

# **Building Energy Efficiency:** The Big Prize

**Meeting of the Florida Energy Commission** May 11, 2007

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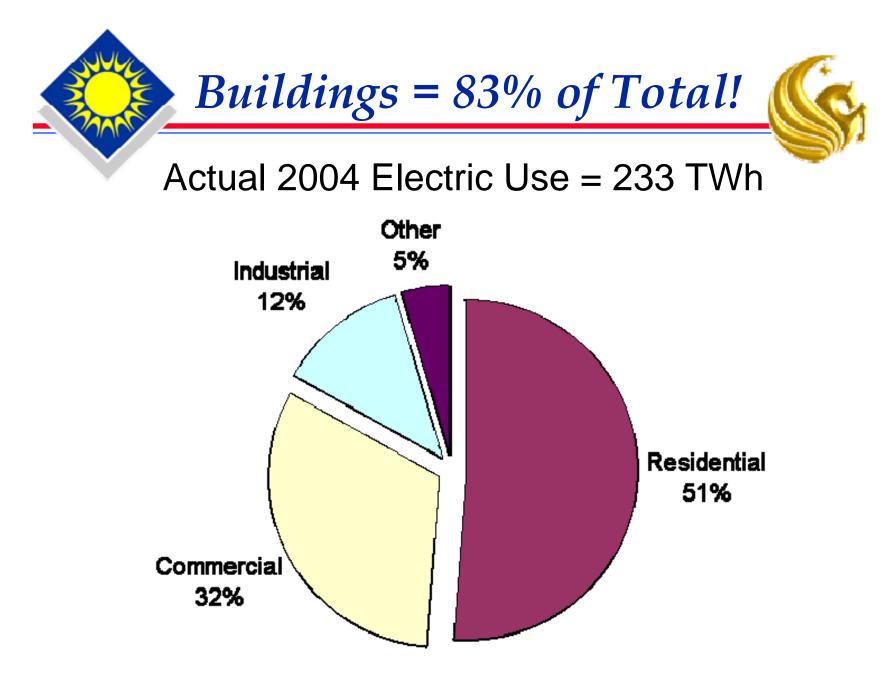




#### **Bona Fides**



- ✤ 27 years building science research at FSEC
- Member, Florida Building Commission (FBC) Energy Technical Advisory Committee
- Member, Florida Energy Commission (FEC)
   Efficiency/Conservation Advisory Group
- Member, Board of Directors & immediate past president of RESNET
- Co-author and FSEC lead, ACEEE Florida Report.

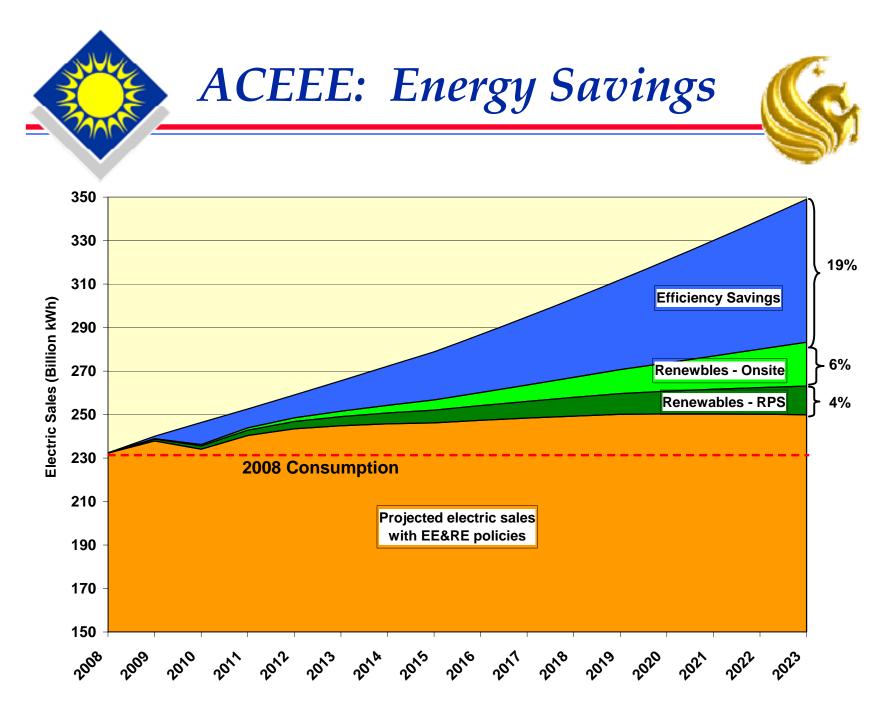


Source: http://www.fsec.ucf.edu/en/publications/html/FSEC-RR-58-06/

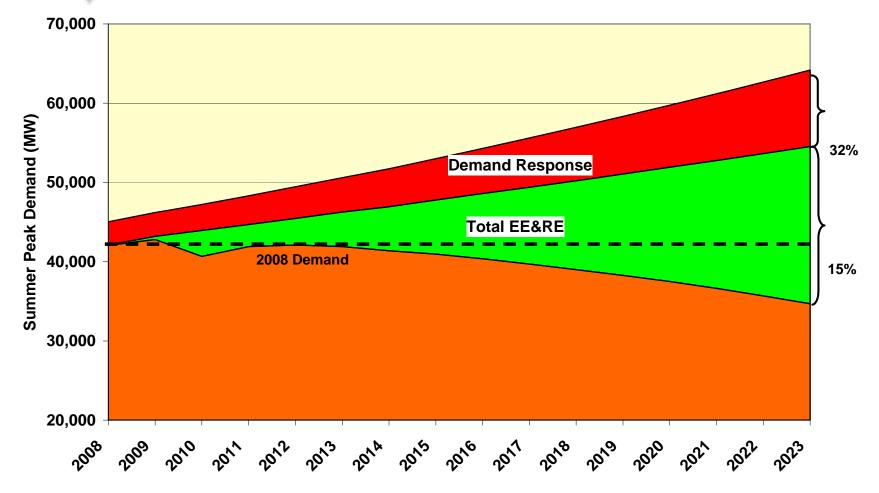




- Building energy efficiency is major player
- But . . . What's under the hood?
- Details make the difference
  - Baseline building definitions
  - Cost of improvements
  - > Detailed analysis results
- Report being revised to include many analysis details inadvertently left out of original
- Overall results not significantly impacted











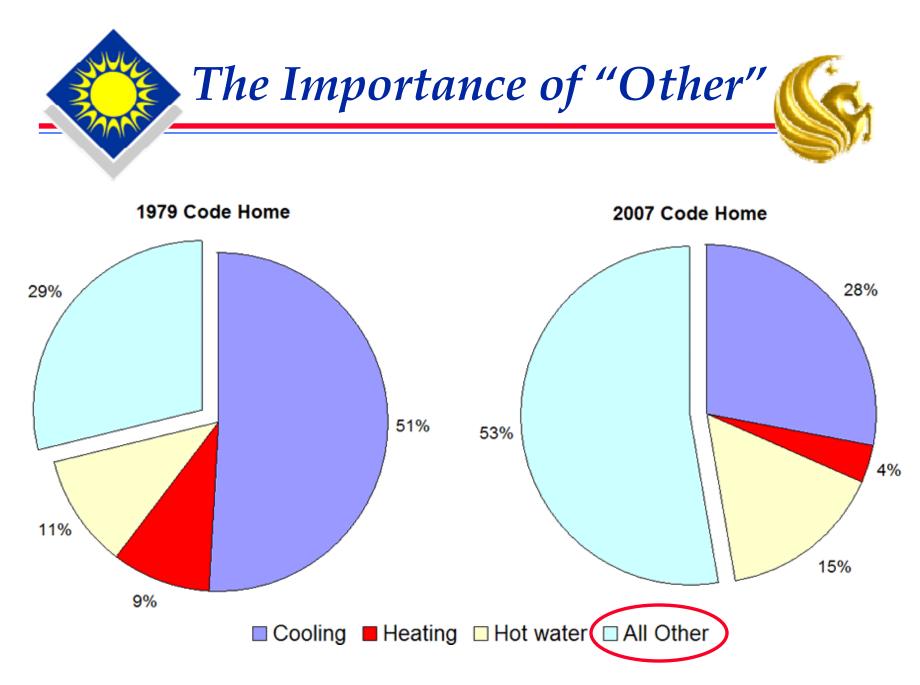
- Existing Home Baseline Attributes confirmed through major central Florida field monitoring study of more than 200 homes (2002)
- New Home Baseline attributes conform with minimum requirements of the 2007 revision of Florida's Energy Efficiency Code
- Home modeling simulations performed using Florida's EnergyGauge® USA software
- Important note: Study includes Code as well as non-Code ("Other") energy savings.



EnergyGauge® Software



- Florida's performance-based Code compliance software suite
- Developed and maintained by FSEC
- Powerful DOE-2.1E<sup>+</sup> simulation engine
  - Special provisions for humidity simulation
  - > Improved equipment simulation algorithms
- Important national software accreditations:
  - » RESNET Home Energy Ratings (residential)
  - IRS Federal income tax credit qualification (residential and commercial)

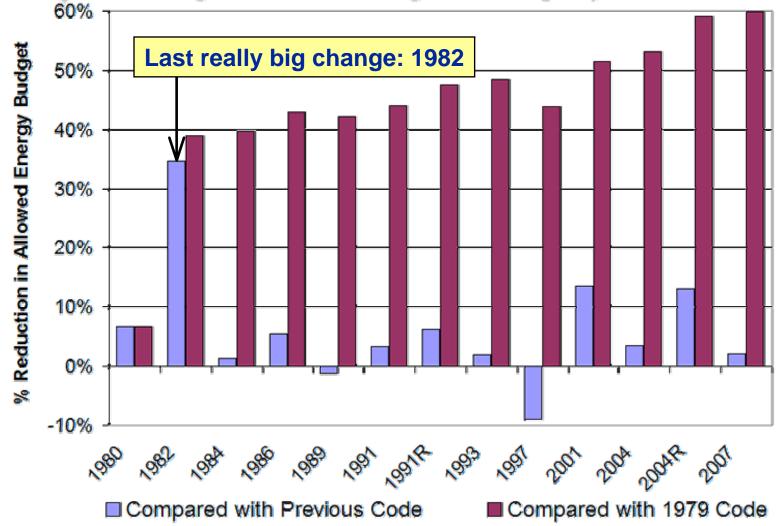




Florida's Energy Code



Change in Florida Building Code Stringency Over Time

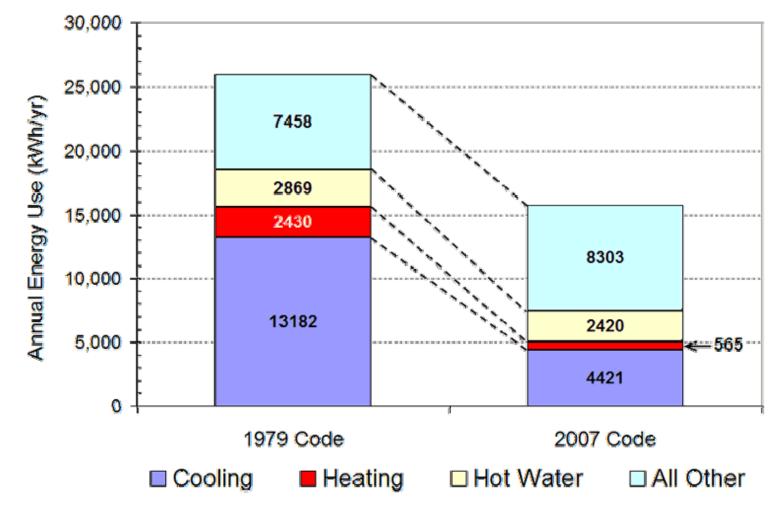




# **Overall Code Impact**

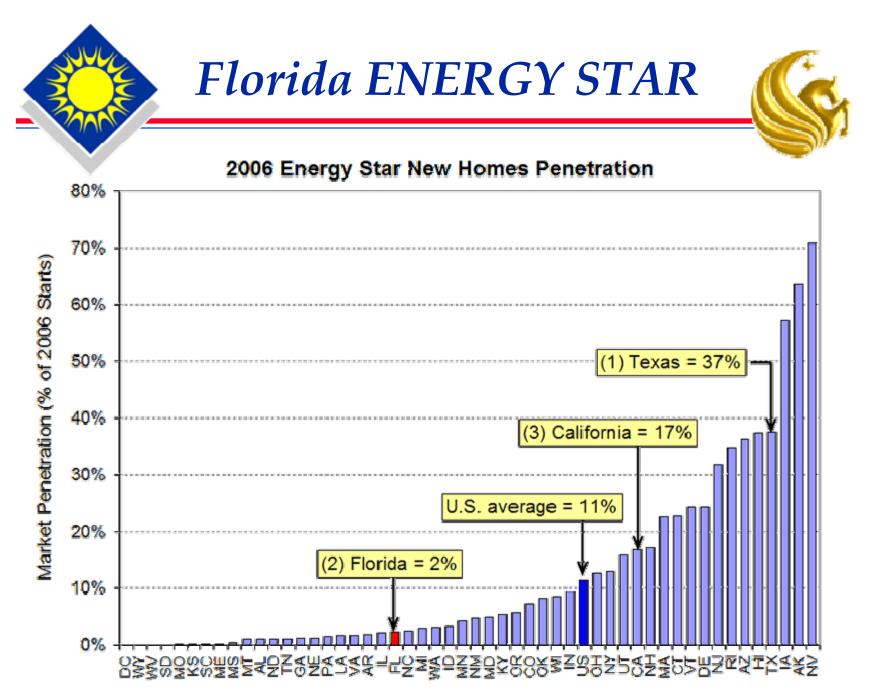


#### Florida Codes & Standards: 1979 - 2007





- ENERGY STAR® new homes U.S. EPA's "branded" labeling program :
  - > Qualification: 15% less whole-home energy use than the "American Standard Home"
  - > American Standard Home:
    - Model Code (IECC 2006) envelope attributes
    - NAECA minimum standard equipment
    - RESNET standard lighting and appliances
  - Homes qualify through RESNET-accredited Home Energy Rating Systems (HERS).







- EPAct 2005 Federal income tax credits (IRS Notice 2006-27)
- \$2000 income <u>tax credit</u> to home builder
- Qualification: projected heating and cooling energy use 50% less than the American Standard Home
- Requires RESNET-accredited software to qualify home
- Requires certified home energy Rater to inspect and test (commission) qualifying homes.



#### "Best Practice"



- Suilding America program U.S. DOE; program aim is to develop technology supporting "Zero Energy Homes" (ZEH)
- ZEH approach employ all cost-effective building energy efficiency measures <u>before</u> employing on-site photovoltaic power production
- This approach used to develop ACEEE "Best Practice" new home package (NH Pkg1).



**Other** "Beyond Code"

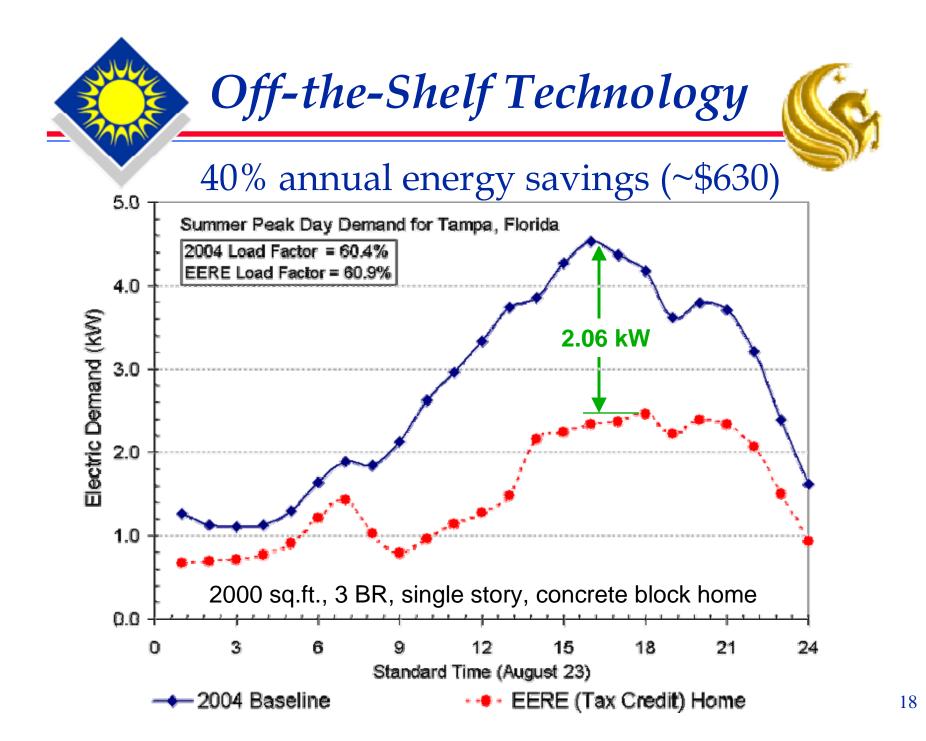


- Florida utilities new homes programs
  - > Approved by FPSC through DSM dockets
  - Usually tiered with significantly less savings than ENERGY STAR at program entry level
- USGBC LEED certification programs
  - Homes require ENERGY STAR as a mandatory minimum qualification
  - Commercial buildings currently establishing a minimum energy efficiency level
- Florida Green Building Coalition (FGBC).





- Approximately 30 "off-the-shelf" improvement measures evaluated in three Florida climates (Jacksonville, Tampa & Miami)
- Each individual measure compared against new home Baseline (2007 Code) on whole-home energy use basis
- Three "packages" developed from results using least-cost analysis methods
  - ENERGY STAR® package (~15% savings)
  - Tax Credit package (~25% savings)
  - "Best Practice" package (~40% savings)





### **ACEEE:** Costs



- Two cost sets developed
  - Baseline feature costs
  - Energy efficient (EE) feature costs
- Incremental costs = Baseline cost EE cost
- Cost source: "2005 RSMeans Residential Cost Data, 24<sup>th</sup> Annual Edition"
- As modified (normally upward) based on best judgment of authors (i.e. Philip).



Effectively the "Participant Cost Test"
Levelized Cost of Conserved Energy (CCE) used as the cost effectiveness metric:

CCE = Net cost of improvement \* CRF

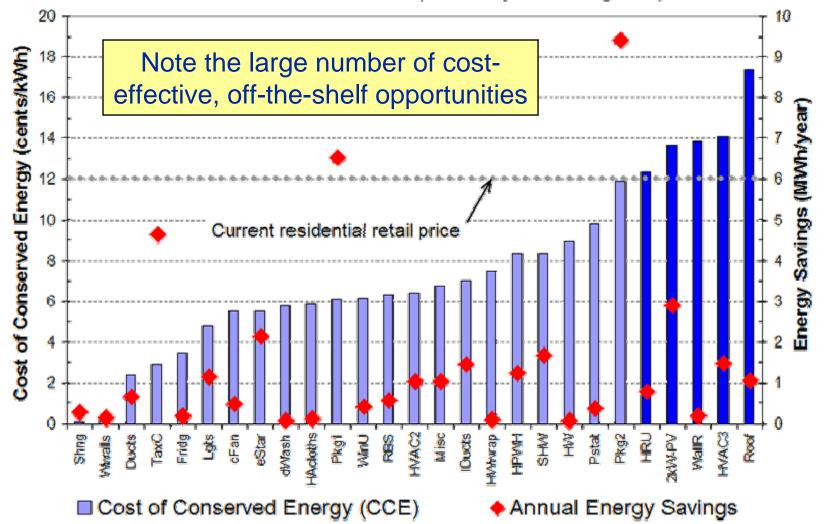
where: CRF =  $\frac{d (discount rate = 4.5\%)}{(1 - (1 + d)^{life in years})}$ 

Where CCE is less than the retail price of residential electricity, the measure or package of measures is considered cost effective.



## **ACEEE: Example Results**

EERE Measures for Miami (Sorted by increasing CCE)

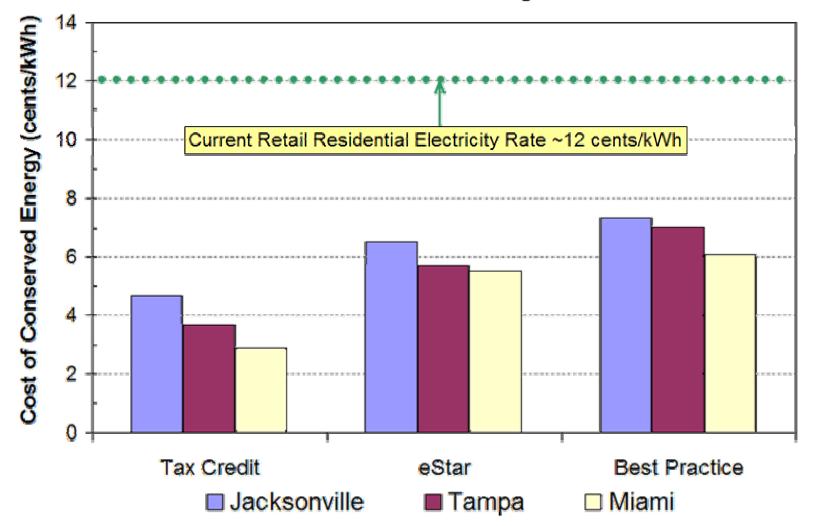




# Cost-Effectiveness



Levelized CCE for ACEEE Packages in 3 Climates





Florida Energy Ratings



- Florida Building Energy Efficiency Ratings Act (§ 553.990 F.S.)
  - Requires DCA to maintain a statewide, uniform system for rating the efficiency of buildings
  - Administered by FSEC through a no-cost contract with DCA.
- The method of qualifying for ENERGY STAR homes and Tax Credits homes in Florida
- FSEC is nationally accredited by RESNET as HERS Provider in Florida for these purposes.

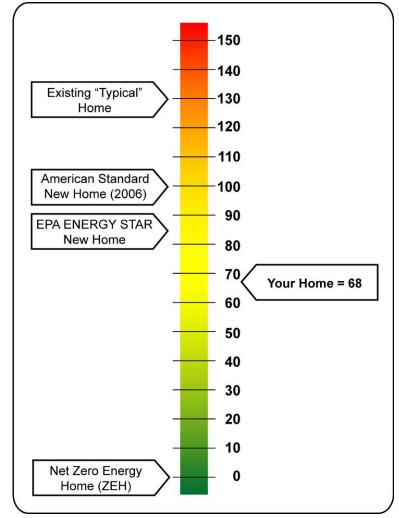




- ✤ <u>Residential Energy Services Network</u>
- A national, not-for-profit Home Energy Rating Systems (HERS) industry membership corporation [501(c)(3)]
- The national standards making body for building energy efficiency rating systems
  - > HERS Provider Accreditation Standards
  - > Training & Certification Standards
  - > Quality Assurance Standards
  - Software Verification Standards



- A national energy use index that measures whole-home energy efficiency on a relative scale
  - 100 = The energy use of the "American Standard Home"
  - 0 = No net purchased energy use - the "Zero Energy Home"
- ENERGY STAR homes have a HERS Index of 85 or lower
- Widely used in the "Beyond Code" marketplace

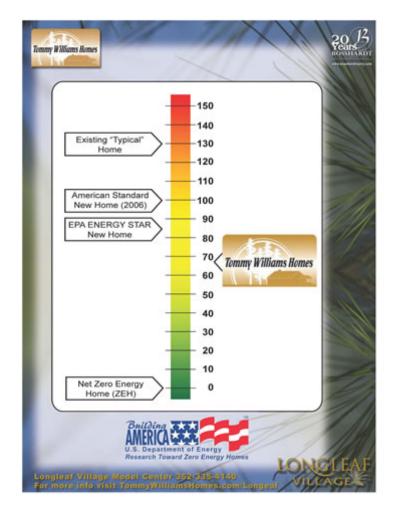




#### A Florida Example



- Two DOE *Building America* program award winners in Florida:
- G.W. Robinson Builders more than 300 *Building America* Homes
- Tommy Williams Homes
   more than 100 *Building America* Homes
- Note the model home counter-top display.





- It is the national, uniform "yardstick" for home energy performance
- You know your car's MPG, why shouldn't you also know the HERS Index of your largest energy user?
- And most important:

"You can't manage what you don't measure."





- Florida's adoption rate of "Beyond Code" building programs is woefully inadequate
   Only 2% ENERCY STAR home ponetration
  - > Only 2% ENERGY STAR home penetration
  - Less than 2% Tax Credit home qualification
- Good infrastructure capability exists (Florida Energy Efficiency Rating System), but . . .
  - Little to no public awareness due to lack of outreach and public education funding
  - > Building industry highly resistant risk averse
  - Virtually no "push from the top" to encourage "market pull" by consumers.



# What We Need



- "Top down" emphasis on building efficiency
- Legislation to implement performance-based financial incentive programs for high-efficiency buildings
- Code revisions that capture "Other" energy uses could use HERS Index
- Code revisions that make another "jump" in stringency e.g. ENERGY STAR level
- Funding for major consumer outreach and education programs
- Encourage utility new home programs with higher minimum savings requirements.



FSEC http://www.fsec.ucf.edu/

#### ENERGY STAR http://www.energystar.gov/

Building America <a href="http://www.eere.energy.gov/buildings/building\_america/">http://www.eere.energy.gov/buildings/building\_america/</a>

RESNET <u>http://resnet.us/</u>