**1. RECOMMENDED ACTION: EFFECT OF EC VOTE TO ACCEPT RECOMMENDED ACTION:**

|  |  |  |  |
| --- | --- | --- | --- |
| x | Accept as requested | x | Change to Existing Practice |
|  | Accept as modified below |  | Status Quo |
|  | Decline |  |  |

**2. TYPE OF DEVELOPMENT/MAINTENANCE**

|  |  |
| --- | --- |
| **Per Request:** | **Per Recommendation:** |
|  | Initiation |  | Initiation |
| x | Modification | x | Modification |
|  | Interpretation |  | Interpretation |
|  | Withdrawal |  | Withdrawal |
|  |  |  |  |
|  | Principle |  | Principle |
|  | Definition |  | Definition |
| x | Business Practice Standard | x | Business Practice Standard |
|  | Document |  | Document |
|  | Data Element |  | Data Element |
|  | Code Value |  | Code Value |
|  | X12 Implementation Guide |  | X12 Implementation Guide |
|  | Business Process Documentation |  | Business Process Documentation |

**3. RECOMMENDATION**

**SUMMARY:**

Through coordination with the Retail Glossary Committee and the Wholesale Electric Quadrant leadership of the Demand Side Management/Energy Efficiency Subcommittee there was general consensus that the WEQ definitions for Energy Efficiency and Demand Reduction Value should be modified to be consistent with the recently created Retail definitions

**Recommended Standards:**

**000-2 DEFINITION OF TERMS**

The terms listed in the following table are used in the Business Practice Standards and shall have the definitions specified in the table.

| **TERM** | **DEFINITION** |
| --- | --- |
| Demand Reduction Value | The measurement of reduced electrical usage by a Demand Resource during a Demand Response Event or Energy Efficiency performance hours, generally expressed in kW or MW. |
| Energy Efficiency | Installed measures (e.g., products, equipment, systems, services, practices and/or strategies) on end use customer facilities that reduce the total amount of electrical energy needed, while delivering a comparable or improved level of end use service. Such measures include, but are not limited to, the installation of more energy efficient lighting, motors, refrigeration, HVAC equipment and control systems, envelope measures, operations and maintenance procedures, and industrial process equipment. ~~Installed measures on Retail Customer facilities that achieve a permanent reduction in electric energy usage while maintaining a comparable quality of service.~~ |

**4. SUPPORTING DOCUMENTATION**

**a. Description of Request:**

Modify Wholesale Electric Quadrant definitions for Demand Reduction Value and Energy Efficiency to be consistent with the Retail definitions.

**b. Description of Recommendation:**

Modify Wholesale Electric Quadrant definitions for Demand Reduction Value and Energy Efficiency to be consistent with the Retail definitions.

**c. Business Purpose:**

Apply consistency in definitions to terms that are used both in the Retail and Wholesale Electric Quadrants.

**d. Commentary/Rationale of Subcommittee(s)/Task Force(s):**

Additional background information can be found at:

* [Glossary Subcommittee Definitions Work Paper as redlined by DSMEE 3/27/12](http://www.naesb.org/pdf4/dsmee_retail_ee_032712a1.docx)
* [Retail EE Recommendation – Posted for formal comments June 11, 2012](http://naesb.org/pdf4/retail_2012_api_3b_rec.doc)
* [WEQ SRS Working Document - WEQ-000](http://www.naesb.org/member_login_check.asp?doc=weq_000_defined_terms_workingdocument.doc)