

United States Department of the Interior

NATIONAL PARK SERVICE 1849 C Street, N.W. Washington, D.C. 20240

IN REPLY REFER TO:

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N3615 (2350)

Ms. Anita Lee (Air-3) U.S. Environmental Protection Agency Region 9 75 Hawthorne Street San Francisco, California 94105–3901

Dear Ms. Lee:

The National Park Service (NPS) appreciates the opportunity to comment on the Environmental Protection Agency's (EPA) Advanced Notice of Proposed Rulemaking (ANPR) regarding Assessment of Anticipated Visibility Improvements at Surrounding Class I Areas and Cost Effectiveness of Best Available Retrofit Technology (BART) for Four Corners Power Plant (FCPP) and Navajo Generating Station (NGS) (74 FR 44313). These comments supplement the information we provided in our July 24, 2009, letter to Deborah Jordan regarding visibility impacts and control options for nitrogen oxides emissions in determining BART for the NGS.

Emissions from the FCPP and NGS have significant impacts on numerous, spectacularly scenic Class I areas managed by the NPS, including, Grand Canyon, Canyonlands, Mesa Verde, Bryce Canyon and Zion National Parks. Emissions also affect other park units with incomparable scenic values, like Glen Canyon National Recreation Area, Chaco Canyon, and Canyon de Chelly. When we consider the costs of additional pollution controls for nitrogen oxides (NOx) in the context of the cumulative impacts, we conclude that applying selective catalytic reduction (SCR) to control these emissions is technically feasible, cost-effective, and will substantially improve visibility in many protected areas.

The comments we are providing today focus on 1) issues regarding background ammonia levels used in air quality models, 2) the techniques used to assess the degree of visibility improvement expected from application of control technology, and 3) detailed comments on the BART costs and technologies related to FCPP.

Comments on Background Ammonia (NH₃)

The background NH_3 concentrations used in the CALPUFF model need to represent NH_3 available to form ammonium nitrate across the transport pathway from the source to the receptors of interest, not just the NH_3 concentration at the specific receptor. NPS CALPUFF analyses for NGS and FCPP followed guidance from the Western Regional Air Partnership (WRAP) BART modeling protocol¹ to use a default value of 1 part per billion (ppb) NH_3 as a reasonable representation of NH_3 .

¹ Western Regional Air Partnership BART Modeling Protocol. 2006. http://pah.cert.ucr.edu/aqm/308/bart.shtml

Monitoring data to refine the background NH_3 values are limited. Sather et al. $(2008)^2$ measured NH_3 at several locations in the Four Corners area and reported that measured NH_3 values vary spatially with higher values near oil and gas, mobile, and industrial sources. Values at Mesa Verde National Park were the lowest measured, likely because NH_3 had already reacted to form ammonium sulfate and ammonium nitrate. NH_3 values were lower in winter than summer. We agree with EPA's approach to calculate monthly NH_3 values for Mesa Verde National Park, based on the range of monitored NH_3 values in the Four Corners area from the Sather report (monthly values ranged from 1.0 ppb in winter to 1.5 ppb in summer).

NH₃ measurements are not available at other Class I areas in the FCPP and NGS domain. We agree with EPA that available Interagency Monitoring of Protected Visual Environments (IMPROVE) monitoring data can be used to estimate a minimum value for the NH₃ necessary to account for sulfate and nitrate at the monitors. The EPA used NH₃ calculations from 14 IMPROVE monitors to derive a reasonable monthly estimate of NH₃ available in the modeling domain (ranging from 0.7 ppb in winter to 1.3 in summer).

The NH₃ values used in CALPUFF modeling for Arizona Public Service and Salt River Project for the winter months (0.2-0.5 ppb) are too low. It is necessary to represent not only the ammonia at the receptor, but also ammonia available along the transport pathway from the source.

Rather than continue disagreement over the absolute values to represent NH₃ in the modeling domain, it is important to view the CALPUFF modeling results in a relative sense to consider cumulative visibility impacts across multiple Class I areas and across alternative control options.

Comments on Techniques to Assess Visibility Improvement

We support the EPA's consideration of the visibility improvement that is expected to occur at multiple Class I areas. We believe that all BART assessments should consider the cumulative amount of visibility improvement that control technologies would achieve at all Class I areas affected by emissions from the BART source. While it is appropriate to assess a single Class I area to determine if a BART-eligible source is subject to BART requirements, the assessment of BART factors, which includes the cost of emission controls, must weigh the full degree of improvement expected for incurring costs.

To date, most BART assessments we have reviewed provide information on the change in the 98th percentile impacts at one or more Class I areas. It is often possible to use the air quality modeling information developed by states or the sources during the subject-to-BART assessment to compile a measure of visibility improvement for Class I areas in the model domain. While this only reflects the change of the 98th percentile at the most affected receptor in the Class I area, it is a useful measure for understanding not only the magnitude of visibility improvement, but the geographic scope of the benefit from applying a given set of emissions controls. The enclosed maps illustrate the visibility improvement at 16 Class I areas affected by the FCPP and at 11 Class I areas affected by NGS in response to installation of Selective Catalytic Reduction (SCR) controls with combustion controls for the 98th percentile impact averaged over 2001-2003 CALPUFF modeling results. The cumulative benefit calculated by the NPS for FCPP is 27.25

² Sather, M.E. et al., 2008, J of Environmental Monitoring 10, 1319-1325.

deciviews (dv) and for NGS is 23.2 dv. The EPA applied this same methodology in Tables 26 and 35 of the ANPR. We support this level of assessment and support using the cumulative visibility impact across all affected Class I areas when assessing a cost-effectiveness measure, such as dollars per dv.

Tables 27 and 36 provide an Alternative Visibility Metric, which takes the 98th percentile change at the most affected receptor and multiplies this value times the land area of the Class I area. We have concerns regarding this metric. Our first concern is that the 98th percentile change for the most affected receptor is not representative of changes across the entire Class I land area. To address this concern would require assessing the 98th percentile impacts for all receptors in the Class I area and determining the land area associated with each receptor. This reveals our second concern that information required to better assess visibility improvement across the entire Class I area goes way beyond that developed by the states or sources when conducting BART analyses. We also question whether such level of assessment would improve on the simple summation of peak impacts technique as a means to consider multiple Class I area benefits when making a BART determination. Furthermore, the Alternative Visibility Metric would value larger Class I areas more so than smaller Class I areas, whereas the Regional Haze Rule treats all mandatory Class I areas equally. In summation, we believe the technique used to sum impacts shown in Tables 26 and 35 should be used to develop a cost per dv improvement measure to be compared with BART decisions made in developing the EPA presumptive BART emissions rates, as well as with BART decisions completed by other States and other EPA Regions.

Summary of Comments on the Technical Information for the FCPP BART Determination

We have enclosed detailed comments regarding APS's proposed NO_x BART analyses. These comments are summarized below.

According to the EPA's Clean Air Markets (CAM) database, the FCPP was the second largest stationary source of NO_x in the U.S. in 2008, at 40,311 tons. Because Arizona Arizona Public Service (APS) overestimated the costs of Selective Catalytic Reduction (SCR) and underestimated its benefits, we relied primarily upon our own analyses of the BART cost and benefit factors. Our analyses indicate that FCPP causes visibility impairment in all 16 Class I areas within 300 km, and that FCPP causes the greatest cumulative impact upon Class I area visibility of any single source we have evaluated to date. When we consider the costs of BART in the context of the cumulative impacts from FCPP, we conclude that applying SCR to control these emissions is technically feasible, cost-effective, and will substantially improve visibility in these protected areas. Please note that we reached a similar conclusion in our July 24, 2009, comments regarding NO_x controls at NGS, i.e., SCR at NGS is technically feasible, cost-effective, and will substantially improve visibility in multiple Class I areas.

One of the options suggested by the BART Guidelines to evaluate cost-effectiveness is cost per dv. Compared to the typical control cost analysis in which estimates fall into the range of \$2,000 - \$10,000 per ton of pollutant removed, spending millions of dollars per dv to improve visibility may appear extraordinarily expensive. However, our compilation³ of BART analyses across the U.S. reveals that the **average cost per dv proposed by either a state or a BART source is \$10**

³ http://www.wrapair.org/forums/ssjf/bart.html

- \$17 million,⁴ with a maximum of almost \$50 million per dv proposed by Colorado at the Martin Drake power plant in Colorado Springs.

We applied this cumulative approach to the FCPP analysis and found that the cumulative impact from the baseline condition on visibility is 46.6 dv across the 16 Class I areas modeled. We compared the visibility improvement resulting from combustion controls and SCR to the range of costs we generated for each unit and found that SCR @ 0.07 lb/mmBtu (24-hour average) would improve visibility by 27 dv at a Total Annual Cost of \$42.3 million (@ 0.05 lb/mmBtu, annual average). This yields a cost-effectiveness estimate of \$1.9 - \$2.7 million/dv (depending upon the unit), which is more cost-effective than the \$10 - \$17 million per deciview that, on average, states and sources have determined was cost-effective for their chosen BART strategies.

SO₂ BART

In the late 1990's, APS initiated a dialog with four environmental interest groups involved in environmental issues in the western United States: Environmental Defense, the Grand Canyon Trust, Western Resource Advocates and the New Mexico Citizens for Clean Air and Water. The dialog focused on the issue of visibility in the western United States, and on improved SO₂ control primarily because that pollutant had much higher visibility impact than NO_x emissions. In 2003, APS and the environmental groups agreed on a proposal geared to further reduce SO₂ emissions at the FCPP utilizing an 18-month test program. The test program involved certain phased operational changes and scrubber chemical process changes to increase annual SO₂ control levels from 72% to 85% without triggering operational problems. APS and the environmental groups jointly presented that proposal to the EPA, the Navajo EPA and the NPS. With the support of these groups, APS initiated the test program in early 2004. The test program was completed during the summer of 2005. APS prepared a report concluding that the plant was not only able to meet the goal set in the proposal, but could also improve the annual average SO₂ controls to an 88% removal efficiency. At that elevated control level, the plant was able to cut its annual SO₂ emissions by more than 55%, compared to the pre-test level.

After the testing program, the Navajo Nation and the stakeholders group requested that EPA include these negotiated, additional SO₂ emissions reductions into a source-specific Federal Implementation Plan (FIP) for the FCPP. APS agreed to increase the amount of SO₂ emissions it was eliminating from its exhaust stream from 72% to 88%, thereby reducing its annual emissions of SO₂ to the atmosphere by about 25,000 tons per year. APS and the environmental groups then worked with the reviewing agencies to incorporate the higher sulfur dioxide control level as an enforceable emission limit for the plant through the FIP.

The FIP, published in the May 7, 2007, <u>Federal Register</u>, provides EPA's policy on whether the agreed-upon SO₂ controls are BART equivalent, with excerpts provided here:

"APS, in partnership with the Navajo Nation, several environmental groups and Federal agencies, conducted a test program to determine if the efficiency of the existing scrubbers at FCPP could be improved from the recent historical level of 72% SO₂ removal to 85%. The test program, which was completed in spring of 2005, was successful and the plant

⁴ For example, PacifiCorp has stated in its BART analysis for its Bridger Unit #2 that "The incremental cost effectiveness for Scenario 1 compared with the baseline for the Bridger WA, for example, is reasonable at \$580,000 per day and \$18.5 million per deciview."

was able to achieve a plant-wide annual SO_2 removal of 88%. The parties involved in the test program have agreed that this rule should propose to require 88% efficiency for the FCPP.

The EPA believes that the SO₂ controls proposed today for FCPP are close to or the equivalent of a regional haze BART determination for SO2. For example, the BART Guidelines published by EPA in 2005 establish a presumption for the control of SO₂ from uncontrolled large utility boilers of either 95% control or 0.15 lbs/MMBtu, but suggest that for electric generating units with pre-existing post-combustion SO₂ controls of at least 50% removal efficiency, states consider cost effective scrubber upgrades designed to improve the system's overall SO2 removal efficiency, 70 FR 39104, 39171 (July 6, 2005). The conclusion that the SO₂ controls proposed today are close to or the equivalent of BART takes into consideration not only the BART Guidelines but also the early reductions for Regional Haze that this action will achieve through the modifications to the existing SO₂ scrubbers. As explained in today's companion notice for NGS published elsewhere in this Federal Register, EPA previously determined that the SO2 emission limits in the 1991 FIP for NGS provide for a greater degree of reasonable progress toward the Regional Haze national goal than would BART. See 56 FR 50172. As a result, EPA does not consider it necessary or appropriate to develop a regional haze plan to address the BART requirements under 40 CFR 51.308 for the Navajo Reservation for SO₂." (emphasis added)

While we agree with the overall premise that 88% emission control is likely to represent BART on a plant-wide basis, we believe that EPA must follow its own BART Guidelines and its fivestep BART process, and make formal BART determinations for each unit at FCPP to show how the 88%-control target, with appropriate emission limits, represents a solution that is more than "close to" BART. As we commented in a letter to EPA on November 6, 2006, on the previous Federal Implementation Plan (FIP) actions, we do not believe that the previous FIP actions satisfy the BART requirements.

Over the past several months, we have worked with your staff to evaluate FCPP and NGS under EPA's BART Guidelines, and we are very appreciative of their expertise and assistance. We look forward to continuing this cooperative working relationship as this process advances. We believe that good communication and sharing of information will help expedite this process, and suggest that you contact Don Shepherd (don_shepherd@nps.gov, or 303-969-2075) if you have any questions regarding these or our July 24, 2009, comments.

Sincerely,

Murkelissydh

Michael D. Snyder Regional Director

Enclosures

cc:

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National Park Service (NPS) Comments¹ on Arizona Public Service (APS)'s Proposed Best Available Retrofit Technology (BART) Determination for Four Corners Power Plant (FCPP) November 20, 2009

Present Unit Operation

The Four Corners Power Plant (FCPP) is operated by Arizona Public Service (APS) and burns mine-mouth bituminous coal. FCPP is located on the Navajo Nation and approximately 50 km from Mesa Verde National Park (NP). The plant is located within 300 km of 16 Class I areas,² which also include Arches, Bandelier, Black Canyon, Canyonlands, Capitol Reef, Grand Canyon, Great Sand Dunes, and Petrified Forest National Parks (which are also Class I areas administered by the National Park Service).

Source Description and Background

Units 1 through 3 are sub-critical, front wall-fired boilers and are equipped with Venturi scrubbers for sulfur dioxide (SO₂) and particulate Matter (PM) control. Units 4 and 5 are super-critical cell-burners and are equipped with wet scrubbers for SO₂ removal and reverse-gas fabric filters for PM control. Unit 1 had burner modifications performed in 1977 for NO_X purposes, while Units 3, 4, and 5 are equipped with late-1980s vintage Low-NO_x Burners (LNBs), and Unit 2 had LNBs installed in 1998.

According to EPA's Clean Air Markets (CAM) database, FCPP was the second-largest stationary source of NO_x (out of 1,228 plants) in the U.S. in 2008 at 40,311 tons. FCPP also ranked #29 for the highest NO_x emissions per unit of heat input. The table below shows how individual units at FCPP rank compared to 3,558 Electric Generating Units (EGUs) included in the CAM database for 2008:

UNIT ID	NO _X RATE		NO _X M	ASS	HEAT INPUT
	(lb/mmBtu)	Rank	(tons)	Rank	(mmBtu)
1	0.76	35	5,215	161	13,448,000
2	0.64	60	4,617	194	14,227,354
3	0.59	75	6,558	101	22,136,687
4	0.50	129	13,935	7	55,776,903
5	0.48	143	9,987	29	40,765,124
Totals	0.55	29	40,311	2	146,354,068

¹ Referenced Appendices are included as electronic files on attached disk.

² Please see the attached map titled –Visibility Improvement at Class I Areas from SCR Controls at Four Corners PP."

Both APS' and our analyses indicate that FCPP **causes or contributes to** visibility impairment in all 16 Class I areas within 300 km. (The differences between the two analyses will be discussed later.)

	8th High delta dv					
Class I Area	2001	2002	2003	Average		
Arches NP	2.13	1.87	1.93	1.98		
Bandelier WA	1.62	1.98	1.54	1.71		
Black Canyon of the Gunnison WA	1.15	1.63	1.54	1.44		
Canyonlands NP	2.46	2.16	2.13	2.25		
Capitol Reef NP	2.26	1.45	1.51	1.74		
Grand Canyon NP	1.47	0.87	0.89	1.07		
Great Sand Dunes NM	0.83	1.32	0.92	1.02		
La Garita WA	1.38	1.47	1.24	1.36		
Maroon Bells Snowmass WA	0.84	0.82	0.77	0.81		
Mesa Verde NP	2.94	3.47	3.11	3.17		
Pecos WA	1.59	1.59	1.47	1.55		
Petrified Forest NP	1.22	1.45	0.95	1.21		
San Pedro Parks WA	2.10	2.46	2.07	2.21		
Weminuche WA	1.65	2.26	1.78	1.90		
West Elk WA	1.09	1.43	1.13	1.22		
Wheeler Peak WA	1.19	1.23	1.16	1.20		
Totals	25.89	27.46	24.15	25.83		

APS Baseline Emissions Visibility Impacts

Baseline Visibility Impacts predicted by NPS using NPS emission estimates

		8th High delta dv				
Class I Area	2001	2002	2003	Average		
Arches NP	4.790	4.323	3.551	4.221		
Bandelier WA	2.639	3.485	2.906	3.010		
Black Canyon of the Gunnison WA	2.488	2.909	3.017	2.805		
Canyonlands NP	6.503	5.988	5.364	5.952		
Capitol Reef NP	5.038	2.717	2.519	3.425		
Grand Canyon NP	3.053	1.889	1.542	2.161		
Great Sand Dunes NM	1.135	1.491	1.181	1.269		
La Garita WA	1.576	1.911	1.925	1.804		
Maroon Bells Snowmass WA	1.117	1.109	1.191	1.139		
Mesa Verde NP	5.791	6.712	6.168	6.224		
Pecos WA	1.946	2.601	2.045	2.197		
Petrified Forest NP	1.509	2.053	1.334	1.632		
San Pedro Parks WA	3.912	4.210	3.792	3.971		
Weminuche WA	2.296	1.892	2.193	2.127		
West Elk WA	2.406	3.450	2.850	2.902		
Wheeler Peak WA	1.805	1.894	1.543	1.747		
Totals	48.004	48.634	43.121	46.586		

Our analysis indicates that FCPP causes the greatest cumulative impact upon Class I area visibility of any single source we have evaluated to date.

Before we discuss the NO_x BART proposals on a unit-by-unit basis, we will discuss some overarching issues related to the five-step BART analyses.

Step 1 – Identify all available retrofit control technologies

APS should have included tail-end SCR in its suite of options.

Step 2 – Eliminate technically infeasible options

With the exception noted above, we agree with APS' selections.

Step 3 – Evaluate the control effectiveness of the remaining technologies

APS has estimated that combustion controls such as LNB and Over-Fire Air (OFA) can reduce NO_x emissions by 29% - 45% at FCPP and we agree.

Unit	FCPP #1	FCPP #2	FCPP #3	FCPP #4	FCPP #5
Proposed Controls	LNB	LNB	LNB+OFA	LNB+OFA	LNB+OFA
Current Emissions (tpy)	5,703	4,788	5,633	13,028	13,028
Current Emission Rate (lb/mmBtu)	0.78	0.64	0.59	0.49	0.49
Control Efficiency	45%	33%	44%	29%	29%
New Emission Rate (lb/mmBtu)	0.43	0.43	0.33	0.35	0.35
New Emissions (tpy)	3,134	3,215	3,168	9,230	9,230
Emissions Reduction (tpy)	2,569	1,573	2,465	3,798	3,798

APS Estimates of Proposed Combustion Control Effectiveness

We also agree with APS that Selective Catalytic Reduction (SCR) by itself can reduce NO_x emissions by 88% - 91% at FCPP. However, when APS estimated the combination of combustion controls plus SCR, it effectively assumed that SCR could only further reduce NO_x by 82% - 83%, down to 0.06 lb/mmBtu for each of the five units at FCPP. We believe that SCR can achieve lower emissions on an annual basis.

APS Estimates of Combustion Control + SCR Effectiveness

Unit	FCPP #1	FCPP #2	FCPP #3	FCPP #4
Current Emissions (tpy)	5,703	4,788	5,633	13,028
Current Emission Rate (lb/mmBtu)	0.78	0.64	0.59	0.49
Proposed Controls	LNB	LNB	LNB+OFA	LNB+OFA
Control Efficiency	58%	48%	44%	29%
New Emission Rate (lb/mmBtu)	0.33	0.33	0.33	0.35
New Emissions (tpy)	2,405	2,467	3,168	9,230
Emissions Reduction (tpy)	3,298	2,321	2,465	3,798
SCR addition	SCR	SCR	SCR	SCR
SCR Control Efficiency	82%	82%	82%	83%
New Emission Rate (lb/mmBtu)	0.06	0.06	0.06	0.06
New Emissions (tpy)	437	448	576	1,583
Emissions Reduction (tpy)	1,968	2,019	2,592	7,647

EPA's Clean Air Markets (CAM) data (Appendix A), state/source BART analyses,³ and vendor guarantees⁴ show that SCR retrofit to coal-fired EGUs can typically meet 0.05 lb/mmBtu (or lower) on an annual average basis. We found 34 examples (Please see Table A.1. in Appendix A.) of boilers that have been retrofitted with SCR and are achieving ozone-season emission rates below 0.06 lb/mmBtu. We were able to find 2006 hourly emissions in EPA's CAM database for 11 of those EGUs, and charts showing those emissions, as well as for 11 additional retrofit SCRs, are included in Appendix A. We believe that inspection of this data leads to the conclusions that

- SCRs retrofit to eastern EGUs burning bituminous coal can typically reduce NO_x emissions by 90%, and
- These units can achieve 0.05 lb/mmBtu (or lower) on a 30-day rolling average basis during the eastern ozone season.

Discussions of this data are also provided in Appendix A. The following table summarizes our estimates of overall control effectiveness.

Unit	#1	#2	#3	#4	#5
Current Emissions (tpy)	5,812	4,682	5,912	14,032	12,798
Current Emission Rate (lb/mmBtu)	0.79	0.62	0.60	0.52	0.50
Proposed Controls	LNB	LNB	LNB+OFA	LNB+OFA	LNB+OFA
Control Efficiency	58%	47%	45%	33%	29%
New Emission Rate (lb/mmBtu)	0.33	0.33	0.33	0.35	0.35
New Emissions (tpy)	2,416	375	3,270	9,433	9,030
Emissions Reduction (tpy)	3,395	2,207	2,642	4,599	3,768
SCR Control Efficiency	85%	85%	85%	86%	86%
New Emission Rate (lb/mmBtu)	0.05	0.05	0.05	0.05	0.05
New Emissions (tpy)	366	375	495	1,348	1,290
Emissions Reduction (tpy)	2,050	2,099	2,775	8,085	7,740

NPS Estimates of Combustion Control + SCR Effectiveness

APS has not provided any documentation or justification to support the higher values used in its analyses. Our review of operating data (Appendix A) also suggests that a NO_X limit of 0.06 lb/mmBtu is appropriate for LNB/OFA+SCR for a 30-day rolling average, and 0.07 lb/mmBtu for a 24-hour limit and for modeling purposes, but a lower rate (e.g., 0.05 lb/mmBtu or lower) should be used for annual average and annual cost estimates.

STEP 4 – Evaluate Impacts and Document the Results⁵

(The following is excerpted—with emphasis added—from the Black & Veatch (B&V) engineering consultant report to APS.)

³ Basin Electric Power—Leland Olds #2 @ 90%; PacifiCorp Naughton #1 @ 88% & #2 @ 87%;

TransAlta-Centralia 95%; Great River Energy—Coal Creek @ 0.043 lb/mmBtu

⁴ Minnesota Power has stated in its Taconite Harbor BART analysis that —The use of an SCR is expected to achieve a NO_X emission rate of 0.05 lb/mmBtu based on recent emission guarantees offered by SCR system suppliers." ⁵ We are not using the —BART ANALYSIS CONCLUSIONS–Updated December 2008" submitted by APS

⁵ We are not using the **-BART** ANALYSIS CONCLUSIONS–Updated December 2008" submitted by APS because they are completely lacking any supporting justification or documentation. Furthermore, costs have declined since 2008 and are not properly reflected in that document.

Four Corners Units 1 and 2 are front wall-fired Riley furnaces, which have a relatively small furnace volume compared to other wall-fired furnaces. The smaller furnace leads to higher furnace temperatures, less volume available for combustion staging and potential operational challenges (such as slagging) when implementing LNB and/or OFA. The potential SCR retrofit appears particularly difficult, because of the horizontal air heater arrangement, and will require new forced draft (FD) fans, new air heaters, and new induced draft (ID) fans. This leads to an expensive cost, on a dollar per ton of NO_X removed basis, for the SCRs on Units 1 and 2. Combustion controls are expected to be integral in any NO_X solution because of the relatively high NO_X baseline. However, the plant experience with LNB on Unit 2 demonstrates that a combustion optimization approach to NO_X reduction must be cognizant of the challenges posed by the small furnaces.

Units 1 and 2 are sister units and share many characteristics that make NO_x retrofits challenging. Unit 2, however, presents the further challenge of limited footprint area available for retrofits. Located tightly between Units 1 and 3, with a coal conveyor running on its north side, the access and available area for Unit 2 is extremely limited. The OFA system, which does not require a large footprint, is the least expensive method of reducing NO_x, while the SCR is the most expensive due to the large capital cost associated with the very difficult retrofit.

Units 1 and 2 are both Riley wall fired boilers, with 170 MW net generation capacities. The main difference between the units is that an LNB was installed on Unit 2 in 1998. With a NO_x emissions rate of 0.64 lb/mmBtu as the Unit 2 baseline, NO_x production is about 20 percent lower than Unit 1. Additionally, the current LNB on Unit 2 has caused operational issues due to furnace constraints and poor combustion. Similar to Unit 1, the Unit 2 SCR system is more expensive than a typical SCR installation because of the ductwork arrangement around the air heater. The only feasible option for the installation of an SCR system on Units 1 and 2 is the demolition of the existing air heaters, the installation of new FD fans, and the construction of new air heaters along with the SCR and the corresponding ductwork. This effort is both capital and labor intensive, resulting in the high cost for SCR implementation.

The characteristics of the Unit 1 and Unit 2 furnaces make the reduction of NO_x by combustion methods difficult. The small furnaces do not allow for effective combustion staging, and the closely-spaced burners reduce the effectiveness of LNB. The LNB with OFA, LNB with OFA plus High Energy Regent Technology (HERT), and SCR reduce NOx at a cost of \$519, \$814, and \$4,401 per ton, respectively.

Unit 3 is slightly larger than Units 1 and 2, but the NO_x BART analysis is very similar for the three units. Unit 3 was also retrofit with LNB and has current NO_x emissions of 0.59 lb/mmBtu. In fact, because of this retrofit, the annual NO_x tons emitted from Unit 3 are lower than the emissions from Unit 1. Because of the air heater arrangement, the construction of an SCR system is not possible without the installation of a new air heater and new FD fans. These replacement equipment costs, along with the limited area for construction, make the installation of SCR more expensive than a typical

SCR retrofit. The retrofit of Unit 3 with LNB and OFA represents the economic optimum, at a cost of \$397 per ton of NO_x removed. **If more aggressive NO_x reduction is found to be necessary as a result of modeling the visibility impacts**, the LNB, OFA, and HERT system appears to be the next most stringent option, at a cost of \$759 per ton removed. The SCR alternative is the most expensive option, at a cost of \$3,947 per ton removed.

For the purposes of the BART analysis, Units 4 and 5 were considered to be identical units. This assumption was made because the boilers are sister units, and the history of NO_x modifications is the same for both units. Units 4 and 5 have the same gas path and have nearly identical performance and NO_x emissions rates. The main difference between the Units 1, 2, and 3 BART analysis and the Units 4 and 5 BART analysis is that the HERT and Mobotec technologies are not proven on units as large as Units 4 and 5. The removal of the intermediate NO_x removal options refines the analysis in such a way that the results of the modeling will play a key role on the determination of the **BART technology.** The LNB and OFA option is capable of reducing NO_x at the cost of \$792 per ton. By contrast, the SCR system is the least cost-effective option for NOx reduction, with each ton removed costing \$4,499 per ton. This translates to an incremental NOx reduction cost of \$8,099 per ton of NOx removed beyond the capability of the LNB, OFA, and SNCR. The SCR retrofit would be extremely complicated and costly because of the arrangement of the primary and secondary air heaters and the corresponding ductwork. The outage is expected to be significant, with at least 14 weeks of downtime.

The B&V engineering report provided more narrative details concerning the difficulties in reducing NO_x at FCPP than we typically see and we commend them for that. Furthermore, the B&V report underscores the reasons for the relatively high NO_x emissions rankings of the FCPP EGUs by highlighting the factors that cause these EGUs to emit much more NO_x on a lb/mmBtu basis than other EGUs. Finally, the B&V report highlights the need for NO_x controls that are more aggressive than proposed by APS if truly significant NO_x reductions are justified by the modeling results (as repeatedly noted by B&V). Following are summaries of APS' cost estimates for its proposed combustion controls plus SCR.

Unit	FCPP #1	FCPP #2	FCPP #3	FCPP #4	FCPP #5	Totals
Rating (MW Gross)	185	185	235	790	790	2,185
Emissions Reduction (tpy)	2,569	1,573	2,465	3,798	3,798	14,203
Capital Cost	\$3,823,000	\$3,823,000	\$4,359,000	\$13,320,000	\$13,320,000	\$38,645,000
Capital Cost (\$/kW)	\$21	\$21	\$19	\$17	\$17	\$18
O&M Cost	\$357,017	\$357,000	\$409,264	\$1,276,000	\$1,276,000	\$3,675,281
Total Annual Cost	\$857,000	\$857,000	\$979,000	\$3,008,000	\$3,008,000	\$8,709,000
Cost-Effectiveness (\$/ton)	\$334	\$545	\$397	\$792	\$792	\$613

APS Estimates of Proposed Combustion Control Costs

Unit	FCPP #1	FCPP #2	FCPP #3	FCPP #4	FCPP #5	Totals
Rating (MW Gross)	185	185	235	790	790	2,185
Emissions Reduction (tpy)	5,266	4,340	5,057	11,445	11,445	37,553
Capital Cost	\$90,193,000	\$97,045,000	\$98,582,000	\$254,313,000	\$254,313,000	\$794,446,000
Capital Cost (\$/kW)	\$488	\$326	\$269	\$226	\$226	\$364
O&M Cost	\$4,843,000	\$5,043,95	\$5,866,000	\$17,159,000	\$17,159,000	\$45,027,000
Total Annual Cost	\$17,750,000	\$18,983,000	\$19,795,000	\$52,682,000	\$52,682,000	\$161,892,000
Cost-Effectiveness (\$/ton)	\$3,371	\$4,374	\$3,914	\$4,603	\$4,603	\$4,311

APS Estimates of Combustion Control + SCR Costs

However, we have a major concern with the way in which B&V estimated the costs of adding SCR at FCPP, and believe those costs are overestimated.⁶ According to B&V:

To perform the economic analysis, capital and annual operating cost estimates were developed for each of the emissions control alternatives. The capital cost estimates were based on the Coal Utility Environmental Cost (CUECost) generated estimates, cost data supplied by equipment vendor (budget estimates), estimates from previous in-house design/build projects, and projected costs from APS Four Corners Generating Station. The annual operating cost estimates were based on operation at full load conditions. The annual operating costs covered increases in fan auxiliary power requirements, additional labor requirements, water costs, waste product disposal costs, and additional costs for consumables. The cost calculations are included in Appendix D.

While B&V did present — ine item" costs for SCR, it is not possible to determine from the information provided how those — ine item" costs were derived. According to B&V:

To obtain an estimate of the costs of compliance, the total capital investment (TCI) for each control technology when applied specifically to Units 1 through 5 was calculated. The bases for this cost calculation were the following:

- CUECost Workbook, Version 1.0.
- EPA Air Pollution Control Cost Manual, Sixth Edition.
- Budgetary quotes from equipment vendors.
- References to quotes or cost estimations for previous design/build projects or in-house estimates.

Instead of CUECost and internal and proprietary databases, the BART Guidelines recommend use of the EPA Control Cost Manual:

The basis for equipment cost estimates also should be documented, either with data supplied by an equipment vendor (i.e., budget estimates or bids) or by a referenced source (such as the OAQPS Control Cost Manual, Fifth Edition, February 1996, 453/B-96-001). In order to maintain and improve consistency, cost estimates should be based on the OAQPS Control Cost Manual, where possible. The Control Cost Manual addresses most control technologies in sufficient detail for a BART analysis. The cost analysis should also take into account any site-specific design or other conditions identified above that affect the cost of a particular BART technology option.

⁶ This would not be the first time that B&V's costs estimates have been questioned. In December 2007, Eastern Research Group, Inc. (ERG) was engaged by the Oregon Department of Environmental Quality (DEQ) to assist in the evaluation of the Portland General Electric (PGE) BART Proposal and to conduct an independent feasibility assessment of select options for control of NO_x from the coal-fired Boardman Plant. This is an excerpt from ERG's June 2008 report to Oregon DEQ: -ERG's analysis of the 2007 cost for retrofitting SCR at the Boardman Plant is based on literature information and on data provided by PGE and B&V. We find a cost of about \$250/kW versus the PGE and B&V estimate of \$309/kW to be reasonable in view of recent similar installations and literature estimates."

EPA's belief that the Control Cost Manual should be the primary source for developing cost analyses that are transparent and consistent across the nation and provide a common means for assessing costs is further supported by this November 7, 2007, statement from EPA Region 8 to the North Dakota Department of Health:

The SO_2 and PM cost analyses were completed using the CUECost model. According to the BART Guidelines, in order to maintain and improve consistency, cost estimates should be based on the OAQPS Control Cost Manual. Therefore, these analyses should be revised to adhere to the Cost Manual methodology.

APS did not provide adequate justification or documentation for its cost estimates, and B&V's application of CUECost does not provide for a transparent method (as does the EPA Control Cost Manual) to determine how the costs were calculated. We were not provided with any vendor estimates or bids for SCR, and B&V did not use the appropriate section of the EPA Control Cost Manual for SCR.⁷ As a result, APS' estimates for capital costs are substantially higher than the \$50 - \$270/kW found in available cost surveys. (Please see –Cost Survey Results" in Appendix B.) While we understand that installation costs may be greater for FCPP due to space constraints, APS should show the extra expenses and how they were estimated.⁸ Finally, some of the specific cost items that were provided appear to be much more costly than we typically see in other BART analyses across the nation,⁹ and we would particularly like to see actual vendor estimates for catalyst and ammonia costs. For these reasons, we believe that capital and annual costs are overestimated, and we conducted our own analysis using the EPA-recommended EPA Control Cost Manual¹⁰ and derived much lower costs.

Unit	FCPP #1	FCPP #2	FCPP #3	FCPP #4	FCPP #5	Totals
Rating (MW Gross)	185	185	235	790	790	2,185
Emissions Reduction (tpy)	5,446	4,307	5,417	12,684	11,508	39,361
Capital Cost	\$52,793,077	\$60,676,814	\$54,026,747	\$ 113,485,159	\$ 113,945,854	\$ 394,927,651
Capital Cost (\$/kW)	\$ 285	\$ 328	\$ 230	\$ 144	\$ 144	\$ 181
O&M Cost	\$ 1,896,917	\$ 2,035,967	\$ 2,270,190	\$ 5,897,139	\$ 5,804,109	\$ 17,904,321
Total Annual Cost	\$ 7,221,813	\$ 8,104,955	\$ 7,528,210	\$ 18,435,022	\$ 18,385,478	\$ 59,675,476
Cost-Effectiveness (\$/ton)	\$ 1,326	\$ 1,882	\$ 1,390	\$ 1,453	\$ 1,598	\$ 1,516

NPS Estimates of Combustion Control + SCR Costs

⁷ B&V appears to have used parts of the OAQPS Control Cost manual that do not pertain to SCR.

⁸ For example, B&V could use an approach similar to that discussed by William M. Vatavuk on pages 59 – 62 of his book <u>Estimating Costs of Air Pollution Control</u>.

⁹ For example, we have seen the following operating cost estimates:

[•] Catalyst = \$3,000/cubic meter estimated by PacifiCorp in its BART analyses for its Wyoming EGUs and by TransAlta for the Centralia EGUs versus \$6,500/cubic meter estimated by B&V

[•] Ammonia = \$304.45/ton estimated by Basin Electric Power in its 8/2006 BART report to ND versus \$420/ton estimated by B&V for urea

¹⁰ We attempted to adjust the cost derived by a direct application of the EPA Cost Manual by applying –extra" retrofit factors of 1.5 - 2.0 to the direct and indirect costs. Application of these extra retrofit factors was based upon our interpretation of information provided by B&V and a previous site visit. Our –target" was to keep the capital cost of SCR on Unit #2, the most expensive retrofit (on a \$/kW basis), around \$300/kW based upon the survey information in Appendix A. Cost for the other EGUs were somewhat proportional to Unit #2 based upon the B&V estimates.

STEP 5 – Evaluate Visibility Impacts

Base Case:

According to APS' modeling consultant, AECOM, Mesa Verde NP is the most-impacted Class I area with an average 98th percentile value of 3.17 deciview (dv), and the cumulative impact across all 16 Class I areas is 25.83 dv.

As discussed in more detail in our analysis of the Navajo Generating Station (NGS),¹¹ it is likely that AECOM underestimated visibility impacts because it incorrectly assumed that the only Inorganic Condensable Particulate Matter (IOR CPM) is sulfuric acid mist (H₂SO₄). The major difference in PM emissions arises when one estimates IOR CPM instead of only its H₂SO₄ component.

We ran CALPUFF using APS' estimates for SO_2 and NO_x emissions, and our estimates for PM emissions and background ammonia. (All of our emission estimates can be found in Appendix C and our model results in Appendix D.) Our results (Please see page two of this report.) were consistently higher than those of AECOM. Mesa Verde NP continues to be the most-impacted at 6.22 dv and the cumulative impact across all 16 Class I areas is 46.59 dv. We believe that the bulk of these differences is due to our use of a higher (1 ppb) background ammonia concentration.

Option 1 (Combustion Controls):

AECOM: The results show that the regional haze impacts may improve visibility by an average of 0.16 delta-dv (relative to the baseline case) with the installation of LNB on Units 1-2 and LNB/OFA on Units 3-4-5.

	8th High delta dv				
Class I Area	2001	2002	2003	Average	
Arches NP	0.23	0.16	0.33	0.24	
Bandelier WA	0.13	0.14	0.18	0.15	
Black Canyon of the Gunnison WA	0.14	0.23	0.31	0.23	
Canyonlands NP	0.17	0.19	0.21	0.19	
Capitol Reef NP	0.15	0.24	0.22	0.20	
Grand Canyon NP	0.20	0.08	0.09	0.12	
Great Sand Dunes NM	0.14	0.33	0.25	0.24	
La Garita WA	0.29	0.28	0.27	0.28	
Maroon Bells Snowmass WA	0.14	0.19	0.13	0.15	
Mesa Verde NP	0.13	0.13	0.22	0.16	
Pecos WA	0.29	0.25	0.20	0.24	
Petrified Forest NP	0.17	0.25	0.05	0.16	
San Pedro Parks WA	0.25	0.15	0.12	0.18	
Weminuche WA	0.18	0.31	0.24	0.24	
West Elk WA	0.20	0.23	0.14	0.19	
Wheeler Peak WA	0.24	0.24	0.18	0.22	
Totals	3.05	3.39	3.13	3.19	

APS Option 1 Improvements versus Baseline Visibility Impacts predicted by AECOM

¹¹ Please see our July 24, 2009 letter to Deborah Jordan.

NPS: AECOM has used an approach that is unlike any we have seen anywhere else in the U.S. (except in its NGS analysis). AECOM has presented the average visibility improvement across the 16 Class I areas it modeled. Instead, we believe that AECOM should have evaluated impacts on the most-impacted Class I area as well as cumulative (not average) impacts across all 16 Class I areas. According to AECOM results, Option 1 would reduce FCPP's impacts by 0.28 dv at La Garita WA and by 3.19 dv across the 16 Class I areas.

We re-ran CALPUFF using our estimates for PM emissions and background ammonia. Our results were consistently higher than those of AECOM, and the greatest improvement would be at Canyonlands NP at 0.933 dv. The cumulative improvement would be 8.635 dv.

k	8th High delta dv						
Class I Area	2001	2002	2003	Average			
Arches NP	1.006	0.570	0.597	0.724			
Bandelier WA	0.648	0.573	0.380	0.534			
Black Canyon of the Gunnison WA	0.612	0.648	0.608	0.623			
Canyonlands NP	1.047	1.027	0.724	0.933			
Capitol Reef NP	0.612	0.725	0.494	0.610			
Grand Canyon NP	0.653	0.434	0.359	0.482			
Great Sand Dunes NM	0.283	0.353	0.291	0.309			
La Garita WA	0.379	0.497	0.510	0.462			
Maroon Bells Snowmass WA	0.285	0.275	0.310	0.290			
Mesa Verde NP	0.379	0.556	0.680	0.538			
Pecos WA	0.459	0.465	0.403	0.442			
Petrified Forest NP	0.374	0.492	0.206	0.357			
San Pedro Parks WA	0.837	0.561	0.884	0.761			
Weminuche WA	0.619	0.445	0.518	0.527			
West Elk WA	0.597	0.767	0.542	0.635			
Wheeler Peak WA	0.468	0.446	0.307	0.407			
Totals	9.258	8.834	7.813	8.635			

APS Option 1 Improvements versus Baseline Visibility Impacts predicted by NPS

Option 2 (Combustion Controls + selective non-catalytic reduction (SNCR) on Units 4-5):

This option was not proposed by APS and not evaluated by NPS because it is inferior to Option 3.

Option 3 (Combustion Controls + SCR):

AECOM: Addition of SCR is projected to improve visibility by about 0.44 delta-dv from the baseline case, and only about 0.28 delta-dv from NO_x BART control option 1, but at a very substantial cost. The relatively small incremental improvement in visibility is due in part to the small role that nitrates play in the total regional haze contribution. In addition, the installation of SCR would create new emissions of primary sulfates and excess ammonia, partially offsetting any available NO_x reduction benefit to visibility. This is

especially true during the high visitation period of the warm weather months, when nitrates have minimal contribution to visibility impairment, but sulfates have an important role. Therefore, NO_x emission controls involving SCR are relatively ineffective in this case, especially taking into account the high cost of the controls.

NPS: Once again, AECOM has misrepresented the benefits of SCR by averaging impacts across all 16 Class I areas. According to AECOM results, Option 3 would reduce FCPP's impacts by 0.95 dv at Weiminuche WA and by 9.93 dv across the 16 Class I areas.

	8th High delta dv					
Class I Area	2001	2002	2003	Average		
Arches NP	0.75	0.56	0.94	0.75		
Bandelier WA	0.69	0.60	0.48	0.59		
Black Canyon of the Gunnison WA	0.44	0.73	0.89	0.69		
Canyonlands NP	0.52	0.50	0.71	0.58		
Capitol Reef NP	0.63	0.56	0.58	0.59		
Grand Canyon NP	0.64	0.27	0.34	0.42		
Great Sand Dunes NM	0.34	0.83	0.59	0.59		
La Garita WA	0.76	0.85	0.75	0.78		
Maroon Bells Snowmass WA	0.46	0.43	0.50	0.46		
Mesa Verde NP	0.56	0.31	0.45	0.44		
Pecos WA	0.86	0.63	0.52	0.67		
Petrified Forest NP	0.60	0.75	0.23	0.52		
San Pedro Parks WA	0.65	0.76	0.68	0.70		
Weminuche WA	0.78	1.06	1.02	0.95		
West Elk WA	0.51	0.79	0.68	0.66		
Wheeler Peak WA	0.57	0.61	0.49	0.56		
Totals	9.75	10.23	9.82	9.93		

APS SCR Option 3 Improvements versus Baseline Visibility Impacts predicted by AECOM

We also want to clarify some issues raised by AECOM. First, our mission is to preserve and protect our national parks for the enjoyment of all visitors, not just those who come during the peak visitation seasons. And, while it is true that addition of SCR will increase direct sulfate emissions, as discussed in our comments on NGS, addition of SCR and the subsequent oxidation of SO₂ and capture of that oxidized H_2SO_4 in the downstream airpreheater and FGD scrubber results in a net reduction of atmospheric sulfate.

We ran CALPUFF using APS' estimates for SO_2 and NO_x emissions and our estimates for SO_2 and PM emissions and for background ammonia. Our results were consistently higher than those of AECOM, and the greatest improvement would be at Weminuche WA at 3.59 dv. The cumulative improvement would be 27.25 dv. (Please see the enclosed map titled –Visibility Improvement at Class I Areas from SCR Controls at Four Corners PP.")

	8th High delta dv						
Class I Area	2001	2002	2003	Average			
Arches NP	2.936	2.622	2.197	2.585			
Bandelier W	1.550	1.920	1.636	1.702			
Black Canyon of the Gunnison W	1.753	1.939	1.987	1.893			
Canyonlands NP	4.144	3.677	2.951	3.591			
Capitol Reef NP	2.854	1.819	1.302	1.992			
Grand Canyon NP	2.078	1.157	0.859	1.365			
Great Sand Dunes NM	0.681	0.958	0.811	0.817			
La Garita W	0.897	1.169	1.317	1.128			
Maroon Bells Snowmass W	0.695	0.720	0.828	0.748			
Mesa Verde NP	2.221	2.713	2.826	2.587			
Pecos W	1.085	1.558	1.059	1.234			
Petrified Forest NP	0.948	1.319	0.514	0.927			
San Pedro Parks W	2.425	2.049	2.181	2.218			
Weminuche W	1.643	1.251	1.551	1.482			
West Elk W	1.561	2.236	1.894	1.897			
Wheeler Peak W	1.223	1.197	0.836	1.085			
Totals	28.694	28.304	24.749	27.249			

SCR Option 3 Improvements versus Baseline Visibility Impacts predicted by NPS

Determine BART

According to B&V, –Section 7.0 outlines the result of the cost impact analysis, but the final determination of the BART technology will be dependent on the cost per deciview improvement for the NO_X BART." We agree and will show that analyses of costs and visibility improvements that are conducted in a manner consistent with EPA's BART Guidelines leads to a conclusion that SCR is BART for FCPP Units #1 - #5.

Based upon our reviews of BART analyses across the U.S., we believe that cost-perdeciview (\$/dv) of visibility improvement is the most-common and most-useful parameter. Our compilation¹² of BART analyses across the U.S. reveals that the **average cost/dv proposed by either a state or a BART source is \$10 - \$17 million**,¹³ with a maximum of almost \$50 million/dv proposed by Colorado at the Martin Drake power plant in Colorado Springs. Using the information provided by APS, we calculated the cost-effectiveness of its proposed combustion control option in \$/ton and \$/dv. We also calculated a -Pollutant Control Effectiveness" parameter, which is simply the visibility improvement (in dv) divided by the annual emission reduction (in tons). We have assumed that this parameter is the same for each EGU at FCPP, despite some differences in stack parameters and effective stack heights, because of the long distances to the affected Class I areas.

¹² http://www.wrapair.org/forums/ssjf/bart.html

¹³ For example, PacifiCorp has stated in its BART analysis for its Bridger Unit #2 that — The incremental cost effectiveness for Scenario 1 compared with the baseline for the Bridger WA, for example, is reasonable at \$580,000 per day and \$18.5 million per deciview."

The following table shows that the combustion controls proposed by APS would result in 0.28 dv improvement at (La Garita WA). Relating this improvement to the 14,200-tpy plant-wide reduction to be achieved, we estimate a -pollutant effectiveness (PE) factor" of 20 x 10^{-6} dv/ton at that single Class I area. The cumulative benefit of the proposed combustion controls is 3.39 dv and the cumulative PE factor is 239 x 10^{-6} dv/ton. In effect, cumulative benefits are about 12 times greater than the maximum single-area benefit. Application of these PE factors to each EGU and its expected emission reductions allows us to estimate the visibility improvement resulting from the proposed controls on each EGU without modeling each separately. The cumulative cost-effectiveness of the proposed combustion controls is \$1.4 - \$3.3 million/dv, depending upon the EGU.

Unit	FCPP #1	FCPP #2	FCPP #3	FCPP #4	FCPP #5	Totals
Cost-Effectiveness (\$/ton)	\$334	\$545	\$397	\$792	\$792	\$690
Visibility Improvement (dv at Max Class I)	0.05	0.03	0.05	0.08	0.08	0.28
Cost-Effectiveness (\$million/98th % dv at Max Class I)	\$16.8	\$27.4	\$20.0	\$39.9	\$39.9	\$34.7
Pollutant Control Effectiveness (dv/ton)	0.000020	0.000020	0.000020	0.000020	0.000020	0.000020
Visibility Improvement (dv at Summed Class I)	0.61	0.38	0.59	0.91	0.91	3.39
Cost-Effectiveness (\$milion/98th % dv at Summed Class I)	\$1.4	\$2.3	\$1.7	\$3.3	\$3.3	\$2.9
Pollutant Control Effectiveness (dv/ton at Summed Class I)	0.000239	0.000239	0.000239	0.000239	0.000239	0.000239

APS Estimates of Proposed Combustion Control Cost-Effectiveness

The following table shows that the combustion controls plus SCR rejected by APS would result in 0.95-dv improvement at (Weiminuche WA). Relating this improvement to the 37,600-tpy plant-wide reduction to be achieved, we estimate a -pollutant effectiveness (PE) factor" of 25 x 10^{-6} dv/ton at that single Class I area. The cumulative benefit of the proposed combustion controls is 9.93 dv and the cumulative PE factor is 264 x 10^{-6} dv/ton. Application of these PE factors to each EGU and its expected emission reductions allows us to estimate the visibility improvement resulting from the proposed controls on each EGU. The cumulative cost-effectiveness of the proposed combustion controls is \$12.7 - \$17.4 million/dv, depending upon the EGU. Because these values fall at or below the \$17 million/dv -reasonable cost" benchmark that we noted before, we believe that combustion controls plus SCR is BART for each EGU.

At 5 Estimates of Combuston Control + Sex Cost-Enecuveness						
Unit	FCPP #1	FCPP #2	FCPP #3	FCPP #4	FCPP #5	Totals
Cost-Effectiveness (\$/ton)	\$3,371	\$4,374	\$3,914	\$4,603	\$4,603	\$4,311
Visibility Improvement (dv at Max Class I)	0.13	0.11	0.13	0.29	0.29	0.95
Cost-Effectiveness (\$million/98th % dv at Max Class I)	\$132.7	\$172.2	\$154.1	\$181.2	\$181.2	\$169.7
Pollutant Control Effectiveness (dv/ton)	0.000025	0.000025	0.000025	0.000025	0.000025	0.000025
Visibility Improvement (dv at Summed Class I)	1.39	1.15	1.34	3.03	3.03	9.93
Cost-Effectiveness (\$million/98th % dv at Summed Class I)	\$12.7	\$16.5	\$14.8	\$17.4	\$17.4	\$16.3
Pollutant Control Effectiveness (dv/ton at Summed Class I)	0.000264	0.000264	0.000264	0.000264	0.000264	0.000264

APS Estimates of Combustion Control + SCR Cost-Effectiveness

We believe that APS has overestimated the costs and underestimated the benefits of SCR. When we modeled the full-SCR (Option 3) at 0.07 lb/mmBtu (and 1 ppb background ammonia) and compared the visibility benefits to the costs we estimated based upon methods recommended by EPA, we arrived at the following results.

Unit	FCPP #1	FCPP #2	FCPP #3	FCPP #4	FCPP #5	Totals
Cost-Effectiveness (\$/ton)	\$1,326	\$1,882	\$1,390	\$1,453	\$1,598	\$1,516
Visibility Improvement (dv at Max Class I)	0.497	0.393	0.494	1.157	1.050	3.591
Cost-Effectiveness (\$/98th % dv at Max Class I)	\$14.5	\$20.6	\$15.2	\$15.9	\$17.5	\$16.6
Pollutant Control Effectiveness (dv/ton)	0.000091	0.000091	0.000091	0.000091	0.000091	0.000091
Visibility Improvement (dv at Summed Class I)	3.77	2.98	3.75	8.78	7.97	27.249
Cost-Effectiveness (\$/98th % dv at Summed Class I)	\$1.9	\$2.7	\$2.0	\$2.1	\$2.3	\$2.2
Pollutant Control Effectiveness (dv/ton at Summed Class I)	0.000692	0.000692	0.000692	0.000692	0.000692	0.000692

NPS Estimates of Combustion Control + SCR Cost-Effectiveness

Our estimates show that the combustion controls plus SCR would result in 3.59 dv improvement at (Canyonlands NP). Relating this improvement to the 39,400-tpy plant-wide reduction to be achieved, we estimate a PE factor of 91 x 10^{-6} dv/ton at that single Class I area. The cumulative benefit of the proposed combustion controls is 27.25 dv and the cumulative PE factor is 692 x 10^{-6} dv/ton. (If one compares the PE factors that result from the AECOM models to the corresponding PE factors from our modeling, it appears that our results predict that it is two-to-four-times more beneficial to remove a ton of NO_x at FCPP than indicated by the AECOM results.) Application of these PE factors to each EGU and its expected emission reductions allows us to estimate the visibility improvement resulting from the proposed controls on each EGU. The cumulative cost-effectiveness of the proposed combustion controls is \$1.9 - \$2.7 million/dv, depending

upon the EGU. Because these values fall well below the \$17 million/dv –reasonable cost" benchmark that we noted before, the weight of evidence shows that combustion controls plus SCR is BART for each EGU.

We recognize that there are considerable uncertainties and differences between the B&V cost estimates and those we produced based upon the EPA Control Cost Manual approach. In an attempt to produce a -middle-ground" estimate, we have combined the APS/B&V cost and emission reduction estimates for combustion controls plus SCR with the PE factors from our modeling results.

Unit	FCPP #1	FCPP #2	FCPP #3	FCPP #4	FCPP #5	Totals
Cost-Effectiveness (\$/ton)	\$3,371	\$4,374	\$3,914	\$4,603	\$4,603	\$4,311
Visibility Improvement (dv at Max Class I)	0.48	0.40	0.46	1.04	1.04	3.43
Cost-Effectiveness (\$/98th % dv at Max Class I)	\$36.9	\$47.9	\$42.9	\$50.5	\$50.5	\$47.3
Pollutant Control Effectiveness (dv/ton)	0.000091	0.000091	0.000091	0.000091	0.000091	0.000091
Visibility Improvement (dv at Summed Class I)	3.65	3.00	3.50	7.92	7.92	26.00
Cost-Effectiveness (\$/98th % dv at Summed Class I)	\$4.9	\$6.3	\$5.7	\$6.6	\$6.6	\$6.2
Pollutant Control Effectiveness (dv/ton at Summed Class I)	0.000692	0.000692	0.000692	0.000692	0.000692	0.000692

APS Estimates of CC + SCR Control Cost + NPS Cost-Effectiveness

Even though the APS emission reductions are lower (leading to lower visibility benefits and the APS cost estimates are higher than our estimates, the results show that combustion controls plus SCR are cost-effective for all FCPP EGUs at \$4.9 - \$6.6 million/dv.

NO_x BART Conclusions

We believe that a valid -top-down" approach to reducing NO_x demonstrates that combustion controls plus SCR is BART for all five units at FCPP. We have conducted our own analysis using the procedures described in EPA's BART Guidelines and in EPA's Control Cost Manual.

- APS has underestimated the ability of modern NO_x control systems. SCR is capable of reducing emissions below APS's target, and the amount of the reductions and consequent visibility improvements will increase.
- APS's SCR costs are overestimated and unsubstantiated. EPA guidance advises that its Control Cost Manual should be used; APS should follow this guidance. Use of EPA guidance and data results in a cost-effectiveness value for combustion modifications plus SCR of \$1,300 \$1,900/ton, which appears reasonable for a source that impacts so many Class I areas.

- APS has underestimated the visibility benefits of SCR. APS should consider the cumulative effects of improving visibility across all of the 16 Class I areas affected. Our results estimate a cost-effectiveness value for combustion modifications plus SCR of \$1.9 \$2.7 million/dv, which is much less than the average cost-effectiveness accepted by the states and sources we have surveyed. Even when we combine APS's estimates of control effectiveness and costs with our modeling results, combustion controls plus SCR are cost-effective for all FCPP EGUs at \$4.9 \$6.6 million/dv.
- Because none of the NO_x control strategies evaluated would eliminate FCPP's significant impact upon visibility, additional analyses should be conducted to evaluate the costs and benefits of more comprehensive control strategies (e.g., upgraded SO₂ and/or particulate controls) to reduce visibility degradation.

PM BART

EPA is requesting comment on whether the existing controls on Units #1 - #3 at FCPP meet BART for PM. However, it is not clear how the 0.05 lb/mmBtu emission limit proposed as BART for these units by APS represents BART when the emissions data used by B&V were 0.024 - 0.029 lb/mmBtu in its engineering analysis, and AECOM used 0.014 - 0.017 lb/mmBtu in its modeling analysis. If APS believes that 0.05 lb/mmBtu is BART, it must conduct its analyses on that basis.

EPA should explain why it did not include Units #4 & #5 in its request, especially since Unit #4 has the highest filterable PM emissions of any of the five units. We note that the Desert Rock permit issued by EPA Region 9 contained a limit on filterable PM_{10} of 0.010 lb/mmBtu, and suggest that this would represent the starting point for a proper top-down BART analysis.