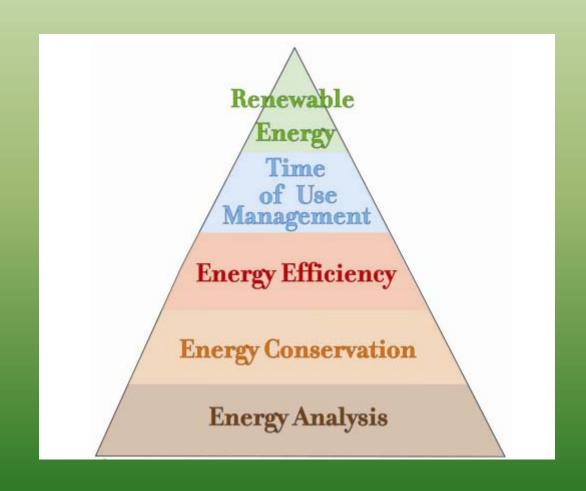
# Powering Michigan Agriculture with Renewable Energy



# ENERGY AUDIT & & RENEWABLE ENERGY ASSESSMENT

#### **ENERGY PYRAMID**



# MICHIGAN STATE UNIVERSITY

- •MI Agricultural Energy Use Significant
  - •MI Dairy Farms Energy Use
    - •>\$100/cow energy usage
    - •355,000 milking cows in MI
- •Training & Certification MSU Biosystems & Agricultural Engineering Department
- Agricultural Emphasis
- •MSU contributor to development of national standard

# MICHIGAN STATE UNIVERSITY

- Other MSU departments, State agencies, utility companies & organizations involved
- Initially Dairy & Greenhouse Energy Auditors
- Energy Audit process applicable to others
- Process also applicable to Renewable Energy Assessments

#### MSU Certified Farm Energy Auditors

- Variety of Energy Audits
- Dairy, Greenhouse, Grain Drying, Irrigation,
   Poultry, Swine & Rural Business
  - •Rural Business Pop < 50,000
  - Renewable Energy Assessments
  - •Wind, Solar, AD & Geothermal
    - Funding Applications
    - USDA, DOE, State of MI

Why do an Energy Audit or Renewable Energy Assessment?

What are benefits?

What is the process?

### Why Do an Energy Audit?

- Energy Usage = \$
- Energy Cost increases inevitable
- Energy \$avings are viable opportunities
- Energy saving improvements improve operations
- Long-term & environmental benefits
- It is the right thing to do

# Why Do an Renewable Energy Assessment?

- Energy Usage = \$
- Energy Cost increases inevitable
- Renewable Energy Systems are viable
- Solar 20kW system \$120k, now \$70k
- Long-term & environmental benefits
- It is the right thing to do

#### Michigan Energy Sources



#### What are Benefits?

- Documents current energy usage by components – establishes baseline
  - Based on historical utility records
  - Lighting, heating, motors, etc.
- Considers energy saving alternatives
- Or renewable energy opportunities

### What are Energy Audit Benefits?

- Prioritizes list of energy improvements
- Potential Energy Savings
- Cost Estimates yield Payback Period
- Documents value of energy improvements already in place
- Qualifies improvements for funding incentives

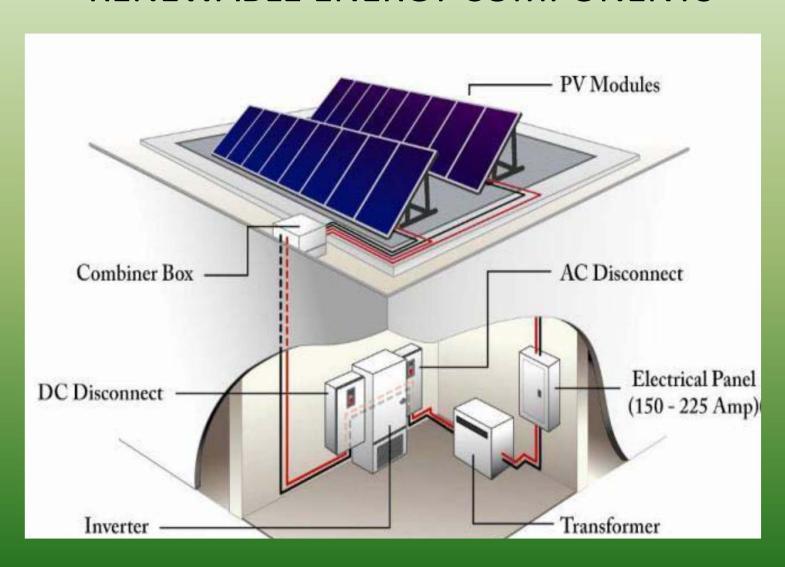
### What are Energy Audit Benefits?

- Operational Improvements
  - Additional lighting
  - Long-day lighting
  - LED grow lights
  - Phase converters
  - Variable frequency drives
  - Sales tax exemption?

# What are Renewable Energy Assessment Benefits?

- Establishes baseline utility usages
- Educational provides information
- Energy potential based on supplier or on-line data sources
- Municipal & utility requirements
- Costs, revenue and funding sources

#### RENEWABLE ENERGY COMPONENTS



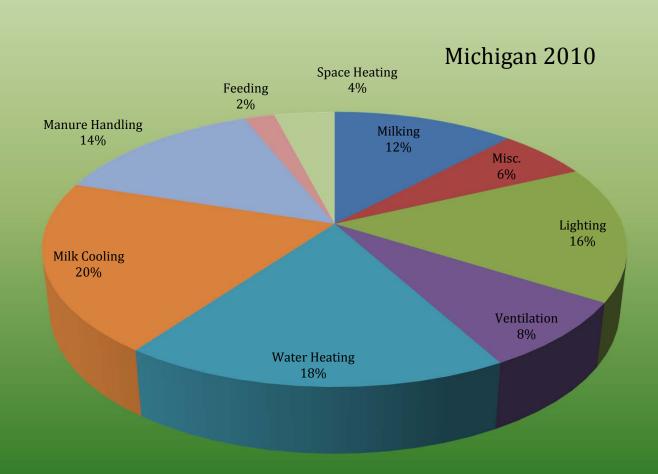
#### MSU Energy Audit Process

- Operational Understanding Key
- On-site Review & Data Acquisition
- •MSU Technical Resources
- Energy Baseline & Inventory
- Management Tool for Energy Planning
- Potential Improvements & Costs

#### Quantifies Energy Usage

- 1. Heating Systems
- 2. Cooling Systems
- 3. Lighting
- 4. Water Heating
- 5. Irrigation
- 6. Ventilation
- 7. Any energy use, i.e. wood

## Dairy Energy Usages



## **Energy Usage**



#### **Electricity Usage & Solar Potential**



### Certified Energy Audit

- Conforms to; ANSI/ASABE S612, July 2009
- •ANSI American National Standards Institute
- •ASABE American Society of Agricultural & Biological Engineers
- Tier II Energy Audit
- USDA Acceptance Nationally
- Utility Company Acceptance

#### Certified Energy Audit

- Energy Efficiency Recommendations
  - Quantifies Energy Savings
    - Provides Cost Estimates
  - Computes Payback Period

•10% to 40% Energy Savings

### Defines Energy Alternatives

- Heating equipment options
- Cooling equipment options
- Lighting improvements
- Water heating options
- Irrigation pumps, motors & system upgrades
- Ventilation equipment
- Energy curtains
- Weatherization
- Grain drying equipment

#### **Energy Conservation Measures**

Floatricity Energy	Savings/Year			Coatto	Dovhoole
Electricity Energy Source	Energy (kWh)	Energy (MMBtu)	Revenue (\$)	Cost to Replace	Payback (Years)
Lighting	124,606	425.2	\$17,694	\$45,502	2.6
Occupancy Sensors	30,358	103.6	\$4,311	\$4,350	1.0
Vending Machines	4,205	14.3	\$597	\$200	0.3
New Slurry Pumps	684,093	2,334.1	\$96,947	\$164,901	1.7
Parlor Vacuum Pumps VFD	98,856	337.3	\$13,840	\$6,699	0.5
Special Needs Vacuum Pumps VFD	3,684	12.6	\$523	\$5,586	10.7
Calf Barn & Old Milk Hse Water Heaters	66,334	226.3	\$4,660	\$4,500	1.0
Liquid Propane	Savings/Year			Cost to	Payback
Energy Source	Energy (Gallons)	Energy (MMBtu)	Revenue (\$)	Replace	(Years)
New Pre-Heaters	2,110	193.0	\$4,220	\$11,441	2.7
Parlor Tankless Water Heater	505	46.2	\$1,009	\$4,500	4.5
Calf Barn & Old Milk New Water Htrs	(2,380)	(217.7)	(\$4,759)		
Hot Water Pipe Insulation	1,024	93.7	\$2,048	\$159	0.1
Energy Star Washing Machine	110	10.1	\$221	\$900	4.1
Totals - Electricity & Liquid Propane		3,578.7	\$141,311	\$248,739	1.8

### **Energy Conservation Measures**

Energy Conservation Measures					
	Natural Gas Usage			Savings/Year	
Natural Gas Systems	Cost (\$/yr)	(MCF/Year)	(MMBtu/Yr)	Energy (MMBtu)	Revenue (\$)
Big House - Existing No Energy Curtains	\$29,542	3,555	3,555	Ì	
Big House - With Energy Curtains	\$17,268	2,078	2,078	1477.0	\$12,274
Quonsets 2,3 & 4 Existing Unit Heaters	\$7,087	853	853		
Quonsets 2, 3 & 4 New Unit Heaters	\$5,837	702	702	150.4	\$1,250
Quonsets 2,3 & 4 Existing Conditions	\$7,087	853	853		
Quonsets 2,3 & 4 With Weatherization	\$6,535	786	786	66.4	\$552
Electricity System	Electricity			Savings/Year	
	Cost (\$/yr)	(kWh/yr)	(MMBtu/Yr)	Energy (MMBtu)	Revenue (\$)
Existing Lighting	\$1,191	8,952	30.5		
Proposed Lighting	\$311	2,337	8.0	22.6	\$880
Totals - Natural Gas & Electricity Systems				1,716.4	\$14,956

#### AC Energy & Cost Savings

Station Identification				
Cell ID:	0245365			
State:	Michigan			
Latitude:	42.8 ° N			
Longitude:	86.1 ° W			
PV System Specifications				
DC Rating:	20.0 kW			
DC to AC Derate Factor:	0.770			
AC Rating:	15.4 kW			
Array Type:	Fixed Tilt			
Array Tilt:	42.8 °			
Array Azimuth:	180.0 °			
Energy Specifications				
Cost of Electricity:	13.7 ¢/kWh			

Results					
Month	Solar Radiation (kWh/m²/day)	AC Energy (kWh)	Energy Value (\$)		
1	2.18	1070	146.59		
2	3.15	1393	190.84		
3	4.38	2104	288.25		
4	5.06	2258	309.35		
5	5.50	2445	334.96		
6	5.65	2368	324.42		
7	5.63	2388	327.16		
8	5.36	2311	316.61		
9	4.92	2097	287.29		
10	3.62	1631	223.45		
11	2.07	915	125.35		
12	1.64	782	107.13		
Year	4.10	21761	2981.26		

### Qualifies for Funding \$

- Grants, Low-Interest Loans
- USDA Rural Development
  - Rural Energy for America Program (REAP)
  - Funding Through FY 2018
  - Competitive Application Process
- •USDA Natural Resources Conservation Services (NRCS)
- MEDC (MI Economic Dev. Corp.)
- Michigan Saves

### Qualifies for Funding \$

- Utility Company Incentives
  - Consumers Energy
  - DTE Energy
  - Other utility companies
- Federal & State Incentives
  - Tax Credits
  - Accelerated Depreciation

# How is an Energy Audit or Renewable Assessment Completed?

- Contact MSU or Certified Energy Auditor
- Schedule On-site Review Date
- Information List Provided in Advance
- Site Review with Owner/Operator 3 to 4
  Hours
- Acquire Site-specific Information, Energy Data & Understanding of Operation
- Proposed Improvements Information

# How is an Energy Audit Completed?

- Minimum Fee
- Reimbursement from some Utilities
- Energy Audit Review with Owner
- Owner Acknowledgement MSU
   Program Reimburses Certified Energy
   Auditor

#### **MSU Contact**

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#### **QUESTIONS?**

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