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Developers offered new incentives to use greener cooling solutions



Development Minister Desmond Lee announced the new incentives at the NUS Cities Symposium on PHOTO: GAVIN FOO

Bonus floor space for those that build new district systems or tap existing ones

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More buildings here might soon use centralised chillers for their air-conditioning needs, after the Government announced new incentives for developers that tap these energy-efficient cooling sys-

From Sept 18, building owners will receive bonus gross floor area for their developments should they establish new district cooling systems, or tap existing ones, said National Development Minister Desmond Lee.

This means developers will be given additional floor space over and above what is prescribed for their respective development sites in the Urban Redevelopment Authority's (URA) masterplan.

Mr Lee, who announced the new incentives at the NUS Cities Symposium on Sept 18, said such centralised cooling solutions help Singapore achieve both space and energy savings, contributing to efforts to make the country greener.

Air-conditioning can account for about half of a building's energy consumption. The Government previously said that users of the district cooling system in Marina Bay – presently the largest such system in the world - have seen energy savings of more than 40 per

District cooling systems typically supply the cooling needs of several buildings using centralised chiller plants, doing away with the need for each building in the network to build and operate its own plants.

By sharing the load of cooling and optimising energy consumption, members of the network lower carbon emissions and save costs.

There are also centralised cooling systems here, such as in Tengah housing estate, where chiller plants are located in a few host buildings within the estate.



more than 40 per cent. Such systems typically supply the cooling needs of several buildings using centralised chiller plants. PHOTO: LIANHE ZAOBAO

URA said in an industry circular on Sept 18 that the gross floor area incentives will apply in two scena-

First, where mechanical and electrical spaces are needed to support district or centralised cooling system infrastructure, these spaces will be considered bonus utility gross floor area.

This means that such spaces will not count towards the maximum allowable gross floor area for the development based on URA's masterplan, giving developers the flexibility to maximise their permitted floor area for other uses.

Second, for existing developments that have their own chiller plants, building owners will be allowed to repurpose the space allocated to these plants after addition and alteration works have been carried out for the building to tap a district or centralised cooling sys-

Depending on the building context, building owners will be allowed to either repurpose the space previously occupied by the chiller plants, or to decant the equivalent floor area to another

part of the development where it can be used for something else.

URA said the incentives will not apply retroactively to existing buildings that are already part of a district or centralised cooling network, such as those in Marina Bay and Punggol Digital District.

The incentives will also not kick in for buildings that were previously required to adopt district or centralised cooling, such as those built on Government Land Sales sites that had district cooling systems as part of tender condition

The agency also added that bo-

nus gross floor area under the new incentives will be capped at 10 per cent of the allowable gross floor area for the site based on URA's masterplan, and that the perks will be

valid until Sept 17, 2029.

A URA spokesperson said that the five-year timeframe "provides a reasonable period for agencies to monitor the take-up and review the scheme"

Associate Professor Ernest Chua from NUS' College of Design and Engineering said the new incentives are a "significant step towards promoting sustainable developProfessor Sing Tien Foo, provost's chair professor of real estate at NUS **Business School, said the** bonus floor area will be attractive for commercial properties in prime locations which have "maxed out" their allowable gross floor area. They would be able to deploy the bonus area they get to more valuable commercial uses, he said.

He pointed out that mechanical and electrical spaces of district and centralised cooling systems can occupy 5 per cent to 15 per cent of the area of buildings here. Mean-while, in-building chiller plants can take up 2 per cent to 10 per cent of total space in a building, he said.

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Speaking at the NUS University Cultural Centre on Sept 18, Mr Lee also said the authorities are working on the fourth edition of the Landscaping for Urban Spaces and High-Rises (Lush) programme – a scheme that includes requirements and incentives for greenery and communal spaces to be included in buildings.

Mr Lee said new guidelines "to improve the potential biodiversity of skyrise greenery" will be intro-duced in the forthcoming instalment of the programme, adding that URA is discussing the scheme's guidelines with industry professionals, academics and nature groups.

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