## **MEMORANDUM**

TO:	Docket
FROM:	EPA, Clean Air Markets Division
SUBJECT:	Economic and Energy Impact Analysis for the Proposed Utility MACT Rulemaking
DATE:	January 28, 2004

This memorandum provides the results of the economic and energy impact analysis performed for the proposed Utility MACT rulemaking. EPA used the Integrated Planning Model (IPM), developed by ICF Consulting, to conduct its analysis. IPM is a dynamic linear programming model that can be used to examine air pollution control policies for mercury and other pollutants throughout the contiguous U.S. for the entire power system. Documentation for how the EPA has configured IPM for pollution control analysis can be found at www.epa.gov/airmarkets/epaipm.

This memorandum provides results for the MACT scenario following the emissions limits as outlined in the proposed rule. The proposed rule would establish emission limits for Hg depending on the rank of coal. Thus, the scenario that is analyzed here presumes the rate requirements for existing coal-fired generating units shown in Table 1 below.

Table 1 Proposed Mercury MACT Emission Limits for Existing Coal-Fired Electric Utility Steam Generating Units					
Subcategories Based on CoalRatesRank(lb/TBtu)					
Bituminous	2.0				
Subbituminous	5.8				
Lignite	9.2				
Coal refuse / Waste coal	0.4				
IGCC units 19.0					
Note: TBtu - trillion BTUs of heat input					

Source: Proposal of Mercury MACT, signed December 15, 2003, available on

## **Projected Emissions Reductions from 1999 Level**

Mercury emissions from coal-fired power generators were estimated by EPA to be 48 tons in 1999<sup>1</sup>. EPA has projected under its Base Case<sup>2</sup> that mercury emissions from the power generation sector will be further reduced in the coming years due to the NOx SIP call and Title IV Acid Rain Program. EPA projects that additional SCR (about 90 GW by 2010) and scrubbers (about 14 GW by 2010) will be installed to meet these program requirements and these installations will also reduce mercury emissions. The co-benefits associated with NOx and SO<sub>2</sub> controls assumed in this modeling are presented in Table A-3 of the Appendix to this document and in the IPM documentation. The levels of mercury reductions in both the Base Case and under the proposed MACT are presented in Table 2 below.

Table 2         Mercury Emissions and Reduction for the Base Case and Proposed         MACT for 2010 and 2020         (tons)							
Control Case	rol Case 2010 2020						
Base Case	44.80	44.69					
<b>Proposed MACT</b> 30.16 31.34							
Emission Reduction	14.64	13.35					

Source: Integrated Planning Model results.

## **Projected Annual Costs**

Total annual costs of the proposed MACT program are projected to be \$1.6 billion in 2010 and \$1.1 billion in 2020. These costs represent about a 1.9% increase in 2010 and 1.1% increase in 2020 of total annual electricity production costs.

The lower cost of the MACT program in 2020 stems from total fuel costs being lower than those in the Base Case. As in 2010, coal use reflects a shift away from bituminous and toward subbituminous and lignite coal, relative to the Base Case. In addition, there is fuel switching among bituminous coals. Projections for 2010 and 2020 differ in the sulfur content and cost of the bituminous coals that are being displaced. In 2010, the shift was largely away from less-expensive, high-sulfur bituminous coals. By 2020, the decrease in bituminous coal use was largely in the more-expensive, lower-sulfur coals, which led to a decrease in the overall fuel

<sup>2</sup> Base Case includes Title IVAcid Rain Program, NOx SIP call and state rules finalized before March 1, 2003.

<sup>&</sup>lt;sup>1</sup> 1999 EPA Mercury ICR data, cited in http://www.epa.gov/ttn/atw/combust/utiltox/stxstate2.pdf

costs. Also, while the proposed MACT rule is expected to result in a very slight increase in gas prices in 2010, by 2020 this effect is largely attenuated.<sup>3</sup>

Notably, production costs are only one component of the final retail electricity prices seen by consumers, and on average, make up from one-third to one-half of regional electricity prices. Costs stemming from the transmission and distribution of electricity make up the remainder. Thus a more meaningful measure of the impact of the rule is the price effect presented in the section of this memo discussing retail prices.

## **Projected Control Technology Retrofits**

In 2010, compliance with the MACT program is projected to be primarily through the installation of activated carbon injection (ACI). Table 3 shows that about 63 GW of coal-fired capacity is projected to install ACI. In addition, 1 GW of scrubbers and 2 GW of SCR are also projected to be installed.

While IPM relied on the use of ACI to demonstrate compliance, ACI is not a technology that is available for use in setting the MACT floor. The MACT floor rates (utilized in IPM) were dependent only on demonstrated, commercially-available technologies that are currently in use by coal-fired electric generation units (e.g., wet scrubbers and fabric filters).

Table 3Projected Retrofits of ACI by Coal Rank for the Proposed MACTin 2010						
Coal Rank	Retrofit Type	Capacity (MW)				
Dituminous	90% Removal ACI	55,197				
Bituminous	60% Removal ACI	3,472				
S	90% Removal ACI	395				
Subbituminous	60% Removal ACI	3,925				
Liquito	90% Removal ACI	60				
Lignite	60% Removal ACI	30				
Total		63,079				

Source: Integrated Planning Model results.

<sup>&</sup>lt;sup>3</sup>Integrated Planning Model results.

## **Projected Hg Emissions Reductions**

When the emissions rates developed in today's rule are applied to current coal use (based on the 1999 EPA ICR), emissions are projected to be 34 tons. Based on modeling, total emissions from affected coal-fired power plants are projected to be 30 tons in 2010 and 31 tons in 2020 (see Table 4). However, EPA believes that the model over-estimates reductions in this analysis and that emissions are likely to be much closer to the calculated level of 34 tons. This is further discussed in the "Limitations of the Analysis" section of this memo.

Table 4 Projected Mercury Emissions by Coal Rank <i>(tons)</i>						
	Base	Case	Р	roposed MAC	Т	
Coal Rank	2010	2020	2010	2020	2010 Rate (lb/TBtu)	
Bituminous	27.10	25.78	12.25	12.18	1.71	
Subbituminous	14.33	15.43	14.43	15.60	4.86	
Lignite	3.37	3.48	3.48	3.56	6.70	
Total	44.80	44.69	30.16	31.34		

Source: Integrated Planning Model results.

## **Emissions Reductions and Associated Costs**

Most of the incremental costs projected under the proposed MACT rule are associated with bituminous-fired coal units, as can be seen in Table 5. This is a direct consequence of the emission limits established by the proposed MACT rule, which are relatively much tighter for bituminous coal-fired units than they are for subbituminous or lignite-fired units.

Table 5           2010 Proposed Mercury MACT Emissions Reductions and Incremental Annual Costs           by Coal Rank Relative to Base Case							
Hg (tons reduced) Annual Cost (million \$1999)							
Bituminous	15.2	\$1,551					
Subbituminous -0.4 \$47							
Lignite	-0.1	\$2					
Total	<b>Total</b> 14.6 \$1,600						

Source: Integrated Planning Model results.

Due to increased generation and coal-switching, emissions from subbituminous-fired and lignite-fired units are projected to increase slightly over the Base Case. Table 6 illustrates how, as a result of the proposed MACT, coal use in 2010 is expected to shift away from bituminous coal and towards increased use of subbituminous and lignite coal.

Table 6 Coal Use in 2010 by Coal Rank <i>(in TBtu)</i>						
Base CaseProposed MACTPercent Change from Base Case						
Bituminous	14,818	14,481	-2.3%			
Subbituminous         5,722         5,989         4.7%						
Lignite	989	1,040	5.1%			

Source: Integrated Planning Model results.

Table 7 shows that in 2010, NOx and SO<sub>2</sub> emissions are projected to be reduced in comparison to Base Case emissions projections. These projected reductions are due to the reliance on some SO<sub>2</sub> and NOx controls and coal-switching to achieve mercury reductions. When compared to the Base Case, there is also a projected shift (about 6% of bituminous coal use measured in TBtus) from higher-mercury, higher-sulfur bituminous coals towards lower-mercury, lower-sulfur bituminous coals, which results in SO<sub>2</sub> emissions reductions. In addition, some units are projected to use SO<sub>2</sub> controls (scrubbers) to comply with the MACT (about 1 GW). Projected NOx emissions reductions from the Base Case are a result of seasonal NOx controls being operated annually in the MACT case (about 90 GW of SCR operate annually) and the addition of 2 GW of SCR to achieve mercury control. The existence of NOx and SO<sub>2</sub> trading market (for the NOx SIP call and Acid Rain program) would affect the choices for mercury compliance. The value of the NOx and SO<sub>2</sub> allowance provides an economic incentive for control options that reduce NOx and SO<sub>2</sub> emissions in addition to reductions in Hg emissions.

Table 7         Approximate Emissions Reductions and Incremental Annual Costs by Control Option from Base Case in 2010 for Proposed MACT								
	Hg (tons)SO2 (1,000 tons)NOx (1,000 tons)Annual Cost (million \$1999)							
ACI (60% removal)	1.0			\$75				
ACI (90% removal)	8.8			\$990				
New SCR	0.2		75	\$25				
Annual use of existing SCR	1.3		824	\$135				
New FGD	<b>New FGD</b> 0.5 194 \$40							
Coal switching	2.8	397		\$365				
Total	14.6	591	899	\$1,627				
Note: Since there is an emissions cap on SO <sub>2</sub> , these incremental reductions reflect a shift in emissions from 2010 to other year(s). Note: Numbers may not add due to rounding errors.								

Source: Calculations and estimates based on Integrated Planning Model results

Total projected state-level emissions for mercury, NOx and SO<sub>2</sub> for both the Base Case and the proposed MACT Policy case are included in Appendix Tables A-1 and A-2 respectively, at the end of this memo.

It should be noted that other regulatory actions that are likely to occur over this time period would likely realize much of the  $SO_2$  and NOx reductions projected in this analysis. The proposed IAQR, for example, would realize substantially greater reductions in NOx and  $SO_2$ . In addition, technology control choices for mercury would likely be significantly affected by the requirements of the IAQR. This analysis has not taken into account the interactions that may result between this rulemaking and the IAQR.

## **Projected Generation Mix**

The total amount of coal-fired generation and natural gas-fired generation is projected to remain relatively unchanged by the MACT program, as can be seen in Table 8 below.

Relative to the Base Case, about 500 MW of coal-fired capacity is projected to be uneconomic to maintain and about 75 MW is projected to re-power to natural gas by 2010. The uneconomic coal plants are likely also affected by the overbuild of new gas-fired combined cycle plants since 2000. The IPM model can determine that specific generating units are uneconomic to maintain, based on their fuel, operating and fixed costs, and whether they are needed to meet both demand and reliability reserve requirements. In practice, units projected to be uneconomic to maintain may be "mothballed", actually retired, or kept in service to ensure transmission reliability in

certain parts of the grid. Our modeling is unable to distinguish between these potential outcomes.

Table 8Electricity Generation in 2010(1,000 Gwh)						
Fuel	Base Case	<b>Proposed MACT</b>				
Coal	2,163	2,162				
Oil/Natural Gas	852	854				
Other	1,180	1,180				

Note: Base Case results shown here may differ slightly from other EPA Base Case results due to a different aggregation of run-years. Source: Integrated Planning Model results.

#### **Projected Coal Production for Electric Power Sector**

Table 9 shows the projected changes in regional coal use by the power sector in 2010 under the proposed MACT, relative to the Base Case. There is a noticeable shift, in 2010, from Appalachian coals (which are generally bituminous and thus burned by plants with more stringent MACT limits) towards Western coals. Due to Western coals' lower heat content, more tons of coal need to be burned to make up for the projected lost Appalachian coal consumption.

Table 9         Coal Use by Electric Power Sector         (million tons)									
Coal Supply Region2000 Historical2010 Base Case2010 Proposed MACT									
Appalachia	299	315	304						
Interior 131 177 177									
West 475 536 554									
National									
Note: Base Case results shown her	e may differ slightly from oth	er EPA Base Case results due t	o a different aggregation						

Note: Base Case results shown here may differ slightly from other EPA Base Case results due to a different aggregation of run-years.

Source: Integrated Planning Model results. Historical data from EIA Coal Industry Annual 2000, represents coal deliveries.

## **Projected Retail Electricity Prices**

In 2020, retail electricity prices are projected to still be below 2000 prices. When compared to 2010 projections of the Base Case, electricity prices are projected to increase very slightly - only about one-half a percent in 2010 and about two-tenths of a percent in 2020. Retail electricity prices by power region are provided for the both the Base Case and the proposed MACT case for the years 2010 and 2020 in Table 10 below.

	Table 10 Retail Prices <i>(Mills Per Kwh - 1999\$)</i>							
Power		2000	Base	Case	Prop MA	osed CT		rice nge
Region	Main States Included		2010	2020	2010	2020	2010	2020
ECAR	OH, MI, IN, KY, WV, PA	57.4	51.2	56.6	52.1	57.0	1.7%	0.8%
ERCOT	TX	65.1	54.3	66.3	54.3	66.3	0.1%	0.1%
MAAC	PA, NJ, MD, DC, DE	80.4	58.5	74.0	58.8	74.1	0.6%	0.2%
MAIN	IL, MR, WI	61.2	53.0	62.5	53.3	62.7	0.5%	0.2%
MAPP	MN, IA, SD, ND, NE	57.4	54.5	49.0	54.6	48.9	0.2%	-0.2%
NY	NY	104.3	80.4	90.6	80.8	91.0	0.5%	0.4%
NE	VT, NH, ME, MA, CT, RI	89.9	71.8	83.9	72.0	84.2	0.3%	0.4%
FRCC	FL	67.9	71.1	68.6	71.5	68.8	0.5%	0.3%
STV	VA, NC, SC, GA, AL, MS, TN, AR, LA	59.3	55.9	54.7	56.3	54.9	0.8%	0.4%
SPP	KS, OK, MO	59.3	51.7	56.3	51.9	55.6	0.4%	-1.3%
PNW	WA, OR, ID	45.9	50.2	48.5	50.2	48.5	0.2%	0.0%
RM	MT, WY, CO, UT, NM, AZ, NV, ID	64.1	63.1	65.6	63.4	65.7	0.4%	0.2%
CALI	СА	94.7	96.1	97.5	96.2	97.5	0.1%	0.0%
National	Contiguous Lower 48 States	66.0	59.6	63.9	60.0	64.1	0.6%	0.2%

Source: EPA Retail Electricity Pricing Model with inputs from IPM.

## **Projected Fuel Price Impacts**

The projected changes in fuel prices (prior to transport for coal, and price at the Henry Hub for natural gas) are provided in Table 11. As can be seen, the proposed MACT policy is expected to result in very little, if any, changes in fuel prices.

Table 11 Average Coal Mine Mouth and Henry Hub Natural Gas Prices <i>(1999\$)</i>						
	Base Case Proposed MACT					
	2000 2010 2020 2010 2020					
Coal Mine Mouth (US\$/MMBtu)	0.80	0.80 0.60 0.55 0.60 0.53				
Henry Hub (US\$/MMBtu)	4.15	2.97	2.87	2.99	2.87	

Source: Integrated Planning Model results; 2000 natural gas and coal data from Platts COALdat and GASdat.

## Sensitivity of Assumptions for Natural Gas Prices and Electricity Growth

Sensitivity analysis was performed using the Energy Information Agency's (EIA) assumptions for natural gas prices and electricity growth in place of those used by EPA in the primary analysis. These particular assumptions involve higher natural gas prices in 2010 and in 2020 and project electricity growth of 1.86% a year, rather than EPA projected growth of 1.55%. In analyzing the sensitivity analysis output the EPA found:

• Annual costs of proposed MACT are expected to be \$1.6 billion in 2010 and \$1.2 billion in 2020. Projected total annual costs are almost identical to those in the primary analysis in 2010, and total annual costs are projected to increase less than 10% in 2020 relative to those using EPA assumptions (See Table 12).

Table 12           Comparison of Sensitivity Analysis Results of Projected Annual Costs to EPA Primary Case (billion \$1999)			
	2010	2020	
Proposed MACT	1.6	1.1	
Proposed MACT with EIA assumptions for electricity demand growth and natural gas prices	1.6	1.2	

Source: Integrated Planning Model results

- As can be noted in Table 13, coal-fired generation increases under EIA assumptions, with new coal-fired capacity projected: 5 GW in 2010 and 107 GW in 2020. Almost no existing coal units are found to be uneconomic.
- Increased projected mercury emissions (relative to the MACT analysis under EPA primary case assumptions) accompany the increases in new coal-fired capacity and generation, as can be seen in Table 14.

For the same reasons as noted earlier and discussed in the "Limitations" section below, analysis of the proposed MACT using EIA assumptions may underestimate expected mercury emissions.

Table 13           Comparison of Sensitivity Analysis Results of Projected Electricity Generation to EPA Primary           Case in 2010           (1,000 Gwh)					
	Proposed MACT for Primary Case		Proposed MACT with EIA assumptions for growth and gas		
	2010	2020	2010	2020	
Coal	2,162	2,339	2,254	3,698	
Oil/Natural Gas	854	1,807	954	802	
Other	1,180	1,175	1,181	1,179	

Source: Integrated Planning Model results

Table 14 Comparison of Sensitivity Analysis Results of Projected Mercury Emissions to EPA Primary Case <i>(tons)</i>			
Projected Hg Emissions (tons)	2010	2020	
Proposed MACT Primary Case	30.10	31.31	
Proposed MACT with EIA assumptions for electricity demand growth and natural gas prices	31.91	34.61	

Source: Integrated Planning Model results.

## Limitations of Analysis

Although the model can be equipped to analyze rate-based limits on the power sector, EPA's configuration of IPM is more suitable for analyzing cap-and-trade programs and historically has been used by EPA to analyze such programs. Control technology choices in the model were developed by EPA primarily to address cap-and-trade options. In the case of mercury control technology, the model allows for reductions of ACI only at the 60% and 90% level (rather than the range of 60 to 90%). This choppiness in the model may lead to as much as 2 tons of over compliance by the bituminous units. In addition, the modeling assumes a range of mercury contents for different grades of coal, but due to averaging, may not fully capture all mercury contents of all possible coal choices.

The mercury content of coal used in the modeling was developed using the more than 40,000 data points collected in EPA's 1999 Mercury ICR. To make this data usable in EPA's modeling, these data points were first grouped by IPM coal types and IPM coal supply regions. (IPM coal types divide bituminous, subbituminous, and lignite coal into different grades based on sulfur content.) Cluster analysis and statistical averaging were used to provide a range of mercury contents for each IPM coal type by supply region and sulfur content. Consequently, for each type of coal in each coal supply region, there are from 1 to 3 emissions factors that characterize the mercury content for that type of coal. Please see IPM documentation, Chapter 4 for further information on mercury content of coal: www.epa.gov/airmarkets/epa-ipm.

Therefore, when modeling a facility specific limit, the averaging of mercury contents for different grades of coal may underestimate emissions because it may not fully capture all mercury contents of all possible coal choices. This factor along with the mercury technology choice options available (discussed earlier) could result in an underestimate of mercury emissions from the model.

Other limitations of this modeling analysis are that it presents a single set of resulting outputs from a single set of input assumptions that represent EPA' best technical judgements regarding the values of these variables. Sensitivity analysis with EIA gas price and electricity growth assumptions provides insight from an alternate set of input assumptions in these two key areas. This analysis yielded similar results with regards to some outputs (such as costs of the proposed MACT) program, and differing results with regards to other outputs (such as the projected Mercury Emissions in 2010 and 2020). Additional sensitivities, both on these variables and on other input parameters, would provide additional information about the robustness of the results.

Another area of uncertainty is the performance of mercury control removal systems, like the one assumed in the modeling, activated carbon injection (ACI). ACI systems with added pulse-jet fabric filters have shown great promise in demonstrated tests. However, there is uncertainty about the availability and effectiveness of ACI across all coal types in the 2010 timeframe, since these systems have not been fully deployed on coal-fired electric generating plants. In fact, a key limitation of this modeling analysis is that it does not take into account the potential for advancements in the capabilities of mercury control technology and reductions in their costs over time, so that the results for 2020 are less certain.

As configured, the IPM model also does not take into account demand response, i.e. consumer reaction to the levels of electricity prices. The increased retail electricity prices shown on Table 10 would prompt end-users, to curtail (to some extent) their use of electricity and encourage them to use substitutes<sup>4</sup>. These responses would lessen the demand for electricity, lowering electricity production costs and prices and reducing generation and emissions.

<sup>&</sup>lt;sup>4</sup>The degree of substitution/curtailment depends on the price elasticity of electricity.

#### **Energy Impact**

According to *Executive Order 13211: Actions that Significantly Affect Energy Supply, Distribution, or Use,* this proposed rule is significant because it has a greater than a 1% impact on the cost of electricity production and because it results in the retirement of greater than 500 MW of coal-fired generation, this regulation is significant. It should be noted that EPA has proposed a trading program to achieve mercury reduction as an alternative to the MACT standard, which is a command and control regulation. The relative flexibility offered by a trading program may ease the impact on energy production.

# **APPENDIX**

	Hg (tons)	Summer NOx	Total NOx	Total SO <sub>2</sub>
State			(thousand tons)	
Alabama	1.59	39	131	458
Arizona	0.48	35	79	48
Arkansas	0.93	23	51	123
California	0.04	1	2	11
Colorado	0.22	35	80	70
Connecticut	0.10	1	3	6
Delaware	0.19	4	10	46
lorida	0.82	62	140	233
Jeorgia	1.88	25	148	609
llinois	1.89	44	170	591
ndiana	2.13	60	236	656
owa	0.78	36	82	152
Kansas	0.97	45	101	64
Kentucky	1.31	36	192	369
Jouisiana	0.73	21	46	113
<i>M</i> aine	0.01	0	1	3
Aaryland	1.28	10	60	229
/assachusetts	0.20	3	8	16
Aichigan	1.42	36	118	375
Ainnesota	0.69	43	101	85
Aississippi	0.23	18	42	73
Aissouri	1.70	44	132	281
Iontana	0.32	16	37	18
Jebraska	0.57	25	57	97
Jevada	0.21	14	36	17
New Hampshire	0.05	1	3	7
New Jersey	0.57	4	27	40
Jew Mexico	0.59	34	76	48
Jew York	1.23	18	47	197
Jorth Carolina	0.93	22	60	191
Jorth Dakota	1.11	33	78	160
Dhio	3.58	61	261	1,183
Oklahoma	1.19	34	76	133
Dregon	0.09	4	9	15
ennsylvania	4.78	45	206	868
outh Carolina	0.56	15	64	199
outh Dakota	0.11	5	10	35
ennessee	0.94	22	103	306
exas	3.45	66	148	489
Jtah	0.15	31	69	31
/irginia	0.60	14	53	186
Vashington	0.24	9	21	6
Vest Virginia	1.96	26	155	539
Visconsin	1.30	46	104	200
Vyoming	0.66	39	89	46
<i>Total</i>	44.79	1,204	3,723	9,625

 Table A-1

 Base Case Projected State Level Emissions for Hg, NOx (summer and total) and SO<sub>2</sub> in 2010

Note: Base Case results shown here may differ slightly from other EPA Base Case results due to a different aggregation of run-years. Source: Integrated Planning Model results.

State	Hg (tons)	Summer NOx	Total NOx	Total SO <sub>2</sub>
	ng (ions)	(thousand tons)		
Alabama	0.94	45	103	434
Arizona	0.33	35	79	48
Arkansas	0.86	23	51	123
California	0.05	1	2	11
Colorado	0.19	35	80	70
Connecticut	0.04	1	3	6
Delaware	0.06	4	8	38
Florida	0.62	52	117	237
Georgia	1.39	26	61	609
llinois	1.52	47	129	513
ndiana	1.61	58	138	545
owa	0.77	35	83	154
Kansas	0.93	45	99	68
Kentucky	0.68	34	81	346
Louisiana	0.66	21	46	113
Maine	0.00	0	1	3
Maryland	0.32	10	24	233
Aassachusetts	0.09	3	7	15
Michigan	1.33	39	94	377
Ainnesota	0.69	43	99	88
Aississippi	0.18	18	42	73
Aissouri	1.53	44	108	283
Aontana	0.32	16	37	18
Nebraska	0.53	25	56	96
Vevada	0.12	14	35	16
New Hampshire	0.04	1	3	7
New Jersey	0.11	4	10	38
New Mexico	0.59	34	76	48
New York	0.25	17	39	188
North Carolina	0.72	21	60	191
North Dakota	1.12	35	80	172
Dhio	1.42	55	147	912
Oklahoma	1.09	34	76	133
Dregon	0.09	4	9	155
Pennsylvania	1.16	42	108	744
South Carolina	0.31	15	35	199
South Dakota	0.13	5	12	41
ennessee	0.49	22	51	306
exas	3.45	66	148	557
Jtah	0.14	31	69	31
Virginia	0.32	14	33	183
Vashington	0.24	9	21	6
Vest Virginia	0.92	27	71	502
Wisconsin	1.18	46	104	200
Wyoming	0.66	39	89	46

Table A 3

Note: Since there is an emissions cap on  $SO_2$ , these incremental reductions reflect a shift in emissions from 2010 to other year(s). Source: Integrated Planning Model results.

Table A-3           EPA Mercury Removal Assumptions for Pollution Control Equipment           (% removal from the Hg content of coal)				
Name for Control(s)	Bit % removal	Subbit % removal	Lignite % removal	
PC/CS-ESP	36%	3%	0%	
PC/CS-ESP/FGD	66%	16%	44%	
PC/CS-ESP/FGD-Dry	36%	35%	0%	
PC/CS-ESP/SCR/FGD	90%	66%	44%	
PC/FF	89%	73%	0%	
PC/FF/FGD	97%	73%	0%	
PC/FF/FGD-Dry	95%	25%	0%	
PC/FF/SCR/FGD	90%	85%	44%	
PC/FGD	42%	30%	0%	
PC/FGD-Dry	40%	15%	0%	
PC/HS-ESP	10%	6%	0%	
PC/HS-ESP/FGD	42%	20%	0%	
PC/HS-ESP/FGD-Dry	40%	15%	0%	
PC/HS-ESP/SCR/FGD	90%	25%	0%	

Note: PC: Pulverized Coal,

CS-ESP: Cold side electrostatic precipitator, HS-ESP: Hot side electrostatic precipitator,

FGD: Flue Gas Desulfurization - Wet,

FGD-Dry: Flue Gas Desulfurization - Dry,

SCR: Selective Catalytic Reduction,

FF: Fabric Filter

Source: Documentation of EPA Modeling Applications using the IPM model (www.epa.gov/airmarkets/epa-ipm)