

# National Home Performance Council

Kara Saul Rinaldi  
Executive Director

NASEO, Hershey, PA

June 24, 2013



# The National Home Performance Council

- National, non-profit organization
- Supports whole-house upgrade programs through research and convening projects
- Addresses problems that limit growth and development of whole-house programs

# NHPC Stakeholders

- Federal agencies (DOE)
- State energy offices (NASEO, NY, TX)
- Program implementers (CSG, ICF)
- Utility sector (EEI, LIPA)
- Industry (NAIMA)
- Real estate (Eco-Brokers / AEEERP)
- Non-profit stakeholders (ACEEEE, ASE, EPC, AEE)

# NHPC FOCUS AREAS

- HP Performance Roadmap
  - HPXML Standard
    - Real Estate
  - Utility cost-effectiveness
- Smart Grid and Home Performance

# HOME PERFORMANCE ROADMAP

## *“Bringing on the Boom and Beating the Bust”*

- Focuses on process for identifying priorities and implementation strategies for HP industry
- Distinguishes between consumer and resource markets
- Intended to support clearer, more focused discussion

[http://www.nhpci.org/publications/NHPC\\_White-paper-Bringing-on-the-boom\\_20130430.pdf](http://www.nhpci.org/publications/NHPC_White-paper-Bringing-on-the-boom_20130430.pdf)

# HPXML

## *Improving IT Systems*

- BPI-2100 and BPI-2200 approved as BPI standards in June 2013
- HPXML testing underway in New York and Virginia: preliminary transfers completed
- Data standards website up ([hpxmlonline.com](http://hpxmlonline.com))

Opportunity for Lower Cost and Higher Information Sharing for State Programs

# REAL ESTATE

## Data Set for HP Certificates

- Developed by stakeholder working group
- Data elements lined up with information in RETS (flow into MLS) and Appraisal Institute Residential Green and Energy Efficient Addendum
- Standard BPI-2101: consensus draft due this week
- DOE interested in referencing it in new Sponsor Guide

# COST-EFFECTIVENESS TESTS

- Stakeholder concern: cost-effectiveness tests are becoming a significant constraint on the growth of the energy efficiency industry, particularly whole-house programs
- Questions:
  - What exactly are the problems
  - What can be done to solve it?



# Problems

- Home performance programs having difficult time clearing tests, with the TRC the most-discussed hurdle
- Tests preventing programs from getting off the ground
- Tests imposing significant constraints on existing programs
- Excellent programs, some with strong track records, constrained or jeopardized by tests

# Cost-Effective Purpose and Rationale

*Do the benefits of energy efficiency outweigh the costs?*

- Test is must provide a balanced approach to the benefits and costs that are considered or they are meaningless in guiding policy.
- Test should be used mindfully -- larger goals important (Reduce consumer bills, Meet EEPs goals)

# 2012 Proposed Solutions

- NHPC White Paper: “Measure it Right”
  - Proposes “Best Practices” approach
- Synapse Energy Economics Paper: “Best Practices in Energy Efficiency Program Screening”
  - Discusses a wide range of best practices
  - <http://www.nhpci.org/researchpublications/reports.html>

# Recommendation

- Use Societal Cost Test or Total Resource Cost Test as the primary tool for evaluating programs -- but only if best practices can be applied
- Use Program Administrator Cost Test if best practices cannot be followed, or if test best meets policy goals
- 2013: NEW TEST?

# HOME PERFORMANCE AND SMART GRID

- Integration of Smart Grid and Demand Response technologies with Home Performance Programs is an industry game changer:
  - Data Revolution
  - Consumer Engagement
  - Aggregation
  - Monetization

# The Need for Data

- Validating testing
- Program monitoring
- Incentives
- Monetization
- Customer Engagement
- EM&V



# Smart Meters

- ARRA = \$3.4 billion
- Currently 25% of all sectors
- 2015 = 1/2 of households
- California -- San Diego Gas and Electric program provides direct meter access by customers
- Arizona – 100% metered + standard buildings

# Connecting HEMS and the Meter

## Greater Home Performance through DR.

### NEST

- Reliant and Green Mountain
  - Free thermostat
- National Grid in RI and MA
  - \$100 online rebate

### Honeywell

- BG&E





# SMART HOME = SMART PERFORMANCE

Consumer friendly links of security, telecommunications and energy technology

- Comcast's XFINITY
  - TV + Phone+ Security + Video +climate and lighting control + utility energy management program.
- SCHNEIDER ELECTRIC and Alarm.com
  - home security and energy usage - an app that a homeowner can use to close their garage door, which can then automatically alarm the home security system and turn down the thermostat, for example..
- NEST Learning Thermostat
  - Lighting, temperature control, occupancy sensors.

**Linked to Apps**

# Consumer Motivation

## Elusive Behavior Change

- **“Prius Effect”**
- **A 2010 ACEEE study: real-time –real-time feedback programs is likely to generate the most dramatic energy savings across a given community – on average 6%**
- **A 2011 Accenture study on the effects of In Home Displays: mean average energy consumption reduction was 7.9% and 90% of trials recorded an energy saving**

# FUTURE Program Benefits

## ■ Predictions

- 12 months of utility bills easily-accessed
- BPI 2400 True-up

## ■ Base-load VS HVAC

## ■ EM&V

- Data transfer to the program
- **Red flags** as weather normalized data doesn't meet predictions.
- Less need for costly M&V though QA may remain.



# Monetization

What is the difference between renewable energy and demand response and home performance energy efficiency?

METERED MEASURED DATA

Why does this matter?

Capacity markets

Carbon Markets

\$\$\$\$\$\$\$\$

# Disclaimer

Home Performance and Smart Grid integration needs to address:

- Quality of Data
- Comparability of Data
- Privacy of Data
- Security of Data
- Source of Data
- Counter-factual Baseline

To build the future...

# Energy efficiency and Smart Grid Conference

- NHPC, NASEO, Association of Demand Response and Smart Grid
- insights on the nexus between energy efficiency and smart grid technologies.
- dialogue about how integration of smart grid and demand response technologies and policies can advance building performance in the commercial and residential sectors.

**MARK YOUR CALENDARS!  
1-2 DAY EVENT IN DC  
WEEK OF OCTOBER 15<sup>TH</sup>**

Thank you!

