

# **Emerging Energy Strategies**

## **ENERGY SOLUTIONS FOR TODAY'S CHALLENGES**

Patrick J. Sweeney, PE D. Daryl Bishop, CEM



Pepco Energy Services 1300 North 17th St. Suite 1600 Arlington, VA 22209 PepcoEnergy.com

## **EMERGING ENERGY STRATEGIES & TRENDS**

- 1. Energy Efficiency & Energy Performance Contracting (EPC)
- 2. Energy Enterprise Zones
- 3. Micro and Co-Generation
- 4. Renewable Resources
- 5. Thermal Energy Storage
- 6. Grid & Device Intelligence



## STRATEGY 1: THE CASE FOR ENERGY EFFICIENCY

# Lowest Cost Per kWh Implemented:

- Efficiency Projects: \$0.04 \$0.06 per kWh
- On-Site Generation: \$0.10 \$0.25 per kWh



Solar (PV): \$0.35 - \$0.60 per kWh

It also tends to be the Greenest due to avoided generation...

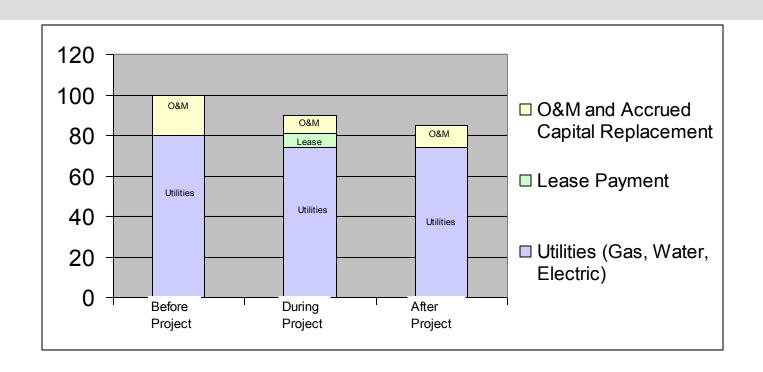


## STRATEGY 1: EFFICIENCY & EPC

- A self-funding, fixed-term procurement process
- Energy savings fund for Energy Conservation Measures (ECMs)
- A budget-neutral way for private and publicly funded institutions to procure needed energy improvements
- 42 states and the Federal Government employ Performance Contracting as a routine means of implementing Efficiency



## **ENERGY PERFORMANCE CONTRACT – HOW IT WORKS**



- Many Projects Can Be Self-funded by the Utility Savings They Identify
- Energy Savings Identification Goal of 20% 50% over 10 15 year payback term



#### **EXISTING BUILDINGS - ENERGY OPTIMIZATION**

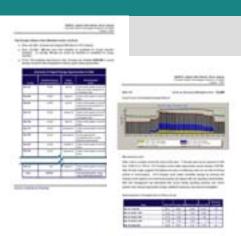
- Must embrace optimization as the ongoing process of review and adjustment in order to improve infrastructure while reducing costs
- The Facility energy plan is that which helps sustain this effort going forward
- Need Organizational Commitment to look beyond just a few years...

Paramount to Bringing Buildings into the 21<sup>st</sup> Century is Upgrading the Energy Infrastructure



## **ENERGY ACCOUNTING**

Review Historical Energy Consumption



- Identify Energy Mix & Don't Forget Water!
- Method to Record, Analyze, Track and Report Use and Costs
- Need is based on the premise that you "cannot manage what you cannot measure"
- Be prepared to slay a few sacred cows…



## **DEVELOP THE TEAM**

- Energy Optimization is a Team Sport
- Team Should Reflect the Entire Organization
- Appoint a Strong Leader
- Set Goals
- Engage the Entire Organization in the Implementation



## **DEVELOP A TOOL KIT**

- Benchmarking
- Training
- Audits
- Software
- Models
- Energy Education
- Other:
  - Financing, Purchasing Options, Promotions, Grants







## **CREATE AN ENERGY PROFILE**

#### **Detailed Understanding Key Facility Energy Assets:**

- ✓ Lighting
- ✓ Water
- ✓ Motors and Pumps
- ✓ Generators
- ✓ Direct Digital Controls- Web based with remote
- ✓ Plug Load survey
- ✓ Building Envelope
- Demand Response
- ✓ Maintenance Costs



## **BEGIN WITH AN ENERGY AUDIT**

#### Preliminary Audits ~

Help Locate Your Quickest Payback Items

#### Detailed Audits

 Fine Tune Recommendations and Require Organizational Input and Assistance





## GOAL - A SUCCESSFUL PROJECT- EXAMPLE

#### ROANOKE COUNTY PUBLIC SCHOOLS

This project for the last 3 years has exceeded savings projections by a large margin. Last year savings were 35% greater than the base year.



ECM#	ECM Description	Cost	Anr	nual Savings	Simple Payback
1	Lighting	\$ 1,281,341	\$	189,365	6.8
2	Water	\$ 493,844	\$	49,087	10.1
3	EMCS Upgrade	\$ 2,026,914	\$	129,501	15.7
4	Plug Load	\$ 152	\$	24,147	0.01
5	Vending Miser	\$ 28,293	\$	6,216	4.6
TOTAL PROJECT		\$ 3,830,545	\$	398,316	9.6

## STRATEGY 2: ENERGY ENTERPRISE ZONES

- Centralized Thermal and Power Generation Plant
- Plant Capacity
  - Chilled Water: 53,800 tons
  - Steam: 840 mmBtu/hr
  - Serves 8 Commercial Clients
  - Adding 7MW of Onsite Power Generation



- Stand-Alone Facilities
  - Atlantic City Convention Center
  - Trump Marina Casino Resort
  - Trump Taj Mahal



#### STRATEGY 3: MICRO & CO-GENERATION

- Commercial, Industrial, Public and Private...
- All can Benefit from Decentralized Generation...
- <u>Example NIH</u>: One of the Largest Co-generation
  Power Plants ever Built for the Federal Government
  - \$55 million of Cost Savings Over 15 Years
  - 75 Buildings Over 300-acres
  - 23-megawatt Gas-fired Co-generation Plant and Substation
  - Provides 180,000 pph of Dry, Saturated SteamCut Energy Costs by \$55 million Over 15 Years





## STRATEGY 4: RENEWABLE RESOURCES

- <u>Example Biomass</u>: Methane Gas is Harvested from Landfill
  - Gas is processed to purify
  - It is then burned to produce electricity
- Considered a Renewable Source
- 5MW in Operation
- 6MW in Construction
- 14MW in Development throughout Mid-Atlantic







## **SOLAR PROJECTS**

#### Renewable Energy Project

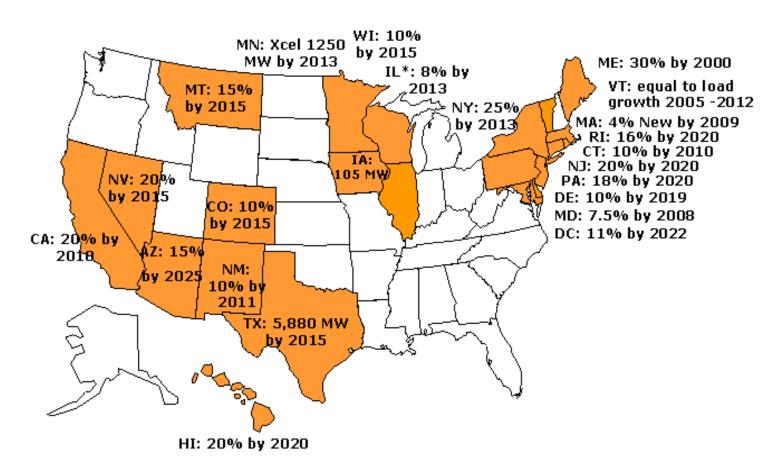
- 20-year power purchase agreement (PPA)
- Installation of a 2.37 MW rooftop solar power system
  - Among Largest Solar Rooftop Installations in US
- 13,486 monocrystalline solar panels covering two-thirds of the main roof, or approximately 266,000 square feet
  - Capable of producing 26 percent of the convention center's annual electrical consumption
  - Zero emissions solar technology
- A web-based communications kiosk located in the main lobby of the Convention Center
  - Remote Monitoring of System Performance







## Renewable Portfolio Standards



<sup>\*</sup> IL implements its RPS through voluntary utility commitments



#### STRATEGY 5: ENERGY STORAGE

- <u>Example NC State</u>: Largest EPC Ever Awarded by State of North Carolina
- Shifts large Demand from Day to Night
- Serves 22 Buildings
- Generates \$25 Million in Utility Savings Over
  12 Years
- Re-commission and Expand District Cooling System
- 3,000 Tons of New Cooling Capacity
- 3 Million Gallons of Thermal Storage
- System Recharges at Night and Circulates cool water during the day





## STRATEGY 6: GRID & DEVICE INTELLIGENCE

- Improved Grid Power Monitoring & Management
- Smart Meters for Utilities monitoring & Control
- Standby Generation
  - Remotely control generation and control systems for Demand load-shedding operations and routine exercising
- Client / Server Solutions customer owned server and software for site power management





#### **CONTACT INFORMATION**

While we are waiting for that next great energy source, there are many strategies we can we can employ....

Patrick J. Sweeney PE

D. Daryl Bishop, CEM

Pepco Energy Service 1300 N. 17<sup>th</sup> Street Arlington, VA 22209 1.703.253.1800 www.pepcoenergy.com

