

## **Planning to Save Energy: How Information Format Affects Accuracy**

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### **Abstract**

Effective communication of energy consumption information is crucial for promoting residential energy conservation. This study investigates how different numerical representations of energy reduction goals influence consumers' ability to create accurate conservation plans. Across two experiments, we examined the impact of presenting energy information in kilowatt-hours (kWh), percentages, or U.S. dollars (USD) on planning accuracy. Participants completed a simulated household planning task in which they allocated energy usage across multiple appliances, with the goal presented in either kilowatt-hours (kWh), percentages, or monetary costs. Results across both experiments showed that presenting reduction goals in absolute units (kWh) led to significantly greater accuracy compared to percentage-based or monetary formats. Furthermore, we found that higher energy literacy was associated with more accurate planning. These findings demonstrate that absolute units (kWh) are more effective for communicating energy-saving goals, and highlight the potential value of educational interventions to improve consumer energy literacy.

*Keywords:* energy literacy, information format, planning accuracy, decision making

## Planning to Save Energy: How Information Format Affects Accuracy

### Introduction

Energy insecurity has emerged as a critical public health concern, especially among low-income households, who frequently face difficult choices between paying energy bills and meeting other essential needs ([Bednar & Reames, 2020](#); [Memmott et al., 2021](#)). Such households often experience unsafe coping strategies (e.g., foregoing heating during winter months), which disproportionately affect at-risk populations and heighten risks of utility disconnection ([Memmott et al., 2021](#)). Moreover, residential energy use contributes to climate change, intensifying the urgency for sustainable solutions ([Farghali et al., 2023](#)).

Given the relevance of promoting behavior change to reduce energy consumption, several strands of research have aimed to identify factors that affect energy behaviors and interventions that effectively reduce energy consumption. For example, Abrahamse et al. (2007) used a combination of tailored information about energy use and tailored feedback, in addition to setting an energy-saving goal, to promote direct and indirect energy-saving behaviors and high levels of knowledge regarding energy use. Direct energy-saving behaviors were classified as reducing fuel, gas, and electricity consumption, while indirect behaviors referred to producing, distributing, and disposing goods. After a five-month intervention, the authors found that households in the experimental group reduced their direct energy use by 5.1% and had higher levels of knowledge about energy conservation compared to the control group, which used 0.7% more energy since the beginning of the intervention. No difference between groups was found in indirect behaviors.

However, the success of such interventions may hinge on how effectively energy information is communicated, with format and presentation context significantly influencing understanding and action ([Canfield et al., 2017](#); [Fischer, 2008](#)). Consequently, a pressing challenge lies in designing communication strategies that effectively convey energy data and motivate practical conservation decisions. We set out to explore whether consumers are able to develop plans that would help meet certain energy consumption goals.

### ***Representation Formats***

Receiving feedback about one's energy use is important in identifying potential actions to reduce energy consumption. However, it is crucial to understand how consumers use the information provided with their energy bill and whether they are able to translate an energy-saving goal into an action plan. Canfield et al. (2017) specifically studied this problem by running an experiment in which participants were shown hypothetical electricity bills with information related to a household's historical electricity use, electricity use in relation to their neighbors, and historical electricity use by appliances. Participants were randomly assigned to one of three formats of information representation (i.e., tables, bar graphs, and icon graphs) and were asked questions regarding their energy literacy. Canfield et al. (2017) showed that tables were the easiest format to understand for consumers when evaluating every type of information related to energy use. Across types of information, historical electricity use elicited the highest intentions and preferences for energy savings regardless of format. Additionally, participants with high energy literacy had a better understanding of energy-related information across all types of information representations. Studies such as DeWaters and Powers (2011) have highlighted that while individuals may express concern for energy issues, their actual knowledge and behaviors may not align, underscoring the importance of fostering a comprehensive understanding of energy concepts to facilitate effective conservation actions. By disentangling the effects of content, format, and individual differences in energy literacy on understanding, preferences, and intentions, Canfield et al. (2017) demonstrated that easy-to-implement communication strategies in energy bills can lead to energy-saving behaviors.

Although many individuals express a desire to conserve energy, research consistently shows that abstract goals (e.g., "reduce overall usage by 15%") often fail to translate into effective behavior change unless accompanied by specific, actionable steps (Abrahamse et al., 2005; Nemati & Penn, 2020). For instance, Abrahamse et al. (2005) demonstrated that merely providing general information about energy savings rarely alters consumption patterns unless consumers also receive concrete instructions or tailored feedback.

Similarly, Tonke (2024) reported that sending households brief but precise text messages outlining how to reduce water use (e.g., limiting irrigation times, adjusting washing machine settings) yielded meaningful decreases in consumption, underscoring the importance of procedural knowledge—namely, knowing how to operationalize a goal rather than simply why it is desirable. In the context of energy conservation, this implies that interventions should not only highlight potential reductions (such as a 15% target) but also guide residents in allocating those reductions across specific appliances or behaviors (Attari et al., 2010). Additionally, meta-analytic findings suggest that people respond more robustly to household-level feedback that situates their usage within a personalized framework, thereby reducing the cognitive burden of determining next steps (Nemati & Penn, 2020).

The way numerical information is presented can significantly affect how individuals process and use that information. Of particular relevance are reference class effects, which occur when numerical statements are presented without a clear or intuitive basis for comparison, making it difficult to infer meaningful quantities (Gigerenzer & Edwards, 2003; Reimer et al., 2015). A substantial body of evidence suggests that presenting data in terms of absolute counts or frequencies, as opposed to probabilities or percentages, can promote more accurate comprehension and facilitate decision making. However, it is important to note that even intuitive formats can pose challenges. For instance, Weber et al. (2018) found that individuals often struggle with reasoning tasks presented in natural frequencies because they inadvertently revert to more complex probabilistic thinking.

The choice of units and the format in which information is presented have also been shown to exert a significant influence on decision-making within the context of energy consumption and planning. For instance, tables are generally more effective than graphs for conveying specific electricity usage data because they facilitate straightforward point reading (Canfield et al., 2017). Furthermore, the framing of energy costs, such as displaying monthly rather than daily or yearly expenses, can significantly affect consumers' choices (Gill et al., 2022). Consequently, the selection of an appropriate information format is crucial for effectively supporting energy-related

decisions. Therefore, similar to natural frequencies, kWh provide a direct measure of energy use - a characteristic that could simplify calculations and facilitate comparisons, potentially helping consumers better understand and compare the energy consumption of different appliances or activities. Conversely, prior research has suggested that consumers have a preference for receiving energy feedback in terms of monetary values over scientific units ([Karjalainen, 2011](#); [Nemati & Penn, 2020](#)), as well as better long-term appliance selection with information presented in monetary terms ([Blasch et al., 2019](#)). However, it remains uncertain how these reported benefits might generalize to the more complex task of household energy planning, where usage patterns are multifaceted and subject to a variety of contextual influences.

### ***Overview of Current Research***

Despite existing studies on energy-use communication and format effects, limited research has explored how different numerical representations influence consumers' ability to create accurate energy conservation plans. Specifically, there is a gap in understanding how presenting energy information in absolute units versus percentages or monetary terms affects the precision of planning appliance-specific reductions. The current study addresses these critical issues by systematically investigating the impact of varying information formats (kWh, percentage, and USD) on the accuracy of energy-planning decisions. By manipulating the presentation format of energy information, this research aims to elucidate how different representational formats influence planning accuracy. Based on the literature reviewed, we hypothesized that: 1) Presenting energy reduction goals in absolute units (kWh) will lead to greater planning accuracy compared to percentage-based or monetary formats, as absolute units provide a more direct and less ambiguous representation of energy quantities. 2) Higher energy literacy will be associated with more accurate planning, as individuals with greater energy knowledge may be better equipped to process and utilize the provided information, regardless of format. We also examined the potential of several exploratory variables, such as goal difficulty and the rounding of numerical values, to further elucidate the factors that influence planning accuracy.

## Experiment 1

See Figure 1 for an example of a planning trial as it was seen by participants.

### Methods

#### *Participants*

We implemented our task and surveys on Qualtrics, and recruited participants through Amazon Mechanical Turk. In Experiment 1, 235 participants were initially recruited. Data from six participants were excluded due to unusually large error magnitudes (error magnitudes exceeding 2.5 standard deviations from the group mean), resulting in a final sample of 229 participants (136 males, 92 females, 1 participant not specified). The average age of participants was 34.3 years (SD = 10.2). Most participants (76%) reported using a calculator to complete the task.

#### *Materials and Design*

The study employed a mixed design with reference class (kWh, percentage, USD) as a between-subjects factor and state/family scenario as a within-subjects factor. Each participant completed energy reduction planning tasks for two different states (i.e., family scenarios), with state order counterbalanced across participants. The family scenarios featured four households in different climate regions: Texas (Smith family) and California (Adams family) representing warm climates, and Colorado (Wells family) and Massachusetts (Davis family) representing cold climates. Participants also completed an 8-item questionnaire assessing their knowledge of energy consumption and conversion (DeWaters & Powers, 2011), and a question indicating whether they used a calculator for the task.

#### *Procedure*

Participants were provided with energy usage data for two hypothetical families and tasked with creating action plans to meet specified energy reduction goals. Participants were informed at the start of the study that they would be presented with tables of detailed energy usage data for each family, and that they would have to create 2 action plans for each of the families. Each action

plan goal was implemented by allocating usage across five appliance categories: heating, cooling, water heating, refrigerator, and other appliances (e.g., TV, lighting, washer/dryer). For each family scenario, participants were shown a table containing the family's utility usage from the prior year, alongside the state averages for each appliance category (see Figure 1). For each scenario, participants were asked to create two possible action plans to achieve the target reduction in total household energy usage. Depending on their reference class condition, the target reduction amount was presented either in kilowatt-hours (kWh), as a percentage of total household usage, or in U.S. dollars. In all conditions, the target reduction was equivalent to a 15% reduction in total household kWh. For example, participants assigned to the Wells family scenario (Colorado), as depicted in Figure 1, were asked to achieve a reduction of 5,965 kWh in the kWh condition, 15% in the Percentage condition, or \$656 in the USD condition, all representing the same underlying 15% energy reduction target for that specific household.

## Results

All preprocessing and analyses were carried out in R version 4.4.3 (Team, 2020) and the Tidyverse package (Wickham et al., 2019). Mixed Bayesian regressions were fit using the brms package (Bürkner, 2017), with participants and family scenario set as random effects.

The summary statistics in Table 1 suggest descriptive differences in planning accuracy across reference class conditions, with the kWh condition yielding the highest rates of exact matches, and lowest absolute deviations from the target reduction goal. However, use of these performance metrics to compare conditions is complicated by the non-normality of their distributions. Specifically, the substantial standard deviations associated with the match rates in Table 1, coupled with the visual evidence presented in Figure 2, underscore the markedly skewed, and potentially bi-modal distribution of the underlying planning errors.

In light of these distributional characteristics, we elected to bin planning performance into ordered accuracy levels (as shown in Table 3). Consequently, we binned individual trial outcomes into three distinct, ordered categories: “Exact match” (0% absolute error), “0.01-5% error” (minor deviations), and “Over 5% error” (larger deviations). This binned accuracy\_level



**Figure 1***Example energy planning task trial*

**The Wells family wants to reduce its household electricity use by 15% next year.**

Please complete two possible action plans that will help the Wells family achieve this goal. Please enter how many kWh should be used next year by each appliance and the total kWh each plan would use. **Enter only whole numbers.** Try to provide close estimations. You may use a calculator to complete the task.

Note: The Wells family used 9,233 more kWh than the average household in Colorado last year.

	Electricity Used Last Year by the Wells Family (kWh)	Average Electricity Used Last Year by Households in Colorado (kWh)	<u>Action Plan</u> <u>1</u>	<u>Action Plan</u> <u>2</u>
Cooling (Central A/C)	697	498	<input type="text"/>	<input type="text"/>
Heating the Home	18,052	16,411	<input type="text"/>	<input type="text"/>
Water Heating	11,667	5,832	<input type="text"/>	<input type="text"/>
Refrigerator	1,370	1,142	<input type="text"/>	<input type="text"/>
Other (Television, Lighting, Electronics, Washer/Dryer, etc.)	7,982	6,652	<input type="text"/>	<input type="text"/>
<b>Total kWh</b>	39,768	30,535	<input type="text"/>	<input type="text"/>

*Note.* Participants saw a table with a family's previous year electricity usage (here for the Wells family in Colorado) and were asked to allocate energy usage to meet a 15% reduction goal. The format of the reduction goal was manipulated to be either a percentage (15% reduction), kilowatt hours (5965 kWh), or USD (\$656). Participants in the USD condition were provided with the conversion rate between kWh and USD. All participants completed two scenarios, and for each scenario, they proposed two distinct action plans

**Table 1***Study 1: Summary of planning accuracy by reference class*

Reference		Exact Match	Close Match	Abs.	Log Abs.
Class	N	Rate(%)	Rate(%)	Deviation	Deviation
kWh	76	38 (45)	54 (45)	0.029 (0.117)	-3.69 (2.79)
Percentage	67	22 (37)	40 (41)	0.056 (0.104)	-3.10 (1.87)
USD	86	10 (28)	22 (33)	0.095 (0.094)	-2.40 (1.09)

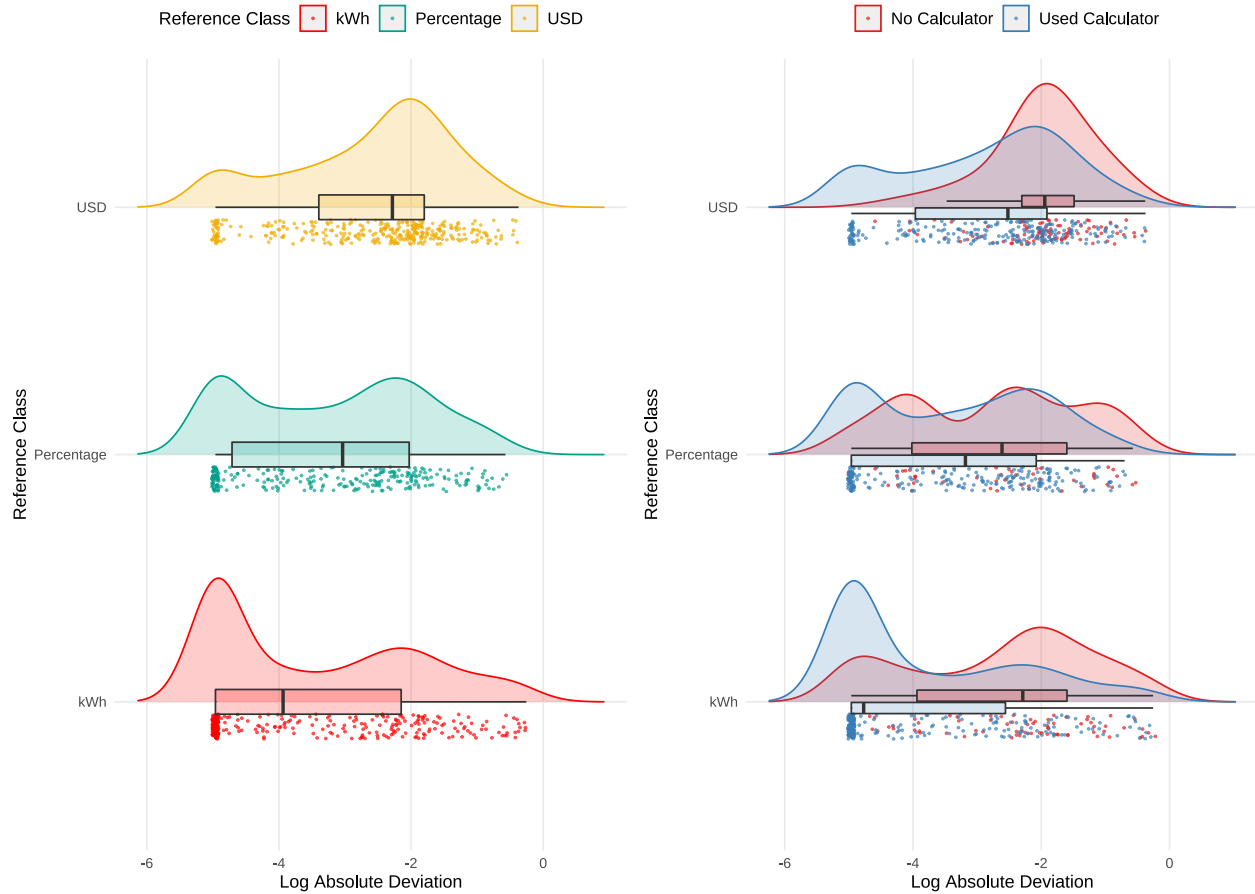
*Note.* Summary statistics by reference class condition, based on participant-level averages. Exact Match Rate and Close Match Rate represent the mean percentage of trials (per participant) where the proposed reduction exactly matched or closely matched ( $\pm 2\%$  tolerance) the target goal (standard deviations in parentheses), respectively. Abs. Deviation and Log Abs. Deviation reflect the median (IQR in parentheses) of each participant's absolute deviation from the target goal.

variable subsequently served as the dependent measure in our primary inferential analyses examining the impact of reference class on planning accuracy

**Table 3***Experiment 1: Categorization of Participants according to Accuracy Levels*

Accuracy Level	kWh	Percentage	USD
Exact match	38.5%	22.4%	10.2%
0.01-5% error	22.7%	29.5%	25%
Over 5% error	38.8%	48.1%	64.8%

*Note.* The table shows the percentage of action-plans which fell into each accuracy level for each reference class condition (percentages of kWh, \$, and USD columns reflect within condition percentages).

**Figure 2***Experiment 1: Planning Error Distributions*

*Note.* Distribution of the log of the absolute error between the participant's action plan and the reduction goal. Left side plot separates across different reference class conditions (kWh, Percentage, USD). Right side plot separates by self-reported calculator use. A lower log absolute error suggests higher planning accuracy.

Group comparisons were conducted with Bayesian ordinal regression ([Bürkner & Vuorre, 2019](#); [Kruschke, 2014](#)). We modeled the ordered accuracy outcome as a function of the reference class condition, while controlling for random variation across participants and family scenarios (Equation 1).

$$\text{Accuracy Level} \sim \text{Reference Class} + \text{Calculator} + (1|\text{id}) + (1|\text{Family Scenario}) \quad (1)$$

This approach allows the estimation of threshold parameters and regression coefficients that characterize how changes in predictor variables (such as the reference class: kWh, percentage, or USD) relate to probabilities of being in each accuracy category. We used a cumulative logit link function to model the ordered accuracy outcome, and we specified weakly informative priors ([Kruschke, 2014](#)) for the regression coefficients (normal distributions with mean 0 and standard deviation of 1) and for the cutpoints (normal distributions with a mean of zero and a standard deviation of 4.0). The approach can be used to estimate threshold parameters and regression coefficients that characterize how changes in predictor variables (such as the reference class: kWh, percentage, or USD) relate to probabilities of being in each level of accuracy (0% absolute error; 0.01-5% error; Over 5% error). Bayesian regression provides a probability distribution over the plausible values of the model parameters, allowing for a probabilistic interpretation of the uncertainty associated with these estimates. The width of the credible intervals (Bayesian equivalent of confidence intervals) derived from the posterior distribution directly indicates the degree of uncertainty in these effects.

As shown in Table 5, the reference class coefficients are positive for both the Percentage (Estimate = 1.44, 95% CI: 0.07 to 2.88,  $p = 0.98$ ) and USD (Estimate = 3.13, 95% CI: 1.81 to 4.50,  $p = 1.00$ ) conditions, relative to the kWh baseline. This indicates that, compared to the kWh condition, participants in both the Percentage and USD conditions were more likely to produce plans that fell into higher error categories. Moreover, the odds ratios (see Table 7) suggest that the USD condition led to a notably higher likelihood of large errors compared to the kWh baseline (OR = 22.9), while the Percentage condition also demonstrated increased odds (OR

**Table 5**

*Experiment 1: Ordinal Regression Results of a Test of Differences between conditions in Accuracy Levels*

Parameter	Estimate	CI_Lower	CI_Upper	pd
Intercept[1]	-4.21	-5.90	-2.58	1.00
Intercept[2]	-0.89	-2.49	0.71	0.87
RefClass-Percentage	1.44	0.07	2.88	0.98
RefClass-USD	3.13	1.81	4.50	1.00
calc-UsedCalculator	-3.30	-4.80	-1.92	1.00

*Note.* Ordinal regression results. Positive coefficient estimates for the reference class predictors indicate that those conditions are associated with higher error categories relative to the kWh baseline.

**Table 7**

*Experiment 1: Odds ratios for group comparisons*

Comparison	odds_ratio	ci_lower	ci_upper
Percentage vs kWh	4.2	1.1	18
USD vs kWh	22.9	6.1	90

*Note.* Odds ratios greater than 1 indicate increased odds of falling into a worse accuracy category compared to the kWh condition

= 4.2) but was somewhat less detrimental to accuracy than USD. These results align with our descriptive findings and further clarify that framing the target reductions in absolute kWh units may facilitate significantly more accurate planning. To evaluate the descriptive adequacy of our statistical model, we performed posterior predictive checks, a standard Bayesian technique wherein data simulated from the fitted ordinal model are compared against the observed data. As shown in Figure 3, which compares the observed proportions of participant responses for each accuracy level (represented by bars) to the models predicted proportions (represented by points). The close correspondence between the observed bars and predicted points across different

accuracy levels and reference class conditions suggests that the model adequately captures the patterns in the observed data.

To further investigate individual factors that may influence planning accuracy, we examined the relationship between participants' energy literacy scores and their performance on the task. A Bayesian linear regression model was fit with log-transformed absolute error as the outcome variable and energy literacy score as the predictor, controlling for random effects of participant and state. Results indicated a significant negative relationship between energy literacy and log absolute error (Estimate = -2.35, 95% CI: -2.88 to -1.81), suggesting that participants with higher energy literacy scores tended to have smaller deviations from the target reduction goal, and thus more accurate plans overall (Figure 4).

### **Experiment 1: Discussion**

Experiment 1 examined how different numerical representations of energy reduction goals affected participants' planning accuracy. In line with our hypothesis that absolute units would yield better accuracy, the kWh condition supported significantly more precise energy reduction plans than either the Percentage or USD conditions. Although the Percentage format was detrimental to accuracy relative to kWh, it was the USD condition that consistently produced the poorest outcomes, suggesting that monetary terms, while intuitive in everyday contexts, may not serve as effective reference classes for planning appliance-specific reductions in energy use.

Experiment 2 will extend these findings by examining whether additional variables, such as the difficulty of the reduction goal or the rounding of numerical values, further interact with reference class conditions, thereby providing a more comprehensive understanding of how to optimize energy information presentation for improved planning accuracy.

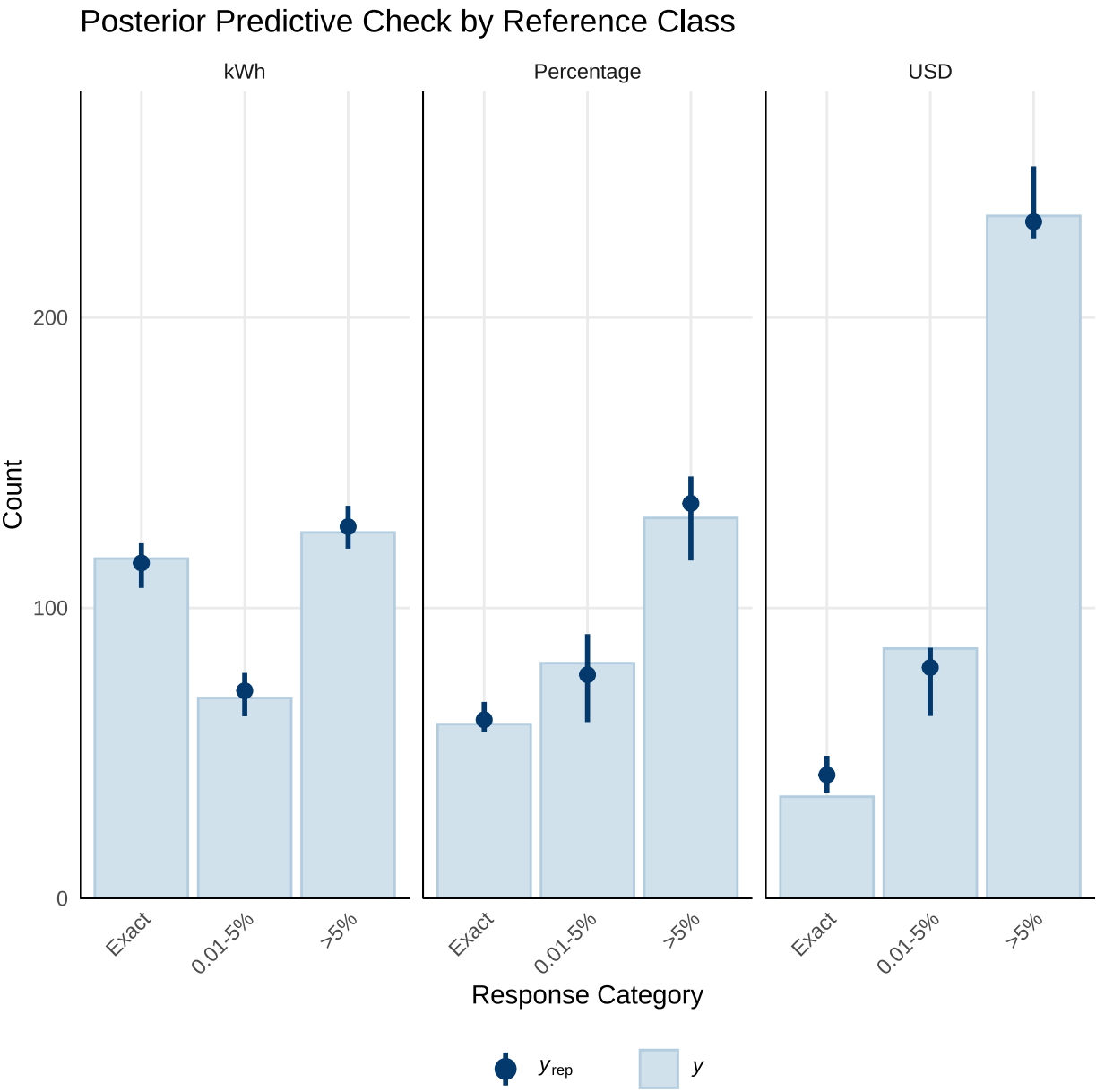
## **Experiment 2**

### **Introduction**

Building upon the preliminary evidence from Experiment 1, which indicated that representing energy reduction targets in absolute kilowatt-hour (kWh) units might yield superior planning accuracy relative to percentage or monetary formats, Experiment 2 was designed to

Figure 3

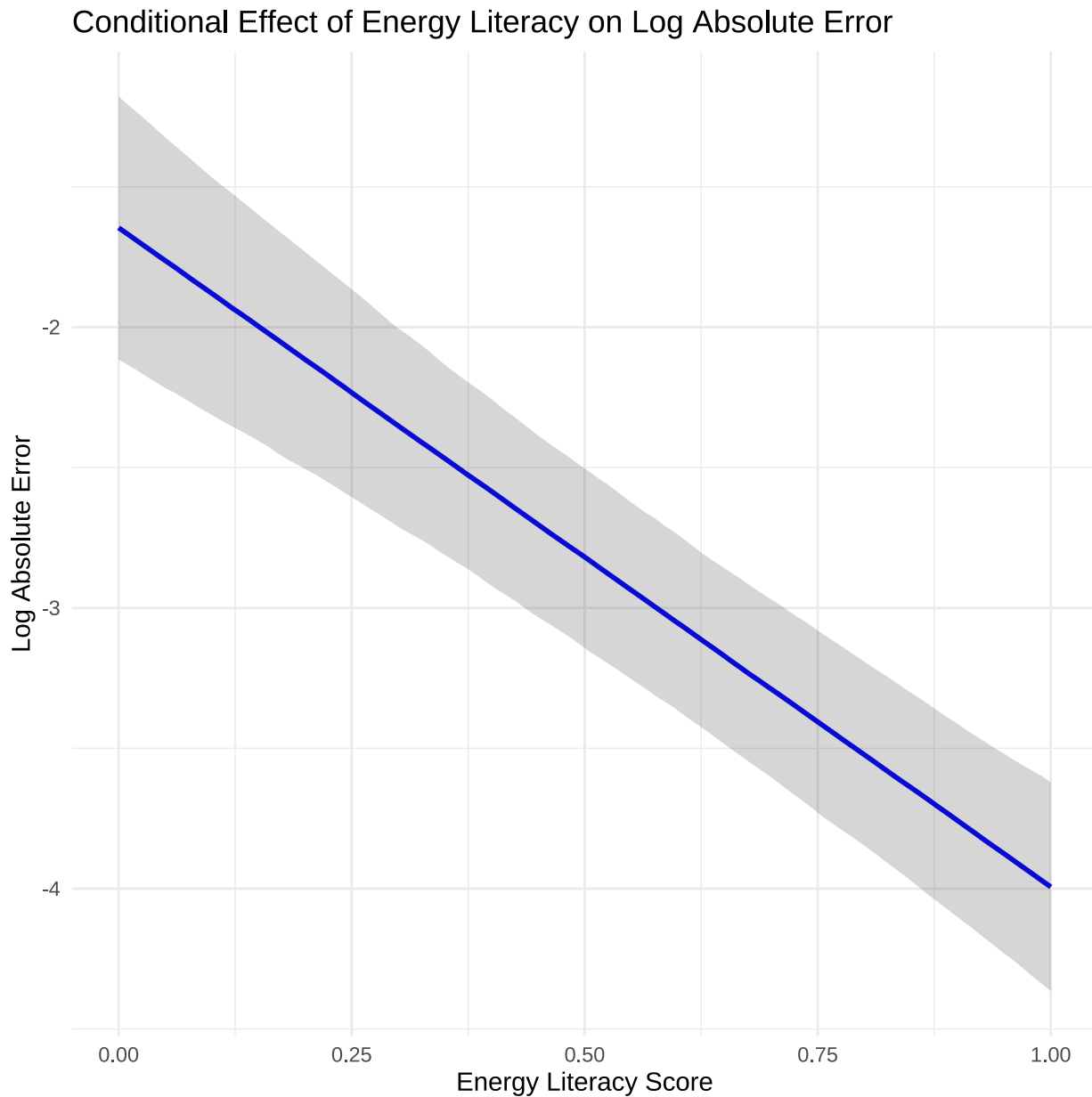
Experiment 1: Posterior Predictive Check



*Note.* Posterior predictive check for the Bayesian ordinal regression model. Blue bars show the observed frequencies for each accuracy level (Exact match, 0.01-5% error, and Over 5% error), dots with error bars represent the model predictions. The plot is faceted by reference class condition (kWh, Percentage, USD).

**Figure 4**

*Experiment 1. Conditional effect of energy literacy on log absolute error*



*Note.* The plot shows the relationship between energy literacy score and log absolute error, controlling for random effects of participant and state. Higher energy literacy scores are associated with smaller deviations from the target reduction goal, indicating more accurate planning.



further probe the robustness and nuances of this effect. A primary objective was to replicate the core finding regarding the influence of reference class on planning precision. Additionally, this second experiment sought to broaden the investigation by examining the potential impact of other task parameters; specifically, we manipulated the difficulty of the reduction goal (comparing a 10% versus a 15% target) and the granularity of the presented numerical usage data (using exact versus rounded figures).

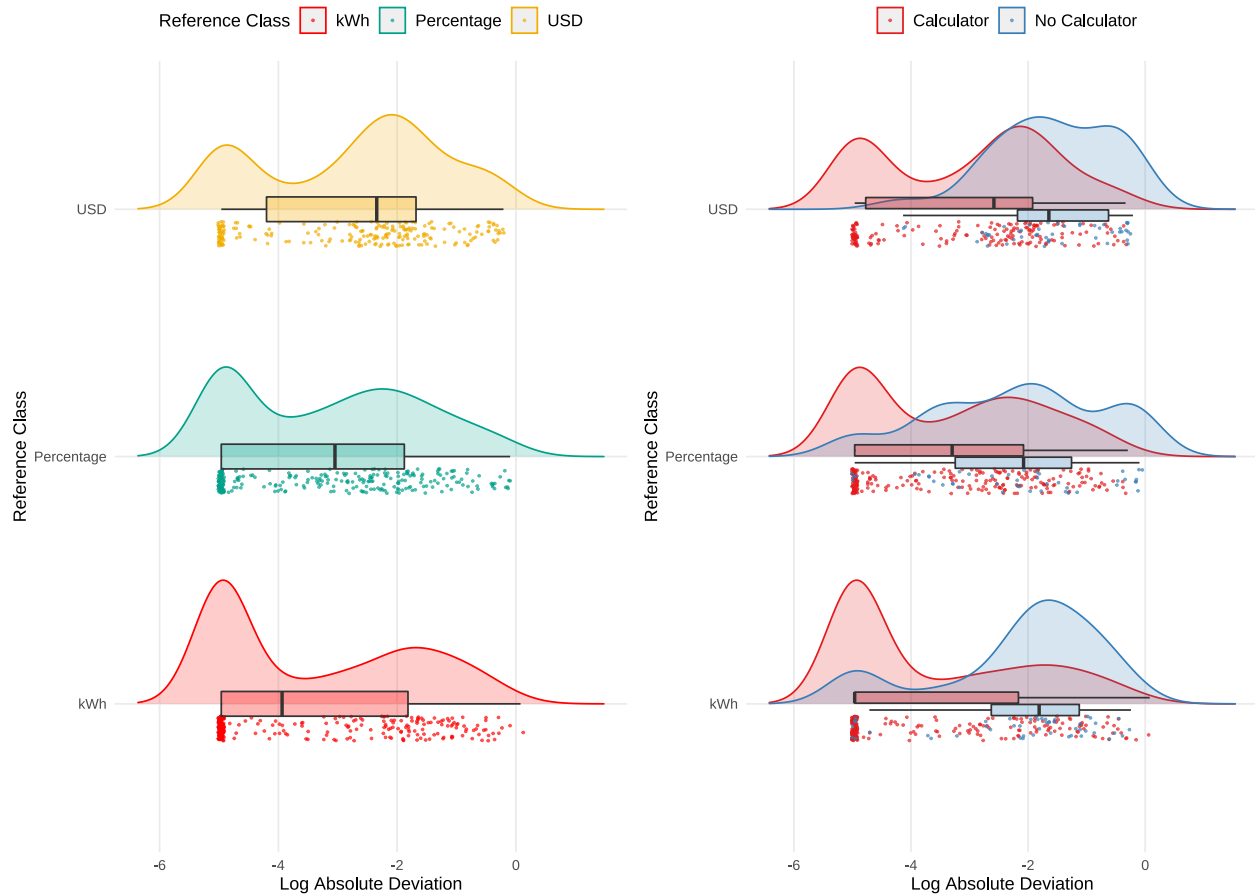
## Methods

In Experiment 2, 206 participants were recruited from Amazon Mechanical Turk, but data from 10 participants were corrupted due to experimenter error, and six were excluded because their error magnitudes were statistical outliers (error magnitudes exceeding 2.5 standard deviations from the group mean), leaving a final sample of 190 participants (102 males, 88 females, with an average age = 35.5, SD=9.5)

Experiment 2 employed a mixed experimental design with reference class (USD, Percentage, kWh) as a between-subjects factor, and two within-subjects factors: task goal (10% vs. 15% reduction) and the presentation of last year's usage data (exact vs. rounded numbers). The order of presentation of the goal, rounding, and family scenarios was counterbalanced across participants. As in Experiment 1, each participant completed the energy reduction planning task for two different family-state scenarios. In the “rounded” condition, both the family's previous year usage and the state averages were rounded to the nearest whole number.

## Results

As in Experiment 1, accuracy was categorized into three ordinal levels: “Exact match” (0% error), “0.01-5% error,” and “Over 5% error”. The analyses for Experiment 2 employed a Bayesian ordinal regression model to examine the probability of falling into one of three accuracy categories (exact match, minor deviations, or substantial deviations) as a function of the reference class condition (kWh, Percentage, USD), while including pct\_goal (10% vs. 15%), rounded (exact vs. rounded usage data), and calculator usage as additional predictors. Random intercepts were specified for both participant and state (Equation 2). The model was fit using the brms package in

**Figure 5***Experiment 2: Planning Error Distributions*

*Note.* Distribution of the log of the absolute error between the participant's action plan and the reduction goal. Left side plot separates across different reference class conditions (kWh, Percentage, USD). Right side plot separates by self-reported calculator use. A lower log absolute error suggests higher planning accuracy.

**Table 9***Experiment 2: Summary of planning accuracy by reference class*

Reference		Exact Match	Close Match	Abs.	Log Abs.
Class	N	Rate(%)	Rate(%)	Deviation	Deviation
kWh	68	44 (45)	52 (46)	0.022 (0.182)	-3.87 (3.12)
Percentage	67	28 (36)	42 (42)	0.062 (0.138)	-3.22 (2.31)
USD	55	20 (38)	29 (40)	0.102 (0.135)	-2.42 (1.52)

*Note.* Summary statistics by reference class condition, based on participant-level averages. Exact Match Rate and Close Match Rate represent the mean percentage of trials (per participant) where the proposed reduction exactly matched or closely matched ( $\pm 2\%$  tolerance) the target goal (standard deviations in parentheses), respectively. Abs. Deviation and Log Abs. Deviation reflect the median (IQR in parentheses) of each participant's absolute deviation from the target goal.

R, with weakly informative priors for the regression coefficients and cutpoints ([Kruschke, 2014](#)).

$$\text{Accuracy} \sim \text{Reference Class} + \text{Calculator} + \text{Goal} + \text{Rounded} + (1|\text{id}) + (1|\text{Family Scenario}) \quad (2)$$

The ordinal regression analysis revealed that the USD reference class significantly increased the odds of higher error categories compared to the kWh reference class (OR = 9.68, 95% CI: [1.69, 53.4]). Participants in the USD condition were therefore substantially more likely to deviate from the target energy reduction goal compared to those in the kWh condition. In contrast, the Percentage condition's odds ratio relative to kWh was more uncertain (OR = 2.78, 95% CI: [0.53, 15.0]), indicating that although there may be a trend toward reduced accuracy in the Percentage condition, the evidence was not definitive.

We also found that using rounded numbers modestly improved accuracy (Estimate = -0.53, 95% CI: [-0.96, -0.11]), with participants having 0.59 times the odds of falling into a worse accuracy category when working with rounded values. The more challenging 15% reduction goal

**Table 11***Experiment 2. Parameter estimates from the ordinal regression model*

Parameter	Estimate	CI_Lower	CI_Upper	pd
Intercept[1]	-1.45	-2.85	-0.07	0.98
Intercept[2]	1.26	-0.09	2.65	0.97
RefClass-Percentage	1.02	-0.63	2.71	0.89
RefClass-USD	2.27	0.53	3.98	0.99
calc-NoCalculator	4.10	2.20	6.06	1.00
pct_goal15%	-0.39	-0.81	0.04	0.96
rounded-Rounded	-0.53	-0.96	-0.11	0.99

*Note.* Ordinal regression results. Positive coefficients for the reference class predictors indicate that those conditions are associated with higher error categories relative to the kWh baseline. Coefficients for calc are in reference to the 'Used Calculator' group, coefficient for the pct\_goal is in reference to the 10% goal, and coefficient for rounded is in reference to the 'Not Rounded' group.

was associated with slightly better performance compared to the 10% goal, Estimate = -0.39, 95% CI: [-0.81, 0.04], though this effect was relatively small. Consistent with Experiment 1, the use of a calculator had a large and significant effect on accuracy. The coefficient for calc-NoCalculator was Estimate = 4.10 95% CI: [2.20, 6.06], and the corresponding odds ratio was 60.37 (95% CI: [9.02, 426.4]), indicating that participants who did not use a calculator were substantially more likely to fall into higher error categories.

Figure 6 shows the marginal effects of refClass on each level of accuracy\_level. These results reveal that switching from kWh to Percentage decreased the probability of an “Exact match” by an average of 7.0 percentage points, 95% CI: [-19.2, 4.2] and increased the probability of falling into the “Over 5% error” category by 6.9 percentage points, 95% CI: [-4.5, 18.6]. Similarly, switching from kWh to USD decreased the probability of an “Exact match” by 15 percentage points, 95% CI: [-26.7, -3.3], and increased the probability of “Over 5% error” by 16.5

**Table 13****Experiment 2. Odds ratios for group comparisons**

comparison	odds_ratio	ci_lower	ci_upper
Percentage vs kWh	2.78	0.53	15.0
USD vs kWh	9.68	1.69	53.4
calc-NoCalculator	60.37	9.02	426.4
15% Goal vs 10% Goal	0.68	0.44	1.0
Rounded vs Not	0.59	0.38	0.9

*Note.* Odds ratios greater than 1 indicate increased odds of falling into a worse accuracy category compared to the kWh condition

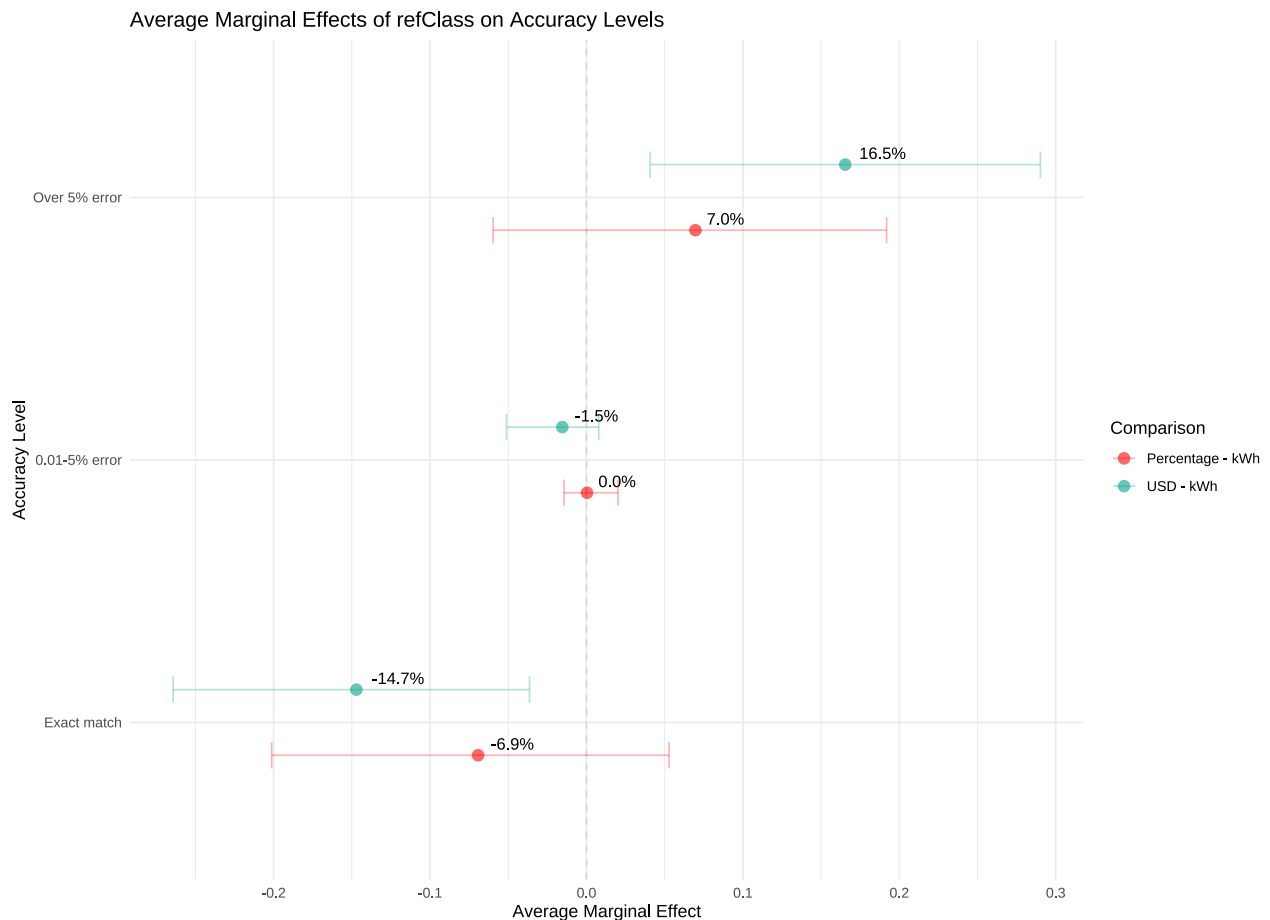
percentage points, 95% CI: [3.7, 29.3].

We once again examined the effect of energy literacy on planning accuracy. A Bayesian linear regression model was fit with log-transformed absolute error as the outcome variable and energy literacy score as the predictor, controlling for random effects of participant and state. This revealed a significant negative relationship between energy literacy and log absolute error (Estimate = -3.21, 95% CI: [-3.89 to -2.52]), indicating that participants with higher energy literacy scores tended to have smaller deviations from the target reduction goal, and thus more accurate plans overall (Figure 8).

## Experiment 2: Discussion

Experiment 2 aimed to build upon the findings of Experiment 1 by replicating the core manipulation of reference class. Additionally, it incorporated variables that might influence planning accuracy. These included goal difficulty and the way that the prior year's usage was presented (rounded or exact). The results largely converged with those of Experiment 1, providing further converging evidence that presenting energy reduction goals in absolute units (kWh) facilitates more accurate planning compared to percentage-based or monetary formats.

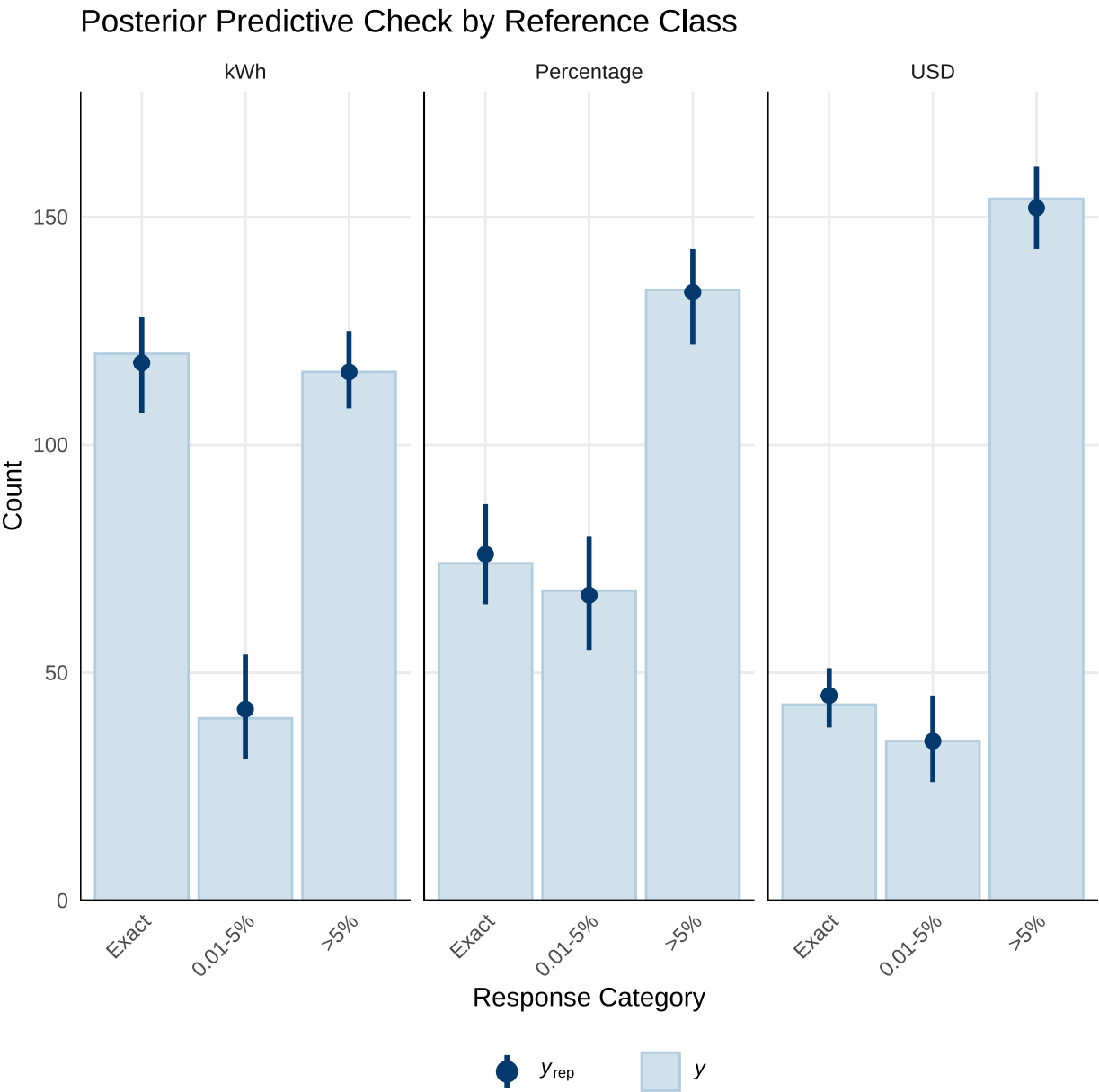
Taken together, the results of Experiment 2 provide further support for the hypothesis that

**Figure 6***Experiment 2. Average marginal effects of reference class on accuracy levels*

*Note.* The points represent the average change in the probability of each accuracy level when switching from the kWh reference class to Percentage (red) or USD (green). Error bars indicate 95% credible intervals. The results show that, compared to kWh, the Percentage format decreases the probability of an “Exact match” by 7.0% and increases the probability of “Over 5% error” by 6.9%. The USD format has a larger negative effect on “Exact match” (-14.7%) and a larger positive effect on “Over 5% error” (+16.5%). The effects on the “0.01-5% error” category are near zero for both comparisons.

Figure 7

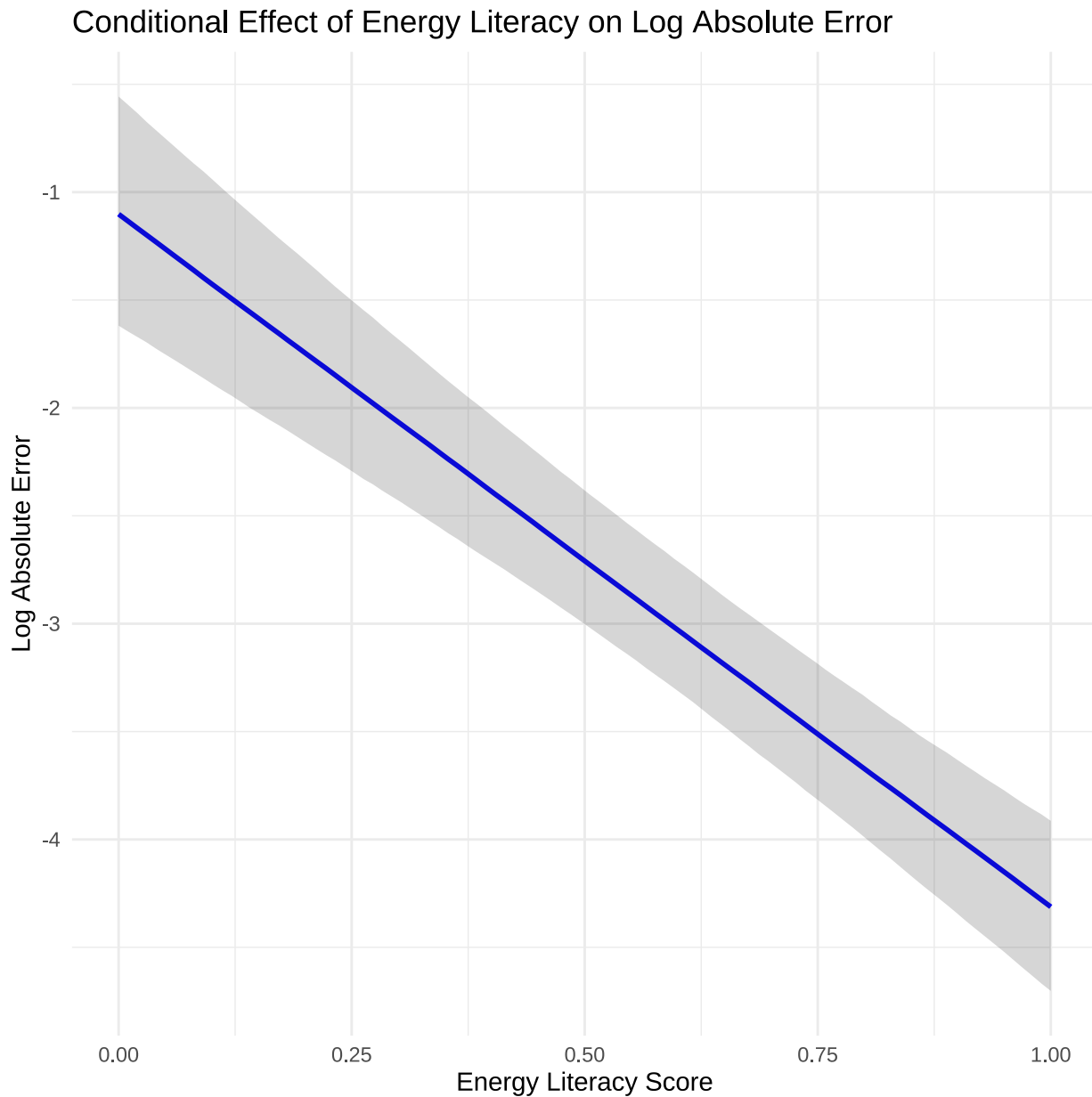
Experiment 2. Posterior predictive check of the bayesian regression model



*Note.* Posterior predictive check for the Bayesian ordinal regression model. Blue bars show the observed frequencies for each accuracy level (Exact match, 0.01-5% error, and Over 5% error), dots with error bars represent the model predictions. The plot is faceted by reference class condition (kWh, Percentage, USD).

**Figure 8**

*Experiment 2. Conditional effect of energy literacy on log absolute error*



*Note.* The plot shows the relationship between energy literacy score and log absolute error, controlling for random effects of participant and state. Higher energy literacy scores are associated with smaller deviations from the target reduction goal, indicating more accurate planning.



presenting energy reduction goals in absolute units (kWh) leads to more accurate planning compared to percentage-based or monetary formats.

The finding that the more challenging 15% reduction goal was associated with a slight improvement in accuracy is counterintuitive. It may be that participants put more effort into the task under this condition, or perhaps this is an artifact of the way that the task was presented. However, this effect was relatively small and thus should be explored in future research to confidently establish its existence. Furthermore, the magnitude of the effect size of this manipulation should be examined to better understand the practical implications of goal difficulty for energy conservation.

The large and significant effect of calculator use, consistent across both experiments, underscores the crucial role of tools that individuals are likely to employ in real-world settings. Finally, the consistent relationship between energy literacy and accuracy, observed across both experiments, highlights the potential value of educational interventions aimed at improving consumers' understanding of energy concepts.

### **General Discussion**

This study examined how different numerical representations of energy reduction goals influence consumers' ability to create accurate energy conservation plans. Across two experiments, participants in the kWh conditions exhibited the smallest errors in allocating energy cuts across appliances, a result that consistently held even as scenario details varied. These results extend prior observations on the impact of numerical format on comprehension and decision-making ([Gigerenzer & Edwards, 2003](#); [Reimer et al., 2015](#)). But they move beyond simpler estimation tasks to show how these benefits persist in a goal-directed planning context. Notably, individuals with higher energy literacy performed better overall, a finding in line with previous work emphasizing the importance of domain knowledge for effective resource conservation ([Attari et al., 2010](#); [Canfield et al., 2017](#))

While prior research has suggested that consumers sometimes prefer monetary formats ([Karjalainen, 2011](#); [Nemati & Penn, 2020](#)) or that monetary framing can improve appliance

choices ([Blasch et al., 2019](#)), our findings tentatively indicate that absolute energy units can facilitate the finer-grained calculations needed to plan specific usage cuts. This may be because kWh provide a more direct and less ambiguous representation of energy quantities, facilitating the necessary calculations for accurate planning. Moreover, although percentage-based targets might seem appealing from a goal-setting perspective, the additional step of converting percentages to tangible appliance reductions likely increases the chances for error ([Fisher & Mormann, 2022](#)). Research on consumer heuristics in energy judgments ([Van Den Broek & Walker, 2019](#)) suggests that individuals gravitate toward concrete cues, and the directness of absolute units may align well with these heuristics. Similarly, the concept of “default units” ([Herberz et al., 2020](#)) further highlights how presenting energy data in a straightforward, standardized format can guide better consumer decisions. Nevertheless, it is unclear whether the observed benefits of absolute units (i.e., kWh) are genuinely attributable to their absolute nature, or if other characteristics of these units might be driving the effects (e.g., familiarity).

### **Limitations and Future Directions**

A few constraints should be considered. First, each participant only completed a limited set of action plans (four total), which may not capture the variability of real-world decision processes. Second, although we recorded whether participants used calculators, we could not control how thoroughly they engaged in mathematical computations, nor could we track other external resources they might have consulted. Future studies could examine more extensive planning tasks, perhaps over multiple sessions, to see how stable these effects remain over time and repeated feedback cycles ([Fischer, 2008](#)). In addition, investigating whether certain household types or income levels respond differently to monetary versus absolute energy frames could yield further practical guidance for targeting energy-reduction interventions. Finally, incorporating more explicit or automated prompts for appliance-specific tips ([Tonke, 2024](#)) could clarify how best to translate high-level goals into tangible actions in diverse contexts. By building on these avenues, subsequent work can refine how energy information is formatted and delivered, ultimately enhancing both the precision and feasibility of conservation planning.

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