Meeting Climate Leaders GHG Reduction Goals at SC Johnson



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Climate Leaders Partners – May 2005





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Develop a GHG Baseline

• do a GHG baseline for all US facilities for Climate Leaders







GHG Protocol Initiative

Standards, Guidelines and Calculation Tools for Corporate GHG Accounting & Reporting



World Business Council for Sustainable Development



World Resources Institute



SC Johnson Climate Leaders Goals

2000 is the baseline Includes all US facilities owned or leased

Indexed – to production

• Achieve a 23% reduction in GHG emissions as a ratio to production by 2005

Absolute Reduction

• Achieve an 8% absolute reduction in GHG emissions by 2005



Use GHG baseline to target areas for GHG reductions

• Waxdale represents over 33% of the US GHG emissions baseline

RESULT

The Waxdale facility is where GHG activities should be targeted for both goals.



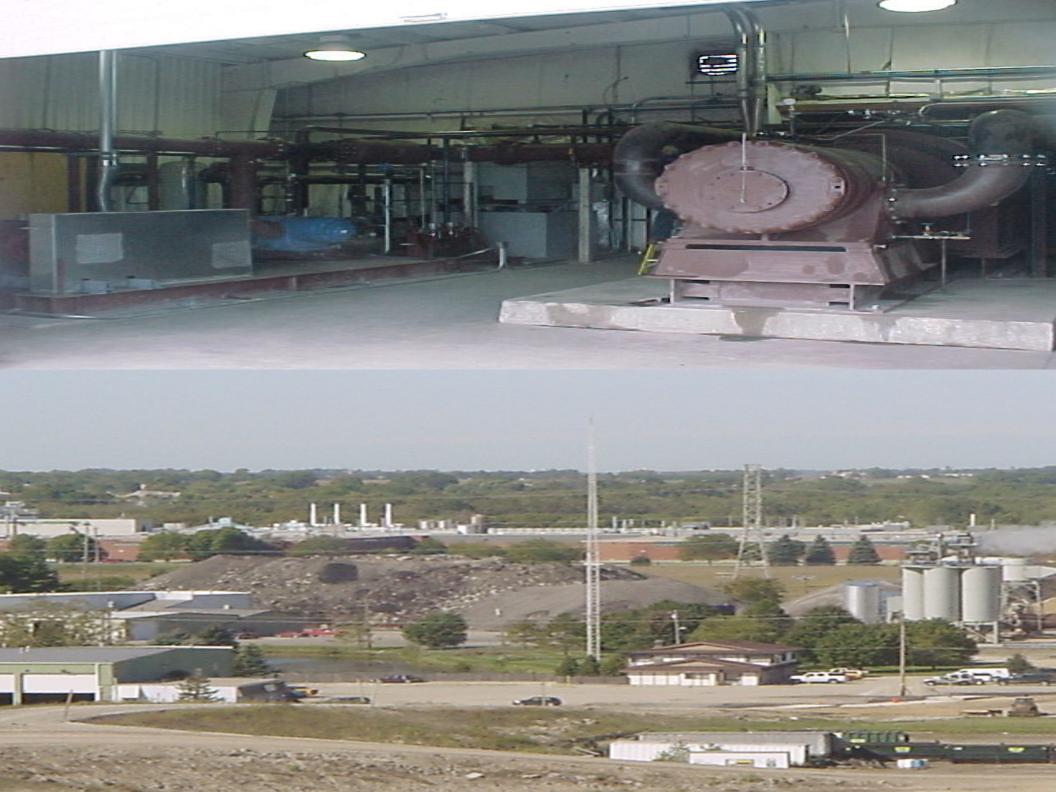
Make Renewable/Green Energy

Use landfill gas to make electricity and steam at Waxdale

- Install turbine to make 3,200 kW of electricity
- Recover waste heat from exhaust to make 19,000 lb/hr of plant steam at 150 psi

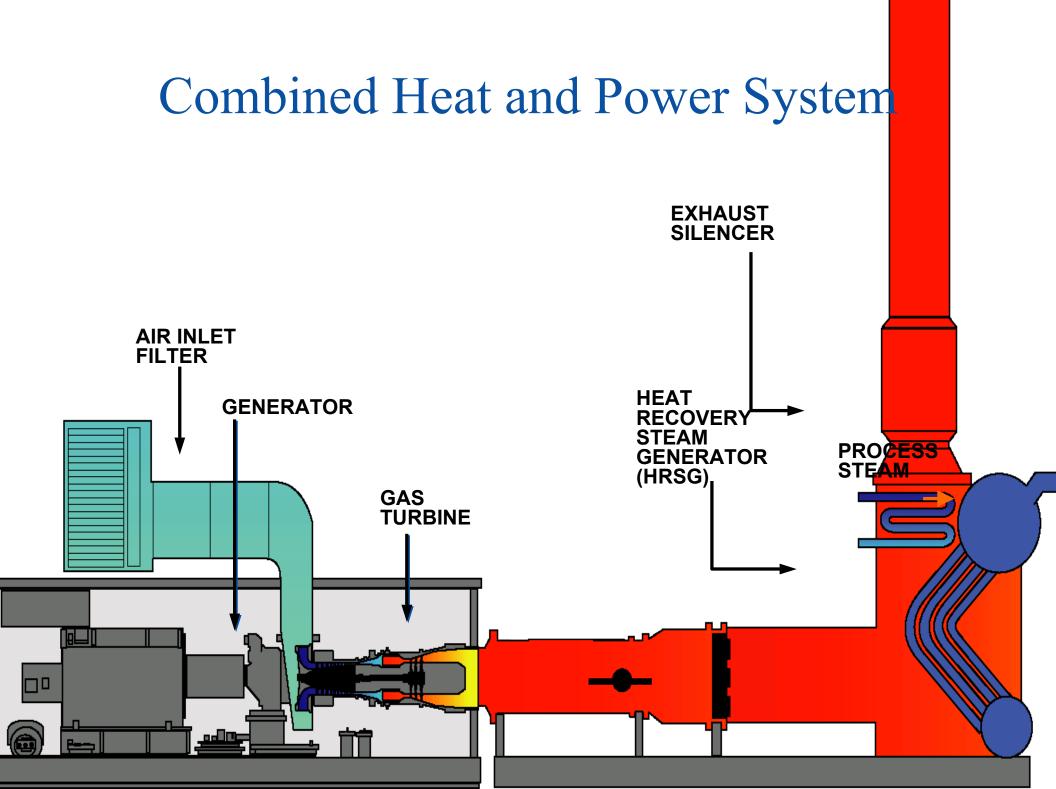
Reduce Waxdale's fossil fuel use by 50% Reduce Waxdale's GHG emissions by 47% Reduce SC Johnson - USA GHG emissions by 23%

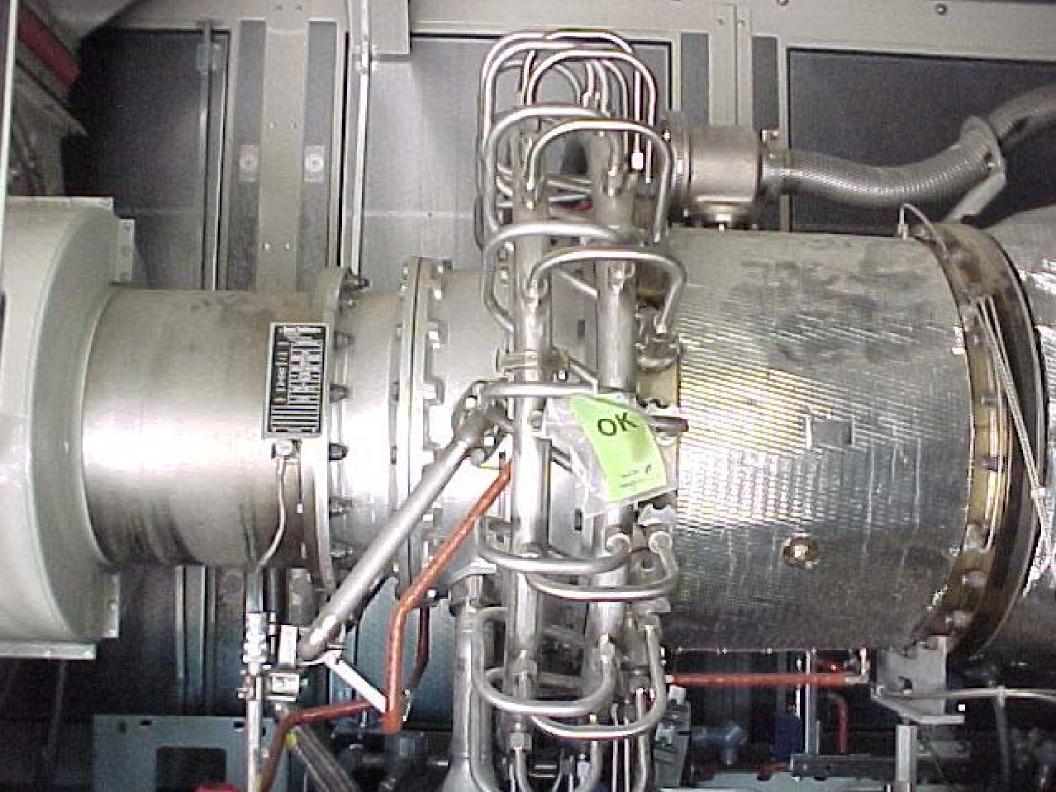














LFG/Turbine Co-Generation Project Schedule

TURBINE CO-GENERATION SYSTEM

| ENVIRONMENTAL PERMITS - | Oct 15 – March 1 |
|--|--------------------------------|
| PRELIMINARY DESIGN - Place order for Turbine | Nov 1 – Feb 1 Dec 16 |
| FINAL DESIGN & PLANNING - | Feb 1 – April 25 |
| GROUNDBREAKING CEREMONY - Company officials, employees and Government dignitaries | April 25, 2003 |
| PROJECT IMPLEMENTATION - | April 26 – Dec 1 |
| Project Completion – system on line | Nov 1 |







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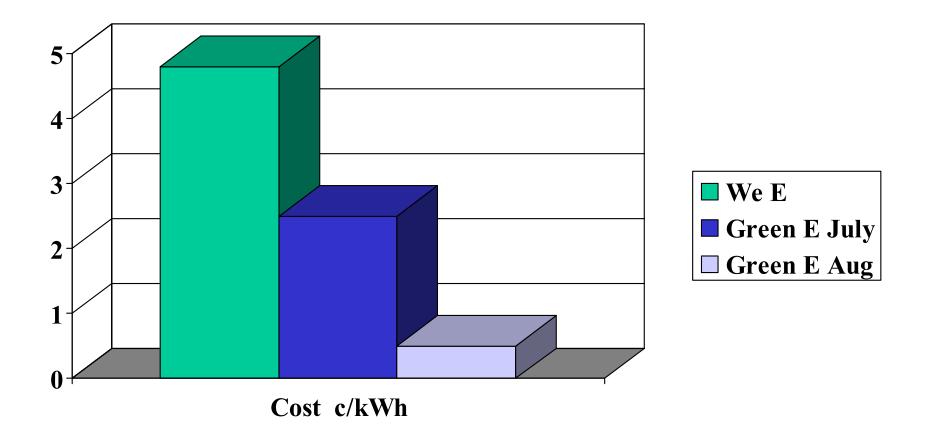








Green Energy – Electricity Costs





Climate Leaders Goal - Results to Date

| <u>Year</u> | Normalized | <u>Absolute</u> |
|-------------|------------|-----------------|
| 2001 | 5.7% | 0.4% |
| 2002 | 8.6% | - 1.5% |
| 2003 | 11.7% | 1.8% |
| 2004 | 20.3% | 4.8% |
| Goal | | |
| 2005 | 23% | 8.0% |



Issues to Manage Operations

- LFG service BTU, flow volume, continuity
- Equipment commissioning long range project
- Internal SCJ needs for O&M and service interruption
- HRSG an Anchor on start up



Issues to Manage Waste Heat Usage

Complete Integration of HRSG steam generation with plant boiler production

- Coordinate output with overall steam demand
- HRSG Fixed steam output no ability to follow the demand
- Output varies with ambient temperature
- Output varies with LFG BTU supply

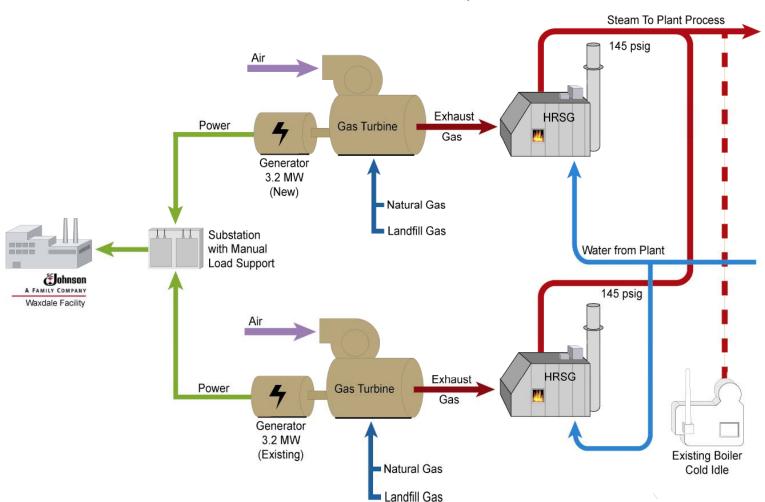


Issues to Manage Production - normalized

- Production Growth Higher than estimated over five years
- New Products with a higher energy use profile
 - Energy use per unit produced
 - Product weight



NEW ON-SITE ENERGY GENERATION



Base Load Power with WE backup



Clean Energy Project

- Fuel natural gas + 15% LFG
- Make 3,200 MW of electricity
- Make 19,000 lb/hr of 150psi steam
- Reduce GHG emissions by 20,000 T/yr
- •16.3%ROI



Clean Energy Project

Combined with the Green energy Project:

- Produces Waxdale's Average base load of electricity
- Produces over 50% of Waxdale's Steam
 - Idle one 40 year boiler + limited use of another
- Total GHG reduction of 52,000 Tons/yr



Clean Energy Project Schedule

- ENVIRONMENTAL PERMITS -
- PRELIMINARY DESIGN -
- PROCURE MAJOR EQUIPMENT
- CONSTRUCTION STARTS
- TURBINE SET IN PLACE
- COMMISSIONING
- PROJECT ON-LINE

May – August 04

- May August 04
- **May 04**
- September 04
- **December 04**
- July 05
- Sept 1, 2005

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Thu Oct 21 12:00:00 2004

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Thu Nov 25 13:50:00 2004

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