

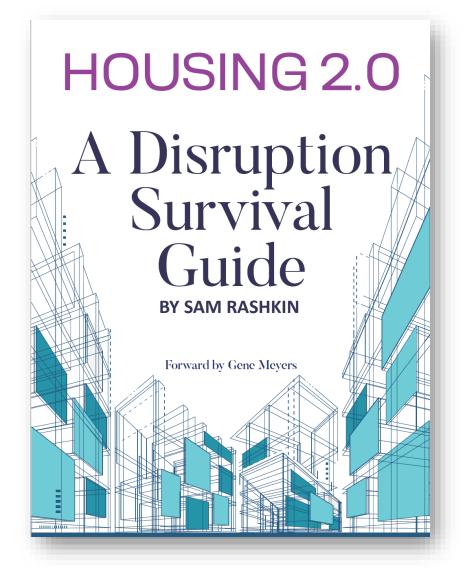
HIGH PERFORMANCE HOME SUMMIT 2023

OCTOBER 10 – 12 I SALT LAKE CITY, UT

FIVE HIGH-PERFORMANCE INNOVATIONS THAT ARE: **FASTER, BETTER, & CHEAPER** Sam Rashkin and Jack Armstrong



Preparing for the Future of Housing: Resource



Goal:

Prepare high-performance housing professionals to become UX leaders:

- 420+ pages
- 160+ UX optimization best practices
- 100's graphics
- 360+ citations
- 7 guest expert essays
- 8-plus years vetting

Website:

https://www.greenbuildermedia.com/housing-2.0



Preparing for the Future of Housing: A Lot Like Cars

Faster, Better, Cheaper Innovations That Cannot be Limited to Cars 4%/15 Yrs.

Future Cars: EV's



Future Homes: **ZEH's**



- The Faster, Better, Cheaper Imperative
- A Word About Getting Innovations to Market
- Five Faster, Better, Cheaper HPH Innovations
- Translating Faster, Better Cheaper
- SIPs Resources



Faster, Better, Cheaper Imperative



Why Faster, Better, Cheaper

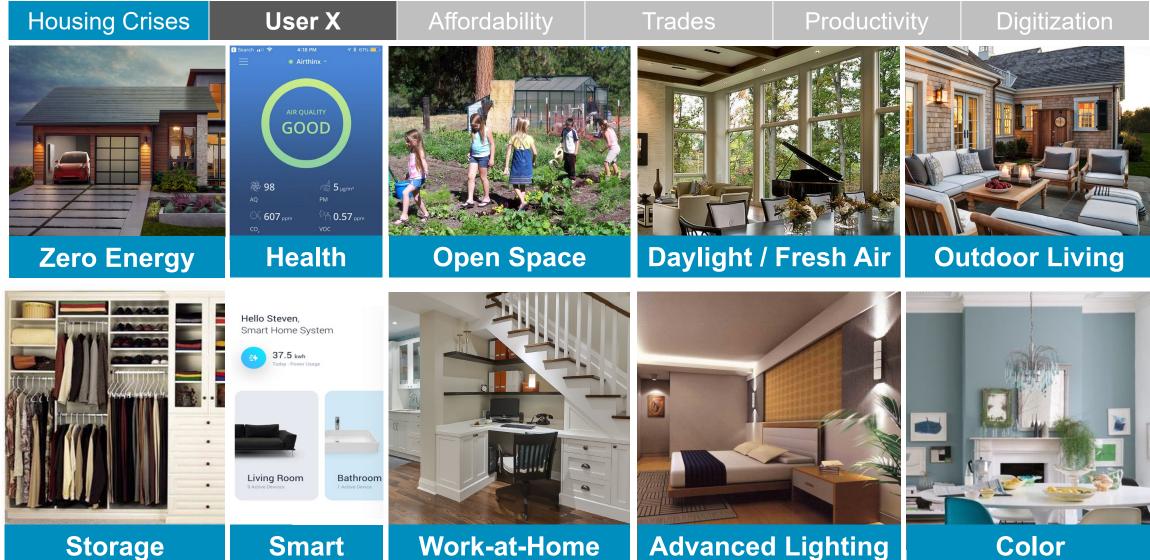
Housing Problem: 5 Crises Driving Pain

Lack of:

- User X Readiness
- Affordability
- Trades
- Productivity
- Digitization



UX Readiness Crisis: Performance a Must-Have but...





UX Readiness Crisis: 4- and 5-Star Reviews

Housing Crises	User X	Affordability	Trades
CONSUMERAFFAIRS Buyers G	Guides News		
★★★★★★ READ 233 REVIEWS has been one of the most popular home building companies in the United States since its establishment in 1954. Headquartered in Miami, Florida, the company builds a variety of home types in cities across the country.		READ 1450 REVIEWS homes in all sizes, ranging from tiny homes homes over 2,000 square feet. Home prices range from un \$30,000 to over \$200,000. Their ENERGY STAR certified of homes help homeowners keep costs down. Find out more	der nodular
► ★★★★★★		READ 1011 REVIEWS Counded in 1957 and has helped more than 550,000 families and individuals build their dream homes. T is a recognized leader in energy- and water-efficient buildin has been honored by Energy Star. Find out more	
★☆☆☆☆ READ 201 REVIEWS ★☆☆☆☆ READ 201 REVIEWS Is a home building company that was founded in Pittsburgh, Pennsylvania, in 1948. The company specializes in building suburban, active-adult, and resort communities in several Eastern and Midwestern states.		READ & 41 REVIEWS been building housing developments in the States since 2002. They focus on building quality, affordab homes in active communities across the country. Find out	e
★ ☆ ☆ ☆ ↓ READ 151 REVIEWS More combines innovative design with functionality. The company was founded in 1950, and it is headquartered in the Buckhead section of Atlanta, Georgia.		★ ☆ ☆ ☆ ☆ │ READ 871 REVIEWS was founded by in 19 company started building homes in the Dallas area, and too provides services in Texas, Florida, Georgia, North Carolina Minnesota and North Carolina.	

<2-Stars

Productivity

Average star rating for 75+% of listed builders

Source: Tabulation of builder reviews at ConsumerAffairs, April 29, 2022

Digitization

3.4-Stars

Average star rating required for a consumer to consider engaging with a business

Source: "2021 State of Reviews," Podium



Affordability Crisis: Price / Income Disconnect

Housing Crises

User X

Affordability

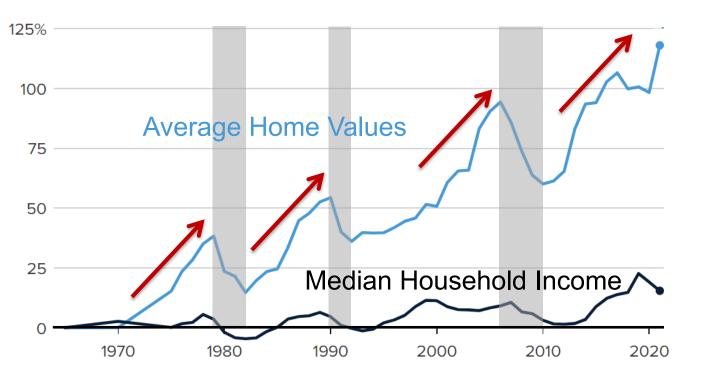
Trades

Productivity D

Digitization

Growth in U.S. home values outpaces that of incomes

Change since 1965



Source: Real Estate Witch analysis of U.S. Census Bureau data

2X 2021 Price/Income Gap: • \$144,192

> Average household income needed to afford a home

• **\$69,178** median household

income

Source: Clever Real Estate



Affordability Crisis: Americans are House Poor

FORTUNE

Housing Crises

User X

Affordability

Trades

Productivity

Digitization

9,845 views | May 24, 2018, 08:32am

40% Of Americans Can't Pay \$400 Emergency Expense



Zack Friedman Senior Contributor ()



Photographer: Daniel Tepper/Bloomberg

A new report from the Federal Reserve found that four in 10 Americans don't have the cash to pay for an unexpected expense without selling a belonging or borrowing funds. Nearly two-thirds of Americans are living paycheck to paycheck study finds

BY CHRIS MORRIS August 31, 2023 at 11:58 AM EDT



Nearly two-third of Americans are living paycheck to paycheck. GETTY IMAGES

Nearly two out of every three adults in the U.S. are just scraping by, due to inflationary pressures, according to a new study.

Research from LendingClub finds that 61% of adults were living paycheck to paycheck as of July 2023, a two-point increase from the previous year. That comes even as inflation rates have dropped from 9.1% last July to 3.2% this year.

THE HILL News Policy Opinion Events Jobs Newsletter

62% of Americans Worried About Paying for Housing in the Next Year

BY CHLOE FOLMAR 08/15/22 7:42 PM ET



Associated Press/Robert F. Bukaty Builders work on a four-story, 45-unit condominium building under construction May 31, 2022, in Portland, Maine.

Most Americans are worried about paying for housing, according to a survey conducted by market financing company Freddie Mac.



Trade Crisis: Aging Workforce



Productivity Digitization 42.5 average construction worker age **Source:** Bureau of Labor Statistics 2/5 Industry is bringing in only two new workers for every five that age out or retire **Source:** *"Spring 2023 Construction Labor Market Report,"* Home

Builders Institute, 2023



Trade Crisis: NOT Going Away

Housing Crises

Affordability

Trades

Productivity

Digitization

Posted on: June 15, 2023

f ≇ in

~723,000

new workers needed each year to meet demand and combat ~1.5M home shortage

Source: *"The Home Builders Institute (HBI) Construction Labor Market Report,"* Spring 2023

BUILDER HBI: LABOR SHORTAGE IS LIMITING FACTOR TO IMPROVING HOUSING INVENTORY AND AFFORDABILITY

User X

The Home Builders Institute estimates the construction industry needs to add 723,000 workers per year to keep pace with demand.

By Vincent Salandro



The skilled labor shortage remains the key limiting factor to expanding home construction and improving housing inventory and affordability, according to the Home Builders Institute (HBI).

According to the <u>Spring 2023 HBI Construction Labor Market Report</u>, the construction industry needs to add approximately 723,000 new workers each year to meet demand and help combat the nation's estimated 1.5 million home shortage.



Productivity Crisis: Visibly Obvious

Housing Crises

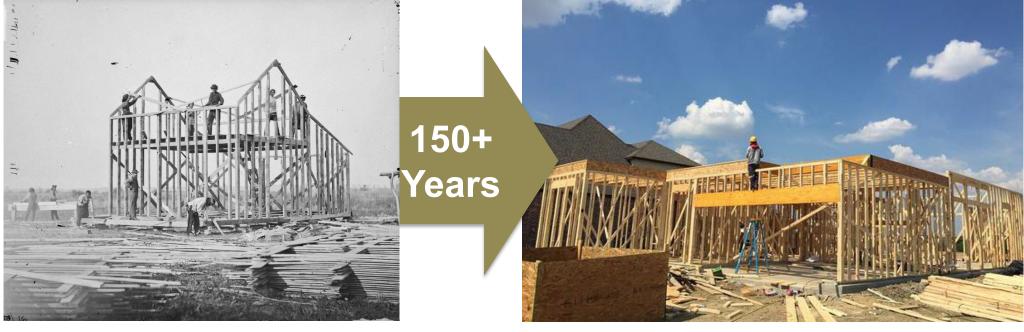
User X

Affordability

Trades

Productivity

Digitization



1877





Productivity Crisis: Least Improving Industry

Housing Crises

User X

Affordability

Trades

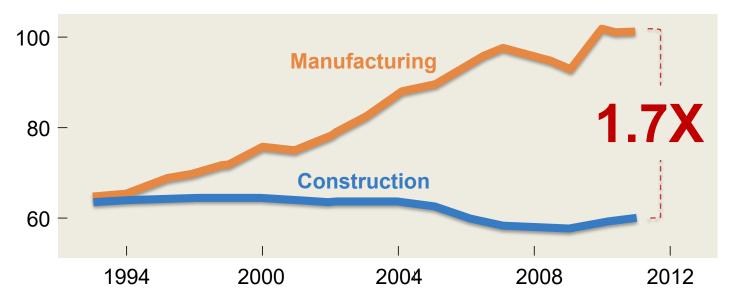
Productivity

Digitization

Overview of Productivity Improvement Over Time

Productivity (value added per worker), real, \$2005

\$ Thousands per Worker



Source: McKinsey & Company

\$200 B

labor productivity gap suffered by U.S. construction industry that could be closed by adopting 21stcentury manufacturing methods

Source: McKinsey & Company,



Digitization Crisis: Least Digitized Industry

Housing Crises

User X

Affordability

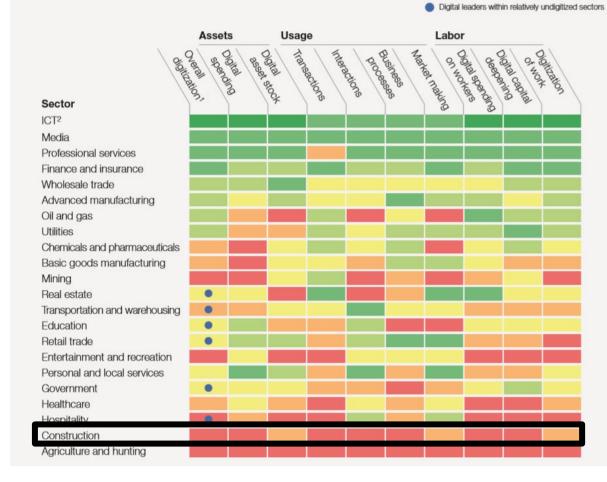
Trades

Productivity

Digitization

McKinsey Global Institute industry digitization index; 2015 or latest available data





Housing is the least digitized industry except for Agriculture/Hunting

Source: *"Imagining* Construction's Digital Future," McKinsey Productivity Sciences Center, Singapore, June 2016



Housing Crises

Digitization Crisis: Lagging is Costly

Affordability

Retail-banking example P/E ratio TSR Weighted peer group average Weighted peer group average of P/E ratio, next 12 months of TSR, 2018-22, CAGR, % 10.0 8.1 9.8 8.4 7.2 4.9 2018 2022

User X

¹Top 20 retail banks between 2018 and 2022. ²Bottom 20 retail banks between 2018 and 2022. Source: S&P Global; Corporate Performance Analytics by McKinsey Leaders¹ Laggards²
Return on tangible equity (ROTE)
Adjusted pretax ROTE, peer group average, %
19.3
15.5
13.6

2018

Trades

2022

26% – 65% Outperformance by Digitization Leaders:

Digitization

• P/E Ratio

Productivity

- Total Shareholder Returns (TSR)
- Return on Tangible Equity

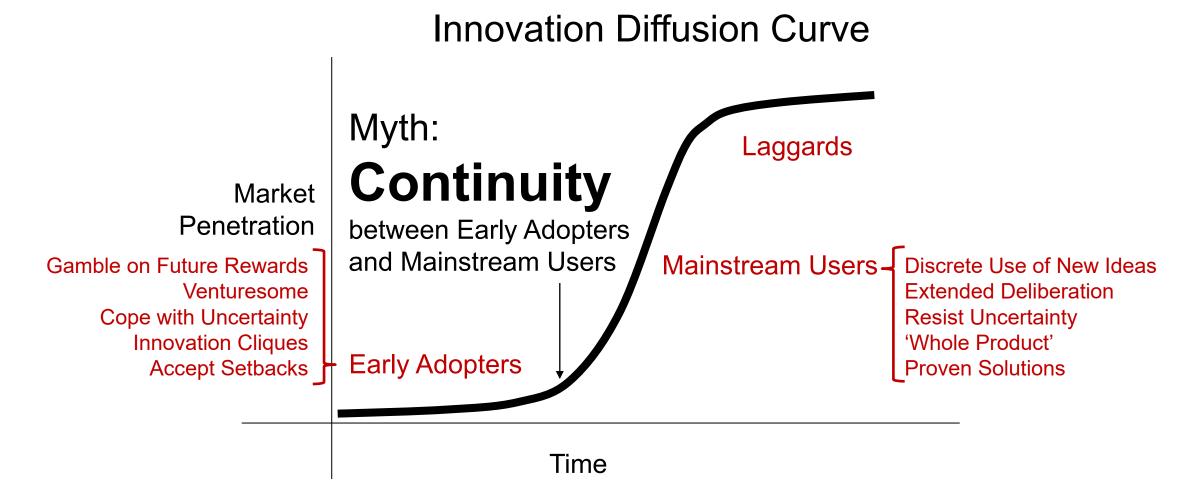
Source: *"Rewired to Outcompete,"* McKinsey Quarterly, June 20, 2023

McKinsey & Company



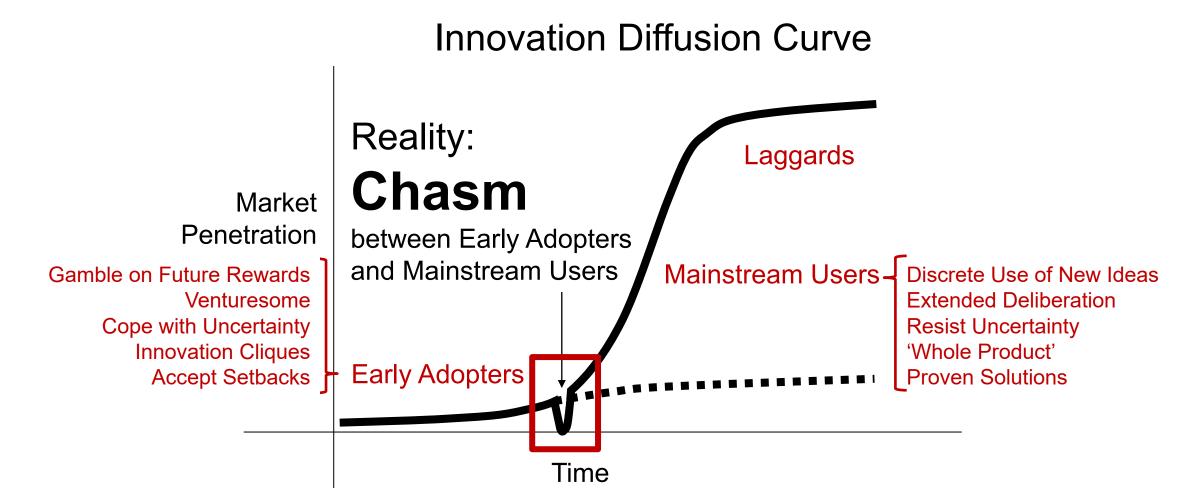
A Word About Getting Innovation to Market





Source: Inside the Tornado by Geoffrey Moore





Source: Inside the Tornado by Geoffrey Moore



Five Faster, Better, Cheaper High-Performance Home Innovations



- Unvented Attics
- Plug-and-Play HVAC Ducts
- Aerosol Air Sealing
- Pre-cast Concrete Foundations
- Offsite Construction

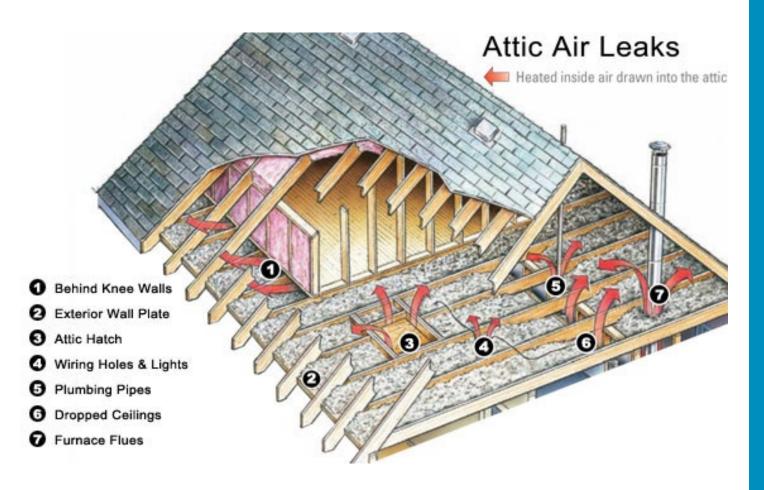


Air Flow Control: Most Egregious Interface

Innovations Unvented Attics

Plug/Play Ducts Aerosol Air Seal

Pre-cast Found. | Offsite Construc.

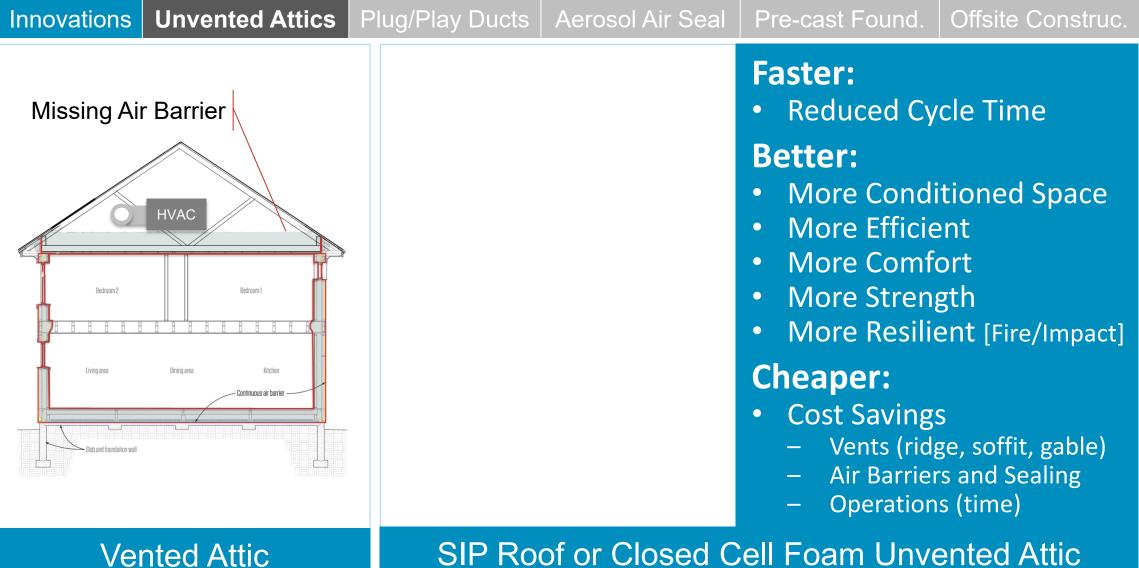


Attic/Ceiling:

- Delta T
- Pressure (Stack Effect)
- Air Barriers
 - Knee Walls
 - Dropped/Raised Ceilings
 - Shafts
 - Wind Baffles
- Air Leakage:
 - Penetrations
 - Duct Boots
 - Access Panels
 - Drywall to Top Plate
- HVAC Location



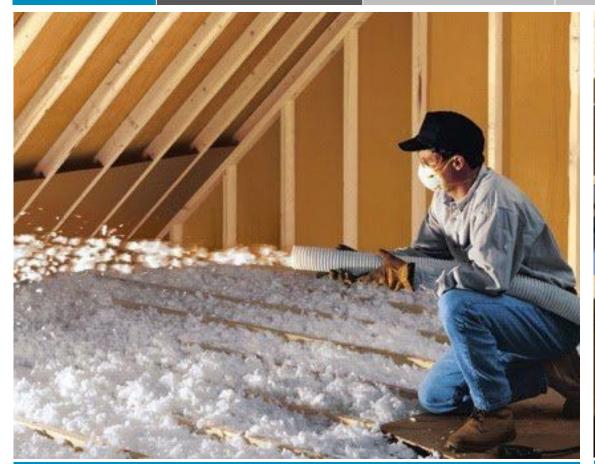
Most Egregious Interface Innovation: Unvented Attic





Most Egregious Interface Innovation: Unvented Attic

Innovations Unvented Attics Plug/Play Ducts Aerosol Air Seal Pre-cast Found. Offsite Construc.



Problem: Vented Attic ~50% Air Barrier



Solution: SIP Roof Unvented Attic 100% Air Barrier



Most Egregious Interface Innovation: Unvented Attic

Innovations Unvented Attics Plug/Play Ducts Aerosol Air Seal Pre-cast Found. Offsite Construc.

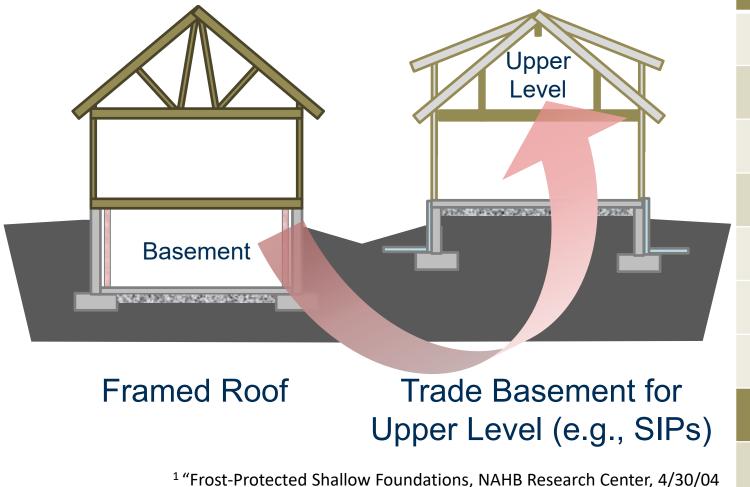




Offsite Construction: Faster, Better, Cheaper

 Innovations
 Unvented Attics
 Plug/Play Ducts
 Aerosol Air Seal
 Pre-cast Found.
 Offsite Construc.

 Cost Savings



COSt Savings				
FPS Foundation ¹	up to \$6K			
Wall Framing	\$1K - \$2K			
Egress Windows	\$1K - \$2K			
Air Seal/Barriers	\$1K - \$2K			
Attic Venting	\$1K - \$1.5K			
Reduced Waste	\$1K - \$2K			
Time (3 days)	\$1.5K - \$2.5K			
Added Value				

2nd Fl. vs. B'ment **\$40K - \$60K**



Offsite Construction: Faster, Better, Cheaper

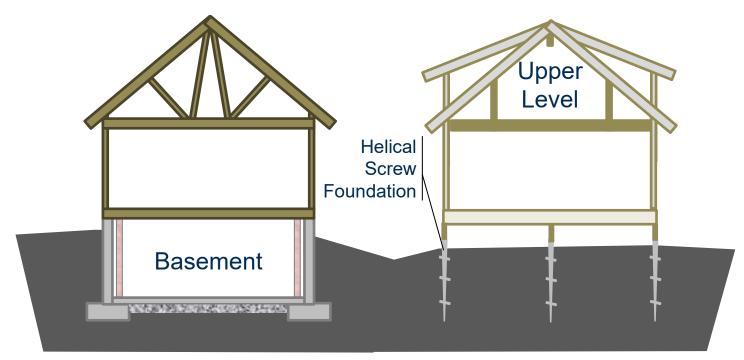
Innovations Unvented Attics Plug/Play Ducts Aerosol Air Seal Pre-cast Found.

Found. Offsite Construc.

?

Cost Savings

Wall Framing **\$1K - \$2K**



Egress Windows\$1K - \$2KAir Seal/Barriers\$1K - \$2K

Attic Venting **\$1K - \$1.5K**

Reduced Waste **\$1K - \$2K**

Time (3 days) **\$1.5K - \$2.5K**

Added Value

/30/04 2nd Fl. vs. B'ment **\$40K - \$60K**

Helical Screw Edn.

Framed Roof

Trade Basement for Upper Level (e.g., SIPs)

¹ "Frost-Protected Shallow Foundations, NAHB Research Center, 4/30/04



HVAC Quality Installation Crisis

Innovations Unvente	ed Attics Plug/Play Du	Icts Aerosol Air Seal	Pre-cast Found. Offsite Construc.	
Fault Type	Testing High	Testing Low	70% to 100%	
Equipment Sizing	31 – 93%	0 – 9%	of field measured HVAC systems evidenced at	
Refrigerant Charge	4 – 50%	29 – 78%	least one performance- compromising fault	
Duct Leakage	67 – 100%	N.A.	Source: U.S. DOE Summary Report on	
Air Flow	8 – 29%	50 – 93%	Residential HVAC Installation: <u>www.osti.gov/servlets/purl/1470985</u>	



HVAC QI Innovation: Plug-and-Play Ducts

Innovations Unvented Attics Plug/Play Ducts Aerosol Air Seal Pre-cast Found. Offsite Construc.



• Faster:

- Cycle Time [up to 50%]
 - Integrated Duct Sealing
 - One-Size Duct Runs
 - Snap-fit Connection System
 - App-Based Balancing

• Better:

- Inherently Air-Tight
- Ducts in Conditioned Space
- Greater Comfort
 - Predictive Air Flow
 - More Diffusers/Mixing

• Cheaper:

- Cycle time[up to 50%]
- Less Waste [up to 75%]



Why Air Sealing Critical

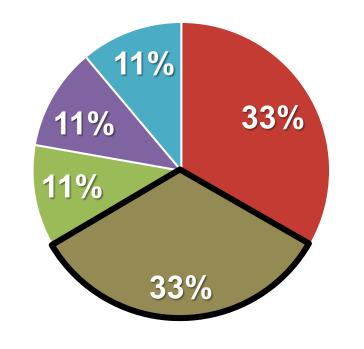
Innovations Unvented Attics Aerosol Air Seal Pre-cast Found. Plug/Play Ducts Offsite Construc. **Hot-Humid** Cold Climate Climate Air leakage vs. DIFFUS **Diffusion:** 3/4 qts. water 1/3 qts. water Vapor flow with 5 Pascal pressure difference Interior at 75° F Interior at 70° F and 50% RH and 40% RH ~10X Greater AIR LEAK4GA AIR LEAK4GA in Hot-Humid Climates 1" hole 1" hole ~100X Greater in Cold Climates 30 qts. water 7 qts. water Moisture vapor flow over Spring, Summer, Moisture vapor flow over Winter from and Fall from the exterior to interior the interior to exterior



Why Air Sealing Critical

Innovations Unvented Attics Plug/Play Ducts Aerosol Air Seal Pre-cast Found. Offsite Construc.

Energy Loss in Cold Climate Homes



Basement Air Leaks Windows & Doors Ceiling Walls

Source: *"The Principal Designer of the House that Inspired the Global Passivhaus Movement Reflects on the Project that Started it All,"* ecohome, October 5, 2020

3X

greater energy loss than walls, ceiling, windows/doors

10X to 100X

greater vapor flow control than diffusion

Up to 60+%

loss of insulation R-value where air can move through wall assemblies



Air Flow Control: One National Air Sealing Target

Innovations

Unvented Attics

Plug/Play Ducts Aerosol Air Seal

Pre-cast Found.

Offsite Construc.

		ACH50 Requirements/Targets				
Climate Zones	Zero Energy Ready	ENERGY STAR V3	2012 - 2018 IECC	Passive House	Why 1.5 ACH50 Max Everywhere:	
	1-2					 Moisture Control Outdoor Contaminants
	3-4	1.5 ACH50				Greater Disaster Risk
	5-7		1. J A)	 Readily Achievable
	8					



Air Flow Innovation: Aerosol Air Sealing

Innovations Unvented Attics Plug/Play Ducts Aerosol Air Seal Pre-cast Found. Offsite Construc.





• Faster:

- Cycle Time
- Compliance
- Better:
 - Digital Precision
 - Guaranteed Targets
 - Reduced Risk
- Cost Savings:
 - Operations (Time)
 - Rework
 - Single Solution

Manual Air Sealing

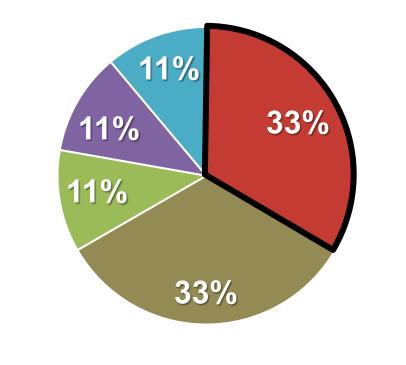
Aerosol Air Sealing



Why Basement Thermal Energy Control Critical

Innovations Unvented Attics Plug/Play Ducts Aerosol Air Seal **Pre-cast Found.** Offsite Construc.

Energy Loss in Cold Climate Homes



Basement Air Leaks Windows & Doors Ceiling Walls

Source: "The Principal Designer of the House that Inspired the Global Passivhaus Movement Reflects on the Project that Started it All," ecohome, October 5, 2020

3X

greater energy loss from basement than walls, ceiling, windows/doors

Best Practices:

- Ultra-Eff. Foundation
- No Basement



Basement Foundation Innovation: Pre-Cast Concrete

Innovations

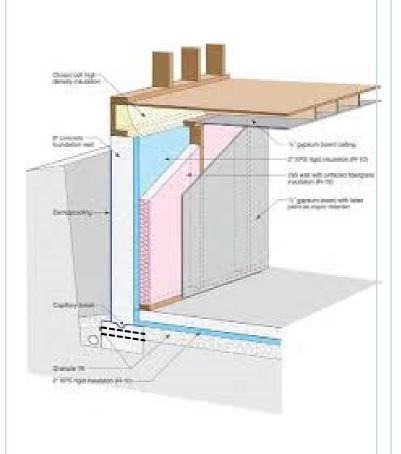
Unvented Attics | Plug/Play Ducts

Aerosol Air Seal

al **Pre-cast Found**.

•

. Offsite Construc.





• Faster:

- Cycle Time [approx. 1-day]
- Better:
 - Strength
 - Effective Bond Beam
 - Moisture Protection
 - 5,000 psi Concrete
 - Clear Path to Drain Tile
 - Dimensional Accuracy
 - More Usable Space
 - 70% Less Concrete
- Cheaper
 - Reduced Cycle Time
 - Integrated Insulation/Furring

Concrete Foundation

Precast Concrete Foundation



Enclosure Lack of Innovation

Housing Crises

User X

Affordability

Trades

Productivity

Digitization



1877





Enclosure Innovation: Offsite Construction

Innovations Unvented Attics | Plug/Play Ducts | Aerosol Air Seal | Pre-cast Found.

Offsite Construc.

- 1. Kits
- 2. Panels
 - Framed
 - SIPs
 - ICPs
 - Precast Conc.
- 3. Modular
- 4. Hybrids
- 5. 3D Printing



Faster:

- Reduced Cycle Time
- Reduced Trades

Better:

- Improved Quality
- Greater Accuracy
- Stronger
- **Cost Saving:**
- Time
- Less Rework
- Eliminate Waste
- Lower Cost at Scale



Offsite Construction: Faster

Innovations Unvented Attics Plug/Play Ducts Aerosol Air Seal Pre-cast Found. Offsite Construc.

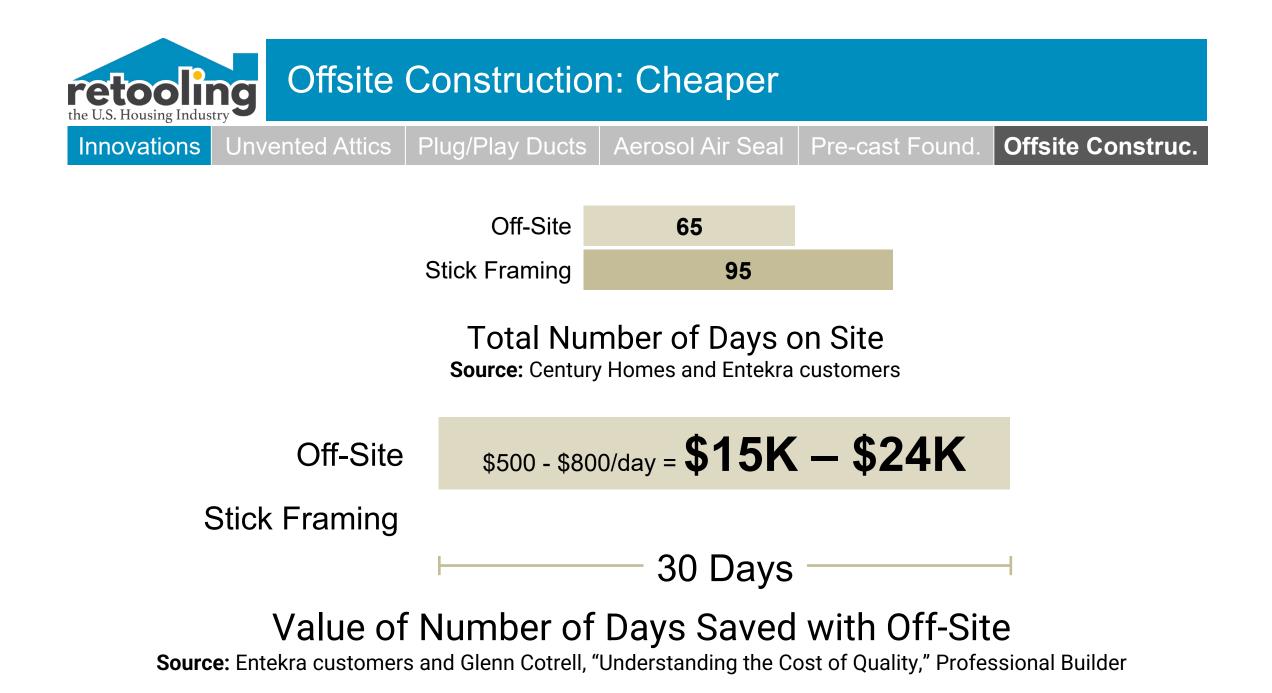
Offsite Construction Schedule

Design	Permits &
Engineering	Approvals

Site-Built Construction Schedule

Design Permits & Engineering Approvals

Source: 'Special Report: Modular Construction and Design Demand Evolved Business Models,' Joe Bousquin, Building Forward, January 22, 2019



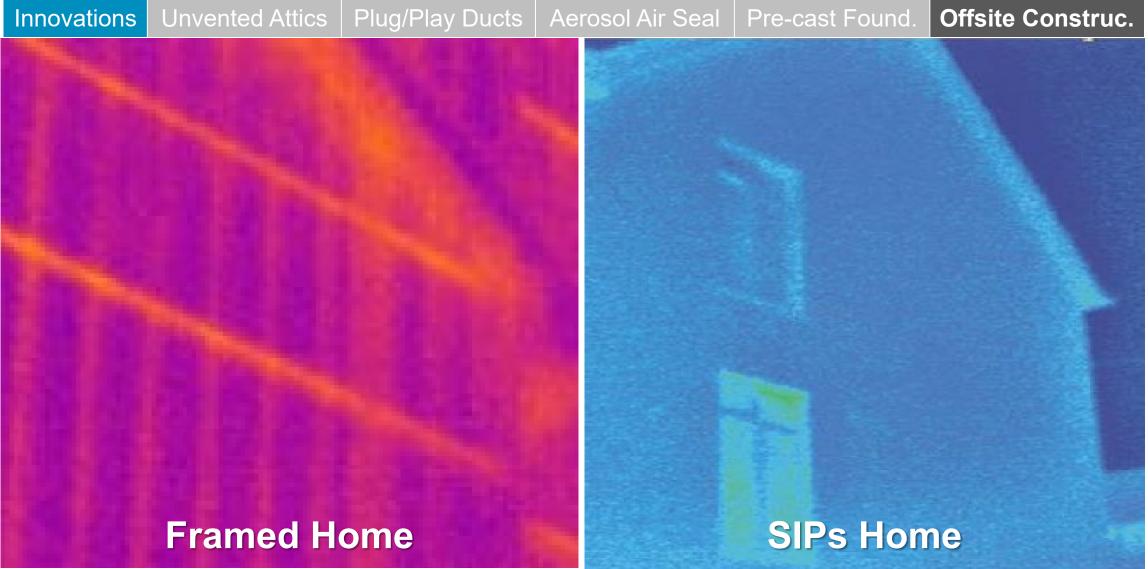


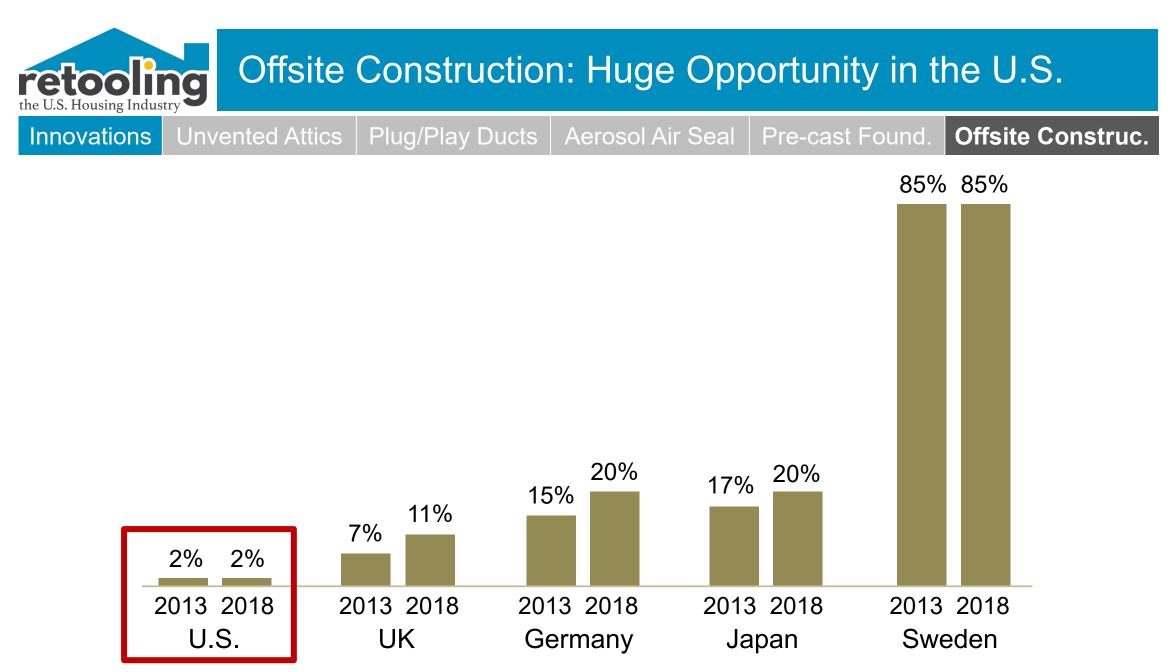
Offsite Construction: Better

Innovations Unvented Attics Plug/Play Ducts Aerosol Air Seal Offsite Construc. Pre-cast Found. Maximum Quality Installed Insulation Risk **Ensured Quality Installed Insulation** Maximum Moisture Control Risk Minimal Moisture Control Risk **Excessive Thermal Bridging** Minimal Thermal Bridging **Double-Wall Rigid Insul.** Conventional Advanced Staggered Stud Structural Sheathing **Insulated Panels** Framing Framing Framing Framing 25-30% F.F. 19% F.F. 12% F.F. 10% F.F. 5% F.F. 2% F.F.



Offsite Construction: Better

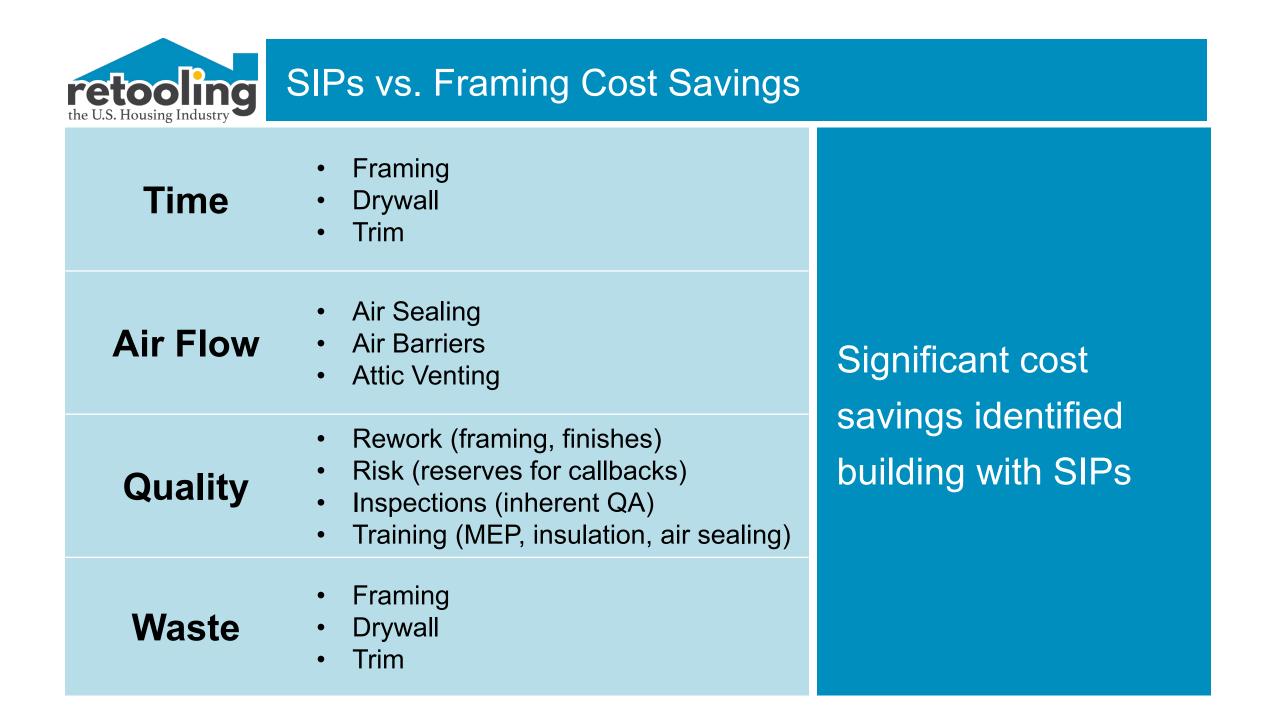




Source: 'The Offsite Revolution in Construction,' Romain de Laubier, Boston Consulting Group, May 6, 2019



Translating Faster, Better, Cheaper: SIPs True Cost Bidding Tool (STCBT)





Enhanced Quality

- Strength/Dimensional Accuracy
- Resilience (fire, wind, impact, pests)
- Higher Appraisals

Enhanced Space

- Thinner Walls Added Space
- Conditioned Attic Added Space
- Conditioned Attic Added Storage
- Raised Ceilings Added Volume

Significant added value identified for SIPs homeowners

Enhanced Incentives

- 45L Tax Credit
- Utility HPH Rebate
- Home Insurance Discount



Plu

\$

STCBT: Translate Savings & Value - Hypothetical

\$

26,175

13,000

Cost Assumptions:	Cost Assumptions: Metrics: Source		Source	SIPs Added Value Assumptions:		Metrics:	Source
Carrying Cost per day of construction	\$	400	0 Cost of Quality, Glenn Cottrell w/IBACOS - \$500 - \$800/day Base Price of Home		\$	450,000	Builder
Percent Cost Savings Installing Drywall w/SIPS		2%	Estimate	Conditioned Square Feet of Home	2	2000	Builder
Pecent Cost Savings Installing Cabinets w/SIPs		1%	Estimate	Retail Cost per Sq. Ft. Above-Grade Condtioned space	£ \$	250	Builder
Percent Cost Savings Installing Trim w/SIPS		1%	Estimate	Retail Cost per Sq. Ft. Below-Grade Condtioned space	£ \$	130	Builder
Framing Waste in # Dumpsters Per 1,000 Sq. ft.		2.0	Cost of Quality, Glenn Cottrell w/IBACOS - \$500 - \$800/day Additional Conditioned Square Feet with Thinner Walls		£	25	Take-Off
SIPs Waste in # Dumpsters Per 1,000 Sq. ft.		0.67	SIPA Meeting Sq. Ft. of SIP Attic Traded Off for Basement		:	0	Take-Off
Cost Per Dumpster	\$	500	Cost of Quality, Glenn Cottrell w/IBACOS - \$500 - \$800/day Additional Conditioned Square Feet with SIP Attic		1	0	Take-Off
Cost of Schematics for Optimizing MEP with SIPs	\$	1,000		Annual Home Insurance Cos	\$	1,200	Insurance Company
Summa	Summary: SIPs Savings/Value vs. Conventional Framing						
Cost Savings			Added Valu	Je		Tota	

This cost comparison is based on an actual bid for SIPs and estimated costs for conventional framing based on standard cost data available. Work with your SIPs sales rep to integrate actual bids for conventional framing to get a more precise comparison for your project.

13,175

Ś

-	Ct = 1	C0501	COFOL				150 000	
_	Stairs	\$950	\$950			Higher Appraisals to Base Price \$	450,000	\$0
	Attic Venting	\$750	\$750			Reduced Home Insurance Annual Insurance Cost \$	1,200	\$0
	Concrete Foundation - Material and Labor	\$12,000	\$12,000			Additional Square Footage with Thinner Walls	25	\$6,250
						Sq. Ft. of SIP Attic Traded Off for Basement	0	\$0
[Insulation	\$7,304	\$0.00	4.0	0.0	Additional Conditioned Space with SIP Attic	0	\$0
	Wall - Cavity	\$7,304	\$0			45 L Tax Credit		\$0
	Wall - Rigid	\$0	\$0			Utility Rebate		\$0
	Attic Ceiling	\$0	\$0			30-year Energy Savings		\$0
	Band Joists	\$0	\$0					
[Air Flow Control	\$2,750	\$1,350	3.0	1.0			
	Air Barriers	\$1,000	\$700					
	Air Sealing	\$1 500	\$100					



STCBT: Non-SIPs Builder Focus Group

Key Criteria Scores

[Non-SIPs Builders]

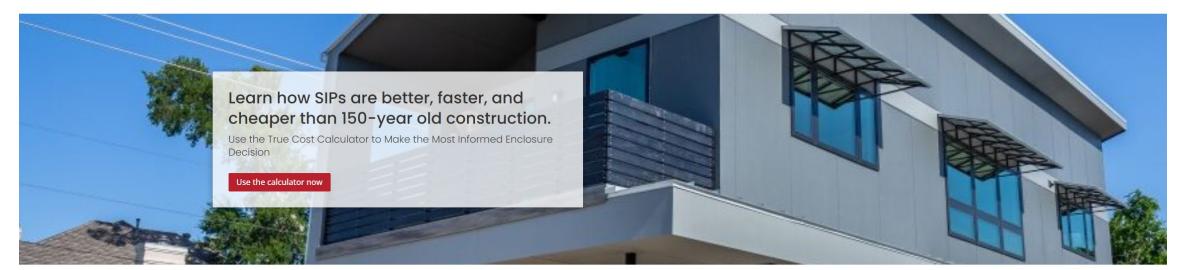
Understandable	Credible	Actionable
3.8	4.4	4.8

Results: Tool output is understandable, credible, and actionable making high-performance enclosure decisions.





SIPA TrueBid Calculator Sample Project



Choose how to interact.

Start from scratch.

Are you prepared with bids? Use our calculator to compare the true benefits (value + cost savings) of using SIPs vs. conventional framing.

Use the calculator.

Start on a sample project. Not ready to input your own project? Use our sample project to experiment with how simple changes can affect the bottom line.

View a sample project.





PROJECT DASHBOARD: Willows Creek

Cost Comparison	SIPs Improved User Experience	Value of Time Saved	Total SIPs Savings + Value	
\$ 4,590	\$ 133,650	\$ 5,640	\$ 143,880	

Bid Information: Air Flow Control

Please enter the following information based on the bids you received. Include both materials and labor costs in the estimate.

Bid Cost Details

Total Air Flow Costs	Total Cost with Traditional Framing \$ 2,750	Total Cost Using SIPs \$ 1,350
Wind Baffles	Cost with Traditional Framing (USD) 250	Cost Using SIPs (USD) 250
Air Sealing	Cost with Traditional Framing (USD) 1,500	Cost Using SIPs (USD) 400
Air Barriers	Cost with Traditional Framing (USD) 1,000	Cost Using SIPs (USD) 700





Value of Saved Days

Project: Willows Creek

SIPs Savings/Value vs. Conventional Framing The following details outline the potential cost savings using SIPs

Total SIPs Saving + Value Over Conventional Framing:	\$ 143,880	
Details: Total Cost Comparison	\$ 4,590	
Total Costs with Traditional Framing Total Cost Using SIPs Total Cost Savings (Framing Cost - SIPS Cost)	\$ 185,395 \$ 180,805 \$ 4,590	
Details: SIPs Improved User Experience	\$ 133,650	
Stronger/More Dimensionally Accurate Enclosure Greater Resilience to Fire, Wind, Impact, Pests High Appraisals to Base Price Reduced Home Insurance Annual Insurance Cost Additional Square Footage with Thinner Walls Sq. Ft. of SIP Attic Traded Off for Basement Additional Conditioned Space with SIP Attic 45L Tax Credit Utility Rebate 30-year Energy Savings Total Added Value	\$ 3,750 \$ 7,500 \$ 0 \$ 0 \$ 7,200 \$ 115,200 \$ 0 \$ 0 \$ 0 \$ 0 \$ 0 \$ 0 \$ 0 \$ 133,650	
Details: Value of Construction Time Saved vs. Framing		
Total Number of Construction Days	Conventional Framing Using SIPs	29.0 14.9

\$ 5,640

roject Information			
Name	Sam Rashkin		
Email	sam@truhon	nefacts.com	
Company Name	Retooling the	U.S. Housing Ind	
Project Name	Willows Cree	k	
Builder	Live Better H	omes	
SIP Provider	ACME SIPs		
Sales Rep	Joe Smith		
Cost Assumptions			
Carrying Costs Per Day of Construction (USD)		\$ 400 USD	
Percent Cost Savings Installing Drywall with SIPS		2 %	
Percent Cost Savings Installing Cabinets with SIP	s	1 %	
Percent Cost Savings Installing Trim with SIPS		1 %	
Framing Waste in # of Dumpsters Per 1,000 Sq. I	Ft.	2.0	
SIPs Waste in # of Dumpsters Per 1,000 Sq. Ft.		0.7	
Cost Per Dumpster (USD)		\$ 500 USD	
Cost of Schematics for Optimizing MEP with SIPs		\$ 1,000 USD	
HVAC Cost Difference for SIPs vs Conventional F	raming	\$ 0 USD	
Electric Cost Difference for SIPs vs Conventional	Framing	\$ 0 USD	
Plumbing Cost Difference for SIPs vs Convention	al Framing	\$ 0 USD	
Training Cost with Framing (% of Home Base Price	ce)	0.35 %	
SIPs % Training Cost Savings Compared to Conve	entional Framing	20 %	
Inspection Cost with Framing (% of Home Base F	rice)	0.30 %	
SIPS Inspection Cost Savings Compared to Conve	entional Framing	40 %	
Framing Rework Cost (% of Home Base Price)		0.35 %	
SIPs % Cost Rework Savings Compared to Conve	ntional Framing	50 %	
Framing Risk Management Reserves (% of Home	Base Price)	0.50 %	
SIPs % Risk Management Reserves Savings Com Conventional Framing	pared to	50 %	

		29.0	vith Conv. Framir	ng Days Usi 14.9	ng SIPS
Time (Days) for QC a	nd Lean Construction			1.0	
Bid Information: Quality					
Time (Days) for HVAC		0.0		0.0	
Time (Days) for Plum		0.0		0.0	
Time (Days) for Electi	ic	0.0		0.0	
Bid Information: MEP		5.0		5.0	
Time (Days) for Cabir Time (Days) for Interi		3.0		3.0	
Time (Days) for Dryw Time (Days) for Cabir		3.0		2.9	
Time (Days) for Dryw		3.0		2.9	
Time (Days) for Air Fl Bid Information: Interior		3.0		1.0	
Bid Information: Air Flow					
Time (Days) for Insula		4.0		0.0	
Bid Information: Insulat					
Time (Days) for Struc		10.0		5.0	
Bid Information: Structu					
Expected Timeline		Days w Framin	ith Conventional g	Days Usir	g SIPs
30 Year Energy Savir	ngs (USD)		\$ 0		
Utility Rebate (USD)			\$ 0		
45 L Tax Credit (USD)			USD	
	ength/ Dimensional A	Accuracy (%)	0.5		
	ilience (eg. Impact, V				
Higher Appraisal Val			0%		
	surance with SIPs (%	0			
			\$ 1, 0 %		
Additional Condition		ac (by, ru)		4. Ft. 200 USD	
	ed Sq. Ft. with SIP At			а. Ft.	
	Traded Off for Basen			q. Ft.	
	. Below-Grade Condi			44 USD	
	. Above-Grade Cond			59. T C	
	ed Square Feet with			Sq. Ft.	
	Feet Below Grade (S	1 C C		Sq. Ft.	
Conditioned Square	Feet Above Grade (S	a. Ft.)	2.2	00 Sq. Ft.	
Total Conditioned Se	uare Feet of Home (Sq. Ft.)	3,0	00 Sg. Ft.	
Base Price of the Ho	me (USD)		\$ 7	50,000 USD	
lome Details					

Total

Bid Cost Details	Cost with Conventional Framing	Cost Using SIPS
Bid Information: Structure		
SIPS Panels	n/a	\$ 34,121 USD
Wall Framing	\$ 66,086 USD	\$ 41,821 USD
Floor Framing	\$ 6,000 USD	\$ 6,000 USD
Roof Framing	\$ 8,400 USD	\$ 8,400 USD
Structural Beams	\$ 4,981 USD	\$ 4,981 USD
Exterior Trim	\$ 20,924 USD	\$ 20,924 USD
Stair Framing	\$ 950 USD	\$ 950 USD
Attic Venting	\$ 750 USD	\$ 750 USD
Concrete Foundation	\$ 12,000 USD	\$ 12,000 USD
Bid Information: Insulation		
Wall Cavity Insulation	\$ 5,804 USD	\$ 0 USD
Exterior Rigid Insulation	\$ 0 USD	\$ 0 USD
Attic Insulation	\$ 1,500 USD	\$ 1,500 USD
Band Joist Insulation	\$ 0 USD	\$ 0 USD
Floor Insulation	\$ 0 USD	\$ 0 USD
Basement Insulation	\$ 0 USD	\$ 0 USD
Bid Information: Air Flow Control		
Air Barriers	\$ 1,000 USD	\$ 700 USD
Air Sealing	\$ 1,500 USD	\$ 400 USD
Wind Baffles	\$ 250 USD	\$ 250 USD
Bid Information: Interior Finishes		
Drywall	\$ 12,000 USD	\$ 11,760 USD
Cabinets	\$ 21,000 USD	\$ 20,790 USD
Interior Trim	\$ 8,000 USD	\$ 7,920 USD
Bid Information: MEP		
Cost of Schematics for Optimizing MEP	with SIPs	\$ 1.000
HVAC Cost Difference for SIPS vs Conve		\$0
Electric Cost Difference for SIPS vs Con		\$0
Plumbing Cost Difference for SIPS vs Co	0	\$0
Bid Information: Quality Control and Lean	-	
Training	\$ 2.625	\$ 2,100
Inspections	\$ 2,250	\$ 1.350
Rework	\$ 2,625	\$ 1,313
Reserves for Call Backs	\$ 3,750	\$ 1,875
Waste Removal (Dumpsters)	\$ 3.000	\$ 900
	Cost with Conv. Framing	Cost Using SIPS
	\$ 185,395	\$ 180,805



• Goal:

Apply true cost bidding to diverse array of actual projects based on actual bids and estimates to better understand market growth opportunities

- Targeted Projects / Status:
 - Custom Home Non-SIP-Optimized / Complete
 - Production Home SIP-Optimized / Complete
 - Multi-family Building SIP-Optimized / Complete
 - Production Home SIP-Plant Integrated / In Progress



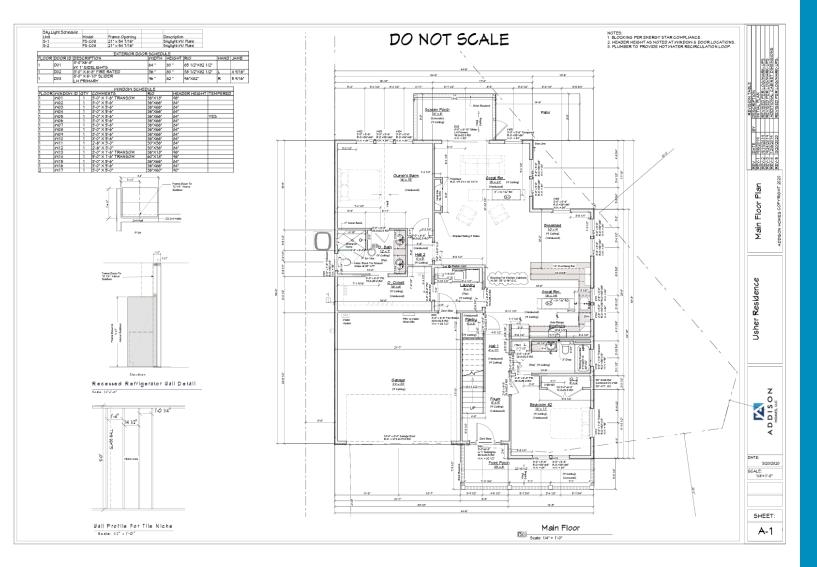
STCBT Pilot Test: Addison Homes



Addison Homes Greenville, SC • 3BR / 3 Bath •~2,740 SF • \$450,000 Framed Walls/Roof **Non-SIP-Optimized:** • No Ridge Beam **Column Location** with Open Space • SIP Roof Requires **Truss Framing** • No 2 Ft. Dimensions



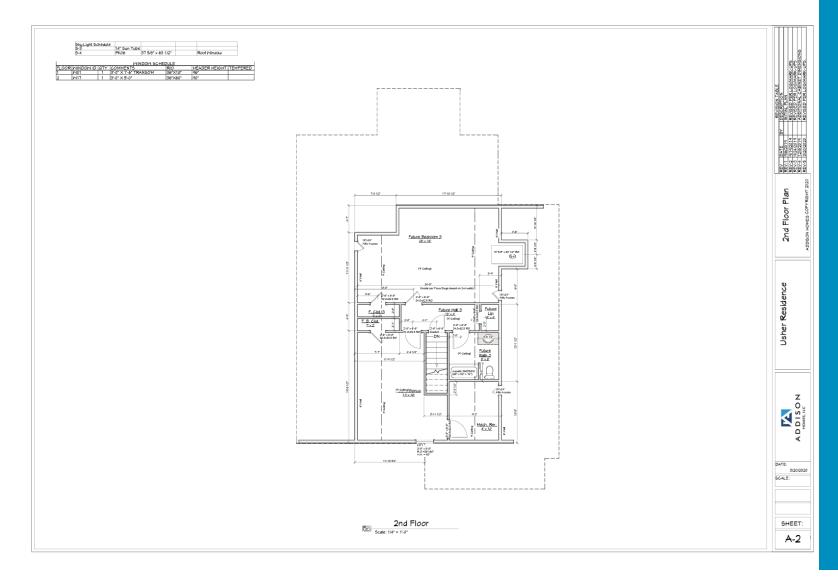
STCBT Pilot Test: Addison Homes



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STCBT Pilot Test: Addison Homes



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\$

STCBT Pilot Test: Addison Homes

SIPs True-Cost Bidding Tool Developed by Restabling the U.S. Howing Industry: Version 3.6 - 3/17/2

Baseline SIPs	vs. Framing B	Bid Comparison
---------------	---------------	----------------

Summary: SIPs Savings/Value vs. Conventional Framing

Cost Savings	Added Value	Total
\$ (42,868)	\$-	\$ (42,868)

This cost comparison is based on an actual bid for SIPs and estimated costs for conventional framing based on standard cost data available. Work with your SIPs sales rep to integrate actual bids for conventional framing to get a more precise comparison for your project.

SIP Panele-Material and Labor \$62,818 Framing based ansta Wall Framing - Material and Labor \$30,975 \$20,000 bids for conventiona

framing based anstandard cast data available. Wark uith your SIPssales rep to integrate actua bids for conventional framing to get a more precise comparison for your project.

SIP uindou opening: require much less rough opening clearance There are also potential HVAC costs aving: for compactness and mu

True Cost SIPs vs. Framing Bid Comparison

Summary: SIPs Savings/Value vs. Conventional Framing					
Cost Savings	Addeo	d Value	Total		
(19,763)	\$	6,750	\$	(13,013)	

This cost comparison is based on an actual bid for SIPs and estimated costs for conventional framing based on standard cost data available. Work with your SIPs sales rep to integrate actual bids for conventional framing to get a more precise comparison for your project.

 Introcettors
 \$940
 \$41.57

 Recursk
 \$1,575
 \$7.88

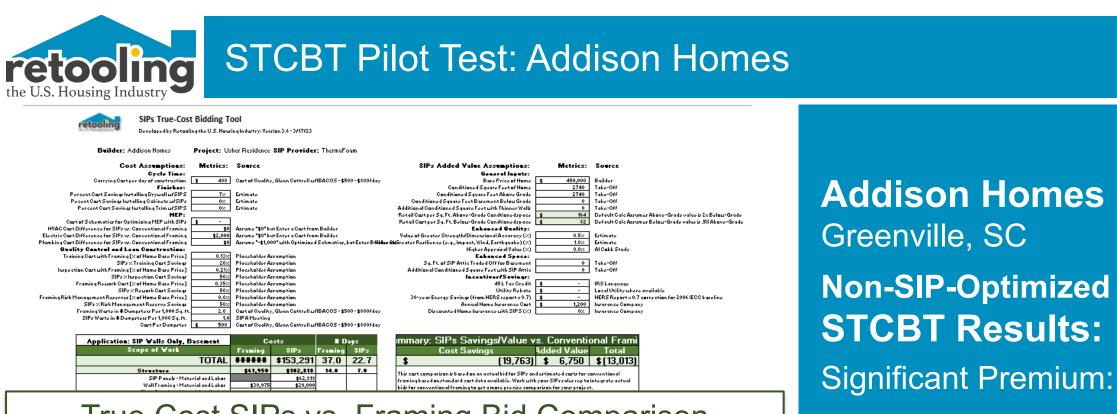
 Rirk (Reserves for Call-Back)
 \$0
 \$0

 Warts Resource for Call-Back)
 \$0
 \$1,270

 Warts Resource for Call-Back)
 \$2,740
 \$1,270

 Value of Construction Time Saved w. Framing
 \$0
 -\$5,720
 0.0
 -14.3

Addison Homes Greenville, SC **Non-SIP-Optimized STCBT Results: 60%** Lower SIPs Premium Baseline: 70% STCBT: 10%



15% higher cost

5% more value

only provides

True Cost SIPs vs. Framing Bid Comparison

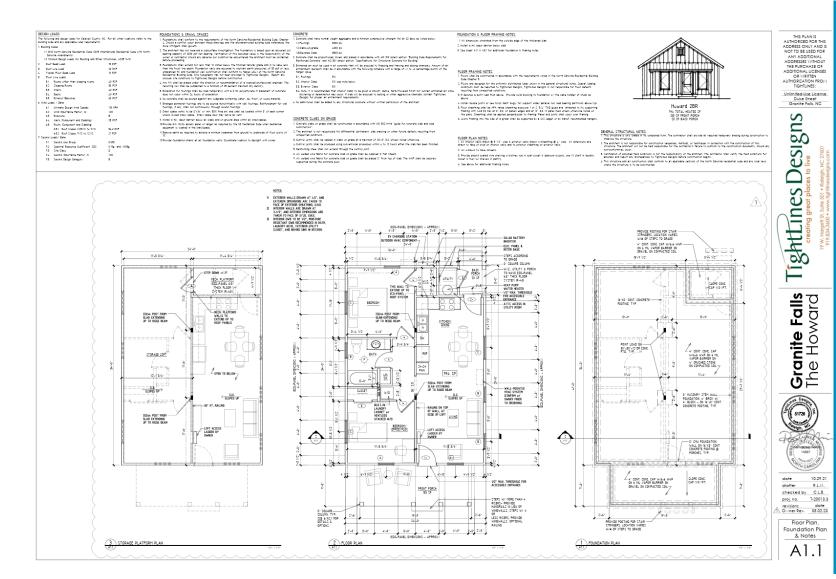
Summary: SIPs Savings/Value vs. Conventional Framing						
	Cost Savings	avings Added Value			Total	
\$	(19,763)	\$	6,750	\$	(13,013)	

This cost comparison is based on an actual bid for SIPs and estimated costs for conventional framing based on standard cost data available. Work with your SIPs sales rep to integrate actual bids for conventional framing to get a more precise comparison for your project.



SIP window openings require much less rough opening clearance There are also potential HVAC casts avings for compactness and multi-zone





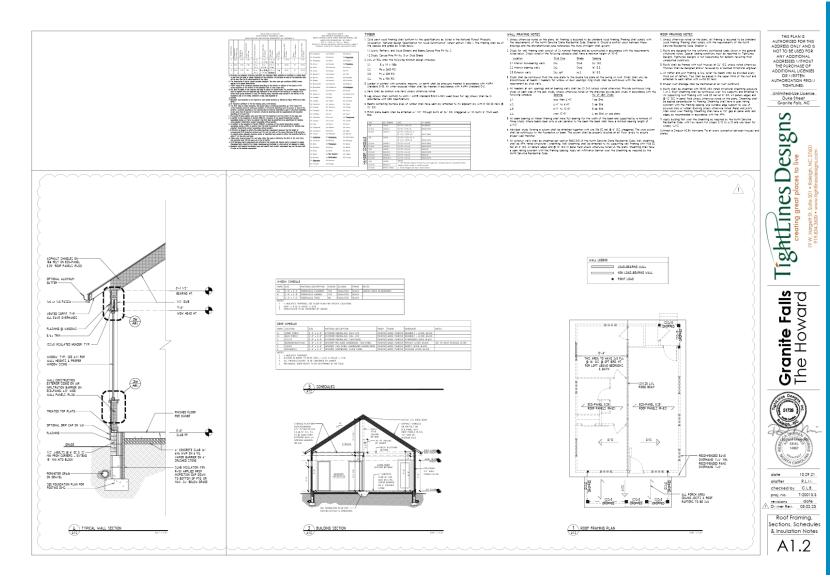
Duke St. Cottages Granite Falls, NC 2BR / 1 Bath ~1,600 SF \$199,900

SIPs Walls/Roof

SIP-Optimized:

- Simple Roof
- ¹/₂ Attic Storage
- ¹/₂ Sloped Ceilings
- 2 Ft. Dimensions
- Ductless Minisplit High-Efficiency HP





Duke St. Cottages Granite Falls, NC • 2BR / 1 Bath •~1,600 SF • \$199,900 SIPs Walls/Roof **SIP-Optimized:** • Simple Roof 1/2 Attic Storage ¹/₂ Sloped Ceilings • 2 Ft. Dimensions

 Ductless Minisplit High-Efficiency HP



Duke St. Cottages Granite Falls, NC • 2BR / 1 Bath •~1,600 SF • \$199,900 SIPs Walls/Roof **SIP-Optimized:** • Simple Roof • ¹/₂ Attic Storage ¹/₂ Sloped Ceilings • 2 Ft. Dimensions

 Ductless Minisplit High-Efficiency HP





Duke St. Cottages Granite Falls, NC • 2BR / 1 Bath •~1,600 SF • \$199,900 SIPs Walls/Roof **SIP-Optimized:** • Simple Roof • ¹/₂ Attic Storage ¹/₂ Sloped Ceilings • 2 Ft. Dimensions • Ductless Minisplit **High-Efficiency HP**





Duke St. Cottages Granite Falls, NC • 2BR / 1 Bath •~1,600 SF • \$199,900 SIPs Walls/Roof **SIP-Optimized:** • Simple Roof • ¹/₂ Attic Storage ¹/₂ Sloped Ceilings • 2 Ft. Dimensions <u>Ductless Minisplit</u>

High-Efficiency HP



SIPs True-Cost Bidding Tool

Baseline SIPs vs. Framing Bid Comparison						
Summary: SIPs Savings/Value vs. Conventional Framing Cost Savings Added Value Total						
\$ (15,500)	\$	-	\$	(15,500)		
This cost comparison is based on an actual bid for SIPs and estimated costs for conventional framing based on standard cost data available. Work with your SIPs sales rep to integrate actual bids for conventional framing to get a more precise comparison for your project.						
True Cost SIPs vs. Framing Bid Comparison Summary: SIPs Savings/Value vs. Conventional Framing						
Cost Savings	Add	ed Value	<i>.</i>	Total		
\$ (1,950)	\$	37,241	\$	35,291		
This cost comparison is based on an actual bid for SIPs and estima standard cost data available. Work with your SIPs sales rep to inte				•		

Duke Street Cottages Granite Falls, NC **SIP-Optimized STCBT Results:** 127% SIPs Cost Advantage Baseline: -62% True Cost: **+65%**

Talue of Construction Time Saved vs. Framing		-\$4.500	 -9.0
Warte Removal (Dumprters)	\$600	\$300	
Rick (Recorver for Call-Backs)	\$0	\$0	1
Rework	\$100	\$0	

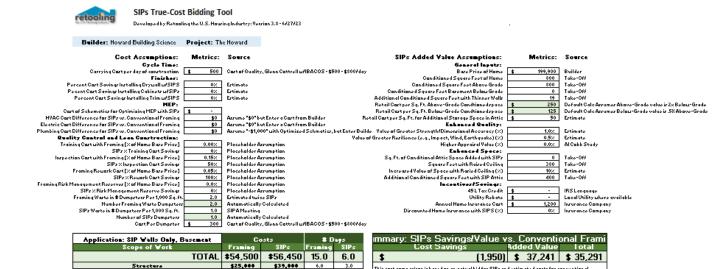
get a more precise comparison for your project.



Structure

SIP Panels - Material and Labor

STCBT Pilot Test: Howard Building Science



True Cost SIPs vs. Framing Bid Comparison

This cast comparison is based on an actual bid for SIPs and estimated casts for conventional

3.0

\$35,000

Summary: SIPs Savings/Value vs. Conventional Framing						
	Cost Savings	Ad	ded Value	Total		
\$	(1,950)	\$	37,241	\$	35,291	

This cost comparison is based on an actual bid for SIPs and estimated costs for conventional framing based on standard cost data available. Work with your SIPs sales rep to integrate actual bids for conventional framing to get a more precise comparison for your project.

Rick (Recorver for Call-Backs) Warte Removal (Dumerters) \$600 \$300 **Value of Construction Time Saved vs. Framing** \$9 -\$4,500 0.0 -9.0

Duke Street Cottages Granite Falls, NC **SIP-Optimized STCBT Results:** Small SIPs Premium 3.5% higher cost provides 68% more value

STCBT Pilot Test: Greensmith Builders Multi-Family



re

Prairie Lofts Leverne, MN

- Built 2022
- 2 Bldgs./54 Units
- 1BR/2BR Plans
- HERS 45 w/o Solar
- 1.35 ACH50
- SIPs Walls:
 - Exterior
 - Hall
 - Demising
- SIP-Optimized:
- 1 Hour from Plant
- Simple Design



2 Bedroom 1 Bathroom 790 - 824 SF



1 Bedroom 1 Bathroom 556 SF









STCBT Pilot Test: Prairie Lofts

ased on standard cost data available. Work with your SIPs sales ren to integrate actual bid

ventional framing to get a more precise comparison for your project

SIPs True-Cost Bidding Tool
Developed by Retooling the U.S. Housing Industry: Version 3.6 - 3/17/23

Framing - Material and Labor for exterior, hallway, demising walls

Floor Framing - Material and Labor

Baseline SIPs vs. Framing Bid Comparison				
Summary: SIPs Savings/Value vs. Conventional Framing				
Cost Savings	Added Value		Total	
\$ (51,485)	\$-	\$	(51,485)	

This cost comparison is based on an actual bid for SIPs and estimated costs for conventional framing based on standard cost data available. Work with your SIPs sales rep to integrate actual bids for conventional framing to get a more precise comparison for your project.

True Cost SIPs vs. Framing Bid Comparison

Summary: SIPs Savings/Value vs. Conventional Framing					
	Cost Savings	Added Value		Total	
5	108,424	\$	124,800	\$	233,224

This cost comparison is based on an actual bid for SIPs and estimated costs for conventional framing based on standard cost data available. Work with your SIPs sales rep to integrate actual bids for conventional framing to get a more precise comparison for your project.

Prairie Lofts Leverne, MN **SIP-Optimized MF STCBT Results** per Building: **62%** SIPs Cost Advantage Baseline: -11% True Cost: **+51%**

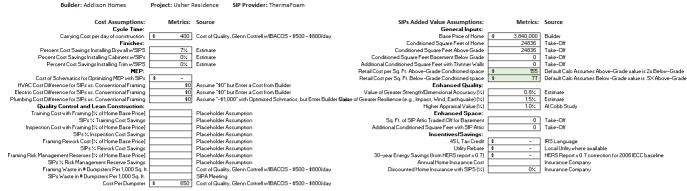


\$

STCBT Pilot Test: Prairie Lofts

SIPs True-Cost Bidding Tool

Developed by Retooling the U.S. Housing Industry: Version 3.6 - 3/17/23



Application: SIP Walls Only, Basement	Costs		# Days		
Scope of Work	Framing SIPs		Framing	SIPs	
TOTAL	\$763,062	\$654,638	156.0	71.0	
Structure	\$454,712	\$498,712	80.0	37.0	
SIPs - Material and Labor for exterior, hallway, demising walls		\$498,712			
Framing - Material and Labor for exterior, hallway, demising walls	\$454,712				
Floor Framing - Material and Labor					
DestFreeden Meterial and above					

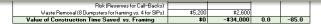
Summary:	SIPs Savings/Value vs.	. Co	nventional	Fra	ming
Cos	t Savings	A	ided Value		Total
\$	108,424	\$	124,800	\$	233,224
ased on standard cost d	ised on an actual bid for SIPs and ata available. Work with your SIPs : At a more precise comparison for y	sales	rep to integrate a	nvent ictual	ional framing bids for

True Cost SIPs vs. Framing Bid Comparison

Summary: SIPs Savings/Value vs. Conventional Framing					
Cost Savings	Ad	ded Value	Total		
108,424	\$	124,800	\$	233,224	

This cost comparison is based on an actual bid for SIPs and estimated costs for conventional framing based on standard cost data available. Work with your SIPs sales rep to integrate actual bids for conventional framing to get a more precise comparison for your project.

Prairie Lofts Leverne, MN **SIP-Optimized MF STCBT Results** per Building: **Small SIPs Premium** 24% lower cost and 27% more value





STCBT Savings/Added Value:

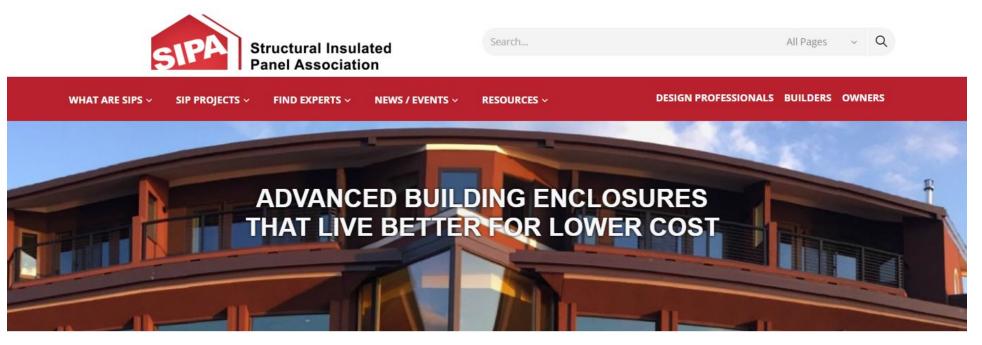
- Always substantially reduce cost premium
- Not enough to offset cost premium for non-SIP optimize designs
- Substantially offset cost premium with SIPs optimized SF and MF designs

Observation:

Optimized enclosure decisions are not being made in absence of true cost bid assessments



SIPs Resources: www.SIPs.org



GET STARTED WITH SIPS. CLICK BELOW.





- Free online Builder Education with SIPs Training (BEST) 10 videos (or YouTube)
- SIPA Master Builder Program
- SIPschool hands on training events
- Builder's Guide to SIPs by Joe Lstiburek
- AIA & GBCI Continuing Education courses
- Find a supplier in your area
- Case studies /tech briefs /project maps
- Builder Need to Know guide & checklists
- In depth Best Practices and Connection Details



SIPs Resources: www.SIPs.org

Building with SIPs – Need to Know

Structural Insulate Panel Association

	BUILDING CONSIDERATIONS
	High-performance building envelopes use SIPs
	SIP performance is based on more than its stated R-value
mance	HVAC system rightsizing reduces costs and enhances comfort and perfo
	SIP structural capabilities cater well to virtually any design
or	SIPs are typically factory cut for accuracy, quality and reduced onsite lab
ciDe:	SIPs are manufactured using "SIP shop (or panelized) drawings"
Building with SIPs: NEED TO KNOW	SIPs are customized to varying levels depending on client needs
NEED 10	Roof and wall assemblies
	Factory cut electrical chases reduce electrician time in the field
	Design plumbing into interior walls
	Resource to better understand the science of building with SIPs

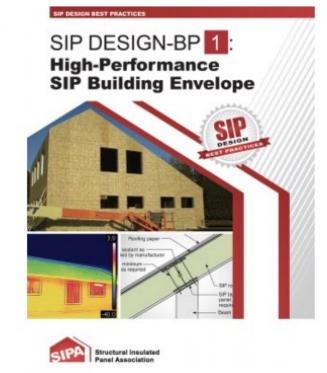
Free copies available to download @ www.SIPs.org!





SIP DESIGN Best Practices Series

- SIPA is publishing a series of "deeper-dive" explorations of the core topics summarized in DESIGN CONSIDERATIONS. The SIP DESIGN BEST PRACTICES series provides the
- engineering analysis and explanation behind the essential aspects of SIP design.
 - SIP DESIGN BP-1: High-Performance SIP Building Envelope
 - SIP DESIGN BP-2: HVAC Systems with SIPs
 - SIP DESIGN BP-3: SIP Structural Capabilities
 - SIP DESIGN BP-4: SIP Sizes
 - SIP DESIGN BP-5: SIP Shop Drawings
 - SIP DESIGN BP-6: Fabrication/Manufacturing
 - SIP DESIGN BP-7: SIP Installation
 - SIP DESIGN BP-8: SIP Roof and Wall Assemblies
 - SIP DESIGN BP-9: SIP Electrical
 - SIP DESIGN BP-10: Plumbing



https://www.sips.org/resources/design#section414



SIPs Resources: www.SIPs.org

WHAT ARE SIDS V			NEWS / EVENTS ~		D
WHAT ARE SIPS Y	SIFFRUJECIS	FIND EAPERIS Y	INEWS/EVENIS*	RESOURCES *	-

DESIGN PROFESSIONALS BUILDERS OWNERS

Start the the BEST program at any time by selecting a chapter title below. SIPA will track your progress through the 10 lessons. You must complete all units with an 80% passing score on the tests that follow each video presentation. Once you've completed the program, scroll down the page to learn more about the Registered SIP Builder and Master SIP Builder programs.

Lesson 1 - Introduction to SIPs

- Lesson 2 Basic SIP Design and Engineering
- Lesson 3 SIP Order Process
- Lesson 4 SIP Building Science
- Lesson 5 SIP Layout Drawings
- Lesson 6 SIP Site Planning and Coordination
- Lesson 7 SIP Layout and Panel Installation
- Lesson 8 Integrating Mechanical Systems with SIPs
- Lesson 9 SIP Finish Materials and Detailing
- Lesson 10 Common Objections for SIP Designs

Complete the series and each test to join SIPA at a \$50 discount. Membership provides a company profile on our highly-trafficked, #1 website for SIPs.

Take for free at: https://www.sips.org/resources/bestprogram





SIPs Resources: www.SIPs.org

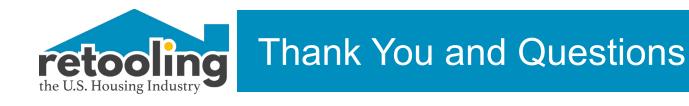
Introduction & Deep-dive Tools



 ✓ SIP Design Consideration and SIP Builder Need to Know guides & checklists

 ✓ 10 'Deep Dive' SIP Best Practices completed





Sam Rashkin Info:

Phone: 703-618-1932

email: sam.rashkin@truhomefacts.com

Housing 2.0 Resources:

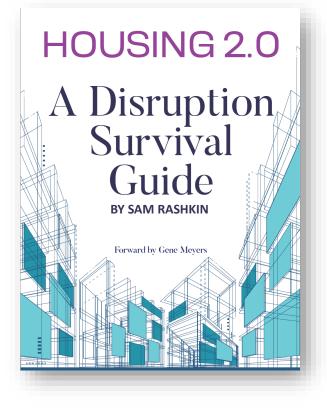
https://www.greenbuildermedia.com/housing-2.0

Jack Armstrong Info:

Phone: +1-551-208-8302 email: <u>jack@sips.org</u>

SIPs Resources:

https://www.sips.org/





									Bid	
						Bid	Bid		Information:	
				Bid	Bid	Information:	Information:	Bid	QC Control	
Proj	ect	Cost H	Home	Information:	Information:	Air Flow	Interior	Information:	and Lean	
Inform	ation Ass	umptions D	Details	Structure	Insulation	Control	Finishes	MEP	Construction	Summary
		•	•	•	•	•	•	•	•	•

Project Information

Please provide the following information.

Your Information
Name *
Sam Rashkin
Email Address *
sam@truhomefacts.com
Company Name
Retooling the U.S. Housing Ind
Project Information
Project Name
Willows Creek
Builder
Live Better Homes
SIP Provider
ACME SIPs





PROJECT DASHBOARD: Willows Creek

Cost Comparison	SIPs Improved User Experience	Value of Time Saved	Total SIPs Savings + Value	
\$ 4,590	\$ 133,650	\$ 5,640	\$ 143,880	

Bid Information: Air Flow Control

Please enter the following information based on the bids you received. Include both materials and labor costs in the estimate.

Bid Cost Details

Total Air Flow Costs	Total Cost with Traditional Framing \$ 2,750	Total Cost Using SIPs \$ 1,350
Wind Baffles	Cost with Traditional Framing (USD) 250	Cost Using SIPs (USD) 250
Air Sealing	Cost with Traditional Framing (USD) 1,500	Cost Using SIPs (USD) 400
Air Barriers	Cost with Traditional Framing (USD) 1,000	Cost Using SIPs (USD) 700





Cost Comparison	SIPs Improved User Experience	Value of Time Saved	Total SIPs Savings + Value
\$ 4,590	\$ 133,650	\$ 5,640	\$ 143,880

Summary: SIPs Savings/Value vs. Conventional Framing

The following are your results for cost savings and added value by using SIPS

Total SIPs Saving + Value Over Conventional Framing	\$ 143,880		
Details: Total Cost Comparison	\$ 4,590		
Total Costs with Traditional Framing: \$185,395 Costs for Structure, Insulation, Air Flaw, Finishes, MEP, Quality Control and Lean Construction with Framing			
Total Costs Using SIPs: \$180,805 Costs for Structure, Insulation, Air Flow, Finishes, MEP, Quality Control and Lean Construction in a SIPS build			
Total Cost Savings (Framing Cost – SIPS Cost) \$4,590 Total Costs with Traditional Framing - Total Cost Using SIPs			