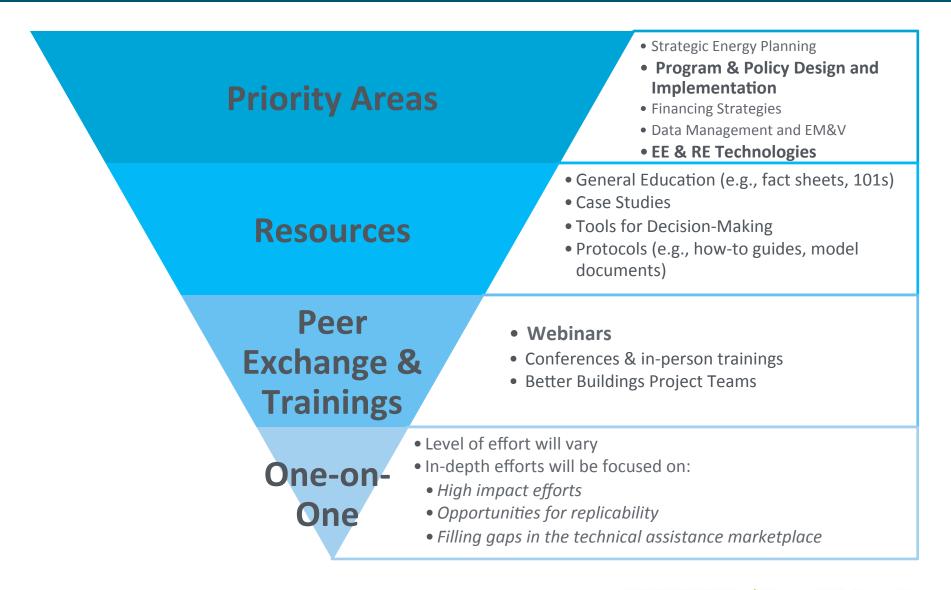


Combined Heat and Power: Expanding CHP in Your State

December 4, 2013

Molly Lunn U.S. DOE's State and Local Technical Assistance Program

DOE's State & Local Technical Assistance Program





Priority Area: EE & RE Technologies

• Resources

- Advanced Manufacturing Office's (AMO) Industrial Distributed Energy <u>http://www1.eere.energy.gov/manufacturing/distributedenergy/</u> <u>index.html</u>
- AMO's CHP Project Profiles www.eere.energy.gov/manufacturing/distributedenergy/chp_projects.html
- CHP program and policy resources also available through SEE Action Network's Industrial EE and CHP Working Group, including the Guide to Successful Implementation of State CHP Policies www.eere.energy.gov/seeaction/combined_heat_power.html
- State & Local Solution Center Technologies resource portal Updated in early 2014
- One-on-One Assistance
 - CHP Technical Assistance Partnership www.eere.energy.gov/manufacturing/distributedenergy/chptaps.html



How to Access These Offerings

• Visit the *State & Local Solution Center* <u>www.eere.energy.gov/wip/solutioncenter/</u>

- Join *Upcoming Webinars*
 - Tomorrow! Show Me the Money: Raising Investment Funds for Clean Energy Programs & Working with Financial Institutions
 - 1/23 Tapping New Markets: State EE Initiatives for Correctional Facilities
 - 1/TBD Tapping New Markets : State EE Initiatives for *Multifamily Housing* www.eere.energy.gov/wip/solutioncenter/wip_events.html
- Sign up for TAP Alerts, the TAP mailing list, for updates on our latest and greatest <u>TechnicalAssistanceProgram@ee.doe.gov</u>



CHP Deployment Program



Energy Efficiency & Renewable Energy



The Role of CHP in Energy Strategic Planning

December 4, 2013

Claudia Tighe

CHP Deployment Program Manager

Executive Order 13624 "Accelerating Investments in Industrial Energy Efficiency"

- Executive Order to accelerate investments in industrial energy efficiency (IEE), including Combined Heat and Power (CHP) with the goal of bringing together all stakeholders to seize this opportunity and ensuring that Federal agencies are taking the maximal steps to support private sector investment in this space. (August 30, 2012)
- Often **barriers exist** that prevent otherwise economic investments in IEE and CHP from occurring.
- The Administration believes it is important to accelerate investment in industrial energy efficiency in a way that benefits all stakeholders.
- The Order sets a national goal of 40 GW of new CHP installation over the next decade.



Achieving this goal would:

- Increase total CHP capacity in the U.S. by **50 percent** in less than a decade
- Save energy users **\$10 billion a year** compared to current energy use
- Save one quadrillion Btus (Quad) of energy the equivalent of 1 percent of all energy use in the U.S.
- Reduce emissions by 150 million metric tons of CO2 annually equivalent to the emissions from over 25 million cars
- Result in \$40-\$80 billion in new capital investment in manufacturing and other U.S. facilities over the next decade

Source: DOE/EPA, CHP: A Clean Energy Solution, August, 2012, www1.eere.energy.gov/manufacturing/ distributedenergy/pdfs/chp_clean_energy_solution.pdf



Why Combined Heat and Power?

• Benefits of CHP for U.S. businesses

- Reduces energy costs for the user
- Reduces risk of electric grid disruptions and enhances energy reliability
- Provides stability in the face of uncertain electricity prices

• Benefits of CHP for the Nation

- Improves U.S. manufacturing competitiveness
- Offers a low-cost approach to new electricity generation capacity
- Provides an immediate path to lower GHG emissions through increased energy efficiency
- Lessens the need for new transmission and distribution (T&D) infrastructure and enhances power grid security
- Uses abundant clean domestic energy sources
- Uses highly skilled American labor and American technology

Source: DOE/EPA, CHP: A Clean Energy Solution, August, 2012, www1.eere.energy.gov/manufacturing/distributedenergy/pdfs/ chp_clean_energy_solution.pdf



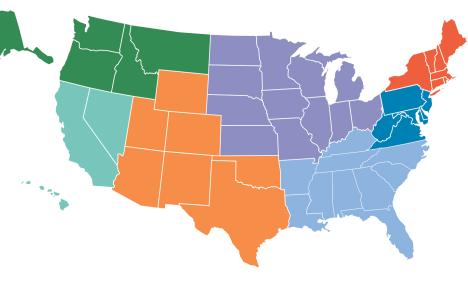
AMO's CHP Deployment Program provides stakeholders with the **resources** necessary to **identify** CHP market opportunities and **support** implementation of cost-effective CHP systems in industrial, commercial, institutional, and other applications.



CHP Technical Assistance Partnerships

Key Activities:

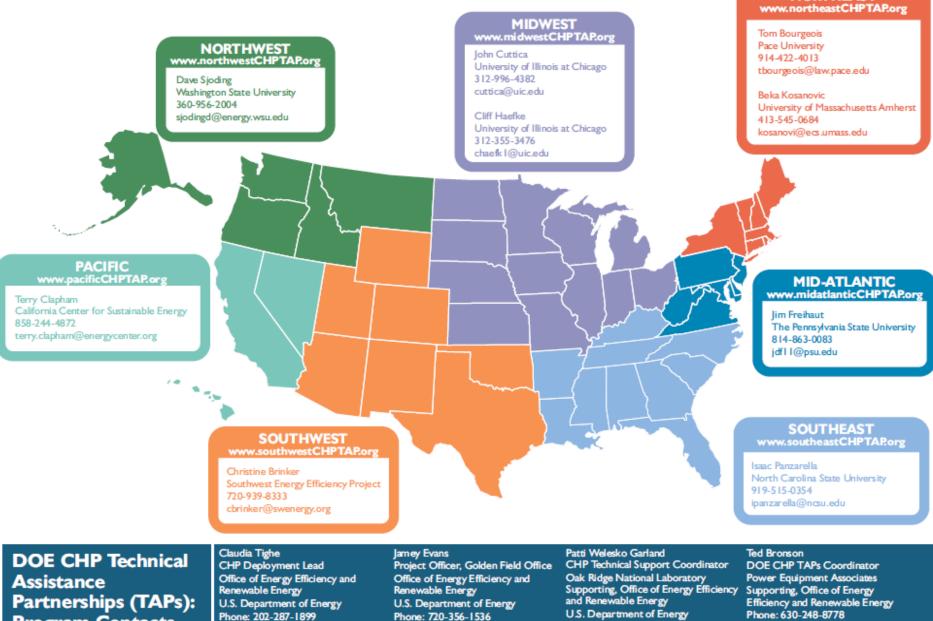
- Market Opportunity Analysis: Supporting analyses of CHP market opportunities in diverse markets including industrial, federal institutional, and commercial sectors.
- Education and Outreach: Providing information on the energy and non-energy benefits and applications of CHP to state and local policy makers, regulators, energy end-users, trade associations and others.
- Technical Assistance: Providing technical assistance to end-users and stakeholders to help them consider CHP, waste heat to power, and/or district energy with CHP in their facility and to help them through the project development process from initial CHP screening to installation.



www1.eere.energy.gov/manufacturing/ distributedenergy/chptaps.html//



DOE CHP Technical Assistance Partnerships (CHP TAPs)



E-mail: jamey.evans@go.doe.gov

Program Contacts

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Phone: 202-586-3753

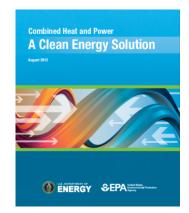
E-mail: garlandpw@ornl.gov

Phone: 630-248-8778 E-mail: tlbronsonpea@aol.com

NORTHEAST

CHP: A Clean Energy Solution, August, 2012

Provides a foundation for national discussions on effective ways to reach the 40 GW target, and includes an overview of the key issues currently impacting CHP deployment and the factors that need to be considered by stakeholders participating in the dialogue.





CHP: Enabling Resilient Energy Infrastructure for Critical Facilities, March 2013

This report summarizes how critical infrastructure facilities with CHP systems operated during Superstorm Sandy. Several examples from other storms and blackout events in other regions of the country are also included. The report provides information on the design and use of CHP for reliability purposes, as well as state and local policies designed to promote CHP in critical infrastructure applications.

Guide to the Successful Implementation of State CHP Policies, March 2013

Informs state utility regulators and other state policymakers with actionable information to assist them in implementing key state policies that impact CHP.

- Design of standby rates
- Interconnection standards for CHP with no electricity export
- Excess power sales
- Clean energy portfolio standards (CEPS)
- Emerging market opportunities—CHP in critical infrastructure and utility participation
- ¹² markets.



Renewable Energy

For More Information

• Executive Order

http://www.whitehouse.gov/the-press-office/2012/08/30/executive-order-acceleratinginvestment-industrial-energy-efficiency

• SEE Action IEE and CHP Working Group

http://www1.eere.energy.gov/seeaction/

- AMO's Combined Heat & Power website
 <u>http://www1.eere.energy.gov/manufacturing/distributedenergy/index.html</u>
- DOE/EPA, CHP: A Clean Energy Solution, August, 2012, http://www1.eere.energy.gov/manufacturing/distributedenergy/pdfs/ chp_clean_energy_solution.pdf

Claudia Tighe, claudia.tighe@ee.doe.gov



Combined Heat and Power Technologies

Patricia Welesko Garland CHP Program Manager Oak Ridge National Laboratory



Attractive CHP Markets



Industrial

- Chemical manufacturing
- Ethanol
- Food processing
- Natural gas pipelines
- Petrochemicals
- Pharmaceuticals
- Pulp and paper
- Refining
- Rubber and plastics



Commercial

- Data centers
- Hotels and casinos
- Multi-family housing
- Laundries
- Apartments
- Office buildings
- Refrigerated warehouses
- Restaurants
- Supermarkets
- Green buildings



Institutional

- Hospitals
- Schools (K 12)
- Universities & colleges
- Wastewater treatment
- Residential confinement



Agricultural

- Concentrated animal feeding operations
- Dairies
- Wood waste (biomass)





What Is Combined Heat and Power?

CHP is an *integrated energy* system that

- Is located at or near a facility
- Generates electrical and/or mechanical power
- Recovers waste heat for
 - Heating
 - Cooling
 - Dehumidification
- Can utilize a variety of technologies and fuels
- Is also referred to as cogeneration







Energy Efficiency & Renewable Energy

What Are the Benefits of CHP?

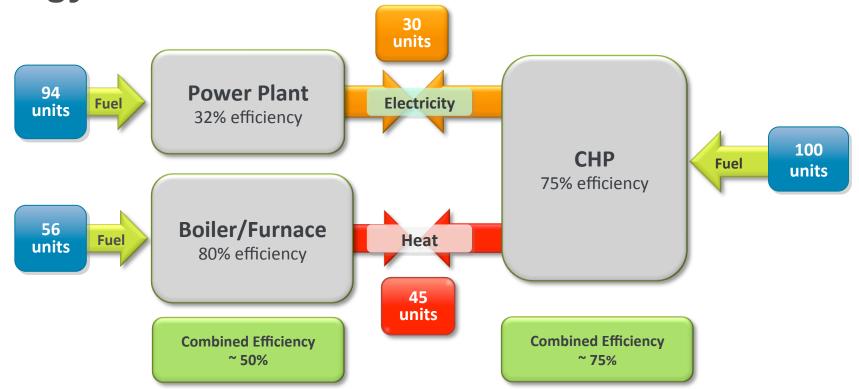
- CHP is <u>more efficient</u> than separate generation of electricity and heat
- Higher efficiency translates to *lower operating cost*, (but requires capital investment)
- Higher efficiency *reduces emissions of all pollutants*
- CHP can also *increase energy reliability and enhance power quality*
- On-site electric generation <u>reduces grid congestion</u> and avoids distribution costs





CHP Heat Recapture

CHP recaptures heat, increasing overall efficiency of energy services.







CHP's Higher Efficiency Results in Energy and Emissions Savings

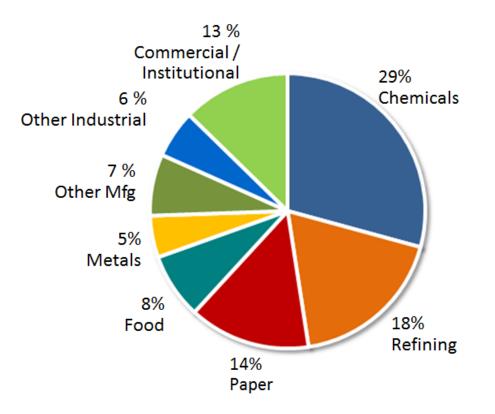
Category	10 Megawatt CHP	10 Megawatt PV	10 Megawatt Wind	10 Megawatt Natural Gas Combined Cycle (NGCC)
Annual Capacity Factor	85%	22%	34%	70%
Annual Electricity	74,446 MWh	19,272 MWh	29,784 MWh	61,320 MWh
Annual Useful Heat Provided	103,417 MWh _t	None	None	None
Footprint Required	6,000 sq ft	1,740,000 sq ft	76,000 sq ft	N/A
Capital Cost	\$20 million	\$60.5 million	\$24.4 million	\$10 million
Annual Energy Savings, MMBtu	308,100	196,462	303,623	154,649
Annual CO ₂ Savings, Tons	42,751	17,887	27,644	28,172
Annual NOx Savings	59.9	16.2	24.9	39.3

Source: Combined Heat and Power A Clean Energy Solution: August 2012: DOE and State Oak Ridge National Laboratory



MANAGED BY UT-BATTELLE FOR THE DEPARTMENT OF ENERGY

CHP is an important natural resource!



Source: ICF CHP Installation Database, 2012 Data

- 82.4 GW of installed CHP over 4,200 industrial and commercial facilities (2012)
- 87% of capacity in industrial applications
- 71% of capacity is natural gas fired
- Avoids more than 1.8 quadrillion BTUs of fuel consumption annually
- Avoids 241 million metric tons of CO₂ compared to separate production





CHP is widely used







Energy Efficiency & Renewable Energy

CHP is based on proven technologies and practices



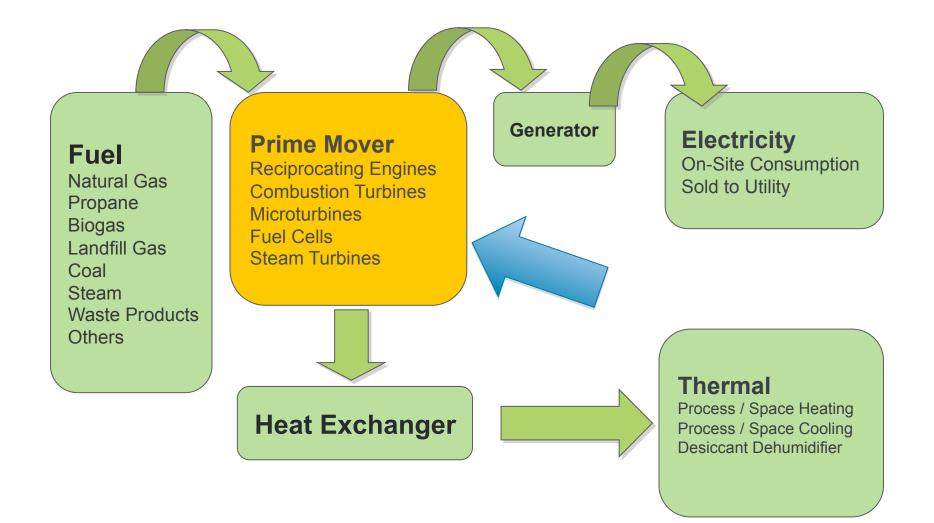








22







23

Prime Mover: Combustion Gas Turbine

- Size Range: 500 kW to 250 MW
- Advantages
 - High reliability
 - Low emissions
 - High grade heat available
 - No cooling required
- Disadvantages
 - Poor efficiency at low loading
 - Require high pressure gas or in-house gas compressor
 - Output falls as ambient temperature rises
- Typical Applications
 - Hospitals
 - Universities
 - Chemical plants
 - Refineries
 - Food processing
 - Paper
 - Military bases





Prime Mover: Reciprocating Engines

- Size Range: < 5MW in DG applications
- Advantages
 - Fast start-up
 - Relatively low investment cost
 - Operate on low-pressure gas
 - Can be overhauled on site
 - High power efficiency with partload operation flexibility
- Disadvantages
 - High maintenance costs
 - Limited to lower temperature cogeneration applications
 - Relatively high emissions
 - High levels of low frequency noise
- Typical Applications
 - Food processing
 - Office buildings
 - Multifamily housing
 - Nursing homes
 - Hospitals
 - Schools & Universities







Prime Mover: Microturbines

- Size Range: 30 kW to 500 kW
- **Advantages**
 - Small number of moving parts
 - Compact size and light weight
- **Disadvantages**
 - High costs
 - Relatively low mechanical efficiency
 - Limited to lower temperature cogeneration applications
- Applications
 - Multifamily housing
 - Nursing homes
 - Waste water treatment
 - Gas & oil production







Energy Efficiency & Renewable Energy

Prime Mover: Fuel Cells

- Size Range: 5 kW to 2 MW
- **Advantages**
 - Low emissions
 - Low noise
 - High efficiency over load range
 - Modular design
- **Disadvantages**
 - High costs
 - Low durability
 - Fuels requiring processing unless pure hydrogen is used
- **Typical Applications**
 - **Data centers**
 - Hotels
 - Office buildings
 - Waste water treatment







Attractive CHP Markets



Industrial

- Chemical manufacturing
- Ethanol
- Food processing
- Natural gas pipelines
- Petrochemicals
- Pharmaceuticals
- Pulp and paper
- Refining
- Rubber and plastics



Commercial

- Data centers
- Hotels and casinos
- Multi-family housing
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- Supermarkets
- Green buildings



Institutional

- Hospitals
- Schools (K 12)
- Universities & colleges
- Wastewater
 treatment
 - Residential confinement



Agricultural

- Concentrated animal feeding operations
- Dairies
- Wood waste (biomass)





USDOE / NREL Webinar: NYSERDA's CHP Program Logic and Format



Dr. Dana Levy is the Program Manager for On-site Power Applications in the R&D Group at NYSERDA where he leads a twelve-member team administering a budget of \$100 million per year. The group's programs support market development, especially via the installation of equipment at "early adopter" sites to increase awareness and acceptance among potential customers, proficiency among installers, and understanding and comfort among regulatory authorities having jurisdiction (such as building inspectors, utility personnel, and zoning officials).

In particular, the CHP Acceleration Program (and its predecessor the CHP Demonstration Program) have been structured to support projects that break down barriers and serve as role model examples while simultaneously creating important new learning opportunities (this strategic approach has been used to demonstrate trailblazing equipment, economically-important applications, and novel business models that can benefit a variety of users – and won an ACEEE 2010 States Stepping Forward Award).

Prior to joining NYSERDA in 1999, he held positions in private industry and the federal government performing academic laboratory research, engineering consulting, and factory operation and management. He earned his Doctorate and M.S. in Environmental Engineering from Rensselaer Polytechnic Institute, a B.S. in Chemical Engineering from the University of Massachusetts at Amherst, and is a licensed Professional Engineer. Dana is a recipient of the USCHPA CHP Champion Award. He has been a regular participant in NECHPI since its inception, and is a founding member of its Executive Committee.

December 4, 2013



NYSERDA's Decade of CHP Experience

- Strategy: Portfolio of diverse examples
 - Size: 1.2 kW to 40 MW
 - Sectors: 56 at Apartment Buildings, 26 at Healthcare,
 26 at Farms, 17 at Schools, 6 at Office Buildings
 - **Fuels:** Natural Gas, Biogas, Wood
 - Machinery: Engines, Microturbines, Fuel Cells, ORC,
 - Combustion Gas Turbines, Steam Turbines

- Impacts
 - 181 projects to yield 200 MW
 - Of these, 140 projects are operational = 170 MW installed
 - Funding: NYSERDA ... \$125 Million
 - + Others \$675 Million
 - = Total \$800 Million



http://chp.nyserda.ny.gov

Program Administration Formats

• **Competitions** (facilitates strategic acquisitions for pilot activities)

- **Standard Offers** (facilitates scaled-up mass market activities):
 - List of pre-qualified measures and their associated specific rebates
 - Pseudo-performance (award computed based on analysis and forecast of site-specific performance)
 - Performance payments based on Measured & Verified performance



of

asing

Market Observation #1

CHP Vendors are Clustered by "Market Size"

Small-to-Medium (50 – 1,300 kW):

- Aegis
- Capstone
- Intelligen
- Tecogen
- Others

Medium-to-Large (greater than 1.3 MW):

- Caterpillar
- GE Jenbacher
- Siemens Turbines
- Solar Turbines
- Others



Market Observation #2

Modular CHP is becoming Prominent

- Widely-available "modular kits" of CHP size 1.3 MW or smaller
- Foundational efforts of USDOE for "component matching" into pre-engineered packages
- Potential to improve comfort of building inspectors & utility personnel via replicable equipment
- Standardized products will help accelerate sales to customers
- Facilitates single-point responsibility:
 - Removes one variable from the equation (harmony among components)
 - Still need to choose proper size module based on the needs of building
 - Still need to properly install the module
 - Still need to properly maintain the module



In Their Own Words

The marketplace is touting "packaged" CHP

DRESSER RAND.



250kWe Combined Heat and Power System

Dresser-Rand CHP Solutions (a Dresser-Rand strategic business unit) provides a complete range of fully packaged and tested combined heat and power (CHP) systems to commercial, industrial and municipal energy users worldwide. CHP (or cogeneration) systems reduce on-site energy costs and carbon dioxide emissions through the highly efficient delivery of power and heating. Combined cooling, heat and power (CCHP or Trigeneration) systems, provide the high efficiency of CHP, with the added benefit of chilled water output.

CHP systems offer an environmentally-friendly option for the provision of electricity and heat by recovering thermal energy that would typically be wasted in conventional power plants. With standard modular CHP and trigen systems ranging from 250kWe to 2.4MWe, a Dresser-Rand packaged CHP solution increases energy productivity, efficiency and reliability, while substantially lowering clients' greenhouse gas (GHG) emissions.

A CHP TR250 trigeneration unit.

CHP System Performance

Operating Load		100%	75%	50%
Electrical output [1]	kW	250	188	125
Hot water output [2]	BTU/hr x 1000	1,351	1,073	815
Chilled water output	USRT	76	60	45
Fuel input (LHV) [3]	BTU/hr x 1000	2,451	1,943	1,512
Generating efficiency	%	34.8	32.9	28.2
Heating efficiency [2][3]	%	55.1	55.2	53.9
Plant efficiency (LHV)	96	89.9	88.2	82.1

250kWe of Continuous, On-site Electrical Power

Energy consumers demand high efficiency and reliability in order to minimize operating costs and maximize uptime. Our CHP systems are supplied as a comprehensive factory tested package that can be easily integrated into existing site operations. Items such as synchronizing switchgear, heat recovery equipment. emissions treatment, attenuation, and lube oil systems are included "within the box" dramatically reducing the risk of cost overruns and performance issues associated with traditional "site built" systems.



http://dresser-rand.com/literature/CHP/2229 CHP250.pdf captured Q4 of 2011 34 of 35

In Their Own Words

The marketplace is touting "packaged" CHP

Saving Money Through Efficiency Is an Efficient way to Save the Globe



·

On Site Power Capabilities Sample Projects Product Specifications Contacts

Why Choose Intelligen Power?

NTELLIGEN

🌒 The Intelligen Platform

Intelligen Product Benefits

Intelligen Product Line and Specifications

Custom Equipment Packages

Operation and Maintenance Services

Consulting



The Intelligen Platform

Standardized Approach

Intelligen Power Systems has developed a standardized cogeneration platform that can be refined and customized to meet the needs of a particular site. The standardized platform greatly simplifies the design process and leads to significant cost savings. It also improves reliability and the maintenance function.

Pre-Packaged

In order to simplify the installation, Intelligen Power Systems seeks to pre-package as much equipment as possible in its factory which leads to a quick and cost effective installation process.

Fully Automated Control System

The Intelligen Power Systems control system has been specially designed to provide fully automated operation of the cogeneration system as well as integration with the host facility. The onboard controls package provides full monitoring of system functions to allow for reliable unattended operation.

Remote Monitoring

The Intelligen Power Systems control package provides full remote monitoring functionality which is part of the active ongoing maintenance program that is designed for maximum run-time availability. Intelligen service technicians monitor system performance 24 hours per day and 7 days per week and respond quickly when needed in order to minimize downtime.

Highest Quality Components

Intelligen Power Systems obtains its high levels of availability by incorporating the highest quality components into its equipment. The prime mover is a heavy duty industrial reciprocating engine that is designed for highly reliable continuous operation.

Simplified Utility Connection

Intelligen provides standardized utility interface packages which can simplify the process of obtaining approval for interconnecting with your electrical utility. Intelligen has extensive experience of interfacing with many utilities in a variety of configurations.



http://intelligenpower.com/platform.htm captured Q4 of 2011 35 of 35

In Their Own Words

The marketplace is touting "packaged" CHP

GE Energy

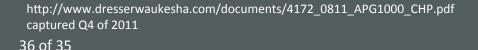
Waukesha*gas engines APG1000

APG^{*} Gas Enginator^{*} Generating System 1000 kWe @ 50 Hz/1100 kWe @ 60 Hz

CHP

The APG1000 Combined Heat and Power (CHP) package allows for optimized efficiency by maximizing heat recovery. This minimizes packaging cost and time by including CHP components factory mounted. Achieve up to **89.4%** total efficiency with the APG1000 CHP package.

With a reputation for rugged durability and ongoing design advancements, Waukesha engines are the sound investment you can depend on in mission-critical applications. Now a part of GE Energy, Waukesha provides enhanced support in the form of parts, service and a network of distributors to make us an even stronger partner for today's global energy industry.





The marketplace is touting "packaged" CHP

AEGEN THERMO POWER[™] TP-75 M

The AEGEN THERMO POWER 75 is a compact, modular combined heat and power (CHP) system producing 75 kW of power and 5.23 therms of heat per hour. A three-way non-selective catalyst reduction (NSCR) emissions control package includes a catalytic converter and temperature and oxygen controls designed to reduce emissions of nitrogen oxide, carbon monoxide, and hydrocarbons. The CHP module has a natural gas-fired reciprocating engine, an induction generator, heat recovery system, a sound attenuating enclosure, electrical switchgear, and solid-state controls for automatic and unattended operation. High efficiency heat recovery components consist of oil cooler, engine jacket for heat transfer, marine type exhaust gas manifolds and exhaust gas heat exchangers. The AEGEN THERMO POWER 75 operates in parallel with existing mechanical and electrical systems in the facility. The module includes an advanced utility-grade relay(U.L., C.S.A., and C.E. listed or certified) for electrical protection and redundancy as standard equipment.

Features

- ✤ Reliable, proven technology
- Highly efficient
- Environmentally sound with low emissions
- ✤ Quiet operation
- 🗲 Modular scaleable into larger systems
- Compact easily fits in most buildings
- Indoor or outdoor installation
- 🗲 U. L. listed
- ✤ Remote monitoring and control
- ✤ Digital display and user-friendly interface
- ✤ Infinite system life with maintenance program
- ✓ Electric and thermal load following
- ✤ Modbus compatible for networking with building automation systems





AEGIS GENERATOR COMPANY 55 Jackson Street, Holyoke, MA 01040 • (413) 536-1156 • (413) 536-1104 (fax) Website: www.AegisEnergyServices.com • Email: Aegis@AegisEnergyServices.com



http://www.aegisenergyservices.com/pdf/AegisSellSheet.pdf captured Q4 of 2011

The marketplace is touting "packaged" CHP

C1000 Megawatt Power Package High-pressure Natural Gas

1MW of reliable electrical power in one small, ultra-low emission, and highly efficient package.

- · High electrical efficiency over a very wide operating range
- Low-maintenance air bearings require no lube oil or coolant
- Ultra-low emissions
- · High availability part load redundancy
- · Proven technology with tens of millions of operating hours
- Integrated utility synchronization and protection with a modular design
- 5 and 9 year Factory Protection Plans available
- · Remote monitoring and diagnostic capabilities
- Internal fuel gas compressor available for low fuel pressure natural gas applications





C1000 Power Package



http://www.capstoneturbine.com/_docs/datasheets/C1000%20HPNG_331044E_lowres.pdf captured Q4 of 2011

The marketplace is touting "packaged" CHP



InVerde Ultra 100

Ultra-Low Emissions Inverter-Based Cogeneration

Key Features & Benefits

- 100 kW Continuous/125 kW Peaking
- Delivers ultra-low emissions levels compliant with strict "CARB 2007" Standards
- Standardized Interconnection
- Black-Start Grid-Independent Operation
- Microgrid compatible with licensed CERTS¹ power balancing control software
- Premium Quality Wave Form, Voltage and Power Factor for Special Applications
- Power Boost for Demand-Side Response
- Enhanced Efficiency from Variable Speed Operation
- Simplified Inter-Unit Controls for either Mode of Operation (parallel or standby)
- ETL Listed Labeled for compliance with UL 1741 Utility Interactive; Inverters, Converters, Controllers
 and Interconnection System Equipment for Use with Distributed Energy Resources
- Renewable Energy Compatible, a Clean Energy Solution for Today and Tomorrow
- *CERTS Consortium for Electric Reliability Technology Solutions

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http://www.tecogen.com/Collateral/Documents/English-US/InVerdeUltraDataSheet.pdf captured Q4 of 2011

The marketplace is touting "packaged" CHP



Home | Products | Installations | Technical Info | Service & Support | Contact Us

Specialists in Combined HEAT & POWER

Kraft Energy Systems LLC is dedicated to providing reliable onsite combined heat & power (CHP) systems. We have over 40 years experience in the power generation field, combining a sales force that possesses outstanding engineering knowledge and a service team that is expertly trained in the power generation field. We are responsive to your needs, providing customers with highly dependable power systems suitable to a wide variety of industry needs.

Our products supply power ranging from 50kW - 3 Mw. We offer prepackaged plugand-play modular systems and customizable power components, meeting the needs of your unique power requirements.

Kraft Energy System stands apart from the rest in terms of providing clean efficient energy for good reason:

- The performance of our high quality products
- The value of purchasing environmentally sound CHP systems
- The expertise our service technicians bring, keeping your equipment running for decades to come

With CHP you can rest assured that you are getting the most cost-efficient power system, achieving several industry needs from one well engineered system that either meets or exceeds environmental standards.

Call one of our expert sales people today to learn how Kraft Energy Systems can provide you with a power producing system geared towards peak performance. **TEL:** 800-969-6121









http://www.kraftenergysystems.com/ captured Q4 of 2011 40 of 35

The marketplace is touting "packaged" CHP



http://2g-cenergy.com/PDFs/Product%20Program%20Cogen%20Natural%20Gas%2060Hz.pdf captured Q4 of 2011



The marketplace is touting "packaged" CHP

Elite Energy Systems, LLC ELITE 20 Industrial Parkway Carson City, Nevada 89706 ENERGY Tel (775) 246-8111 Fax (775) 246-8116 Combined Heat and Power Cut energy expenses and reduce emissions with a packaged combined heat and power (CHP) EnviroGen® Energy Module powered by a Caterpillar natural gas or diesel engine. Standard Natural Gas CHP Modules: o 100 kW o 157 kW o 250 kW o 375 kW Standard Diesel CHP Modules: o 250 kW o 400 kW

- Digester Gas CHP Modules
- Custom CHP Systems



Manage your CHP system anytime and from anywhere with our advanced GenView[™] Control System.



http://www.eliteenergysys.com/images/ELITE-Line-Card-e.pdf captured Q4 of 2011

The marketplace is touting "packaged" CHP



PureComfort[™] - Cooling, Heating, Power Solution



Carrier Commercial Service provides PureComfort™, an ultra-efficient natural gas driven combined cooling, heat and power (CHP) solution based on microturbines.

PureComfort generates electricity onsite while at the same time recovering exhaust energy to provide space cooling, heating, and hot water. This highly efficient systems provide the lowest energy cost and environmental

impact when compared to traditional utility power alone. One Combined Heating Heat and Power system can reduce nitrogen oxide emissions by more than 10,000 pounds every year.

Solutions consist of either four, five or six 60 kW microturbines and a double-effect <u>absorption chiller/heater</u>, reaching efficiencies up to 90%.

High energy efficiency:

Pre-engineered solution:

 Pre-engineered solutions give you the flexibility to choose the model and configuration best suited to your needs without having to develop a fully customized solution.

Next Steps

Use the links below to help you make the right decision.

Find a Service Office Request a Quote Request information

Related Topics

Financing



http://www.commercial.carrier.com/commercial/hvac/general/0,3055,CLI1_DIV12_ETI10810,00.html captured Q4 of 2011

Program Mechanism:

 Created a catalog of "pre-qualified" systems (systems in the catalog have been evaluated for reasonable component sizing and are comprised of reputable components; this protects use of public funds)

Use of Best Professional Judgment, in absence of availability of Industry Standard Certification Process

Size <u>kW*</u>	Downstate Incentive**	Rate <u>\$/kW</u>
100	\$180,000	\$1,800
300	\$510,000	\$1,700
600	\$930,000	\$1,550
900	\$1,260,000	\$1,400
1,200	\$1,500,000	\$1,250

* Chillers are credited at their equivalent kW displacement

** 10% Bonus for Critical Facility



- Assigned a specific "rebate" to each system
- Inviting customers to shop from catalog
 - Streamlined approach to system sizing*
 - Customized approach to system sizing
- * Via Rules-of-Thumb (for example):
 - > a hotel with 300 guest rooms should buy 60 kW system
 - a nursing home with 300 beds should buy 75 kW system
 - an apartment building with 300 housing units should buy 100 kW system
 - a hospital with 300 beds should buy 600 kW system

Right-size is Key to Success

Example: Two Seemingly Similar Hotels

300 Guest Rooms

- No Grand Ballroom
- No Health Club
- No Linens Laundry Rule-of Thumb recommends 60 kW, probably right size

300 Guest Rooms

- Yes Grand Ballroom
- Yes Health Club
- Yes Linens Laundry Rule-of Thumb recommends 60 kW, probably could go bigger



Catalog Items:

• Pre-qualified (i.e., fully-qualified):

 Has demonstrated actual performance based on testing of the fully-integrated system, therefore, NYSERDA will allow an unlimited number of sales to be eligible for incentives

Conditionally-qualified:

- Each component and subsystem has been individually performance tested, and
- The integration of the complete system has been designed and performance rated using accepted engineering methods

Conditionally-qualified systems can eventually be upgraded to pre-qualified status, until then, at NYSERDA's discretion, each conditionally-qualified system may be required to undergo high-scrutiny factory testing prior to ship and may garner incentive funds only for a limited roll-out



Catalog Items:

- Clean and Efficient CHP
- Integrated Controls Package
- Built-in Data Monitoring Features
- Bumper-to-Bumper Warrantee
- 5-year Service Plan
- Capable of "stand-alone" operability

Attention CHP Vendors: Instructions at RFI 2568 for how to get your products added to the Catalog



CHP System Catalog

CHP Acceleration Program

(PON 2568 Attachment C) Updated Auguste 2012

CHP Acceleration Program Program Opportunity Notice (PON) 2568 \$20M Available

\$60 million Available



Applications accepted through 5:00 PM Eastern Time* on December 30, 2016

Eligible CHP Vendors and Systems

Vendor	Model	kW	50	101	301	501	701	901
Vendor	Model		to	to	to	to	to	to
			100	300	500	700	900	1300
Aegis Energy Services	Agen Power Sync 75	75						
	Agen Power Verter 75	75						
	Agen Power Sync 150	150						
	Agen Power Verter 150	150						
GEM Energy	IPS-65-CHP	65						
	IPS-130-CHP	130						
	IPS-195-CHP	195						
	IPS-260-CHP	260						
	IPS-390-CHP	390						
	IPS-1000-CHP	1,000						
	MCPS-260-CHP	260						
	MCPS-390-CHP	390						
IntelliGen Power Systems	IntelliGen 150	150						
	IntelliGen 150 Inverter	150						
	IntelliGen 250	250						
	IntelliGen 250 Inverter	250						
Kraft Power Corporation	KMGR-55-4SH	55						
	KMGR-80-4SH	80						
	KMGR-150-4SH	150						
	KMGR-250-4SH	250						
RSP Systems	C65-DM-iCHP	65						
	C200-DM	200						
	C400-DM	400						
	C600-DM	600						
	C800-DM	800						
	C1000-DM	1,000						
Tecogen, Inc	InVerde INV-100	100						
	InVerde Ultra INV-100	100						
Unison Energy	UE-600-H	600						
Veolia Energy	CGC-080MA-080-NG-60-3WY	80						
	CGC-0160MA-080-NG-60-3WY	160						
	CGC-0260MA-080-NG-60-3WY	260						
	CGC-0310GU-080-NG-60-OXY	310						
	CGC-0400GU-080-NG-60-OXY	400						
	CGC-0620GU-080-NG-60-OXY	620						
	CGC-1300CU-078-NG-60-OXY	1,300						

All of these systems are capable of running during a grid outage.

To receive an incentive, the system must be installed and commissioned showing it runs during a grid outage, and systems must be sited "high and dry" at buildings located in flood prone areas.

Annual conferences for vendors and consultants, periodic Expos for potential customers.



Configurations: (N) or (N+1) or (Nx2)

Example: Sizing Recommends 600 kW

- Package has a single 600 kW generator, or ------> Gets \$930,000

(N+1)

- Package has a pair of 600 kW generators, or ------> Gets \$1,500,000
- Package has three 300 kW generators -----> Gets \$1,260,000
- Thus, one extra prime mover (alternate whichever one sits idle)

(Nx2)

- Two fully-redundant packages where each package has a single 600 kW generator, or
- Two fully-redundant packages where each package has a pair of 300 kW generators ------> Gets \$1,395,000
- Thus, two fully redundant packages (alternate whichever one sits idle)
- First package gets full incentive, second gets 50% incentive
- Sum of both packages capped at 1.3 MW
- Total incentive capped at \$1.5 million





Description Type of pri mover

RICE



150 kW

Qualification

Status

8

Aegis Energy Services, Inc.

Number of prime

mover units

Aegen PowerSync 150

Chiller

No

Eligible for N+1

installation

Vac

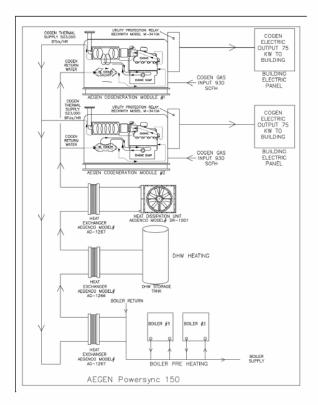




Aegis Energy Services, Inc.

Aegen PowerSync 150

150 kW



NYSERDA CHP Acceleration Program PON 2568 Version 1.0 Revised 12/20/2012

For the most recent version go to http://www.nyserda.ny.gov/Funding-Opportunities/Current-Funding-Opportunities/PON-2568-CHP-Acceleration-Program.aspx



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NICE	2			Synchronio	15	IN IN	•	165	qualifi	ed
	DA Ince	entives								
ISO Zones	I and J				ISO Zon	es A throug	jh H			
\$266,250					\$221,25	0				
Perforn	nance at	Full Lo								
Ambient	Fuel in	Net	Hot Water 1 @ 120°F	to Building	Hot Water @ 180°F	to Building	NOx	Chilled Wa	ter to Build	ding
Ambient	MBTU/hr	kW	MBTU/hr	Return °F	MBTU/hr	Return °F	lbs/MWh	r MBTU/hr	Supply °F	Return °F
0°F	1897.2	150	1046	170°F	1046	170°F	0.177			
59°F	1897.2	150	1046	170°F	1046	170°F	0.177			
05°E	1807.2	150	1046	170°E	1048	170°E	0.177	N/A	NI/A	NI/A

Synchronous or Inverter

Footprint

	Width ft	Length ft	Height ft	Weight lbs
Core system based on minimum area*	16FT	13FT	4FT	6,100
Core system based on minimum width*	8FT	26FT	4FT	0,100
Heat Rejection subsystem*	4.5FT	9FT	5FT	1,400
Largest part for delivery	2.67FT	2.67FT	2.5FT	850
Heaviest part for delivery	2.67FT	2.67FT	2.5FT	850
*Includes maintenance c	learances.			

Vendor Statement



Vendor Information

Aegis Energy Services, Inc. 55 Jackson St. Holyoke, MA 01040 (413) 538-1158 LeeV@aegisenergyservices.com www.aegisenergyservices.com

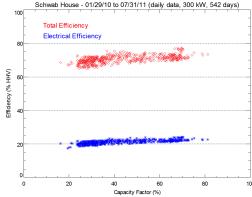
NYSERDA CHP Acceleration Program PON 2568 Version 1.0 Revised 12/20/2012 Version in Vision of the Vision of the Vision of the Vision of the Vision of Vision of Vision of Vision Andrew Vision of Vision Andrew Vision

Case Study - Aegis

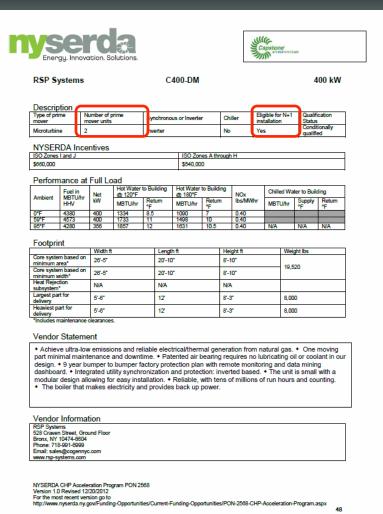
Schwab House at 11 Riverside Drive NYC

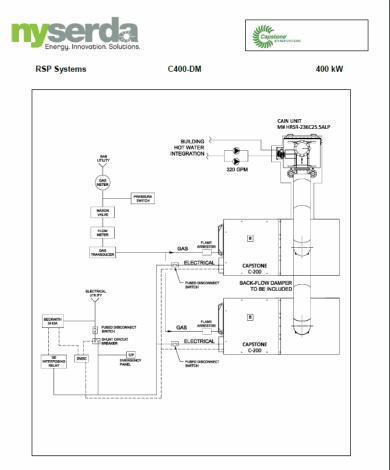
- Apartment Building with 654 housing units
- CHP System: 300 kW consisting of four (4) engines at 75 kW each
 - Installed September 2009
 - Thermal output serves DHW, hydronic Space Heating, and chilled water Air Conditioning via Absorption Chiller











NYSERDA CHP Acceleration Program PON 2568

Version 1.0 Revised 12/20/2012

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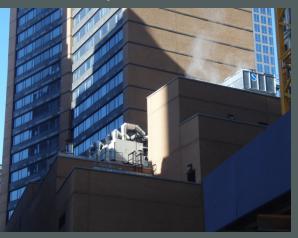
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Case Study – Capstone Microturbine

Marriott Downtown Financial Center

- Hotel with 1,950 guest rooms
- CHP System: 715 kW consisting of eleven (11) microturbines at 65 kW each, with two (2) heater/chillers, arranged in a pair of arrays
 - Installed October 2008
 - Thermal output serves DHW, hydronic Space Heating, and chilled water Air Conditioning via Absorption Chiller

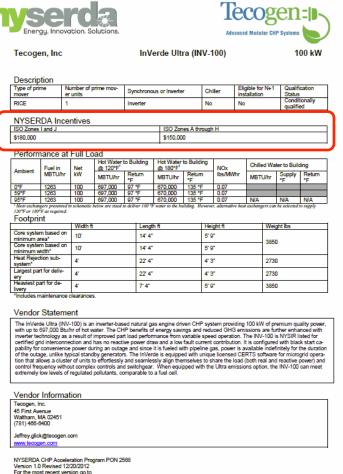








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For the most recent version go to http://www.nyserda.ny.gov/Funding-Opportunities/Current-Funding-Opportunities/PON-2568-CHP-Acceleration-Program.aspx

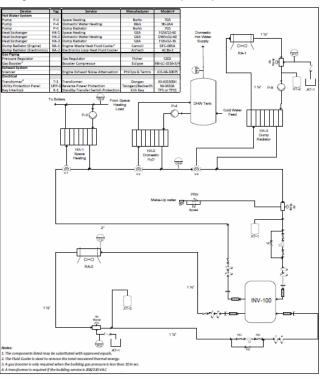




100 kW

Tecogen, Inc

InVerde Ultra (INV-100)



NYSERDA CHP Acceleration Program PON 2568 Version 1.0 Revised 12/20/2012 For the most recent version go to

http://www.nyserda.ny.gov/Funding-Opportunities/Current-Funding-Opportunities/PON-2568-CHP-Acceleration-Program.aspx



Case Study - Tecogen

Madison-Oneida Board of Cooperative Educational Services (BOCES)

- Vocational Tech School with 250,000 ft² of occupied buildings
- CHP System: 600 kW consisting of six (6) engines at 100 kW each
 - Installed July 2008, replaces a decade-old 300 kW system, adds standalone capability (site is now a Red Cross Facility of Refuge)
 - Thermal output serves DHW, hydronic Space Heating, and chilled water Air Conditioning via Absorption Chiller









56 of 35 http://chp.nyserda.ny.gov/facilities/details.cfm?facility=189



Radial Feed Area Network Spot Network

Incentives (Maximum \$1.5 Million):

- Incentive for Upstate
- 20 ~ 30% Higher Incentive for Downstate
- 10% Bonus for Critical Infrastructure such as Facility of Refuge
 - 10% Bonus for ConEdison Targeted Zone





CHP Acceleration Program PON 2568 Incentive Application (Attachment A)

CHP System Vendor	CHP System Owner	Site	e Owner
Company Name	Company Name	Company Name	
Address	Address	Address	
Contact Name	Contact Name	Contact Name	
Phone	Phone	Phone	
email	email	email	
Site			
Name			
Address			
Geo Code (Longitude and Latitude)		ISO	Zone
Targeted Zone Identifier (if applicable)		Teer	et Year
rargeted zone identitier (ir applicable)		raig	et rear
Is site a Facility of Refuge?			
CHP System			
Model			
Nameplate			
Is this an N+1 or 2N installation?			
Incentive			
Base Incentive Facility of Refuge bonus (10% of Base Incenti	Ware Backley		
Targeted Location bonus (10% of Base Incent			
Total Incentive	ive ir applicable)		0
Schedule			-
Final Design Approval			
All Major Components of CHP System Deliver	ed to Site or Approved Staning Area (Invoid	e #1)	
CHP System Fully Operational and Final Utility		~ " ' '	
CHP System Fully Commissioned, Performan		and	
Commissioning Report Submitted (Invoice #3)			
Applicant (CHP System Vend	lor) Signature		
I certify that the above information, and all			
complete, true, and accurate, that I have read			
Agreement and that I accept all terms unles			
completed and are enclosed or will be sub procedures under §139-i(3) and §139-i(6)(b) of			
solicitation requirements are not met. I, the ur			
Name	Signature		Date
	-		
Title			
Signatory must be legally able to bind the orga	inization.		
This application is not considered received by	NYSERDA until all required documentation	on has been subr	nitted and the application
			and the second second

has been deemed full and complete by NYSERDA.

CHP Acceleration Program PON 2568 Incentive Application (Attachment A) Version 1.0 12/20/2012

http://www.nyserda.ny.gov/Funding-Opportunities/Current-Funding-Opportunities/PON-2568-CHP-Acceleration-Program.aspx



Site Owner and CHP System Owner

The Site Owner and CHP System Owner do hereby acknowledge and support this application for a CHP Acceleration Program incentive being submitted by the Applicant (CHP System Vendor). The Site Owner and CHP System owner understand that if this application is approved. NYSERDA will negotiate a contract with the Applicant and all subsequent incentive paymets will be made to the Applicant. The Site Owner and CHP System Vendor). The Site Owner and the pre- and post-installation site visits and inspections, including re-commissioning activities by NYSERDA or NYSERDA's agents as described in PON 2684. The Site Owner and CHP System Hore Owner agree to be owner NYSERDA's agents to cellec CHP System performance data as described in PON 2688 and RFI 2686 for a period of at least 3 years and to facilitate automated data communications through an intermet connection or phone line. The Site Owner and CHP System Owner will allow NYSERDA's Or NYSERDA's agents to take photographs of the CHP System and exterior views of the site with explicit permission for NYSERDA to use, reproduce, distribute, exhibit, aler, publish or otherwise use such photographs in all forms, manner, including composite or of slotted representations, and media, including electronic, print, digital, or electronic publishing via the Internet, and for all purposes. Including advertising, trade, or any other lawful purposes.

The Site Owner and CHP System Owner hereby acknowledge that NYSERDA's role in this installation is that of a fundler, and that NYSERDA would not fund the incentive payments to the Applicants without Site Owner and CHP System Owner agreeing to indemnity and hold NYSERDA harmless from all liability. Therefore, the Site Owner and CHP System Owner hereby agree to protect, indemnity and hold harmless NYSERDA and the State of New York from and against all liabilities, losses, claims, damaga updoments, penalties, causes of action, costs and expenses (including, without limitation, attomys' tees and expenses) model upon or incurred by or asserted against NYSERDA or the State of New York resulting from, arising out of or relating to the installation and performance of the CHP System.

Stamp of Notary Public
Stamp of Notary Public

Plus:

- Financial Plan
- Schedule (max 12 months to operation)
- List of Necessary Permits
- Electrical Interconnection CESIR Cost Estimate
- Utility Gas Availability
- Feasibility Study



Must apply BEFORE equipment is delivered to site or staging area

System "re-commissioning" in sophomore year

Win-Win-Win-Win-Win Outcomes:

- Customer: confidence, "vetted" system
- **Developer**: transparency of program
- Equipment Vendor: marketing edge
- Auth-having-Juris: familiarity & comfort
- NYSERDA: acceleration of uptake



NYSERDA's Current CHP Programs



Like "Shopping Off The Rack"



- Small-to-medium (50 kW 1.3 MW)
- Identify replicable designs/opportunities
- Promote standardization for streamlining
- PON 2568 -- \$60 million Incentive Pool Budget
- Maximum \$1.5 million per project



- Strategy #2: Customization is most important
 - Medium-to-large (greater than 1.3 MW)
 - Promote custom design to maximize efficiency
 - PON 2701 -- \$40 million Incentive Pool Budget
 - Maximum \$2.6 million per project



CHP Larger Than 1.3 MW

Program Format (max incentive = \$2.6 million):

- Engineering study demonstrating system will meet site needs and program requirements
- Performance-based incentive payments
 - Payment of funds scaled to kWh and peak time kW as determined throughout 2-years of Measurement & Verification (this protects use of public funds)
- Performance criteria
 - Fuel Conversion Efficiency
 - Exhaust emissions
 - Operation during Summer Peak



Combined Heat and Power (CHP)

Incentives Budget (2011 – 2015)

PON 2568 CHP Accelerationless than 1.3 MW\$60 Million*PON 2701 CHP Performancegreater than 1.3 MW\$40 Million**TotalAll Sizes\$100 Million

* \$60 million = \$20 million via SBC4 T&MD + \$40 million via IPEC
** \$40 million is via SBC4 T&MD



Thank You!



www.nyserda.ny.gov NYSERDA 17 Columbia Circle Albany, NY 12203 Dr. Dana L. Levy, D.Eng., P.E. DLL@nyserda.ny.gov (518) 862-1090 x 3377

NYSERDA, a public benefit corporation, offers objective information and analysis, innovative programs, technical expertise, and funding to help New Yorkers increase energy efficiency, save money, use renewable energy, and reduce their reliance on fossil fuels. NYSERDA professionals work to protect our environment and create clean-energy jobs. NYSERDA has been developing partnerships to advance innovative energy solutions in New York since 1975.

- When will sufficient experience with the "Catalog" format be available to determine if it is working?
- What would be the benefits to the marketplace if other states adopted a similar "Catalog" approach?
- Have multiple states used a common "Catalog" as the basis for other energy-efficiency programs?



DOE CHP Technical Assistance Partnerships: Working with State Energy Offices to Deploy CHP



Thomas Bourgeois US DOE Northeast CHP Technical Assistance Partnership December 4, 2013



JORTHFAST

U.S. DEPARTMENT OF ENERGY CHP Technical Assistance Partnerships

CHP Technical Assistance Partnerships Key Activities

Market Opportunity Analysis.

Supporting analyses of CHP market opportunities in diverse markets including industrial, federal, institutional, and commercial sectors

Education and Outreach.

Providing information on the energy and nonenergy benefits and applications of CHP to state and local policy makers, regulators, end users, trade associations, and others.

Technical Assistance.

Providing technical assistance to end-users and stakeholders to help them consider CHP, waste heat to power, and/or district energy with CHP in their facility and to help them through the development process from initial CHP screening to installation.



http://eere.energy.gov/ manufacturing/distributedenergy/ chptaps.html



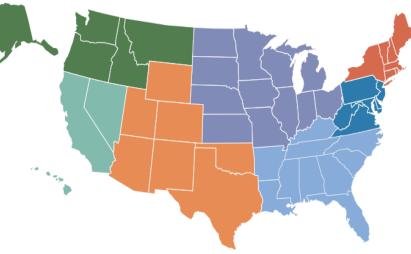
President's Executive Order 13624: 40GW of new CHP by 2020

CHP Technical Assistance Programs are critical components of achieving the goal:

- Regional CHP experts
- Provide fact-based, un-biased information on CHP
 - Technologies
 - Project development
 - Project financing
 - Local electric and natural gas interfaces
 - State best practice policies
- Vendor, fuel, and technology neutral

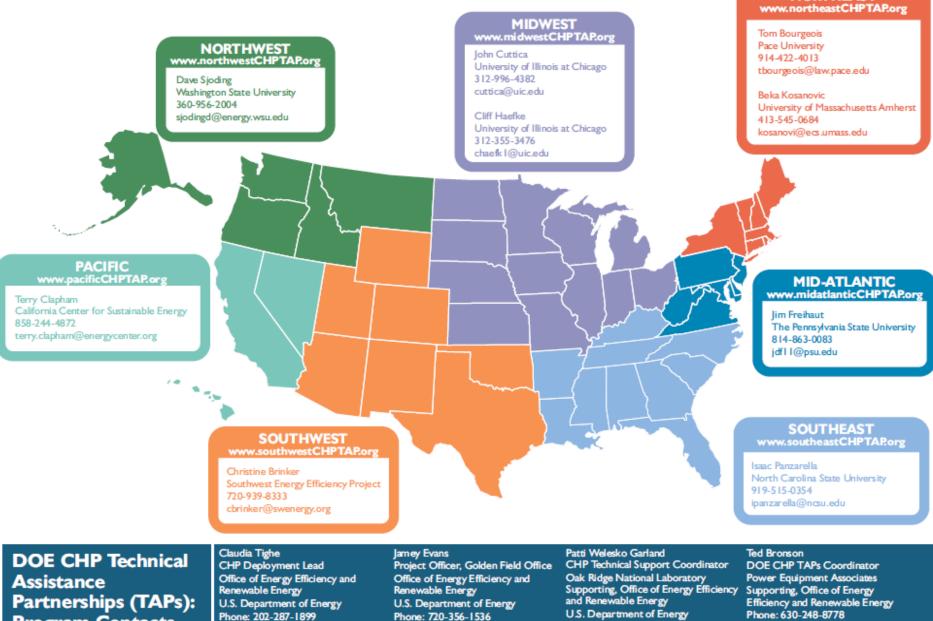
U.S. DEPARTMENT OF ENERGY CHP Technical Assistance Partnerships

NORTHEAST



http://eere.energy.gov/ manufacturing/distributedenergy/ chptaps.html

DOE CHP Technical Assistance Partnerships (CHP TAPs)



E-mail: jamey.evans@go.doe.gov

Program Contacts

E-mail: claudia.tighe@ee.doe.gov

Phone: 202-586-3753

E-mail: garlandpw@ornl.gov

Phone: 630-248-8778 E-mail: tlbronsonpea@aol.com

NORTHEAST

State Energy Offices & CHP TAPS: Invaluable Partnerships

CHP TAPs work with State Energy Offices (SEOs) in a variety of ways:

- Promote state CHP incentive and deployment programs
- Help SEOs share information on key state organizations and companies that support CHP deployment
- Co-host target market workshops and webinars to prospective end-users
- Identify high profile opportunities for project support



The Northeast CHP TAP's work with SEOs

The NE CHP TAP has worked closely to support state incentive programs including:

- NY: NYSERDA's suite of CHP incentives
- CT: CEFIA's CHP finance program and DEEPs microgrid pilot
- MA: Alternative Portfolio Standard and Mass Saves Program
- RI, ME, NH & VT incentives for CHP



NYSERDA & Northeast CHP TAP

NYSERDA recently launched a 1st of kind CHP Market Acceleration "Catalog" Program

- Northeast CHP TAP is identified in the catalog as a source of technical & market information
- Northeast CHP TAP aggressively co-markets the catalog and other CHP programs to target key markets including hospitals, nursing homes, and other appropriate candidates



NYSERDA & Northeast CHP TAP

Northeast CHP TAP conducts expos and workshops in collaboration with NYSERDA to promote CHP

Example: CHP Expo on November 22nd, 2013

- CHP "matchmaking expo" that brought building owners/managers/representatives to meet CHP catalog vendors
- Included 10 CHP vendors and attracted over 300 attendees
- Vendors expressed great enthusiasm for this model of connecting them to markets



Connecticut DEEP / CEFIA & Northeast CHP TAP

In 2012 CT DEEP launched a 1st of kind Microgrid Pilot Program

- NE CHP TAP is listed as a source of support for the program
- NE CHP TAP actively offering support to program participants to help incorporate CHP into microgrid plans

NE CHP TAP organized a Microgrid Workshop at CT DEEP in Hartford, CT

- Presentations by CT DEEP, CEFIA, CT Utilities and NE CHP TAP showcased Phase II of the nationally innovative Microgrid Pilot Program
- NE CHP TAP explained tools available for communities to facilitate high efficiency CHP designs – 3 communities have requested assistance thus far.



U.S. Department of Energy CHP Technical Assistance Partnerships

Connecticut DEEP/CEFIA & Northeast CHP TAP

 NE CHP TAP is working with CEFIA and CT DEEP to fashion innovative new financial instruments for promoting new CHP projects in the region (via the C-PACE program and Microgrid Pilot Program - Phase II)



Massachusetts Energy Offices & Northeast CHP TAP

The Massachusetts Alternative Portfolio Standard is unique among the state incentive programs with an operating payment for high efficiency CHP

- NE CHP TAP provided educational support during the design of the program
- NE CHP TAP was involved in discussions about design standards for APS meters



Massachusetts DOE & Northeast CHP TAP

 NE CHP TAP conducts meetings in support of the robust CHP incentives in MA

Examples:

- June 19, 2013: The NE CHP TAP convened a well attended (Standing Room Only) meeting at the in Waltham, MA to promote MA utility CHP programs.
- March 21, 2013: Co-convened by MA DOER and NE CHP TAP, the annual meeting of Northeast CHP Initiative drew 150 attendees in Boston .



Efficiency Vermont & Northeast CHP TAP

- Efficiency Vermont is reviewing CHP incentives
- Northeast CHP TAP provides educational and technical assistance
- Northeast CHP TAP conducted a meeting with the Vermont Hospitals' Association to promote high efficiency CHP project development in healthcare sector.



Other Northeast State Activities

- Conducted joint CHP workshop with New Hampshire Department of Environmental Services to share best practices. Target Audiences were:
 - Regulators
 - Policymakers
- Convened a conference with New Hampshire state officials and the University of New Hampshire in Durham to showcase their CHP system
- Supported CHP events with the Rhode Island Manufacturers Association (RIMA)



CHP Solves Problems Facing States

- High Efficiency, Environmentally Superior CHP Applications Address Numerous Issues of Concern to Business and State Leaders
 - Improves productivity and economic competitiveness
 - Supports economic development policies
 - Can defer or avoid costly electric Transmission and Distribution capital investments
 - reduces air emissions
 - can support critical infrastructure resiliency, business continuity



Challenges & Hurdles to CHP Development Remain

- Interconnection policies
- Standby Rates
- CHP's Role in Clean Energy Portfolio Standards
- Export Power Sales
- Emerging Opportunities (e.g. Critical Infrastructure, microgrids)



The Guide provides state policy makers with actionable information regarding:

- Design of standby rates
- Interconnection standards for CHP with no electricity export
- Excess power sales
- Clean energy portfolio standards
- Emerging market opportunities: CHP in critical infrastructure and utility participation in CHP markets

In development: State workshops w/ PUCs on the Guide & how to refine policy implementation to achieve greater CHP.



Guide to the Successful Implementation of State Combined Heat and Power Policies

Industrial Energy Efficiency and Combined Heat and Power Working Group

Driving Ratepayer-Funded Efficiency through Regulatory Policies Working Group

March 2013

The State and Local Energy Efficiency Action Network is a state and local effort facilitated by the federal government that helps states, utilities, and other local stakeholders take energy efficiency to scale and achieve all cost-effective energy efficiency by 2020.

Learn more at www.seeaction.energy.gov

DEPARTME Technical Assistance Partnerships₈₀

HEAST

What is the SEE Action Network?

- Network of 200+ leaders and professionals, led by state and local policymakers, bringing energy efficiency to scale
- Support on energy efficiency policy and program decision making for:
 - Utility regulators, utilities and consumer advocates
 - Legislators, governors, mayors, county officials
 - Air and energy office directors, and others
- Facilitated by DOE and EPA; successor to the National Action Plan for Energy Efficiency







To stay updated on SEE Action activities and resources, sign-up for email alerts:

www1.eere.energy.gov/seeaction/index.html

SEE Action IEE/CHP Working Group

<u>Focus</u>: Improve energy efficiency in the U.S. manufacturing sector though programs and policies that support industrial efficiency and implementation of combined heat and power.

- Provide guidance on model programs and policies that support industrial efficiency and implementation of CHP.
- Developed a blueprint for action that drives the following goals:
 - Achieve a 2.5% average annual reduction in industrial energy intensity through 2020
 - Install 40 gigawatts (GW) of new, cost-effective CHP by 2020.
- Priority Solutions and Actions:
 - Driving demand for industrial energy efficiency and CHP
 - Moving the market toward adoption of CHP technologies
- Co-chairs: Joshua Epel, Chair, Colorado Public Utilities Commission; Todd Currier, Washington State University Extension Energy Office
- ~ 20 Working Group members: Industry state, NGO, utilities. John Cuttica.

CHP Technical Assistance Partnerships

NGA Policy Academy Overview

- The goal of the Policy Academy is to assist governors in improving the productivity and competitiveness of their state's industrial sectors through the increased use of energy efficiency and CHP technologies.
- By developing policies and programs that support the more efficient use of energy, industry in states can realize financial savings and redirect it towards innovation and job creation.



NGA Policy Academy Winners

State teams developed vision/goals, and action plans to deploy CHP:

- Alabama
- Arkansas
- Illinois
- Iowa
- Tennessee





U.S. DEPARTMENT OF ENERGY CHP Technical Assistance Partnerships

Why these five states?

- Competitive solicitation from \sim 27 applications
 - Large energy-intensive industrial sectors 0
 - Significant CHP technical potential 0
 - State has increased attention on IEE and/or CHP 0
 - Opportunities for CHP to address Boiler MACT and coal retirements 0
 - Involvement from key stakeholders: legislators; regulators; utilities; and industry 0

	Existing CHP sites	Existing Capacity (MW)	Industrial CHP Tech Potential (MW)	Boiler MACT Affected Facilities
AL	40	3,312	1,900	41
AR	16	497	1,400	30
IA	34	590	1,600	22
IL	129	1,333	5,400	25
TN	24	512	1,600	16



U.S. DEPARTMENT OF ENERGY

CHP Technical Assistance Partnerships

DOE / CHP TAP Contributions

- Funded by DOE Office of Weatherization & Intergovernmental Programs (WIP)
- Midwest and Southeast CEAC staff assistance to state teams
 - Midwest was part of initial Illinois team
 - Participation in Convening meetings and Governors Summits
 - Answered technical and policy questions
 - Connected states with CHP end-users and industry experts
- ICF International provides CHP market data and Boiler MACT presentation



Major Outcomes and Highlights

Alabama

- Greater understanding of regulatory environment for CHP
- Commitment to improved awareness and ongoing dialogue
- Potential expansion of <u>Alabama Saves</u> program

Arkansas

- PSC commitment to doubling of EERS targets with review of CHP eligibility (doubling delayed one-year at request of utilities)
- PSC to continue investigating barriers
- Governors Office / Energy Office interest in financing options

Tennessee

• Tennessee Energy Efficiency Summit



Major Outcomes and Highlights

lowa

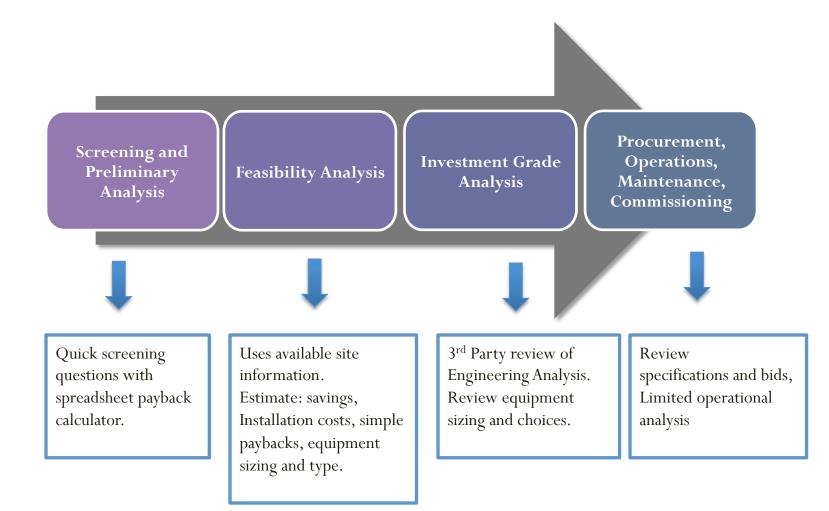
- Understanding CHP Barriers and Educating Stakeholders
- IEDA (SEO) to continue non-utility-related CHP activities of National Governors Association (NGA) Policy Academy including endorsement of DOE Boiler MACT (Maximum Achievable Control Technology)Technical Assistance
- Iowa Utilities Board will continue to examine utility-related aspects of CHP
- <u>http://www.iowaeconomicdevelopment.com/userdocs/documents/ieda/</u> <u>Enhancing_IndustryFinalReport.pdf</u>

Illinois

- Moving towards including CHP in Next 3 Year EEPS Plans
- IL EPA and SEO endorsement of DOE Boiler MACT Technical Assistance
- Investigate "Permit by Rule"
- URL to their Action Plan will be posted on MidWest CHP Technical Assistance Partnership shortly



CHP TAP Technical Development Assistance



Thank You!

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U.S. DEPARTMENT OF ENERGY CHP Technical Assistance Partnerships

NORTHEAST

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Questions and Answer Session

Resources

- Advanced Manufacturing Office's (AMO) Industrial Distributed Energy <u>http://www1.eere.energy.gov/manufacturing/distributedenergy/</u> <u>index.html</u>
- AMO's CHP Project Profiles www.eere.energy.gov/manufacturing/distributedenergy/chp_projects.html
- CHP program and policy resources also available through SEE Action Network's Industrial EE and CHP Working Group, including the *Guide to Successful Implementation of State CHP Policies* www.eere.energy.gov/seeaction/combined_heat_power.html
- State & Local Solution Center Technologies resource portal Updated in early 2014

One-on-One Assistance

CHP Technical Assistance Partnership www.eere.energy.gov/manufacturing/distributedenergy/chptaps.html

