















## **MEEA Workshop**



### **Three Topics**



• Emerging Technology

Education

Market Conditioning





#### **Energy Efficiency Programs**





Gas Heat Pump Technology will significantly advance the HVAC and Water Heating Product Offerings in our Residential Portfolio



Our focus:

Market Conditioning

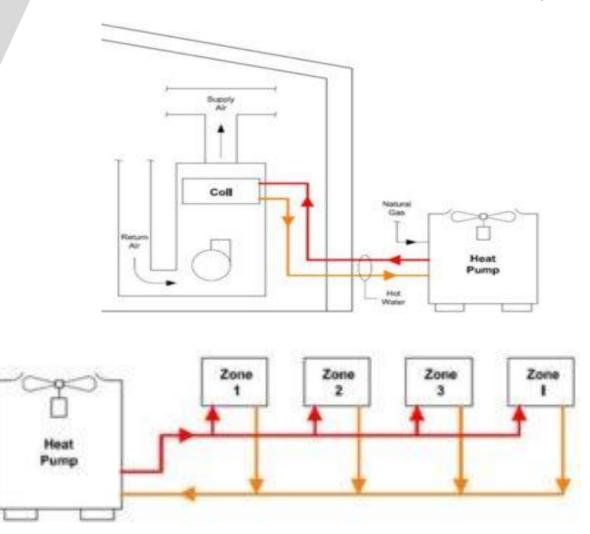
Program Structure



# Natural Gas Heat Pumps

# Forced Air or Hydronic Systems

 Moves the needle for gas space heating efficiency





# How

- Energy Efficiency Programs to our customers through our contractors
- Gas Heat Pump Technology moves the gas efficiency product offerings above 100% efficiency
- Market Conditioning will be our focus and strategy

# Why

- The average customer uses 80 % of their total yearly therm consumption to heat their home.
- Using Thermal Heat Pumps could reduce residential customers heating usage by up to 40%
- Associated GHG savings would be greater than moving to an EHP in many service territories

#### **Internal & External Market Conditioning**



- Internal
  - Initiate creative program design to help launch this new product category
    - ❖ Adopt a Measure Tier 3 for products above 97% and prepare for the advanced Tier
    - On Bill Repayment and access to programs for LMI communities
  - Installer Training and Support
    - Work with and support local tradespeople to be prepared for product launch

- External
- Membership in the North American Gas Heat Pump Collaborative
- Public Utility Commission education and awareness
- Carbon Reduction Education
- Working with GTI to understand and inform best in class products and best practices for install
- Working with others CEE, AGA, ESC, ACEE, AHRI

#### **CEE Revised HVAC Gas Specification – Market Conditioning**



- Designate performance achieved by gas heat pumps
- A Crucial First Step in Aligning the Market
- Helps to define and capture the superior performance of this new product category

**Gas-Fired Forced Hot Air Specification** 

Gas-Fired Boiler (Hydronic) Specification

| Level      | AFUE* |
|------------|-------|
| CEE Tier 1 | ≥ 92% |
| CEE Tier 2 | ≥ 95% |
| CEE Tier 3 | ≥ 97% |

| Level      | AFUE* | Other<br>Requirements   |
|------------|-------|-------------------------|
| CEE Tier 1 | ≥90%  | Thermal Load            |
| CEE Tier 2 | ≥95%  | Management <sup>^</sup> |

| Level         | AFUE** |
|---------------|--------|
| Advanced Tier | ≥ 120% |

| Level         | AFUE** | Other<br>Requirements       |
|---------------|--------|-----------------------------|
| Advanced Tier | ≥120%  | Thermal Load<br>Management^ |

\*\*ANSI Z21.40.4

### Education - Moving toward a low carbon future – More to do for Utilities



- Educate the C Suite for all Possible Market Strategies
- Allocate and socialize a long-term budget
- Local data and information for market potential
- Education and more Education
- Provide Exceptional Customer Service

 Engage OEM's and the full supply and distribution chain, Distributors, Retailers, Installers

- Push for greater efficiencies while maintaining product safety and quality
- Continue to Support Decarbonization Strategies
- Scale of commitment drives lower price and cost