

Reliable and Affordable Energy For Rural Alaska

September 17-19, 2002
River's Edge Resort
Fairbanks, Alaska

Proceedings

Sponsored by

**Alaska Energy Authority
United States Department of Energy
University of Alaska Energy Technology Development Laboratory**

Editor's notes

Identification code for the presentations:

A five character alphanumeric code precedes the title of each presentation listed. For example the code for the King Cove Hydroelectric Project presentation is RE1B2. The letters "RE" identify it as a Reliable and Affordable Energy Conference document, the numeral "1" indicates the first technical session, the letter "B" indicates the section of the 1st session it was presented in, and the numeral "2" indicates that it was the 2nd presentation of that section.

The presentations that were not submitted as "PowerPoint" presentations are not contained in these proceedings.

TUESDAY, September 17, 2002

Keynote Addresses: ***The Social and Economic Environment***

Welcoming Remarks
Energy to Rural Alaska
The Role of the University in Addressing Alaska's Energy Needs
From the Gold Rush to Today: the History of Energy in Alaska

Miners Hall

Marshal Lind, Chancellor, University of Alaska Fairbanks
Fran Ulmer, Lieutenant Governor, State of Alaska
Mark Hamilton, President, University of Alaska
Neil Davis, Professor Emeritus, UAF

Plenary Session: ***Past and Current Energy Issues in Alaska***

The first Alaskans depended on wildlife and wood for energy--now Alaska is a major world exporter of fossil fuels. This session summarizes the changes Alaska has undergone and lays out basic information on current energy production and consumption.

Miners Hall

Economics & Demographics: Who We Are & How We are Changing
Alaska's Rural Utilities

Neal Fried, Labor Economist, State of Alaska - Dept. of Labor
T.C. Wilson, Director of Safety and Engineering Services, ARECA,
and also, Executive Director, ASCC

Conversion: Where Does Alaska's Electricity Come From?

Steve Colt, Associate Professor of Economics, ISER

Technical Session 1

1A: Diesel Electric Generator Power Plant Virtual Tour

Miners Hall North

A number of high performance diesel power plants operate in Alaska. There are different approaches to building and operating these plants--the standardized plants of the North Slope Borough, AVEC's new modular plants, the kit plants of the Alaska Energy Authority, and the slimmed-down operations of Alaska Power & Telephone and Tanana Power. Come take a "virtual" tour.

Chair: T.C. Wilson, Director of Safety and Engineering Services, ARECA and Executive Director, ASCC

RE1A1 AP&T Power Plants in Alaska

Eric Hannan, Manager of Power Operations – Tok Region,
Alaska Power & Telephone.

RE1A2 Standardization of Power Plants on the North Slope

Harold Snowball, Deputy Utility Director, North Slope Borough

RE1A3 New Modular Power Plant Designs

Mark Teitzel, Manager of Engineering, AK Village Electric Cooperative

RE1A4 Alaska Energy Authority Experience in Community Power Systems

Kris Noonan, Program Manager, Alaska Energy Authority

1B: Hydro Power: Existing Projects

Miners Hall South

Over fifty hydroelectric plants are operating in Alaska, many of them in rural areas. This session discusses some of the recent successful rural hydroelectric projects--how they are running and what it took to develop them.

Chair: Brent Petrie, Manager, AVEC

RE1B1 Power Creek Hydro

Clay Koplin, Manager of Engineering, Cordova Electric Cooperative

RE1B2 King Cove Hydro Project

Bob Butera, Engineer, HDR Inc.

RE1B3 Black Bear Lake & Goat Lake Hydro Projects

Bob Grimm, President, AP&T

1C: Natural Gas

Prospector Room

Over the last decade there has been significant interest in developing local natural gas and coal resources for small-scale power and heat production. This session addresses the steps needed to develop, transport, and utilize small gas deposits.

Chair: Charles Thomas, Science Applications International Corporation (SAIC), Arctic Energy Office

RE1C1 The In-state Route for a Natural Gas Pipeline

Greg Bidwell, Petroleum Economist, AK. Dept of Revenue

RE1C2 Lesson Learned: LNG in Fairbanks

Dan Britton, Fairbanks Natural Gas

RE1C3 Clean Diesel Fuels

Steve Woodward, Syntroleum Corporation

1D: Utility Management

Meeting Room Suite

This session discusses some of the management alternatives for lowering utility costs and enhancing sustainability—including utility service consolidation, fuel purchasing coops, and business planning.

Chair: Scott Ruby, Manager Rural Utility Business Assistance Program, Division of Community & Business Development, DCED

RE1D1 Lower Yukon Mayors, Bulk Fuel Co-op

Walton Smith, City Manager, Saint Mary's

RE1D2 Regional Utility Services of Alaska

Bill Gordon, President, Utility Services of Alaska

RE1D3 The PCE Program: History, Changes and Trends

Terri Harper, PCE Program Administrator, AEA

RE1D4 Business Plans

Jolene John, Development Specialist, AEA

RE1D5 Bulk Fuel Management

Meera Kohler, President & CEO, AVEC

TUESDAY, September 17, 2002

Technical Session 2

2A: Diesel Efficiency

Miners Hall North

Over the last 15 years, rural Alaskan power systems have consistently improved reliability and performance. Recent advances in technology provide potential for further improvement. This session addresses the technology being developed to increase diesel power generation efficiency, including plant automation and control and high-efficiency gen-sets.

Chair: Chuck Craig, Associate Professor of Diesel Technology, University of Alaska – Southeast

RE2A1	Economics of Diesel Efficiency	Mark Foster, Principal, MAFA
RE2A2	Detroit Series 60: Increasing Fuel Efficiency	Mark Teitzel, Manager of Engineering, AVEC
RE2A3	Automated Switchgear: Increasing Efficiency Through Better Control	Dan Rogers, Principle Engineer, Electric Power Systems, Inc
RE2A4	Blending Waste Oil to Increase Efficiency	Otto Jakobi, Global Energy Recovery

2B: Hydro Power: A Look to the Future

Miners Hall South

This session continues the earlier discussion of recent successful hydro projects, addresses integration with diesel systems, and describes current projects that seek to harness energy from tidal changes and stream flow.

Chair: Peter Crimp, Development Specialist, AEA

RE2B1	Hydro-Diesel Frequency Control	Larry Clifton, Clifton Labs
RE2B2	Feasibility Analysis of Tidal Power	Nick Goodman, Northern Renewables, LLC
RE2B3	Run-of-River Hydro Project for Eagle, AK	Phillipe Vauthier, President, UEK

2C: Natural Gas and Coal

Prospector Room

Coal is a well-established energy source in Alaska. This session discusses coal availability and cost and feasibility of small-scale coal-fired power and heat generation. The session also describes current efforts develop local coal bed methane resources and convert natural gas into a liquid synthetic fuel.

Chair: Charles Thomas, Science Applications International Corporation (SAIC), Arctic Energy Office

RE2C1	The Cost of Delivered Coal for Rural Communities	Pat Burden, Northern Economics
RE2C2	Small Coal Combustion Feasibility Analysis	Jim Strandberg, Commissioner, Regulatory Commission of Alaska
RE2C3	Coal Bed Methane for Remote Villages	Jim Clough, Energy Program Manager, Dept. of Natural Resources

2D: Environmental Issues

Meeting Room Suite

There are many environmental issues associated with providing energy in rural Alaska, including fuel spill remediation, spill prevention, emissions, noise, and indoor air quality. This session will focus on potential solutions to these issues.

Chair: Chris Mello, Program Manager, AEA

RE2D1	Decommissioning Old Tanks and Remediation	John Carnahan, Section Manager, Alaska DEC
RE2D2	Environmental Management	Bill Stokes, Environmental Specialist, Alaska DEC
RE2D3	Regulations Regarding Fuel Delivery	Chris Woody, Lt. Comander, US Coast Guard
RE2D4	Fuel Delivery	Shaen Tarter, Yukon Fuels
RE2D5	Ultra Low Sulfur Diesel	Clint Farr, Environmental Specialist, Alaska DEC

WEDNESDAY, September 18, 2002

Plenary Session: *The Role of Alaskan Organizations*

Research at the University of Alaska
Research at the University of Alaska Fairbanks
Research at the University of Alaska Anchorage
The Denali Commission Plans for Building Stronger Communities
AEA's Role in Rural Energy
Regulating Rural Utilities
Summary of Rural Energy Plan

Miners Hall

Craig Dorman, Vice President of Research, University of Alaska
Paul Reichardt, Provost, UAF
Jim Chapman, Provost, UAA
Jeff Staser, Federal Co-Chair, Denali Commission
Mike Harper, Deputy Director – Rural Energy, AIDEA
Nan Thompson, Chair, Regulatory Commission of Alaska
Mark Foster, Principal, MAFA

Technical Session 3

3A: Diesel Manufacturers Forum

Diesel engines continue to improve in reliability, efficiency, and in emissions reductions. This session reports on what is new for a number of manufacturers.

Chair: John Cameron, Vice President, Precision Power, LLC

RE3A1 Cummins Diesel Power System Products
RE3A2 John Deere Power System Products
RE3A3 Detroit Diesel Power System Products
RE3A4 Caterpillar Power System Products

Miners Hall North

Troy Lockes, Cummins Northwest
Jim Payton, John Deere
Mike Atchley, Pacific Detroit Diesel
Gary Hirschberg, Caterpillar

3B: Wind Power in Remote Villages

Wind power is becoming economically competitive in grid-connected applications, but is more problematic in off-grid applications where load management issues need to be addressed. This session addresses current wind energy projects in Alaska.

Chair: Brad Reeve, General Manager, Kotzebue Electric Association

RE3B1 Rural Energy Plan for Wind
RE3B2 Kotzebue Wind Project
RE3B3 High Penetration Wind Diesel Architecture
RE3B4 Northwind 100 Turbine Test in Kotzebue
Lawrence Mott, Northern Power Systems
RE3B5 Small Wind Systems in Ambler & Pilot Point
RE3B6 Chugach Wind Project Analysis

Miners Hall South

Mark Foster, Principal, MAFA
Brad Reeve, General Manager, Kotzebue Electric Association
Lawrence Mott, Northern Power Systems
Greg Kingsley, Pilot Point Traditional Council and
David Blecker, Earth Energy Systems
Steve Gilbert, Chugach Electric Association

3C: Biomass Energy

Wood continues to be an important rural fuel. Interest continues in using biomass (wood, fish waste products, or agricultural products) to generate power. This session addresses current and planned projects in Alaska.

Chair: Peter Crimp, Development Specialist, AEA

RE3C1 Dot Lake Tick Fired System
RE3C2 Wood Chip Fired Boiler System
RE3C3 Wood Gasifier for Remote Power Generation
RE3C4 Fish Oil as a Substitute for Diesel Fuel

Prospector Room

Bill Miller, President, Dot Lake Village Council
Joel Florian, Supervisor, Sapa Greenhouses
Richard Bain, NREL
John Steigers, Vice President, Steigers Corporation

3D: Energy Conservation

End use efficiency is among the most cost-effective alternatives for reducing energy costs in rural Alaska. This session addresses current and planned programs.

Chair: Rebecca Garrett, Program Manager, AEA

RE3D1 The Psychology of Conservation/Rebuild America
RE3D2 Energy Star Program
RE3D3 GVEA Programs for Consumers
RE3D4 Performance Contracting in State Facilities
RE3D5 Weatherization in Rural Villages
Scott Waterman, Energy Specialist, AHFC

Meeting Room Suite

Ken Baker, Consultant, Aspen Systems
Heather Mulligan, Program Manager, US DOE
Todd Hoener, Program Manager, GVEA
Joel St. Aubin, Engineer, DOT-Public Facilities
Mimi Burbage, Program Manager, AHFC, and

WEDNESDAY, September 18, 2002

Technical Session 4

4A: Diesel Fuel

Diesel fuel is the primary source of energy for heat and electrical power generation in rural Alaska. This session will cover fuel characteristics, the impacts of ultra-low sulfur diesel on fuel transportation and storage, and delivery by plane and barge.

Chair: David Lockard, Technical Engineer, AEA

- RE4A1 Low Sulfur Diesel
- RE4A2 Air Delivery of Fuel
- RE4A3 Barge Fuel Deliveries
- RE4A4 Diesel Fuel: How is it made and What Do the Specifications Mean?
- RE4A5 Barge Fuel Deliveries

Miners Hall North

- Clint Farr, Environmental Specialist, DEC
- Ron Clemm, Director of Operations, Everts Air Fuel
- Matt Sweetsir, Yutana Barge Lines
- Bill Boycott, Director of Refining, Williams Refinery

Dan Hodges, Terminal Manager, Kotzebue

4B: Hybrid Systems and Batteries

Energy storage systems are a key component in systems that supply fluctuating electrical loads with variable energy sources such as wind and solar. This session describes a number of current systems.

Chair: Dennis Meiners, Development Specialist, AEA

- RE4B1 Small Scale Hybrid Systems for Remote Power Generation
- RE4B2 Battery Backup System for Fairbanks
- RE4B3 Overview of Battery Energy Storage
- RE4B4 Lime Village Solar-Battery-Diesel Hybrid: a Test Site for Hybrid Simulations

Prospector Room

- Jim Norman, Alaska Battery Systems
- Tim DeVries, GVEA
- John Boyes, Manager, Sandia National Lab
- Ernie Baumgartner, General Manager, McGrath Light & Power

4C: The Healy Clean Coal Project

Completed in November, 1997, the Healy Clean Coal Project has not yet begun commercial operation. This session will deal with the technical, operational, and financial issues associated with the project.

Chair: Dennis Witmer, Acting Director AEDTL, UAF

- RE4C1 GVEA Perspective
- RE4C2 AIDEA Perspective (non digital presentation)
- RE4C3 Usibelli Perspective

Miners Hall South

- Kate Lamal, Vice President of Power Supply, GVEA
- Dennis McCronhan, Consultant, DVM_INC
- Steve Denton, General Manager, Usibelli Coal Mine

Technical Session 5

5A: Bulk Fuel Storage Projects

Federal and state agencies spend tens of millions of dollars annually upgrading bulk fuel storage facilities in rural Alaska. This session will describe projects completed to date, tank farm design issues, and plans for future tank farm project development.

Chair: David Lockard, Technical Engineer, AEA

- RE5A1 The Design, Construction & Maintenance of Bulk Fuel Storage Facilities
- RE5A2 Fueling From Barges
- RE5A3 AVEC Bulk Fuel Tank Farm Program
- RE5A4 Transition to Low Sulfur Fuels

Miners Hall North

- Brian Gray, Engineer, Alaska Energy & Engineering
- Matt Sweetsir, Yutana Barge Lines
- Brent Petrie, Manager, AVEC
- Clint Farr, Environmental Specialist, DEC

5B: Fuel Cells

Much recent interest has been shown in the use of fuel cells for providing electrical power in remote places. This session will address the current status of fuel cell technologies, with a special emphasis on current and planned projects in Alaska.

Chair: Dennis Witmer, Acting Director, AEDTL, UAF

- RE5B1 Solid Oxide Fuel Cells for Remote Power
- RE5B2 Diesel Reforming for Fuel Cell Applications
- RE5B3 Fuel Cells in Utilities: Lessons Learned
- RE5B4 Fuel Cells for Remote Applications in Alaska

Miners Hall South

- Jim Buckley, Consultant, Energy Alternatives
- Lyman Frost, INEEL
- Steve Gilbert, Maintenance Supervisor Electrical and Controls, Chugach Electric Association
- Dennis Witmer, Acting Director, AEDTL, UAF

WEDNESDAY, September 18, 2002

Technical Session 5 *cont'd.*

5C: Transmission

Electrical grid systems use low cost centralized power generation distributed using electrical transmission systems. However, the long distances, unstable soils, and small markets have limited the use of this system in remote Alaska. This session will address current and potential interties, costs, and maintenance issues.

Chair: Brian Hickey, Director of Technical Services, Chugach Electric Association

RE5C1	Southern Intertie	Dora Gropp, Manager, Transmission and Special Projects, Chugach Electric Association
RE5C2	Haines-Skagway Submarine Cable	Bob Grimm, President, AP&T
RE5C3	Interties at AVEC	Mark Teitzel, Vice President, AVEC
RE5C4	Single Wire Ground Return Intertie for the Kuskokwim	Frank Bettine, Bettine Engineering

Prospector Room

Meeting Room Suite

5D: Financing

Finding the funds for projects in remote Alaska is frequently a major hurdle that must be overcome. This will be a discussion of financing issues for rural power projects.

Chair: Sue Weimer, Acting Deputy Director – Credit, AIDEA

RE5D1	Bulk Fuel and Power Project Loans	Sue Weimer, Acting Deputy Director – Credit, AIDEA
RE5D2	Collections	Georgia Shaw, Manager, Member Service, AVEC
RE5D3	Financial Management for Small Utilities	Scott Ruby, Local Government Specialist, DCED
RE5D4	Additional Funding Sources	Jill Smythe, Director of Special Projects, USDA – Rural Development
RE5D5	Pre-Paid Meters	Clarissa Quinlan, Precision Power

THURSDAY, September 19, 2002

Plenary Session: ***A Look to the Future***

Introduction
Where AVEC Has Been, Where AVEC is Going
Sustainable Systems for Rural Alaska
Future Systems
Pathways to Development

10:00am – 10:30am

10:30am – 12:00pm

6A: Distributed Generation and Related Topics

Interest in distributed generation in the Lower 48 has significant potential impact on Alaska. In particular, small residential systems developed for grid connected applications may provide both electricity and heat for individual homes, while increasing overall system reliability. This session will address the current state of the art in this field.

Chair: John Boyes, Manager Energy Infrastructure and Distributed Energy resource, Sandia National Lab

RE6A1	Economics of Alternatives	Dennis Witmer, Acting Director AEDTL, UAF
RE6A2	Pure Water from Waste Heat	David Bubenheim, NASA Ames
RE6A3	Photovoltaic System in Venetie	Lance Whitwell, Native Village of Venetie and David Blecker, Earth Energy Systems
RE6A4	Distributed Generation (micro-turbines)	Brent Petrie, Manager, AVEC

6B: Data Acquisition and Control

New remote data acquisition and control hardware is changing the way utilities understand and manage remote power plants. This session will cover hardware, software, and how this new information can lead to significant changes in the way remote village power is provided in Alaska.

Chair: Dennis Meiners, Development Specialist, AEA

RE6B1	High Speed Internet Access for McGrath	Ernie Baumgartner, General Manager, ML&P
RE6B2	Starband Rural Data Acquisition	Frank Worchester, President, Dish Alaska
RE6B3	High Speed Communications Systems for Rural Villages	Ron Johnson, Professor of Mechanical Engineering, UAF
RE6B4	Automated Metering and Data Collection	Eric Stroh, Western Regional Marketing Manager, Power Measurement Ltd.
RE6B5	Real Time Data Acquisition	Don Eller, Tanana Power

Miners Hall

Mike Harper, Deputy Director – Rural Energy, AIDEA
Meera Kohler, President & CEO, AVEC
Bill Allen, State Office Director, USDA Rural Development
James Kenworthy, Executive Director, ASTF
Norm Phillips, Resource Manager, Doyon Ltd.

Break

Technical Session 6

Miners Hall North

Miners Hall South

THURSDAY, September 19, 2002

Technical Session 6 *cont'd.*

6C: The Future of the Rural Infrastructure

This session will address the increasing number of construction projects planned for rural communities. The discussion will include a look forward to some of the projects planned for the next several years.

Chair: Chris Mello, Program Manager, AEA

Prospector Room

- RE6C1 Regional Transportation Plan Overview
- RE6C2 Rural Sanitation Plans

- RE6C3 Rural Infrastructure
- RE6C4 Business Plans for Rural Sustainability
- RE6C5 Five-year Construction Plan for Rural Schools
(non digital presentation)

Mike McKinnon, Transportation Planner, AK Dept. of Trans.
Derek Chambers, Environmental Engineer, Tanana Chiefs
Conference, Inc
Don Antrobus, ANTHC
Jolene John, Development Specialist, AEA
Eddy Jeans, Finance Manager, Education & Early Development