Minister of State for the Environment, Countryside and Local Government



Department of the Environment 2 Marsham Street London SW1P 3EB

Telephone 01-212 3434

Dear Geoff,

Following this afternoon's discussion at E(A) I attach a draft Statement, approved by my Secretary of State, for issue tomorrow.

In Mr Ridley's absence, Mr Waldegrave will be dealing with press queries and interviews in the course of a visit to Cumbria tomorrow. This office will therefore be responsible for finalisation of the draft Statement.

The Minister and I will be leaving London early tomorrow morning. If the Statement is to issue at 11.00 am, we will need comments (to Alan Downey in this office) by 9.00 am tomorrow morning. I am copying this to Jill Rutter, Colin Budd, David Williamson at Cabinet Office and to Number 10: yours succeely,

Jelen Ghosh MRS H F GHOSH

Private Secretary

Geoff Dart Esq

seems to me

ORAGE PRESS NOTICE

GOVERNMENT PROPOSES NEW ACTION TO TACKLE THE PROBLEM OF ACID RAIN

Nicholas Ridley, Secretary of State for the Environment, this morning issued the following Statement:

"The Government has authorised the Central Electricity Generating Board to pursue proposals to the following effect:

a. that future coal-fired power stations should be fitted with flue gas desulphurisation (FGD), to the requirements of the Industrial Air Pollution Inspectorate;

b. that 6,000 MW of existing generating capacity, equivalent to three 2,000 MW stations (selected to maximise the advantage to be derived from rerouting higher sulphur coals) should be retrofitted with FGD equipment, starting with the recently completed extension to the Drax power station. The retrofit programme should be phased over the period 1988 to 1997.

These decisions on retrofitting are subject to the necessary detailed engineering . . . . . studies consultations with planning authorities. These studies and consultations will be undertaken now.

No final decision will be taken to commence retrofitting installation until next Spring's Report from the Royal Society and the Scandinavian Academies of Science on surface water acidification has been received and studied".

Note for Editors

The CEGB estimate that the cost of retrofitting flue gas desulphurisation to 3 power stations will be £600m. There will be some additional operating costs. It is estimated that this would add 12 to electricity prices by the end of the programme.

& discussion of appropriate furancial avvargements and



## 10 DOWNING STREET

From the Private Secretary

Prine Phinter

This seems to me accurately to reflect tre conclusions of E(A). The press release is completely dead pan and good publicity will depend heavily in how it is presented by Tr Waldegrave and press officers. But it doen't book tanks to agree an expanded resion is the time available. Carles drafting would porre expensive. Content? ( I mall prime mt duy changes.)

Yes me

brand 10/9