

CHP Packaged Systems: A Growing Trend

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Presentation Objectives:

Presentation Focus:

 Highlight trend, opportunities, and considerations of packaged CHP systems

Topics Covered:

- Packaged CHP definition
- Market status and opportunity for growth
- Defining characteristics
- System cost and performance data
- When to consider packaged CHP
- Packaged CHP case study



Packaged CHP Defined

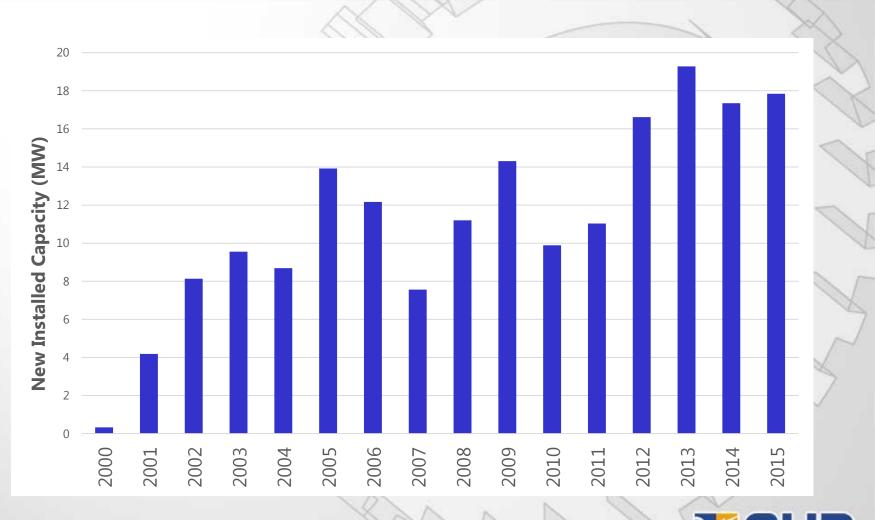
Packaged CHP systems include a prime mover (i.e., reciprocating engine, microturbine or fuel cell), a generator, heat recovery equipment, electrical switchgear, emissions control devices, and controls, packaged in a weather-resistant sound-attenuating enclosure.



2G Energy, Inc.



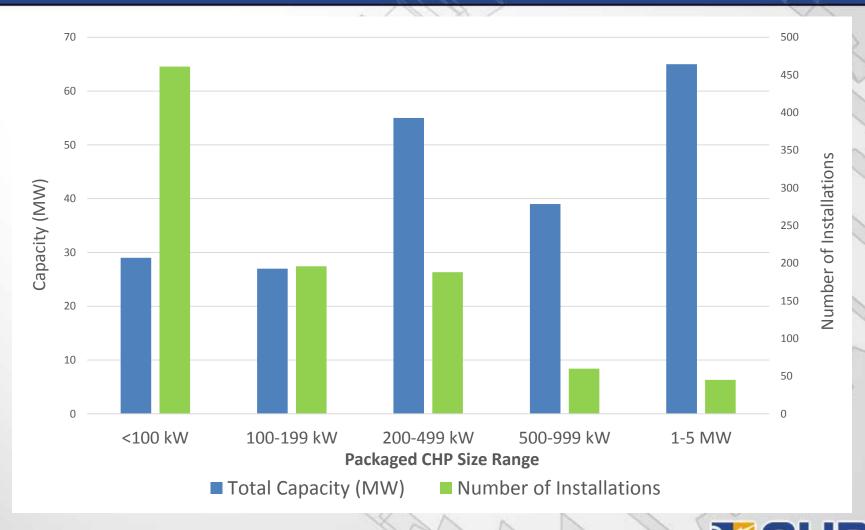
Growing Trend: Annual U.S. Capacity Additions



Source: ICF/U.S. DOE Combined Heat and Power Installation Database, February 2017, https://doe.icfwebservices.com/chpdb/.



Packaged CHP Installations and Capacity by Size Range

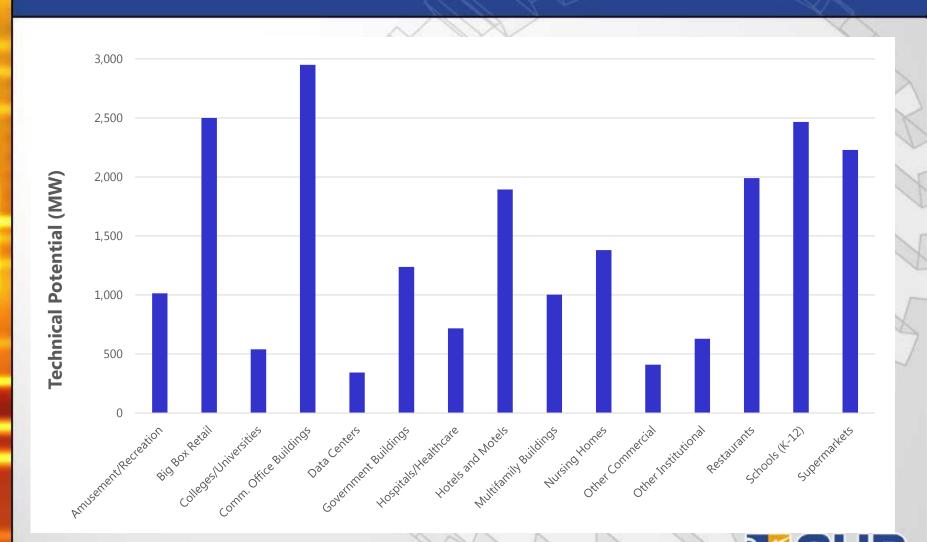


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Source: ICF/U.S. DOE Combined Heat and Power Installation Database, February 2017 https://doe.icfwebservices.com/chpdb/.

Technical Potential for Systems < 500 kW



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Source: ICF, CHP Technical Potential Database, 2016.

Defining Characteristics

- Standardization
- Black start/islanding capability
- Acoustic enclosure for noise attenuation
- Modularity
- Well-suited for 3rd party own/operate business models
- Replicability
- Cost certainty



Performance Data

| | Size Range (kW) | | | | | |
|--------------------------------------|--------------------|-------------------|-------------------|-------------------|-------------------------|--|
| Cost and Performance Characteristics | 30-99 | 100-199 | 200-499 | 500-1,000 | >1,000 | |
| | | | | | | |
| Electrical Heat Rate (Btu/kWh), HHV | 11,000 - 15,200 | 9,700 - 12,600 | 9,250 - 11,000 | 9,050 - 10,500 | 8,600 - 10,300 | |
| Electrical Efficiency (%), HHV | 23-31% | 27-35% | 29-37% | 32-38% | 33-40% | |
| Total Heat Recovered (Btu/kWh) | 5,300 - 7,300 | 5,100 - 6,100 | 3,600 - 5,400 | 3,600 - 4,800 | 3,400 - 5,600 | |
| Typical form of Recovered Heat | H ₂ O | H ₂ O | H ₂ O | H ₂ O | H ₂ O, Steam | |
| Total CHP Efficiency (%), HHV | 72-82% | 77-82% | 67-82% | 75-83% | 78-87% | |
| Power/Heat Ratio | 0.46-0.64 | 0.52-0.7 | 0.64-0.95 | 0.72-0.96 | 0.61-1.01 | |



Source: Vendor-supplied Data

Equipment Costs

| | | Size Range (kW) | | | | |
|------------------------|----------------------|----------------------|----------------------|----------------------|--------------------|---|
| Packaged CHP Costs | 30-99 | 100-199 | 200-499 | 500-1,000 | >1,000 | |
| | | | | | | 0 |
| Equipment Cost (\$/kW) | \$1,000 - \$2,900 | \$1,500 - \$2,500 | \$1,300 - \$2,000 | \$1,100 - \$1,600 | \$700 - \$1,200 | H |



Source: Vendor-supplied Data

When to Consider Packaged CHP

Space constraints

 Many facilities have constraints on the physical size of units that can be installed, and packaged systems tend to have a relatively small footprint.

Ease of installation and operation

 Many facilities may not have experience owning and operating complex equipment and value ease of installation and operation.

Potential for replicability

 If a packaged CHP system is a good fit for one facility, it becomes a known quantity that can be replicated at other facilities with similar load requirements and layouts.



When to Consider Packaged CHP

Third-party financing options

 CHP projects are capital-intensive, which can be a problem for some market sectors. Many packaged CHP offerings include own/operate business models with flexible financing options.

Electrical load profiles match packaged system outputs

 Most packaged CHP systems are under 500 kW in size, which are good for the electrical loads of commercial, institutional, multifamily buildings



Maine Army National Guard Bangor CHP





• 2016 ENERGY STAR CHP Awardee

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- The Maine Army National Guard Aviation Support Facility (AASF) in Bangor, Maine.
- Army anticipates the system could serve as a model for the approximately 500 Army aviation and ground vehicle support facilities across the U.S. with energy characteristics similar to AASF's.



Maine Army National Guard Bangor CHP

- 75 kW Aegis Energy Services packaged CHP system (natural gas) designed by Innovative Construction and Design
- Commissioned in March 2015
- Primary drivers to meet energy goals. Determine if a small CHP system would work in a facility with an average 5,000 heating degree days.
- Recovered heat is used to produce hot water to radiantly heat the facility's hangar, maintaining the operational readiness of the aircraft in a region with over 5,000 heating degree days.
- CHP electricity output meets ~65% of facility load.
- System efficiency of 73 percent; system requires approximately 32 percent less fuel compared to conventional production of electricity and hot water.
- Annual energy cost savings = \$60,000

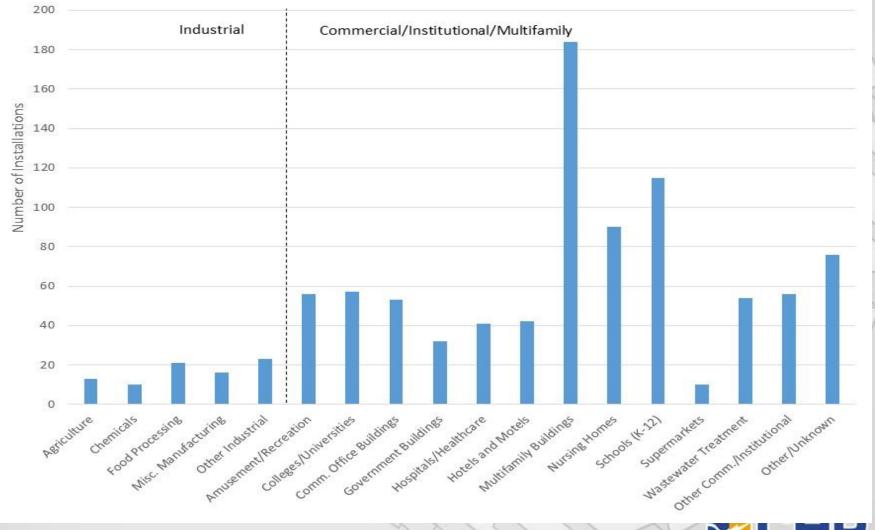


Packaged CHP ENERGY STAR CHP Awardees

| Award Winner | Award Year | State | CHP Size | Manufacturer |
|---|---------------|-------|----------|------------------|
| Maine Army National Guard | 2016 | ME | 75 kW | Aegis |
| Rego Park Nursing Home | 2005 | NY | 75 kW | Tecogen |
| Westfield YMCA | 2008 | NJ | 75 kW | Tecogen |
| Sea Rise I & II | 2005 | NY | 120 kW | Coast Intelligen |
| Atlantis Rehab - Greenpark Care Center | 2005 | NY | 150 kW | Tecogen |
| The National Archives - Washington | 2013 | DC | 150 kW | Aegis |
| Dominion-Crayne Station | 2011 | PA | 195 kW | Capstone |
| Hermany Farms, Inc. | 2005 | NY | 225 kW | Tecogen |
| Arrow Linen | 2005 | NY | 300 kW | Coast Intelligen |
| St. Francis Hospital and Medical Center | 2005 | CT | 400 kW | Doosan |
| Clinton Hills Apartments | 2008 | NY | 600 kW | Capstone |
| Montvale Data Center - KPMG | 2011 | NJ | 720 kW | UTC Power |
| Red Hook Fairway | 2008 | NY | 950 kW | Coast Intelligen |
| Verizon – Garden City Office | 2008 | NY | 1.4 MW | UTC Power |
| Mohegan Sun #4 - Resorts | 2005 | NJ | 2 MW | UTC Power |

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Packaged CHP Installations by Market Segment



Source: ICF/U.S. DOE Combined Heat and Power Installation Database, February 2017 Separation Separa

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Installed Capacity and Median Size by Market Segment

| Sector | Market Segment | Installed Capacity (MW) | Median Size (kW) |
|---|--------------------------------|-------------------------------|---------------------|
| | Agriculture | 4.5 | 100 |
| rial di la companya d | Chemicals | 5.0 | 180 |
| Industrial | Food Processing | 10.9 | 300 |
| Ind | Misc. Manufacturing | 8.0 | 390 |
| | Other Industrial | 9.8 | 180 |
| | Amusement/Recreation | 7.6 | 75 |
| | Colleges/Universities | 14.5 | 180 |
| | Commercial Office Buildings | 21.4 | 75 |
| nal | Government Buildings | 6.4 | 90 |
| Commercial/Institutional | Hospitals/Healthcare | 15.7 | 220 |
| stit | Hotels and Motels | 7.8 | 100 |
| μ η μ | Multifamily Buildings | 22.3 | 75 |
| rcia | Nursing Homes | 10.8 | 75 |
| Jme | Schools (K-12) | 17.7 | 75 |
| Com | Supermarkets | 4.2 | 320 |
| | Wastewater Treatment | 14.1 | 130 |
| | Other Comm./Institutional | 16.3 | 170 |
| | Other/Unknown | 18.6 | 140 |

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Source: ICF/U.S. DOE Combined Heat and Power Installation Database, February 2017 <u>https://doe.icfwebservices.com/chpdb/</u>.

Questions and Contact Information

Packaged CHP Chapter – Catalog of CHP Technologies

Will be available at:

https://www.epa.gov/chp/catalog-chp-technologies

Contact: Neeharika Naik-Dhungel Naik-Dhungel.Neeharika@epa.gov

