

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY WASHINGTON, D.C. 20460

MAR - 6 2012

OFFICE OF WATER

Re: Notification of Consultation and Coordination on Steam Electric Power Generating Effluent Limitations Guidelines and Standards Proposed Rulemaking

Dear Honorable Leader:

The U.S. Environmental Protection Agency (EPA) initiated consultation and coordination with federally-recognized Indian Tribes, in August 2011, on proposed revisions to the effluent limitations guidelines and standards for the Steam Electric Power Generating Point Source Category. This letter invites you to participate in the next steps of this consultation which are described below.

This consultation and coordination process is being conducted in accordance with the EPA Policy on Consultation and Coordination with Indian Tribes

(www.epa.gov/tribal/consultation/consult-policy.htm). EPA invites you and your designated consultation representative(s) to participate in this process. EPA will hold a conference call on **March 28, 2012 at 1:00pm (EST)**. If you are interested in consulting with us on this topic and you are planning to participate on the national call please respond by March 23, 2012 to the official EPA contact for this coordination process. EPA anticipates the timeline for the consultation and coordination period to extend until April 17, 2012.

Enclosed is a consultation and coordination plan for this action that includes a description of the action under consultation and the process EPA intends to follow, including a timeline for the consultation and coordination period and information on how you can provide input on this action. See Enclosure 1. This information is also available on EPA's Tribal Portal http://www.epa.gov/tribal/consultation.

The official EPA contact person for this consultation and coordination process is Ms. Jezebele Alicea-Virella, EPA Office of Water, Engineering and Analysis Division. Please do not hesitate to contact Ms. Jezebele Alicea-Virella at <u>alicea.jezebele@epa.gov</u> or by calling 202-566-1755 should you have any questions.

At the meeting, EPA will present background information on the rulemaking and will request your feedback regarding some topics that are listed in Enclosure II to this letter. Enclosure III provides supplemental information about the current effluent guidelines regulations for power plants and the additional pollution controls EPA is evaluating. Whether or not you participate in this process, you will still have the opportunity to provide input on the proposed rule during the comment period after publication in the Federal Register Notice.

Sincerely,

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Robert Wood Acting Director Engineering and Analysis Division

cc: Felicia Wright, OW Enclosures

Consultation Plan

Background

The U.S. Environmental Protection Agency is currently engaged in a rulemaking process to revise the effluent limitations guidelines and standards (ELGs) for the steam electric power generating point source category. The steam electric power generating ELGs are nationally applicable, technology-based discharge requirements. These ELGs are used to determine the effluent limits incorporated into NPDES discharge permits, and in control mechanisms for discharges to publicly owned treatment works (POTWS).

The Steam Electric Power Generating ELGs apply to a subset of the electric power industry, namely those plants "primarily engaged in the generation of electricity for distribution and sale which results primarily from a process utilizing fossil-type fuel (coal, oil, gas) or nuclear fuel in conjunction with a thermal cycle employing the steam-water system as the thermodynamic medium." (See 40 CFR 423.10) EPA's most recent update to the effluent guidelines for this industry sector was promulgated in 1982.

Wastewater discharges from power plants have been identified as the source for a number of environmental impacts to ground water and surface water, including contaminated drinking water and other effects. The main pollutants of concern for these discharges include metals (e.g., mercury, arsenic, selenium), nitrogen, and total dissolved solids (TDS). The environmental concerns include impacts to ground water and surface water, contaminated sediments and drinking water, fish mortality & non-lethal effects (e.g., altered populations), bioaccumulation in aquatic organisms, fish advisories, and risks to human health. EPA's analysis of the wastewater discharges associated with steam electric power generating led the Agency to announce, in September 2009, the start of a rulemaking process.

Although the rulemaking may address aspects of the regulation that apply to all fossil/nuclear units covered by the existing effluent guidelines, the focus of the rulemaking is on discharges associated with flue gas desulfurization (FGD) wastes from SO₂ air pollution controls, coal ash pond discharges, leachate from ash ponds and landfills containing coal combustion residues, coal gasification wastewater, and flue gas mercury control wastes. A description of these wastestreams and the pollution controls being considered are included in Enclosure B:

Potential Impacts to Tribes

EPA has identified fifteen plants located on or near tribal lands that discharge one or more wastestreams that EPA may address in the effluent guidelines rulemaking. The wastestreams that have been identified as present at these facilities include FGD wastewater, fly ash and bottom ash transport water, or leachate from landfills or ponds containing coal combustion residuals. Table 1 lists these fifteen power plants, six of which are located on tribal lands and the other nine plants located within ten miles of tribal lands.

This consultation process will help EPA identify potential impacts that this rulemaking may have on tribes. Enclosure II outlines several topics of interest that will assist EPA in the analyses of impacts at tribal lands. For example, how would improvements in water quality affect tribes (e.g., changes in fish consumption or quality, increased water recreation, etc.). In addition, how may implementation of the new water pollution controls affect employment of tribal members (e.g., result in job losses or create new jobs at plants).

Table 1: Steam Electric Power Plants within Tribal Lands Proximity that may be Affected by Rulemaking

Facilities on Tribal Lands						
Facility Name	Tribal Land	Type of Discharge				
J.E. Corette	Crow Reservation	Bottom Ash				
Four Corners Steam Electric Station	Navajo Nation Reservation	Fly Ash/Bottom Ash				
Hugo Plant	Choctaw OTSA	Bottom Ash				
Flint Creek Power Plant	Cherokee OTSA	Bottom Ash/Leachate				
Muskogee Generating Station	Cherokee OTSA	Bottom Ash				
Mayo Electric Generating Plant	Sappony SDTSA	Bottom Ash/FGD				
Facilities within 10 miles of Tribal Lands						
Facility Name	Tribal Land	Type of Discharge				
George Neal North	Winnebago Reservation	Fly Ash/Bottom Ash/Leachate				
Boswell Energy Center	Leech Lake Reservation	Bottom Ash				
Valley Power Plant	Forest County Potawatomi Off- Reservation Trust Land	Bottom Ash				
Presque Isle Power Plant	Sault Sainte Marie Off- Reservation Trust Land	Bottom Ash/Leachate				
San Juan Generation Plant Station	Navajo Nation Off-Reservation Trust Land	FGD				
Lansing Generating Station	Ho-Chunk Nation Off-Reservation Trust Land	Fly Ash/Bottom Ash				
Brame Energy Center	Clifton Choctaw SDTSA	Bottom Ash				
Roxboro Steam Plant	Sappony SDTSA	Bottom Ash/FGD/Leachate				
C R Huntley Generating Station	Cayuga Nation TDSA	Bottom Ash/Leachate				

Opportunities for Tribes to Participate

In August 2011, EPA conducted outreach conference calls with tribal groups to share information about the potential revisions to the steam electric power generating effluent guidelines. EPA held two conference calls, one with the National Tribal Caucus and another with the National Tribal Water Council, on August 9 and August 10, 2011, respectively. The conference call announced by this letter will provide tribes another opportunity to learn more about the rulemaking process and objectives, and is intended to stimulate a dialogue on specific ways that the rulemaking may affect tribes.

The tribal consultation and coordination process and timeline are identified in Table 2 below.

Tribes may also participate in public review and comment process that will take place when EPA publishes proposed revisions to the effluent guidelines. As well, tribes may access this letter and related consultation information on the following website: <u>http://water.epa.gov/scitech/wastetech/guide/steam_index.cfm</u>.

The combined goal for all these efforts is to ensure that there is sufficient information for tribal officials to make informed decisions about the desire to continue with consultation and to understand how to provide informed input.

Date	Event	Contact Information
August 9, 2011 (COMPLETED)	National Tribal Caucus Outreach Conference Call	
August 10, 2011 (COMPLETED)	National Tribal Water Council Outreach Conference Call	
March 28, 2012 1:00 pm EST	Tribal Consultation - Steam Electric Effluent Limitations Guidelines Proposed Rulemaking	 Conference Call Information: Phone No: 1-866-299-3188 Conference Code: 2025661755# EPA Contact: Jezebele Alicea E-mail:alicea.jezebele@epa.gov Phone No: 202-566-1755
April 17, 2012	Consultation comments due to EPA	

 Table 2: Tribal Consultation Coordination Process and Timeline

Topics of Interest for Tribal Consultations

- 1- Does your Tribe have a coal-fired, oil-fired or petroleum coke-fired steam electric power plant either on the Tribal lands or nearby?
- 2- If so, please provide the name of the power plant and the plant's owner.
- 3- Is your Tribe an owner of the plant? If so, what is the Tribe's percent ownership?
- 4- Does your Tribe have an oversight role of the power plant? If so, please describe what role that is.
- 5- Does the power plant discharge to a nearby river, stream, lake or reservoir?
 - a. If so, please provide the name of the water body that the plant discharges into.
 - b. If this water body on Tribal lands?
- 6- Does the Tribe use the waterbody?
 - a. If so, please describe for what purposes. Fishing as a sport, fishing for a food source, ceremonial purposes, other types of recreation such as swimming and boating, irrigation, livestock watering, drinking water source, etc.
- 7- Does your Tribe have ground water drinking water wells in the vicinity of the power plant? If, so, how many wells and how many Tribal members do these serve for drinking water?
- 8- Has your Tribe conducted any monitoring of the river, stream, lake or reservoir into which the power plant discharges?
- 9- Does the Tribe have its own water quality standards program? If so can you describe which Tribal water quality standards apply to the water body that the power plant discharges into?
- 10- Has the Tribe measured water quality in the water body to determine if violations of Tribal water quality standards or other criteria have occurred?
- 11- Has the Tribe conducted any groundwater monitoring to determine whether the ground water meets drinking water standards or if contamination of the groundwater has occurred?
- 12- Is the power plant a source of employment for members of the Tribe? If so, please estimate the number of Tribal members employed.
- 13- Please describe any other manner in which the power plant affects your Tribe.



Steam Electric Power Generating Effluent Guidelines Rulemaking

Enclosure III Supplemental Information Package for Tribal Consultations

February 24, 2012

1. BACKGROUND

The U.S. Environmental Protection Agency is currently engaged in a rulemaking process to revise the effluent limitations guidelines and standards (ELGs) for the steam electric power generating point source category. The steam electric power generating ELGs are nationally applicable, technology-based discharge requirements. These ELGs are incorporated into NPDES discharge permits, and in control mechanisms for discharges to Publically Owned Treatment Works (POTWS). This document was prepared to facilitate a dialogue about the ELG rulemaking as part of the Tribal consultations.

This document provides information about preliminary compliance cost estimates for pollution controls being considered as the technology basis for regulatory options. Additional information about the steam electric industry, the processes generating wastewater, and treatment technologies can be found in *Steam Electric Power Generating Point Source Category: Final Detailed Study Report* (EPA 821-R-09-008, October 2009), which presents information that EPA collected over the course of the detailed study. The report, as well as additional information about the progression of the rulemaking since its inception, is available at EPA's project web site at http://water.epa.gov/scitech/wastetech/guide/steam_index.cfm.

The Steam Electric Power Generating ELGs apply to a subset of the electric power industry, namely those plants "primarily engaged in the generation of electricity for distribution and sale which results primarily from a process utilizing fossil-type fuel (coal, oil, gas) or nuclear fuel in conjunction with a thermal cycle employing the steam-water system as the thermodynamic medium." (See 40 CFR 423.10) Figure 1 broadly depicts the various types of electric generating plants and identifies which are regulated by the Steam Electric Power Generating effluent guidelines. For more information on this industry and the processes used, see Chapter 3 of the *Steam Electric Power Generating Point Source Category: Final Detailed Study Report* (EPA 821-R-09-008, October 2009).



Figure 1. Types of U.S. Electric Generating Units

Section 304 (m) of the Clean Water Act (CWA) requires EPA to periodically review all effluent guidelines to determine whether revisions are warranted. During its 2005 annual review of discharges from point source categories, EPA's analysis of publicly available data reported through the NPDES permit program and the Toxics Release Inventory (TRI) indicated that this industry sector ranks as one of the highest dischargers of toxic and nonconventional pollutants. Because of this, EPA initiated a more detailed study of the industry's wastewater discharges by collecting data through facility inspections, wastewater sampling, a data request to a small subset of the industry, and secondary sources of information.

Upon completing the detailed study in 2009, EPA determined that the current regulations have not kept pace with the significant changes that have occurred in this industry over the last three decades. The development of new technologies for generating electric power (e.g., coal gasification) and the widespread implementation of air pollution controls (e.g., flue gas desulfurization (FGD), selective catalytic reduction (SCR)) have altered existing or created new wastewater streams at many power plants. Wastewater discharges from power plants have been identified as the source for a number of environmental impacts to ground water and surface water, including contaminated drinking water and other effects. The main pollutants of concern for these discharges include metals (e.g., mercury, arsenic, selenium), nitrogen, and total dissolved solids (TDS). The environmental concerns include impacts to ground water and surface water, contaminated sediments and drinking water, fish mortality & non-lethal effects (e.g., altered populations), bioaccumulation in aquatic organisms, fish advisories, and risks to human health. More information about the potential environmental impacts is presented in Chapter 6 of Steam Electric Power Generating Point Source Category: Final Detailed Study Report (EPA 821-R-09-008, October 2009). EPA's analysis of the wastewater discharges associated with steam electric power generating led the Agency to announce, in September 2009, the start of a rulemaking process.

EPA first issued effluent guidelines for the Steam Electric Power Generating Point Source Category (i.e., the Steam Electric effluent guidelines) in 1974 with subsequent revisions in 1977 and 1982. The Steam Electric effluent guidelines are codified at 40 CFR Part 423 and include limitations for the following waste streams:

- Once-through cooling water;
- Cooling tower blowdown;
- Fly ash transport water;
- Bottom ash transport water;
- Metal cleaning wastes;
- Coal pile runoff; and
- Low-volume waste sources, including but not limited to wastewaters from wet scrubber air pollution control systems, ion exchange water treatment systems, water treatment evaporator blowdown, laboratory and sampling streams, boiler blowdown, floor drains, cooling tower basin cleaning wastes, and recirculating house service water systems (sanitary and air conditioning wastes are not included) [40 CFR 423.11(b)].

The current effluent guidelines are summarized in Table 1.

Although the rulemaking may address aspects of the regulation that apply to all fossil/nuclear units covered by the existing effluent guidelines, the focus of the rulemaking is on the following wastes:

- Flue gas desulfurization (FGD) wastewater from SO₂ air pollution controls;
- Discharges of fly ash and bottom ash transport water;
- Leachate from ponds and landfills containing coal combustion residues;
- Gasification wastewater from integrated gasification combined cycle (IGCC) plants; and
- Wastewater associated with flue gas mercury controls (e.g., wastewater resulting from transporting/handling solids from activated carbon injection).

In addition to evaluating possible requirements for the discharges identified above, EPA may also clarify the applicability of the existing steam electric ELGs to discharges from combined cycle generating units. EPA is also considering clarifications to the definition of "metal cleaning waste" and "chemical metal cleaning waste" to reduce confusion about the existing definitions.

EPA expects that clarifications for combined cycle generating units (which would affect gas-fired generating units) and the definitions for metal cleaning wastes (which would apply to all fossil- and nuclear-fueled units) would result in negligible, if any, compliance costs. New requirements for FGD wastewater, fly and bottom ash wastewater, pond/landfill leachate, gasification wastewater, and wastewater from mercury controls or SCRs could result in compliance costs for some units that use coal or petroleum coke. Requirements for ash transport water could also result in compliance costs for some oil-fired generating units.

	Existing Sources that a	are Direct Dischargers	New Sources that are Direct Dischargers	Existing and New Sources that are Indirect Dischargers	
Waste Stream	BPT ^a	BAT ^a	NSPS ^a	PSES and PSNS ^a	
All Waste Streams	pH: 6-9 S.U. ^b PCBs: Zero discharge	PCBs: Zero discharge	pH: 6-9 S.U. ^b PCBs: Zero discharge	PCBs: Zero discharge	
Low-Volume Wastes	TSS: 100 mg/L; 30 mg/L Oil & Grease: 20 mg/L; 15 mg/L		TSS: 100 mg/L; 30 mg/L Oil & Grease: 20 mg/L; 15 mg/L		
Fly Ash Transport	TSS: 100 mg/L; 30 mg/L Oil & Grease: 20 mg/L; 15 mg/L		Zero discharge	Zero discharge (PSNS only) No limitation for PSES	
Bottom Ash Transport	TSS: 100 mg/L; 30 mg/L Oil & Grease: 20 mg/L; 15 mg/L		TSS: 100 mg/L; 30 mg/L Oil & Grease: 20 mg/L; 15 mg/L		
Once-Through Cooling	Free Available Chlorine: 0.5 mg/L; 0.2 mg/L	Total Residual Chlorine: If ≥ 25 MW: 0.20 mg/L instantaneous maximum; If < 25 MW, equal to BPT	Total Residual Chlorine: If ≥ 25 MW: 0.20 mg/L instantaneous maximum; If < 25 MW, equal to BPT		
Cooling Tower Blowdown	Free Available Chlorine: 0.5 mg/L; 0.2 mg/L	Free Available Chlorine: 0.5 mg/L; 0.2 mg/L 126 Priority Pollutants: Zero discharge, except: Chromium: 0.2 mg/L; 0.2 mg/L Zinc: 1.0 mg/L; 1.0 mg/L	Free Available Chlorine: 0.5 mg/L; /0.2 mg/L 126 Priority Pollutants: Zero discharge, except: Chromium: 0.2 mg/L; 0.2 mg/L Zinc: 1.0 mg/L; 1.0 mg/L	126 Priority Pollutants: Zero discharge, except: Chromium: 0.2 mg/L; 0.2 mg/L Zinc: 1.0 mg/L; 1.0 mg/L	
Coal Pile Runoff	TSS*: 50 mg/L instantaneous maximum		TSS*: 50 mg/L instantaneous maximum		
Metal Cleaning Wastes	TSS: 100 mg/L; 30 mg/L Oil & Grease: 20 mg/L; 15 mg/L Copper: 1.0 mg/L; 1.0 mg/L Iron: 1.0 mg/L; 1.0 mg/L	See Chemical Metal Cleaning Wastes below	See Chemical Metal Cleaning Wastes below	See Chemical Metal Cleaning Wastes below	
Chemical	See Metal Cleaning Wastes above	Copper: 1.0 mg/L; 1.0 mg/L Iron: 1.0 mg/L; 1.0 mg/L	TSS: 100 mg/L; 30 mg/L Oil & Grease: 20 mg/L; 15 mg/L Copper: 1.0 mg/L; 1.0 mg/L Iron: 1.0 mg/L; 1.0 mg/L	Copper: 1.0 mg/L (daily maximum)	
Non-chemical	See Metal Cleaning Wastes above	Reserved	Reserved	Reserved	

Table 1. Current Effluent Guidelines and Standards for the Steam Electric Power Generating Point Source Category

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a - The limitations for TSS, oil & grease, copper, iron, chromium, and zinc are presented as daily maximum (mg/L); 30-day average (mg/L). For all effluent guidelines, where two or more waste streams are combined, the total pollutant discharge quantity may not exceed the sum of allowable pollutant quantities for each individual waste stream. BPT, BAT, and NSPS allow either mass- or concentration-based limitations.

b – The pH limitation is not applicable to once-through cooling water.

Free Available Chlorine: 0.5 mg/L; 0.2 mg/L - 0.5 mg/L instantaneous maximum, 0.2 mg/L average during chlorine release period. Discharge is limited to 2 hrs/day/unit. Simultaneous discharge of chlorine from multiple units is prohibited. Limitations are applicable at the discharge from an individual unit prior to combination with the discharge from another unit.

Total Residual Chlorine: 0.20 mg/L instantaneous maximum. Total residual chlorine (TRC) = free available chlorine (FAC) + combined residual chlorine (CRC). TRC discharge is limited to 2 hrs/day/unit. TRC is applicable to plants \geq 25 MW, and FAC is applicable to plants \leq 25 MW. The TRC limitation is applicable at the discharge point to surface waters of the United States and may be subsequent to combination with the discharge from another unit.

126 Priority Pollutants: zero discharge - 126 priority pollutants from added maintenance chemicals (refer to App. A to 40 CFR 423). At the permitting authority's discretion, compliance with the zero-discharge limitations for the 126 priority pollutants may be determined by engineering calculations, which demonstrate that the regulated pollutants are not detectable in the final discharge by the analytical methods in 40 CFR part 136.

TSS*: 50 mg/L instantaneous maximum on coal pile runoff streams. No limitation on TSS for coal pile runoff flows ≥10-year, 24-hour rainfall event.

BPT: Best practicable control technology currently available.

BAT: Best available control technology economically achievable.

NSPS: New source performance standards.

PSES: Pretreatment standards for existing sources.

PSNS: Pretreatment standards for new sources.

2. TECHNOLOGY OPTIONS UNDER EVALUATION

EPA is evaluating several technology-based options for the control of wastewater discharges from power plants. With the exception of NSPS for fly ash transport water, the options for each waste stream are being considered for both existing sources and new sources. Revised ELGs for existing sources would be promulgated under Clean Water Act (CWA) provisions for best available technology economically achievable (BAT) and pretreatment standards for existing sources (PSES). [33 USC 1311(b); 33 USC 1314(b); 33 USC 1317(b)] Revised ELGs for new sources would be promulgated under CWA provisions for new source performance standards (NSPS) and pretreatment standards for new sources (PSNS). [33 USC 1316(b); USC 1317(c)] No new NSPS requirements are being considered fly ash transport water since the current NSPS states "[t]here shall be no discharge of wastewater pollutants from fly ash transport water." [40 CFR 423.15(g)]

2.1 FGD Wastewater

Power plants use FGD scrubber systems to remove SO_2 and other pollutants from stack emissions. In wet FGD scrubbers, the flue gas stream comes in contact with a liquid stream containing a sorbent, such as lime or limestone, which is used to transfer pollutants from the flue gas to the liquid stream. FGD scrubber system wastewaters, including the wastewater stream from dewatering and scrubber blowdown, contain elevated levels of metals (e.g., mercury, arsenic, selenium), nitrogen, and total dissolved solids.

EPA identified and investigated wastewater treatment systems operated by steam electric plants for the treatment of FGD scrubber purge. Most plants currently discharging FGD wastewater use settling ponds; however, the use of more advanced wastewater treatment systems is increasing to a limited extent due to more stringent requirements imposed by some states on a site-specific basis. Figure shows the distribution of management/treatment for wastewater from wet FGD systems reported in the 2010 questionnaire for 150 plants.

The current ELGs include these discharges within the definition of "low volume wastes." EPA is considering establishing revised effluent limits for FGD wastewater based on the following technologies.

<u> Option 1 – No change</u>

No change to the current ELG requirements.

Option 2 – Chemical precipitation

Chemical precipitation involves removing metallic contaminants from aqueous solutions by converting soluble heavy metals to insoluble salts. The precipitated solids are then removed from solution by flocculation followed by sedimentation and/or filtration. EPA is evaluating chemical precipitation/iron co-precipitation specifically designed to target removal of mercury and arsenic. This system utilizes hydroxide precipitation (i.e., using calcium hydroxide (lime) as the precipitant to convert dissolved metals to insoluble metal hydroxides) followed by sulfide precipitation (using organosulfide as the precipitant to convert dissolved metals to insoluble metal sulfides). Ferric chloride and polymers are added to facilitate coagulation and removal of the precipitated solids.

<u>Option 3 – Chemical precipitation with biological treatment</u>

This option includes the chemical precipitation technology evaluated under Option 2, followed by a fixed film anoxic/anaerobic bioreactor treatment system. While the primary purpose of the bioreactor treatment system is to increase the removal of metals, particularly selenium, addition of a bioreactor is also effective in removing nitrates and sulfates.

Option 4 – Chemical precipitation with vapor-compression evaporation

This option includes the chemical precipitation technology evaluated under Option 2, followed by a vapor-compression evaporation system that uses heat to evaporate the wastewater and generate a clean distillate stream. The key steps of the treatment process include pretreatment of the wastewater by chemical precipitation and softening, followed by sending the wastewater to a mechanical vapor compression brine concentrator (also referred to as a falling-film evaporator) and a forced-circulation crystallizer. In addition to the distillate that is generated as the water vapor cools, the process produces a solid by-product (i.e., crystallized salts) that would be disposed of in a landfill.



Figure 2. Distribution of FGD Wastewater Treatment Systems Among Plants Operating Wet FGD Systems

2.2 Fly Ash Transport Water

Fly ash is generated by pulverized coal furnaces and consists of very fine particles that are light enough to be entrained in the flue gas and carried out of the furnace. The fly ash particles that remain entrained in the flue gases are carried to the particulate control equipment, such as baghouses and electrostatic precipitators, for removal. The removed fly ash is collected in hoppers and then either pneumatically transferred as dry ash to silos for temporary storage or sluiced with water to a surface impoundment (i.e., ash pond). Ash ponds discharge large volumes of fly ash wastewater containing significant levels of metals and nutrients.

Over 70% of plants generating fly ash operate dry fly ash transport systems, while another 15% operate both wet and dry systems. In cases where a plant has both wet and dry handling, the wet handling system is a legacy system that was retained during conversion of the ash handling system and retained as a backup to the dry system. New source performance standards require "... no discharge of wastewater pollutants from fly ash transport water." [40 CFR Part 423.15]

<u>Option 1 – No change</u>

No change to the current ELG requirements.

<u>Option 2 – Zero discharge of fly ash transport water (Based on conversion to dry fly ash</u> <u>transport)</u>

This option is based on the conversion of wet fly ash handling systems (specifically a wet fly ash sluicing system) to a dry vacuum fly ash handling system. This is the same technology basis used for NSPS requirements promulgated in 1982. The fly ash is initially collected in the hoppers of the particulate control system (e.g., electrostatic precipitator or baghouse) for both a wet and dry transport system. EPA is evaluating a dry handling system that uses a vacuum system to pneumatically transport the ash from the hopper to an intermediate storage location (e.g., a storage silo). The ash is then unloaded from the silo into trucks for transport to the final ash disposal destination (e.g., landfill or beneficial use).

2.3 Bottom Ash Transport

Bottom ash is referred as the heavier ash that settles in the furnace or dislodged from furnace walls and that is collected at the bottom of the boiler. Bottom ash is usually hydraulically conveyed (i.e., sluiced with water) to either an ash pond or dewatering bin. In such a wet sluicing system, the hot bottom ash drops to the bottom of the furnace where it is quenched in a waterfilled hopper. Ash from the hopper is fed into a conveying line where it is diluted into slurry and pumped to the ash pond or dewatering bin. Some plants operate large settling ponds for bottom ash, while others use a system of relatively small ponds operating in series and/or parallel. The ash sent to a dewatering bin is separated from the transport water, then sent to a landfill or transported offsite.

In the mechanical drag chain system, the bottom ash is collected in a water bath trough at the bottom of the boiler to cool the ash. The plant operates a drag chain that moves along the bottom of the trough and drags the bottom ash out of the boiler. At the end of the trough, the drag chain reaches an incline, which dewaters the bottom ash by gravity, draining the water back to the trough as the ash moves upward. The bottom ash is often conveyed to a nearby collection area, such as a small bunker outside the boiler building, from which it is loaded onto trucks and either sold for beneficial use or stored on-site in a landfill.

Over 60% of plants generating bottom ash operate wet bottom ash transport systems, while approximately 30% operate only dry systems.

<u>Option 1 – No change</u>

No change to the current ELG requirements.

<u>Option 2 – Zero discharge of bottom ash transport water (based on either complete</u> <u>recycle of transport water or conversion to dry bottom ash transport)</u>

This option is based on the conversion of wet bottom ash handling systems (specifically a wet bottom ash sluicing system) to a dry bottom ash handling system such as a mechanical drag system, or a closed-cycle remote mechanical drag system. The mechanical drag system conveys the bottom ash out of the boiler to a nearby storage area. The remote mechanical drag system operates by sluicing the bottom ash to a water trough and sump located away from the boiler, where a stand-alone mechanical drag system is used to dewater the ash. The sluice water for the remote mechanical drag system is continually reused to prevent discharge of ash transport water, and the dewatered ash solids are landfilled or beneficially reused.

2.4 <u>Leachate from Landfills/Ponds Containing Coal Combustion Residuals</u>

Coal combustion residues (CCR) comprise a variety of wastes from the coal combustion process, including fly ash, bottom ash, boiler slag, and FGD solids (e.g., gypsum and calcium sulfite). CCR may be stored at the plant in on-site landfills or surface impoundments. Leachate is the liquid that drains or leaches from a landfill or an impoundment. The two sources of landfill leachate are precipitation that percolates through the waste deposited in the landfill and the liquids produced from the CCR placed in the landfill.

Figure 3 presents a diagram depicting the collection system for landfill leachate. In a lined landfill, the leachate collected from the landfill typically flows through a collection system consisting of ditches and/or underground pipes. From the collection system, the leachate is transported to a collection pond. Some plants discharge the effluent from these collection ponds directly to surface water, while other plants send the leachate to the ash pond. Surface impoundments may also have liners and collection systems similar to the landfills. Unlined ponds and landfills do not collect leachate migrating away from the pond/landfill.

Option 1 – No change

No change to the current ELG requirements.

Option 2 – Chemical precipitation

Chemical precipitation involves removing metallic contaminants from aqueous solutions by converting soluble heavy metals to insoluble salts. The precipitated solids are then removed from solution by flocculation followed by sedimentation and/or filtration. EPA is evaluating chemical precipitation/iron coprecipitation technology for the treatment of leachate from CCR landfills/ponds, specifically designed to target removal of mercury and arsenic. Note that this is the same Option 2 described above for FGD wastewater and that EPA is also evaluating co-treatment of FGD wastewater and landfill/pond leachate.

<u>Option 3 – Chemical precipitation with biological treatment</u>

This option includes the chemical precipitation technology evaluated under Option 2, followed by a fixed film anoxic/anaerobic bioreactor treatment system. The primary purpose of the bioreactor treatment system is to increase the removal of metals, particularly selenium, from the landfill/pond leachate; however, this treatment step is also effective in removing nitrate and sulfates. Note that this is the same Option 3 described above that EPA is evaluating for FGD wastewater and that EPA is also evaluating co-treatment of FGD wastewater and landfill/pond leachate.



Figure 3. Diagram of Landfill Leachate Collection

2.5 Mercury Control System Wastewater

Some plants have or plan to install systems to control the emission of mercury via flue gas. The vast majority of these systems report handling mercury control solid waste in a dry manner. Eight plants have reported handling such wastes in a wet system. Typically, these plants inject activated carbon into the flue gas either upstream or downstream of the ESP and the carbon and mercury waste is collected with their fly ash. These wet systems tend to be ash sluice systems that combine the mercury control wastes with the fly ash sluiced to an ash pond. In some cases, the plants report treating their coal with an oxidant that works to fully oxidize mercury when the coal is burned. The oxidized mercury is then removed in their normal air pollution controls and handled with ash or FGD wastewater.

2.6 Gasification Wastewater

Currently, there are two operating IGCC plants in the U.S. and a third plant scheduled to come on line soon. These plants treat their gasification wastewater using a vapor-compression evaporation system that uses heat to evaporate the wastewater and generate a clean distillate stream. The distillate stream is either discharged or reused in plant operations.

<u>Option 1 – No change</u>

No change to the current ELG requirements.

Option 2 – Vapor-compression evaporation

The gasification process at integrated gasification combined cycle (IGCC) facilities produces a wastewater purge stream (grey water). The treatment option being considered for the grey water is vapor compression evaporation followed by crystallization, producing an aqueous stream (distillate) and solid by-products (crystallized salts). The solids would be sent to a landfill for disposal. This is equal to the current level of treatment operated by IGCC facilities and would result in no incremental compliance costs.

Option 3 – Vapor-compression evaporation plus cyanide destruction

Similar to Option 2, but would also add a treatment step (such as hypochlorite addition) to reduce levels of cyanide in the discharge. Incremental compliance costs, if any, would be minimal.

2.7 Model Plant Results

Table 2 presents a preliminary estimate of compliance costs associated with EPA's technology options for three model plants ranging in size from 50 MW to 600 MW.

	Model Plant 1 (approx 50-100 MW)		Model Plant 2 (approx 250-350 MW)		Model Plant 3 (approx 500-600 MW)				
ELG Option	Capital Cost (2010 \$)	Annual O&M Cost (2010 \$)	Annualized Cost (2010 \$)	Capital Cost (2010 \$)	Annual O&M Cost (2010 \$)	Annualized Cost (2010 \$)	Capital Cost (2010 \$)	Annual O&M Cost (2010 \$)	Annualized Cost (2010 \$)
FGD Option 1: No change to ELG									
FGD Option 2: CP	\$4,869,000	\$430,000	\$889,000	\$8,314,000	\$866,000	\$1,652,000	\$15,391,000	\$1,784,000	\$3,237,000
FGD Option 3: CP + Bio	\$9,823,000	\$727,000	\$1,654,000	\$14,335,000	\$1,216,000	\$2,569,000	\$23,610,000	\$2,247,000	\$4,476,000
FGD Option 4: CP + Evap	\$27,949,000	\$1,524,000	\$4,162,000	\$35,247,000	\$2,784,000	\$6,112,000	\$50,527,000	\$5,463,000	\$10,232,000
		•	-			-			-
Fly Ash Option 1: No change to ELG									
Fly Ash Option 2: "No discharge"	\$1,732,000	\$164,000	\$328,000	\$2,189,000	\$900,000	\$1,107,000	\$2,750,000	\$1,928,000	\$2,188,000
Bottom Ash Option 1: No change to ELG									
Bottom Ash Option 2: "No discharge"	\$2,465,000	\$610,000	\$878,000	\$6,199,000	\$864,000	\$1,484,000	\$12,024,000	\$1,761,000	\$2,966,000
Leachate Option 1: No change to ELG									
Leachate Option 2: CP	\$3,981,000	\$145,000	\$521,000	\$6,740,000	\$529,000	\$1,165,000	\$8,244,000	\$846,000	\$1,625,000
Leachate Option 3: CP + Bio	\$6,987,000	\$412,000	\$1,072,000	\$11,935,000	\$838,000	\$1,964,000	\$14,216,000	\$1,193,000	\$2,535,000

Table 2. Treatment Option Costs for Model Plants (Preliminary Estimates, October 2011)

1. Three "model plants" are presented to provide insight to the potential compliance costs for regulatory options under consideration. The generation capacity (MW) noted in the table header are approximate values.

2. Estimated costs do not reflect offsetting cost reductions associated with ceasing operation of an existing settling pond or avoiding installation of a settling pond to comply with the current effluent limits at 40 CFR part 423.

3. Leachate costs are based on construction of a stand-alone treatment system for leachate flow. Actual costs may be lower if leachate is co-treated with FGD wastewater.

4. Annualized costs sum the operating and maintenance (O&M) costs and annualized capital costs, using a 7% interest rate and a 20-year service life for the equipment.

"Option 1" for all waste streams presumes no change to the current ELG limits, which are based on a settling pond.

CP: Chemical precipitation treatment.

CP + Bio: Chemical precipitation plus biological treatment.

CP + Evap: Chemical precipitation plus evaporation.

Fly ash no discharge: Based on conversion to a dry vacuum ash handling system.

Bottom ash no discharge: Based on conversion to a mechanical drag system.