

Homo Environmentalis: New risks faced by the civilization

LUBOŠ SMRČKA

Faculty of Business Administration, Department of Business
Economics

University of Economics

W. Churchill Sq. 4, 130 67 Prague 3

CZECH REPUBLIC

smrckal@vse.cz <http://nb.vse.cz/~smrckal/indexe.html>

**The material intensity of different sources using for electricity generation
in kg/GWh**

	Steel	Copper	Aluminium
Black coal	1750-2310	2	16-20
Lignite	2100-2170	7-8	18-19
Gas	1207	3	28
Nuclei	420-490	6-7	27-30
Photovoltaics	3690-24250	210-510	240-4620
Wind	3700-11140	47-140	32-95
Water	1560-2680	5-14	4-11

*Source: Drábová, D.: Rizika a přínosy jaderné energetiky,
Pro-Energy journal, 3/2007, pp. 58-62, www.pro-energy.cz/clanky3/4.pdf*

The production costs on kWh for different types of power stations

	USA US cent/kWh	Germany Euro cent/kWh	Great Britain p/ kWh	Finland Euro cent/kWh
Nuclear p.s.	4,2-6,7	2,1	2,8-4,3	2,6
Lignite p.s.	4,2	3,0-3,3	3,6-4,0	5,2
Gas p.s.	3,8-5,6	3,6	2,3-2,4	5,2
Water p.s.		7,0	1,6-1,9	
Wind p.s.		7,0	3,2-5,7	4,5
Phtovoltaics p.s.		60		
Biomass				5,1

Source: Drábová, D.: Rizika a přínosy jaderné energetiky, Pro-Energy journal, 3/2007, pp. 58-62, www.pro-energy.cz/clanky3/4.pdf

The investment costs on kWh and prospective period of construction for different types of power stations

	Investment costs in USD/kWh	Period of construction in years without approval process
Nuclear p.s.	2000-2500	6-7
Lignite p.s.	1000-2000	4-5
Gas p.s.	500-900	2-3
Water p.s.	-	-
Wind p.s.	1250-2000	1
Photovoltaics p.s.	15000-25000	1

Source: Drábová, D.: Rizika a přínosy jaderné energetiky, Pro-Energy journal, 3/2007, pp. 58-62, www.pro-energy.cz/clanky3/4.pdf

The energy intensity of different sources and its return period

	Energy intensity without fuelling in kWh prim./kWh	Return period on energy input in months
Black coal	0,28-0,30	3,2-3,6
Lignite	0,16-0,17	2,7-3,3
Gas	0,17	0,8
Nuclei	0,07-0,08	2,9-3,4
Photovoltaics	0,62-1,24	71-141
Wind	0,05-0,15	4,6-13,7
Water	0,03-0,05	8,2-13,7

Source: Drábová, D.: Rizika a přínosy jaderné energetiky, *Pro-Energy journal*, 3/2007, pp. 58-62, www.pro-energy.cz/clanky3/4.pdf

The appropriation of land for power station with generated capacity 1000 MW

Power station	Land in km ²
Nuclear	0,25-4
Coal	0,85-1,5
Gas	0,16-0,25
Photovoltaics	20-50
Wind	50-150

Biomass

4000-6000

Source: Drábová, D.: Rizika a přínosy jaderné energetiky, Pro-Energy journal, 3/2007, pp. 58-62, www.pro-energy.cz/clanky3/4.pdf

Directive 2001/77/EC on the promotion of electricity from renewable sources in the internal electricity market

Directive 2003/30/EC on the promotion of the use of biofuels or other renewable fuels for transport

Directive 2003/54/EC concerning common rules for the internal market in electricity

Directive 2009/28/EC on the promotion of the use of energy from renewable sources and amending and subsequently repealing Directives 2001/77/EC and 2003/30/EC

“Renewable Energy Road Map – Renewable energies in the 21st century: building a more sustainable future”

“appropriate and achievable goals include 20% of energy from renewable sources and 10% of energy from renewable sources in transport...”

Directive of EU 77/2001

Requirement of EU members to generate 22,1% of total energy from RS.

The initial goal of this direction was decrease CO₂ emissions

Trying to achive this goal we must take in account expenses.

CZ Act 180/2005 Sb. – About support of electricity generation from RS

Main problem – redemption price el. energy from RS is reflected in price for customer.

Cost of reduction of CO2 equivalent emissions (CZK/tonne)

1EUR=23CZK

Photovoltaics	6000 – 12200	260-530
Building insulation	2000 – 9100	87-396
Heat pumps	1500 – 8800	66-383
Thermo-solar	2000 – 8000	87-348
Wind power	2000 – 5000	87-218
Geothermal energy	3000 – 4000	131-174
Biomass	1500 – 4000	66-174
Biogas	3000 – 3500	131-153
Small hydro-plants	2000 – 2500	87-109

Source: Zajíček, M., Zeman, K.: Účet za 700 miliard, Fotovoltaika a růst cen elektřiny, CEP Proceedings, 86/2010, pp. 55-80

Development of regulated purchase prices for electricity generated by photovoltaic facilities

commissioning	Yearly rate (CZK/kW-h)				
	2006	2007	2008	2009	2010
2005	6.28	6.41	6.57	6.71	6.85
2006	13.20	13.46	13.80	14.08	14.37
2007	x	13.46	13.80	14.08	14.37
2008	x	x	13.46	13.73	14.01
2009	x	x	x	12.79	13.05
2010	x	x	x	X	12.15

Source: Czech Energy Regulatory Office, 2010

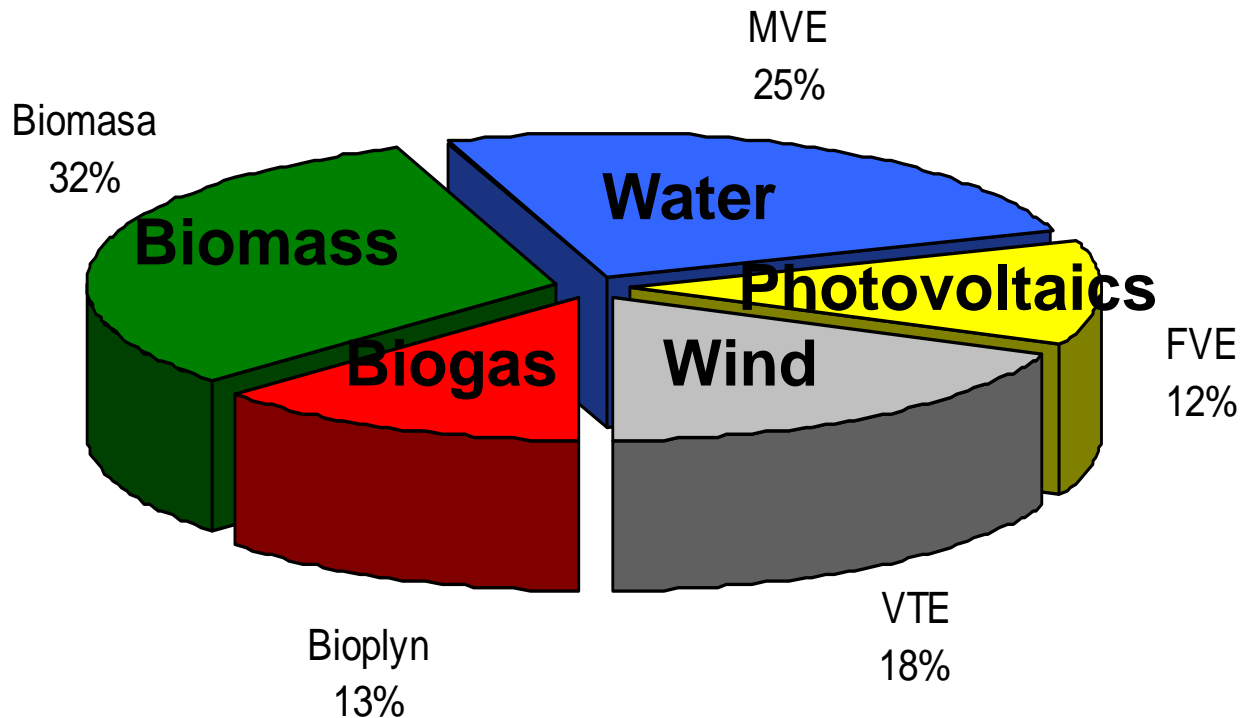
The effectiveness of utilization RS by conditions of the Czech Republic

Type of RS	Average year period utilization of maximum install capacity (hours/year)	Average year period utilization of maximum install capacitance (%)
Wind p.s.	1 900	22 %
Small water p.s.	3 700 – 5 700	42 - 65 %
Burn biomass p.s.	5 000	57 %
Biogas station	7 500	86 %
Geothermal power	5 700	65 %
Photovoltaics p.s.	980 - 1000	11 %

Source: Světlík, J.: Konkurenceschopnost českého průmyslu je ohrožena. In: Fotovoltaika a růst cen elektřiny. Sborník textů. BP tisk Příbram, 2010, s. 9-15. ISBN 978-80-86547-97-8

The electricity generation from RS in Czech Republic in 2010

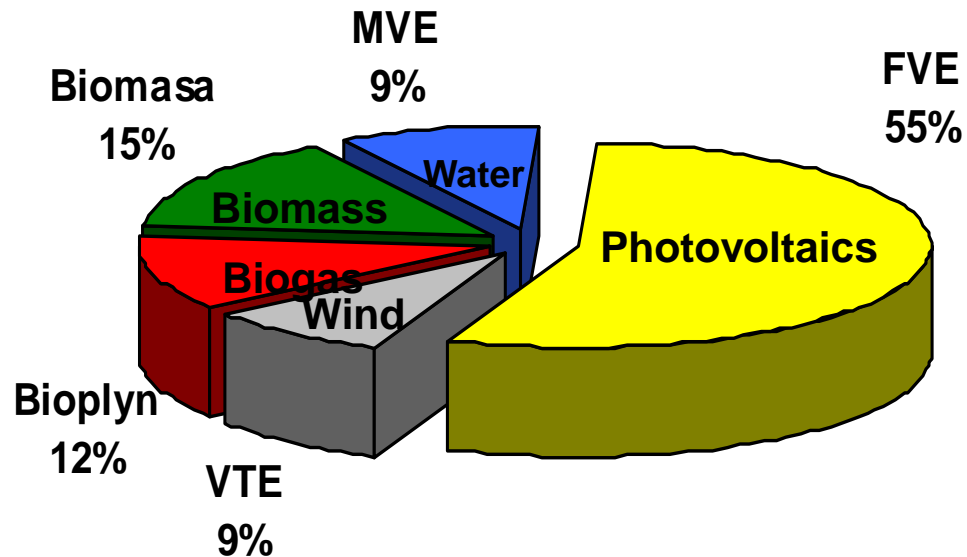
Očekávaná výroba elektřiny z OZE v roce 2010



Source: Světlík, J.: Konkurenceschopnost českého průmyslu je ohrožena. In: Fotovoltaika a růst cen elektřiny. Sborník textů. BP tisk Příbram, 2010, s. 9-15. ISBN 978-80-86547-97-8

The division of expected subvention electricity generated from RS in the Czech Republic in 2010 according to RS

Očekávané vícenáklady na OZE v roce 2010



Source: Světlík, J.: Konkurenceschopnost českého průmyslu je ohrožena. In: Fotovoltaika a růst cen elektřiny. Sborník textů. BP tisk Příbram, 2010, s. 9-15. ISBN 978-80-86547-97-8

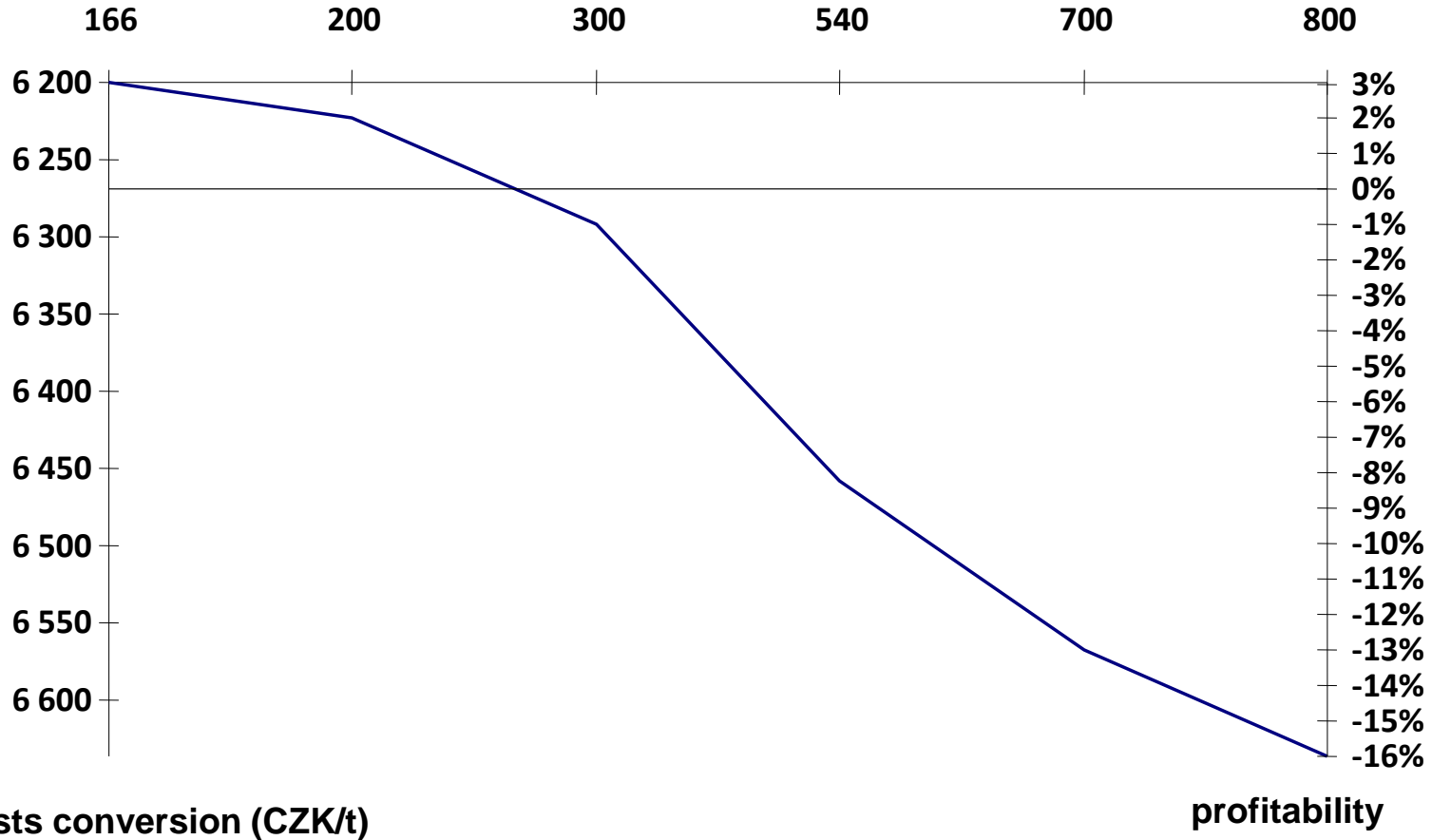
The government subvention to RS in period 2004 to 2011 in the Czech Republic

2004	1,785 mld CZK
2005	2,017 mld CZK
2006	1,958 mld CZK
2007	2,659 mld CZK
2008	3,203 mld CZK
2009	3,665 mld CZK
2010	9,109 mld CZK
2011	28,1 mld CZK initially <i>16,4 mld CZK expected</i>

Source: Světlík, J.: Konkurenceschopnost českého průmyslu je ohrožena. In: Fotovoltaika a růst cen elektřiny. Sborník textů. BP tisk Příbram, 2010, s. 9-15. ISBN 978-80-86547-97-8

The impact of support intensity of RS on production profitability of carbonaceous steel

Support intensity (CZK/MWh, 1EUR=23CZK)



Source: Vítkovice Machinery Group

The association of big energy consumers made an exclusive survey of business consumers of electricity energy in the CR in October last year. **This survey illustrates the impact of price increase for energy from RS from 166 CZK/MWh to 547 CZK/MWh.** 38 subjects responded with consumption of 6,6 TWh, which is more than 20% of entire industry consumption. The criteria was given by following formula:

$$\text{criteria} = \frac{\text{Cost increase of RS}}{\text{EBIT 2010}}$$

Lost profit by the cost of 547 CZK/KWh from RS

Share of lost profit	0% až 10 %	10 % až 20 %	20 % až 50 %	50 % až 100 %	100 % až 200 %	200 % a více	Loss increase
Number of respondents	10	7	8	2	3	1	7
% of total	26%	18%	21%	5%	8%	3%	18%

Source: Světlík, J.: Konkurenceschopnost českého průmyslu je ohrožena. In: Fotovoltaika a růst cen elektřiny. Sborník textů. BP tisk Příbram, 2010, s. 9-15. ISBN 978-80-86547-97-8

Conslusion

RS are nor economical nor ecological in this moment.

Political decisions, which don't accept specifics of each EU country bring us more problems than benefits.

Decrease of competitivenes

Evidence of criminal actvity connecting with RS