

LARRY HOGAN GOVERNOF

STATE HOUSE 100 STATE CIRCLE ANNAPOLIS, MARYLAND 21401-1925 (410) 974-3901 (TOLL FREE) 1-800-811-8336

TTY USERS CALL VIA MD RELAY

November 20, 2015

Shawn M. Garvin Regional Administrator U.S. Environmental Protection Agency Region III (3RA00) 1650 Arch Street Philadelphia, PA 19103-2029

Dear Mr. Garvin:

Thank you for your letter to Maryland Department of the Environment (MDE) Secretary Ben Grumbles on March 20, 2015. The U.S. Environmental Protection Agency (EPA) notified Maryland of the settlement agreement between the EPA, Sierra Club and the Natural Resources Defense Council over the new sulfur dioxide (SO₂) standard and the aggressive schedule included in that agreement.

Maryland appreciates the opportunity to present the EPA with a recommendation for the designation of areas under the 2010 primary, 1-hour National Ambient Air Quality Standard (NAAQS) for SO₂. Maryland recommends that EPA designate the Herbert A. Wagner Generating Plant ("Wagner") area as "attainment" with respect to the new SO₂ standard.

Between 2007 and 2010, Maryland power generators invested an estimated \$2 billion in air pollution controls to reduce SO₂ emissions. As shown in Attachments 1 and 2, these reductions in SO₂ emissions resulted in dramatic reductions in 1-hour SO₂ concentrations across the State.

A summer 2013 air monitoring study regarding 1-hour SO₂ levels around the Wagner area shows that SO₂ levels are generally below the new standard. Attachment 3 summarizes the data from the 2013 air monitoring study.

As shown in Attachment 4, preliminary air quality modeling also demonstrates that the Wagner area can attain the new SO₂ standard. In mid-April 2015, the owners of the Wagner facility, Raven Power, began to use a lower sulfur coal at Wagner unit number 2 as a method of compliance with the federally enforceable Mercury and Air Toxics Standards. Modeling current emissions, adjusted for the reduced sulfur content of the new coal, results in SO₂ concentrations below the new standard.

Shawn M. Garvin Regional Administrator Page 2

As EPA knows, this kind of technical modeling analysis is complicated and takes significant time and resources to complete. Because of the late, March 20th notification, the final modeling analysis will be submitted as expeditiously as possible under separate cover by MDE Secretary Grumbles.

In early 2016, Raven Power will also be adding a dry sorbent injection (DSI) system to unit number 3 at the Wagner facility to comply with the Mercury and Air Toxics Standards. DSI control technology can also help reduce SO₂ emissions. The modeling described in Attachment 5 will capture the benefits from both the 2015 and 2016 emission reduction efforts at the Wagner plant.

Maryland is not making a designation area boundary recommendation at this time. Maryland recognizes, though, that this designation recommendation submittal is only the first step in the SO₂ designation process and looks forward to working with the EPA and Maryland stakeholders during the remaining steps of the process. Maryland is requesting routine coordination calls with EPA on issues related to the designation of the Wagner area. For more details, please see Attachment 6, which is a timeline.

Please note that Maryland's submission of this designation recommendation letter is consistent with §107(d)(1) of the Clean Air Act. It is also consistent with Consent Decree, Case No. 3:13-cv-03953-SI, Sierra Club and Natural Resources Defense Council v. Gina McCarthy, Administrator, United States Environmental Protection Agency.

If you have any questions about this submission, please do not hesitate to contact Ben Grumbles, Secretary, Maryland Department of the Environment at 410-537-3084.

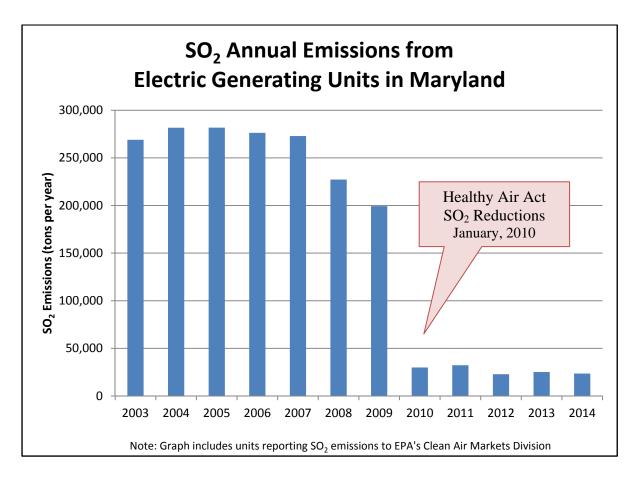
Sincerely,

Larry Hogan

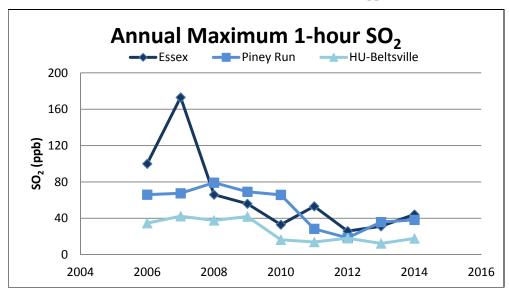
cc: Ben Grumbles, Secretary, Maryland Department of the Environment

Enclosures

Annual Reductions in Sulfur Dioxide (SO₂) from the Healthy Air Act



One-Hour SO₂ trends, after the Healthy Air Act (Note: the 1-hour SO₂ standard is 75 ppb)





Phase 1 SO₂ controls under the Healthy Air Act in 2010

SO₂ Emissions and Air Monitoring Concentrations in the Wagner Area, 2007-2014

	_	5 0 1 2 1 1 1 2 4 1 1 1 1 1 1 2 1 1 1 1 1 1					
			SO ₂ Emissions (T	SO ₂ Concentrations at Essex (ppb)			
Year		Total	Brandon Shores	Wagner	Crane	Design Value*	Max 1-hour
2007		92,931	42,041	20,259	30,631	99	173
2008		79,282	39,924	15,006	24,352	86	66
2009		60,391	32,821	15,093	12,477	80	56
2010		15,877	1,260	9,028	5,589	43	33
2011		17,518	2,829	9,007	5,682	34	53
2012		12,494	2,848	7,473	2,173	22	26
2013		16,020	2,870	10,178	2,972	22	31
2014		14,643	3,145	9,610	1,887	22	44

^{*}The design value for the 1-hour SO_2 standard is the 99th percentile of the 1-hour daily maximum concentrations, averaged over 3 years. The 1-hour SO_2 standard is 75 parts per billion (ppb), calculated the same way.

Summer 2013 Air Monitoring Study Results

A 2013 two-month monitoring study of SO_2 concentrations was conducted around Raven Power's Brandon Shores, Herbert A. Wagner, and C.P. Crane Generating Plants. Peak daily 1-hour maximum monitored SO_2 values were typically well below the 75 ppb 1-hour SO_2 NAAQS.

Shining Star Shining Star MD Marina Site Crane Generating Plant Ft. Smallwood Generating Plant MDYC Site

Monitoring Sites Used in the 2013 Study

Note: Monitoring sites are in yellow on the map; the generating stations are in green.

$\label{eq:monitored} Monitored\ Values \\ Table\ 1.\ Top\ Five\ Monitored\ 1-Hour\ SO_2\ Values\ during\ the\ 2013\ Study$

Peak Daily 1-Hour Maximum Monitored Value (ppb) Note: the 1-hour SO ₂ standard is 75 ppb.							
Rank	Cianbro	MDYC	Shining Star	MD Marina	Essex		
1	101.7	53.2	34.6	13.1	31.3		
2	42.2	37.8	28.7	10.5	24.5		
3	34.4	37.3	26.8	10.3	24.0		
4	31.5	29.6	23.6	10.1	20.7		
5	23.9	20.7	21.4	9.5	17.4		

Table 2. All 1-Hour Daily Maximum SO₂ Data during the 2013 Study

1-hour SO₂ Daily Maximum Concentration (ppb)

Note: 1-hour SO₂ standard is 75 ppb. The blank cells were dates before a monitor started running, due to delays in obtaining a lease agreement to place the monitor.

	Note: 1-hour SO ₂ standard is 75 ppb. The blank cells were dates before a monitor started running, due to delays in obtaining a lease agreement to								ement to place th	e monitor.	
	In vicinity of Brandon & Wagner Plants		In vicinity of C.P. Crane Plant			In vicinity of Brandon & Wagner Plants		In vicinity of C.P. Crane Plant			
Date	Cianbro	MDYC	Shining Star	MD Marina	Essex	Date	Cianbro	MDYC	Shining Star	MD Marina	Essex
7/25/2013	0.7				0.4	8/25/2013	22.3	2.0	0.7	8.7	10.5
7/26/2013	22.0				4.7	8/26/2013	1.1	1.4	5.3	4.6	1.9
7/27/2013	0.5				9.2	8/27/2013	8.6	29.6	2.4	1.2	2.1
7/28/2013	21.9				10.5	8/28/2013	0.5	1.6	1.1	0.0	1.0
7/29/2013	1.7				1.5	8/29/2013	2.0	2.4	0.6	0.0	1.9
7/30/2013	1.2				1.4	8/30/2013	0.6	1.8	1.1	0.5	8.7
7/31/2013	1.6				13.4	8/31/2013	0.9	2.4	7.7	4.5	7.6
8/1/2013	0.5	0.0			4.0	9/1/2013	13.4	1.6	6.3	3.2	9.3
8/2/2013	2.2	7.2	0.0		2.9	9/2/2013	2.9	7.1	6.7	10.1	4.4
8/3/2013	1.0	1.5	0.0		1.3	9/3/2013	2.8	37.3	1.5	0.3	2.4
8/4/2013	2.0	3.8	0.0		1.7	9/4/2013	15.9	13.0	5.8	3.8	3.0
8/5/2013	17.0	0.3	0.6		2.7	9/5/2013	4.3	20.7	2.3	1.3	2.4
8/6/2013	0.7	0.0	0.2		1.5	9/6/2013	23.9	11.1	19.5	0.3	8.4
8/7/2013	0.6	2.1	0.4		1.3	9/7/2013	101.7	2.4	21.7	10.5	5.2
8/8/2013	1.0	3.1	7.4		11.8	9/8/2013	2.3	7.4	3.8	1.9	2.3
8/9/2013	0.7	4.0	0.7		3.7	9/9/2013	42.2	4.9	32.7	13.1	5.9
8/10/2013	34.4	11.9	0.4		2.5	9/10/2013	1.3	2.6	6.0	1.9	5.5
8/11/2013	20.4	4.0	26.8		13.0	9/11/2013	21.3	17.6	10.1	5.5	31.3
8/12/2013	6.2	6.3	0.0		1.6	9/12/2013	1.8	5.0	4.0	3.0	5.5
8/13/2013	1.4	14.3	2.6	3.4	2.1	9/13/2013	1.9	53.2	1.4	0.0	1.6
8/14/2013	2.9	6.4	1.4	3.0	2.7	9/14/2013	1.5	8.8	1.4	0.0	0.8
8/15/2013	8.5	3.3	1.3	2.2	0.9	9/15/2013	7.6	1.8	5.2	3.1	2.0
8/16/2013	2.4	3.1	1.2	3.2	1.4	9/16/2013	1.3	4.1	3.9	4.7	1.6
8/17/2013	2.0	1.9	1.8	2.5	2.9	9/17/2013	1.7	5.3	1.5	2.2	2.0
8/18/2013	0.6	1.3	0.7	1.9	0.5	9/18/2013	19.9	1.4	17.6	0.0	1.0
8/19/2013	0.6	2.1	1.6	2.5	2.0	9/19/2013	5.7	1.8	5.2	3.8	2.6
8/20/2013	31.5	19.9	24.9	9.5	6.2	9/20/2013	1.6	2.5	10.9	10.3	20.7
8/21/2013	0.8	3.2	2.0	2.8	8.7	9/21/2013	0.7	2.7	1.5	0.0	3.4
8/22/2013	1.8	6.4	5.5	6.2	2.2	9/22/2013	1.6	13.7	1.6	0.0	1.2
8/23/2013	1.1	14.4	0.6	2.4	1.7	9/23/2013	1.1	2.4	1.6	0.0	1.4
8/24/2013	1.2	1.4	0.9	0.0	0.7						

The hourly SO_2 levels were typically well below the 1-hour SO_2 NAAQS. Peak daily 1-hour maximum monitored SO_2 values ranged from 9.5 to 53.2 ppb except on one day during the 2-month study when the Cianbro monitor reached a level of 101.7 ppb. Overall, the study suggests that the Wagner area can attain the 1-hour SO_2 NAAQS.

Preliminary MDE Modeling Analyses

Preliminary AERMOD (Version 15181) dispersion modeling shows that the Wagner area is attaining the 2010 1-hour SO₂ standard. The modeling uses 2012 - 2014 actual emissions data, including the reductions presently being seen from the use of low-sulfur coal for compliance with the Mercury and Air Toxics Standards (MATS) at Wagner's unit 2 (see graph below). MDE modeling includes all of the emission units of Raven Power/Talen Energy (Wagner, Brandon Shores, and Crane Plants), and other nearby sources (Wheelabrator and Energy Answers). The background concentration calculation was based on season and hour-of-day approach included in EPA guidance. MDE is working with EPA to finalize this modeling. Attachment 5 provides a summary of how the modeling is being conducted.

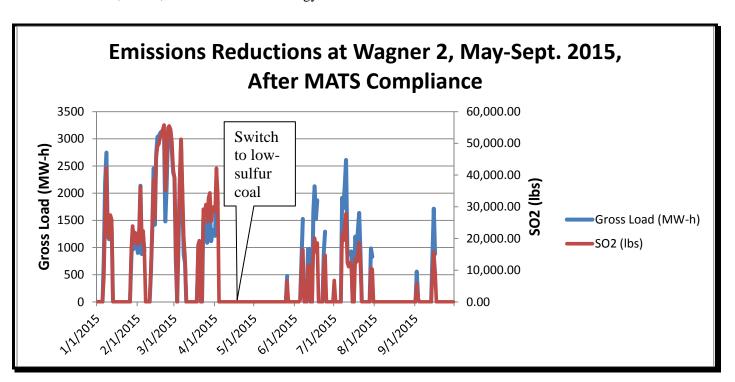
Predicted Hourly SO₂ Levels*

(Note: The 1-hour SO₂ standard is 75 ppb, or $196.20 \mu g/m^3$)

	4 th Highest	Percentage	Total with
	Concentration (µg/m³),	Contribution (%	Background
	Without Background	contribution to total)	$(\mu g/m^3)$
Wagner Unit 1	0.009	Negligible	
Wagner Unit 2	26.47	15	
Wagner Unit 3	95.26	53	193.47
Wagner Unit 4	21.53	11	
All other nearby sources**	37.61	21	

^{*} Additional reductions are expected in 2016 as new controls required by MATS at Wagner 3 become operational.

^{**}Brandon Shores, Crane, Wheelabrator and Energy Answers



MDE Modeling

MDE is working with EPA Region III, the facility and other interested parties to finalize sophisticated SO₂ modeling by early 2016. MDE's modeling considers methodologies used by the Sierra Club and Raven Power in their independent modeling of SO₂ levels in the Wagner area:

Preliminary MDE modeling used the following inputs:

- AERMOD Version 15181
- Actual 1-hour SO₂ emissions data for 2012-2014
- Background 1-hour SO₂ concentrations from the MDE Howard University (HU) -Beltsville air monitoring station
- Building heights based on Google Earth
- Meteorological data, including Baltimore Washington International Airport (BWI) surface data, and Sterling, Virginia upper air data
- The seasonal and hour-of-day approach consistent with the methodology found in section 8, "Background Concentrations," of the "Draft SO₂ NAAQS Designations Modeling Technical Assistance Document" (EPA, December 2013)

Ongoing modeling includes consideration of the following potential refinements:

- The use the non-regulatory "LOWWIND3" option (BETA option) in AERMOD to address issues with model over-prediction under low wind speed conditions.
- Merged plumes/one stack for Brandon Shores when both units were running simultaneously, following EPA guidance
- The use of enhanced tools to evaluate plume rise. Work performed by AECOM, has assessed the effects of plume rise adjustments in the AERMOD modeling system by applying the concepts of moisture in plume modeling versus dry plume modeling. AERMOD treats the final plume rise based on the assumption of a "dry" plume, where the chimney plume is far from being saturated and carries no liquid water load. However, the "dry" plume rise in AERMOD might be affecting the final plume rise height in the model. AECOM has developed a moist plume rise model (IBJpluris) to estimate plume rise by modifying and adjusting the standard Briggs (1975) plume rise formula used in AERMOD. AECOM has implemented IBJpluris Ver. 2.7 in the AERMOIST pre-processor. The AERMOIST pre-processor uses a set of temperature and RH ranges to automatically build a stack-specific wet plume rise model based on the IBJpluris prediction.
- The use of LIDAR to more accurately estimate the building dimensions to be used as the inputs in the Building Profile Interface Program (BPIP) model of the AERMOD modeling system. Correct building dimensions are very important to estimate the effects of building downwash on the pollutant concentration at the facility. This LIDAR technique can be used to accurately measure the building length, width, and height, and stack height, for modeling purposes. The modeling may also use this technique in estimating the elevation of ground level for input in AERMAP, the terrain pre processor in the AERMOD model. The LIDAR technique is also helpful in plume mapping that depicts the plume rise and spread in the real time analyses.
- MDE is also looking at other potential surface meteorological data sites as input into AERMOD, in addition to surface data currently being used from the Baltimore-Washington International (BWI) airport.

SO₂ Attainment Designation Timeline

- 2015: Maryland submits its designation recommendation letter for the Wagner area to EPA Region III.
- 2015 Early 2016: MDE Secretary Ben Grumbles submits to EPA further emissions and modeling analyses and information to support the attainment designation or an updated designation recommendation.
- 2015 2018: Monthly calls between MDE and EPA to coordinate on the status of activities related to the designation of the Wagner area.
- January 15, 2016: MDE identifies federally enforceable emissions limits or permit conditions that may
 be needed to support the attainment designation, and MDE forwards this information to EPA. EPA's
 120-day letters, in which EPA notifies states concerning any intended modifications to their designation
 recommendations, are expected on or about January 22, 2016.
- January 2018: Maryland's target date for providing documentation that the Wagner area is attaining the 1-hour SO₂ NAAQS including any federally enforceable emission limits or permit conditions that may be required to insure attainment. Note: If Maryland were to submit a nonattainment area state implementation plan (SIP) to EPA to comply with the 1-hour SO₂ NAAQS for the Wagner area, then January 2018 would be the date by which sources would be required to come to agreement, with states, to implement controls in time for a 1-hour SO₂ nonattainment area to attain the SO₂ NAAQS. This is ahead of that schedule.