Management Association, Inc.

EMISSIONS INVENTORY UPDATE

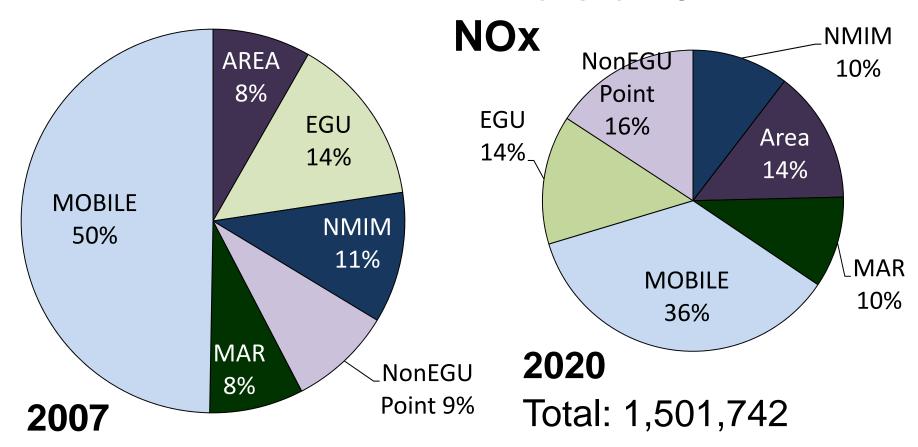
Briefing for OTC Committees and Stakeholder Meeting
April 4, 2013
Washington, DC
Julie McDill & Susan Wierman

TOPICS

- 1. Overview: MARAMA 2007/2020 V3 modeling inventory
- ERTAC EGU Forecast
 - What results will be used in modeling?
 - What issues remain?
- 3. Modeling inventory



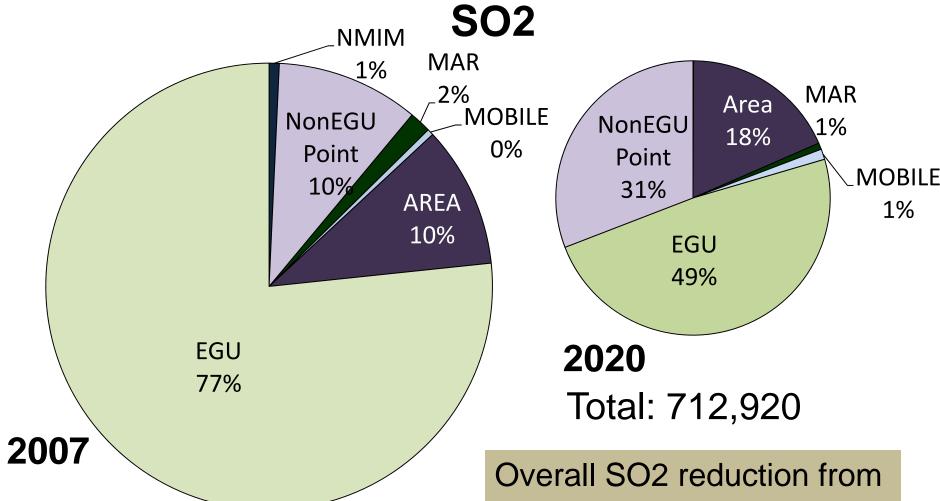
MANEVU and Virginia MARAMA Version 3



Total: 2,764,323

Overall NOx reduction from 2007 to 2020 Expected to be 45%

MANEVU and Virginia MARAMA Version 3



Total: 2,240,172

2007 to 2020 Expected to be 70%

Eastern Regional Technical Advisory Committee (ERTAC)

ERTAC convenes ad-hoc groups to solve specific inventory problems

Collaboration:

States - NE, Mid-Atlantic, Southern, and Lake Michigan

Multi-jurisdictional organizations

Industry



ERTAC Timeline

September - December, 2012

- "East of the Mississippi" test runs Using AEO2010 Growth Rates
- Goal: Demonstrate a "Proof of Concept"
- Present results to states for comment
- Presented model and "Proof of Concept" results to USEPA technical staff

Spring 2013

- Goal: Improve inputs and model based on "Proof of Concept"
- Develop AEO 2013 growth factors which reflect new fuel mix paradigm
- Present results to full ERTAC Committee
- Stakeholder review
- Air Quality modeling using ERTAC EGU projections

Anticipated Future tasks

• Develop new base year



How does ERTAC EGU work?

Starting point: 2007 CEM data by region

States provide info: new units, controls & other changes

Regional growth rates

Base – Dept. of Energy (EIA) Annual Energy Outlook (AEO)

Peak – North American Electric Reliability Corporation (NERC)

Future hourly estimates based on base year activity

Temporal profile matches meteorology

Unit demand beyond capacity moved to other units using 2007 ordering

Growth beyond regional capacity results in "Generic Units"

Test hourly reserve capacity



State Involvement

- <u>Regional lead</u> coordinate state review of model and inputs
- State Lead QA the input files and review the output to provide guidance
- If Future Year (FY) emission goals are not met with known controls, states will indicate what additional strategies must be applied to meet the goal



Regional and Fuel Modularity

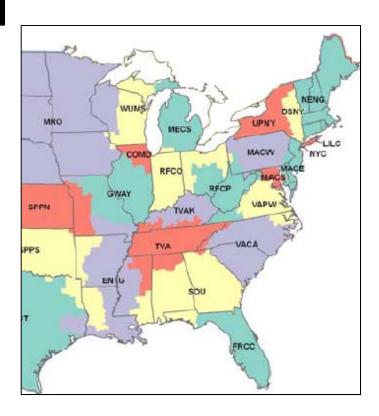
Units assigned to a region/fuel Growth rates by region/fuel Growth rates account for:

Regional generation transfer Changes in fuel mix

Allows modular operation With unrealistic growth rates:

Results will also be unrealistic

May need to manually balance between fuels

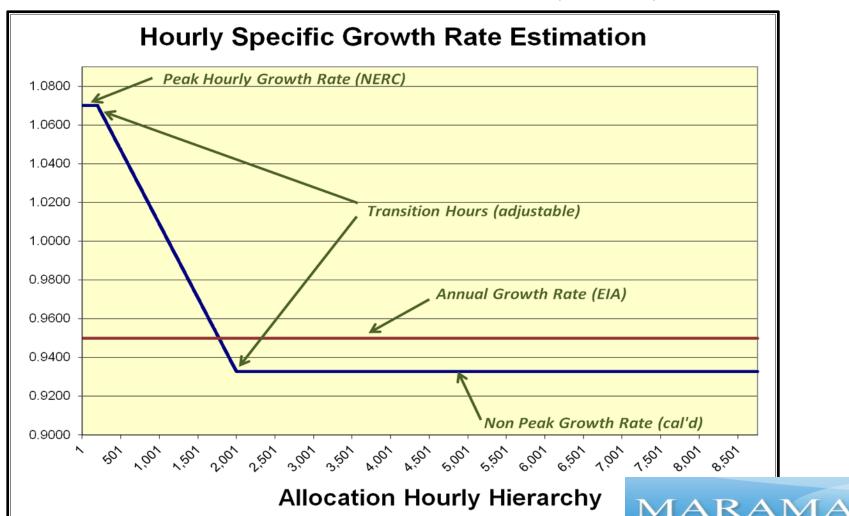




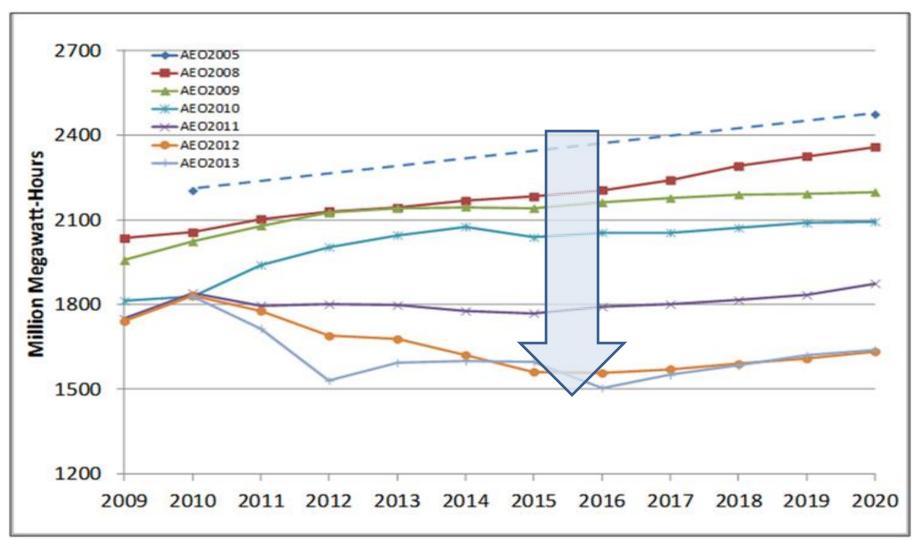
Growth Rates (GR)

- Peak GR = 1.07
- Annual GR = 0.95

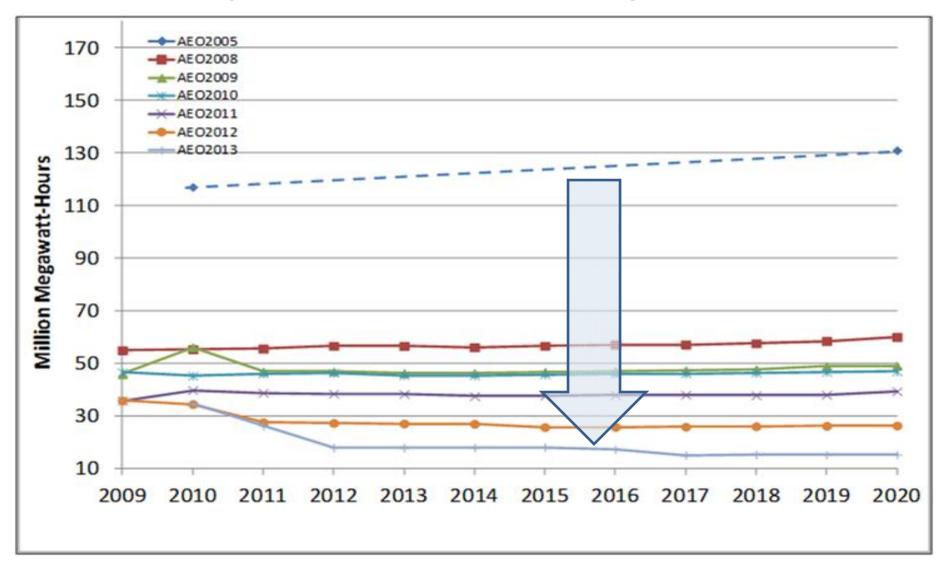
- Transition hours of 200 & 2,000
- Non Peak GR = 0.9328 (calculated)



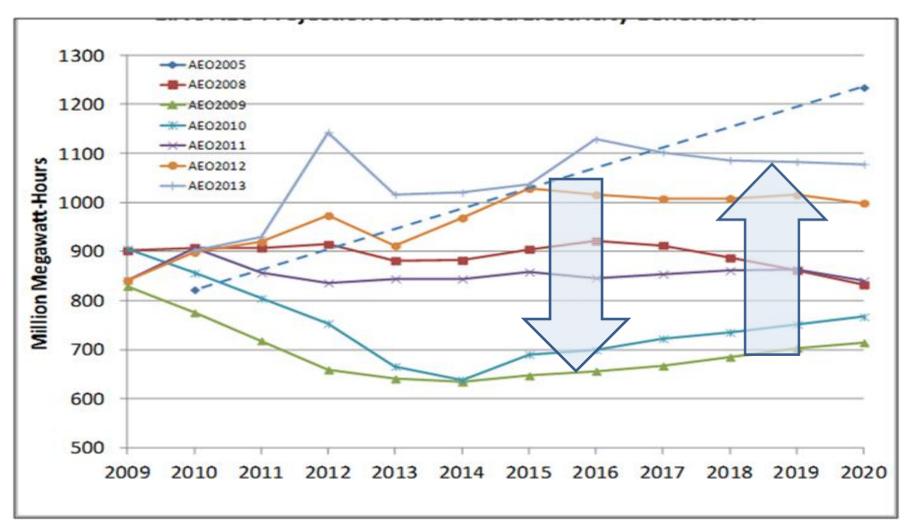
EIA's AEO Projection of Coal Consumption for Electricity Generation



EIA's AEO Projection of Oil Consumption for Electricity Generation

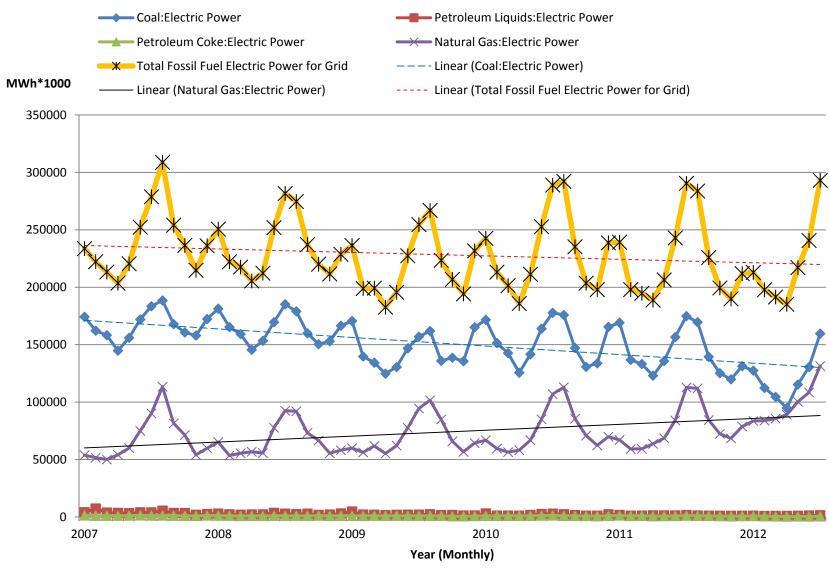


EIA's AEO Projection of Gas Consumption for Electricity Generation



Fossil Fuel Electric Power-to-Grid Generation Trends

Monthly Totals by Fuel Type - EIA Data - US Aggregate



Growth Beyond Existing Capacity

If unit growth exceeds capacity

Unit is limited to capacity

Demand beyond capacity is distributed to other units



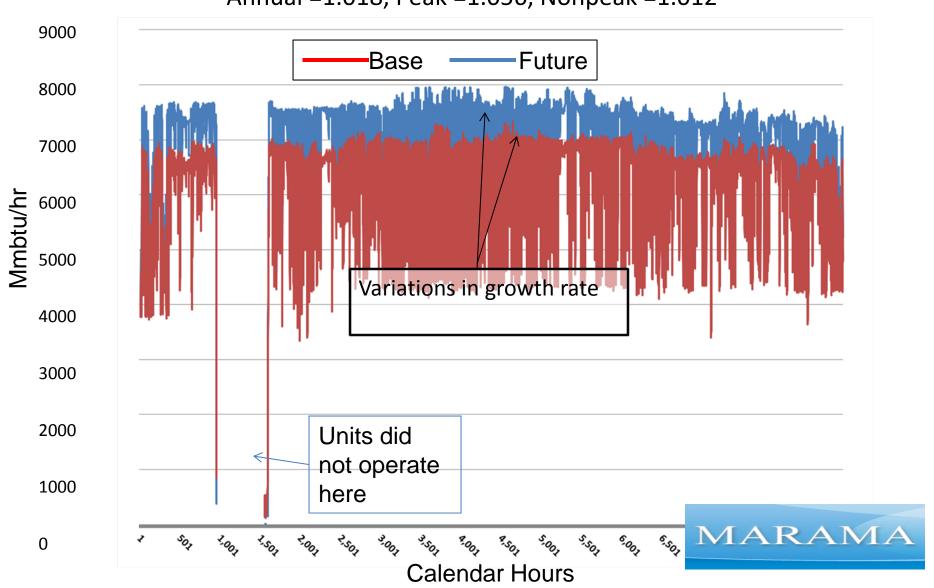
New Generic Units

- Added to meet demand
- Utilization determined on a fuel/unit type basis (like new state supplied units)
- Receive unmet demand
- Size/location of generic units adjustable
- Future temporal profile assigned by region and fuel/unit type
- If a generic unit is added, the allocation hierarchy is recalculated and the loop begins at the first hour

Unit Level Example: Coal Fired Existing Unit, 800 MW

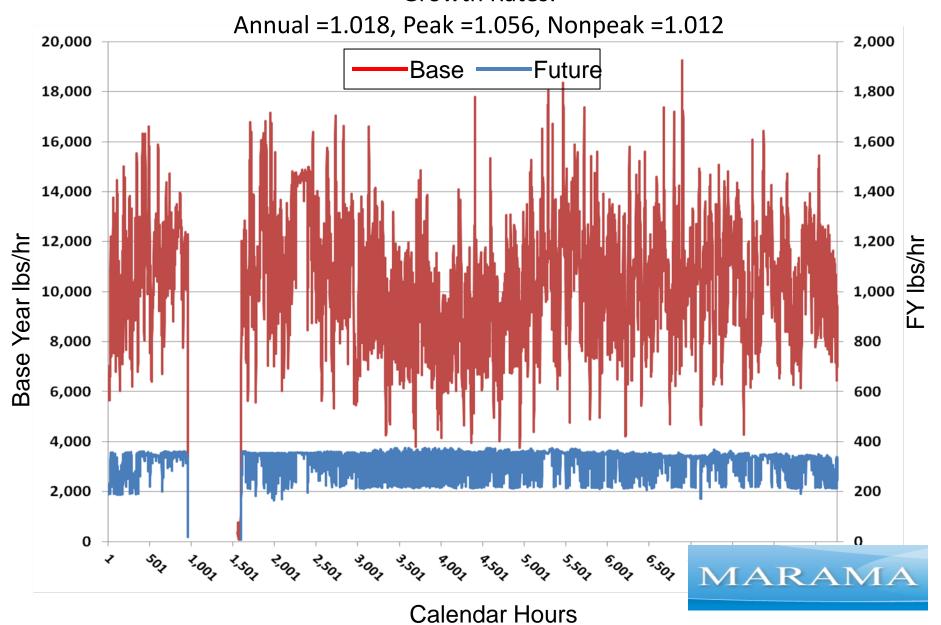
Growth Rates:

Annual =1.018, Peak =1.056, Nonpeak =1.012



Unit Level Example: Coal Fired Existing Unit, 800 MW – SO2 Control

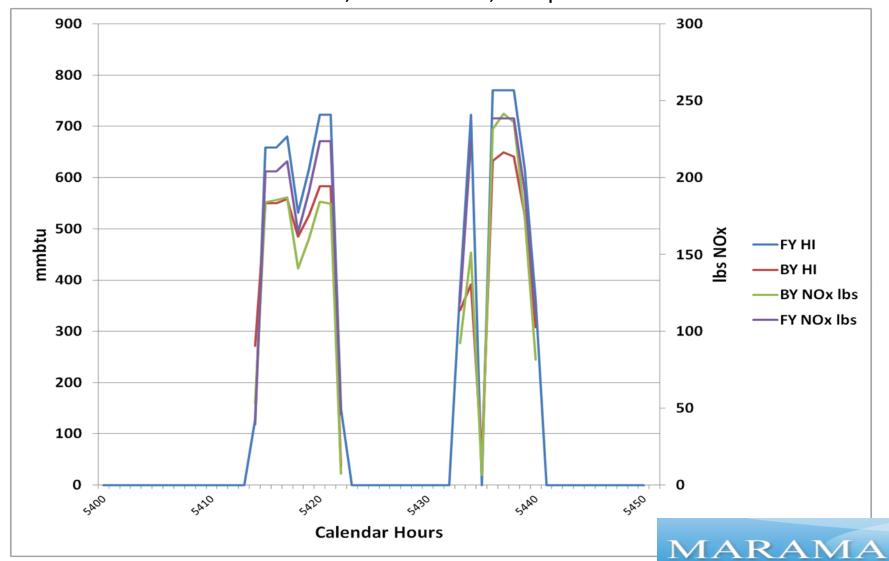
Growth Rates:



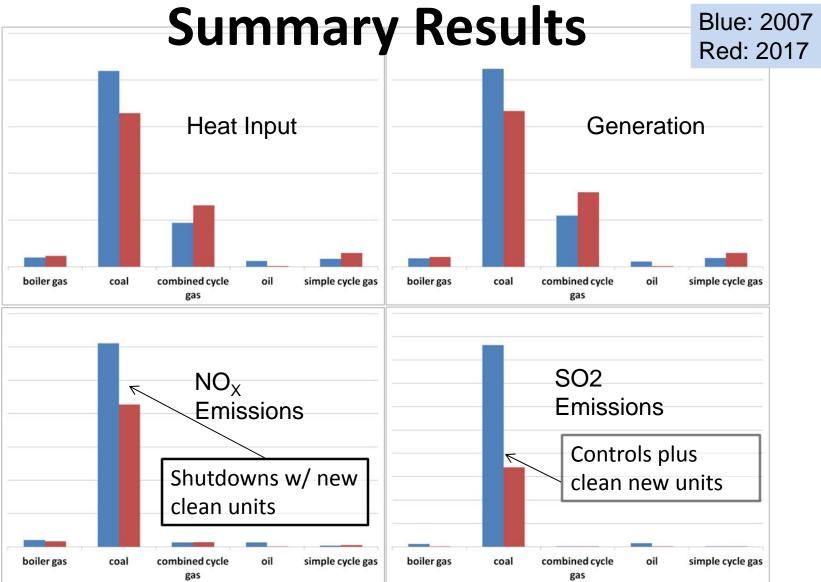
Peaking Unit Example: Simple Cycle, 53 MW

Growth rates

Annual =1.39, Peak =1.549, Nonpeak =1.377



AEO2013 Run – V1.6 Summer December



What You Can Expect the Model to Deliver

- Growth estimates for
 - CAMD reporting units
 - Coal, oil, natural gas
- Regional boundaries delineate NYC
 - Flexibility in growth rates
 - No unit retired w/o state input
- Future year hourly temporal profiles for
 - NOx, SO2, activity data
 - New units that didn't operate in the base year



In summary

- The model has been built
- Northeast EGU inputs in good shape
- Output using AEO2013 has been generated
- Next steps:
 - Other regions improve EGU inputs
 - New run with revised inputs (V1.7)
 - Stakeholder outreach
 - Scenarios built to evaluate policy
 - New Base Year inputs



Key Points

- MOVES 2007 & 2020 complete but anomalies remain
- ERTAC EGU emissions projection using AEO2013 will be used in modeling



Documentation

- I:\Emissions Inventory\2007 Modeling Emissions Inventory\Summaries
 - Complete MANEVU Piecharts.xlsx