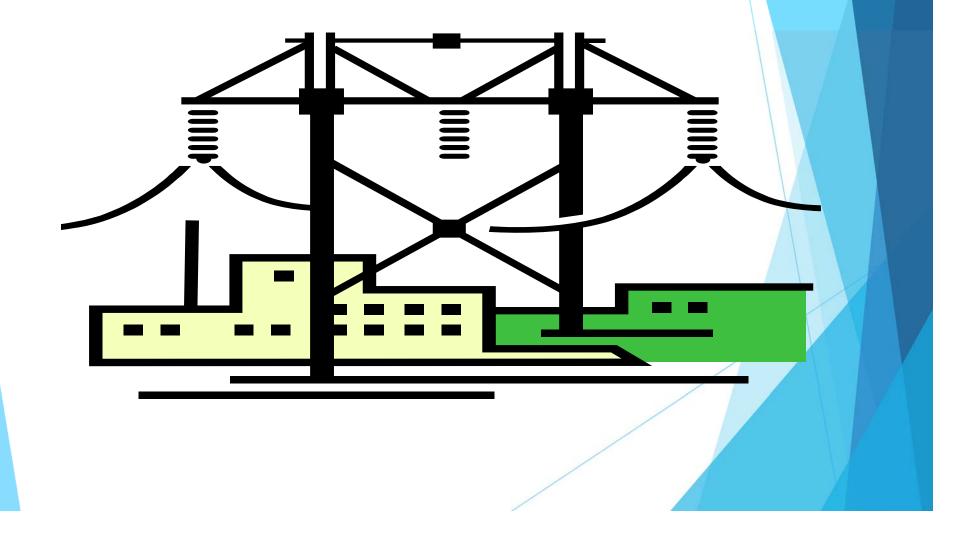
Micro-Turbine Combined Heat & Power Generators (CHP)

Cold Climate Applications 2014 Polar Technology Conference Richard S. Armstrong, PE

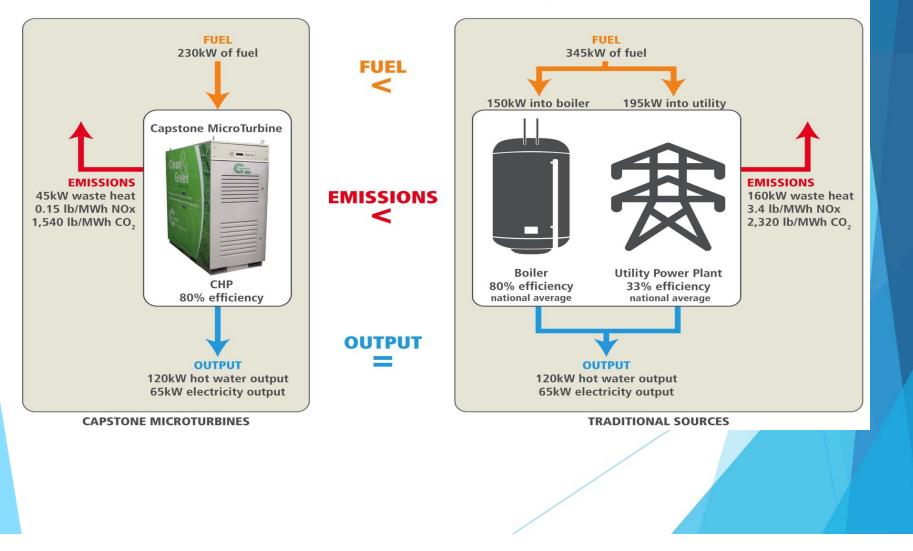
DISTRIBUTED CO-GENERATION DEFINED

Electricity and Heat production that is on-site or close to the load center and is interconnected to the utility distribution system.



WHY CHP? COMBINED HEAT AND POWER

To create the same power output, traditional sources use more fuel and have much higher emissions

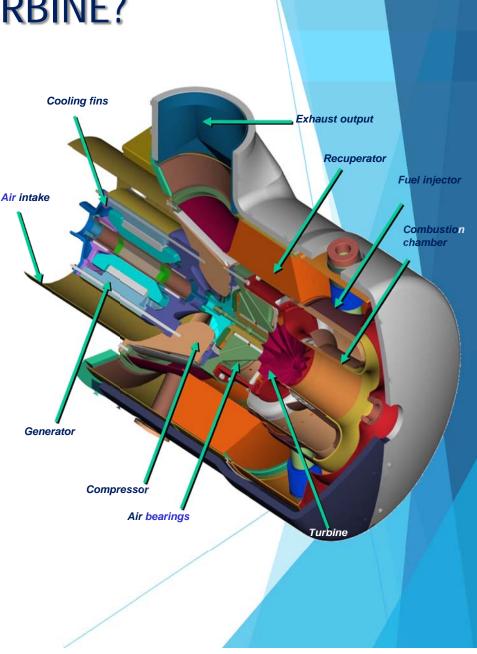


Advantages of Distributed Co-Generation

- Modular / Scalable / Phases
- Use of Existing Infrastructure
- Efficient Install / Minimal Operational Interruptions
- Reduced Environmental Impact / Carbon Footprint
- Reduced Noise, Vibrations & Emissions over recip
- No Utilidors, Steam-plants or Controls

WHAT IS A MICRO TURBINE?

- *In layman's terms*, "A miniature jet engine that runs at speeds up to 96,000 rpm and generates electricity and heat.
- Electrical Power Output
 - 30 kW to 100 MW range
- Highly Reliable
- Ultra Low Emissions
- Multiple Fuels
 - natural gas, propane diesel, biodiesel, methane/biomass/liquid fuels
- Simple/Cost Effective Design
- Very Low Maintenance



C65 Microturbine





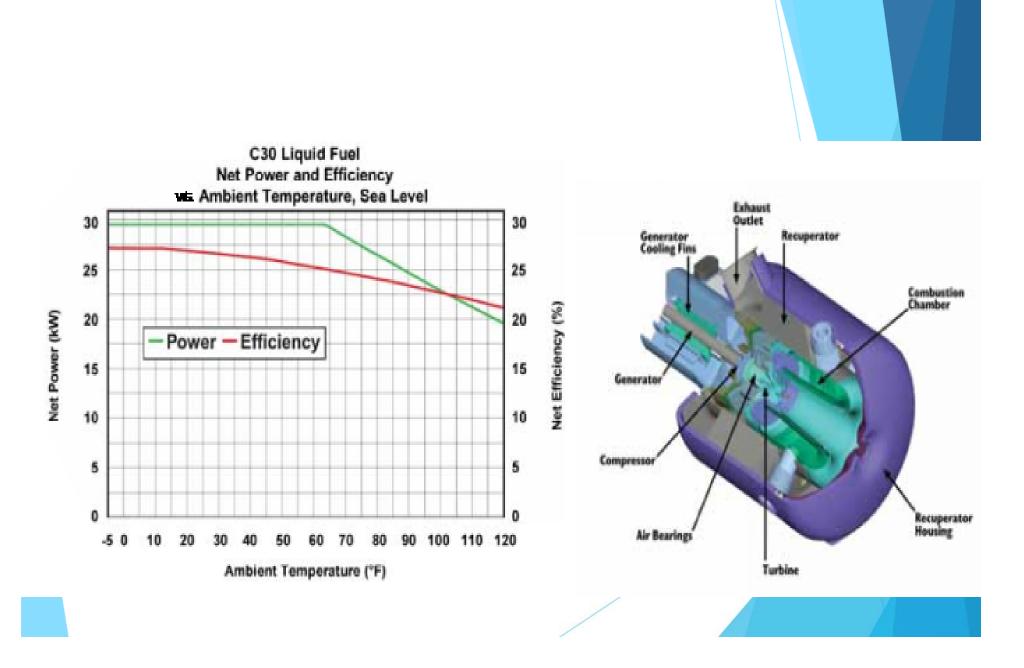
Simple System: only one moving part

Reasons to Use Micro-Turbines with Distributed Generation

- Maintenance: 6 hours per year
- Noise: Very quiet
- Reliability: 99.99% reliable One moving part
- Back-up to grid
- Good turn-down ratio for load following
- Base load, peak follow, time of day follow
- Can eliminate utilidor piping for waste heat at remote locations
- Can size for all heat requirements, or just minimum heat requirements
- Can use with smart grid to optimize power plant loading
- Extremely low emissions: Meets Tier 4 requirements out of the box
- Works using NG, Methane, diesel, AN-8, or Jet Fuels
- Cold WX yields higher efficiency down to -10 degrees F

Efficiency

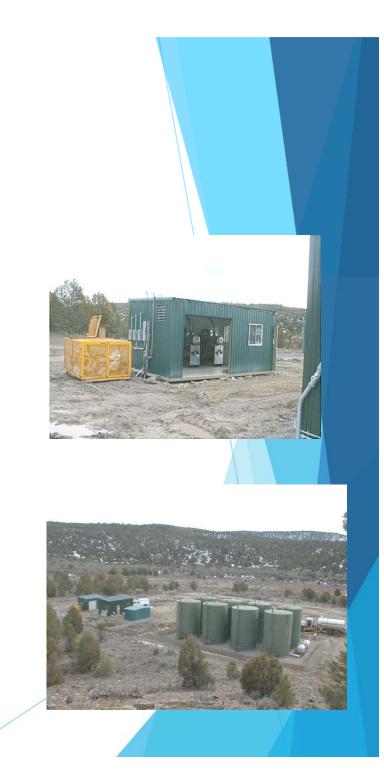
- Micro-Turbines make power at 25-32% of the input energy
- Waste heat provides 50% of the input energy
- No heat loss from the utilidor piping
- No pumping loss from the power plant to the building
- Turndowns allow unit to match loads
- Smart Grid could allow single generator operation with load sharing for small grids



C30 Liquid Fuel Net Power & Efficiency

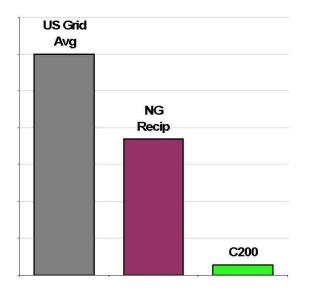
FUEL FLEXIBILITY

- C30, C65, C200
 - ► Natural gas
 - ► Low BTU gas down to 325 BTU/Cu. Ft
 - ► LPG
 - ► Liquid fuels
 - Diesel
 - Kerosene
 - Bio Diesel
 - Jet fuel



Ultra Low Emissions

Relative NOx Emissions



Liquid Fuel Micro-Turbines meet Tier IV Emission requirements as shipped

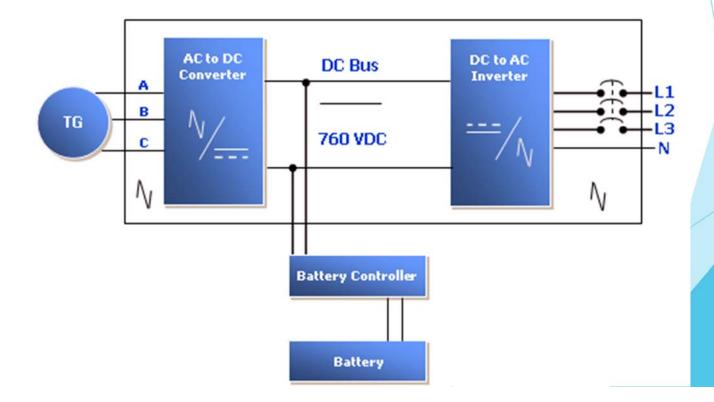


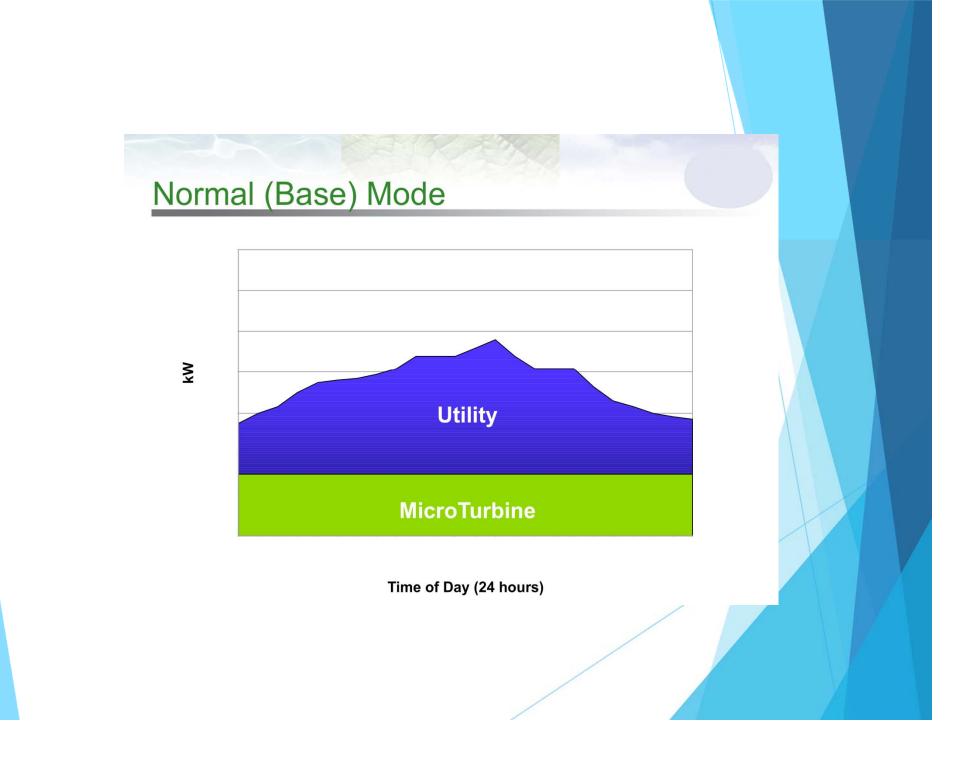
CARB Natural Gas Emission Standard						
	Units	2003	2007	Reduction		
NOx	lb/MWh	0.5	0.07	86%		
CO	lb/MWh	6.0	0.10	98%		
VOC	lb/MWh	1.0	0.02	98%		



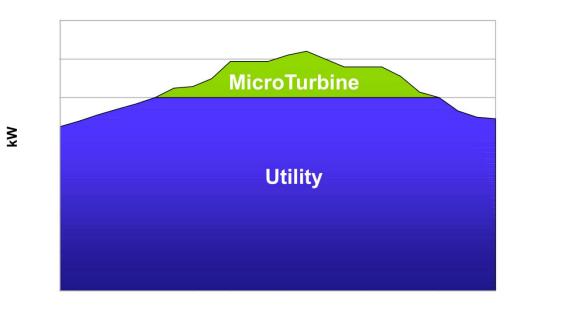
Power Electronics

UL 1741, UL 2200
Makes grid interconnect easy, safe
Includes protective relays and sync gear – easily integrates with other technologies
Meets California Rule 21 utility interconnect requirements
Provides UPS quality power



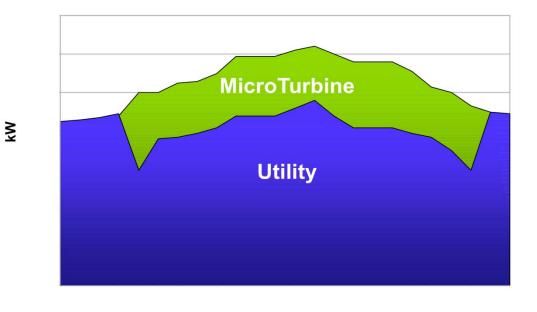


Load Following



Time of Day (24 hours)

Time-of-Use Mode



Time of Day (24 hours)

UMED District Plan Update 2013

MICROTURBINES VS PISTON ENGINES

Capstone Microturbines



Traditional Piston Engines



Ultra low emissions	Local air permits and exhaust cleanup required	
Low maintenance – Six hours per year	High maintenance – Oil, Coolant, Injectors-160 scheduled maintenance periods in 5 years	
On board digital electronics	External controls without power electronics	
Integrated utility protection & synchronizing	Requires external relays & control equipment	
Lightweight & small footprint	More than twice the weight & footprint	

Low Maintenance



Capstone MicroTurbine

- 6 hrs planned maintenance per year
- Scheduled/unscheduled maintenance
 \$0.015 / kW-hr
- Average uptime **99%**



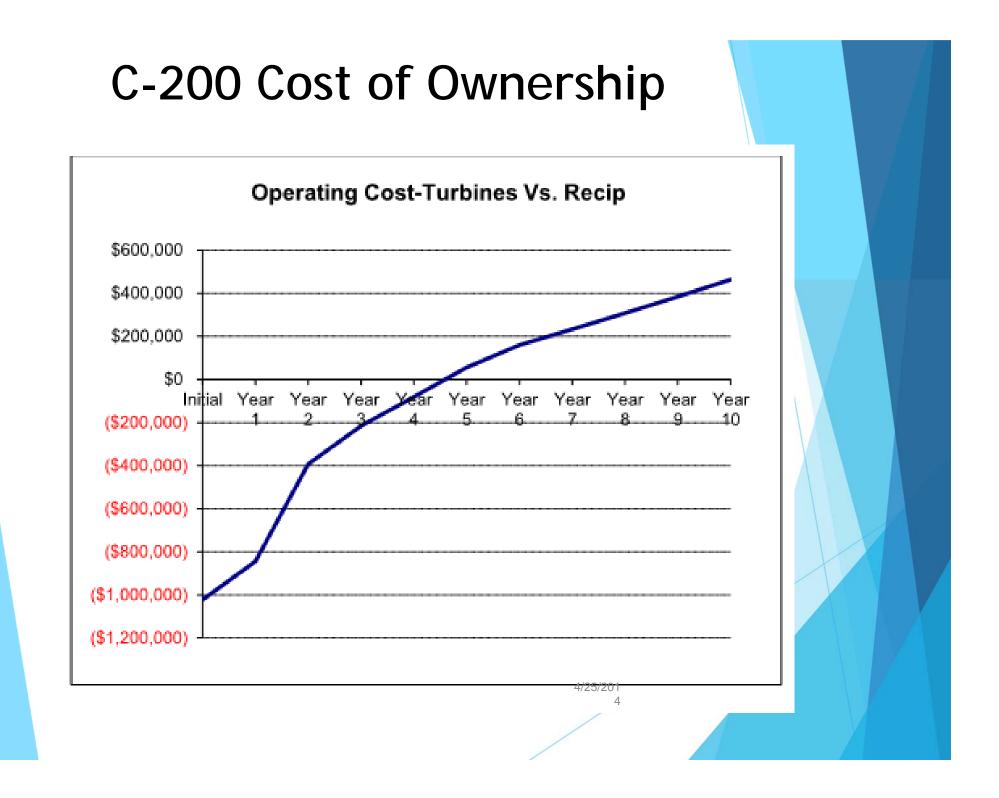
Internal Combustion Engine

- 120 hrs planned maintenance per year
- Scheduled/unscheduled maintenance \$0.018 to \$0.022 / kW-hr
- Average uptime 82%

Operating Hours	Item	Action
8,000	Air/fuel filters, Igniter	Inspect, replace
20,000	Injectors, batteries	Replace
40,000	Engine/generator, injectors, batteries	Overhaul

Operating Hours	ltem	Action
1,000 — 2,000	Air & oil filters, oil, spark plugs	Inspect, replace
1,500	Top end	Inspect
20,000	Top end	Overhaul
40,000	Bottom end	Overhaul

Significantly lower total cost of ownership: <u>Maintenance costs</u> are 25% lower on average.



PRODUCTS

- Capstone Product Line
 - ► C30 = 30KW
 - ► C65 = 65KW
 - ► C200 = 200KW
- Capstone Has Pre-engineered Packages to 1MW
 - ► C600 = 600KW
 - ► C800 = 800KW
 - ► C1000 = 1000KW
 - Controls



MIIIII