

Environmental Issues in the New Energy Era

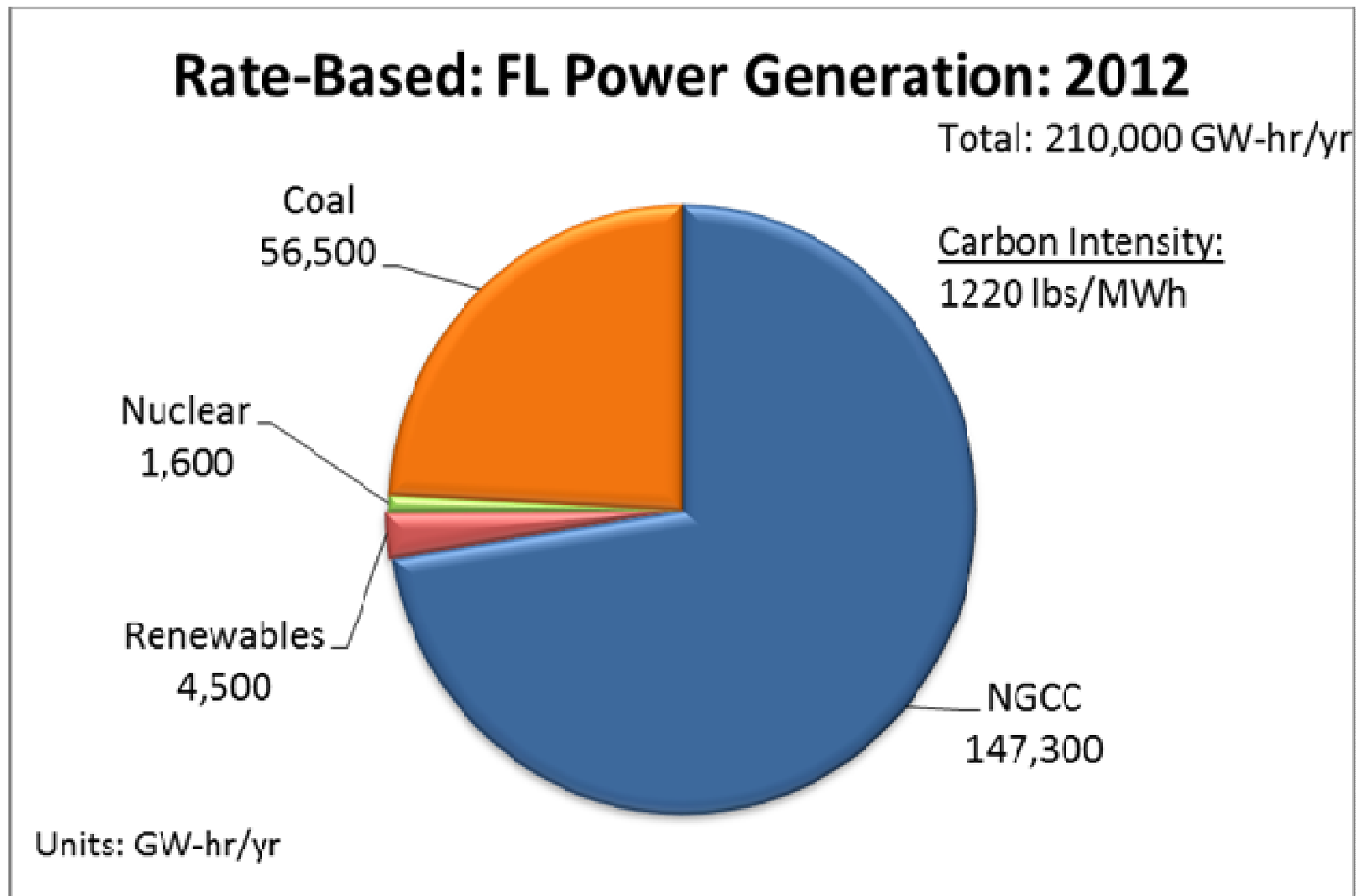


Bob Fraser, ERM

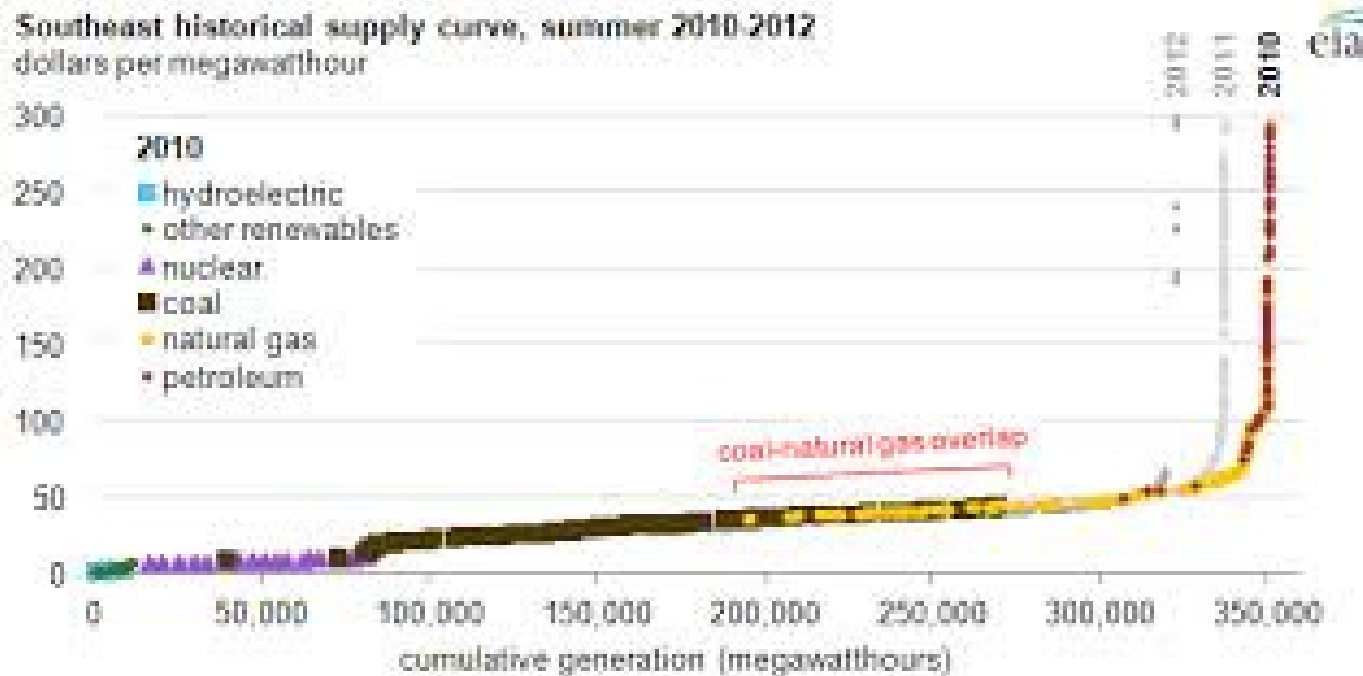
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It Takes Energy..



Why Coal was 25% of FL Generation

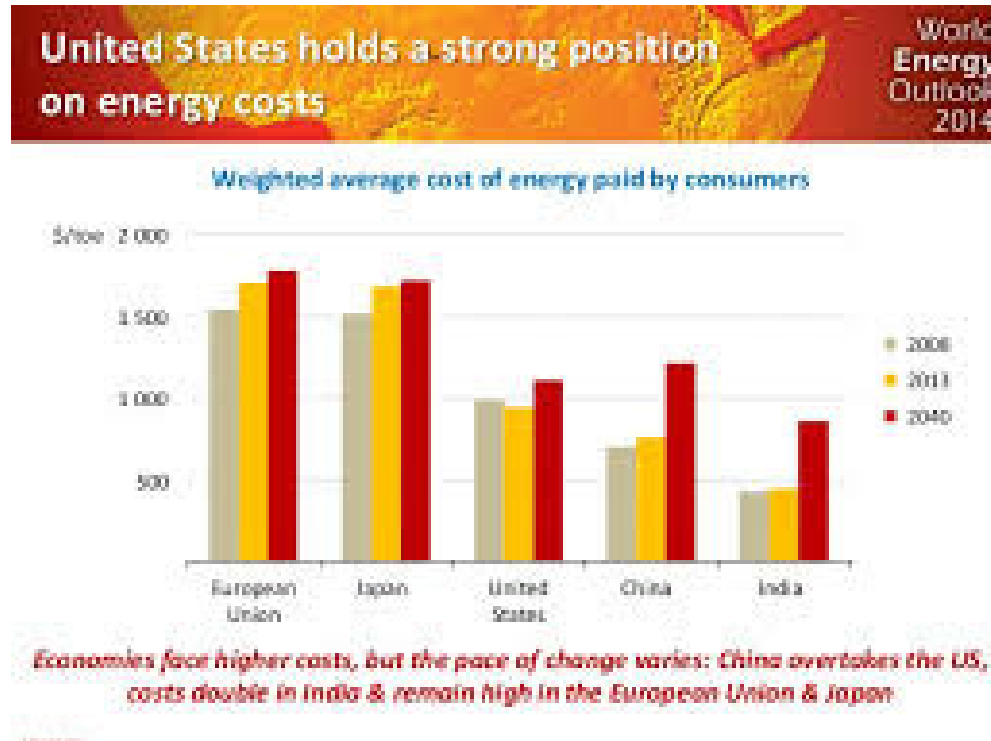


USEPA - No New Coal - Ever.



Why is CPP a CIBO Issue?

1. Someone is going to pay..
2. Can large industrials be far behind?



Where does electricity come from?



Where does electricity really come from?



How then should FL make up ~ 28,350 GW-hr/yr?

- Efficiency?
- Renewables
 - Wind?
 - Solar?
 - Biomass?
 - Hydro from Canada?
- New Nuclear?
- New Natural Gas Combined Cycle?
- All of the above?

Efficiency

- Existing fleet – 40+ years of economic heat rate improvements
- End users – subsidized efficiency portfolio standards?
- Industry?
 - Low gas cost = 5+ year simple paybacks
 - High electricity cost = CHP investments
- Residential – real, permanent, verifiable?

New Renewables – Wind?



New Renewables – Solar?



New Renewables – Biomass?



Renewables - New Transmission to Bring Hydro to NE?



New Nuclear?



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New Gas Combined Cycle?



What can CIBO members do?

- Be at the Table
- Work with State(s) to propose the least-cost State Implementation Plans
 - Least disruptive to current power infrastructure
 - Most fuel flexibility
 - Let economics (not yahoos) pick winners and losers
 - Maintain system reliability
 - Least cost to consumers
- US industry must be able to compete with the rest of the world