Tennessee Valley Authority Regional Energy Resource Council

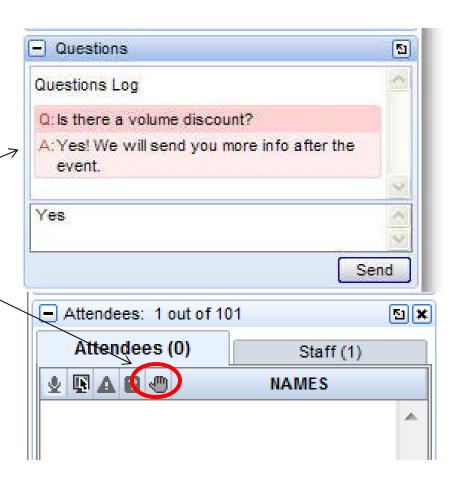
Webinar July 16, 2014





About Today's Meeting

- This a Webinar, with some RERC members attending in person.
- Webinar attendees attending by phone are muted.
- RERC Members can submit questions / using the Question tool on the Webinar toolbar, or using the Raise Hand function
- Questions or comments from the general public will not be accepted during the webinar; however, written comments are welcomed.
 - Send NEPA related comments to: <u>arfarless@tva.gov</u>
 - Send general RERC comments to: bakeel@tva.gov







10:00 Welcome Dus Rogers, Council Chair

Meeting Purpose Joe Hoagland,

Designated Federal Officer

10:15 Introduction to Allen Draft Amy Henry, Manager NEPA

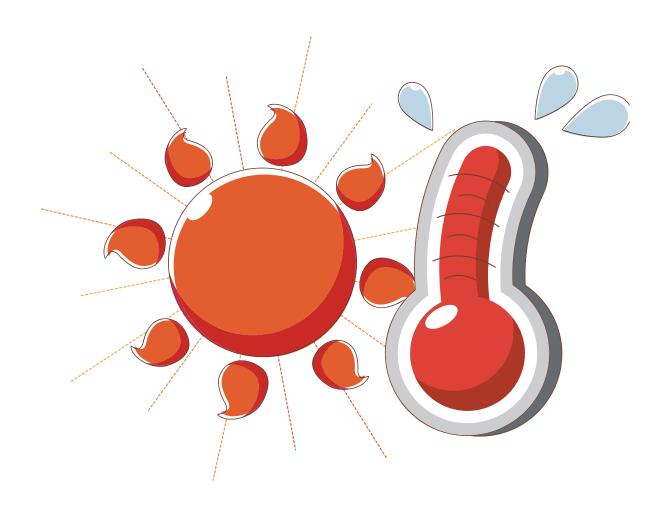
Environmental Assessment Program and Environmental

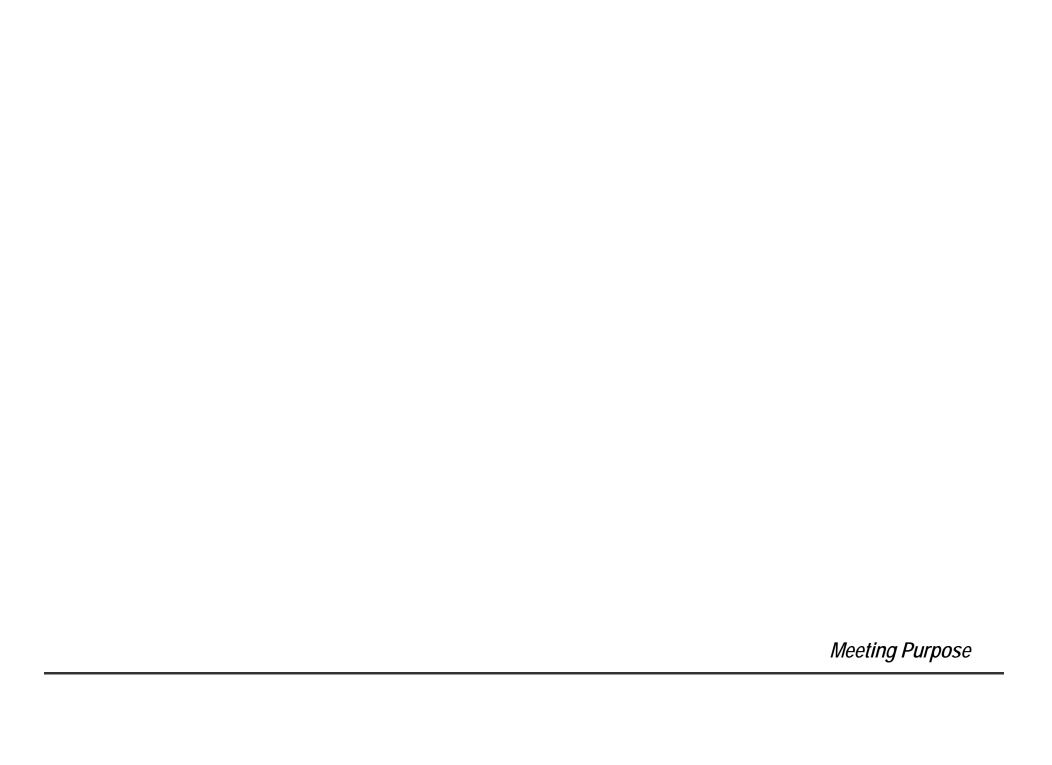
and NEPA Process Projects

10:45 RERC Member Discussion RERC Members

and Q&A

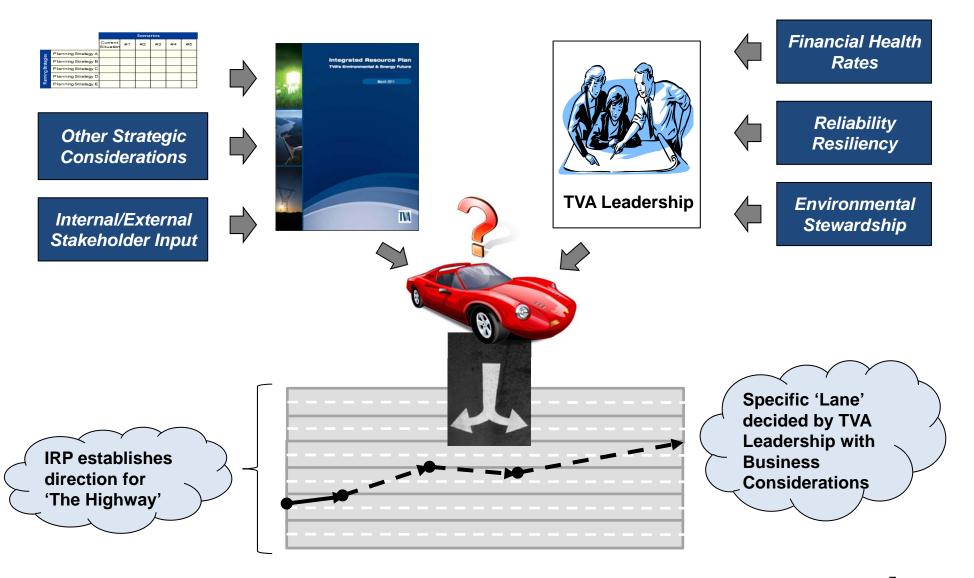
11:15 Wrap up & Adjourn Hoagland/Rogers







Reminder: Energy Resource Decisions



Overview of the Allen Draft Environmental Assessment

Amy Henry

Manager, NEPA Program and Valley Projects





National Environmental Policy Act (NEPA)

Federal Law

 NEPA requires federal agencies to evaluate the potential environmental impacts of proposed actions

Planning process

- ◆ Types of reviews
 - Environmental Impact Statement (EIS)
 - Environmental Assessment (EA)
 - Categorical Exclusion
- Alternatives
- Effects Analysis
 - Range of natural, cultural, and social resources
 - Cumulative impacts
 - Irreversible/irretrievable impacts
- Associated permitting & consultation processes
 - Endangered Species Act
 - National Historic Preservation Act



National Environmental Policy Act (NEPA)

Decision-making tool

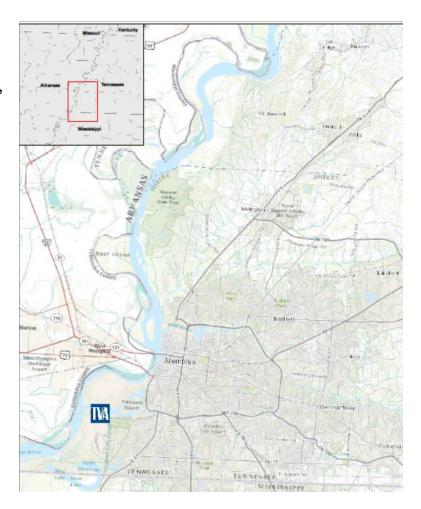
- ◆NEPA results in the examination of environmental effects before making a decision that impacts the physical environment.
- NEPA does not require selection of the alternative with the most favorable environmental impacts
- ◆The environmental review is one factor considered by TVA decision makers



Allen Fossil Plant Emission Control Project Allen Fossil Plant

- ◆ Allen Fossil Plant (ALF) in Shelby County, Tennessee
- Memphis Light, Gas, and Water built ALF in 1950s
- ◆ TVA purchased in 1984
- ◆ 3 coal-fired units produce about 4.8 billion kWh/year, enough to supply 340,000 homes
- ◆ ALF generation provides real and reactive power (voltage support) for the Memphis area





Allen Fossil Plant Emission Control Project Draft Environmental Assessment (EA)

Purpose and Need

- ◆ Reduce sulfur dioxide (SO₂) emissions at ALF in order to comply with the EPA Clean Air Agreements, consistent with TVA's mission to provide reliable and affordable power
- Achieve and maintain a balanced portfolio of generation resources

Proposed Action

- Construction and operation of a natural-gas fired plant
 - Combustion turbine (CT) and combined cycle (CC) configurations
 - Retirement of the 3 coal-fired units

Environmental Impacts

- No significant environmental impacts identified
- ◆ Reduced emissions of CO₂, SO₂, NO_x, volatile organic compounds, and methane
- Opportunity to reuse gray water for cooling
- Greater use of biogas fuel from the waste water treatment plant

Allen Fossil Plant Emission Control Project Draft Environmental Assessment (EA)

Alternatives

- No-Action Alternative
- Proposed Action
- Six other alternatives are addressed in the draft EA
 - Continue to operate coal-fired units and install FGD system (scrubbers)
 - Convert ALF to natural gas fuel
 - Convert ALF to biomass fuel
 - Retire ALF, rely on energy efficiency
 - Retire ALF, construct a renewable energy source
 - Retire ALF, upgrade the transmission system or rely on purchased power
- The six alternatives were deemed unreasonable generally because of worse environmental impacts, much higher costs, concerns for providing reactive power, or project schedules

Environmental Assessment (EA)



^{*}assuming no significant impacts

The public is invited to comment on the draft Environmental Assessment between July 2 and August 5.

Public Open House held in Memphis on July 8

◆ On-line: http://www.tva.com/environment/reports/index.htm

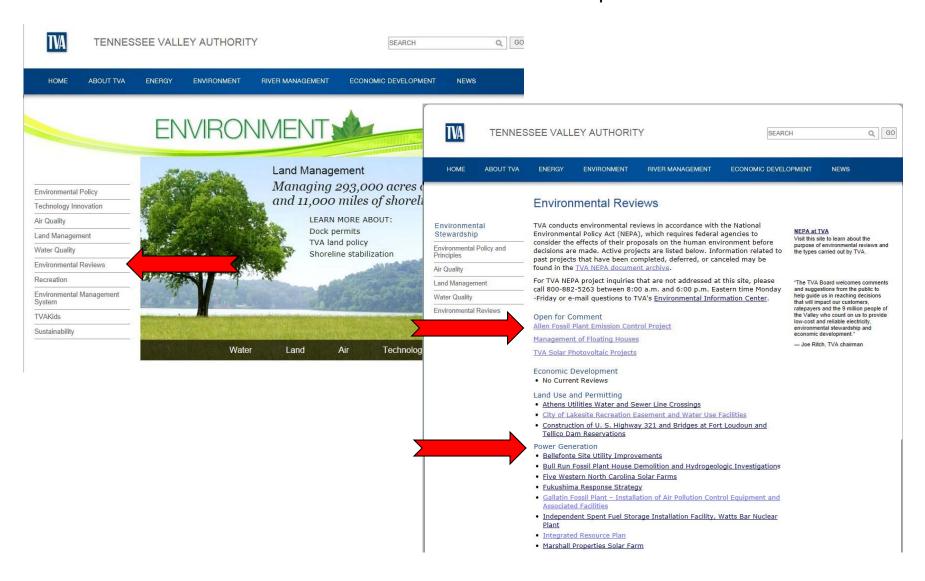
Email: <u>arfarless@tva.gov</u>

◆ U.S. Mail:

Ashley Farless, NEPA Specialist Tennessee Valley Authority 1101 Market St. Chattanooga, TN 37402

Comments received will be reviewed and addressed in the final EA

◆ The Final Environmental Assessment and FONSI will be posted on TVA's website.





RERC Discussion



Wrap Up & Adjourn



Reminder on Where to Submit Comments

For NEPA Specific Comments:

Email: <u>arfarless@tva.gov</u>

U.S. Mail:

Ashley Farless, NEPA Specialist Tennessee Valley Authority 1101 Market St. Chattanooga, TN 37402

On-line:

http://www.tva.com/environment/reports/index.htm

For general RERC Comments:

Email: <u>bakeel@tva.gov</u>

U.S. Mail:

Beth Keel, Program Manager Tennessee Valley Authority 400 West Summit Hill Drive, WT–9 C, Knoxville, Tennessee 37902

On-line:

http://www.tva.com/rerc/rerc_members.htm

Next Steps: Upcoming RERC Meetings

• Fall Meeting: Oct 15 and 16, 2014

Location: Knoxville

• Winter Meeting: January 2015

Location: TBD

• Spring Meeting: March 2015

Location: TBD