

#### ENERGY EFFICIENCY & DIGITAL TECHNOLOGIES

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#### **AGENDA**

- Definitions and Myths
- → Background
- ✓ Digital Technologies that enhance Energy Efficiency
- Enabling Infrastructure and Resources
- Enabling Policies
- ✓ EE Investment Gap
- ✓ Case Study
- ✓ Questions

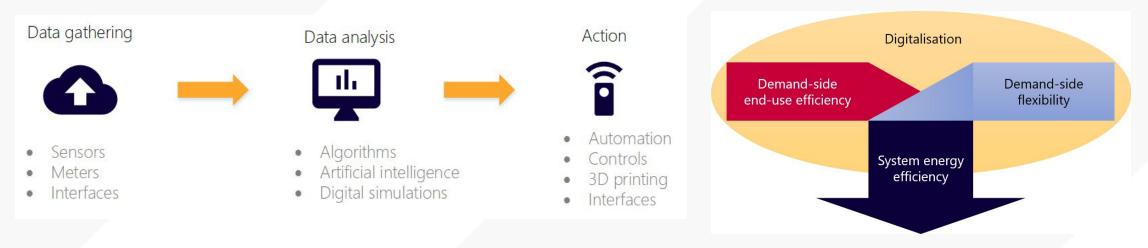
# **Definitions and Myths**

- ✓ What is Energy Efficiency? Why Energy Efficiency?
- ✓ Traditional Energy Efficiency
- Energy Efficiency vs. Energy Conservation
  - ✓ Conservation: Using less energy by adjusting behaviors and habits.
  - ✔ Efficiency: Using technology that requires less energy to perform the same function.
- Active Efficiency



#### **BACKGROUND**

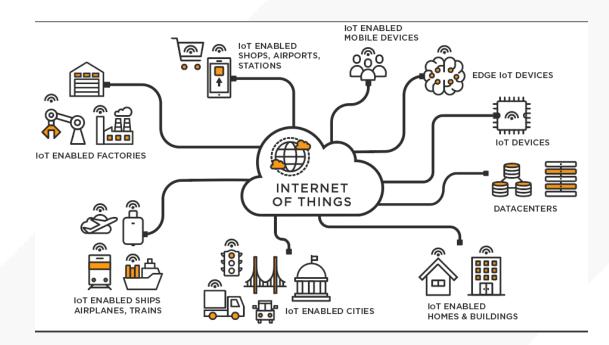
- ✓ Active Efficiency
  - ✓ Benefits of traditional energy efficiency measures + opportunities presented
    by digital technologies
  - ✓ Why? Traditional energy efficiency alone may not get us there



The Active Efficiency Collaborative – A coalition of industry leaders, NGOs, and public sector institutions working to accelerate the adoption of Active Efficiency.

## Digital Technologies that Enhance EE

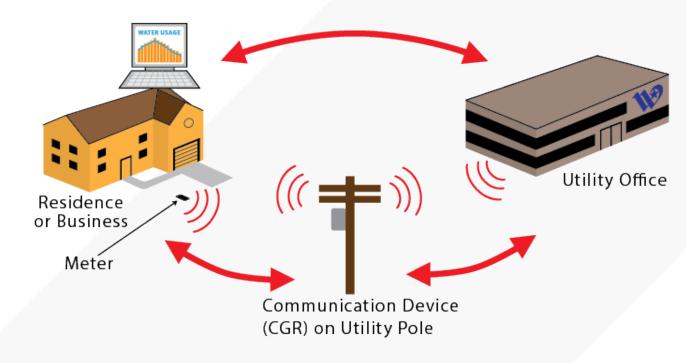
- ✓ Internet of Things (IoT)
- Advanced Analytics and Cloud-based Platforms
- ✓ Predictive & Automated Controls



### **Enabling Infrastructure & Resources**

- Advanced Metering & Controls
- ✓ Broadband
- ✓ Distributed Energy Resources
- ✓ Demand Response
- → Beneficial Electrification
- ✓ Storage

Advanced Metering Infrastructure System (AMI)



# **Enabling Policies**



Vehicle fuel economy standards

Appliance and equipment efficiency standards

ENERGY STAR\*

Utility sector energy efficiency programs

Federal research, development, and deployment

Building energy codes

A "quad" is 1015 Btus. The US uses about 100 quads per year. Savings are relative to what energy use would have been in 2017 without each of the policies. Electric savings are source energy savings. We convert kWh of electricity to Btu of energy using the average heat rate for 2017 from EIA.

# **Other Enabling Policies**

- ✓ Performance-based Utility Programs
- Subsidies
- ✓ Nudges

#### Case Study - ACTIVE EFFICIENCY AT WORK

Energy to implement Centrica Business Solutions' Panoramic Power technology, reducing their energy consumption and unlocking significant cost savings.

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\$1.2M

308%

GWh cumulative energy reduction in 34 months

USD in avoided costs

return on investment

Energy Demand - 70% Reduction

Emissions Reduction – More than 37,000 metric tons of  $CO_2$ 

Cost Savings - \$6.9 M

# The Energy Efficiency Gap

✓ Energy Efficiency investments should be more both from a consumer perspective and a societal perspective.

#### ✓ Possible Explanations

- ✓ Market Failures
- ✓ Behavioral Failures
- ✓ Hidden Costs



#### QUESTIONS

For further enquiries, visit <u>www.activeefficiency.orq</u>, <u>www.ase.orq</u> or contact

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