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# Energy Management Programmes: Lessons learnt from evaluations in Denmark, Ireland and Sweden

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#### **Presentation Outline**

- 1. Why energy management systems (EnMS)?
- 2. Research Aim and Methodology
- 3. Overview of three countries' programmes
- Drivers and mechanisms for effective EnMS implementation
- 5. Lessons learnt from evaluations





# Importance of energy management systems (EnMS)

- A tool for driving continuous improvement of energy performance
  - Active across different divisions within a company
  - Commitment by top management is integral with EnMS
  - Helps measure energy use, and identify and prioritise practices and technologies
- Can deliver significant co-benefits
  - Taking these into account reduces payback times
- New focus on ISO 50001 and how governments can promote its adoption



## Research Aim and Methodology

 Aim of the paper: provide lessons learnt on how governments can encourage widespread adoption of EnMS

#### Method

- Focus on 3 countries with good EnMS experience
- Synthesis of evaluations: government reports, academic papers, comparison studies
- Develop a framework that identifies key elements of programmes supporting EnMS (i.e. EnMPs)



#### Results: selection of evaluations...

- Sweden: Programme for Energy Efficiency in Energy-Intensive Industries (PFE)
  - Björkman & Petersson, 2011. ECEEE Summer Study.
  - Swedish Energy Agency, 2011
  - Petersson, 2011. ECEEE Summer Study
- Denmark: Agreement on Industrial Energy Efficiency (DAIEE)
  - Danish Energy Authority, 2002
  - Ericsson, 2006
  - Gudbjerg, 2011 ECEEE Summer Study
- Ireland: Large Industrial Energy Network (LIEN) and Energy Agreements Program (EAP)
  - O'Sullivan
  - SEAI, 2010.



# Overview of three countries' programmes

	Denmark	Sweden	Ireland
Voluntary EE programme	DAIEE	PFE	LIEN and EAP
EnMS mandatory in?	2001	2004	2006
Coverage (as a proportion of final industrial demand)	65% (2005 figure)	55%	50%
Estimates of savings achieved*	10-15% during the first years of EnMS implementation. 2.7% annual savings. 2.4 PJ 1996-2003	Gross annual electricity savings of 1.45 TWh per yr or 5% savings over 5 years	(LIEN) Annual energy savings of 2% per year. 5.2% EE improvement in 2008.

<sup>\*</sup>see full paper for more information, references and assumptions



#### Denmark

Drivers & Incentives

- Tax rebates
- Subsidies for independent audits and Special Investigations (up to 50% of cost)

Mechanisms for effective EnMS implementation

- Mandatory Special Investigations
- Training, direct technical assistance
- Must implement measures < 4 yr PB
- Workshops and seminars
- Case studies and guidelines

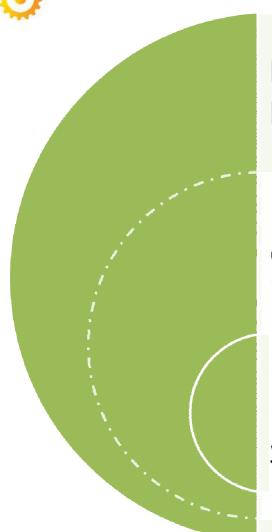
Energy Management Systems

- Mandatory within voluntary programme since 2001
- National and EU standard initially
- Transitioning to ISO 50001

Adapted from: Reinaud, Goldberg and Rozite, 2012



### Sweden



Drivers & Incentives

Mechanisms for effective EnMS implementation

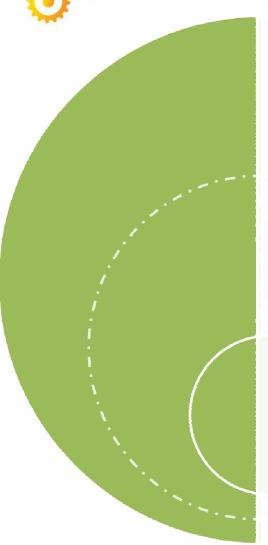
Energy Management Systems Tax rebates

- Mandatory Energy Reviews,
   Procurement and LCC
- Training on the above
- Must implement measures < 3 yr PB
- Workshops and seminars
- Manuals on EnMS
- Mandatory within voluntary programme since 2004
- National and EU standard initially
- Transitioning to ISO 50001

Adapted from: Reinaud, Goldberg and Rozite, 2012



#### Ireland



Drivers & Incentives

Mechanisms for effective EnMS implementation

Energy Management Systems

- Extensive support
- Peer-to-peer exchange
- Grants for Special Investigations
- Special Initiatives
- Mandatory Special Investigations
- Training, direct technical assistance
- Workshops and networking
- Guidelines, benchmarks, tools, case studies
- Mandatory within voluntary programme since 2006
- National and EU standard initially
- Transitioning to ISO 50001

Adapted from: Reinaud, Goldberg and Rozite, 2012



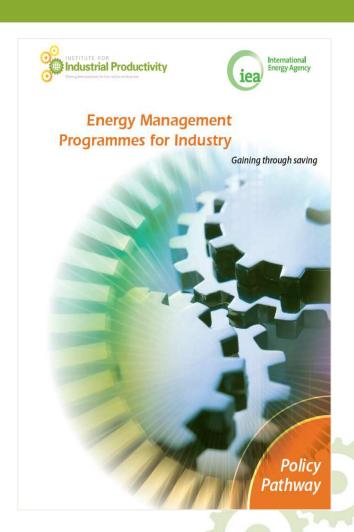
#### Lessons learnt from evaluations

- Uptake of EnMS is correlated with a well designed energy management programme and linked to a policy package
- Companies witnessed clear benefits from EnMS implementation
- Attribution of energy savings to EnMS is difficult
- Greater staff capacity to manage energy thanks to EnMS
- EnMS is a management issue
- Quality assurance devolved to certification bodies
- Lessons from 3 countries' programmes could benefit policy makers in other countries considering developing EnMPs.



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