

# The Full Benefits of Green Schools

NYC Green Buildings Salon

February 9, 2006

Jeff Perlman



[www.brightpower.biz](http://www.brightpower.biz)

*The original report was produced by*



[www.cap-e.com](http://www.cap-e.com)

*for*



[www.masstech.org](http://www.masstech.org)

# National Review of Green Schools: Costs, Benefits, and Implications for Massachusetts For the Massachusetts Technology Collaborative November 2005



**Principal Author:** Greg Kats  
**Contributing Author:** Jeff Perlman  
**Contributing Researcher:** Sachin Jamadagni

**A Capital E Report**

# Assumptions

- Typical School
  - \$25 million, 125,000 ft<sup>2</sup> school built for 900 students
- Term: 20 years NC, 15 years retrofit
  - Inflation: 2%
  - Discount rate: 5% real
- Energy Prices:
  - Electricity: \$0.15 kWh
  - Heating oil: \$2.50/gallon
  - Natural gas: \$1.50/therm
  - Annual Increase: 4% per year

# Point Achievements for Green Schools Under Different Green Building Standards

	Possible MA-CHPS Points	MA-CHPS Average (16 schools)	Possible LEED Points	LEED Average (10 schools)	Possible WSS Points	WSS Average (2 schools)
<b>SITE</b>	14	7.8	14	6.5	16	10.7
<b>WATER</b>	7	2.6	5	3.4	6	3.0
<b>ENERGY</b>	27	8.6	17	7.2	20	9.3
<b>MATERIALS</b>	11	2.3	13	6.3	17	6.3
<b>IEQ</b>	24	10.6	15	10.1	21	14.0
<b>EXTRA CREDIT</b>	13	3.4	5	4.1	8	3.7
<b>TOTAL</b>	<b>96</b>	<b>35.3</b>	<b>69</b>	<b>37.6</b>	<b>88</b>	<b>47.0</b>

# “Hard” Benefits of Green Schools

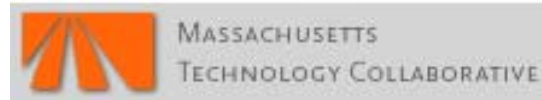
- Direct Energy Cost Savings (~33%)
- Indirect Energy Savings (price impact)
  - Value: 50% of Direct Energy Cost Savings
- Emissions Reduction (energy)
  - NO<sub>x</sub>, SO<sub>2</sub>, CO<sub>2</sub>, PM<sub>10</sub>, Hg
- Water/Wastewater Efficiency
  - Indoor Low-flow Plumbing, Landscaping, Rainwater Catchment
  - Reduced water/sewer expenditures (~32%)
  - Avoided societal costs of increasing capacity
- Waste Reduction
  - New MA laws require all construction to meet strict low waste standards

# Analysis: 12 MA Schools

<i>School</i>	<i>State</i>	<i>Year Complete</i>	<i>2005 MA-CHPS</i>	<i>LEED Score</i>	<i>Cost Premium</i>	<i>Energy Savings</i>	<i>Water Savings</i>
Ashland High School*	MA	2005	19		1.91%	29%	
Berkshire Hills Regional Middle School*	MA	2004	27		3.99%	34%	0%
Blackstone Valley Regional Vocational Technical High School*	MA	2005	27		0.91%	32%	12%
Michael E. Capuano Early Childhood Center	MA	2003		26	3.60%	41%	
Crocker Farm School	MA	2001	37		1.07%	32%	62%
Danvers—Holten-Richmond Middle School*	MA	2005	25		3.79%	23%	7%
Dedham Middle School*	MA	2006	32		2.89%	29%	78%
Newton South High School	MA			32	1.36%	20%	20%
Melrose Middle School*	MA		36		2.02%	29%	35%
Whitman-Hanson Regional High School*	MA	2005	35		1.50%	35%	38%
Williamstown Elementary School	MA	2002	37		0.00%	31%	
Woburn High School*	MA	2006	32		3.07%	30%	50%
<b>AVERAGE</b>			<b>30</b>	<b>29</b>	<b>2.18%</b>	<b>30.4%</b>	<b>33.6%</b>

# Analysis: 18 non-MA Schools

<i>Name</i>	<i>State</i>	<i>Year Complete</i>	<i>2005 MA-CHPS</i>	<i>LEED Score</i>	<i>LEED Level</i>	<i>Cost Premium</i>	<i>Energy Savings</i>	<i>Water Savings</i>
Ash Creek Intermediate School	OR	2002				0.00%	30%	20%
Canby Middle School	OR	2006		40	3-GOLD	0.00%	47%	30%
Clackamas	OR	2002		33		0.30%	38%	20%
Clearview Elementary	PA	2002	49	42	3-GOLD	1.30%	59%	39%
C-TEC	OH	2006	35	38	2-SILVER	0.53%	23%	45%
The Dalles Middle School	OR	2002			2-SILVER	0.50%	50%	20%
Lincoln Heights Elementary School	WA	2006			2-SILVER		30%	20%
Model Green School	IL	2004		34	2-SILVER	0.99%	30%	20%
Prairie Crossing Charter School	IL	2004		34	2-SILVER	3.00%	48%	16%
Punahou School	HI	2004		43	3-GOLD	6.27%	43%	50%
Third Creek Elementary	NC	2002		39	3-GOLD	1.52%	26%	63%
Twin Valley Elementary	PA	2004	41	35	2-SILVER	1.50%	49%	42%
Summerfield Elementary School	NJ	2006	42	44	3-GOLD	0.78%	32%	35%
Washington Middle School	WA	2006		40	3-GOLD	3.03%	25%	40%
Willow School Phase 1	NJ	2003		39	3-GOLD		25%	34%
Woodward Academy Classroom	GA	2002		34	2-SILVER	0.00%	31%	23%
Woodward Academy Dining	GA	2003		27	1-CERTIFIED	0.10%	23%	25%
Wrightsville Elementary School	PA	2003		38	2-SILVER	0.40%	30%	23%
<b>AVERAGE</b>			<b>41.8</b>	<b>37.3</b>		<b>1.26%</b>	<b>35.5%</b>	<b>31.9%</b>

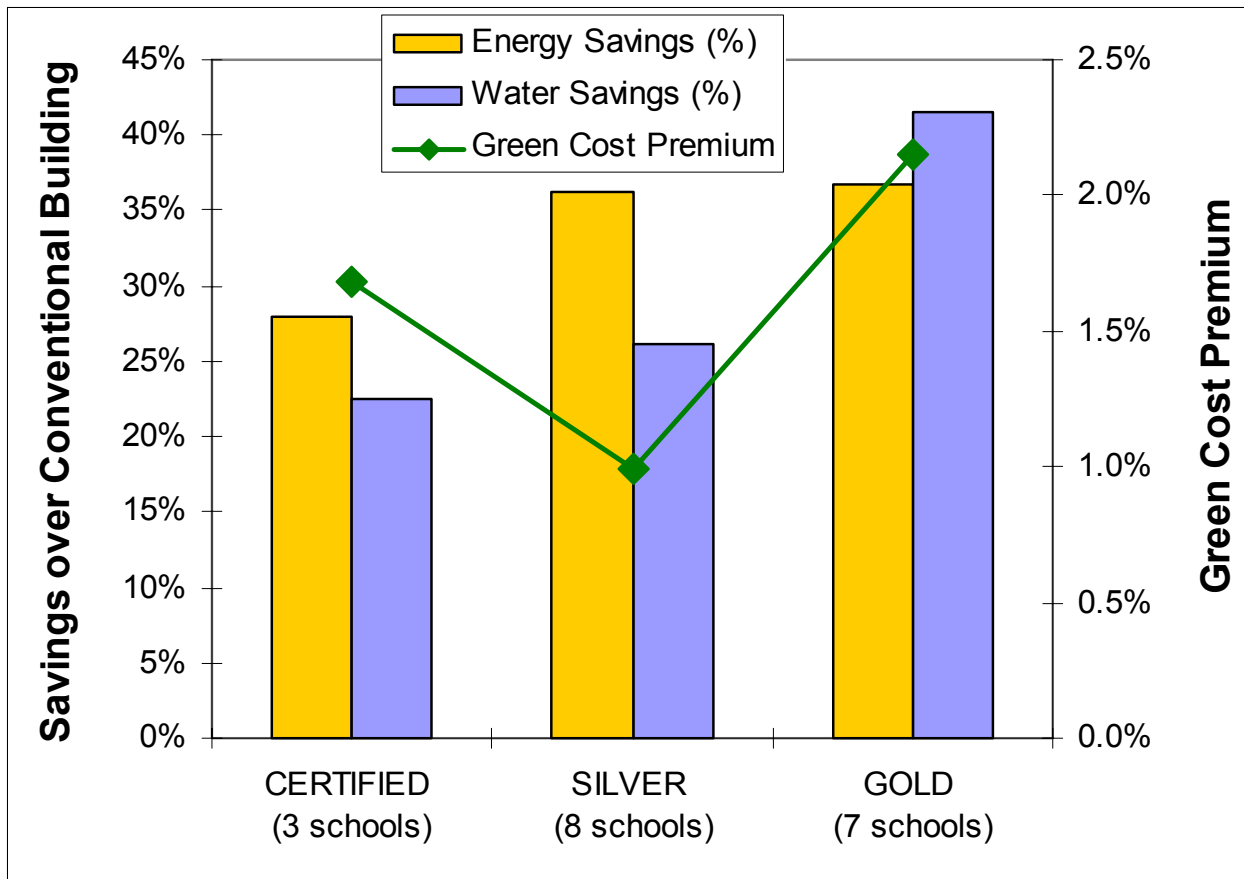


# Summary of Findings for Green Schools

	<b><i>Cost Premium</i></b>	<b><i>Energy Savings</i></b>	<b><i>Water Savings</i></b>
<b><i>Average of 12 MA Schools</i></b>	2.18%	30.4%	33.6%
<b><i>Average of all 30 Schools</i></b>	1.65%	33.4%	32.1%



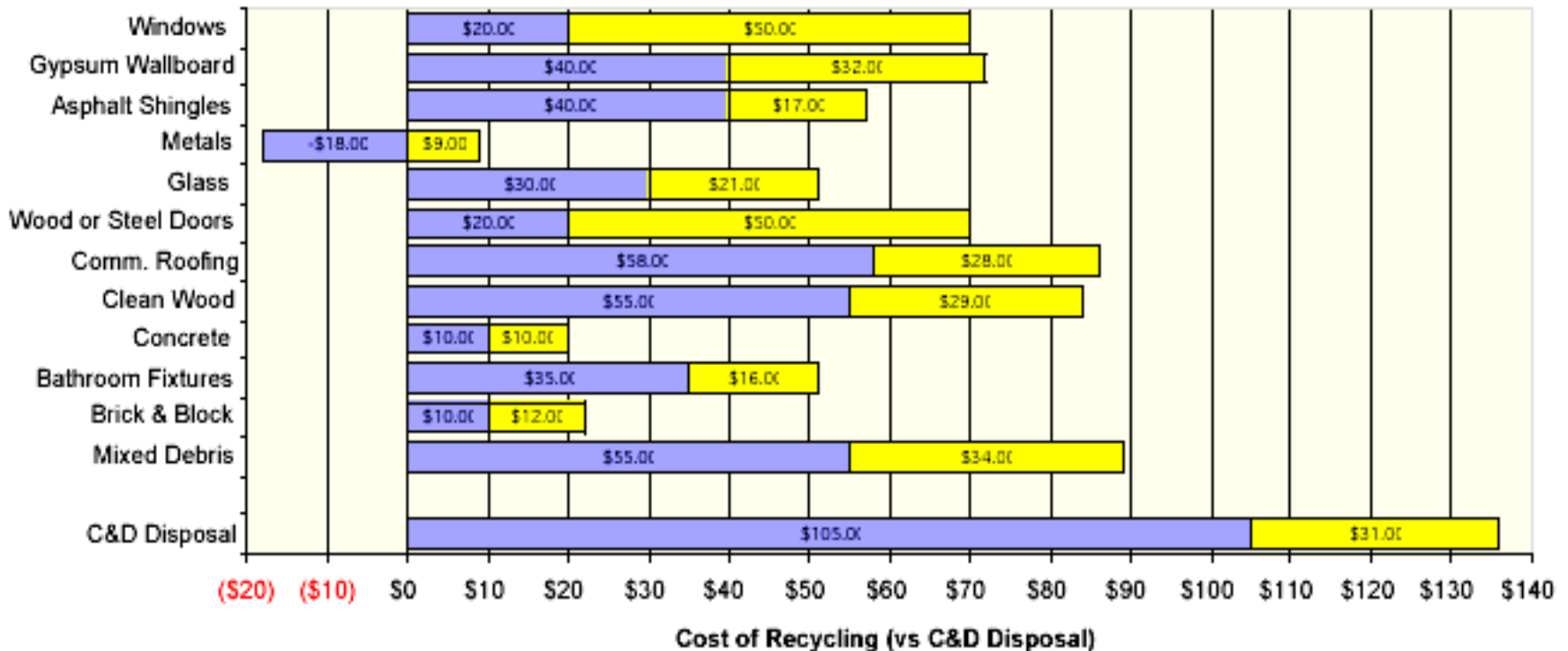
# Green School Cost Premium and Performance vs. LEED Level



# Energy Costs are typically

- 2-4% of school district budgets
- 16% of “manageable costs”

# The Cost of Recycling vs Disposal of C&D Wastes (Boston area)



Tip Fee Per Ton Transportation Fee Per Ton

Source: The Institution Recycling Network, 2005

# Health & Learning Benefits of Green Schools

Enhanced Indoor Air Quality

Increased Learning, Productivity & Performance (3%)

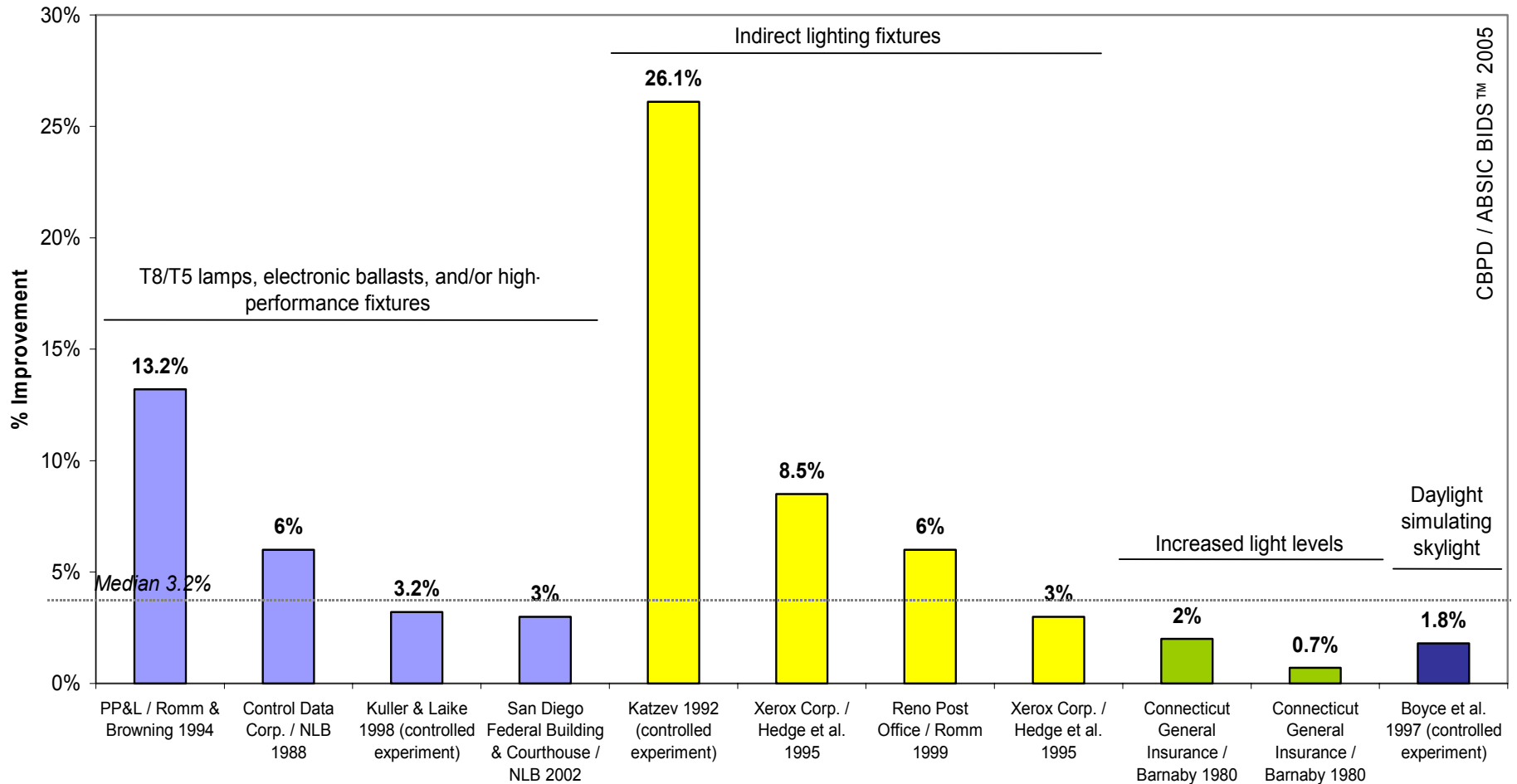
Increased Future Earnings of Students (1.4%)

Reduced Asthma (25%)

Reduced Colds and Flu (15%)

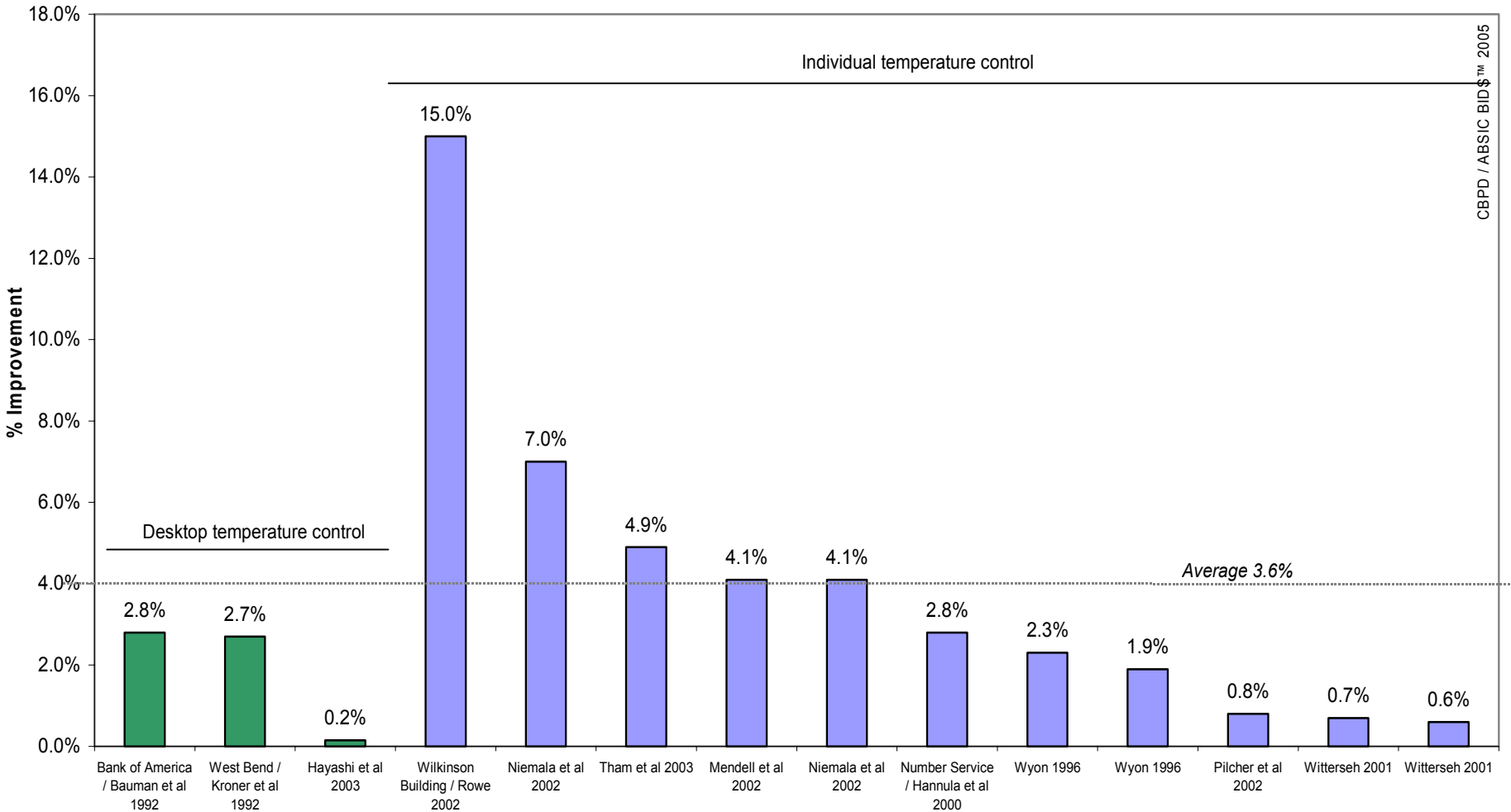
Reduced Teacher Turnover (3%)

# Productivity Gains from High Performance Lighting Systems



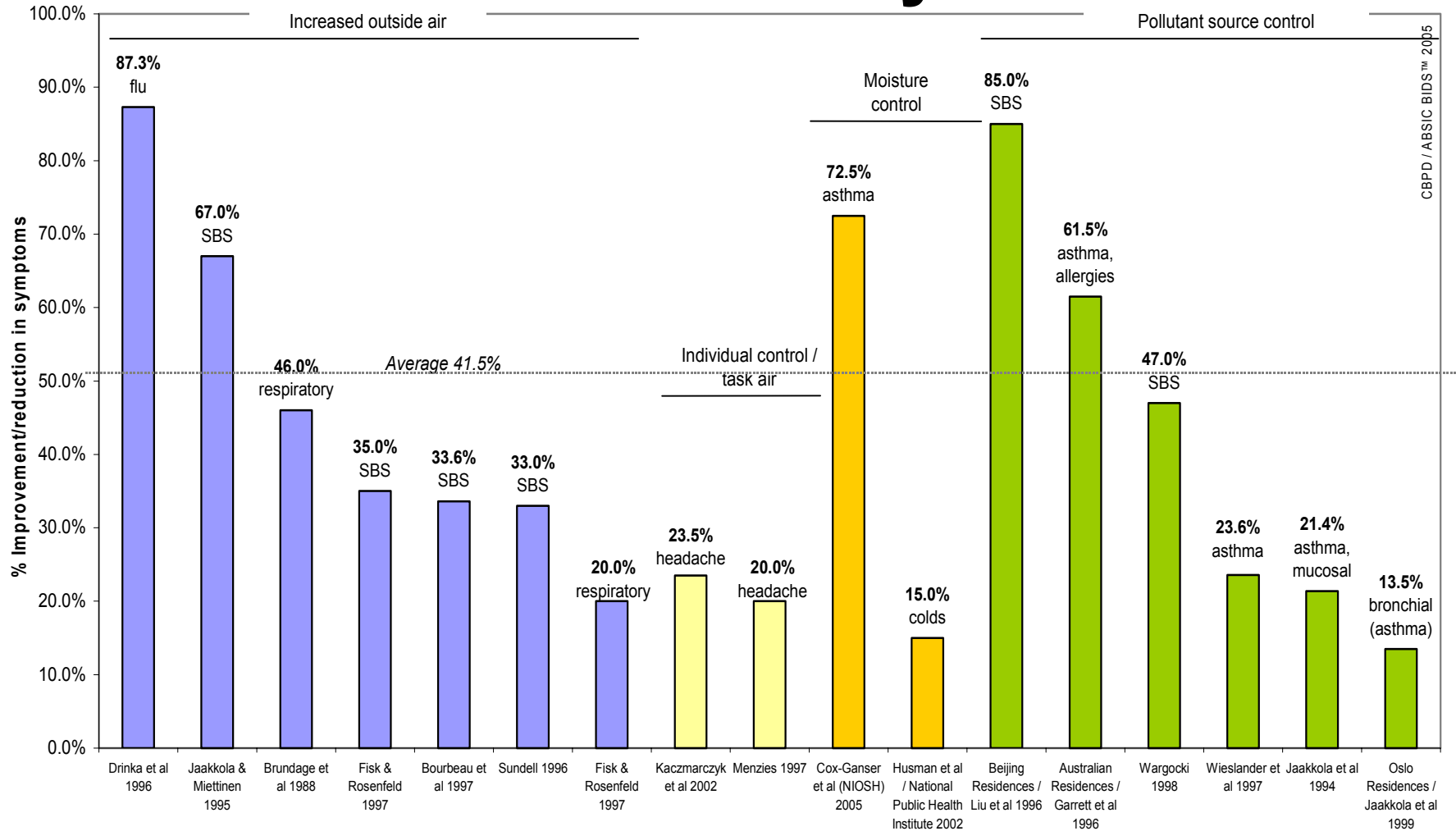
Source: Carnegie Mellon University Center for Building Performance, 2005

# Productivity Gains from Improved Temperature Control



Source: Carnegie Mellon University Center for Building Performance, 2005

# Health Gains from Improved Indoor Air Quality



Source: Carnegie Mellon University Center for Building Performance, 2005

# Learning Increase Examples

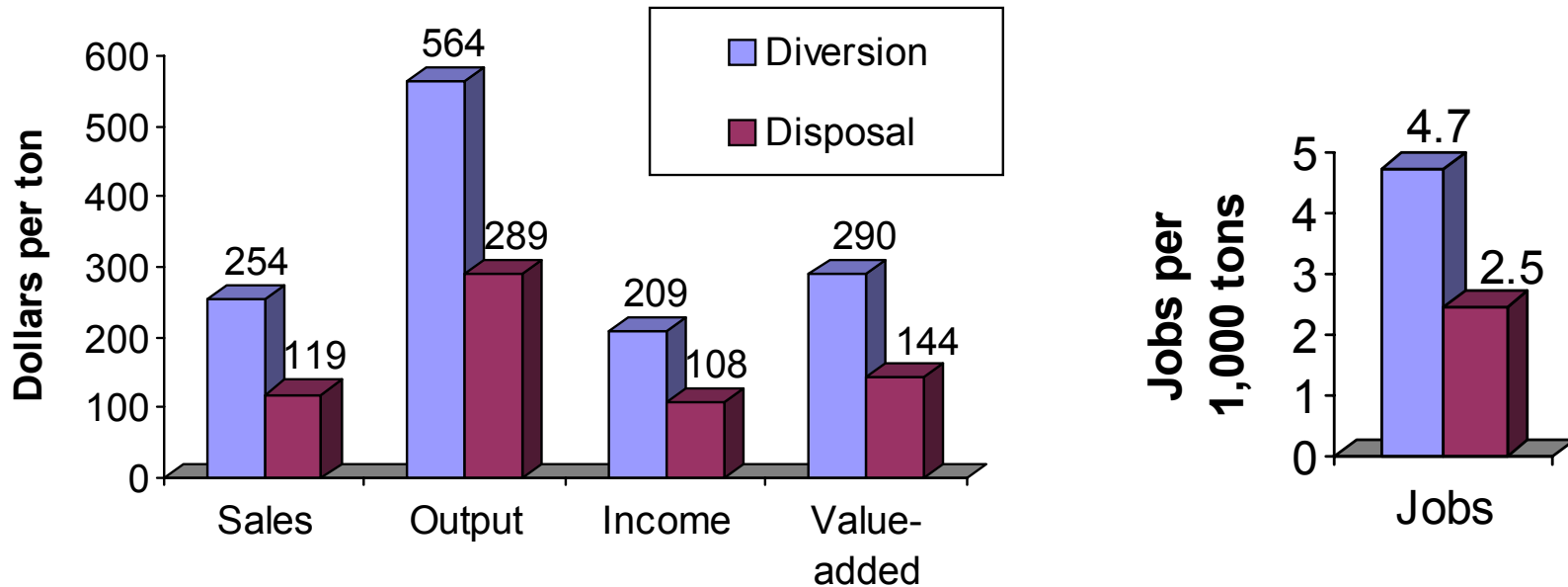
- Illinois – 5% increase in attendance
- Ash Creek, OR – 15% reduced absenteeism
- Washington DC – 3-4% higher test scores
- Third Creek Elementary, NC – from 60% to 80% of students on grade level in math and reading
- Clearview Elementary, PA – 19% increase in reading scores



# Employment Benefits of Green Schools

- Energy Efficiency
  - 3 short term jobs, one long term job per school
- Renewable Energy
  - More labor intensive, less polluting
- Waste Diversion
  - Recycling creates nearly 2x more jobs than waste disposal

# Job Impacts of Waste Diversion



Source: Goldman and Ogishi, April 2001

# Benefits not Quantified

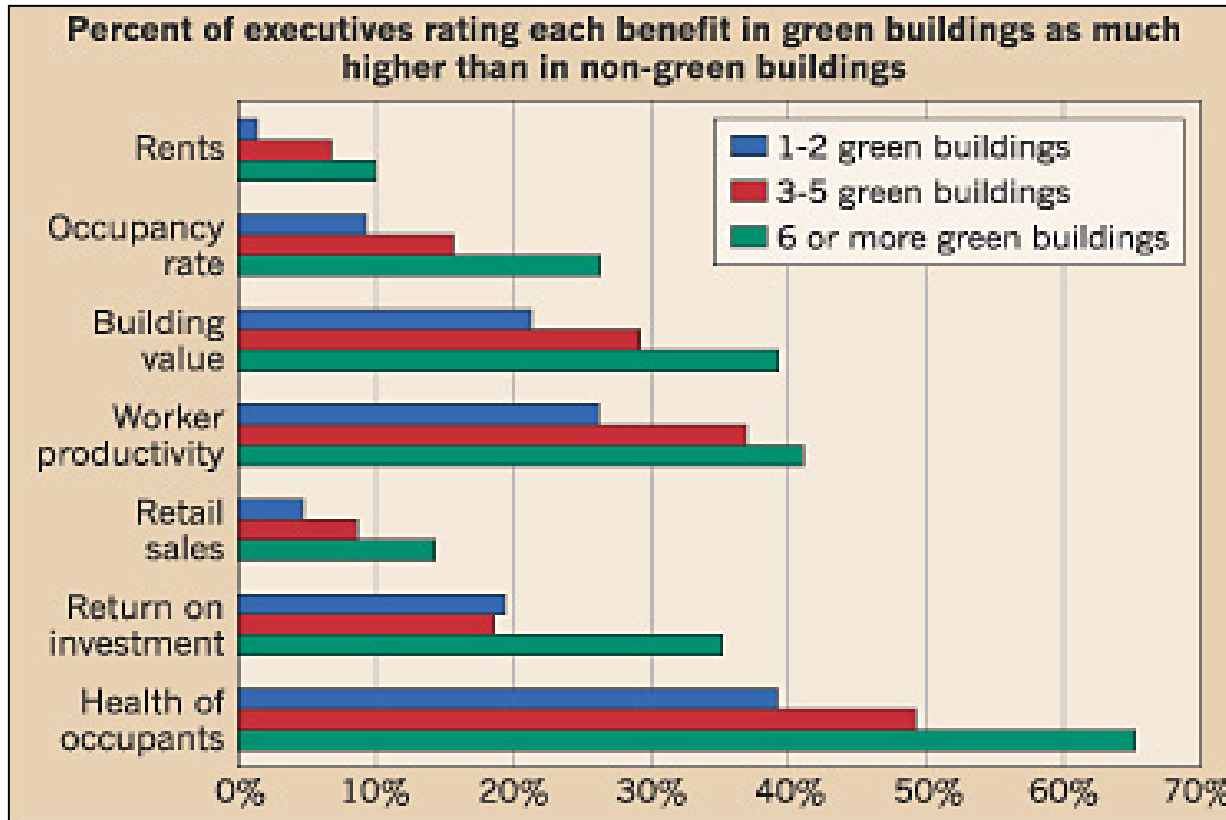
- Reduced Teacher Sick Days
- Heat Island Reduction
- Lower Operations and Maintenance (O&M) Costs
- Enhancement of generating system reliability and improved power quality
- Insurance and risk related benefits
- Improving Equity and Addressing Spiritual Values
- Educational enrichment as an aspect of greener, healthier facilities

# The Financial Benefits of Green School Design (\$/ft<sup>2</sup>)

Energy	\$14
Emissions	\$1
Water & Wastewater	\$1
Increased Earnings	\$37
Asthma Reduction	\$4
Teacher Retention	\$4
Employment Impact	\$3
<b>TOTAL NPV</b>	<b>\$68</b>
<b>Costs of Green Design</b>	<b>\$4</b>
<b>NET FINANCIAL BENEFITS</b>	<b>\$60-\$70</b>



# Executives' Views of Green Buildings by Number of Buildings



Source: Turner Construction Survey, 09/04



# Greening NYC Schools

---

- Challenges
  - Energy Purchase Disconnect (DCAS)
  - NYSERDA Ineligibility
- Opportunities
  - Local Law 86
  - NYPA Financing
  - New AND Existing Buildings



# Suggestions for NYC Schools

---

- Create NYC-CHPS
  - LEED Certified is not sufficient
- Go for the simple stuff
  - Lighting
  - HVAC
- Integrate Green Aspects into the Curriculum
  - Solar PV
  - Water use
  - Energy Monitoring



# And don't forget to:

---

- **Put Energy and Water costs on the Balance Sheet for each building!**
  - This goes for all city agencies. A financial incentive to save goes a long way.





# Contact Information

---

Jeff Perlman

President, Bright Power Inc.

37 W. 28<sup>th</sup> St. – 12<sup>th</sup> Floor

New York, NY 10001

212-803-5868

[jperlman@brightpower.biz](mailto:jperlman@brightpower.biz)

[www.brightpower.biz](http://www.brightpower.biz)

Capital E

[www.cap-e.com](http://www.cap-e.com)