





- Applies to residential and commercial natural gasfired fan-type central furnaces
- Regulates manufacturers, distributors, sellers and installers of these units
- NOx emission reductions needed to achieve compliance with the ambient air quality standards



## SUMMARY OF CURRENT RULE IIII COMPLIANCE DATES WITH MITIGATION FEE OPTION

Efficiency)	Non-condensing (Standard)	Weatherized	Mobile Home
April 1, 2015	October 1, 2015	October 1, 2016	October 1, 2018
April 1, 2018	October 1, 2018	October 1, 2019	October 1, 2021
\$200	\$150	\$150	\$150
	April 1, 2015 April 1, 2018 \$200	April 1, 2015         October 1, 2015           April 1, 2018         October 1, 2018           \$200         \$150	April 1, 2015         October 1, 2015         October 1, 2016           April 1, 2018         October 1, 2018         October 1, 2019           \$200         \$150         \$150



## MEETING WITH MANUFACTURERS - continued

- In March April, 2017, staff met individually with 8 original equipment manufacturers (OEM), 2 burner manufacturers, and 1 burner technology institute (Individual meetings were needed to maintain confidentiality regarding development status)
- Purpose of the individual meetings was to obtain information regarding:
  - o Development status of achieving the 14 ng/J emission standard
  - o Products under development
  - o Issues encountered
  - $\circ$  Mitigation fee
  - $\circ \ \ \, \text{Compliance schedule}$

IMPLEMENTATION STATUS	
<ul> <li>One OEM has a certified standard unit</li> </ul>	
<ul> <li>Some OEMs have demonstrated compliance with Rule 1111 NOx limits with field tests underway for standard units, applications for certifications expected</li> </ul>	
<ul> <li>Compliant furnaces have not been introduced into the market to meet Rule IIII NOx emission limit; however, commercialization schedules have been proposed by some of the OEMs</li> </ul>	
<ul> <li>Alternative compliance option (paying mitigation fee for up to 3 years post compliance date) being utilized by all:</li> <li>✓ Condensing (mitigation ends on 3/31/2018): 2 years mitigation utilized</li> </ul>	
Mitigation Year 1 (4/1/2015 - 3/31/2016) Mitigation Year 2 (4/1/2016 - 3/31/2017) (4/1/2017 - 3/31/2018)	>
✓ Non-condensing (mitigation ends on 9/30/2018): I year mitigation utilized	•
Mitigation Year 1 (10/1/2015 - 9/30/2016) Mitigation Year 2 (10/1/2016 -9/30/2017) (10/1/2017 - 9/30/2018)	>

## IMPLEMENTATION CHALLENGES

- Temperature management: Heat exchanger temperature control and fatigue
- Reliability and safety: high temperature may result in material and system leakage, which can cause further problems, such as flash back and high CO or NOx emissions, depending on the place of leakage
- Ignition: to assure good ignition, a premix burner may need to start with rich burn, which could cause NOx emission spikes
- Noise
- Narrow band of operation
- Shorter run time in Southern California climate
- Interference with other regulations: counter to Department of Energy (DOE) regulation for fan energy rating (FER) (effective 7/3/2019)
- Low market for high efficiency unit

PRODU	CT AVAILAE	BILITY			
	Condensing (High Efficiency)	Non-condensing (Standard)	Weatherized	Mobile Home	
Compliance Date	April 1, 2015	October 1, 2015	October 1, 2016	October 1, 2018	
Mitigation End Date	April 1, 2018	October 1, 2018	October 1, 2019	October 1, 2021	
Product Availability proposed by US OEMs (as of April 2017)[# of OEMs]	2018 [1]/No scheduled proposed	2017[1]/2018 [2]/2019[2]/2020 [1]	2019 [1]/No scheduled proposed	No scheduled proposed	
Product Availability by Burner Manufacturers	Burners available for Licensing				
Product Availability In Other Nations	<ul> <li>A series of furnaces by one manufacturer meet Rule 1111 NOx ≤14 ng/J limit</li> <li>On the market last August in Belgium and Netherlands and in the process to UK market.</li> <li>Available capacities: 34,000 btu/hr, 51,000 btu/hr, 68,000 btu/hr, 102,000 btu/hr, 136,000 btu/hr, and 170,000 btu/hr.</li> <li>Offering technology to US OEMs.</li> </ul>				





## STAFF CONSIDERATIONS REGARDING RULE 1111

- continued
  - Ensure that the compliant products adequately cover the size ranges
  - Ascertain the impacts of extending and/or adjusting the amount of the mitigation fee; currently the OEMs have passed the cost of mitigation fee to the consumer
  - Make sure that there is a clear path for the augmentation of the higher efficiency furnaces; the application of high efficiency equipment is in line with the 2016 AQMP goal

