

### Model Regulation Guidelines to accelerate Market Transformation for Energy Efficient Appliances and Equipment

Energy Efficiency Appliances & On-Bill Financing Virtual Workshop 29<sup>th</sup> July 2021

Soledad GARCIA, United for Efficiency





### Supporting Countries to Save 20% of their Electricity

By accelerating the Global Transition to <u>much more energy efficient lighting and appliance technologies</u> by strengthening country capacities around the world, as well as ensuring environmentally sound management practices. Building synergies among stakeholders, sharing knowledge and information, helping create strategic policy and regulatory frameworks, and addressing technical and quality issues.



Electric Motors



Bulbs

Residential Refrigerators

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Room Air Conditioners



Distribution Transformers

### HOW DO WE FULFILL OUR MISSION?

We tackle the 5 products that use more than 50% of global electricity: U4E implements a proven Integrate Policy Approach for product market Transformation:



• Can improve efficiency by 30%

# STANDARDS, LABELLING, GREEN PUBLIC PROCUREMENT AND MARKET BASED INCENTIVES WORK



Offer incentives support the adoption of the best products (e.g. rebates, financing, bulk buy discounts)

Promote efficient products (e.g. labels and awareness campaigns to help buyers understand EE benefits)





Minimum Energy Performance Standards (MEPS) ban the worst products



Monitor the market for MEPS compliance, test the products and enforce the rules

ESM for Recycle & dispose old products in a sustainable way





Energy Efficiency of Products in the Market

#### Objective

- ✓ MEPS (Minimum Energy Performance Standard) → Indicates the máximum energy consumption allowed for a producto to be comercialized in a country/region. Therefore, it bans those products that are obsolete or inefficient.
- ✓ Labelling scheme → Indicate the efficiency level for the products marketed in the country/region to compared them
  between each other. Provides information to the end user to make informed purchasing decisions. Promotes the most energy efficiency products from the market.





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2 Star 9%

3 Star 62%



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#### Challenges

- Lack of data from both local and global markets.
- ✓ Where the Global market is heading in terms of technologies available, best practices, policies, etc.
- ✓ Absence of harmonized regulations among countries and lack of framework that foster it.
- ✓ No reference to update policies regularly.
- ✓ Technical limitations to respond to common questions, such as:
  - What is the scope of products that have to be included in the norm?
  - What is the metric that I should use to calculate energy efficiency?
  - What are the test methods that I should use to measure energy consumption?
  - What is a good level of efficiency to be used as MEPS?
  - What should be the efficiency levels that define the efficiency classes on the label?
  - Should I regulate the refrigerant gases, up to what GWP value?

The U4E Model Regulation Guidelines can help regulatory authorities and policy makers with some of these questions and concerns





### Aims of the Global Model Regulation Guidelines

- Simplify the adoption of new robust regulation /enhance existing one in terms of MEPS and Labels for developing and emerging economies.
- → Guidance on setting a minimum efficiency energy floor, but also define other key performance requirements simultaneously (eg. GWP refrigerants for cooling products).
- → Use proven best practices and tap into global policy and technology trends to catalyze product innovation, and give consumer more choices.
- Harmonize requirements to reduce trade barriers and unlock economies of scale to make products more affordable

A range of stakeholders, including governments, manufacturers, technical institutions and environmental groups have contributed to their development.



### Facilitate National adoption and harmonization across countries

#### **Benefits**

- Reduction of commercial barriers that impede for a much bigger market demand. Larger markets make products more affordable and attractive for investments, for consumers and institutional procurers.
- Encouragement for countries lagging behind on their policies and regulations to bridge the gap regarding their neighbors and accelerate policy adoption process to avoid becoming dumping grounds for inefficient products which end up costing more in the long run.
- Efficient use of limited resources by spreading the market surveillance costs or share testing infrastructure, information and tools.

- **Peru** has no MEPS.
- Label in Mexico has no EE classes, is based on percentage improvement with MEPS baseline.
- Ecuador MEPS only allow A products, making the Label obsolete.
- Argentina MEPS allow consumption of 40% greater than Chile.

#### 1200 Etiqueta y MEPS: Refrigerador-Congelador (70%-30%) de 350 litros 1000 Consumo anual (kWh/a) F 800 **E** D 600 C B 400 A A+ A++ 200 A+++ U4E EU 2014 EU 2021 Chile México Colombia\* Colombia\* Brasil Ecuador Perú (Sin Argentina (Tipo 5) 2021 2023 MEPS)





### Key elements of the Global Model Regulation Guidelines







#### Scope and definitions, exemptions

- Lighting: LED General Service Lamps (non-directional and directional/spot light bulbs) and Linear fluorescent tubes and linear fluorescent luminaires.
- *Refrigerators*: refrigerating appliances (refrigerators, freezers and combination) of the vapor compression type, volume between 10 Liters (L) to 1,500 L. Upcoming for Commercial Refrigerators.
- ✓ Room Air Conditioners: Non-ducted single splits, self contained, portable and reversible hear pumps upto 16 KW.
- ✓ Electric Motors: three-phase electric induction motors with two, four, six and eight poles; rated output between 0.75 kW-375 kW.
- Distribution Power Transformers: Liquid Filled and Dry type DT's in the 5 to 3120 kVA power range.

#### **Applicable Test Methods**

**Energy Efficiency Regulation (MEPS)** 

**Other Performance Requirements** 

Performance Labelling (levels that exceeds the minimum)

**Product Information requirements** 

**Refrigerant and foam Blowing agent regulations** 





### Complementary Tools & Resources

#### +155 Country Saving Assessment



Public Procurement Specifications Guideline



**5 Policy Guides for selected products** 



#### **Supporting Guidelines**



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Monitoring, Verification and Enforcement Guides





### Sustainable Public Procurement Guidelines

SUSTAINABLE PUBLIC PROCUREMENT

TOOLKIT **0000** 

- Green Public Procurement Guidelines and Specifications (launched Q2 2021).
- Intended for: Public Procurers, Lighting and Cooling Technical Personnel, Policy Makers and related officers involved in procurement activities.
- Scope
  - Lighting: Office / Large Buildings lighting luminaires (LED luminaires and LED tubes) and all Street/ Outdoor lighting luminaires.
  - Refrigerator appliances: Domestic Refrigerators and Freezers, Commercial / Professional Refrigeration Appliances, Vending Machines, Laboratory Grade Refrigerators.
  - Toolkit: Key sustainable considerations (environmental, social and economic), current barriers for its deployment (financial, awareness, capacity and regulatory), Economic analysis of delivery models and overall recommendations for the tendering process.
- Technical Criteria Included:



### KNOW MORE ABOUT U4E AND JOIN US:

#### **Check our websites**

Find out tools, policy guides and policy briefs, webinars, model regulations, country assessments and news releases on our official website.

#### http://united4efficiency.org/

#### **U4E introduction video**

Need a quick introduction to our project? Our three minute general video is at:

EN http://united4efficiency.org/accelerating-the-transition-to- highefficiency-products/

#### **Model Regulation Guidelines**

Check U4E's Model Regulation Guidelines at: https://united4efficiency.org/resources/model-regulation-guidelines/



## WE NEED MORE ENERGY EFFICIENCY TO COOL THE WORLD





## Contact

MARKETS TO ENERGY-EFFICIENT

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