Green Rental Housing

An Initiative of the Office of Sustainability & Innovations

Zach Waas Smith March 8, 2022 Energy Commission



Getting Started

- Background
- Program Development
- Overview
- Timeline
- Ongoing Engagement



Background

In Ann Arbor...

- Buildings: two-thirds total city GHG emissions
- Rentals: 55% housing stock
- No existing initiatives to target these emissions



Background - A²ZERO Alignment

STRATEGY 3:

Significantly Improve the Energy Efficiency in our Homes, Businesses, Schools, Places of Worship, Recreational Sites, and Government Facilities

Action #8: Promote Green Rental Housing Program



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Background - A²ZERO Alignment

STRATEGY 2:

Switch our Appliances and Vehicles from Gasoline, Diesel, Propane, Coal, and Natural Gas to Electric

Action #1: Promote Home & Business Electrification



Groundwork

Rental Cohort with RMI

- Understand rental policy basics
- Review best practices

USDN & ACEEE: Rental Efficiency Learning Group

- Explore design & implementation
- Equitable Policymaking



Groundwork

Examples from Other Cities

- Milwaukee: Rental Rehabilitation Program
- Minneapolis: 4D Housing & Energy Efficiency Program
- Burlington: Minimum Rental Efficiency Standards



Ann Arbor Analysis

Existing rental stock

- ~31,500 units across ~8,500 properties
- Median year built: 1964 (dating back to 1850s)
- >50% all rental properties are single-property owners
- 40.4% self-managed; 59.6% hired manager



Task Force

- Convened mid-2021 through early 2022
- Representatives for tenant advocacy, landlord advocacy, low-income housing, Building Department
- Presentations by RMI, USDN, ACEEE
- Defined challenges & opportunities
 - How to address split incentive



Overview

Policy Elements:

- Occupant weatherization
- Appliance efficiency
 - Time of replacement upgrades
- Efficiency Pathways
 - Prescriptive or Performance
- Efficiency Disclosure



Policy Element: Occupant Weatherization



Authorizes tenants to install basic weatherization measures without penalty



- Allows tenants to improve unit comfort



Policy Element: Appliance Efficiency



- Sets a minimum standard (Energy Star) for appliances in rentals
- "Time of replacement" upgrades

Why:

- Majority of building-sourced carbon emissions come from space conditioning & water heating
- No existing standards for appliance efficiency.



Policy Element: Efficiency Checklist



- Sets an energy efficiency target for rentals
- Gives landlord choices & flexibility for compliance



- Current checklist does not include efficiency
- Equalizes expectations for tenants



Existing checklist (at a glance)

Storage 8:509,8:504

- No storage within 5' of fuel fired furnace/boiler/water heater.
- No storage on/under common area means of egress stairs in multifamily.
- No storage within 2' of ceiling.
- Storage in multifamily units must be 1 hour fire-rated rooms or sprinklered.
- Must maintain 27" aisles throughout dwelling.

Sanitation 8:508

- Dwellings must be kept in a clean and sanitary condition.
- Bathrooms, kitchens and toilet rooms must have impervious flooring.
- Sink and tub coatings must be free of rust and chips.

Security 8:503

- Must have a privacy lock (chain, hotel bar, etc) on all unit entry doors.
 - Exception: Not required for Fraternity, Sorority, ICC Co-ops and State Licensed inspected group homes.
- Must have deadbolts (1" throw) on all unit entry doors.
- Must have peephole on main unit entry door unless door has window or sidelight.
- Dowel rods (5/8") are required for all sliding windows/doors.
- Pin locks or ventilation locks are required for double hung windows.
- Window sash locks must be installed and operate properly.



Policy Element: Efficiency Disclosure



- Public access to result of rental efficiency inspection



- Empowers tenants to better understand energy costs before signing a lease
- Inspection results already publicly available



Timeline - 2021

Q1

RMI Cohort

Best Practices Research

Q2

RMI Cohort

Best Practices Research

Launch Task Force

Q3

RMI Cohort

USDN Learning Group

Task Force

Q4

USDN Learning Group

Task Force



Timeline - 2022

Q1

USDN Learning Group

Task Force Concludes

Launch Public Comment

Energy Commission Presentation

Building Department Review Q2

USDN Learning Group

Public Comment Concludes

Task Force Review

Legal Review

Q3

USDN Learning Group

Council Approval

Public Engagement

Q4

Public Engagement/
Support

Prepare for Implementation

Inspector Training

Continue Outreach



A²ZERO

Ongoing Engagement



- March 9 at 2:00
- March 15 at 6:00



- Virtual public presentations on policy recommendations
- Survey to collect feedback



THANK YOU! Questions?

Office of Sustainability & Innovations

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