4 PROJECT ALTERNATIVES

4.1 Introduction

In terms of the EIA Regulations published in Government Notice R543 of 2 August 2010 in terms of Section 24 of the National Environmental Management Act (Act No. 107 of 1998), feasible and reasonable alternatives have to be considered within the Environmental Scoping Study, including the 'No Go' option. All identified, feasible and reasonable alternatives are required to be identified in terms of social, biophysical, economic and technical factors.

A key challenge of the EIA process is the consideration of alternatives¹. Most guidelines use terms such as 'reasonable', 'practicable', 'feasible' or 'viable' to define the range of alternatives that should be considered. Essentially there are two types of alternatives:

- incrementally different (modifications) alternatives to the Project; and
- fundamentally (totally) different alternatives to the Project.

Fundamentally different alternatives are usually assessed at a strategic level, and EIA practitioners recognise the limitations of project-specific EIAs to address fundamentally different alternatives.

4.2 The 'no go' alternative

The 'no go' alternative is the option of <u>not</u> expanding the ashing system at the Hendrina Power Station with the development of a new ash dam.

Eskom's core business is the generation, transmission and distribution of electricity throughout South Africa. Electricity by its nature cannot be stored and must be used as it is generated. Therefore electricity is generated according to supply-demand requirements. The reliable provision of electricity by Eskom is critical to industrial development and poverty alleviation in the country.

If Eskom is to meet its mandate and commitment to supply the ever-increasing needs of end-users in South Africa, it has to continually expand its infrastructure of generation capacity and transmission and distribution power lines. This expansion includes not only the building of new power stations but also expanding and upgrading existing power stations to extend their life.

4-1

In terms of the EIA Regulations published in Government Notice R543 of 2 August 2010 in terms of Section 24 (5) of the National Environmental Management Act (Act No. 107 of 1998), the definition of "alternatives" in relation to a proposed activity, means different means of meeting the general purpose and requirements of the activity which may include alternatives to: (a) the property on which or location where it is proposed to undertake the activity; (b) the type of activity to be undertaken; (c) the design or layout of the activity; (d) the technology to be used in the activity; (e) the operational aspects of the activity and (f) the option of not implementing the activity.

The Hendrina Power Station, in the Mpumalanga Province currently uses a wet ashing system for the disposal of ash. Hendrina Power Station currently have five ash dams, of which two (Ash dam 3 and 5) are currently in operation, the other three (Ash dam 1, 2 & 4) are not in use for the following reasons:

- Having reached full capacity (Dam 1)
- Stability issues (Dam 2)
- Temporary decommissioning (Dam 4). Ash dam 4 will be re-commissioned in 2011.

At the current rate of disposal on Dams 3, 4 and 5, the rate-of-rise will exceed 4m/year in 2018, which is not acceptable in terms of structural stability. The Hendrina Power Station is anticipated to ash approximately 64.2 million m³ until the end of its life span which is currently estimated to be 2035.

It has been determined, through studies, that the existing ashing facilities are not capable to provide sufficient ash disposal capacity for this amount of ash for the full life of the station. The existing facilities (Ash Dams 3, 4 and 5) allow for the disposal of 20.9 million m³. Therefore, Hendrina Power Station proposes to extend its ashing facilities and associated infrastructure with the following development specifications:

- Additional airspace of 43.3 million m³
- Ash dam ground footprint of 139 ha
- Ground footprint of associated infrastructure such as Ash Water Return Dams of 70 ha

The need for this extension is to allow the Hendrina Power Station to continue ashing in an environmentally responsible way for the duration of the operating life of the Power Station. The need for the extension is related to the deteriorating coal quality, higher load factors, the installation of the Fabric filter plant (to meet requirements in terms of the National Environmental Management: Air Quality Act (Act 39 of 2004)) and the need to extend station life.

The 'no go' option will, therefore, contribute negatively to the provision of reliable base load power to the national grid. It will result in the need to close down the power station due to the lack of ash disposal facilities, causing a long term reduction in electricity supply. It is important to note that the additional power output from Hendrina Power Station is still required to meet the national demand irrespective of the new-build activities.

The 'no go' alternative will, however, be investigated further in the EIA phase as an alternative as required by the EIA Regulations.

4.3 Ash Disposal Method

The coal-fired power generation process results in large quantities of ash, which is disposed of in ash dams. Generally, Eskom uses coal of a low grade (called middlings coal)

4-2

which produces a larger mass of ash during combustion. Over time, the quality of the coal provided to Eskom has degraded, due to higher ash quantities in the coal. With regards to ash management, Eskom uses either wet or dry methods of ash disposal. The Hendrina Power Station utilises a wet ashing disposal method. This process entails the hydraulic conveyance of ash where ash is mixed with water and pumped in the form of slurry via steel pipelines. The slurry is allowed to settle in the ash dams, and the water decanted to storage dams for re-use.

Due to the fact that Hendrina Power Station utilises a wet ashing disposal method, a strategic decision was taken that the new proposed ash dam will be built in order to link in with the existing ashing system.

4.4 Location Alternatives

Hendrina Power Station is located in the Mpumalanga Province approximately 24 km south of Middleburg and 20 km North of the town of Hendrina. The power station and surrounds falls within the Steve Tshwete Local Municipality which forms part of the Nkangala District Municipality.

The greater part of the study area is made up of agricultural and mining activities. In order to identify alternative sites for the proposed new ash dam a study area was required to be defined. The proposed study area is located within an 8 km radius of the centre point of the Hendrina Power Station Site (**Figure 4.1**). The 8 km radius was a strategic decision by the power station as the furthest distance within which construction and operational costs, including environmental, technical and financial costs, are deemed to be feasible.

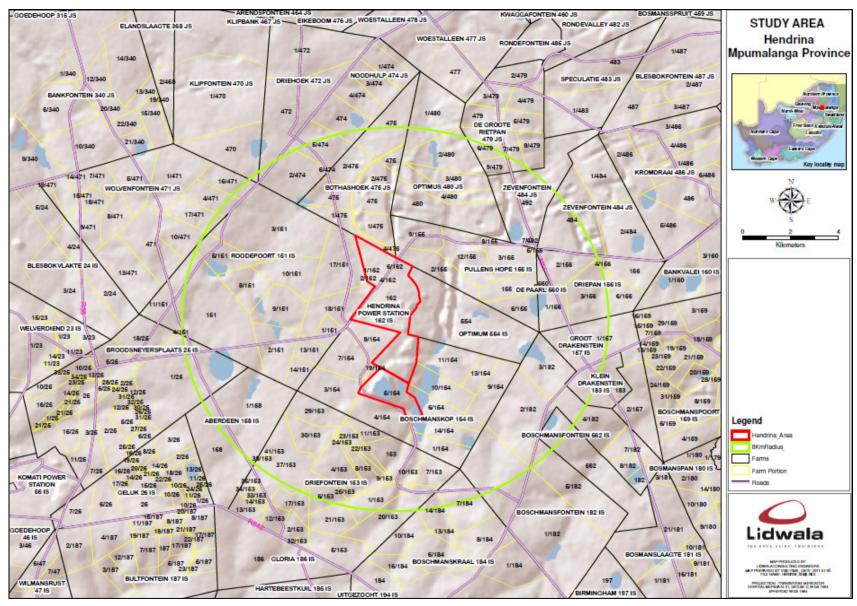


Figure 4.1: Proposed Study Area within which Alternative sites were to be identified

EIA Ref Number: 12/12/20/2175

4.4.1 Screening Analysis and Methodology

A screening study was initiated upfront in the process in order to identify potential sites within the study area that would be suitable for use as alternative sites for the proposed new ash dam. The study area was demarcated using an 8 km radius around the Hendrina Power Station. Within this 8km radius two further demarcations where included, although based on technical impacts such as the costs involved in the project and the risk of security of supply, the distances involved also take into account the potential additional environmental impacts in terms of the distance required for new infrastructure to be constructed and operated.

- A 3 km radius within which no additional technical costs would be incurred in terms of the construction and operational of the proposed new ash dam;
- A 5 km radius within which minimal additional technical costs would be incurred in terms of the construction and operation of the proposed new ash dam.

The full Screening Report is included in **Appendix D**.

In order to ensure that sites were identified in the most objective manner possible, a sensitivity mapping exercise was undertaken for the study area. The purpose of such an exercise was to identify suitable areas within the study area that could accommodate the proposed new ash dam and associated infrastructure and to pro-actively identify sensitive areas (i.e. fatal flaws) that should be avoided. The sites identified during this exercise will be evaluated during the scoping phase of the project.

Sensitivity Mapping

The qualitative sensitivity mapping exercise divided the study area into three categories *viz.* lower, medium and higher sensitivity areas. A sensitivity map for the study area was requested from each of the following specialist fields:

Biophysical

- Groundwater
- Surface Water
- Fauna and Flora
- Avifauna

Social

- Social
- Heritage
- Visual

Table 4.1 provides a description of the various categories used in the sensitivity mapping.

2 June 2011

Table 4.1 Description of the various categories used in the sensitivity mapping

Study Component	Category	Description			
	Biophysical Components				
Fauna and Flora	Higher Sensitivity	Areas of atypical habitat, conservation areas, riparian and wetland habitat, known presence of plant species of concern, not regarded suitable for proposed development, expected impacts likely to be unacceptable on a local or regional scale, adverse impact not possible to mitigate			
	Medium Sensitivity	Associated with natural/ pristine regional habitat, moderate likelihood of harbouring species and habitat of concern, moderate suitability for proposed development. Even with careful site selection, expected impacts could be potentially significant, but possible to mitigate through site-specific mitigation measures and site selection			
	Lower Sensitivity	Associated with transformed habitat, not likely to contain biodiversity attributes of sensitivity, considered suitable for proposed development, expected impacts regarded to be of low significance, possible to mitigate through generic mitigation measures. The status of specific areas is also influenced by the presence of nearby sites of sensitivity			
	Higher Sensitivity	100 m zone from the edge of the permanent wet zone for valley bottom and pan systems.			
Surface Water	Medium Sensitivity	100 m buffer zone from the edge of the temporary zones, or the edge of the riparian zones.			
	Lower Sensitivity	Higher lying areas, reflecting terrestrial soils and no obligate, facultative hydrophilic vegetation			
Ground Water ²	Higher Sensitivity	Those areas within the 250 m surface water buffer zone.			
	Medium Sensitivity	Areas falling within the area classified as D3, but still outside of all areas within the 250 m surface water buffer zone.			
	Lower Sensitivity	Areas falling outside of the 250 m buffer around surface water features, and outside of the area classified as "D3" on the general hydrogeology map series (GRA1 data).			

_

EIA Ref Number: 12/12/20/2175

² Depth of groundwater across the site is not known with accuracy, but is almost certainly shallower closer to surface water features - hence the higher sensitivity assigned to a 250 m buffer zone adjacent to surface water features. Permeability (rate at which water can "penetrate" ground) is covered by the DWA hydrogeological classification - essentially the same across the site ("D2"), except for the small area classified as "D3" - which has higher borehole yields and likely higher permeability, and has therefore been classified as medium sensitivity rather than lower sensitivity. The 250 m buffer is a horizontal distance, not a depth.

Study Component	Category	Description		
Avifauna	Higher Sensitivity	Wetlands, rivers and streams, farm dams, CWAC sites,		
	Medium Sensitivity	Remaining cultivated lands and farm lands		
	Lower Sensitivity	Built up areas, roads, mines, existing ash dams, railway lines and high voltage power lines		
Social Components				
Social:	Higher Sensitivity	500 – 1000 meters		
Distance from proposed	Medium Sensitivity	1000 – 1500 meters		
Ash Dam	Lower Sensitivity	1500 meters or more		
	Higher Sensitivity	Residential		
Social:	Medium Sensitivity	Informal Community		
Settlement Type	Lower Sensitivity	Single Housing		
	Higher Sensitivity	Community		
Social:	Medium Sensitivity	Farm House		
Settlement Farms	Lower Sensitivity	No housing		
	Higher Sensitivity	High risk within radius of 500 - 1000m		
Social:	Medium Sensitivity	Medium risk within radius of 1000 – 1500m		
Health Risk – air quality	Lower Sensitivity	Low risk within radius of more than 1500m		
Social:	Higher Sensitivity	Above legal standard		
Dust pollution	Medium Sensitivity	Within limits		
(visibility/health/quality)	Lower Sensitivity	Below legal limits		
Social:	Higher Sensitivity	Within 1000m		
Visual Impact (quality of	Medium Sensitivity	Within 1500m		
life)	Lower Sensitivity	Within 3000m		
Social:	Higher Sensitivity	Private farmland		
Economic impact on	Medium Sensitivity	Eskom land (but farmed)		
agriculture	Lower Sensitivity	Denuded land		
Heritage	Higher Sensitivity	Heritage resources with qualities so exceptional		
		that they are of special national significance.		
	Medium Sensitivity	Heritage resources which, although forming part of the national state, can be considered to have special qualities which make them significant within the context of a province or a region. Medium sensitivity areas also include areas where little work has been undertaken and therefore the presence of significant heritage resources is not known.		

Other heritage resources worthy of conservation, and which prescribes heritage resources assessment criteria, consistent with the criteria set out in section 3(3) of the National Heritage Resources Act (Act No 25 of 1999), which must be used by a heritage resources authority or a local authority to assess the intrinsic, comparative and contextual significance of a heritage resource and the relative benefits and costs of its protection, so that the appropriate level of grading of the resource and the consequent responsibility for its management may be allocated in terms of section 8 of the said Act. Restricted location for the proposed development with highest visual sensitivity – no positive criteria and one or more restrictions (negative criteria). Acceptable or suitable location for the proposed development with neutral visual sensitivity – no positive criteria, but no restrictions (negative criteria) either. Preferred or ideal location for the proposed development with lowest visual sensitivity – complies with the positive criteria with no restrictions (negative criteria with no restrictions (negative criteria) every complies with the positive criteria with no restrictions (negative criteria)	Study Component	Category	Description
Higher Sensitivity with highest visual sensitivity – no positive criteria and one or more restrictions (negative criteria). Acceptable or suitable location for the proposed development with neutral visual sensitivity – no positive criteria, but no restrictions (negative criteria) either. Preferred or ideal location for the proposed development with lowest visual sensitivity – complies with the positive criteria with no		Lower Sensitivity	and which prescribes heritage resources assessment criteria, consistent with the criteria set out in section 3(3) of the National Heritage Resources Act (Act No 25 of 1999), which must be used by a heritage resources authority or a local authority to assess the intrinsic, comparative and contextual significance of a heritage resource and the relative benefits and costs of its protection, so that the appropriate level of grading of the resource and the consequent responsibility for its management may be allocated in terms of section 8
Visual Medium Sensitivity development with neutral visual sensitivity – no positive criteria, but no restrictions (negative criteria) either. Preferred or ideal location for the proposed development with lowest visual sensitivity – complies with the positive criteria with no	Visual	Higher Sensitivity	with highest visual sensitivity – no positive criteria
Lower Sensitivity development with lowest visual sensitivity – complies with the positive criteria with no		Medium Sensitivity	development with neutral visual sensitivity – no positive criteria, but no restrictions (negative
		Lower Sensitivity	development with lowest visual sensitivity –

• GIS Layer Amalgamation and Sensitivity Indice Calculation

In order to calculate a combined sensitivity rating for the study area, all the GIS layers received from each specialist area of study (e.g. ground water, biosensitivity etc) were combined to form one integrated layer (**Figure 4.2**). During this integration, string arrays were built containing information on the layer name, the assigned sensitivity rating for each particular area and the adjustment factor for the particular layer (**Figure 4.3**).

Three results (**Figure 4.3**) were then calculated from the integrated layer (**Figure 4.2**) by unnesting and summarising the string array data using the following logics:

maximum sensitivity wins:

The maximum sensitivity rating found in the array became the sensitivity index.

• sum of all sensitivity ratings:

The sensitivity index was the sum of each sensitivity rating found in the array.

• sum of all adjusted sensitivity ratings:

Each sensitivity rating found in the array was adjusted by the assigned adjustment factor for each particular layer. The sensitivity index was then the sum of these.

The presented maps were then created by reclassifying each logic result into five classes, namely:

- · low sensitivity (light green),
- low medium sensitivity (green)
- medium sensitivity (yellow)
- medium high (orange)
- high sensitivity (red).

Finally, the reclassified layer was clipped with the pre-determined no-go areas layer (to remove them from consideration) and further clipped with the 8km radius study area buffer to remove any extraneous features.

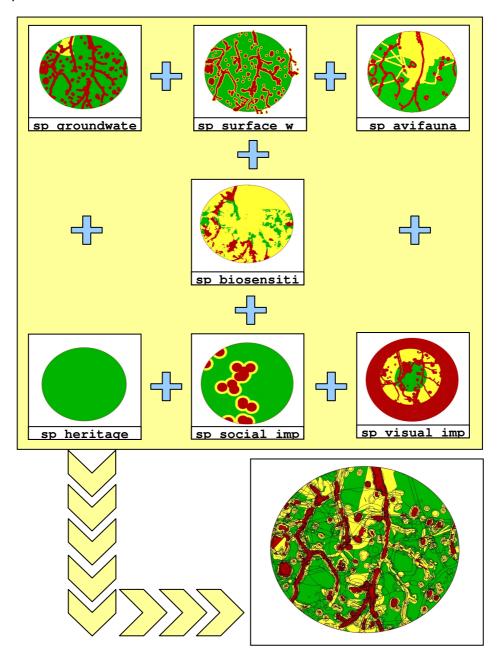


Figure 4.2: Layer integration