

Preliminary

Consolidated Fiscal Note

2021-2022 Legislative Session

HF3084 - 2A - Energy Provisions in State-Owned Buildings

Chief Author: **Patty Acomb**
 Committee: **State Government Finance and Policy**
 Date Completed:
 Lead Agency: **Administration Dept**
 Other Agencies:
 Commerce Dept

| State Fiscal Impact | Yes | No |
|---------------------------|-----|----|
| Expenditures | | X |
| Fee/Departmental Earnings | | X |
| Tax Revenue | | X |
| Information Technology | | X |
| Local Fiscal Impact | | X |

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

| State Cost (Savings) | Biennium | | | Biennium | | |
|----------------------|-----------------------|--------|--------|----------|--------|--------|
| | Dollars in Thousands | FY2021 | FY2022 | FY2023 | FY2024 | FY2025 |
| State Total | | | | | | |
| | Total | - | - | - | - | - |
| | Biennial Total | | | - | | - |

| Full Time Equivalent Positions (FTE) | Biennium | | | Biennium | |
|--------------------------------------|--------------|--------|--------|----------|--------|
| | FY2021 | FY2022 | FY2023 | FY2024 | FY2025 |
| | Total | - | - | - | - |

Lead LBO Analyst's Comment

LBO Signature: Date:
 Phone: Email:

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State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

| State Cost (Savings) = 1-2 | | Biennium | | | Biennium | |
|--|--|-----------------|--------|--------|-----------------|--------|
| Dollars in Thousands | | FY2021 | FY2022 | FY2023 | FY2024 | FY2025 |
| Total | | - | - | - | - | - |
| Biennial Total | | | | - | | - |
| 1 - Expenditures, Absorbed Costs*, Transfers Out* | | | | | | |
| Total | | - | - | - | - | - |
| Biennial Total | | | | - | | - |
| 2 - Revenues, Transfers In* | | | | | | |
| Total | | - | - | - | - | - |
| Biennial Total | | | | - | | - |

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Fiscal Note

2021-2022 Legislative Session

HF3084 - 2A - Energy Provisions in State-Owned Buildings

Chief Author: **Patty Acomb**
 Committee: **State Government Finance and Policy**
 Date Completed:
 Agency: Administration Dept

| State Fiscal Impact | Yes | No |
|---------------------------|-----|----|
| Expenditures | | X |
| Fee/Departmental Earnings | | X |
| Tax Revenue | | X |
| Information Technology | | X |
| Local Fiscal Impact | | X |

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

| State Cost (Savings) | Biennium | | | Biennium | | |
|-----------------------|----------------------|--------|--------|----------|--------|--------|
| | Dollars in Thousands | FY2021 | FY2022 | FY2023 | FY2024 | FY2025 |
| Total | - | - | - | - | - | - |
| Biennial Total | | | - | | | - |

| Full Time Equivalent Positions (FTE) | Biennium | | | Biennium | | |
|--------------------------------------|----------------------|--------|--------|----------|--------|--------|
| | Dollars in Thousands | FY2021 | FY2022 | FY2023 | FY2024 | FY2025 |
| Total | - | - | - | - | - | - |

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature: Joel Enders **Date:** 3/24/2022 3:01:55 PM
Phone: 651-284-6542 **Email:** joel.enders@lbo.mn.gov

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State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

| State Cost (Savings) = 1-2 | | Biennium | | | Biennium | |
|--|--------|----------|--------|--------|----------|---|
| Dollars in Thousands | FY2021 | FY2022 | FY2023 | FY2024 | FY2025 | |
| Total | - | - | - | - | - | - |
| Biennial Total | | | - | | | - |
| 1 - Expenditures, Absorbed Costs*, Transfers Out* | | | | | | |
| Total | - | - | - | - | - | - |
| Biennial Total | | | - | | | - |
| 2 - Revenues, Transfers In* | | | | | | |
| Total | - | - | - | - | - | - |
| Biennial Total | | | - | | | - |

Bill Description

Section 1 amends M.S. 16B.32, Subd. 1 to provide broader flexibility for utilizing cost-effective renewable energy sources for meeting SB2030 energy performance standards on projects subject to M.S. 16B.325.

A new requirement is added for commissioners of administration and commerce to review compliance of buildings designs and plans subject to Sustainable Building 2030 performance standards and make recommendations to the legislature as necessary to ensure those performance standards are met.

In addition, definitions are added for “energy efficiency”, “renewable energy”, and “solar thermal energy systems”.

Section 2 establishes that the total aggregate nameplate capacity of all renewable energy sources utilized to meet Sustainable Building 2030 performance standards in a state-owned building or facility may not exceed 120% percent of the average annual electric energy consumption of the state-owned building or facility.

Section 3 repeals M.S.16B.323, subd. 1 & 2 and M.S.16B.326.

Assumptions

This note assumes that utilizing the existing funding source, under its contract with the Commissioner of Administration for administering the B3 program, the University of Minnesota Center for Sustainable Building Research will conduct the review for compliance with Sustainable Building 2030 performance standards, required under the bill, on behalf of the Commissioners of Administration and Commerce.

Expenditure and/or Revenue Formula

Long-Term Fiscal Considerations

Local Fiscal Impact

References/Sources

Agency Contact: Wayne Waslaski 651.201.2548

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Agency Fiscal Note Coordinator Signature: Bruce Lemke

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Fiscal Note

2021-2022 Legislative Session

HF3084 - 2A - Energy Provisions in State-Owned Buildings

Chief Author: **Patty Acomb**
 Committee: **State Government Finance and Policy**
 Date Completed:
 Agency: **Commerce Dept**

| State Fiscal Impact | Yes | No |
|---------------------------|-----|----|
| Expenditures | | X |
| Fee/Departmental Earnings | | X |
| Tax Revenue | | X |
| Information Technology | | X |
| Local Fiscal Impact | | X |

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

| State Cost (Savings) | Biennium | | | Biennium | | |
|-----------------------|----------------------|--------|--------|----------|--------|--------|
| | Dollars in Thousands | FY2021 | FY2022 | FY2023 | FY2024 | FY2025 |
| Total | - | - | - | - | - | - |
| Biennial Total | | | - | | | - |

| Full Time Equivalent Positions (FTE) | Biennium | | | Biennium | |
|--------------------------------------|----------|--------|--------|----------|--------|
| | FY2021 | FY2022 | FY2023 | FY2024 | FY2025 |
| Total | - | - | - | - | - |

LBO Analyst's Comment

LBO Signature: **Date:**
 Phone: **Email:**

Preliminary

State Cost (Savings) Calculation Details

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*Transfers In/Out and Absorbed Costs are only displayed when reported.

| State Cost (Savings) = 1-2 Dollars in Thousands | Biennium | | | Biennium | |
|--|----------|--------|--------|----------|--------|
| | FY2021 | FY2022 | FY2023 | FY2024 | FY2025 |
| Total | - | - | - | - | - |
| Biennial Total | | | - | | - |
| 1 - Expenditures, Absorbed Costs*, Transfers Out* | | | | | |
| Total | - | - | - | - | - |
| Biennial Total | | | - | | - |
| 2 - Revenues, Transfers In* | | | | | |
| Total | - | - | - | - | - |
| Biennial Total | | | - | | - |

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A new requirement is added for commissioners of administration and commerce to review compliance of buildings designs and plans subject to Sustainable Building 2030 performance standards and make recommendations to the legislature as necessary to ensure those performance standards are met.

In addition, definitions are added for “energy efficiency”, “renewable energy”, and “solar thermal energy systems”.

Section 2 amends M.S. 16B.32 Subd. 1a, establishing that the total aggregate nameplate capacity of all renewable energy sources utilized to meet Sustainable Building 2030 performance standards in a state-owned building or facility may not exceed 120% percent of the average annual electric energy consumption of the state-owned building or facility.

Section 3 repeals M.S.16B.323, subd. 1 & 2 and M.S.16B.326.

Assumptions

HF3084-2A does not modify our current efforts in this area and therefore has no fiscal impact on the Department.

Expenditure and/or Revenue Formula

N/A

Long-Term Fiscal Considerations

Local Fiscal Impact

References/Sources

Agency Contact:

Agency Fiscal Note Coordinator Signature: Amy Trumper

Date: 3/24/2022 11:47:18 AM

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