BEE's Energy Efficiency Programme for SMEs



Jitendra Sood Energy Economist Bureau of Energy Efficiency (Ministry of Power, Government of India)

Objectives

- ☐ To reduce the energy intensity of the Indian economy by undertaking actions in the SME sector
- □ To accelerate the adoption of EE technologies and practices in chosen clusters/sectors in the SME sector through knowledge sharing, capacity building and development of innovative financing mechanisms

Program Activities in XI Plan

Activity 1

- Current Energy use and technology analysis
- Outcomes are energy audit reports & cluster manuals

Activity 2

- Capacity building
- Outcomes would be information dissemination workshop, identification of LSPs and for finalisation technologies for DPR preparation

Activity 3

- Implementation of energy efficient measures
- Outcomes would be 375 DPRs, identification of LSPs project wise, Capacity Building of LSPs, etc

Activity 4

- Facilitation of innovating financing schemes
- Outcomes would be arrangement with financing institutions to fund EE projects, capacity building of bankers, project impact and future roadmap

Project Update

- 1250 comprehensive Energy Audits conducted.
- Total energy consumption in selected 25 clusters is estimated to be about 5.6 MTOE.
- Energy saving potential of o.82 MTOE in 25 SMEs clusters which is 15% of the total energy consumption.
- Total energy saving potential is estimated to be Rs.1400 Cr in
 25 SMEs clusters
- Total investment required to achieve the saving is estimated to be Rs. 3388 Cr in 25 SMEs clusters
- Simple payback period is estimated to 2.4 years only
- Facilitated implementation of more than 500 energy efficient technologies in 25 clusters

Way ahead

- 1. Sector specific approach for energy efficiency and technology up-gradation through implementation of DPRs
 - Selection of energy intensive sectors
 - Demonstration of common technologies
 - Region wise information dissemination with the support of state designated agencies for uniformly and timely support for replication of the technologies.

- 2. Energy mapping of the targeted SME Sector on all India basis
 - It is proposed to initiate the activity on energy mapping of the SMEs on pan India basis which can be further classified on a region-wise/ sector-wise/ product-wise basis.

- 3. Undertaking of Innovative Financial Schemes for adoption of EE Technologies in the SMEs
 - Creation of a revolving SMEs fund to support SMEs
 - Partial risk guarantee fund is to be used for implementation of technologies under ESCO model.

- 4. Technical assistance and capacity building
 - Development and dissemination of need specific technical assistance and capacity building material.
 - Preparation of audio visuals of best operating practice for operators and supervisors.
 - National Level workshops for demonstration of technologies adopted under this scheme.

- 5. SMEs Product Labelling Promotion Scheme
 - Identification and selection of the clusters involved in the production of equipment/appliances covered under the mandatory or voluntary categories energy star labeling scheme of Bureau of Energy Efficiency.
 - Develop product wise subsidy for the application/labeling fee for rapid promotion of their products.
 - Promotion of testing facilities at cluster level/district level.

jsood@beenet.in