Carbon, Energy & Climate Conference W.K. Kellogg Biological

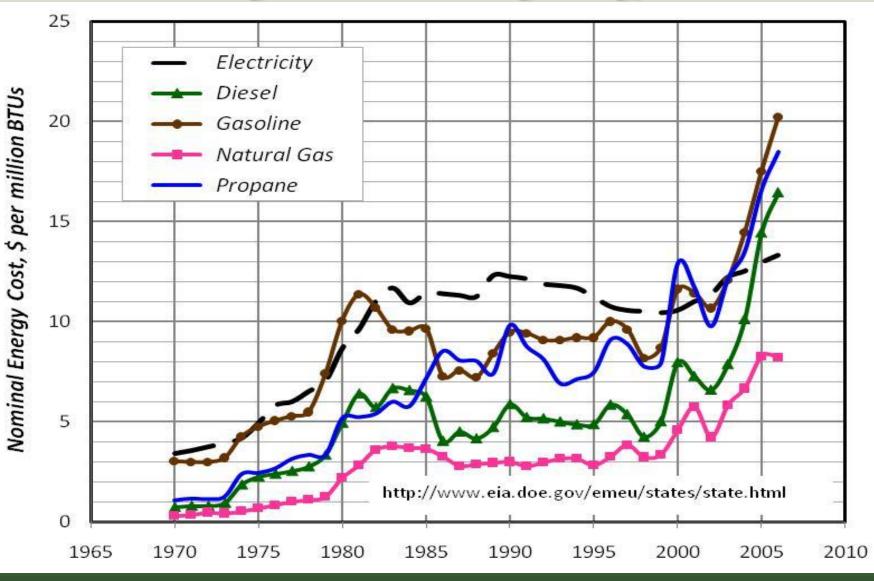
On-Farm Energy Audits: Efficiency and Savings MI Farm Energy Audit Program



Aluel S. Go

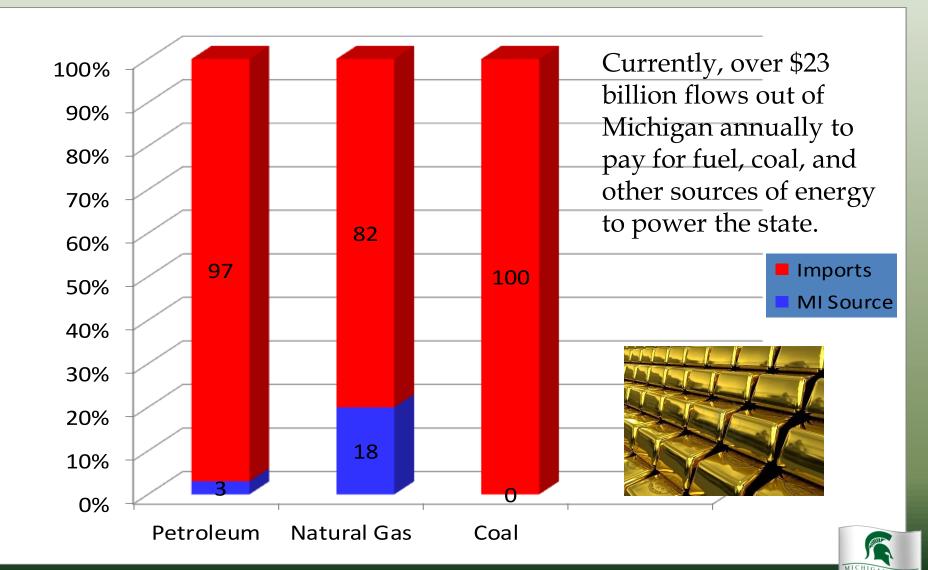


Michigan Surge of Energy Costs How it got stated - Rising Energy Costs



North Central Region SARE Grant, 2011

Michigan Energy Sources We got hit hard - Net energy importer



MICHIGAN'S LEADING INDUSTRIES

Manufacturing
Agriculture (\$74B)

Tourism
Services

Forestry & Lumber



Michigan's Energy Efficient Status

2010: MI Farm Energy Audit Program generated 7.3% of projected State saving at 0.1% of the cost. 2003-2006: Bottom 5 States in USDA-REAP energy efficiency projects.

2011: Top 5 States in USDA-REAP energy efficiency projects.

2010: Most improved energy efficient State. Up to #17, from #27 in 2009 (ACEEE – 10/20/11).

Spent \$91.5 M in energy efficiency promotion programs with a projected savings of 410M KWh.

MI Farm Energy Audit Program

Dairy (MMPA, DFA) Greenhouse (Univ. of Wisconsin) Irrigation (Univ. of Nebraska) Grain Drying (Purdue University) **Poultry** Hogs **Others Rural Businesses Renewable Energy Assessment**



What is a Farm Energy Audit?

A Farm Energy Audit is an essential management tool in developing a comprehensive energy plan for your farm or rural business.

- It can pinpoint areas for reducing energy costs and energy use.
- It helps prioritize implementation projects based on energy efficiency improvements, payback period, capital outlay or implementation duration and complexity.
- A farm energy audit can also improve operational efficiency as well as identify potential areas for renewable energy application.
- Certified Farm Energy Audits are required for participation is State, Federal and Utility energy efficiency programs.



Not All Energy Audits Are The Same

Energy Audits

1. Farm/Rural Business Energy Audit (PE, CEM, State Certified Auditor)

http://maec.msu.edu/farmenergy



- 2. Industrial/Commercial Energy Audit (PE, CEM) Industry Standards – level I, II, III
- 3. Home/Residential Energy Audit

BPI RESNET Homeworks w/ Energy Star



Expectations On Our Energy Audits

An energy audit is an important management tool. However, implementation of the recommended ECM's to save energy or increase productivity is the ultimate goal.

It integrates mgmt.'s preferences and uses a "whole enterprise" approach in developing ECM's or operational adjustments.

An energy audit must be conducted on-site by the certified auditor. Remote auditing via surveys/questionnaires or third party representatives (despite training) does not adequately capture the management and operational/situational uniqueness inherent in all enterprises.

We strive to develop energy audits that attain tier II level standards based on the ASABE and ANSI standards for farm energy audits.

Integration of Federal, State and Utility funding options. Auditor and farmer feedback.



4

2 Competed Funding Application Packet

Funding Source, Competitive Edge

Funding Approval

> Reliable Local Supplier/Dealer and Installer

3

Implemented ECMs and Verification Funding Requirements. Reliable Technical and Application Assistance

ASABE/ANSI S612 Certified and Effective Farm Energy Auditors



Certified Farm

Selling Points For A Tier II Farm or Rural Business Energy Audit



Selling Point #1:

Reduced Energy Costs/Increased Profits



2010 Energy Audits and Renewable Energy Assessment

	2010	Totals (includes electric and fuel)		
No	Operation	Savings (kWh)	Dollar Equivalent	Average Savings
41	Dairy Farms	2,684,923	\$293,046	\$7,147
6	Greenhouse	5,406,067	\$605,335	\$100,889
7	Grain Drying	772,772	\$111,352	\$15,907
7	Miscellaneous	1,103,048	\$64,461	\$9,209
12	Rural Business	2,037,030	\$205,573	\$17,131
12	Renewable Energy	18,229,425	\$478,525	
85	Total	30,233,266	\$1,758,293	

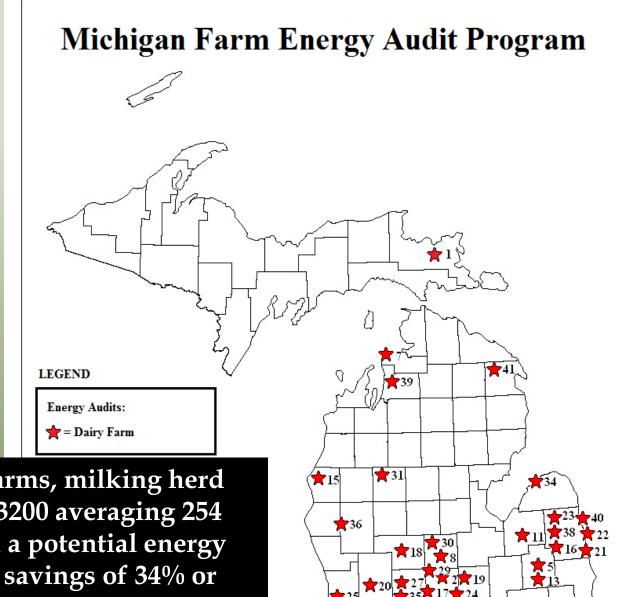
2011 Energy Audits and Renewable Energy Assessment

	2011	Totals (includes electric and fuel)		
No	Operation	Savings (KWh)	Dollar Equivalent	
24	Dairy Farms	1,447,272	\$167,425	\$6,976
9	Greenhouse	8,652,103	\$860,316	\$95,591
6	Grain Drying	778,055	\$88,650	\$14,775
8	Miscellaneous	559,684	\$56,897	\$7,112
8	Rural Business	9,971,598	\$945,323	\$118,165
21	Renewable Energy	576,560	\$292,026	
76	Total	21,985,272	\$2,410,637	

Michigan Farm Energy Audit Results (Dairy)







26

10

73

12 33

🛨 9 🕇 32

†6**†**42

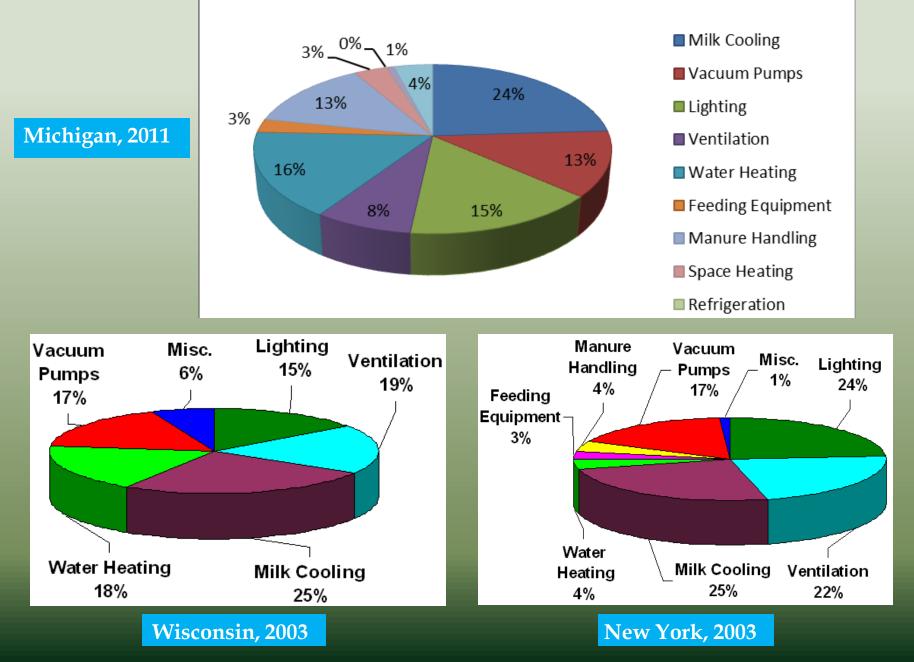


53 dairy farms, milking herd size 35 to 3200 averaging 254 cows with a potential energy efficiency savings of 34% or \$7,084 annually.

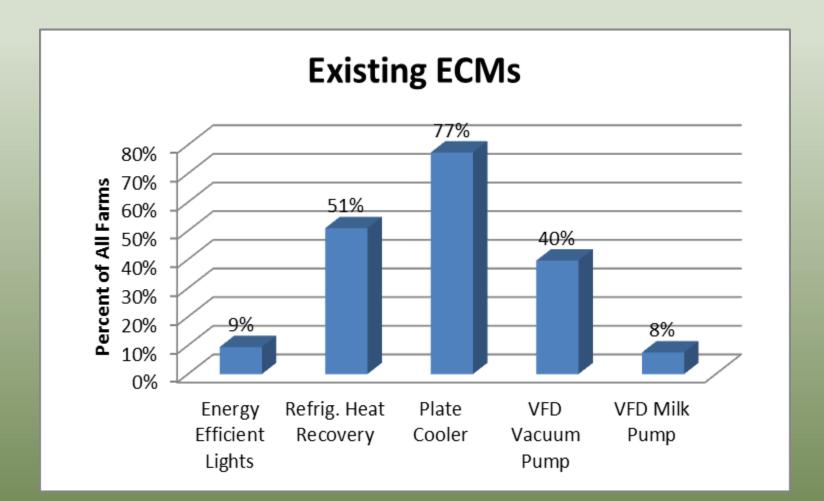
Energy Use in MI Dairy Farms

- Milking herd size from 35 to 3200 averaging 254 cows with a potential energy efficiency savings of 34% or \$7,084 annually.
- Average milk production per cow 24,703 pounds/cow/yr. (18% greater than the 2010 USDA average)
- The top six categories represented 89% of all energy consumed on the audited farms. The were milk cooling, water heating, lighting, manure handling, vacuum pumps, and ventilation.
- Over half of the farms audited had recommendations to conserve energy in lighting, milk cooling, water heating, and vacuum pumps.

Energy Use by Equipment Category

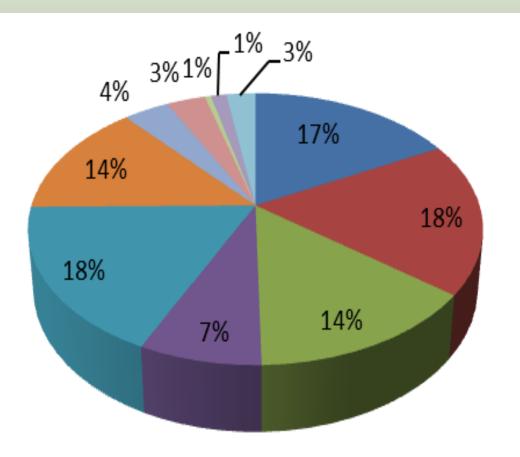


Existing Energy Conservation Measures



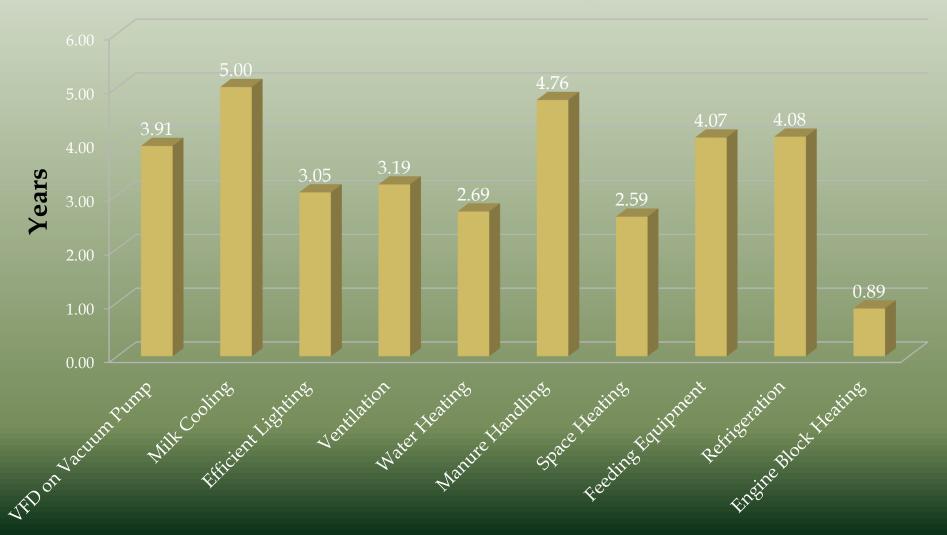
The most prevalent ECM in place for all the audited farms was milk plate precoolers (77%), followed by refrigeration heat recovery (51 %) and VFD on the vacuum pump (40%).

Energy Use by Category



- VFD on Vacuum Pump
- Milk Cooling
- Efficient Lighting
- Ventilation
- Water Heating
- Manure Handling
- Space Heating
- Feeding Equipment

Average Payback for Proposed ECMs (Dairy)

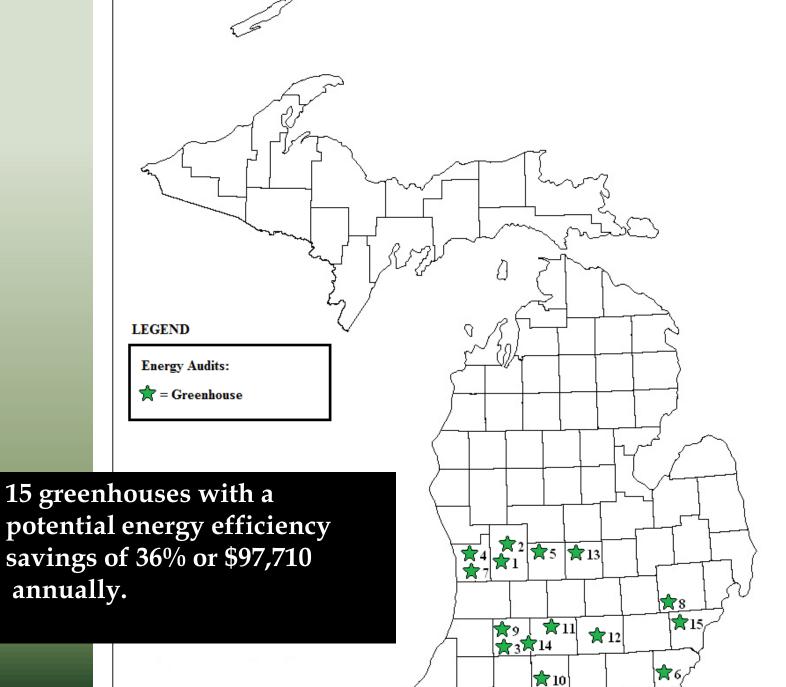


Michigan Farm Energy Audit Results

(Greenhouse)







Energy Use in MI Greenhouses

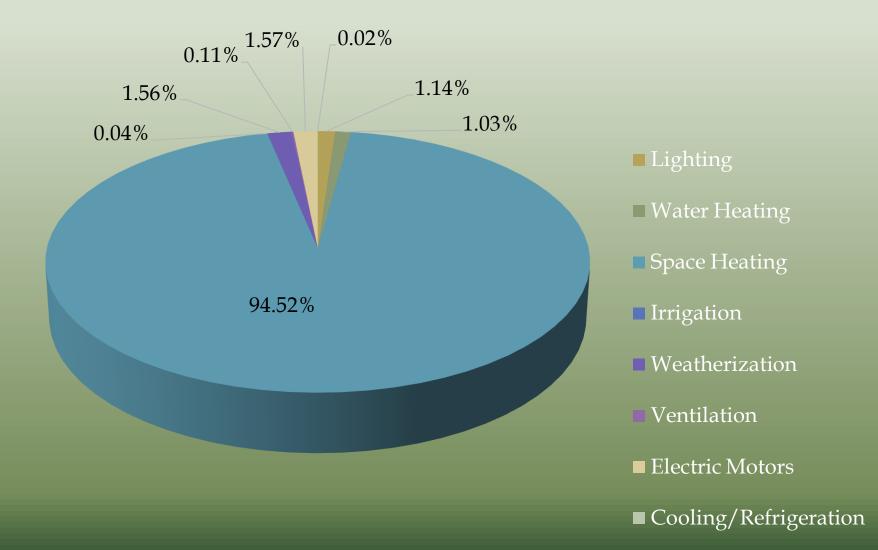
- Potential energy efficiency savings of 36% or \$97,710 annually.
- The top six categories represented 99% of all energy consumed on the audited greenhouses. The were space heating, electrical motors, weatherization, lighting, and water heating.
- Over half of the farms audited had recommendations to conserve energy in space heating and energy curtains.

Energy Use on Michigan Greenhouses

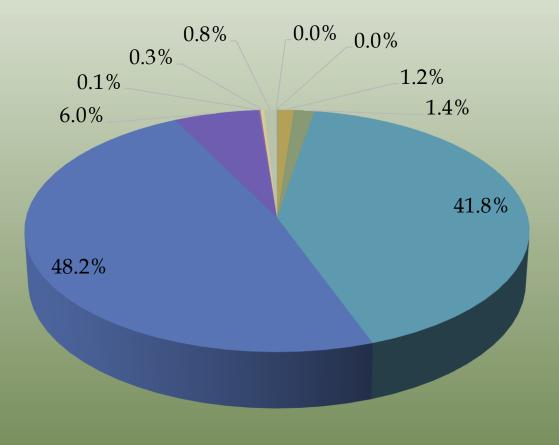
Space Heating	(94 %)
Electrical Motors	(1.6 %)
Weatherization	(1.6 %)
Lighting	(1.2 %)
Water Heating	(1.0 %)
Ventilation	(0.4 %)

Irrigation (0.2%)

Energy Use by Category



Classifications of ECM Savings



■ Lighting ■ Water Heating Space Heating Energy Curtains Weatherization Alternative Energy Ventilation Electrical Motors Electrical Service Cooling/Refrigeration



Michigan Farm Energy Audit Results (Grain Drying)

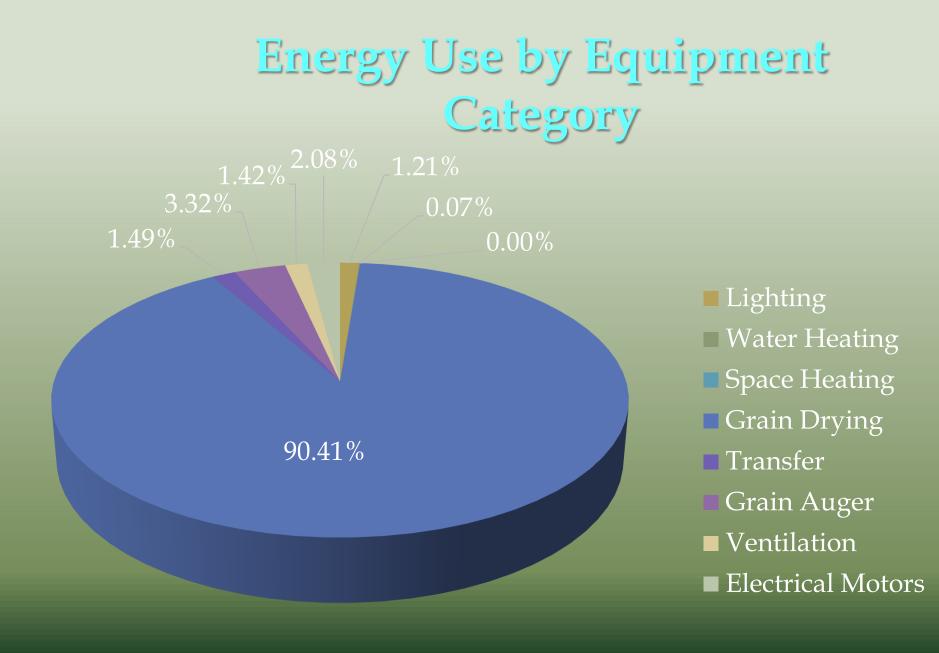


Energy Use in MI Grain Drying

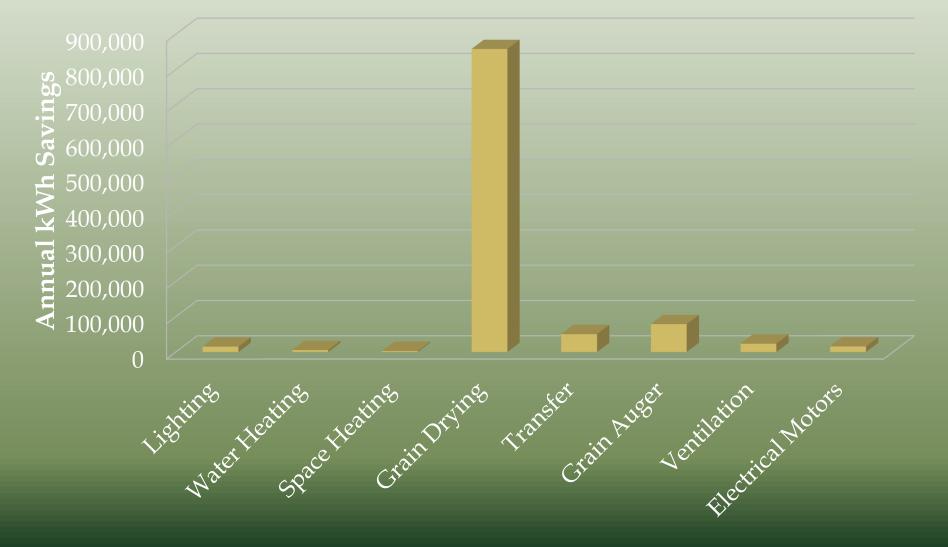
- Potential energy efficiency savings of 26% or \$12,951 annually.
- The top six categories represented 99% of all energy consumed on the audited greenhouses. The were grain drying, grain augers, electrical motors, transfers, ventilation, and lighting.
- Over half of the farms audited had recommendations to conserve energy in grain drying and lighting.

Energy Use on Michigan Grain Drying

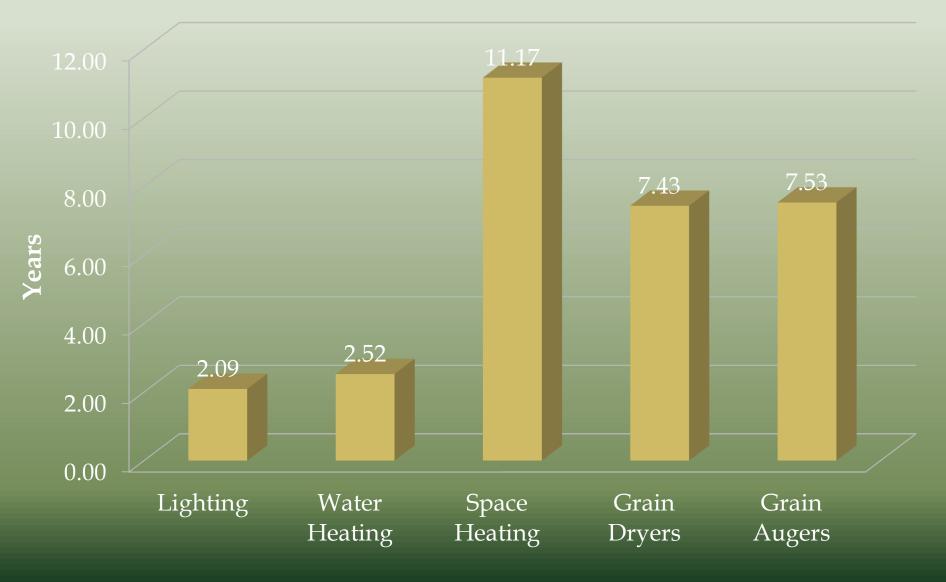
Grain Drying	(90 %)
Grain Augers	(3%)
Electrical Motors	(2%)
Transfers	(1.5%)
Ventilation	(1.5%)
Lighting	(1%)
Water Heating	(0.5 %)
Space Heating	(0.5 %)



Energy Savings for Recommended ECMs (Grain Drying)



Average Payback for Proposed ECMs



Selling Point #2:

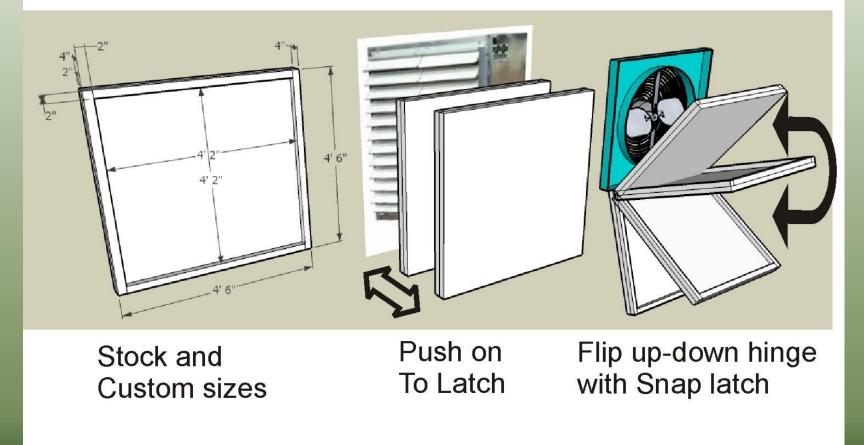
Operations Solutions by auditors who understand the farm operations.

Written-Pole Motors

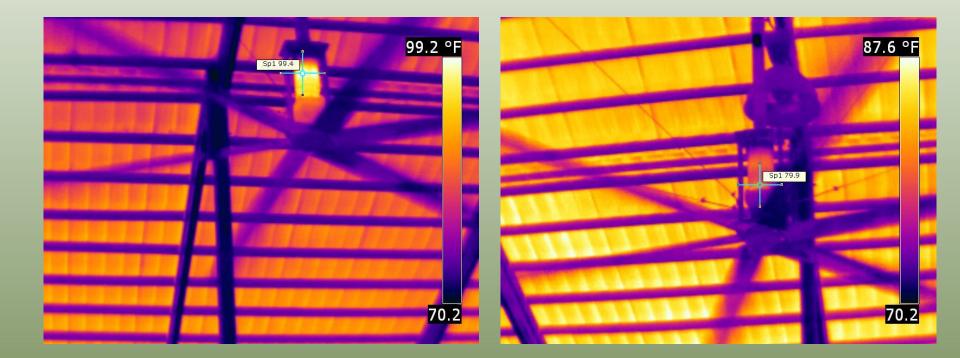
60 HP Written-**Pole Motor** 1-H 4 **Three Phase** Generator Pump

Ventilation Vent Caps

Hardened-removal insulated fan-vent caps



Overheating motor on ventilation fan



The motor on the left ventilation fan was leaking oil and operating at 19.5°F greater than normal.

Selling Point #3:

Financially Options to Ease the Burden \$\$\$\$ Efficiency/Renewable Energy Funding

- USDA-REAP
- USDA-NRCS
- DOE/State Energy Agencies
- University Programs/Extension
- Utility Companies and Electric Coops
- State Agencies

Selling Point #4:

Reduce the Operation's Carbon Foot Print and Be Environmentally Responsive Be Part of the 4TH Great Human Revolution

AGRICULTURAL
 INDUSTRIAL
 INFORMATION
 ENERGY AUTONOMY











MICHIGAN FARM ENERGY AUDIT PROGRAM

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