#### Gammon Technical Talk 26 Mar 2018 (Mon), Gammon Technology Park, Tseung Kwan O







## Improving energy efficiency of existing buildings in Hong Kong



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#### Earth Hour 地球一小時





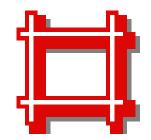






(Image source: https://earthhour.wwf.org.hk)

#### Introduction



- Buildings in Hong Kong
  - Account for 90% of the electricity used and over
     60% of the carbon emissions
- Improving the energy efficiency of existing buildings is crucial for long-term sustainability
  - Also provide economic and environmental benefits to the building owners and users





- Energy Saving Plan for Hong Kong
  - Reduce energy intensity by 40% by 2025

# ENERGY

For Hong Kong's Built Environment 2015~2025+

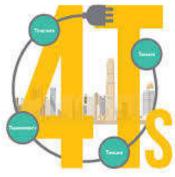


(http://www.enb.gov.hk/en/energysavingplan.html)



#### DEEPENING ENERGY SAVING IN EXISTING BUILDINGS

IN HONG KONG THROUGH '4Ts' PARTNERSHIP



#### SUMMARY OF ENERGY SAVING PLAN FOR HONG KONG 2015~2025+



(Source: http://www.info.gov.hk/gia/general/201505/14/P201505140408.htm)

## Enhanced tax incentive to promote renewable energy and building energy efficiency

- Starting from the 2018-19 financial year, capital expenditure on related installations can be fully deducted in the first year of purchase, instead of five years as currently stipulated
- The building must be registered under the EMSD's voluntary Energy Efficiency Registration Scheme for Buildings
- They must also reach specified standards under a green building certification system







Relative energy saving priorities for different types of buildings in Hong Kong

#### Commercial & Institutional Buildings

#### Residential Buildings

Building design and structure

1

Appliances occupants choose to use

Occupants' behaviour

2

Occupants' behaviour

Appliances occupants choose to use

3

Building design and structure



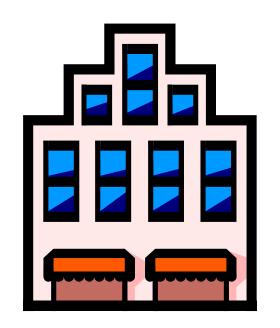


(Source: Environment Bureau, 2017. Deepening Energy Saving in Existing Buildings in Hong Kong Through '4Ts' Partnership.)



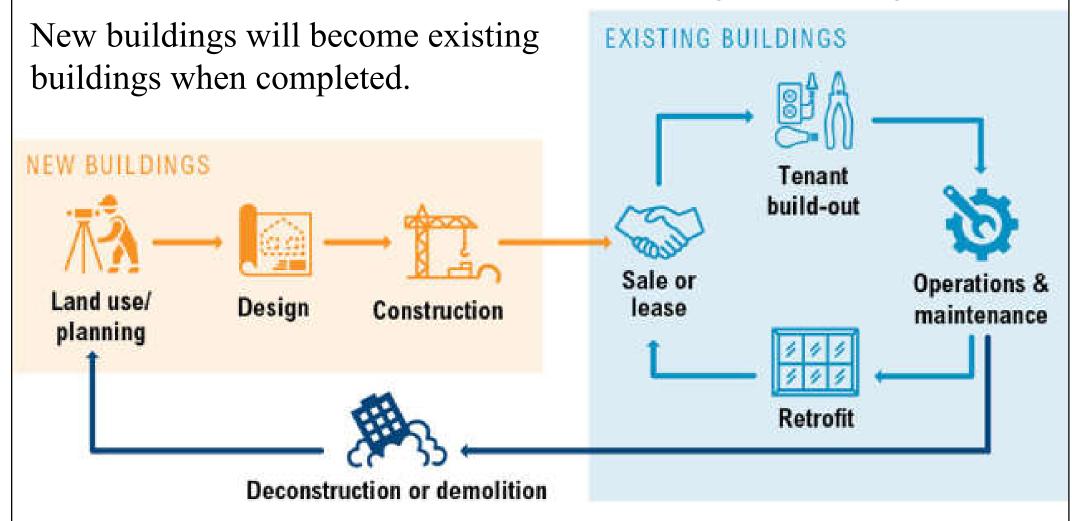
## **Energy efficiency**

- For new buildings
  - Designing the building
    - Design strategy
    - Control strategies
    - Commissioning
- For existing buildings
  - Operating and upgrading the building
    - Building management
    - Refurbishment/renovation/retrofitting
    - Maintenance and monitoring



Lifecycle of a building and importance of existing buildings

Most significant impacts during the building in use.



(Source: World Resources Institute, http://publications.wri.org/buildingefficiency/)

#### Stakeholder roles and engagement to enhance building efficiency

NEW BUILDINGS			EXISTING BUILDINGS				
Land Use/ Planning	Design	Construction	Sale or Lease	Tenant Build-Out	Operations & Maintenance	ダダダ ダダダ Retrofit	Demolition & Deconstruction
Local governments Developers and self-help builders	Design & construction professionals  National and provincial governments  Local governments	Design & construction professionals  Building investors  Suppliers & manufacturers	Buildings owners and managers Developers and self-help builders Building occupants	Buildings owners and managers Building occupants Design & construction professionals	Buildings owners and managers Energy utilities Building occupants	Buildings owners and managers  Building investors  Building occupants  Design & construction professionals	Design & construction professionals Buildings owners and managers

- Buildings owners and managers
- Building occupants
- Design & construction professionals
- Energy utilities

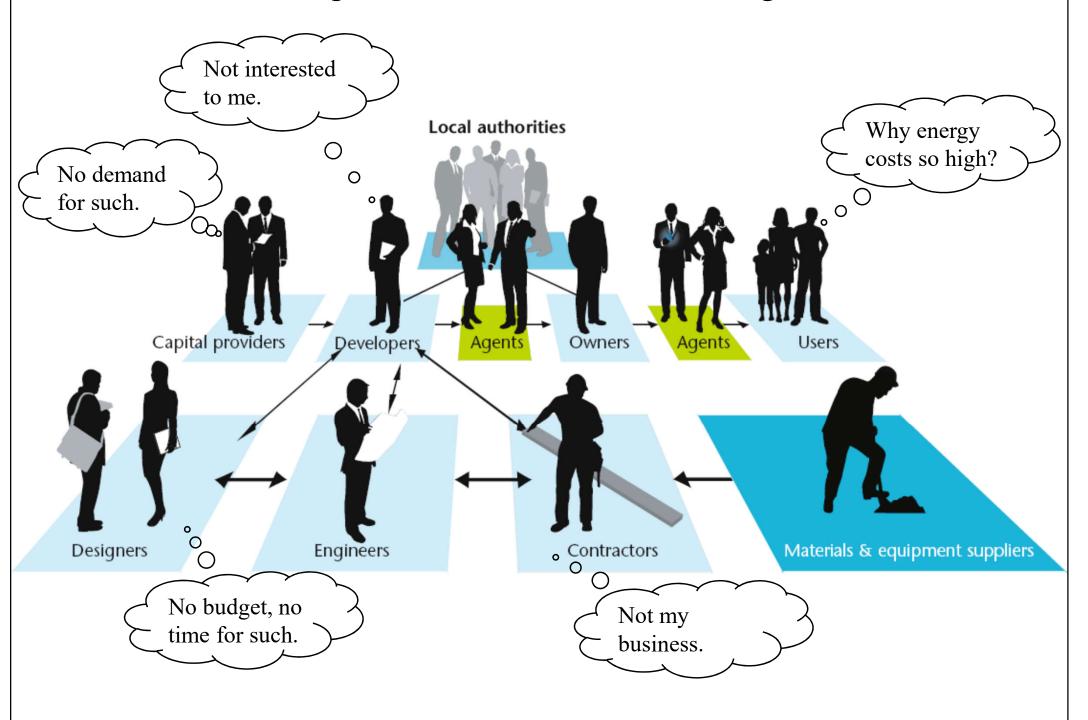
(Source: World Resources Institute, http://publications.wri.org/buildingefficiency/)



## **Energy efficiency**

- Barriers to energy efficiency:
  - <u>Market</u>: split incentives, price distortion, low energy tariffs
  - <u>Financial</u>: limited internal capital & operational budgets, high upfront costs, dispersed benefits
  - Technical: lack of affordable technologies or know-how suitable to local conditions
  - Awareness: lack of information & understanding
  - <u>Institutional</u>: energy utilities are compensated for selling energy, not efficiency

#### The complex value chain in the building sector



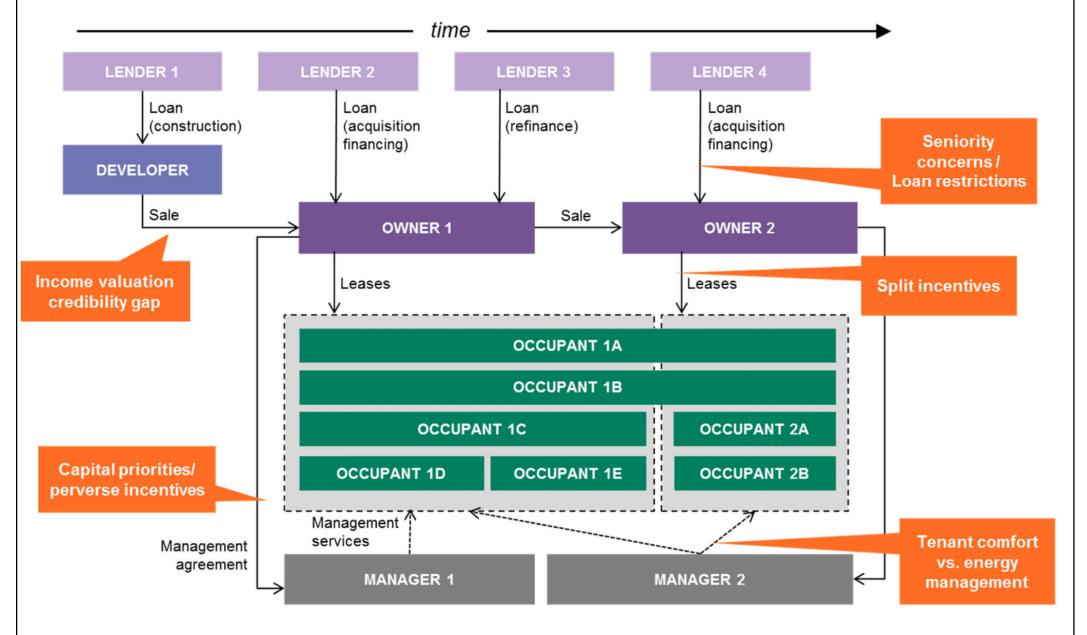
(Source: World Business Council for Sustainable Development, www.wcbsd.org)



### **Energy efficiency**

- An interesting article:
  - Why Energy Efficiency and Buildings Don't Mix
    - <a href="http://www.energytrendsinsider.com/2012/09/20/why-energy-efficiency-and-buildings-dont-mix/">http://www.energytrendsinsider.com/2012/09/20/why-energy-efficiency-and-buildings-dont-mix/</a>
  - 5 friction points:
    - Income valuation & credibility gap (developer-owner)
    - Seniority concerns/loan restrictions (owner-lender)
    - Split incentives (owner-occupant)
    - Capital priorities/perverse incentives (owner-manager)
    - Tenant comfort vs. energy management (occupant-manager)

#### Real estate industry interfaces and energy efficiency 'friction points'



Source: Bloomberg New Energy Finance

(Source: http://www.energytrendsinsider.com/2012/09/20/why-energy-efficiency-and-buildings-dont-mix/)



## **Energy efficiency**

- Strategies to improve energy efficiency of existing buildings:
  - Measure and assess energy performance
  - Set up goals and targets
  - Understand energy use and end-use/system energy
  - Select energy efficiency measures
  - Refine financial analysis
  - Establish priorities



#### Examples of energy saving measures in an educational institute



Automatic on-off for lighting and fan coil units in classrooms



Fan coil unit group control and usage control



Replacement of existing chillers with better energy performance options



CO2 sensor and Variable Speed Drive for Primary Air-Handling Units



Automatic sensing device



T5 light fitting

(Source: http://sustainability.hkbu.edu.hk/index.php/wwrd/listing/cid/2/p/1.html)

#### Examples of energy saving measures in an educational institute (cont'd)



Occupancy sensors for tollet



Campus lighting review and adjustment



LED exit signs



LED outdoor lighting



Water-cooled air-conditioning systems



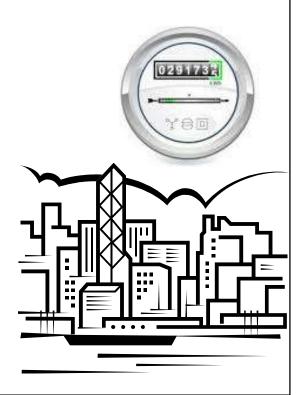
Lamp replacements

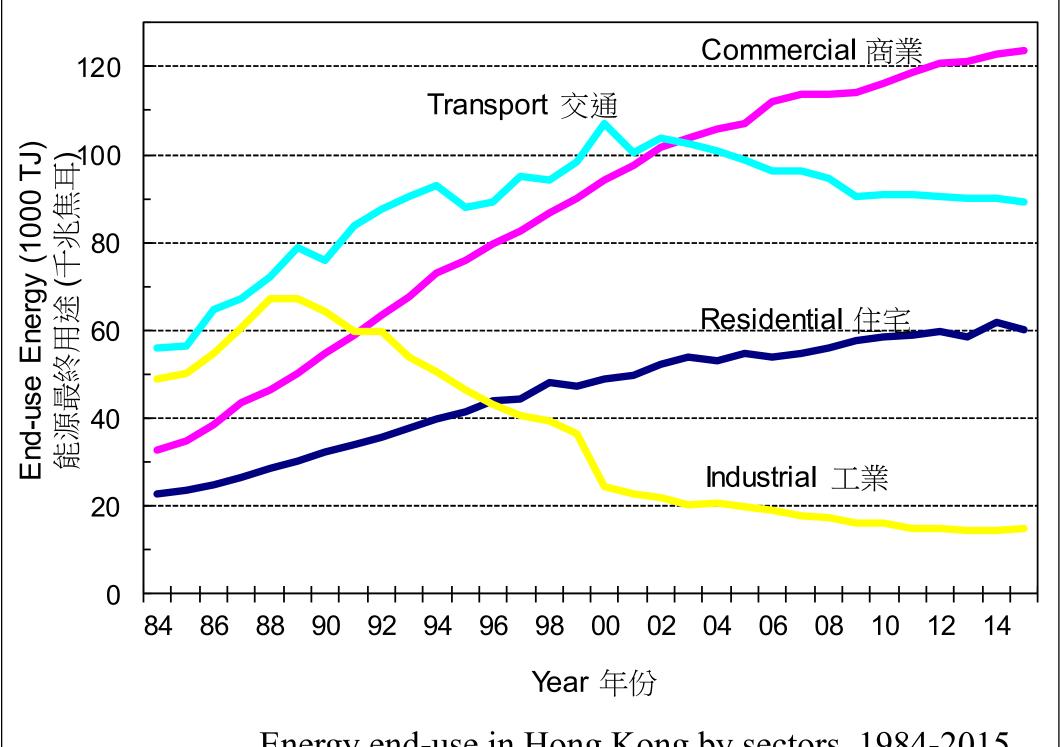
(Source: http://sustainability.hkbu.edu.hk/index.php/wwrd/listing/cid/2/p/1.html)

## Hong Kong situation



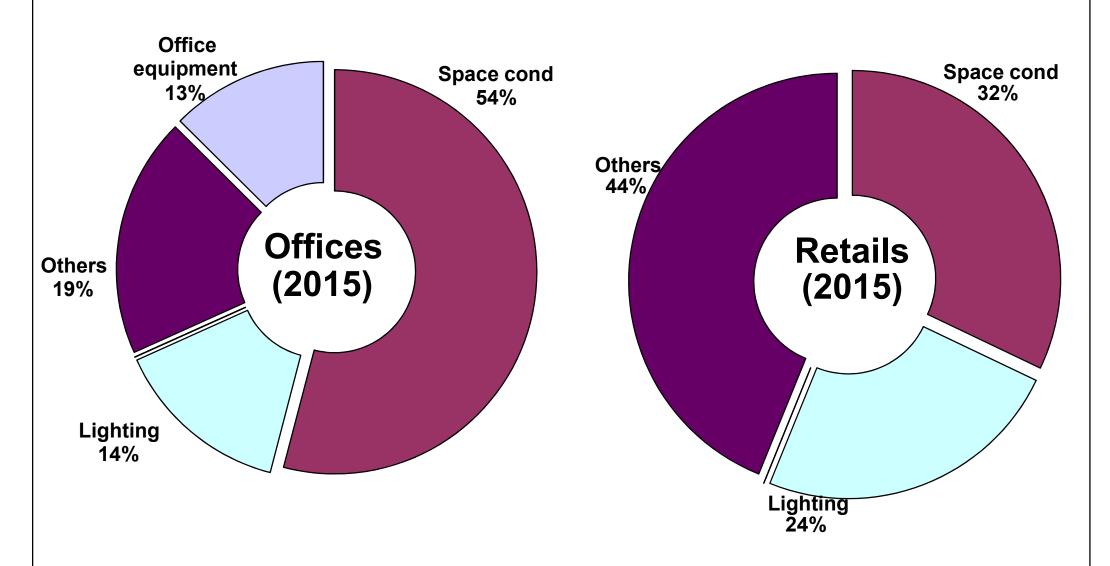
- Energy end-use in HK (trend in 1984-2015)
  - Commercial sector: increases at 5% per year
  - Residential sector: increases at 3.5% per year
- Average consumption: (examples)
  - Office: 265 kWh/m<sup>2</sup>/year
  - Hospital: 200 kWh/m²/year
  - Post office: 170 kWh/m²/year
- How to control/manage this?





(Data source: EMSD) Energy end-use in Hong Kong by sectors, 1984-2015

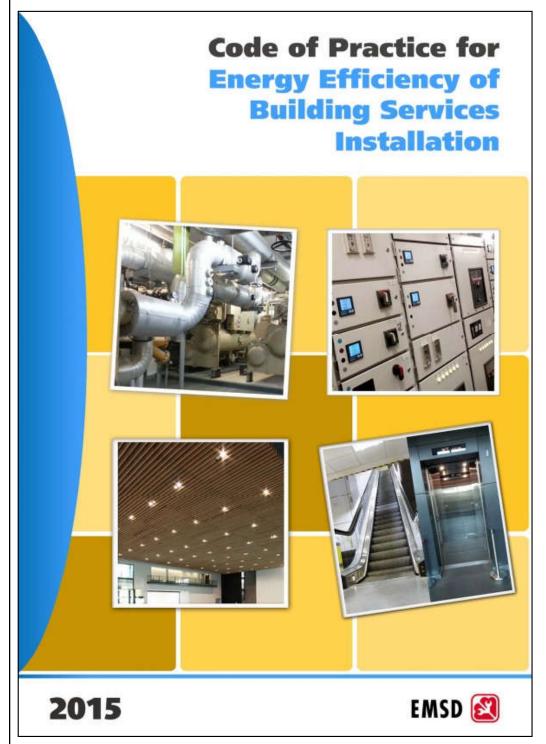
#### What are the major energy usages?



Energy consumption patterns in offices and retails (Data source: Energy Efficiency Office, HK)



(Source: EMSD) (See http://www.beeo.emsd.gov.hk for details)



## **Code of Practice for Building Energy Audit** 升降機及自動理装置 年度用電量 EMSD 🔯 2015

(Source: www.emsd.gov.hk)

#### Energy efficiency labels in HK

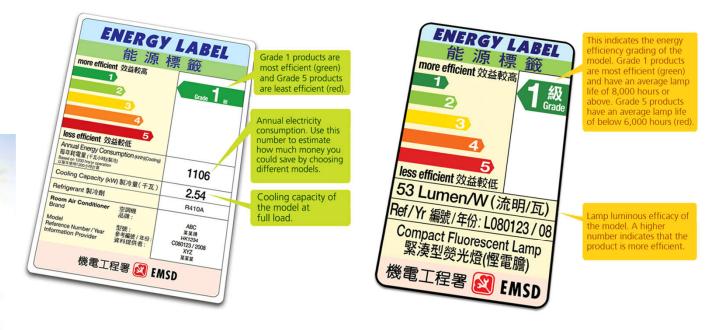


Figure 4.8 Examples of mandatory energy efficiency labels in Hong Kong



Figure 4.9 Examples of voluntary energy efficiency labels in Hong Kong

(Source: www.energylabel.emsd.gov.hk)

· caura

Mandatory Energy Efficiency Labelling Scheme

Save Electricity, Save Money

ENERGY LABEL

Look for the Energy Label

AND DESCRIPTION OF THE OWNERS OF THE OWNER, THE OWNER,

**国域可用有多少电阻** 

www.emsd.gov.hk

EMSD 2

#### BEAM Plus Existing Buildings (EB)

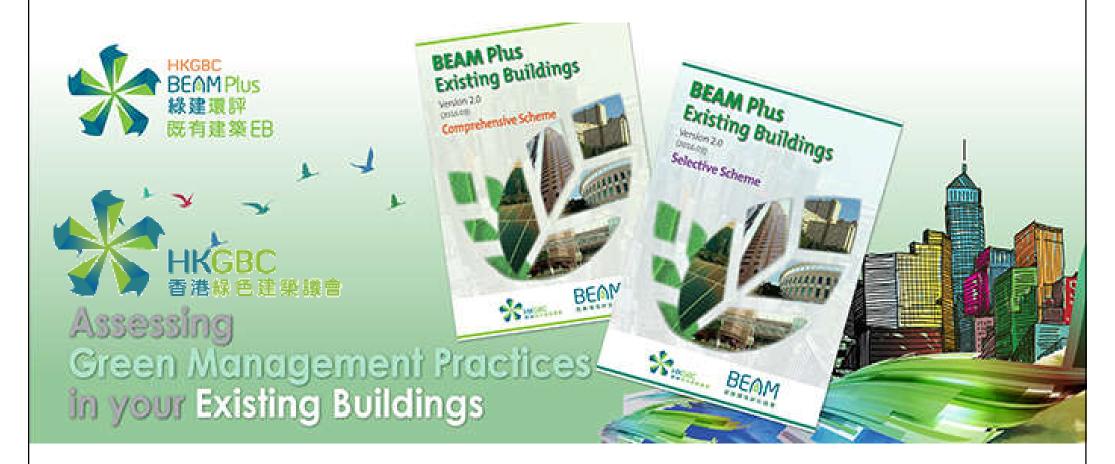










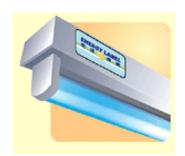


(Source: Hong Kong Green Building Council <a href="https://www.hkgbc.org.hk/">https://www.hkgbc.org.hk/</a>)

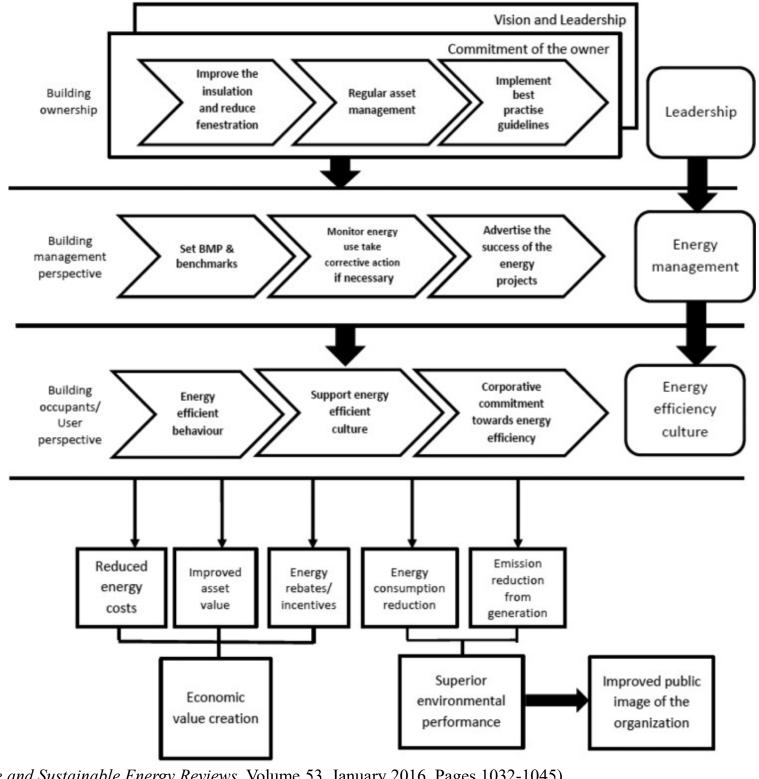


- Leadership & building ownership
  - Vision of senior management
  - Commitment of the owner
- Energy management
  - Building operation, maintenance & retrofits
- Energy efficiency culture
  - Energy efficient behaviours
  - Building occupants & users









(Source: Renewable and Sustainable Energy Reviews, Volume 53, January 2016, Pages 1032-1045)

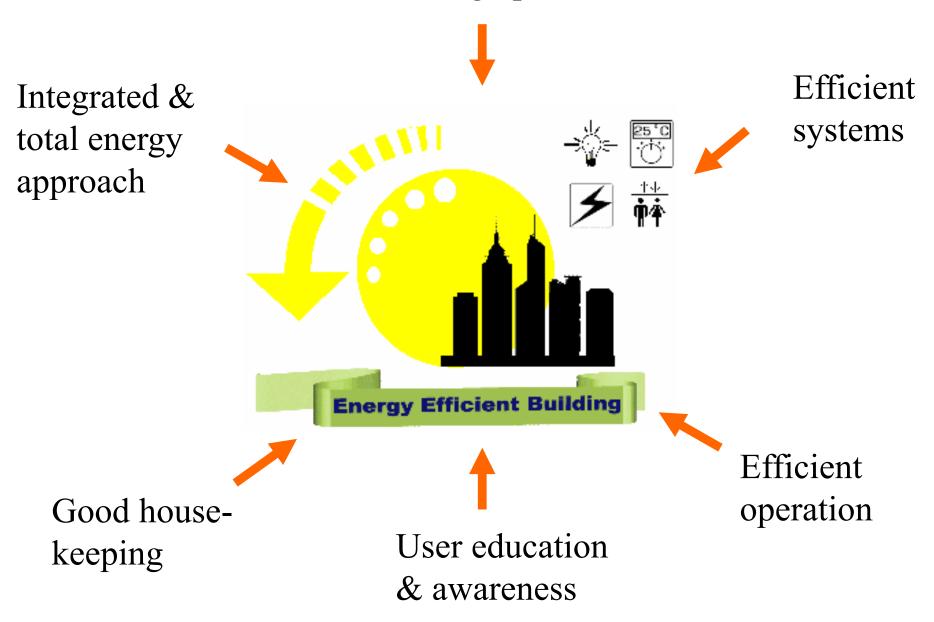


- Key persons in building energy efficiency
  - Building Developer or Owner (Client)
  - Architect
  - Building Services Engineer
  - Building/Facility Manager
  - End-Users





#### Good design practices





- Occupant involvement
  - Motivation and training
    - Managing PEOPLE
  - Occupant satisfaction
    - Comfort, health and safety of the occupants
    - Securing understanding and involvement of occupants







- Planning maintenance
  - Maintenance policy
  - Types of maintenance
    - Reactive or breakdown maintenance
    - Planned preventative maintenance
- Maintenance contracts
  - Performance specification
  - Use of maintenance contractors







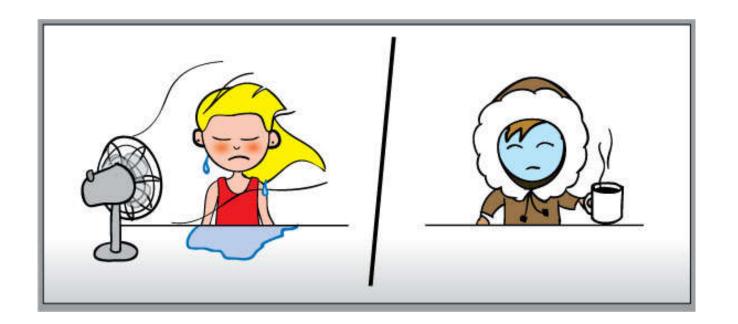
- Monitoring maintenance
  - Maintenance records
    - Installation records: e.g. O&M manuals, plant details
    - Service records: include log sheets, job records, etc.
  - Checking maintenance standards
    - Such as breakdown frequency
    - Annual spend on building services maintenance
  - Post-occupancy evaluation (POE)
    - Obtaining feedback on a building's performance in use



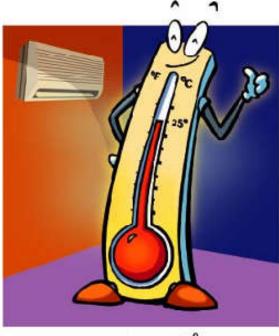
- Good housekeeping
  - Such as switch off lights when not needed
- Maintaining for energy efficiency
  - Building fabric
  - Controls
  - Heating ventilation & air conditioning systems
  - Refrigeration systems
  - Lighting systems
  - Motors and drives











Just nice at 25°C



Cleaner filter filters better.

Electricity Efficency Centre



- Refurbishing existing buildings
  - Complete refurbishment
    - Total replacement of plant & major changes to fabric
  - Major refurbishment
    - Replacement of major plant & some changes to fabric
  - Minor refurbishment
    - Refitting the interior & making minor alterations to space layout and plant
  - Passive refurbishment
    - Passive methods: daylighting & natural ventilation





- Retrofitting energy saving measures
  - Identify high energy users
  - Establish the potential for energy saving through measurement, audits etc.
  - Identify practicable measures to achieve savings
  - Establish the financial case for introducing these measures, as well as other benefits
  - Implement the savings in a planned way
  - Monitor the savings to confirm



**RCx** 

Retro-commissioning (RCx)

重新校驗

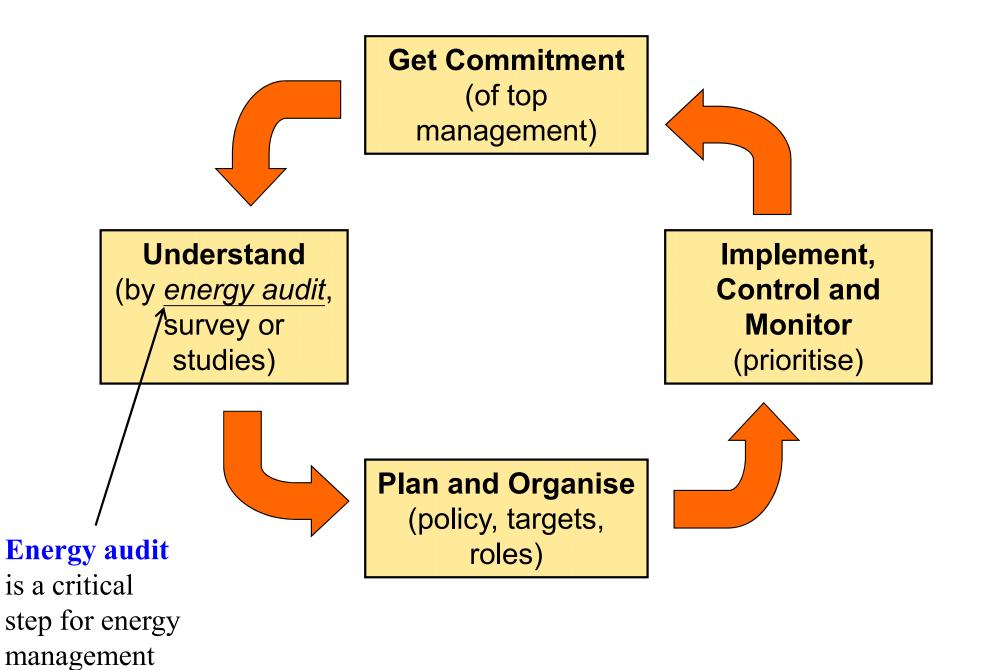
A way for system optimization

 Systematic process to periodically check an existing building's performance

- Resume the system efficiency back to design standard
- Help identify operational improvements that can save energy
  - Review of building operation & original intended design; improvement & optimization

(Source: http://www.energysaving.gov.hk/en/retro\_commissioning\_rcx/)

## A systematic approach to energy management







- What is Energy Audit (能源審核)?
  - Examination of an energy system or equipment to ensure that energy is being used *efficiently* 
    - Process to check for areas of *inefficiency*
  - It is a <u>top-down</u> initiative. Its result depends on the resources being allocated by top management
  - Aims to identify energy management opportunities
     (EMO) & means for improvement
  - In many ways, an energy audit is similar to financial accounting and auditing

## **Energy management skills**



- Overview of energy audit
  - Collection and analysis of <u>relevant information</u> that may affect building energy consumption
  - Review the information, <u>analyse</u> the conditions and performances of existing equipment, systems and installations, and the energy bills
  - <u>Compare</u> with performances at relevant energy efficient modes of operation
  - <u>Identify</u> areas of energy inefficiency and the means for improvement

# **Energy management skills**



- Two common types of energy audits:
  - General walk-through audit
    - Limited resources
    - Focus on major energy consuming equipment
    - Give an overview of potential saving options
    - Could identify areas for further investigation
  - Detailed audit (full audit)
    - More resources
    - Detailed planning
    - Practically investigating all equipment & systems





## **Energy management skills**



- Investment grade audit (IGA)
  - Expand on the detailed audit
  - Analyses the financial aspects of energy savings and the return on investment (ROI) from potential changes or upgrades
  - Aim to justify the energy investment
  - Rely on a complete engineering study in order to detail technical and economical issues





- Levels of effort of energy audit (ASHRAE)\*
  - Preliminary Energy-Use Analysis (PEA)
  - Level 1 Walk-Through Analysis
  - Level 2 Energy Survey and Analysis
  - Level 3 Detailed Analysis of Capital-Intensive Modifications
- Also, Targeted Audits (of a specific system or end use, such as the chiller plant)

## Relationship of energy audit levels 1, 2, and 3

### Preliminary Energy Use Analysis

- Calculate kBTU/sf
- Compare to similar

#### Level 1: Walk-through

- Rough Costs and Savings for EEMs
- Identify Capital Projects

### Level 2: Energy Survey & Analysis

- End-use Breakdown
- Detailed Analysis
- Cost & Savings for EEMs
- O&M Changes

#### Level 3: Detailed Survey & Analysis

- Refined analysis
- Additional Measurements
- Hourly Simulation

(Source: ASHRAE 2011. Procedures for Commercial Building Energy Audits, Second Edition)

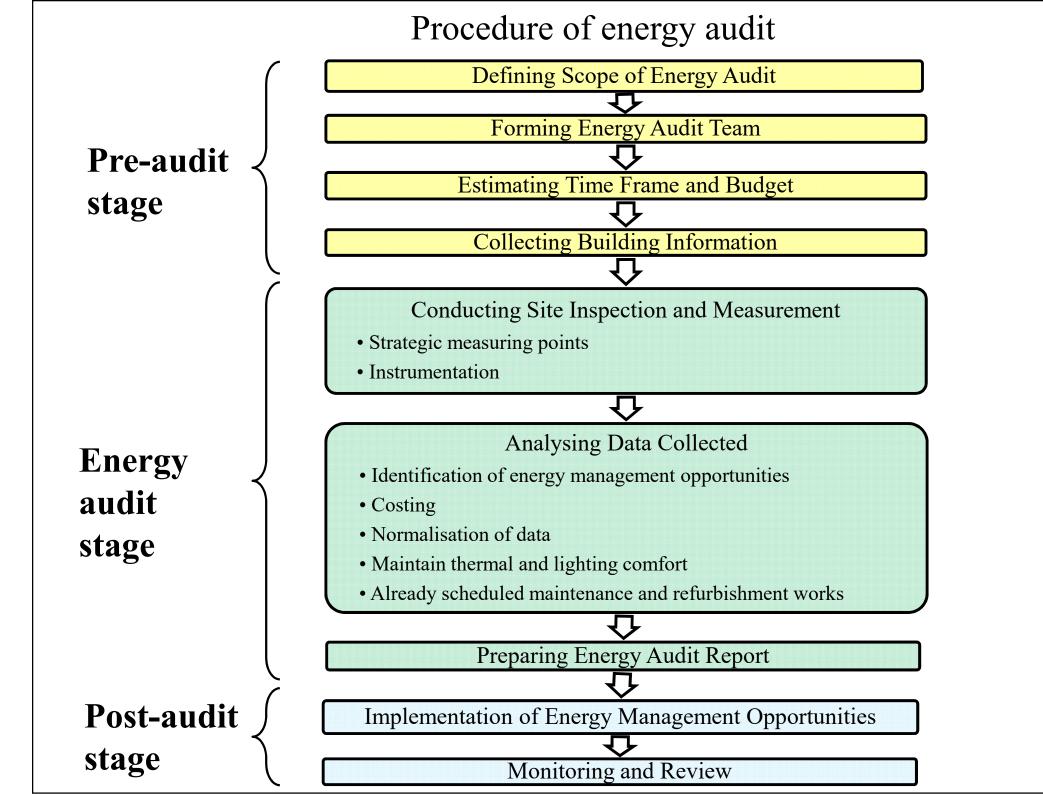
## Energy audit level summary: Process

Process	Level				
	1	2	3		
Conduct Preliminary Energy Analysis (PEA)	•	•	•		
Conduct walk-through survey	•	•	•		
Identify low-cost/no-cost recommendations	•	•	•		
Identify capital improvements	•	•	•		
Review M&E design, condition and O&M practices		•	•		
Measure key parameters		•	•		
Analyse capital measures (savings & costs including interaction)		•	•		
Meet with owner/operators to review recommendations		•	•		
Conduct additional testing/monitoring			•		
Perform detailed system modeling			•		
Provided schematic layouts for recommendations			•		

## Energy audit level summary: Report

Report	Level				
	1	2	3		
Estimate savings from utility rate change	•	•	•		
Compare EUI (energy use index) to that of similar sites	•	•	•		
Summarize utility data	•	•	•		
Estimate savings if EUI met target	•	•	•		
Estimate low/cost / no-cost savings		•	•		
Perform detailed end-use breakdown		•	•		
Estimate capital project costs and savings		•	•		
Complete building description and equipment inventory		•	•		
General description of considered measures		•	•		
Recommended M&V (measuremt. & verification) method		•	•		
Financial analysis of recommended EMOs		•	•		
Detailed description of recommended measures			•		
Detailed EMO cost estimates			•		

(Source: ASHRAE 2011. Procedures for Commercial Building Energy Audits, Second Edition)



## Typical structure of an energy audit report

#### **Executive Summary**

- Overview of the audit, EMOs identified
- Recommended actions, briefing on implementation plan



#### **Introduction and Building Information**

- Objectives, energy audit scope, audit team
- Building characteristics (type, floor areas, operation)



#### **Description of the Equipment/Systems Audited**

• System types, capacity ratings, zoning, operation hours etc.



#### **Energy Data and Survey Findings**

- Historical energy consumption of the building
- System performance evaluation, O&M practices



#### **Energy Management Opportunities**

- Identification & evaluation of potential EMOs
- List of recommended EMOs and implementation plan



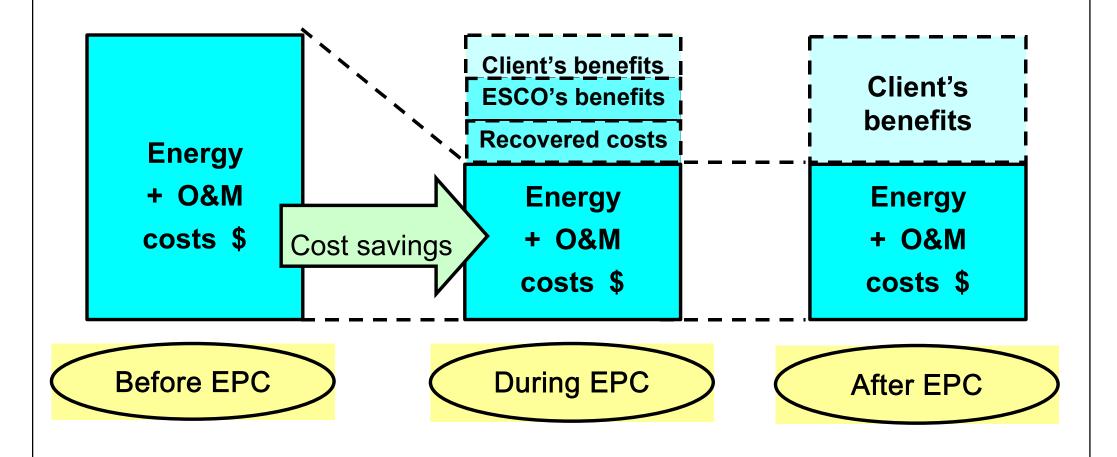
#### **Conclusions and Recommendations**



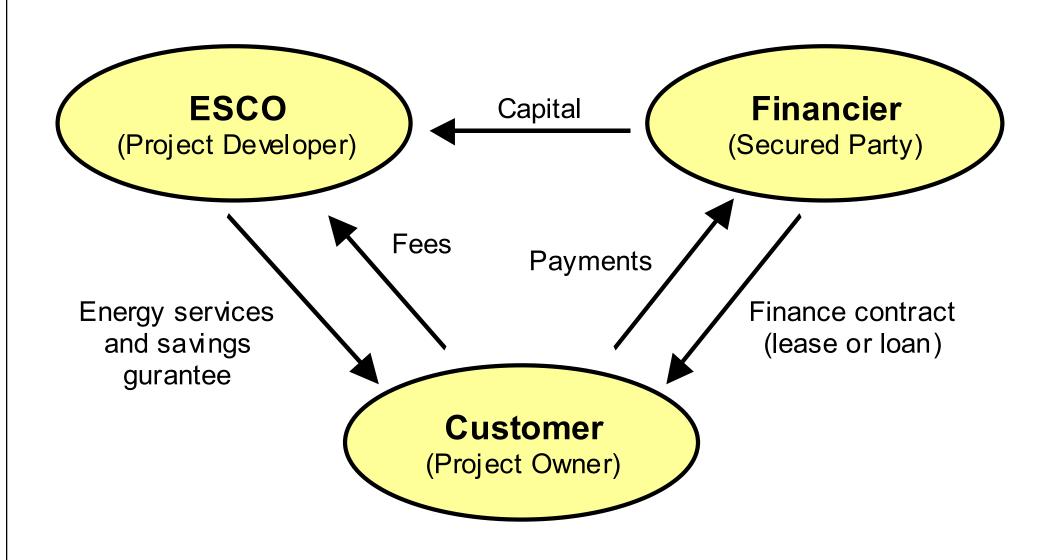




- Energy performance contracting (EPC)
  - = energy savings performance contracting
  - A financing technique to raise money for energy efficiency investments based on future savings
- Energy services companies (ESCO)\*
  - Offer EPC services, without upfront capital on building owners
  - Becoming an important trend in many countries like USA and Japan

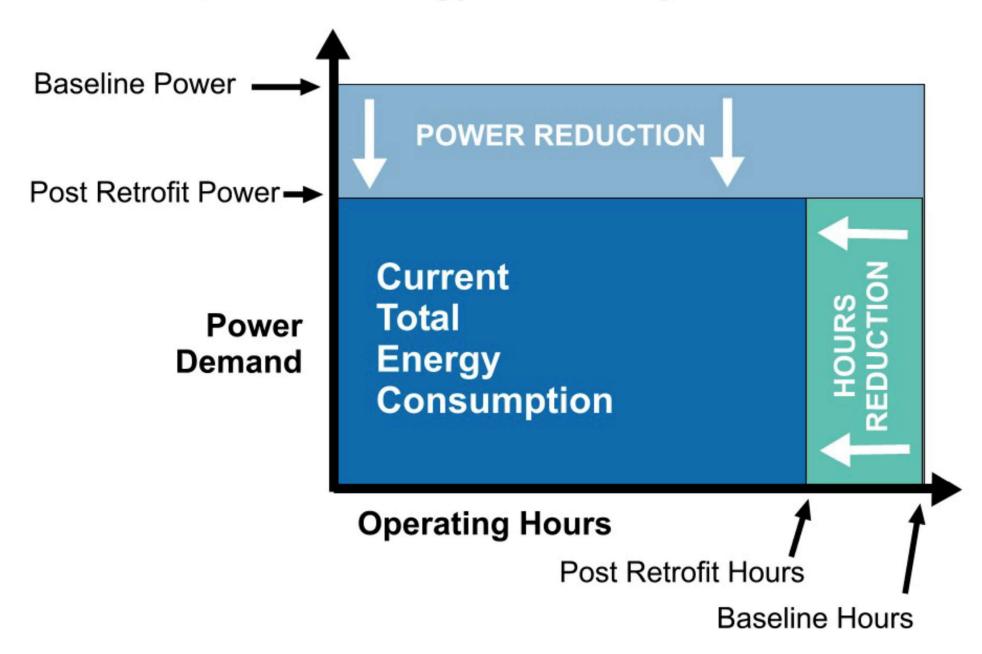


Basic concept of energy performance contracting (EPC)



Financial structure used by ESCO

## Impact of Energy Efficiency Measures



(Source: http://energyperformancecontracting.org)

# **Energy saving technologies**



- Energy information system 能源信息系統
  - Better data and reporting
  - Inexpensive sub-metering
  - Wireless devices + remote assessment



- "Big Data (energy)"
- Monitoring and assessment
- Software and cloud services







# An example of energy dashboard for buildings 建築能源儀表板的例子



能源狀況一目了然

(Source: https://hbsmicrosites.honeywell.com)

## Example of analysing the electricity billings

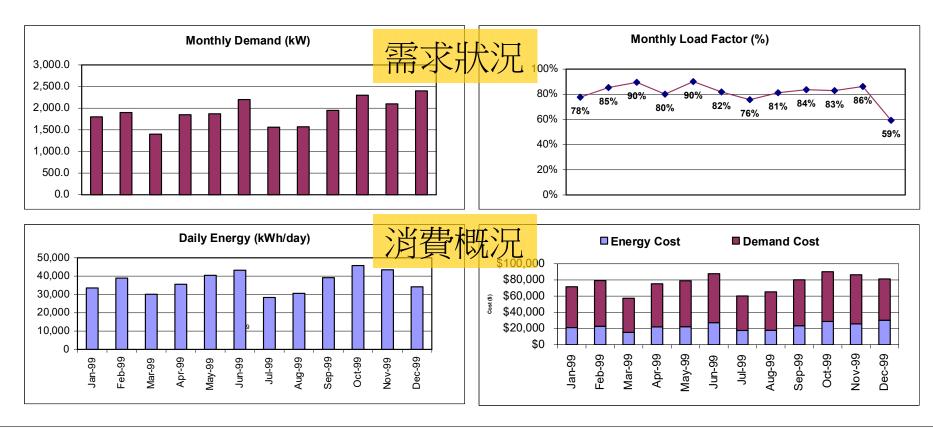
#### **Electricity Consumption Data**

Location: ABC Facility

## 用電量數據

[ C:\Project Files\Audit Manual\Spreadsheets\[Electricity Cost.xls]Electicity Consumption Data ]

Billing	Metered	Metered	Power	Billed	Energy		Daily	Load	Demand	Energy	Adjust	Sub	Total
Date	kVA	kW	Factor	kW	kWh	Days	kWh	Factor	Cost	Cost	(+/-)	Total	Cost
01/01/99		1,800.0		1,800.0	1,006,703	30	33,557	78%	\$21,250	\$50,365	(\$11,147)	\$71,615	\$64,701
02/01/99		1,900.0		1,900.0	1,206,383	31	38,916	85%	\$22,750	\$56,441	(\$13,204)	\$79,191	\$70,607
03/01/99		1,400.0		1,400.0	842,286	28	30,082	90%	\$15,250	\$42,144	(\$9,263)	\$57,394	\$51,501
04/01/99		1,850.0		1,850.0	1,102,176	31	35,554	80%	\$22,000	\$53,315	(\$12,132)	\$75,315	\$67,606
05/01/99		1,870.0		1,870.0	1,213,021	30	40,434	90%	\$22,300	\$56,641	(\$13,252)	\$78,941	\$70,287
06/01/99		2,200.0		2,200.0	1,339,599	31	43,213	82%	\$27,250	\$60,438	(\$14,716)	\$87,688	\$78,080
07/01/99		1,560.0		1,560.0	850,195	30	28,340	76%	\$17,650	\$42,540	(\$9,438)	\$60,190	\$54,304
08/01/99		1,570.0		1,570.0	948,747	31	30,605	81%	\$17,800	\$47,467	(\$10,429)	\$65,267	\$58,677
09/01/99		1,950.0		1,950.0	1,213,798	31	39,155	84%	\$23,500	\$56,664	(\$13,308)	\$80,164	\$71,536
10/01/99		2,300.0		2,300.0	1,373,054	30	45,768	83%	\$28,750	\$61,442	(\$15,111)	\$90,192	\$80,337
11/01/99		2,100.0		2,100.0	1,347,059	31	43,454	86%	\$25,750	\$60,662	(\$14,731)	\$86,412	\$76,699
12/01/99		2,400.0		2,400.0	1,024,475	30	34,149	59%	\$30,250	\$50,984	(\$11,685)	\$81,234	\$74,418
Totals/Max		2,400.0		2,400.0	13,467,496	364			\$274,500	\$639,104	(\$148,415)	\$913,604	\$818,752

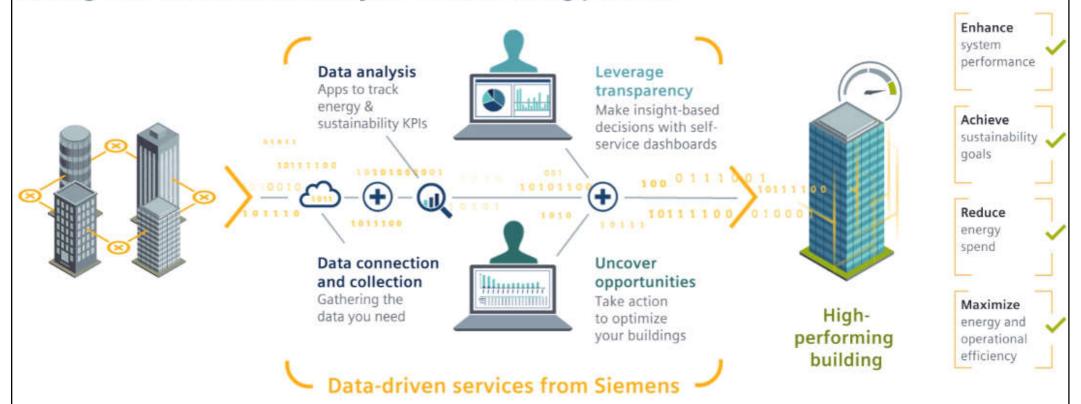


(Source: Department of Minerals and Energy, South Africa)

## Cloud-based energy and sustainability analytics for buildings

## Navigator – the cloud-based energy and sustainability platform

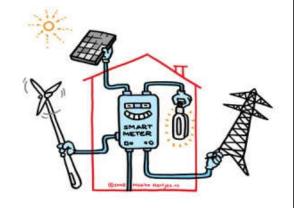
Turning data into results across your entire building portfolio

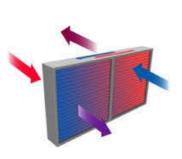


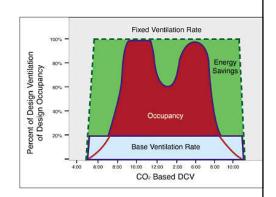




- Intelligent devices 智能設備
  - Intelligent lighting fittings
  - High efficient systems
  - Smart meters
- Smart operation 智能操作
  - Demand control/response
  - Energy recovery
  - Variable speed/frequency







## 照明技術的發展 Evolution of lighting technology



Edison lamp 愛迪生燈

Incandescent lamp 白熾燈

fluorescent lamp 緊湊型熒光燈

發光二極管燈

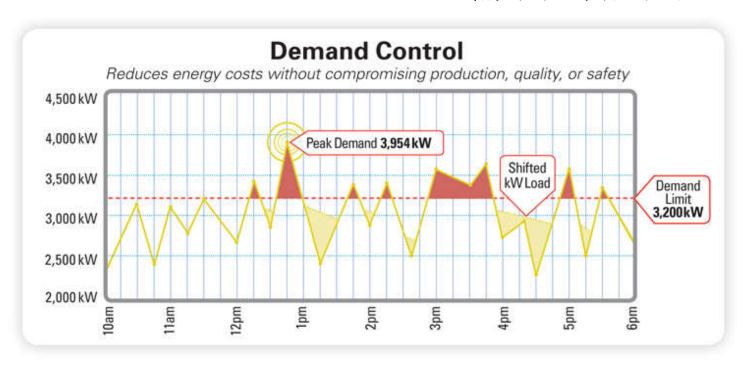
lighting 有機發光二 極體照明

Intelligent luminaires have the potential to integrate various sensors 智能燈具可能整合各種傳感器

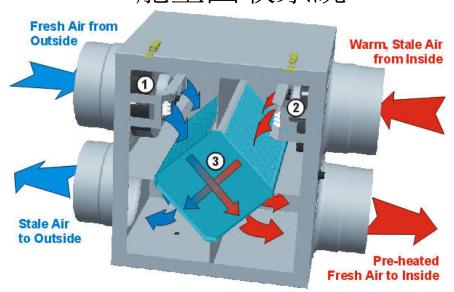


[Image Source: http://www.ledsmagazine.com]

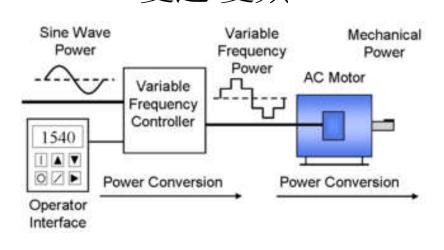
## Demand control ventilation 需求控制通風



# Energy recovery system 能量回收系統



## Variable speed/frequency 變速/變頻



# THANK YOU 謝謝!!

