

#### Do It Yourself (DIY) Electrical Generation



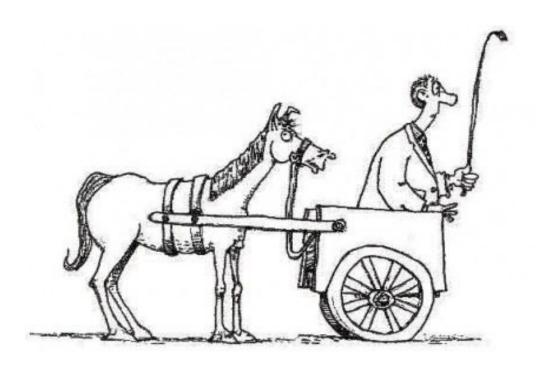
Project Initiation – "Twinkle In My Eye" October 2008 >Twinkle - October 2008

"Threw the Switch" - October 2013

So What Happened In Between?

#### **Analysis of Versus:**

- What CFM of Landfill Gas can we account for or "Steal" from other projects?
- With this amount of gas, how much generation can be engineered?
- What engines can produce this and meet current emission standards?
- How many Kwh can the local Interconnection Infrastructure accept before expensive upgrades?
- Considering all this, can we maximize generation while staying below new emission threshold criteria?



#### Problem:

Governmental agencies must procure goods and services through a public bidding process and award to the lowest bidder. Cannot procure engines without appropriate permits and unable to receive permits without knowing what type of engine.

- Application #1 Pennsylvania, New Jersey, Maryland (PJM) Power Pool
- Submitted March 20, 2009 using lowest Kwh values for range of engines.
- Signed Agreement finalized August 30, 2010.

- NJDEP Permit Application upon receiving verbal consensus from PJM, submitted Air Permit Application 10/7/09.
- Preconstruction Permit received 8/16/11.
- Final Permit received 10/9/12.
- What took so long?

#### EPA and "LAER"

- ➤ Half Moon Bay Project in California obstacle
- > EPA considered it "Achieved in Practice"
- Emission limits by State dropped below Federal NSPS levels

To meet new emission limits manufacturers either de-rated engine, could not meet "or guarantee" limits, added levels of scrubbing or catalysts.

### New limits accepted @

0.6 g/bhp for No<sub>x</sub>3.5 g/bhp for CO

#### GE Jenbacher Model JMS-320 LFG Fueled



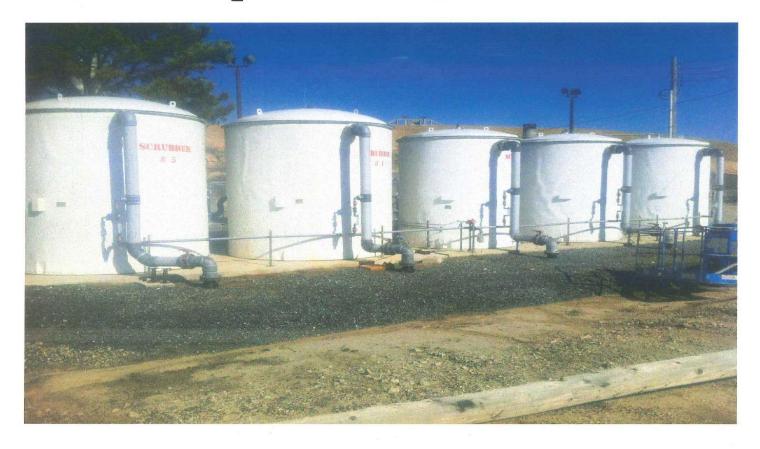
Finally armed with the knowledge of actual emission rates, bid was finally awarded October 2011 for \$2,342,887.00.

# Design could finally proceed for all aspects of this project to fit the engine award.

#### With the CMCMUA acting as GC the following contracts were awarded:

Sulfur Scrubbers: completed 10/11/11	\$	285,625
Siloxane Scrubbers: completed 10/1/13	\$	547,635
Design/Build New Generator Building: completed 3/26/13		329,865
Design/Build New Exhaust Tower: completed 2/15/13		77,440
Power line Construction: completed 12/3/12		93,000
ТОТ	<b>AL</b> \$1	,333,565
ENG	SINES \$2	2,342,887
	\$3	3.676.452

#### H<sub>2</sub>S Scrubbing Tanks











Other Costs:		
ACE Interconnection	\$ 287,000	
PJM Queue and Application	\$ 12,682	
"Black Box" - Communications to PJM	\$ 17,500	
Air Permit Consultants	\$ 30,000	
Electrical Consultants	<u>\$ 25,000</u>	
Other Costs Total	\$ 372,182	
Construction Contracts	<u>\$3,676,452</u>	
Total Contracts	\$4,048,634	

#### **Incidentals**

- Main gas line with Condensate Return Manholes (2900 Lft.)
- Mechanical All piping for all equipment (mostly stainless steel)
- Electrical conduit, wires, wiring, computers, data loggers, concrete, gravel, stone, earthwork

 $\approx$  \$ 1,500,000

Total Construction Costs: \$5,500,000

#### **Annual Operating Costs**

Maintenance and Repair

**Emissions Testing** 

Media Change Out

Labor

\$228,629.00

\$ 30,000.00

\$ 60,000.00

\$181,276.00

\$499,905.00

#### Annual Income 2014

Generation
NJBPU Grant (0.1/kwh)
REC (Currently \$14.65/REC)
Capacitance (1/2 year)

\$ 889,934.87 \$ 164,514.00 \$ 240,368.60 \$ 19,495.40 \$1,314,312.87

**Electricity Produced** 

16,471.472 Megawatts

**Just Generation** 

.055/kwh

**All Revenue Sources** 

.080/kwh

#### <u>Payback</u>

Annual Revenue \$1,314,313

Annual Cost <u>\$ 499,905</u>

Annual Profitability \$ 814,408

Total Construction Costs \$5,500,000 ÷ \$814,408

Payback 6.75 Years

#### SOLID WASTE PROGRAM SUPPORT

**TOTAL REVENUE BUDGET 2014** \$ 14,577,603

BENEFICAL GAS REVENUE \$ 1,314,313

PERCENT OF ALL REVENUE 9%

#### WHAT'S DIFFERENT ABOUT OUR PROJECT?

- > 3 ENGINES INSTALLED WHILE ONLY OPERATING 2
- LARGER, LOADER ACCESSIBLE BUILDING
- DESIGNED, CONSTRUCTED, OWNED AND OPERATED IN-HOUSE

#### **3 JENBACHERS IN PLACE**

> 1 ENGINE AS BACKUP

> UTILYZE 720 TO 800 CFM LANDFILL GAS

CAPABLE OF GENERATING 1,059 kwh EACH



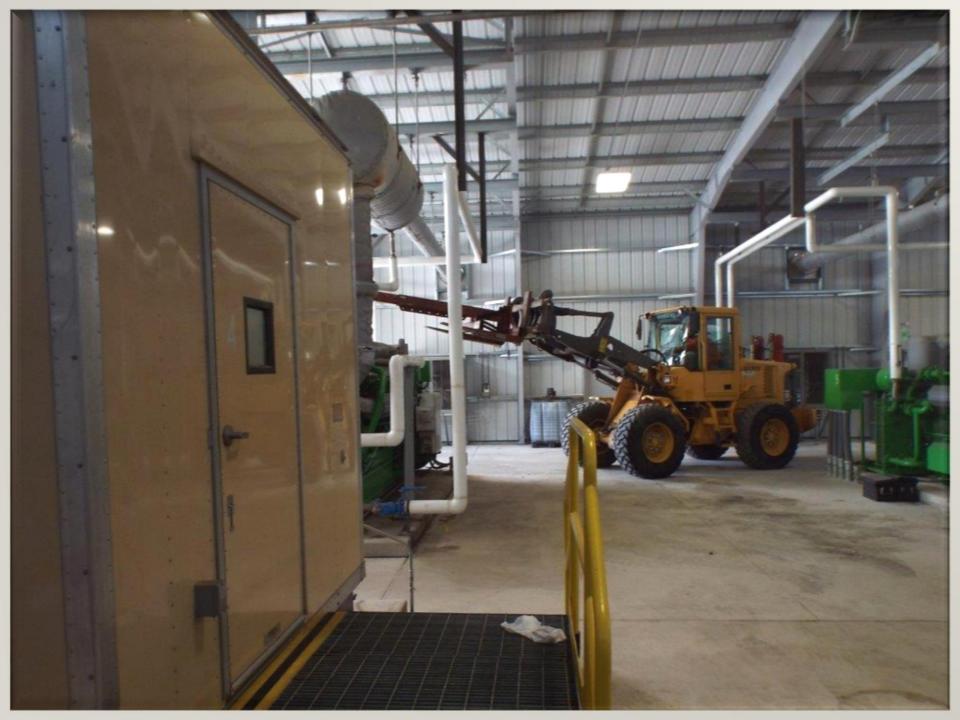
#### **OVERSIZE BUILDING**

**ACCESSIBILITY FOR REPAIR** 

HEAVY EQUIPMENT CAN ACCESS ALL AREAS

> PRE-ENGINEERED BUILDING SHELL-\$330,000.00





#### **DOWNTIME REPORT FOR ENGINES**

JANUARY 1, 2014 THROUGH JANUARY 1, 2015
POTENTIAL HOURS 17,520
ACTUAL OPERATING HOURS 16,866

**DOWNTIME - 3.7%** 

\*INCREASE REVENUES – DECREASE PENALTIES
TOTAL GENERATION

#### Revisiting the **Q**ueue



#### The original PJM Agreement was for:

- > 1.7 Megawatts Capacity
- > 1.8 Megawatts Generation
- Jenbacher's capable of producing 1,059 Kwh each

#### Queue

Application Submitted 4/4/14

Approved Received 11/25/14

Raised both limits to 2.0 Megawatts

## One picture is worth 1,000 words...



















## Questions? Contact John Baron baronjr@cmcmua.com (609) 465 - 9026

