



Getting to a Smarter Licensing Process

PRESENTED BY

Brig. Gen. (Ret.) Robert Crear Chairman, Free Flow Power Development LLC



Free Flow Power's Business Lines





Acquire, improve, manage hydropower assets

Develop new hydropower on existing dams

Develop hydrokinetic generation

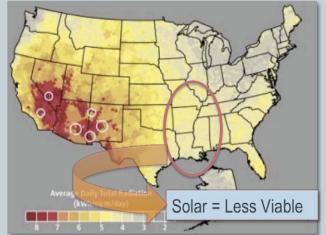
Services businesses that complement other segments

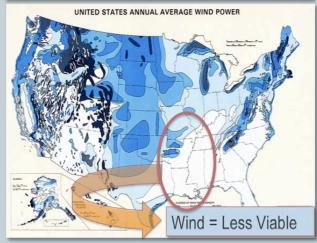


Hydrokinetics in Rivers



- Hydrokinetic generators deployed on pylons in rivers in Mississippi River Basin
 - 80 sites on Mississippi River
 - 17 sites on Atchafalaya River (preliminary permits pending)
- Capacity for 500+ MW
- Projects meet regional demand for renewable energy







Initial Mississippi River Projects



5 ILP Projects

- •Will utilize FERC's Integrated Licensing Process (ILP)
- •"Lead sites"
- •Representative of key characteristics
- •Selected in consultation with Stakeholders



41 TLP Projects

- •Will utilize FERC's Traditional Licensing Process (TLP)
- •Requested waiver of ILP process with Pre-Application Document/Notice of Intent (PAD/NOI)
- •Joint meetings and consultation for TLP held in conjunction with ILP process



Milestones on Initial Projects



2007 2008 2009 2010 **Preliminary Preliminary** Study PAD/NOI Permit **Permits** Determination Filed **Applications** Granted Order Issued Site Visits & Filed Scoping Stakeholder Conduct of Meetings Outreach **Studies** Conducted Proposed Study Plan Filed



FFP's SmarTurbineTM Generator



- Cost-effective design with single moving part
- "Smart" computer electronics for efficiency and maintenance
- Three-meter diameter
 - 10kW in 2.25 m/s flow
 - 40kW in 3 m/s flow





FFP's Goals for Licensing Process



Efficient

- Avoid redundancy to minimize expense, volume of work
- Progress toward yes-or-no licensing decisions

Open and Transparent

- Clear communication of deadlines and expectations
- Open dialogue among developers, agencies, Stakeholders

Comprehensive

- Studies address concerns relevant to all Stakeholders
- Combination of site-independent studies and site-specific studies



Efficiency



- Single filings for multiple sites
 - Single PAD/NOI
 - 6-month progress reports
 - Study plans and quarterly reports
- Consolidated meetings and site visits
 - 5 scoping meetings held in New Orleans, Baton Rouge, Vicksburg, Memphis, and St. Louis
 - 4 study meetings organized by topic
- Designation by agencies of single points of contact
- Progress toward intra-agency coordination



Openness and Transparency



- Outreach to over 800 stakeholders detailed in PAD
 - Includes FERC-mandated list of agencies, states, and tribes, plus additional contacts to localities and NGOs
 - Full dockets available online at FERC's E-Library (http://www.ferc.gov/docs-filing/elibrary.asp)
- Detailed schedule of events and deadlines for filings/responses
- Early and ongoing discussion of issues encourages collaboration toward finding solutions



Comprehensiveness



- Studies conducted at ILP projects will provide basis for FERC's EIS
 - Infrastructure Siting Study
 - Hydraulic Study
 - Navigation Study
 - Damaged Turbine Recovery Study
 - Fish Entrainment, Population Sampling, Habitat Use, and Movement
 - Acoustic Energy Study
 - EMF Study
 - Vegetation, Wildlife Habitat, and Noxious Weeds Inventory
 - Rare, Threatened, and Endangered Species Study
 - Commercial Fishing and Recreation Study
 - Archaeological and Historical Resource Investigation
- Data from site-independent studies will also be relevant for TLP projects
- Site-specific studies will be conducted at each site for information that must be addressed on a site-specific basis



A "Smarter" Licensing Process



- The lengthy and arduous nature of the licensing process gives investors pause. Some potential partial solutions:
 - Roll other Agency approval processes clearly into FERC timelines
 - Revise current exemption process to allow for increased capacity (maybe 10 MW, rather than 5)
 - Increase the trigger for amendments as long as operational requirements are not materially affected
 - Create a "low impact" category for exemption



Contact Information



Free Flow Power Corporation

33 Commercial Street Gloucester, MA 01930

www.free-flow-power.com

Brig. Gen. (Ret.) Robert Crear

Chairman, Free Flow Power Development LLC 978 283 2822 x121

rcrear@free-flow-power.com

David Youlen

COO, Free Flow Power Development LLC 978 283 2822 x105

rswaminathan@free-flow-power.com

Daniel Irvin

President and CEO 978 283 2822 x101

Tel: (978) 283-2822

Fax: (978) 283-2808

dirvin@free-flow-power.com

Ramya Swaminathan

Executive VP of Project Development 978 283 2822 x105

rswaminathan@free-flow-power.com

