

HANCOCK-WOOD ELECTRIC COOPERATIVE CONNECTIONS DIGEST

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EPA'S POWER PLANT RULE THREATENS ELECTRIC RELIABILITY

At Hancock-Wood Electric Cooperative, keeping the lights on at a cost our members can afford is the focal point of everything we do. In May, the U.S. Environmental Protection Agency issued a rule that impacts energy production from power plants. The power plant rule will undoubtedly threaten access to reliable electricity for our local community and communities across the country.

The rule constrains existing coal and new natural gas plants by requiring them to install carbon capture and storage (CCS) — a technology that has potential but has not been proven to be viable as required. No power plant in North America currently uses CCS at the scale and levels mandated by EPA. When power plants can't comply with EPA's CCS requirements, they will be required to shut down, significantly limit operations, or switch fuels. These unrealistic standards will force the unnecessary and early shutdown of many power plants that currently provide reliable electricity 24/7, including the coal-fired Cardinal Power Plant in Brilliant, which supplies more than 80% of the power for Ohio's electric c ooperatives.

Renewable sources, such as solar and wind, are important components of our overall generation mix. But given the intermittent nature of these energy sources, we simply cannot depend on them because the wind doesn't always blow and the sun doesn't always shine.

The timing of the power plant rule is equally troubling. At the same time the EPA is leading our nation down the path to fewer power plants, utilities are facing a surge in electricity demand - driven by the onshoring of manufacturing, the growth of the American economy, and the rapid expansion of data centers to support artificial intelligence, e-commerce, and cryptocurrency. Many states have already experienced rolling outages, and if the supply of electricity is further threatened by the EPA's power plant rule, the problem will only get worse. In fact, the North American Electric Reliability Corporation, the nation's electric reliability watchdog, recently forecasted that over the next five years, all or parts of 19 states are at high risk of rolling power outages during normal peak electricity demand conditions.

It's also no secret that when demand is high and supply is low, costs go up. We're concerned about threats to reliability as well as cost increases to our members.

Electric cooperatives like Hancock-Wood deliver power to 42 million Americans. At the end of the day, our top priority is to meet our members' energy needs, and we must have reliable electricity available to do that.

If you're interested in learning more about policy impacts to power reliability, or to make your voice heard on this matter, visit voicesforcooperativepower.com.

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