

Montana Environmental Information Center



The Quarantine Series Colstrip 101

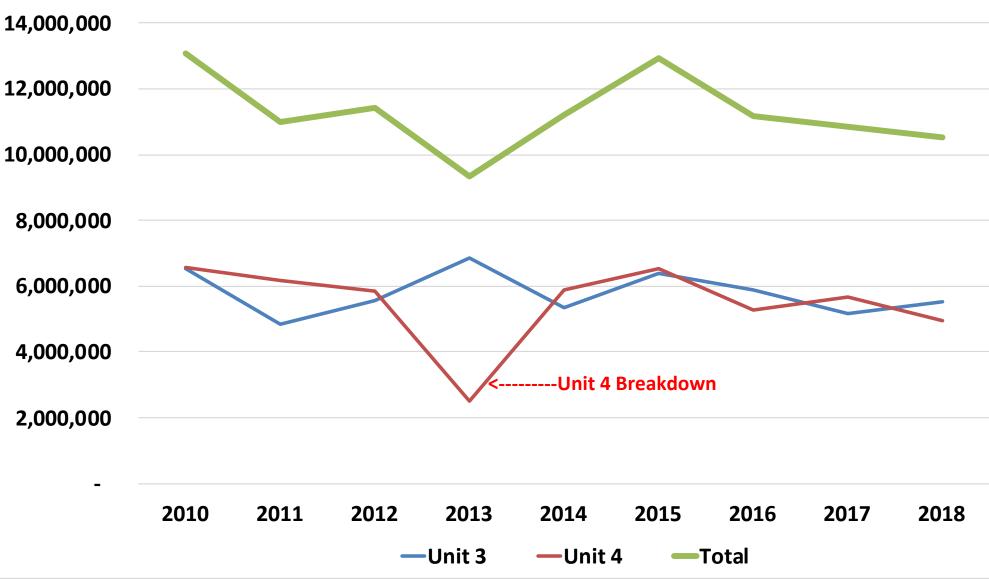
What's All of the Fuss About?

- 1. Climate Change
- 2. Cost







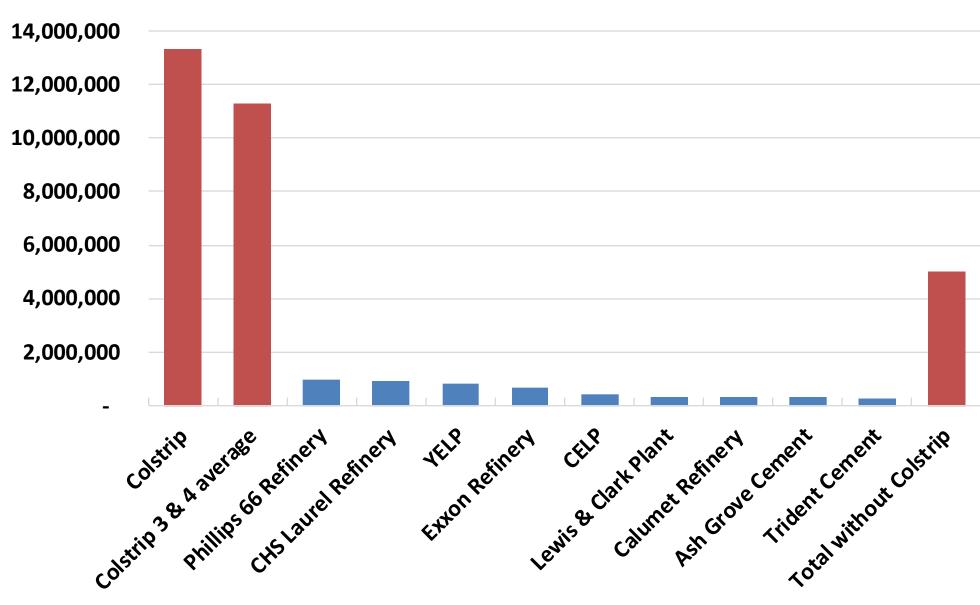




Colstrip Units 3 & 4 average greenhouse gases emissions equals:

- Over 1 billion gallons of gas burned
- Over 2 millionvehicles on theroad for 1 year
- Over 23 million barrels of oil burned

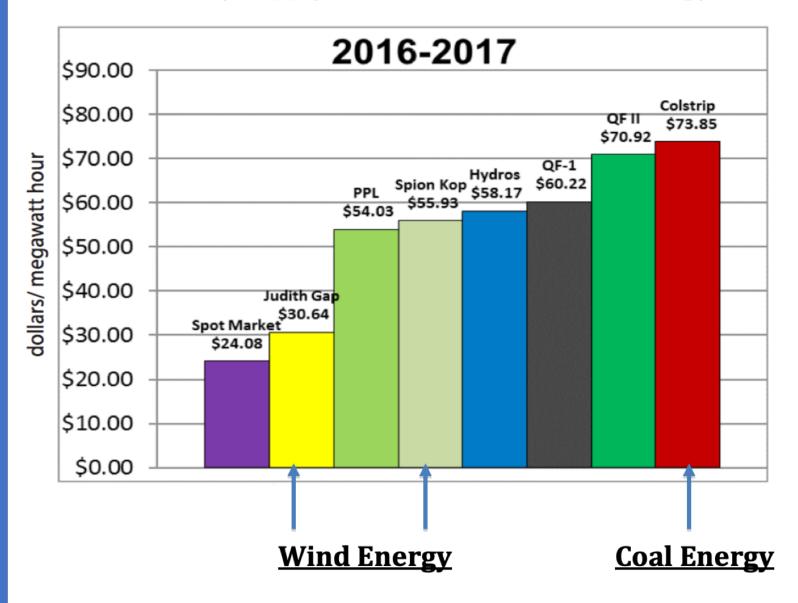






Colstrip is Expensive

Electricity Supply Costs for NorthWestern Energy



Source: Montana Consumer Counsel



Why Is Colstrip So Expensive?

2007: NorthWestern Energy pays \$187 million to acquire 30% interest in Colstrip Unit 4 (CU4).

2008: PSC approves adding CU4 to NorthWestern rate base at \$407 million, based on "market value" with 8.25% rate of return until 2043. (*This remains as long as CU4 is "used and useful"*).

"It is easy to see how the excess valuation of Colstrip Unit 4 will affect NorthWestern's ability to make an informed decision about the future of Colstrip Unit 4. Stated bluntly, Colstrip Unit 4 is a cash cow for investors."

- Ron Binz, former chairperson of Colorado Public Service Commission



Coal Ash





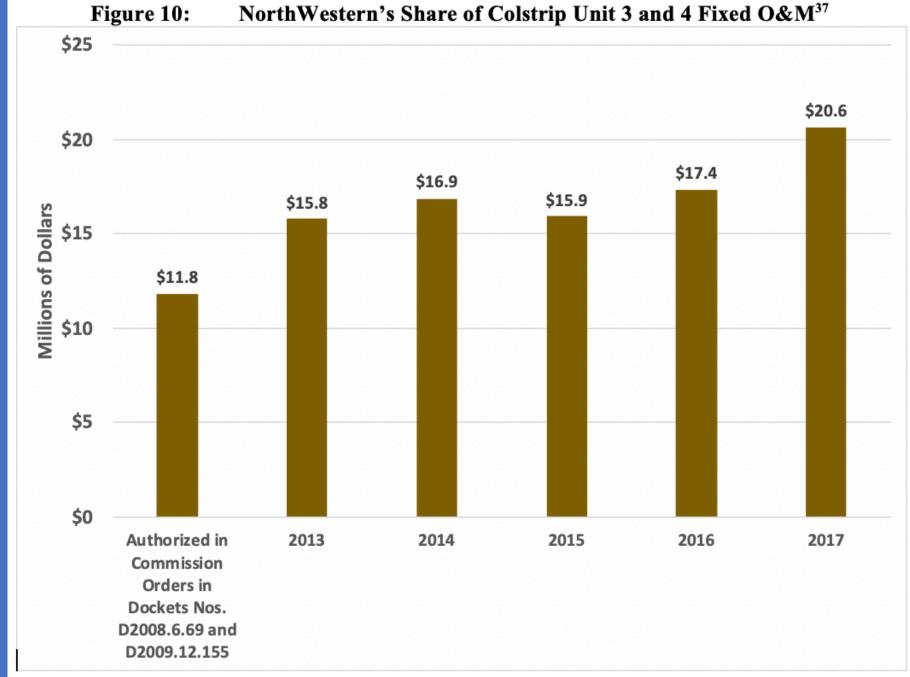
Green Blob = extent of groundwater contamination which resulted in the settlement of \$25 million community lawsuit from community.



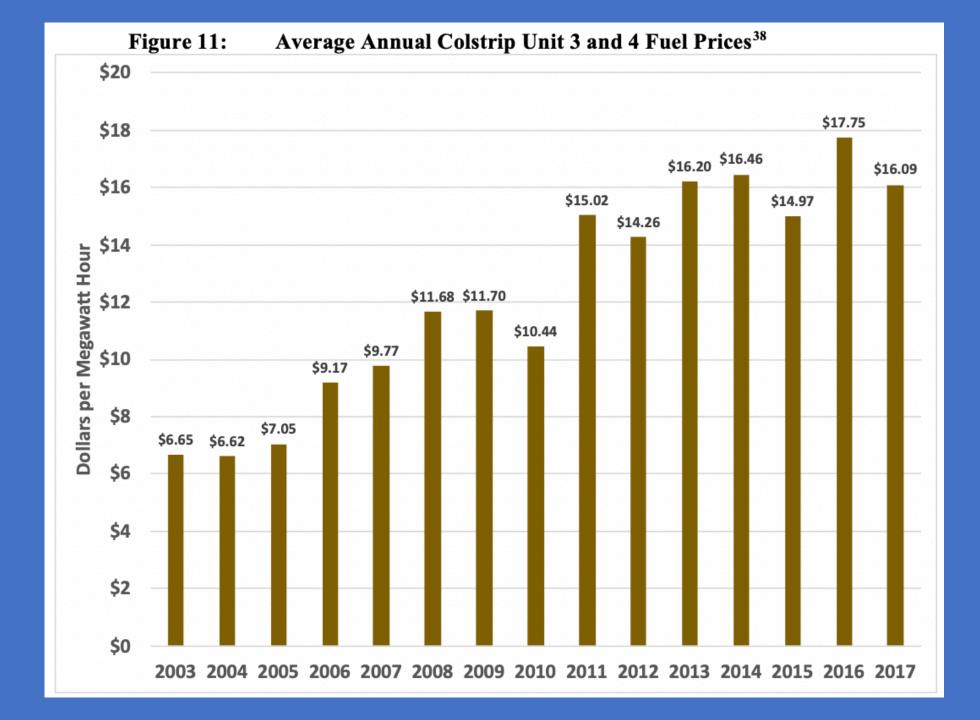
Coal Ash

- 3 disposal areas
- > 800 acres
- 200 million gallons/year leak
- DEQ conditionally approved 2 of 3 cleanup plans
- DEQ has about \$270
 million in bonds with
 most complex area still
 to go.





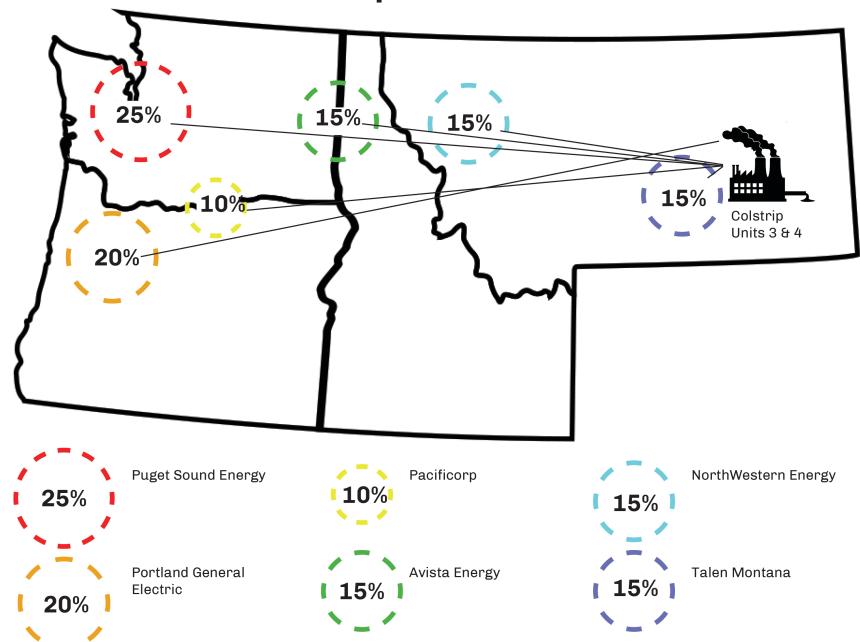






Why
Colstrip's
Future is So
Complex

Colstrip Units 3 and 4





Questions & Answers

Using the "Chat" Function, please type in your question

For More Information or to join MEIC go to: meic.org



Join us
Thursday, April 9th, 4 pm
for
Colstrip 202