



MEMORANDUM

June 8, 2009

TO:

City of Franklin Board of Mayor and Aldermen

FROM:

Eric Stuckey, City Administrator

Vernon Gerth, Assistant City Administrator

Catherine Powers, Director of Planning and Sustainability

Andrew Orr, Sustainability/Grants Coordinator

SUBJECT:

Resolution Adopting LEED Silver for New Municipal Projects

Purpose

The purpose of this memo is to provide information to the Board of Mayor and Aldermen (BOMA) regarding a policy for new municipal construction and renovation projects to achieve LEED Silver Certification.

Background

LEED, the "Leadership in Energy and Environmental Design" Green Building Rating System, is the nationally accepted standard for designing, constructing, and certifying sustainable buildings. LEED covers many different types of buildings and was created to establish a standard of measurement for energy efficient and environmentally principled projects. The LEED rating system encourages the design and construction of buildings achieve higher levels of sustainability than currently practiced. As a result, LEED has served as a primary instrument for sustainability and also has raised awareness for the need of lower impact buildings, since its inception.

Sustainable Building practices should be realized as part of a continuum of sustainable development. LEED Certified buildings serve as a component in the greater sustainability equation. Both the Sustainable Community Action Plan and the Municipal Services Action Plan call for the City of Franklin to pursue LEED Certification for new municipal building projects. Many communities throughout the country and internationally have approved similar municipal policies for LEED Certification.

As of June 2010, Franklin does not have any LEED *Certified* buildings, but eighteen buildings are LEED *Registered* with the USGBC, meaning that certification is in process but not finalized.

The Sustainability Commission debated the merits of constructing and renovating buildings to a LEED standard but foregoing the certification and commissioning process. After a thorough discussion, the Sustainability Commission unanimously decided certification and commissioning was a meaningful and worthwhile investment for several reasons including accountability, the need for third party verification because the City does not have the ability to assure the structure meets LEED standards, the fact that the City will own and operate facilities forever, and the positive message LEED signifies in that it is nationally recognized. The cost to certify will quickly be absorbed.



MEMORANDUM

Financial Impact

The true cost of designing, constructing, and certifying a LEED building varies, depending on the level of certification sought, the type and size of the project, the green initiatives selected, and the methodology used to formulate the estimate. The consensus derived from reputable reports written by Peter Kats in 2003 and Davis Langdon in 2007 suggest if sustainability goals, strategies, and budgets are established from the very beginning of the process, cost premiums for achieving LEED Silver will approximately range from 0% to 3% of the total project cost.

The economic payback of LEED Certification similarly depends upon several factors. Several reports cite the median estimated payback period to be seven years for LEED Certification. The City can expect to realize savings in maintenance and operation costs throughout the life cycle of the building.

Pursuing LEED Certification provides human and natural capital benefits which can result in worker productivity, improvements to the land, and a heightened awareness of new technologies and sustainability issues for the entire community.

Two Resolutions have been presented.

The Sustainability Commission recommended **Resolution A** on April 20, 2010 which states that all new municipal facilities and renovations over 5,000 sq ft should pursue LEED Silver Certification. If this is not feasible for renovations, the City may forego LEED Certification. For new construction, the City would have the option to drop from LEED Silver to the base level LEED Certification if necessary.

After the Sustainability Commission supported this resolution, financial concerns were raised regarding the cost of LEED Certification and the compatibility of LEED with all municipal building types. Staff prepared and recommends **Resolution B** to allay financial concerns and ensure prudent use of municipal funds while remaining consistent with the intent of Resolution A. Resolution B provides the Board of Mayor and Aldermen the discretion to decide if a project would not be suitable for LEED Certification, an example might be a large storage facility. Staff believes this resolution complies with the spirit of the Sustainability Commission recommendations while considering practical implications in the future.

RESOLUTION 2010-30 (B)

A RESOLUTION TO ESTABLISH A SUSTAINABLE BUILDING POLICY FOR CITY OF FRANKLIN MUNICIPAL BUILDINGS.

WHEREAS, it is a goal of this community to become a leader in sustainability through the implementation of the actions articulated in the Sustainable Community Action Plan and Municipal Services Action Plan, which The Board of Mayor and Alderman endorsed in 2009; and

WHEREAS, Urban Design Action 1 of the Sustainable Community Action Plan states the City shall construct only "LEED certified buildings for any new Municipal Building Project" and the Municipal Action Plan calls for the City to pursue LEED requirements for "all new construction of City buildings"; and

WHEREAS, the Franklin Tomorrow Growth and Development Task Force identified high-performance, sustainable, energy-efficient building practices, commonly known as "Green Building" practices, as being desirable for the citizens of Franklin and the environment in a 2006 report titled *Green Building: Sustainable, Energy Efficient Building Practices*; and

WHEREAS, Leadership in Energy and Environmental Design (LEED) was developed by the *United States Green Building Council (USGBC)* to establish a standard for measurement and a design guideline to raise awareness and to establish a recognizable national brand; and

WHEREAS, the Sustainability Commission recommends the City to lead by example by requiring the construction of LEED Certified buildings for municipal building projects; and

WHEREAS, LEED Silver Certification is recognized to provide significant energy savings.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF MAYOR AND ALDERMEN FOR THE CITY OF FRANKLIN, TENNESSEE that the future construction and/or renovation of City of Franklin municipal buildings in excess of 5,000 square feet shall meet the LEED Silver Certification, or higher, with an emphasis on recycling construction materials and energy and water efficiency; and

BE IT FURTHER RESOLVED, that if the Board of Mayor and Aldermen should decide that a LEED Silver designation is not in the best interest of the City based upon a cost/benefit analysis, or other practical difficulties, the project should be constructed to the highest level of "green building" appropriate to the project; and

BE IT FURTHER RESOLVED, that the Board of Mayor and Aldermen will require City of Franklin municipal buildings less than 5,000 square feet to incorporate energy and water efficiency measures and will decide on a case-by-case basis whether or not to construct or renovate buildings less than 5,000 square feet to a LEED standard.

Approved this day of, 2010	
ATTEST:	CITY OF FRANKLIN, TENNESSEE
BY:	BY:
ERIC S. STUCKEY	JOHN C. SCHROER
City Recorder/Administrator	Mayor
Approved as to form by:	
Shauna R. Billingsley	
City Attorney	