









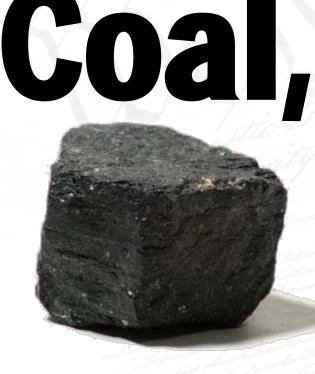


### **America's Treasure of Energy**

Our Key to Economic Prosperity and A Strong America –

### **By Building Things Again!**

Presented by Richard F. (Dick) Storm, PE CEO/Senior Consultant Storm Technologies, Inc. Albemarle, NC 28001



# America Needs More Clean Coal



Why America Needs More Clean Coal Plants to Produce Low Cost Reliable Electricity:

- To Keep America Strong!
- National Security
- Economic Prosperity/Economic Responsibility
- Preserve Our Life Styles and
  - Standard of Living

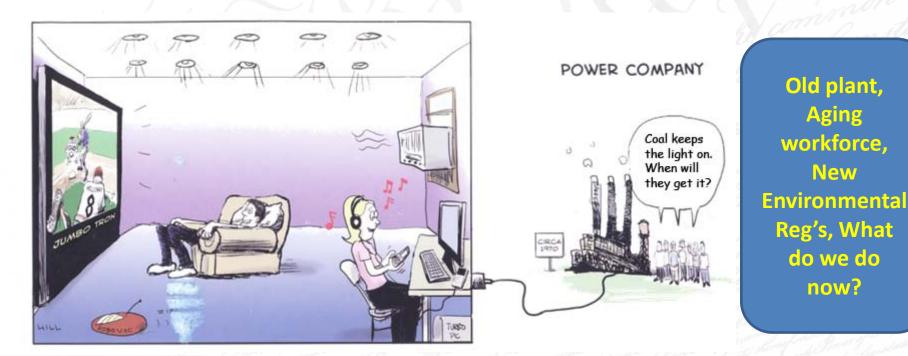






# Against any Coal Plants – One young university student referred to coal as the "New Tobacco."

Electric Power demand is growing at 1-2% per year. America still depends on 35+ yearold, average age, power plants for 50% of its power. (Duke's coal fleet is average age 47 years old.)



# 334 Million BTU's /Year /Person



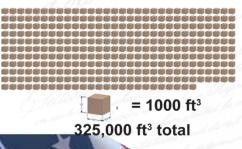
#### \*14 tons @ 12,000 Btu/lb 16 tons @ 10,450 Btu/lb

- There are over 300 million residents in the United States
- In 2007, the U.S. consumed 101.605 quadrillion Btus
- This is an average use of 334.4 MMBtu/yr per person
- The equivalent of this amount of energy from each resource is shown

Each US resident uses an equivalent of 58 barrels of diesel fuel

= 42 gallons2,436 gallons total

Each US resident uses an equivalent of 325,000 cubic feet of natural gas



Each US resident uses an equivalent of 14 tons of coal\*

14 tons total (28,000 pounds)

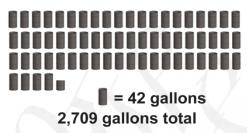
Each US resident uses an equivalent of 52 barrels of #6 oil

#### = 42 gallons 2,184 gallons total

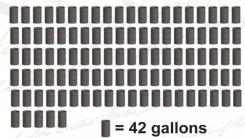
Each US resident uses an equivalent of 778 pounds of propane

= 20 pounds (standard grill tank)778 pounds total

Each US resident uses an equivalent of 64.5 barrels of gasoline



Each US resident uses an equivalent of 105 barrels of ethanol



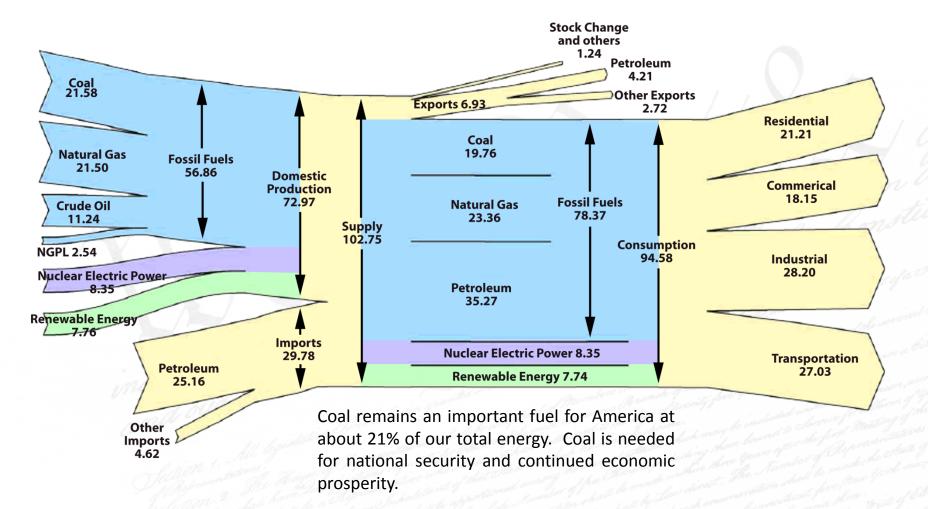
4,410 gallons total

Each US resident uses an equivalent of a 75'x75' solar panel

\*

# **Energy Flow to Power America**





Source: Energy Information Administration, 2009

# Coal – Important in the 20<sup>th</sup> Century

0

1970

1975



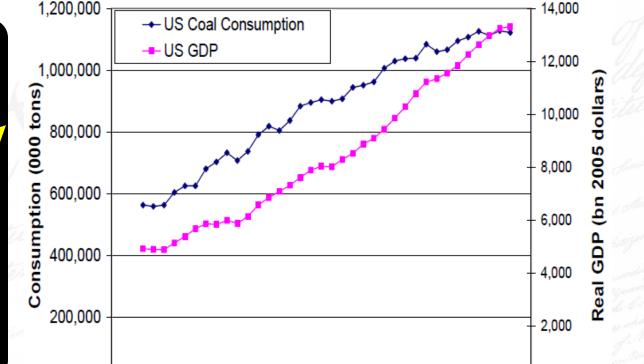
14,000

### **Coal Use Linked to Economic Growth**

## Also Important in the 21<sup>st</sup> !

US Coal Consumption and US Real GDP (1973-2008)

**Coal-fired generation** and GDP have grown at nearly the exact same pace over the last 30 years.



1990

U.S. Energy Information Administration, MER Sept, 2009 & US

1985

1980

Bureau of Economic Activity.

### COAL, AMERICA'S TREASURE OF ENERGY

1995

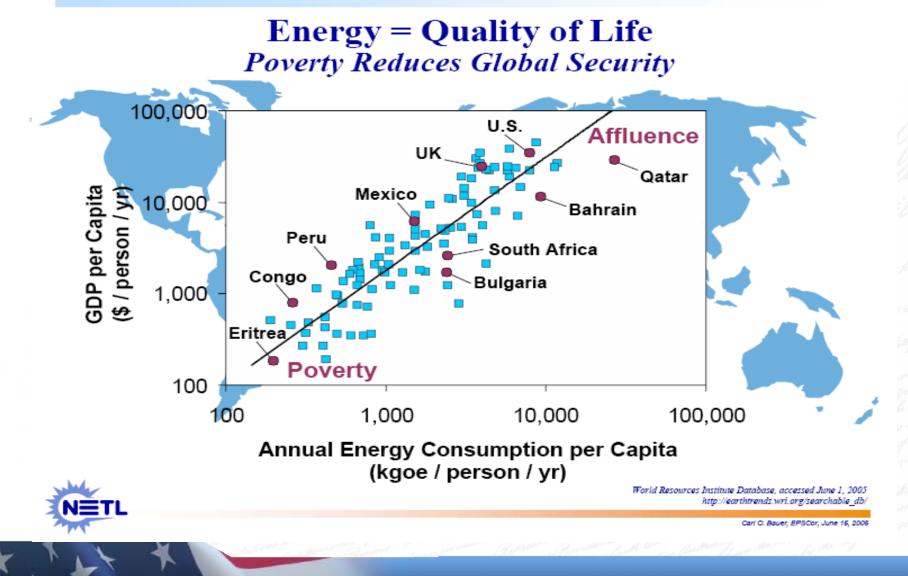
2005

2000

2010

# Energy and Economic Prosperity







What is the answer to improve the quality of life for 7 billion souls on the planet?

### Answer:

- Coal
- Oil (from America!)
- Natural Gas
- Nuclear
- Renewables (where practical)

OIL





# **Answer: Apply the Five Es!**

- Education
- Energy Production and Respect
- <u>Environmental Protection</u> (reasonable it is unreasonable to do nothing)
- <u>Economic prosperity</u> will result from a proactive plan
- <u>Entertainment industries</u> helped to create a mindset of political correctness. It must be used to reverse the damage.

Example: Al Gore movie "An Inconvenient Truth"

Don't expect the TRUE facts from these agencies











## How Much Coal is Burned in the World





100 ton rail cars 55 feet long = 10,000,000 rail cars.

If hooked end to end in one train, these would 104,166 miles long or roughly circle the earth more than 4 times at the equator.

Note: This is the equivalent coal utilized in the USA only – <u>China</u> <u>will use 4 times more than the USA in the next two decades.</u>

### China – 4.65 billion tons in 2030 (Projected by EIA)

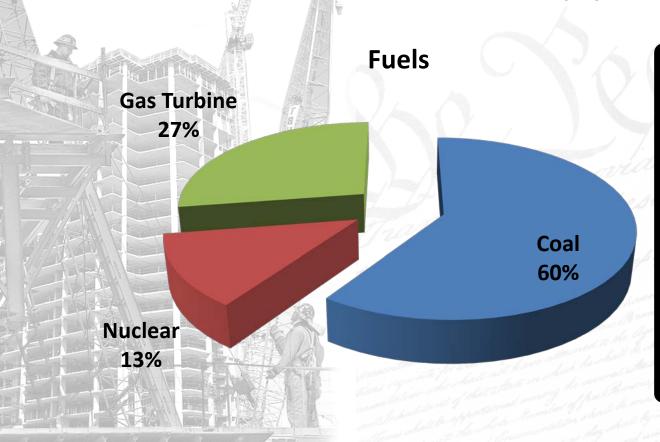
USA – 1.114 billion tons in 2006 (EIA Report) USA – 1.784 billion tons in 2030 (Projected by EIA)

# **Coal to Generate More Electricity**



#### Electric Generating Capacity, 2020 (1000 MW)

**Source: Mcilvaine Company** 



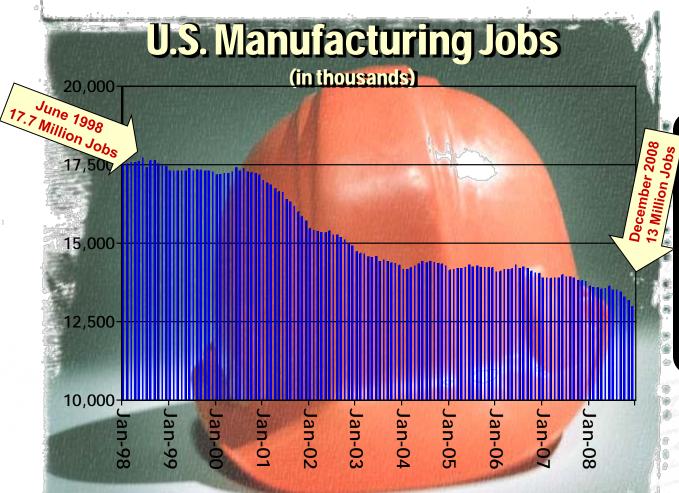
Coal fuels the industrialized world to power manufacturing to "build things" and create wealth.



That is how the USA obtained our wealth and strength in the 20<sup>th</sup> century – and how Asia is gaining theirs in the 21<sup>st</sup> century.

# U.S. Manufacturing Jobs





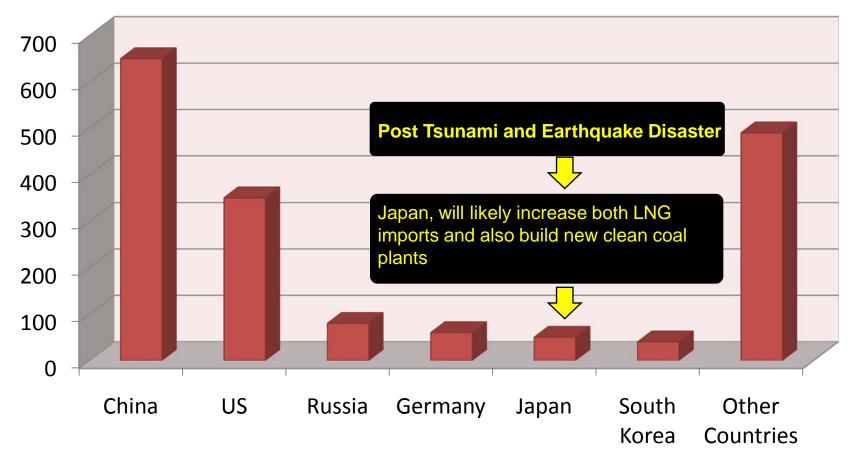
According to WSJ 11.5 million in 2010 all manufacturing and about 22.5 million in government – which manufactures nothing!

Over 4.7 million manufacturing jobs have been lost since manufacturing peaked in 1998

# **Coal Generating**



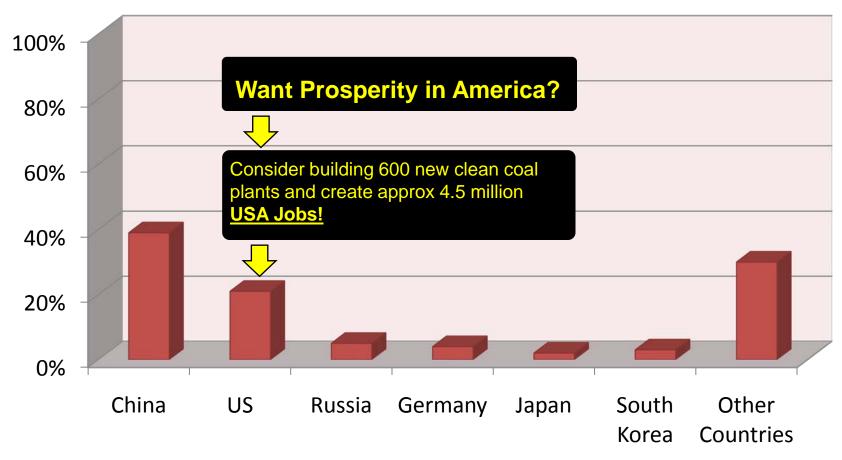
### Coal Generating Capacity by Country, 2011 (1000 MW)



Source: Mcilvaine Company



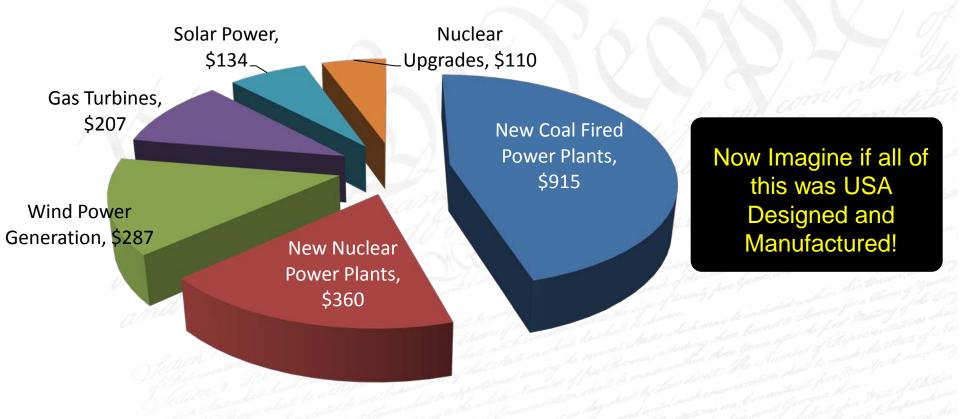
### Coal Generating Capacity by Country, 2011 (% of World)



Source: Mcilvaine Company



### Capital Investment 2011 through 2015 (Billion \$)

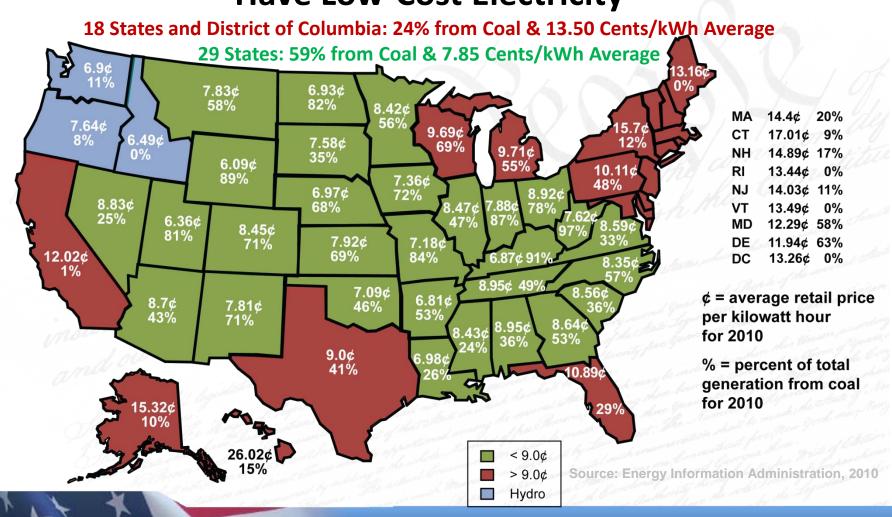


Source: Mcilvaine Company

# States Rely on Coal



### States that Rely on Coal Have Low-Cost Electricity



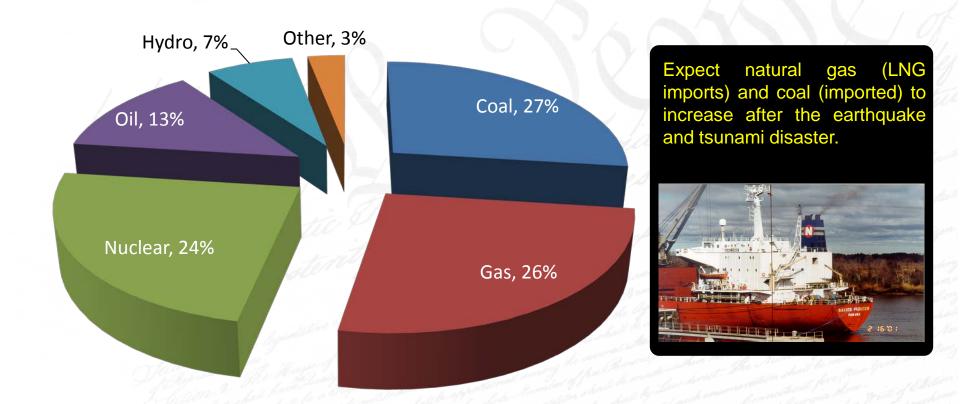
# Common Sense?







### Sources of Electricity in Japan

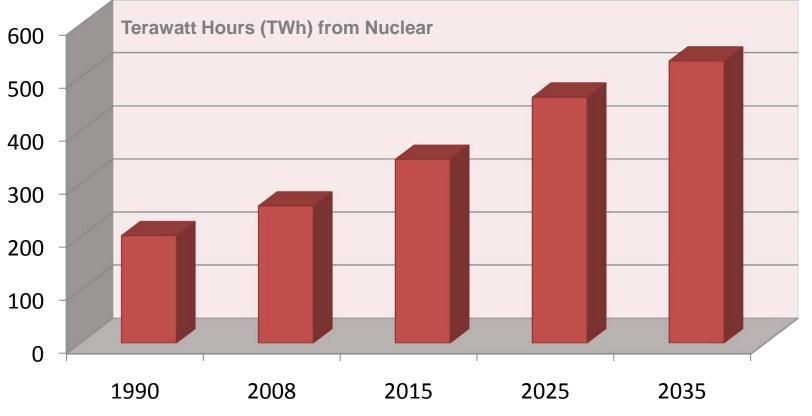


Source: Energy-Facts.org



### Projected Generation From Nuclear Power in Japan (IEA, 2010)

(Note: These were before the earthquake and tsunami disaster)

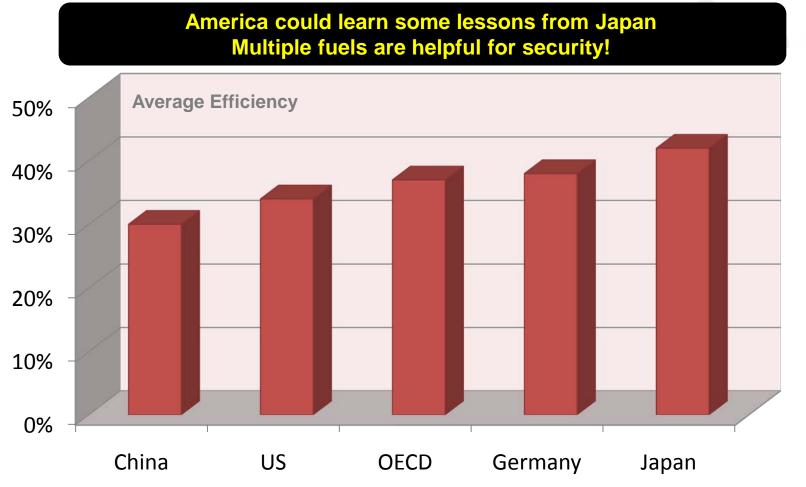


Source: Energy-Facts.org

# **Efficient Fleet of Coal Plants**



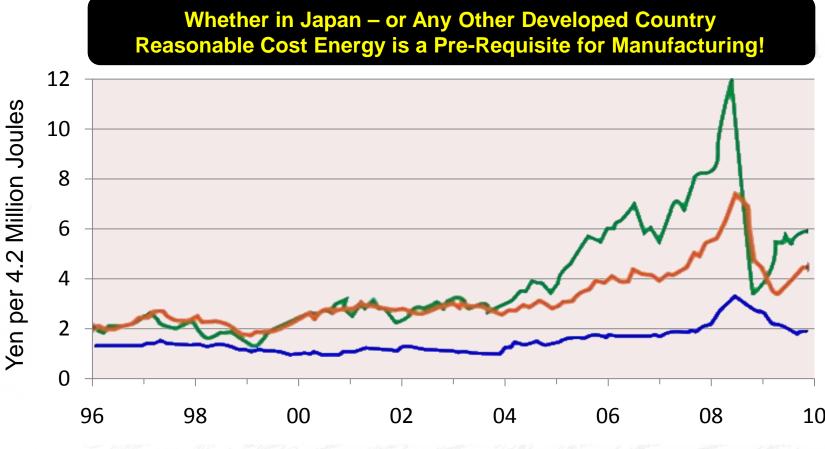
### Japan has the World's Most Efficient Fleet of Coal Plants



Source: Energy-Facts.org



### **Low and Stable Prices**



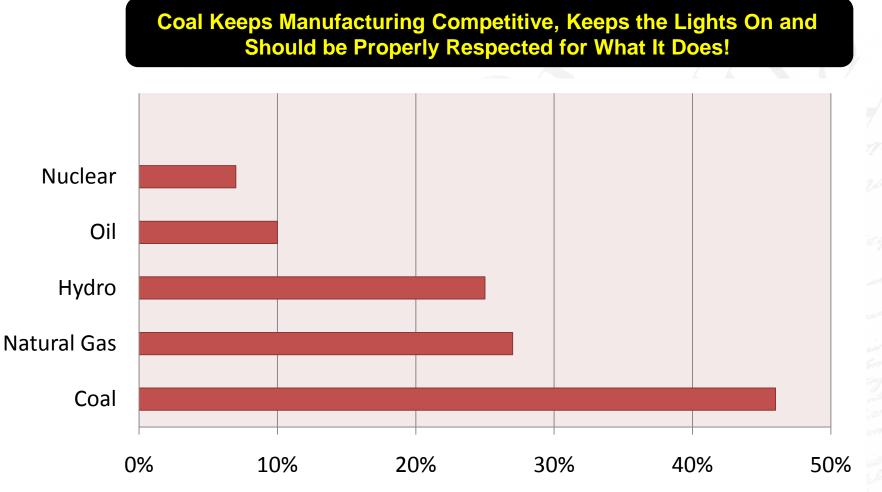
- Oil ----- Steam Coal ----- LNG

Source: Energy-Facts.org

# **Energy Dominated by Coal**



### **Coal: The World's Fastest – Growing Fuel for the Past Decade**



Source: BP Statistical Review of World Energy, June 2010

# **Clean Green Coal**



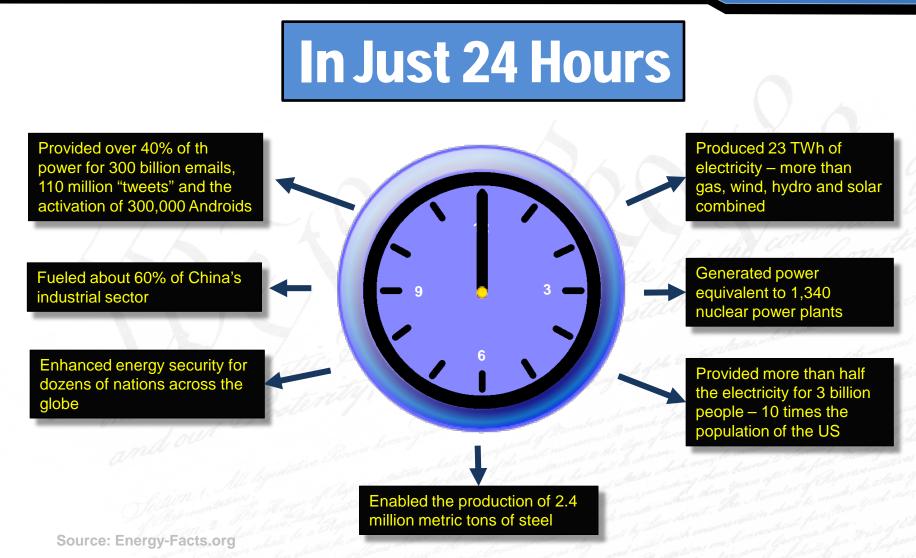
# COAL WITH CARBON CAPTURE AND STORAGE: ONE LOW-COST, LOW-CARBON OPTION



Source: CoaCanDoThat.com

# What Coal Did Today



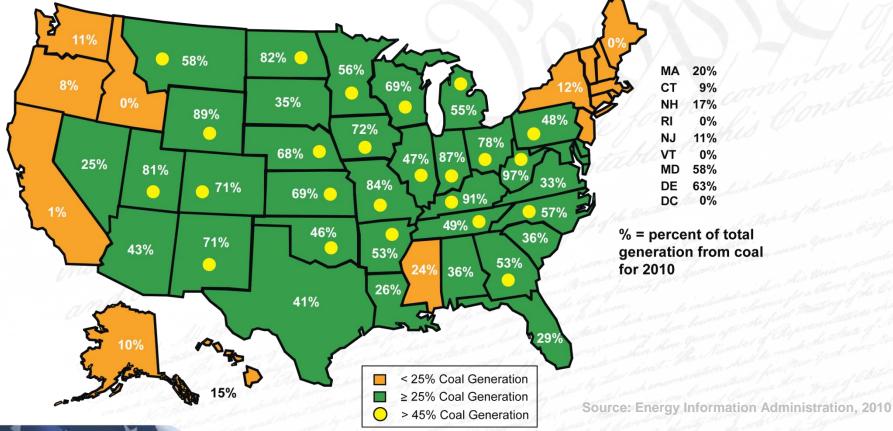


# Coal and Electricity in the US



### States that Rely on Coal Have Low-Cost Electricity

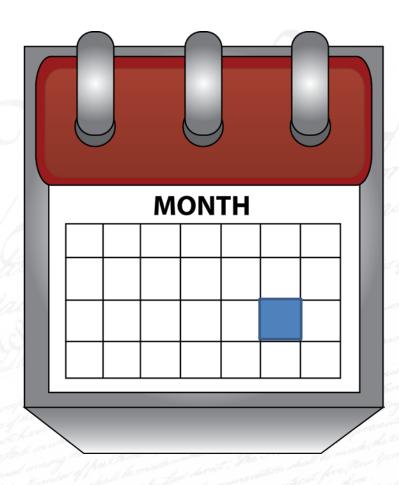
35 States obtain at least 25% of their electricity from coal 24 States obtain at least 45% of their electricity from coal



### In One Day, American Coal Produces...

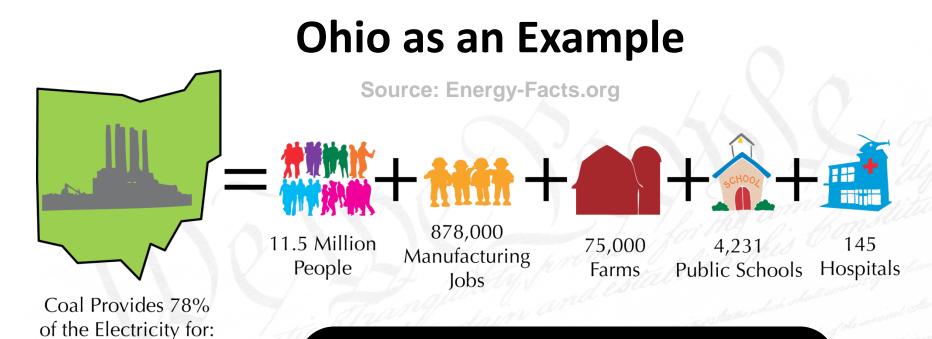


- More electricity than natural gas, nuclear, oil, wind and solar *combined*.
- Enough power to supply Alabama for three weeks, Kansas for 50 days and Connecticut for two months.
- 45% of the electricity to operate over 200 million computers and 100 million microwave ovens.
- More kilowatt hours than the United Kingdom uses in almost six days.
- Almost half the power to support 15,000 airports processing over 800 million passengers per year.



# One Day of Coal in the Heartland





**Coal Produces 78% of Electricity in Ohio** 

"Electricity ushered in a transformation of American society at the end of the 19th century. Suddenly, the backbreaking work that consumed dawn to dusk for most Americans was alleviated by electric motors, dynamos and generators. Electric household appliances made it possible to heat homes, cook food, store meat and perishable items and wash clothes without the drudgery and fear of disease that had haunted previous generations."

Columbus, Ohio Department of Public Utilities, (2010)

## Coal's Potential to Restore Economic Strength to the USA



- America's most abundant energy resources is coal.
- Reduce oil imports by using our nation's coal reserves.
- Technology exist today that can transform coal into clean, affordable transportation fuels, provide industrial fuels, and supplement energy for armed forces.
- Using today's technologies create jobs across America.
- More energy resides in American coal than oil of the Persian Gulf.
- Our coal reserves can supply more than 3 times the amount of fuel contained in Saudi Arabia's proven oil reserves.

Source: National Mining Association (NMA) President and CEO Hal Quinn statement in response to President Obama's address on strengthening US independence from foreign oil.

# Coal, Natural Gas, and Nuclear



### The American Energy Solution: Multiple Fuels + Respect for All!

Coal + Natural Gas + Nuclear = Approx. 55% of America's Total Energy

- States like W. Va. can benefit from coal and natural gas.
- Coal increasingly sharing more market space with natural gas.
- Both can be use for long-term economic development.
- Typically, where's natural gas, you've got coal also.



- Washington Watch
  - Senate Proposals Gathering Strength to Block EPA's
    Greenhouse Gas Regulations But Due to Misguided Public and Political Correctness
    Have Failed So Far.
  - EPA To Slam Oklahoma With 15% Higher Electricity Costs
- Newsworthy
  - President Overlooks Coal's Potential to Strengthen U.S. Energy Independence
  - Declining Rare Earth Exports from China Require New Mining Developments in the U.S. and Mongolia
  - NMA Concerned EPA's Utility Rule Will Cost Consumers, Threaten Jobs and Strain Electricity Reliability
  - NMA and Other Industry Groups Want Congress, NOT EPA, To Be In Charge of Regulating Green House Gas
- Smart Science
  - Rare Earth Metals
  - Possible Key to Renewable Energy Future

# EPA's Regulatory Train Wreck



- EPA is in the process of enacting a series of back-door regulatory mandates

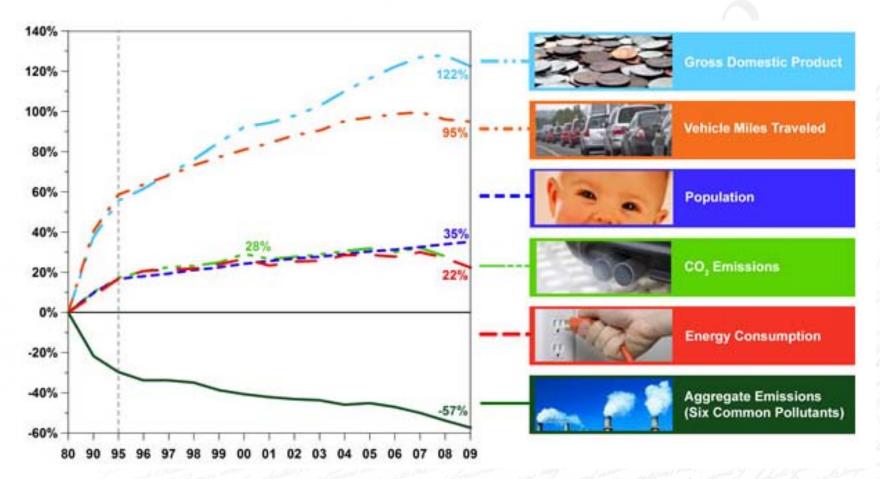
   without any Congressional approval that threaten millions of American
   jobs and increases the cost of every households electricity-rates.
  - EPA's New Maximum Achievable Control Technology (MACT) Rule
    Negative Economic Impact: Loss of 30-70 Giga Watts\* of Electric power and higher electricity prices.
  - EPA's New Greenhouse Gas Rule (GHG)
    Negative Economic Impact: Increase U.S. Energy Costs/Reduce Household income average income dropping by more than \$1,200 annually by 2030.
  - EPA's New Transport Rule
    Negative Economic Impact: Estimated Cost: \$130 Billion by 2015\*.
  - EPA's New Ozone Rule
    Negative Economic Impact: Estimated number of U.S. jobs lost: 7.3 million\*.
  - EPA's New Coal Combustion Rule
    Negative Economic Impact: As many of 350 coal-based facilities shuttered\*.

### We All Want Clean Air! Let's Not Kill American Manufacturing Just Because of Political Correctness!





### **Comparison of Growth Areas and Emissions, 1980-2009**



Source: EPA.gov



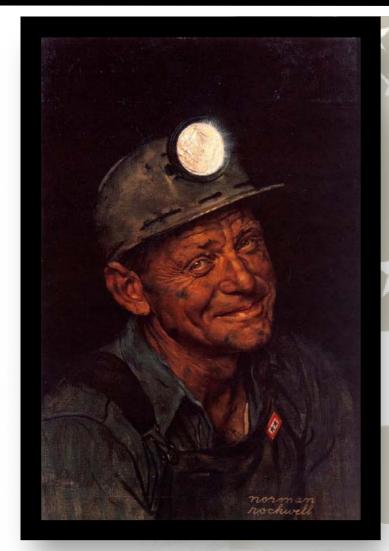
- Three steps we can take that will move the economy forward without increasing the federal budget deficit.
  - Replace foreign sources of energy with domestically produced energy.
    - Encourage drilling for oil where practical and natural gas, foster the construction of dozens of new nuclear power plants, and help develop multiple forms of renewable energy like wind, solar and biomass.
    - Powering the economy with domestic oil and natural gas will create million jobs
    - Be mindful that over 90% of America's energy comes from traditional sources: coal, oil, gas and nuclear.

#### Balance our trade deficit.

- Correct the mercantilist and predatory trading practices of our principal trading.
- End trade distortions and foster long term, balanced, and healthy trade relationships.
- Correct outflow of USD's \$\$ for imported oil.
- Rebuild outdated and unsafe infrastructure.
  - Improve our country's roads and bridges.
  - Create jobs to rebuild our economy, our country, and our middle class.

# America's National TREASURE!





Coal Built America to be the most powerful Nation in the world in the 20<sup>th</sup> Century. Needed in 20<sup>th</sup> Century and needed in the Present!

Painted for the War Manpower Commission, this image was published as a recreational poster for coal miners. The caption read, "Mine America's Coal. We'll make it hot for the enemy! See your United States Employment Services."

The badge on the man's overalls indicates that he is a father of two sons in the military. America's industrial and economic strength was fueled during the 20th Century by coal and it is still needed in the 21st!

Remember the proud, productive and patriotic coal miners whose hard work enabled the good lives we enjoy today!

# **Blue Planet in Green Shackles**



# The President of the Czech Republic compares "Green's" to "Communist's"

Watch out for GREEN Political Correctness. It Can Create Harm to America!

# BLUE PLANET in GREEN SHACKLES

VÁCLAV KLAUS

What Is Endangered: Climate or Freedom?



# "Green" - the same color used by communists, Hezbollah and anti-American Middle Easterners. Be wary of green!



#### **Provide Reasonable Cost Electricity and Good Paying Manufacturing Jobs!**

High energy cost will not only damage America economically, but also hurts the poor even worse.

...besides unemployment due to the De-Industrialization of America.

#### **PROLOGUE BY SEAN HANNITY**

# ENERGY KEEPERS ENERGY KILLERS

The New Civil Rights Battle

### **Roy Innis**

Chairman, Congress of Racial Equality

FOREWORD BY ALAN GOTTLIEB

# Renewables



# <u>Check the FACTS:</u> It is A MYTH that Renewables Can Replace Fossil Fuels

- BiomassGeothermalHydro
- Solar
- Wind
- Ethanol



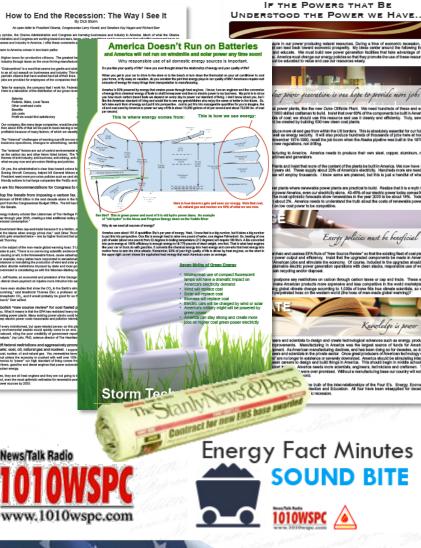






### How to End the Recession: **Build Things In America!**





Energy policies must be beneficial

#### 7 Recommendations for each of you, School Teachers, Congress and Patriotic Americans:

- 1. Stop the war on carbon - is a war on our way of life! Stop the EPA!
- Abolish "new source review" for coal fueled 2. power plants. (EPA again)
- Lift Federal restrictions and aggressively promote 3. production of domestic American energy from all traditional fuels: coal, oil, natural gas and nuclear.
- Lift Restrictions to build new power plants in 4. America that use America's National Treasure of Coal.
- Stop the Red Tape and Drilling Moratorium(s): 5. Drill for oil and gas within our borders and off the continental shelf, including off the coast of North Carolina and Virginia
- Abolish political correctness on Energy. 6.
- 7. Promote true education of the Real Facts of where our economic prosperity comes from - It comes from Building Things in America!



### Here is An Example of How Reasonable Cost Energy Can Create Economic Prosperity:

### Take the Nucor Mill located near Hertford, NC

### FACTS:

- Total Employees: 435
- Production: 1.3 million tons/year of steel
- Average Team Member Total Compensation:
  - About \$75,000/year
- Community Benefits?
  - Approx: \$32.6 million payroll to be spent locally for homes, building, materials, groceries, automobiles, entertainment and recreation



Source: Nucor Steel



- Energy Facts <u>www.energy-facts.org</u> Dr. Frank Clemente
- U.S. Energy Information Administration (EIA) <u>www.eia.doe.gov</u>
- Mcilvaine Company <u>home.mcilvainecompany.com</u> Bob Mcilvaine
- BP Statistical Review of World Energy <u>www.bp.com</u>
- Peabody Energy <u>www.peabodyenergy.com</u>
- National Mining Association (NMA) <u>www.nma.org</u> CEO Hal
- Mining Connection <u>www.miningconnection.com</u>
- American Resources Review <u>nma.advomation.com/arr-message/sv.php</u>
- Nucor Corporation <u>www.nucor.com</u> Mr. Dan DiMicco
- Stanly News and Press <u>www.thesnaponline.com</u>
- 1010 WSPC <u>www.1010wspc.com</u>
- American Coal Council <u>www.clean-coal.info</u>
- Nuclear Energy Institute <u>www.nei.org</u>
- Storm Technologies, Inc. <u>www.stormeng.com</u>





# It is a Fact!

The number of people who understand the true energy situation are grossly out numbered by those that do not and are "politically correct green lovers."

Also – the news media, entertainment, and most educators are wrongly informed and politically correct against Carbon!

Estimate: Practical energy professionals are out numbered 10,000 to 1.



# Now – It is your turn: Please!

Please go forth and spread the truth on energy and why we need coal to be part of America's solution to restore our economic strength.

> Richard F. (Dick) Storm, PE Storm Technologies, Inc. Albemarle, NC www.stormeng.com 704-983-2040