

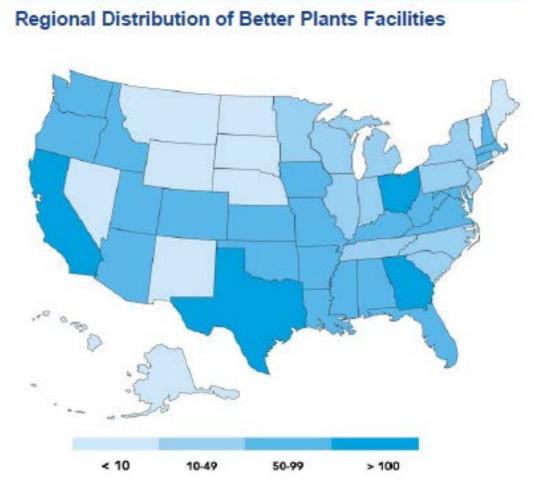
# TAPPING INTO DOE'S PORTFOLIO OF MANUFACTURING ENERGY EFFICIENCY RESOURCES

Jay Wrobel – Manager, Technical Assistance Advanced Manufacturing Office

Better Buildings Summit May 27, 2015



# Better Plants Program Overview



Better Plants consists of close to 160 partners, more than 2,300 facilities

Average energy intensity improvement is about <u>2.4%</u> per year

Cumulative savings roughly 320 Tbtus and \$1.7 billion as of 2014

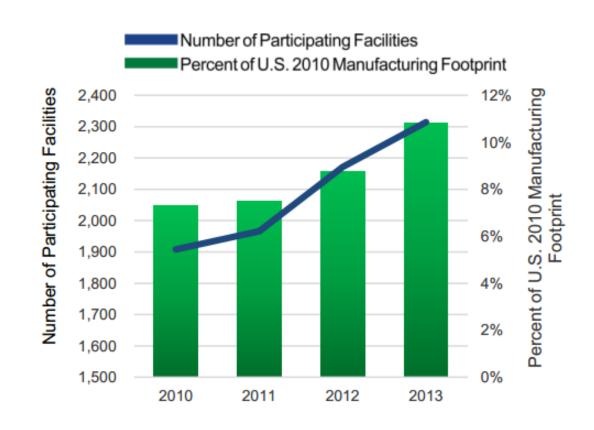




# Better Plants Continues to Grow

- 13 new Program
   Partners so far this
   year
- 9 new Challenge Partners
- >11% of the US industrial energy footprint (a doubling since 2010)!

#### **Program Growth Over Time**







# **New Better Plants Initiatives**

Water Pilot Water/Wastewater Supply Chain Expansion

**Pilot** 









# New Better Plants Program Partners

# Industrial















### Water/Wastewater

















# New Better Plants Challenge Partners

## Industrial











# Water/Wastewater











# Superior Energy Performance™



- SEP is a certification program that requires plants to meet the ISO 500 energy management standard and verify the savings they achieve
- 28 plants have been certified so far.
   Nine improved energy performance an average of 10% and saved over \$500,000 per year



ISO 50001 is a foundational tool that any organization can use to manage energy

#### **ISO 50001**

Components in place:

- Top Management
- Energy Team
- Policy
- Planning
- Baseline
- Performance Metrics

#### **Superior Energy Performance**



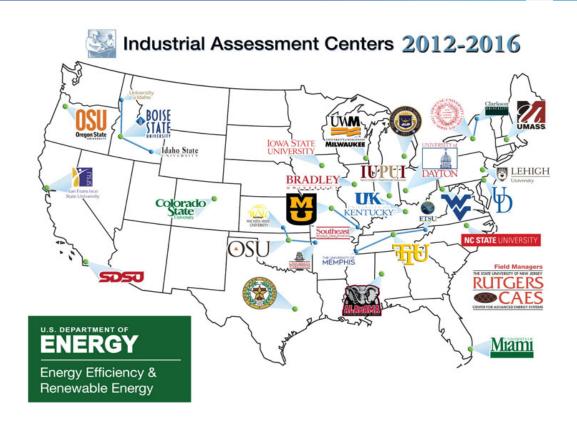
Single facility ISO 50001 conformance with verified energy performance improvement





# Industrial Assessment Centers (IACs)

- Free assessments for small/medium sized manufacturers.
- 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



Better Plants Partners receive priority access to IACs





# Combined Heat and Power (CHP) Deployment

# **CHP Technical Assistance Partnerships provide**

- Market Opportunity Analysis
- Education and Outreach

Technical Assistance



Better Plants Partners receive free CHP screenings





# Come to the Better Plants Recognition Event!

Where: Main ballroom (Salons 1 and 2)

When: 5:15-6:00 PM, Thursday evening



- Light snacks and cash bar
- Network with industry peers and Advanced Manufacturing Office (AMO) technology experts
- View posters of ongoing AMO projects





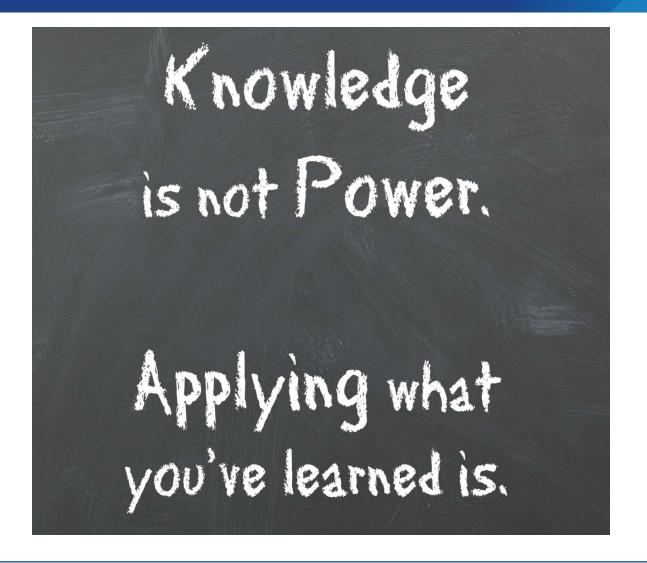
# Why are we Here?







# Why are We Really Here?







# Speakers

- Steve Schultz, Corporate Energy Manager, 3M
- Bert Hill, Health, Safety & Environmental Manager, Volvo Group North America
- Muneer Chowdhury, Energy and Environmental Efficiency Manager, Bridgestone Americas







# Superior Energy Performance Proven Pathway to Accelerate Improvement

United States Department of Energy Better Buildings Summit

May 27, 2014

# **Our Vision**

3M Technology Advancing Every Company 3M Products Enhancing Every Home 3M Innovation Improving Every Life

# Our fundamental strengths are the foundation of 3M's performance

Leveraging these assets creates value; strengthening them ensures our future



### **Technology**

Ability to share and combine elements of 3M's broad technology portfolio to produce unique, differentiated products, translating to premium margins.



### **Manufacturing**

Utilization of 3M manufacturing footprint and technology, including process trade secrets, leading to higher-performing products and lower unit cost.



# Global capabilities

Subsidiary front- and back-office footprint that allows for effective development, adaptation and commercialization of products.



### **Brand**

Brand equity in the 3M brand and in authority brands that are shared across business groups.

# 3M Has Aggressive Energy-Efficiency Goals

- Challenge '95
- Year 2000 Environmental Targets
- Environmental Targets 2005
- Environmental Targets 2010
- 2015 Sustainability Goals
- 2025 Sustainability Goals
  - 30% improvement in energy efficiency
  - 25% more of 3M electricity from renewable sources



# 3M Partnership with US Department of Energy

- The partnership between 3M Energy Management and the U.S. Department of Energy goes back to the early 1990's
- The partnership has provided 3M numerous opportunities to be on the cutting edge of programs and resources designed to help industry
- Member of U.S. Council for Energy-Efficient Manufacturing (U.S. CEEM), which collaborated with the U.S. Department of Energy on the development of ISO 50001 and Superior Energy Performance











### **Strategic Energy Management Continuum**

#### ENERGY STAR Energy Management Guidelines

- A systematic approach in preparation for ISO 50001 implementation.
- Supports medium and large companies with prior energymanagement activities.
- No ISO management system experience is necessary.

#### ISO 50001

- A structured EnMS following ISO plan-docheck-act framework.
- Supports industries with prior ISO system or energy management experience.
- Allows for third-party certification of conformance to the standard.

# **Superior Energy Performance**

- Implement ISO 50001 EnMS
- Establish additional robust energy data tracking and measurement system.
- Obtain ANSI-ANAB accredited thirdparty party energy performance verification.



**Project Focus** 

approach.

A loosely organized

project-by project

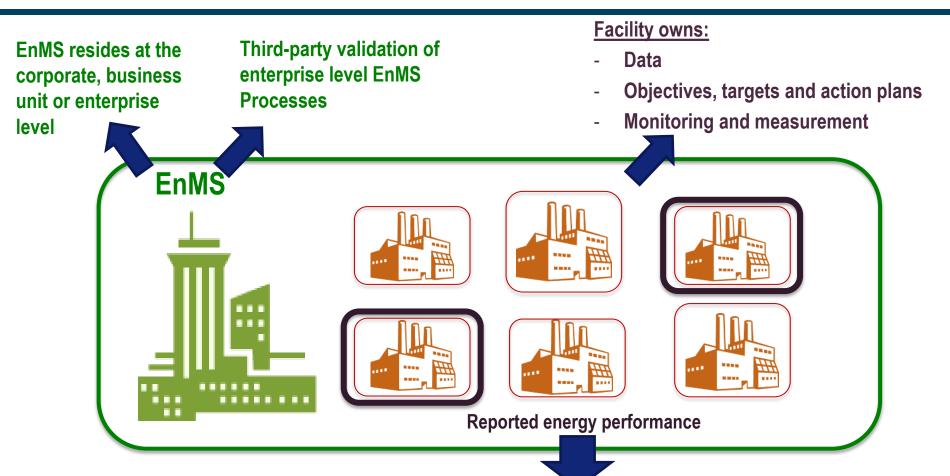
Supports facilities of

beginning to manage

any size that are

their energy.

### **SEP Enterprise Level Implementation Models**



Level 1: Third-party verification of energy performance at each facility

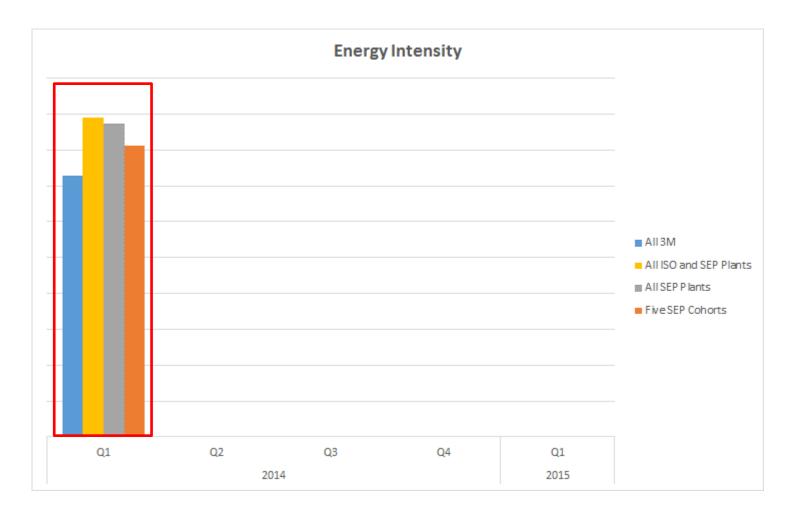
<u>Level 2</u>: Third-party verification of energy performance with sampling onsite of similar facilities

<u>Level 3</u>: Third-party validation of enterprise energy performance verification methodology with some sampling onsite

**NERGY** Energy Efficiency & Renewable Energy

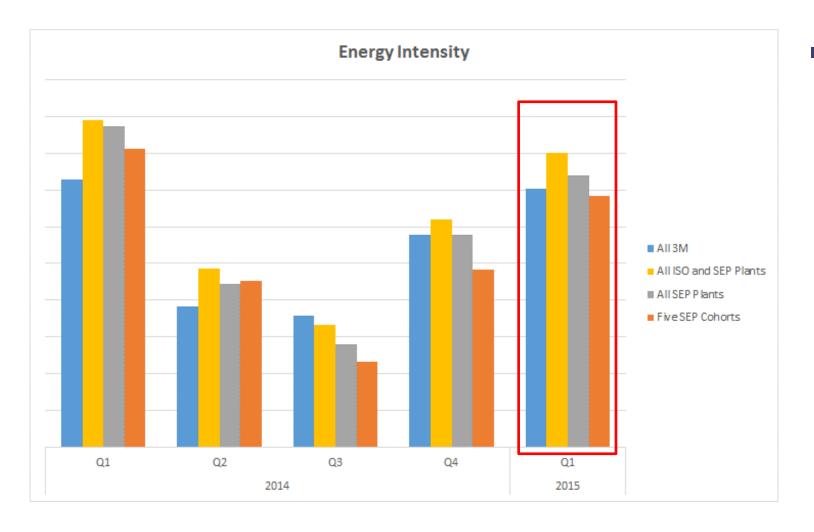
# 3M Locations Certified or Pursuing Certification

Country	Site	Latest Action	SEP Certified		
Canada	Brockville 501 (Tape)	ISO 50001 Certified	Plantinum		
Canada	London	ISO 50001 Certified	No		
Canada	Perth 301	Awaiting Stage 1 Audit	No		
Canada	Perth 302	Awaiting Stage 1 Audit	No		
France	Tilloy	ISO 50001 Certified	No		
Germany	Kempten (Ceradyne)	ISO 50001 Certified	No		
Germany	Neuss	ISO 50001 Certified	No		
Germany	Hilden	ISO 50001 Certified	No		
Germany	Kamen	ISO 50001 Certified	No		
Germany	Seefeld & Landsberg	ISO 50001 Certified	No		
Germany	Jüchen	ISO 50001 Certified	No		
Korea	Naju				
Poland	Wroclaw PSD	ISO 50001 Certified	No		
Poland	Wroclaw Automotive	December 2014			
U.K.	Gorseinon	On-hold			
U.S.	Cordova	ISO 50001 Certified	Silver		
U.S.	Aberdeen		Enterprise-wide ISO 50001 and		
U.S.	Cynthiana	Working as a group of			
U.S.	Decatur	Working as a group of	individual Superior		
U.S.	Hutchinson	CO-HOLES	Energy Performance		
U.S.	Prairie du Chien		certificates		
U.S.	3M Center				





# Results



# ■ 1Q 2015 vs 1Q 2014

- 3M global improvement of 1.7%
- 3M ISO 50001 facilities improved 5.3%
- 3M Superior Energy Performance facilities improved 7.8%
- Five SEP cohort plants in Enterprise-wide certification improved 8.1%

All data based on BTU's per pound of product



# Challenges

- Realizing the significance of the undertaking
- Enterprise-level ISO certification in a matrix organization
- Maintaining support and momentum







# VOLVO

Tapping into DOE's Portfolio of Manufacturing Energy Efficiency Resources – Industrial Assessment Centers

Bert Hill

Manager, Health Safety and Environment

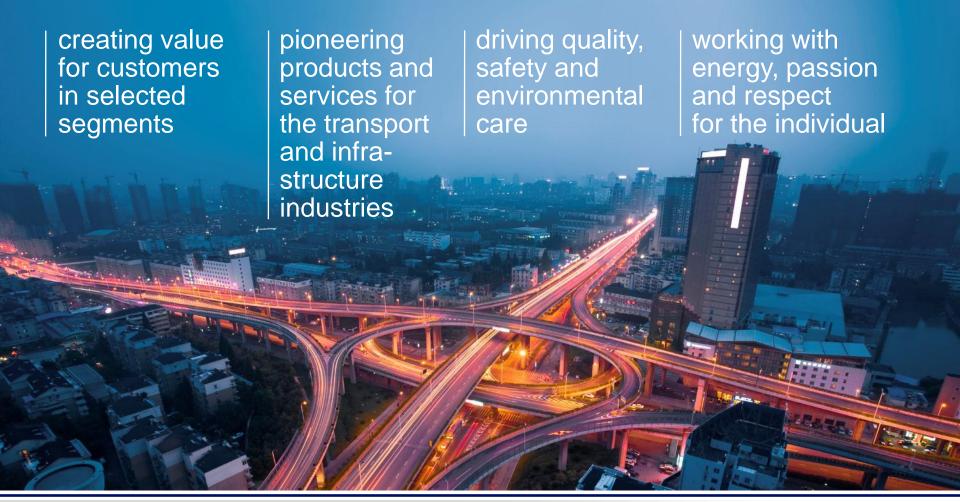
Volvo Group North America

Better Buildings Summit
June 2015



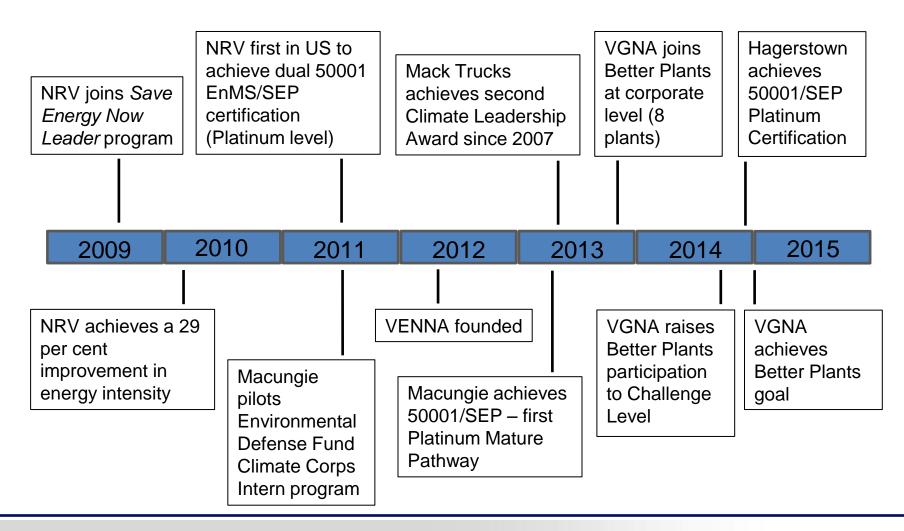
The Volvo Group is one of the world's leading manufacturers of trucks, buses, construction equipment and marine and industrial engines. The Volvo Group also provides complete solutions for financing and service.

# The Volvo Group's vision is to become the world leader in sustainable transport solutions by

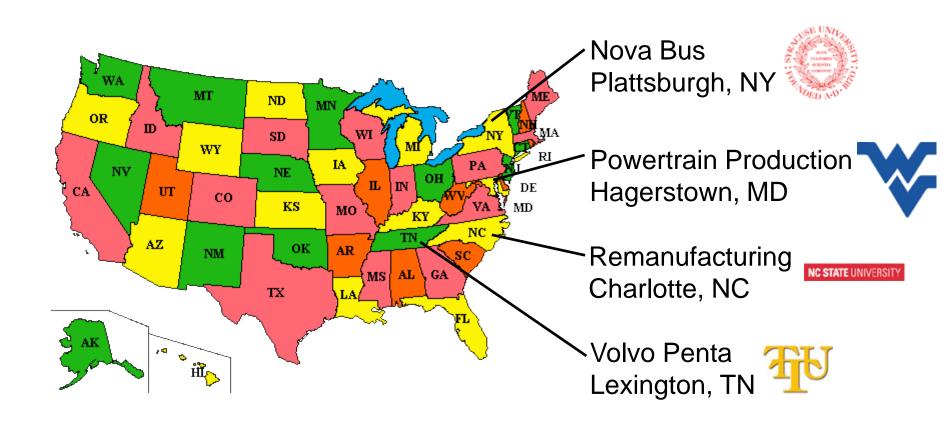




# **Volvo Group North America Energy Milestones**



# **Completed IAC Assessments**



# **IAC** Assessment summary

Facility	Scope	Potential savings identified	Average simple payback	Example Energy Saving Recommendations		
Nova Bus Plattsburgh	Production of complete buses	\$41,223 (assessment just completed)	18 months	<ul><li>Destratification fans</li><li>Rainfall harvesting</li><li>Wood pallet grinder</li></ul>		
Powertrain Hagerstown	Engine and transmission production	\$173,614	15 months	<ul><li>Self-recuperative burners</li><li>Heat recovery</li><li>Vibration analysis</li></ul>		
Powertrain Remanufacturing Charlotte	Truck engine and part reconditioning	\$17,556 (15% implemented)	17 months	<ul> <li>Re-use dynamometer cooling water</li> <li>Convert electric parts washer to NG</li> <li>Replace flexible air hoses and reduce pressure</li> </ul>		
Volvo Penta Lexington	Assembly of marine engines and drives	\$56,911 (30% implemented)	6 months	<ul> <li>Pressure pad controllers</li> <li>Replace CA blowers with air knives</li> <li>Part sensors to lower paint oven temp when not in use</li> </ul>		

# **Example Assessment Recommendation (AR)**

#### AR No. 4: Install Secondary Receiver Tank and Improve Performance of VSD

ARC# 2.4224	An	Project	Simple		
Resource	Amount	CO <sub>1</sub> (lbs)	Dollars	Cost	Payback
Electricity	684 MMBtu (200,329 kWh)	438,721	\$10,990		12
Capital	-	(*)	- 8	\$7,000 \$560	-
Labor			- 5		
Total		438,721	\$10,998	\$7,560	9 months

#### Recommended Action

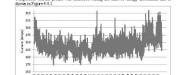
Install a secondary compressed air receiver tank for improving the performance of VSD.

The BestPractices software tool (Motodylaster+4.0) was used during the development of this assessment recommendation. The facility of encouraged to utilize these tools as part of its certinuous improvement process.

#### Background

Presently, the facility has one 360-bp main air compresser and one 337-bp back up air compresser. The main conspresser has a VED control one. That compresser operates at a frequently as has been of the compresser of the compresser operates at a frequently as has been of 50 caps for every 4 minutes in most the compressed air demand as shown in Figure 4.1. That Propuest lowing and unlossing indicates that there is no crouply compressed air strengts such bench incur her brocked by minuting a strengthy and the compresser of the compresser control case, whereas existing VED motion is subsoluting to arrange with present present and the supervise the per-formance of VED by compresser to the compresser control case, whereas existing VED motion is subsoluted to arrange all present and the interprets the per-formance of VED by compresser motion or university plants, it is criminated that the performance of VED by compresser motion with which years plants are considered that the performance of VED by the compresser control and which years are especially efficiency for systems with which years agreement of demands and which will be supported to the compression of an extra plants and the compression of account with which are demand on the compression of account properties of the compression of the compression of account properties of the compression of the compression of account properties of the compression of the compression of account properties of the compression of the compression of account properties are consistent of the compression of the compressi

#### Purpose of receiver



#### Figure 4.4.1 Current Profile of 346 hp Air Compressor

The total annual energy savings, ES, can be estimated from the following relationship:

- ES = NxPIxHPxLFxUFxCxOH/EFF

- N = sunzher of air compressors

  FF = V3D performance improvement factor, 25%, no unate

  FF = lead factor, force, force

  UF = lead factor, force, force

  vialization factor, piercet of time the compressor is working.

  CC = correspondent policy force, force

  samual hours of operation.

  EFF = correspondent policy fifth incircy, no traits

#### The energy savings for the 346-hp compressor can be given as,

- ES = 1 x 0.25 x 346 x 0.7 x 1 x 0.746 x 4,160/ 0.938 = 200.329 kWb/xr
- 684 MMB tu/yr (Note: 1 MMBtu = 293 kWh)

The annual energy cost savings, ECS, can be calculated as

- ECS = ES x (unit cost of electricity) = 200,329 kWh/yr x \$0.05486/kWh = \$10,990/yr

A compressed air receiver tank of capacity 1,500 gallons is recommended to be installed and is estimated to cost around \$5,000. A detailed engineering study needs to be conducted to implement this recommendation. For installation of the tank, it is estimated that 8 hrs of labor is necessary. This implementation cost is only to provide a rough

 $\begin{array}{l} \mbox{Implementation Cost} = \mbox{Engineering Cost} + \mbox{Cost of Tank} + \mbox{Cost of Labor} \\ = 32,000 + 35,000 + 8 \mbox{ hrs } \times $70 \mbox{kg} \\ = $7,560 \end{array}$ 

- = (Implementation Cost / Annual Savings) x 12 months/yr = (\$7.560/\$10,990) x 12 = 8.25 months  $\approx$  9 months

The cost savings of \$10,990 will pay off the implementation cost of \$7,560 in 9 months

WW0487

# **Experience with IAC Assessments**

- Timely scheduling and completion
- Enthusiastic students
- Thorough technical detail
- Outside the box thinking

# Thank you!

# One Team, ne Planet.



Bridgestone Americas' commitment to helping ensure a healthy environment for current and future generations to enjoy



### **Bridgestone Corporation**

- Founded in Japan in 1931, headquartered in Tokyo
- The world's largest tire and rubber company
- Manufactures tires and a broad range of diversified products, which includes Industrial Products, Building Products, Chemical Products and Sporting Goods.
- Products sold in more than 150 nations and territories around the world





Conveyer Belts



High Performance film



Seismic Isolation Rubber



**Bicycles** 



**Sporting Goods** 

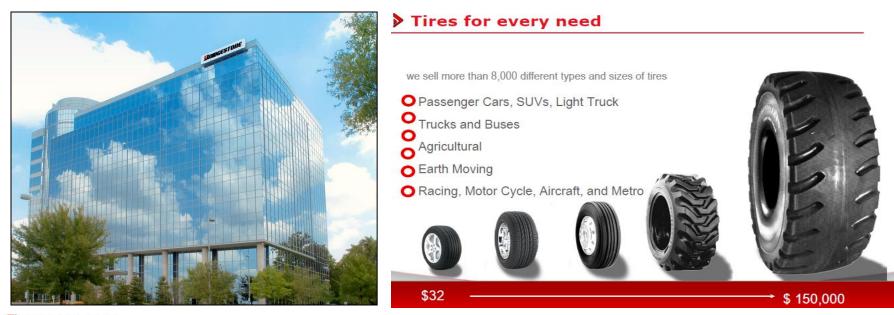


Seat pads for automobiles (Polyurethane foam)



### Brief Background of Bridgestone Americas (BSAM)

- Nashville, Tennessee-based BSAM is the largest subsidiary of Bridgestone Corporation with 50,000 teammates in North and South America.
- BSAM and its subsidiaries develop, manufacture and market a wide range of Bridgestone, Firestone and associate brand tires to address the needs of a broad range of customers, including consumers, automotive and commercial vehicle original equipment manufacturers, and those in the agricultural, forestry and mining industries.
- The company is also engaged in retreading operations throughout the Western Hemisphere and produces air springs, roofing materials, and industrial fibers and textiles.
- BSAM also operates the world's largest chain of automotive tire and service centers.



### Long-term Vision



nature

In harmony with nature (Biodiversity)

Mid-term target

2020

**Promote** ecological conservation and restoration

> Resource productivity improvement

> > Reduce emissions across products'

> > > life cycle

Long-term vision

2050 and beyond

In balance with nature (contribution > footprint)

> Towards 100% Sustainable materials

> > globally-agreed target

Contribute to (over 50% reduction)

Balancing with earth's capacity

**Bridgestone Group's** 

**Environmental Mission** 

To help ensure a healthy environment for current and future generations...

sustainable

society

**Back casting** 



Value natural resources

Value natural resources

Reduce CO2 emissions

Reduce CO<sub>2</sub> emissions

#### Bridgestone Group CO2 Reduction Goals (baseline: 2005)

- -35% reduction in CO<sub>2</sub> per sales from the company's total operations and its products' "after-use"
- -Improving tire rolling efficiency by 25% (the potential improvement in the customers' fuel efficiency exceeds all other emissions in the products' life cycle.)



### Environmental Mission | Reducing C02 Emissions



### Global goals to:

- Reduce CO2 from entire products lifecycle by 35% per sales
- Improve tire rolling efficiency by 25%, resulting in less fuel use and CO2 emissions while driving

(By the year 2020, based on a 2005 benchmark.)







## Operations | Embracing New Technologies

- Clean, efficient hydrogen fuel cells power material movers at our tire plants in Warren County, Tenn., and Aiken County, S.C.
- We reduce our energy consumption by using low energy lighting and high efficiency fans in our plants
- Through energy savings measures in our plants, the company saved Millions and continues to reduce greenhouse gasses on our way to achieving 25% reduction by 2020









### Operations | Leadership in Energy and Environmental Design

- Two Bridgestone Americas tire plants, the new Americas Technical Center in Akron,
   Ohio and a retail store in Tennessee are all LEED certified
- New Aiken OTR manufacturing facility is also being built to LEED specifications
- First tire plants in the world to earn certification
- All Bridgestone Americas manufacturing facilities are ISO 14001 certified, even those that are not required to be



Firestone Complete Auto Care Smyrna, Tenn. Gold LEED Certified





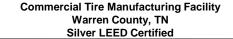
Americas Technical Center Akron, Ohio Silver LEED Certified



Warren County Plant



Passenger Tire Manufacturing Facility
Aiken, SC
Silver LEED Certified





# Combined Heat and Power Qualification Screening Results for

# Bridgestone Americas Tire Operations Wilson, NC

Isaac Panzarella, Christina Kopitopoulou

DOE Southeast CHP TAP

North Carolina Clean Energy Technology Center

North Carolina State University

October 15, 2014



#### **DOE CHP Technical Assistance Partnerships (CHP TAPs)**

#### NORTHEAST www.northeastCHPTAP.org MIDWEST Tom Bourgeois www.midwestCHPTAP.org Pace University NORTHWEST John Cuttica 914-422-4013 www.northwestCHPTAP.org University of Illinois at Chicago tbourgeois@law.pace.edu 312-996-4382 Dave Sioding Washington State University cuttica@uic.edu Beka Kosanovic 360-956-2004 University of Massachusetts Amherst Cliff Haefke sjodingd@energy.wsu.edu 413-545-0684 University of Illinois at Chicago kosanovi@ecs.umass.edu 312-355-3476 chaefk I @uic. edu **PACIFIC** www.pacificCHPTAP.org lack Clark Center for Sustainable Energy 858-244-1187 **MID-ATLANTIC** jack.clark@energycenter.org www.midatlanticCHPTAP.org lim Freihaut Gene Kogan The Pennsylvania State University Center for Sustainable Energy 814-863-0083 858-633-8561 idfl I@psu.edu gene.kogan@energycenter.org **SOUTHEAST** SOUTHWEST www.southeastCHPTAP.org www.southwestCHPTAP.org Isaac Panzarella Christine Brinker North Carolina State University Southwest Energy Efficiency Project 919-515-0354 720-939-8333 ipanzarella@ncsu.edu cbrinker@swenergy.org

**DOE CHP Technical Assistance** Partnerships (TAPs): **Program Contacts** 

Claudia Tighe CHP Deployment Lead Office of Energy Efficiency and Renewable Energy U.S. Department of Energy Phone: 202-287-1899 E-mail: daudia.tighe@ee.doe.gov lamey Evans Project Officer, Golden Field Office Office of Energy Efficiency and Renewable Energy U.S. Department of Energy Phone: 720-356-1536 E-mail: jamey.evans@go.doe.gov

Patti Welesko Garland CHP Technical Support Coordinator Oak Ridge National Laboratory Supporting, Office of Energy Efficiency Supporting, Office of Energy and Renewable Energy U.S. Department of Energy Phone: 202-586-3753 E-mail: garlandpw@ornl.gov

Ted Bronson DOE CHP TAPs Coordinator Power Equipment Associates Efficiency and Renewable Energy Phone: 630-248-8778 E-mail: tlbronsonpea@aol.com

# CHP Technical Assistance Partnerships

# **Key Activities**

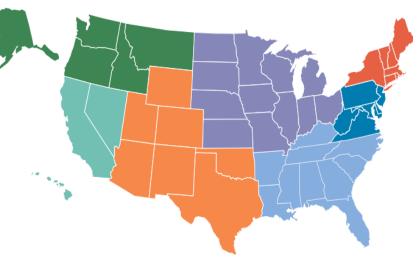
#### Market Opportunity Analysis.

Supporting analyses of CHP market opportunities in diverse markets including industrial, federal, institutional, and commercial sectors

Education and Outreach. Providing information on the energy and non-energy benefits and applications of CHP to state and local policy makers, regulators, end users, trade associations, and others.

#### Technical Assistance.

Providing technical assistance to end-users and stakeholders to help them consider CHP, waste heat to power, and/or district energy with CHP in their facility and to help them through the development process from initial CHP screening to installation.



http://eere.energy.gov/manufacturi ng/distributedenergy/chptaps.html

# DOE CHP TAP Technical Assistance Process

Screening and Preliminary Analysis

**Feasibility Analysis** 

Investment Grade Analysis Procurement, Operations, Maintenance, Commissioning









Quick screening questions with spreadsheet payback calculator.

Uses available site information.
Estimate: savings, Installation costs, simple paybacks, equipment sizing and type.

3<sup>rd</sup> Party review of Engineering Analysis. Review equipment sizing and choices. Review specifications and bids, Limited operational analysis



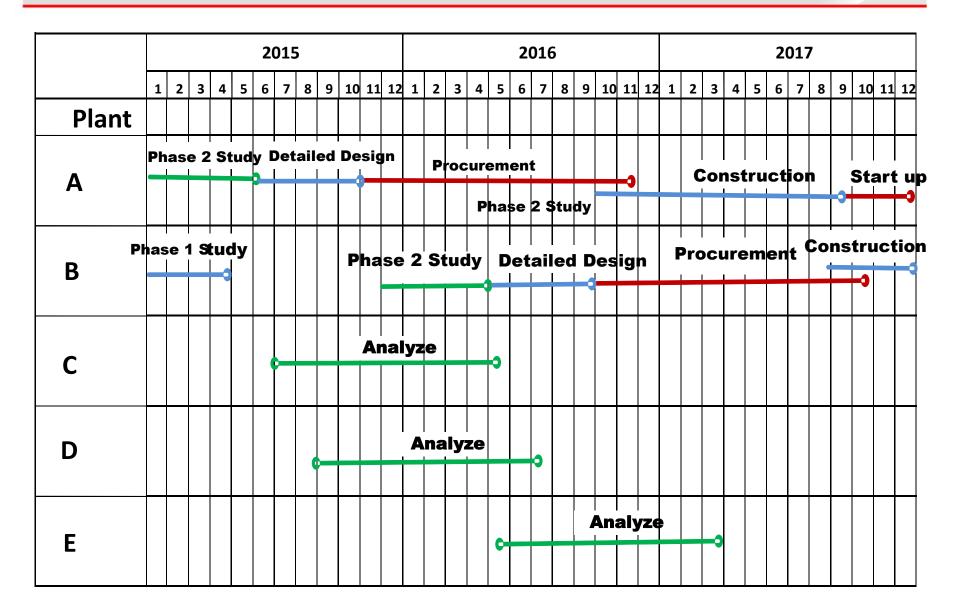
# DOE CHP TAP Findings

# Preliminary Assessment

SBU	PLANT	Generator	Investment	ROI, years, Range, simple with CHP only (2)	CO2 reduction		Cost saving/yr including
		MW	М\$		TM-Co2/Y	Comments	M\$/Yr
Tire Plants	Α	10	22	7.10	(21,000.)	Study by DOE screening 1/30/15	2.50
	В	8	16	12.90	(17,500.)	Delayed for longer payback	1.50
	С	10	22	16.90	(21,000.)	Study by DOE screening 1/30/15	1.10
	D	14	25-30	5.90	(25,000.)	Phase 2 Study underway	7.00



## **CHP Project Schedule**





# **Initial Objectives**

- Reduce impact of unplanned electricity outages
- 2. Achieve related energy savings
- 3. Meet BSI Corporate carbon emissions reduction target
- Benefit from NC State Tax Credit and Federal Tax Credit incentives

# CHP Screening: 18.2 MW Gas Turbine



Fuel Consumption 193.9 MMBtu/hr

18.2 MW Gas Turbine CHP System Electricity to Facility 17.6 MW (60.1 MMBtu/hr equiv.)

Thermal to process: 80.85 MMBtu/hr Steam: 66,967 lb/hr

**CHP Performance Summary** 

Unrecovered heat: 0

Fuel Consumption	Electricity to Facility		Annual Efficiency
1,698,394 MMBtu/year	154,315 MWh/year 526,524 MMBtu/year	708,307 MMBtu/year	72.7 %

# Business Energy Investment Tax Credits for CHP

Federal: Credit is equal to 10% of expenditures, with no maximum limit stated. Eligible CHP property generally includes systems up to 50 MW in capacity that exceed 60% energy efficiency, subject to certain limitations and reductions for large systems. This credit applies to eligible property placed in service after October 3, 2008.

State: Tax credit equal to 35% of expenditures with a maximum of \$2.5 million per installation. The allowable credit may not exceed 50% of a taxpayer's state tax liability for the year, reduced by the sum of all other state tax credits. The credit is taken in five equal installments beginning with the year in which the property is placed in service. If the credit is not used entirely during these five years, the remaining amount may be carried over for the next five years.

Depreciation: Under the federal Modified Accelerated Cost-Recovery System (MACRS), businesses may recover investments in certain property through depreciation deductions. CHP technologies are classified as five-year property. The depreciation schedule used is: 20%, 32%, 19.2%, 11.52%, 11.52%, 5.76% in years 1 - 6 respectively.\*

Visit DSIRE – The database of policies and incentives for renewable energy and energy efficiency at <a href="https://www.dsireusa.org">www.dsireusa.org</a> for details and references.

# Findings and recommendations

# Findings:

- •Installing a Gas Turbine CHP system can produce nearly all the electricity and thermal needed for facility.
- Simple paybacks range from 5.9 years w/out incentives to 3.7 years w/ incentives.
- Significant reduction of carbon emissions of 53% associated with site electric and boiler fuel consumption.

# Recommend feasibility analysis to:

- Refine inputs and operating conditions.
- Better evaluate current and new utility rates, including natural gas infrastructure upgrades if required.
- •Accurately model economic performance.



# Real pleasure for the opportunity

# **THANK YOU**