# BCHP Baseline Analysis for the Wisconsin Market

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### **Executive Summary**

The purpose of this baseline analysis is to assess the prevailing environment for Building Combined Heat and Power (BCHP) electric generation from a regulatory, private-market and technology perspective in Wisconsin. This information will be used to develop educational and market transformation programs, which will foster BCHP applications in Wisconsin.

Wisconsin's vast agricultural resources constitute an inexpensive fuel source and ample opportunities for biomass fired BCHP. In fact Wisconsin Governor Scott MacCallum stated it as one of the goals to increase the use of cost-effective renewable resources in Wisconsin. As such Wisconsin Act 9 requires that renewable energy make up 2.2 percent of each retail electric provider's sales by 2012. These requirements can be used to support BCHP development in the state. Furthermore the state has established a Public Benefits Fund to support biomass development with \$3,800,000 available funding per year.

Programs by the Department of Administration (DOA) constitute further support for BCHP systems. The DOA compiled the "Wisconsin's Renewable Energy Yellow Pages," which contain information on firms active in the field of renewable energy development in the state.

BCHP development in Wisconsin may also benefit significantly from the (federal) 2002 Farm Bill, since BCHP systems might qualify as an energy efficiency improvement on farm and ranches.

One of the biggest government driven efforts in the State, which will ultimately support the development of BCHP applications, pertains to the development of standardized interconnection guidelines. This effort is led by the Public Service Commission of Wisconsin and a multi-interest coalition, called the Wisconsin Interconnection Collaborative. Draft 5.9 of the statewide interconnection guidelines has just been completed and the final rules are expected to be in place by April 15, 2003. The guidelines provide for net metering for installations based on renewables with capacities less than 20 kWe in size. However, the guidelines will only be mandatory for Wisconsin's large investor owned utilities and will not apply to the many municipally owned and cooperative electric suppliers in Wisconsin.

On the commercial/industrial side the Wisconsin Public Service Commission is currently conducting a study of power-park concepts, which could include BCHP systems. Weston Solutions has been hired to perform a feasibility study for this concept.

In Wisconsin there are several key organizations and companies, which support BCHP development. FOCUS ON ENERGY is a public private partnership offering energy information and services to residential, business and industrial customers in the state of Wisconsin. The partnership is comprised of the Wisconsin Department of Administration, Wisconsin Energy Conservation Corporation, Milwaukee School of Engineering, Energy Center of Wisconsin, PA Consulting and Hoffman York. FOCUS ON ENERGY can provide expert advice, project assistance and financial support for energy savings and efficiency projects. Also, three of the main manufacturers of BCHP technologies are headquartered in Wisconsin: Waukeshaw Engine, Kohler Engine and

Trane. Minergy, a subsidiary of Wisconsin Electric has developed a process, which converts wastewater solids into glass aggregate using an integrated BCHP process.

Wisconsin at this point has not introduced deregulation legislation. As such the state is currently not deregulated and will not be deregulated in the near future. In many states deregulation encourages the installation of BCHP systems since generation companies other than the traditional utilities are encouraged to sell and resell electricity into the marketplace. This is particularly important, since the incumbent utilities in many states are less supportive of BCHP technologies. However, some Wisconsin utilities and most notably Alliant Energy Corporation (Alliant) actively foster BCHP installations. Alliant is one of the main distributors of Capstone Microturbines and develops BCHP applications in several midwestern states.

Focusing on BCHP systems in non-industrial installations, the Midwest CHP Application Center (MAC) identified a total of 19 BCHP systems, producing a little over 89,000 kWe in Wisconsin. Wastewater Treatment facilities constitute the biggest installed BCHP market segment in Wisconsin (36,000 kWe) followed by landfill installations (34,000 kWe).

Capital costs as well as operating costs are generally viewed as some of the major hurdles to utilize BCHP technologies. The predominant technologies in BCHP power generation are natural gas. They range in size from reciprocating engines and microturbines in the tens of kilowatts to gas turbines in the tens of megawatts range. The least expensive technologies (large natural gas turbines) installed start around \$600/kWe and increase in cost up to fuel cell technologies that run around \$5,000/kWe. Natural gas reciprocating engines are the predominate technology, and can range in price from \$1,000 to \$1,800/kWe. Although prices of all of these technologies are expected to decrease as the technologies and system designs become more common. For smaller generating capacity units, this initial cost can have a long payback period unless electric costs are very high and thermal loads well matched.

For most BCHP systems natural gas constitutes the majority of the variable/operating cost. High natural gas prices, such as those experienced in the winter of 2000/2001, could have negative affects on the BCHP market development, but these high gas prices are not anticipated to reoccur. The Energy Information Administration expects natural gas prices to be around \$3 per MMBTU by 2020. The average price paid by commercial customers for natural gas in Wisconsin was \$7.60 per MMBtu (2001), which is below the average of \$8.10 per MMBtu; the average price of electricity charged by utilities to commercial customers was 6.03 cents per kWh, which is significantly below the average of 7.36 cents per kWh (in 2000).

ONSITE Energy Corporation in January 2000 prepared a study for the Energy Information Administration titled "The Market and Technical Potential for Combined Heat and Power in the Commercial/Institutional Sector." For Wisconsin's commercial/institutional sector, ONSITE estimated a total market potential for electric production to be in the range of 1,300 to 2,400 MWe. This potential may only be realized if the regulatory and policy environment becomes more supportive of BCHP installations. Also, if incentives are provided and the use of thermal technologies is considered, additional market potential capacity could be realized. Besides commercial and industrial applications BCHP systems also have potential market viability for multi-unit residences (those with 2 or more units). The MAC estimated the Wisconsin market potential for BCHP installations in the multi-unit residential sector for 2001 to be about 19,000 units.

This report concludes with recommendations, which address the need to educate regulators and private market participants on BCHP benefits. Case studies are needed which show the economic and environmental benefits of BCHP systems. As mentioned above alliances have to be formed with already influential companies in the BCHP field such as Alliant, FOCUS ON ENERGY, and others to develop synergies between these companies and the Midwest CHP Application Center to promote the use of BCHP. Finally, the Midwest CHP Application Center should partner with the Public Service Commission of Wisconsin to reduce or remove regulatory barriers.

### 1. Introduction and Purpose

The purpose of this analysis is to assess the current status of the BCHP sector in Wisconsin and identify current hurdles that prevent the widespread use of BCHP systems. This information will be used to identify target markets for BCHP systems as well as development of education and market transformation programs, which will foster BCHP applications. Finally, an action plan will be developed to further BCHP deployment in Wisconsin.

Cooling, Heating, and Power for Buildings (BCHP) refers to technologies which generate electricity at or near the point of use, such as a building or building complexes, while simultaneously recovering up to 80% of the waste heat for heating, cooling and/or dehumidification purposes.

In order to assess the current state of BCHP in Wisconsin, a comprehensive survey of key players involved with this technology was conducted. Key engineering firms, manufacturers, distributors, architectural firms, energy suppliers and federal, state and local agencies were identified. Furthermore a survey of existing and pending BCHP installations was conducted. Also identified in this survey were distributed generating installations that do not recover the waste heat; these installation represent relatively good candidate sites for conversion to BCHP systems because only heat recovery equipment needs to be provided and therefore the cost differential is minimal and easier to justify.

In this report, the initial cost of current BCHP related technologies and financial incentives were evaluated to assess their impact on the marketability of BCHP. A status assessment of policy related issues' pertaining to the interconnection of BCHP was conducted.

The market capacity potential for BCHP in Wisconsin was evaluated to identify the best target sectors for deployment.

This report concludes with recommendations to effectively promote the deployment of BCHP in Wisconsin.

### 2. <u>BCHP Contacts in Wisconsin</u>

### 2.1 Key Wisconsin Firms with BCHP Project Experience or Capabilities

One of the major methods to promoting market acceptability of BCHP technologies is to engage the efforts of commercial firms that can promote the installation of BCHP technologies. Besides those that can benefit directly through profits and savings from BCHP, there are other firms which have the interest and capability to get involved with BCHP applications either because they promote energy efficiency, green building technologies, or have other BCHP supporting missions. The purpose of this section is to identify those key firms that currently exist in that can be allied with the Midwest CHP Application Center to promote the deployment of BCHP in Wisconsin.

Besides electricity providers, there are about 70 companies in Wisconsin that are engaged in BCHP system applications or have BCHP system capabilities. Hopefully in the near future interest in BCHP applications will increase through the activities of a multitude of local and regional organizations that are involved with the promotion of BCHP applications.

Architectural and Engineering firms are important to promoting BCHP technologies because the most economical time to install a BCHP system is during the construction of a new building or during an extensive renovation, when the central heating and cooling plant is being initially installed or completely replaced. This is because the payback period associated with the cost to install a BCHP system need only be justified on the cost differential between the BCHP system and a conventional central cooling/heating system which otherwise would have to be installed. Architectural and engineering firms are generally engaged in the design and installation of such facilities in commercial and light industrial applications. Appendix A and Appendix B respectively provide information on architectural firms and engineering firms that are potential allies in the promotion of BCHP installation in Wisconsin. There are currently 50 architectural and engineering firms that are able to developed and deploy BCHP systems in Wisconsin.

Manufacturers of power generation equipment, absorption chillers, and desiccant dehumidification equipment, and their sales representatives are important to promoting BCHP technologies for obvious reasons, to sell their equipment. In most cases these manufactures have established a market presence and have built relationships with those most likely to install BCHP technologies. Appendix C provides information on manufacturers that promote BCHP installations in Wisconsin. There are currently 20 manufactures/sales offices involved in deployment of BCHP related technologies in Wisconsin.

Property management firms are important to promoting BCHP technologies because they are the operators of most commercial buildings in which BCHP technologies would be suitable and therefore are interested in reducing energy costs. They often are the decision makers as to what type of central service systems are installed. In many of the buildings that they operate, they are already required by newer building codes to provide some sort of emergency generation electric power generation equipment. Since they are already required to install generation equipment, the cost differential to install BCHP over a conventional central heating/cooling system is again smaller and easier to justify. In addition, it provides them the ability to provide more reliable power to tenants, which is becoming an important issue to many business operators. The two main organizations,

which represent property management firms in Wisconsin are BOMA (Building Owners and Managers Association) and IREM (Institute of Real Estate Management), which accredits recognized real estate management organizations. Information on the Wisconsin BOMA chapter and IREM accredited Wisconsin property management companies can be found in Appendix D.

Local energy suppliers are also important to promoting BCHP. Many have formed subsidiary companies to promote distributed generation, especially the gas supply companies, however they are not necessarily considering BCHP because they often can justify cost based on the peak shaving savings of electrical generation and because BCHP can provide heat in winter it can also reduce the gas consumption for boilers/furnaces used for heating. A list of energy supply companies in Wisconsin is provided in Appendix E.

In the case of energy supply companies, distributed generation may be viewed as a threat to the parent company which may have rate structures that pose a disincentive to the installation of distributed and therefore to BCHP. In these cases, distributed generation is viewed as more acceptable if it is on the electric suppliers side of the meter, which makes BCHP a difficult option to promote since the electric generation source may be at some distance form the customer making the use of waste heat impractical. Energy Services companies (ESCOs) are just beginning to become interested in BCHP technologies. In the past they have not been interested because it is easier for them to find other cost saving measures like lighting retrofits and energy control systems in commercial and light industrial applications, and in many cases regulations and sitting requirements served as a disincentive for them to install BCHP. Appendix F lists ESCO's which are active in Wisconsin.

### 2.2 Associations and Organizations Involved with BCHP Deployment

Federal, State, and regional governmental entities are becoming interested in BCHP energy because of the energy savings and reduced emissions it provides. This creates opportunities to make BCHP systems an important part of the generation mix.

While the Federal government, through the Department of Energy, Office of Power Technologies, has provided substantial support, the most effective deployment of BCHP technology will come from regional and local activities. This is true because most of the barriers are due to local issues, such as site permitting, interconnection requirements and studies, local utility pricing, and local building codes and standards. These barriers can be overcome with support from regional and local entities.

The Midwest is home to many non-profit organizations and associations that have come forward to support the deployment of BCHP, in fact the Midwest appears to be leading the way in promoting the deployment of BCHP. Within the State of Wisconsin, FOCUS ON ENERGY has the potential to be a strong ally in the deployment of BCHP. FOCUS ON ENERGY is a public private partnership offering energy information and services to residential, business and industrial customers in the state of Wisconsin. The partnership is comprised of the Wisconsin Department of Administration, Wisconsin Energy Conservation Corporation, Milwaukee School of Engineering, Energy Center of Wisconsin, PA Consulting and Hoffman York. FOCUS ON ENERGY can provide expert advice, project assistance and financial support for energy savings and efficiency projects. A list of these associations and organizations and their web-addresses, where available, is provided in Appendix G.

### 3. Survey of BCHP Installations and BCHP Targets in Wisconsin

### 3.1 Survey Summary

This survey was conducted to identify existing and pending BCHP installations in order to assess the current state of BCHP in Wisconsin; to establish a baseline and to identify those facility types where BCHP was most prevalent.

The information in this section is based on input from various sources including; personal interviews, manufactures and distributors, websites, associated organizations, and journals. The survey of BCHP installations and potential BCHP targets is primarily based on personal interviews as well as the use of published data. Published data consisted of the Energy Information Administration's "Inventory of Nonutility Electric Power Plants in the United States" dated November 2000 (Source: http://tonto.eia.doe.gov/FTPROOT/electricity/0095992.pdf).

Sites that are greater than 1 MWe are easier to identify because they must file yearly reports with the Environmental Protection Agency (EPA). However sites less than 1 MWe may or may not have a to file with the EPA. The sites identified represent the best efforts of the Midwest CHP Application Center to identify actual and potential BCHP installations in Wisconsin at the time of this report. Other existing or potential BCHP sites may exist; they will be added to the database and will be available over the website in the future as they are identified.

A total of 19 BCHP systems, producing a little over 89,000 kWe, are known to be in operation in Wisconsin. Appendix H categorizes and lists the known distributed generation installations based on the facility type in which the system is installed and provides the size of the installed generation capacity. Where it is known, thermal heat recovery has been noted. Where additional information is available about the installation configuration, it is provided. This report focuses primarily on BCHP applications for buildings, which, for the purpose of this report includes landfills, wastewater treatment facilities and farms.

### 3.2 Sector Analysis of the Survey Data

The sites identified during the survey represent the best efforts of the Midwest CHP Application Center to identify the BCHP installations in Wisconsin. Other existing or candidate BCHP sites may exist. An analysis of the survey information for the commercial and light industrial sectors is provided in Table 3-1 and Figure 3-1 below.

	Capacity (kW)	Capacity (%)
Commercial/Institutional Facilities	17,728	20
Farms	550	1
Landfill Operations	34,851	39
Waster Water Treatment Facilities	36,350	41
Total:	89,479	

 Table 3-1
 BCHP Capacity Installed by Sector in Wisconsin

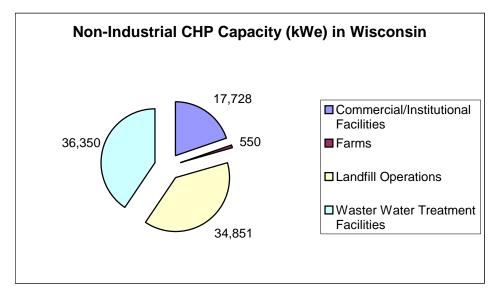


Figure 3-1 BCHP Capacity Installed by Sector in Wisconsin

As can be seen wastewater treatment facilities constitute the biggest installed BCHP market segment in Wisconsin followed by installations at landfills.

### 4. <u>Current Pricing Issues</u>

Capital costs as well as operating costs are generally viewed as some of the major hurdles to utilize BCHP technologies. This section will address these issues.

### 4.1 Equipment and Maintenance Costs

The predominant prime mover technologies in BCHP applications are reciprocating engines, combustion turbines, and microturbines. In the near future fuel cell technology is expected to become a prevalent BCHP technology as well. Absorption chillers convert the waste heat stream from prime movers into cooling.

Each technology operates at different efficiency and capacity size levels. The following table compiled by the Midwest CHP Application Center indicates the cost and other relevant technical data for the various equipment types.

	Gas E	Gas Engine		Gas Turbine - Simple Cycle		Fuel Cells
Size Range (kWe)	100 - 500	500 - 2,000	1,000 - 10,000	10,000 - 50,000	100 - 500	30 - 3,000
Efficiency (LHV) Btu/kWh	12,000 - 14,000	10,000 - 12,000	12,000 - 14,000	9,500 - 11,000	14 40	40 57
%	24 - 28	28 - 34	24 - 28	31 - 36	14 - 40	40 - 57
Installed Cost (\$/kWe)* (with Heat Recovery)	\$1,400 - \$1,800	\$1,000 -\$1,500	\$1,000 - \$1,500	\$600 - \$1,000	\$1,000 - \$1,500	\$2,000 - \$5,000
O & M Costs (\$/kWh)	\$0.012 - \$0.015	\$0.010 - \$0.012	\$0.003 - \$0.006	\$0.003 - \$0.006	\$0.005 - \$0.010	\$0.002 - \$0.05
Recoverable Heat Steam (lb/h/kWe) Hot Water (Btu/kWe/h)	4 - 5 <i>(15 - 30 psi )</i> 4,000 - 4,500	4 - 5 (15 - 30 psi) 4,000 - 4,500	5 - 6 (300 - 600 psi) 4,500 - 5,00	5 - 6 (300 - 600 psi) 4,500 - 5,00		
Absorption Cooling						
Single (\$/RT) Double (\$/RT)	\$500 - \$1,000 N/A	\$250 - \$500 N/A	\$200 - \$250 \$400 - \$500	\$200 - \$250 \$350 - \$400		
RT/kWe	0.22 - 0.28	0.22 - 0.28	0.28 - 0.33	0.28 - 0.33		
Electric Chillers (\$/RT)	\$200 - \$300	\$200 - \$300	\$180 - \$250	\$180 - \$250		

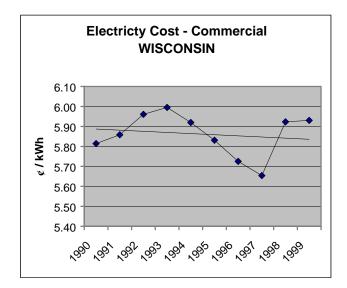
### Table 4-1CHP Technologies

\* Costs can vary significantly due to interconnection and other siteing requirements.

### 4.2 Electric Pricing

In the annual Energy Information Administration report titled "Annual Energy Outlook 2002 with Projections to 2020" (www.eia.doe.gov/oiaf/aeo/pdf/0383(2002).pdf), the EIA projects that the average electricity prices will decline from 6.9 cents per kilowatt-hour in 2000 to 6.5 cents per kilowatt-hour in 2020. Electricity industry restructuring is expected to contribute to declining prices on a national level through reductions in operating and maintenance costs, administrative costs, and other costs. Electricity prices are projected to decline to 6.3 cents per kilowatt-hour by 2006 then rise in the last 5 years of the forecast as natural gas prices rise.

In Wisconsin the cost of electricity for commercial customers has shown relative stability over the last recorded 10 year period (1990-1999) based on information from the EIA's State Energy Price and Expenditure Report 1999 (<u>http://eia.doe.gov/pub/state.prices/pdf/seper.pdf</u>). The cost of electricity to the commercial consumer has gone from \$17.04/MMbtu in 1990 to \$17.38/MMbtu in 1999. However there have been fluctuations in pricing over that period.



Source: State Energy Price and Expenditure Report 1999, Table 307: Commercial Sector Energy Price and Expenditure Estimates, Selected Years 1970-1999, Wisconsin; Prices in Nominal Dollars. (http://www.eia.doe.gov/emeu/seper/contents.html)

Wisconsin ranked 39<sup>th</sup> highest in electricity costs at 5.53¢/kWh for average cost to the customer across all customer classes (Source: EIA State Electricity Profiles 2001 – Wisconsin). The average price paid by commercial customers for natural gas in Wisconsin was \$7.60 per MMBtu (2001), which is below the average of \$8.10 per MMBtu; the average price of electricity charged by utilities to commercial customers was 6.03 cents per kWh, which is significantly below the average of 7.36 cents per kWh (Sources: Energy Information Administration

http://www.eia.doe.gov/pub/oil\_gas/natural\_gas/data\_publications/natural\_gas\_monthly/ current/pdf/table\_22.pdf and http://www.eia.doe.gov/cneaf/electricity/esr/esrt12p1.html). The five major electricity suppliers in Wisconsin are shown below in Table 4-2. Wisconsin, however is host to over 100 Co-op and municipally owned electric suppliers.

Utility	All Sectors	Residential	Commercial	Industrial	Other
Wisconsin Electric Power Co.	23,953,896	7,192,564	7,890,496	8,704,240	166,596
Wisconsin Public Service Corp.	9,656,015	2,685,451	3,070,397	3,866,051	34,116
Wisconsin Power & Light Co.	9,504,473	3,050,032	1,944,452	4,456,959	53,030
Northern States Power Company	5,295,629	1,677,848	923,344	2,657,675	36,762
Madison Gas and Electric Company	2,916,533	770,153	1,524,641	315,238	306,501
Total	51,326,546	15,376,048	15,353,330	20,000,163	597,005
Percentage of Utility Sales	81	79	87	78	80

# Table 4-2Five Largest Utilities by Retail Sales within the State, 1999<br/>(Megawatthours)

(Source: Energy Information Administration Website

http://www.eia.doe.gov/cneaf/electricity/st\_profiles/wisconsin.pdf)

### 5. <u>Summary and Status of BCHP Policy Issues</u>

One of the biggest efforts in support of BCHP development in Wisconsin pertains to the development of standardized interconnection guidelines. The Public Service Commission of Wisconsin and a multi-interest coalition, called the Distributed Resources Coalition, are leading this effort. The legislative process and current provisions of the interconnection guidelines will be detailed in the following.

### 5.1 PSC Report to the Legislature, December 2000

In October 1999 the Wisconsin Legislature passed Wisconsin Act 9. Wisconsin Act 9 (Wis. Stat. 196.025(4)) requires the Public Service Commission to "study the establishment of a program for providing incentives for the development of high-efficiency, small-scale electric generating facilities [...]." This clause shows that this policy can support BCHP. In response the Public Service Commission submitted a report titled "Report to the Legislature on the Development of Distributed Electric Generation in the Sate of Wisconsin." The report was issued in December 2000. The scope of the report included "small-scale, high efficiency generating technologies" including combined heat and power systems, photovoltaic, wind power, fuel cells, microturbines, and internal combustion generators. The report reviewed each of these technologies, compares emissions, and summarized barriers and economic incentives for these technologies. The major findings of the report were as follows:

- The lack of statewide uniform technical standards can constitute a barrier for interconnecting DG to the utility grid.
- Uniform procedures for testing and certification of interconnection equipment are needed.
- Complex interconnection contracts can add unnecessary cost and time to the installation of small-scale distributed generation. A detailed contract that may be appropriate for large customer-owned generators can create an unnecessary burden for a small-scale generator.
- A barrier to market entry is created by interconnection rules and practices that vary from one utility service territory to the next.
- Impediments to interconnection are created by outright prohibition of parallel generation, study fees, engineering review fees, additional metering fees, Transmission and Distribution charges, and standby fees.
- Unreasonable insurance or indemnification requirements can unduly increase the cost of non-utility DG.
- The current limitation that net energy billing is applicable only to units of less than 20 kW is too restrictive.
- The existing rate structure includes a number of disincentives to non-utility scale generation.
- The individual and cumulative effect of small-scale diesel generators could lead to air quality degradation in certain areas.

Based on its findings, the PSC concluded as follows:

- Any incentive program to encourage greater use of high efficiency, small scale DG in the state of Wisconsin should include the updating of statutes, administrative rules, and utility tariffs.
- Establish a working group made up of stakeholders, such as equipment installers and manufacturers, customers, energy advocacy groups, environmental groups, gas and electric utilities, and staff from the Wisconsin PSC, DNR, DOA, and DOR to develop additional recommendations as needed.
- Establish uniform, simplified standards based on IEEE P1547 for DG systems.
- Establish statewide pre-certification and testing.
- Establish a state-wide standardized contract for high-efficiency, small-scale DG systems that include a) a utility interconnection fee appropriate for the size of the installation and b) a standard formula for determining the cost of distribution upgrades associated with DG interconnection.
- Establish a tariff to cover a) an expansion of the "Net Energy Billing" tariff availability for customers with service from the current 20 kW maximum to a maximum based on the manufacturer's equipment rating, b) buy-back rates that vary depending on the environmental and grid benefits and dispatchability, and c) rules that provide for the utility to cover all or a portion of interconnection costs where there is a demonstrated benefit to the distribution grid.
- Owners of DG units that provide a benefit to society at large, such as improved "environmental performance" could be granted a production based tax credit.
- Provide state assistance to local units of government in siting DG technologies under existing planning and zoning authorities.
- Revision of Wis. Admin. Code 113.0207, "Requirements for utility rules for interconnection of small customer-owned generation facilities with the utility system."

The interest group, "RENEW Wisconsin," funded by the Joyce Foundation lead the initial process to come up with recommendations to the interconnection standards. RENEW Wisconsin recommended updates to Wis Admin. Code 113.0207, which had been developed in 1982 to "protect the safety of utility personnel and the integrity of the electrical system." RENEW Wisconsin's efforts were concentrated on the development of a standardized interconnection agreement and the interconnection of facilities of 20 kWe and less in size.

On May 18, 2001 the Joint Finance Committee of the Wisconsin Legislature voted unanimously to include some distributed generation resources provisions in the state budget, including the requirement that the PSC promulgate rules regarding interconnection standards, safety and reliability issues, tariffs, net metering, real time pricing fees, etc. It also required the PSC to complete draft rules within six months of the effective date of the budget. The standards would apply to utilities with a connected load of 1200 MWe or more.

### 5.2 Wisconsin Distributed Generation Interconnection Guidelines

RENEW Wisconsin and the Wisconsin Interconnection Collaborative developed Interconnection Guidelines (Guidelines) in Draft form. Draft 5.9 of the guidelines has just been completed. Work on promulgating the rules takes now place at the Wisconsin Public Service Commission. The goal is that the final rules will be in place by April 15, 2003. The Guidelines do not apply to cooperative electric utilities. However, according to the Guidelines, "Cooperative Electric Utilities are encouraged to adopt these guidelines." Draft 5.9 of the Draft Interconnection Agreement contains the following provisions:

• Facility Categories

The Guidelines establish 4 categories of DG facility sizes:

Category 1:	20 kW or less
Category 2:	Greater than 20 kW to 200 kW
Category 3:	Greater than 200 kW to 1 MW
Category 4:	Greater than 1 MW to 15 MW

### • Insurance Requirements

Applicants interconnecting a DG facility have to provide liability insurance in the following amounts:

Category 1:	\$300,000
Category 2:	\$1,000,000
Category 3:	\$2,000,000
Category 4:	Negotiated

### <u>Application Forms</u>

Applicants for a Category 1 DG facility file a Standard Application Form, called PSC Form 6027 whereas applicants for a Category 2 through 4 file a different form (Form PSC 6028). Upon filing of the Application Form the electric provider performs an Application Review and determines whether or not an Engineering Review and/or a Distribution System Study needs to be performed.

• <u>Response Timelines</u> The timelines for the studies according to DRAFT 5.9 are listed below:

Step	Business day response periods			
	Category 1 20 kW or less	Category 2 Greater than 20 kW to 200 kW	Category 3 Greater than 200 kW to 1 MW	Category 4 Greater than 1 MW to 15 MW
<b>1.</b> Electric provider provides material to applicant (upon receiving a Standard Application Form request).	5	5	5	5
<b>2.</b> Electric provider responds that they have received the Standard Application Form materials and states if they are complete. Any deficiencies are stated.	10	10	10	10
3. Once the Standard Application Form is deemed complete, the electric provider completes an Application Review, provides any Engineering Review and Distribution System Study costs, if needed, and notifies applicant.	10	10	10	10
<b>4.</b> Applicant responds, asking electric provider to go forward with an Engineering Review.	1 year (if required)	1 year	1 year	Negotiated: not more than 1 year
<b>5.</b> The applicant is notified of the results of the Engineering Review	10 (if required)	15	20	Project specific
<b>6.</b> Applicant responds, asking electric provider to go forward with Distribution System Study.	1 year (if required)	1 year	1 year	Negotiated: Not more than 1 year
<b>7.</b> The applicant is notified of the results of the Distribution System Study.	10 (if required)	15	20	Project specific
<b>8.</b> Applicants commits to paying for the distribution system modifications.	1 year (if required)	45	45	45
<b>9.</b> The applicant executes the Standard Interconnection Agreement.				
<b>10.</b> Time period to complete distribution system upgrades and install DG Facility.	Negotiated with applicant			

<b>11.</b> Electric provider completes DG Facility testing.	10	10	20	20
<b>12.</b> Final acceptance, cost reconciliation, and issuance of a formal letter of acceptance.	5	10	10	10

• <u>Study Fees</u>

The respective fees for the Application Review, the Engineering Review and the Distribution System Study are as follows:

	Application Review Fee	Engineering Review Fee	Distribution System Study Fee
Category 1:	None	None	
Category 2:	\$250	Max \$500	Max \$500
Category 3:	\$500	Cost Based	Cost Based
Category 4:	\$1000	Cost Based	Cost Based

### • <u>Precertified Equipment</u>

The Guidelines provide for acceptance of pre-certified equipment such as antiislanding protection and power quality related distribution interfaces. The Guidelines state that pre-certified equipment if certified to national standards "does not need the design scrutiny by the electric provider that non-certified equipment typically requires."

• <u>Net Metering</u>

The Guidelines also refer to the fact that DG facilities using renewable resources with a capacity of 20 kWe or less are eligible for net energy metering. This means that DG facilities can offset their associated load consumption and are compensated for any extra energy delivered to the electric provider at the rate as specified by the electric provider's tariff. What constitutes a renewable resource is defined by the individual electric provider. In general, natural gas fired cogeneration systems do not qualify as renewable resources, however, biomass fired cogeneration systems are generally considered a renewable resource.

### 6. <u>The Market Capacity Potential of BCHP in Wisconsin</u>

The previous sections identified the key parties currently involved with BCHP technology and detailed some of the areas preventing market transformation. However, market transformation in favor of BCHP technologies is only viable if the market potential exists. Therefore the market potential for each BCHP category, industrial, commercial and multi-unit residential is discussed in the following.

Estimates for the Institutional/Commercial Sector were derived from a previous study conducted by ONSITE-SYCOM Energy Corporation (ONSITE). Estimates for the Multi-family Residential Sector are based on Midwest CHP Application Center research.

### 6.1 Industrial and Commercial Market

ONSITE Energy Corporation in January 2000 prepared a study for the Energy Information Administration titled "The Market and Technical Potential for Combined Heat and Power in the Commercial/Institutional Sector." This study identified potential BCHP application sites using the iMarket, Inc. MarketPlace Database to select commercial/industrial building types based on SIC codes.

The potential buildings were: hotels/motels, nursing homes, hospitals, schools, colleges, commercial laundries, car washes, health clubs, golf clubs, museums, correctional facilities, water treatment plants, extended service restaurants, supermarkets and refrigerated warehouses. The buildings were divided into different groups based on their electric demand. The electric demand was estimated using data from Wharton Economic Forecasting. As a result ONSITE selected 1,431,805 buildings in the United States as suitable for BCHP applications requiring a capacity of 77,281 MWe.

There study focused on applications where thermal energy load was in the form of steam or hot water usage. It did not take into consideration the use of thermal activated technologies such as absorption chillers or desiccant dehumidifiers as potential candidates for thermal load. Taking into consideration these technologies will likely increase the market potential from their estimates.

On a state-by-state basis, ONSITE estimated the following potential:



For Wisconsin, ONSITE estimated a total market potential for electric production to be in the range of 1,300 to 2,400 MWe. This represents 3 to 5% of the projected DOE longterm goal of 47 gigawatts of installed BCHP capacity that was developed as part of the BCHP Roadmap Workshop. This potential may only be realized if the regulatory and policy issues become more supportive of BCHP installations. Also if incentives are provided, additional market potential capacity could be realized.

### 6.2 Multi-Family Residential Market

Besides commercial and industrial applications BCHP systems also have potential market viability for multi-unit residences (those with 2 or more units). Compared to conventional HVAC systems, the installation of BCHP systems are particularly competitive when it comes to new construction or complete replacement of old HVAC systems.

Since all new and replacement HVAC systems need to be permitted in Wisconsin, permitting data provides a good estimate of buildings where BCHP systems may be a potential alternative. Applying the following assumptions the potential market for BCHP applications for multi-unit residences can be estimated:

- New construction remains at or near the same level as in the year 2001 (12,993 units),
- HVAC systems need to be replaced every 20 years, therefore units installed in 1981 would need to be replaced in the year 2001, and
- The number of HVAC units replaced in 2001 is consistent with the number of units installed in 1981 (6,398 units).

Applying these assumptions the new building permit data was obtained for 1981 and 2001 (Source: <u>http://www.census.gov/const/C40/Table2/tb2u8099.txt</u>), those with less than 2 units were not considered. Therefore the market potential for multi-unit residential BCHP installation in Wisconsin for 2001 is estimated to be about 19,000 units.

### 7. <u>Conclusions and Recommendations</u>

### 7.1 Conclusions

### 7.1.1 Interest Level

On the policy side, Wisconsin seems very supportive of renewable/biomass based energy generation, which could also promote CHP technologies. The current governor stated the importance to foster renewable resource development in the state and a Public Benefits Fund provides financial support for these technologies. Furthermore, there are 70 well-known engineering firms, as well as equipment manufactures and distributors who are pursuing the BCHP market. With respect to equipment manufacturers, three of the most prominent CHP suppliers in the country are based in Wisconsin: Waukeshaw Engine, Kohler Engine and Trane.

The Midwest is home to many non-profit organizations and associations that have come forward to support the deployment of BCHP, in fact the Midwest appears to be leading the way in promoting the deployment of BCHP with such organizations as the Midwest CHP Initiative.

### 7.1.2 Installation Status

There is not a significant amount of installed BCHP in Wisconsin; the Midwest Application Center (MAC) identified a total of 19 BCHP systems, producing a little over 89,000 kWe in Wisconsin. Wastewater treatment facilities constitute the biggest installed BCHP market segment in Wisconsin (36,000 kWe) followed by installations at landfills (34,000 kWe).

### 7.1.3 Barriers

*Net Metering* provisions allow BCHP facilities to resell excess electricity to the local utility at a predetermined rate. In Wisconsin, the proposed statewide interconnection guidelines provide net metering only for renewables facilities less than 20 kWe in size. Furthermore, natural gas fired cogeneration systems are not considered renewable despite their high efficiencies and low emission rates. Also the proposed interconnection guidelines only apply to public utilities with a load in excess of 1200 MWe, which excludes municipal owned systems, coops, Madison Gas and Electric Company and Xcel Energy.

*Capital costs and payback time frames* are of concern. The least expensive electric generating technologies (large natural gas turbines) installed start around \$600/kWe and increase up in cost to fuel cell technologies that run around \$5,000/kWe. Additional costs, associated with thermal recovery equipment and engineering costs further add to the cost of the project. Prices are expected to decrease as the technologies and system designs become more common. For smaller generating capacity units, this initial cost can have a long payback period unless electric costs are very high and thermal loads well matched.

*Operating costs* due to fluctuating gas prices as seen in the winter of 2000/2001 may be perceived as a concern, even though prices have returned to previous levels. The EIA expects natural gas prices to be around \$3 per MMBTU by 2020. The average price paid for natural gas by commercial customers in Wisconsin was \$7.60 in 2001, slightly below the national average.

*Standby charges* and *Electricity rates* are also a factor in BCHP because they affect the payback period. Standby rates in Wisconsin differ from utility to utility. This means BCHP developers in the state face a cumbersome set of tariffs to comply with.

The average price of electricity charged by utilities to commercial customers in Wisconsin was 6.03 cents per kWh (in 2000), which is significantly below the national average of 7.36 cents per kWh. Low prevailing electricity prices, however, reduce the economic competitiveness of BCHP systems.

### 7.1.4 Favorable Characteristics

A *Favorable political climate* for energy efficient technologies and particularly renewable energy appears to exist in Wisconsin. Wisconsin Governor Scott MacCallum stated as one of the goals to increase the use of cost-effective renewable resources in Wisconsin. As such Wisconsin Act 9 requires that renewable energy make up 2.2 percent of each retail electric provider's sales by 2012. (Strategic Directions for Wisconsin's Energy and Economic Future, June 2001, p. 3). These requirements can be used to support BCHP development in the state. Furthermore the state has established a Public Benefits Fund to support biomass development with \$3,800,000 available funding per year.

*Statewide Interconnection Guidelines* for distributed generation will most likely be established by April 2003. These guidelines include standardized fees, standardized insurance requirements and timelines for interconnection with the local utility. The guidelines also include net metering provisions for certain renewable facilities.

*Favorable alliances* exit in Wisconsin. The Midwest appears to be leading the way in promoting the deployment of BCHP with such organizations as FOCUS ON ENERGY. FOCUS ON ENERGY is a public private partnership offering energy information and services to residential, business and industrial customers in the state of Wisconsin. The partnership is comprised of the Wisconsin Department of Administration, Wisconsin Energy Conservation Corporation, Milwaukee School of Engineering, Energy Center of Wisconsin, PA Consulting and Hoffman York. FOCUS ON ENERGY can provide expert advice, project assistance and financial support for BCHP projects.

*Market potential* appears to be reasonable for BCHP. ONSITE Energy Corporation estimates for Wisconsin a total market potential of between 1,300 to 2,400 MWe. Besides commercial and institutional estimates by ONSITE the MAC estimated that the potential Wisconsin market for BCHP installations in the multi-unit residential sector to be about 19,000 units.

### 7.2 Recommendations

1) Increase Interest and Market Penetration

Develop a higher level of interest in BCHP by providing information and education to Architects, Engineers, Property Management Firms on the

- Technical and financial benefits of BCHP.
- Siting and permitting process.
- Successful BCHP installations (Case Studies).

• Technical and financial assessments tools and resources available.

### 2) Influence the Removal of Regulatory Barriers

Support the Public Service Commission of Wisconsin and State Regulators with their ongoing efforts on

- Promoting the energy, environmental, and financial benefits of BCHP.
- Preparation of uniform interconnection standards and fees, which would be binding for all energy service companies in the state not just the major utilities.
- Need to consider appropriate incentives for BCHP such as tax incentives and subsidies such as is being done with renewable energy technologies.

### 3) Build Alliances

Build alliances with potential partners such as:

- Large Architect/Engineering Firms with BCHP capabilities
- FOCUS ON ENERGY
- Department of Administration (DOA)
- RENEW Wisconsin
- Wisconsin Interconnection Collaborative
- Wisconsin Energy Center
- Alliant Energy Corporation

### Appendix A Architect Firms with Sustainable Design/BCHP Capabilities

AIA Wisconsin 321 South Hamilton Street Madison, WI 53703-4000 Phone: 608-257-8477 Fax: 608-257-0242 aiaw@aiaw.org

Architectual Design Group 393 Red Cedar St. #3 Menomonie, WI 54751-2267 Phone: (715) 235-4848 Fax: (715) 235-4898 E-mail: adg@adg-architects.com http://www.adg-architects.com

Architecture Network, Inc. 116 East Dayton St. Madison, WI 53703-2114 Phone: (608) 251-7515 Fax: (608) 251-7566 E-mail: ani\_archnet@tds.net http://www.archnetwork.com

Dimension IV PO Box 12585 Green Bay, WI 54307-2585 Phone: (920) 499-6873 Fax: (920) 499-6873 E-mail: djroarty@dimension-iv http://www.dimension-iv.com

ECOME 507 Main Street La Crosse, WI 54601

Engberg Anderson Design Partnership Inc. 611 North Broadway #517 Milwaukee, WI 53202-5004 Phone: (414) 944-9000 Fax: (414) 944-9100 E-mail: info@eadp.com http://www.eadp.com/ Eppstein Uhen Architects, Inc. 333 East Chicago St. Milwaukee, WI 53202-5809 Phone: (414) 271-5350 Fax: (414) 298-2251 E-mail: richt@eppsteinuhen.com http://www.eppsteinuhen.com

Flad & Associates, Inc. 644 Science Dr. Madison, WI 53711-1072 Phone: (608) 238-2661 Fax: (608) 238-6727 E-mail: flad@flad.com http://www.flad.com

Hoffman Corporation N434 Greenville Center PO Box 8034 Appleton, WI 54912-8034 Phone: (920) 731-2322 Fax: (920) 731-4236 E-mail: info@hoffman.net http://www.hoffman.net

Kahler Slater 111 West Wisconsin Ave. Milwaukee, WI 53203-2501 Phone: (414) 272-2000 Fax: (414) 272-2001 E-mail: ks@kahlerslater.com http://kahlerslater.com

The Kubala Washatko Architects, Inc. W61N617 Mequon Ave. Cedarburg, WI 53012-2017 Phone: (262) 377-6039 E-mail: zkron@tkwa.com Potter Lawson, Inc. 15 Ellis Potter Court PO Box 44964 Madison, WI 53711-2456 Phone: (608) 274-2741 Fax: (608) 274-3674 E-mail: bethp@potterlawson.com http://www.potterlawson.com

Louis Wasserman & Associates 1726 North 1st St. Milwaukee, WI 53212-3969 Phone: (414) 562-6474 Fax: (414) 562-6425 E-mail: lwasserman@ticon.net http://www.ticon.net/~lwasserman

The Zimmerman Design Group, Inc. 7707 Harwood Ave. Milwaukee, WI 53213-2610 Phone: (414) 476-9500 Fax: (414) 476-8582 E-mail: info@zdg.com http://www.zdg.com

*NOTE:* This list represents only those firms that the MW BCHP Application Center was able to identify at the time of this report. Other firms may exist that promote BCHP; they will be added to the database and will be available over the website in the future as they are identified.

### Appendix B Engineering and Consulting Firms

Charles Equipment Co. N15W22120 Jericho Drive Unit 6 Waukesha, WI 53186 Capabilities: BCHP Turnkey Installations

Cummins NPower LLC 9401 South 13<sup>th</sup> Street Oak Creek, WI 53154 Capabilities: BCHP Turnkey Installations

Microgy Cogeneration Systems, Inc. 1009 W Glen Oaks Lane, Suite 209 Mequon WI 53092 Capabilities: Developer of anaerobic digester systems dairy, swine and poultry operations producing renewable electric power

GHD, Inc. PO Box 69 Chilton WI 53014 Capabilities: Design and install anaerobic digestors, installation of gen-set units for heat production.

Robert E. Lee & Associates 2825 S. Webster St. Green Bay WI 54306 *Website* <u>www.releeinc.com</u> Capabilities: A full-service consulting firm specializing in and environmental engineering, planning, surveying and comprehensive laboratory testing.

Crane Engineering Sales Inc. PO Box 38 707 Ford Street Kimberly WI 54136-0038 *Website* http://www.crane-eng.com Capabilities: Process equipment design and equipment supply, including piping, metering, filters, valves, and design of piping

Energy Integration Corp. 2988 Gruenwald Rd Mosinee WI 54455-7640

American Resource Recovery 1020 N Broadway Milwaukee WI 53202-3157 Applied Technologies, Inc. 16815 W Wisconsin Ave Brookfield WI 53005 *Website* www.itiae.com

Camp Dresser & Mckee 312 E Wisconsin Ave., Ste 500 Milwaukee WI 53202-4305

Dorgan Associates, Inc. 7601 Ganser Way Madison WI 53719 *Phone:* 608-837-6880 Capabilities: Consulting engineers and scientists in energy modeling, commissioning, buildings, HVAC, and fuel cells.

Emcon/OWT Solid Waste Services 17 Park Place, Suite 400 Appleton WI 54914-8232 *Website* www.emconinc.com Capabilities: Site analysis for energy recovery projects, landfill gas-to-electric projects, small engine/generator sets for on-site electric consumption

Environmental Technology Associates 1400 Cty Rd Z Blue Mounds WI 53517

Graef Anhalt Schloemer 125 S 84th St #401 Milwaukee WI 53214-1469

R J Miller Associates, Inc. 12745 W Capitol Dr Brookfield WI

Foth & Van Dyke PO Box 19012, 2737 S Ridge Rd Green Bay WI 54301

Montgomery Watson, Inc. 1 Science Court Madison WI 53711 R W Beck, Inc. 555 D'Onofrio Dr #103 Madison WI 53719 Capabilities: Consultant Engineers

Triad Engineering 325 E Chicago St Milwaukee WI 53202

WD Meadows & Associates 901 Platt St. Eau Claire WI 54703-5145

Residential Energy Services 416 E. Court Street Viroqua WI 54665 Capabilities: Efficient design retrofit.

Community Builders 4280 Algoma Rd Capabilities: Products and services for solar heat and electricity, high performance homes, indoor air quality and energy conservation. Energy design and building science analysis.

La Salle Associates 3700 North Southport Chicago, IL 60613 Capabilities: BCHP Turnkey Installations

Stanley Consultants, Inc.
225 Iowa Avenue
Muscatine, IA 52761
(563) 264-6457
Capabilities: BCHP Engineering, Environmental and Construction Services

Ballard Engineering 3555 Electric Avenue Rockford, IL 61125 (815) 229-1800 Capabilities: BCHP Turnkey Systems

GKC-EME 205 W. Wacker Drive Chicago, IL 60606 Capabilities: BCHP Turnkey Installations Primera Engineering 25 E. Washington St. Suite 510 Chicago, IL 60602 Capabilities: HVAC Engineering, BCHP Potential

GLHN A&Es Capabilities: HVAC Engineering, BCHP Potential

Cuh2a, Inc. Capabilities: HVAC Engineering, BCHP Potential

Epstein and Sons International, Inc. Capabilities: HVAC Engineering, BCHP Potential

Jacobs Facilities, Inc. Capabilities: HVAC Engineering, BCHP Potential

General Energy Corp Capabilities: HVAC Engineering, BCHP Potential

Globetrotters Engineering Corporation Capabilities: HVAC Engineering, BCHP Potential

Patrick Engineering, Inc. Capabilities: HVAC Engineering, BCHP Potential

Sebesta Blomberg & Associates, Inc. 2381 Rosegate Roseville, MN 55113 651-634-0775 Capabilities: HVAC Engineering, BCHP Potential

**NOTE:** This list represents only those firms that the MW BCHP Application Center was able to identify at the time of this report. Other firms may exist that promote BCHP; they will be added to the database and will be available over the website in the future as they are identified. The information above was compiled based on a survey by the Midwest CHP Application Center and other sources such as the "Wisconsin Renewable Energy Yellow Pages" compiled by the Department of Administration, Wisconsin Energy Division. Any errors are, of course, the responsibility of the Midwest CHP Application Center.

### Appendix C Equipment Distributors/Manufactures That Promote BCHP Technologies in Wisconsin

Waukeshaw Eastern Regional Office 1000 West St. Paul Avenue Waukesha, WI 53188 Capabilities: Recip. Engines

Kohler Engines 444 Highland Drive Kohler, WI 53044 Customer Service: 800.544.2444 or 920.457.4441 Literature: 800.544.2444

Trane 4801 Voges Road, Suite A Madison, WI 53718 Phone: 608-838-8200 Or 11400 W. Theodore Trecker Way West Allis, WI 53214 Phone: 414-266-5200 Capabilities: HVAC systems, Air Handling Products

Caterpillar FABCO Equipment, INC. 11200 W Silver Spring Rd. Milwaukee, WI 53225-3198 Or 1111 Applegate Rd Madison, WI 53713 Capabilities: Electric Generation Equipment Manufacturer

Solar Turbines Incorporated 40 Shuman Blvd. Suite 350 Naperville, IL 60563 (630) 527-1700 Capabilities: Electric Generation Equipment Manufacturer

Generac Power Systems Hwy. 59 & Hillside Road P.O. Box 8 Waukesha, WI 53187 Capabilities: Power Generators Detroit Diesel Inland Diesel Inc. 13015 W. Custer Ave (Milwaukee) P.O. Box 916 Butler, WI 53007-0916 Phone: 262-781-7100 or 800-236-6667 or Interstate Diesel, Inc. 322 Winter Street Superior, WI 54880 Phone: 715-394-5398

Hess Microgen 12 Industrial Parkway, Unit B-1 Carson City, NV 89706 (775) 884-1000 Capabilities: Generators with Heat Recovery

Eisenmann 150 E. Dartmoor Dr. Crystal Lake, IL 60014 Contact: Mark West (815) 455-4100 Capabilities: Air Purification

ADA Systems 955 North Lively Boulevard Wood Dale, IL 60191 Capabilities: Evaporative Cooling Systems, Energy Recovery

Huntington Environmental Systems, Inc. 707C West Algonquin Road Arlington Heights, IL 60005 Capabilities: Emissions Control Equipment

Munters Capabilities: Desiccant Dehumidification Products

GE Power Systems Capabilities: Combustion Turbine Products

Ingersold Rand Capabilities: Microturbines

International Fuel Cells, Inc. Capabilities: Fuel Cells

Yazaki Capabilities: Thermally Activated Chillers Wartsilla Power Plants 201 Defense Highway, Suite 100 Annapolis, Maryland, 21401 Tel: 410 573 21 00 Capabilities: Recip. Engines York Capabilities: HVAC Systems Honeywell Capabilities: Microturbines Broad Capabilities: Thermally Activated Chillers

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## Appendix D Property Management Organizations and Firms in Wisconsin

BOMA Milwaukee 710 N. Plankinton Ave. Suite 207 Milwaukee, WI 53203 414-278-7557

## Institute for Real Estate Management (IREM) Accredited Real Estate Management Firms:

Affiliated Capital Corp., 21150 W. Capitol Dr., No. 5, Pewaukee, WI 53072 Phone: 262/790-9828 Web: www.affiliatedcapital.com Property Type(s): Conventional apartments, Condominiums, Federally assisted housing

Dominium Management Services, Inc., 112 Stimpson St., Watertown, WI 53094 Phone: 920/262-0304 Property Type(s): Conventional apartments Federally assisted housing

Farmer Management and Development Co., 714 S. Barstow St., P.O. Box 246, Eau Claire, WI 54701-0246 Phone: 715/834-2691 Property Type(s): Conventional apartments, Condominiums, Federally assisted housing Office buildings,

National Realty Management, Inc., 1155 Quail Ct., Pewaukee, WI 53072 Phone: 262/695-1400 Web: www.national-realty.net Property Type(s): Conventional apartments, Condominiums, Office buildings, Retail Properties and shopping centers, Single family homes, Warehouses and miniwarehouses Oakbrook Corp., 111 E. Water St. No. 300, Appleton, WI 54911 Phone: 920/731-7242 Property Type(s): Conventional apartments Federally assisted housing

Oakbrook Corp., 626 E. Kilbourn Ave., Milwaukee, WI 53202 Phone: 414/274-6684 Property Type(s): Conventional apartments Federally assisted housing

Oakbrook Corp., 2 Science Ct., Madison, WI 53711 Phone: 608/238-2600 Property Type(s): Conventional apartments, Federally assisted housing, Office buildings, Retail Properties and shopping centers, Ogden & Co., Inc., 1665 N. Water St., Milwaukee, WI 53202 Phone: 414/276-5285 FAX: 414/276-4207 Web: www.ogdenrealty.com Property Type(s):Conventional apartments, Condominiums, Federally assisted housing, Cooperative housing, Industrial parks, Office buildings, Retail Properties and shopping centers, Single family homes, Warehouses and miniwarehouses

Optimum Property Management, 2120 W. Clybourn St., Milwaukee, WI 53233-2510 Phone: 414/342-2218 FAX: 414/342-9077 Property Type(s): Conventional apartments, Condominiums, Cooperative housing, Industrial parks, Office buildings Retail Properties and shopping centers, Single family homes Hotels and motels, Warehouses and miniwarehouses Polacheck Property Management Corp., 250 N. Sunny Slope Rd., Ste. 150, Brookfield, WI 53005 Phone: 262/641-7000 FAX: 262/641-7020 Web: www.polacheckmgmt.com Property Type(s): Industrial parks, Office buildings Retail Properties and shopping centers

Trammell Crow Co./Central Division, 100 E. Milwaukee Ave., Ste. 1000, Milwaukee, WI 53202 Phone: 414/289-9030 FAX: 414/289-0372 Property Type(s): Industrial parks, Office buildings, Warehouses and miniwarehouses

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## Appendix E Energy Supply and Service Companies in Wisconsin

#### **Natural Gas Providers:**

WE Energies (Wisconsin Gas Company) 231 W. Michigan Milwaukee, WI 53290 Website: www.we-energies.com

Wisconsin Public Service Corp. (Wisconsin Fuel and Light) PO Box 19001 Green Bay WI 54307 *Website* www.wpsr.com

Alliant Energy, Wisconsin Power and Light 222 W Washington Ave Madison WI 53703 *Website* Products or Services:

Madison Gas and Electric PO Box 1231 Madison WI 53701 *Website* www.mge.com

Northern States Power Co. PO Box 8 1414 W Hamilton Ave. Eau Claire WI 54702-0008

## **Electricity Providers:**

### **Investor Owned Electric Utilities**

WE Energies 231 W. Michigan Milwaukee, WI 53290 Website: www.we-energies.com

Wisconsin Public Service Corp. PO Box 19001 Green Bay WI 54307 *Website* www.wpsr.com

Alliant Energy, Wisconsin Power and Light 222 W Washington Ave Madison WI 53703 Madison Gas and Electric PO Box 1231 Madison WI 53701 *Website* www.mge.com

Northern States Power Co. PO Box 8 1414 W Hamilton Ave. Eau Claire WI 54702-0008

## **Cooperative Electric Utilities**

[National Rural Elect Cooperative Association (NRECA) Members only]

Adams-Columbia Electric Co-op Friendship Badger Unified Co-op Services Friendship Barron Electric Cooperative Barron Bayfield Electric Co-op, Inc. Iron River Central Wisconsin Electric Co-op Iola Chippewa Valley Electric Co-op Cornell Clark Electric Co-op Greenwood Dairyland Power La Crosse Dunn Electric Co-op Menomonie Eau Claire Energy Co-op Fall Creek GEN~SYS Energy La Crosse Head of the Lakes Electric Co-op Superior Jackson Electric Co-op Black River Falls Jump River Electric Co-op Ladysmith Mid-Wisconsin DBS, LLC Iola Oakdale Electric Co-op Oakdale Oconto Electric Co-op Oconto Falls Pierce-Pepin Cooperative Services Ellsworth Polk-Burnett Electric Co-op Centuria PowerPlus Engineering, LLC La Crosse Price Electric Co-op, Inc. Phillips **Richland Electric Co-op Richland Center Riverland Energy Cooperative Arcadia** Rock County Electric Co-op Assn. Janesville Rural Electric Supply Co-op Madison Scenic Rivers Energy Co-op Lancaster Skyview DBS Boscobel St. Croix Electric Co-op Hammond Taylor Electric Cooperative Medford Vernon Electric Co-op Westby Washington Island Elec. Co-op, Inc. Washington Island Western Wisc. Communications Co-op Independence Wisconsin Federation of Co-ops

#### Municipal Electric Utilities

Municipal Electric Utilities of Wisconsin (MEUW) is an association of the 82 municipal electric utilities in the state. MEUW can be contacted at the following address:

#### MEUW

725 Lois Drive Sun Prairie, WI 53590 Tele.: 608-837-2263 FAX: 608-837-0206

**MEUW Members:** 

Algoma Utility Commission Arcadia Electric Utility Argyle Utility **Bangor Municipal Utility** Barron Light and Water Commission Belmont Municipal Light & Water Utility Benton Electric and Water Utility **Black Earth Electric Utilities Black River Falls Municipal Utilities** Bloomer Electric and Water Utility **Boscobel Utilities** Brodhead Water & Light Commission Cadott Light & Water Department Cashton Municipal Light & Water Plant Cedarburg Light & Water Commission Centuria Municipal Electric Utility Clintonville Water & Electric Utility Columbus Water & Light Department Cornell Municipal Lighting Department Cuba City Light and Water Plant **Cumberland Municipal Utility** Eagle River Light & Water Department Elkhorn Light & Water Elroy Electric and Water Utility Evansville Water & Light Department Fennimore Municipal Utilities Florence Water & Light Commission Gresham Municipal Water & Electric Hartford Utility Department Hazel Green Light & Water Utility Hustisford Utilities Jefferson Water & Light Department Juneau Utility Commission Kaukauna Electric & Water Department **Kiel Utilities** La Farge Municipal Utilities

Lake Mills Light & Water Department Lodi Utilities Manitowoc Public Utilities Marshfield Electric & Water Department Mazomanie Electric Utility Medford Electric Utility Menasha Utilities Merrillan Electric & Water Utility Mount Horeb Utilities Muscoda Light & Water Commission New Glarus Municipal Light & Water New Holstein Utilities New Lisbon Municipal Light & Water New London Utility Commission New Richmond City Utilities **Oconomowoc Utilities** Oconto Falls Water & Light Commission Pardeeville Public Utilities **Plymouth Utilities** Prairie du Sac Electric Department Princeton Light & Water Department **Reedsburg Utility Commission Rice Lake Utilities Richland Center Municipal Utility River Falls Municipal Utility** Sauk City Utilities Shawano Municipal Utilities Sheboygan Falls Utilities Shullsburg Electric Utility **Slinger Electric Utilities** Spooner Municipal Electric Utility Stoughton Electric & Water Utilities Stratford Water & Electric Department **Sturgeon Bay Utilities** Sun Prairie Water & Light Commission Trempealeau Electric Committee Two Rivers Water & Light Department Viola Municipal Electric Utility Waterloo Water & Light Commission Waunakee Water & Light Commission Waupun Public Utilities Westby Electric & Water Utility Whitehall Municipal Electric Utility Wisconsin Dells Water & Light Wisconsin Rapids Water Works & Lighting Commission Wonewoc Municipal Water & Light Dept.

## Appendix F Energy Service Companies

The following list includes only companies accredited by the National Association of Energy Service Companies (NAESCO):

Johnson Controls, Inc. Paul von Paumgartten Director, Energy & Environmental Affairs Milwaukee, WI

Siemens Building Technologies Milwaukee 135 W. Wells Suite 110 Milwaukee WI 53203

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# Appendix G Associations/Organizations Associated with BCHP Deployment in Wisconsin

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	Organization	Website
1.	American Institute of Architects	http://www.aia.org
2.	BOMA Building Owners and Managers Association	http://www.boma.org
3.	FOCUS ON ENERGY	http://focusonenergy.com
4.	Center for Neighborhood Technology	http://www.cnt.org
5.	Delta Institute	http://www.delta-institute.org
6.	RENEW Wisconsin	http://Renewwisconsin.org
7.	Energy Center of Wisconsin	http://www.ecw.org
8.	Energy Resources Center – University of Illinois at Chicago	http://www.erc.uic.edu
9.	Environmental Law and Policy Center	http://www.elpc.org
10.	Gas Technology Institute	http://www.gastechnology.org
11.	Interstate Renewable Energy Council (IREC)	http://www.eren.doe.gov/cro
12.	Manufacturing Extension Program (MEP)	http://www.mep.nist.gov/index3.html
13.	Wisconsin Department of Natural Resources	www.dnr.state.wi.us/
14.	University of Wisconsin Center for Cooperatives - Utilities	http://www.wisc.edu/uwcc/
15.	Wisconsin Public Service Commission	http://psc.wi.gov/
16.	Midwest CHP for Buildings Application Center	Contact through Gas Technology Institute or Energy Resources Center
17.	Midwest CHP Initiative	http://www.nemw.org/usBCHPa/regional .htm#midw
18.	Midwest Cogeneration Association	http://www.cogeneration.org
19.	Midwest Energy Efficiency Alliance (MEEA)	http://www.elpc.org/energy/index.htm
20.	Citizens Utility Board	http://www.wiscub.org
21.	Wisconsin Department of Administration – Division of Energy	http://www.doa.state.wi.us/depb/index. asp

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## **Federal Government Agencies**

	Agency	Website/Contact Information
1.	DOE Combined Heat and Power (BCHP) Initiative	http://www.eren.doe.gov/der/BCHP/
2.	DOE Distributed Energy Resources (DER) Taskforce	http://www.eren.doe.gov/der/
3.	DOE Distributed Power (DP) Program	http://www.eren.doe.gov/distributedpower/
4.	DOE Energy Efficiency and Renewable Energy Network (EREN)	http://www.eren.doe.gov/
5.	DOE Energy Information Administration	http://www.eia.doe.gov/
6.	DOE Industries of the Future (IOF)	http://www.oit.doe.gov/industries.shtml
7.	DOE Inventions & Innovation Program (I&I)	http://www.oit.doe.gov/inventions/
8.	DOE Office of Energy Efficiency and Renewable Energy (EERE)	http://www.eren.doe.gov/ee.html
9.	DOE Office of Industrial Technologies	http://www.oit.doe.gov/
10.	DOE Office of Power Technologies (OPT)	http://www.eren.doe.gov/power/
11.	EPA Climate Protection Division (CPD)	http://www.epa.gov/cpd.html
12.	EPA Office of Air & Radiation	http://www.epa.gov/oar/
13.	EPA Office of Air Quality Planning and Standards	http://www.epa.gov/oar/oaqps/
14.	EPA-DOE Energy Star Program	http://www.energystar.gov
15.	Federal Energy Management Program (FEMP)	http://www.eren.doe.gov/femp/
16.	Federal Laboratory Consortium for Technology Transfer	http://www.fedlabs.org
17.	Manufacturing Extension Partnership (MEP)	http://www.mep.nist.gov/
18.	US Department of Energy (DOE)	http://www.energy.gov
19.	US Department of Housing & Urban Development (HUD)	http://www.hud.gov/
20.	US Environmental Protection Agency (EPA)	http://www.epa.gov

**NOTE:** This list represents only those organizations that the MW BCHP Application Center was able to identify at the time of this report. Other organizations may exist that promote BCHP; they will be added to the database and will be available over the website in the future as they are identified.

	Organization/Association	Website/Contact Information
1.	Alliance to Save Energy	http://www.ase.org
2.	American Council for an Energy-Efficient Economy (ACEEE)	http://aceee.org
3.	American Planning Organization (APA)	http://www.apa.org
4.	Brookhaven National Laboratory	http://www.bnl.gov
5.	Consortium for Energy Efficiency (CEE)	http://www.ceeformt.org/
6.	Distributed Power Coalition of America (DPCA)	http://www.dpc.org
7.	Electric Power Research Institute (EPRI)	http://www.epri.com
8.	Electric Power Supply Association (EPSA)	http://www.epsa.org
9.	International District Energy Association (IDEA)	http://www.districtenergy.org/
10.	National Association of Regulatory Utility Commissioners (NARUC)	http://www.naruc.org
11.	National Association of State Energy Officials (NASEO)	http://www.naseo.org
12.	National Energy Technology Laboratory	http://www.netl.doe.gov
13.	National Renewable Energy Laboratory	http://www.nrel.gov
14.	Natural Resources Defense Council (NRDC)	http://www.nrdc.org
15.	Northeast Midwest Institute	http://www.nemw.org
16.	Oak Ridge National Laboratory	http://www.ornl.gov
17.	Regulatory Assistance Project	http://www.rapmaine.org
18.	U.S. Combined Heat and Power Association (USBCHPA)	http://www.nemw.org/usBCHPa/

## **Others Associations and Organizations**

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## Appendix H Distributed Generation – Commercial/Light Industrial Facilities in Wisconsin

Project Name	Generator Capacity (MWe)	Generator Type	Primary Energy Source	Generating Unit Status	Heat Recovery
Commercial/Institutional Facilities					
St. Mary's Hospital, Madison, WI		Turbine	Natural Gas	Operating	Yes
Beloit Memorial Hospital, Beloit WI	3000	Recip Engines	Natural Gas	Operating	Yes
Burleigh Elementary School, Elm Grove, WI	28	Capstone Microturbine	Natural Gas	Operating	Yes
State of Wisconsin, Capitol Heat and Power Plant, Madison, WI	3000	Turbines	Gas/Coal		Yes
State of Wisconsin Department of Administration, UW Madison Power Plant	9700	Steam Turbine	Coal	Operating	Yes
State of Wisconsin, Waupun Correctional Institution	2000	Steam Turbine	Coal		Yes

Project Name	Generator Capacity (MWe)	Generator Type	Primary Energy Source	Generating Unit Status	Heat Recovery
Anaerobic Digesters					Yes
Duck Farm, Southeastern WI	200	Recip Engine	Digester Gas	Operating	Yes
Deere Ridge Dairy, Amhurst, WI	150	Caterpillar Recip	Ag Digester	Operating	Yes
Double S Dairy, Alto, WI	200	Hess Recip	Ag Digester	Operating	Yes
Landfill Operations					
Pheasant Run, Bristol, WI	5600	Recip Engine	Landfill Gas	Operating	Yes
Metro Gas Recovery	9000	Gas Turbine	Landfill Gas	Operating	Yes
Outagamie County Landfill Cogeneration Facility, Appleton, WI	2700	Recip Engine	Landfill Gas	Operating	Yes
Winnebago County Landfill Gas Recovery, Oshkosh, WI	6111		Landfill Gas		Yes
Metro Gas Recovery, Franklin, WI	9200		Gas	Operating	Yes
Superior Glacier Ridge Landfill, Haricon, WI	2000	Waukesha Recip	Landfill Gas	Operating	Yes
Sauk County Landfill, Reedsburg, WI	240	Capstone Micro Turbine	Landfill Gas	Fall 2000	Yes

Project Name	Generator Capacity (MWe)	Generator Type	Primary Energy Source	Generating Unit Status	Heat Recovery
Waster Water Treatment Facilities					
Waste Water Treatment Plant, Janesville, WI	400	Recip Engines	Digester Gas	Operating	Yes
Kaukanna, WI	750	Recip Engines	Digester Gas	Operating	Yes
MMSD Jones Island Wastewater Treatment Plant, Milwaukee Metro Sewerage District	35200	Gas Turbine	Gas	Operating	Yes
Industrial Facilities					
National By-Products, Inc., Berlin, WI	2400	Caterpillar Recip	Landfill Gas	Operating	
Industrial Facility, Neenah, WI	70	Honeywell Microturbine	Natural Gas	Operating	
Whitewater Cogeneration Facility, Whitewater, WI	315000	Turbine	Natural Gas	Operating	
Marathon Electric Co.	3600	Recip Engine			
MGE - Backup Generation Service, Madison, WI	50000	About 50 Distributed Generators		Operating	No

Project Name	Generator Capacity (MWe)	Generator Type	Primary Energy Source	Generating Unit Status	Heat Recovery
A host of major paper companies in Wisconsin operate CHP facilities including Fox River Paper Co., Wasau Mosinee Paper Corp., Weyerhaeuser Co, International Paper Co., Fraser Paper Inc., Stora Enso North America.	> 250,000		Coal, Black Liquor Biomass	Operating	Some