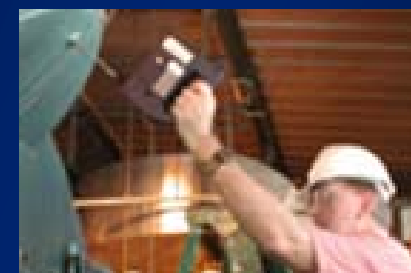




U.S. Department of Energy
Energy Efficiency and Renewable Energy

Bringing you a prosperous future where energy is clean, abundant, reliable, and affordable

Save ENERGY Now

A gold, circular seal with a serrated edge containing the word "LEADER" in blue capital letters.

Save Energy Now

Bill Orthwein
Industrial Technologies Program
U.S. Department of Energy



Converging Issues

- Uncertain energy supply
- Volatile energy prices
- Climate change
- Sustainability

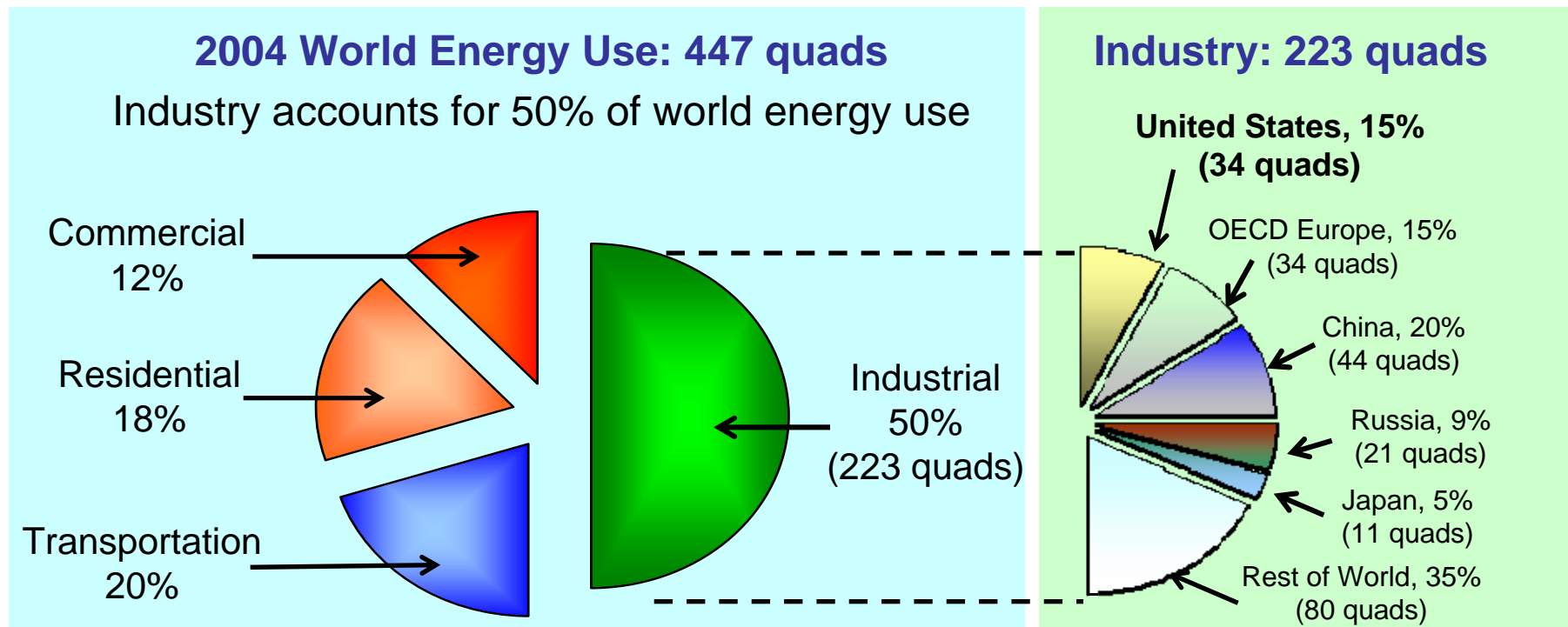
Energy Efficiency

A stylized, semi-transparent globe in shades of green and blue, positioned in the background on the right side of the slide.

- Technology available today
- Continuous improvement in energy management through adoption of new technologies and practices
- Profitable business practice



Industrial Energy = 1/2 World's Energy



15% of industrial energy is consumed in the United States

Source: EIA/International Energy Outlook 2007



Save Energy Now Impetus



- Encourage industry to voluntarily reduce its energy usage in a period of tight supplies by working with America's largest energy-intensive plants
- Create momentum to significantly improve energy efficiency practices throughout the manufacturing sector

“Our Energy Saving Teams will work with on-site managers on ways to conserve energy and use it more efficiently.”

**Secretary of Energy Sam Bodman
October 3, 2005**



National Initiative

Goal:

Drive a 25% reduction in industrial energy intensity by 2017.

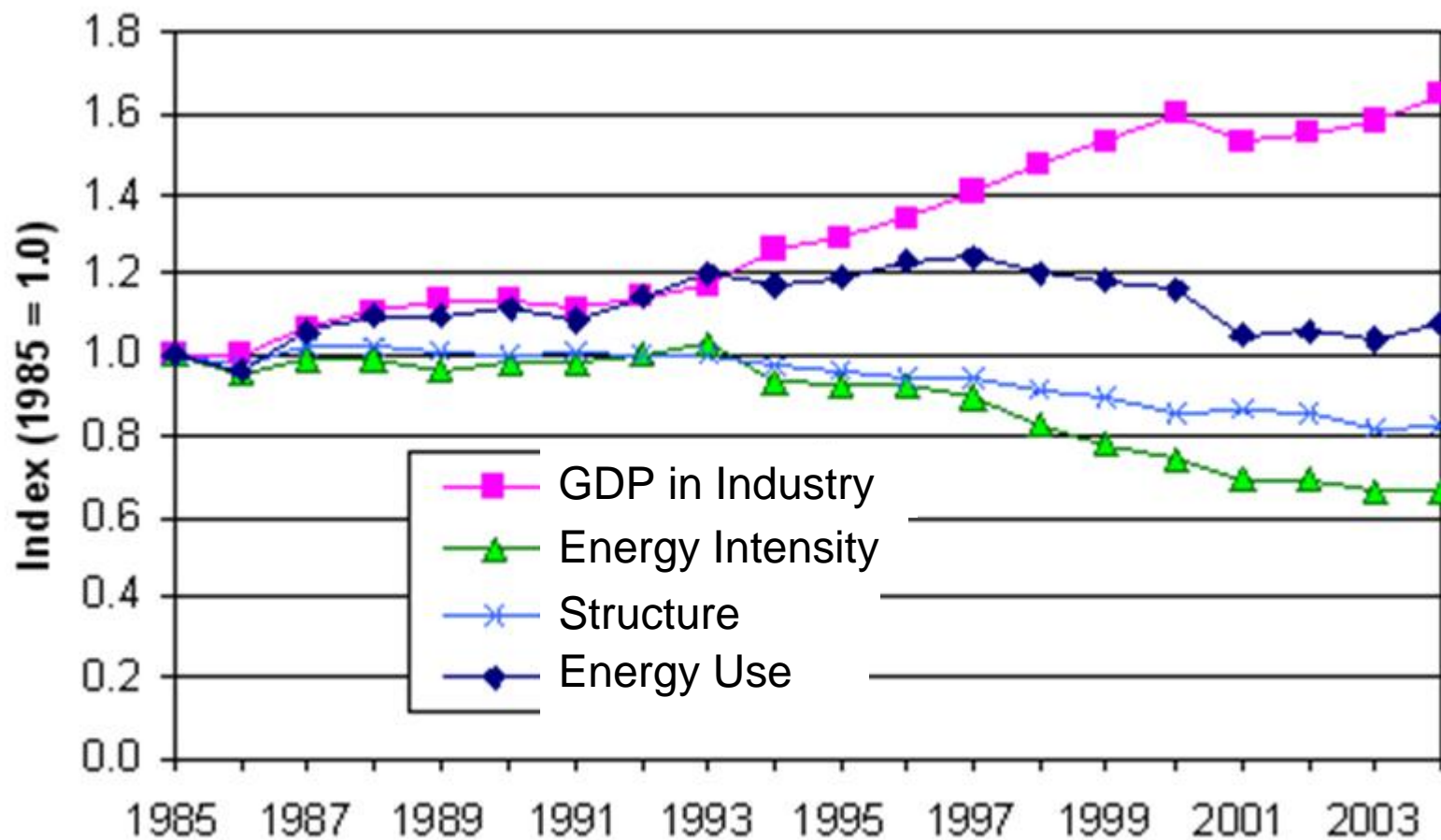
Save
ENERGY
Now

Achieving the 25-in-10 goal will save an amount of energy equal to that consumed in California (all sectors)—8.4 quads each year.



U.S. Trends in Industrial Energy Intensity

Industrial Sector Intensity: Delivered Energy, 1985-2004





Substantial Progress Is Achievable

- Existing technologies *with an attractive internal rate of return* can cut the growth in global energy demand by half or more within 15 years.

-- *Curbing Global Energy Demand Growth*,
McKinsey & Co., May 2007

- More than 10% of U.S. industry's energy use could be saved by more broadly adopting existing technologies that yield an internal rate of return greater than 10%.

-- McKinsey, 2007

- Industries around the globe can cut CO₂ emissions 19 to 31% using *proven* technologies and practices.

-- International Energy Agency, 2007





Industrial Technologies Program Delivers Solutions



Energy Efficiency R&D

Develop cross-cutting technologies addressing the top energy savings opportunities across industry



Technology Delivery

Help plants save energy today by assessing opportunities and facilitating adoption of best energy management practices and efficient new technologies



Save
ENERGY
Now



ITP R&D Program Areas

Industry Specific Applications

- Aluminum
- Chemicals
- Forest and Paper Products
- Metal Casting
- Steel
- Information Technology

Advanced technologies for specific, energy-intensive industries

Crosscutting Technologies

- Materials, Sensors, and Combustion
- Energy-Intensive Process R&D
- Nanomanufacturing & Other Interagency Manufacturing R&D
- Fuel and Feedstock Flexibility
- Distributed Energy (CHP and Reciprocating Engines)
- Inventions & Innovations

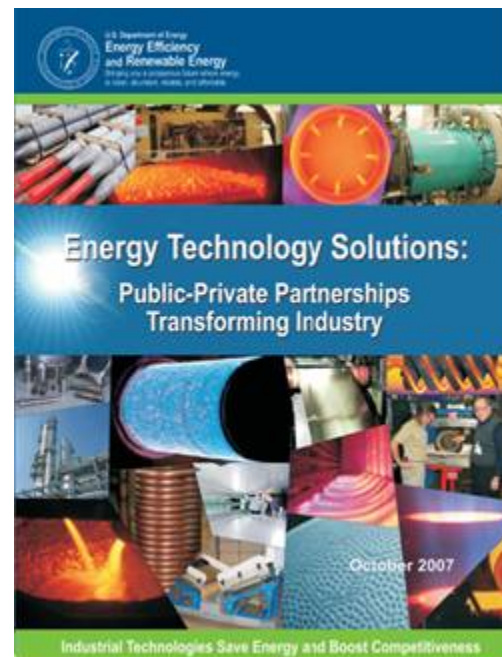
Crosscutting technologies for diverse, energy-intensive manufacturing processes



Energy Efficiency R&D Delivers Results

Together with industry, we have successfully put cutting-edge technologies and energy-saving measures into practice

- Received 42 R&D 100 awards between 1991 and 2007
- Commercialized over 220 technologies since program inception
 - 5 quads of energy savings
 - 86 MMTcE reduction
 - 85 technologies in market today
- Obtained 156 patents between 1994 and 2005



Available online



ITP Technology Highlights

Modular equipment that enables more flexible operations while achieving enormous energy savings

Isothermal Melting (ITM) Process



- Continuous flow system with immersion heaters that convert electricity to melting energy with 98% efficiency
 - 50% less energy consumption than traditional furnace
 - Zero in-plant emissions
 - April 2006 ribbon-cutting ceremony highlighted scale-up demonstration at a General Motors facility

SuperBoiler

- Gas-fired package boiler incorporating innovative concepts in combustion, heat transfer, heat recovery, and control components
 - Capable of achieving energy efficiencies $\geq 94\%$
 - Field evaluation of firetube boiler initiated in 2006

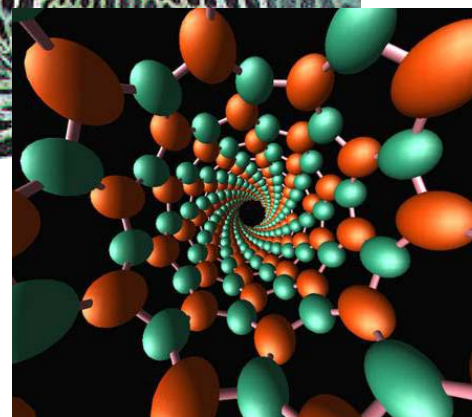
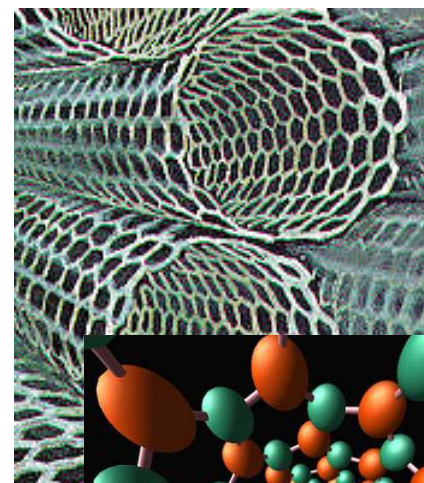




Next-Generation Manufacturing



- ***Next-Generation Manufacturing Concepts:***
 - Eliminate/combine process steps
 - Improve energy efficiency throughout supply chain
 - Reduce environmental impacts
- ***Nanomanufacturing:***
 - Develop efficient techniques and manufacturing processes for **nano-enabled products**
 - Enable mass production and application of **nanotechnologies that could transform industrial processes**



View down middle of a boron nitride nanotube.



Technology Delivery Products and Services



Tools

- Process Heating
- Steam Systems
- Plant Energy Profiler
- Motors & Pumps
- Fans

Standards

- Plant Certification



Training

- Basic
- Advanced
- Qualified Specialist



Information

- Website
- Information Center
- Tip Sheets
- Case studies
- Webcasts
- Emerging Technologies



Assessments

- Energy Savings Assessments
- Industrial Assessment Centers





Save Energy Now Assessments

- Scheduled 200 in 2006 and 250 in 2007
- 3-day large plant assessment process:
 - Leadership by qualified expert
 - Plant selects system of focus (e.g., steam, process heating, pumps, compressed, fans)
 - Plant staff trained on use of software tools
- Value of training component:
 - Prepares staff to play continuing role in assessments
 - Achieves strong staff buy-in for assessment results
 - Equips company to replicate assessments at sister plants





Energy Assessments Success: 2006-2007

- 450 assessments completed
- 400 assessments with completed reports
- Average plant found ways to reduce energy bill by about 8%

Identified energy savings:

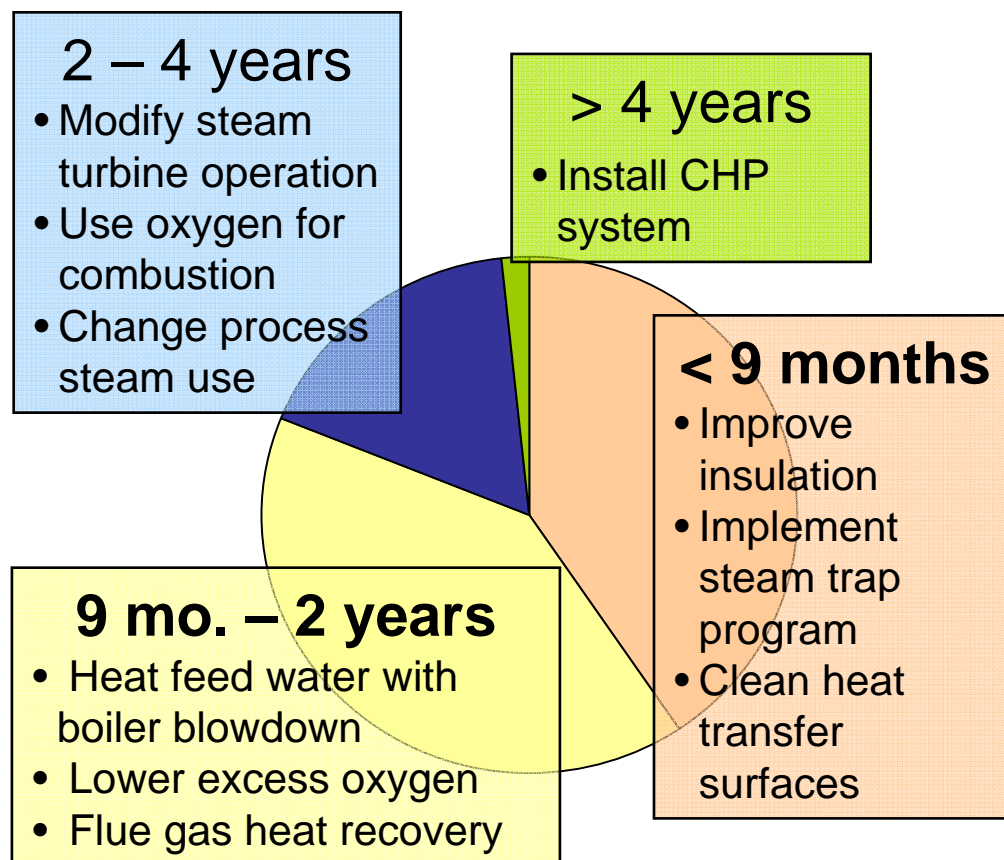
77 TBtu/\$725 million

Total potential carbon dioxide emissions reduction:

6 million metric tons

- With 264 plants reporting:
Implemented energy savings:
18.5 TBtu/\$100 million

Planned energy savings:
20 TBtu/\$280 million



Estimated Payback Periods for Recommended Actions



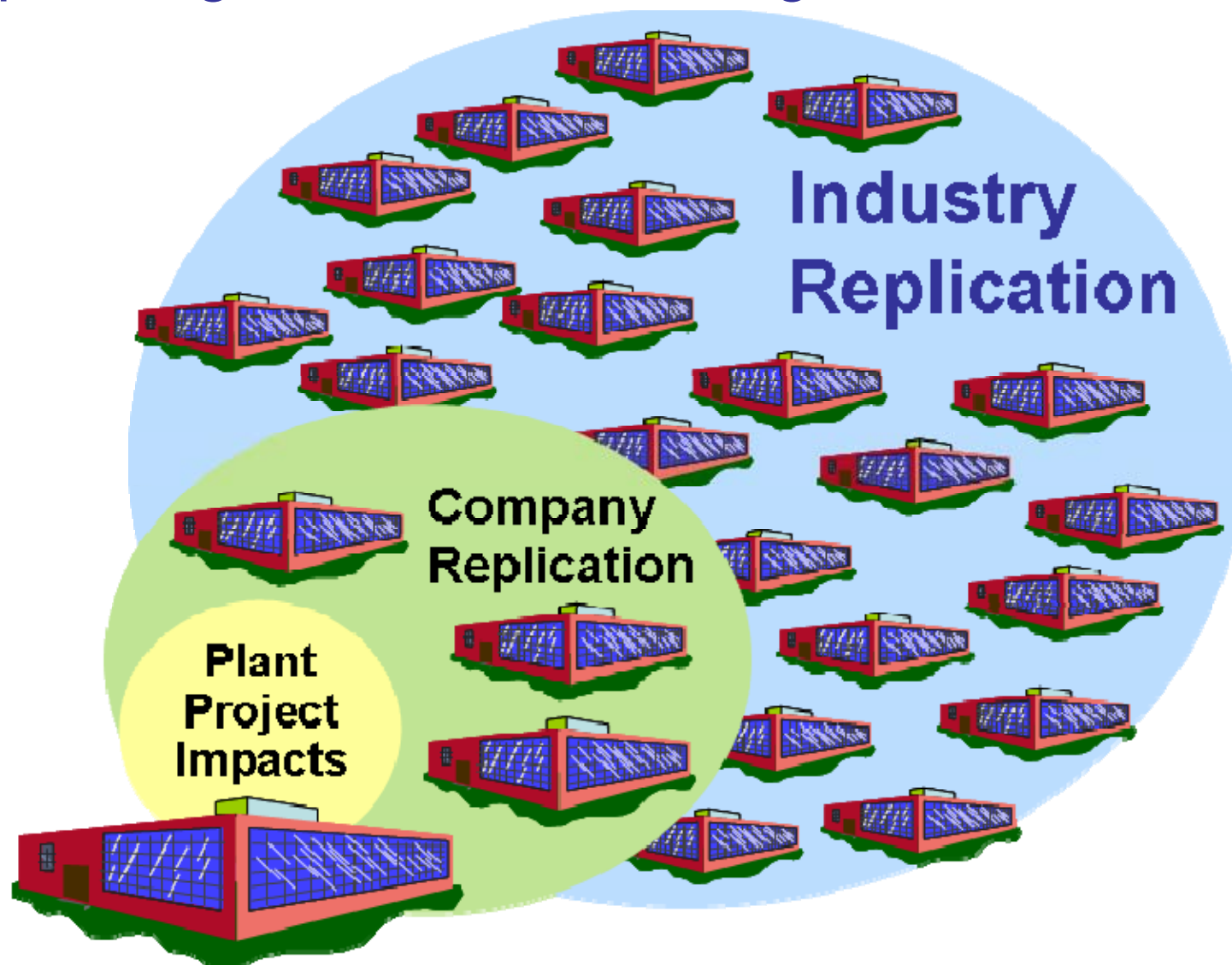
Give a man a fish
and he will eat for
a day

Teach a man to
fish
and he will eat for
a lifetime





Replicating Assessment Savings





Save Energy Now Assessment Recognition Program

- Rewards companies that implement energy-saving technologies and practices identified through the assessments to achieve a high level of energy efficiency

- **Awards to date:**

66 Energy Champion Plants:

Saved > 250,000 MMBtu or 15% total energy use

112 Energy Saver Plants:

Saved > 75,000 MMBtu or 7.5% total energy use



Companies include:

- Owens Corning
- Dow Chemical
- General Motors
- General Electric
- Sunoco
- Coors/Ball Corp.
- Boise Cascade
- Goodyear
- US Steel
- Tyson Foods
- Honeywell
- JR Simplot



Partnerships Key to Implementation

DOE is developing partnerships with states, utilities, regional organizations, academia, trade groups, and private companies

- Transfer energy-efficient technologies to the industrial market
- Reduce carbon emissions through energy efficiency



Government Partners

- NIST, U.S. Dept. of Commerce, Manufacturing Extension Partnership
- Environmental Protection Agency (ENERGY STAR, Climate Leader, and Green Supplier Network)
- State governments and organizations

Private Partners

- National Assoc. of Manufacturers and other associations
- Green Grid
- Utilities
- Supply chains



Energy Management Standards & Certification

- Working with industry to facilitate development of recognized industrial energy management standard and certification program to:
 - Engage all employees in technically sound and sustainable process for improving energy efficiency (i.e., change corporate culture).
 - Make energy efficiency improvements part of existing industrial management systems (e.g., ISO, Six Sigma).
 - Help companies gain market value for accomplishments in energy efficiency.
 - Provide way for companies to show they are part of the solution to climate change.





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