COST-EFFICIENCY ANALYSIS IN SUPPORT OF THE ENERGY EFFICIENCY STANDARD AND LABEL FOR TV SETS IN MALAYSIA



MAHENDRA VARMAN

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ABSTRACT

In Malaysia, the popularization of 24 hours pay-TV, interactive video games, web-TV, VCD and DVD are poised to have a large impact on overall TV energy consumption. Additionally the numbers of TV ownership have also increased tremendously over the past three decades. With the increase of overall TV energy consumption, energy efficiency standard and label is one of the highly effective policies for decreasing electricity consumption in the residential sector. Energy efficiency standard and label for TVs in Malaysia are also capable of reducing electricity bill and contributing towards positive environmental impacts.

In this study there are two methods adopted for proposing a standard, which are statistical analysis and engineering/economic analysis. The statistical analysis is used to fix the standard whereas the engineering/economic analysis is used to examine the potential TV efficiency improvement and cost estimates on the future energy consumption. The energy label adopted in this study is the comparative style which ranks TV sets according to number of stars and displays the energy efficiency index for each unit. In order to justify the proposed standard and label program is an effective policy to be implemented, the potential energy savings, economical benefits and positive environmental impact are investigated.

It has been estimated from this study that the proposed standard and label will save approximately 8,452 GWh of energy which corresponds to bill savings of

approximately RM 1,986,149,662 (US\$ 522,670,964) during the standard period of 4 years. Furthermore, the standard and label program will bring a total of CO₂ emission reduction of approximately 4,510,346 tonne, SO₂ reduction of approximately 20,452,192 kg, NO_x reduction of approximately 11,529,027 kg and CO emission reduction of approximately 3,130,478 kg from power generation in this country. The cost-efficiency analysis on the other hand proved that with the current available technology, it is possible to improve TV sets energy consumption to meet the proposed standard.

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NOMENCLATURES

Symbols	Descriptions	Unit
$\mathrm{AEC}_{i_{AVG}}$	Average annual energy consumption of TV	(kWh)
$AEC_{i_{MIN}}$	Minimum annual energy consumption of TV	(kWh)
AEC_{sc}	Annual energy consumption of TV on the year survey conducted	(kWh)
AEC_{STD}	Annual energy consumption of TV on the year standard is proposed	(kWh)
AEI	Annual energy efficiency improvement of TV	(%)
ANS_i	Annualized net dollar savings in year i for TV	(\$)
AS_i	Applicable stock of in year i of TV	
AS_{i-1}	Applicable stock of in year i-1 of TV	
$\mathrm{BAU_{i}}$	Business as usual energy consumption in year i for TV	(kWh/yr)
$\mathrm{BEC}_{\mathrm{s}}$	Baseline energy consumption for TV	(kWh/yr)
BS_{i}	Bill savings in year i for TV	(\$)
c	Constant value	
CCE_s	Cost of conserved energy for TV	(\$/kWh)
CO_i	Carbon monoxide reduction in year i for TV	(kg)
$CO2_i$	Carbon dioxide reduction in year i for TV	(kg)
CRF	Capital recovery factor	(%)
đ	Interest rate per year	(%)
E_{i}	Energy efficiency index	
$\mathtt{E}_{\mathtt{i}_{AVG}}$	Average E, value from the samples collected	
$\mathtt{E_{i_{MIN}}}$	TV set with the lowest value of E _i from the	
E_t	Energy consumption of TV in standby mode	(Watts)

E_R	Reference energy consumption	(kWh/yr)
E_0	Energy consumption of TV in on-mode	(Watts)
$\mathrm{Em}_{\mathfrak{p}}^{\mathfrak{n}}$	Emission p for fuel type n for a unit electricity	
•	generation	(kg/kWh)
ER_i	Emission reduction in year i of TV	(kg)
ES_i	Energy saving in year i for TV	(kWh/yr)
IC	Incremental cost of TV	(\$/kWh)
$\mathrm{IE_{i}}$	Energy efficiency improvement in year i for TV	(%)
IIC_s	Initial incremental cost of more efficient TV	(\$/unit)
k	Constant value	
L	Life span of TV	(Year)
LCC_{option}	Life cycle costs of TV with design option	(\$)
LEC_l	Label energy consumption of appliance a	(kWh/yr)
Na _i	Number of households with TV in year i	
Na_{i-1}	Number of households with TVs in year i-1	
Na_{i-L}	Number of households with TVs in year i-L	•
NOX_i	Nitrogen oxide reduction in year i for TV	(kg)
NS_i	Net saving in year i for TV	(\$)
OE _{baseline}	Operating expenses per year of baseline unit TV	(\$)
OE _{option}	Operating expenses per year of TV with design option	(\$)
	(energy costs)	•
PBP _{option}	Payback period of design option	(year)
PE_i^n	Percentage of electricity generation in year i of fuel	(%)
	type n	
$\mathbf{PF_i^n}$	Fuel price in year i for fuel type n	(\$)

$\mathrm{PP}_{\mathrm{baseline}}$	Purchase price of baseline unit TV	(\$)
$\mathrm{PP}_{\mathrm{option}}$	Purchase price of TV with design option	(\$)
PV(ANS _i)	Present value of annualized net saving in year i for TV	(\$)
PWF	Present worth factor	
r	Discount rate	(%)
S_i	TV saturation level per household in year i	
SEC_s	Standards energy consumption of TV	(kWh/yr)
SEI _s	Standards efficiency improvement for TV	(%)
SF_i	Scaling factor in year i of TV	(%)
Sh_i	Shipment in year i of TV	
SO2 _i	Sulfur dioxide reduction in year i of TV	(kg)
SSF_i	Shipment survival factor in year i for TV	(%)
STN	Proposed standard	(%)
U_t	Usage hours of TV in standby-ode	(Hour)
U_{o}	Usage hours of TV in on-ode	(Hour)
UES _i	Unit energy savings in year i for TV	(kWh/yr)
UES _s	Initial unit energy savings in year i for TV	(kWh/yr)
x	Year predicted – year start	
У	Predicted value	
Ydr	Year of discount rate base	
Ypd	Year standard is proposed	
Ysc_s	Year survey is conducted	
Yse _s	Year of standards enacted of TV	
$\mathbf{Y}\mathbf{sh_i}$	Year i of shipment of TV	
δ	Step size of the labels	
$\Delta \text{OE}_{\text{option}}$	$OE_{option} - OE_{baseline}$	(\$/year)

 $\Delta PP_{\text{option}} - PP_{\text{baseline}} \tag{\$}$

Abbreviations

AEC Annual Energy Consumption

BAU Business As Usual

CENTREE Centre for Education and Training in Renewable Energy

Efficiency Malaysia

CLASP Collaborative Labeling and Appliance Standards Programs

CO Carbon Monoxide

CO₂ Carbon Dioxide

CRT Cathode Ray Tube

DLP Digital Light Processing

DPL Dolby Pro Logic

DVD Digital Versatile Disk

IEC International Electro-technical Commission

ISO International Organization for Standardization

JBEG Department of Electricity and Gas Supply

JIS Japan Industrial Standards

LCC Life Cycle Cost

LCD Liquid Crystal Display

LCoS Liquid Crystal on Silicon

MS Malaysian Standard

NO_x Nitrogen Oxide

PJTV Rear Projection TV

RM\$ Malaysian Dollar (Ringgit)

SIRIM Standard and Industrial Research Institute of Malaysia

SLS Sri Lanka standard

 SO_2

Sulfur Dioxide

SS

Singaporean Standard

STD

Standard

TCPHEA

Technical Committee on Performance of Household Electrical

Appliances of Malaysia

TV

Television

UHP

Ultra High Performance

VCD

Video Compact Disk

WEB-TV

Web Television

Superscripts

L

Life span of TV

n

Fuel type

Subscripts

baseline

Baseline unit

CRT

Cathode Ray Tube TV

i

In a particular year

l

Year of labels enacted

LCD

Liquid Crystal Display TV

option

Design option

PJTV

Rear Projection TV

PLS

Plasma TV

s

Year of standard enacted

SC

Year survey conducted

t

Standby-mode

0

On-mode