Revision of Subpart AAA
Residential Wood Heaters
& Additional New Source
Performance Standards (NSPS)

Open Government Outreach Presentation May 21, 2010

Goals of this presentation

- Provide Background
- Show EPA's <u>preliminary</u> thoughts
- Reinforce that EPA is interested in hearing your:
 - Interests
 - Concerns
 - Recommendations

Background

- Current rule requires manufacturers of new residential wood heaters (e.g., wood stoves) to design heaters to meet particulate emission limits, have representative model lines be tested by EPAaccredited labs, and attach EPA labels and hangtags after EPA approval
- Originally promulgated February 1988
- Proposal was first regulatory negotiation by EPA (included industry, labs, states, consumer advocates)
- Not substantively reviewed until now
- Revisions are not negotiation but are transparent, open government rulemaking (<u>www.epa.gov/open</u>)

Important: If you can, replace your pre-NSPS wood stove with a newer, cleaner appliance

- Upgrading pre-NSPS wood stoves with newer, cleaner, more efficient appliances, can reduce fine particle emissions by ~70%
- EPA's wood stove focus of the last 5 years has been on encouraging upgrades because they can result in very large emission reductions, greater energy efficiency, less wood burned, and less money wasted
- For more info, see www.epa.gov/burnwise

Burn Wise

- Learn before you burn
- Burn the right wood, the right way, in the right appliance
- Your choices and actions make a difference
- A properly installed, correctly used wood-burning appliance should be smoke-free. If you see or smell smoke, that means you may have a problem.
- For more info, see www.epa.gov/burnwise

Concerns about Outdoor Wood Boilers

- An Outdoor Wood Boiler (OWB) combusts wood to heat water that is typically piped to another building for heat and hot water
- Technically, it is not a "boiler" but a "Hydronic Heater" (it heats but doesn't boil the water)
- Old dirty OWBs are a significant problem in numerous areas because of high emissions, short stacks, too close to neighbors...
- A few pictures to illustrate...

How Outdoor Wood Boilers Work

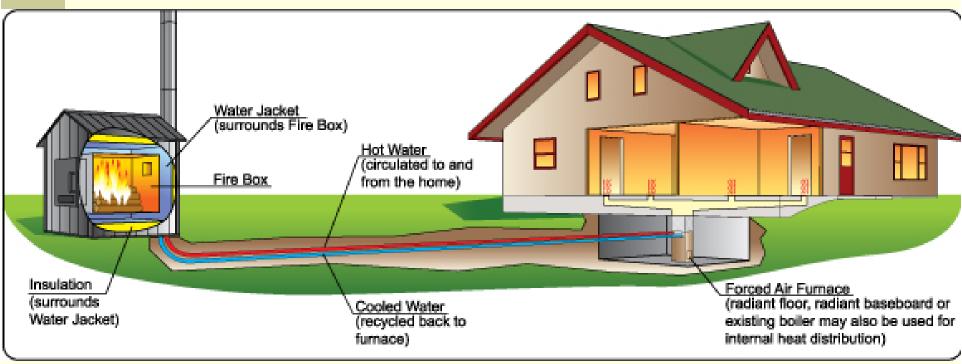


Diagram Courtesy of HPBA

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Photos of OWB Emissions







Photos courtesy of Vermont DEC

Petition to regulate Outdoor Wood Boilers (OWB)

- From 6 northeastern states plus Michigan and NESCAUM (Northeast States for Coordinated Air Use Management)
- Requested EPA develop an NSPS for OWB or revise the current wood stove NSPS to include OWB
- Our initial response:
 - We developed a voluntary program and provided technical and financial support for NESCAUM model rule... faster than an EPA regulation...
 - Phase 1 rolled out January 2007
 - 22 partners, 12 qualified models (70% reduction)

Industry request for OWB rules

- From Hearth, Patio, and Barbecue Association (HPBA)
- Outdoor Wood-fired Hydronic Heater (OWHH) Caucus
- Expressed "unanimous support for EPA establishment of an NSPS for OWHH"
- Their concern was proliferation of local bans and state rules with differing requirements

Wood Stove NSPS Revision Request

- April 29, 2008 joint letter to EPA from
- NESCAUM and WESTAR (Western States Air Resources Council)
- Requesting:
 - "review and revision of the current residential wood heater/ indoor wood stove NSPS to capture the broader suite of RWD (residential wood heating devices)"
 - "fireplaces, masonry heaters, pellet stoves, and indoor and outdoor wood boilers, furnaces, and heaters... we urge EPA to develop standards..."

EPA initial response was to develop additional voluntary programs...

- Faster than a Federal Regulation
- October 2008 Phase 2 Hydronic Heaters Program
 - Tightened qualifying level [~90% overall reduction], expanded to indoor units, other solid biomass
 - 13 Phase 2 models have qualified, more in pipeline
- February 2009 Low-Mass Fireplace Program
 - Phase 1 and Phase 2 simultaneously
- July 2009 expanded to Masonry Fireplaces
 - 6 models qualified at Phase 2 level [70% reduction], more in pipeline
 - Considering tightening Phase 2 level

Now, EPA has embarked on Review and Revision of the NSPS

- Draft Review Document prepared
- Draft <u>Preliminary</u> Conclusions prepared
- Drafts released on November 4
- For more info on the rulemaking process, see www.epa.gov/open

Summary of <u>preliminary</u> conclusions

- Best Demonstrated Technology (BDT) has improved and emission limits should be tightened
- Should close "loopholes", eliminate exemptions (e.g., cook stoves)
- Should add pellet stoves explicitly
- Should add wood "boilers" (hydronic heaters) and furnaces
- Should revise test methods as appropriate
- Should streamline certification process & incorporate International Standards Organization (ISO) process plus compliance affirmation
- Should improve compliance assurance & enforceability
- Should regulate fireplaces
- Should regulate devices fueled by other solid biomass, e.g., corn, various pelletized biomass
- Should regulate coal (in order to level the playing field)

We have not yet recommended specific emissions limits because data are still being analyzed...

For example:

- An analysis shows that the burn rates used in 1988 for the NSPS should be increased an unspecified amount because of differences in burn end points in test methods used.
- HPBA has provided additional information on fireplace potential emission reductions.
- HPBA has provided a review of emissions per burn rate for certified stoves however there is concern that the NSPS equation for conversions between 5G and 5H is erroneous and needs to be re-established. EPA-accredited labs will conduct additional tests to do this.
- EPA is using §114 authority to request data for currently exempt pellet stoves.
- EPA is reviewing costs and analyzing market and economic data.
- Bioenergy2020+ has recently finalized a review of advanced combustion technology performance in Europe
- Catalytic Hearth Coalition is conducting a review of catalytic performance versus time
- EPA's Office of Research and Development is analyzing results of their tests of hydronic heaters, including typical and advanced designs.

Very actively reviewing test methods...

For example:

- EPA & HPBA are participating on numerous ASTM work groups...
- HPBA has participated on revision of Canadian method B415.1
- NYSERDA (New York State Energy Research and Development Authority) is reviewing European test methods
- Continuing concern of "real world variability" vs. lab tests, cribs, etc.
- Continuing discussions on emissions averaging (burn rate weightings), low burn rate, number of runs, time for hot start, caps, degradation, etc.
- Efficiency test methods (ASTM, CSA B415.1, etc.)

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More Inclusive Scope

- **Pellet Stoves** data show excellent performance potential with premium pellets; need pellet fuel quality standards to ensure good performance and lower emissions
- Masonry heaters considering development of 2-prong NSPS (emission limit and design default)
- Cook stoves considering improved definition of "traditional North American cook stoves" (estimated to affect <2000 units)</p>
- Also considering definitions of "traditional Native American bake ovens" and "ceremonial fires" so that they may be excluded
- Hydronic heaters
 - Over a dozen U.S. models already qualified at Phase 2 voluntary level
 - Typical European levels are much lower than Phase 2 voluntary level
 - Some new designs avoid operation at typically dirty low burn rates
 - Considering requiring heat storage which greatly reduces emissions
- Furnaces manufacturers are beginning to get on board with developing BDT
- **Fireplaces** numerous air agencies want regulations but HPBA has recommended that EPA allow the voluntary program to mature first.
- **Coal** asked for data, will test, may use transfer of technology

Pollutants

■ PM2.5 (>85% of the PM) is our focus

- Black Carbon, CO, CO2, CH4, N2O?
 - limited testing planned, principally for informational purposes
 - perhaps CO & efficiency limits which will also reduce PM2.5 emissions

Environmental Justice

- A tighter, more comprehensive NSPS will reduce environmental impacts for all
- Preliminary draft analysis results show no disparate impacts nationally
- We may look closer at a few specific geographic areas
- For now, we foresee no EJ-focused changes to the NSPS that would not apply to everyone

Compliance & Enforcement Aspects

We intend to:

- Streamline certification process--- develop electronic system for submittals and approvals
- Improve compliance assurance --- inspections of labs and manufacturers, random audits, monitor websites and trade shows and fairs, alert foreign companies
- Make consumer-friendly --- Burn Wise website, spreadsheets of certifications ranked by emissions, tested efficiency, output
- Incentivize lab proficiency testing
- Streamline recordkeeping and reporting of manufacturing tolerances and quality control
- Require compliance tests on "worst" grade of each type of pellet that manufacturer specifies for use
- Require Federal rules if adequate industry standards are not in place in time

Pellet Standards Specifications Needs

- EPA has encouraged pellet manufacturers and appliance manufacturers to <u>quickly</u> meet and agree on grades of necessary characteristics, for example:
 - Durability
 - Ash %
 - Fines %
 - Fusion properties
- Limits on bark, dirt, sand, construction debris, chemicals, etc.
- Tailored QA/QC plans, training, transparency
- Testing frequency tailored to results
- Not just 3rd party analyses but also 3rd party inspections, approval of QA/QC plans, sampling, auditing, corrective actions, certification of conformity, reporting of results...
- Goal: pellets that consumers, manufacturers, and Congress can consistently depend upon as they consider decisions to buy and/or support biomass

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NSPS Timeline

Fall 2010 -- Complete staff draft of options, background materials and draft proposal package for EPA management review

Summer 2011 – Proposal in Federal Register

Summer 2012 – Promulgation

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