Pilot Program to Install Microturbine at the Anderson Building

Purpose: To install a Microturbine at the Anderson Building (est. cost to install \$150,000)

1. WE Energies

\$50,000.

2. Focus on Energy (administered by MSOE)

\$50,000.

Direct Benefits:

Serves as the Building's Emergency Generator Saves capital Dollars

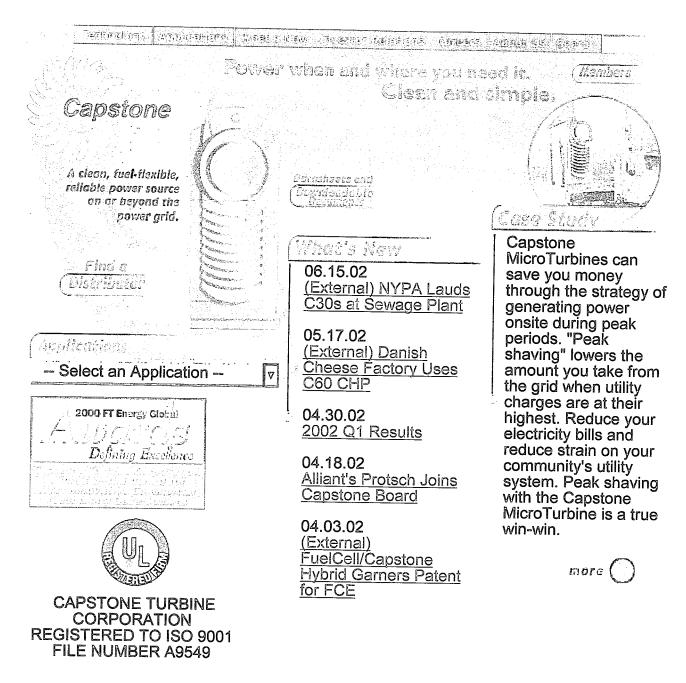
Reduces cost of electricity during peak demand periods by on site electricity generation

Microturbine is more beneficial than a generator:

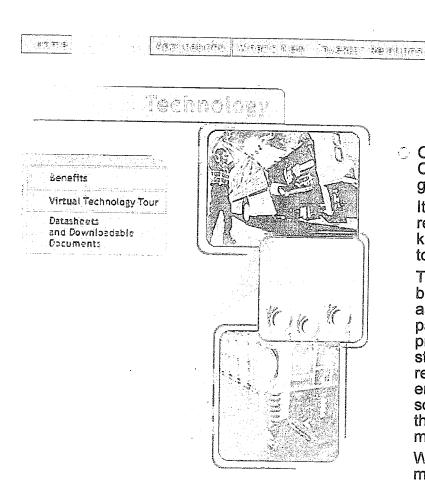
- 1. Is more efficient than conventional generator 79% Vs approx. 39%
- 2. Utilizes heat recovery
- 3. Is more efficient than powerplant electricity
- 4. Is low maintenance (air bearings)
- 5. Shaves off expensive "peak" energy use periods
- 6. Relieves excess demand on the electric grid during energy alert periods
- 7. Fits into our overall load management strategy
- 8. Increases our staff's knowledge and technical facility respecting energy

Helps the academic community by:

- 1. Student have access to this innovative energy technological initiative in real time through the Internet
- 2. Our site is a model for students research projects
- 3. Students will have tours to observe the microturbine in operation
- 4. Students will have the opportunity to review an integrated load management program



© Copyright 2002 Capstone Turbine Corporation. All rights reserved. | Legal Notice



 Our flagship product is the Capstone MicroTurbine power generation system.

CORNEL HER SERVICE

CTPREETS

It's about the size of a refrigerator and generates 30 kilowatts of electricity - enough to power a small business.

The Capstone MicroTurbine is based on the same technology as a jet engine - but integrates patented air bearing and proprietary software with state-of-the-art electronics. The result: a versatile, reliable, environmentally beneficial solution for power generation that is virtually maintenance-free.

We began developing this new microturbine concept back in 1988. By December 1998, when Capstone began shipping its first commercial units, we'd placed more than 130 testbed units throughout Canada, New Zealand and the United States.

Since then, the Capstone MicroTurbine™ has amassed more than 1.5 million hours of rigorous testing and commercial operation in a wide range of applications and geographic environments.

© Copyright 2002 Capstone Turbine Corporation. All rights reserved. | Legal Notice



Capstone MicroTurbine™

CAPSTONE C60 High Pressure Reimed Ces

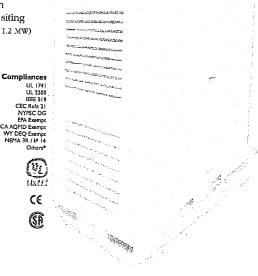
The Product

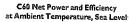
Features

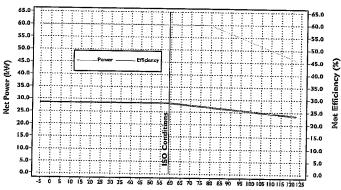
- · Load-following 0-60 kW
- 360-528 VAC, 50/60 IIz (Stand-alone 360-480 VAC, 10-60 Hz) 3-phase, 3- or 4-wire wye (4-wire for stand-alone) 100/RM/S/phase max continuous
- · Grid-connect and/or stand-alone
- o Maintenance-free air bearings
- · No liquid lubricants
- o No liquid coolants
- o Digital power controller
- o Built-in display and user interface
- · Built-in protective relays
- Built-in MultiPacking of 2-20-units (unlimited via grid connect)

Benefits

- · Ultra-low emissions
- o Minimal maintenance
- Direct2Grid[™] interconnection
- No fluid storage, changes, disposal
- · Uncontaminated exhaust heat for CHP
- Phase-to-phase balance (0-100%) on stand-alone units
- · Small footprint
- · Vibration-free, quiet operation
- · Easy indoor/outdoor/rooftop siting
- Zero hardware arraying (up to 1.2 MW)
- · Optional remote monitoring







Ambient Temperature (F)

Full-Load Specifications @21 @ another back back back libral

| Performance |
|-------------|
|-------------|

Natural gas (75-80 psig)##

60 kW net (+0/-2)**

83 kVA max @ 480 VAC

Efficiency (LHV)

28% (± 2)

Heat Rate (LHV) 12,900 kJ (12,200 Btu) / kWh

Emissions:

NO_x

<9 ppmV @ 15% O₂ (<0.49 lb/MWh)

Dimensions

H: 2108mm (83") W: 762mm (30") D: 1956mm (77")

Weight

758 kg (1671 lb)
Add 363 kg (600 lb) for stand-abo

Sound 70dBA @ 10 m (33 ft)
65dBA @ 10 m (33 ft) (mail)

CE Lws 99 compliant

Fuel flow (natural gas-HHV)

Exhaust gas temperature

Mass flow

Total exhaust energy

849,000 kJ/hr (804,000 Btu/hr)

305°C (580°F)

0.49 kg/s (1.07 lb/s)

571,000 kJ/hr (541,000 Btu/hr)

Intake/Exhaust

^{*} See www.microturbine.com/compliance for detail
**Without gas compression option. Inlet 0.5 psig with external fuel gas booster.

Fuel heat content: 36.1 to 42.1 M/m² (970 to 1130 Btu/scf) HHV; natural gas, methane.

The manufacturer reserves the right to change or modify, without notice, the design or equipment specifications without incurring any obligation either with respect to equipment previously sold or in the process of construction. The manufacturer does not warranty the data on this document. Warrantied specifications are documented separately.



Microturbine Diagram & Schematic

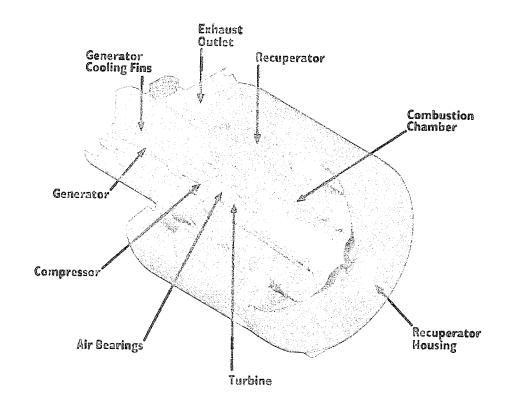
Piedmont Energy & Communications Gro 510.594.88 <u>info@PECGrp.co</u>

Piedmont Energy & Communications Group, Inc.

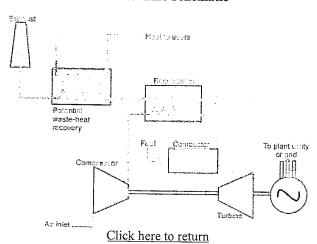
Microturbine Diagram

Capstone Microturbine





Microturbine Schematic



O Maximum Up-Time

The simplicity of the Capstone design produces maximum reliability. With an air-cooled prime mover/generator consisting of just one moving part, the opportunities for failure are minimized – for example, high pressure natural gas and propane units have achieved 99.9% up-time. And with built-in protective and diagnostic protocols constantly monitoring system operation, problems can be pre-empted.

Outage Protection

Operate in parallel with the utility grid, utilizing built-in control algorithms for load following, peak shaving, or time of use operation, or completely separate from the utility grid in stand-alone mode. In the event of a grid failure, the optional dual mode controller (DMC) senses the power interruption, disconnects the MicroTurbine from the grid, and reconfigures the system for stand-alone operation. automatically bringing the local loads back up. When grid power returns, the process is reversed and the loads re-connect to the utility. All of this occurs without end-user intervention.

O Scalability

Integral MultiPac features enable from 2 to 10 units to be operated as a single system, for up to 300 kW output. Communications, control, and power output are from a single point at the master unit. This feature is functional in both grid-connected and stand-alone modes of operation. If one unit in the system fails, the others will increase their outputs to compensate. This same functionality will be available in a 60 kW unit later this year, along with additional scalability beyond 10 units. This model, as well as next generation products above 100 kW, will incorporate air bearings and air cooling, in keeping with Capstone's tradition of ultra-low emissions and minimal maintenance designs.

O The Capstone MicroTurbine system is suitable for applications ranging from remote locations to city centers, delivering clean, high quality power from a wide variety of fuels, with superior safety and emissions. It offers the best value for clean and reliable small-scale power production. . Features including maintenance-free air bearings. the lowest emissions of any non-catalyzed fossil fuel combustion, and digital power conversion combine to produce the optimal small-scale generator.