



## Smarter energy use on Australian dairy farms

# Analysis of regional energy assessment data: NSW

Since 2012 almost 1,400 dairy shed energy assessments have been conducted in all dairy regions across Australia as part of the national Dairy Australia project *Smarter energy use on Australian dairy farms*, funded by the Department of Industry and Science as part of the Energy Efficiency Information Grants Program.

As part of this project, RM Consulting Group was commissioned to undertake an independent analysis of the energy assessment data that was collected during the 1,400 dairy shed assessments. This fact sheet summarises the outcomes from that independent analysis for this region.

### Background

The *Smarter energy use* program will close in June 2015. Since 2012 this project has successfully delivered 1,400 energy assessments, covering ~21% of dairy farms across Australia.

This information sheet is benchmarking data from 112 energy efficiency assessments conducted in Dairy NSW region dairy sheds, representing 23% of dairy farms in the region, from 2013 to 2015. The energy assessments involved: review of 12 months of power bills; shed visit for energy efficiency assessment and follow up visit/communication with farmers with recommendations.

This data only relates to dairy shed use and any other loads connected to the dairy metering point. So it does not include irrigation, which is

typically the biggest part of the power bill for irrigated farms, depending on the season.

The data excludes automatic, small rotary (herds <150) and large walk through (herds >300) dairies which all have higher energy use compared to others with a similar herd size.

### Key findings of study

#### Energy costs per 100 cows

Energy costs per 100 cows can provide a simple benchmark. These benchmarks can indicate if you have a problem and therefore are a good indicator of potential savings. If your energy use were similar to the 'high' benchmark it would be worthwhile undertaking an assessment of your energy use to identify where efficiencies can be made (Table 1).

**Table 1** NSW benchmarks

	NSW benchmarks		
	Low	Average	High
Total energy costs per 100 cows	\$6,500	\$9,700	\$12,800
Hot water costs per 100 cows	\$780	\$2,180	\$3,570
Milk cooling costs per 100 cows	\$2,370	\$3,710	\$5,100
Milk harvesting costs per 100 cows	\$960	\$1,600	\$2,240
Energy use per milk production kWhr per 1000L	32	51	71
Energy cost per milk production \$ per 1000L	\$9	\$15	\$20
Energy cost per kWhr (average for year of assessments from 2012 to 2015)	\$0.24	\$0.29	\$0.33

All figures are inclusive of GST

In NSW, average energy costs are higher than all other regions due to higher cost per kWhr.

### Energy use and cost per kL milk

For benchmarking energy use, the best comparison is kWhr per kL because that accounts for variations in L per cow and MS per cow. The amount of energy used largely depends on the volume of milk physically harvested and cooled. See Table 1 for benchmarks per kL milk.

### Scale is important

Dairies with larger herd sizes have lower energy use per kL milk. Energy use for all three main cost components is lower for larger herds.

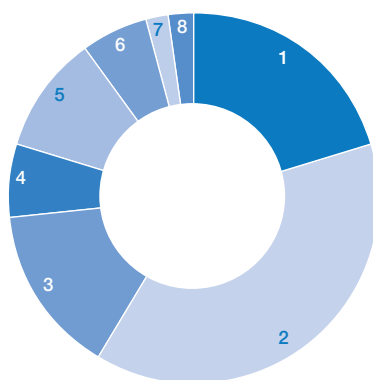
Nationally, energy use per kL milk declines by about 14% from herd size 100 to 200 and then by about 4% for every 100 cows up to 500 cows.

### Identified savings

In the DairyNSW region, typically 65% of assessments had indicative identified savings of between \$0 and \$5,000 per year. About 25% had indicative savings of between \$5,000 and \$12,000. Others were between \$12,000 and \$25,000 indicative savings per year.

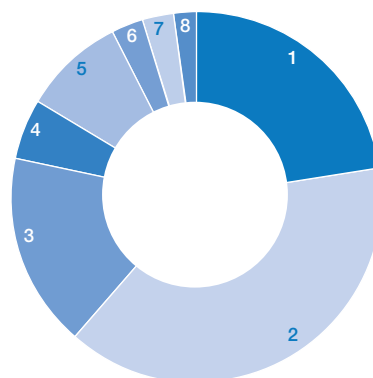
Refer to the national summary for information on most common recommendations.

**Figure 1** Breakdown of energy costs average for rotary sheds – NSW



1	Hot water	20.5%
2	Milk cooling	38.1%
3	Milk harvesting	14.7%
4	Cleaning and effluent	6.6%
5	Stock and dairy water	10.2%
6	Feed	5.7%
7	Shed, office, workshop, misc.	2.1%
8	Lights	2.0%

**Figure 2** Breakdown of energy costs average for herringbone sheds – NSW



1	Hot water	22.5%
2	Milk cooling	39.0%
3	Milk harvesting	16.8%
4	Cleaning & effluent	5.3%
5	Stock and dairy water	8.9%
6	Feed	2.9%
7	Shed, office, workshop, misc.	2.3%
8	Lights	2.2%

### Cost components

The three main energy cost components are hot water, milk cooling and milk harvesting totalling about 77% of energy costs in NSW. Figure 1 and 2 show the breakdown of energy costs for the most common dairy types, rotary and herringbone.

To reduce energy consumption and costs, focus on the three main cost components: hot water, milk cooling and milk harvesting.

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