Date: 7/28/2018 City: Portland, OR

#### NAHB Resolution

Title: Energy Policy Statement

Sponsor: Energy and Green Codes & Standards Subcommittee of the

Construction, Codes & Standards Committee

Submitted by: Jim Zengel

WHEREAS, the National Association of Home Builders (NAHB) has longstanding policy that advocates energy efficiency and housing affordability;

WHEREAS, NAHB has affirmed its continuing commitment to research, develop and implement cost-effective products and building techniques that reduce energy consumption and enhance housing and construction affordability;

WHEREAS, current housing finance and appraisal practices do not sufficiently recognize and allow for the financing of energy efficiency improvements;

WHEREAS, according to the last U.S. Department of Energy Information Administration study, residential buildings annually account for 21%-22% of all U.S. energy consumption and greenhouse gas emissions, yet newer homes built in the decade preceding the study accounted for only 2.52% of total energy consumption and greenhouse gas emissions, dramatically lower than the older, existing housing stock; and

WHEREAS, there are cost-effective energy-conserving features and technologies that can be incorporated into existing homes, with their cost-effectiveness verifiable under even the most conservative payback assumptions,

NOW, THEREFORE, BE IT RESOLVED that the National Association of Home Builders (NAHB), as a long-standing proponent of energy efficiency, maintain its commitment to research, development and implementation of cost-effective energy-saving products, building techniques, and financing practices for new and existing buildings.

#### BE IT FURTHER RESOLVED that NAHB:

# 1. Energy efficiency

Recognize that energy efficiency is in the best interest of the nation's economy, environment, security and energy independence in the long-term,

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and that the nation must look beyond short-term fluctuations in the cost and availability of energy in establishing energy policies and programs, and that energy-efficient design and construction of new homes, apartments, commercial and institutional buildings are also fundamental concerns of consumers and investors;

#### 2. Energy Resources

Support the environmentally sound exploration and development of all costeffective domestic energy resources;

### 3. Research and development

Support public and private research efforts to develop non-polluting renewable alternative energy technologies and practices to reduce the nation's dependence on fossil fuels;

## 4. Innovation

Advocate innovation in both the public and the private sectors as an effective means to provide for the nation's energy needs, and will continue to work with government at all levels and with private industry to remove regulatory and institutional barriers to such innovation;

## 5. Affordability

Encourage the use of energy-efficient building products and techniques that reduce energy use and increase housing affordability; and advocate energy-efficient building practices that enhance the home's value and repay initial costs through savings in net operating costs over a reasonable period of time;

#### 6. Energy-efficient lending practices

Support mortgage lending policies that recognize the value of energy efficiency and that do not negatively impact the financing of new or existing homes; NAHB supports affordable financing options for energy efficient upgrades including a liberalized debt-to-income ratios and provides down payment assistance or a lower monthly mortgage payments for home buyers;

#### 7. Home appraisals

Support appraisal practices that accurately reflect the value of investment in energy efficiency. Encourage the use of the Appraisal Institute's Residential Green and Energy Efficient Appraisal Addendum or equivalent document from an industry-accepted organization. Also, urge the housing Government-Sponsored Enterprises (GSEs) and HUD to revise the Uniform Appraisal Dataset to include information about a home's green and energy-efficient features;

### 8. Education and information dissemination

Support educational efforts that explain to builders, lenders, appraisers, and consumers the concepts of cost-effective energy efficiency and the increased

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cost of code compliance from recent code changes; and commit to provide information to the building community concerning the performance, reliability, cost-effectiveness and safety of energy-efficient systems, methods, construction techniques, and products;

## 9. Voluntary energy programs

Support efforts of industry groups and government agencies, at the national, regional and states levels that promote voluntary programs to encourage energy-efficient construction practices and demonstrate added energy efficiency and provide options to upgrade existing homes and accessory structures;

## 10. <u>Utility programs</u>

Support utility-sponsored incentive programs that encourage builders to use design practices, high-efficiency heating and cooling equipment, construction techniques, and products and materials that are energy conserving, reducing the need for additional generating capacity;

### 11. Retro-fitting for energy efficiency

Support retrofit and energy audit programs that repay initial costs through savings in operating costs, over a reasonable period of time; and urge all levels of government to recognize that programs to promote weatherization of existing housing are more effective than programs that subsidize high utility payments;

#### 12. Energy in Existing Homes

Urge Congress, state legislatures and local governments to work with public and private entities to develop and implement incentives that assist home owners of existing properties in reducing energy consumption to the extent that it is cost effective. Support and encourage the development of technologies, products, and methodologies that can assist in reducing energy usage in existing homes as long as they are affordable and cost-effective. Support streamlined approval processes to limit delays for these programs;

#### 13. Federal legislation

Oppose all federal legislation that would establish a mandatory national energy code for new non-federally-owned residential construction, and oppose all federal legislation that would require, or induce, the states to adopt an energy code that has not been demonstrated to be cost-effective and that would adversely affect affordability;

#### 14. Performance Standards

Support the inclusion of cost-effective performance-based provisions within all model energy codes and standards. Any proposed changes that will reduce limitations and increase energy code compliance will be considered by NAHB; and

# 15. Log Homes

Support the equitable treatment for log homes in energy codes.

Board of Directors Action:

APPROVED

Executive Board Action: Recommends Approval **Resolutions Committee Action:** Recommends Approval Construction, Codes & Standards Committee Action: Recommends Approval Housing Finance Committee Action: Recommends Approval **Custom Home Builders Committee Action:** Recommends Approval Building Systems Council Board of Trustees Action: Recommends Approval State & Local Government Affairs Committee Action: Recommends Approval NAHB Remodelers Board of Trustees Action: Recommends Approval Single Family Builders Committee Action: Recommends Approval **Environmental Issues Committee Action:** Recommends Approval Federal Governmental Affairs Committee Action: Recommends Approval Multifamily Council Board of Trustees Action: Recommends Approval

of the Environmental Issues Committee Action: Recommends Approval

Energy and Green Codes & Standards Subcommittee

Sustainability & Green Building Subcommittee

of the Construction, Codes & Standards Committee Action: Recommends Approval