A private for-profit development on essentially a public body of water, Nantucket Sound, encompassing 28 square miles deserves very close scrutiny by the citizens of Cape Cod. Cape Wind Associates propose to build 170 wind towers approximately 426 feet tall that would supply 420 MW of electricity at peak and 170 MW on average. The output depends on whether the wind blows at 20 M.P.H. or 40 M.P.H.

The Cape Cod Chamber of Commerce opposes this project even at the risk of being labeled NIMBYS. We oppose it precisely because we are very concerned about the region's back yard. Nantucket Sound is inextricably wound about our economy and our quality of life. Tourists in general and fishermen, pleasure boaters, private aircraft, and coastal residents all would be affected by this massive project.

The developers and their supporters counter that it is basically unpatriotic to oppose this venture because their arguments ring out with encomiums for the public good as a result of the installation of 170 windmills. They say that Cape Codders will be assured of cheaper abundant power, that jobs will be created, that tourists will want to view these wind turbines, that most importantly, the project will make a significant dent in lessening the demand for Middle Eastern oil and finally, our coastal property owners can breath a sigh of relief because this project will help to forestall the disastrous effects of global warming.

The Chamber believes that these arguments are at best overblown and are at least a stretch, from people who basically are interested in the pursuit of profits. We have nothing against profits, in fact we applaud our capitalistic system and its ability to generate new ideas and create jobs. However, we wish the region's capitalists would expend energy and capital on the real issues that Cape Cod faces. Electricity generation is far down on our list of priorities when considering regional infrastructure issues; Residential sprawl, waste water treatment, water supply protection, public transportation, affordable housing and village rehabilitation are regional issues that come to mind before we expend quantities of regulatory capital on this Nantucket Sound wind power plant.

To understand why the Chamber has trouble with Wind Associates arguments, residents of Cape Cod would do well to understand at least minimally the de-regulated electrical industry in the North Eastern part of the U.S. Federal and State regulators and legislators beginning in the early 90's allowed for open access to interstate transmission lines and ordered vertically structured electric utilities to sell off generation and concentrate on transmission and distribution of power, effectively splitting up the retail and the wholesale aspects of generating and selling electric power. The transitionary results of these rulings are the addition of many new power plants being constructed in New England. Twelve new plants have been constructed since1999 with another sixteen permitted and on the drawing boards (some of these may not be built depending on demand). All of these plants will use natural gas from North American sources. These new plants are modern efficient combined cycle units and they have had a significantly positive impact on air quality. A not for profit corporation, Independent System Operator, I.S.O. of New England was created to essentially operate as a commodity market manager for a demand supply pricing mechanism responsible for monitoring hourly daily pricing contracts designed to give consumers competitive prices.

Residential consumers have been shielded from volatile fuel prices by something called the standard offer pricing in this transition phase. By 2004 this mechanism will be gone and through competition and choice the consumer will be able to find their own suppliers if they so choose.

In New England electricity consumption has more than doubled since 1970. I.S.O. New England forecasts peak summer demand to increase to 27,171 MW in 2010 from 23,150 MW in 2000 – an overall increase of 17 percent. Again, since 1999, 12 new power plants totaling 3,600 MW have been built in New England and 16 more are in the works that will add another 7,600 MW in the next three to four years. At present the installed generation capacity in New

England is 26,239 MW. From this you can deduce that we do not have a shortage of power in New England even though we do have transmission access problems in two areas, primarily, inside Route 128 in the Boston area and in South Western Connecticut.

When we consider this wind power plant on our Nantucket Sound back yard, imagine a July summer day with the wind blowing at 20 M.P.H., 170 MW of power are sent to the New England transmission grid. This power represents .0073 percent of the supply on that day. The proponents would have us believe that this miniscule amount of power will somehow be responsible for lower prices on Cape Cod even when peak summer demand on Cape Cod approaches 450 MW and the power would, in all probability be sold by contract to the highest bidder. The new law mandates that distributors like N-Star purchase a small percentage of the demand from renewable sources.

Additionally, the power from this wind power plant would have a minimal effect on weaning the area off Middle Eastern oil for two reasons, older oil fired coal and oil plants are presently being retired and are being replaced with modern combined cycle natural gas plants and this fuel comes from North American sources. The wind power plant, in order to save oil, would have to replace an oil fired unit somewhere in New England in order for the proponents claim to be valid.

In addition, oil is not the fuel of choice for electric power generation. Less than 2% of electric power generation in the U.S. comes from oil. In New England, the percentage is higher, but definitely on the downslide. Transportation uses consume most of our oil demand. The real culprit in this national energy debate is auto mileage efficiency.

Finally, the developers say that 36 full time year round jobs will be created because of this project. I will leave it to the reader to judge whether the use of 28 square miles of our precious natural resource, our back yard, is worth the economic gain of a few jobs and the dubious assertion that tourists will clamor to see these implanted structures on Nantucket Sound. When we weight the actual benefits, they are small compared to the threat to our environment and our economy. A list of groups and communities opposed to this power plant are attached.

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Opposed Organizations:

Town of Yarmouth Town of Barnstable Town of Mashpee Town of Chilmark Town of Nantucket **Recreational Fishing Alliance** Cape Cod Chamber of Commerce Hvannis Area Chamber of commerce Falmouth Chamber of Commerce Martha's Vineyard Chamber of Commerce Nantucket Chamber of Commerce Yarmouth Area Chamber of Commerce Cape Cod & Islands Association of Realtors International Wildlife Coalition Inc. Osterville Village Association Hyannis Civic Association Three Bays Preservation, Inc. Alliance to Protect Nantucket sound Cape Cod Marine Trades Association Massachusetts Marine Trades Association Mass. Boating and Yacht Clubs Assoc. Hyannis Anglers Club Massachusetts Fishermen's Partnership Hyannis Marina Crosby Yacht Yards Hyannis Yacht Club Oyster Harbor Marine **Bass River Yacht Club** FAA Controller's Union Barnstable Land Trust Massachusetts Commercial Fishermen's Assoc. Edgartown Charter Fishing Assoc. Edgartown Shellfish Organization Cotuit Civic Assoc. Barnstable Economic Development Comm. Wampanoag Tribal Council Bass River Rod & Gun Club **Osterville Analers Club** Falmouth Rod & Gun Club