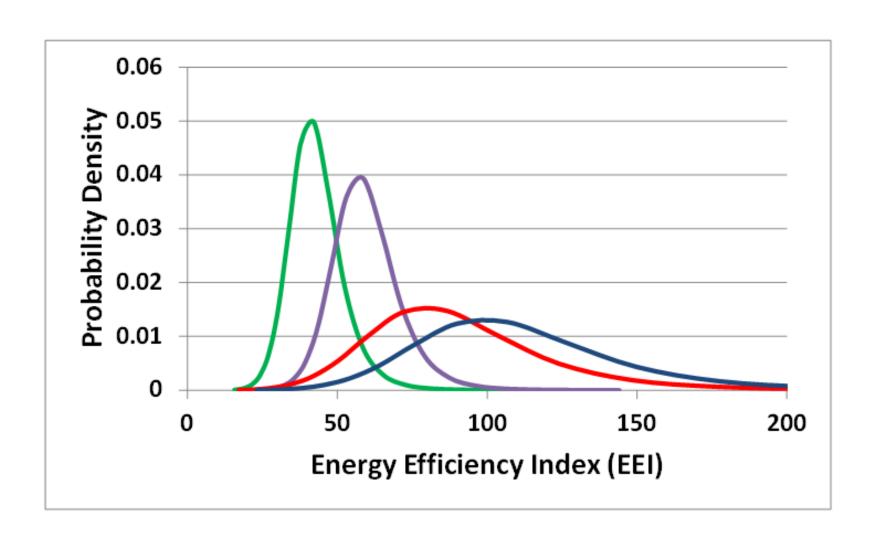
# What analysis can be done with high-resolution product data?

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February 5, 2014

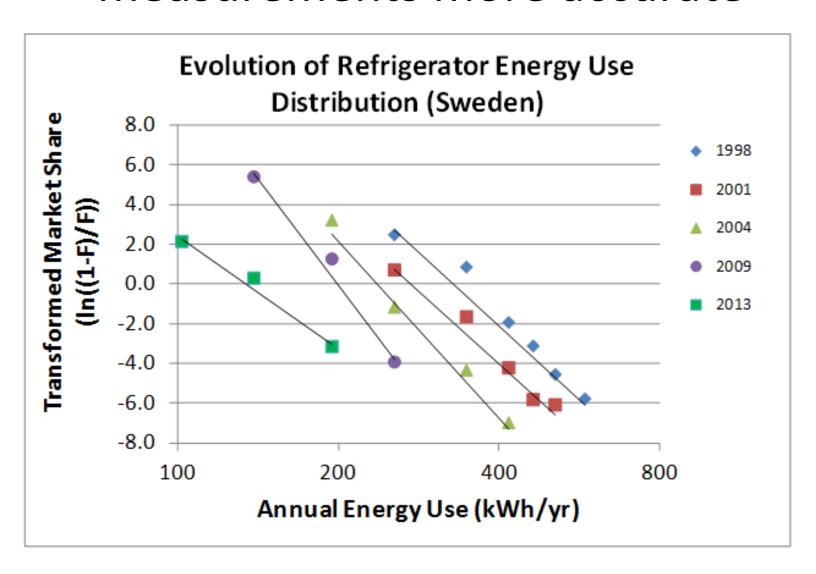
## Today's Focus

- 1. Energy Efficiency Improvement Rates &
- 2. Economic Analysis of Market Conditions

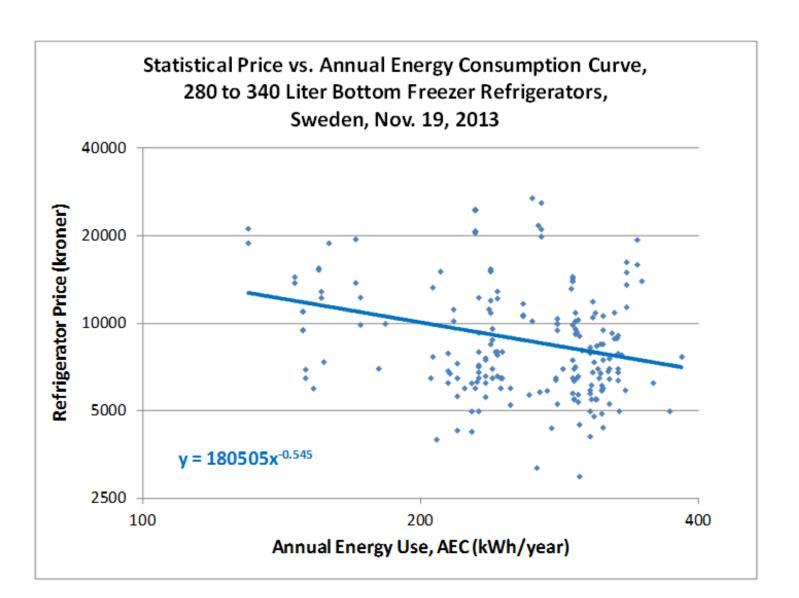
### Measuring Changes in Efficiency



## Mathematics can help make EE market measurements more accurate



### Statistical Price-Efficiency Curves



#### Pro's and Con's of Hi-Res Data

#### **Advantages**

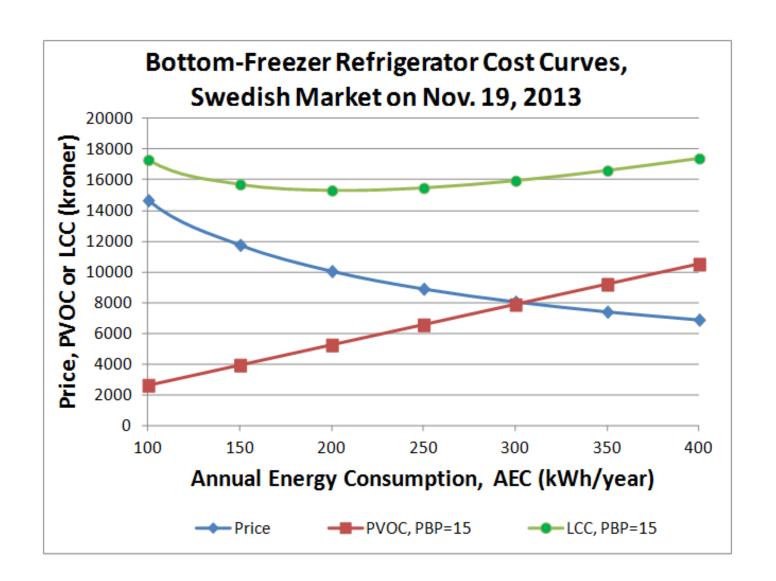
- More up-to-date
- Greater empirical product/feature/price detail
- Is closer to actual prices paid by actual consumers

#### Disadvantages

- Large amounts of variability & noise
- Consumer prices don't directly reflect manufacturing costs
- Statistical analysis can be unreliable: "Lies, damn lies and statistics"\*

Quote attributed to Mark Twain: "There are three kinds of lies: Lies, damn lies and statistics"

#### Real-time Life-cycle Cost Calculation



#### **Equations of LCC-Optimum Market Dynamics**

#### <u>Life-cycle Cost (LCC):</u>

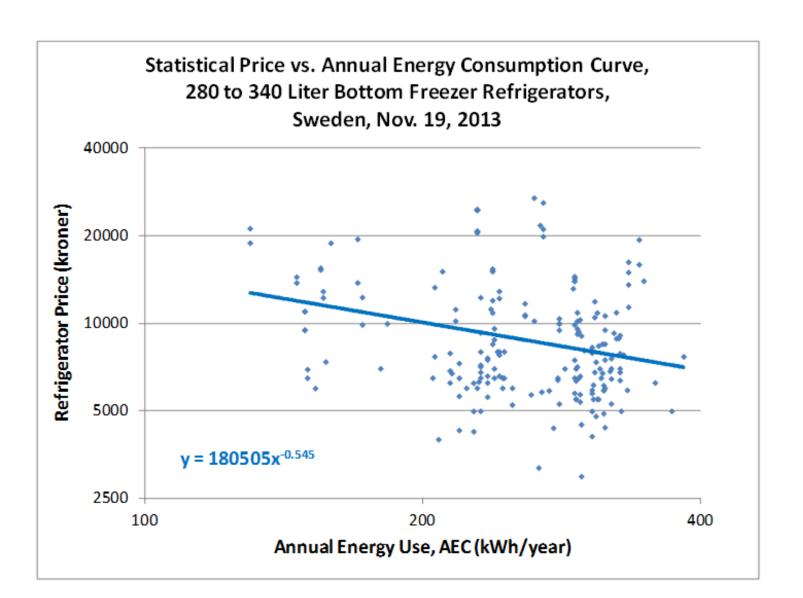
$$LCC = P_A + PVOC = P_A + PBP \cdot P_E \cdot AEC$$

#### LCC Minimization:

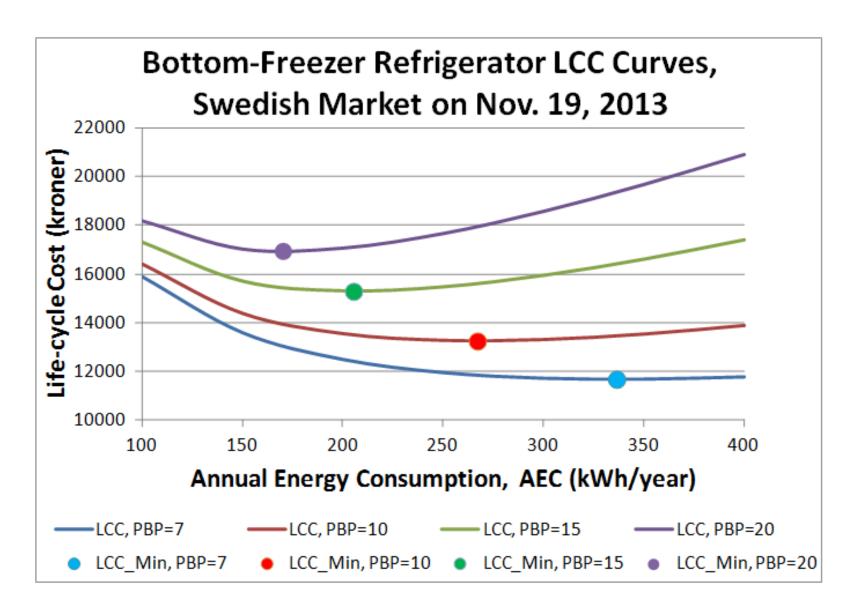
$$\begin{split} \frac{\partial LCC}{\partial AEC} &= 0 = \frac{\partial P_A}{\partial AEC} + PBP \cdot P_E \\ \frac{AEC}{P_A} \frac{\partial P_A}{\partial AEC} &= \frac{\partial \ln(P_A)}{\partial \ln(AEC)} = -\varepsilon = -\frac{PBP \cdot P_E \cdot AEC}{P_A} = -\frac{PVOC}{P_A} \end{split}$$

$$AEC = \frac{\mathcal{E}P_A}{PBP \cdot P_E}$$

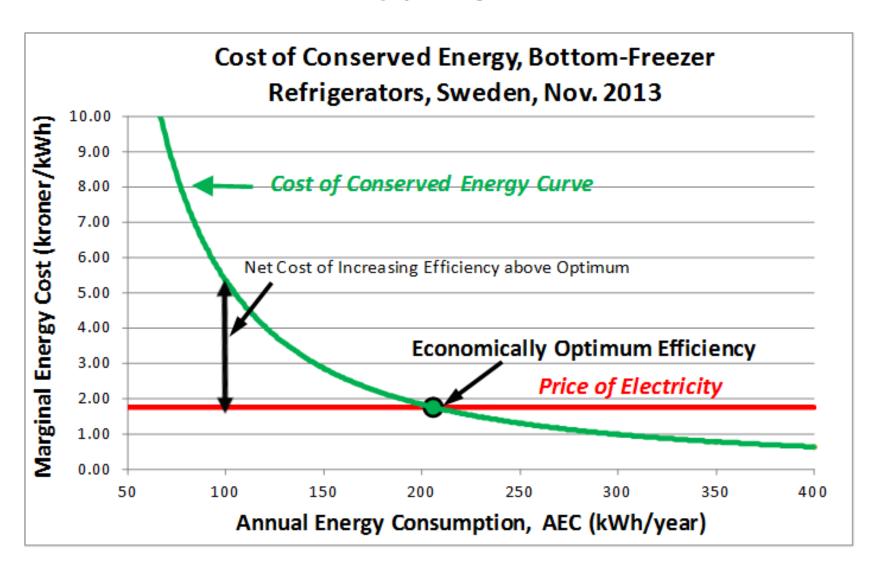
#### Possible Measurement of $oldsymbol{\mathcal{E}}$



#### Min-LCC as a Function of PBP



## Marginal Cost of Conserved Energy Curve



#### Remaining Challenges

- Automating data collection and quality control to make large volumes of data cheaper and easier to get
- Developing improved statistical techniques for using data to calculate quantities of interest with confidence
- Educating the international policy community on how to use analysis products and having the discussion on policy implications
- Providing expanded access to analysis products of interest