ENERGY STAR® Update Webinar: IT Equipment and Data Centers



April 18, 2007





- General Program Introduction
 - Stuart Brodsky, US Environmental Protection Agency
- Report to Congress & Process for Server Specification Development
 - Andrew Fanara, US Environmental Protection Agency
- Whole Building Approach & Implications
 - Alexandra Sullivan, US Environmental Protection Agency
- Next Steps for Whole Buildings
 - Stuart Brodsky, US Environmental Protection Agency

Web Conference Tips



- You should be seeing the slides to the left and participant and chat windows to the right.
- Mute Phone when listening: *6
- Chat feature
- Hold & music If your phone system has music-on-hold, please don't put the web conference on hold
- Presentation slides will be sent to all participants following the web conference





General Program Introduction

- Stuart Brodsky, US Environmental Protection Agency
- Report to Congress & Process for Server Specification Development
 - Andrew Fanara, US Environmental Protection Agency
- Whole Building Approach & Implications
 - Alexandra Sullivan, US Environmental Protection Agency
- Next Steps for Whole Buildings
 - Stuart Brodsky, US Environmental Protection Agency



Today's Energy Challenges

- Energy demand is growing
- Rising utility bills
- Increasing generation costs
 - Gas and coal prices
 - Building cleaner generation
- Carbon risk
- Reliability issues



- Natural gas prices increasing / volatile
- Pending large transmission and generation investments in uncertain investment world

Electricity Generation Contributes to Emissions of Greenhouse Gases



U.S. Greenhouse Gas Emissions by Sector (2002 Total = 6,888 MMTCO2E)

U.S. Greenhouse Gas Emissions by Sector with Electricity-Related Emissions Distributed (2002 Total = 6,888 MMTCO2E)



Source: U.S. Greenhouse Gas Emissions and Sinks: 1990 – 2002, Tables 2-6 and 2-8



What is Energy Star?

- Partnership
- Financial Value
- Environmental Results
- Trusted Source of Information
- Homes
- Products
- Commercial Buildings



What is Energy Star?

- 2006 Results
 - \$14 billion in savings
 - 37 million metric tons CE
 - emissions of 25 million cars
 5% of total electricity demand

Product Specification Development

- Guiding Principles
 - Several industry stakeholder meetings
 - Cost-effective efficiency
 - Performance maintained or enhanced
 - Significant energy savings potential
 - Efficiency is achievable with several technology options
 - Product differentiation and testing are feasible
 - Labeling can be effective in the marketplace

Developing Minimum Performance Requirements



- Specification levels typically represent top 25% of models available in marketplace
- Also take into consideration:
 - Diversity of manufacturers/brands represented
 - Emerging energy saving designs/technologies
 - Utility, state, and federal government initiatives
- Use industry accepted test procedures to evaluate product performance, when available

Stakeholder Involvement



- Important component of development process
- EPA strives to be transparent and inclusive
 - Several industry stakeholder meetings
 - Stakeholder comment period for each Draft version
 - Comments posted to ENERGY STAR Web site
 - Use manufacturer-supplied data, where available
- Coordination with international stakeholders to encourage global harmonization
 - i.e., EU and China, especially for servers

Strategic Approach to Energy Management in Buildings



Based on the successful practices of ENERGY STAR partners, EPA has identified key components for a successful energy management program.







Do you know how your buildings perform?

- A standardized, comparable metric of whole building energy *performance* did not exist in the past
- EPA introduced the *Energy Performance Rating System* to meet this need

National Energy Performance Rating System



Is 10 MPG high or low for this automobile?

Is 90 kBtu/SF/YR high or low for this hotel?







Energy Efficiency Rating (1 – 100)



National Energy Performance Rating System









General Program Introduction

- Stuart Brodsky, US Environmental Protection Agency
- Report to Congress & Process for Server Specification Development
 - Andrew Fanara, US Environmental Protection Agency
- Whole Building Approach & Implications
 - Alexandra Sullivan, US Environmental Protection Agency
- Next Steps for Whole Buildings
 - Stuart Brodsky, US Environmental Protection Agency

Public Law 109-341: EPA Study



- <u>Purpose</u>: assess energy impacts <u>on</u> and <u>from</u> datacenters, identify energy efficiency opportunities, and recommend strategies to drive the market for efficiency
- Chapters/Topics:
 - Trends in growth and energy use of servers and data centers
 - Potential energy and cost savings due to improved energy efficiency
 - Electric utility impacts from server and data center energy efficiency
 - Potential impacts of energy efficiency on performance, reliability
 - Role of fuel cells and distributed generation in data centers
 - Barriers to implementation of energy efficiency
 - Recommendations for incentives and voluntary activities

Study Goals and Expectations



- Inform Congress & other policy makers of important market trends, forecasts and opportunities
 - Understand the impact energy consumption is having on datacenters and its implications for national energy consumption
- Identify and recommend potential short and long term efficiency opportunities and match them with the right policies
- Identify areas for additional strategic research <u>outside the</u> <u>scope</u> of the report
- Stress voluntary initiatives not regulatory standards

EPA Study Timeline



- February 15: EPA hosted workshop to discuss approach and generate ideas and leads
 - Discussion summaries available on Web site
- April: EPA to post Draft study for 2-week comment period
- May 18: EPA to share overview of study findings at Datacenter Dynamics conference in Washington
 - EPA may also host a Web conference in May to present final approach and recommendations
- June: Final study due to Congress in June
 - EPA will share with stakeholders key conclusions of that final report

ENERGY STAR IT Equipment Specifications: Servers



- Goal is to release a strawman document at end of June for stakeholder review that shares overall approach and includes:
 - Basic requirements of all ENERGY STAR partners/products
 - Well defined product definitions and applicable categories
 - Potential testing, performance, and reporting requirements
- EPA is currently considering power supply efficiency and energy efficiency performance benchmarking
 - Need support from industry stakeholders to help shape this first framework document

Timeline: Next 6 Months*



- June: Specification framework document is released for review and comment
- July: Stakeholder meeting to discuss framework document
 - First official Draft document released following meeting
- October: Potential second stakeholder meeting to discuss Draft specification

* Dates are tentative and will depend on available data and level of industry feedback.





General Program Introduction

- Stuart Brodsky, US Environmental Protection Agency
- Report to Congress & Process for Server Specification Development
 - Andrew Fanara, US Environmental Protection Agency
- Whole Building Approach & Implications
 - Alexandra Sullivan, US Environmental Protection Agency
- Next Steps for Whole Buildings
 - Stuart Brodsky, US Environmental Protection Agency

Whole Building Approach & Implications

LEARN MORE AT energystar.gov

- EPA whole building ratings
 - Objective
 - Statistical Foundation
- Benchmarking Data Centers
- Challenges and Opportunities in Data Centers
- Potential Metric
- Next Steps

EPA Rating – Objectives



- Monitor actual as-billed energy data
- Create a whole building indicator
 - Capture the interactions among building systems not individual equipment efficiency
 - Track energy use accounting for weather and operational changes over time
- Give a peer group comparison
 - Compare a building's energy performance to its national peer group
 - Track how changes at a building level alter the building's standing relative to its peer group

EPA Rating – Statistical Foundation



- Analyze national survey data
 - Energy Information Administration's Commercial Building Energy Consumption Survey (CBECS)
- Develop regression models to predict energy use for specific building types based on operations
- Create scoring lookup table
 - Ratings are based on the distribution of energy use for a given building type
 - Ratings are expressed on a 1-to-100 scale such that one point represents one percentile of buildings
- Buildings that earn a 75 or higher can earn the ENERGY STAR label
- Based on analysis only available for certain building types:
 - Office, School, Hotel, Supermarket, Hospital, Medical Office, Warehouse, Dormitory

EPA Rating – Statistical Foundation



- The rating *does*
 - Evaluate as billed energy use relative to building operations
 - Normalize for operational characteristics
 - Number of employees and computers, operating hours, climate
 - Depend on a statistically representative sample of the US commercial building population

• The rating *does not*

- Attempt to sum the energy use of each piece of equipment
- Normalize for technology choices or market conditions
 - Specific technology, energy price
- Explain how or why a building operates as it does

Benchmarking Data Centers



- Data centers are critical for the ENERGY STAR Commercial Buildings program
- Important for existing commercial partners including
 - Financial service sector
 - Retail sector
 - IT sector
- EPA initiating a working group to develop an appropriate metric for data centers
 - Agree on an appropriate metric and terminology
 - Identify data needs and data collection method to establish a benchmark using that metric

Challenges and Opportunities in Data Centers



- No standard measure of operation (i.e. processing, memory, etc)
 - ENERGY STAR Products team is working to standardize these metrics
 - In the absence of a measure of operation, ENERGY STAR Buildings team can work to benchmark based on supporting systems (i.e. HVAC, power supply)
- No national representative data source for analysis
 - CBECS does not include a sample of Data Centers
 - Given widespread interest, EPA will lead a working group in this area
 - With data collection, EPA hopes to provide benchmark capability and guidance in Portfolio Manager
 - Without national, statistically representative sample cannot award ENERGY STAR Label

Potential Metric



- Ratio: Total Facility Power / IT Equipment Power
 - Based on Uptime Analysis
 - Ranges from 1.6 (ideal) to 3+
 - -2.4 = Average
 - Termed "Power Usage Efficiency" (PUE) by Malone/Belady
- Reciprocal (efficiency)
 - Ranges from 30-60%
 - Potentially easy to communicate, but will never be higher than approximately 60%

Next Steps for Benchmarking



- Add IT Power as an input in Portfolio Manager
 - Would allow anyone to see their ratio (total facility power/IT equipment power)
 - Building owners and operators could track data center energy use alongside their other facilities (i.e. offices)
 - Owners and operators can take advantage of all Portfolio Manager tools and ENERGY STAR strategies
- EPA to convene Data Center Working Group





- General Program Introduction
 - Stuart Brodsky, US Environmental Protection Agency
- Report to Congress & Process for Server Specification Development
 - Andrew Fanara, US Environmental Protection Agency
- Whole Building Approach & Implications
 - Alexandra Sullivan, US Environmental Protection Agency
- Next Steps for Whole Buildings
 - Stuart Brodsky, US Environmental Protection Agency





- Feedback from industry stakeholders
 - Agree on appropriate metric and terminology
 - Identify data needs and data collection method to establish benchmark
- Contact us:

benchmark-datacenters@energystar.gov