Protecting the Lifeline of the West – the Nexus of Climate, Water, and Energy Policies

Colorado WaterWise Conference, September 24, 2010

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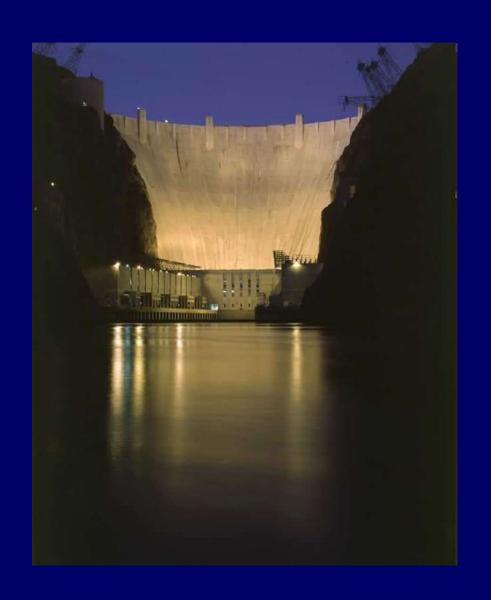
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WESTERN RESOURCE

Outline

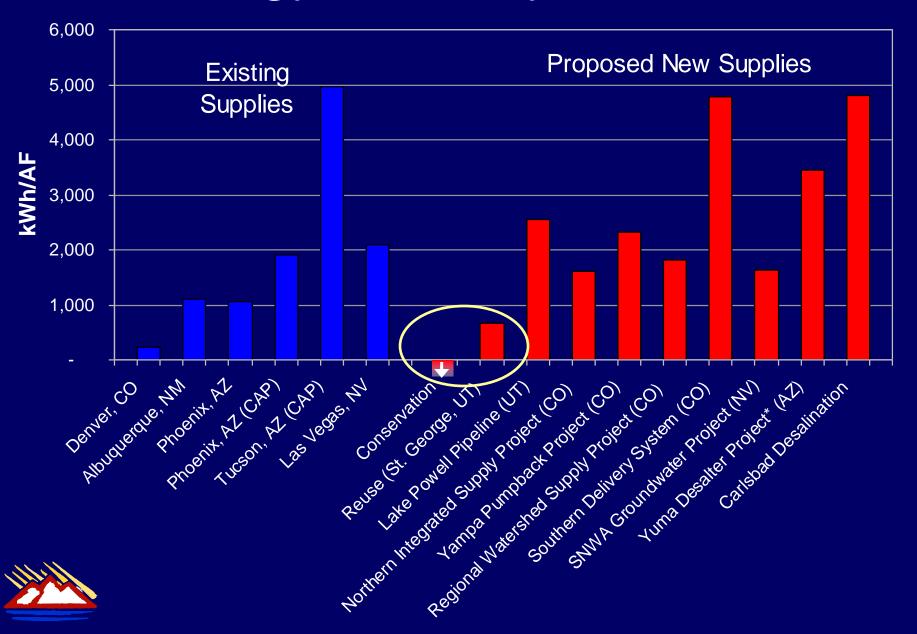
- Energy used for water
 - Proposed water projects
 - Energy savings of water conservation measures
- Water used for energy
 - Electricity
 - Transportation fuels



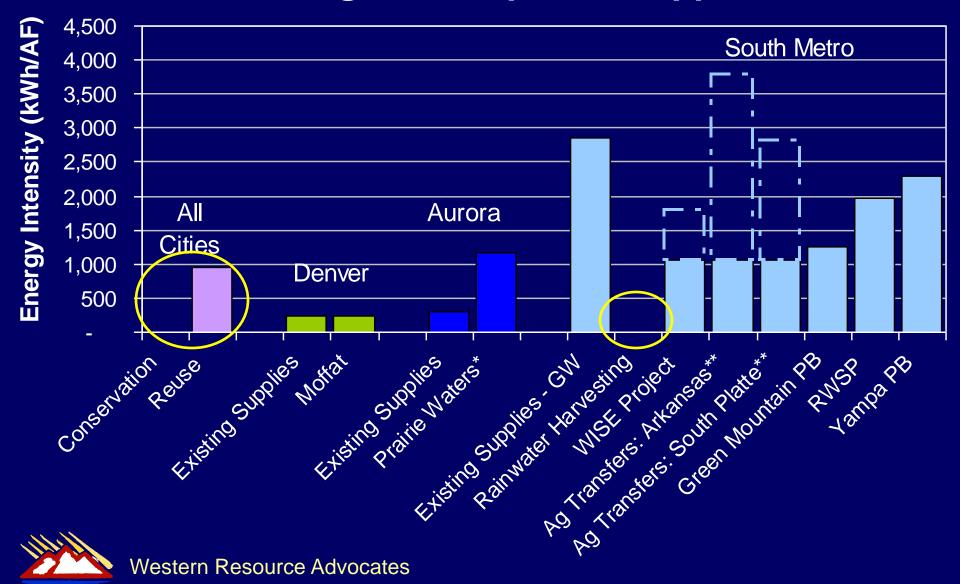
Proposed Water Supply Projects



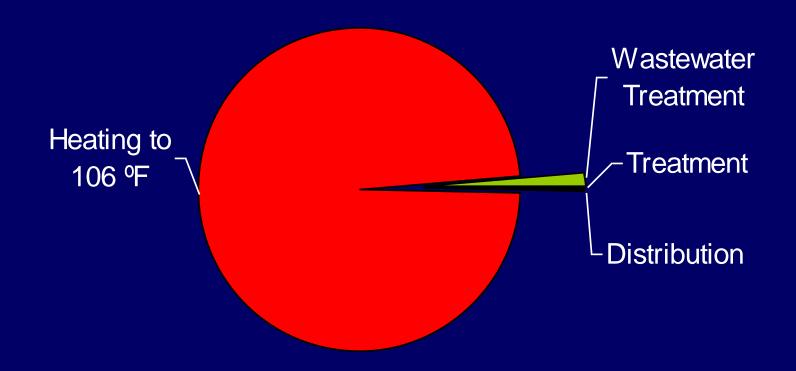
Energy Intensity of Water



Denver-Metro Region: Energy Intensity of Existing and Proposed Supplies



Energy Intensity of Water: Denver, CO



Saving Water & Energy

Conservation Programs

SNWA's "cash for grass" program saves

- 77,000 AF/yr
- 160,000 MWh/yr
- 86,300 tons CO₂/yr

Albuquerque's conservation program has cumulatively saved

- 417,000 AF
- Est. 973,000 tons of CO₂







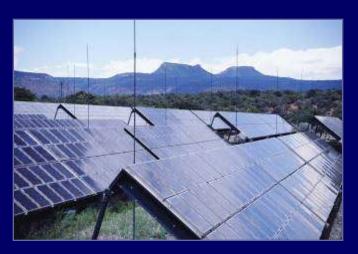
New Opportunities?

- Are there new ways to promote water conservation?
 - State/local climate planning agencies
 - Energy utilities
 - Colorado Carbon Fund

Water Use for Energy

Thermoelectric power plants in Arizona, Colorado, New Mexico, Nevada, and Utah consumed an estimated 292 million gallons of water <u>a day</u> in 2005 – equal to the water consumed by Denver, Phoenix, and Albuquerque, <u>combined</u>.



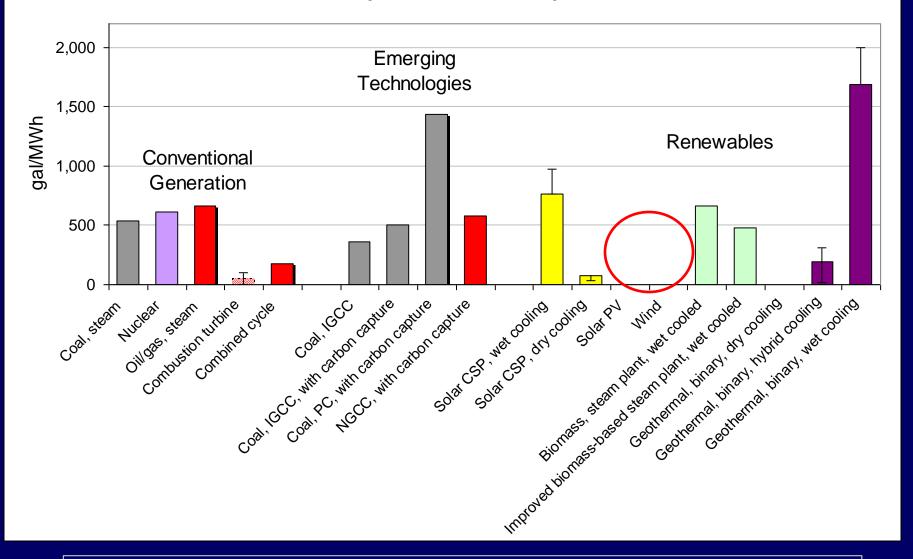








Water Intensity of Electricity Generation



■ Coal ■ Nuclear ■ Natural Gas ■ Solar ■ Wind ■ Biomass ■ Geothermal

Colorado River Basin – Water Impacts of Energy Generation

- New Upper Basin municipal water projects will increase water withdrawn from the river.
- At mid-century, 23 out of 24 climate models project decreases (on the order of 5 20%) in runoff in the Upper Colorado.

zero sum game?



Colorado River Runoff and Demands

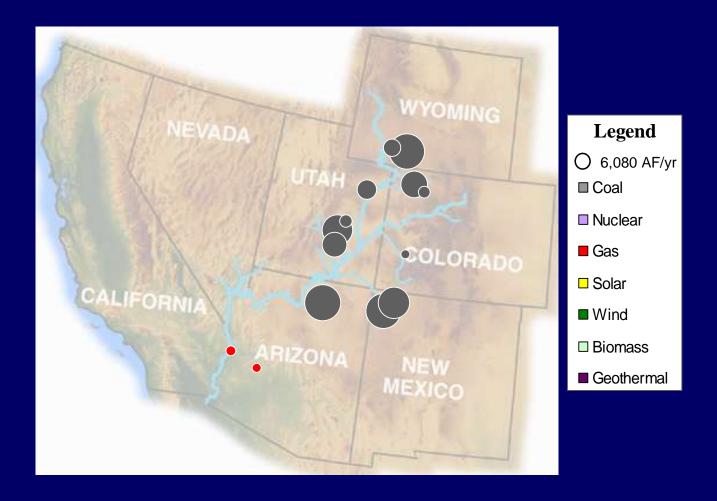




Source: Bureau of Reclamation

Calendar Year

Existing Energy-Related Water Demands: Colorado River

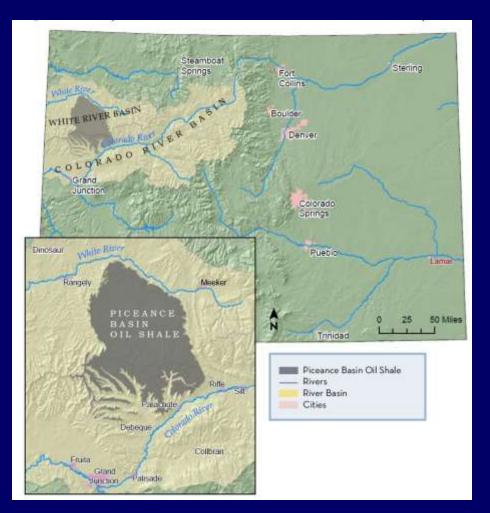




Colorado River water use: 167,000 AF/yr

Additional in-basin water use for power generation: 170,000 AF/yr

New Demands - Oil Shale?





"Any large transfer of water to oil shale would shift the West Slope from an agricultural landscape to an industrial one" – *Chris Treese, CRWCD*



Water Use: Oil Shale

Upgrading? 22 Barrels

Mining/ Retort

2 – 5 Barrels







Water Use: Ethanol

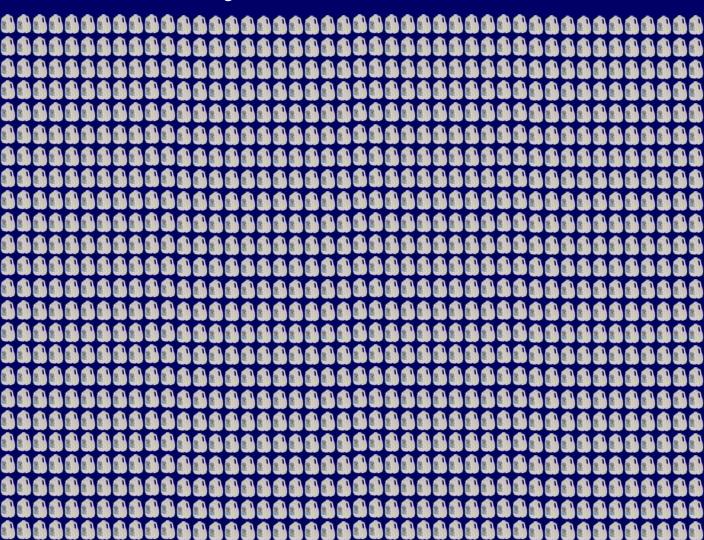
Irrigation: 1000 - 1200 Gallons of Water

Processing:

4.2 Gallons of Water

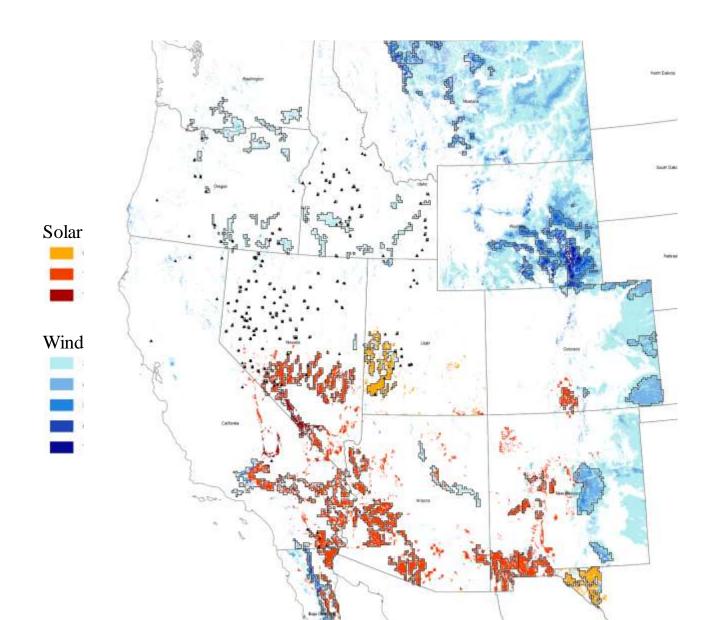
1 Gallon of Ethanol

= 0



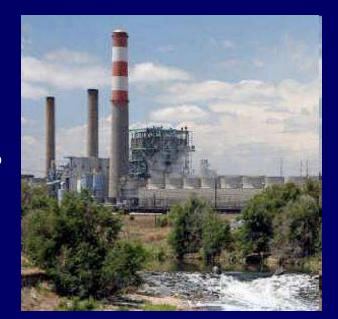


New Demands - Renewables?



New Water Supplies?

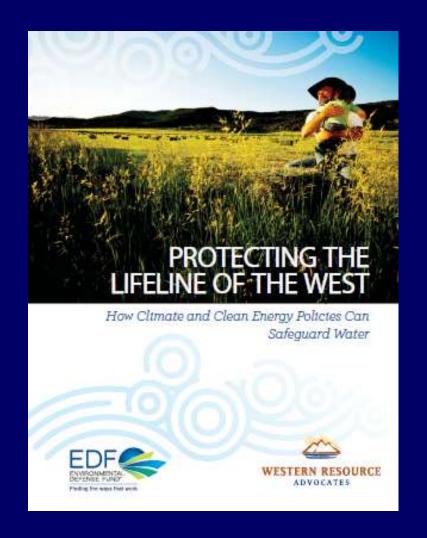
- HB 1365 Clean Air, Clean Jobs Act
 - Retire/repower/retrofit ~900 MW of coal plants on the Front Range (incl. Cherokee, Valmont, Arapahoe)
 - Cherokee (Denver) consumes ~7,000 AF/yr
 - Valmont (Boulder) consumes ~2,000 AF/yr
- What is the water value of Xcel's plan?
 - Water rights: \$86 million
 - Timing: 2015 2022
- Are there other opportunities for energy decisions to benefit water?



Key Recommendations

- ✓ Conservation & efficiency
- Recycled water
- ✓ Renewable energy
- Decentralized solutions
- ✓ Flexible leasing arrangements
- ✓ New partners





"The greatest issue facing future generations is the combined effect of ever increasing human numbers and the emergence of a dramatically altered climate. Only by pursuing water efficient renewable energy supplies immediately, beginning the long journey to a more water and energy efficient culture, and managing our water resources adaptively, do our children even have a chance of meeting the challenges that surely will confront them."

- Patricia Mulroy, General Manager, SNWA

http://www.westernresourceadvocates.org/water/lifeline.php

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