



# **Optimising Energy Efficiency in Offshore Buildings: Supporting SDG 7 - Clean and Affordable Energy**

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# **A b s t r a c t**

The offshore oil and gas sector faces significant challenges in reducing its carbon footprint while meeting global energy demand. Offshore structures consume up to 500 MW of energy per day. Despite the potential for 30-40% energy savings with efficiency technologies, only 25% of global platforms implement integrated energy management systems. This study aims to optimize energy efficiency in offshore structures to support SDG 7 - Affordable and Clean Energy. The study uses a multi-method approach, analyzing data from 10 offshore platforms, conducting energy modeling, and cost-benefit analysis. The results show variability in daily energy consumption (423.7  $\pm$  32.5 MW) with key factors such as hydrocarbon production and environmental conditions. Energy efficiency technologies such as hybrid power generation systems and Integrated Energy Management Systems (SMET) show significant potential for savings. The optimization model shows a total potential energy savings of  $37.2 \pm 2.1\%$ . Economic analysis using Monte Carlo simulations confirms the feasibility of investment with positive NPV for all evaluated technologies. SMET has the most favorable risk-return profile with a mean NPV of 5.8 ± 0.7 million USD. These findings provide important insights for operators and policymakers, emphasizing the importance of a holistic approach to energy management in offshore structures. Implementation of the proposed energy efficiency strategies can contribute significantly to climate change mitigation and the achievement of SDG 7.

**Keywords:** Energy efficiency; Offshore platforms; Sustainable development; Energy management systems; Renewable energy integration; Carbon footprint reduction; SDG 7

#### **1. Introduction**

The offshore oil and gas sector faces a dual challenge in an era of climate change and global energy transition: reducing its carbon footprint while meeting the world's growing energy demand [1]. Offshore buildings, as the operational centre of this industry, play a crucial role in achieving the balance between productivity and sustainability. Optimising energy efficiency in these facilities is not just an option, but a necessity in an effort to support Sustainable Development Goal (SDG) 7 - Clean and Affordable Energy [2].

The significant energy consumption in offshore buildings has been the focus of research in recent years. Johnson et al. [3]

reported that offshore platforms can consume up to 500 MW of energy per day, equivalent to the electricity consumption of a small city. This study underlines the urgency to optimise energy use in this sector. Meanwhile, Zhao and Kumar [4] identified potential energy savings of 30-40% through the implementation of appropriate energy efficiency technologies and practices, indicating a huge opportunity for improvement.

Although significant energy saving potential has been identified, the implementation of energy efficiency strategies in this sector still faces various challenges. Patel [5] found that only 25% of global offshore platforms have adopted an integrated energy management system, indicating a large gap in the adoption

of best practices. Furthermore, Gustavsson et al. [6] highlighted inconsistencies in energy efficiency standards and regulations between countries, which hinders the implementation of best practices globally.

Controversy has also arisen over the balance between short-term investments in energy efficiency technologies and their long-term benefits. Li and Wang [7] emphasise the potential for rapid return on investment from the implementation of energy efficiency technologies. However, Andersen [8] criticised that high initial costs are often prohibitive for small and medium-scale operators, suggesting the need for a more nuanced approach to the implementation of energy efficiency strategies.

Given this complexity, this research aims to bridge the gap in the literature by:

- 1. Identify and analyse key areas of energy consumption in offshore buildings.
- 2. Evaluate the effectiveness of current energy efficiency technologies and practices in the context of offshore operations.
- 3. Develop a comprehensive framework for the implementation of energy efficiency strategies that can be adapted by different scales of operations.
- 4. Assess the potential impact of energy efficiency optimisation on achieving SDG 7 targets.

To achieve these goals, the research will focus on several key aspects. Firstly, the unique characteristics of offshore buildings have a significant influence on energy efficiency strategies. Second, there are key barriers to the implementation of energy efficiency technologies in this sector, which require a specialised approach to overcome. Finally, optimising energy efficiency in offshore buildings has great potential to contribute to the achievement of SDG 7 targets.

This research adopts a multi-method approach, including analysis of energy consumption data from multiple case studies, simulation-based energy modelling, and comprehensive cost-benefit analysis. This methodology was chosen to provide a holistic understanding of the energy dynamics in

offshore buildings and their optimisation potential.

The structure of this article is as follows: Section 2 presents an in-depth literature review of energy consumption in offshore buildings and current energy efficiency technologies. Section 3 outlines the research methodology. Section 4 presents and analyses the research results. Section 5 discusses the implications of the findings for industrial practice and energy policy. Finally, Section 6 summarises the contribution of this research to the field of energy efficiency and the achievement of SDG 7, and suggests directions for future research.

Through this research, we hope to make a significant contribution to the understanding and practical implementation of energy efficiency in offshore buildings, while driving progress towards the global goal of clean and affordable energy.

# **2. Materials and Methods**

This research uses a multi-method approach to analyse and optimise energy efficiency in offshore buildings. The methods used included energy consumption data analysis, simulationbased energy modelling, and cost-benefit analysis. This approach was chosen to provide a comprehensive understanding of energy consumption patterns, potential savings, and the economic viability of implementing energy efficiency strategies.

### **2.1 Data Collection**

Energy consumption data was collected from 10 offshore platforms operating in different geographic regions. These platforms were selected to represent a range of operating types, sizes, and ages of facilities. The data collected includes:

- 1. Daily energy consumption over a 12 month period
- 2. Breakdown of energy consumption by operational system (e.g., extraction, processing, accommodation)
- 3. Technical specifications of major equipment
- 4. Environmental conditions (temperature, humidity, wind speed)

Data collection is done using an online energy monitoring system installed on each platform, as described by Johnson et al. [1]. For platforms that do not have an integrated monitoring system, data was collected through on-site surveys and analysis of operational records.

#### **2.2 Data Analysis and Energy Modelling**

Data were analysed using SPSS statistical analysis software version 28.0. Energy consumption patterns were analysed using time series analysis and regression analysis techniques to identify factors affecting energy consumption.

Energy modelling was performed using EnergyPlus software version 9.5, which has been validated for application in offshore environments by Zhao and Kumar [2]. The energy model was calibrated using actual data collected from the platforms under study. The modelling allows simulation of various energy efficiency scenarios and evaluation of their impact on total energy consumption.

#### **2.3 Energy Efficiency Technology Evaluation**

Various energy efficiency technologies were evaluated based on their energy saving potential and feasibility of implementation in an offshore environment. The technologies evaluated include:

- 1. Integrated energy management system
- 2. Hybrid power generation technology (diesel-renewable)
- 3. High-efficiency HVAC system
- 4. Waste heat recovery technology
- 5. LED lighting and automatic lighting control system

The evaluation was conducted through a combination of literature studies, consultation with industry experts, and simulations using developed energy models. A multi-criteria evaluation method was used to compare these technologies, considering factors such as energy saving potential, implementation costs, and suitability to offshore operating conditions.

### **3. Results**

This section presents the quantitative and qualitative results of a comprehensive analysis of energy consumption patterns, evaluation of energy efficiency technologies, and cost-benefit analysis of the 10 offshore structures studied.

#### **3.1 Energy Consumption Pattern Analysis**

Time series analysis of daily energy consumption data over 12 months reveals significant consumption patterns:

• The mean daily energy consumption was 423.7 ± 32.5 MW (mean ± standard deviation).

● Seasonal variation was identified by oneway ANOVA (F = 15.32,  $p < 0.001$ ), indicating a significant difference between summer and winter energy consumption.

● Distribution of energy consumption by operational system:

Hydrocarbon extraction and processing systems: 64.8 ± 3.2%

HVAC and accommodation systems: 25.3 ± 2.1%

Other support systems: 9.9 ± 1.7%

Multivariate regression analysis identified factors that significantly influenced energy consumption ( $R^2 = 0.87$ ,  $p < 0.001$ ):

Hydrocarbon production rate ( $β = 0.65$ ,  $p <$ 0.001)

Ambient temperature ( $β = 0.23$ ,  $p < 0.01$ ) Wind speed ( $β = 0.15$ ,  $p < 0.05$ ) Equipment age ( $β = 0.12$ ,  $p < 0.05$ )

#### **3.2 Evaluasi Teknologi Efisiensi Energi**

Table 1 summarizes the results of the evaluation of energy efficiency technologies based on multi-criteria analysis.

| No                                      | Teknologi | Potensi Penghematan<br>Energi (%, mean $\pm$ SD) | Biaya Implementasi<br>$(USD/MW, mean \pm SD)$ | Kelayakan<br>Teknis* | Payback Period<br>(tahun, mean $\pm$<br>SD) |
|---|-----------|--|---|----------------------|---|
| Sistem manajemen<br>energi terintegrasi |           | $18.3 \pm 2.1$                                   | 76,500 ± 12,300                               | 4.7                  | $3.2 \pm 0.5$                               |

**Table 1.** Comprehensive Evaluation of Energy Efficiency Technologies



\* Technical Feasibility is assessed on a scale of 1-5, where 5 is the most feasible.

Analysis of variance (ANOVA) showed significant differences in energy saving potential between technologies ( $F = 42.17$ ,  $p <$ 0.001). Tukey HSD post-hoc tests confirmed that hybrid power generation technology has statistically higher energy saving potential than other technologies ( $p < 0.001$  for all pairwise comparisons).

# **4. Discussion**

This study yields significant findings on energy efficiency optimization in offshore structures, providing new insights that contribute to our understanding of energy management in this challenging environment. The following is a discussion of the main results, their interpretation, and their implications in a broader context.

4.1 Energy Consumption Patterns and Influencing Factors

A comprehensive analysis of energy consumption patterns revealed significant variability, with an average daily consumption of 423.7 ± 32.5 MW. This finding broadens our understanding of energy dynamics in offshore structures, surpassing previous estimates reported by Johnson et al. [1], who only estimated consumption up to 500 MW without accounting for daily and seasonal variability.

Identification of factors influencing energy consumption through multivariate regression analysis provided valuable insights. Hydrocarbon production rate as the strongest predictor (β = 0.65, p < 0.001) confirmed our working hypothesis that core operations have the greatest impact on energy consumption.

However, the significant influence of environmental factors such as temperature ( $β =$ 0.23,  $p$  < 0.01) and wind speed (β = 0.15,  $p$  < 0.05) indicates the importance of adapting energy efficiency strategies to local conditions, an aspect often overlooked in the one-size-fitsall approach.

4.2 Evaluation of Energy Efficiency **Technologies** 

The results of the evaluation of energy efficiency technologies provide a strong empirical basis for decision making. Hybrid power generation technology, with the highest energy saving potential (28.7  $\pm$  3.5%), shows significant progress compared to the estimate of Zhao and Kumar [2] which only projects savings of 20-25%. However, the longer payback period (5.7  $\pm$  0.8 years) indicates the need for careful consideration in its implementation, especially for operators with capital constraints.

On the other hand, the Integrated Energy Management System (SMET) emerges as a promising solution with an optimal balance between saving potential  $(18.3 \pm 2.1\%)$  and implementation feasibility (payback period 3.2 ± 0.5 years). These findings support Patel's [3] argument about the importance of a holistic approach to energy management, but with stronger quantitative support.

4.3 Cost-Benefit Analysis and Economic Implications

Net Present Value (NPV) analysis using Monte Carlo simulation provides a more nuanced understanding of the risk-return profiles of different technologies. Although the

hybrid power generation technology shows the highest potential return (mean NPV of 7.3 ± 1.2 million USD), its high variability (coefficient of variation of 0.16) indicates risks that need to be considered. This finding extends Li and Wang's [5] discussion on the economic benefits of energy efficiency technologies by adding a more sophisticated dimension of risk analysis.

SMET, with a mean NPV of 5.8 ± 0.7 million USD and the lowest coefficient of variation (0.12), offers a more stable investment profile. This suggests that in the context of energy price uncertainty and market volatility, an integrated approach may be preferred by risk-averse operators, a perspective that has not been explored in depth in previous literature.

4.4 Optimization Model and Systemic Implications

The non-linear optimization model developed in this study demonstrates a total energy saving potential of  $37.2 \pm 2.1\%$  through an optimal combination of energy efficiency technologies. This result significantly exceeds previous estimates and underscores the importance of a systems approach to energy optimization.

These findings have important implications for industry and regulators. For operators, it shows that investing in a diversified portfolio of energy efficiency technologies can yield significantly greater savings than focusing on a single technology. For regulators, these results highlight the importance of policies that encourage the adoption of integrated solutions, rather than just incentives for specific technologies.

4.5 Limitations and Future Research Directions

While this study provides valuable insights, several limitations need to be acknowledged. The sample of 10 offshore structures, while representative, may not fully reflect global diversity in design and operation. Future research could expand the sample and include a wider geographic variation.

In addition, the developed optimization model does not account for potential future technological disruptions, such as breakthroughs in energy storage or offshore renewable energy technologies. Integrating technological foresight analysis into the optimization model is a promising research direction.

Finally, the socio-technical aspects of energy efficiency technology implementation, such as organizational resistance to change or personnel training needs, require further exploration. An interdisciplinary approach that combines technical analysis with a change management perspective could provide a more holistic understanding of the challenges and opportunities in energy efficiency optimization in offshore structures.

Overall, this study not only expands our understanding of energy dynamics in offshore structures but also provides a practical framework for energy efficiency optimization that can be adapted by the industry. With significant energy savings potential, implementation of these findings could contribute substantially to global efforts to mitigate climate change and achieve sustainable development goals, particularly SDG 7 – Affordable and Clean Energy.

# **5. Conclusions**

- a. This study has generated comprehensive insights into energy efficiency optimization in offshore structures, making a significant contribution to our understanding of energy management in this challenging environment. The following are the key conclusions of this study:
- b. Energy Consumption Pattern: In-depth analysis reveals significant variability in daily energy consumption (423.7 ± 32.5 MW) in offshore structures, with factors such as hydrocarbon production rate, environmental conditions, and equipment age as key predictors. This understanding provides a solid foundation for more effective and adaptive energy management strategies.
- c. Technology Evaluation: A comprehensive assessment of various energy efficiency technologies shows that hybrid power generation technology has the highest saving potential (28.7  $\pm$  3.5%), while System Integrated Energy Management (SMET)

offers the optimal balance between saving and implementation feasibility. These findings highlight the importance of a tailored approach in energy efficiency technology selection.

- d. Economic Analysis: Cost-benefit analysis using Monte Carlo simulations reveals that all evaluated technologies have positive NPV potential, with SMET showing the most favorable risk-return profile. This confirms the economic viability of investing in energy efficiency in the offshore sector.
- e. System Optimization: The developed optimization model demonstrates a total energy saving potential of  $37.2 \pm$ 2.1% through an optimal combination of energy efficiency technologies. This finding emphasizes the importance of a holistic approach to energy management, beyond focusing on individual technologies.
- f. Sustainability Implications: Implementation of the proposed energy efficiency strategy can contribute significantly to the achievement of SDG 7 - Affordable and Clean Energy, as well as global climate change mitigation efforts.

In conclusion, this study not only expands the theoretical understanding of energy dynamics in offshore structures, but also provides a practical framework for energy efficiency optimization that can be adapted by the industry. With the potential for substantial energy savings and positive economic implications, the implementation of these findings could drive a significant transformation in energy management practices in the offshore sector. However, further research is needed to address the identified limitations, particularly in terms of geographic variability and the integration of new technologies. An interdisciplinary approach that combines technical analysis with a change management perspective is also recommended to ensure effective adoption of the proposed energy efficiency strategies. Overall, this study lays a solid foundation for future research and innovation in the field of offshore energy efficiency, paving the way for more sustainable and environmentally friendly operations in the offshore oil and gas industry.

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