Opportunities to Expand Our Use of Renewable Energy Resources

Presentation to the Gainesville City Commission

Gainesville Regional Utilities March 22, 2004



We Got The Community Involved With The Help Of The Gainesville Energy Advisory Committee

- Community Dialogue Workshops (6)
- Alachua Co. Community Planning Group (3)
- Alachua County Environmental Protection Advisory Committee (EPAC)
- Joint EPAC/Air Quality Commission Meeting
- University Faculty and Students (3)
- Homeowners Associations (4)
- Professional Organizations (3)
- Civic (5) and local Governmental Groups (12)

We Also Sought Expert Help

- Waste Wood Resources – Don Post and Tom Cunilio
- Consulting Engineers
 - Black & Veatch
 - Robert Kappelman, P.E.
- State of Florida Renewable Electric Generating Assessment
 - Florida Public Service Commission
 - Florida Department of Environmental Protection

City Commission Meetings and Workshops

Meetings

- December 15, 2003
- February 9, 2004

Workshops

- Future Electric Needs, March 10, 2004
- Renewable Energy, March 22, 2004
- Energy Conservation, April 19, 2004

Our Objectives

- Assure Reliable Electrical Supplies
- Conserve Natural Resources
- Reduce Total Air Emissions
- Reduce Carbon Intensity
- Keep Electrical Costs Affordable
- Enhance The Local Economy

We Sell Green Energy

- We have made a substantial investment
- Launched **EGRU** on Nov. 30
- Available at 2 cents per kWh premium
- Blend of renewable resources
 - Biomass -- Landfill Gas
 - Solar Produced Locally
 - Purchased Wind Tags
 - Sign up on line: www.gru.com

What Is Green Energy?

| Sources: | Energy: | Environmental Attributes: |
|------------------------------|---------|--|
| Fossil/Nuclear | kWh | Reference |
| Renewables (Green Energy) | kWh | -Displaces Fossil Fuels -Local energy sources available |

Why We Offer Green Energy

- Environmentally conscious people have asked for renewable energy in our community
- Availability of local renewable resources
- We share our community's concern about the environment
- You have given us the opportunity to make a substantial investment in green energy
- We've worked hard to bring renewable energy to our community

What Resources Are Renewable?

- Biomass: waste wood, dedicated crops, municipal solid waste and biosolids
- Geothermal
- Hydro-electric: run of the river, storage
- Ocean: tidal, thermal, wave and current
- **Solar**: photovoltaic, thermal-electric, thermal, passive solar design
- Wind: intermittent water pumping

Not All Renewable Energy Resources Are Considered Equal

- Electric Energy Production Costs
 - Green energy is usually more expensive on a production cost basis
- Renewables vary in technical readiness and commercial maturity
- "All energy infrastructure has some kind of impact" -- FPSC/FDEP Study

FPSC Study: Renewable Energy Electric Generation Costs

Plant Type

Levelized Costs (cents/kilowatt hour)

Municipal Solid Waste

Biomass (direct combustion) Landfill Gas

Hydro-electric

Solar Phovoltaic

3.5-15.3 6.3-11.0 2.4-6.3 No Data 19.4-47 Not All Renewable Energy Resources Are Considered Equal

Resource Conservation

- Recycling wastes into useful energy
- Displacing landfill gas flaring
- Displacing fossil fuel use

• Emissions

 Environmental advocates express concern about burning biomass

What Renewable Resources Do We Have in Gainesville?

• Biomass

Waste Wood



Municipal Solid Waste - Landfill Gas

• Solar

- Photovoltaic
- Thermal
- Passive solar design



Waste Wood Potential

- Waste Wood Sources
 - Silviculture Maintenance and Logging Residual
 - Tree Trimming and Ecosystem Restoration
- Off-Site Aggregation and Preparation
 - Opportunities for jobs and economic development
- Energy Conversion more than 40 options
 - Separate Boiler
 - Gasifier sensitive to feedstock composition
 - Cofiring with Other Fuels

Using Wood Waste Will Reduce Emissions



Waste Wood Issues

- Most abundant and available renewable energy resource in our area
- Least capital intensive and most cost-effective renewable energy resource in our area
- Using waste wood is CO₂ neutral
- Displaces fossil fuel use
- Waste wood is being openly burned or landfilled

Our Solar History

- Educational Efforts
 - Passive Solar Design Factors for N Central Florida
 Solar Guidebook
- Solar Water Heater Loans guarantee/tax credit
- Photovoltaic Demonstration Solar Days
- Rooftop Solar PV Initiative pricing experiment
- Solar Water Heater Rebates
- **PV Interconnection** agreement and buyback
- Solar in Schools interactive teaching tools
- Solar at the Airport under development

Solar Issues

- Passive Solar Design
 - Used in Anasazi and Cracker Vernacular Architecture
- Water Heating Potential
 - Application criteria
 - Tree City USA
- Pool Heating



Solar Photovoltaic Energy

- Now capable of net energy production
- Excellent for powering solar WH, remote loads
- Monitor first cost and levelized production cost
- Demonstration projects & education efforts





Expanding Renewable Energy Use

 Thank you for allowing us to invest in green energy projects for our customers



is an opportunity to see if our customers are willing to pay extra to cover the higher production costs of green energy

• We plan to develop the most cost-effective renewable energy opportunities available

Citizen/Expert Presentations

- Judy Harlow, Florida Public Service Commission
- Tom Cunilio, COSAF
- Don Post, Forestry Professor Emeritus
- Don West, Florida Division of Forestry
- Jim Dunlop PE, Florida Solar Energy Center
- Tom Lane, Solar Contractor
- Harald Kegelman, Agility Digital Media
- Public Comment