

Rivers of the Amazon: Can They be Used on a Sustainable Basis as a Source of Renewable Hydropower?

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Presentation Outline

- Answer to the Question;
- Hydropower Development in the Amazon – *Outlook*;
- Santo Antonio Hydropower Project;
- Conclusions and Recommendations.

1. Answer to the Question



Answer to the Question

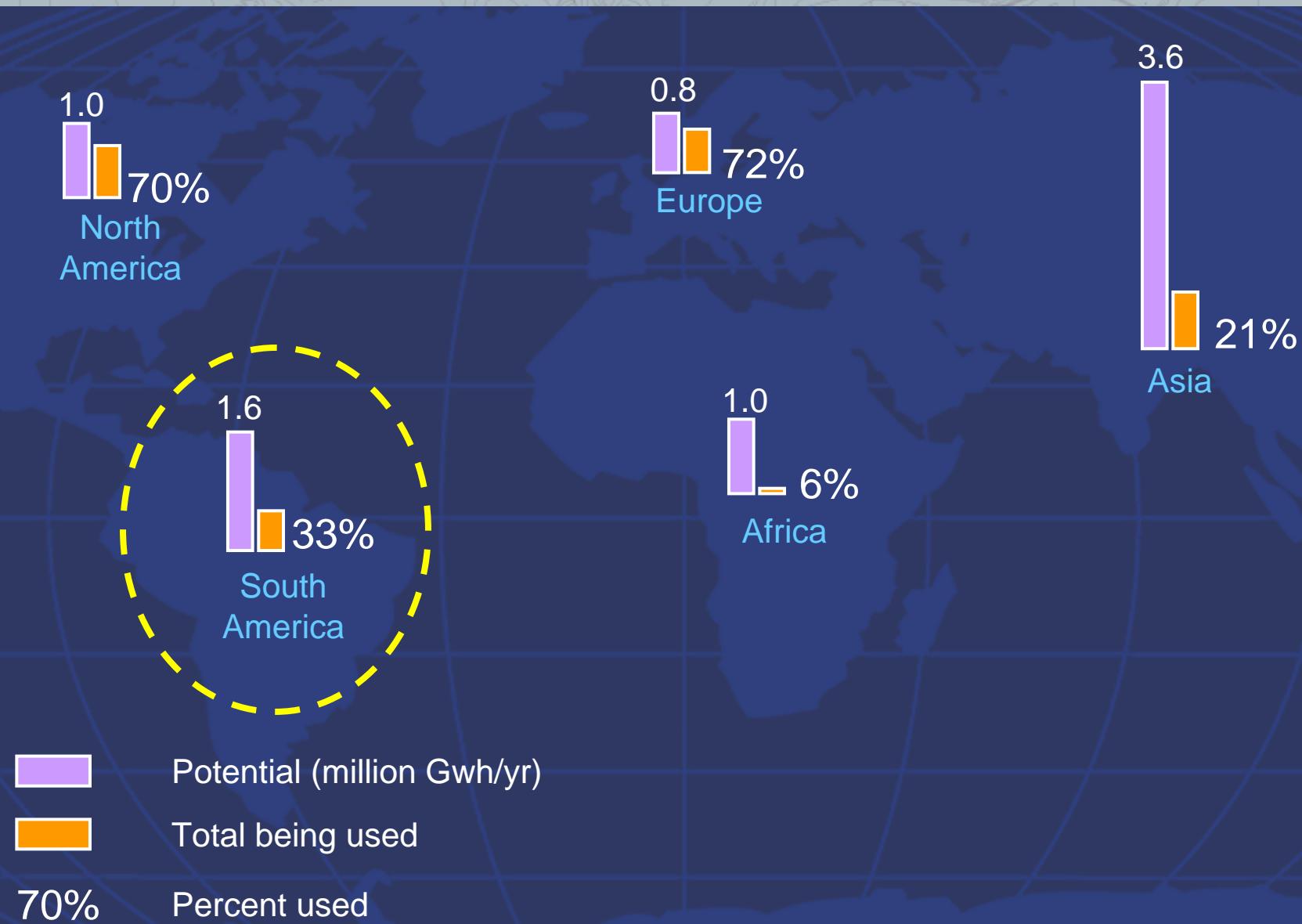
We must be able to develop sustainable hydropower in the Amazon:

- › **Growing energy demand in the region;**
- › **Hydropower – clean and renewable source of energy – fight climate change;**
- › **Hydropower potential in the Amazon basin;**
- › **Lower cost of expansion (scale) compared with other renewable sources;**
- › **Hydropower contributes to local / regional development and can bring about environmental gains;**

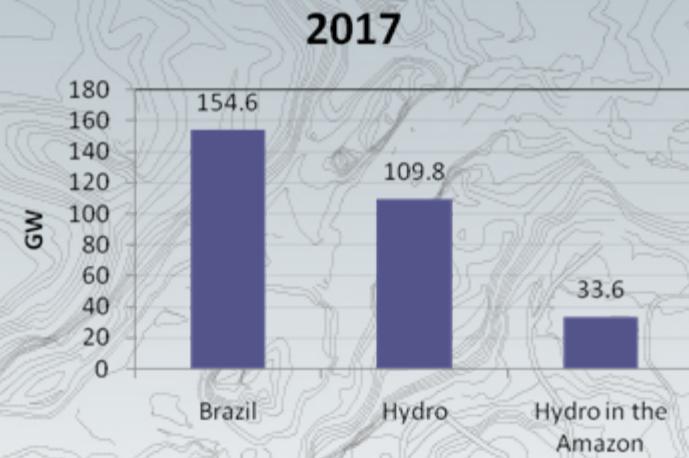
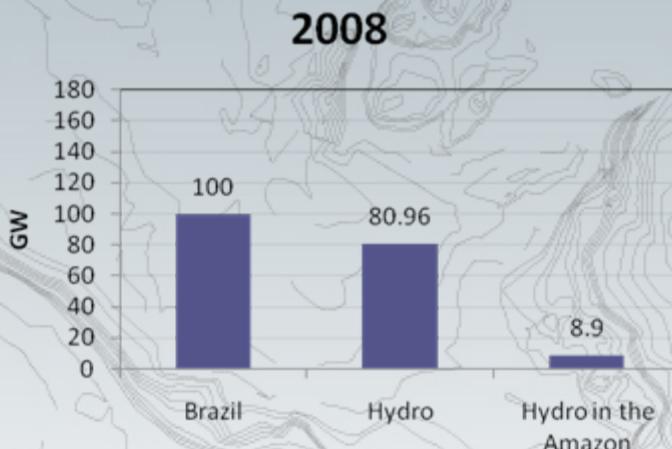
2. An Outlook on Hydropower Development in the Amazon



Hydropower Potential Worldwide



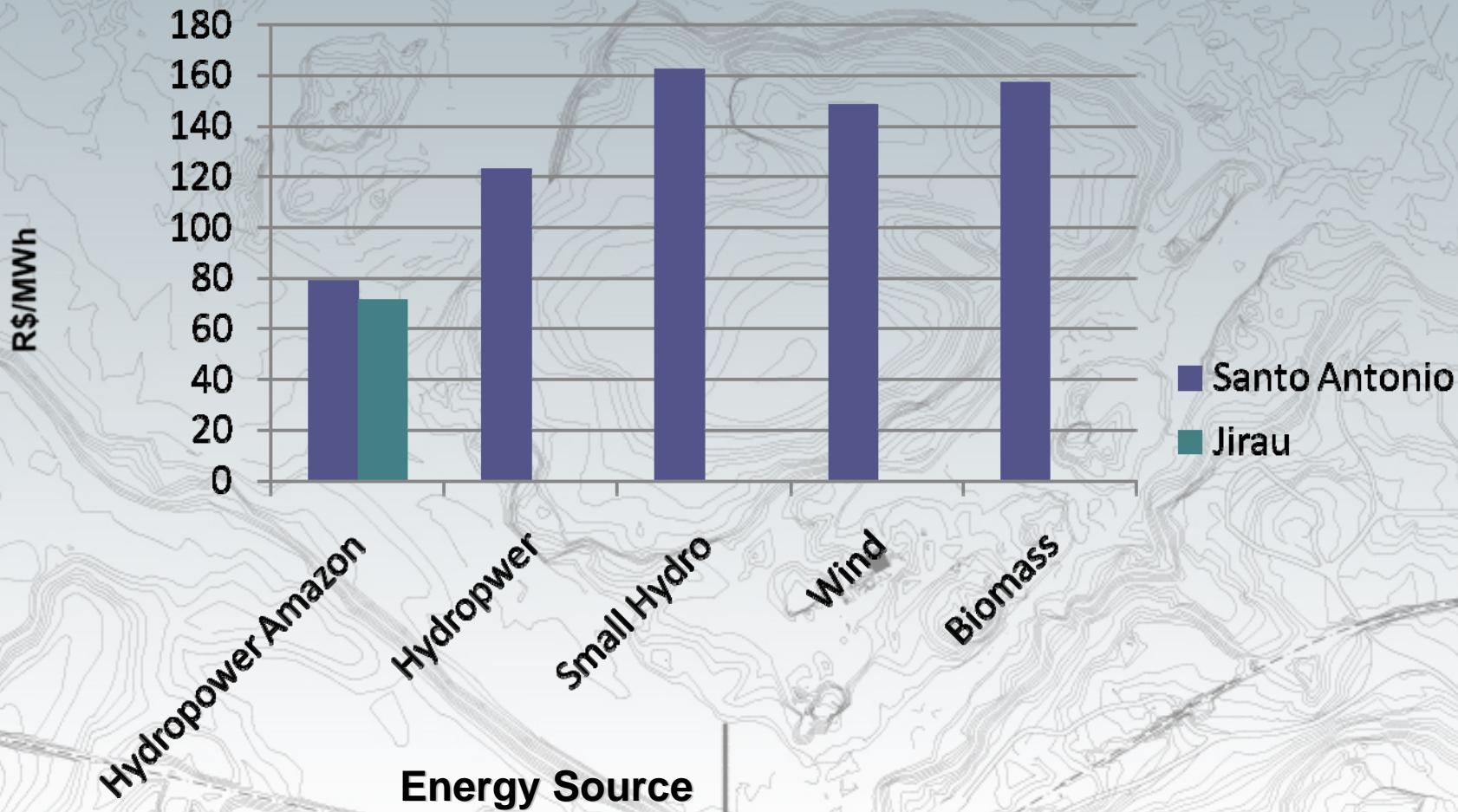
Brazil's Energy Expansion Plan 2008 -2017



Planned Expansion of 55 GW with 29 GW (53%) from Hydropower

Hydropower growth of 29 GW with 25 GW (86%) in the Amazon

Highly Competitive Tariffs



3. Santo Antonio Hydropower Project



Institutional Arrangement

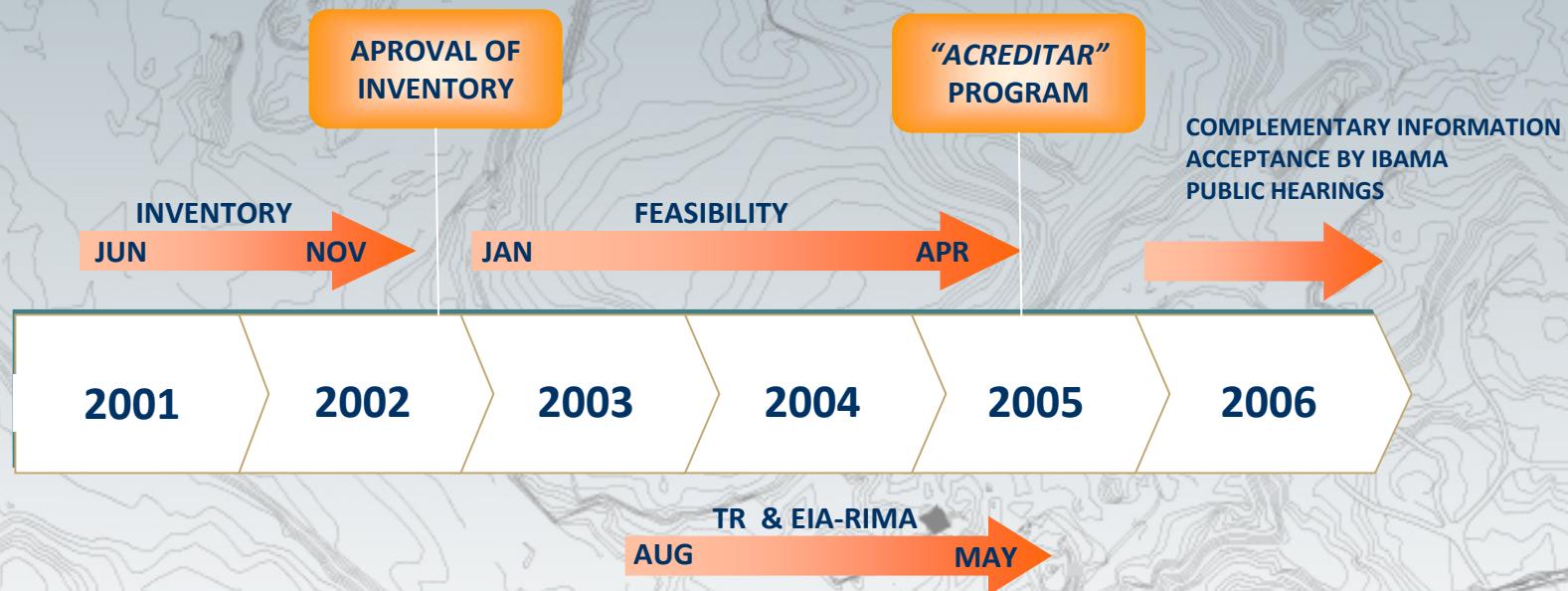


Santo Antonio S.A is the specific purpose corporation (SPC) responsible for the hydroelectric plant concession – partners include: Furnas Centrais Elétricas, CEMIG, Santander, Banif, Odebrecht and Andrade Gutierrez – SAESA is the Project Owner – they will operate the hydropower project and supply energy to the Brazilian grid



Construtora Norberto Odebrecht is the leader of construction consortium

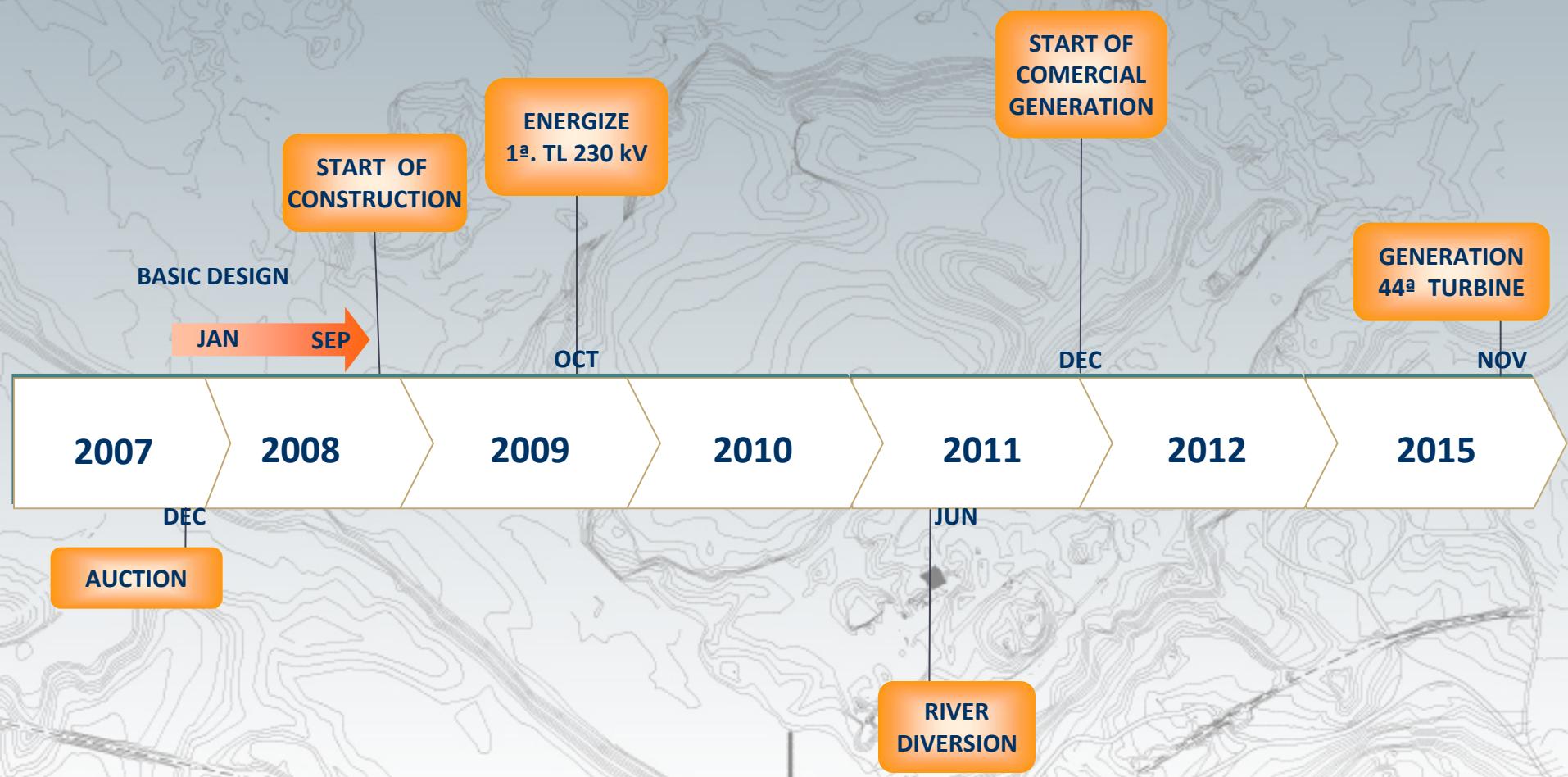
Timeline - UHE Santo Antônio



ODEBRECHT

Investment
R\$ 200.000.000,00

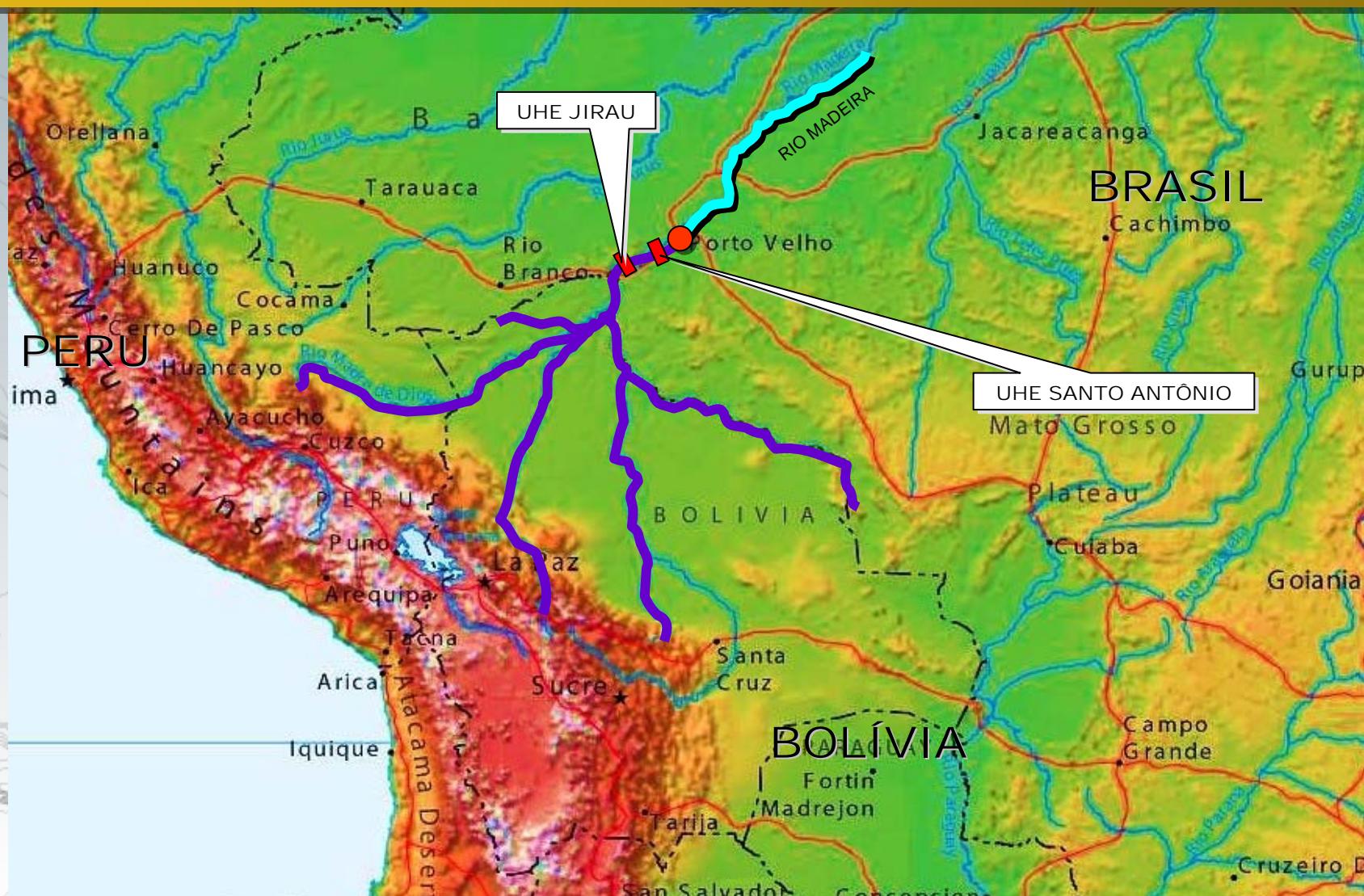
Timeline - UHE Santo Antônio



SITE LOCATION



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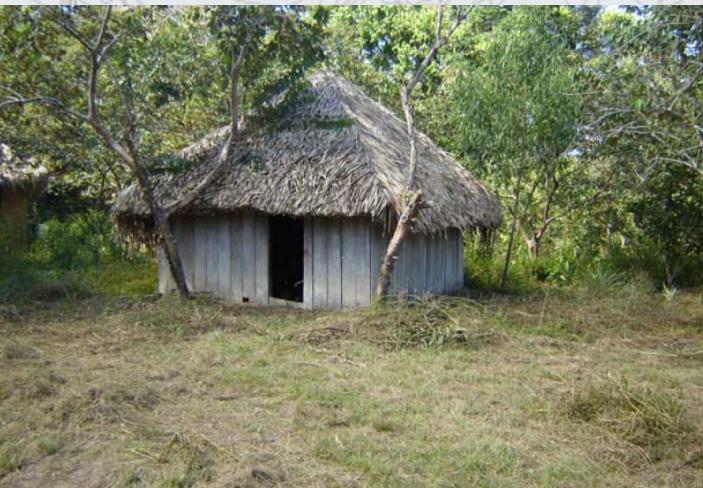


Complexity - Uncontrolled Frontier Expansion





Complexity - Uncontrolled Frontier Expansion



Unique Project Preparation

- TOR for the EIA was developed following a public meeting organized by proponents;
- Preparatory meetings for public hearings – over 60 meetings involving all affected communities;
- Registered inventories of properties and assets;
- Signed agreement with the MP (*Ministério Público*) to monitor project implementation;

Unique Project Preparation

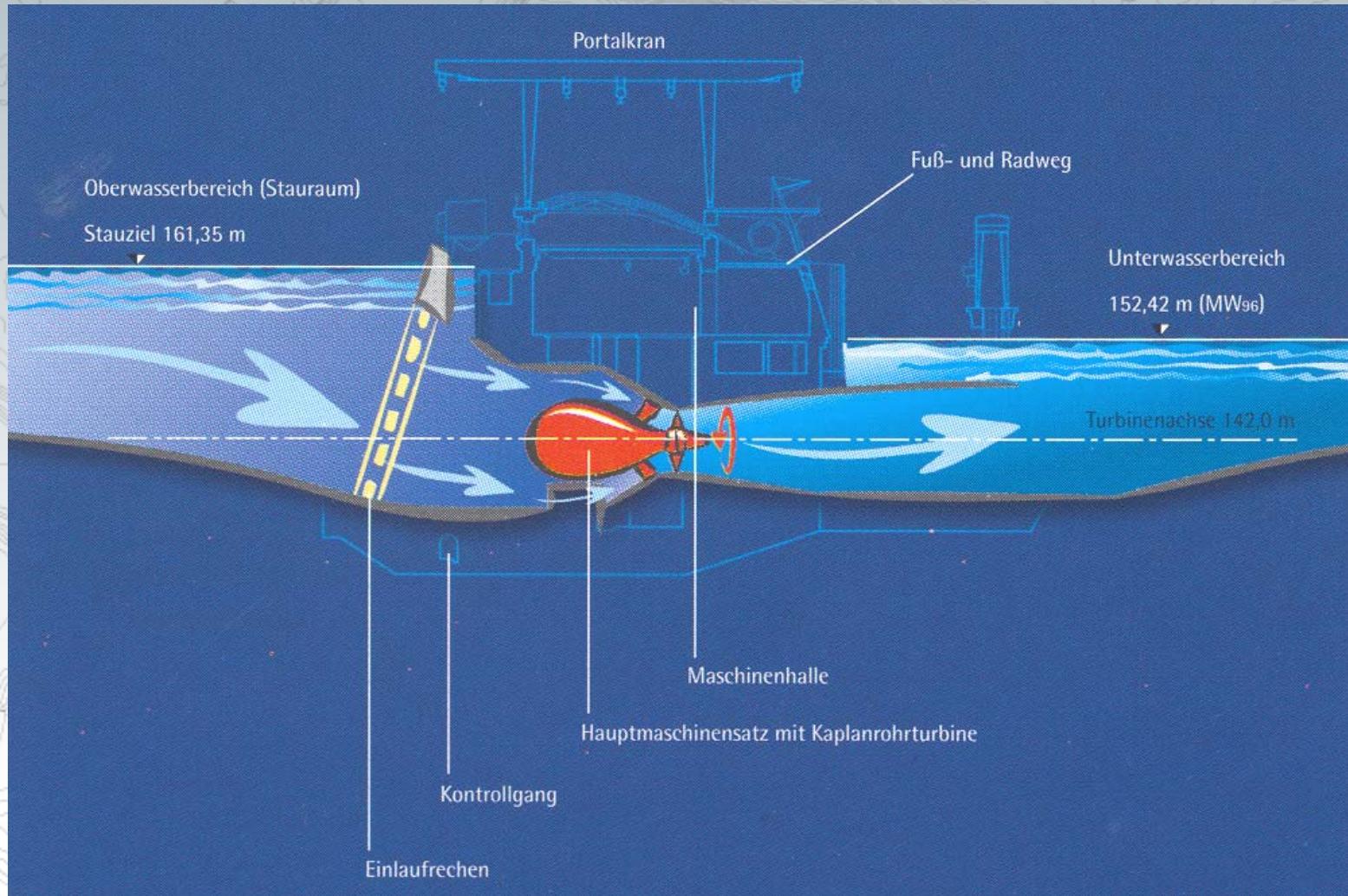
- Four public hearings in different locations;
- Effective (respectful) interaction with the Karitianas and Karipunas indigenous groups;
- Strategic environmental assessment study;
- Assessment of work force in Porto Velho - basis for the development of the Acreditar program;



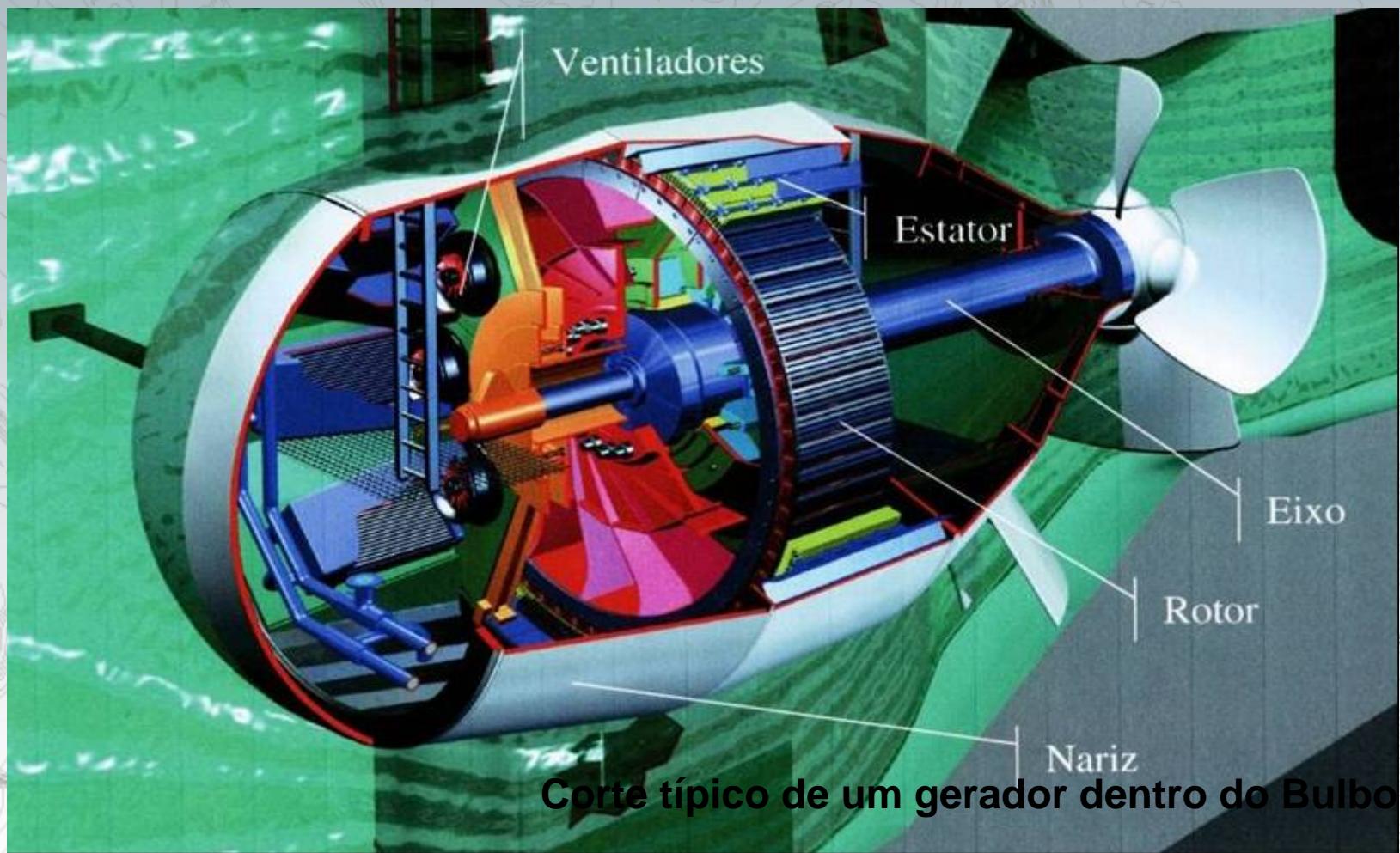
Technology & Engineering

Run of the River Project

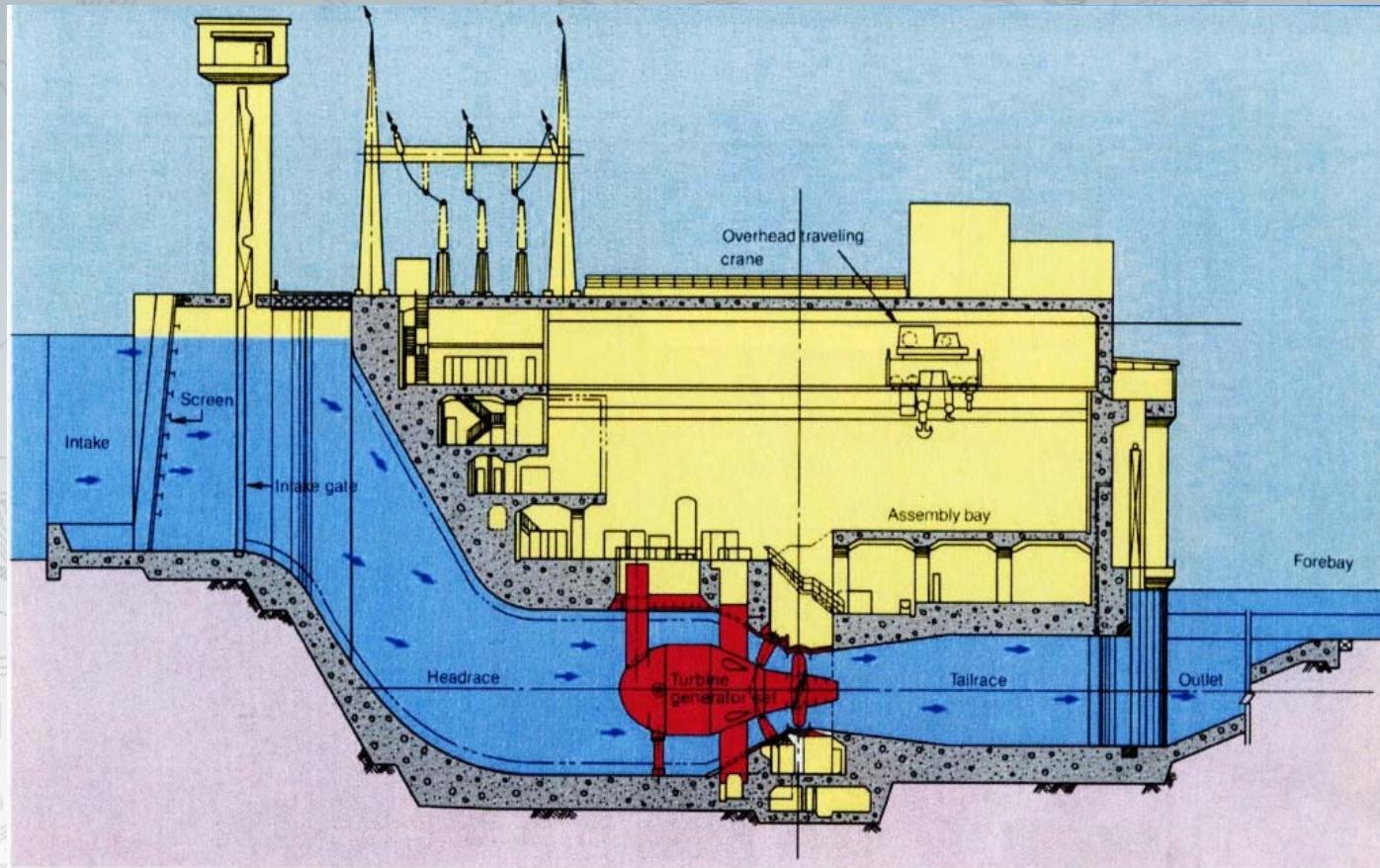
Bulb Turbines Technology



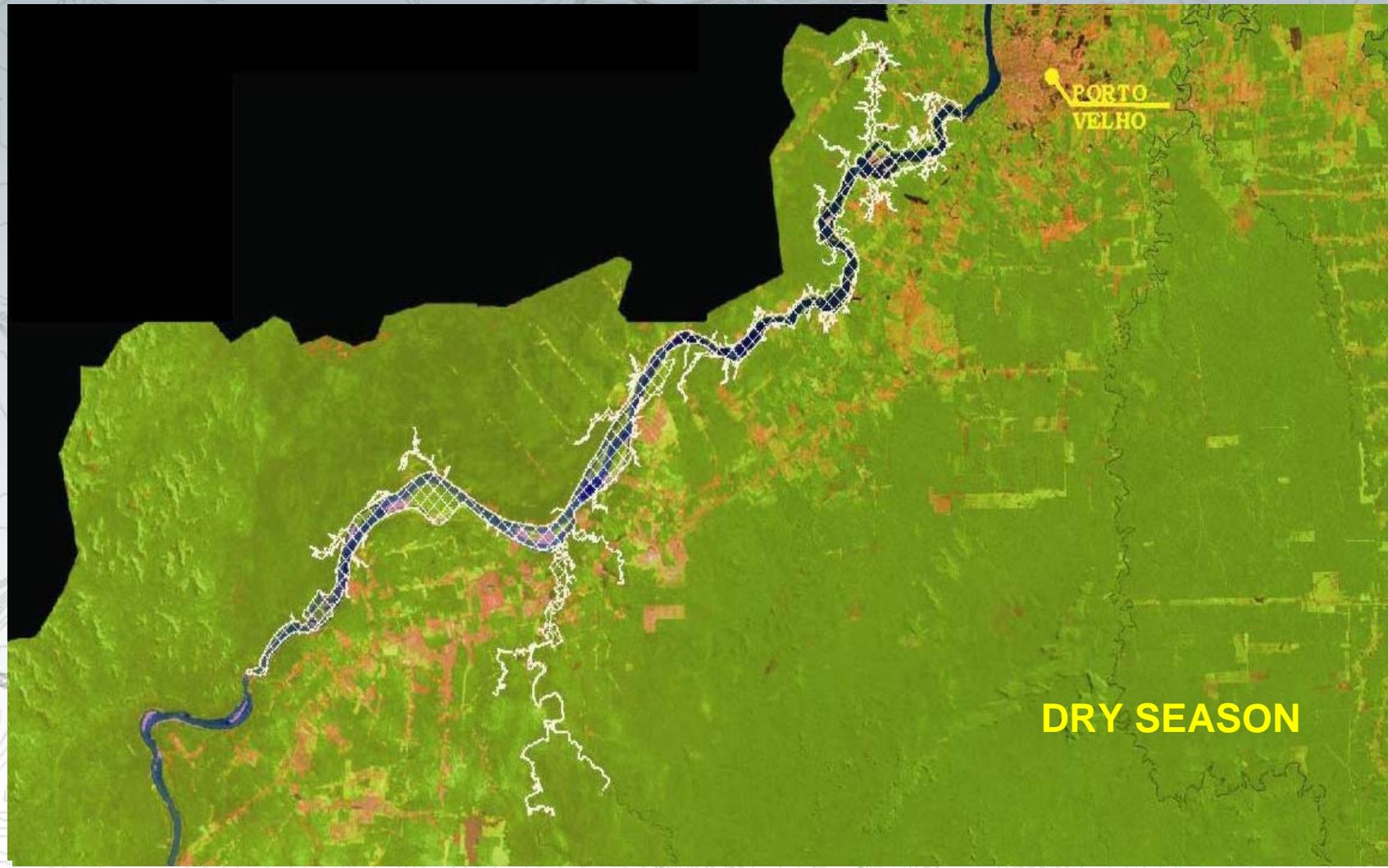
Bulb Turbine



Bulb Turbine



Santo Antonio Reservoir



Environmental Efficiency Indicators

HYDROPOWER PLANTS IN THE AMAZON	RESERVOIR AREA (km ²)	GENERATION CAPACITY (MW)	RESERVOIR AREA / GENERATION CAPACITY (km ² / MW)
BALBINA	2.360	250	9,44
SAMUEL	584	217	2,69
MANSO	387	210	1,84
TUCURUÍ 1 ^a PHASE 2 ^a PHASE	2.414	4.000	0,61
		8.000	0,30
SANTO ANTÔNIO	271	3.150	0,09
	110 (*)		0,03
JIRAU	258	3.300	0,08
	140 (*)		0,04



Usina Hidrelétrica Santo Antônio



“Sharing Benefits”

Professional Capacity Building



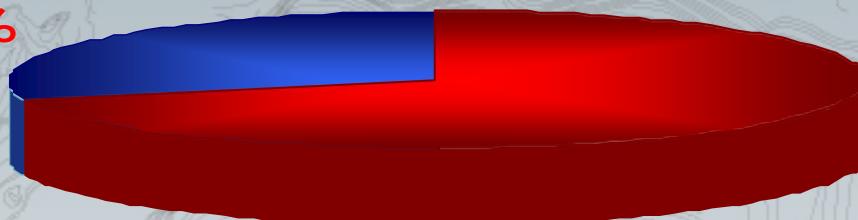
PROGRAMA DE QUALIFICAÇÃO
PROFISSIONAL CONTINUADA

ACREDITAR



Scenario in Jan/2006

LOCAL
30%



IMPORTED
70%

Today's Goal

IMPORTED
30%



LOCAL
70%

January 2010

82% Local
18% Imported

Selection of Candidates



- Basic Evaluation
- Medical / Health Evaluation
- Psychological Evaluation

Training Site



20 salas - Campus II - Porto Velho/RO

Theoretical Training



Simulator



Training Facility



Practical Training

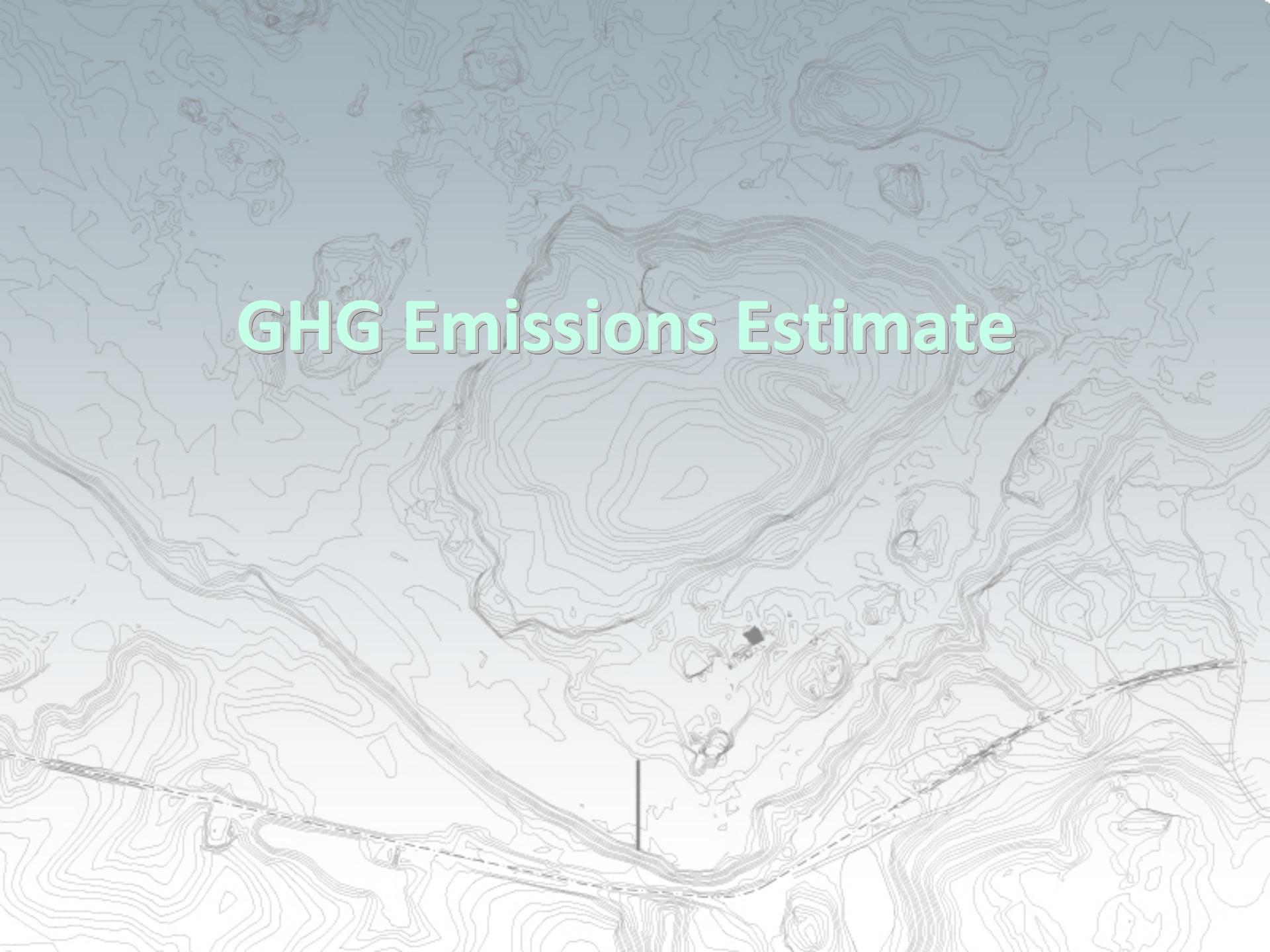


Practical Training

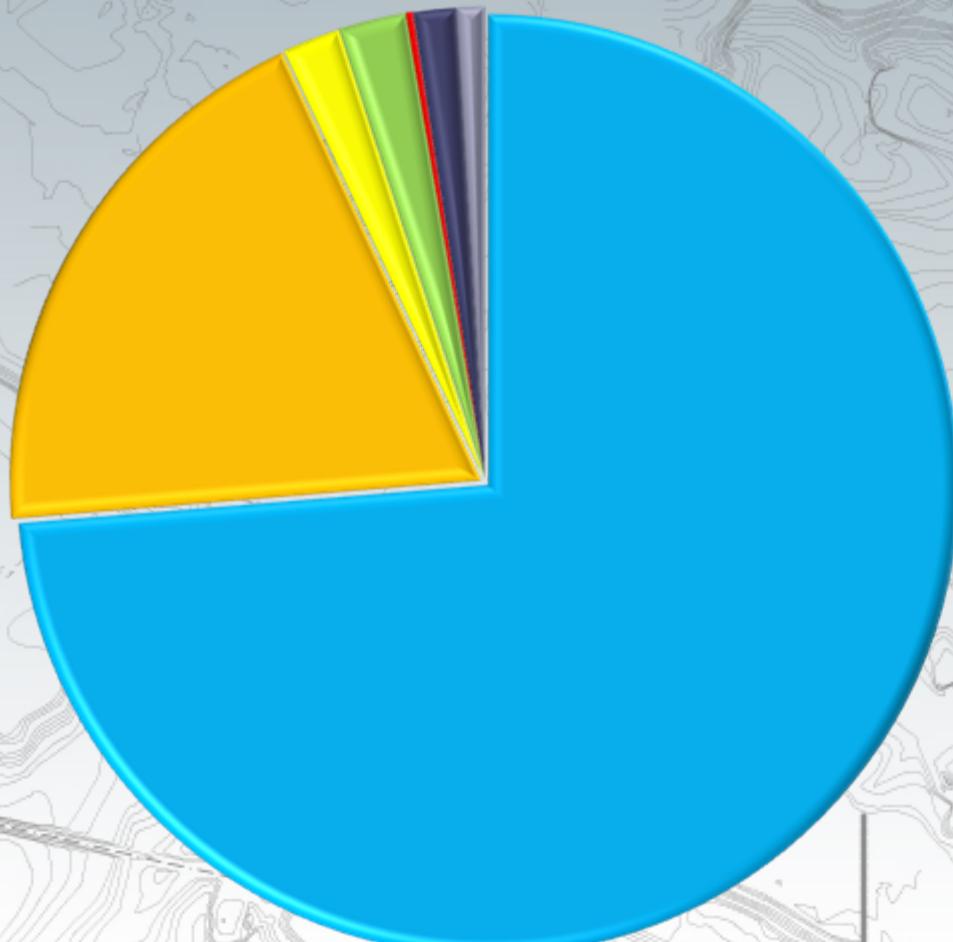




GHG Emissions Estimate

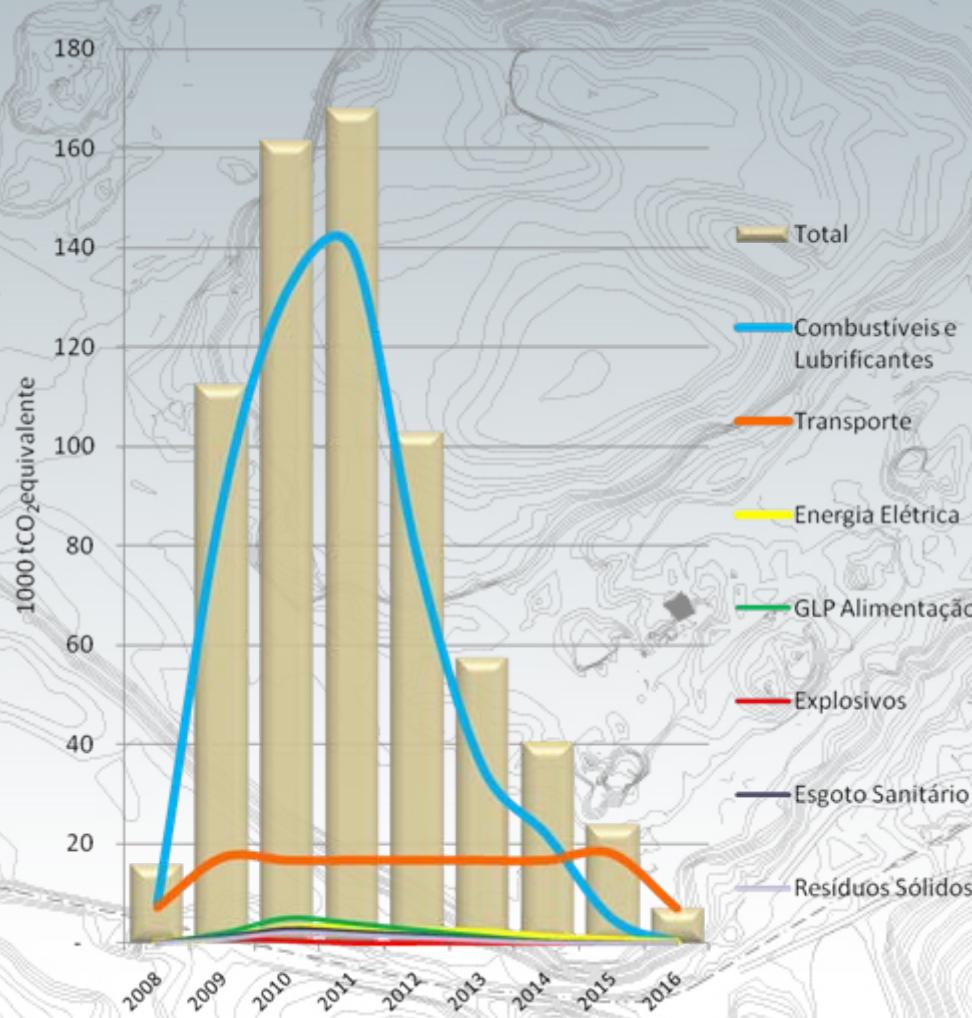


Estimation of GHG Emissions

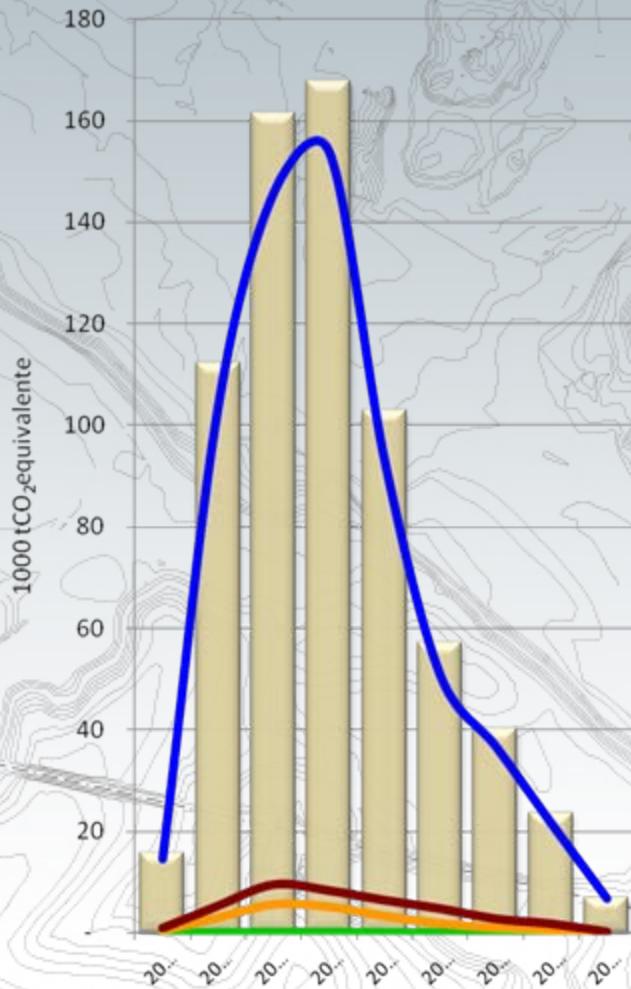


Combustíveis e Lubrificantes	508.178 tCO ₂ e	75%
Transporte	133.512 tCO ₂ e	18%
Energia Elétrica	13.651 tCO ₂ e	2%
GLP Alimentação	16.002 tCO ₂ e	2%
Explosivos	1.651 tCO ₂ e	0%
Esgoto Sanitário	9.929 tCO ₂ e	1%
Resíduos Sólidos	6.597 tCO ₂ e	1%
<hr/>		
Total 689.521		100%
		tCO ₂ e

Estimation of GHG Emissions During Construction



Emissions per type of GHG in tCO₂e



Volume de GHG emitted tCO₂e

CO₂ 626.950

CH₄ 951

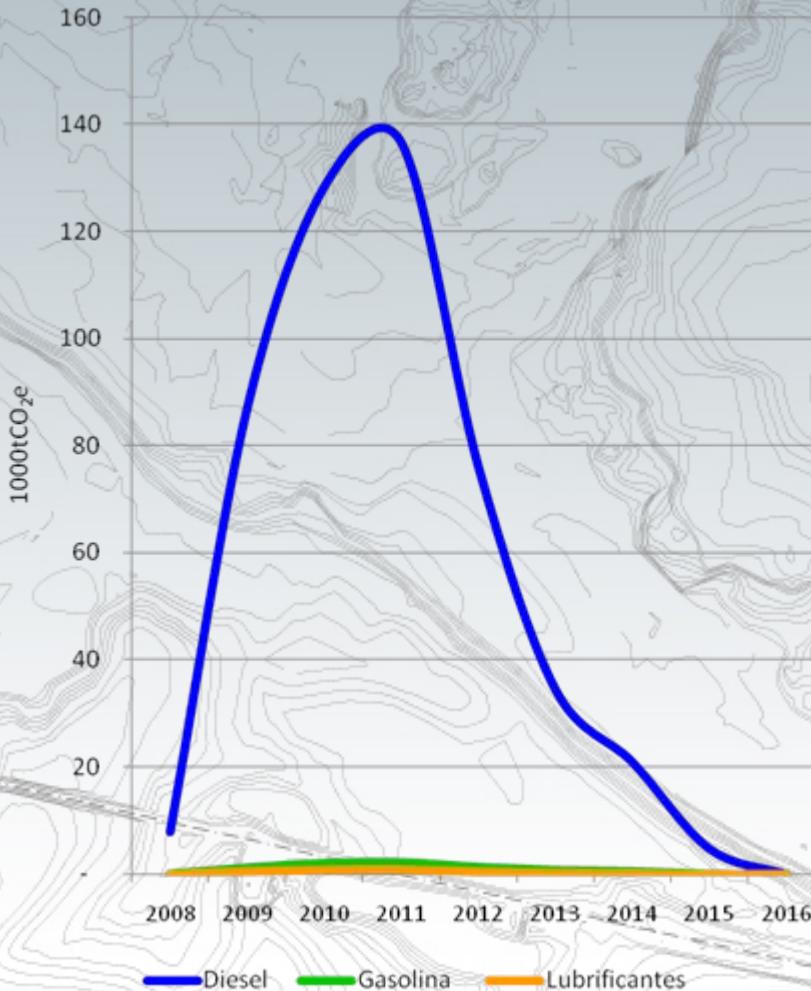
N₂O 20.834

Estimated tCO₂e 40.786

Total tCO₂e

689.521

GHG Emissions from Fuels and Lubricants

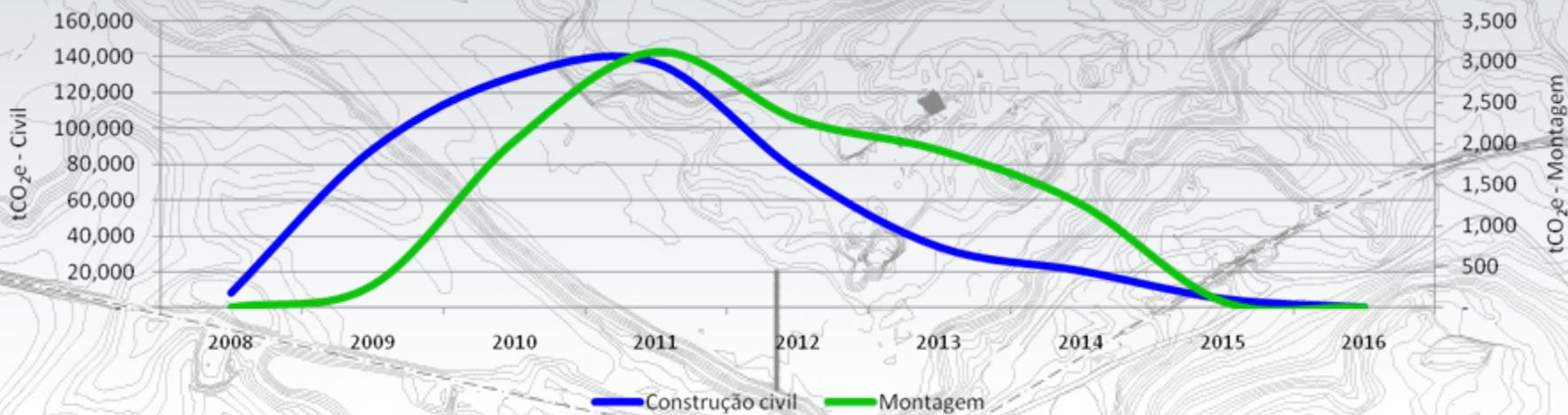


	tCO ₂ e	%
Diesel	496.758	98%
Gasoline	8.355	2%
Lubricants	3.066	1%
Total	508.178	100%

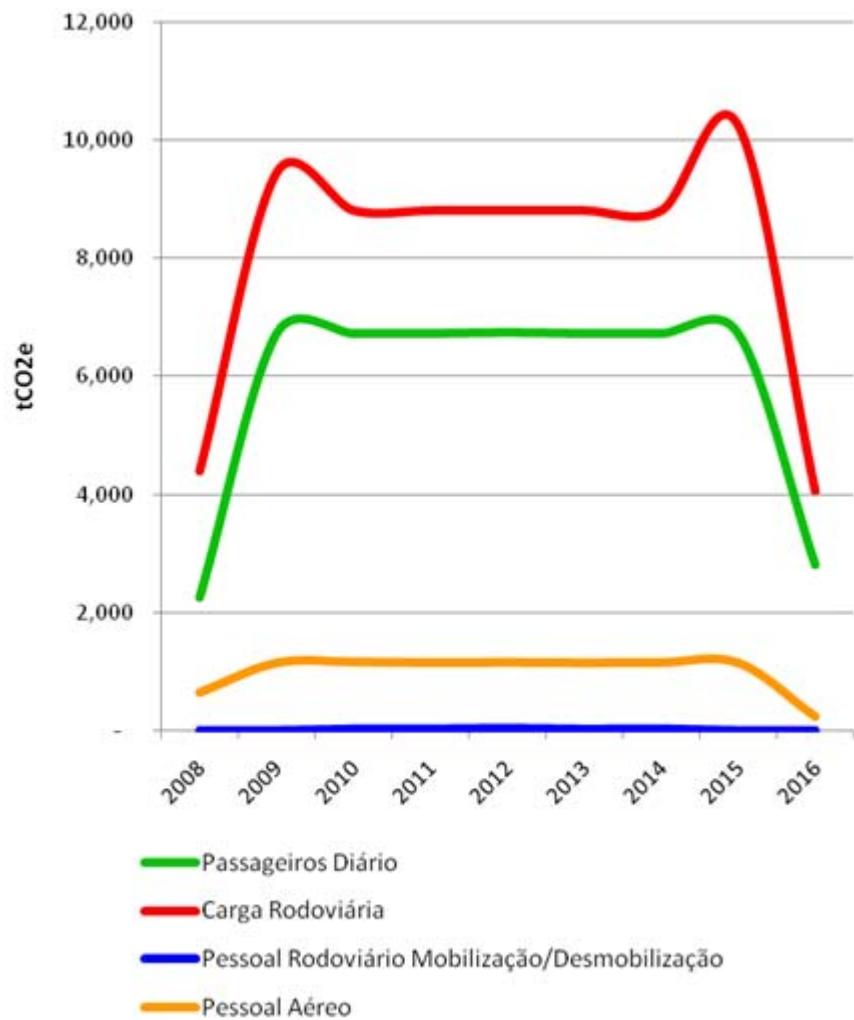
GHG Emissions from Fuels and Lubricants

GHG Emissions from the use of fuels and lubricants

	tCO ₂ e	%
Civil Construction	497.183	98%
Assembly	10.995	2%
Total	508.178	100%



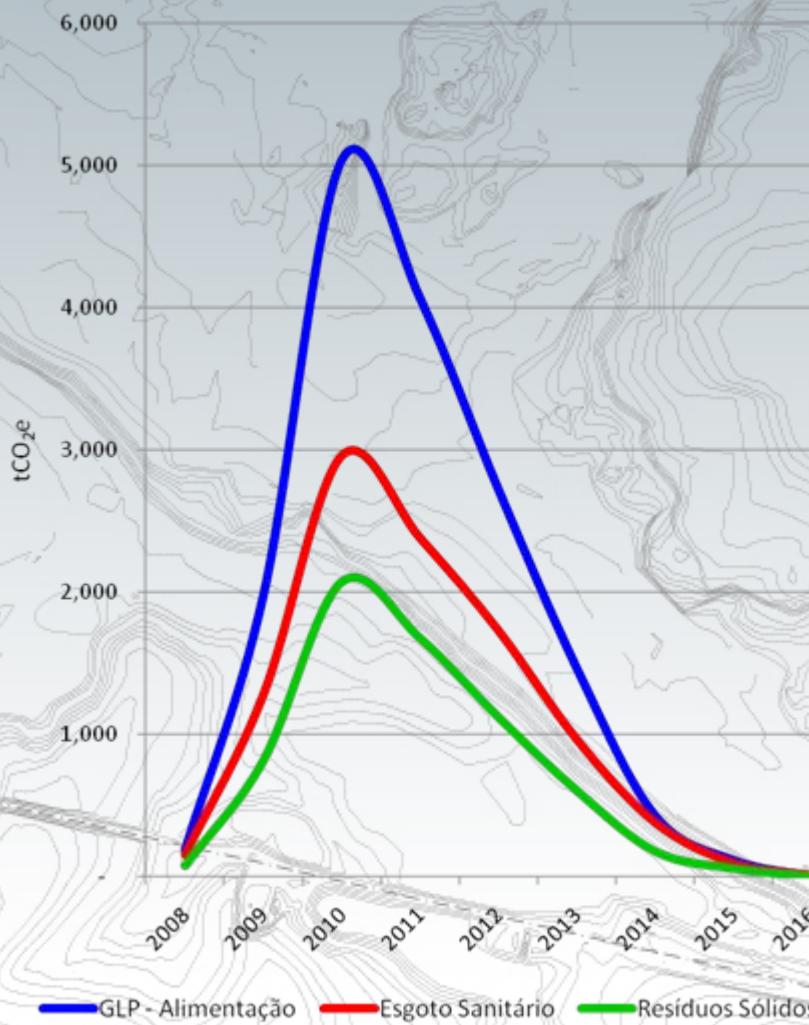
GHG Emissions from Transportation



GHG Emissions from transport of people and supplies/materials

	tCO2e	%
Daily Passengers	52.168	39%
Materials - Roads	72.210	54%
People - Roads	177	0%
Air Travel	8.957	7%
Total	133.512	100%

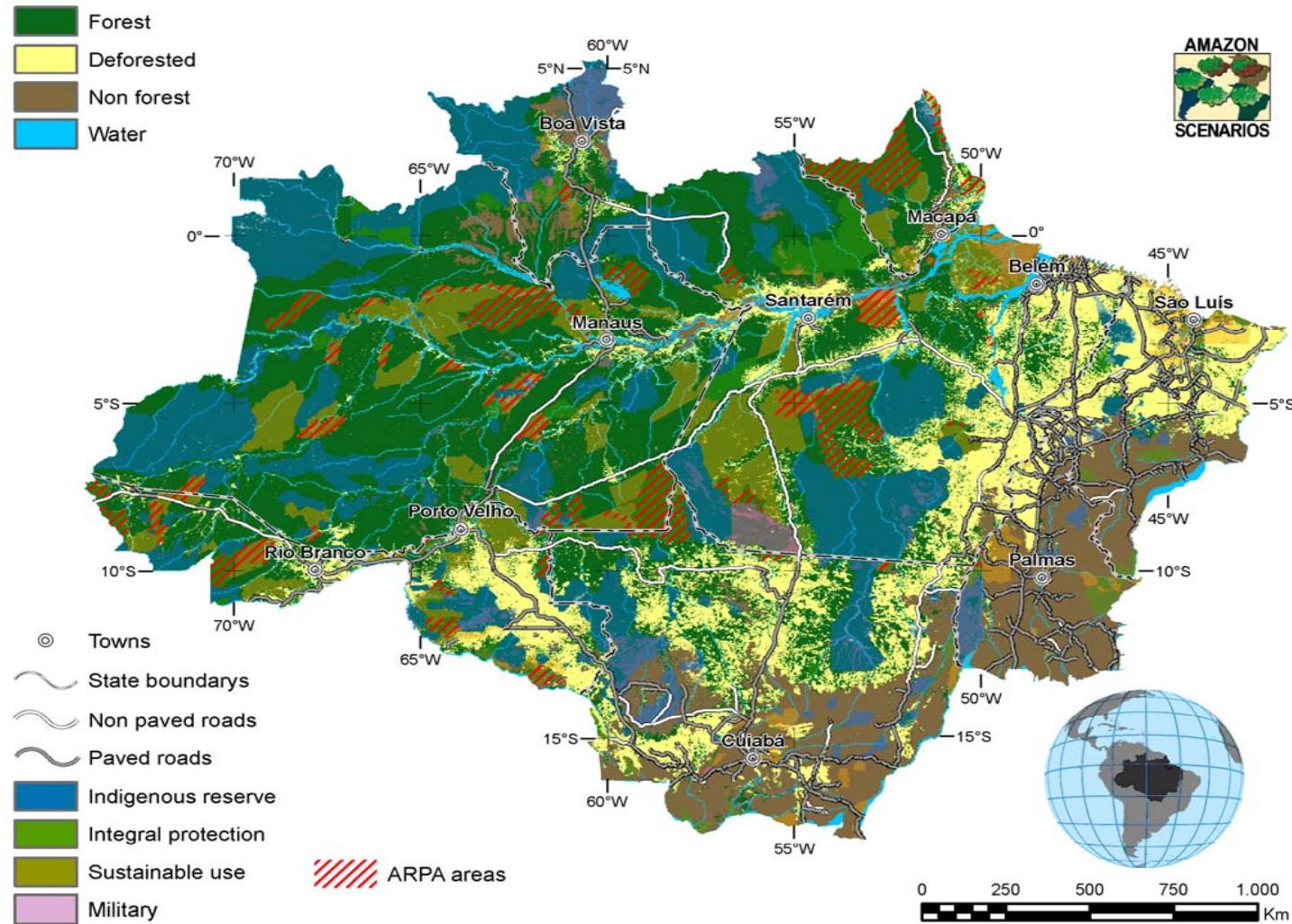
GHG Emissions from other Sources



GHG Emissions from other sources

	tCO ₂ e	%
GLP - Cooking	16.002	3%
Sewage	9.929	2%
Solid Waste	6.597	1%
Total	32.529	6%

Protected Areas under ARPA



312 thousand km²
19% of Amazon Protected Areas



UFMG
UNIVERSIDAD
E FEDERAL
DE MINAS
GERAIS



ARPA'S Model

“Public Private Partnership”

Esfera privada

Oferta de recursos
+
Atendimento da demanda



Esfera pública

Elaboração da Demanda

Beneficiários

Unidades de Conservação

Comunidades locais



MMA



FAP

Gestão de ativos

MESA
Madeira Energia S.A.

Não-objeções
Condições

\$\$

Demandas

Atendimento da demanda

Demandas

Madeira Energia S.A.



Fish Passage

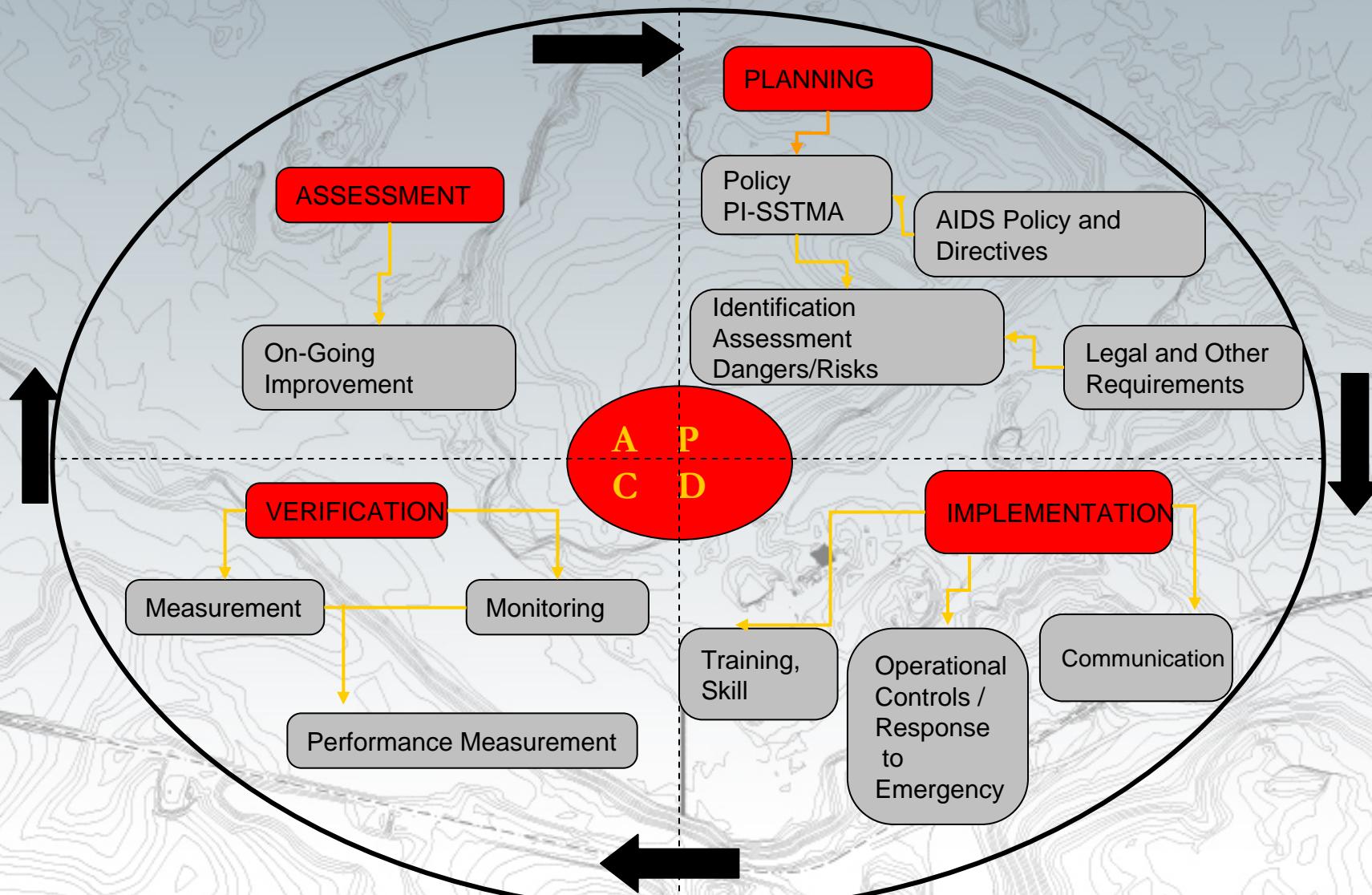


Conclusions and Recommendations

Tips on “Roadway to Success”

- Planning – holistic approaches;
- Relevance to regional as well as national growth / development;
- Learn from past experiences;
- Anticipate risks and major challenges;
- Sharing of benefits with local populations;
- Partnerships with local institutions, social groups, NGOs, and local governments;
- Long term view on project cycle;
- Transparency;
- Effective communication;
- State of the art science and technology;
- Promote effective environmental gains.

EHS MANAGEMENT AND THE PROJECT CYCLE



Essential Role for Governments

- Licensing discussions should be brought to a higher level – strategies, plans and programs as oppose to individual projects;
- Establish boundaries (minimum limits) but provide incentives for better performer (e.g. sustainability requirements in public procurement, matching grants, public recognition; etc.);
- Implement reforms necessary to promote the implementation of innovative ideas and arrangements;
- Enforcement – the effective enforcement of rules and regulations is an essential role of Governments;
- Leveled playing field – *clear rules of the game.*



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Thank You