

# CCS: Real solutions or fossil fuel industry's last fig leaf?

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COP 17 Side Event: Coal – The Dirty Truth

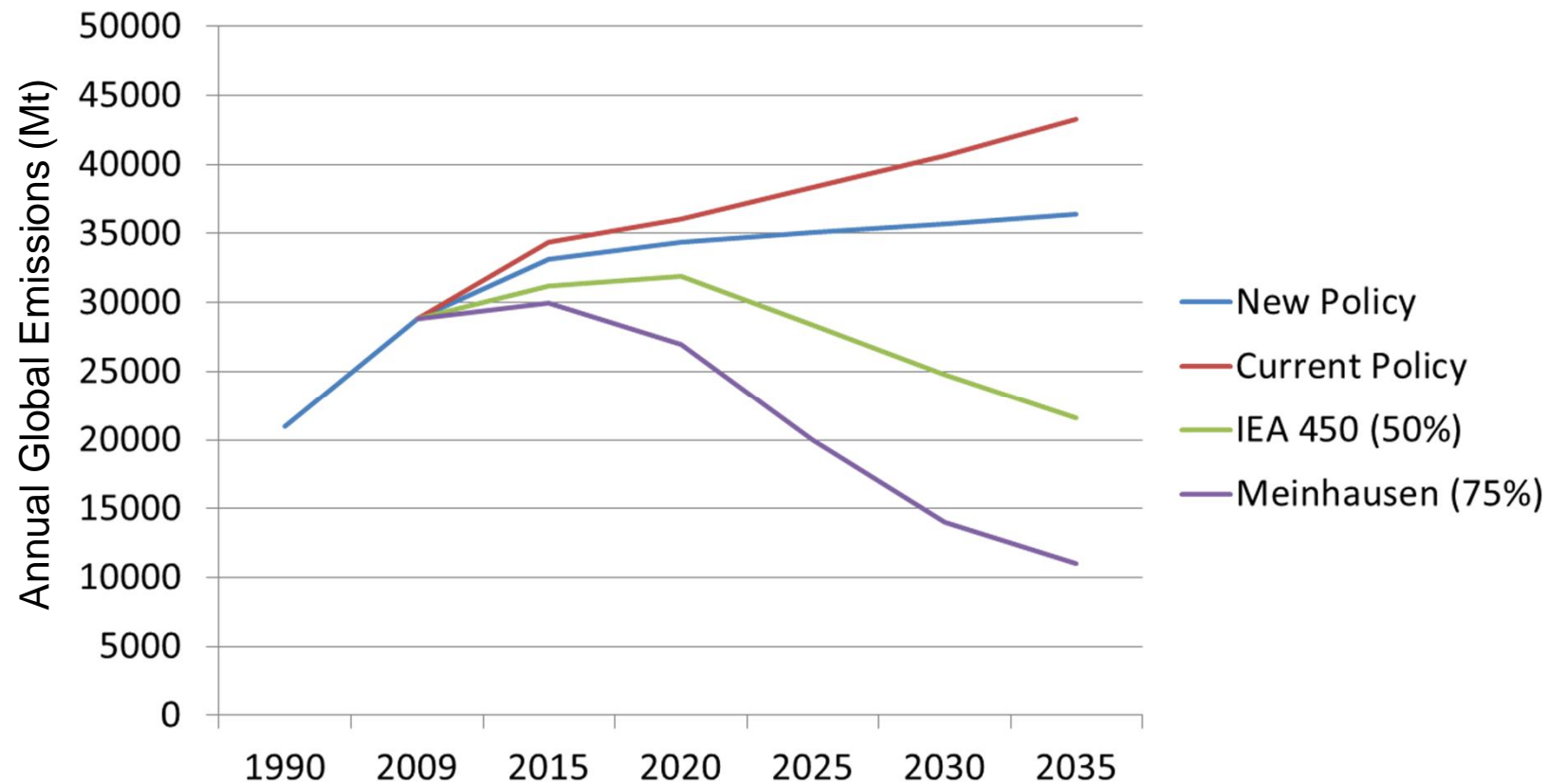
29 November 2011

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# Global CO2 trajectories 2010-2035



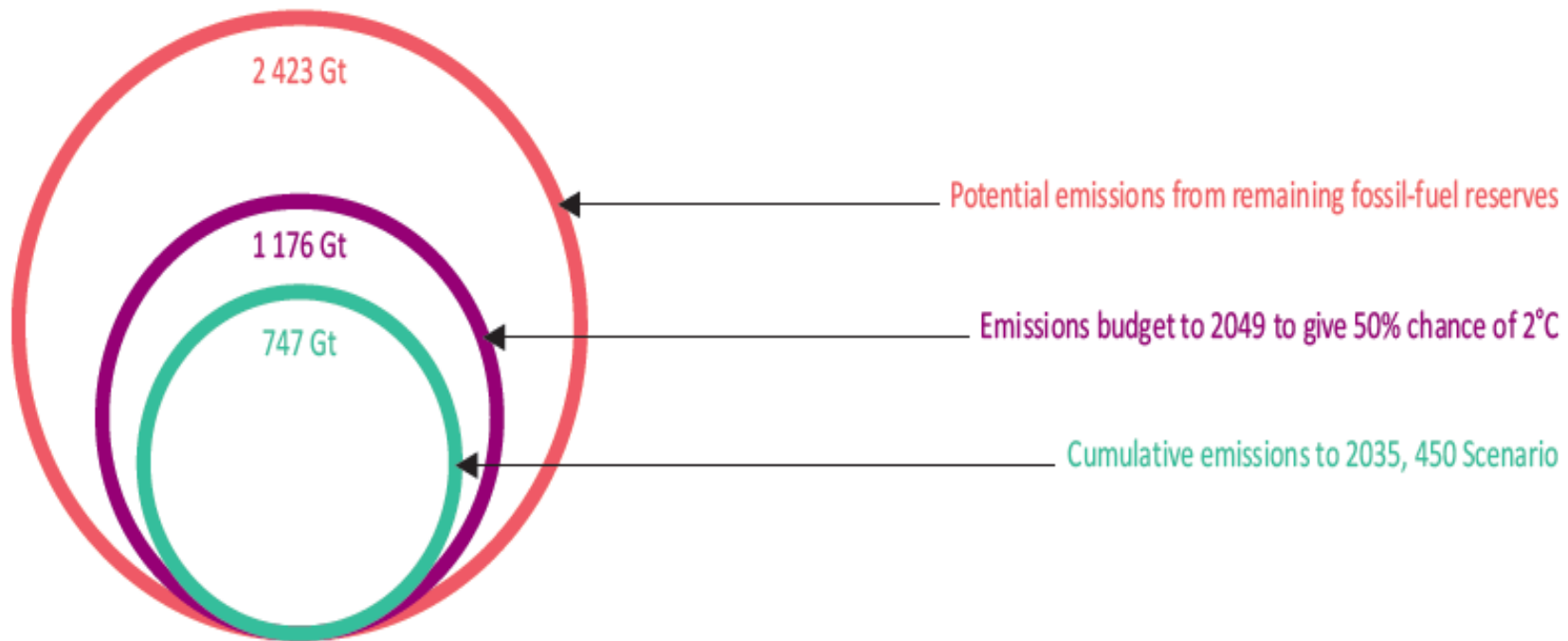
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# Remaining carbon budget for fossil fuel

**Figure 6.17** • Potential CO<sub>2</sub> emissions from remaining fossil-fuel reserves and in the 450 Scenario, compared with the emissions budget to achieve 2°C



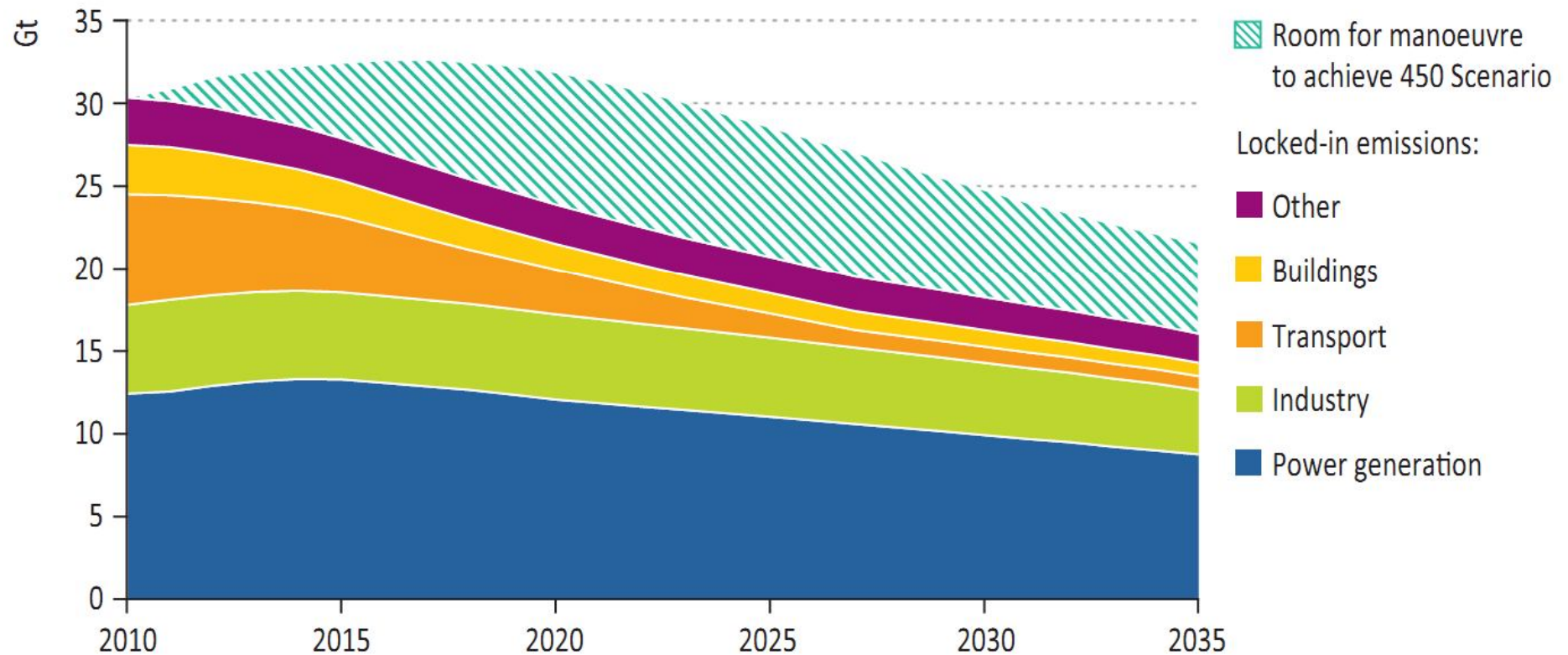
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# Emissions: limited room for manoeuvring

**Figure 6.12** • World energy-related CO<sub>2</sub> emissions from locked-in infrastructure in 2010 and room for manoeuvre to achieve the 450 Scenario



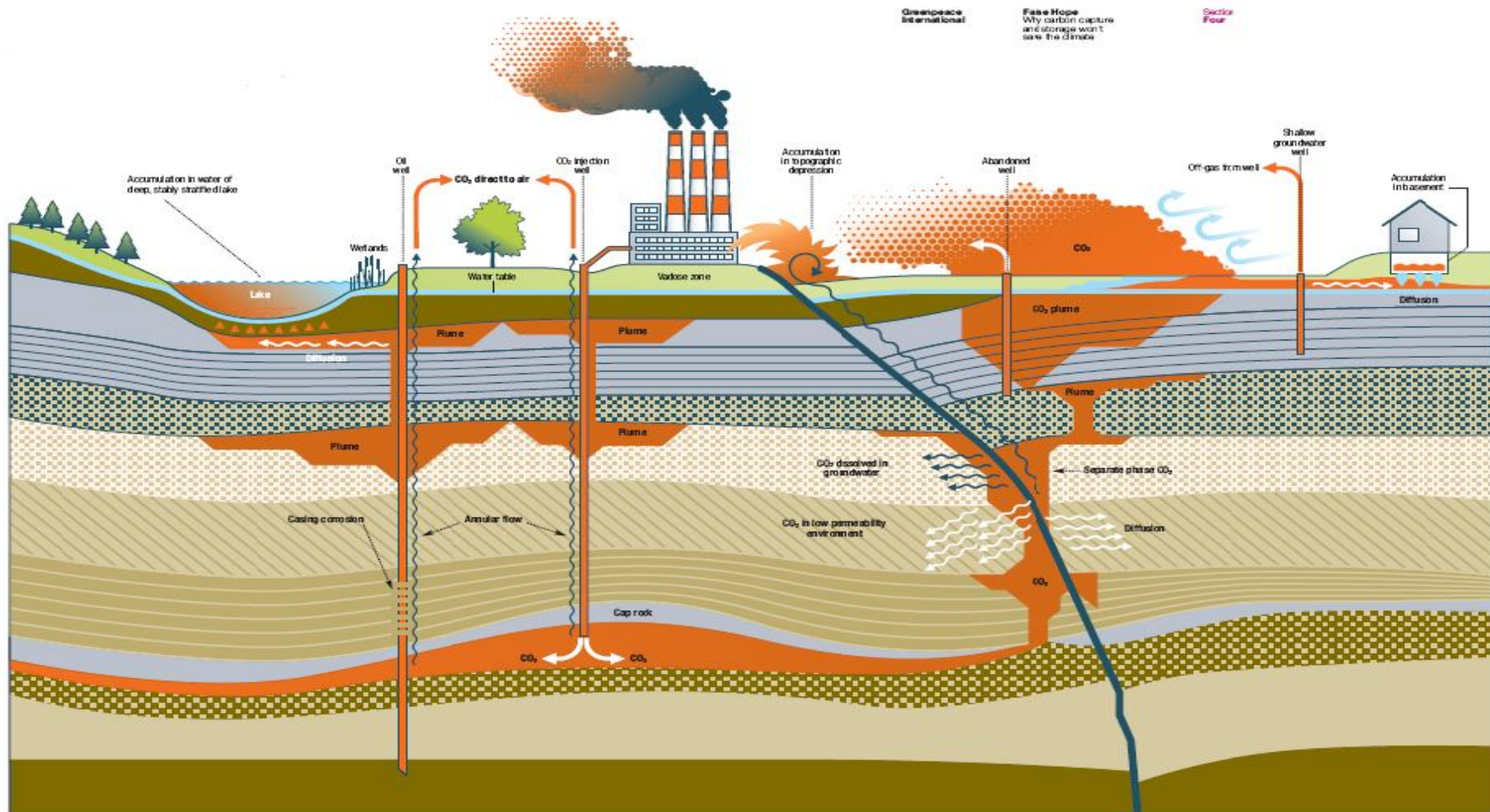
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# Solutions from fossil fuel industry: CCS



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# The promise of CCS

- CCS is an essential technology for reducing fossil fuel's CO<sub>2</sub> emissions
- By deploying CCS through CDM, developing countries will enjoy the benefit of this mitigation technology, and promote sustainable development
- Now, let's do a reality check on this claim

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# CCS: questionable climate credential

**Too late to save the climate:** technology readiness  
2020 - 2030

**Energy:** 10-40% energy penalty for capture process,  
wipe out efficiency gain in last 50 years.

**Resource consumption:** 30% more coal, water

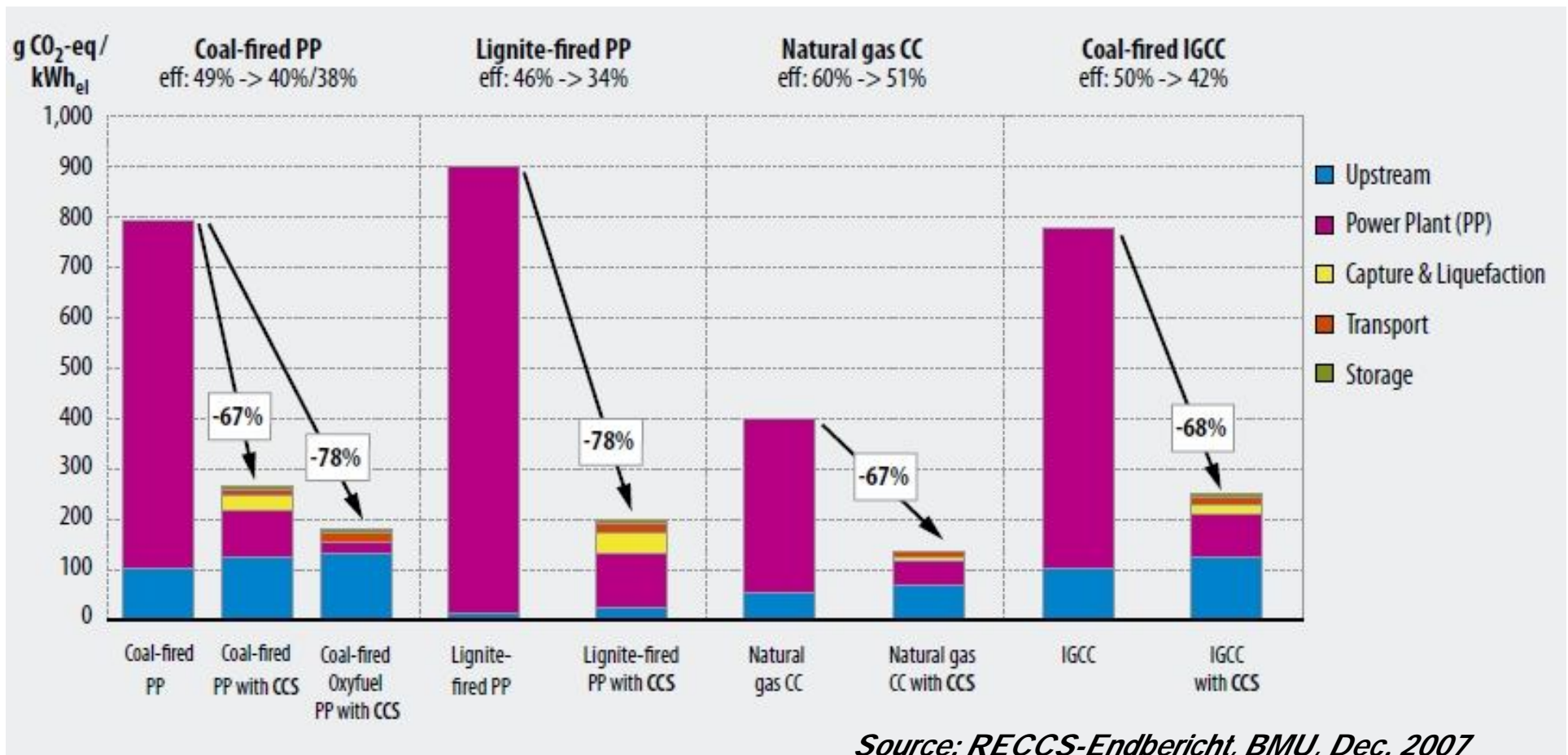
**Storage capacity:** uncertain, often overestimated

**Liability and risks:** industry not willing to bear

**Net effect:** justify new coal plants



# CCS-power plants: still high GHG-Emissions



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# CCS: failing in Annex I countries

- IEA CCS Roadmap: 100 plants by 2020, 3000 by 2050
- Total no. of demo CCS project today: 8
- Total no. of demo coal plants with CCS: 0
- 12 major project cancellations and legal set back in last 12 months
- International Energy Agency expects only 1 % all fossil fuel facilities is expected to have CCS by 2035.
- CCS is failing to deliver and rapidly losing support

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# Long-term liability: some reasonable doubts

**What happens when we inject gigatonnes of CO<sub>2</sub> underground?**

**Do we know what CO<sub>2</sub> leakage from CCS project looks like?**

**Who bears the burden of proof?**

**Operators are selective about info disclosure**

**Timeframe:** eternity, with MMV

→ If project developers (who knows the risks) won't start until govt picks up the liability, then the risk is not small.



# CCS: driving up electricity price

## Additional costs with 'Clean Coal':

| Global CCS Institute: | Viebahn, et al: | IPCC:       | MIT:        | Harvard University,<br>Belfer Center |
|-----------------------|-----------------|-------------|-------------|--------------------------------------|
| Up to                 | About           | Up to       | Up to       | Up to                                |
| <b>+78%</b>           | <b>+50%</b>     | <b>+91%</b> | <b>+60%</b> | <b>+\$50</b> /MWh                    |

Additional costs with CCS-based coal-fired power generation, compared to non-CCS.

*Source: Ekopolitan*

- Energy security: dependent on import.
- future coal price uncertainties.

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# CCS in Durban

Inclusion of CCS in Clean Development Mechanism is being debated in SBSTA

If parties decide to include CCS, it would:

- Give CCS the legitimacy as a climate solution which it hasn't earned in Annex I countries
- Eat away scarce financial support for real, proven solutions like RE and energy efficiency

Climate financing shouldn't be used for transferring for risky and unproven technology to developing countries.





# CCS: Conclusion



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