Energy efficiency management in industrial enterprises

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Introduction. Overview of energy World and EU (1)

EU ENERGY IN FIGURES 2017

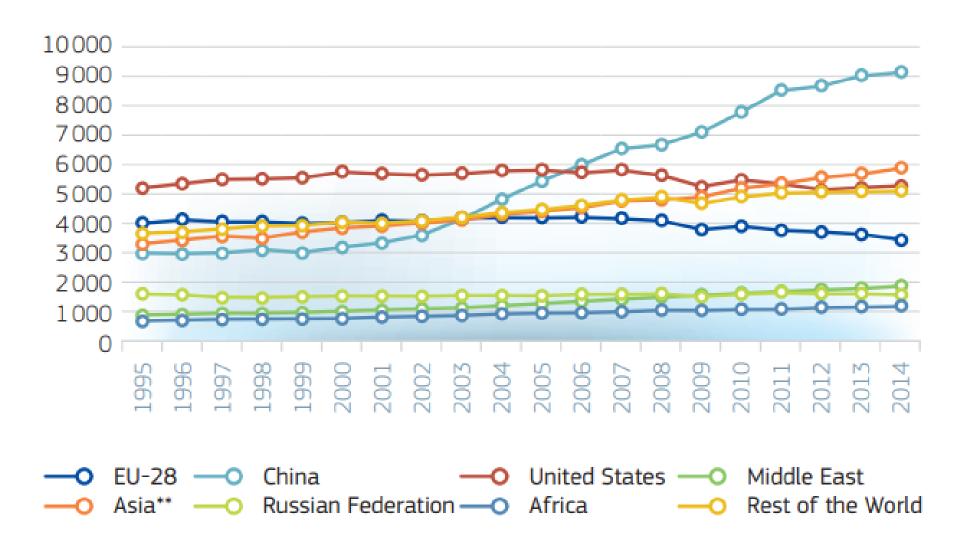
1.1.4 World Gross Inland Consumption by Fuel

(Mtoe) (1 Mtoe = 11630000 MWh)

| | 1995 | 2000 | 2005 | 2010 | 2015 | 2015(%) |
|------------------------|------|-------|-------|-------|-------|---------|
| Petroleum and Products | 3376 | 3660 | 4005 | 4142 | 4334 | 31.8% |
| Solid Fuels | 2208 | 2311 | 2993 | 3654 | 3836 | 28.1 % |
| Gas | 1807 | 2071 | 2360 | 2736 | 2944 | 21.6% |
| Renewables | 1212 | 1288 | 1 398 | 1591 | 1823 | 13.4% |
| Hydro* | 213 | 225 | 252 | 296 | 334 | 2.5 % |
| Geothermal* | 39 | 52 | 54 | 63 | 74 | 0.5 % |
| Solar/Wind/Other* | 4 | 8 | 17 | 48 | 126 | 0.9% |
| Biofuels and Waste* | 972 | 1023 | 1096 | 1213 | 1323 | 9.7 % |
| Nuclear | 608 | 676 | 722 | 719 | 671 | 4.9% |
| Other | 16 | 21 | 21 | 31 | 40 | 0.3 % |
| Total | 9228 | 10028 | 11499 | 12873 | 13647 | 100.0% |

Introduction

Mio ton CO₂



1.1.9 World CO₂ Emissions* by Region

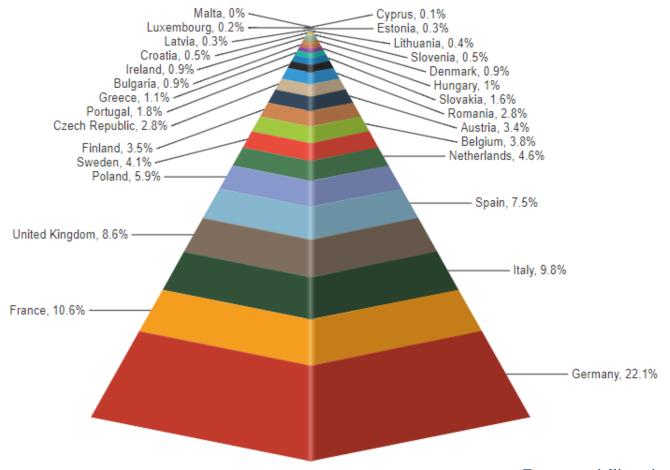
(Mio ton CO₂)

| | 1995 | 2000 | 2005 | 2010 | 2014 | 2014(%) |
|--------------------|---------|--------|---------|--------|-------|---------|
| EU-28 | 4012 | 4036 | 4205 | 3 898 | 3425 | 10.2% |
| | | | | | | |
| China | 2951 | 3159 | 5 4 5 9 | 7848 | 9222 | 27.5% |
| United States | 5211 | 5 790 | 5854 | 5496 | 5290 | 15.8% |
| Asia** | 3 2 7 5 | 3836 | 4412 | 5221 | 5925 | 17.7% |
| Middle East | 816 | 951 | 1229 | 1595 | 1846 | 5.5 % |
| Russian Federation | 1562 | 1488 | 1 497 | 1552 | 1532 | 4.6% |
| Africa | 614 | 700 | 899 | 1041 | 1 148 | 3.4% |
| Rest of the World | 3639 | 4038 | 4480 | 4926 | 5124 | 15.3% |
| World | 22080 | 23 997 | 28 034 | 31 576 | 33511 | 100.0% |

Introduction. Overview of energy demand in the EU (3)







Energy modelling - interactive graphs https://ec.europa.eu/energy

Industry (ktoe)

Sweden

Spain

Slovenia

Slovakia

Romania

Portugal

Poland

Malta

Luxembourg

Lithuania

Latvia

Italy

Ireland

Netherlands

United Kingdom Austria

Greece

Hungary

Industry in ktoe Belgium Bulgaria Croatia Cyprus Czech Republic Denmark Estonia Finland France Germany

Energy demand (toe-tonnes of oil equivalent, 1 Mtoe = 11630000 MWh)

65188.79

47.8

Introduction. Overview of energy demand in EU (5)

Energy efficiency targets for 2020 and 2030

The EU has set itself a 20% energy savings target by 2020 (when compared to the projected use of energy in 2020) – this is roughly equivalent to turning off 400 power stations.

On 30 November 2016 the Commission proposed an update to the Energy Efficiency Directive including a new 30% energy efficiency target for 2030.

Energy Efficiency

Saving energy, saving money

) Energy Efficiency Directive

The Energy Efficiency Directive sets rules and obligations to help the EU reach its 2020 energy efficiency target.

) Energy efficient products

EU energy efficiency measures for products will save money and energy



The European Commission's priorities: Energy Efficiency

Energy Efficiency Directive

The Energy Efficiency Directive sets rules and obligations to help the EU reach its 2020 energy efficiency target.

Buildings

Making old and new buildings more energy efficient helps the EU achieve its energy and climate goals.

Cogeneration of heat and power

The EU promotes cogeneration in order to improve energy efficiency in Europe.

Energy efficient products

EU energy efficiency measures for products will save money and energy

Financing energy efficiency

Mobilizing private financing for energy efficiency investments.

Heating and cooling

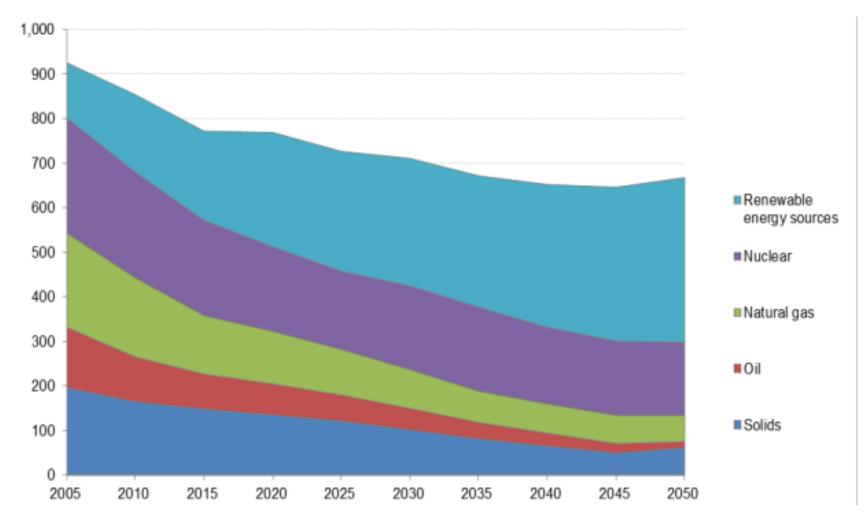
The EU has launched a heating and cooling strategy as a first step in tackling the large amount of energy used by the sector.

Source: https://ec.europa.eu

Energy efficient products

- In the European Union, many everyday products such as washing machines, refrigerators and cooking appliances carry energy labels and have been designed to meet minimum energy efficiency standards.
- The result of these labels and standards will be an energy saving of around 175 Mtoe (million tonnes of oil equivalent) by 2020, roughly equivalent to the annual primary energy consumption of Italy.

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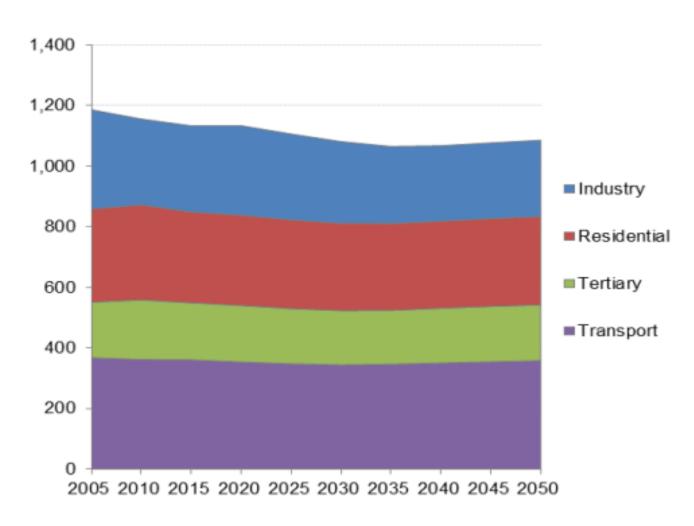


Declining resource to production ratios drive increases in oil and gas prices after 2020

Source: PRIMES modelling, NTUA, E3M-Lab

Industry consumes about 28% of global energy;

The energy consumption of industrial enterprises is always related to electrical equipment, technological processes (heating, ventilation, refrigeration, hydraulic, compressed air systems, etc.) and equipment necessary for them.



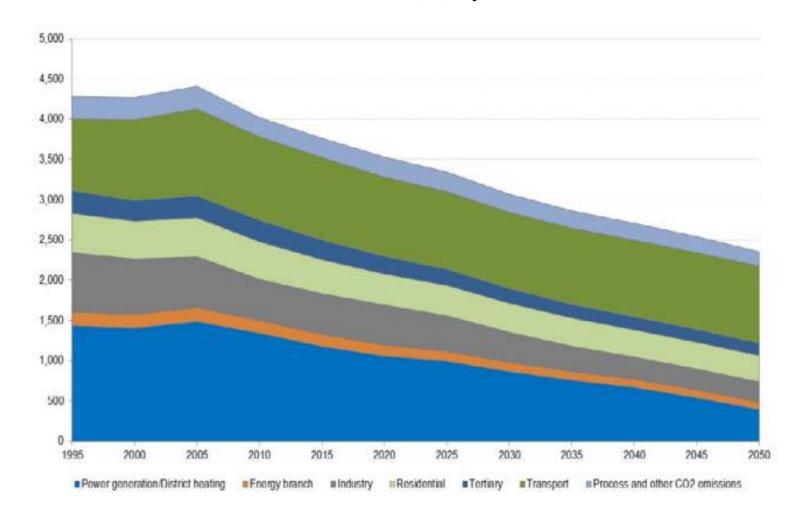
CO2 emissions (Mt) by sector

The energy consumption, its efficiency and CO2 emissions are interconnected.

Reduction of CO2 emissions occurs mainly in the power and heat production sectors.

In industry, reductions take place in energy related emissions, while process emissions remain stable.

Energy efficiency is the main driver of emission reductions in end-uses of energy.



Source: Modelling suite for EU Reference Scenario 2016

| bn | billion |
|------|--|
| boe | barrel of oil equivalent |
| Gpkm | giga passenger-kilometre, or 109 passenger-kilometre |
| Gtkm | giga tonne-kilometre, or 109 tonne-kilometre |
| GWh | gigawatt-hour or 109 watt-hours |
| km | kilometre |
| ktoe | 1000 toe |
| Mt | million metric tonnes |

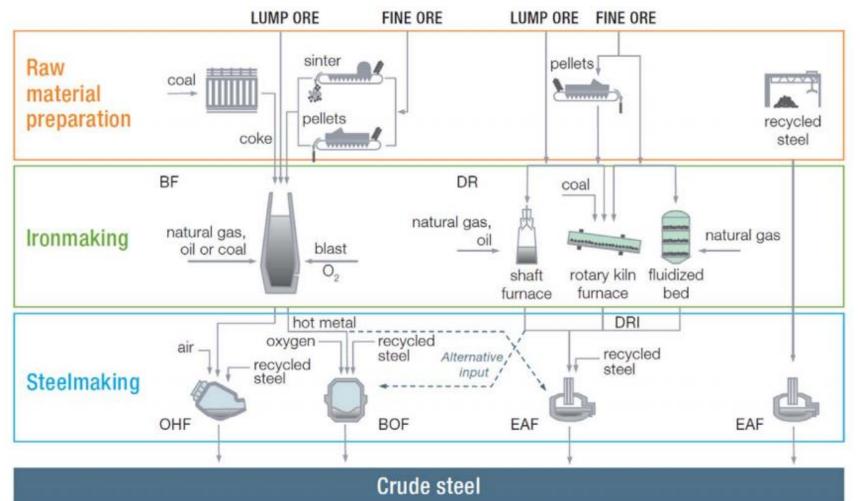
| Mtoe | million toe or 106 toe |
|------|---|
| MW | megawatt or 106 watt |
| MWh | megawatt-hour or 106 watt-hours |
| p.a. | per annum |
| Pkm | passenger-kilometre (one passenger transported a distance of one kilometre) |
| Т | metric tonne |
| toe | tonnes of oil equivalent |
| tkm | tonne-kilometre (one tonne transported a distance of one kilometre) |

Example of most energy consuming industry

- The iron and steel industry has some of the highest levels of carbon emissions and energy consumption in Europe.
- The production process for manufacturing steel is energy-intensive and requires a large amount of resources.
- In 2013, the iron and steel sector accounted for 18% of the world's total industry final energy consumption.
- The energy efficiency of steel industry has a direct effect on overall energy consumption.
- As such, improving energy efficiency should be a primary concern for iron and steel plants.

Technologies, costs and efficiency

The total energy needed for production of one ton crude steel using the BF/BOF route consists of 3.6 GJ for the coke oven, 1.6 GJ for the sintering, 13.8 GJ for the blast furnace process plant.



The released CO₂-emissions (incl. emissions from primary fuel inputs, process related and indirect fuels related) per ton crude steel are divided as follows: coke production 0.25 tons CO₂, sintering, 0.25 tons CO₂, blast furnace 0.36 tons CO₂ (Griffin et al., 2014).

List of energy-efficiency measures and technologies

| Energy-efficiency technologies and measures in coke making progress | Fuel saving | Electricity savings | Capital cost (US\$) |
|---|---|---------------------|----------------------|
| Coal moisture control | 0.3 GJ/tonne | | 79.6 |
| Programmed heating | 0.17 GJ/tonne | | 0.37/tonne |
| Variable speed drive compressor | 6–8 MJ/tonne | | 0.47/tonne |
| Coke dry quenching | | 300 kW h/tonne | 28.85 million/system |
| Improved Process Control | 0.05 GJ/ tonne | | |
| District Heating Using Waste Heat | 800 TJ//year using sinter cooler waste heat heating 5000 houses | | |
| Continuous Temperature Monitoring and Control | An improvement in energy efficiency of up to 5% | | |

- Florens Flues et all. A review of energy use and energy-efficient technologies for the iron and steel industry. Renewable and Sustainable Energy Reviews, Volume 70, April 2017, Pages 1022-1039
- Florens Flues, Dirk Rübbelke, Stefan Vogele. An analysis of the economic determinants of energy efficiency in the European iron and steel industry. Journal of Cleaner Production 104 (2015) p. 250-263
- Elisa Duran, Claudi Aravena, Renato Aguilar. Analysis and decomposition of energy consumption in the Chilean industry. Energy Policy 86 (2015) p. 552–561
- Lihong Peng, Xiaoling Zeng, Yejun Wang, Gui-Bing Hong. Analysis of energy efficiency and carbon dioxide reduction in the Chinese pulp and paper industry. Energy Policy 80 (2015) p. 65–75
- Muh. Hisjama, Adi Djoko Guritnoc, Nunuk Supriyatnoc, Shalihuddin Djalal Tandjungc. A Sustainable Partnership Model among Supply Chain Players in Wooden Furniture Industry Using Goal Programming. Agriculture and Agricultural Science Procedia 3 (2015) p. 154 158

- The technologies that can be implemented at a plant depend on the specifications of the installed facilities, as well as its energy management and integration with upstream activities.
- Actual payback periods and energy savings for the measures may vary, depending on plant configuration and size, plant location, plant operating characteristics, and local supply of raw materials and energy, and several other factors.



ISO 50001- Standard for energy management systems

ISO 50001 has considerable advantages for organizations who consume energy and must control this significant operating cost.

ISO 50001 is designed so that any company can use it, regardless of their activity, size or geographical location.

Goals:

- Increase energy efficiency;
- Optimize resources;
- Minimize environmental influences.

The ISO 50001 standard was published on the 11th June 2011 under the title

"Energy Management Systems- requirements with guidance for use".

It is not a 'law', it is a methodology.

The majority of the certified companies are concentrated in Europe.

Half of the certified companies on a global scale are concentrated in Germany, where ISO 50001 has been driven forward thanks to the restrictive energy legislation.

By offering a systematic methodology for any sizes of organization, including small and medium enterprises (SMEs), to establish own energy management system, ISO 50001 can provide organizations with a number of business benefits.

These include:

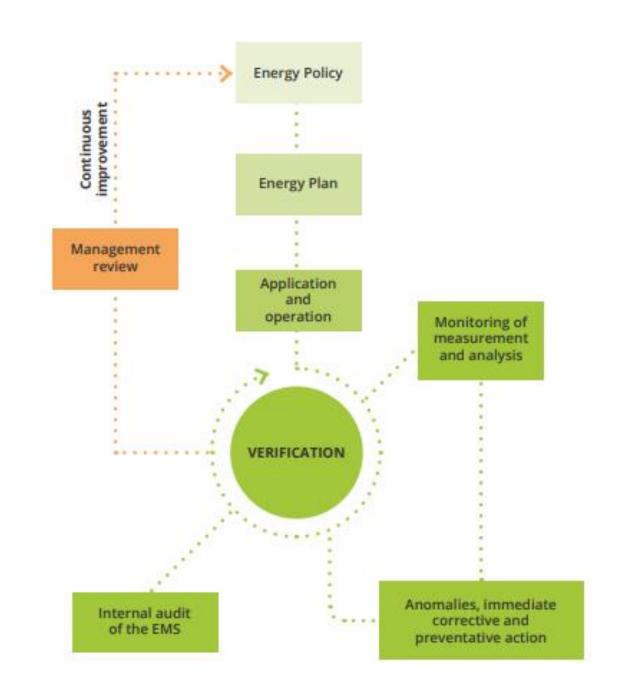
- Helping to achieve energy use reduction and carbon emissions in a systematic way;
- Creating a clear picture of current energy use status, based on which new goals and targets can be set;
- Evaluating and prioritizing the implementation of new energy-efficient technologies and measures;

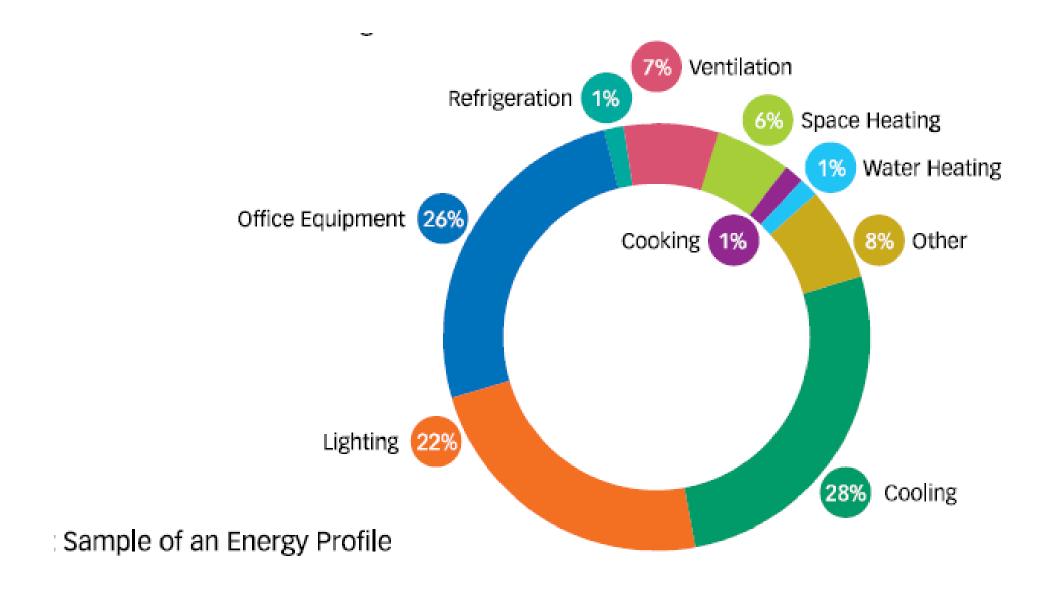
- Providing guidance on how to benchmark, measure, document and report corporate energy use;
- Making better use of energy consuming assets, thus identifying potentials to reduce maintenance costs or expand capacity;
- Demonstrating to the stakeholders that corporate commitment to comply with their best practice to protect the environment; and
- Fulfilling the associated regulatory requirements and responding with confidence to green trade barriers in global market.

• According to the definition stipulated in ISO 50001 standard, energy can be in various forms,

such as electricity, fuels, steam, heat, compressed air and renewable, which can be purchased, stored, treated, used in equipment or in a process, or recovered.

The main purpose of adopting an Energy Management System (EnMS) is to enable an organization to improve its energy performance, which generally includes energy use, energy efficiency and energy consumption, in a systematic approach.





| Type of Equipment | Brand Name and | Unique ID and / or Serial No. | Equipment Location | Type of Energy | Power Rating (kW) | Energy Consumption in 2013 (kJ) | | | |
|---------------------------|-------------------|-------------------------------------|-----------------------|-------------------|----------------------|---------------------------------|-----|-----|-----|
| | Model No. | | | | | Jan | Feb | Mar | Apr |
| Chiller A | | | | | | | | | |
| Chiller B | | | | | | | | | |
| Chiller C | | | | | | | | | |
| Boiler 1 | | | | | | | | | |
| Boiler 2 | | | | | | | | | |
| Lighting at Workshop A | | | | | | | | | |
| Lighting at Workshop B | | | | | | | | | |
| PAU 1 | | | | | | | | | |
| PAU 2 | | | | | | | | | |
| Oven dryer | | | | | | | | | |
| 20HP air compressor | | | | | | | | | |

Energy efficient products

Air conditioners and comfort fans

Industrial fans

Standby and off-mode

Air heating and cooling products

Lighting

Televisions

Circulators

Local space heaters

Tumble driers

Computers and servers

Power transformers

Tyres

Cooking appliances

Professional refrigerators

Vacuum cleaners

Dishwashers

Set-top boxes

Ventilation units

Electric motors

Solid fuel boilers

Washing machines

External power supplies

Space and water heaters

Water pumps

Fridges and freezers

Source: https://ec.europa.eu/energy/e

The ISO 50001 do impact upon all the processes of the company. Three prerequisites to have ready before beginning include:

- personnel,
- documentation,
- and the necessary technology.

The Staff Needed

- It is advisable for the company to have an Environmental Manager.
- The Environmental Manager must be a capable decision maker and carry authority within the organization. In addition, you may find it necessary to appoint a technical auditor.
- This figure is external to the company and is responsible for drafting the energy audit. The audit is not mandatory, but it is a good practice before implementing the Energy Management System (EMS).
- Finally, the technological condition of the internal energy management equipment must be taken into account, alongside building maintenance or environment.

Documenting the Process

It is necessary to document the following steps of the implementation process:

- Documenting the Process
- The energy policy of the business
- The energy plan (energy review, baseline energy consumption, energy performance indicators, programme objectives)
- The results of monitoring and measurement.
- The evaluation of legal compliance
- The results of the internal audit and review carried out by the management of the organization.
- ISO 50001 advises companies to have at their disposal, as a minimum, the monthly consumption of the last 12 months from all energy sources that are representative of the global energy consumption within the organization. With this information at hand, you will be ready to begin the implementation process.

The Technology

- Implementing ISO 50001 will require you to manage your consumption data in real time.
- Only in this way will you be able to correctly measure your installation, monitor your progress and as such, guarantee the cycle of continuous improvement that is offered by ISO 50001.
- Two fundamental technologies are involved when it comes to achieving this: energy efficiency hardware and software.

- The hardware, or devices for measurement, includes all meters, concentrators, gauges, etc. that are installed in switchboards, gas meters or simply in the building itself to take measurements of energy consumption.
- There are also specific ones for monitoring other conditions that affect energy use such as humidity, temperature, etc.

- Software is the tool that collects all of this data and presents it to you so that you can analyse and understand it and thus make decisions.
- At ISO 50001 standard, it is taken as given that your software should facilitate the documentation process.
- Of course, it is very much recommended for your software to incorporate measurement and verification tools. This function helps demonstrate the savings generated by the energy plan.

Case study. Data and their analysis of energy consumption in the furniture manufacturing company

Main tasks

To identify the main components of energy consumption in the manufacturing industry

To collect energy consumption data for the last 3 years

To identify the most energy-consuming equipment, lines, components.

To perform statistical analysis of the data, determine the dependencies

In order to be able to perform energy consumption analysis, data is needed consumption of different types of energy.

The main sources of energy used in furniture manufacturing companies are:

Electricity;

Compressed air;

Heat.

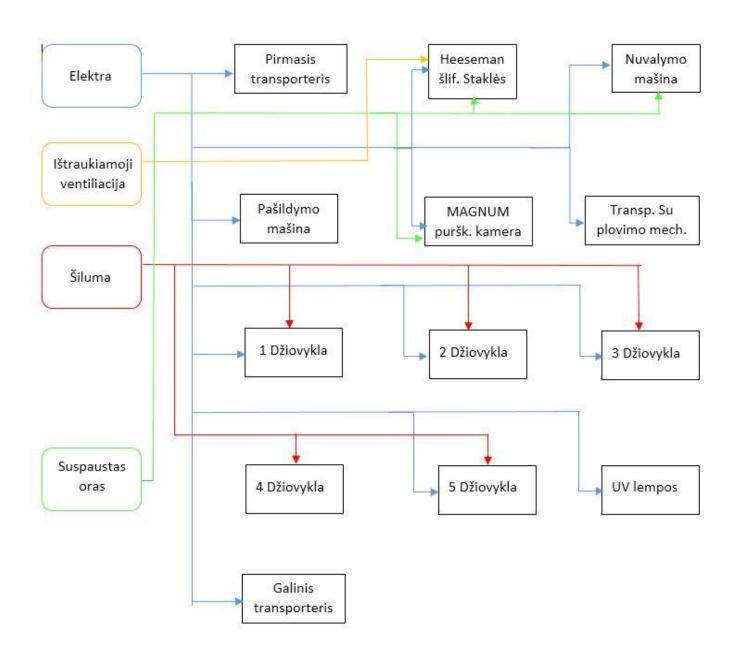
Data of 3 production lines was fixed every 1 min



Electricity meter RAIL 350 with MODBUS connection

| Time | Power | CosFi | Voltage, | Current 1 | Power 1 | Voltage 1 | Current 2 | Power 2 | Voltage 3 | Curernt 3 | Power 3 | 1 Cosφ | 2 Cosφ | 3 Cosφ |
|----------|-------|-------|----------|-----------|------------|-----------|-----------|---------|-----------|-----------|---------|--------|--------|--------|
| | kW | | V | A | kW | V | A | kW | V | A | kW | | | |
| 16:00:00 | 69,5 | 0,88 | 225,5 | 132,4 | 26,3 | 227,5 | 106,7 | 20,4 | 225,6 | 110,5 | 22,8 | 0,882 | 0,842 | 0,915 |
| 16:01:00 | 59,4 | 0,838 | 226 | 119,1 | 22,7 | 227,4 | 96,1 | 17,2 | 225,9 | 97,9 | 19,5 | 0,843 | 0,788 | 0,882 |
| 16:02:00 | 56,4 | 0,826 | 225,8 | 115,3 | 21,6 | 227,5 | 91,7 | 16,1 | 226,1 | 94,7 | 18,7 | 0,83 | 0,774 | 0,873 |
| 16:03:00 | 58,1 | 0,835 | 225,8 | 118,1 | 22,4 | 227,5 | 93,6 | 16,5 | 225,8 | 96,5 | 19,2 | 0,842 | 0,778 | 0,884 |
| 16:04:00 | 60,1 | 0,84 | 226,4 | 120 | 22,9 | 228 | 97 | 17,4 | 226,1 | 99 | 19,8 | 0,845 | 0,787 | 0,887 |
| 16:05:00 | 59,2 | 0,842 | 225,4 | 118,2 | 22,5 | 227,2 | 95,6 | 17,2 | 225,4 | 97,8 | 19,5 | 0,845 | 0,792 | 0,886 |
| 16:06:00 | 60,7 | 0,85 | 226,5 | 121,5 | 23,4 | 227,8 | 94,9 | 17,1 | 226,8 | 98,7 | 20,2 | 0,85 | 0,791 | 0,905 |
| 16:07:00 | 59,1 | 0,841 | 226,5 | 118,7 | 22,6 | 227,8 | 93,3 | 16,7 | 227 | 97,8 | 19,8 | 0,843 | 0,787 | 0,891 |
| 16:08:00 | 61 | 0,843 | 227,5 | 122,2 | 23,5 | 228,9 | 95,3 | 17,2 | 227,8 | 99,7 | 20,3 | 0,845 | 0,788 | 0,894 |
| 16:09:00 | 54,7 | 0,809 | 226,2 | 115,6 | 21,2 | 227,6 | 89,6 | 15 | 226,8 | 93,8 | 18,5 | 0,812 | 0,738 | 0,872 |
| 16:10:00 | 60 | 0,854 | 226,2 | 118,2 | 22,8 | 227,6 | 93,3 | 17 | 226,7 | 98,8 | 20,2 | 0,853 | 0,801 | 0,905 |

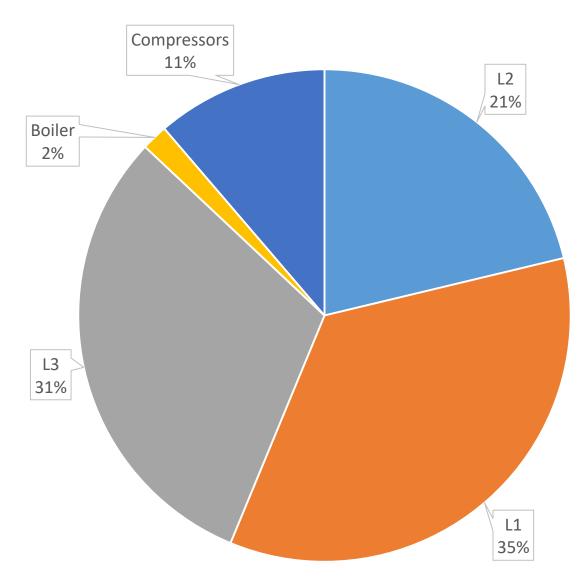




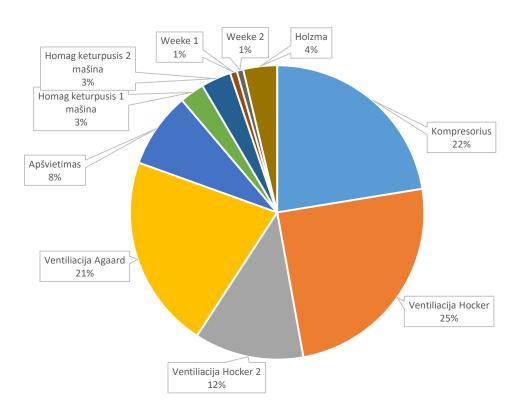
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | Total |
|-------------|--------|--------|--------|--------|----------|--------|--------|-----------|--------|---------|---------|---------|----------|
| m . 1 | 057204 | 004422 | 051622 | 055460 | 01 < 201 | 050600 | 000104 | 0.42.42.6 | 000024 | 1006750 | 1050512 | 1000000 | 11402405 |
| Total | 957284 | 894433 | 951623 | 857468 | 916231 | 852622 | 882134 | 943436 | 999834 | 1096759 | 1050713 | 1000868 | 11403405 |
| L-1 | 242650 | 203960 | 213000 | 209340 | 233750 | 212270 | 220690 | 217729 | 259071 | 261372 | 250874 | 235661 | 2760367 |
| L-2 | 366442 | 351663 | 379383 | 331948 | 393077 | 335612 | 362809 | 424263 | 423195 | 504402 | 455283 | 424878 | 4752955 |
| L-3 | 328479 | 321445 | 338968 | 302643 | 280500 | 289800 | 281700 | 285900 | 308100 | 312900 | 324300 | 318600 | 3693335 |
| Boiler | 19713 | 17365 | 20272 | 13537 | 8904 | 14940 | 16935 | 15544 | 9468 | 18085 | 20256 | 21729 | 196748 |
| Compressors | 117780 | 104000 | 119600 | 117640 | 132080 | 116000 | 101840 | 97210 | 123590 | 129949 | 125958 | 114008 | 1399655 |

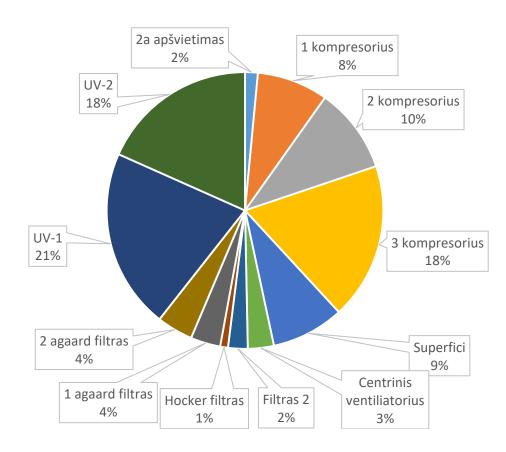
Electricity consumption (1 year)

| | average | dispersion | Standard deviation | Coefficient of variance |
|----------|---------|------------|-----------------------|-------------------------|
| Power L1 | 24,52 | 1,79 | 1,34 | 22,50 |
| Power L2 | 18,82 | 1,98 | 1,41 | 16,70 |
| Power L3 | 21,71 | 1,93 | 1,39 | 19,50 |
| Total | 65,03 | 16,75 | 4,09 | 59,10 |



Energy consumption 2015-2017 year



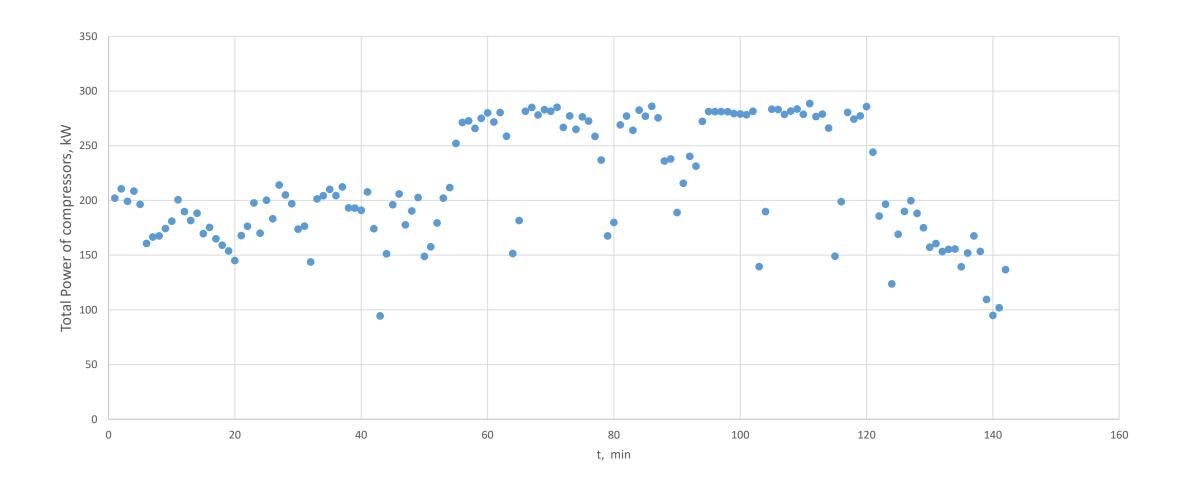


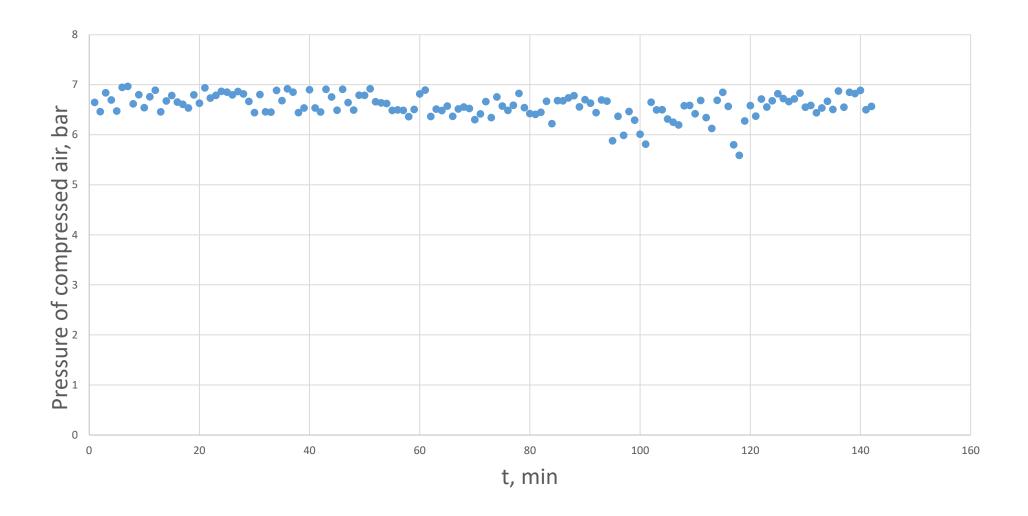
According to the ISO 50001 guidelines, it is necessary to further analyze those units that have a significant impact on energy consumption, i.e. exceeds 10% of total energy consumption.

- It is not possible to determine whether it is used efficiently if analyzing only energy consumption.
- It is necessary to compare energy with the production (the amount of energy that is consumed per unit of product)

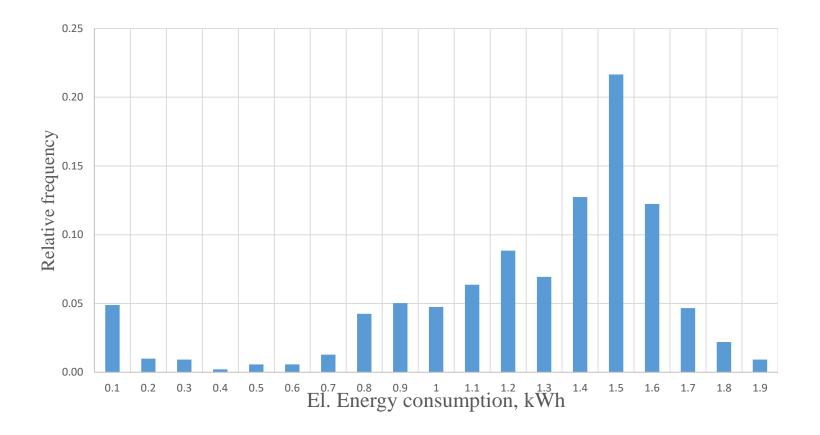
- In the research papers authors recommend following steps in order to properly monitor and analyze the process's efficiency:
- to analyze technological processes and collect information on production amount,
- to properly measure energy consumption,
- compare energy consumption with the amount of production (produced, consumed, processed, etc.).

Statistical analysis of data

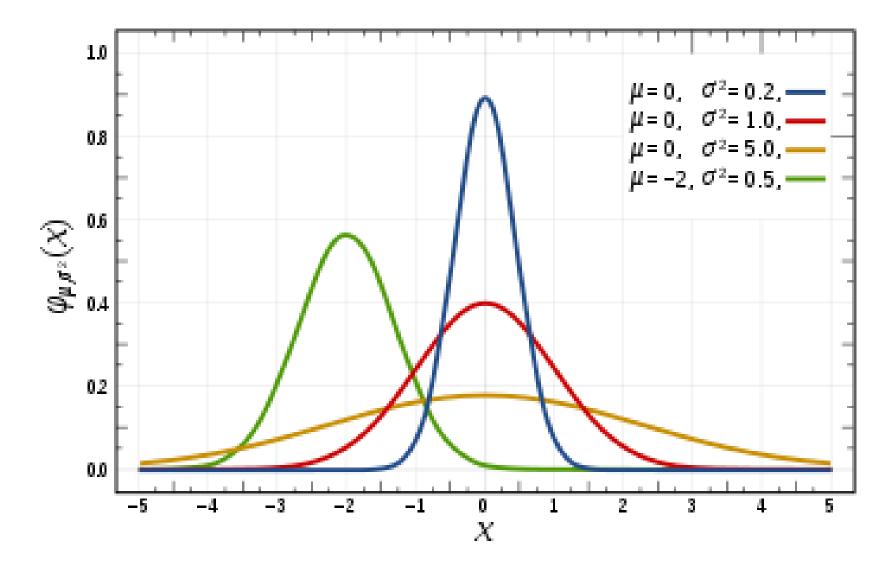


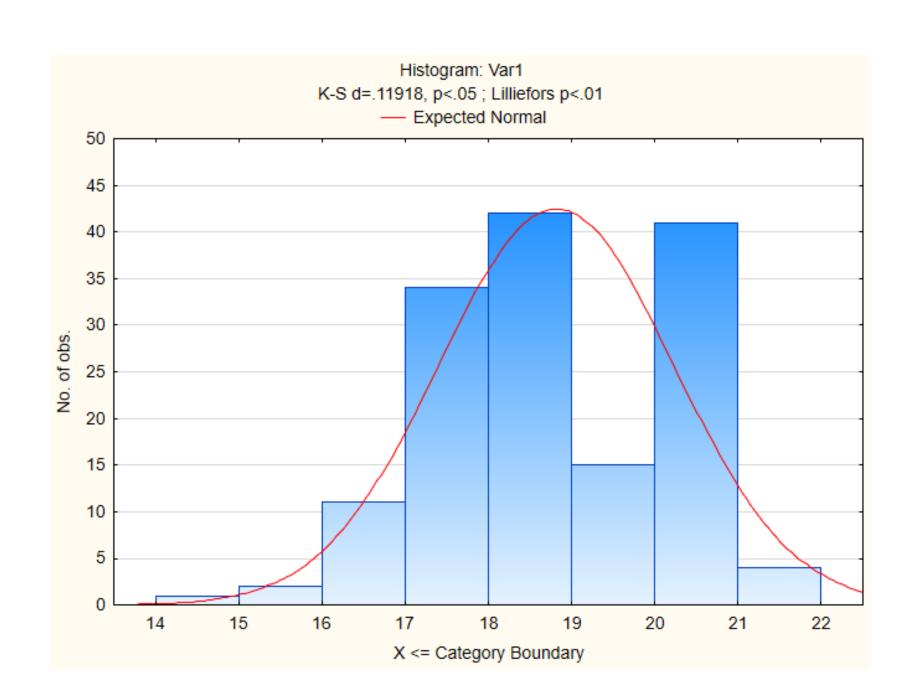


Compressed air pressure changes in the system



$$f(x) = \frac{1}{\sigma\sqrt{2\pi}}e^{-\frac{(x-m)^2}{2\sigma^2}}$$





conclusion

The main purpose of adopting an Energy Management System (EnMS) is to enable an organization to improve its energy performance, which generally includes energy use, energy efficiency and energy consumption, in a systematic approach.