Energy – use, where it comes from and why it is important

Presentation By: Sammy Tuzenew Storm Technologies, Inc.







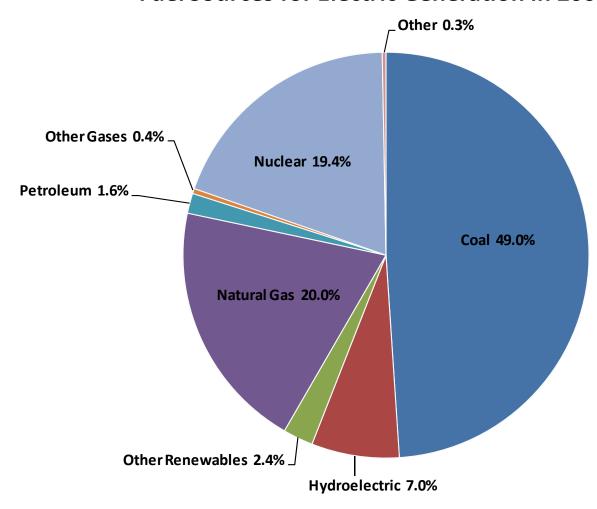
The Goals of this Presentation is two fold:

- Energy where it comes from
- Economic Prosperity how it is related to energy



Sources of Energy

Fuel Sources for Electric Generation in 2006

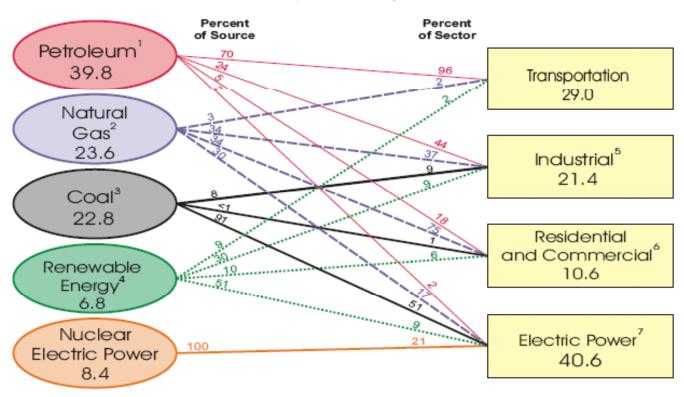


Source US Department of Energy, Energy Information Administration



Energy Consumption

U.S. Primary Energy Consumption by Source and Sector, 2007



¹Does not include 0.6 quadrillon Btu of fuel ethanol, which is included in "Renewable Energy." ²Excludes supplemental gaseous fuels.

Note: Sum of components may not equal 100 percent due to independent rounding.

Sources: Energy Information Administration, Annual Energy Review 2007, Tables 1.3, 2.15-2.1f and 10.3.

³Includes less than 0.1 quadrillion Btu of coal coke net imports.

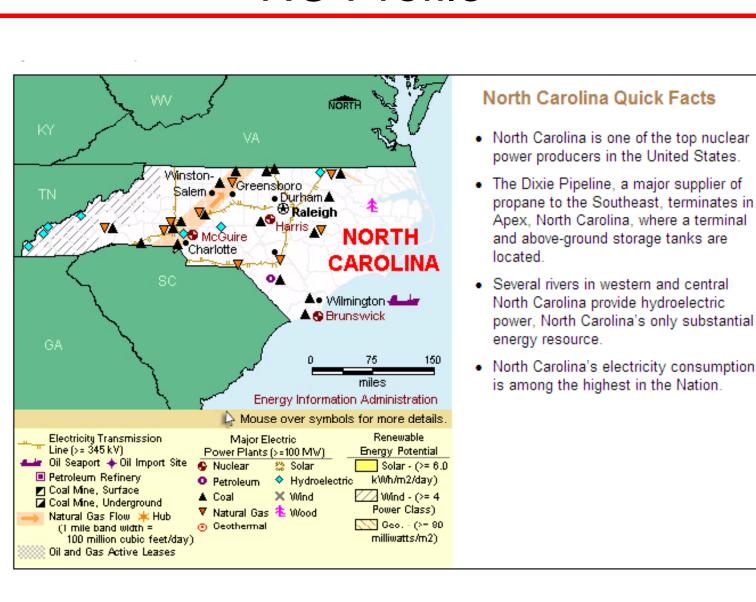
Conventional hydroelectric power, geothermal, sclar/PV, wind, and biomass.

⁵Includes industrial combined-heat-and-power (CHP) and industrial electricity-only plants.

⁶Includes commercial combined-heat-and-power (CHP) and commercial electricity-only plants.
⁷Electricity-only and combined-heat-and-power (CHP) plants whose primary business is to sell electricity, or electricity and heat, to the public.



NC Profile





- Biomass
 - ■Wood and Wood Waste
 - Municipal Solid Waste
 - Landfill gas
- Geothermal
- Hydro
- ■Solar
 - Thermal
 - Photovoltaic
- Wind
- Ethanol



Wood and Wood Waste

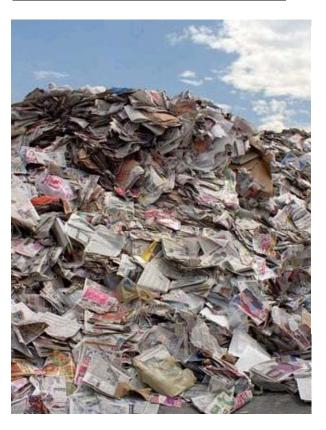


Truck unloading wood chips that will fuel the Tracy Biomass Plant, Tracy, California.

Biomass energy is derived from three distinct energy sources: wood, waste, and alcohol fuels. Wood energy is derived both from direct use of harvested wood as a fuel and from wood waste streams. The largest source of energy from wood is pulping liquor or "black liquor," a waste product from processes of the pulp, paper and paperboard industry. Waste energy is the second-largest source of The biomass energy. main contributors of waste energy are solid municipal waste (MSW), manufacturing waste, and landfill gas. Biomass alcohol fuel, or ethanol, is derived almost exclusively from Its principal use is as an corn. oxygenate in gasoline.



Municpal Solid Waste



The municipal solid waste industry has four components: recycling. composting, landfilling, and waste-toenergy via incineration. Municipal solid waste is total waste excluding industrial waste, agricultural waste, and sewage sludge. As defined by the U.S. Environmental Protection Agency, it includes durable goods, non-durable goods, containers and packaging, food vard wastes. and wastes. miscellaneous inorganic wastes from residential, commercial, institutional, and industrial sources. Examples from these categories include: appliances, newspapers, clothing, food scrapes, boxes, disposable tableware, office and classroom paper, wood pallets, cafeteria rubber tires. and wastes. Waste-to-energy combustion and landfill gas are byproducts of solid municipal waste.



<u>Landfill Gas</u>



Municipal solid contains waste significant portions of organic materials that produce a variety of products when gaseous dumped. compacted, and covered in landfills. Anaerobic bacteria thrives in the oxygen-free environment, resulting in the decomposition of the organic materials and the production of primarily carbon dioxide and methane. Carbon dioxide is likely to leach out of the landfill because it is soluble in water. Methane, on the other hand, which is less soluble in water and lighter than air, is likely to migrate out of the landfill. Landfill gas energy facilities capture the methane (the principal component of natural gas) and combust for energy.



Geothermal





Geothermal energy is contained in underground reservoirs of steam, hot water, and hot dry rocks. As used at electric generating facilities, hot water or steam extracted from geothermal reservoirs in the Earth's crust is supplied to steam turbines at electric utilities that drive generators to produce electricity. Moderate-to-low temperature geothermal resources are used for direct-use applications such as district and space heating. Lower temperature, shallow ground, geothermal resources are used by geothermal heat pumps to heat and cool buildings.



<u>Geothermal – Heat Pumps</u>



GHP equipment at Beijing Concordia International Apartment Building.

A geothermal heat pump is an electric heat pump that draws heat from or discharges heat to the ground or ground water, instead of air. This works because the ground temperature which is 10-12 feet below the earths's surface stays relatively constant at 55 degrees Fahrenheit. A turbine is driven either from hot water or by natural steam that derives its energy from the Earth's An "open loop" heat. geothermal heat pump uses heat found in rocks or fluids at various depths beneath the surface of the earth, and receives/discharges fluids from the earth. The fluids are extracted by drilling and/or pumping. A "closed loop" geothermal heat pump pipes a fluid in a closed piping system underground, which receives heat from or discharges heat to the Earth.



<u>Hydro</u>



Water currently the leading renewable energy source used by electric utilities to generate electric power. Hydroelectric plants operate where suitable waterways available; many of the best of these sites have already been developed. Generating electricity using water has several advantages. The advantage is that water is a source of cheap power. In addition, because there is no fuel combustion, there is little air pollution in comparison with fossil fuel plants and limited thermal with pollution compared nuclear plants. Like other energy sources, the of water for generation has limitations, including environmental impacts caused by damming rivers and streams, which affects the habitats of the local plant, fish, and animal life.



<u>Solar - Thermal</u>



Solar thermal devices use direct heat from the sun, concentrating it in some manner to produce heat at useful temperatures. The modern solar industry began with the oil embargo of 1973-1974 and was strengthened with the second embargo in 1979. The growth of the solar industry during this period of fuel shortages and high prices (1974-1984) soared from 45 solar collector manufacturing firms to 225 firms. The solar market was helped during this period by government assistance, both Federal and State. Currently, solar thermal devices do everything from heating swimming pools to creating steam for electricity generation.

Stirling Energy Systems, Inc. (SES)/Boeing, 25 kW Dish Stirling system at sunset.



Solar - Photovoltaic



Photovoltaic devices use semiconducting materials to convert sunlight directly into electricity. Solar radiation, which is nearly constant outside the Earth's atmosphere, varies with changing atmospheric conditions (clouds and dust) and the changing position of the Earth relative to the sun. Nevertheless, almost all U.S. regions have useful solar resources that can be accessed.



<u>Wind</u>



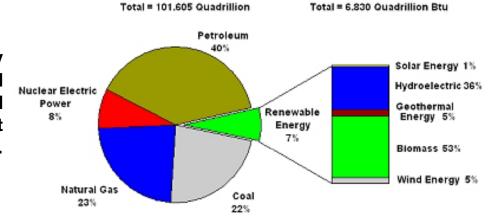
Winds are created by uneven heating of the atmosphere by the sun, irregularities of the Earth's surface, and the rotation of the Earth. As a result, winds are strongly influenced and modified by local terrain, bodies of water, weather patterns, vegetative cover, and other factors. The wind flow, or motion of energy when harvested by wind turbines, can be used to generate Wind-based electricity. electricity generating capacity has increased markedly in the United States since 1970, although it remains a small faction of total electric capacity.

750 kW NEG Micon Turbine in Moorhead Minnesota.

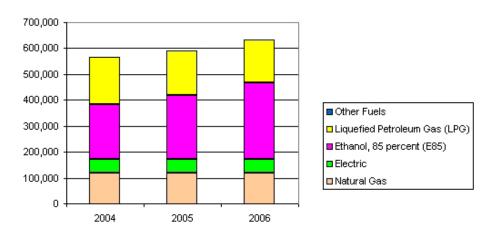


Ethanol

Alternative fuel produced by fermentation of sugars, in the United States it is most commonly produced from corn and used in gasoline at volume fractions of 10 percent or less.



Estimated Number of Alternative Fueled Vehicles in Use in the U.S., 2004-2006





Popular Misconception: Renewable Power CAN Power America

93% of America's energy is used as heat energy for prime movers such as steam turbines, jet engines, diesel locomotives, ship propulsion, buses and automobiles.

Renewable Energy – including old hydropower dams is about 7% now and cannot replace the 93% energy forms that America Depends on now.



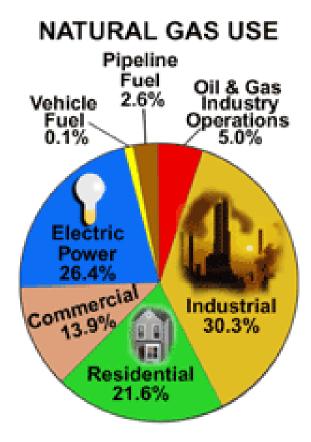






Natural Gas

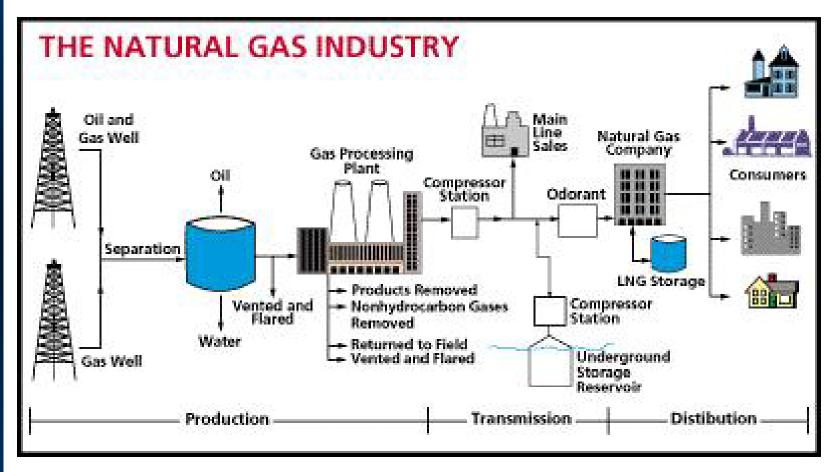
Natural gas is a nonrenewable source of energy used primarily for heating and generating electricity. The U.S. produces natural gas from wells within the U.S. but also imports natural gas from abroad. The U.S. imports natural gas via pipeline from Canada and Mexico, but to move natural gas from countries that are further away, the natural gas is turned into a liquid (also called "Liquefied Natural Gas" or LNG) by super cooling and transported as a liquid on tankers before being warmed up and turned into a gas upon arrival in the United States.



Natural gas burns more cleanly than other fossil fuels. It has fewer emissions of sulfur, carbon, and nitrogen than coal or oil, and when it is burned, it leaves almost no ash particles. Being a clean fuel is one reason that the use of natural gas, especially for electricity generation, has grown so much and is expected to grow even more in the future.

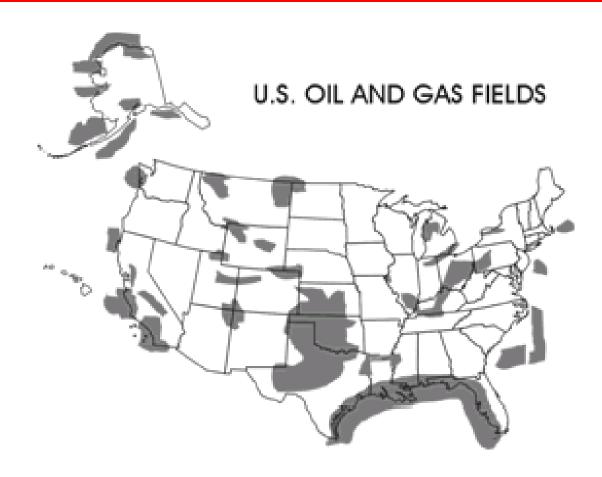
Source: http://www.eia.doe.gov/basics/naturalgas_basics.html





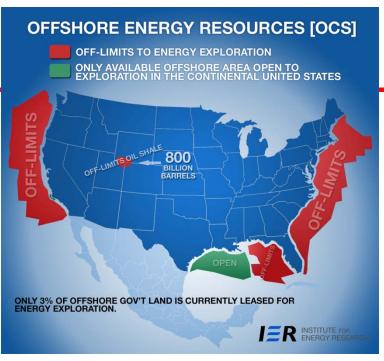


Source: Sources: National Energy Education Development Project, *Ocean Energy*, 2006-2007.



Note: Although it might seem like the ocean is the border of the U.S., the border is actually 200 miles out from the land. This 200 mile wide band around the country is called the Exclusive Economic Zone(EEZ). In 1983, the President claimed the area of the EEZ in the name of the United States, and in 1994, all countries were granted an EEZ of 200 miles from their coastline according to the International Law of the Sea.



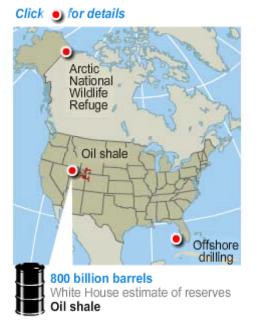


Click of for details Arctic National Wildlife Refuge Oil shale Offshore drilling





18 billion barrels White House estimate of reserves Off-shore drilling





<u>Oil</u>

Oil is the lifeblood of America's economy. Currently, it supplies more than 40% of our total energy demands and more than 99% of the fuel we use in our cars and trucks.



At Arab Oil Embargo in 1974 – USA imported 25% of total – now about 60%



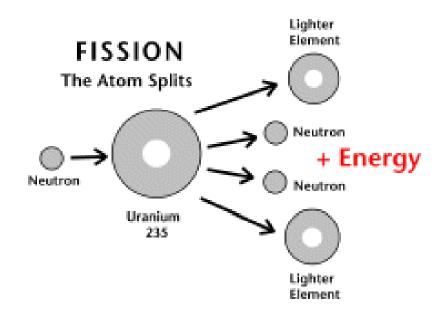


Imagine 22 of these side by side – each 48" in diameter and each passing 1 million barrels/day of oil. This is how much oil we use each day. Most for transportation.



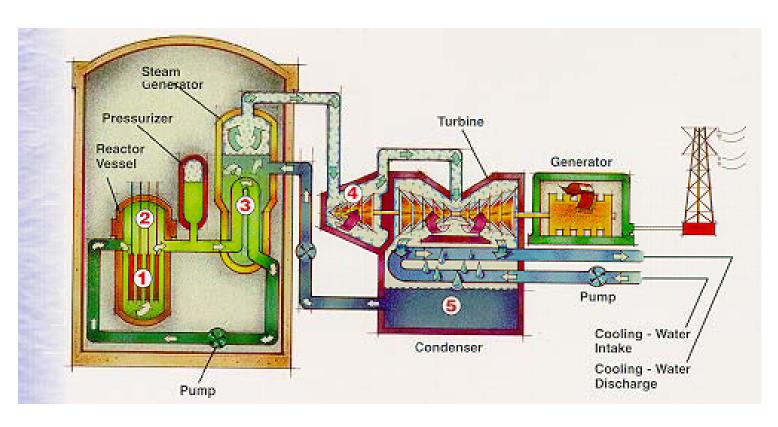
<u>Nuclear - Fission</u>

Nuclear power accounts for about 19 percent the total electricity generated in the United States, an comparable to the amount electricity used in California, Texas and New York, our three most populous (having the most people) states. A nuclear power plant operates basically the same way as a fossil fuel plant, with one difference: the source of heat. The process that produces the heat in a nuclear plant is the fissioning or splitting of uranium atoms. That heat boils water to make the steam that turns the turbinegenerator, just as in a fossil fuel plant. The part of the plant where the heat is produced is called the reactor core.



Source: http://www.eia.doe.gov/basics/nuclear_basics.html





Nuclear reactors are basically machines that contain and control chain reactions, while releasing heat at a controlled rate. In electric power plants, the reactors supply the heat to turn water into steam, which drives the turbine-generators. The electricity travels through high voltage transmission lines and low voltage distribution lines to homes, schools, hospitals, factories, office buildings, rail systems and other users.

Source: http://www.eia.doe.gov/basics/nuclear_basics.html





Compared to electricity generated by burning fossil fuels, nuclear energy is clean. Nuclear power plants produce no air pollution or carbon dioxide but a small amount of emissions result from processing the uranium that is used in nuclear reactors.

Like all industrial processes, nuclear power generation has by-product wastes: spent (used) fuels, other radioactive waste, and heat. Spent fuels and other radioactive wastes are the principal environmental concern for nuclear power.

The United States Department of Energy's long range plan is for this spent fuel to be stored deep in the earth in a geologic repository, at Yucca Mountain, Nevada.

Sources: Energy Information Administration, *Annual Energy Review* 2006, August 2007, Energy Information Administration, Office of Coal, Nuclear, Electric, and Alternative Fuels, October 2006.



Closer to Home – Where does our Electricity Originate?

2 – 832MW Nuclear Units



Source: http://eyeball-series.org/npp2/npp2-eyeball.htm

Catawba Nuclear Plant



North Carolina Municipal Power Authority

There are 19 cities in the North Carolina Municipal Power Agency 1 (NCMPA1) of Electric Cities of NC. This consortium holds ownership of 75% of generation at Unit #2 the Catawba Nuclear Plant. Catawba Nuclear Unit #2 is rated at 832 MW (megawatts).

- Albemarle
- **Bostic**
- Cherryville
- Cornelius
- Drexel
- Gastonia
- **Granite Falls**
- **High Point**
- Huntersville
- Landis

- Lexington
- Lincolnton
- Maiden
- Monroe
- Morganton
- Newton
- Pineville
- Shelby
- Statesville

Albemarle consumes an average of about 50MW of electric power. Peak usage last year was 67MW.





<u>Coal</u>

Coal is one of the true measures of the energy strength of the United States. One quarter of the world's coal reserves are found within the United States, and the energy content of the nation's coal resources exceeds that of all the world's known recoverable oil. Coal is also the workhorse of the nation's electric power industry, supplying more than half the electricity consumed by Americans.



Coal is a combustible black or brownish-black sedimentary rock composed mostly of carbon and hydrocarbons. It is the most abundant fossil fuel produced in the United States. Over 90 percent of the coal used in the United States is used to generate electricity. It's also used as a basic energy source in many industries, including, steel, cement and paper.



our most abundant fuel

Coal is the largest single primary source of energy used to generate electricity in the United States (~ 50%)!



Common Power Plants Consume anywhere from 4 – 8 rails cars of coal per hour to produce electrical energy.



Coal is a National Treasure

Coal Producing States

Major & Minor

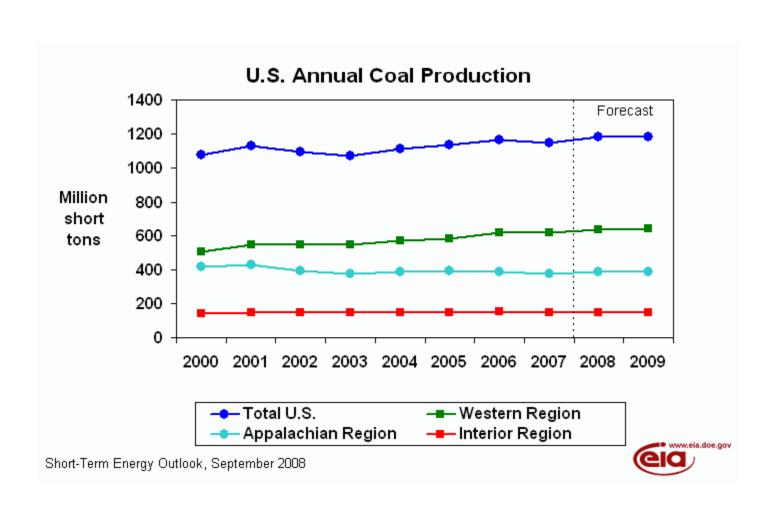




Coal is a Fossil Fuel sourced from the organic remains of prehistoric organisms.



Coal Production

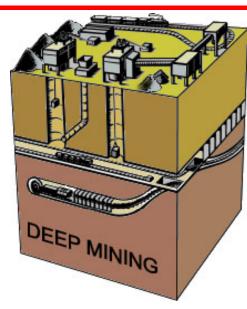




Mining for COAL



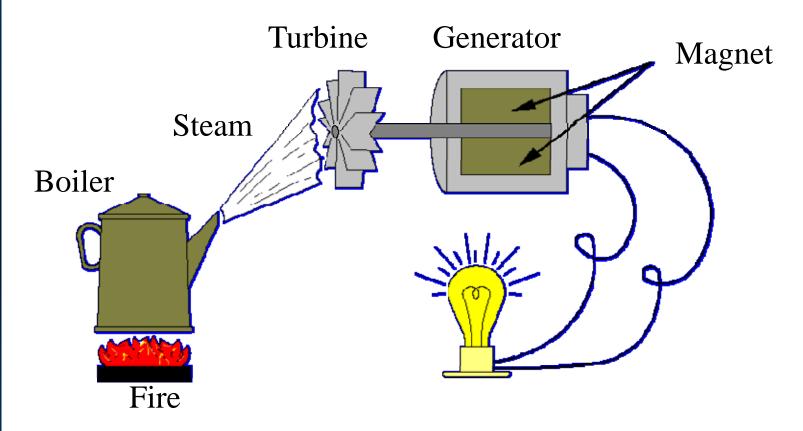








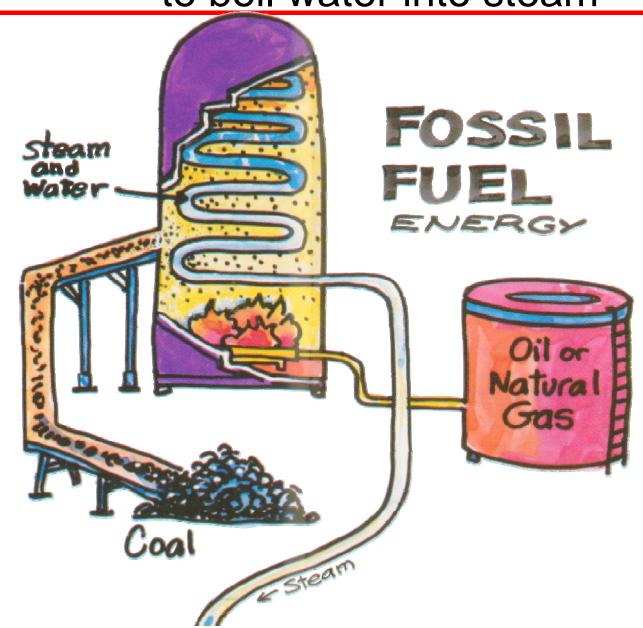
The Basic Process



Producing Steam w/ Heat Energy & then Creating Mechanical Energy into Electrical Energy

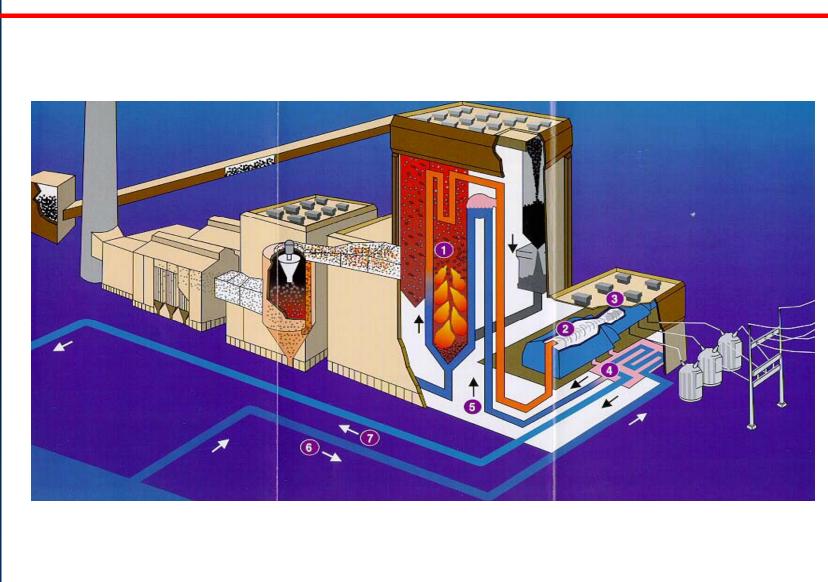


Combustion of Fossil Fuels produces heat to boil water into steam





Typical Coal Fired Boiler Operation

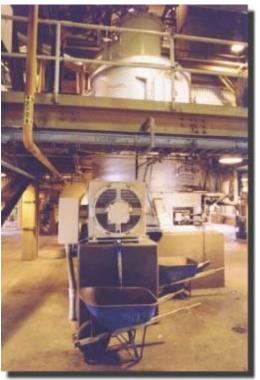










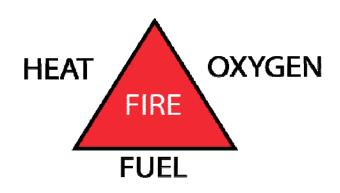


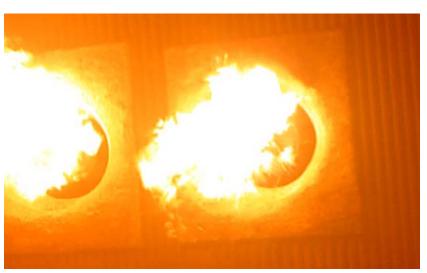
Coal is transported to Power Plants & then most often crushed & pulverized into a baby powder consistency.

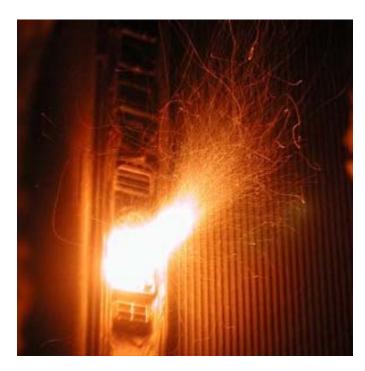


Solid Fuels can fire like a Gas



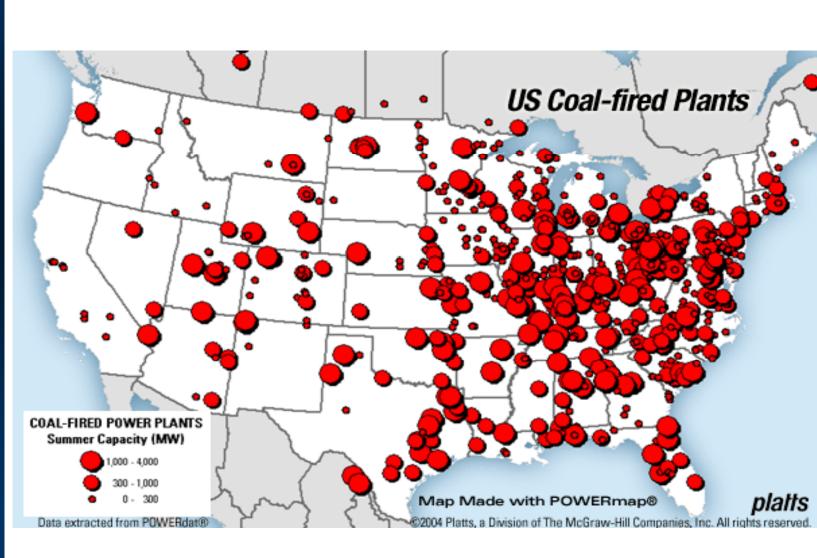








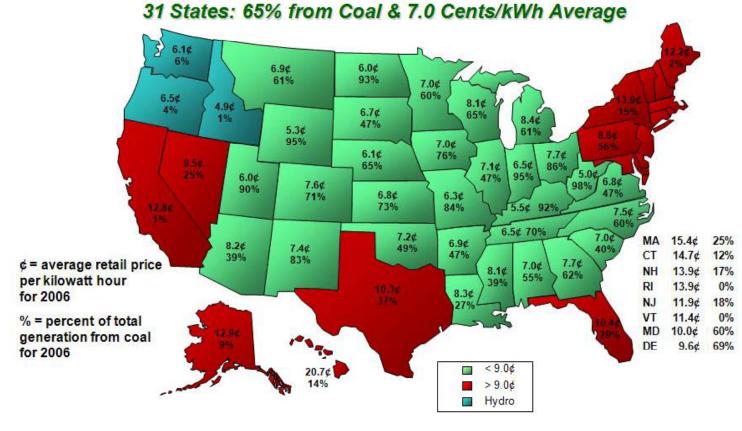
US Coal Fired Plants





States that Rely on Coal Have Low-Cost Electricity

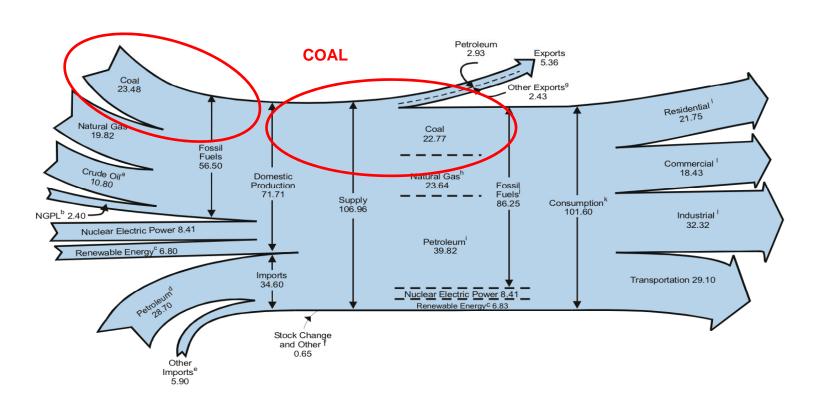
16 States: 21% from Coal & 12.7 Cents/kWh Average



Source: Energy Information Administration, March 2007.



All Forms of Energy are Needed to Power America



Coal remains an important fuel for America at about 24% of our total energy. Coal is needed for national security and continued economic prosperity.



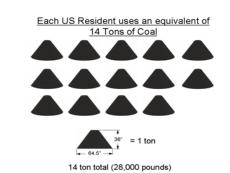
334 million Btu's each for all Americans.

The raw fuel cost at an average of 8.00/million Btu would be \$3,340/yr per capita or a trillion dollars.

- There are over 300 million residents in the United States
 In 2007, the U.S. consumed 101.605
- That is 334.4 MMBtu/yr per person

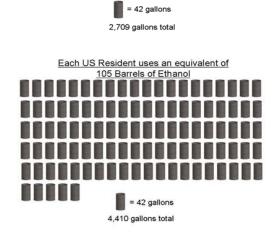
quadrillion Btu's

 The equivalent of this amount of energy from each resource is shown



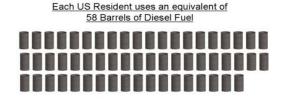
Each US Resident uses an equivalent of

52 Barrels of #6 Oil

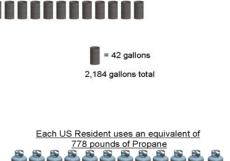


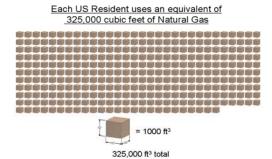
Each US Resident uses an equivalent of

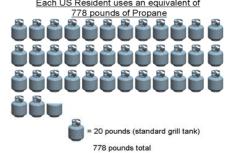
64.5 Barrels of Gasoline









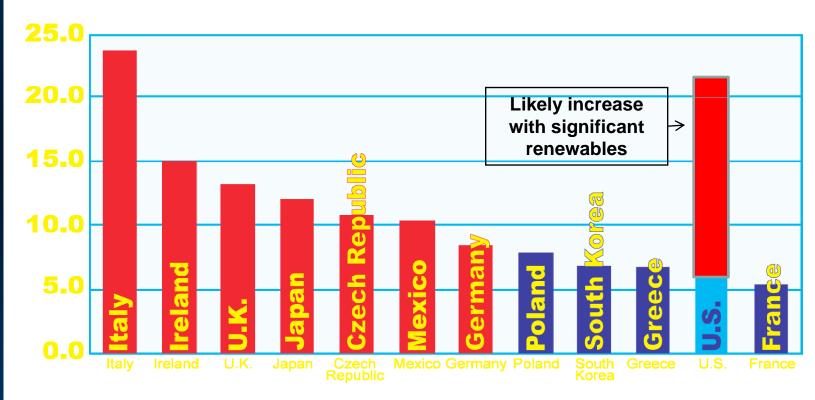






Manufacturing In America depends on low cost electricity

Approx. cost per kWh, First quarter 2007

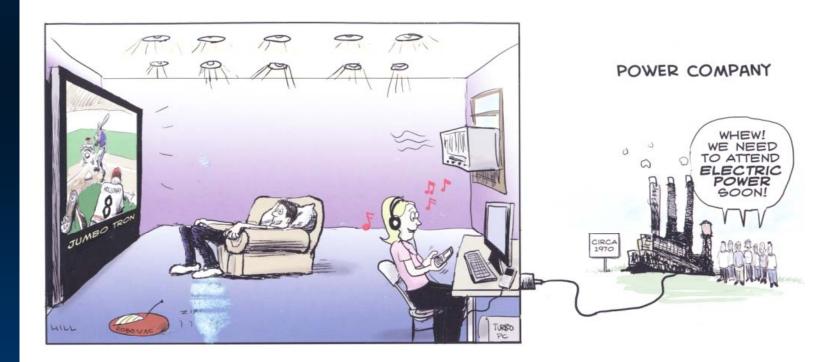


The politicians do not get it! Energy drives economic prosperity.



Who Needs new Power Plants Anyway? What about Industry?

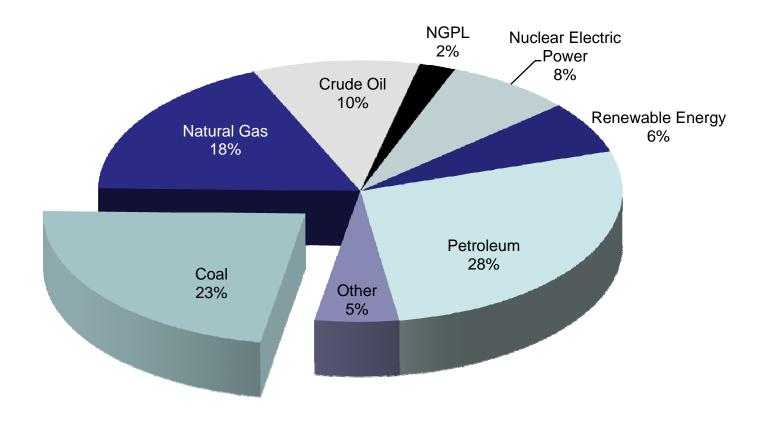
Electric Power demand is growing at 1-2% per year. America still depends on 35+ year-old, average age, power plants for 50% of its power. (Duke's fleet is average age 47 years old.)





Without Coal America's Energy Future, and Especially American Manufacturing is in Jeopardy

Where America's Energy Comes From

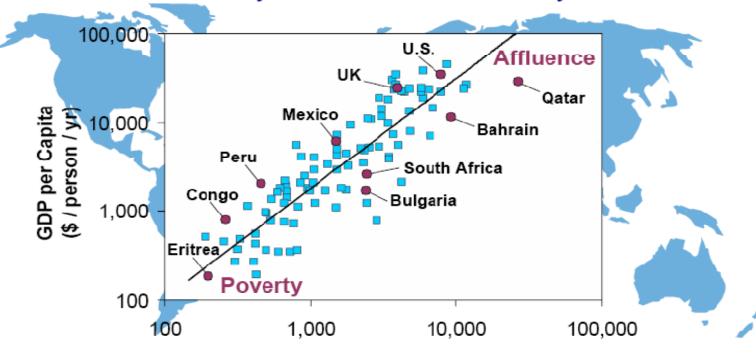


Source: Energy Information Agency



Does Energy Use and Economic Prosperity Correlate?

Energy = Quality of Life Poverty Reduces Global Security



Annual Energy Consumption per Capita (kgoe / person / yr)

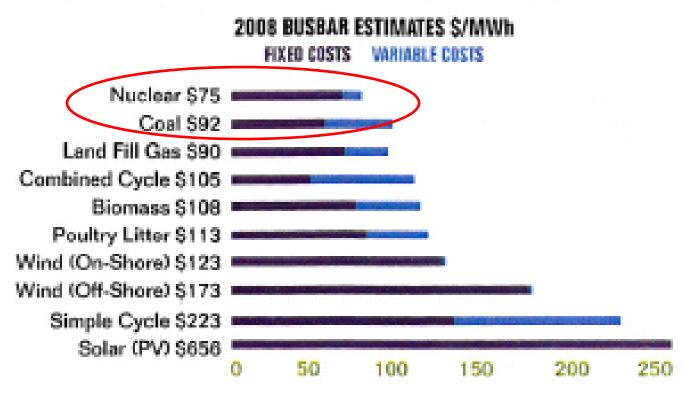


World Resources Institute Database, accessed June 1, 2005 http://earthtrends.wri.org/searchable_db/

Carl O. Sauer, EPSCor, June 15, 2006



Cost / MWh



Busbar costs are the cost per megawatt (MWh) hour of producing electricity; they include the cost of capital, debt service, operation and maintenance, and fuel. As this graph clearly demonstrates, nuclear power has the lowest busbar costs per MWh.



Truths & Facts

- •Coal is an American Treasure that can replace much of our imported energy
- The American Economy depends on reasonable cost Energy
- Coal Power works in the dark and when the wind not is blowing
- Transmission infrastructure is already set up for citing more coal plants, not for wind turbines or solar, even if they could supply significant power
- Coal is less cost than renewable energy
- American dollars and investment stay at home
- Coal is the most plausible Bulk power supply to build in say 5-10 years until nuke's can be built and started up
- If we got rid of NSR (New Source Review), then old plants could be made more efficient and even updated. With NSR "Uprates or Upgrades" are not allowed.



Coal is good for the USA and if your are for it then you are on the right side of this issue and what is best for America.

