



George Block

Consumer

CLIMATE CONTROL IN THE HOME 3:50 pm

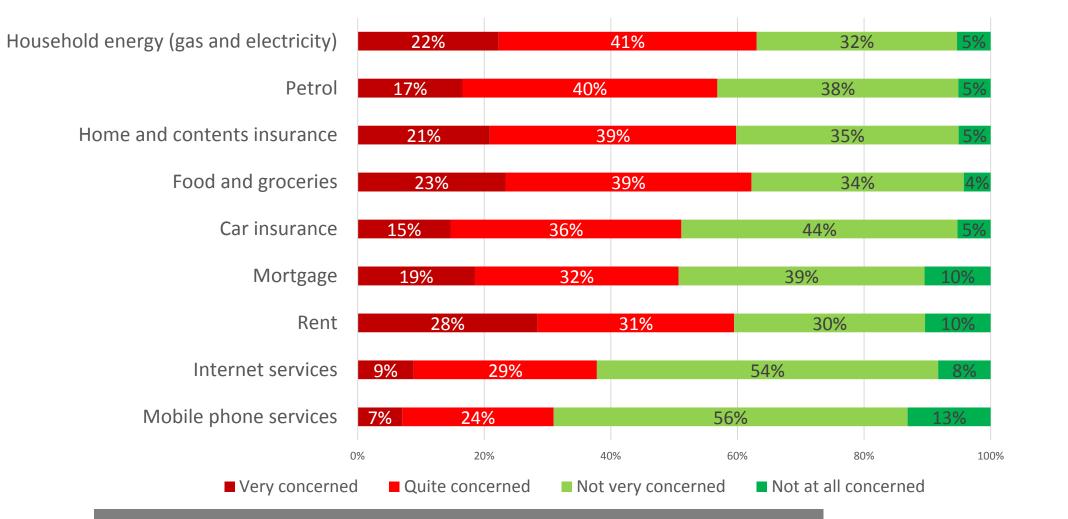


Climate control in the home

Confidential and proprietary

COL Survey: household expenses

Overall, more Kiwis are concerned about energy costs than any other household expense.



Q: How concerned are you about the current costs of each of the following household expenses?

120%

Many consumers still paying too much for power

- 38 percent of respondents said their home wasn't as warm as they'd like because they had to restrict how much power they used.
- Big five all below average for customer service
- Significant difference in annual power bill between cheapest and most expensive retailers
 - Wellington: \$439
 - o Auckland: \$356
 - Dunedin: \$631



Based on an average annual consumption for a medium sized household (8492 kWh per year)

New retail tariff structures allow smarter appliance use

And smarter heating

- Spot tariffs pass through half-hourly wholesale power cost: risk and reward are all yours
- Use timers to take advantage of low prices during offpeak periods (daytime and overnight)
- Set heat pump to come on earlier (4pm). If well insulated, it can get most of its heating out of the way
- Days of fixed-term contracts largely over, many offer leave-anytime and no break fees
- BUT if you have high consumption at peak times you're unable to time-shift, e.g. a large family relying on plugin electric heaters and electric elements, consider flat rate or smoothpay



Spot tariffs:

Hour of free

power:

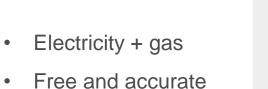




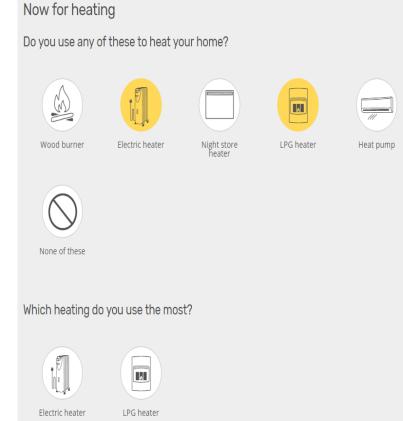


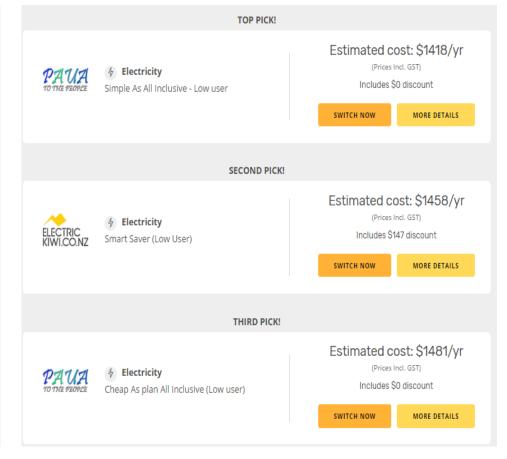
Powerswitch.org.nz

New, easier to use site

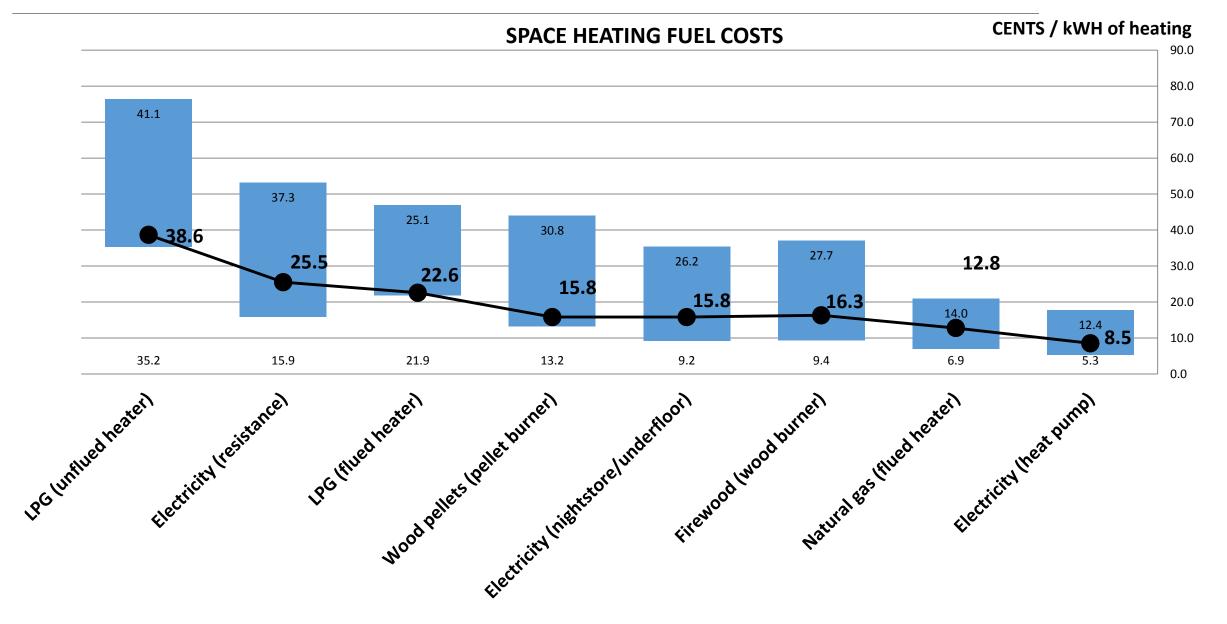


- Free and accurate
- Don't need power bill (but works better if you do)





Heating fuel costs

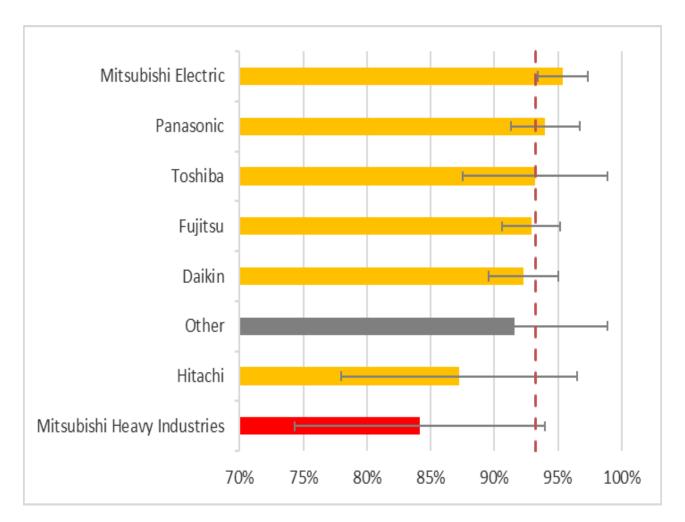


- Technology has matured
- Reliable (93% on average) and effective
- Getting better at not frosting up at low temperatures
- Getting quieter indoors,

Mitsubishi Electric really are quietest

- Infrared tech increasingly used to address draft issues, but some consumers still aren't fans
- Big four brands all very reliable and effective

% Reliability 2017

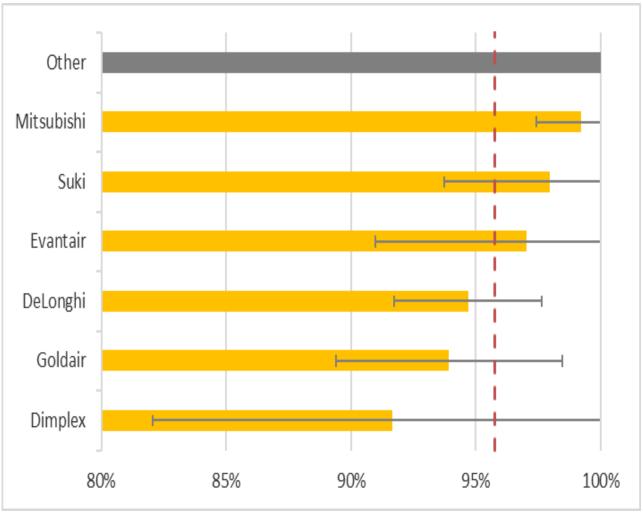


Dehumidifiers

- Desiccant vs. Compressor (refrigerant)
 = low temperature performance vs. running costs
- Stopgap solution
- Mitsubishi Electric incredibly reliable, but middling satisfaction
- Cheap units (Evantair) perform especially badly at low temperatures

GOLDAIR GD330 PERENIAL WINNER, BUT CAN BE TEMPREMENTAL

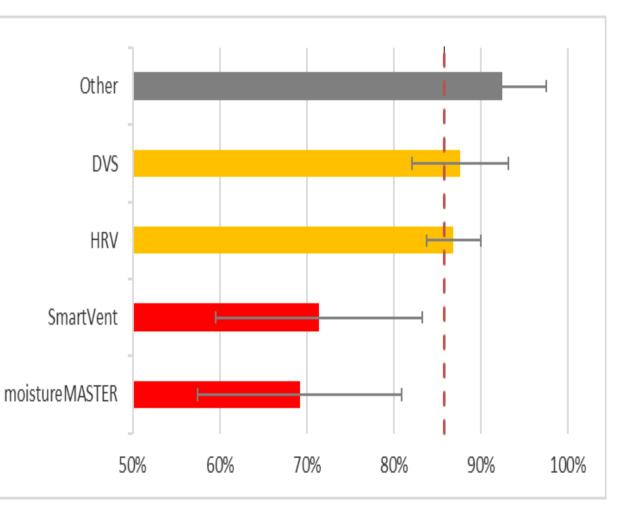




% Reliability 2017

- Work for most people: 89 percent said they were effective at reducing condensation
- HARD SELL: 1/3 HRV customers report aggressive tactics after purchase (upgrades + other products)
- 2007-2010 half of HRV customers
 reported bad behaviour, by 2015 only
 15 percent
- DVS next worst (though just 9%...)





- Low purchase price often worth the high running costs in smaller rooms (Concept Consulting)
- Oscillating tower ceramic heaters best on performance, but big and noisy
- Oil columns: sluggish heating, but good bet for bedrooms
- Micathermic can be a good compromise
- Kent Mica KPE216 (\$139 Mitre 10)



% Reliability 2016

