

## The People Behind the Power

## Power Providers Take Pragmatic Approach to Fuel Use

## Billy Gibson

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With every change in presidential administrations, there comes a predictable shift in policy positions surrounding coal and the fossil fuels used to generate the electricity that drives the country's economic engine and allows for the conveniences of modern life.

The Obama Administration, for instance, waged what many described as a "war on coal." It pursued an agenda that focused on imposing stringent regulations designed to push the power generation market toward renewable resources and eliminate fossil fuels. It was an effort to reduce greenhouse gas emissions and accelerate an emerging renewable industry.

The next administration followed with President Donald Trump declaring an end to the "war on coal" during his first State of the Union address. President Trump signed executive orders revoking various rules regarding carbon emissions enacted by his predecessor. He vowed to revive the coal mining industry and "put those miners back to work."

And with yet another change in political

power, President Joe Biden has started the pendulum swinging back in the other direction. His energy approach, which he dubs the "Clean Energy Revolution and Environmental Justice Plan" involves reinstating many of the Obama-era policies including restrictions on oil and gas leases and investing \$400 billion in clean energy technology and innovation over the next 10 years. It also includes pushing the ag sector toward net-zero emissions.

While these policies play out in the political arena, those who bear the responsibility of actually generating the power the country needs have their own perspective. Working diligently and silently in the background of the high-profile political battles pitting climate change activists against climate change deniers are thousands who see these issues as a lot less political and much more practical. Pundits and ideologues suit up each day to argue over policy. Power generators suit up every day to keep the lights on 24/7 at rates people can afford.

For South Dakota's electric cooperative members, that responsibility falls on the staff, management and board members of Basin Electric Power Cooperative (Basin Electric). Owned by the members it serves, Basin Electric generates electricity for 140 transmission and distribution co-ops in nine states. The massive power co-op has professionals in place to deal with the political considerations of power production, but most are concerned with keeping the ions flowing toward three million homes, businesses, farms and ranches across the region.

For those individuals, policy decisions have real consequences in terms of how they carry out their work. For example, while some lawmakers roll out plans intended to push the industry in the direction of net-zero emissions, engineers, rate designers, operators, financial experts and others are dealing with the realities of making that happen.

According to Andrew Buntrock, Basin Electric's director of strategic planning, so often it comes down to a delicate balance – a three-legged stool – between on-demand accessibility, zero emissions and low rates. It's practically impossible to achieve all three at optimal levels simultaneously.

"Someone explained it like this: Let's say a rancher wants a vehicle that's affordable, cheap to operate and has zero carbon emissions," said Buntrock. "But he's not going to be able to pull his loaded cattle trailer with a Prius. He needs the power

of an F-350 to do what he needs to do, to make a living, to bring his product to market and contribute to the economy. Sometimes we want to have it all, but that's not always possible."

He explained that power generators experience constant pressure to curb greenhouse gas emissions and eliminate fossil fuels in favor of renewable power while staying in compliance with governmental and regulatory agencies. To many vocal environmentalists, no realistic timeline to make the country completely energy independent is fast enough.

Basin Electric, Buntrock explained, has long been working to reduce emissions. For instance, in 2000 roughly 85 percent of the cooperative's power was generated with coal as the primary fuel source. Today that percentage is around 44 percent, with nearly \$2 billion spent on environmental emissions control technology. The co-op also has renewable power projects underway including the Wild Springs,



from a podium or street protest is often difficult to carry out in the trenches.

"We've been working on this for 20 years and we've been making strides. We're proud of our efforts to accomplish the thing that we all want: a clean environment. But we also want affordable, accessible power and for now and the foreseeable future, that's going to include

noted that price is even more of a priority since the pandemic struck a blow to the economy.

"Our approach and our strategy is 'all of the above.' We can't put all of our eggs in one basket," Buntrock said. "We're mindful of the concerns expressed by environmentalists because we share those concerns. But we think we're moving in the right direction. We just want our members and the public to understand that a plan or a goal may be easy to formulate, but actually making it happen often entails complex challenges that most people aren't aware of. The story behind the switch isn't one that people hear very often."

Even if fossil fuels could be eliminated altogether and baseload demand could be met entirely with renewable sources, the transition would still leave power producers – and consumers – in a financial lurch.

"It's like having two cars. You have one that you're still paying for. But then you want another model and you can't just dump the first one. You end up having two car notes, but you can only drive one to work," Buntrock said.

As the rest of the country watches the Biden Administration and congress negotiate on policy, Buntrock said Basin Electric will continue to produce on-demand power for its members.

"We know we're moving in the right direction and we know our members are confident that we're doing our best to look out for their interests, deliver the power they need and strive to be a good and trusted partner."



West River and Cabin Creek solar farms and Northern Divide Wind Project. There is also a division dedicated to conducting research on renewable energy sources and applying the most cost-effective implementation.

Buntrock said most power providers welcome and embrace efforts to reduce emissions, but the timetables should be realistic and take into account the fact that formulating a plan that sounds attractive fossil fuels because it's the best source for being able to control the power production process. You can't always depend on the wind blowing and the sun shining."

Basin recently conducted an extensive survey of its members in an effort to identify their top priorities. The list of responses was led by price, followed by reliability, the two factors necessary for providing power that people can afford and they can access on demand. Buntrock