

Preliminary ARP Parameter Comparison

	DEER 2016 ¹	Illinois 2015	Mid-Atlantic (NEEP) 2014	Massachusetts 2013 Report	Other: Industry (AHAM), UMP	Cal TF Recommendations
UES	<p>UEC_{removed} – UEC_{replacement unit} (Secondary market and participant homes)</p> <p>(Reduces savings in participant homes by 40% from simply using UEC_{removed})</p> <p>Savings: 519-360 kWh by IOU</p>	<p>UEC_{removed} calculated using regression</p> <p>AIC's year four average savings: 900.9 kWh</p>	<p><u>Early Replacement</u> [(UEC_{existing} – UEC_{efficient})*4yrs]+[(UEC_{federal. min} – UEC_{efficient})*8yrs] Range: 344-381 kWh</p> <p><u>Early Retirement</u> UEC_{removed} (regression) BGE year 4: 761 kWh Notes significant uncertainty/risk</p>	<p>Savings obtained directly from 2011 NMR Group evaluation study. Baseline is inefficient secondary working unit; high efficiency assumes no replacement.</p> <p>Savings range across replacement scenarios: 533-835 kWh Combined: 755 kWh</p>		
Distribution of counterfactual paths	<ul style="list-style-type: none"> • Keep in use: 14% • Keep unused: 2% • Destroyed by discarder: 13% • Peer-to-peer transfer <ul style="list-style-type: none"> ○ Similar: 5.6% ○ New: 4.5% ○ None: 24% • Retail transfer <ul style="list-style-type: none"> ○ Similar: 4.1% ○ New: 2.8% ○ None: 9.8% ○ For rental, commercial or other: 2% ○ Destroyed by secondary actor: 18.4% 	<p>Counterfactual assumed to be continued use as secondary unit. Replacement by more efficient unit assumed to be small portion and factored in as NTG.</p>	<p><u>Early Replacement</u> Baseline condition is the existing unit (EmPower 2011 evaluation) for 4 year RUL, followed by 8 years of a replacement appliance meeting the minimum federal standards (weighted average of calculated UECs).</p> <p><u>Early Retirement</u> Assumes a mix of primary and secondary units will be retired. TRM notes that “the hypothetical nature of this measure implies a significant amount of risk and uncertainty.”</p>	<ul style="list-style-type: none"> • Refrigerator recycle primary • Refrigerator recycle secondary replaced • Refrigerator recycle secondary not replaced 	<p>“41% keep old unit in use”</p> <p>UMP Protocol</p> <ul style="list-style-type: none"> • Transfer: 50% • Dispose: 20% • Keep: 30% 	

¹ CMUA (POU) TRM uses DEER values

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EUL	14 years for new units 5 year RUL for picked up units	8 year remaining useful life (2004 KEMA study)	12 year measure life (ENERGY STAR calculator)	Measure life is 8 years	Primary owner: ~14 years Secondary owner: ~6 or more years	
Other savings degradations	<ul style="list-style-type: none"> Secondary market “viability factors” HVAC interactive effects (apply DEER factors) 	<ul style="list-style-type: none"> California’s primary use case ($UEC_{removed} - UEC_{replacement\ unit}$) is incorporated via NTG. This factor is expected to be very small. Part use factor available if needed (~.93-.85) Interactions in regression weighted by percentage in unconditioned spaces 	<u>Early Replacement</u> N/A <u>Early Retirement</u> <ul style="list-style-type: none"> Part use factor (.89 default value) Interactions in regression weighted by percentage in unconditioned spaces 	.93 Coincidence Factor for winter peak (All other possible degradations—persistence, in service, free ridership—don’t seem to be applied)	Age is not primary factor in determining secondary market viability	

Other factors:

- Possibility of splitting into two different measures: Recycling and early replacement (Mid-Atlantic/Vermont method).
- How far should secondary market effects be estimated?
 - Effect of removing units from secondary market on secondary market buyers
- Mean age of recycled stock by program territory relative to first Federal standard (1993)
 - Has significant effect on savings/cost effectiveness
 - Similar programs encourage a high mean age (~20) to maximize savings. Incorporating market viability factors for older units may punish this practice.
- Possible demand benefits in post-Aliso Canyon/duck curve loads?
 - Not likely since flat hourly loads, with only intra hourly variation