HVACR and Water Heating Industry Certification, Advocacy, and Horizons

Aykut Yilmaz June 2, 2015



What we will cover...

- > Introduction to AHRI
 - **➢** History
 - ➤ The "Three Pillars" of AHRI
 - ➤ How it Works: Membership and Governance
- > Industry Trends
 - **Regulations**
 - > Systems Efficiency
 - > "Smart" Equipment









AHRI: Air-Conditioning, Heating, and Refrigeration Institute

- ➤ Is one of the nation's largest trade associations
 - Representing over 300 HVACR and water heating manufacturers across 39 product sections
- > Administers rigorous certification programs
 - 40 Certification Programs
- > Establishes international standards
 - Nearly 100 industry standards and guidelines
- Promotes policies beneficial to industry
- Represents the industry domestically & globally
- Administers a comprehensive industry statistics program



Senator Johnny Isakson (R-Ga.), with AHRI President and CEO Stephen Yurek, Ed Purvis (Emerson Climate Technologies), and Harry Holmes (Morrison Products, Inc.)





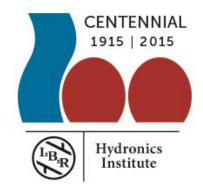


AHRI History

- > Formed in 2008 in a merger between:
 - ARI Air-conditioning and Refrigeration
 Institute
 - GAMA Gas Appliance Manufacturers
 Association
- ➤ Gas-fired appliances since 1915 (National Boiler and Radiator Manufacturers)









Member Profile

Our members manufacture:

- Central air conditioning and heating equipment
- Water heating equipment
- Commercial and industrial air-conditioning, heating, and ventilation equipment
- Commercial and industrial refrigeration equipment
- Hydronic heating equipment
- Components for heating, air-conditioning, and refrigeration systems









Heating & Component Product Sections

- ➤ Air Filtration and Ultraviolet Light Treatment
- Blowers, Fans & Motors
- Burners
- Commercial and Industrial Forced Air Heating
- **Controls**
- Direct Heating
- Flexible Metallic Gas Piping
- Fluid Pumps

- Furnaces
- Gas Detection and Analysis
- Heat Pump Pool Heaters
- > Hydronics Institute
- Infrared Heaters
- Variable Frequency Drives
- Vent-free Gas Products
- Venting Products
- Water Heaters
- Zone Control System Technology



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Cooling, Refrigeration, and Component Sections

- Air Control & Distr. Devices
- Air-Conditioning Heat Transfer
- > Air-to-Air Energy Recov. Vent.
- Applied Packaged Systems
- Automatic Commercial Ice makers
- Chemical and Refrigerant Reclaimers
- Chilled Beams
- Commercial Refrigeration Manufacturers
- Compressors and Condensing Units
- Datacom Cooling

- Dehumidifiers
- Ductless Equipment
- Flow and Contaminant Controls
- Geothermal /WS Heat Pump
- Humidifiers
- Industrial Refrigeration and Heat Transfer Products
- Liquid Chillers
- Mobile Refrigeration
- Thermal Storage Equipment
- Unitary Large Equipment
- Unitary Small Equipment



Three Pillars of AHRI

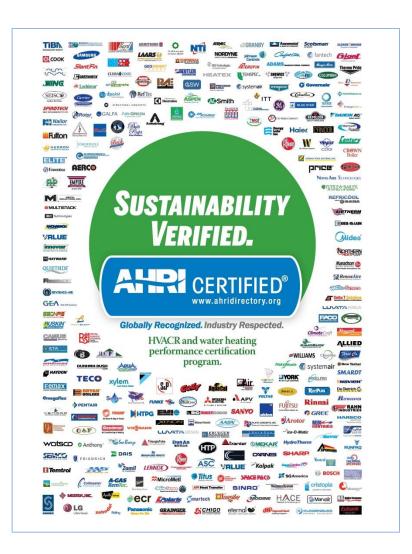




Three Pillars of AHRI

See video at www.youtube.com/watch?v=t8Ymojesf1M





Certification



AHRI Certification

- 40 certification programs
- Foremost globally recognized HVACR & water heating certification program
- 400+ participants
 - 58 International Licensees from 16 countries
- Over 2,200 tests annually
- Accredited by Standards Council of Canada (SCC) to ISO 17065
- Testing contracted to several ISO-17025 accredited, third-party labs
- ENERGY STAR Certified Body
- DOE / CEC / NRCan Information Providers





History of AHRI Certification

- ➤ AHRI Certification Program dates back more than 80 years
- ➤ All GAMA Efficiency Rating Certified marks, I=B-R, and ARI Performance Certified marks have been replaced with the AHRI Certified mark.





Equipment Certified By AHRI

- Air-Cooling and Heating Coils
- Air and Water-Cooled Chillers
- Baseboard Heaters
- Central Station Air-Handling Units
- Commercial AC and Heat Pumps
- Commercial Refrigerators
- Datacom Cooling
- Direct Heaters
- Energy Recovery Ventilators
- > Finned Tube Radiators
- Gas Purge Equipment for Use with Chillers
- Geo-Exchange Heat Pumps
- Ice-Makers/Ice Bins
- > Indirect Water Heaters
- Liquid-to-Liquid Heat Exchangers
- Pool Heat Pumps
- > PTAC/PTHP
- Reclaimed Refrigerant

- Refrigerant Recovery/Recycling Equipment
- Residential & Commercial Furnaces
- Residential & Commercial Water Heaters
- Residential & Commercial Boilers
- Residential AC and Heat Pumps
- Refrigerant Testing Laboratory Certification
- Room Fan-Coils
- Single Package Vertical AC and Heat Pumps
- Truck/Trailer Refrigeration Units
- Unit Coolers
- Unit Ventilators
- Variable Air Volume Terminals
- Variable Frequency Drives
- Variable Refrigerant Flow AC/HP
- Water Source Heat Pumps



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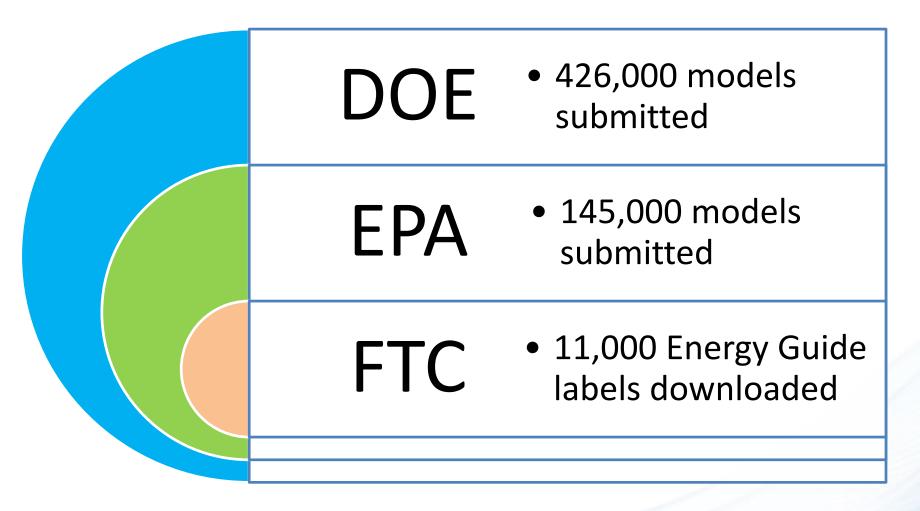
Online Directory: www.ahridirectory.org

- > AHRI Directory
 - The portal between manufacturers and consumers
- Over 1,900,000 product listings
- More than177,000 visitorsper month



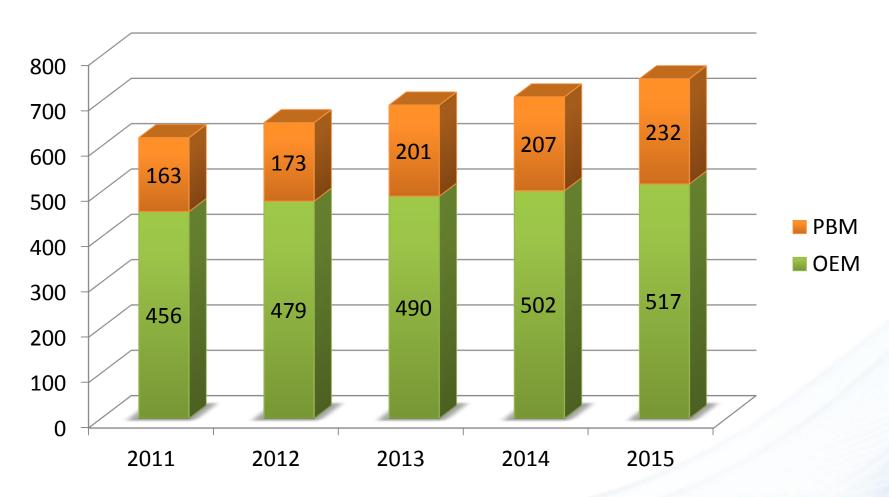


Directory of Certified Product Performance





Certification Licensees Continue to Grow





Joining an AHRI Certification Program

Application Submittals

- Application is separately applied to each Certification
 Program
- Ratings provided for all models (Certify All)
- Exact process can vary from program to program
 - Refer to program-specific Operations Manual

> Testing

- Products tested from each manufacturer, each year
- Conducted by a 3rd party lab (not AHRI)

Standards







Standards

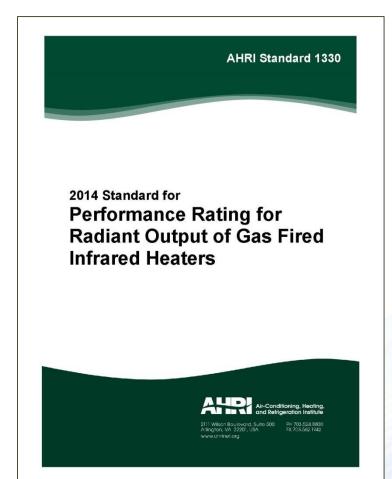
- AHRI has published more than 100 standards and guidelines
 - Many in both I-P and SI
 - Majority are designated
 American National Standards
 by ANSI
- Regularly work with organizations and governments around the world to help them either adopt or harmonize our standards
- Accredited by the Standards Council of Canada to develop National Standards of Canada





<u>Standards – Heating products</u>

- > New:
 - ➤ AHRI 1330-2014 Radiant Output of Gas-fired Infrared Heaters
 - ➤ ANSI/AHRI 1500-2015 Commercial Space Heating Boilers
- Under development:
 - Draft AHRI 1260P Portable Combustion Gas Analyzers
 - ➤ ASHRAE/AHRI 155P Commercial Space Heating Boilers





Advocacy



Government Affairs

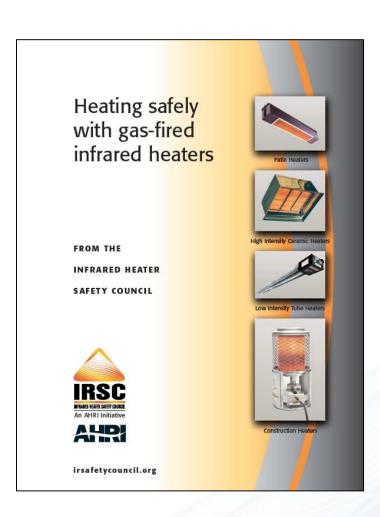
- > U.S. Congress
- > Federal Agencies
 - Department of Energy
 - Environmental Protection Agency
 - Department of Commerce
 - Federal Trade Commission
- > State Governments
- Foreign Organizations and Governments
 - Standards Adoption and Harmonization
 - Performance Certification
 - International Trade Issues





Safety Issues

- Member of UL / CSA committees
 - Z21/83 Standards
 - UL STP 296
- > Track Fuel Gas Codes Activities
 - NFPA, ICC
- > State Regulations
 - Plumbing, Fuel Gas, and Oil Codes
 - e.g. PVC venting issues
- Publications





Structure - AHRI

ASSOCIATE MEMBERS

MEMBER COMPANIES

INTERNATIONAL MEMBERS

BOARD OF DIRECTORS

Directors-at-Large, Product Section Chairs Treasurer & Immediate Past Chair

EXECUTIVE COMMITTEE

Chair, Vice-Chair, Immediate Past Chair, Treasurer & Directors-at-Large

PRODUCT SECTIONS

STANDING/BUSINESS COMMITTEES

STAFF



Product Section Organization

Product Section

Not all sections have all committees

Nominating Committee

Membership Committee

Engineering/Technical Committee

Statistics Committee

Certification Committee

Regulatory Committee

Compliance Committee

Other Ad Hoc Committees (as needed)



Approval Process

- <u>Standards</u>: Engineering/Technical Committee
- <u>Certification</u>: Compliance Committee

Section Committee Section

- Standards
- Certification Programs

AHRI Committee



Industry Trends



Increasing Efficiency Regulations

- > The players:
 - > U.S.
 - Department of Energy (DOE)
 - Environmental Protection Agency (EPA)
 - Federal Trade Commission (FTC)
 - Consumer Product Safety Commission (CPSC)
 - California Energy Commission (CEC)
 - State Air Quality Control Districts, e.g. SCAQMD
 - International
 - Natural Resources Canada (NRCan)
 - **EU Directives**
 - Emerging Markets



- > 2015-2016 Expected Rulemakings
 - Single package vertical units
 - Unitary large equipment
 - Commercial furnaces
 - Residential furnaces
 - > ASHRAE 90.1 products
 - Hearth products
 - Residential Boilers
 - Packaged Terminal equipment
 - > Commercial Pumps
 - Commercial fans and blowers





- Legal authority under EPCA, NAECA, and various amendments
- Process:
 - 1. Establish <u>Test Procedures</u>
 - 2. Establish Minimum Efficiency Performance Standards (MEPS)
 - 3. Repeat!
- > Steps:
 - 1. Request for Information/Framework Document
 - Notice of Proposed Rulemaking (NOPR)
 - Supplemental NOPR if necessary
 - 3. Final Rule
 - 4. Delay until final implementation
 - > Test procedure: 6 months
 - ➤ MEPS: 3 to 5 years



- What trends are we seeing?
 - Rulemaking is more hurried
 - MEPS before Test Procedures
 - More frequent changes that are increasingly aggressive
 - Added scope of regulations
 - More data collection (certification reports)
 - More enforcement activity
- Why are we seeing this?
 - Climate Change and social health concerns
 - Pressure from Energy Efficiency Advocates
 - > Lack of Congressional action
 - Ideology



- How are manufacturers impacted?
 - Product redesigns
 - Product testing
 - Cost to respond to rulemaking
 - Changed marketplace
 - Greater chance of penalties



- > Examples
 - New metrics
 - Residential Water Heaters UEF
 - Pool Heaters Integrated Thermal Efficiency
 - > Standby/Off-mode electrical consumption
 - Furnace Fan Energy Rating
 - Stringent standards
 - 92% AFUE Furnace Standard (proposed)
 - Residential Water Heater > 55 gal must be Heat Pump/Condensing Gas



- AHRI Strategy
 - Negotiate
 - Engage stakeholders
 - Most effective if put into law
 - Engage
 - Respond to Rulemaking documents
 - Legal and Technical evaluations
 - Input of AHRI members is indispensable
 - If Negotiating and Engagement fails, Oppose
 - Petitions for reconsideration
 - File lawsuits if procedures were not followed
 - > Add pressure on DOE via Congress to address industry concerns
 - Lobbying
 - Public Awareness Campaign
 - Change rules about how DOE regulates



- Currently using <u>Appliance</u> MEPS
- ➤ Appliance efficiency ≠ building efficiency
- System Efficiency needs to consider:
 - **Components**
 - Subsystems
 - Building impacts
 - > Seasonal impact



- Gas-fired commercial boiler example:
 - Currently rated with Thermal Efficiency
 - > 80°F return, 180 °F supply
 - Maximum input rate
 - Actual energy use of a hydronic system:
 - **>** Water temperature ΔT ≠ 100 °F
 - Actual temps. depend on heat exchangers
 - Modulation/cycling
 - Optional DHW
 - Component energy
 - **Pumps**
 - **Blower**
 - **Controls**
 - Pilot energy



- ➤ A recent study by ACEEE showed that the USA has some of the highest component efficiencies and most complex prescriptive requirements in the world, but ranks 13th out of 16 major countries in efficiency.
- ➤ Global initiatives are starting to move in new directions as shown by the Second European Directive and new initiatives in Canada. ASHRAE 90.1 is also looking moving this direction.
- ➤ The industry needs to be more proactive and take the lead on efficiency improvements with strong initiatives to move away from the component approach toward a subsystem and system approach while addressing the continued sustainability of the equipment and systems



- > AHRI's Board of Directors has established a Systems Steering Committee to coordinate activities
- ➤ AHRI Product Sections are developing and executing strategic plans to address commercial systems
 - Commercial Boilers
 - Commercial Furnaces
 - Commercial Water Heaters
 - Direct-fired Commercial/Industrial Heaters
 - Unit Heaters
- **▶** Plans have 5-10 year executable goals
- May result in new metrics, new certifications, computer models, etc.



Smart/Grid-enabled Equipment

- Technology to connect utilities with equipment is available, but is basic
 - ➤ Manages peak-demand and energy storage with on/off controls
 - Growing importance
 - MEPS for grid-enabled residential water heaters
- AHRI Smart & Connected Ad-hoc Committee
 - Completed Proposed Framework for Demand Response
 Performance and Communication Specifications for
 Smart/Connected Variable Capacity Unitary HVAC Equipment
 - Will start first for unitary AC equipment, then may expand further



Questions?



