ELT’s power plant program is designed for energy companies and other potentially responsible parties seeking a cost-controlled solution for managing large-scale decommissioning projects.

The reality of large-scale power plant decommissioning is that budget forecasts seldom align with actual costs – this can be due to a variety of factors including: higher than expected concentrations of contamination, changes to regulatory requirements, fluctuating interest rates, contractor disputes, and so on.

This program is designed to accurately forecast the decommissioning costs before the process begins. ELT will underwrite and quantify given decommissioning costs and provide a value proposition to contractually assume all power plant decommissioning and environmental liabilities (ELT can purchase assets and/or real estate as part of the transaction).

ELT employs a team of highly-accurate and experienced environmental and energy underwriters that will cap the decommissioning costs and establish a budget for the transfer of all obligations and liabilities. Costs exceeding the predetermined budget will be absorbed by ELT.

This comprehensive program is designed to provide:

» Transfer of Environmental Liabilities
» Transfer of Decommissioning Obligations
» Transfer of All Regulatory Compliance Obligations
» Maximum Value for Retired Assets
» Corporate Indemnification
» Environmental Insurance
» Elimination of Compliance Issues
» Protection Against Cost Overruns
» Guaranteed Cost Certainty
» Human Health & Safety Benefits

www.eltransfer.com
Transfering Environmental Liabilities & Post-Closure Obligations at Retired Power Plants

BRAYTON POINT POWER STATION
DYNEGY
1600MW / Retired 2017

In January 2018, ELT assumed environmental liabilities and purchased real estate and plant assets at the 307-acre retired “Brayton Point Power Station” in Somerset, Massachusetts. After over five decades of use, the Brayton Point Power Station was decommissioned in May 2017. A purchase agreement and reclamation plan proposed by ELT will now enable the site to be repositioned for new development.

Pre-development activity will include asbestos abatement, environmental remediation and restoration, and demolition of most of the coal-related infrastructure on site.

The 307-acre site at Brayton Point could represent a unique opportunity to advance the offshore wind energy sector due to its pre-existing access to the regional transmission grid. Additionally, the site boasts close proximity to proposed offshore wind tracts, deep water port potential, and access to a highly skilled workforce in the New England area.

“The Dynegy went to great lengths to choose a buyer who would not only provide fair market value for the real estate assets, but also have the vision and expertise to repurpose the site for new development activity. We commend Dynegy for their proactive approach to ensure that the site would not sit idle and become a source of local blight and economic decay.”

— Randall Jostes, CEO of Environmental Liability Transfer, Inc. (ELT)
In October 2016, ELT assumed environmental liabilities and purchased real estate and plant assets at the 725-acre retired “Tanners Creek” Power Plant in Lawrenceburg, Indiana. Environmental remediation is currently underway and demolition will begin in 2018. Major development planning is also underway.

ELT assumed unique & complex regulatory and redevelopment obligations: large ash pond closures, transmission division expanded footprint, complicated site logistics, public walk/bike path through plant, etc.

Redevelopment of this site has received tremendous support, including former Indiana Gov. Mike Pence who said a port-related project “could unleash enormous economic investment throughout the southeast region of our state.”

“While I&M’s expertise in generating power is no longer needed at this site, ELT will use their talents to prepare the site for potential future use and continued benefit to the community.”

— Paul Chodak III, President of I&M

The ELT Decommissioning Program Enabled Indiana Michigan Power to:

- Divest Non-Core, Contaminated Real Estate
- Transfer Significant Environmental Liabilities to ELT
- Transfer Significant Demolition and Power Plant Decommissioning Obligations to ELT
- Secure Environmental Clean-up with Fully-Funded Trust
- Reallocate capital and manpower to core operations
- Preserve the Public Perception and Legacy of the AEP Brand
- Reposition the Distressed Property for Sustainable Redevelopment
After 80 years of operations, the “Mighty Marysville” closed in 2011 and quickly became a local hazard/eyesore. In 2014, ELT purchased the power plant and agreed to indemnify DTE Energy from all future environmental concerns. During the transaction, ELT purchased real estate and plant assets and assumed associated environmental and decommissioning liabilities.

Long after operations cease, the legacy and brand of the Seller remains in the community. Following environmental clean-up, redevelopment plans attract new users and sparks new life for shuttered facilities. Today environmental remediation and demolition are complete. The site is currently being marketed for a repurposed use as a new community asset.

Marysville officials credit DTE with making sure it found a buyer that would have a 21st century vision for what riverfront property could be.

– Crain’s Detroit Business
PICWAY POWER PLANT
AMERICAN ELECTRIC POWER (AEP)
100MW / Retired 2015

In July 2016, ELT assumed environmental liabilities and decommissioning obligations at the 468-acre, retired "Picway" coal-fired power plant; ELT affiliate Commercial Development Company purchased associated real estate assets.

AEP’s “Picway Plant” began operations in 1926 and is located along the Scioto River in Lockbourne, Ohio. While operational, the plant generated 100 megawatts of electricity and used more than 220,000 tons of coal annually. The plant’s last operating unit retired in May 2015.

Environmental impact from decades of coal plant operations prohibited a traditional real estate transaction. An environmental liability transfer and remediation plan proposed by ELT will now enable this site to be cleaned and redeveloped.

Catalyst for Re-development: Prior to ELT’s acquisition and assumption of liability, this 468-acre retired power plant was a source of blight and progressive atrophy. Today, the site is on a fully-funded pathway to environmental remediation and redevelopment.
CHAMOIS POWER PLANT  
ASSOCIATED ELECTRIC COOPERATIVE, INC.  
66MW / Retired 2013

The "Chamois Power Plant" delivered electricity to central Missouri for over 60 years. Located along the Missouri River, the plant retired from operations in 2013 due to energy market factors and expected cost issues associated with future environmental regulations.

AECI sought proposals from more than 50 firms for decommissioning the facility and employed a third-party engineering firm to review those proposals. AECI chose to partner with ELT due to its reputation and varied resources to fully decommission the plant and remediate the site.

This transaction allowed AECI to sell non-core real estate assets and transfer significant obligations to ELT, including environmental liabilities, decontamination, demolition, and other decommissioning and regulatory activities.

EnviroAnalytics Group (EAG) has commenced a series of remediation and demolition projects at the retired power plant. The expected timeline for completion is 3 years, at which point the site will be marketed for potential reutilization.

"AECI conducted an extensive national search, and selected CDC & ELT due to their 25 years of experience and success in remediation and transformation of industrial sites. CDC has decommissioned a number of coal plants and has a solid record of environmental responsibility."

-- Brian Prestwood, VP and Chief Compliance Officer at AECI
ABOUT
ENVIRONMENTAL LIABILITY TRANSFER INC.

Environmental Liability Transfer, Inc. (ELT) is a comprehensive environmental liability assumption company providing its clients complete and final environmental liability transference services since 2004. With robust financial backing and a unique blend of expertise – real estate, environmental, legal, and insurance – ELT has successfully assumed over $1.5 billion USD in corporate environmental liabilities for its clients throughout North America (88% of which have reached final milestones).

ELT’s portfolio includes over 300 brownfield redevelopment projects representing clients such as Shell Global, AEP, Asarco, Caterpillar, General Motors, Kinder Morgan, Textron, Kraft General Foods, Uniroyal, Kaiser Aluminum, Fruit Of The Loom, PMX, ABB, Millennium Chemicals and others.

ELT is currently seeking to assume environmental liabilities and purchase retired assets in all industrial sectors.

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