Subject: Re: Form submission from: Clean Air Markets Power Sector Modeling Contact Form form

Date: Monday, September 17, 2018 at 3:32:10 PM Eastern Daylight Time

From: Jay Duffy

To: John Thompson

On 8/23/18, 12:23 PM, "Kayin, Serpil" < Kayin.Serpil@epa.gov > wrote:

Dear John:

Thank you for bringing this to our attention. There was a documentation error in v6 that we have now corrected.

In IPM v5.13, we implemented numbers that were estimated by EPA engineers for the VOM costs for CCS retrofits at the plants. In IPM v6, we have adopted these costs from Sargent & Lundy Report (Attachment 6-1 of the documentation) but made an error and presented the numbers in Table 6-2 without subtracting the CO2 transportation, storage and monitoring costs. Table 6-2 intends to tabulate the retrofit costs at the plants solely. CO2 transportation and storage are accounted for separately. Once they are on the same basis, v5.13 and v6 VOM costs for CCS retrofits (aka table 6-2 in each version) in coal plants are very similar.

Attached is the revised Table 6-2 of v6. We are also updating our documentation on the website, https://www.epa.gov/airmarkets/documentation-epas-power-sector-modeling-platform-v6.

Sincerely, Serpil Kayin

Serpil Kayin, PhD Clean Air Markets Division Program Development Branch 202-343-9390

----Original Message----

From: drupal admin@epa.gov [mailto:drupal admin@epa.gov] On Behalf Of IPM Inputs and Documentation

Sent: Tuesday, August 07, 2018 10:53 AM To: Kayin, Serpil Kayin.Serpil@epa.gov>

Subject: Form submission from: Clean Air Markets Power Sector Modeling Contact Form form

Submitted on 08/07/2018 10:52AM

Submitted values are:

Your Name: John Thompson

Your Organization: Clean Air Task Force

Phone: 618 203-6233

Your E-mail Address: jthompson@catf.us Category: IPM Inputs and Documentation Subject: CCS VOM Retrofit Assumptions

Your Comment: I'd like some insight on the difference between VOM costs for CCS coal retrofits found in Table 6-

2 of v6. The VOM costs range from 13.92

- 21.2 mills/kWh depending on unit size and heat rate. The VOM found in v5.1.3 for CCS coal retrofits is only 3.2 mills/kWh (Table 6-1). This is a

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4-7 fold difference. Why are these values so different? Are they on a different basis? For example, are the v6 values incremental (like v5.1.3) or not? Could v6 reflect a capacity penalty? Thanks for your answer.