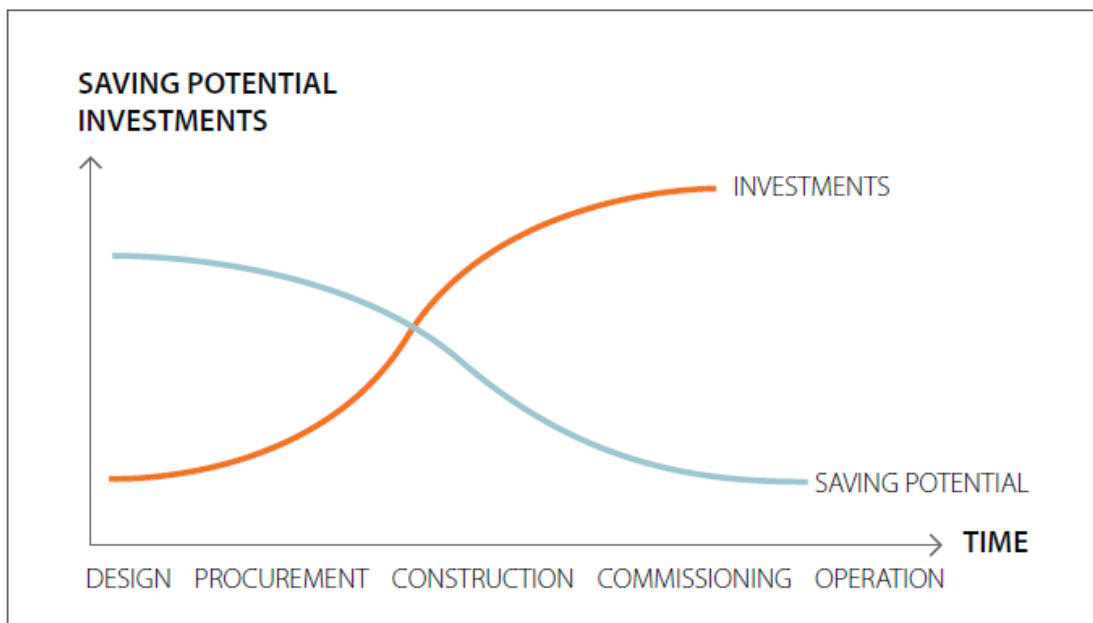


**Savings Potential and Cost of Investments for Energy Efficiency**



Source: Sustainability Energy Authority of Ireland, Energy Efficient Design Methodology

The EEOA process includes the following:

- 1) Developing a plan to conduct the EEOA, which must detail the scope, objectives, and assessment method of the EEOA
- 2) Identifying energy efficiency opportunities during the Concept Engineering stage by considering:
  - a) Optimum methods or processes to produce outputs
  - b) Alternative technology choices
- 3) Identifying energy efficiency opportunities, for energy-consuming systems that make up at least 80% of the total energy consumed, as calculated in the FEED stage, considering:
  - a) Location and arrangement of equipment to allow opportunities such as heat transfer between processes
  - b) Best available technologies and best operating practices
  - c) Alternative technology choices
- 4) Assessing the feasibility of implementing each energy efficiency opportunity identified in (2) and (3), based on the following criteria:
  - a) Cost of investment
  - b) Operations cost
  - c) Annual energy savings as compared to a proposed option
  - d) Financial savings
  - e) Payback period or internal rate of return
  - f) Annual carbon emissions
  - g) Other criteria, economic or otherwise, where appropriate
  - h) Other non-energy benefits (e.g. improvement in productivity)
  - i) Potential interactions between various opportunities
- 5) Incorporating shortlisted energy efficiency opportunities into a final design, and calculating the energy and carbon savings from each of these opportunities incorporated
- 6) Develop a final design with the following details:
  - a) Layout, energy balance and process flow diagram of the new venture
  - b) Expected annual energy consumption, by type(s) of fuel or energy commodity
  - c) Expected quantity of output(s)
  - d) Expected specific energy consumption (energy consumed divided by output)
  - e) Expected annual carbon emissions
  - f) For energy-consuming systems that make up at least 80% of the calculated total energy consumption of the new venture:
    - i. Type and description of system
    - ii. Projected annual energy consumption, by type(s) of fuel or energy commodity
    - iii. Projected output
    - iv. Projected specific energy consumption
    - v. Projected annual carbon emissions

**EEOA Reporting Requirements**

- 1) An executive summary of the report
- 2) Background of new venture and EEOA plan
- 3) Details of the final design (as spelled out in point 6 of Annex 2 of this document)
- 4) Expected energy use and specific energy consumption of the new venture, at the Concept Engineering and FEED stages
- 5) Process of identification and analysis of energy efficiency opportunities, during the Concept Engineering stage, and for energy-consuming systems that make up at least 80% of the calculated total energy consumption of the new venture in the FEED stage. The analysis for each opportunity shall include:
  - a) An explanation why it was selected/ not selected
  - b) Energy performance relative to the system in the design
  - c) Cost of investment
  - d) Estimated cost of operations
  - e) Expected annual energy savings and reduction in carbon emissions compared to the system in the design
  - f) Expected financial return
  - g) Payback period or internal rate of return