### FORM 4

# UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

OMB APPROVAL
OMB 3235Number: 0287
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Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. *See* Instruction 1(b).

# STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or
Section 30(h) of the Investment Company Act of 1940

| 1. Name and Addres<br>MCBRIDE WAL           | Symbol  | 2. Issuer Name and Ticker or Trading<br>Symbol<br>CAPSTONE TURBINE CORP [cpst] |                                       |                 |   | Is   | 5. Relationship of Reporting Person(s) to<br>Issuer (Check all applicable) Director 10% Owner  |  |  |                                     | )                 |   |                   |  |  |   |
|---|---|--|---------------------------------------|-----------------|---|--|--|--|--|-------------------------------------|-------------------|---|-------------------|--|--|---|
| 21211 NORDHO                                | (Month/D  | 3. Date of Earliest Transaction<br>(Month/Day/Year)<br>03/31/2006              |                                       |                 |   |  | X. Officer (give title Other (specify below)  Executive VP & CFO   |  |  |                                     | below)            |   |                   |  |  |   |
| CHATSWORTH                                  | , CA 91311  | 4. If Ame<br>Filed(Mon   |                                       |                 | Ori                                       | ginal  |  | A  | o. Individual or<br>applicable Line)<br>X_ Form filed by (<br>Form filed by M                        | One Repo                            | orting Pers       | on  |                   |  |  |   |
| (City)                                      | State) (Zip)  | Table  | I - Non                               | ı-Deriv         | vati                                      | ve Secur   | ities  | Acquir   | ed, Disposed   | of, or F                            | Beneficia         | ally Own                                    | ed                |  |  |   |
| 1.Title of Security<br>(Instr. 3)           | 2. Transaction<br>Date<br>(Month/Day/Year)          | 2A. Deemed<br>Execution Date<br>any<br>(Month/Day/Y                            | ear) Coo (Ins                         | str. 8)         | on  | 4. Secur<br>Acquired<br>Disposed<br>(Instr. 3,   | d (A)<br>d of (  | or (D) 1 (d) 5) 1  | 5. Amount of<br>Securities<br>Beneficially Or<br>Following Rep<br>Transaction(s)<br>(Instr. 3 and 4) | orted                               | Form:<br>Direct ( | ship of In<br>Bene<br>(D) Own<br>rect (Inst | eficial<br>ership |  |  |   |
| Common Stock                                | 03/31/2006  | 03/31/2006   | 1                                     | A               |   | 2,500<br>(1)   | A  | \$ 2.54  | 2,500  |                                     | D                 |   |                   |  |  |   |
| Reminder: Report on directly or indirectly. | a separate line for ea                              | ch class of secu   | rities be                             | 1               | Per                                       | rsons w  |  |  | d to the colle   |                                     |                   |   | C 1474            |  |  |   |
|   | Table II - E  | erivative Secu   | rities Ac                             | cquire          | Per<br>info<br>req<br>cur<br>d, I         | rsons wormation in the contract of the contrac | n co<br>res<br>alid  | ntained<br>spond u<br>OMB o  | d in this form<br>unless the fo<br>control numb<br>ficially Owned                                    | n are n<br>rm dis<br>per.           | not               |   | C 1474<br>(9-02)  |  |  |   |
| directly or indirectly.                     | Table II - E  |  | rities Ac                             | cquire          | Per<br>info<br>req<br>cur<br>d, I         | rsons wormation in the contract of the contrac | n co<br>res<br>valid<br>of, o  | ntained<br>spond u<br>OMB o<br>or Benef<br>e securi  | d in this form<br>unless the fo<br>control numb<br>ficially Owned<br>ities)                          | n are n<br>rm dis<br>per.           | not<br>splays     | a   | (9-02)            | per of                                   | 10.  | 11. Natur   |
|   | Table II - D (e  3. Transaction Date (Month/Day/Yea | erivative Secu<br>g., puts, calls,<br>3A. Deemed<br>Execution Da               | rities Ac<br>warran<br>4<br>ate, if T | cquired ts, opt | Per<br>info<br>req<br>cur<br>d, I<br>tion | rsons wormation in the contract of the contrac | of, corrible discounting of the correction of th | or Benefic securion Date In Da | d in this form<br>unless the fo<br>control numb<br>ficially Owned                                    | 7. Title<br>Amou<br>Under<br>Securi | e and<br>unt of   | a<br>8. Price o                             |                   | ive<br>es<br>ially<br>ng<br>d<br>tion(s) | 10.<br>Ownership<br>Form of<br>Derivative<br>Security:<br>Direct (D)<br>or Indirect<br>(I)<br>(Instr. 4) | 11. Natur<br>of Indirec<br>Beneficia<br>Ownersh<br>(Instr. 4) |

| Donouting Own or Name / Address | Relationships |           |                    |       |  |  |  |
|---------------------------------|---------------|-----------|--------------------|-------|--|--|--|
| Reporting Owner Name / Address  | Director      | 10% Owner | Officer            | Other |  |  |  |
| MCBRIDE WALTER                  |               |           |                    |       |  |  |  |
| 21211 NORDHOFF STREET           |               |           | Executive VP & CFO |       |  |  |  |
| CHATSWORTH, CA 91311            |               |           |                    |       |  |  |  |

#### **Signatures**

| Walter J. McBride               | 04/07/2006 |
|---------------------------------|------------|
| **Signature of Reporting Person | Date       |

#### **Explanation of Responses:**

- \* If the form is filed by more than one reporting person, see Instruction 4(b)(v).
- \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- $\textbf{(1)} \ Shares \ acquired \ through \ participation \ in \ the \ Company's \ Employee \ Stock \ Purchase \ Plan$

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.