## ISO 50001 and its Benefits

Ken Hamilton Director of Energy and Sustainability Management June 17, 2011



### ISO 50001: Energy Management System Standard

ISO 50001 establishes a voluntary framework for any type of organization using energy- industry, buildings, and public sector.



International Organization for Standardization

#### **Potential impacts:**

• Could influence up to 60% of the world's energy use across many economic sectors

# Uptake of ISO 50001 will be driven by companies seeking an internationally recognized response to:

- Energy cost reduction initiatives
- Demand created along the manufacturing supply chain
- Corporate sustainability programs
- Increasing market value of "green manufacturing" / reduced carbon footprint. Future national carbon or energy taxes;
- International climate agreements

#### ISO 50001

•Developed by ISO Project Committee 242; United States and Brazil lead effort with the United Kingdom and China

•56 countries participating, 13 of which are observing

•Final Draft International Standard (FDIS) released March 2011

•Final Publication June 15 2011



### ISO 50001- Key Elements

Plan - Do - Check - Act Consistent with ISO 14001, ISO 9001 etc.

- *Energy policy* top management's official statement of the organization's commitment to managing energy
- Cross-divisional management team led by a representative who reports directly to management and is responsible for overseeing the implementation of the energy management system
- Energy review to assess current and planned energy use, energy sources and consumption and identify opportunities for improvement
- *Baseline(s)* of the organization's energy use
- Energy performance indicators (EnPIs) that are unique to th company and are tracked against the baseline to measure progress



### ISO 50001- Key Elements

- Energy objectives and targets for energy performance improvement at relevant functions, levels, processes or facilities within an organization
- Action plans to meet those targets and objectives
- Operating controls and procedures for significant energy uses
- Measurement, management, and documentation for continuous improvement for energy efficiency
- Internal audit of progress reported to management based on these measurements.



### ISO 50001 Benefits

- Works from large to small organizations across diverse commercial, industrial and public sectors
- Improved cost savings
- Helps to achieve energy efficiency & compliance
- Reduced environmental impact carbon & GHG
- Coordinating energy programs (Energy Efficiency, Energy Production, Renewable Energy and Alternative Energy)
- Facilitates external financial incentives (Electric utility, third party financing, tax benefits and others)



### ISO 50001 Benefits

- Builds energy management into business practices
- Optimize energy-consuming assets
- Improves operations and capital cost decisions
- Facilitates energy management best practices
- Improves the ability to benchmark, measure and report energy intensity improvements
- Improves transparency and communication on the management of energy resources
- Helps in evaluating and prioritizing new energy-efficient technologies
- Framework for promoting energy efficiency throughout the supply chain



### Support for ISO 50001

#### **US CEEM**

Recredited Certification Pr

- Acts as champion of U.S. industry in pursuing national energy efficiency goals.
- Seeks to improve the energy intensity of U.S. manufacturing through a series of initiatives.
- EnMS Pilot program based upon ISO 50001

LLIANCE TO

reating an Energy-Efficient Work

ΟΤΑ

VERGY

Standards and Technology







#### **CCP** Plant – Houston Texas

- •36 Employees
- •Manufactures and distributes coatings resins, structural resins, gel coats

#### **Significant Energy Use Equipment:**

- Hot Oil Boilers, Steam Boilers, Thermal Oxidizer, Cooling Towers,Air Compressor
- •N2 Generator

#### Results

•14.9% energy savings/24 months
•Savings of \$250,000 per Year
•\$0 capital investment required





Thank you

Ken Hamilton kennethh@hp.com (214) 298-7520

