

# Commercial Real Estate & Hospitality Sector Meeting

Moderators: Jake Dowling, JDM Associates, Jen Singer, ICF May 7<sup>th</sup>, 2014



### Agenda

- 4:00 Welcome & Introduction from Account Managers
- 4:05 BBA Housekeeping
  - New Fall Sector-wide Call
  - Outgoing/Incoming Steering Committee
  - New BBC Implementation Models
  - Website Highlighted Activities
- 4:15 Member Introductions
- 4:30 Facilitated Discussion on Industry Trends
- 4:50 Summit Sessions of Interest
- 5:00 Adjourn





# Better Buildings Alliance Programmatic Updates

- New schedule for meetings: There will be one sector-wide call per year and two Steering Committee calls. The first sector-wide call will be in Fall 2014.
- Contact Jen or Jake if you are interested in joining the sector Steering Committee
- See the Commercial Real Estate & Hospitality sector webpage for resources and updates on activities: <a href="http://www4.eere.energy.gov/alliance/sectors/private/commercial-real-estate-hospitality">http://www4.eere.energy.gov/alliance/sectors/private/commercial-real-estate-hospitality</a>
- New Better Buildings Challenge <u>Implementation Models</u> are being created continuously. Sector relevant Implementation Models:
  - HEI Hotels & Resorts: "Chasing Quarters with Energy Set-Points"
  - Prologis: "Accessing Tenant Utility Data in Triple-Net Leased Buildings"
  - Shorenstein Properties LLC: "Student Fellowships To Kickstart In-House Energy Programs"
  - The Tower Companies: <u>"Leveraging Green Leases to Reduce Energy and Water Use"</u>
- All session presentations will be available online following the Summit



Technology Solutions Teams
Energy Management & Information
Systems, Food Service, Laboratories,
Lighting & Electrical, Plug & Process
Loads, Space Conditioning,
Refrigeration



Market Solutions Teams
Financing, Leasing & Split Incentive,
Data Access, Workforce Development,
Appraisals & Valuation



Public Sector Teams

Energy Savings Performance Contracts,
Community Strategic Energy Planning,
Finance Strategies, Data Management
Approaches





## BBC Implementation Model: HEI Hotels & Resorts

### **HEI HOTELS & RESORTS**



### Implementation Model: Chasing Quarters With Energy Set-Points

#### ORGANIZATION TYPE

Hospitality

#### BARRIER

Lack of standard operating procedure for key energy set-points for HVAC systems, Domestic Hot Water and Food & Beverage areas at managed properties

#### SOLUTION

Partner with chief engineers and hotel department heads at each facility to develop and certify building-specific temperature set-points

Implement portfolio-wide standard operating procedures for set-point maintenance

#### OUTCOME

Realize energy and cost savings without comprising guest comfort

### BBC Implementation Model: Prologis



## Implementation Model: Accessing Tenant Utility Data In Triple-Net Leased Buildings

#### ORGANIZATION TYPE

Commercial Real Estate

#### BARRIER

Lack of access to tenant utility data in triple-net leased buildings

#### SOLUTION

Depending on property location:

- A clause in tenant lease language requiring utility data to be shared at the landlord's request; or
- 2. A utility authorization step added to the tenant move-in process
- 3. Coordination with local utilities to access whole-building data

#### OUTCOME

By gaining visibility into whole building energy consumption, Prologis can enhance its collaboration with customers to improve building energy efficiency and address energy disclosure regulations

## BBC Implementation Model: The Tower Companies

### THE TOWER COMPANIES



Photography by Ron Blur

### Implementation Model: Leveraging Green Leases To Reduce Energy And Water Use

#### ORGANIZATION TYPE

Commercial Office and Residential Real Estate

#### BARRIER

- · Limited access to energy use data in commercial leased space
- · Limited control over energy use and plug load within leased space

#### SOLUTION

Inclusion of green appendix in standard lease agreement offered to new and renewing tenants.

#### OUTCOME

- More complete portfolio-wide energy benchmarking thanks to tenant energy use reporting
- Reduced energy and water use in tenant spaces across commercial portfolio

# BBC Implementation Model: Shorenstein Properties, LLC

### SHORENSTEIN



### Implementation Model: Student Fellowships To Kickstart In-house Energy Programs

#### ORGANIZATION TYPE

Commercial Real Estate Management

#### BARRIER

No dedicated position for coordinating energy efficiency and sustainability initiatives across the real estate portfolio

#### SOLUTION

Annual summer fellowship program provides analytic and strategic support to accelerate energy efficiency investment and communicate the value of sustainable investments

#### OUTCOME

Momentum and value of fellowship program drove creation of a full-time Sustainability Program Manager position and formal sustainability program at the company, with associated initiatives contributing to significant portfolio-wide energy use reduction

### Welcome Better Buildings Alliance Members!

71 organizations

7 billion square feet

12 Better Buildings Challenge **Partners** 

**AtSite** Bank of America Big Rock Partners Calvert Group Cassidy Turley CBRE **CC** Frost Properties Colliers International Community Services Agency & **Development Corporation** 

**Core Properties** Corporate Office Properties Trust Rosemont Realty

Cox Enterprises

Cushman & Wakefield Dacra Development

Denver West **Edens & Avant** 

First Potomac Realty Trust

Forest City Enterprises, Inc.

Glenborough Green Leaf Inn H&R Block

HAL Real Estate Investments

**Hilton Worldwide** 

Hines **Hyatt Hotels** IBM

**InterContinental Hotels Group** Jones Lang LaSalle

Kilroy Realty Kimco Realty Liberty Property Trust Living City Block **Marriott International** 

MC Realty Group Mesa Lane Partners

MGM Resorts International

Newmark Grubb Knight Frank Global Corporate Services

Opus

**Parmenter Realty Partners** 

Principal Real Estate Investors

**Prologis** 

Prudential Financial **Regency Centers** 

RREEF Real Estate

Ryan Companies US Saunders Hotel Group Schaad Companies Sharpe Properties Group, LLC Simon Property Group, Inc. Stream Realty Partners, L.P. Sunset Development Company The IBG Companies The Malcom Bryant Corp.

The PNC Financial Services Group

The Related Companies, L.P. The Walt Disney Co. The Westfield Group **Tishman Speyer Properties** 

**Transwestern** 

Twentieth Century Fox Film Corp. **USAA Real Estate Company** 

U.S. General Services Administration

U.S. Navy CNIC Facilities and

Acquisitions Vornado Realty Trust Webster Development, LLC Winstanley Enterprises Wright Runstad & Co. Wyndham Worldwide

**Affiliated Organizations** 

American Hotel & Lodging Association American Society of Heating,

> Refrigerating, and Air-**Conditioning Engineers** (ASHRAE)

**BOMA** International Green Parking Council Green Sports Alliance

Illuminating Engineering Society of North America (IES)

International Facility Management Association (IFMA)

International Council of Shopping Centers

Institute for Market Transformation NAIOP (Commercial Real Estate

Development Association)

National Association of Real Estate **Investment Trusts (NAREIT)** National Multi Housing Council

Sustainability Roundtable Inc.

The Bullitt Foundation

The Real Estate Roundtable

Members in Bold have taken the Better Buildings Challeng

# Let's have a little fun with space densification







## Comfort and satisfaction of your tenants – the customers







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## Comfort and satisfaction of your tenants – the customers







### **Industry Trends**

- Aging Workforce
- Workforce Training
- Workplace Densification
- Voluntary Reporting
- Data Access
- Tenant and Occupant Engagement
- Others?





### Summit Sessions of Interest: Thursday

- 9:45 Using Whole-building Data for Decision-making (Columbia 3)
  - A Lot with a Little: Leveraging Outside Resources to Augment Your Energy Management Program (Fairchild)
- 11:15 Putting Green Leasing into Practice (Columbia 3)
  - Myth-busting Deep Energy Retrofits: Why a Whole Building Approach is Right for Your Building (Columbia 1+2)
- 1:30 Tying Energy Efficiency to Compensation and Performance Reviews (Columbia 4)
  - Energy Data Access: Helping Building Owners Obtain Whole-Building Energy Data (Columbia 1-2)
- 3:30 Getting Traction in Market Transactions (Fairchild)
  - Getting to Zero: The How (and Why) of Net Zero Energy Buildings (Columbia 1+2)



