# Communicating the Network Lighting Control Value Proposition (NLC VP!)



WHEN CUSTOMERS COMPLAIN THAT IT

WON'T MAKE PHONE CALLS, WE'LL BLAME

THE NETWORK.

**Presented by** 

Armando Berdiel Chavez, LC, Meng.

**Technical Development Supervisor** 

**Summer 2020** 





lighting design lab

#### Before we begin...

#### **During the Webinar**

- Attendees will be muted
- Please use the chat feature in the control panel to submit questions to LDL staff
- The presenter will pause to address questions every ~10 minutes
- Please participate in the online polls.

#### **Following the Webinar**

- Please take the short survey
- A recording and the slide deck will be posted on LDL's webpage
- Reach out to <u>LightingDesignLab@seattle.gov</u> with comments or questions.





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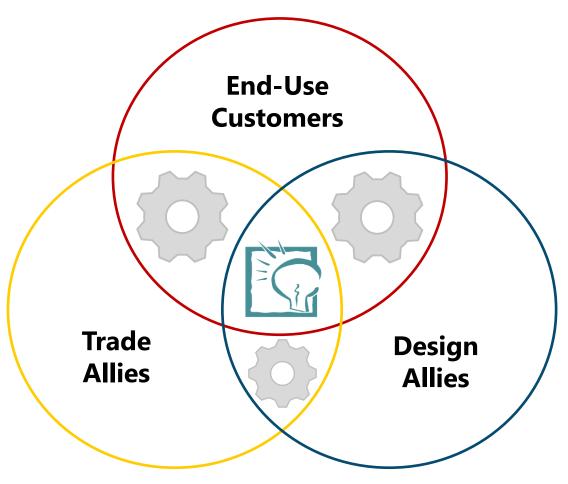


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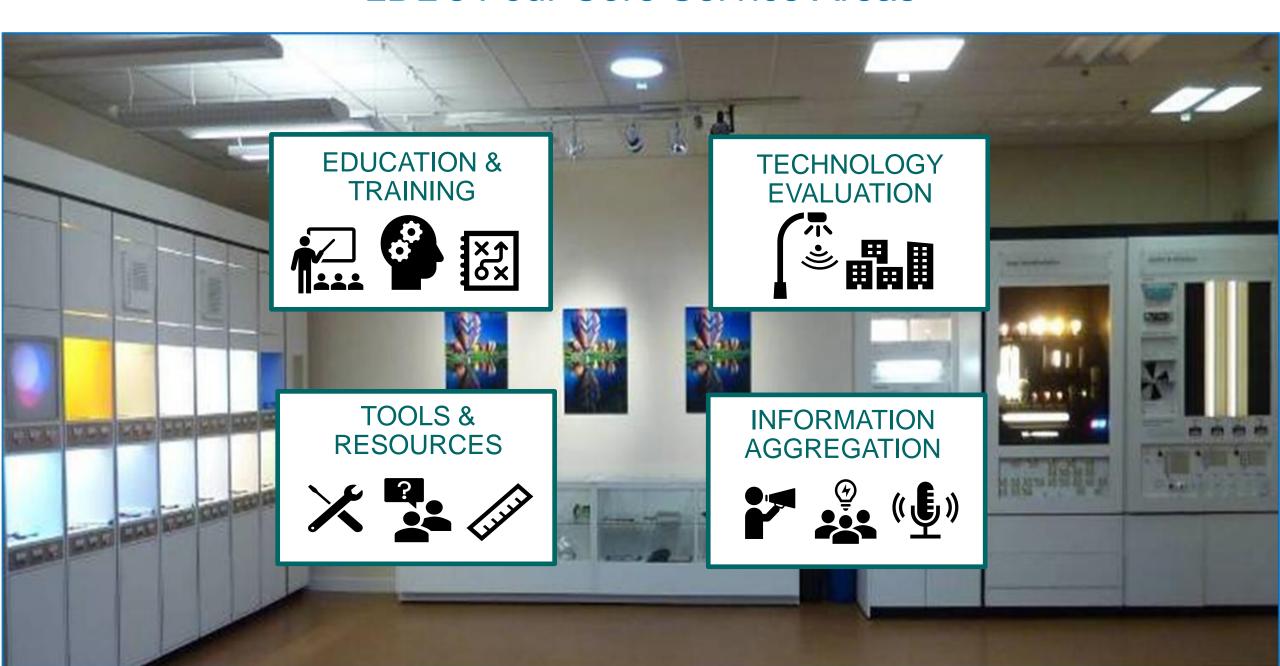
#### Who We Work With



It takes a village...



#### LDL's Four Core Service Areas



#### Instructor Background



Armando Berdiel Chavez, M.Eng., LC Technical Development Supervisor



- Lehigh University, B.S.
  - Computer Science & Business



- Engineering Management
- Lutron Electronics (PA)
  - Systems Support
  - Lead Project Coordinator
- Pearl Street LED Systems (NJ, NY)
  - Project Development Engineer





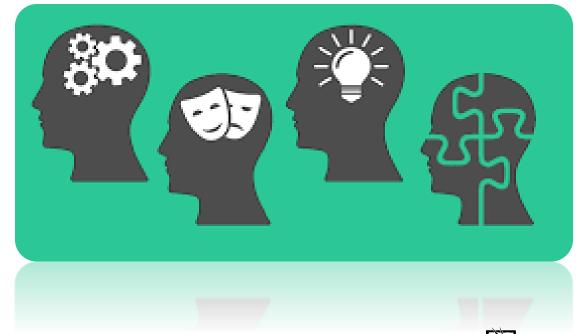






Enough about me...

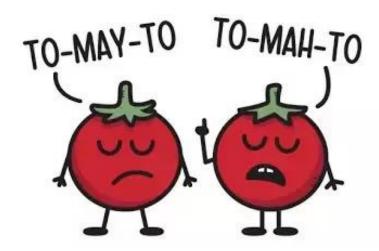
Let's talk about you...



## Setting the Stage



#### Some Terms, Acronyms, Definitions



Term	Definition	
NLC / ALC / LC	Networked Lighting Controls	
LLLC	Luminaire Level Lighting Controls	
Connected Lighting	LED + NLC	
NEB	Non-Energy Benefits	
SBE / SB	Smart Building Ecosystem	

#### NETWORKED LIGHTING CONTROLS SERIES





#### **CONTROL TECH TERMS**

This guide outlines key terms and concepts you need to know in order to communicate effectively with all project stakeholders.

#### LET'S GET ON THE SAME PAGE

With the rapid pace of change in the lighting and controls industry, it is easy to confuse the ever-expanding list of new terms, technologies, and concepts being applied to networked lighting control solutions.

#### Part #1: Understanding System Components

Most Networked Lighting Control (NLC) Systems have basic components in common.

Understanding the discrete components will help you better understand the pros and cons o different systems available on the market.

COMPONENT	WHAT DOES IT DO	HOW DOES IT DO IT	NOTES
Luminaire driver	Controls power to the luminaire and regulates dimming	Various control protocols; 0-10 volt, DALI, DMX	Not all LED fixtures come standard with dimming
Load controller	Sends commands and data from luminaire to NLC system	Wireless radio signal to Gateway	Load may be luminaires, receptacles, or motors
Gateway or hub	Communicates wirelessly with NLC components and other building systems	RF, cellular, ethernet server	May be wired in very large systems or POE
Central server	A more robust computing platform for NLC's and other whole building systems	Programmed through system computer software	Not required for all NLC but will be needed to interface with other BMS
Configuration tool	Allows users to program functionality wirelessly throughout the NLC system	Programs load controllers and all system devices	Can be an App, a computer application or a mix of proprietary hardware and software
Wall station	Allows users to send signals to the system and relevant luminaires	By manually pushing a button or touchscreen	Wall stations were formally just known as "switches" or "dimmers"

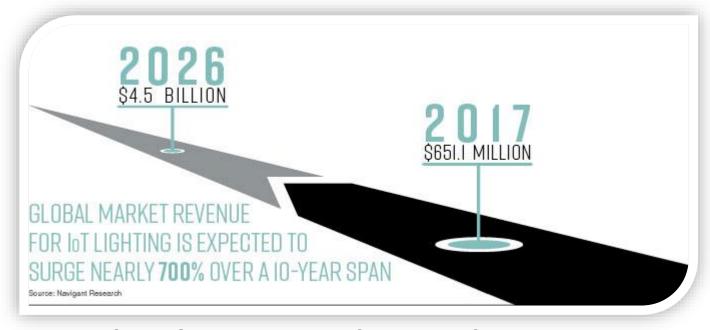
NETWORKED LIGHTING CONTROLS SERIES - CONTROL TECH TERMS

#### IES's LD+A: Emerging Markets Report

# **2020 Emerging Markets Report** *Smart Lighting*

"Lighting can offer more is the theme the industry is marching towards"

"The people that the lighting industry traditionally works with are not the people making decisions on the problems that IoT lighting solves."



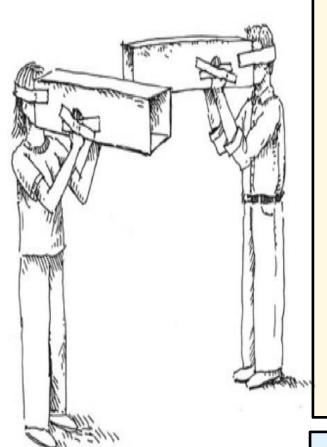
- Michael Skurla, Gary Meshberg, Rick Schuett, Matt Ochs

#### **Takeaways**

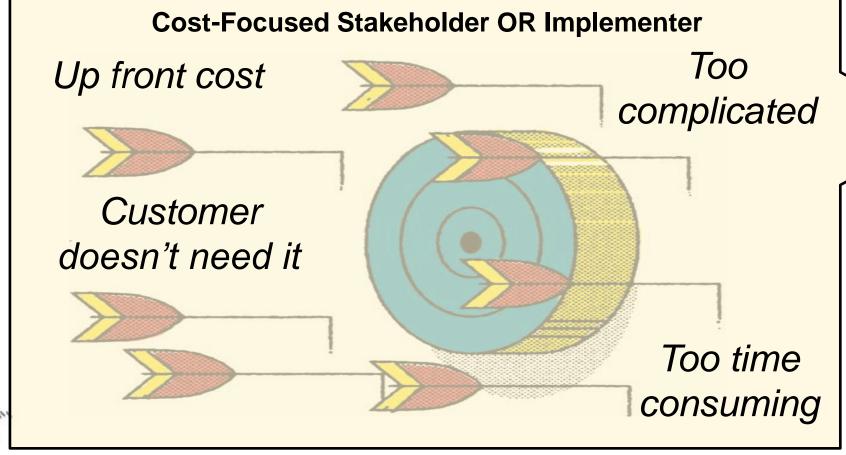
- Interoperability among systems is critical
- Lighting customers will change
- Think beyond building operations to humancentric benefits



#### A Disconnect



We block out the voices trying to give us new information



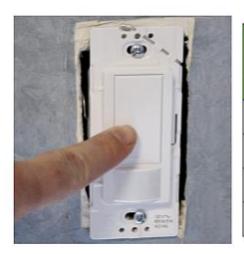
#### **Design Ally:**

I can't remember the last time I didn't spec an NLC product...

#### **End-Use Customer:**

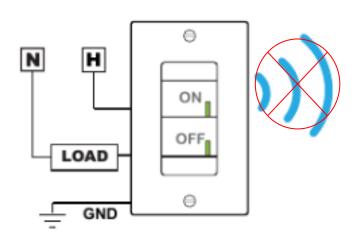
I need integrated solutions...

#### The Odds Have Been Stacked Against NLC



Desired Timeout (Minutes)	Number of Flashes from Light/Motion Sensor
1 Minute	2 Flashes
5 Minutes	3 Flashes
15 Minutes	4 Flashes
30 Minutes	5 Flashes









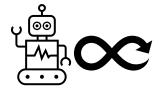
#### NLCs Today are Smoother and Leverage NEBs

Even though there is still a long way to go...





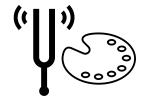
#### The Proliferation of FEATURES...



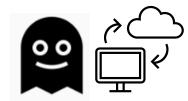
Controls Persistence



Energy monitoring



Color tuning

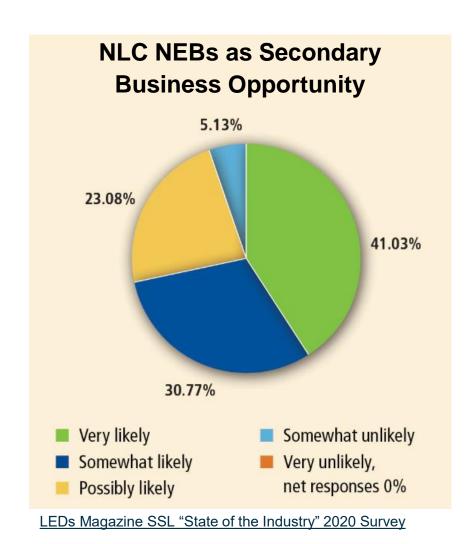


Cyber security



... and so many more

#### Connected Lighting Prospectus for Buildings



The 1-9-90 Rule



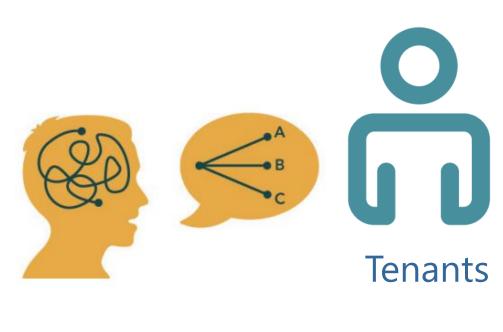
#### Don't Force the Horse

A Solution Looking for a Problem?

What are the most pressing problems/opportunities for your [Insert Building Type Here]?



#### It's about the STAKEHOLDERS – not just the decision maker



Living with the system



Leveraging the system



Implementing the system



Invested in the system

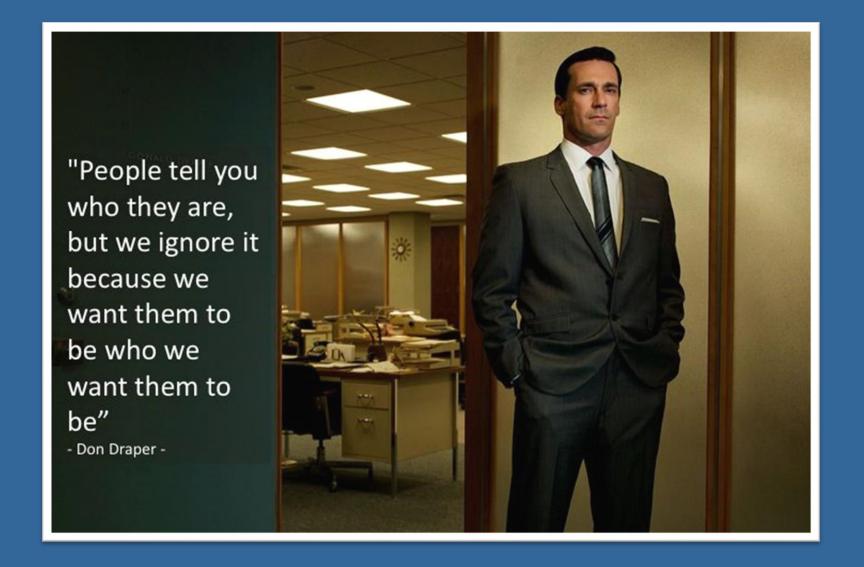
#### Learning Objectives



#### Pause for Questions



#### Identify the Stakeholders



#### IES's LD+A – Are You My Customer?

- Healthcare space considering NEB
- Stakeholders are not typical lighting decision makers



"Moving inside to a hospital—where the lighting can be used to keep track of where important assets like wheelchairs or equipment that must be recertified every six months is located, or where the temperature of every unit with refrigeration needs to be checked and temperatures logged three or four times a day, or where wayfinding apps can help a hospital achieve higher patient care satisfaction grades—do you know who to call on? The director of compliance, the VP of patient care and customer satisfaction, the inventory manager? Do you know how to find them, make an appointment and talk to them? Do you understand that they may not want to work together since money comes from different budgets, and that the director of facilities may not want you even talking to anyone else if lighting is involved because she sees their involvement as an intrusion into her turf? How do you work through all of these new "opportunities?"

- Rick Schuett

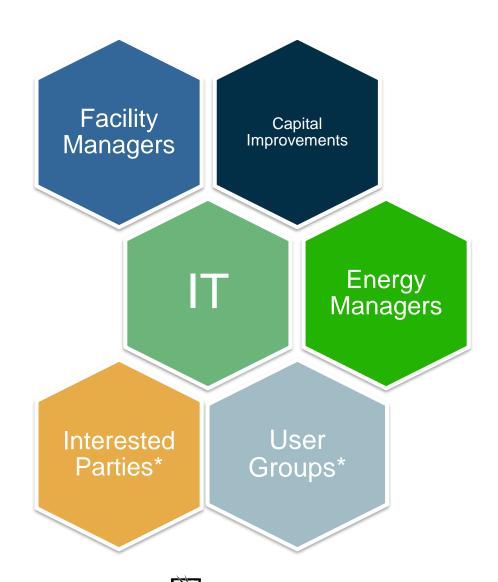
#### Decision Makers vs. Stakeholders

 Recommenders, Influencers, Gatekeepers

They send key info upstream

Understand level of involvement

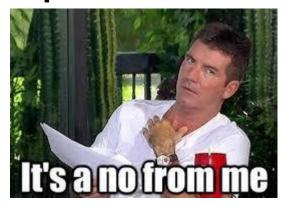
■ Get Buy In *EARLY* 



#### Lunera Smart TLEDs Pilot at NYU

- 2017 Pilot at NYU
- Free gear from Lunera
  - Happy decision makers
- Each T8 needed IP address on Client's Network

#### IT Dept:





Lunera Lighting

#### **Tenants and Their Needs**

- Easier way to interface with the building
- Increase in comfort and productivity
- Increased lighting quality and space appearance
- More personal and flexible way to control their environment



Living with the system

#### Facility Professionals and Their Needs

- Easier way to interface with the building
- Reduced maintenance time and cost
- Monitor, dashboard, and control system as needed
- Extended luminaire and system life
- Integration to other building systems



Leveraging the system

#### Implementers (Design & Trade Allies) and Their Needs

- Simplified installation and maintenance
- Allows for more flexible designs
- Create longstanding relationship though consistent optimization
- Platform for additional valueadding services



#### Building Owners and Their Needs

- Flexibility for future space changes
- Meet code, certification, inventive requirements
- Reduce operating costs, increase revenue opportunities
- Future-proofing the building with tomorrow's NLC features



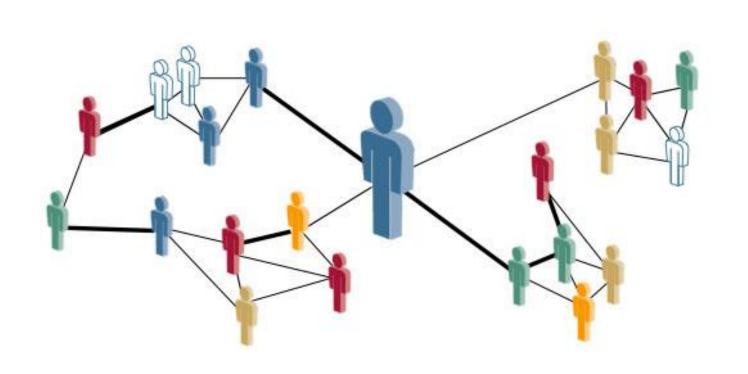
**Owners** 

Invested in the system

#### Map Out Decision Makers and Tiered Stakeholders

 Appropriate Topics to the Appropriate Stakeholder

Create map of tasks and influencers.



#### Tie-in with Stakeholder's Purpose & Goals













Foster Relationships Through Education, Awareness, and Continuous Improvement

#### Pause for Questions



Poll: Select all that are true for you

#### Review on Savings and Traditional NLC Strategies

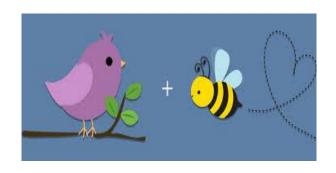


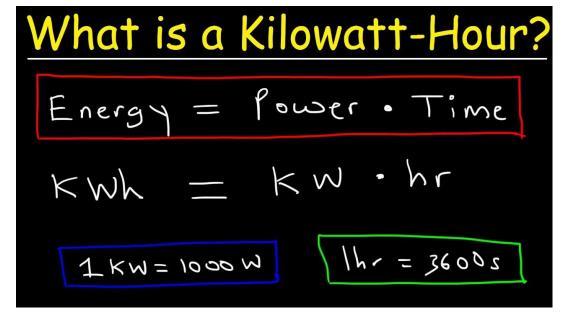
#### Where do Savings Come From?

Converting to LEDs

Adding NLC/LLLC Systems

Whole Building System Management

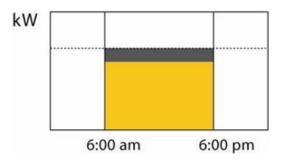




#### Four Key Control Strategies – Crash Course

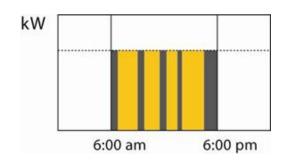
High End Trim or Task Tuning





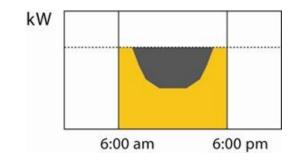
Occupancy & Vacancy





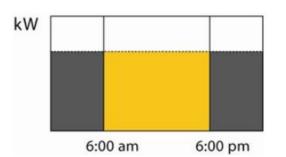
Daylight Harvesting





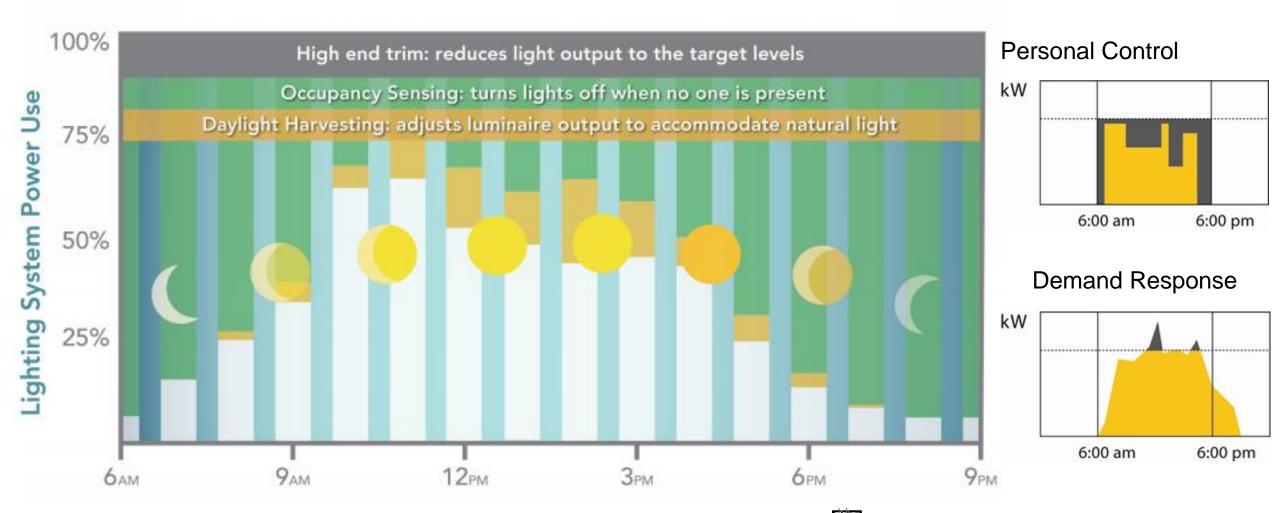
Scheduling





#### How These Control Methods Work Together

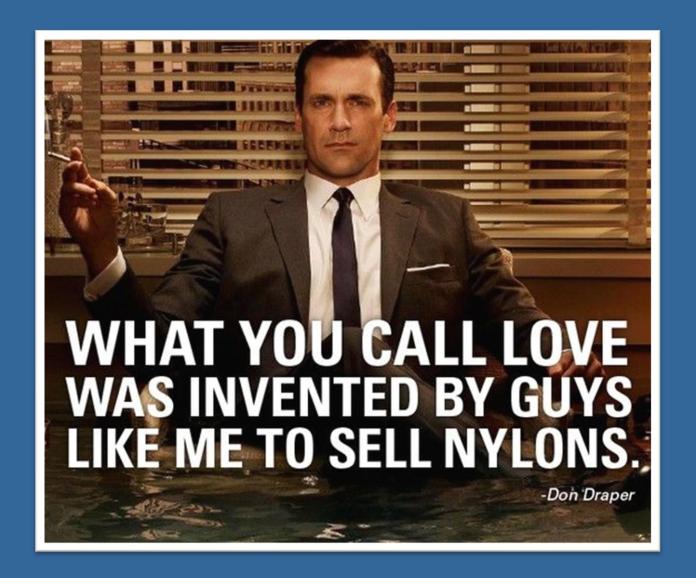
### At the building level



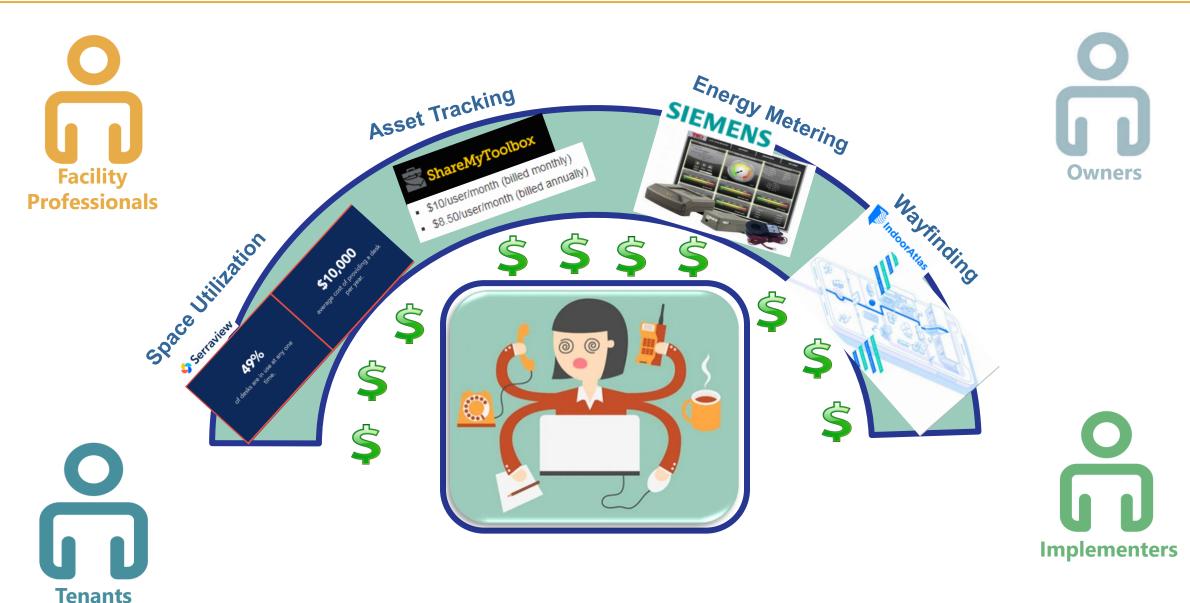
#### Pause for Questions



### Value Proposition Examples of Non-Energy Benefits



# Smart Building Platforms are Increasing and Evolving



### DLC QPLs Focus on Interoperability is Telling

#### SSL Requirements Highlights

- **V5.0** 2/14/2020
  - Continuous Dimming for indoor luminaries and retrofit kit
- V5.1 Draft
  - Glare (UGR), CCT, SPD, and BUG performance reporting
  - Required dimming and protocol listed
  - Report integral control capabilities and type.

#### NLC Requirements Highlights

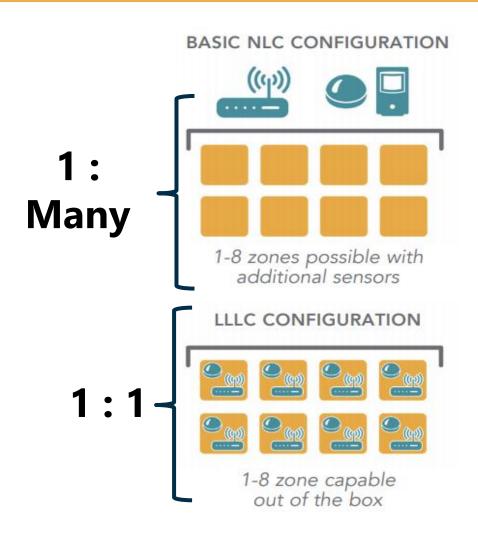
- **V4.4** 6/10/2019
  - Energy Monitoring
  - Cybersecurity
  - BMS-NLC intersections
- V5.0 Draft
  - Interoperability
    - External System Integration (via API)
    - Energy Monitoring aligned with ASHRAE 90.1-2016
    - Load Shedding/Demand Response

Updates to SSL Technical Requirements V5.0 due to COVID-19



#### Did You Know... NLC & LLLC

- Luminaire Level Lighting Control
  - Individually Addressable
  - Integrated occupancy and daylight sensors
  - Continuous dimming
  - Networkable
- Benefits
  - Less Components
  - Labor Savings
  - Simple Configuration
  - Future Expandability
  - Reconfigurable



**BONUS: Automatically Meets Code** 

# 2018 Washington State Commercial Energy Code\*

C405.2 Lighting controls. Lighting systems shall be provided with controls that comply with one of the following:

- Lighting controls as specified in Sections C405.2.1 through C405.2.7.
- Luminaire level lighting controls (LLLC) and lighting controls as specified in Sections C405.2.1, C405.2.3
  and C405.2.5. The LLLC luminaire shall be independently configured to:
  - (2.1) Monitor occupant activity to brighten or dim lighting when occupied or unoccupied, respectively.
  - 2.2. Monitor ambient light, both electric and daylight, and brighten or dim artificial light to maintain desired light level.
  - 2.3 For each control strategy, configuration and re-configuration of performance parameters including: bright and dim set points, timeouts, dimming fade rates, sensor sensitivity adjustments, and wireless zoping configuration.
  - 2: Individually Addressable
  - 2.1: Occupancy, Vacancy, Dimming
  - → 2.2: Daylight Harvesting, Dimming
    - 2.3: Networkable

<sup>\*</sup>As per Gov. Inslee – To be Applied Nov 1st, 2020

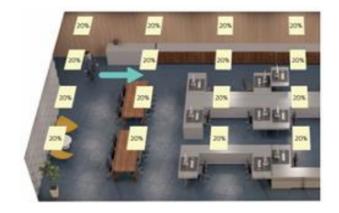
### How These LLL Control Methods Work Together

# At the room level – Open Office

7:00am

Initial walk-in

Lights on to background or daylight level



9:00am

Half Occupied

Lights brighter on occupied desks, not on vacant spaces



5:00pm

Leaving

Lights go to set level as people leave, brighter if occupied



Images Courtesy of Signify

7:00pm

Vacant Space

Lights go off



Poll: What is your experience with LLLC Technology?

### NLC/LLC Energy Monitoring, Control, & Diagnostics







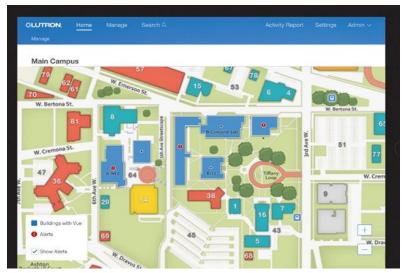




\$0.05/sqft Energy Monitoring Incentive
... Think how it adds up with campus-wide monitoring

#### Lutron Vive





Lutron Vive



# **Indoor Positioning & Wayfinding**



Target gives the go-ahead on IoT lights at half its stores



















### **Space Utilization**

Cost of Empty Space?



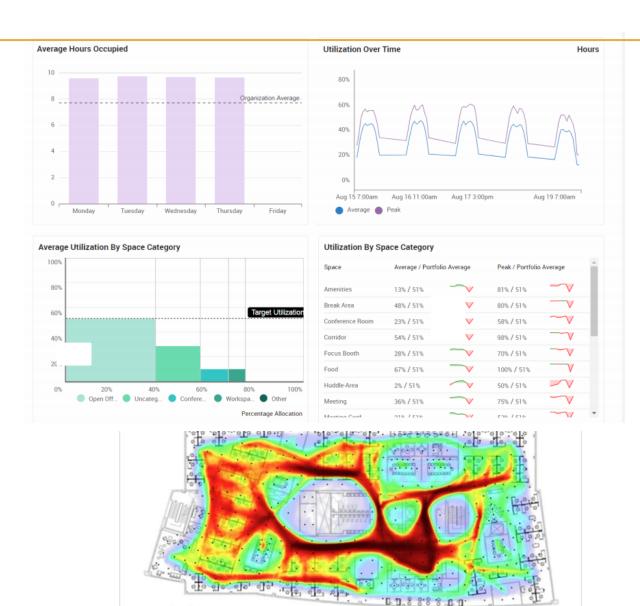
Cost of Space Analysis











Demo Building - Floor 3

enlighted

🖫 lighting design lal

## Demand Response (Traditional Operation: Sneaker-net)











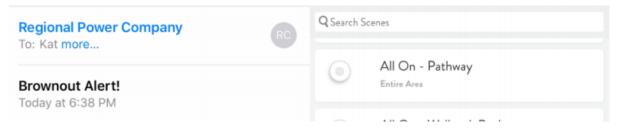


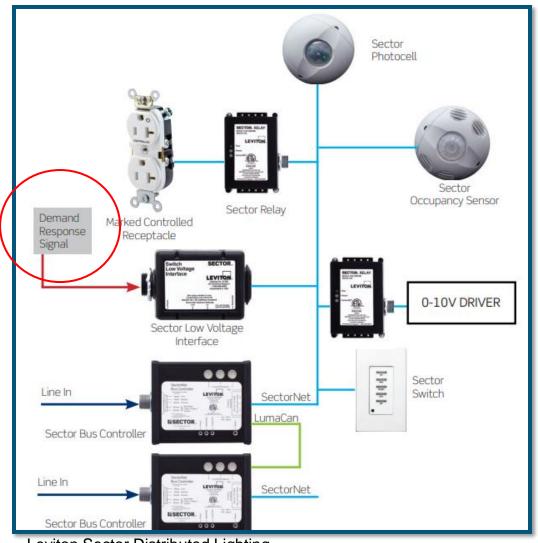
### NLC/LLC Automatic Demand Response





When you receive a Demand Response alert from your utility, turn the Scene On.





Leviton Sector Distributed Lighting



### **Asset Tracking**

#### **VA Pittsburg Healthcare Case**

**Inventory management** inefficiencies at hospitals



fleet lost per year

VA Pittsburgh Healthcare System's

Dakland hospital reported as many

as 200 lost wheelchairs a year.

1 Million USD of wages lost per year



spent for

spent searching assets

According to the Northern Illinois Hospital, 4,000 USD are lost per day looking for assets. each year

or 200 new wheelchaire







# EINSTONE Track & Trace – Process Optimization and Efficiency Enhancements



- The Asset Beacon is attached on a movable object and sends signal.
- An EINSTONE Beacon, integrated in the lighting infrastructure, receives the signal from the Asset Beacon.
- Oats is transferred via a Bluetooth Low Energy mesh to a gateway.
- The gateway sends data to the secured cloud.
- 6 The data is displayed for easy review in a dashboard, e.g. current location, temperature, state, heat maps, statistics and analytics of utilization.







### Room Scheduling

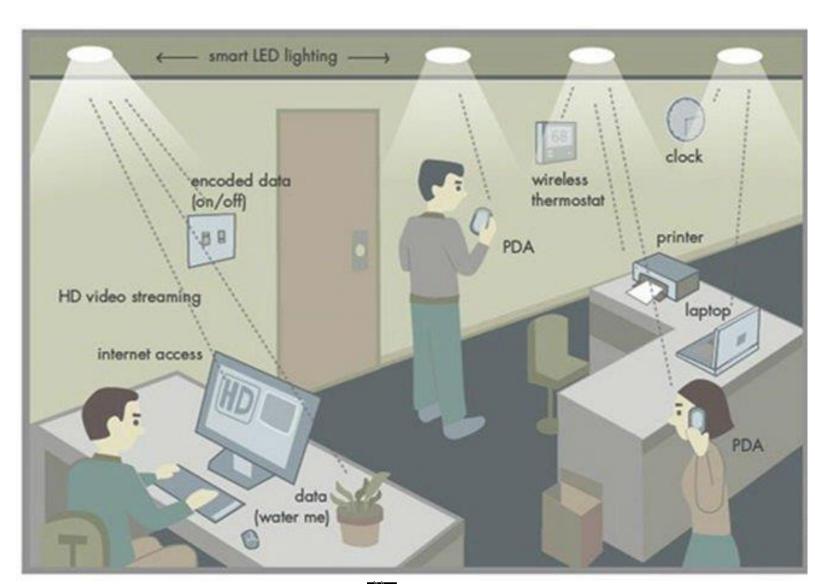
Image by Crestron **Standard GUI** Tuesday, September 22 | 9:15 AM Conference Room 231 **Meeting information** AVAILABLE Immediately see if the room is available and for how long Reserve on the spot MINUTES Quickly book an available room Power at your fingertips in two taps Advanced functionality menu lets you check-in, extend the current meeting, Day at a glance end the meeting early, and more See the full schedule for the day CRESTRON and even reserve a time later in the day





## LLLC with Li-Fi – Hold onto your hats...

- WiFi: Transmit data through radio frequency
- LiFi: Transmit datas at highspeeds through visible light, UV, IR
- Trulifi from Signify



# Take a second... Breathe... You're Probably Rambling... Maybe pause for questions



# Tunable White Lighting

- Specific color tuning adjusting the correlated color temperature / SPD
- Meant to affect mood or alertness.
- Circadian lighting.
- Simple preference?





#### First, Do No Harm

#### **IES's LD+A: 2020 Emerging Markets Report**

Light and Health

"Most manufacturers did not set as a company mission to control the body or manipulate biological processes; rather, our ethos is based in enhancing architecture and creating comfortable environments. Using light to influence biological rhythms and functions could have unintended risks.

In the absence of definitive, reproduced, evidence-based studies and clear application methods, lighting manufacturers are loath to take on."

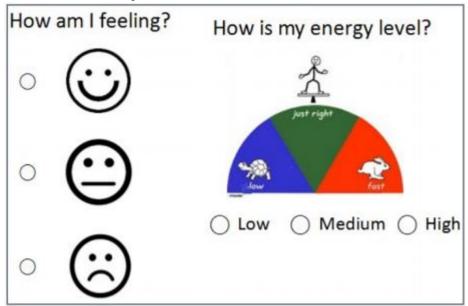
Mike Thornton, CMO Focal Point

- We're in lighting, not doctors
- Leverage evidence-based guidance

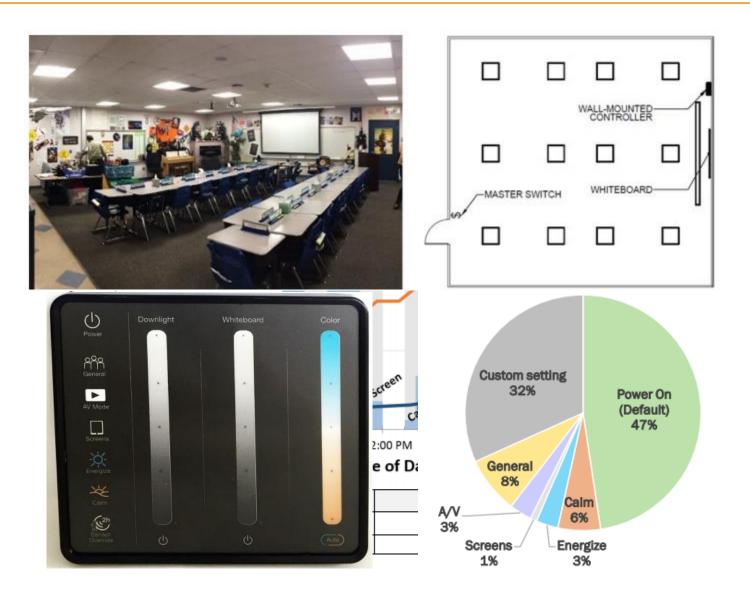


### Tunable White in Classrooms – PNNL & DOE 2018-2019 Study

Study Conclusions



and learning environment for teachers and students

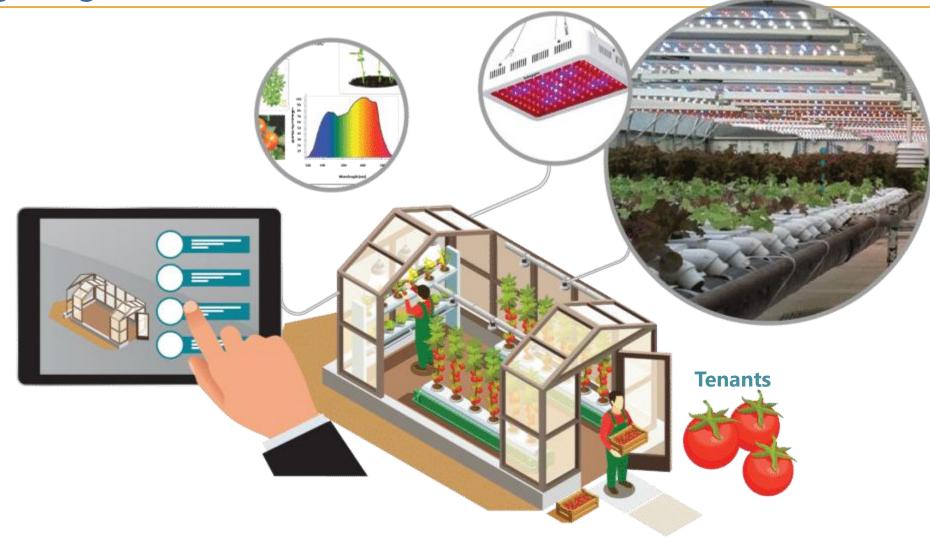


# Horticultural Lighting & Automation



















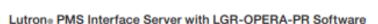
### The "Wow Factor" in Hospitality

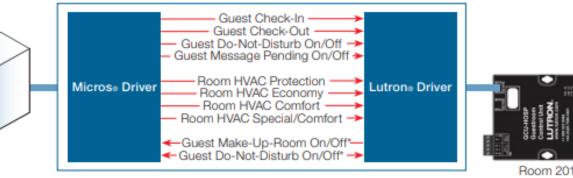
Oraclee Microse Operam

Server

- PMS Integration
  - Grand Welcome Scene
- GPD Algorithm
  - Lighting
  - HVAC
- DND/MUR
- CELS
- Whole Hotel View







Available only with optional Oracles Micross guest services module.



# The Road to Smart Cities Starts with Lighting – Exterior LLLC+



There really is no limit in site to the number or types of sensors that could be embedded into future luminaires. We are truly at the dawn of a new epoch.



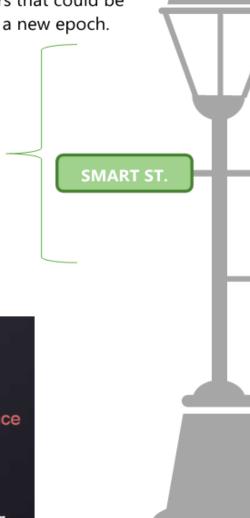
**Tenants** 



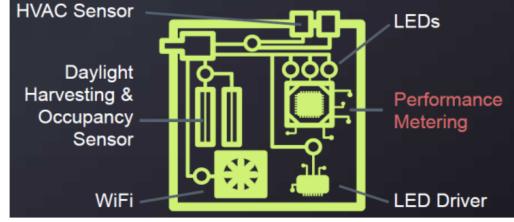
#### What's in tomorrow's streetlight?

Parking Management
Seismic Sensors
Digital Signage
Public Wireless Networks

Concealed Speaker Wire Theft Detection Air Pollution Sensors Gunshot Detection



#### Look for continued system integration

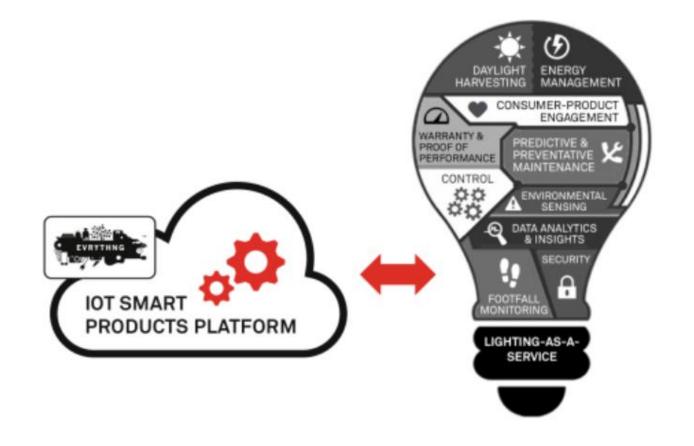


### Interoperability with 3<sup>rd</sup> Parties with NLC/LLLC as Infrastructure

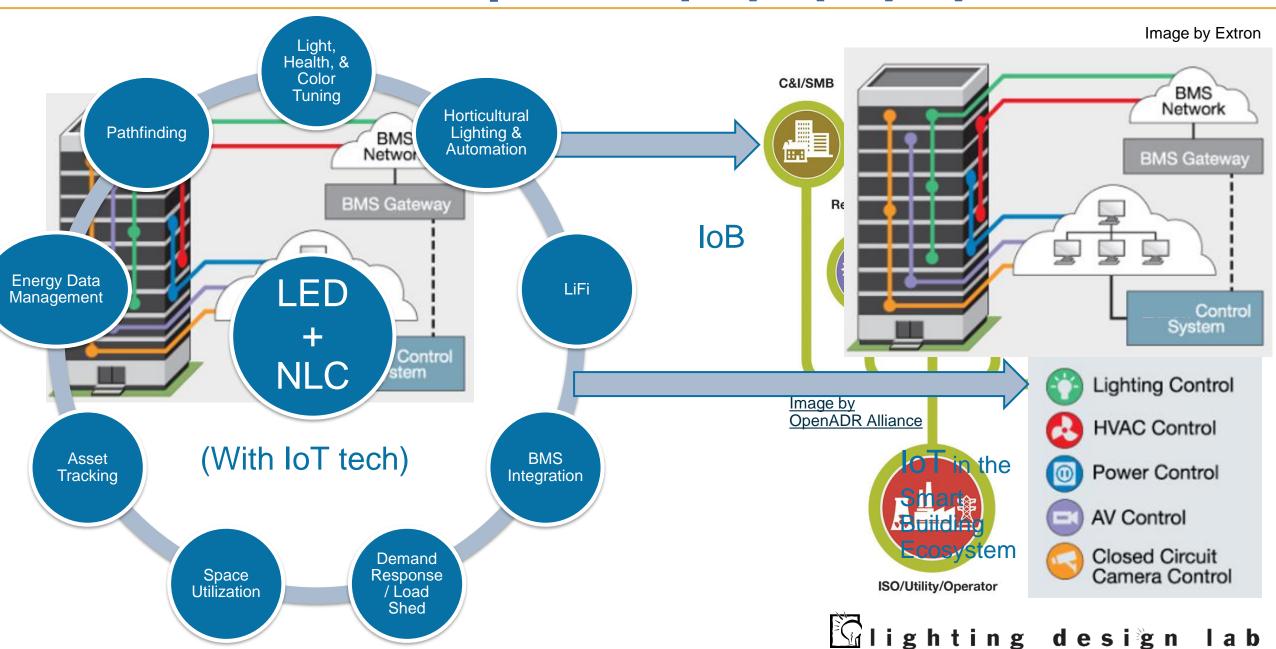
Building vs. Campus Management

Continuous [AI] Optimization

- Smart DER Operations
- Mitigate Physical & Cyber Security Risks

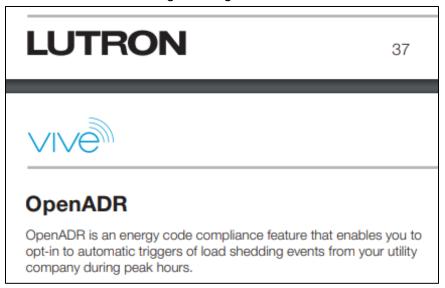


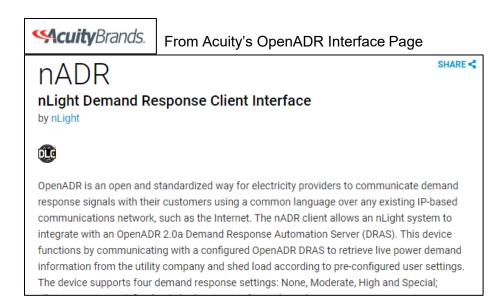
# Observed Trend: From [LED+NLC] to [IoT] to [IoB]



## Examples of NLC Systems using the OpenADR Standard

#### From Lutron Vive's Programming Guide





#### From Cooper's Trellix Page



HOME

WAVELINX

TRELLIX

HALO HOME

CONTACT US

#### OpenADR Interface

Trellix OpenADR interface allows WaveLinx users to take advantage of the incentives offered by utility companies by participating to on-going Demand Response (DR) programs. The Trellix OpenADR interface is able to automatically retrieve live power demand information from the utility company and automatically activate load shed profiles according to pre-configured user settings.

#### OpenADR listing Enlighted as a Member





Company Name: Enlighted Inc.

Brand Name of Product: Enlighted Demand Response

Product Model Name: Enlighted Demand Response

# Sample Data Set for NLC Manufacturer "SMARTS Race"

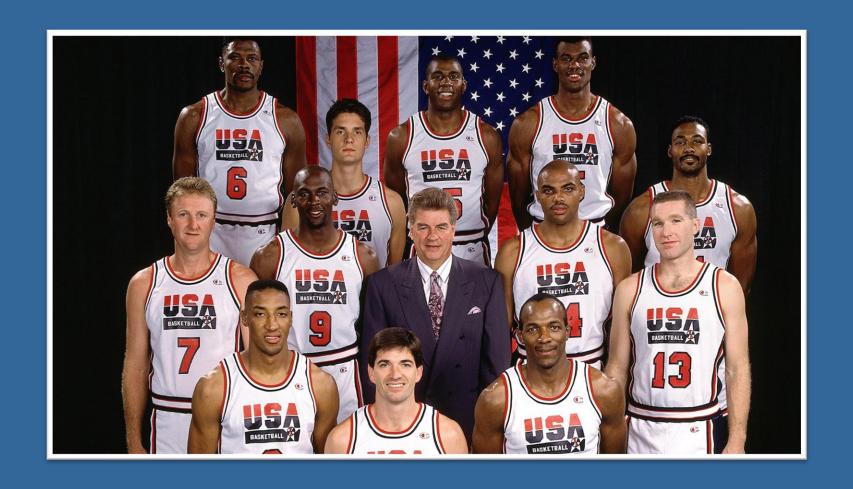
	Signify	Cooper Lighting	Lutron Electronics	Igor (PoE Lighting)	Acuity
NLC System	Interact Office	Wavelinx	Vive	Igor	nLight
Smart Platform	Interact Pro	Trellix	Vive Vue -> Enterprise Vue	Nexos	Eclypse -> Atrius
Shared Features	Reporting Dashboards, System Control & Diagnostics, Dynamic Scheduling, Energy Monitoring, BMS Integration (digital), HVAC Integration (digiral and analog), Floorplan View, Luminaire Level Lighting Control, Space Utilization Reporting, Tunable White Control, Open API				
Unique Features		Energy Optimization, System Asset Mgt Asset Tracking, Room Scheduling, Security Integration, Demand Response via OpenADR	Aggregate Lutron Systems' data, Demand Response via OpenADR	Pair almost any device (analog or digital), Asset Tracking, Room Scheduling, Security Integration Air Quality Monitoring	Asset Tracking, Contextual Spatial Analytics, Indoor Positioning, Demand Reponse via OpenADR
DLC QPL?	Yes	Yes	Yes	Yes	Yes

From Each Manufacturer's Sell Sheets

#### Pause for Questions



### Utility & Industry Resources – Teamwork Makes the Dream Work



# Why Utilities like City Light Care About Connected Lighting?

# Cost Effective Energy Savings



Ensures optimal project savings for lifetime of EE upgrade

# Elite Customer Service





Relationship with customers for continuous improvements

# Gateway to Connected Stuff



Keeps utilities relevant and part of the solution

## Benefits of plugging in to your Territory Utility

- Investment on innovation and energy efficiency
- Customer and technical support on specific projects
  - Or access to resources for these
- Access to tools and resources
- Access to encyclopedia of implementation knowledge
- Access to impactful programming



# Program Design Considerations: Savings & Incentives

# **Example of prescriptive savings in City Light's lighting program**

Space Use Type	Networked Lighting Controls	Luminaire Level Lighting Controls			
Break Room	40%	50%			
Classroom	25%	25%			
Hallway	40%	50%			
Lobby	40%	50%			
The Loo	40%	50%			
Warehouse	40%	50%			
And so on and so forth					

Regional Technical Forums: Non-Residential Lighting Retrofits protocol

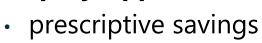
Dictionary

Search for a word



1. Arranged or existing for the present, *possible* to be changed later

#### **Simplify Approach:**



prescriptive incentives

#### **Right-Sized Incentive**

\$50-75 incentive bonus –
 In addition to performance savings!



# PNW Regional Resources

Take a load off (literally). Join the Network.



















### DOE & PNNL – Integrated Lighting Campaign

#### **ILC Goals**



Provide resources for new integrated lighting systems





Encourage integration with other building systems such as HVAC and plug loads



#### **Participants**

Organizations—including building owners, operators, and managers—have access to resources and technical assistance

#### **Supporters**

Supporting partners include utilities, manufacturers, energyefficiency organizations, lighting designers, and energy service companies (ESCOs)





### **Education & Market Development**



# LDL's Flagship Workshop

1 & 2 Day NLC Workshops

for

**EVERYBODY...** 

featuring

**Hands-On Learning & Practical Application** 

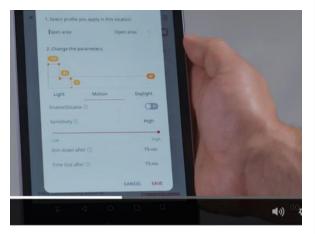
- Specifics of control methods
- Developing sequence of operations
- Specification writing & interpreting
- System design & set up
- And so much more!!!

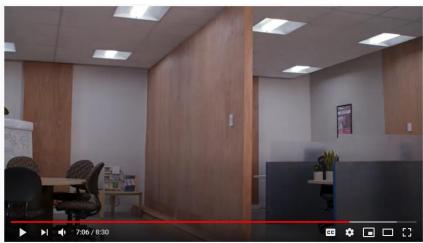


### Networked Lighting Controls Learning Guides & Video

- LLLC Video
  - X3 short vids

- **CHECK IT OUT!**
- <u>Demonstrates</u> primary control strategies
- Simulates tenant improvement to highlight system flexibility
- For utility staff, TA's / DA's / Customers







Click here to watch now!



#### NLC / LLLC Best Practice Guides







#### COMMUNICATING THE VALUE PROPOSITION

This guide will help simplify and clarify your value proposition by outlining distinct stakeholder groups and detailing what matters to them.

#### KNOW YOUR AUDIENCE - PLAN YOUR APPROACH

Networked lighting control systems offer plenty of benefits – but potential customers can feel overwhelmed or turn skeptical when they perceive too many promised benefits. Effectively communicating the value of NLC systems starts with knowing your audience – and planning your approach.

#### STEP 1: IDENTIFY YOUR STAKEHOLDERS

Yes, working with the key decision maker is paramount to making a project come together - but the key decision maker represents a cohort of stakeholders whose opinions matter.



#### STEP 2: SIMPLIFY YOUR MESSAGE

Instead of trying to convey all the potential syst benefits to a general audience – examine the cr needs for each stakeholder group and use conc language to address their needs.











BUILDING OW Which non-er benefits matter this decision r

NETWORKED LIGHTING CONTROLS SERIES - COMMUNICATING THE VALUE PROPOSITIO

**OPERATORS** 

What matters most to the

building operators?

#### Part #3: Networked Lighting Controls and Luminaire Level Lighting Controls, What's the Difference?

#### LLLC IS A TYPE OF NETWORKED LIGHTING CONTROLS SYSTEM

NLC and Luminaire Level Lighting Controls (LLLC) systems both deploy the same control strategies to ensure code compliance, tenant comfort, and sustained energy savings. Some products can be configured to operate in either mode.

The primary difference (and key concept) between these two approaches can be understood as a 1 to 1 vs. a 1 to many relationship.

#### NETWORKED LIGHTING CONTROLS

A Networked Lighting Controls (NLC) system is the combination of sensors, network interfaces, wall stations, and controllers that affect lighting changes to luminaires.

In a NLC system configuration there is a one to many relationship with one sensor controlling many luminaires.

#### LUMINAIRE LEVEL LIGHTING CONTROLS

Increasingly, manufacturers are integrating NLC system components directly into luminaires. With LLLC, there is a one to one relationship with every light fixture being capable of being controlled directly. Each luminaire is its own control zone or may be grouped into zones with multiple luminaires simplifying design, installation, and space reconfiguration.



BASIC NLC CONFIGURATION



NETWORKED LIGHTING CONTROLS SERIES - CONTROL TECH TERMS

#### NETWORKED LIGHTING CONTROLS

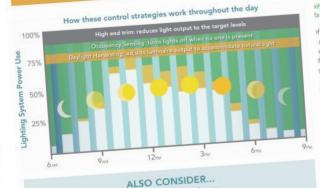


Consist of a combination of sensors, network interfaces, and controllers that affects not just light output, but how the lights operate throughout the day.



#### Did You Know?





Other control strategies that can save energy and add benefits are: System scheduling = can dim or turn lights off at certain times of day, such as after business hours Manual dimming - allows users to adjust the lighting to their own personal preference

NETWORKED LIGHTING CONTROLS SERIES - PRIMARY CONTROL STRATEGIES

#### NETWORKED LIGHTING CONTROLS SERIES





#### EMERGING TECHNOLOGY TRENDS

nis guide outlines emerging technology trends you should be aware of, you are well positioned to meet new demands from customers.

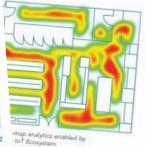
lighting and controls industry is moving rapidly towards a future where connected lighting communication and infrastructure backbone for the Internet of Things (IoT). Networked ng controls will play a key role as we enter the era of smart buildings, connected

#### TING WILL BE THE BACKBONE OF THE IOT

is in our homes, in our businesses, and on our Lighting is ubiquitous throughout the world we t - and it is energized. This simple fact is why many lighting to be the backbone of the IoT market

ift to IoT is occurring as an increasing number ts employ integrated sensors such as LLLC

if sensors now being integrated into luminaires the application. Office lights are equipped with can talk to HVAC. In retail applications, infrared h detecting sensors embedded in the lights track



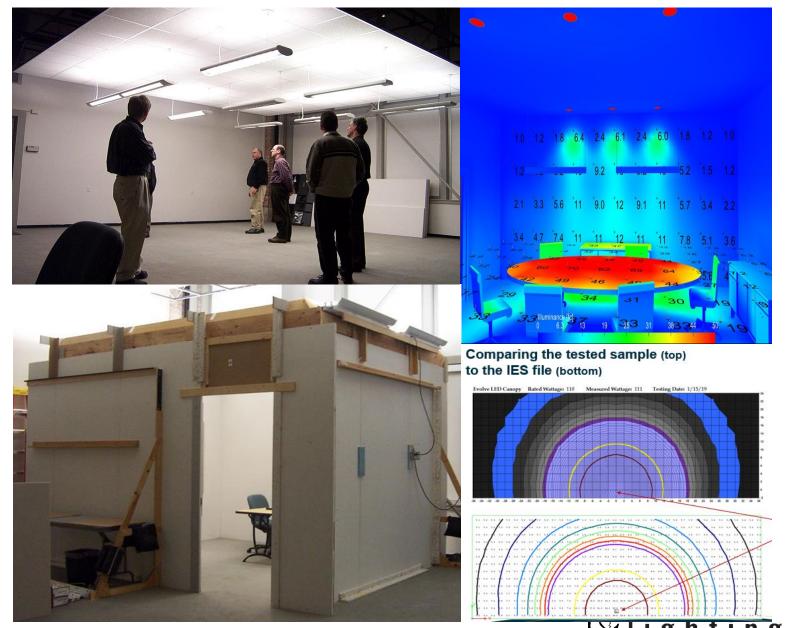


THE TWORKED LIGHTING CONTROLS SERIES - EMERGING TECHNOLOGY TRENDS

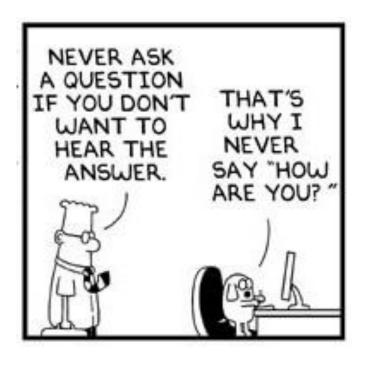
Click to access the LDL networked lighting control learning guides



#### Project Specific Consults and Mockups



#### Pause for Questions



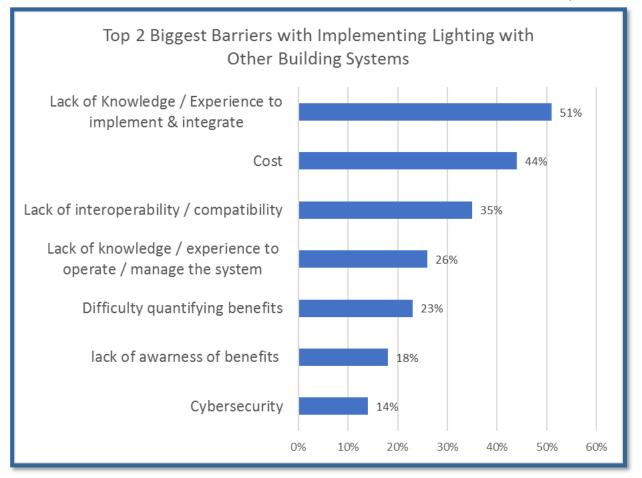
#### Simplify the Message, Grab the Stakeholder's Attention



Poll: Top 2 Barriers to NLC and Their NEB's Implementation

#### A Similar Poll...







Thank you – Better Buildings, Gabe Arnold, & Felipe Leon

Integrated Lighting Campaign

## Lighting Audit: Make a First Impression

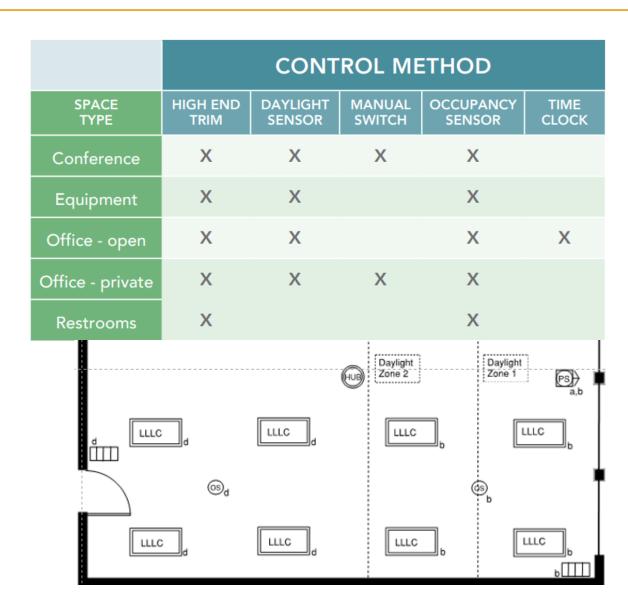
- Attend LDL Audit & Retrofit Class;)
- Benchmark Existing Conditions
- Estimate Energy, Labor, Rebate Savings
- Propose Multiple Solutions, Model kWh Savings
- Lead to Life Cycle Analysis and Non-Energy Benefits
- Tell a Story from Audit to Proposal

		LED		
	Annual kWh Reduction:			
% kWh Red	78%			
An	\$2,461			
Annual Lamp/B	\$2,619			
	\$3,500			
	\$8,580			
	\$20,000			
	Estimated Labor Cost	\$5,000		
	\$25,000			
	2.91			

#### NLC Key Collaboration Tool: Sequence of Operations

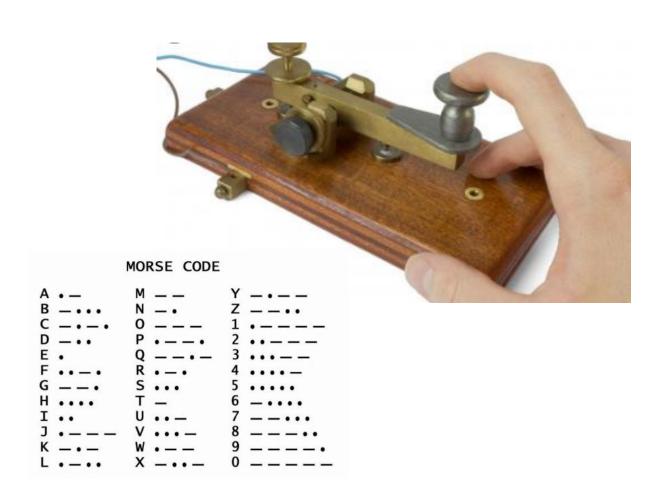
## The Sequence of Operations communicates intent

Area	Typical open office						
	Lights	Zones (a) - (d)	Fully dimmable lights controlled in this area				
Lighting and controls	Daylight Zones Zones (a) - (b)		Daylight rows 1 and 2 will dim independently. Lights will automatically adjust to daylight maintaining recommended 30FC on task surfaces				
	Manual Wall Control	Zones (a), (b), (c), (d)	For each independent zone, the user can select scenes on/off, 50%, and can raise/lower the zone				



#### User Interface as Part of the Value Proposition

#### From manually coding to smart devices

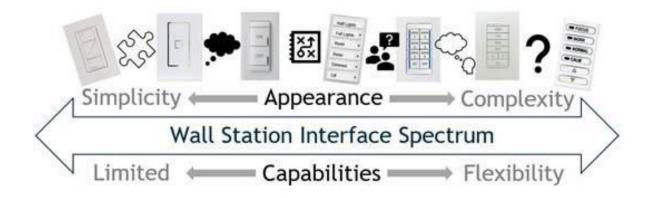




#### Key for Tenants: Wall Stations

Another scope 'gray area'

 As NLC/LLLC systems become more flexible, wall station SOO is key to organization.



## Key for Facility Professionals: Configuration Tools

Configuration tools are great when they provide

- An ordinal process
- Visual confirmation of settings
- Integral help features

Some are still pretty confusing!

Not every system uses an app



#### Stay Tuned: LDL Study and Call for Participants!

#### Informing and Increasing Acceptance: The NLC User Experience





Ease of Use

**Functionality** 

Operations





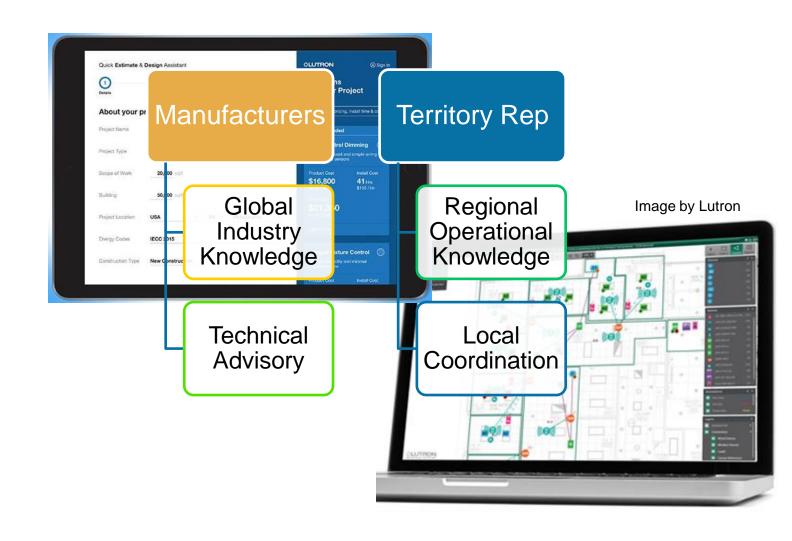
Image by Cooper

#### Implementers – Leverage Partner's Procedural Efficiency

- Quoting tools
- Project Development tools
- One lines with Packaging
- Room Packaging
- Pre-Pairing
- Pre-Commissioning

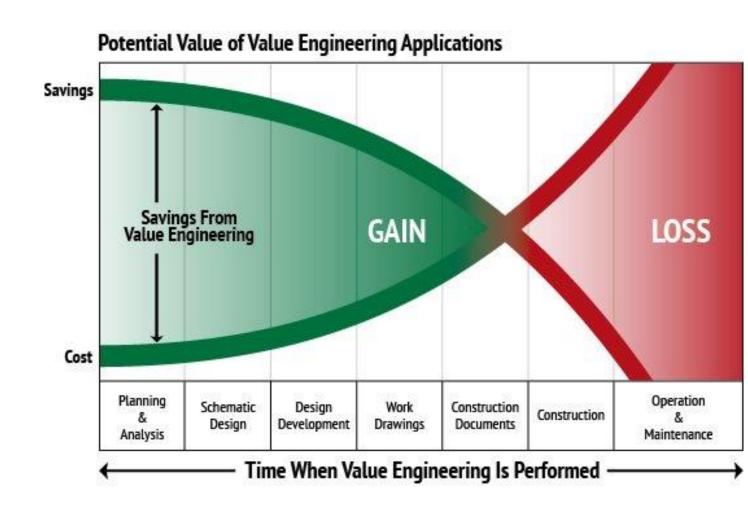






## Not "Value" and not "Engineering"

- Removes hardware / features
   last minute to reduce cost
- Other Building contractors upsell
  - EC typically down-sell
- True value engineering "adds" to up-front cost to reduce lifecycle cost



#### Pause for Questions



## Financial Conversations



## Simple Payback vs. Life Cycle Cost

#### **Simple Payback**

(Cost of Materials + Labor + Services) – Rebates

(Energy Savings per year + Maintenance Savings per Year)

#### **Life Cycle Cost Analysis**

System Life (i.e. 10-20+ years)



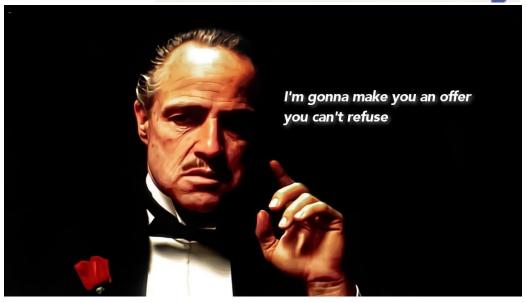
## Simplified 10-Year Example

Discount Rate:	10%										
Date:	Today	End of Year	<b>End of Year</b>	<b>End of Year</b>	End of Year	End of Year	<b>End of Year</b>	End of Year	<b>End of Year</b>	<b>End of Year</b>	<b>End of Year</b>
	0	1	2	3	4	5	6	7	8	9	10
Cash Outflows											
Lighting System	\$(65,400.00)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Rebate Incentives	\$ 15,400.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Outflow	\$(50,000.00)										
Cash Inflows											
Energy Savings		\$10,000.00	\$10,300.00	\$10,609.00	\$10,927.00	\$11,255.00	\$11,593.00	\$11,941.00	\$12,299.00	\$12,668.00	\$13,048.00
Maintenance Savings	:	\$ 5,000.00	\$ 5,150.00	\$ 5,305.00	\$ 5,464.00	\$ 5,628.00	\$ 5,796.00	\$ 5,970.00	\$ 6,149.00	\$ 6,334.00	\$ 6,524.00
Inflows		\$15,000.00	\$15,450.00	\$15,914.00	\$16,391.00	\$16,883.00	\$17,389.00	\$17,911.00	\$18,448.00	\$19,002.00	\$19,572.00
Annual Cash Flows	\$(50,000.00)	\$15,000.00	\$15,450.00	\$15,914.00	\$16,391.00	\$16,883.00	\$17,389.00	\$17,911.00	\$18,448.00	\$19,002.00	\$19,572.00
PV of Cash Flows	: (\$50,000.00)	\$13,636.36	\$12,768.60	\$11,956.42	\$11,195.27	\$10,483.01	\$9,815.64	\$9,191.18	\$8,606.13	\$8,058.70	\$7,545.85
	10-Year	Year-1	Year-2	Year-3	Year-4	Year-5	Year-6	Year-7	Year-8	Year-9	Year-10
NPV:					(\$443.34)		\$19,855.31	\$29,046.48		\$45,711.31	\$53,257.17
Simple Payback	· '	1	,	, , ,	,, ,,	. ,	, , , , , ,	•	, ,	, , , , , , , , , , , , , , , , , , , ,	
ROI								_			

#### Right Postage, Right Address: The Proposal

- Key Components
  - Title and Subtitle
  - Target
  - Problem statement
  - Financial Summary
  - Payment Terms
  - Current Status
  - Action -> PO
  - Appendix(es)





#### One Page Proposal

#### 20% more Light with 40% Lower Energy Cost for the Parking Garage at 123 Project St.

Improving security, saving energy, lowering operating costs, and boosting the Energy Star score

Target: TO IMPROVE PARKING-AREA LIGHTING WITH ENERGY EFFICIENT, LONG-LASTING LED TECHNOLOGY

- To Address tenant safety concerns by increasing average lighting levels by 20% and moving to "whiter" light, enhancing visibility for both occupants and security camera.
- To reduce operating and maintenance costs for parking-area lighting by \$15,000 the first year (10-year NPV of over \$53,000.
- To capture \$15,400 in Energy Trust incentives, covering 24% of project costs
- To avoid a quarter-million pounds of CO2 emissions annually, boosting ENERGY STAR score to 70 from 68

**Financial:** Project first cost is estimated at \$50,000 after a utility incentive of \$15,400. A 10-year analysis yields a net present value of \$53,256 and a simple payback of 3.3 years.

Simple Payback 3.2 years
Net Present Value\* \$53,256
Return on Investment 34%

<sup>\*</sup> NPV Assumes 10-year analysis term, 10% discount rate

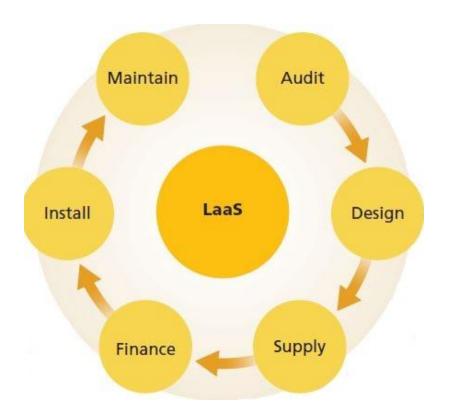
#### Lighting as a Service = Netflix and Lit?





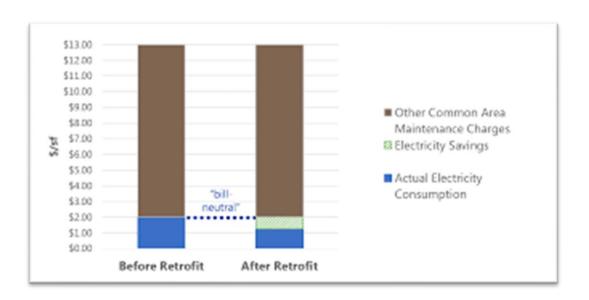


- No up-front capital costs
  - Equipment, Commissioning, Maintenance by Provider
  - Monthly Payment from Savings
- Energy Metering
- Contract with Provider and Implementer



## Seattle City Light EEaS Pilot



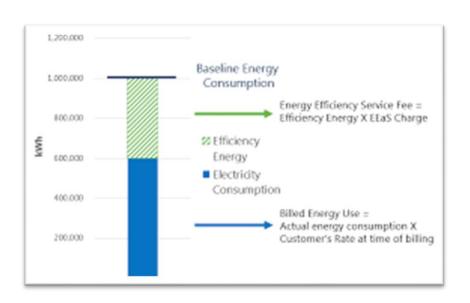


Energy Efficiency, News

#### RENEWABLE ENERGY WORLD

# Seattle City Light is piloting America's first Energy Efficiency-as-a-Service program

By Jennifer Runyon | 6.19.20



#### Commercial Building Tax Deduction 179D

A tax deduction of \$1.80 per square foot



#### SUMMARY OF 179D TAX DEDUCTIONS Partially Qualifying Property Fully Interim Qualifying **Lighting Rule** Property IRS Notice HVAC (Effective Envelope Lighting and HW Dates) 2006-52 50% (1/1/06 -16 2/3% 16 2/3% 16 2/3% 12/31/08) 25%-40% lower 2008-40 lighting power Savings Requirements\* density (50% (1/1/06 -10% 20% 20% 12/31/13) warehouses) 2012-26 (3/12/12 -10% 15% 25% 12/31/20) \$0.60/ft2 times Tax Deduction (not to exceed applicable \$1.80/ft2 \$0.60/ft2 \$0.60/ft2 \$0.60/ft2 cost of qualifying property) percentage\*\*

#### Discuss The Cost of Waiting

- Cost of Waiting Urgency
  - Utility funding
  - Continue overspending on energy
  - Continue overspending on human capital
  - Equipment nearing EOL
- Listen to Stakeholder Objections
- Buy in from stakeholders



## **Stakeholder Objection**

#### **Counter Suggestion**

- "I don't have any budget for an upgrade"
  - Consider existing cost for system and equipment maintenance
  - Discuss the cost of waiting
  - Demonstrate lifetime economics
  - Highlight NEBs to different stakeholders
  - Divide project into smaller phases
  - Project will set both an economic and technical infrastructure for additional value-add building projects

- "I Just want the cheapest option"
  - Provide at least 2 options: A cost-based option and a valueadded benefit option for the building



#### Pause for \*Final\* Questions



## And now – a few words from LDL

## **Upcoming LDL Online Events**

LDL Course	<b>Delivery Date</b>	Time
Fundamentals of NLC (Side A – Theory & Technology)	July 14	10:00 - Noon
Fundamentals of NLC (Side B – Practical Application)	July 15	10:00 - Noon
The Lighting Design Process	July 28	10:00 - Noon
Audit and Retrofit Techniques	August 11	10:00 - Noon
Introduction to Codes and Standards	August 25	10:00 – Noon

Today's slide deck and previous online courses can be found on our <u>website</u>

#### Click - Call - Connect

- ▶ Armando Berdiel Chavez
  - **206-475-2722**
  - armando.berdiel@gmail.com

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Todays slide deck will be posted here!





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