



EMERSON™
Climate Technologies

Unlocking the Potential of Embedded Electronics

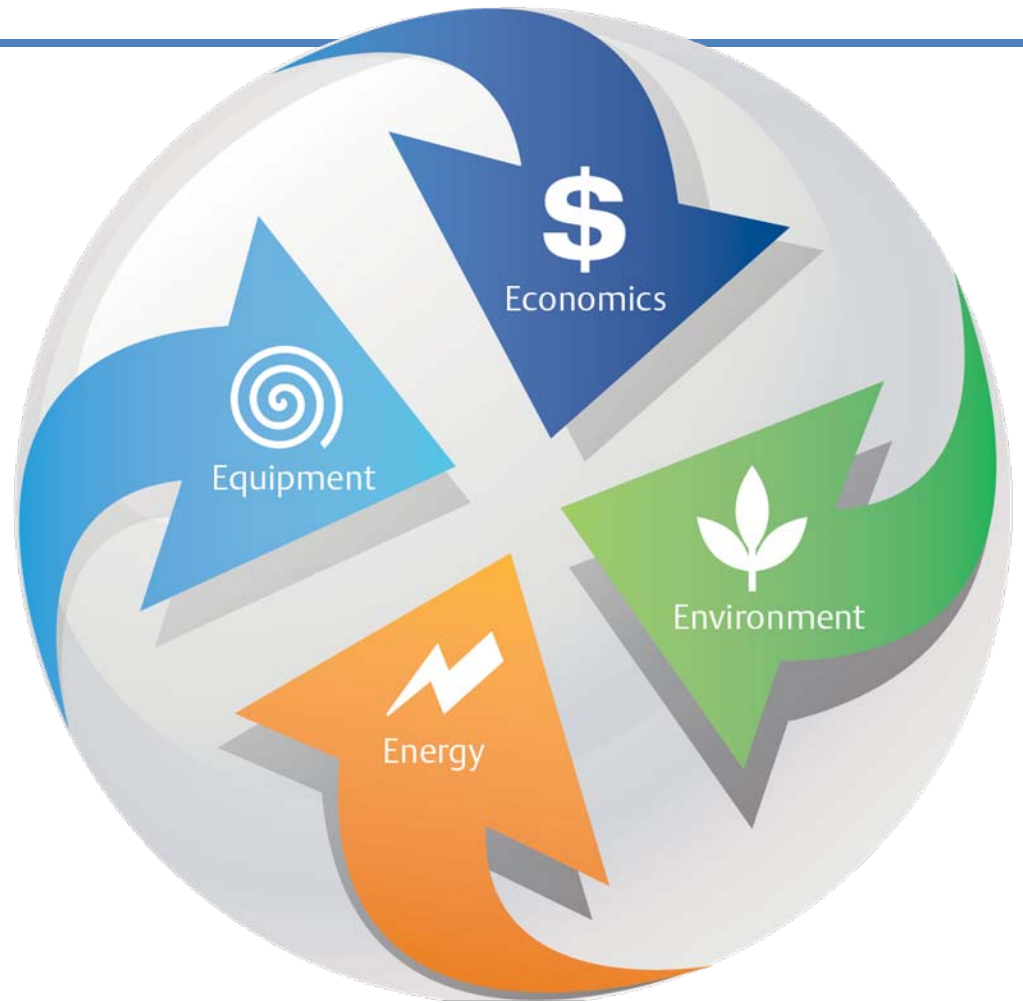
John Wallace

Emerson Climate Technologies Retail Solutions

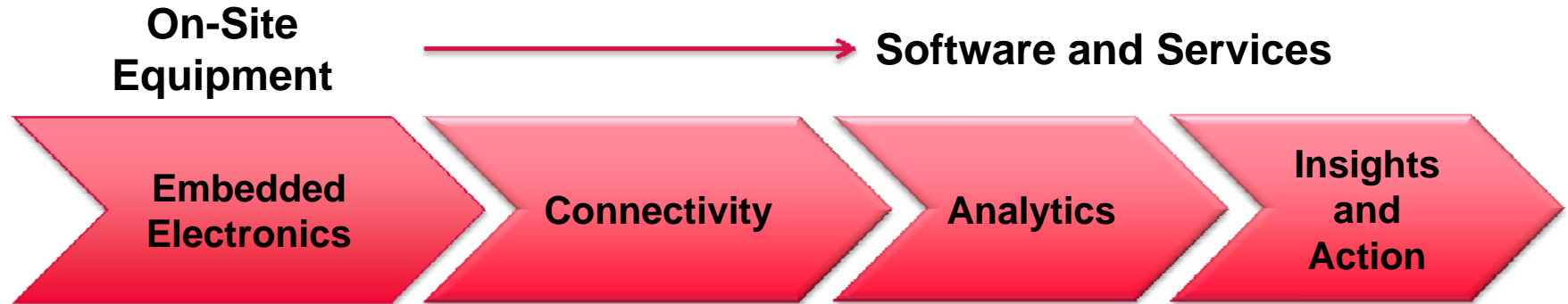
Discussion Topics

Note: This information was presented as a panel discussion at AHRI Expo 2015. This presentation will provide a summary of the discussion from the panelists.

- Background info
- What's the problem?
- Examples from other industries
- Connecting the dots



Electronics Framework for Value Creation



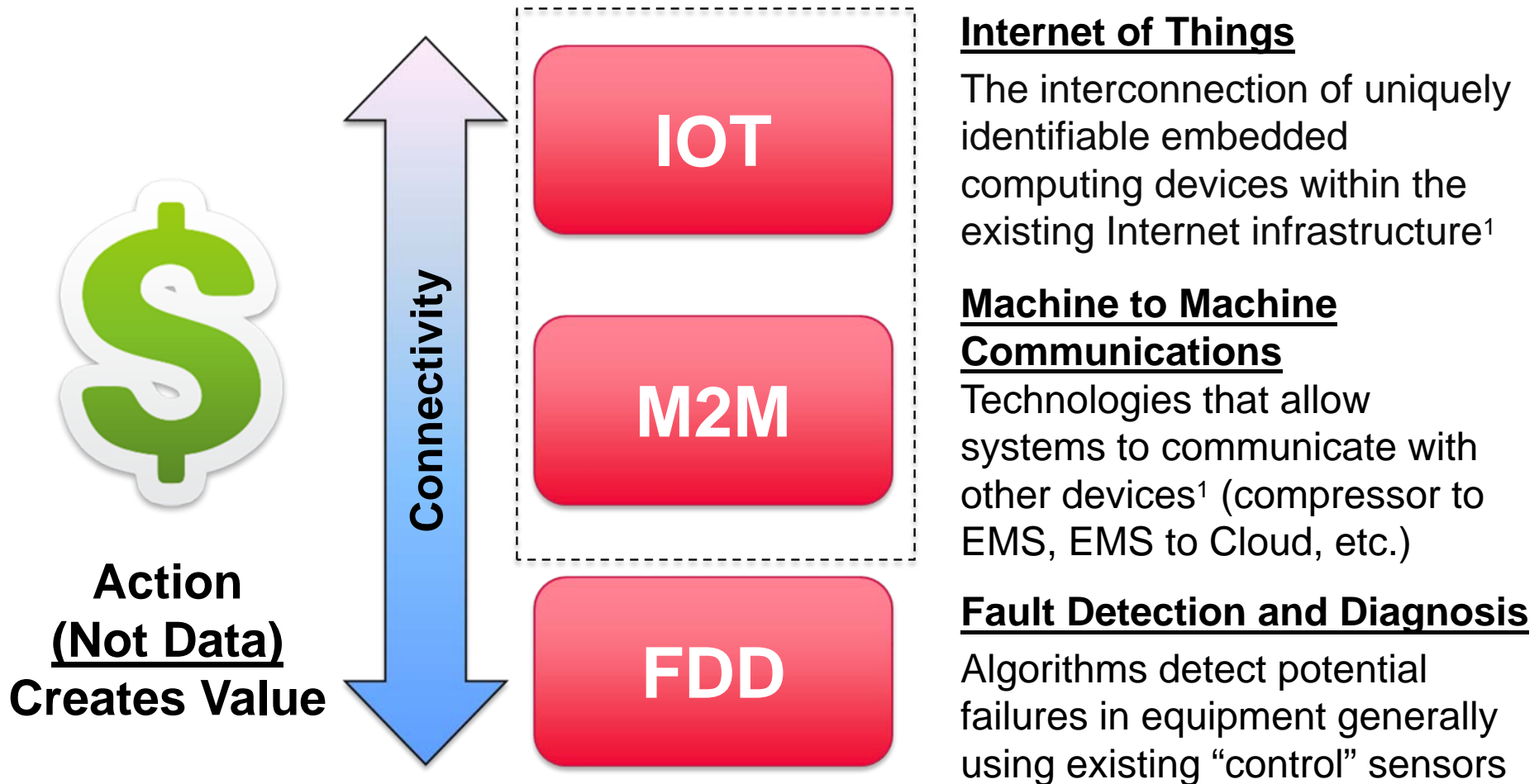
- Better control
- Optimization
- Diagnostics
- Asset mgmt.

- Remote analysis
- Site “visibility”

- Hidden insights
- Performance analysis
- Prioritized actions
- Planning



“Perfect Storm” of Industry Trends Unlocks Opportunities to Create Value



1. Wikipedia

Panel Discussion at AHRI Expo Discussed Impact of Electronics and Connectivity



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President and CEO
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(ACCA)



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Equipment On-Board Diagnostics

- **Not a new technology — automotive industry**
- **Individual OEM's have proprietary systems for years**
- **Industry “Futures Committee” recommendation:
April 2014**
- **ACCA Board of Directors petitioned AHR — Sept. 2014**

Why?

- **Technology exists:** today's equipment more sophisticated; has more electronic features
- **Contractor complexities:** work on multiple OEM systems
- **Efficiencies and cost savings all around:**
 - Contractors — time in field lessened; better diagnostic/prognosis tools and capabilities
 - Distributors — warranty issues; better component interoperability
 - OEMs — warranty issues; information on own equipment performance and installation/service practices
 - Customers — better assurance equipment operates as OEM designed... and they paid for
- **Verification pressures:** increasing calls by energy efficiency advocates for costly third party installation/service verification

Other Benefits

- **Workforce development**

- Electronics more attractive and understood by younger generation
- “Sexier” than traditional screwdriver and wrench vision of our trade
- Fewer systems to learn and understand

- **OEM focus**

- Pool resources (save time and money) to garner universal results
- Savings can be used on other company projects

Next Steps ... the Industry Needs to Develop

- **Common set of error codes and terminology that detail fault and error conditions**
- **Universal communication access configuration (ports or wireless)**
- **Standardized communication protocols (including input/output signals) for diagnostics**
- **Diagnostic tools/apps (e.g., code readers) that support functionality and output (report) basic fault information**

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Challenges

■ Application challenges

- Integrating variable distributed generation
 - Solar
 - Wind
- Integrating storage at multiple layers
- Integrating electric vehicles (EV)
- Managing end-use loads
 - Residential
 - Commercial
 - Industrial
- Enabling energy coordination and trading between buildings and trading between buildings and grid



■ Technology challenges

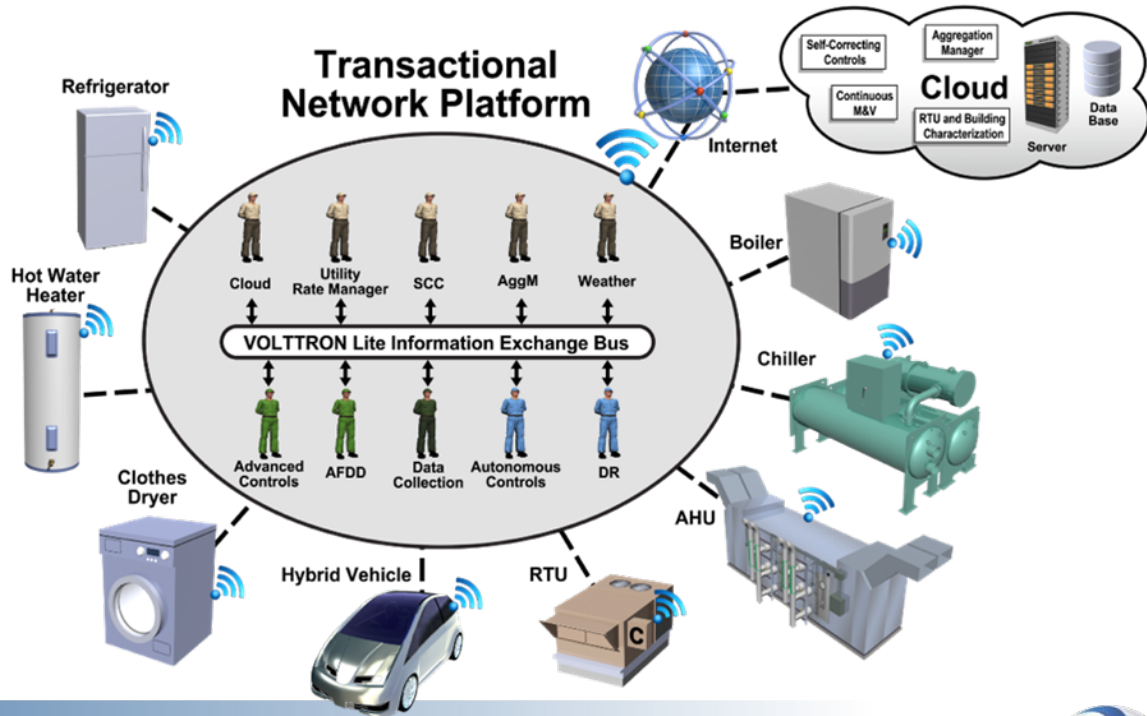
- Rapid deployment of networked (grid, buildings, etc.) sensors and controllers
- Scalable control and diagnostics
- Secure and reliable communication

Transactional Network Controls

- Buildings need to be smarter to participate in transactions within the building, with other buildings, and with grid entities.
- Sensors and controls at the whole building level and at the component level are fundamental to optimize DER and the grid.
- The transactional network enables energy-saving retrofit solutions.

AND

The networked systems transact with all grid-connected devices (e.g., EV, storage) and with the grid to help mitigate DER-related disturbances.



PNNL Transactional Network Applications

- **Embedded advanced RTU controls**

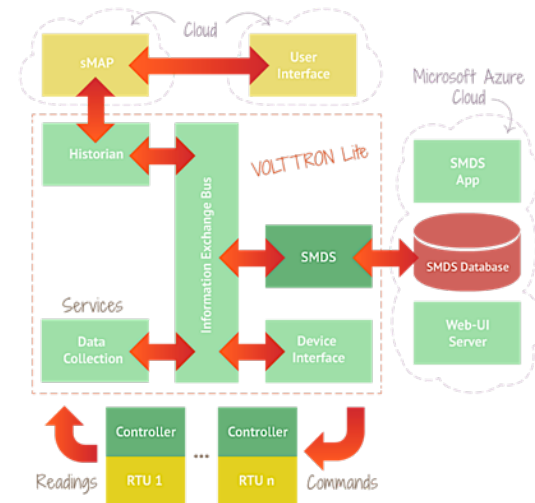
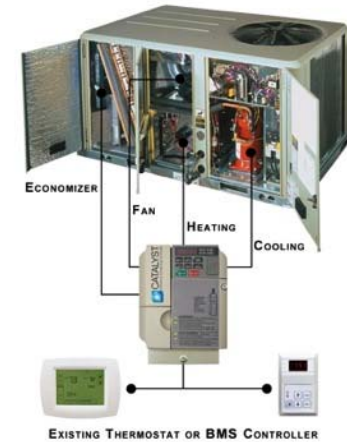
- Improve operational efficiency of RTUs through advanced RTU controls, leading to energy and carbon emission reductions between 30% and 50%.

- **Demand response agent**

- Make RTUs grid responsive, leading to a more reliable electric power grid and mitigate variable distributed renewable generation.

- **Automated fault detection and diagnostics**

- Detect economizer and ventilation failures as they occur and notify building operator to correct them
- Refrigerant-side performance degradation (or improvement)
- Energy and cost impacts of the degradation (or improvement)
- Operation schedule changes
- Selected operation faults, such as compressor short cycling, 24/7 operation, system never on and inadequate ventilation



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Controls

Mission-Critical
Protection

Insight and
Visibility



Industry Best
Energy Efficiency

Simple and Low-Cost
Deployment



Monitoring — Management

- The more information you have, the better decisions you can make

BUT...

- What to do with it?
- Is the data good?
- How do I present the information?
- What is my core function?



Performance and Protection

Engineered solution

- Control routines
- Sensors
- Real-time data
- Troubleshooting

Customer refinement

- Fuel — miles to empty
- Miles per gallon — efficiency
- Actions
 - Time for service
 - Check engine



Connectivity/Security

Where to put data (Cloud, Fog, Device)

- Only 20% of the devices plugged in today are connected to the Internet
- 8.5 billion devices are connected to the Internet today
- Machine 2 Machine (M2M) technology will continue to grow

Protection

- Hackers will continue to attack
 - IT, building systems and remote access vulnerabilities
 - Viruses
- **EMP — magnetic pulses**



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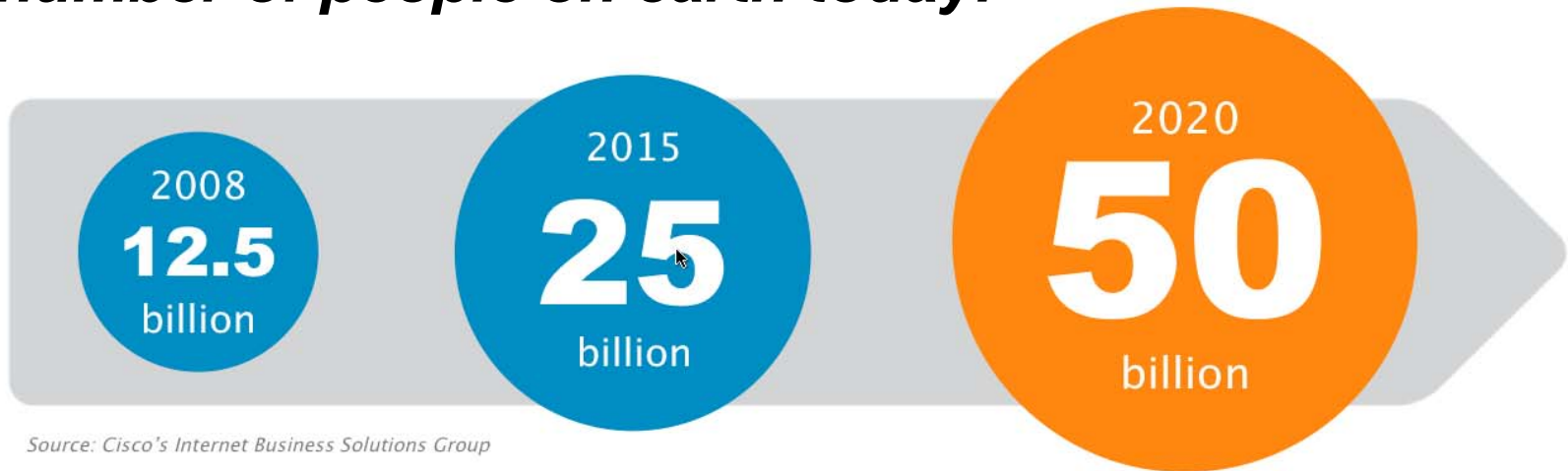


86% of U.S. CEOs Believe Technology Will Transform Their Businesses



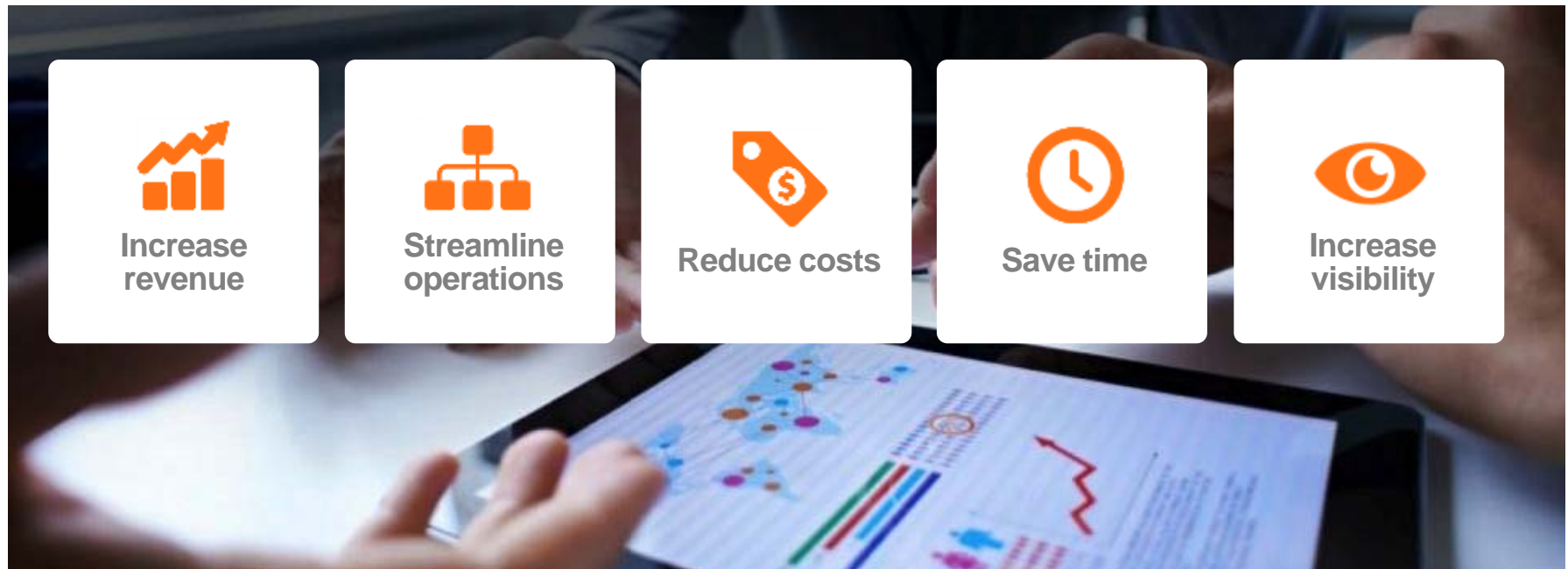
Why Is Data Important?

- In a global economy, data becomes the most valuable currency to drive business transformation and product strategies.
- ***By 2020, the number of things connected to the Internet will be approximately seven times greater than the number of people on earth today!***



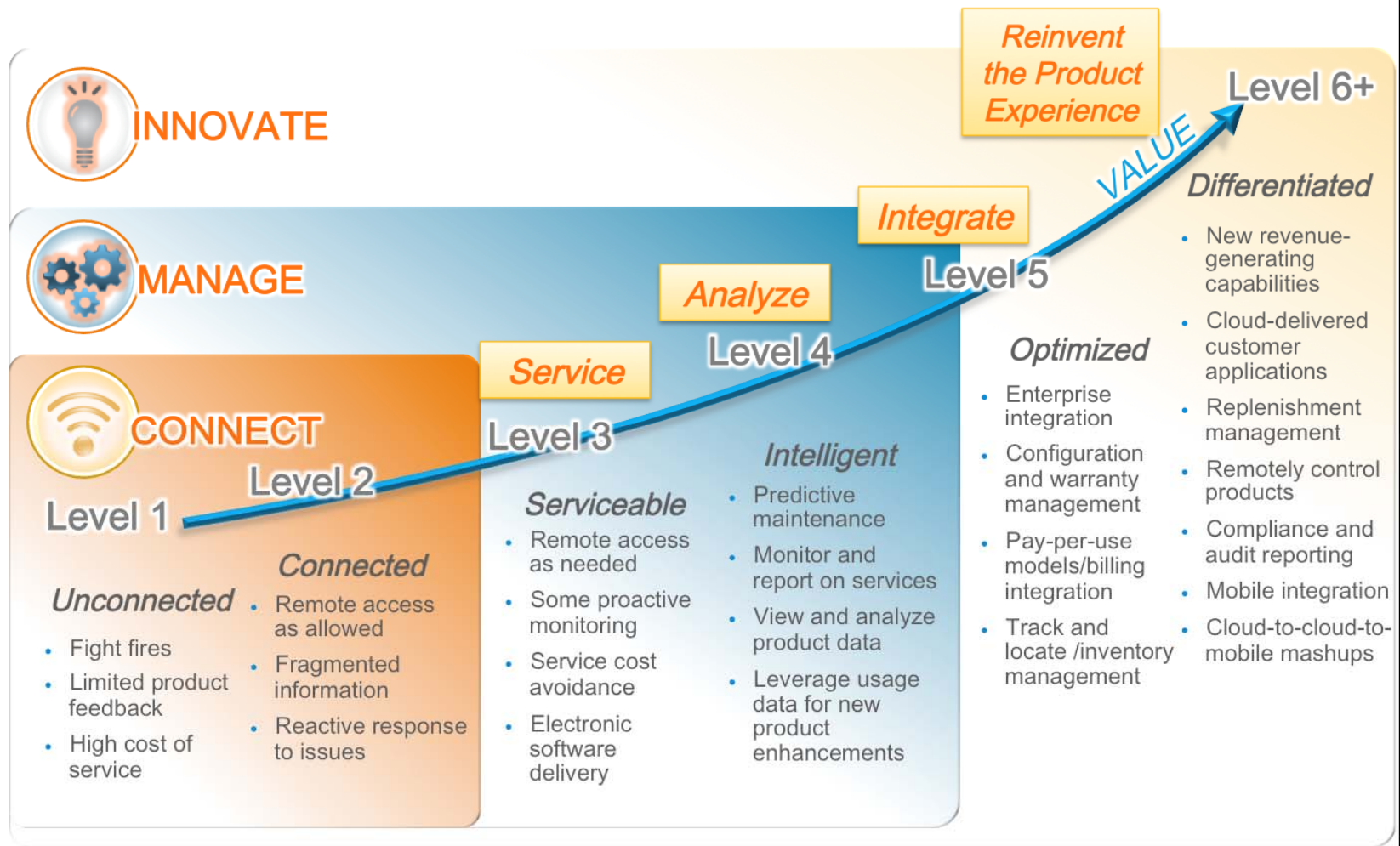
IoT

- **IoT will unlock new efficiencies and revenue opportunities, so you can reinvent your operations, business processes and services.**



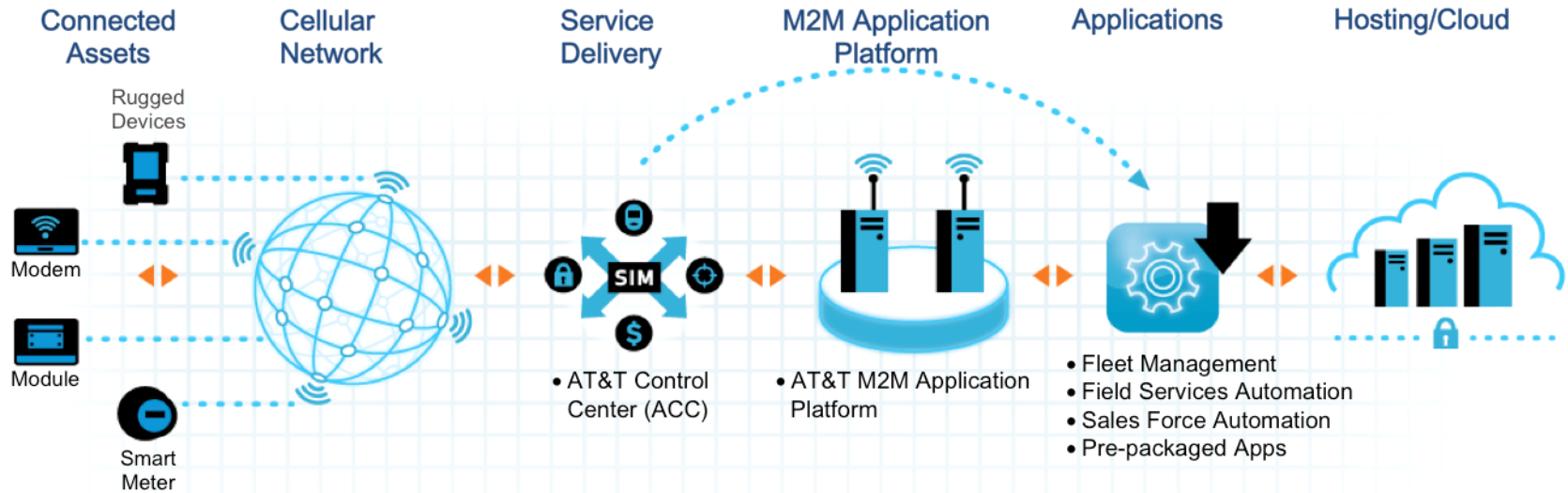
Connected Product Value Curve and Maturity Levels

Setting the strategy for next-generation business models



IoT Solution Elements

Increase productivity through deployment of fully integrated mobile solutions



Provide professional services to design, integrate, deploy and manage across all areas of the solution.

Connected Assets

- Certified Modules
- Embedded Computing
- Sensors
- Modems
- Certified Devices

Cellular Network

- Over 16 Million M2M Connections
- Coverage in >200 Countries
- Global SIM

Service Delivery

- Billing
- Provisioning
- Diagnostics
- Business Rules

M2M Application Platform

- M2M Application Services
- Rules Engine, Data Model
- Agents, Device Protocol Adapters
- Connected Product Management Applications

Applications

- Vertical Applications
- Custom Applications
- Enterprise Application Integration
- Integration Framework

Hosting/Cloud

- Big Data/Analytics
- Scalable
- Secure



IoT Transforming Products

Global heavy equipment monitoring solution

- Enables warranty services by collecting engine diagnostics and location of heavy equipment by using cellular, satellite and GPS services in 70+ countries
- Three distinct users of machine data
 - Service/repair
 - Owner/operator
 - Equipment manufacturer



Service/Repair



Owner/Operator



Equipment Manufacturer



IoT Transforming Products (continued)

- **Service/Repair**

- Information for parts and service
- Service contracts
- Warranty management
- Rental tracking

- **Owner/Operator**

- Business applications
- Machine alerts
- Security and curfew
- Fleet coordination

- **Equipment Manufacturer**

- Product cost reduction
- Design optimization
- Diagnostics
- Machine performance
- Failure analysis



Service/Repair



Owner/Operator



Equipment
Manufacturer



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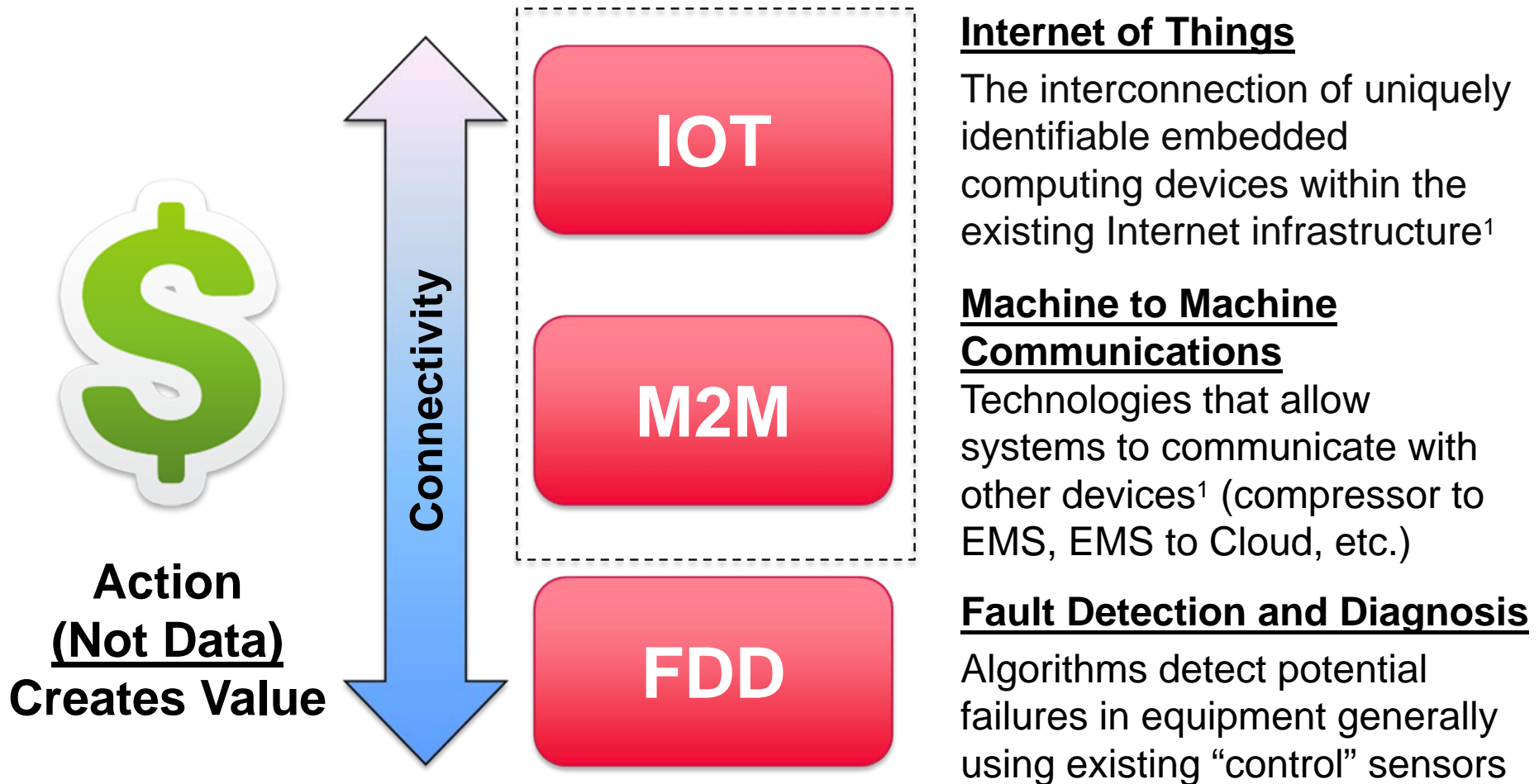
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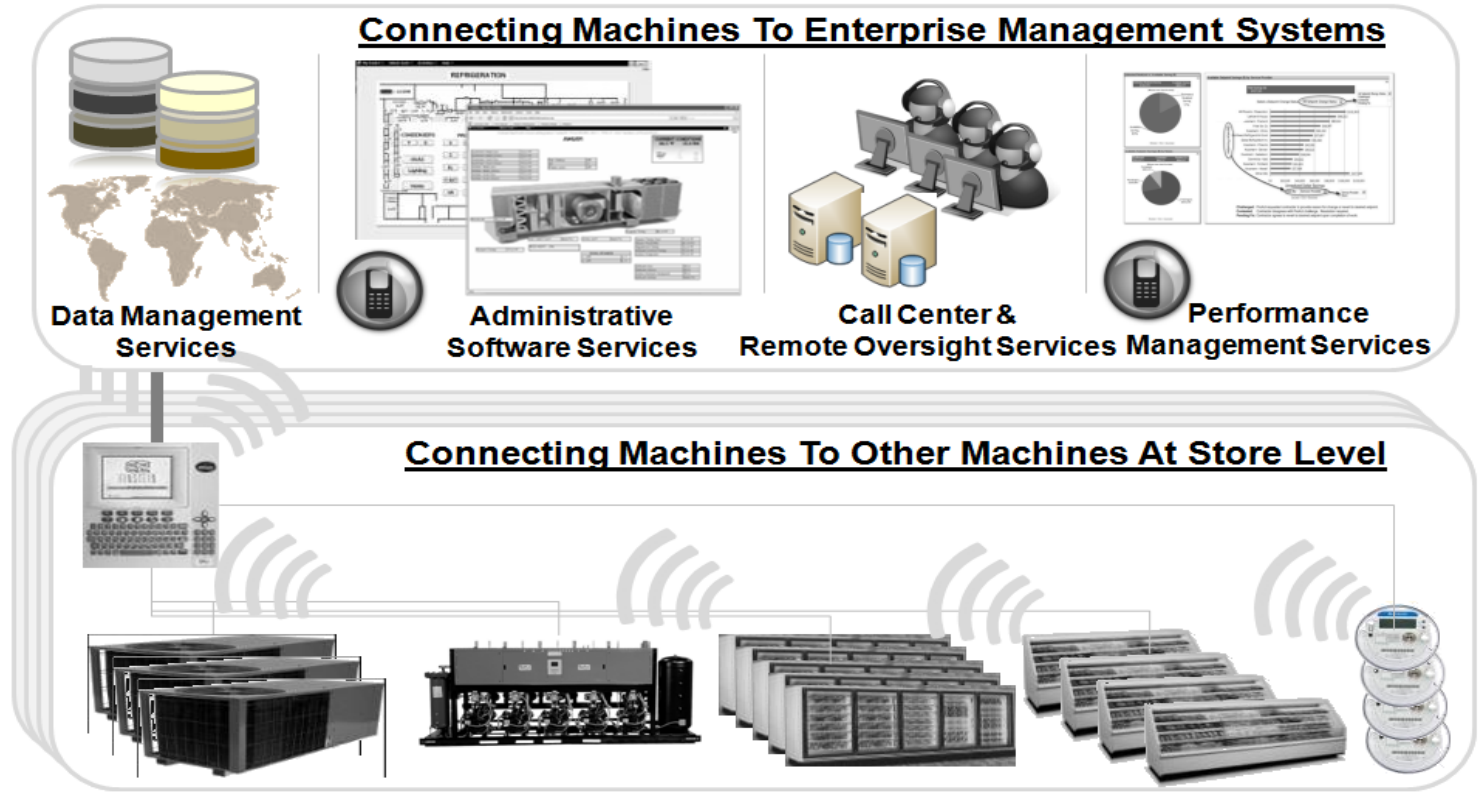


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Our Digital Platform Now Watches Over 2M Fixtures and Processes 50M+ Alarms

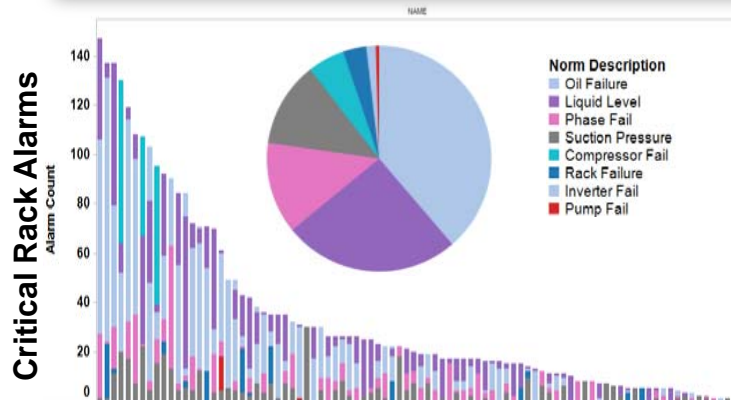


Cumulative Savings of More Than \$100M Delivered to Customers Through Remote Services Over the Last 10 Years

Using Data Across Enterprise to Identify Opportunities and Improve Performance



Using Store-Level Data Across Enterprise to Improve Total Cost of Ownership



Maintenance and energy perspective:

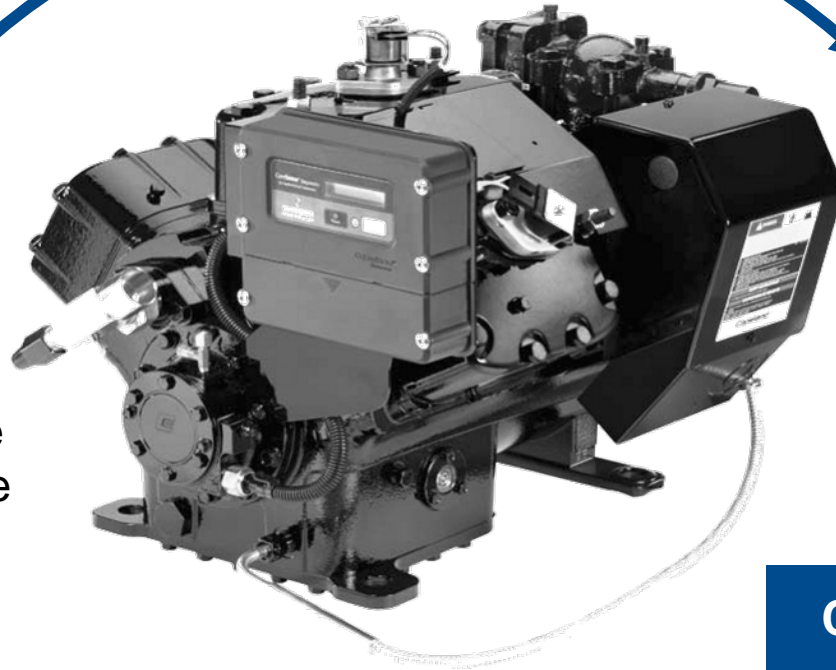
- Identify top issues by occurrence and site location
- Establish “best of class” benchmark and identify worst performing stores
- Focus improvement by prioritizing equipment replacements and maintenance efforts



What Type of Data Is Available?

Sensor Data

- Comp status on/off
- Oil pressure
- Discharge temp.
- Motor temp.
- Ambient temp.
- Comp. current
- Comp. power voltage
- Control circuit voltage
- Demand signal
- Contactor status
- Unloader status
- Digital modulation status
- Low/high pressure cut-out



Insights

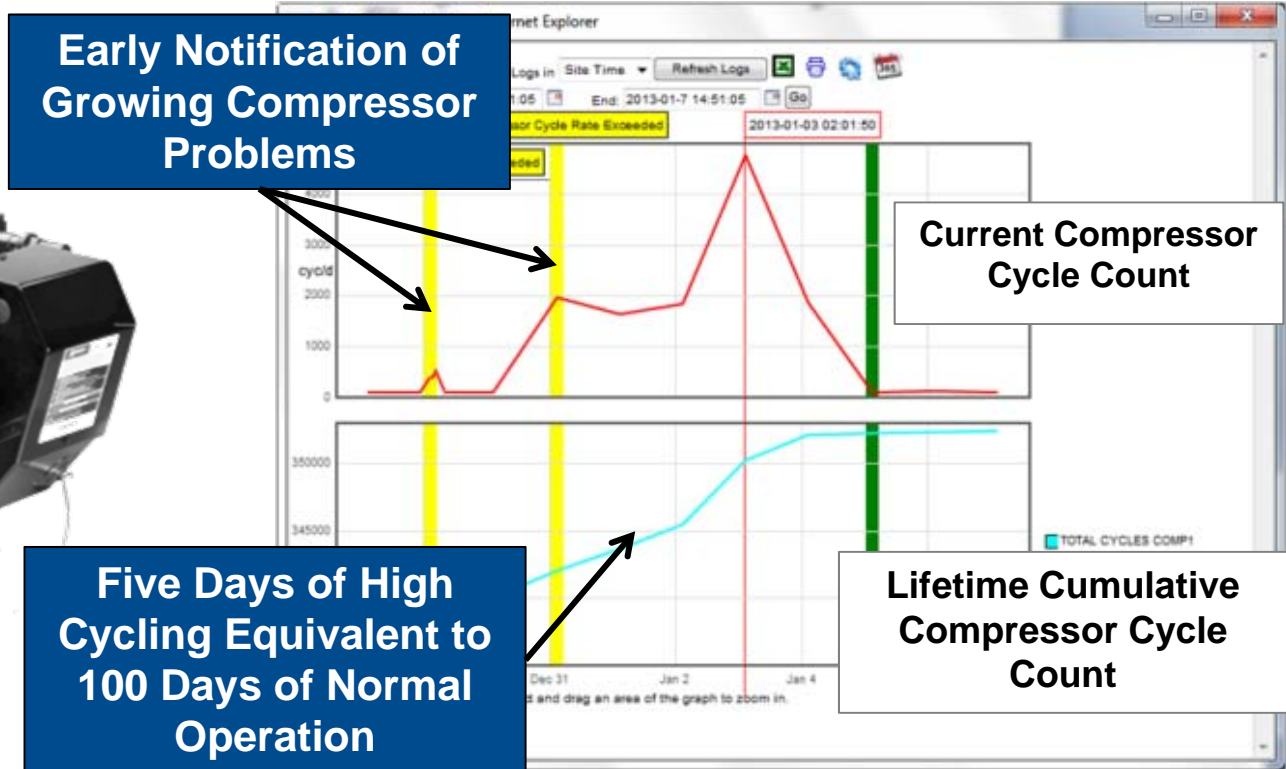
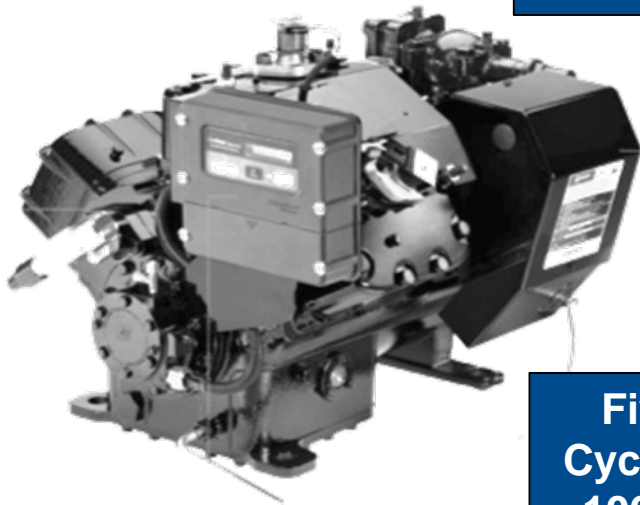
- Asset information
- Compressor proofing
- Power consumption
- Run and fault history
- Remote diagnostics
- System operation

Customer Value

- Applied cost savings
- Maintenance savings
- Energy efficiency



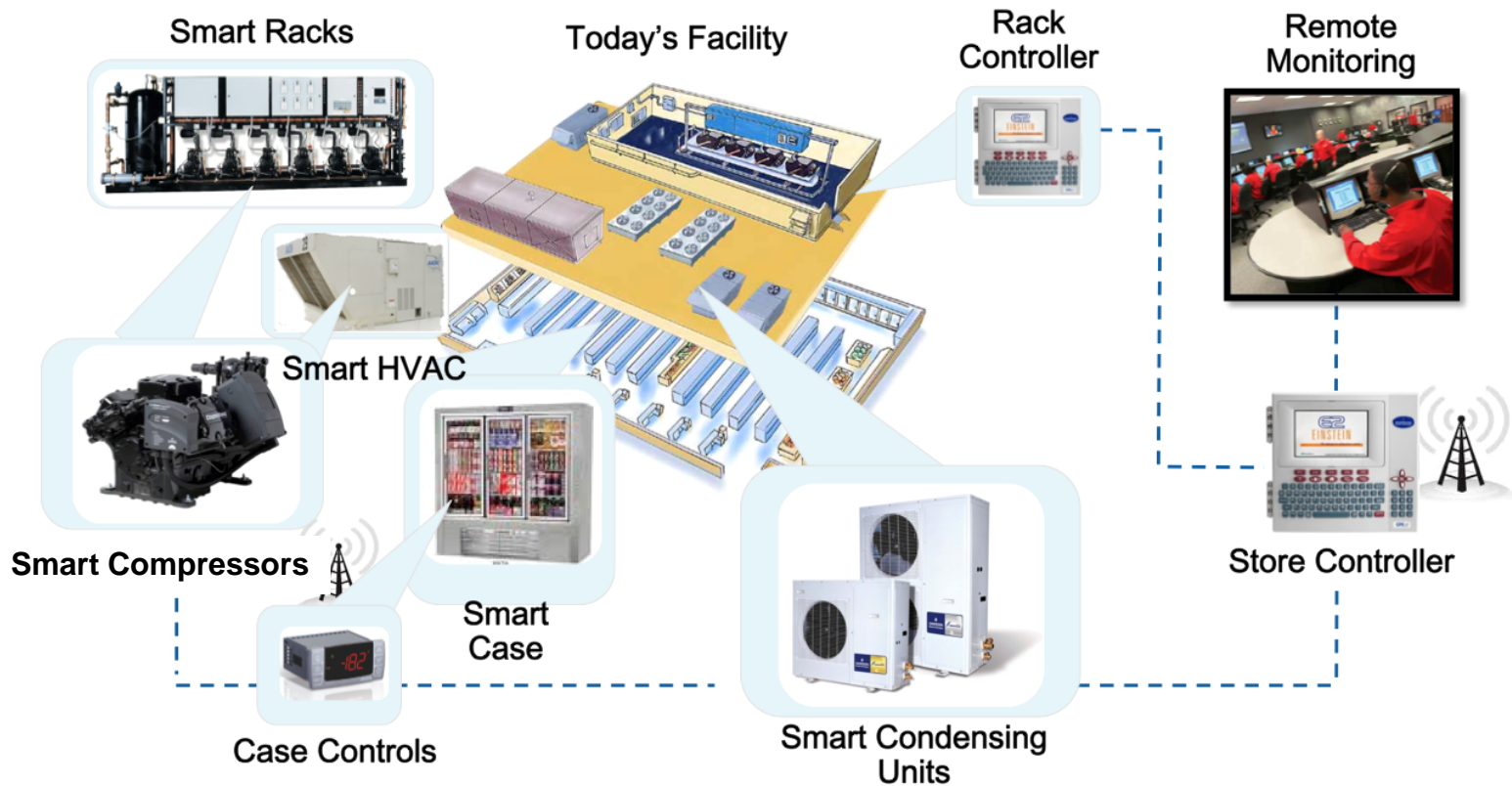
FDD Data Coupled With Connectivity Enables Action to Prevent Failures



**Typical Store Averaged 1–3 Compressor Replacements per Year Due to High Cycling
~ Savings up to \$10K/Year/Store**

Systems Will Continue to Get Smarter and Have Greater Connectivity ...

... Allowing Customers to Improve Total Cost of Ownership
(Applied Costs/Operating Costs/Maintenance Costs)



Thank You!

Questions?

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