also has guidelines with temperatures, humidity, etc and is different from ASHRAE. More particular, and more room definitions</li> <li>Not a point source delivery - will likely serve areas besides OR. Materials stored adjacent to surgery also need humidity tolerance. SBW needs sq ft of all related rooms that need humidity maintenance as well</li> <li>NIH, ANSI Std Z9, and OLAW will give Vivarium recommendations</li> </ul> |
| Vivarium sterilizers    | •Research 8 hours a day M-F (SRCD), sometimes 4 sometimes full day •Not used in hospitals  |

