### **BTO Program Review**





### Rooftop Unit Campaign

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## Purpose & Objectives - Problem Statement



- Packaged rooftop units (RTUs) are used in over 60% of U.S. commercial buildings and have a typical life of 15 to 20 years
- Replacement is often only after failure and urgency leads to replacement with a new version of the old unit
- Technical and financial barriers inhibit deployment of high efficiency technology
  - First cost drives buying decisions
  - Lack of awareness / uncertainty of benefits
  - Split incentives
  - Lack of expertise about how to specify equipment/what to buy
  - Improper installation and commissioning





## Purpose & Objectives - Impact of Project



- Packaged HVAC units are responsible for 2,100 trillion BTUs of primary energy consumption annually
- The project goal is to recruit building owners and operators to deploy high efficiency RTU tech. in the market
- Advanced controller retrofit can reduce RTU energy consumption by up to 40% with a 2-4 year payback
- RTU early retirement and replacement with a high efficiency unit can reduce energy use by 50% compared with Standard 90.1-2001 efficiency levels

#### **Energy Savings Examples**

- Supermarkets can save up to \$52,000 per year (up to \$8,700 per RTU)
- Stand-alone retail stores can save up to \$24,000 per year (up to \$5,900 per RTU)
- Strip malls can save up to \$23,000 per year (up to \$2,300 per RTU)
- Small office buildings (5,500 sq. feet) with one RTU can save up to \$2,400 per year

# Purpose & Objectives Project Focus



- This project will develop the RTU Campaign with partners (including market leaders, utilities, manufacturers, and energy efficiency programs) to engage building owners to make large scale efficiency improvements for packaged cooling systems
- The RTU Campaign directly supports the DOE BTO goal for existing buildings and creates a market to support the goal for new technology development
- Existing Commercial Buildings: Reduce the energy required to operate existing commercial buildings by 40%, at less than the cost of the energy saved. Bring needed technologies and practices to market delivering:
  - 1,600 trillion BTUs in annual savings by 2020
  - 6,000 trillion BTUs in annual savings by 2030
- New Technology Development: Bring to market technologies to save 70% on lighting, 60% on water heating, 40% on HVAC, and 20% on other appliance energy use at less than the cost of the energy saved

## Approach – Leverage DOE resources through key partnerships



- What: Move the commercial building RTU market to greater adoption of high efficiency RTUs and RTU controls
- Who: Campaign organizers, supporters, and partners
  - Organizers: ASHRAE, RILA, and others to be announced
  - Supporters: Utility programs, efficiency organizations, and manufacturers
  - Participants: Building owners
  - Department of Energy provides technical support
- How: Recruit building owners and operators to pledge to:
  - Evaluate their buildings for opportunities
  - Replace their RTUs or retrofit with controls
  - Share energy savings with the campaign
- When: The project launches May 2013 through November 2014







## **Approach – Overcoming Key Technical and Market Issues**



Barrier Type	Barriers	Campaign Resources
Technical	<ul> <li>Lack of expertise about how to specify equipment/what to buy</li> <li>Improper installation and commissioning</li> </ul>	<ul> <li>Guidelines to determine whether to retrofit or replace</li> <li>Performance data from DOE and other demonstrations</li> <li>Right-sizing guidance</li> <li>Energy savings calculators</li> <li>Procurement specification (performance, installation, and quality maintenance)</li> <li>Example quality maintenance contract</li> <li>Case studies targeted at both end users and utilities</li> <li>3rd party demonstrations</li> </ul>
Market	<ul> <li>First cost drives buying decisions</li> <li>Lack of awareness of the benefits of high efficiency units</li> <li>Split incentives between owners and tenants</li> </ul>	<ul> <li>A list of RTU incentives and financing resources</li> <li>Manufacturer supporter financing</li> <li>Utility supporter relationships with local debt providers</li> <li>Examples of energy aligned- leases or owners/tenants that have successfully negotiated upgrades</li> </ul>

## **Approach – Distinctive Characteristics**



The campaign is led by organizers, and roles are structured around a 3-tiered collaborator model

around a 3-liered collaborator model					
	Role	Benefits			
Organizer	<ul> <li>Provide input on campaign design</li> <li>Lead recruiting on a national scale</li> <li>Sponsor participant recognition</li> </ul>	<ul> <li>Enhance organization's brand by leading the campaign</li> <li>Represent member interests in how the campaign and its resources are developed</li> </ul>			
Supporter	<ul> <li>Feature logo on and link to the campaign website</li> <li>Provide input to or review case studies of energy savings</li> <li>Promote existing resources through campaign</li> <li>Assist recruiting of participants</li> </ul>	<ul> <li>Enhance brand by partnering with other organizations</li> <li>Leverage campaign marketing and resources to enhance your own programs</li> <li>Collaborate with DOE to document energy savings</li> </ul>			
Participant	<ul> <li>Evaluate buildings for opportunities for retrofit or early retirement</li> <li>Share data with the campaign</li> <li>Implement either an RTU retrofit or an RTU early retirement</li> </ul>	<ul> <li>Access to DOE technical resources and webinars</li> <li>Save energy and money</li> <li>Earn campaign recognition for achievements</li> </ul>			

## **Accomplishments and Progress**



## Goals and Accomplishments – Key milestones have been completed on time

- The program plan was completed, including components for financing, M&V, and marketing
- Key industry partners reviewed the plan, including CEE, RILA, ASHRAE, BOMA International and other key internal and external stakeholders
- Two organizing partners have signed on to organize the campaign and a kick-off call was held on March 15
- The campaign is currently developing resources, recruiting utility, manufacturer, and efficiency program supporters
- The campaign will launch in May 2013

#### Awards/Recognition

- Campaign organizers are sponsoring recognition for participants that achieve significant energy savings
- Participants have until September 2014 to submit energy savings claims
- Awards will be conferred Fall/Winter 2014

### **Project Plan & Schedule**



Current project funding Oct 2012 to Sep 2013 Planned (pending funding) Oct 2013 to Sep 2014 All milestones on time

Summary				Le	gend			
RTU Early Retirement Campaign, NREL			Work	comp	leted			
Aggreement # 19987, Project # FY13-09		Active Task						
			Milestones & Deliverables (Original			ginal F		
		▼	Milestones & Deliverables (Actu					
		FY2013 FY2014			014			
	Q1 (Octt-Dec)	2 (Jan-Mar)	3 (Apr-Jun)	t (Jul-Sep)	1 (Octt-Dec)	2 (Jan-Mar)	3 (Apr-Jun)	t (Jul-Sep)
Task / Event	Ö	07	8	Q 4	Q1	02	Q3	<b>8</b>
Project Name: RTU Campaign								
Q1 Milestone: Progam, Finance, and M&V plan								
Q2 Milestone: Industry review of program plan	·	•						
Q3 Milestone: Campaign launch								
Q4 Milestone: Project Summary Report								
Future work								
Report on first year's impact								
Final achievement recognitions (November 2014)								

## **Project Budget**



Project Budget: \$160K

Variances: None

Cost to Date: \$65K

Additional Funding: None

Budget History						
FY2012						
DOE	Cost-share					
\$160K	0					

## Partners, Subcontractors, and Collaborators



The DOE team includes labs and contractors, and it is currently recruiting organizing partners to lead the campaign

#### DOE team members

- National Renewable Energy Laboratory
- Waypoint Building Group
- ICF

### Organizing partners to date

- American Society of Heating, Refrigeration, and Air Conditioning Engineers
- Retail Industry Leaders Association

### Additional organizing partner targets

- BOMA International
- NAIOP
- Edison Electric Institute

## Technology Transfer, Deployment, Market Impact



The primary campaign goal is deployment of efficient RTU technology through recruiting owner and operator participants

	Evaluate	Replace or Retrofit	Start Saving	Be Recognized
Description	Evaluate the business case for high-efficiency RTU improvements	Commit to retrofitting or replacing at least one RTU	Share expected and actual energy savings and provide feedback	Recognition will be awarded to participants in a variety of categories
Resources	<ul><li>Case studies</li><li>Calculators</li><li>Technical advisors</li></ul>	<ul><li>RTU specifications</li><li>Financing / incentives list</li></ul>	<ul><li>Calculators</li><li>Technical advisors</li></ul>	Exact form of recognition (plaque, certificate, etc.) to be determined
Important Dates	Campaign launches May 2013	Limited technical assistance is available until July 2014	Deadline to report savings claims is September 2014	Recognitions announced November 2014

### **Communications**



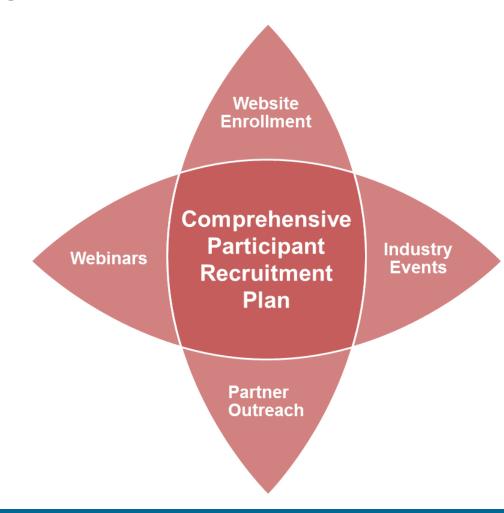
DOE will collaborate with organizers and supporters to recruit participants to join the campaign

**Enrollment -** Participants join the campaign through the website as they search for technical and financing resources

**Industry events -** Organizers market the campaign through key industry groups

**Partner outreach** - Organizers and supporters promote through dissemination of campaign information through their newsletters and list serves

**Webinars** - Organizers and supporters host webinars to provide information on the campaign, profile successful case studies, and announce interim campaign results



### **Next Steps and Future Plans**



The organizers are developing the campaign, which will launch at the Better Buildings Alliance Efficiency Forum

#### **Pre Launch**

- Finalize organizer commitments
- Recruit early adopter supporters and participants
- Finalize program materials and website

#### Launch May 2013

- Host webinars
- Provide technical support
- Recruit additional supporters
- Work with supporters to recruit participants
- Author case studies and additional resources
- Participants report first year results and are recognized for achievements by December 2013