

DOE's Industrial Technical Assistance Programs

Thomas Wenning, PE

AVI Meeting May 4, 2017 Knoxville, TN



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Overview

Background

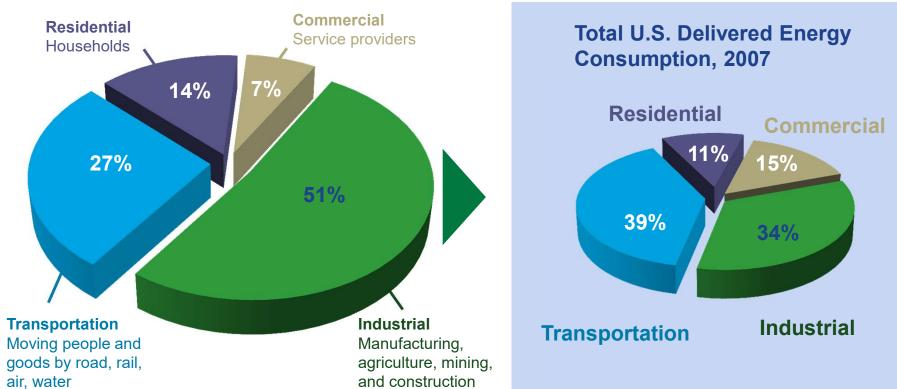
- DOE's Better Plants & Other Programs
 - Better Plants
 - Industrial Assessment Centers
 - CHP Deployment
 - 50001 Ready & SEP
- DOE Energy System Software Tools





Energy Consumption Worldwide

More than half of world energy is currently consumed by industry.



Total World Delivered Energy Consumption, 2007

Note: Delivered energy consumption in the end-use sectors consists of primary energy consumption and electricity retail sales excluding electrical system energy losses. Source: U.S. Energy Information Administration. International Energy Outlook 2010: World Energy Demand and Economic Outlook, Reference Case. 27 July 2010. EIA, <u>Annual Energy Review 2010</u>. August 2010.





A Closer Look at U.S. Manufacturing Energy

Materials and process industries produce 50% of the total dollar value of manufacturing shipments while consuming 86% of total manufacturing site energy use (fuel use only, non-feedstock).

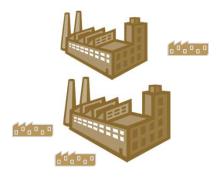
Facilities' Energy Management in 2006

- 5% had an energy manager
- 20% had established goals for improving energy efficiency
- 22% received an energy assessment
- 8% received energy management training for employees



Manufacturing Supply Chain Energy and cost-saving benefits accrue at each plant and accumulate downstream.

Materials and Process Industries



Key Sectors: Petroleum Refining, Chemicals, Cement, Glass, Steel, Aluminum, Food & Beverage, Wood & Paper Products

13.5 Quads (site)* 56,000 facilities

Fabrication and Assembly



Key Sectors: Transportation Equipment, Fabricated Metals, Plastics, Machinery, Electrical Equipment

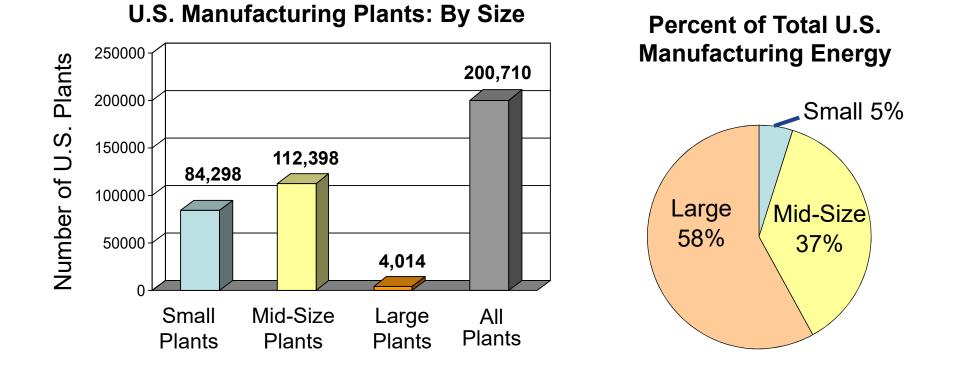
2.1 Quads (site)* 138,300 facilities

* Excludes feedstock energy

Partners have business relationships throughout the manufacturing supply chain.



Industry Breakdown



Experience has showed us that the Energy Savings Opportunities tend to be: 5-15% for Large Plants 10-30% for Medium Plants





Industrial Efficiency Opportunity

- Across the United States, manufacturers spend more than \$200 billion on energy each year to operate their plants.
- The industrial sector has the potential to invest more than \$100 billion in energy-efficiency technologies by 2020, which would result in annual energy savings of almost \$50 billion.







DOE's Better Plants Program & other resources







BETTER PLANTS OVERVIEW



Better Buildings, Better Plants

- Better Plants is a key component of DOE's Better Buildings Initiative, which seeks to improve the energy efficiency of commercial and industrial buildings.
- Through Better Plants:
 - Set long-term efficiency goals

(Ex: 25% energy intensity over 10 years)

- Receive technical assistance, networking opportunities and national recognition
- Manufacturers have two opportunities to engage in Better Plants:
 - 1. Broader-based Program level
 - 2. Higher-level Challenge











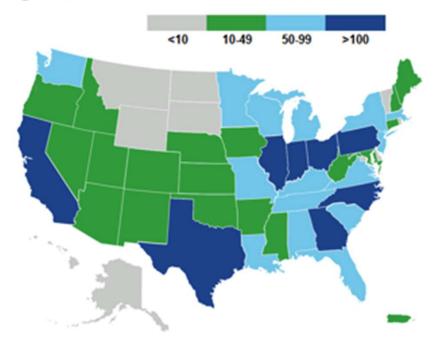
Better Plants Overview

Energy savings and program footprint continue to grow

Better Plants Snapshot

Accomplishments	Total
Number of Partners	187
Approximate Number of Plants	2,600
Percent of U.S. Manufacturing Energy Footprint	11.5%
Reported Savings	
Cumulative Energy Savings (TBtu)	600
Cumulative Cost Savings (Billions)	\$3.1
Cumulative Avoided CO ₂ Emissions (Million Metric Ton)	34.7
Average Annual Energy Intensity Improvement Rate	3.0%

Regional Distribution of Better Plants Facilities







Better Plants Challenge







Partnership Benefits

- National recognition
- Technical Assistance
 - In-Plant Trainings
 - Diagnostic Equipment Loan
 - Technology Transfer
- Networking opportunities
- Access to an expert Technical Account Manager
 - Your "offsite" energy manager
- Priority access to other DOE energy efficiency resources
 - Supply Chain, Water Efficiency







National Recognition & Awards



DOE Secretary Moniz at May 2014 Better Buildings Summit

NOVEMBER 4, 2014

W. Hartford firm's marathon reduces energy use 15%



West Hartford manufacturing firm Legrand reduced its total North American energy use 15.4 percent over a 26.2 day competition in October called the Energy Marathon.

Legrand held the competition at its 22 North American locations as a fun way to have employees find creative ways to reduce the company's energy usage, including installing sensors and changing personal habits. Daily updates and communications

Cummins' green initiative takes root

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David Bertola Buffalo Business First Reporter-Buffalo Business First Email | Twitter | Google+

The U.S. Department of Energy is recognizing the Cummins Inc. Jamestown engine plant as a showcase project for its Better Buildings Better Plants Challenge.

According to the Department of Energy's



A Cummins engine at the Jamestown plant. (file photo)



EERE Deputy Assistant Secretary Kathleen Hogan poses with Better Plants Partners at October 2013 WEEC





Technical Account Manager Support

TAMs Goal: Help the company improve their energy management program and achieve their goal

Some activities include:

- Help establish or improve data collection and analysis methods; assist in annual reporting
- Provide guidance/support on DOE tools; help access additional resources
- Relay information regarding program developments, upcoming events, new resources, and other opportunities
- Connect partners to one another for peer-to-peer learning





Resources for Data Analysis and Baselining

- Guidance on energy baselines and data tracking/reporting
- Guidance aligned with DOE's EnPI 4.0 tool
- DOE Technical Account Managers help companies compile and continuously improve metrics and methodology
- Free guidance document available







Technical Assistance: In-Plant Trainings

- Teach participants how to conduct assessments, use DOE tools, and implement projects
- Open to employees from host plant, peer companies, suppliers
- ~60 INPLTs covering steam, compressed air, process heating, pumps, and fans since 2011
- ~850 participants
- Identified > 3 TBTu and \$14 million in energy savings
- Pre-INPLT webinars available on program website



Process heating INPLT at an ArcelorMittal plant in Nov. 2013. Photo courtesy ArcelorMittal and ORNL.

http://energy.gov/eere/amo/better-plants/





Technical Assistance: In-Plant Trainings

Existing Trainings:

- Compressed Air
- Pumping
- Steam
- Process heating
- Fans

New Trainings:

- Treasure Hunt exchanges
- Water/Wastewater treatment
- Industrial Refrigeration
- Strategic Energy Management (SEM)









Technology Transfer: Diagnostic Equipment Loan Program

- Goal: Provide diagnostic equipment to partners free of charge (think Autozone or Home Depot rental)
- Historically:
 - Currently loan equipment to Energy Experts for INPLTs
 - Inventory of equipment available
- Equipment used for:
 - INPLTs
 - Internal energy investigations
 - Implementation M&V
 - Test the equipment before buying
- Timeframe 1 day up to 4 weeks
- Rolling application process first come, first serve
- Generic Policy "You break it, you buy it"







Technology Transfer: Diagnostic Equipment

HOBO U12 Data Logger + 600 AMP Split Core Current Transformer

HOBO H22 Energy Logger – Multi Channel • Multi Transducer Data Logger

HOBO U12-014 Logger - 0 to 1800 degree thermocouple







New Initiative: Technology Transfer

Leveraging ORNL assets

Neutron scattering: SNS and HFIR

World's most intense pulsed neutron beams

Leadership-class computing: Titan

Nation's most powerful open science supercomputer

Carbon fiber manufacturing

Open-access carbon fiber process development facility

Advanced materials

DOE lead lab for basic to applied materials R&D

Science and technology park

Co-location for industry collaboration



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NTD





Peer-to-Peer Networking

- DOE provides/sponsors forums for partners to learn from each other
 - Better Buildings Summit, IETC, WEEC, ACEEE Summer Study
- In-Plant Trainings open to outside participants
- Regional Energy Efficiency Organization events
- Webinars with partner presentations







Better Plants: Supply Chain Initiative

- 4 Better Plants partners are working with ~30 suppliers to set energysaving goals and track progress
- Suppliers receive DOE technical support, including priority access to free energy audits

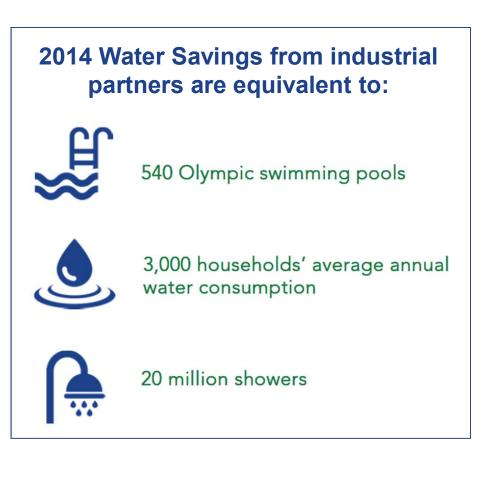
Legrand	UTC	Lockheed Martin	Honda NA
Chapco	GKN Aerospace	Cascade Engineering Technologies, Inc.	KYB Americas
Coilplus	Hitchiner	Clearwater Engineering, Inc.	Newman Technologies
Complete Design & Packaging	MB Aerospace	Cooperative Industries Aerospace & Defense	Asama Coldwater Manufacturing
Durex	RTI International Metals, Inc.	The Harva Company, Inc.	American Mitsuba
Lynam	Selmet, Inc.	Research Electro-Optics	NSK Americas
Magnetic Metals	Weber Metals, Inc.	Savage Precision Fabrication	MAHLE Engine Components
Rowley Spring & Stamping	Jedco, Inc.	Vanguard Space Technologies	Cardington Yutaka Technologies
Stanley Spring & Stamping		Tri-State Plastics, Inc.	Cooper Standard





Better Plants: Water Efficiency

- DOE is working with 37
 Better Buildings/Plants
 Challenge partners to set
 water savings goals
- Eight industrial partners are participating
- Cross-sector effort with representation from commercial, public and multifamily housing sectors
- Partners set water saving goals and share their solutions with the market







Better Plants: Water/Wastewater Sector

- Better Plants expanded to water and wastewater treatment agencies
- 22 organizations joined, 9 Challenge level
- DOE working with this sector to understand key challenges, refine metrics, and share solutions

Alexandria Renew Enterprises	Los Angeles Department of Water & Power
Bath Electric Gas & Water	MWRA (Boston)
City of Phoenix Water	Orange Water & Sewer Authority
Bucks County Water & Sewer Authority	Narragansett Bay Commission
Delta Diablo	New York City Department of Environmental Protection
Encina Wastewater Authority	Pima County Regional Wastewater Reclamation Department
Ithaca Area Wastewater Treatment Facility	St. Petersburg Water Resources Department
Kent County, DE	Victor Valley Wastewater Reclamation Authority
Los Angeles Bureau of Sanitation	Western Lakes Superior Sanitary District
Des Moines Water Works	Grand Rapids Water Resource Recovery Facility
City of Roseville Water	New Water (Green Bay)

Better Plants Water & Wastewater Treatment Agencies





Other DOE Industrial Technical Assistance Programs

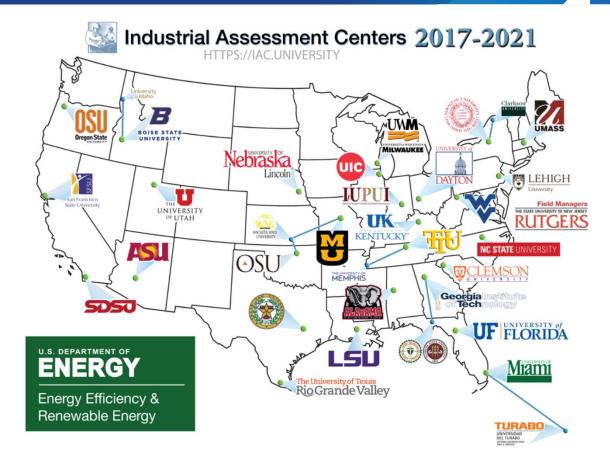
Industrial Assessment Centers CHP TAPS Energy Management – 50001 Ready & SEP





Access to Industrial Assessment Centers

- Receive no-cost energy assessments from DOE's IACs.
- IACs are universitybased centers, led by professors and staffed by engineering students.
- Typical audit uncovers savings equal to about 8% of plant-wide energy consumption
- <u>https://IAC.University</u>



Better Plants Partners Receive Priority Access to IAC Assessments Better Plants Partners also receive access to "solid" summer intern students

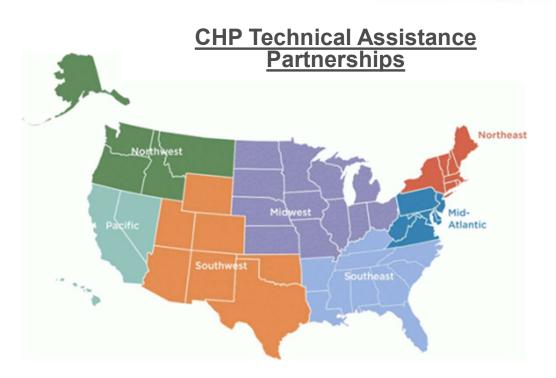




CHP Technical Assistance Partnerships

CHP TAPs provide:

- Market Opportunity Analysis
- Education and Outreach
- Technical Assistance



Better Plants Partners receive free CHP screenings

https://energy.gov/eere/amo/chp-technical-assistance-partnerships-chp-taps





50001 Ready Overview

- A voluntary program that recognizes a facility's selfattestation to ISO 50001
- DOE recognition requires 2 steps:



- Use "50001 Navigator" online tool and guide to selfattest implementation of ISO 50001.
- Validate energy calculations (with relevant variables) using DOE's EnPI-Lite tool, Portfolio Manager or alternative tools



 50001 Navigator tool can be rebranded and owned by service providers, utilities, states, municipalities

50001 Ready provides guidance for the critical elements of ISO 50001



Completed tasks in 50001 Navigator

Validated energy savings (Portfolio Manager, QEST, others)





Superior Energy Performance® (SEP™)

SEP is a DOE certification program that verifies energy management excellence and sustained energy savings.

SEP is ISO 50001 plus:

- Deeper, sustained savings at less cost through robust tracking and measurement with advanced tools
- Credible, third-party verification by ANSI-ANAB accredited entity that market can reward supply chains, utilities, and carbon trading
- National recognition by U.S. DOE identifying sustainability leaders





iStock photo: 16418416







50001 Navigator: Preview

- ✓ Step-by-step "Turbo Tax" approach to 50001
- Extensive guidance available in each module
- Ability to assign tasks to team members
- Requires energy savings data from the EnPI calculator or similar tool

Guide for 50001 Ready		Contact	? Cet Help	My Tasks	My CE
ago Facility 1301 × Dashboard Planning	Analysis The	Project Q	uality Assurance	Manage	ment Review
ashboard					
vyerall process 40% Completed					
25% 75%	0%	509		Č)
PLANNING ANALYSIS TH	E PROJECT	QUALITY ASS	JRANCE MA	NACEMENT RE	VIEW
Chapter Assignments Planning Analysis The Project Quality Assura		QUALITY ASSU	JRANCE MA	NAGEMENT RE	
Chapter Assignments			Status Da		Action
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https://navigator.industrialenergytools.com/







Join 900+ Better Buildings Partners and Allies

EXPLORE AND SHARE

innovative strategies, emerging trends, and high-impact technologies in energy and water efficiency

CONTRIBUTE

to interactive sessions focused on industry-specific and proven solutions to help you take on what's next

▶ PARTICIPATE

in showcase building tours, financial ally speed dating, ask-an-expert meetings, peer-to-peer networking

LEVERAGE

your organization's commitment to sustainability

Register early - space is limited REGISTRATION OPENS JANUARY 2017

FOR MORE INFORMATION AND TO REGISTER: betterbuildingsinitiative.energy.gov/summit





#BBSummit2017



Better Buildings Solution Center



- Nearly 200 industrial solutions tested and proven by Partners – 100 added in 2016
- Find solutions by topic, building type, solution type, building size, sector, technology, location, and more.

energy.gov/bbsc



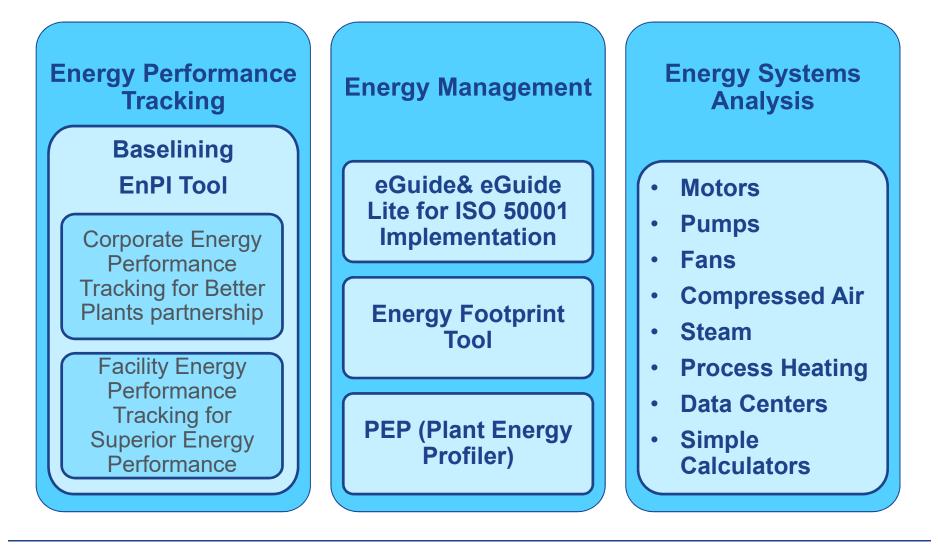




CURRENT DOE SOFTWARE TOOLS



AMO Resources: Key Tools





www.energy.gov/eere/amo/software-tools



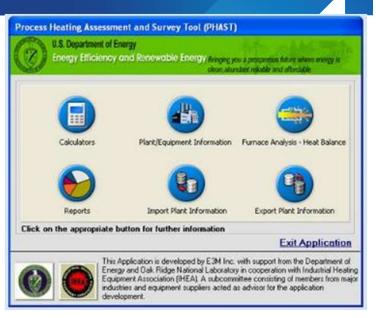
AMO Tool Modernization Overview

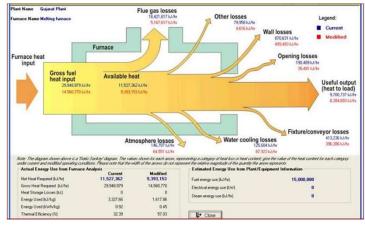
- Issues:
 - Many tools no longer work with updated systems
 - DOE does not own software code
 - Difficult to fix bugs or add new capabilities
- Path Forward:
 - DOE will own and control code
 - Upgrade tool capabilities where feasible
- Create Open Source Software!
 - Government-wide Open Source Software

https://sourcecode.cio.gov/SourceCodePolicy.pdf

"...free Software for other public agencies as well as the general public to use, study, share and improve the software."

 MIT License – "Do whatever, but please provide attribution"









AMO Tool Modernization (cont.)

- Designed for Multiple interfaces
 - Web / Desktop / Mobile
- GitHub repository for Open Access -<u>https://github.com/ORNL-AMO</u>
- Other Benefits:
 - Common software engine library
 - Auto-Update capability (silent updates)
 - Crash reporting to assist in debugging
 - Consistency in appearance across all platforms

Ongoing Feedback link- https://www.surveymonkey.com/r/DOE-AMO-TOOLS



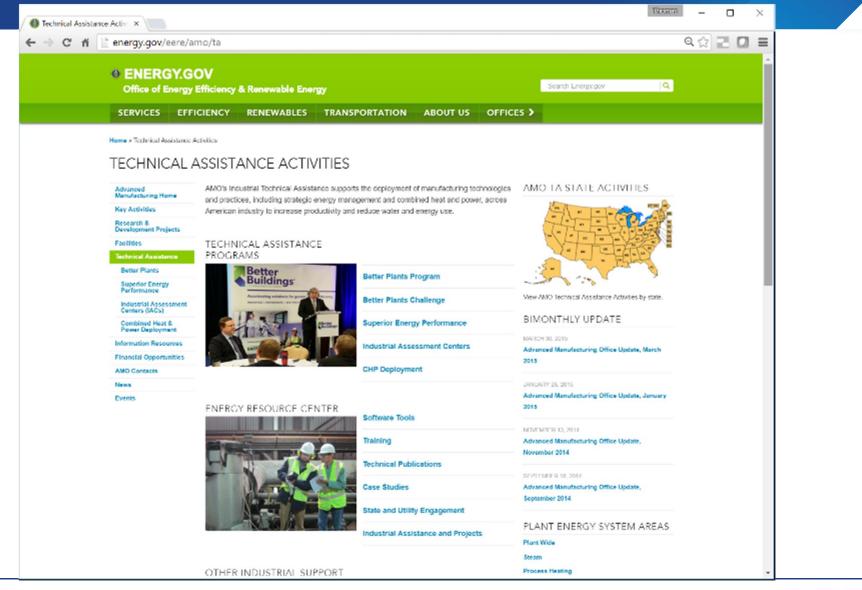


Build cross platform desktop apps with web technologies Formerly known as Atom Shell. Made with & by GitHub.





How To Access DOE Resources





http://energy.gov/eere/amo/ta









Why State An EE Goal?

Organizations with publicly stated goals*:

- Implemented 50% more efficiency and renewable energy measures than organizations without goals
- Are 2.7x more likely to increase *investments*
- Adopted more energy management practices
- Gain brand value, property value, and other cobenefits beyond energy savings

*2013 Energy Efficiency Indicator Survey by the Institute for Building Efficiency





[Published in Energy Engineering, Vol. 109 (5), 2012]

Energy Conservation Also Yields: Capital, Operations, Recognition and Environmental Benefits

"CORE" Benefits are Highly Probable and Worth a Double-Digit Improvement to Energy Savings

Eric A. Woodroof, Ph.D., CEM Wayne C. Turner, Ph.D., PE, CEM Warren Heffington, Ph.D., PE, CEM Barney Capehart, Ph.D., CEM

A Peer Reviewed Publication

ABSTRACT

Previous research indicates there are additional (often unreported) benefits from saving energy.^{1,2} This paper identifies these "additional benefits" and describes how to calculate their value.^{3,4} In addition, we found a high percentage of facility managers experienced some of these benefits. For example, in a recent survey, 92% of facility managers experienced reduced maintenance material costs as a result of energy conservation (primarily because lights, filters and other equipment lasted longer when operated less hours per year). Due to site-specific factors, not all facility managers will experience every benefit, however a high percentage of respondents (92%, 71% and 63%) did experience three of the six "additional benefits" surveyed. Because facility managers do receive some of these "additional benefits", we developed two approaches to quantify their value. When applicable, these benefits should yield a direct and verifiable dollar savings a majority of the time. Via a simple example, we calculated these benefits to be worth approximately 31% of additional value beyond the direct energy dollar savings (and that was only applying half of the possible benefits). There are other benefits that defy quantification, some of which we list at the end of the paper for use in future research and when evaluating energy conservation projects and programs.

RGY

Survey Results

Additional Benefits of Energy Conservation	% of Facility Managers that Experienced this Benefit
1. Reduced Maintenance Material Costs	92%
2. Reduced Maintenance Labor Costs	71%
3. Permanently Avoided Capital Investment	33%
4. Avoided Procurement Costs	63%
5. Avoided Purchases of Carbon Offsets	10%
6. Enhanced Image, Public Relations or Recognition	44%
7. Reduced Sales Taxes/Environmental Penalties	Not Surveyed
8. Improved Building Value	Not Surveyed

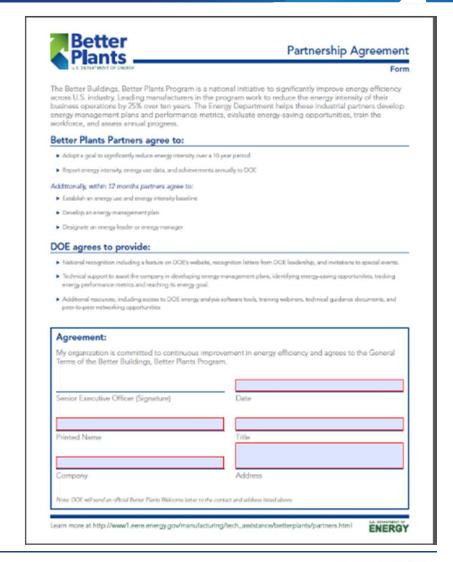




How Do I Join?

- Simple 2-page partnership agreement form
- Should be signed by CEO or a senior executive
- Lists Partner and DOE roles; explains voluntary nature of agreement
- For more information contact <u>BetterPlants@ee.doe.gov</u>

http://energy.gov/eere/amo/downloads/betterplants-partnership-agreement-form









Partnership Agreement

Form

The Better Buildings, Better Plants Program is a national initiative to significantly improve energy efficiency across U.S. industry. Leading manufacturers in the program work to reduce energy intensity throughout

Better Plants Partner agrees to:

- Adopt a corporate-wide goal to significantly reduce energy intensity over a 10 year period
- ▶ Report energy intensity, energy use data, and achievements annually to DOE

Additionally, within 12 months partners agree to:

- Establish an energy use and energy intensity baseline
- Develop an energy management plan
- Designate an energy leader or energy manager

DOE agrees to provide:

- ▶ National recognition including a feature on DOE's website, recognition letters from DOE leadership, and invitations to special events.
- Technical support to assist the company in developing energy management plans, identifying energy-saving opportunities, tracking energy performance metrics and reaching its energy goal.
- Additional resources, including access to DOE energy analysis software tools, training webinars, technical guidance documents, and peer-to-peer networking opportunities

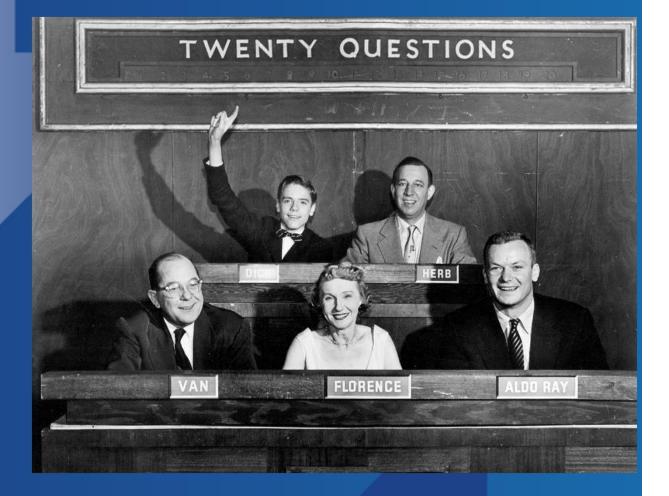
Printed Name

Title



http://energy.gov/eere/amo/downloads/better-plants-partnership-agreement-form





Questions?

For more Information

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Better Buildings, Better Plants: http://eere.energy.gov/betterplants

Better Buildings Challenge: http://betterbuildingssolutioncenter.energy.gov/





Instrument	Application	
Anemometer	Measure air flow and help quantify leakage around seals (process heat, building envelope).	
Combustion Analyzer	Quantify the amount of excess oxygen in boiler/combustion process exhaust.	
Conductivity Meter	Quantify the amount of undissolved solids in boiler blowdown.	
Current Transformer	Help quantify an actual change in the electrical consumption of a component or system.	
Digital Manometer	When used with pitot tubes, digital manometers can help determine air flow rates in fan systems or ductwork.	
Digital Multimeter	Measure voltage, current and resistance.	
Digital Thermometer	When combined with a thermocouple this is useful for determining process temperatures.	
HOBO Data Logger	When combined with the accessories below, the data logger is used to determine trends in non-steady state systems: current transformer - clamp-on; current transformer - split core; pressure transducer; temperature/RH sensor.	
Infrared Camera	Useful for evaluating structures, door seals, insulation, oven hot spots, etc.	
Infrared Thermometer	An infrared thermometer can be useful for non-contact temperature measurements for both manufacturing processes and building envelope applications.	
Manometer–Hydronic	Used for measuring pressure drop across components in fluid systems.	
Pitot Tube	Measure fluid flow velocity by using the difference between the total and static pressures.	
Power Logger	Used for logging power in low voltage (<600 V) 1-Phase or 3-Phase electrical components such as pumps, fans, and compressors.	
Pressure Transducer	Pressure transducers are most frequently used for compressed air and pumping systems.	
Strobe Tachometer	A strobe tachometer is a non-contact method for determining the rotating speed of a shaft (motors, pumps, fans).	
Thermocouple	Used to measure temperature for various applications.	
Time-of-use Logger	Used for logging starts and stops of equipment with intermittent duty cycles such as sump pumps, vent fans, refrigeration units, etc.	
TRMS Supermeter	Used for non-contact temperature measurement and voltage, current, resistance, inductance, capacitance, and frequency measurement.	
Ultrasonic Flow Meter	Used to measure the flow rate in fluid systems without breaking the pressure boundary.	
Ultrasonic Leak Detector	Used to identify leaks in compressed air or steam systems.	

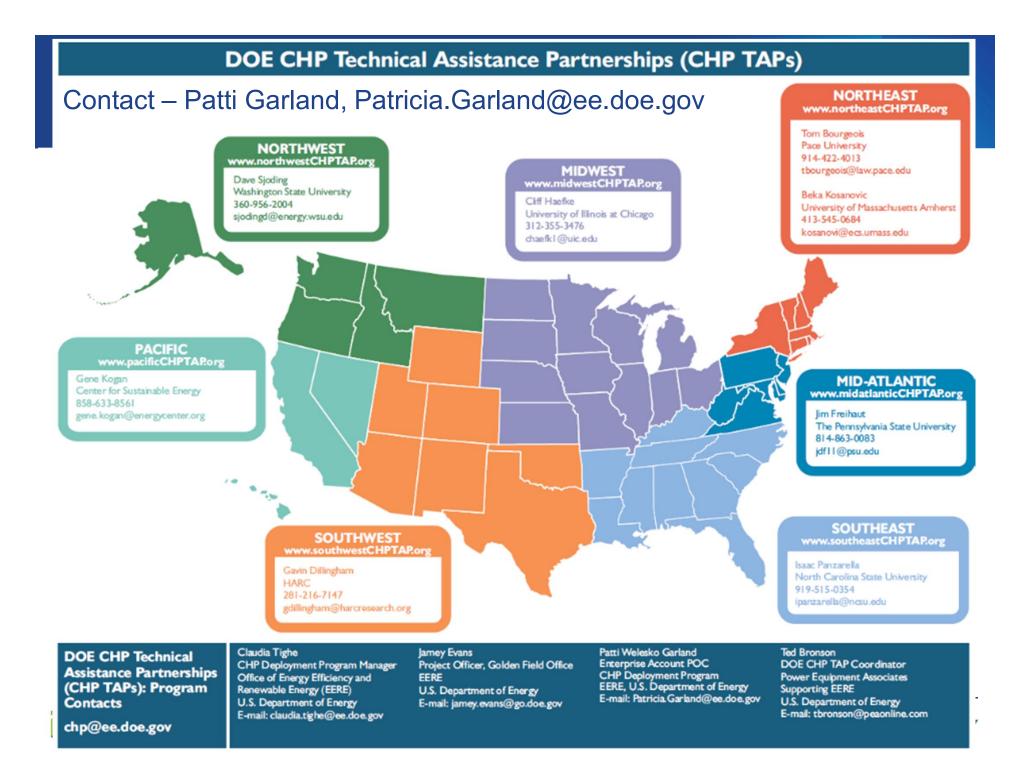
Industrial Assessment Centers Overview

Plants served:

- Program concentrates almost exclusively on industrial operations
- Standard industrial classification codes (SIC) 20 through 39
- Plant normally located within 150 miles (242 kilometers) of an IAC
- Directed at small and medium sized manufacturers – primary customer:
 - Has gross annual sales of <= \$100 million</p>
 - Consumes energy at a cost between \$100,000 and \$2.5 million/year
 - Employs no more than 500 people
 - Has no technical staff whose primary duty is energy management







New Initiative: Technology Transfer



https://bptechday.ornl.gov/





Replicable Solutions with Market Leaders

- Better Buildings
 Challenge
- Better Buildings
 Alliance
- Better Buildings, Better Plants
- Better Buildings Accelerators
- Better Buildings Residential
- Superior Energy Performance

Developing a Skilled Clean Energy Workforce

• Better Buildings Workforce Guidelines





Making Energy Efficiency Investment Easier

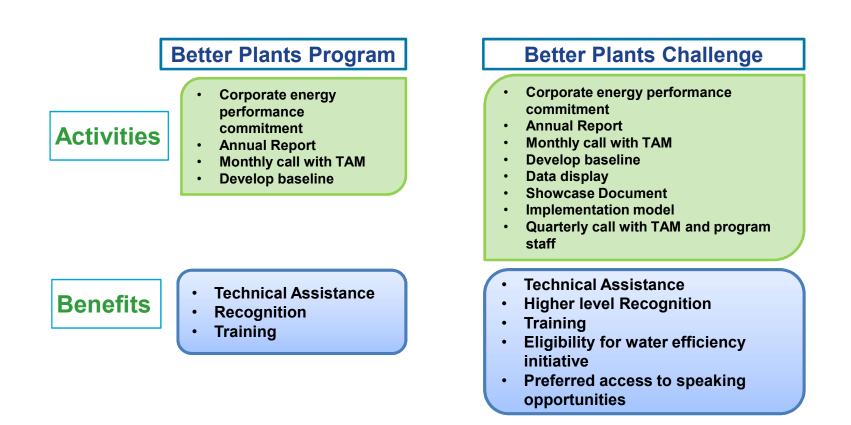
- Building Performance Database
- Building Energy Data Exchange Specification
- New Financing Solutions
- Building Energy Asset Scoring Tool
- Home Energy Score
- Appraisal Foundation Memorandum of Understanding

Leading by Example in the Federal Government

- New Executive Order
- President's Performance Contracting Challenge
- DOE Leadership



Comparison: Program vs. Challenge









BIG PICTURE ENERGY EFFICIENCY: INSIGHTS FROM A TAM



Habits of Successful Companies

- Efficiency is a core strategy, not a sustainability "check box"
- Real & Sustained:
 - Leadership and organizational support
 - Resources into energy efficiency
- Sets ambitious EE goals and a plan to meet them
- Strategy relies on a robust tracking and measurement

Source: Pew Center, 2010

Effectively communicates results





Have An Energy Policy

ABC Inc. Corporate Energy Policy

Objective ABC Inc. is committed to using and purchasing energy in the most efficient, cost effective, and environmentally responsible manner possible. ABC shall improve energy efficiency continuously by establishing and implementing effective energy management programs that support all operations and energy management programs that support all operations and work environment.

Approval M. G. Watt, CEO & Chairman of the Board





Have An Energy Team

Cross Functional ...to Reduce Barriers



Led by a Champion ...to Get Results







Use an Energy Intensity Metric

- Energy per widget... not reduction of output
- Helps to communicate project opportunities
- Savvy energy managers are getting projects approved



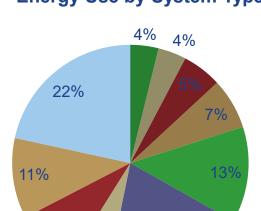






Robust Metrics

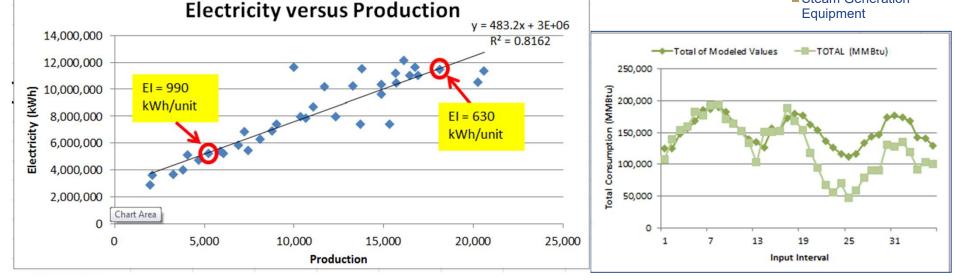
- Understand energy usage breakdown
- Advanced tracking and reporting (and forecasting)



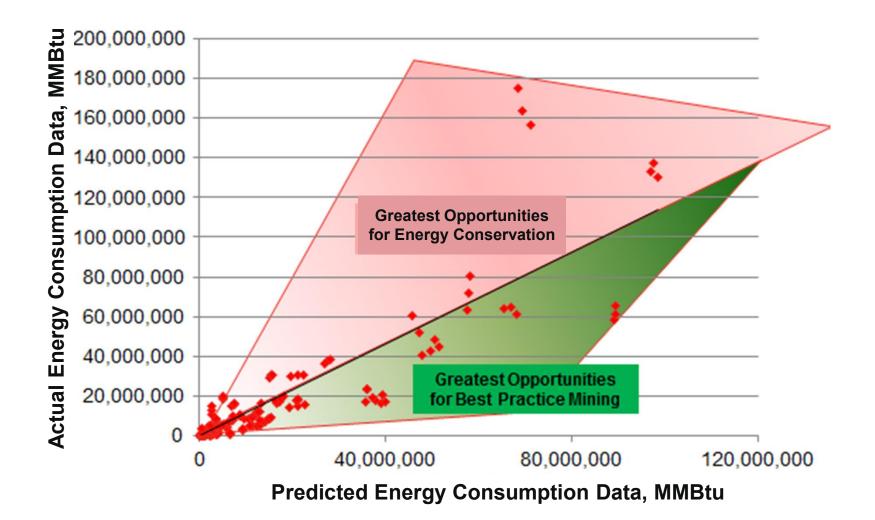
6%

Energy Use by System Type

- Combined Heat and Power (Cogeneration) Comprèssed Air
- Electrochemical Processes
- Fans and Blowers
- Industrial Facilities
- (Lighting) Industrial Facilities (HVAC) Material Handling
- Material Processing
- Process Cooling and Refrigeration Process Heating
- Pumps
- Steam Generation Equipment



Regression Analysis – Added Benefits







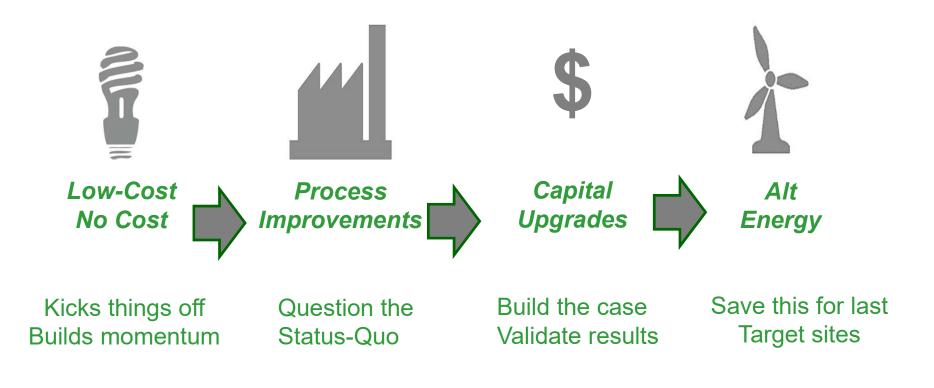
...AND that Compressed Air is **VERY** Expensive

- Poor management of air supply can yield inefficiencies for costs and also in meeting demand events.
- Inappropriate uses and leaks are BIG opportunities





Prioritize







Be Ready for Re-work

"Low Hanging Fruit Always Seems to Grow Back"

- Air & steam leaks
- HVAC efficiency losses
- Results of poor maintenance
- Equipment degradation
- Operator actions
 - Set Points = Opportunities!







Engage Employees

Employee behavior matters – Harness it

- Visible Activity: lights & occupancy sensors
- Signaling
- Awareness
- Energy Fairs
- Take Suggestions
- Recognize & Reward









Anecdote

"What would you do first...?"

Engagement

-Top management -Shop floor -Build a coalition







Strategic Energy Management

- Holistic energy management strategies
- Encourage energy savings from changes in corporate culture, behavior, operations & maintenance
- Development of baselines, energy performance indicators and metering capabilities.



 Guides implementation of capital projects, encourages best practices in O&M





DOE Resource

Better Plants Program – Set Voluntary Long-Term Goal

- National recognition through web profiles, annual recognition letters, invitations to special events
- Access to a technical account manager
- Access to In-Plant Trainings to identify and implement energy efficiency projects in major energy-use systems
- Access to the full suite of DOE tools and resources

Get started with a simple 2-page form signed by management







Why State An EE Goal?

Organizations with publicly stated goals*:

- Implemented 50% more efficiency and renewable energy measures than organizations without goals
- Are 2.7x more likely to increase *investments*
- Adopted more energy management practices
- Gain brand value, property value, and other cobenefits beyond energy savings

*2013 Energy Efficiency Indicator Survey by the Institute for Building Efficiency





What ACTIONS have world-class companies taken...





3M

- CEO participates in Energy Program
- Internal rewards program based on performance
- Supplier / Customer outreach
- Dedicated Energy Fund
- Enterprise involvement in SEP





Eastman Chemical

- Employee Energy Fairs
- Green Team --- Metering Program
- Supplier / Customer outreach
- Dedicated \$8 million Energy Fund





Alcoa

- Best Practices shared across all BUs
- Global Network of Energy members
- Projects > \$ 2 MM must receive EE review
- Best Practice Program with accountability
- EE Case Studies distributed globally





Now Current Trends

- Hold Senior Managers accountable for Energy Efficiency – compensation at risk
- New Projects and New Products must pass energy efficiency reviews
- Sustainability as an umbrella
- Supplier / Customer outreach Customer retention
- Dedicated Energy Funds





Energy Efficiency Quick Hitters





There are (easy-ish) Opportunities!!

- <u>Steam</u>: Tune-ups, steam traps, and insulation (\$)
- <u>Process Heat</u>: Tune-ups, scheduling, and waste heat recovery (\$\$)
- <u>Compressed Air</u>: Leaks, Lower Pressure, Staging
- Pumps: Closed valves and Recirculation Lines (aka: VFD's = \$\$)
- Fans: Closed dampers (aka: VFD's = \$\$)







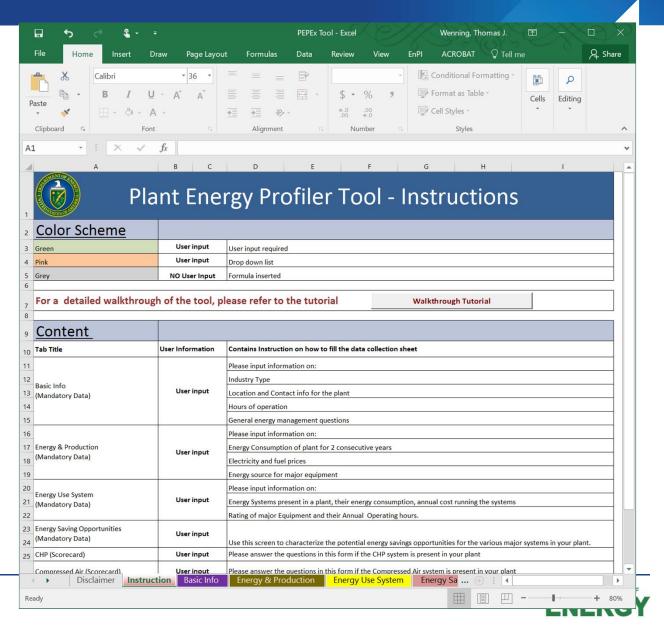






Plant Energy Profiler (PEPEx)

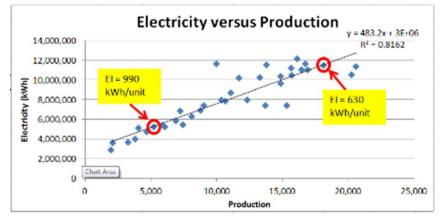
- Create highlevel energy profile of plants
- Details energy purchases, how energy is consumed, energy savings, and a list of next steps

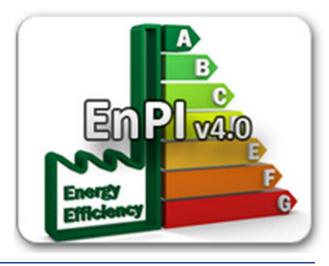




EnPI v5.0 Tool

- Facility Benchmarking and Tracking tool
- Accurate, "apples-to-apples" comparisons, holding for critical variables related to:
 - Weather
 - Production
- Validate energy savings
- Facilitates energy manager's efforts to report EE impacts
- Improves comparative analyses for benchmarking
- Helps strategic planning



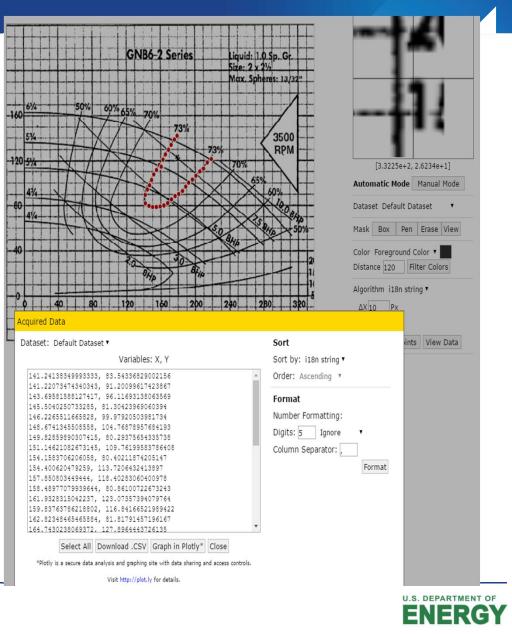






Desktop Digitizer

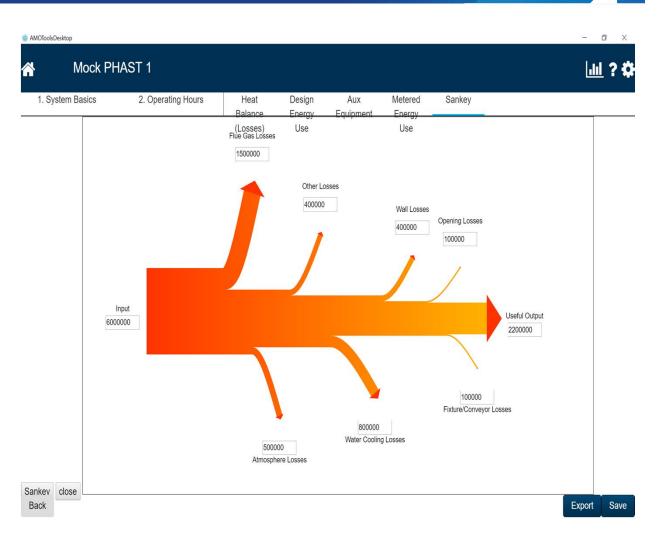
- Allow user to digitize curves (pump, performance, etc)
- Accepts input formats of pdfs & images
- Automatic selection of axes after points along curve chosen
- Curve fit capabilities





Dynamic Sankey Diagram – in the works

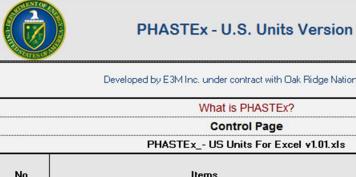
- Allow users to create selfdefined Sankey diagrams
- Useful for energy flow mapping
- Will be versatile to allow flexibility







PHASTEx – Demonstration





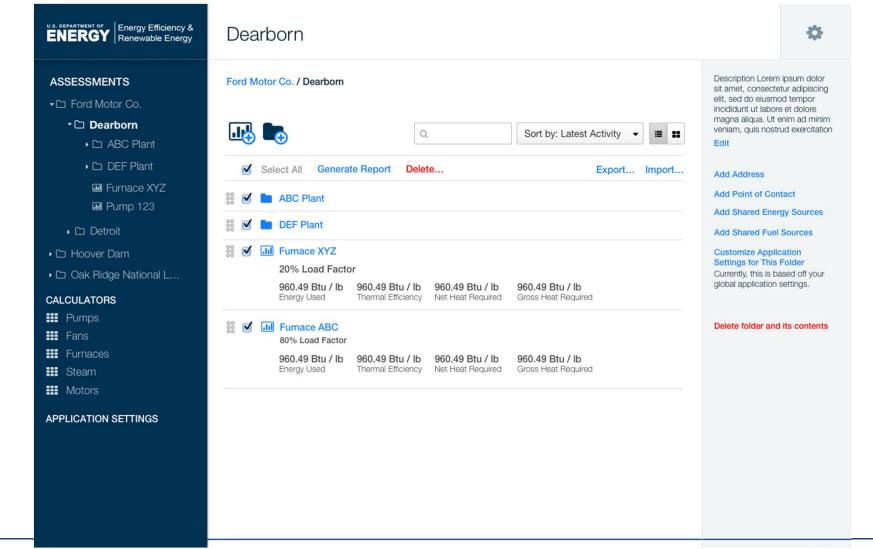
Developed by E3M Inc. under contract with Oak Ridge National Laboratory					
	What is PHASTEx?				
Control Page PHASTEx US Units For Excel v1.01.xls					
1	Plant General Information		Enter Data		
2	Furnace Data		Enter Data		
3.1	Charge material- Solids (wet or dry) Enter "0" if none	1	Enter Data		
3.2	Charge material-Liquids Enter "0" if none	1	Enter Data		
3.3	Charge material- Gases/vapors Enter "0" if none	1	Enter Data		
4	Fixtures, trays, conveyor etc. Enter "0" if none	1	Enter Data		
5	Wall surface heat losses	3	EnterData		
6	Water or air cooling (internal) Enter "0" if none	1	Enter Data		
7	Atmosphere or makeup air Enter "0" if none	1	Enter Data		
8	Flue Gases		Enter Data		
9	Radiation losses from openings- Enter "0" if none	2	Enter Data		
10	Power use by Electric Motors & Other Devices	1	Enter Data		
11	Other heat loss or generation- Enter "0" if none	1	Enter Data		
View PHASTEx Summary Report		Go To Report			
View PHASTEx Energy Usage Distribution			Go To Report		

"PHASTEx tool and its predecessor tool (PHAST) were conceived by Dr. Arvind Thekdi and developed by E3M Inc. in collaboration with Oak Ridge National Laboratory (ORNL). Dr. Sachin Nimbalkar and Mr. Kiran Thirumaran of Oak Ridge National Laboratory (ORNL) and Dr. Jing Ke of Lawrence Berkeley National Laboratory (Berkeley Lab) contributed to the development work. The project was supported by Advanced Manufacturing, Energy Efficiency and Renewable Energy Office of The U.S. Department of Energy. The tool was tested by a team of experts from the ORNL and representatives from the US industrial companies.





PHAST DEMO







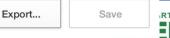
PSAT GUI – Beta version Demo

Assessment XYZ

System Setup Assessment & Analysis 1. System Basics 2. Pump / Fluid 3. Motor 4. Field Data Modify Conditions Baseline Adjustment 1 🛛 🗙 Adjustment 2 🛛 💥 Adjustment 1 End Suction 🔻 PUMP / FLUID 1,780 Pump Type End Suction End Suction Pump RPM 1,780 1,780 Direct Drive -Drive Direct Drive Direct Drive - + 1 Kinematic Viscosity (cS) 60% 1 1 1.000 Specific Gravity 1.000 1.000 - + 1 Stages 1 1 Yes Yes Fixed specific speed? Yes O No MOTOR Optimization Rating 60 Hz 🔻 60 Hz Line Frequency 60 Hz \$18,740 200 🔻 200 Horse Power 200 Annual Savings Potential - + 1,780 1,780 Motor (RPM) 1,780 Add adjustment Energy Efficient 🔻 Energy Efficient Efficiency Class Energy Efficient **View Detailed Report** Voltage 460 460 460 225.4 Full-Load Amps 225.4 225.4 Estimate Size Margin 0% 0% - + 0% MODIFIED DATA FIELD DATA You haven't modified anything yet. 1 **Operating Fraction** 1 1 Cost (kw/hr) .5000 .5000 .5000 Flow Rate (gpm) 2000 2000 2000 Head 2000 2000 + -2000 Power Load Estimated Method Power Power Motor (kW) 150.0 150.0 150.0 Voltage 460 460 460



Close



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WHEN FIRMS PUBLICIZE ENERGY MANAGEMENT PROJECTS THEIR STOCK PRICES GO UP: How High? – As much as 21.33% within 150 days of an Announcement!

generate as much publicity as joint ventures or new

When selecting projects under a limited budget, a firm should implement the project that will return the most value. Ultimately, firm value is measured by stock price, which can be impacted when the firm makes a major announcement. This paper shows that announcements of energy management projects correlate with a 21.33% increase in stock price within 150 days of the announcement. This increase is in addition to the risk-adjusted return the firm would normally experience. For example, during a "bull market" a firm's expected return was 10%. After the announcement, the return would increase by 21.33%, for a net return of 31.33%. These results suggest that investors react positively to energy management projects. This outcome demonstrates one more strategic incentive for firms to implement energy management projects.

The potential for increased profits via cost-reducing INTRODUCTION Energy Management Projects (EMPs) exists in nearly all firms. However, when allocating capital, priority is often given to revenue-enhancing projects, such as starting new product lines or joint ventures. Frequently, these projects are perceived to be superior to EMPs, even though they may yield the same increased profit and present value. A justification is that revenue-enhancing projects are more likely to attract publicity and investor attention. Investor speculation and reaction to announcements can increase the firm's stock price. Most EMPs do not

product lines. If "publicity-gaining" potential is a decision factor

during project selection, then a new product line or joint venture would usually be selected over an EMP. But is this a fair comparison? There has not been any research to determine if an EMP announcement increases a firm's stock price. In theory, it should because most EMPs increase profits (via cost reduction instead of increased revenues). From a cash flow perspective, an EMP is equivalent to any

other profit-enhancing project.

This paper seeks to determine whether an EMP announcement correlates with an abnormal increase in a firm's stock price. If such announcements positively impact stock price, then the firm has one more incentive to implement EMPs.

LITERATURE REVIEW The purpose of this literature review is three-fold: 1. To demonstrate that EMPs are credible

- investments, with relatively low risk; To present some background on stock price
- reaction to announcements of typical capital 2.
- 3. To show that abnormal increases in stock prices from EMP announcements have not been

measured.

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John R. Wingender and Eric A. Woodroof, Strategic Planning for Energy and the Environment, Vol. 17(1), pp. 38-51, 1997



