

ENVIRONMENTAL IMPACT OF PLUG-IN HYBRID ELECTRIC VEHICLES IN MICHIGAN

by

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Abstract

The environmental and electric utility system impacts from plug-in hybrid electric vehicle (PHEV) infiltration in Michigan were examined from years 2010 to 2030 as part of the Michigan Public Service Commission's (MPSC) PHEV pilot project. Total fuel cycle energy consumption, greenhouse gas and criteria air pollutant emissions for Michigan's light duty vehicle fleet were analyzed, as well as gasoline displacement due to the shift to electrified travel.

PHEVs consume both liquid fuel and grid electricity for propulsion. While this fueling strategy can significantly reduce gasoline consumption and related emissions, it is important to understand the impacts that these PHEVs have on the electrical system and its associated emissions. A MATLAB® model was developed to quantify the regional emissions and energy use of this interaction for Michigan.

Each year the model examined vehicle charging behavior, PHEV sales infiltration, changes to the electric grid, and electricity dispatch. Individual PHEV energy consumption was determined from a database of actual vehicle trips, and scaled to the number of on-road PHEVs. The electricity to charge PHEVs was added to Michigan's baseline hourly electrical demand and new generating capacity was added to the grid to meet renewable portfolio standards and capacity reserve mandates. Lastly, generating assets were dispatched to serve the load, and total fuel cycle (TFC) emissions were calculated. Several scenarios were developed to capture the range of possible outcomes examining PHEV infiltration, charging behaviors, and future grid mixes.

In all scenarios, an increased number of PHEVs led to decreased statewide GHG emissions, ranging from a 0.4% to 10.7% reduction in 2030, and displaced from 0.5 to 9 billion gallons of gasoline from 2010-2030. Depending on the scenarios employed and allocation method, The emissions intensity of PHEV travel in 2030 ranged from 294 and 187 gCO₂e per mile. Substituting nuclear generators for some of Michigan's predominately coal baseload power plants had a large effect on reducing emissions, a 40% reduction in annual electricity sector GHG emissions between 2009 and 2030, and reduced PHEV emissions intensity up to 22%. Criteria air pollutant emissions were reduced in most scenarios. However, SO_x emissions could increased with the addition of PHEVs.



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List of Acronyms and Key Terms

AEO	Annual Energy Outlook
CH ₄	Methane
CO	Carbon Monoxide
CO ₂	Carbon Dioxide
CV	Conventional Vehicle
eGRID	Emissions & Generation Resource Integrated Database
EIA	Energy Information Administration
EPA	Environmental Protection Agency
EPRI	Electric Power Research Institute
eSOC	Energy State of Charge
GHG	Greenhouse Gas
REET	Greenhouse gases, Regulated Emissions and Energy use in Transportation
HEV	Hybrid Electric Vehicle
MDEQ	Michigan Department of Environmental Quality
MEFEM	Michigan Electricity, Fleet and Emissions Model
MPSC	Michigan Public Service Commission
MWh	Megawatt Hours
N ₂ O	Nitrous Oxide
NGCC	Natural Gas Combined Cycle
NO _x	Nitrogen Oxide
NREL	National Renewable Energy Laboratory
OEM	Original Equipment Manufacturer
Pb	Lead
PECM	PHEV Energy Consumption Model
PHEV	Plug-in Hybrid Electric Vehicle
PM _{2.5}	Particulate matter of less than 2.5 micrometer diameter
PM ₁₀	Particulate matter of less than 10 micrometer diameter
RPS	Renewable Portfolio Standard
SO _x	Sulfur Oxide
VOC	Volatile organic compound



Nomenclature

PHEV Energy Consumption (Section 3.1)

C_n	Usable Energy state of charge of vehicle n (percentage)
D_{trip}	Distance of a trip (miles)
e_n	Average rate of electricity consumption of vehicle n (kWh/mile)
E_{batt}	Size of usable battery (kWh)
t_{start}	Start time of a trip (hr,min)
t_{end}	End time of a trip (hr,min)
$\frac{dC_n}{dt}$	Rate of charging, (kW)
$I_{c\Box}$	Charging current (amps)
$V_{c\Box}$	Charging voltage (volts)
$\eta_{c\Box}$	Charging efficiency
ΔG_n	Consumption of gasoline of vehicle n during a trip (gallons)
F_n	Fuel consumption rate of vehicle n (miles per gallon)
D_{elec}	Distance of a trip driven electrically (miles)
\mathcal{P}_{day}	Aggregated and normalized charging load profile for a single week day, at wall outlet (kW, at each hour)
N_{NHTS}	Number of vehicles in an NHTS sample
w_n	Vehicle weight factor for vehicle n
\mathcal{P}_n	Charging load profile for vehicle n , at wall outlet (kW, at each hour)
t	Time of day (hours)

Fleet Modeling (Section 3.2)

y	Simulation time (years)
G_{CV}	Gas consumption for on-road conventional vehicles (gallons)
G_{BAU}	Gasoline consumption from an entirely conventional vehicle fleet (gallons)
ΔG	Gasoline avoided by electrically driven miles for PHEVs (gallons)
N_{all}	Total number of vehicles in the vehicle fleet
F_{stock}	Average fuel consumption rate for the conventional vehicle fleet (miles per gallon)
M	Annual VMT for a vehicle in PECM (miles per year)
I	Annual technology improvement factor for conventional vehicles
N_{PHEV}	Number of PHEVs sold each year by size class
F_{new}	Fuel consumption rate for new vehicles by size class (miles per gallon)

Electricity Generation Capacity (Section 3.3)

E_{need}	Deficit in renewable energy generation to meet RPS goals (MWh)
R_{goal}	Annual RPS goal for percent of generation that is from renewable sources (percentage)
E_{demand}	Annual total system energy demand (MWh)
E_{RnwGen}	Renewable generation of the assets currently in the system (MWh)



P_{need}	Power needed to meet the reserve margin capacity limit (MW)
m	Capacity reserve margin
P_{peak}	Peak power of the current year (MW)
P_{cap}	Total available capacity of all assets currently in the system (MW)

Electricity Dispatch Modeling (Section 3.4)

D_H	System electricity demand after wind and hydro have been dispatched, at generation source (MW, at each hour)
$L_{N,min}$	Minimum level of system load defining dispatchable power plant N 's power band (MW)
$L_{N,max}$	Maximum level of system load defining dispatchable power plant N 's power band (MW)
P_N	Electrical power output of power plant N (MW)
D	Total system electricity demand (MW, at each hour 't')
D_W	System electricity demand after wind generators are dispatched (MW, at each hour)
p_{wnd}	Normalized wind power curve (MW, at each hour)
f_{wnd}	Average capacity factor of wind generators
t_y	Length of time in a simulation year (hour)
\hat{D}_W	Monthly load duration curve for use in hydro dispatch (MW, at each hour)
\hat{D}_N	Electric demand (in load duration form) that hydroelectric plant N will dispatch to. (MW, at each hour)
\hat{P}_N	Sorted (according to load duration curve) hydroelectric plant output for plant N (MW, at each hour, sorted)
$P_{N,NPC}$	Plant N 's nameplate capacity (MW)
t_S	Split duration point (hour)
E_N	Total monthly energy generated by plant N (MWh)
t_m	Total time in a month (hour)
D_H	Electricity demand after last hydroelectric plant has been dispatched (MW, at each hour)
f_N	Historical capacity factor for generating asset N
a_N	Availability factor of generating asset N
HR	Heat rate of a power plant, in fuel energy consumed per unit electricity generated (Btu/kWh)
C_{fuel}	Total cost of fuel (\$/mmBtu)
E_{gen}	Electricity generated (MWh)
E_{fuel}	Fuel energy consumed (Btu)
\hat{C}	Total cost of generation (\$/MWh)
$\frac{C_{GHG}}{m_{GHG}}$	Cost of GHG emissions (\$/metric ton of CO ₂ e)
C_{GHG}	Total cost of GHG emissions (\$)
m_{CO_2}	Total CO ₂ emissions (kg)
m_{CH_4}	Total CH ₄ emissions (kg)
m_{N_2O}	Total N ₂ O emissions (kg)

Emissions Calculation (Section 3.5)



$\frac{m}{E}$	Power plant emission factor (kg pollutant/kWh generated)
\dot{m}	Total electricity emission rate (kg pollutant/hour, at each hour)
P_{PHEV}	Total hourly PHEV electrical load (MW, at each hour)
\dot{m}_{PHEV}	PHEV electricity emission rate (kg pollutant/hour, at each hour)
m_{PHEV}	Total annual electricity emissions allocated to PHEVs (kg pollutant)
m_1	Total electric system emissions calculated in a scenario <i>with</i> PHEVs (kg pollutant)
m_2	Total electric emissions calculated in a scenario <i>without</i> PHEVs (kg pollutant)

Infiltration Scenarios (Section 4.1)

N_{PHEV}	The number of PHEVs in each size class that are sold each year
S_{2009}	Number of new vehicles sold in 2009 for each size class
G	New Vehicle sales growth, by size class, for each year
I	PHEV sales infiltration (percent of new sales that are PHEVs) each year



1. Executive Summary

Plug-in hybrid electric vehicles (PHEVs) have been recognized for their potential to reduce transportation related petroleum consumption, on-road greenhouse gas and criteria air pollutant emissions by supplementing their drive cycle with electric energy. Since PHEVs consume both gasoline and electricity, evaluation of these vehicles necessitated modeling the transportation sector and the electric sector collectively. Plug-in hybrids created new demands on the electricity supply system that depended on the charging behavior (i.e., time of charge), the infiltration rate (i.e., how many PHEVs were on the road), the available charging infrastructure (i.e., locations where charging was available), and how the PHEVs are designed (i.e., battery size). These additional power demands affected dispatch of power generating as well as increased the need for additional generating capacity. In order to analyze the environmental impacts of plug-in hybrids it was necessary to understand the dynamic interactions between the transportation and electric sector and the overall effect on energy use and related emission levels. This executive summary defines the objectives of this study, discusses modeling methodology, states major assumptions and scenario parameters, addresses emission allocations issues and highlights the main findings and conclusions of the report.

In 2008, the Michigan Public Service Commission (MPSC) initiated a pilot program to investigate the capability of PHEVs within Michigan. As a subtask of this program, this report investigated the environmental and electric utility system impacts of PHEVs in Michigan. Specifically, the purpose of this study was to evaluate total fuel cycle energy, greenhouse gas, and criteria air pollutant impacts from widespread plug-in hybrid deployment in Michigan over a time period of 2010 to 2030. Two MATLAB[®] based models were developed for this purpose, the *PHEV Energy Consumption Model* (PECM) and the *Michigan Electricity and Fleet Emissions Model* (MEFEM). PECM was created to develop individual PHEV consumption patterns using aggregated National Household Travel Survey (NHTS) data. Using the output of PECM, MEFEM characterized the electricity grid and simulated the dispatch operation of generation assets on an hourly basis. The impact on hourly electricity demand and system emissions from the additional PHEV demand was evaluated from the outputs of MEFEM.

Simulations were conducted under a variety of scenario combinations in order to evaluate the potential effect of varying certain parameters and different possible futures. Eight charging scenarios were developed for PECM which varied recharge timing, charging infrastructure, and battery size. MEFEM simulated four PHEV fleet infiltration scenarios and four electric grid mix scenarios. Combinations of these scenarios then yield the necessary outputs. The outputs quantify greenhouse



gases, criteria air pollutants, total fuel cycle energy and gasoline displacement associated with each scenario. A highly simplified system diagram showing the interaction between the models is shown in Figure 1.

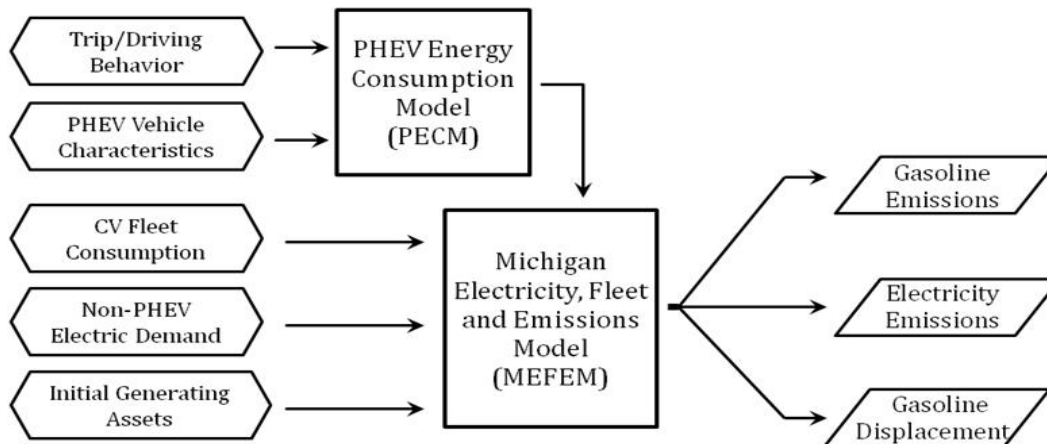


Figure 1. High level system diagram

Comparison of total fuel cycle energy and emissions from plug-in vehicles to those associated with conventional gasoline vehicles required analysis on a well-to-wheels basis. These well-to-wheel emissions included those at the tailpipe, those associated with electricity generation, and emissions upstream of both electricity generation and vehicle combustion. Emissions and energy use associated with conventional vehicles as well as hybrids occur mainly during vehicle operation. In a plug-in vehicle, the well-to-tank emissions associated with generating electricity comprise an important component of total fuel cycle emissions. The mix of electricity generation technologies can have a significant impact on emissions associated with PHEV battery charging.

Modeling and accounting for the emissions associated with the additional demand from PHEVs is currently open for debate within the academic community. In this study, two methods were used for attributing emissions from electricity generation to PHEVs: average and marginal allocation. The mix of power plants that provided for the additional PHEV demand is referred to as the marginal generation mix, and the emissions associated with this additional mix are assigned to PHEVs. Average emissions were calculated from the instantaneous generation-weighted emissions average for all electricity generated in the specified time, and then assigned to the PHEV demand. In addition to the emissions associated with electricity generation, emission changes were also estimated from gasoline displacement. The issue of allocating emissions and which method should be the standard practice is still undecided. Therefore, the results for both methods are presented equally in this report.



1.1 Modeling Methodology and Scenarios

The models developed simulated the evolution of the transportation and electric sectors over the 2010 to 2030 study timeframe. A series of scenarios were developed to assess the impact of PHEVs over a range of different possible development pathways for these sectors. This section provides a description of the MEFEM and PECM models. The desired outputs of the combined model were energy consumption and greenhouse gas and criteria pollutant emissions from vehicle use and electricity generation.

1.1.1 PHEV Energy Consumption

The PHEV Energy Consumption Model (PECM) was used to determine fleet average electricity and gasoline use. These values were normalized to a single vehicle. PECM used trip data from the 2009 National Household Travel Survey (NHTS) to generate the daily profiles for vehicle charging and total gasoline usage. Results were generated for seven vehicle size classes under specified charging constraints and scaled by the number of PHEVs in each class in the Michigan light duty vehicle fleet to obtain aggregate fleet consumption.

Several electric demand profiles from battery charging were simulated. PECM contains a number of parameters that were manipulated to affect the time of charging and therefore the number of electrically driven miles that a fleet average PHEV underwent. PHEV charging parameters included charging locations, minimum dwell time, charge onset delay, charging blackout periods, last minute charging, charging rates and battery size. Other vehicle trip behaviors, such as trip start and end times and locations were established by evaluating daily vehicle trips and vehicle miles traveled from the aggregated national NHTS data. The charging behavior of PHEV owners determined the PHEV electric demand profile, which in turns determined the impact of PHEVs on the electric grid. PHEVs represented a significant potential shift in the use of electricity and the operation of the electric power system, especially if vehicles were charged during times of peak or elevated demand.

Eight vehicle-charging scenarios were designed and are summarized in Table 1 below. The eight scenarios chosen are not necessarily the most likely, but instead represent a broad spectrum of those factors which have the most potential to affect the shape of the load curve. The baseline charging scenario (CH1) represents home charging of a battery pack using 10.4 kWh (65% discharge of a 16kWh battery), at a charging level of 120V, 12 amp with no time-of-day charging constraints. The other



charging scenarios, CH2-CH8, are described by the parameter departure from the baseline charging scenario.

Table 1. Charging scenario description

Acronym	Full Name	Departure from Baseline (CH1) conditions
CH1	Baseline	-
CH2	Last Minute	Delay charging until the 'last-minute'
CH3	Home and Work	Charging location includes work in addition to home
CH4	No-Charge Window	1 pm to 7 pm 'blackout' or no-charge window
CH5	Slow Charging	Charge at 8A, 120V
CH6	Fast Charging	Charge at 16A, 240V
CH7	Home and Work, Fast	Charge at 16A, 240V, charging both at home and work
CH8	Smaller Battery	5.2 kWh usable battery

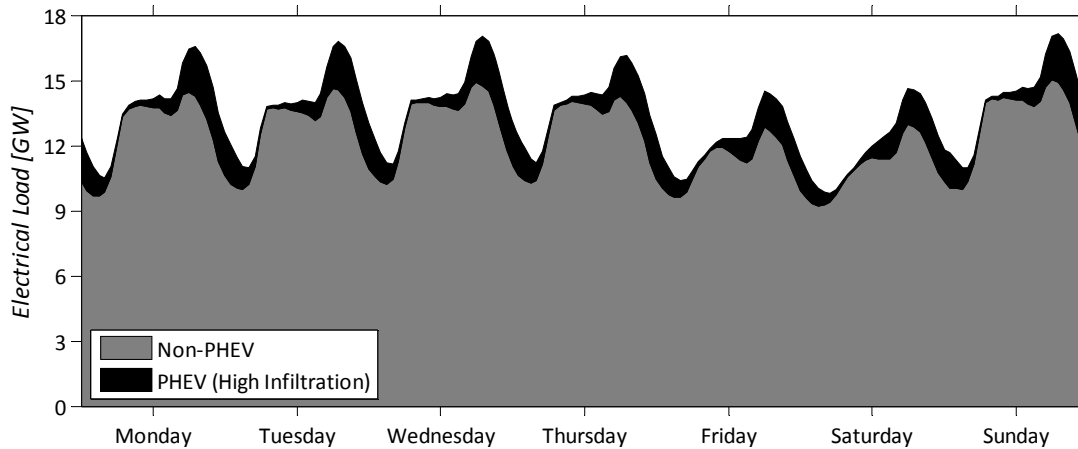


Figure 2. Electric system demand in Michigan, one week in January, 2030.

The Michigan electric system load profile for a week in January for the year 2030 is shown in Figure 2. This graph displays the additional demand from PHEV battery charging and how the shape of this demand overlays the baseline electricity demand. This demand represents three million PHEVs on road. The PHEV load profile shown in the figure is that of the high PHEV infiltration case under baseline charging conditions (CH1). Under these conditions, PHEVs cause a fairly substantial increase in system peak over that of the already existing baseline demand peak. This would indicate that, in order to meet the 15% reserve margin, additional generating capacity would need to be brought online. Also, it indicates that the plants serving the demand would be 'peaking' plants, or plants that would be more expensive to run than 'baseload' plants. The type of generation used has implications for emissions.



1.1.2 Fleet Infiltration

In addition to charging behavior, the effect of PHEVs on the grid will depend on fleet infiltration rates and the total number of PHEVs on the road. In this study, five fleet scenarios were examined: a zero infiltration rate (FI1), a low infiltration rate (FI2), a medium infiltration rate (FI3), a high infiltration rate (FI4) and a maximum infiltration rate (FI5). These infiltration curves over the 2010 to 2030 time frame are displayed in Figure 3 below. The Obama administration has set a goal of 1 million PHEVs on the road by 2015[1]. As Michigan represents approximately 1/30 of the national population, proportionally the state would support 33,000 PHEVs to achieve this goal. Within the inset graph of Figure 3 the dashed marker signifies this 33,000 vehicle target. As shown, the model in this study realizes at least this many PHEVs in the medium, high, and maximum infiltration scenarios. PHEVs have an assumed life of 10 years, and each PHEV is assumed to displace a CV in the same size class.

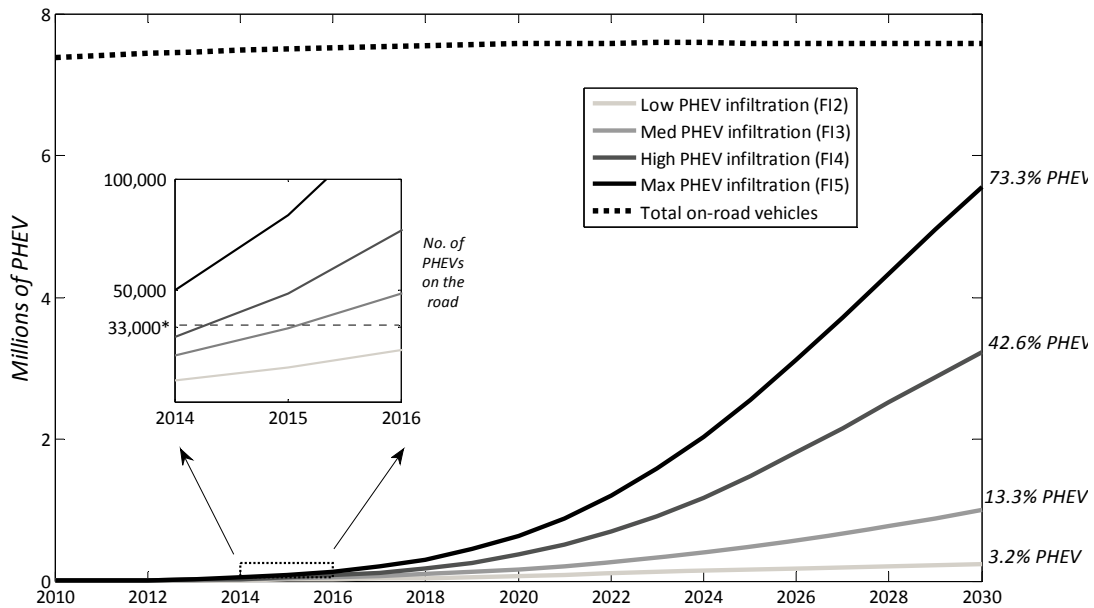


Figure 3. PHEV infiltration rates, 2010 - 2030

Electricity usage rates and fuel economies for PHEVs and conventional vehicles (CVs) were collected from OEM pre-production publications, academic research and Environmental Protection Agency (EPA) ratings. No technological improvements were assumed for the analysis of PHEVs, so emissions reduction from gasoline displacement may be conservative. Fuel economy improvement factors for CVs were taken from the 2009 Energy Information Agency (EIA) Annual Energy Outlook (AEO).



1.1.3 Electric Grid

Modeling the electricity sector is complicated due to its bid-based and nodally priced real time operation. Specific economic data, like marginal generation costs on individual generation assets in the Michigan electric grid, was proprietary information and therefore not available. The power dispatch methods in this study did not attempt to simulate a true economic dispatch, but rather approximated electricity dispatch. The electricity generation capacity model simulated decisions to add new generation to the grid or to retire existing capacity. The new generation capacity that is added determined the yearly grid fuel mix, assuring that renewable portfolio standard (RPS) and marginal spinning reserve requirements were met. Once decisions to retire existing or add new generation capacity were made, MEFEM dispatched generation assets to meet this electricity demand.

The electric power capacity factor dispatch model utilized four future grid scenarios that specified the fuel types of capacity additions made in the model over the 20 year time frame. These electric grid scenarios, EG1 through EG4, vary in the amount of renewable generation added, the amount of nuclear capacity added and the number of retirements to existing generation assets. A simplified economic dispatch algorithm was also explored in this study. In this economic dispatch model, additional scenarios were which that include variations in GHG costs. The capacity factor dispatch model, uses historical power plant performance data from EPA's Emissions & Generation Resource Integrated Database (eGRID) to simulate future power plant operation. The economic dispatch model, dispatches generating assets based on fuel cost predictions and plant heat rates.

Figure 4 below shows the steps for electricity dispatch by using a load duration curve. The curve marked #1 is the total system electric demand (PHEV and non-PHEV load). In both dispatch methods, wind power is first applied to the total system demand as a negative load. This step is illustrated by the curve marked #2 in Figure 4 below. Simulated wind farm power outputs for multiple sites in Michigan were used (NREL wind integration database) to compile an 'average' wind load for Michigan. Next, hydro electric generation is applied to the system load in a 'peak-shaving' operation shown as curve #3 in Figure 4. The increase in the lower demand levels from curve #2 to curve #3 represent the Ludington pumped hydro storage plant. All other generating assets are then dispatched to meet the remaining demand via the Capacity Factor Dispatch or Economic Dispatch method.

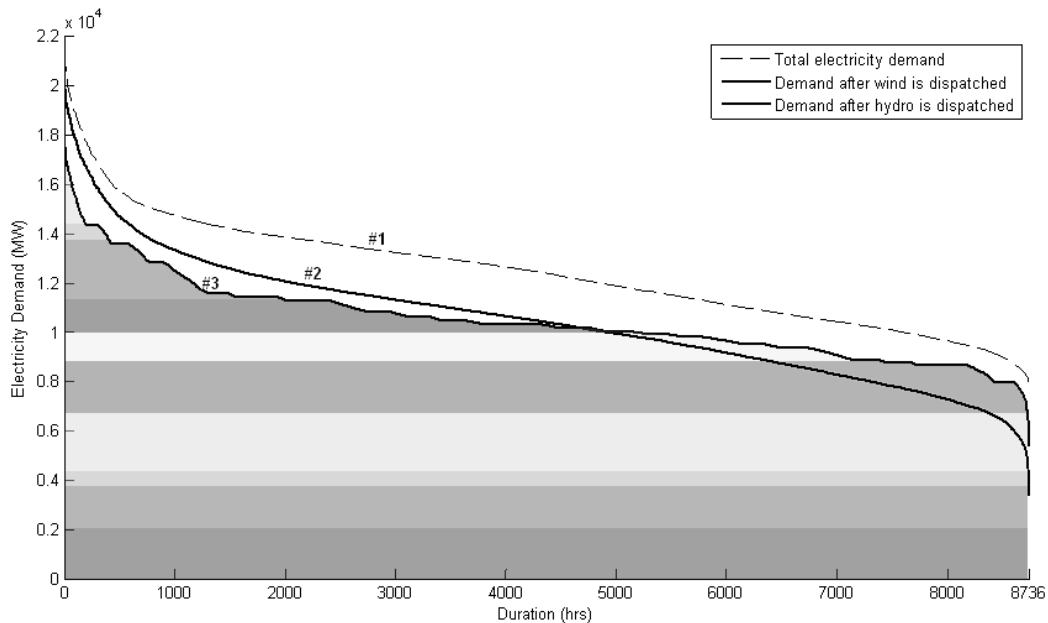


Figure 4. Load duration curve showing hydro and wind dispatch.

The evolution of Michigan’s electricity supply system will be shaped by many factors including environmental regulations, generation technologies, regional demand, and economic conditions. Four scenarios were developed to simulate future pathways of the Michigan grid. In addition to the base case generation scenario options include high renewable, high nuclear, and a combination of both.

1.2 Key Findings & Conclusions

This study found that any level of PHEV infiltration will decrease greenhouse gas (GHG) emission in all the simulations analyzed. This reduction in total statewide system greenhouse gases from electricity and transportation, under the baseline charging and electricity grid mix, ranged from 0.4 to 11.0 billion kgCO₂e (GHGs) in 2030, a 0.4% to 10.7% reduction, depending on the infiltration level, as seen in Figure 5.

Over the course of the 20 year timeframe, infiltration of PHEVs reduces total GHG emissions by 3 to 58 billion kgCO₂e. GHG emissions of a PHEV, per mile driven, range from 275 to 240 gCO₂e per mile in 2030 depending upon the allocation method and the infiltration scenario used. Gasoline consumption is reduced, as is expected from PHEVs.

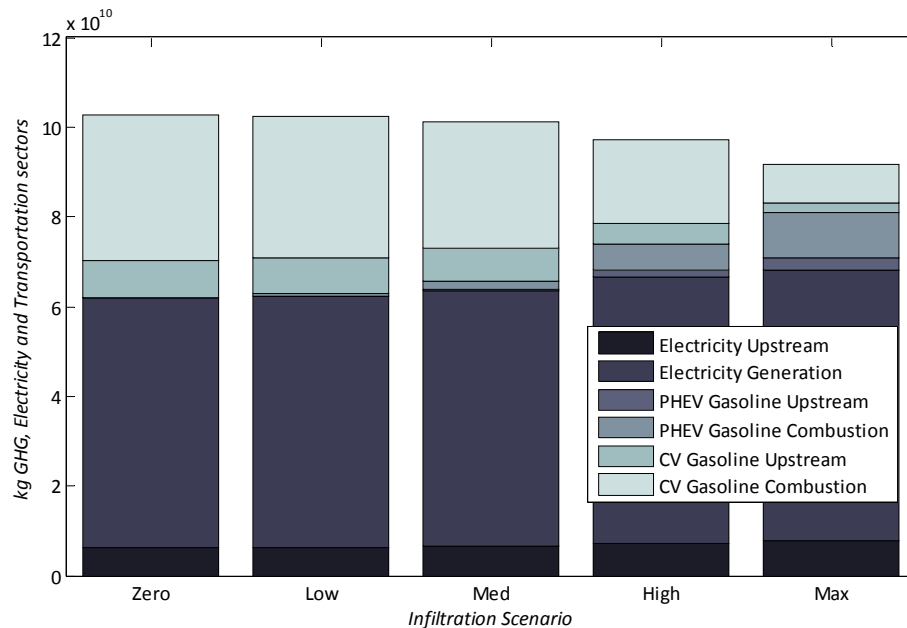


Figure 5. Total GHG emissions (transportation and electricity) for the year 2030 for all infiltration scenarios (EG1, CH1)

Due to the decrease in gasoline consumption, PHEVs were found to reduce total system criteria pollutant emissions of CO, NO_x and VOC. Gasoline did not have associated lead emissions, so an increase in electricity generation always resulted in an increase of lead. This is a limitation of the dataset used for gasoline emissions, as it does not include values for lead emissions. While this omission is reasonable for the combustion of gasoline, the upstream processes for processing gasoline should include electricity and thus some lead emissions. Conversely, the emissions data used for electricity generation did not differentiate between particulate matters, PM₁₀ and PM_{2.5}. For electricity generation, the assumption was made that all particulate matter was tracked as PM₁₀; therefore, a decrease in gasoline always resulted in a decrease in PM_{2.5} emission levels as the gasoline dataset properly differentiated the two emissions. Although lead and PM_{2.5} emissions are reported, the reader should remember that data is missing either for the transportation or electricity sector. In each infiltration scenario, total system emissions of SO_x increased because of the additional electricity demands from PHEV battery recharging. The especially high SO_x is largely due to the fuels consumed for electricity generation versus gasoline, but the results may be inflated because the dispatch model used in this study did not take sulfur caps into account. A graph displaying these changes in total system criteria air pollutants is shown in Figure 53 for the baseline charging and grid scenarios. While some pollutant emissions did increase, these are local emissions at a limited number of power plants. Removing older plants and increasing new



generation with high renewable decreases all criteria air pollutants compared to a baseline grid scenario, but SO_x emissions still increase with PHEV infiltration.

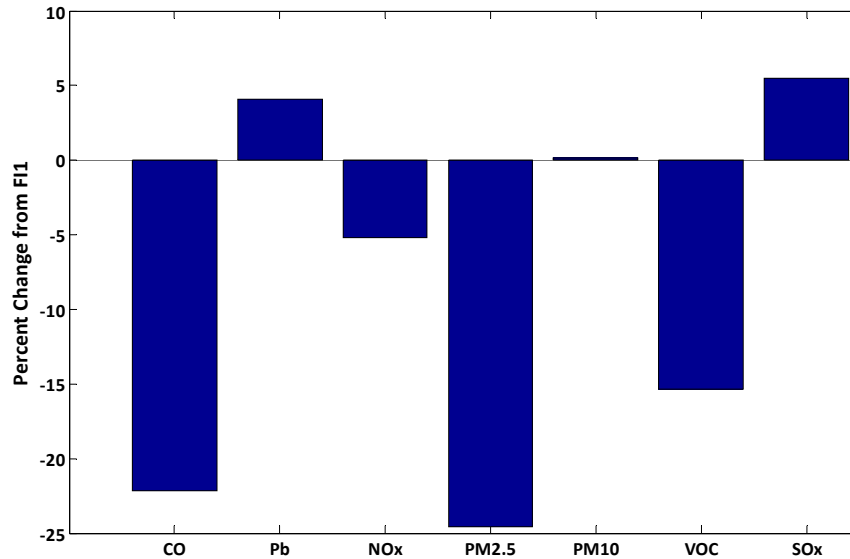


Figure 6. Change in total system emissions between FI1 and FI4 (EG1, CH1, 2030)

Total fuel cycle energy, or well-to-wheels energy use for PHEVs, under the baseline charging and electric grid mix scenarios was lower than that of the average per mile rate of the CV fleet. By consuming gasoline, a vehicle with a fuel economy of 30 miles per gallon, the average for the 2030 CV fleet, 5.2 MJ are consumed per mile accounting for upstream and combustion energy consumption for gasoline. Depending on the allocation method, for the CH1 scenario on road PHEVs consumption ranged from 3.8 to 4.2 MJ per mile in the base grid scenario. Since the per mile total fuel cycle consumption is lower for PHEVs, increasing the number of PHEVs in the fleet reduces the total transportation sector energy use.

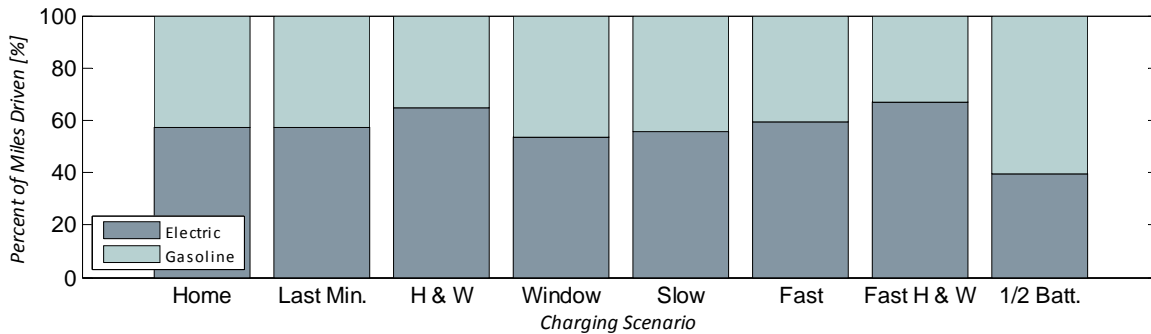


Figure 7. Percentage of travel driven electrically by charging scenario

Within the different charging scenarios, the greatest decreases in greenhouse gas emissions and



total fuel cycle energy were observed with increasing the fraction of miles driven electrically, shown in Figure 7. Charging constraints and smaller battery sizes decreased the fraction of miles driven electrically, and thus increased greenhouse gas emissions, while fast charging, and scenarios where charging was allowed at both home and work locations increased the percent of electrically driven miles. Per mile emissions for PHEVs under the different charging scenarios are shown in Figure 51. For comparison, An average conventional vehicle in 2010 emitted 0.530 kgCO₂e per mile, while in 2030 a conventional vehicle was expected to emit 0.375 kgCO₂e per mile. PHEVs in 2010 emitted 0.268 kg/mile.

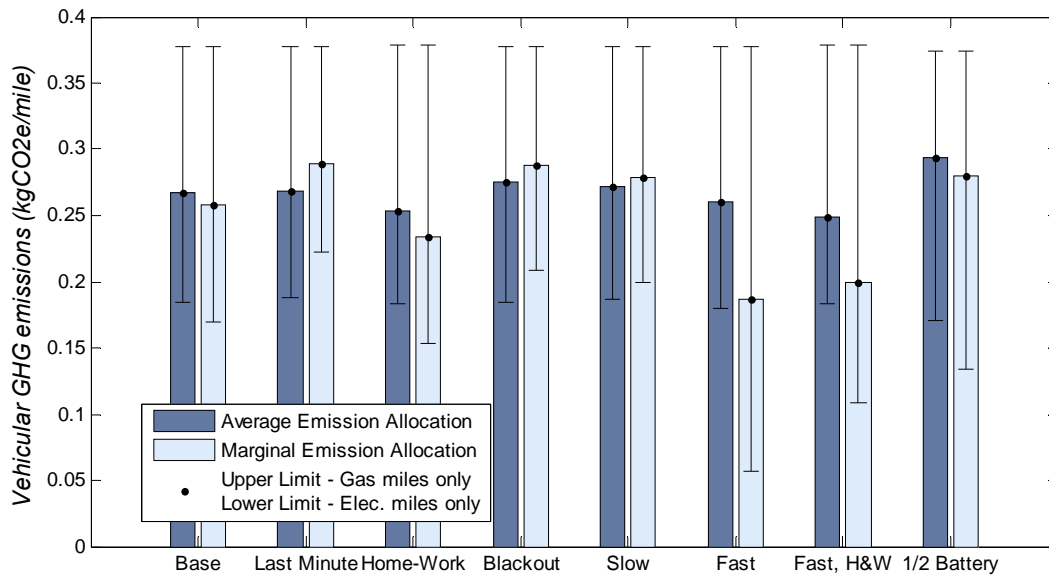


Figure 8. Transportation greenhouse gas emissions per mile traveled for each charging scenario

The future fuel mix for electricity generation greatly affected emissions. Retiring old coal-fired generators and increasing the amount of renewable energy sources reduced greenhouse gas emissions in the electricity sector and decreased the impact of PHEV charging. In the base grid scenario, PHEVs increased greenhouse gas emissions related to electricity by about 5%. The high RPS scenario decreased this to 4.2%, but the high nuclear simulation, which accelerates the retirement of coal-fired baseload and builds more nuclear generation to supply baseload power, reduced the marginal increase in GHG emissions of the PHEV load to 1% increase, while reducing the overall grid GHG emissions to 40% of the original 2009 grid. In this high nuclear scenario in 2030, coal generation is approximately 25% less than in the baseline grid mix scenario, from 50% of total generation to 37%, and nuclear generation increases from 26% to 39% of total generation.

Since manufacturing of power plants is outside the life cycle scope of the project, renewable



generation has no associated total fuel cycle energy. Increasing the amount of renewable generation in the system has a significant impact on the total fuel cycle energy. By retiring coal plants and increasing nuclear and natural gas generation, the high nuclear scenario had a greater effect on emissions than the high RPS scenario. However, PHEVs within the high RPS scenario had the lowest per mile energy consumption, at 3.5 MJ/mile using a marginal allocation method, while the high nuclear scenario increased PHEV per mile energy use to above the base scenario rates. For all the grid scenarios, per mile PHEV energy use was still lower than CV energy use.

1.3 Recommendations and Future Work

The results of this study imply that PHEV adoption should be encouraged within the state because in every scenario extrapolating a future Michigan grid, increasing the infiltration of PHEVs decreased greenhouse gases, transportation energy, and most criteria pollutants. Increasing PHEVs also reduced the state's petroleum use.

The examination of the charging scenarios indicate that in order to avoid creating new peaks in electricity demand, more charging locations and last minute charging are the best strategies. Fast charging would force new, cleaner generation into the grid; however, this would come about by creating new peaks in the system electrical demand that, in this model, creates the need for new cleaner generating capacity. Home and work charging provides a similar electric-to-gasoline miles ratio as fast charging, and home and work charging produces similar reductions in GHG emissions to fast charging without creating such large peaks in demand using the average allocation method. If the goal is to avoid creating large peaks while still increasing total electric miles driven, then investments in work charge infrastructure will work better than investments in fast charge infrastructure.

Within the model new generating assets are assumed to be state of the art, and much of Michigan's power is supplied by an aging coal fleet. To bring about the greatest environmental improvements, older coal-fired power plants should be retired and replaced with cleaner generating sources. When the grid was improved, the additional emissions attributed to PHEVs were also reduced.

One of the greatest difficulties encountered in developing the methodology for the report was assigning emissions from electricity to the PHEVs. While not a policy recommendation, a standardized methodology for assigning electricity generation emissions due to PHEV charging is needed to definitively quantify the environmental effects of PHEVs. Standard allocation methodology between surveys would facilitate comparison among research studies.



2. Introduction

In 2008, the Michigan Public Service Commission (MPSC) awarded a grant to research the proposed Plug-in Hybrid Electric Vehicle (PHEV) Pilot Project. This research is a collaborative effort between the University of Michigan, Detroit Edison Energy and General Motors. The goals of the project are to investigate the capability of PHEVs within Michigan as an economic development catalyst, determine the vehicle-electric utility interface in the near, mid- and long-term, and understand the regional environmental and electric utility system impacts of PHEVs in Michigan. This report outlines the methodology, findings and recommendations of the research addressing Subtask 4.1 of the project proposal, an analysis of environmental impacts of PHEVs in Michigan.

While this report is focused on effects within Michigan, several related studies have been conducted to examine the environmental consequences of PHEV adoption, and a brief overview of these studies is provided.

Two MATLAB® based models were created to analyze the environmental impacts associated with PHEV adoption in Michigan. The structure and application of this model is detailed in this document. Simulation results employing a variety of scenario combinations are presented. Finally, the implications of those results are discussed, and recommendations are offered toward both future research goals as well as policy initiatives to reduce the environmental impacts of light duty vehicles in Michigan.

2.1 Previous Research and Context

Interest in alternatively fueled vehicles such as hybrids, plug-in electric vehicles, and fuel cell vehicles has been spurred in recent years by high gasoline prices and renewed concern for national energy independence and the environmental impacts of the transportation sector. Several earlier studies were examined to aid the development of the methodology utilized for the evaluation of environmental impacts of PHEVs. An abbreviated review of current literature is presented to orient the reader on the current state of research into PHEV environmental evaluation and to show the need for this project's in-depth charging, infiltration, and electricity dispatch models.

In 2008, a group at MIT[2] conducted a broad investigation into alternatively fueled vehicle trends through the year 2035. While the group dismissed many new technologies as too expensive, especially when compared to established gasoline vehicle lines, concluding that investment in fuel



efficiency of conventional vehicles would reduce greenhouse gas emissions at a lower retail consumer price, plug-in electric vehicles were selected as the alternative fuel vehicle of choice for the near term. PHEVs were selected as the best option because they have the same range as current vehicles and provide reductions in emissions without the need for extensive infrastructure overhauls as would be the case to support a large fleet of hydrogen fuel cell or pure battery electric vehicles. Kromer and Heywood, two researchers within the MIT group put together another assessment of advanced powertrains including battery electric vehicles, hybrid electric vehicles, and plug-in hybrid electric vehicles[3]. They found that electrified vehicles offer an improvement to the environment over the long term, generating less lifecycle greenhouse gases than conventional gasoline vehicles despite higher material production costs. However, this study promoted HEVs over PHEVs, citing that the added financial expense of PHEVs was not justified since PHEVs did not result in a direct reduction of emissions due to the uncertainty of grid emissions. Their study utilized three different 'grid mixes' to apply a factor to PHEV electricity consumption. This uncertainty in emissions allocation was also supported by Stephan and Sullivan in their 2008 report[4]. They found that when a PHEV was charged using electricity generated solely by fuel oil or inefficient coal plants, greenhouse gas emissions could be as high as 440 gCO₂e/mile. However, they also noted that a PHEV driving short trips and charged using clean, renewable sources had an effective emissions rate of 0 gCO₂e/mile, not accounting for upstream renewable production emissions.

There have been many studies dedicated to evaluating the greenhouse gas emissions of plug-in electric vehicles. In Section 5.6, a comparison is made between the Michigan simulation results and other published per mile emissions, showing average emissions rates ranging from 145 gCO₂e/mile to 385 gCO₂e/mile (For reference, Grimes-Casey, et al. place total fuel cycle emissions for conventional vehicles at roughly 585 gCO₂e/mile)[5]. This large range in per mile emissions stems from the methodology employed in quantifying and attributing electricity generation emissions to the transportation sector as well as the types of electricity generating assets, used to meet vehicle electricity demand. The Electric Power Research Institute (EPRI) Environmental Assessments of Plug-In Hybrid Electric Vehicles[6] alone reports a range of about 150-325 gCO₂e/mile, depending solely on the carbon intensity of the grid scenario they used. Uncertainty in resulting criteria air pollutants emissions is similarly associated with the fuels used to produce electricity.

Three methodologies for determining electricity emissions have emerged in the literature. The simplest solution is to assume that all PHEV charging energy is sourced from one fuel type. Kromer and



Heywood as well as Stephen and Sullivan used this method in their analyses. They assumed the grid was fueled from a single generation technology type and examined the variation in emissions from a single PHEV, applying this resulting range of emissions to future PHEVs anywhere within the country. This can be a good way to develop regional emissions rates if, within a specific region, the specific power plant fuel type that will be used to charge PHEV is known. In 'Environmental Benefits of Plug-in Hybrid Electric Vehicles: the Case of Alberta,' University of Calgary researchers looked at using PHEV charging loads to absorb nightly wind generation, resulting in a zero emissions rate[7].

A slightly more in depth solution to emissions allocations would be applying an average grid emissions factor to the energy consumed by PHEV. Samaras' lifecycle analysis for PHEVs applies a national grid average to PHEV energy consumption. Again, this can be regionalized if the target grid is known. In 2007, a Minnesota task force[8] concluded that a PHEV fleet would increase emissions compared to an HEV fleet due to the high proportion of coal generation in the state. The report used an average emissions factor that was based on an 80% coal, 20% wind grid to estimate the actual emissions in the fleet. Note that, as mentioned in Samaras' lifecycle study[9], this method considers PHEV charging part of the total load rather than a marginal load to be met by additional generation. This distinction is explained in greater detail in Subsection 3.5.3. A report by the University of California, Davis' Institute of Transportation Studies[10] explored the interaction of PHEVs with the California grid, finding that the additional load from off-peak PHEVs would be met by relatively inefficient natural gas generators, and compiled both marginal and average emissions rates at hourly intervals. Assigning these additional emissions to PHEV yields a reduction over conventional vehicles about (200 gCO₂e/mile), but if the charging is conducted as load leveling (restricted to certain hours of the night) rather than simply off-peak (but still allowed to charge throughout the day, away from peak times), the result is slightly lower due to the difference in fuel mix expected to serve that additional load. However, in either charging scenario, the result is a higher electricity emissions rate than the roughly 80%(NGCC)/20% (renewable generation) mix used to develop California's Low Carbon Fuel Standard.

Some reports attempt to model the grid to investigate the effect of PHEV infiltration on power plant dispatch and new capacity additions. While the EPRI report examined PHEV infiltration at the national level, it utilized the Energy Information Agency's National Electricity Modeling System (NEMS) to calculate electricity supply, demand, and prices nationwide and the National Electric System Simulation Integrated Evaluator to simulate the addition of new electricity generating capacity and the retirement of older assets. Other studies have modeled regional grids by assuming some fuel types will



be utilized to meet demand first, such as renewable and nuclear sources, while typically more expensive fuel sources would only be utilized when demand is high. Kinter-Meyer, Schneider, and Pratt at the Pacific National Lab[11] looked at PHEVs on a regional level, ‘stacking’ generating assets by fuel type, and estimating the number of PHEVs that could be charged using the region’s available capacity. While the study found that greenhouse gases in each region dropped, PHEVs could lead to either an increase or decrease in criteria pollutants depending on the mix and extent of use of generating assets in each region. Using a similar methodology within the PJM ISO, which includes Pennsylvania, New Jersey, Delaware, and Maryland, a study by Thompson, Webber, and Allen[12] analyzed a baseload mix of coal and nuclear generation similar to Michigan’s grid. The historical plant output levels were ‘stacked’, and any remaining capacity left undispached (the ‘valley’ in the load) was allocated to PHEV load. The amount of charging within this valley determined the number of miles that PHEVs could theoretically travel in the PJM, which allowed determination of displaced gasoline. Greenhouse gas emissions were reduced, but ozone and SO_x emissions increased in some localities due to the restricted ‘valley-filling’ charging times, which caused the use of more coal generated electricity. Sivaraman[13] used a similar stacking method, but plant stacking was done by according to capacity factor rather than fuel type. Capacity factor is a historical indicator of how often a plant is used. Plant capacity factor often correlates to plant fuel type but treats plants separately. This report uses a dispatch method similar to Sivaraman plant stacking, outlined in subsection 3.4.

When using an average or single source emissions factor, only the amount of charging is necessary to calculate the resultant emissions. However, for more detailed studies modeling the grid response to demand, the emissions due to PHEV charging depends not only on the amount of power being pulled from the grid, but also the timing. Mentioned briefly, Kinter-Meyer, Schneider, and Pratt[11] and Thompson, Webber, and Allen[12] both assumed charging fell into a ‘valley-filling’ pattern, or that PHEV owners charged during periods of low system demand, and subsequently drove enough that the charging filled the low system ‘valley’ periods to capacity. In the EPRI report PHEV charging was more driver-focused, employing a symmetric PHEV load pattern for an aggregate fleet that places about 75% of charging during off-peak, night hours, between 10pm and 6am. However, the study notes that this is just one possible scenario developed by heuristic driver assumptions such as primary home charging and incentivized off-peak charging. None of the models described utilized actual driver behavior to describe the time of charging, which may have a significant impact on the generating assets dispatched to meet PHEV electrical demand, and thus affect the emissions outcomes of the vehicles. The



PECM model was designed to determine time of charging from actual driver behavior (Subsection 3.1).

Many studies report that the adoption of PHEVs would increase or decrease air emissions but this seems to vary considerably by methodologies for emissions allocation, the treatment of electricity generation assets, the region being examined and the assumptions placed on the temporal location and magnitude of the electric load due to electric vehicle charging. An in-depth analysis examining PHEV infiltration level, with a more sophisticated PHEV charging model and a specific electricity generation mix tailored for Michigan has yet to be completed and can provide a more complete understanding of impacts to the region and how similar methodologies might be applied to other regions to inform policy development.

2.2 Research Objectives

This study analyzes the potential impact that PHEVs will have on the environment and includes the following two main objectives:

1. Understand the impact of widespread PHEV adoption on full fuel-cycle greenhouse gas (GHG) emissions from a Michigan light-duty vehicle fleet perspective.
2. Model the impact of a high level of PHEV adoption on air pollutant emissions in Michigan.

Overall emissions, both greenhouse gases and criteria air pollutants, will depend on the level of PHEV infiltration within the fleet, time of charging, and changes to the electricity generation mix over time. The model, to be discussed in later sections, also examines changes in non-renewable and renewable energy resource utilization as a consequence of PHEV adoption, tracking petroleum displacement, total fossil fuel cycle energy consumption, and renewable energy use from wind, water, biomass, and other sources.

The results of the study are intended to inform the MPSC about the potential environmental benefits and consequences of PHEVs and the impacts of bringing on new electricity generation assets and regulating dispatch decisions to meet increased electricity demand from PHEV charging.

Figure 9 describes the organization of the PHEV Pilot Project and highlights the relative position of this study within the overarching pilot structure.

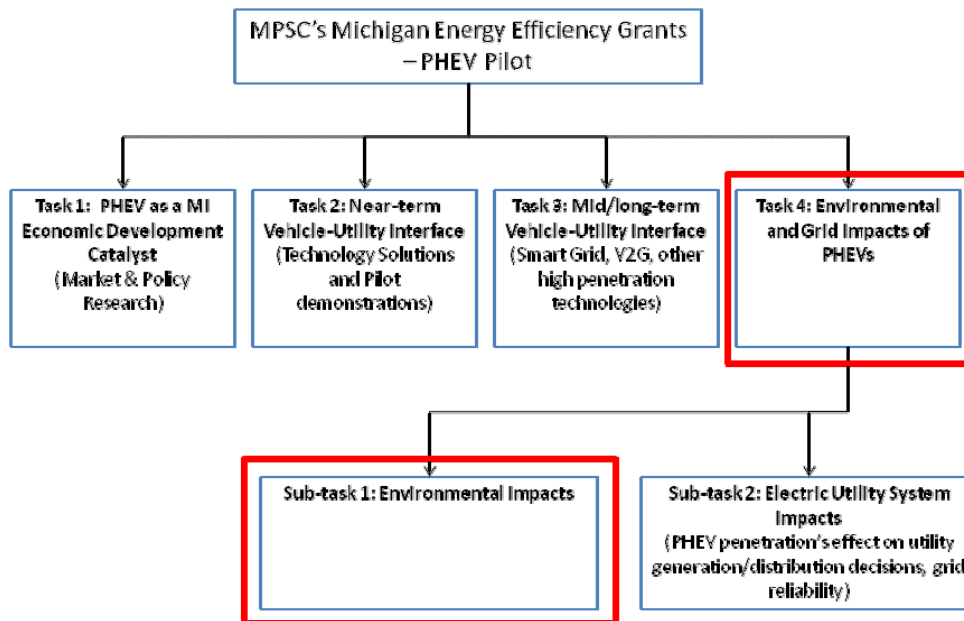


Figure 9. Project organization diagram of MPSC PHEV pilot project

2.3 Scope and System Definition

The geographic boundary of this study is the state of Michigan, and the vehicle fleet and power generation initial conditions for the model are based on Michigan-specific data. Predictions, such as population changes or vehicle fleet growth, are also based on Michigan-specific data. Emissions from imported power sources and upstream processes, which occur out of state, but can be attributed to Michigan consumption, are also tracked. The timeframe for the analysis spans 20 years, from 2010 to 2030, with the first year, 2009, developed based on current data without PHEVs or new power plants. A longer timeframe was not investigated to reduce greater uncertainties in projections and results. Each year is simulated with 364 days in order to have a year length of exactly 52 weeks, which simplifies analysis.

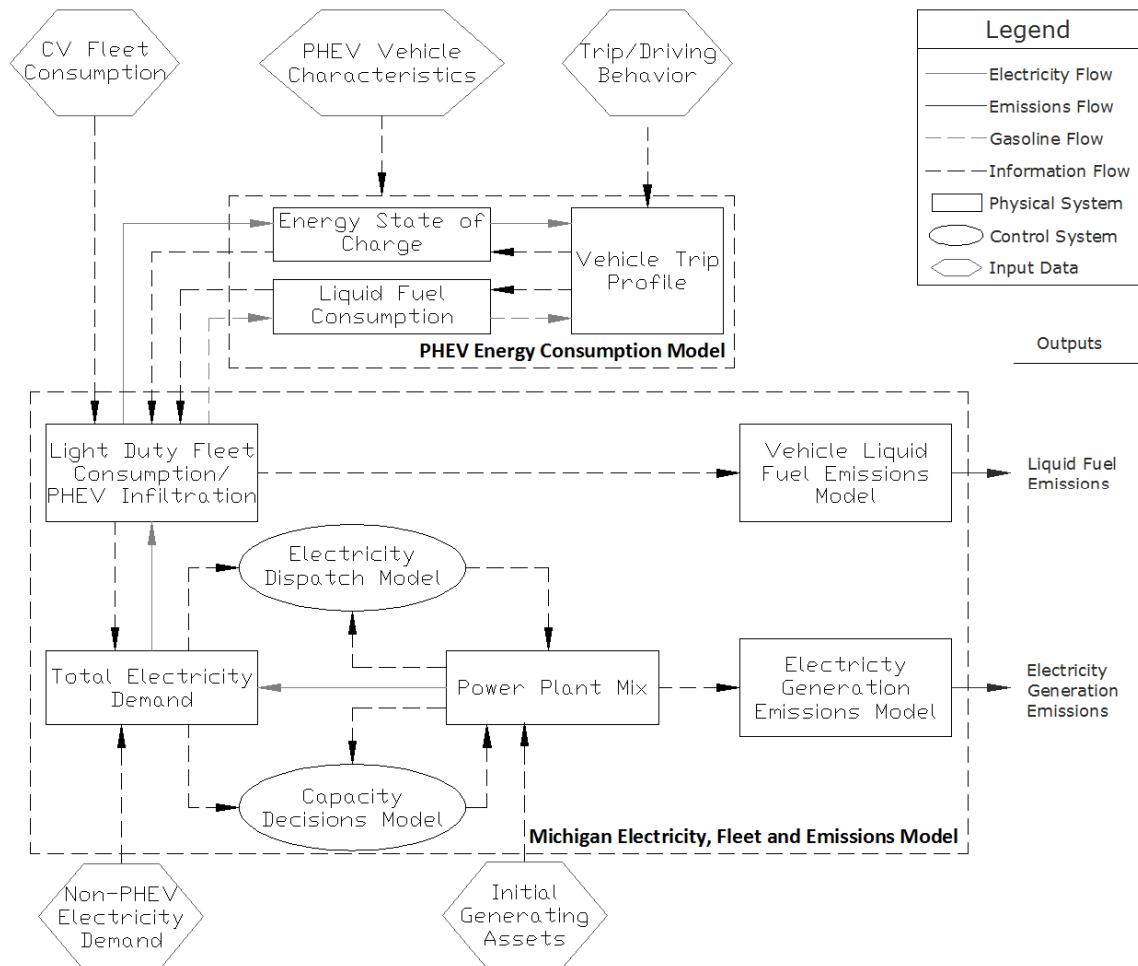


Figure 10. High level schematic of overall system structure

Figure 10 shows the system model as an overview of the information and energy flows within the system. The *PHEV Energy Consumption Model* (PECM) was built to simulate the energy consumption of a single PHEV. The output of PECM is used by the *Michigan Electricity, Fleet and Emissions Model* (MEFEM) to simulate the electric demand of a large group of PHEVs in hourly resolution. MEFEM was designed to simulate the potential interactions and effects that an increasing number of on-road PHEVs would have on overall vehicle fleet emissions, including the interaction of additional electricity demand with the electricity dispatch system and generating assets in the state of Michigan. Scenarios that varied the infiltration levels of PHEVs, the types of new generating assets, the method of electricity dispatch, and the charging behaviors of drivers were simulated, the results presented and the implications discussed within this report.



2.4 Report Organization

This report is organized as follows: Section 2 described the related literature and context for the present research and defined the objectives, purpose and system structure of the study. Section 3 discusses the modeling method in detail. Section 4 defines and documents the scenarios examined to provide context for the results. Section 5 contains the results of the simulations and discusses their implications. Section 6 concludes the main body of the report with a discussion of key findings and policy implications and suggestions for further research in the discipline.



3. Methodology

This section provides a description of the MEFEM and PECM models developed for this analysis. The desired outputs of the combined model are energy use and greenhouse gas and criteria pollutant emissions from vehicle use and electricity generation. Figure 10, on page 18, is a schematic of data and information flow within the model. The model is based on many publically available datasets, represented as hexagonal inputs on the diagram, which feed into their designated simulation modules and are either fed back as additional inputs to complementary systems or serve as components in the output emission calculations. The roles and details of the major system modules are discussed in the subsections below. Within the methodology section, subsection 3.1 focuses on PECM, while subsections 3.2 through 3.4 are devoted to MEFEM. Subsection 3.5 discusses the assumptions for emissions and energy metrics and how these are allocated to PHEVs.

3.1 PHEV Energy Consumption Model

The PHEV Energy Consumption Model (PECM) is used to determine fleet average electricity and gasoline use normalized to a single vehicle. This model uses trip data from the 2009 National Household Travel Survey (NHTS)[14] to generate the daily profiles for vehicle charging and total gasoline use. Results are generated for seven vehicle size classes under specified charging constraints. These results can then be scaled by the number of PHEVs in each class in the Michigan light duty vehicle fleet to obtain aggregate PHEV fleet consumption.

3.1.1 PHEV Characterization

In PECM, PHEVs are assumed to be in one of four operation states at all times: Parked and not charging, parked and charging, driving in charge depletion mode, and driving in charge sustaining mode. To describe a PHEV's operation in each of these states, they are characterized by their battery size, the average rate that they consume electricity on the road, and their average liquid fuel economy. Battery size is measured in kWh and has a default value of 10.4 kWh of usable energy for all vehicle types. 10.4 kWh represents a 16 kWh battery being utilized for 65% of its SOC range, which would approximate a 40 mile range in a midsize vehicle. Consumption characteristics are assigned based on average values for vehicle size classes and are given in Table 2. PECM examines PHEVs in seven size classes, corresponding to the EPA's light duty vehicle classifications. These include subcompact, compact, midsize car, large



car, van, SUV, and pickup. Each class has associated average electricity and fuel consumption values taken from academic, OEM publications, and EPA fuel economy statistics[15]. Please see Appendix F for a comprehensive discussion on defining the vehicle characteristics.

Table 2. PHEV consumption parameters

Size Class	Electricity Consumption	Fuel Economy
	(kWh/mi)	(mpg)
Subcompact	0.240	50
Compact	0.246	43.5
Midsize Car	0.274	32.8
Large Car	0.3	26
Van	0.346	26.14
SUV	0.330	26.14
Pickup	0.372	21

3.1.2 The National Household Travel Survey

The 2009 National Household Travel Survey[14] is the primary source of information used to determine driving behavior for PHEV users in PECM. Survey participants were asked to keep a log of information about their daily trips during one day. The survey has over one million entries that include trips by walking, biking, public transit, light duty vehicles, and larger vehicles. It contains a variety of information including household demographics, when the data was collected, and information describing each trip. The specific data that the model uses from the NHTS is the day of the week, the vehicle class, an identifier for the vehicle driven, the start and end times of each trip, the trip distance, the trip destination, and a weighting factor for the vehicle. The NHTS data required processing before being entered into PECM. It was sorted such that all trips that did not pertain to light duty vehicles and those that were missing important information or were duplicates of other vehicle trips were removed. A household weight factor from the NHTS vehicle file was added to the NHTS trip data so that each vehicle's trip day was weighted by that vehicle's use pattern. The data was then partitioned into subgroups by vehicle class and day of the week.

The NHTS only has four classes that correspond to the seven EPA size classes identified for use in the simulation: car, van, SUV, and pickup truck. The NHTS car vehicle class is used as the basis for the trip behavior for the EPA classes sub-compact, compact, midsize car, and large car in PECM. Appendix E shows the relationship between size classes in the NHTS with their EPA counterpart. The input to PECM from the NHTS is 28 matrices, one for each day (7) and class (4) combination, with a total of more than



700,000 vehicle trips.

3.1.3 Vehicle Trip-days

To determine how a PHEV would be driven and charged, the model groups the trip data by vehicle.

Figure 11 shows visual depictions of a grouping of twenty nine trips by the five vehicles that took them.

The trip information in the NHTS indicates when the vehicle was on the road, how far it went, and where it parked. Since each participant was only surveyed for one day, the assumption is made that the vehicle's final location at the end of the day is also the vehicle's starting location at the beginning of the day. Information on vehicle location and how long the vehicle will rest informs the model on whether or not the vehicle would be charging at a particular point in time. The model takes a single day's travel for each vehicle and tracks the vehicle's on road energy consumption and battery charging.

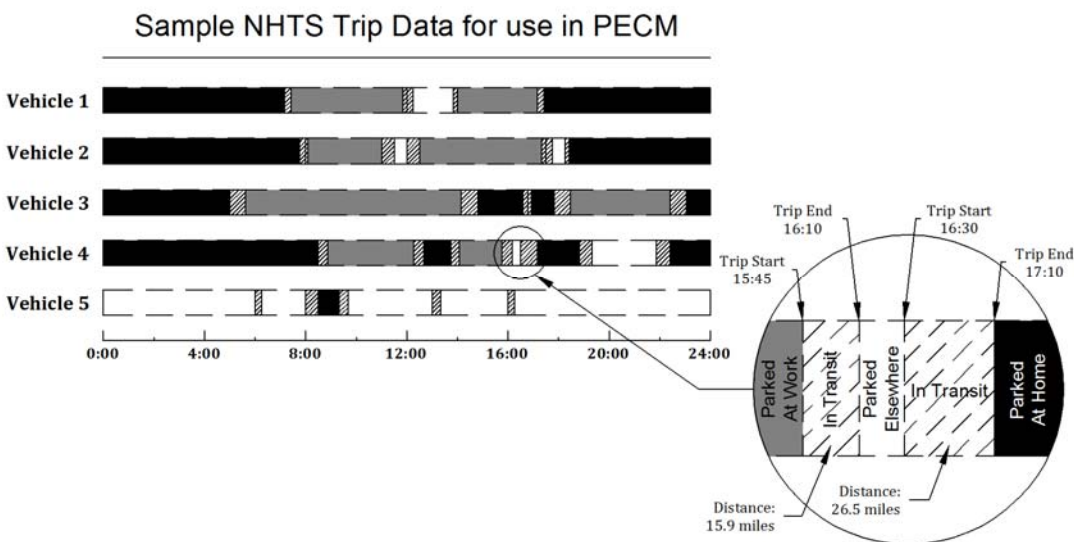


Figure 11. Vehicle trip-day depictions of NHTS data

3.1.4 Modeling PHEV Energy Consumption

To determine the average energy consumption of a PHEV in a particular size class, the model tracks the energy state of charge (eSOC) for each vehicle trip-day in the NHTS for that class and day of the week. It then aggregates all of the gasoline usage and electric power consumed for charging on a minute resolution. These values are normalized by the weighted number of vehicles used in the aggregation. This is performed for each day of the week, and then a weekly profile is created for that size class. The weekly profile is repeated 52 times to get a single PHEV electricity and gasoline consumption profile for



an entire year. The model outputs unique vehicle charging profiles and annual gasoline consumptions for each of the seven size classes.

Tracking eSOC for each vehicle in the NHTS allows approximation of the timing and energy consumption for a vehicle undergoing the specific use pattern described by an NHTS trip-day. Vehicles are assumed to begin the day at 100% useable energy state of charge. When a trip is begun, electricity is consumed at the rate specified by the vehicle size class characteristics and by the trip's average speed. The eSOC is calculated at the end of the trip and recorded. Equation 1 describes the slope of the vehicle n 's consumption of electricity while on a trip. $C_n(t)$ is the energy state of charge of vehicle n , D_{trip} is the distance of the trip, e_n is the average rate of electricity consumption of vehicle n , E_{batt} is the size of the usable battery, and t_{start} and t_{end} are the start and end times of the trip, respectively.

$$\frac{dC_n}{dt} = (-1) \cdot \frac{D_{trip}}{t_{end} - t_{start}} \cdot \frac{e_n}{E_{batt}} \quad \text{Equation 1}$$

If the vehicle finishes the trip at a location where it is allowed to charge and it is not restricted by any of the other charging constraints imposed by the model, it begins to charge at a rate specified at the start of the model run. It will charge until the next trip in the trip-day or until the vehicle's battery is at 100% usable state of charge. The rate of charging, $\frac{dC_n}{dt} +$, is described in Equation 2. $I_{c\Box}$ is the current that vehicles charge at, $V_{c\Box}$ is the charge voltage, $\eta_{ch\Box}$ is charging efficiency, and $\mathcal{P}_n(t)$ can be thought of as the charging load of vehicle n on the grid at time t .

$$\frac{dC_n}{dt} + = I_{ch} \cdot V_{ch} \cdot \eta_{ch} = \mathcal{P}_n(t) \cdot \eta_{ch} \quad \text{Equation 2}$$

Figure 12 shows the SOC profile for the trip-day for sample vehicle 1 shown in Figure 11. In the eSOC plot, the vehicle takes four trips and charges at 12A, 120V when it arrives at home at the end of the day. Charging efficiency in PECM is set to 88%[11, 16]. This profile was developed using the same set of charging constraints as the baseline charging scenario as outlined in Section 4.

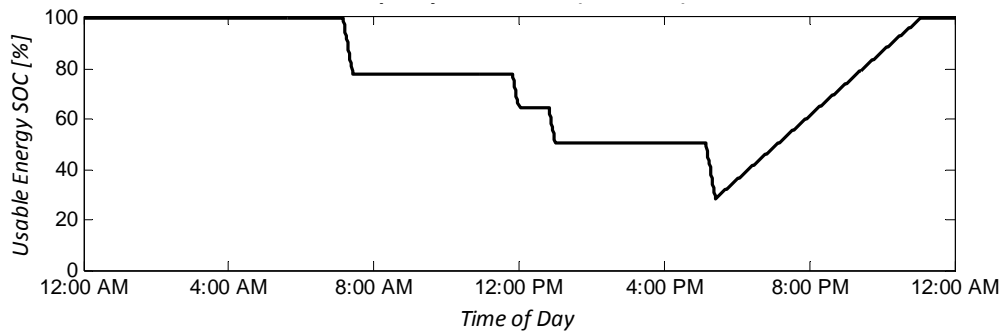


Figure 12. Energy SOC plot for sample vehicle trip-day 1

It is important to note that the fuel a vehicle consumes on the road, battery electricity or gasoline, is determined by the vehicle's mode of operation: charge depleting or charge sustaining. In charge depleting mode, the vehicle consumes solely battery electricity for propulsion. This is the default mode. Once the usable battery electricity is depleted (eSOC drops to 0% of its usable range), the vehicle switches to the charge sustaining mode. In this mode it operates very similarly to a standard hybrid vehicle, consuming only gasoline. The consumption of gasoline, ΔG_n , during charge sustaining mode is governed by Equation 3, below, where F_n is the fuel economy of vehicle n , D_{trip} is the distance of the trip, D_{elec} is the distance of that trip that was driven on electricity before the eSOC went to zero.

$$\Delta G_n = \frac{(D_{trip} - D_{elec})}{F_n} \quad \text{Equation 3}$$

Figure 13 shows the eSOC plot for trip pattern of sample vehicle 3 from Figure 11. It indicates when the vehicle is operating in different modes. The PECM model assumes that all vehicles can drive in either of the two consumption modes for any drive cycle, and ignores a blended operation or speed limitations that may exist in some PHEVs.

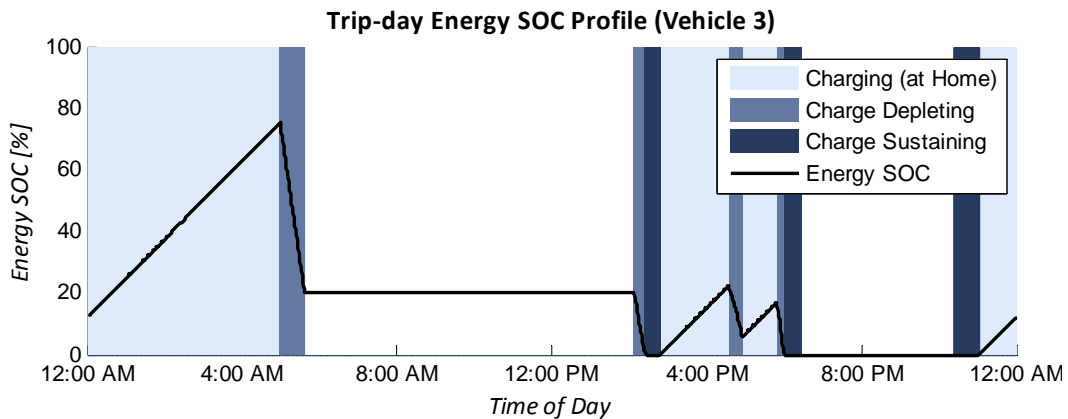


Figure 13. Energy SOC plot showing operational mode

In Figure 13, the vehicle does not start the day with 100% usable state of charge. This is due to an iterative procedure that ensures that the energy consumed by a vehicle on the road is reflected in the amount of gasoline consumed and electricity consumed to charge the battery. When a vehicle finishes a trip-day with an eSOC that is less than what it began the day with, the trip-day is repeated but the starting eSOC is assumed to be what the last iteration found as its final eSOC. If the vehicle was charging at the end of the last iteration, it will start the next one charging as well.

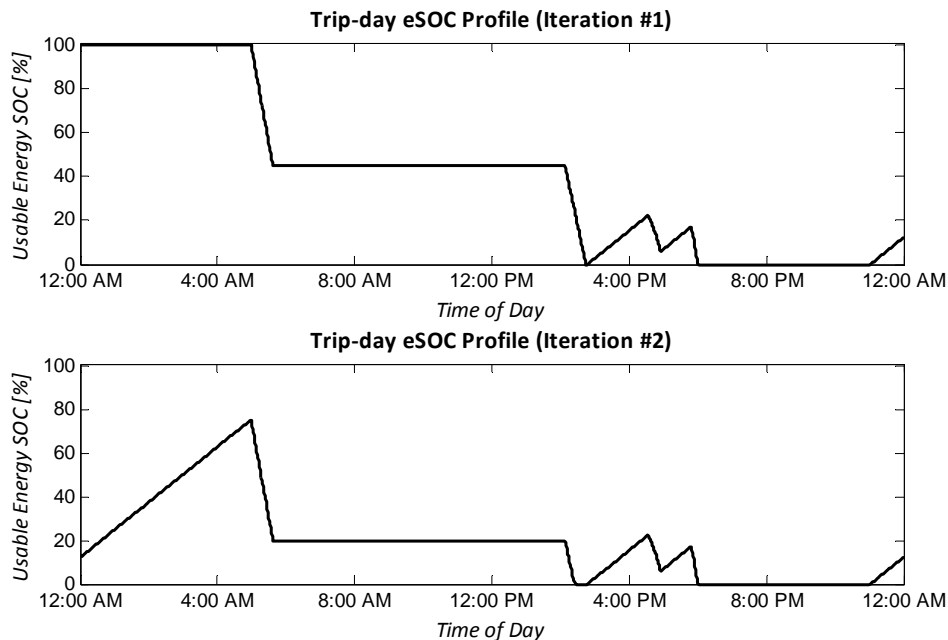


Figure 14. Iterative trip-day eSOC profile for sample vehicle 3

Figure 14 shows the iterative procedure for vehicle 3's trip-day. The model required two iterations to account for all energy consumed by the vehicle on the road. In the first iteration, more of



the second trip is in charge depleting mode. The iterations also show that the vehicle did not have enough time to completely charge overnight at the prescribed charge rate, this is not necessarily true of all iterated trip-days as many will be able to reach 100% eSOC overnight.

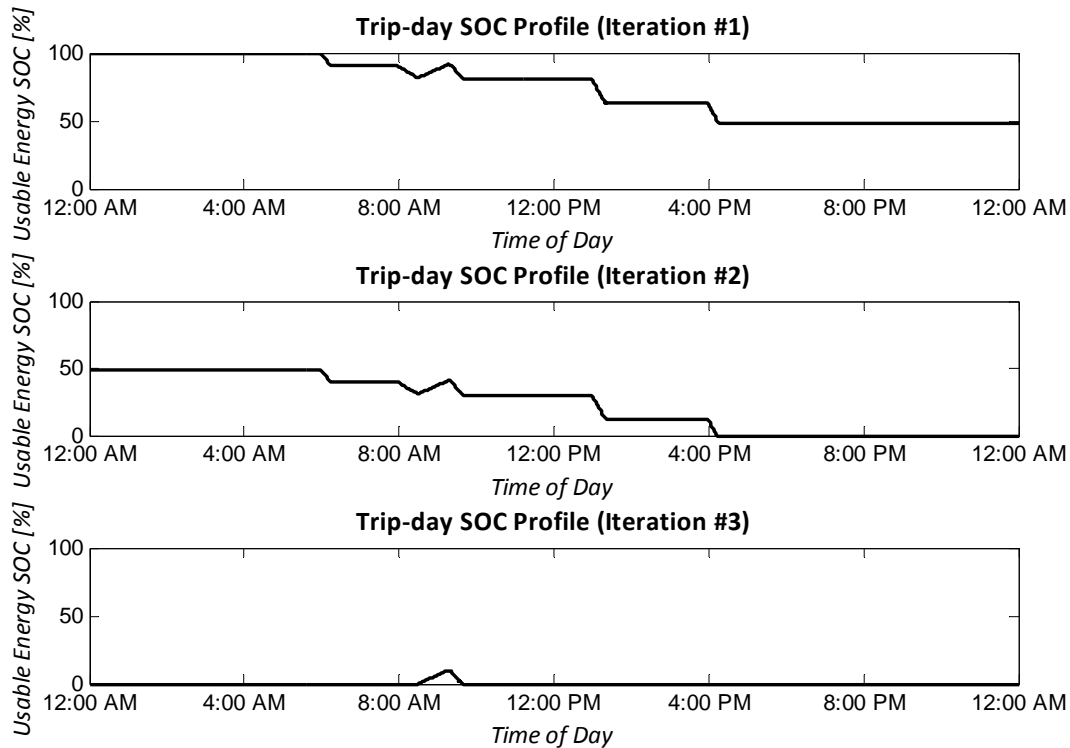


Figure 15. Iterative trip-day eSOC plot for sample vehicle 5

Some trip-days require more than a single iteration, as seen in Figure 15. Figure 15 shows the iterated eSOC profile for sample vehicle 5, which travels mostly on gasoline because it is not in a charging location for most of the day.

3.1.5 Charging Parameters and Constraints

PECM contains a number of parameters that can be manipulated to affect the time of charging and therefore the number of electrically driven miles that a fleet average PHEV undergoes. These charging parameters include vehicle characteristics, the rate of charging, and charging constraints. Charging constraints, which could be driven by utility price incentives, policy or technology limitations, include charging locations, minimum dwell time, charge onset delay, charging blackout periods, and last minute charging.

Charging rate - The power level at which a vehicle charges can dramatically affect the duration



and the amount of battery charging. Charging rate is defined in terms of both the voltage and current of the charge. Voltage in the model can either be 120V or 240V, representing the two most common residential electrical circuits permissible in the United States. The 120V circuits are limited to 12A, which is a common wall outlet rating in the US, and the 240V circuits tend to be limited by the vehicle software themselves[17]. The project examines three potential charging rates: 12A at 120V, 8A at 120V, and 16A at 240V. These are based on published possible charge rates by OEMs[17].

Charging Location – This parameter defines where the vehicle is allowed to charge based on NHTS vehicle location data. The default charging location is only at home. Home and work charging is also examined.

Minimum Dwell time - The model can also mandate a minimum dwell time in which a vehicle must be at the charging location in order to begin charging. This represents the likelihood that a PHEV owner will choose not to plug in their vehicle if they do not intend to stay long at their location[18]. Preliminary PECM results showed that a minimum dwell time did little to affect charging outcomes, and minimum dwell time is not examined in depth in the study.

Charge Onset Delay - A delay on the start of charging can be enforced in the model. This exists to represent a period of time in which the vehicle may need to cool down before it is available to take a charge[4, 6].

Charging Blackout Period - The model can enforce time restrictions on vehicle charging. This is meant to represent a limitation on charging placed on customers by utilities, or a customer's wish to charge off-peak to reduce the cost of electricity. The user identifies a window of time, at an hourly resolution, in which a PHEV owner cannot charge their vehicle.

Last Minute Charging - The model can also choose to charge PHEVs at the last possible moment such that the vehicle still receives a full charge before it leaves for a trip. This has been suggested as the most effective way to prevent battery degradation in some lithium ion chemistries [19]and also has the added benefit, from an electric utility's point of view, of pushing much of vehicle charging to off-peak times. This implies that the vehicle owner has the ability to schedule the time of the vehicle's next trip, and that vehicle software waits to charge until the 'last minute' while still guaranteeing full charge at the start of the trip. If there is not enough time between trips to charge the battery fully, it charges for the entire duration the vehicle is parked at a charging location.



3.1.6 Aggregation and Normalization

After PECM completes a vehicle trip-day, it adds the weighted vehicle's charging profile and gasoline consumption to the running aggregate. Once the program has simulated all the vehicle trip-days for a specific day and class, it normalizes them by the weighted number of vehicles that the sample represents. Equation 4 describes this aggregation and normalization of the charging profile (a similar process is done for gasoline consumption), where $\mathcal{P}_{day}(t)$ is the aggregated and normalized hourly charging pattern for PHEVs, N_{NHTS} is the number of vehicles in the sample, $\mathcal{P}_n(t)$ is the charging pattern of vehicle n , and w_n is its weight factor.

$$\mathcal{P}_{day}(t) = \frac{\sum_{n=1}^{N_{NHTS}} [\mathcal{P}_n(t) \cdot w_n]}{\sum_{n=1}^{N_{NHTS}} (w_n)} \quad \text{Equation 4}$$

Figure 16 shows the charging for each trip-day, for each sample vehicle. Each vehicle's charging is assumed to be on at full power instantly, which explains the binary behavior of charging with time in the figure. Figure 17 shows those sample trips weighted, aggregated, and normalized. Certain vehicles have more influence on the charging pattern than others due to their weight factor. By comparing Figure 16 and Figure 17 it can be seen that sample vehicle 4 has the most dominant charging pattern, implying it has the largest weight factor.

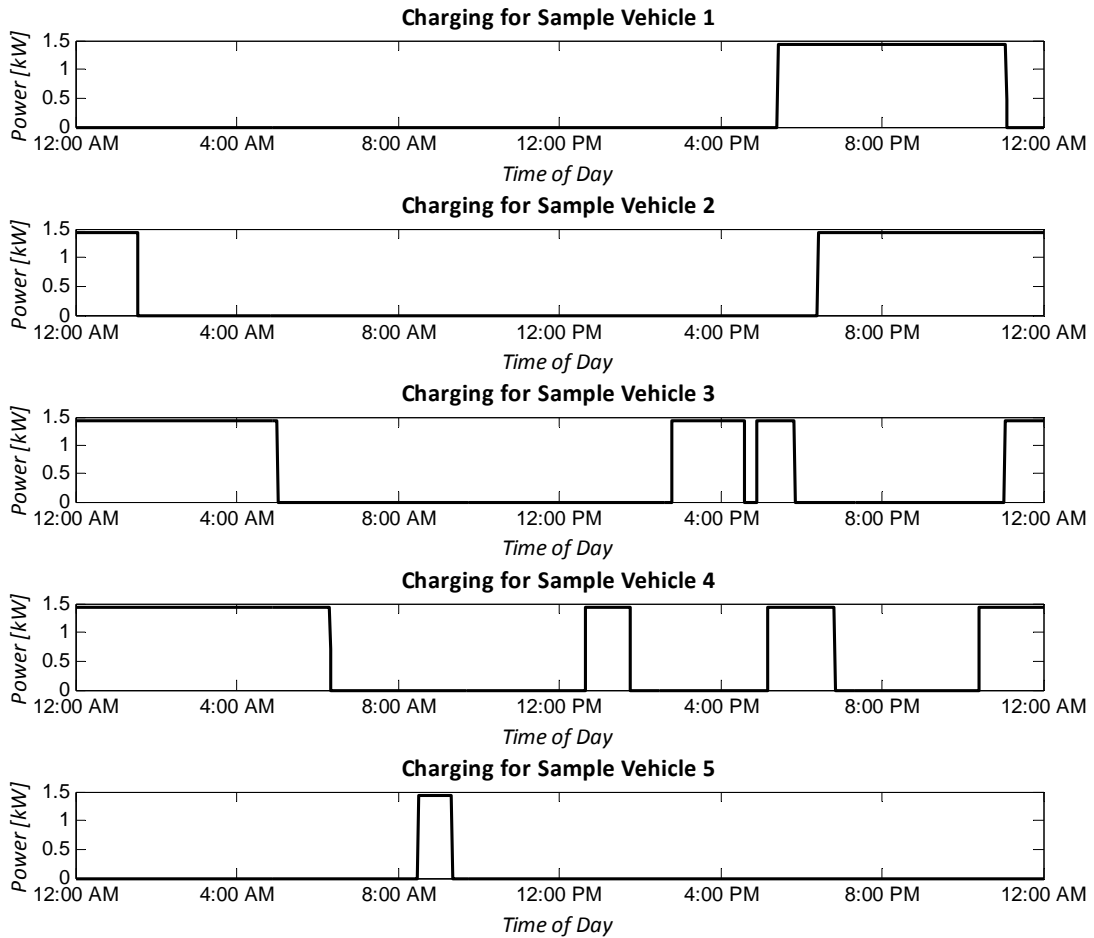


Figure 16. Charging for profile for each of the sample vehicle trip-days

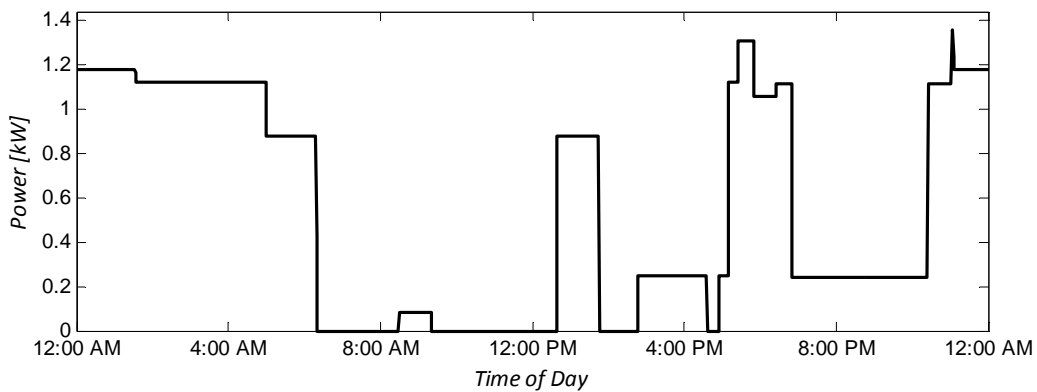


Figure 17. Weighted, aggregated, and normalized charging profile for sample vehicle trip-days

Figure 18 is an example of a weighted, aggregated and normalized charging pattern for a Tuesday that uses the entire set of car trips from the NHTS for that day. When the sample size gets



large, the aggregate smooths out and displays a discernable pattern for vehicle charging.

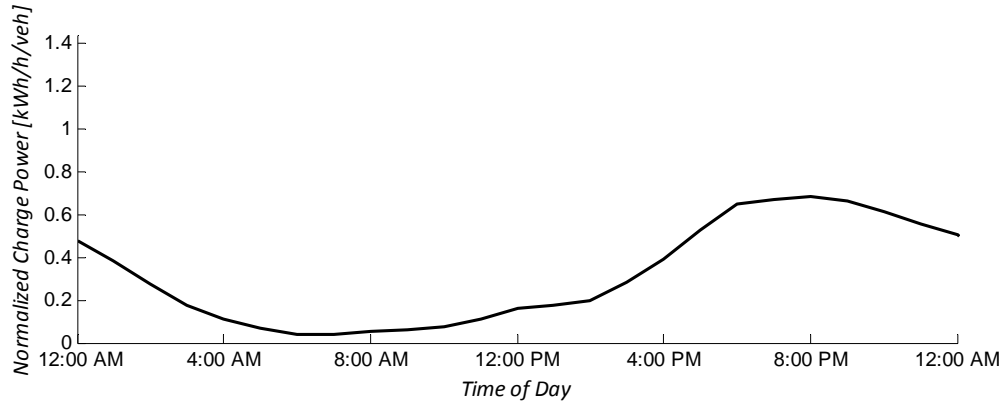


Figure 18. Normalized aggregate charging profile for a complete NHTS sample

This process of aggregation is repeated for each day of the week. The daily profiles are then combined to create a vehicle class' charge profile for an entire week. The model assumes that there is no seasonal changes in driving patterns and thus replicates these weekly charging profiles over the course of a year. The charging profiles generated by PECM do not reflect the actual charging pattern of a single vehicle. However, they approximate the aggregate charging behavior of a light duty vehicle fleet when multiplied by the number of vehicles in each class.

Source List

Vehicle Travel Behavior	NHTS[14]
PHEV Consumption Characteristics	Appendix F
Charging Efficiency	Academic Publications [11, 16]

3.2 Michigan Light Duty Vehicle Fleet Modeling

After the electric and gasoline consumption parameters for individual PHEVs have been determined these are then scaled to the greater fleet. Vehicles are tracked by size class, with different initial vehicle sales, sales rates, infiltrations, consumption parameters, and new vehicle conventional fuel consumptions for subcompact, compact, midsize, and large passenger car sizes, and van, SUV, and pickup sizes. A diagram of the vehicle class mapping method can be found in Appendix E.

3.2.1 Distribution of vehicles

In this study, plug-in vehicle infiltration is modeled as a function of sales. This approach differs from



previous studies, which simply estimate PHEV counts as a percent of on-road vehicles. New vehicle sales for the year 2009 were determined by comparing the number of new-model-year vehicle registrations in Michigan between May 2008 and May 2009. For the years following 2009, vehicle sales were extrapolated using regional sales data from the 2009 AEO[20]. Each year, a portion of these sales are designated as PHEVs according to the selected infiltration scenario. Detailed information regarding infiltration scenarios is provided in Section 4.2.

Each year the number of total vehicles, both conventional and plug-in, is determined by two values: population and vehicles per 1000 people. These figures, taken from the Michigan Census[21] and Michigan motor vehicle registrations [22], are specified in Equation 5 with the symbol 'Nall'. The assumption is made that the number of conventional vehicles is the number of total vehicles less the number of PHEVs (N_{PHEV}) in that year. The conventional vehicle fleet includes conventional hybrids.

3.2.2 Conventional Vehicle Consumption

The 'business as usual' total gasoline usage by internal combustion vehicles was determined through application of a 'stock miles per gallon,' (F_{stock}). This represents the average fuel consumption parameter for all on-road conventional vehicles. For the year 2009, this number is determined by examining total gasoline consumption in Michigan, a value which was extrapolated from gasoline tax receipts and vehicle miles traveled from traffic volume trends. Both datasets are part of the Federal Highway Statistics series[23]. For years beyond 2009, an improvement factor is applied, which mimics the removal of older, less efficient vehicles and the introduction of newer, more fuel efficient vehicles (including conventional hybrids). This yearly improvement factor (I) is based on the improvement of the 'stock mpg' as reported in the AEO[20], but with an initial fuel economy that better reflects the Michigan population. Miles driven per vehicle in the simulation is a result of PECM, abbreviated as (M).

Since PHEV purchases replace new conventional vehicle purchases, the amount of avoided gasoline cannot be determined from this stock mpg, as the new vehicles are more efficient than the average fleet. Therefore, the amount of gasoline that would have been consumed in a year, at year 'y' called 'avoided gasoline' or ΔG , is determined by multiplying the number of PHEVs by the projected new vehicle fuel consumption from the AEO[20] for each size class (F_{new}). Note that PHEVs are assumed to retire after 10 years in the vehicle fleet; therefore the total avoided gasoline is for all the PHEV sold in the current year as well as the previous ten years. The number of PHEVs sold as well as the new vehicle fuel economies are individually calculated for each size class.



Gas consumption for on-road conventional vehicles (G_{CV}) for a year, 'y', is determined by subtracting the avoided gasoline (ΔG) from the total gasoline consumption (G_{BAU}) as shown in the following equation:

$$G_{CV}(y) = G_{BAU}(y) - \Delta G(y)$$

$$G_{BAU}(y) = \frac{N_{all}(y)M}{F_{stock}I(y)}$$

$$\Delta G(y) = \sum_{k=y-10}^y \frac{N_{PHEV}(k)M}{F_{new}(k)}$$

Equation 5

3.2.3 Plug-in Vehicle Consumption

PECM outputs the annual gasoline consumption and a normalized charging demand curve for each vehicle size class. Both of these parameters are then scaled by the number of PHEVs in each size class. The net PHEV electric demand is then increased by 1.09 for transmission and distribution losses [24] and then added to the base electric demand.

Source List

Initial vehicle sales	MI motor vehicle registrations [22]
New Vehicle sales rates	AEO 2009 [20]
Yearly Population	MI Census [21]
Vehicles per 1000 people	MI motor vehicle registrations [22] , MI Census [21]
Initial total gasoline consumption	Federal Highway Statistics [23]
Initial total vehicle miles traveled	Federal Highway Statistics [23]
Stock improvement	AEO 2009 [20]
New Vehicle fuel consumptions	AEO 2009 [20]

3.3 Electricity Generation Capacity Changes

Electricity generation capacity changes refer to the power plant retirements or the addition of new plants to the MI electricity grid. In MEFEM, the initial list of generating assets, based on those reported in the eGRID 2005 database[25], can be seen in Appendix A and changes to this generating capacity occur at the start of each simulation year. Retirements occur first, followed by additions to meet Renewable Portfolio Standards (RPS) and lastly, additional capacity to meet the reserve margin requirement imposed on utilities by the Midwest Independent Service Operator (MISO) is added.

Before delving into the details of Electricity Generation Capacity Changes and Electricity



Dispatch, three important parameters that affect a power plant's behavior must be defined and discussed: Nameplate Capacity, Capacity Factor and Availability Factor. A power plant's size is generally defined as the plant's Nameplate Capacity, referred to in equations as $P_{N,NPC}$, which is the maximum instantaneous power output of the n th power plant. Theoretically, if a power plant runs at its maximum throughout an entire year, it should provide a total electricity generation E_{max} of

$$E_{max} = P_{N,NPC} \cdot t_y$$

Where t_y is the length of year in hours. A power plant running at maximum for an entire year is unlikely due to maintenance requirements and varying load levels, but E_{max} does provide an upper limit to the amount of electricity a plant can generate. Capacity Factor is the fraction of the theoretical maximum electricity generated that was actually produced in a year, referred to in equations as f_N

$$f_N = \frac{E_{actual}}{E_{max}} \quad \text{Equation 6}$$

This is a value that varies significantly between plants, and is due to the real world economics of power plant dispatch. In a given year, older plants that are less efficient to run will tend to have lower capacity factors than new power plants. Plants that run on relatively expensive fuels such as natural gas will have lower capacity factors. Plants whose power output levels are difficult to change, such as nuclear plants and coal, will likely be used to meet baseload and thus have very high capacity factors. The eGRID capacity factors are used as an input to MEFEM.

Finally, Availability Factor is the fraction of the year that the plant is operational. This is referred to in equations as a_N . Availability factor can be thought of as a practical limit to capacity factor that ignores economics. Even if a plant would be economically inclined to run at E_{max} , scheduled and unscheduled maintenance would still require the plant to shut down at times. The only exceptions are plants with uncontrollable outputs, such as wind, because their power output cannot be relied upon due to the varying nature of the wind, and as a result the availability of wind power is low. Availability factor is treated as a constant throughout all power plants of the same fuel type.

3.3.1 Generating Asset Retirements

In MEFEM, a retirement refers to the scheduled partial or complete decommissioning of a particular



generating asset. The retirements are defined based on the age of each asset, as outlined in the Capacity Need Forum's (CNF) 21st century report [26]. The CNF makes the assumption that generating assets will be retired at 70 years of age. In some electricity generating capacity scenarios (discussed in subsection 4.2), MEFEM employs a more aggressive retirement schedule for coal-fired generating assets. In this accelerated retirement schedule, the baseline schedule from the CNF is supplemented by a list of retirements that occur at age 60 in addition to the retirements that already occur at 70 years. A list of the retirements for both the baseline and accelerated decommissions are found in Appendix B.

3.3.2 Generating Asset Additions to Meet Renewable Portfolio Standards

New plants are brought online for one of two purposes: to meet Renewable Portfolio Standard (RPS) requirements or to maintain a 15% reserve capacity margin. An RPS requires that a percentage of total annual electricity must be generated from renewable resources. MEFEM identifies four resources that are considered renewable and satisfy RPS generation requirements: biomass-fired, hydroelectric, wind and landfill gas. While this is not a comprehensive list, other renewable resources, such as solar and geothermal, are not as viable in Michigan, and thus are not explicitly included in the model. MEFEM employs one of two RPS conditions: either based on an extended MI RPS or on California's RPS. The extended MI RPS begins by following the specifications of the 2008 Michigan Clean, Renewable and Efficient Energy Act (PA 295) Part 2, Subpart A[27], which specifies renewable goals for years 2012 – 2015. It then is extended by linearly interpolating to 20% in 2025, which represents a target proposed by Governor Granholm[28].

In order to calculate the deficit in renewable energy generation for a particular year, existing renewable energy, in MWh, is calculated as the product of the existing renewable generating assets' name plate capacities, their capacity factors and the hours in a year. For any given year, the deficit in renewable energy generation to meet the RPS requirements, E_{need} , is calculated from the equation:

$$E_{need}(y) = R_{goal}(y)E_{demand}(y) - E_{Rgen}(y) \quad \text{Equation 7}$$

Where $E_{Rgen}(y)$ is the annual amount of renewable energy generation using current assets, $E_{demand}(y)$ is the amount of total energy demand for the current year, and $R_{goal}(y)$ is the fraction of net generated electricity to be met by renewable sources. New renewable capacity is built if E_{need} is greater than zero.

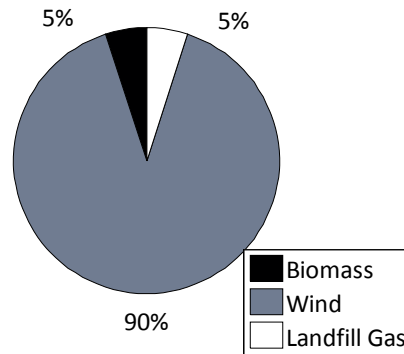


Figure 19. RPS fuel mix for capacity additions.

The type and size of renewable plants built are based on generation percentages derived from renewable energy plan averages published by DTE Energy and Consumers Energy[29-30]. The nameplate capacity of each renewable plant built is based on predetermined capacity factors for new assets. The capacity factor for new wind plants is derived from NREL’s Wind Research Assessment[31] while those for the other options come from EPRI’s 2007 Technology Assessment Guide Reference Data [32].

3.3.3 Generating Asset Additions for Reserve Margin

Once MEFEM has completed any required additions to meet the year’s RPS, it begins the calculation of additional generating capacity to satisfy the reserve margin requirement. Unlike RPS, which is based on energy requirements, the reserve margin is a power based metric. The reserve margin is the difference between available generating capacity to meet peak demand, in kW, and the maximum hourly demand. Reserve margins are an important component of capacity planning because they ensure adequacy and reliability of the electricity supply. The 15% used in this model is the planning reserve margin dictated by MISO[33]. In the model, a generating asset’s available capacity to meet peak demand is equivalent to the product of its nameplate capacity and the fuel-type specific availability factor. This factor was taken from industry average data from the North American Electricity Reliability Corporation’s (NERC) Generating Availability Data System[34]. Each simulation year, the amount of capacity expansion necessary, P_{need} , to meet marginal reserve requirements is calculated from the equation:

$$P_{need} = (1 + m)P_{peak} - P_{cap} \quad \text{Equation 8}$$

In Equation 8, P_{cap} is the sum of the available capacity to meet peak demand of all generating assets.



Available capacity is defined as the nameplate capacity of an asset multiplied by the plant's availability factor. The other variables, P_{peak} and m , are the maximum hourly electricity demand for the given year and the reserve margin requirement (equal to 0.15)[35], respectively.

New capacity to satisfy margin is added according to a percentage mix which varies depending on the year and the selected 'grid mix' scenario, discussed in subsection 4.3. This percentage mix combined with the availability factors assigned to each fuel type is then used to determine the reserve margin power and hence nameplate capacity to be built for each additional generating unit. This altered generating capacity mix can now be dispatched to meet demand for the current year.

3.4 Electricity Dispatch Modeling

Once the total electric demand is quantified and all the power plants are defined, the plants must be dispatched in order to serve this hourly load. In practice, this is a very complicated undertaking based on physical and economic constraints. As precise economic data is proprietary information, the dispatch in this model does not attempt to simulate a true dispatch system, but seeks to approximate electricity dispatch in two separate ways. One method, the *Capacity Factor Dispatch* model, uses historical power plant performance to forecast how power plants will be used in the future. Another method, the *Economic Dispatch* model, uses cost predictions to determine which power plants will be used first. Both of these methods have their advantages and disadvantages and both will be examined to determine the sensitivity of PHEV electricity emissions to dispatch method.

In the model, the electric demand is managed as a point source independent of geographical location or transmission constraints. While this lack of spatial information may introduce error into the simulation results, the addition of new generating assets to the system makes it difficult to accurately model at this level of complexity.

Wind and hydroelectric plants are dispatched before all other generating assets. Their dispatch is effectively modeled as changes to the total electricity demand. Wind assets are treated as a must-run and are implemented as negative demand in the model. Hydroelectric generating assets are only operated at times of peak load and are thus dispatched as peak shavers after wind generation has been dispatched. Pumped hydroelectric plants also increase demand in the hours of minimum demand to account for pumping load.

After wind and hydroelectric load modifications, all remaining power plants are dispatched based on a stacked power system. The remaining plants are ordered, or 'stacked', by either their



capacity factor or the cost of generation depending on the type of dispatch algorithm employed. Each of these assets are then assigned a range of system electrical load, termed here as a power band, which represents the required minimum levels of hourly system load under which a given plant will be dispatched to generate electricity.

A power plant's power band is defined with two values, $L_{N,min}$ and $L_{N,max}$, where N indicates the location of the current power plant in the dispatch order. Let $D_H(t)$ be the system electric demand after wind and hydro, and let $P_N(t)$ be the output of the N th power plant at any time t . $P_N(t)$ will be:

$$P_N(t) = \begin{cases} 0 & \text{if } D_H(t) < L_{N,min} \\ D_H(t) - L_{N,min} & \text{if } L_{N,min} < D_H(t) < L_{N,max} \\ L_{N,max} - L_{N,min} & \text{if } D_H(t) > L_{N,max} \end{cases} \quad \text{Equation 9}$$

Since there are no geographical and transmission constraints, this stacked power system effectively keeps only one power plant running at partial output, with all other power plants either on or off completely. "On" in this case refers to the power plant outputting $L_{N,max} - L_{N,min}$, which is less than the plant's nameplate capacity. It is possible that the highest power level that the generating assets can provide (the maximum value of $L_{N,max}$) is actually below the highest level of electric demand. If this is the case, the deficit is assumed to be met from outside the state as imported electricity. This can be thought of as an additional power plant with its own emission factors. This system of electric dispatch assumes that all power plants can come online instantaneously, are capable of following load perfectly, can shut down instantaneously, and do not have any minimum output levels.

A convenient way to represent the electric demand and the effect of Equation 9 is by using a load duration curve. In it, the electric demand profile $D_H(t)$ is sorted in descending order, from highest to lowest power demand. This will be differentiated in equations by using $\widehat{D}_H(t)$. In this representation of electrical demand, chronological time has been replaced by the duration of time at which the system is greater than the corresponding load value. The area under the curve, representing the net electrical demand at the generating sites, is still the same. This area can be divided up into horizontal stacks which graphically represent the power bands, thus the name "stacking" dispatch. Figure 11 shows a sample load duration curve with three power plants for illustration purposes.

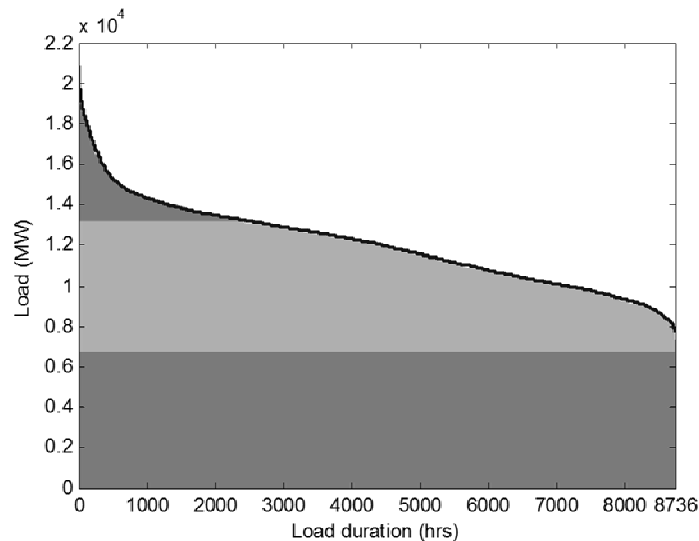


Figure 20. Load duration curve example with 3 plants

Under this method, the dispatch model can determine the power output of every power plant for every hour in each simulated year, which will be used to determine total electrical system emissions rate. The Capacity Factor Dispatch and Economic Dispatch models calculate the power bands differently. Capacity Factor Dispatch requires historical capacity factors for the initial year to determine what power bands would be needed for that year. It then scales the power bands for the changing load and asset mix for all future years. The power plant electricity generation of the base year will be exactly equal to its historical amount. The downside of Capacity Factor Dispatch is that by extrapolating a single year's dispatch behavior it assumes that all of the market and fuel supply conditions inherent in historical data are constant for the next 20 years, which is unlikely. The economic dispatch model sorts power plants by cost of generation and dispatches them to their available capacity. While being an inaccurate predictor of base year capacity factors, Economic Dispatch is capable of responding to changes in fuel prices and additional emissions taxation.

The entire electricity dispatch follows these steps, illustrated in Figure 21. Let $D(t)$ be the total electric system demand for a year.

1. Dispatch wind assets. $D(t)$ reduces to $D_W(t)$.
2. Dispatch hydroelectric assets and pumped hydroelectric storage assets. $D_W(t)$ changes to $D_H(t)$.
3. Determine the power bands for all remaining power plants using either Capacity Factor Dispatch or Economic Dispatch algorithm.
4. Dispatch all remaining power plants for an entire simulation year using Equation 9 and $D_H(t)$.

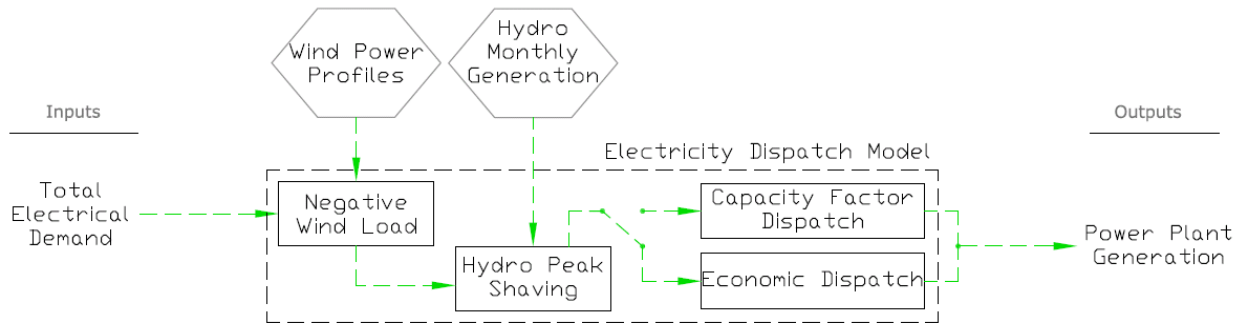


Figure 21. System diagram for electricity dispatch

3.4.1 Wind Assets

Wind assets are the first generating units dispatched, and are treated as a negative load on the system. The remaining system load is calculated as follows:

$$D_W(t) = D(t) - p_{wnd}(t) \left[\sum_{Wind} P_{N,NPC} \right] \quad \text{Equation 10}$$

Where $D(t)$ is the total electricity demand (baseload plus additional PHEV demand plus line losses), $p_{wnd}(t)$ is the normalized wind power curve and $D_W(t)$ is the remaining demand or system load that serves as an input to the hydroelectric dispatch model. The normalized wind power curve is analogous to capacity factor, but calculated hourly. The sum of the nameplate capacity of all the wind assets multiplied by this curve yields the hourly power output of all the wind assets in Michigan. Wind's yearly capacity factor, f_{wnd} , is calculated by integrating the normalized wind power curve and dividing by the simulation year length, t_y , as in Equation 11.

$$f_{wnd} = \frac{1}{t_y} \int_0^{t_y} p_{wnd}(t) dt \quad \text{Equation 11}$$

This is necessary for the capacity decisions model to correctly determine the amount of renewable energy output, and allows it to build the correct amount of wind when needed. Only one normalized wind output curve is to be used, meaning that all wind assets will have the same capacity factor for every simulation year. Although this could mean that current existing wind farms will perform better than expected, the only existing wind farm in Michigan as of 2005 is relatively small and thus is



not a significant source of error. The normalized wind output curve comes from the NREL Wind Integration Datasets [31]. These were developed as part of a larger study to evaluate the impacts of large wind infiltration. This data was based on high-resolution simulations of the historical climate performed by a mesoscale numerical weather prediction. In Michigan, thirteen wind farms of varying nameplate capacity were simulated in 10-minute intervals throughout 2004-2006 (Figure 22).

In order to develop the normalized wind power curve, nameplate capacities of the sited wind farms were used to normalize each power output entry. Then, all three years for all thirteen sites were reduced to hourly resolution, and all 39 data sets (thirteen sites multiplied by three years) were then averaged to end with a single vector of 8736 values. This is $p_{wnd}(t)$ from the equations above. Since each simulation year is only 364 days, the last two days in the 2004 data and the last day in 2005 and 2006 data will be ignored.

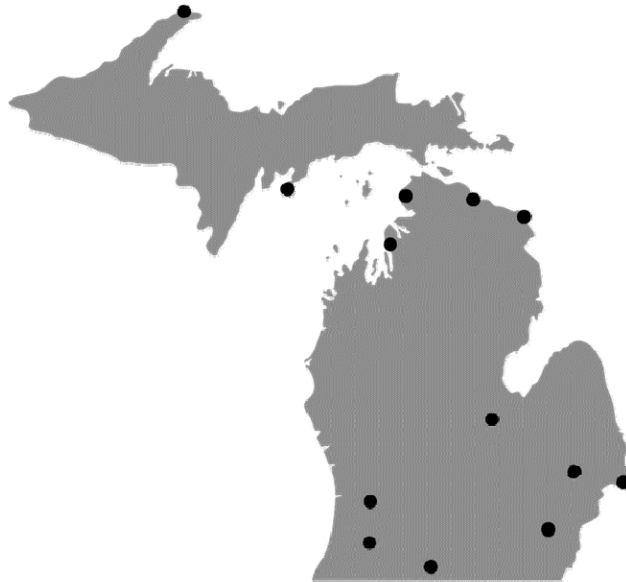


Figure 22. The 13 Michigan sites simulated by the NREL wind integration dataset

The resulting normalized wind output curve has a yearly capacity factor of 29.8%. Figure 23 displays two weeks of this curve; one in January and one in June. In general, winter months have higher outputs than summer months.

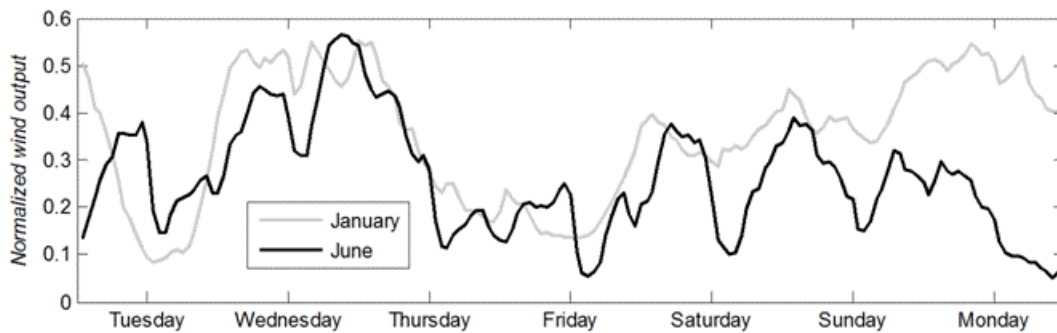


Figure 23. Sample of normalized wind power generation curve (week in Jan. and June)

The integration of wind into system dispatch effectively decreases the power demand curve. However, the variability of wind plant power output increases variability in the electric load. Figure 24 shows the effect of wind dispatch on the system electric load for four days.

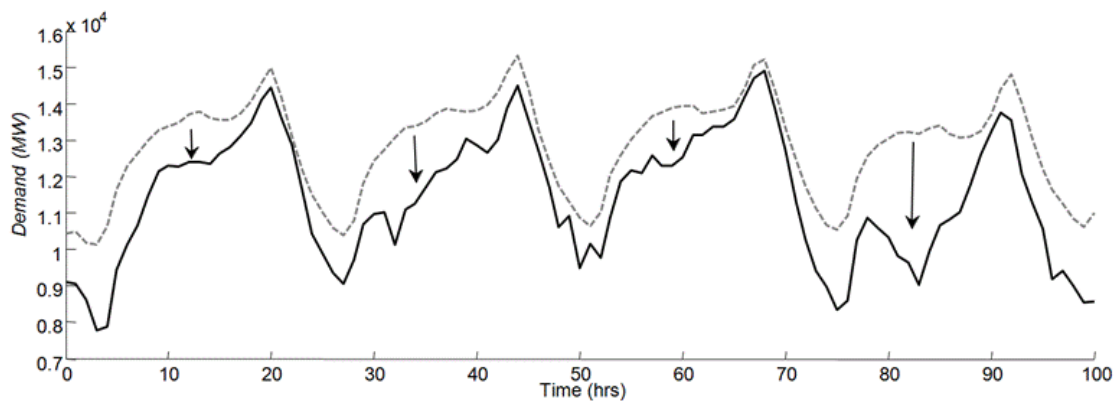


Figure 24. Wind dispatch's effect on system demand

3.4.2 Hydroelectric Assets

Like wind, water assets, such as run of river turbines and pumped storage dams are dispatched prior to the economic or capacity factor stacking dispatch. It is assumed that hydroelectric plants would be dispatched at times of greatest load, and are deployed to 'shave' the peak load. The amount of peak shaving that occurs is based on historical monthly generation values from 2005[36], thus assuming that the energy generated in 2005 is indicative of the energy that would be produced in subsequent years. No water assets are retired in the simulation, and no new water assets are brought online.

After the wind output is treated as negative load, the remaining load is split into monthly load curves, and the hydro assets are deployed separately each month. Within a month, the hours are sorted from time of highest to lowest demand to create a monthly load duration curve, $\widehat{D}_W(t)$. Since each



hydroelectric plant is treated separately, a subscript $\widehat{D}_N(t)$ is defined to represent the electric demand that the Nth hydroelectric plant will dispatch to. $\widehat{D}_1(t)$ would then be equal to $\widehat{D}_W(t)$.

The peak shaving algorithm dispatches the hydroelectric plants in two ways. First, the plant dispatches at nameplate capacity until it reaches a duration level t_s , named the *split duration*. Then, the dispatch levels drop to zero following the shape of the demand duration curve. These two portions of dispatch will be named the *Nameplate Dispatch* and the *Decreasing Dispatch*, respectively. Let $\widehat{P}_N(t)$ be the sorted hydroelectric plant output for the Nth hydroelectric power plant:

$$\widehat{P}_N(t) = \begin{cases} P_{N,NPC} & \text{if } t < t_s \\ \widehat{D}_N(t) - [\widehat{D}_N(t_s) - P_{N,NPC}] & \text{if } t \geq t_s \end{cases} \quad \text{Equation 12}$$

where $P_{N,NPC}$ is the plant's nameplate capacity, and $\widehat{D}_N(t_s)$ is the demand at the split duration point (a constant value). Figure 25 shows an example of the electric dispatch for an exceptionally large hydroelectric plant using Equation 12, with the split duration occurring at about hour 75.

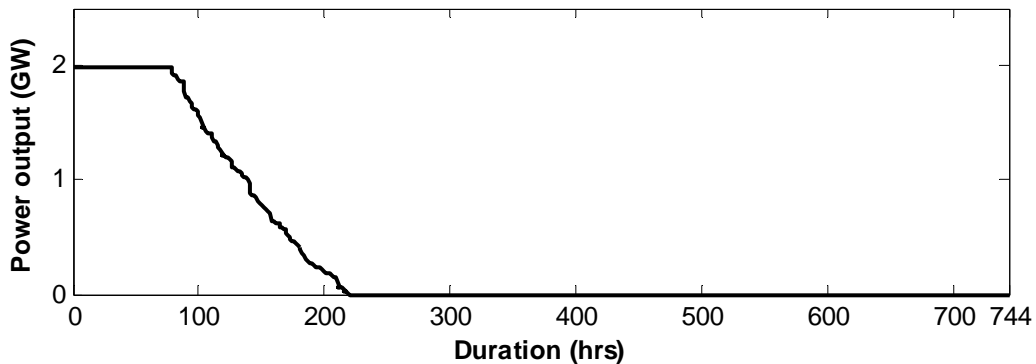


Figure 25. Example of the sorted dispatch shown for a very large hydroelectric plant.

From EIA form 906[36], the energy provided by each plant, E_N , for each month is known. The objective of the peak shaving dispatch model is to find the split duration point such that the energy output of the plant matches E_N :

$$E_N = \int_0^{t_m} \widehat{P}_N(t) dt \quad \text{Equation 13}$$

t_m represents the number of hours in a month. The algorithm finds t_s by starting with a t_s value



of one hour, and then increases t_S by one hour until Equation 13 is met. Each hydroelectric asset is dispatched in this same manner, effectively reducing the demand as described in Equation 14:

$$\hat{D}_{N+1}(t) = \hat{D}_N(t) - \hat{P}_N(t) \quad \text{Equation 14}$$

The dispatch algorithm then moves onto the next hydro plant. Figure 26 demonstrates the effect that the example plant has on the sorted electric demand. The nameplate dispatch portion follows the electric demand curve perfectly: at each point, the electric demand is lowered by $P_{N,NPC}$. At the split duration point, the electric demand curve now flattens out at P_{min} : the electric demand curve at the split duration point minus the plant's nameplate capacity. The sum of the nameplate dispatch and decreasing dispatch areas will equal E_N . It is possible that the algorithm cycles through all possible split duration points and E_N is not met. The plant will run at nameplate capacity throughout the entire month, and the excess energy that was recorded will not be used in the model. This amounts to approximately a 6% error in hydroelectric energy output between historical generation as reported by the EIA in 2005 and the output of MEFEM.

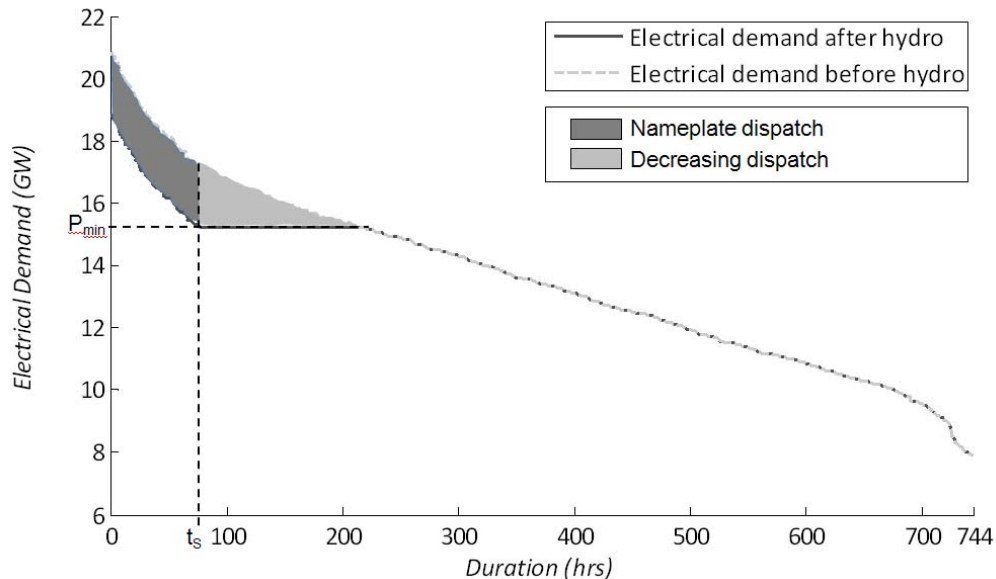


Figure 26. Effect of applying the sorted dispatch from Figure 25 to a July load.

This process is repeated for all hydroelectric plants. Then, after the last hydroelectric plant has been dispatched, $D_H(t)$ can be calculated via:



$$\hat{D}_H(t) = \hat{D}_{Max(N)}(t) - \hat{P}_{Max(N)}(t)$$

Equation 15

The load is rearranged into a chronological time arrangement, and this load is input to the stacking dispatch function (either Capacity Factor Dispatch or Economic Dispatch) for dispatch of the remaining generating assets. Figure 27 shows the initial sorted demand for July as the topmost sloping line, the dispatched run of river plants as the cascading lines below the initial demand, and finally the dispatched Ludington Pumped storage plant.

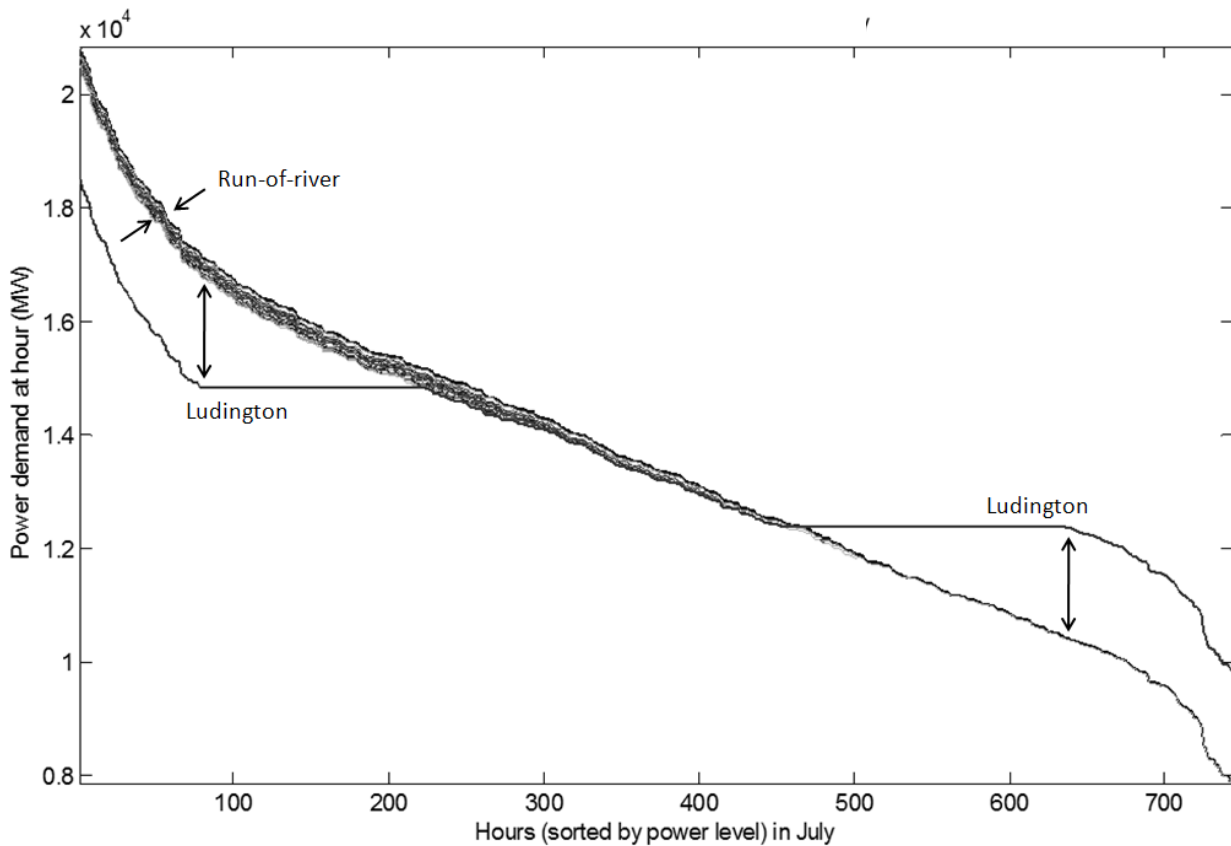


Figure 27. Sorted demand curve and hydro asset deployment

A key feature of the Michigan generation mix is the Ludington pumped storage plant, represented by the anomalous load duration curve in Figure 27. This plant, unlike the other run of river hydro assets, is an extremely large reservoir that empties out into Lake Michigan and pumps back up during cheaper generation times, assumed here as the times of lowest demand in the model. For all hours that power was delivered, the generator places additional demand in the 'off hours' according to the energy consumed for pumping[36], starting from the time of lowest demand. Figure 28 shows the



new hourly load curve in bold, which has been ‘flattened’ after the hydroelectric dispatch. For the dispatch algorithm, Ludington is treated separately, and follows the same area fit algorithm but starting at the highest duration point and adding load instead of removing it.

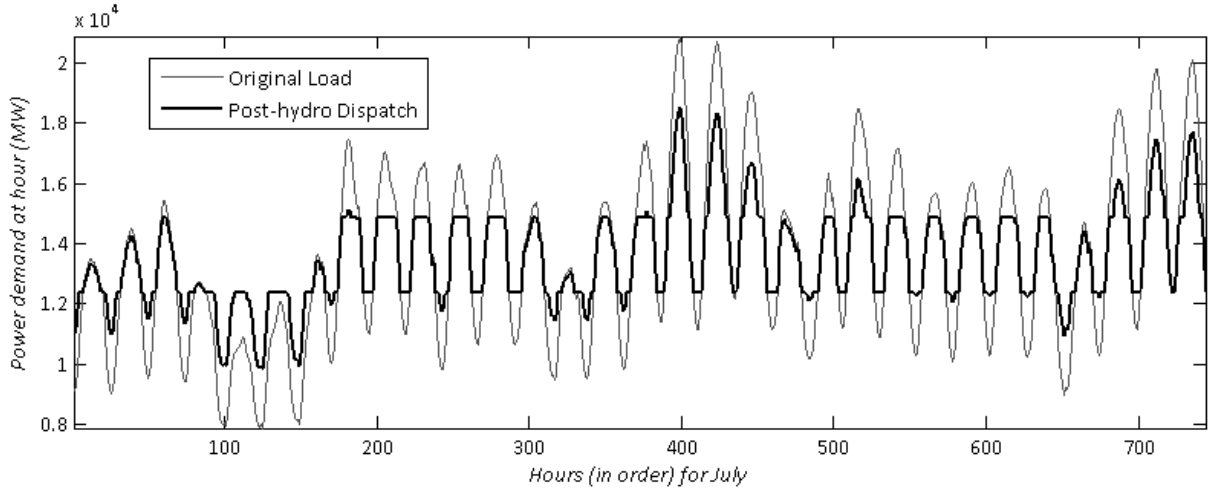


Figure 28. Unsorted original and post-hydro dispatch demand curve

3.4.3 Capacity Factor Dispatch

Capacity Factor Dispatch is based on each power plant’s capacity factor for a given year, which implies the amount of electricity generated by that plant is known. In MEFEM, Capacity Factor Dispatch is accomplished using each plant’s historical generation from 2005 [25] coupled with historical system electricity demand for that year [37]. The power plant stacking order is determined by capacity factor in descending order. The power bands calculated for 2005 are the basis for power bands in all other years, and are sized such that the power plant’s yearly energy output exactly matches the historical amount:

$$P_{N,NPC} \cdot f_N \cdot t_y = \int_0^{t_y} P_N(t) dt \quad \text{Equation 16}$$

Where f_N is the asset’s historical capacity factor and $P_{N,NPC}$ is the plant’s nameplate capacity. Equation 16 and Equation 9 form the mathematical basis for the development of the power bands. The Capacity Factor Dispatch algorithm is written such that the size of each plant’s power band meets both equations. An initial guess for power band size is made by:



$$P_{N,min} = \begin{cases} 0 & \text{for } N = 1 \\ P_{N-1,max} & \text{for } N > 1 \end{cases}$$
$$P_{N,max} = \begin{cases} P_{N,NPC} \cdot f_N & \text{for } N = 1 \\ P_{N,NPC} \cdot f_N + P_{N-1,max} & \text{for } N > 1 \end{cases}$$

Equation 17

In Figure 29, a portion of a load duration curve focused on the lowest point is shown. This point is referred to as the minimum demand level. For all power plants whose upper power band limit is less than the minimum electric demand level, the size of their power band will be exactly as predicted in Equation 17, since they are running all year. However, for plants whose power band levels are located above the minimum electric demand level, the electric demand level dips below their maximum for some hours, and the plant's net energy output will be less than required (Equation 16 is not met). Figure 29, left, shows that plant A, at the initial guess of power band, will have a deficit in energy generation. The Capacity Factor Dispatch algorithm iteratively increases the size of the power bands, as shown in Figure 29 (right), until Equation 16 is met for all plants in the dispatch order. The increase in the power band shown in Figure 29 has been exaggerated for clarity.

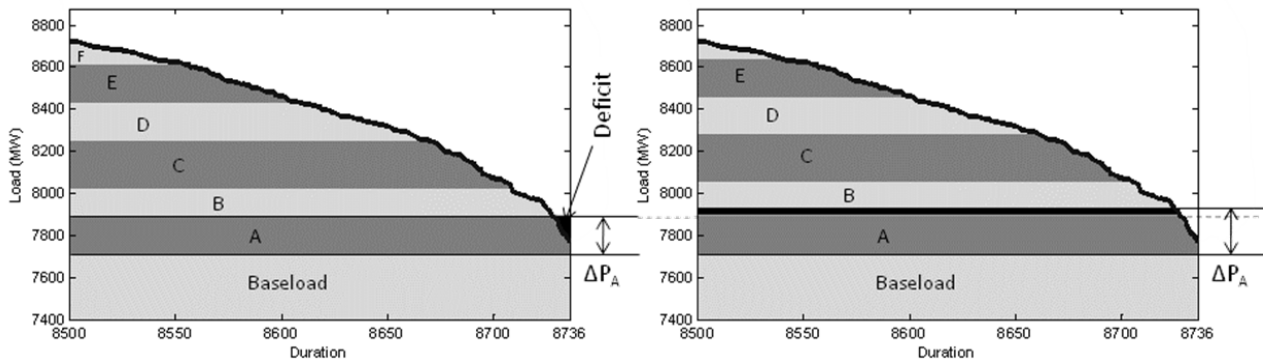


Figure 29. (Left) Original plant stack (Right) Increased plant A power band.

This iterative process is done for all plants in the stack. After calculating the power band for the last plant in the dispatch stacking order there remains a system energy deficit, which is assumed to be met by imported energy from the MISO system. The percentage of imported energy is calculated only once, in the base year 2005. It is then kept constant for all simulation years. This process is known as the initial stack and the resulting modeled capacity factors are exactly equal to the input capacity factors.

After the initial stack and imported energy percentage calculations are complete, the Capacity Factor Dispatch begins dispatching for all the simulation years; however, it must have a way to handle new power plants and changes to electric demand from year to year. New assets are given an assumed



capacity factor in the capacity decisions module, which will determine their required output energy and their placement in the stack. The assets are once again sorted by capacity factor. The size of power bands from the previous year are used (in the case of 2009, the first simulation year, the previous year refers to 2005), but their placement changes since new plants push up plants that have a lower capacity factor. The area fit done for the base year is repeated on all new power plants such that Equation 16 is met with the new electric demand. Figure 30 illustrates a new plant added to the stack.

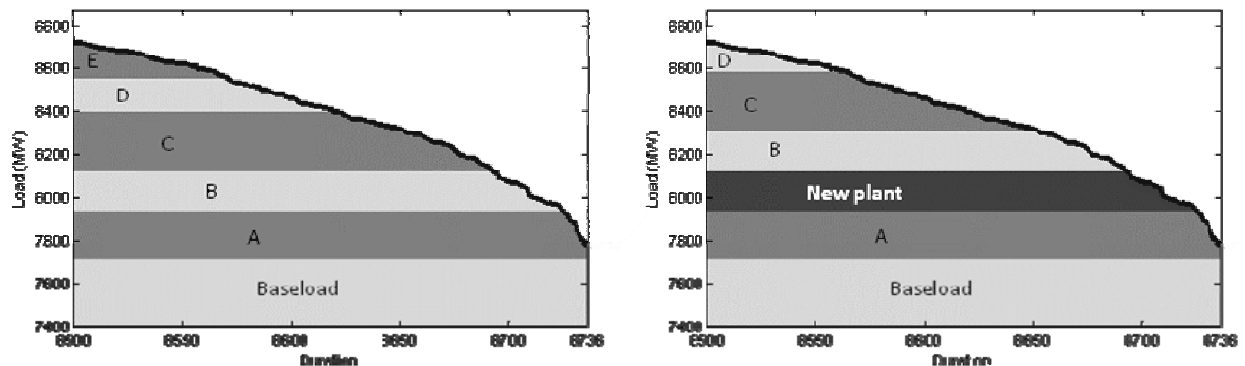


Figure 30. New power plant is added to the stack.

At this point, the percentage of imported energy will not be the same as before, since the electric demand levels have changed and the system’s generating mix has changed (due to both new plants and retirements). The algorithm now determines the difference between the energy that would be imported if the current cumulative power bands were used and the amount of energy imported based on the imported percent. This difference in energy can translate into a difference in power using similar methods described in previous stacking functions. Once that difference in power is discovered, the power bands of all assets that are deployed at demand levels greater than the minimum hourly demand are multiplied by a single factor such that the imported energy calculated either of the two ways described above are equal. Figure 31 below shows this process of “squeezing” power bands for peaking plants. The power bands for all plants above minimum demand are either increased or decreased. The figure on the right, below, illustrates the case where their power bands have to decrease, either to accommodate newly built plants, or as a response to a decrease in overall system electric demand.

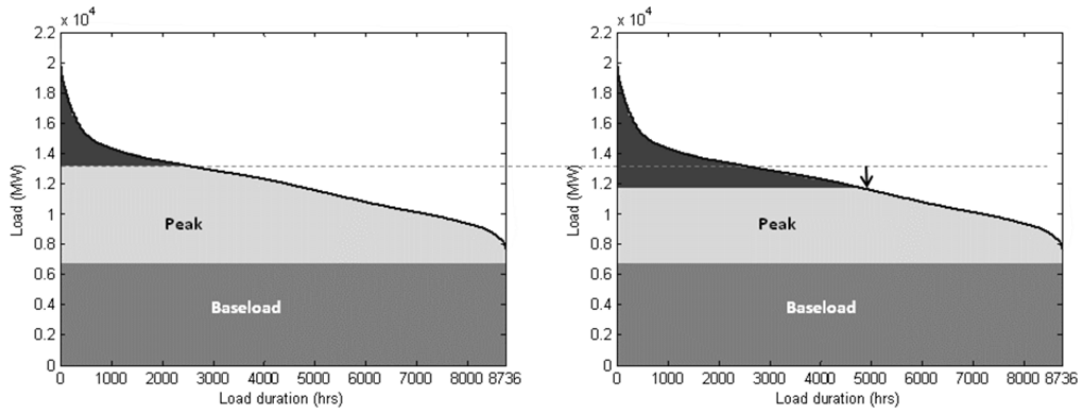


Figure 31. Changes in power bands to meet required imported energy percentage

3.4.4 Economic Dispatch

The economic dispatch algorithm creates a stacked dispatch order of generating assets based on their cost of generation. Cost is calculated for each power plant, the power plants are sorted from cheapest to most expensive to generate electricity, and then the power bands assigned are:

$$P_{N,min} = \begin{cases} 0 & \text{for } N = 1 \\ P_{N-1,max} & \text{for } N > 1 \end{cases} \quad \text{Equation 18}$$

$$P_{N,max} = \begin{cases} P_{N,NPC} \cdot a_N & \text{for } N = 1 \\ P_{N,NPC} \cdot a_N + P_{N-1,max} & \text{for } N > 1 \end{cases}$$

Where a_N is the plant's availability factor. No further refinement of power band size is required (as opposed to Capacity Factor Dispatch, where the requirements for power bands were different). Cost is calculated on a \$/MWh basis. The total cost of generation is the sum of fuel cost and emissions related costs. Fuel costs are calculated by:

$$\frac{C_{fuel}}{E_{gen}} = HR \left(\frac{C_{fuel}}{E_{fuel}} \right) \quad \text{Equation 19}$$

Where HR is the power plants heat rate, the ratio of fuel energy consumed per electrical energy produced; C_{fuel} is the total cost of fuel, and E_{gen} and E_{fuel} are the amounts of electricity generated and fuel energy consumed, respectively. Carbon dioxide cost is calculated by taking eGRID specific emission factors and applying global warming potentials from the IPCC 4th Assessment Report[38] to methane and nitrous oxide:



$$\frac{C_{GHG}}{E_{gen}} = \frac{C_{GHG}}{m_{GHG}} \left[\frac{m_{CO2}}{E_{gen}} + 25 \frac{m_{CH4}}{E_{gen}} + 298 \frac{m_{N2O}}{E_{gen}} \right] \quad \text{Equation 20}$$

Finally, the total generating cost is:

$$\hat{C} = \frac{C_{CO2eq}}{E_{gen}} + \frac{C_{fuel}}{E_{gen}} \quad \text{Equation 21}$$

The only exception to Equation 21 is the total generating cost of nuclear power plants. These costs are assumed to remain constant throughout the simulation and include operation and maintenance. All renewable plants are assumed to have no cost, thereby ensuring they are always dispatched. Units for cost are in \$2008/MWh generated.

Source List

Heat Rates	EPA eGRID 2005 [25]
Emission Factors	EPA eGRID 2005 [25]
Fuel Costs	EIA Annual Energy Outlook 2010 [39]
CO ₂ Costs	American Clean Energy and Security Act of 2009 - <i>H.R. 2454</i> [40]

3.5 Emissions & Life Cycle Metrics

The outputs of MEFEM are life cycle emissions and energy use for both vehicle liquid fuel consumption and electricity generation. The model tracks criteria pollutants: CO, NO_x, Pb, PM_{2.5}, PM₁₀, SO_x and VOCs, and greenhouse gases: CO₂, CH₄, and N₂O. It aggregates GHGs using the most recent Global Warming Potentials[38] identified by the IPCC. It also tracks total fuel cycle energy for stationary and mobile energy generation sources. MEFEM applies emissions factors (kg/kWh of electricity or kg/gal of fuel) or a upstream energy factor (MJ/mmBtu of fuel input for electricity or MJ/gal of fuel) to the energy produced from each power plant and its heat rate or to the gallons of gasoline consumed to determine the total fuel cycle energy usage and emissions. Emissions factors are separated into both their upstream and combustion components so that they may be tracked separately.

3.5.1 Electricity Generation Energy and Emissions

The electricity system's total fuel cycle is described in Figure 32, where 'm' denotes atmospheric emissions and 'E' denotes energy flow. E_{User} refers to the site energy for electricity, consumer's actual meter reading. A constant transmission and distribution loss factor is applied of 1.09 ([24]), and this is



treated as the electricity that power plants must generate, $D(t)$ from subsection 3.4. Note that manufacturing of plants is not included in this accounting.

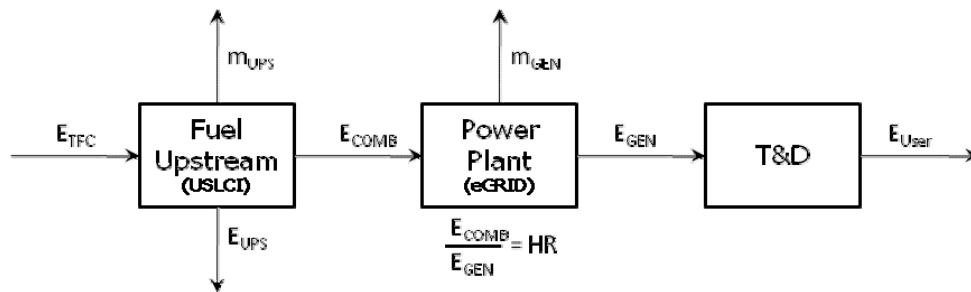


Figure 32. Total fuel cycle diagram for electricity production.

Emissions Factors

The total emissions from electricity generation are comprised of both combustion emissions and upstream emissions, as denoted in Figure 32. Combustion refers to the emissions released when the fuel is burned, while upstream refers to the emissions released while mining, drilling, refining the fuel, and transportation of the fuel from the extraction site to point of combustion. Upstream emissions factors for electricity are from the USLCI database [41] examined using the SimaPro software. Each of the eleven emissions types were determined in SimaPro by subtracting the “electricity, at power plant” process emissions from the sum of all life cycle emissions for these processes. The USLCI database does not specify a difference between PM2.5 and PM10, so all particulates are assumed to be PM10. Some emissions data was not reported in the same categories (for example, sulfur dioxide was reported by some processes as SO₂, and some as SO_x). To compensate for this, these datasets were summed to get a total for each emission factor. Combustion emissions factors associated with the generation of electricity are from two sources: eGRID and USLCI. The emission types provided by eGRID are NO_x, SO_x, CO₂, CH₄, and N₂O. These emissions were specific to each generating asset and are thus believed to be more representative than using average emissions data. National averages for CO, Pb, PM, and VOCs by source fuel type were used from the USLCI database using the same methodology as the upstream emissions because plant specific information was not available. It is assumed that national average upstream emissions for sub-bituminous coal are the same as those for bituminous coal. See Appendix G for a list of the ten emission factors used for existing plants averaged by fuel type.

Total Fuel Cycle Energy Factors

The factors for total fuel cycle energy were determined in SimaPro, using the USLCI database



and Eco-Indicator 95 reporting methods. These factors include upstream energy from all coal, natural gas, crude oil, and uranium ore used in the entire fuel cycle of each power plant type. This upstream energy total was translated into a ratio of upstream energy to either combustion energy or generation energy. This ratio represents the national average for a total fuel cycle energy factor for each plant type. This factor, multiplied by a power plant's combustion or generation and added to the combustion energy gives that plant's total fuel cycle energy consumption. Wind, water and landfill gas generation are assumed to consume zero MJ of total fuel cycle energy, as facility manufacturing energy is not included in this model. Table 3 shows these upstream factors. Biomass and nuclear plants are based on generation energy, while fossil fuel plants are based on combustion energy.

Table 3. Upstream factors for power plants

	Coal	Natural Gas	Oil	Biomass	Nuclear
E_{UPS} / E_{COMB}	0.0217	0.05	0.027	N/A	N/A
E_{UPS} / E_{GEN}	N/A	N/A	N/A	0.0492	0.0207

Emissions Calculation

To calculate emissions, MEFEM applies the combustion and upstream emissions factors to the energy generation output from the electricity dispatch algorithm. MEFEM generates emissions for each power plant using eGRID emissions factors (for NO_x , SO_2 , CO_2 , CH_4 , N_2O), its fuel type and the amount of energy usage representing hourly electricity generation for the entire simulation year. It applies the eGRID and national average emissions factors for each fuel type, both upstream and combustion, to the electricity generated for each power plant at each hour. The outputs are the annual and hourly upstream and combustion emissions for each power plant.

3.5.2 On-Road Vehicle Energy and Emissions

Gasoline's total fuel cycle is described in Figure 33, where 'm' denotes atmospheric emissions and 'E' denotes energy flow. Note that this fuel cycle diagram is simpler than that of electricity. Vehicle manufacturing emissions and energy are not included.

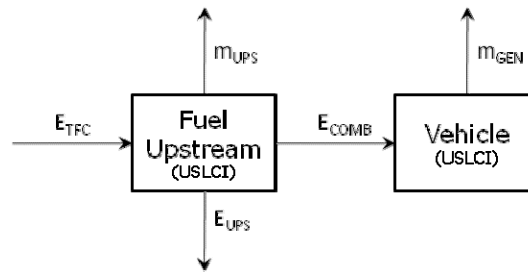


Figure 33. Total Fuel Cycle diagram for gasoline.

The total fuel cycle emissions from vehicular gasoline consumption are also comprised of both combustion and upstream emissions. The gasoline emission factors for both combustion and upstream activities used in this model are taken directly from GREET1.8c [42]. GREET does not capture lead emissions. Similarly, the total fuel cycle energy factors for gasoline are also derived from GREET1.8c using the default inputs. These factors are recorded in MJ/gal consumed.

Table 4. Emission factors for one gallon of gasoline for both upstream and combustion processes.

	CO (g)	NO _x (g)	PM _{2.5} (g)	PM ₁₀ (g)	SO _x (g)	VOC (g)	CO ₂ (kg)	CH ₄ (g)	N ₂ O (g)	GHGs (kg)
Combustion	87.6	3.30	0.440	0.679	0.140	4.21	8.82	0.351	0.281	8.92
Upstream	1.62	5.45	0.491	1.26	2.738	3.14	1.94	12.5	0.131	2.27

3.5.3 Allocation Methods

Vehicle consumption of gasoline fuel is a precise and unambiguous output. However, attributing electricity emissions and fuel cycle energy to vehicles is more complex. Once PHEV electric demand is quantified and added to the regular baseload demand, the dispatch and capacity additions model have no inherent way to allocate emissions to demand sources. This begs the question: given a source of large amounts of energy (i.e., the Michigan electric system) using multiple fuels, how does one allocate emissions to a small consumer (the PHEV users)?

In this study, two emission allocation methods are employed. In the first method, *Average Emissions*, the model tracks the electric power generation mix that exists in each hour of every simulation year. Then emissions associated with the specific hourly generation mix are calculated, normalized and applied to the hourly PHEV demand. Once each hour of a simulation year has been



allocated, the total PHEV emissions from electricity generation are calculated. The second method, *Marginal Emissions*, compares the total electrical system emissions from baseline MI and PHEV electricity demand to the total electrical system emissions with only the baseline MI demand, allocating the difference to PHEVs.

Average Emissions

As previously stated, the system tracks the power output of each power plant at each simulation hour. Therefore, it is possible to calculate the total electricity system emissions for each simulation hour:

$$\dot{m}(t) = \sum_{N=1}^{\text{all plants}} \left(\frac{m}{E}\right)_N P_N(t) \quad \text{Equation 22}$$

Where $\frac{m}{E}$ is the emission factor for the nth power plant, $P_N(t)$ is the hourly nth power plant output, and \dot{m} is the total electricity emission rate. The units for the emissions rate, \dot{m} , are mass per hour. The PHEV load is also tracked on an hourly basis. The emissions assigned to PHEVs are calculated as follows:

$$\dot{m}_{PHEV}(t) = \frac{\dot{m}(t)}{\sum P_N(t)} P_{PHEV}(t) \quad \text{Equation 23}$$

Total annual emissions for PHEVs, m_{PHEV} , are simply the sum of the emissions rate for all hours of the simulation year:

$$m_{PHEV} = \sum_{t=1}^{\text{last hour}} \dot{m}_{PHEV}(t) \quad \text{Equation 24}$$

The effect of this allocation method is that a portion of the emissions of every power plant in the stack at that given hour are ‘assigned’ to PHEVs based on the proportion of PHEV to total load.

Marginal Emissions

In its simplest form, ‘marginal emissions’ refers to the difference between the emissions rates of two scenarios. Given the emissions for two separate model runs, Equation 25 would be used to calculate the marginal emissions for PHEVs:

$$m_{PHEV}(t) = m_1(t) - m_2(t) \quad \text{Equation 25}$$



Where m_1 has to be the total electric system emissions calculated in a scenario *with* PHEVs and m_2 is the total electric emissions calculated in a scenario *without* PHEVs. The effect of this allocation method is that the emissions of only the additional power plants that had to be ‘turned-on’ to provide power for charging are assigned to PHEVs.



4. Scenarios

As discussed in the methodology section, both the PECM and MEFEM models have many input parameters that are to be explored through scenario analysis. Each portion of the model has several inputs, such as the infiltration level, charging parameters, or new capacity grid mix, and the possible combinations of these are very large. In this section, a fixed set of inputs will be defined to create a small set of scenarios pertaining to 4 different aspects of the model: PHEV Fleet Infiltration, Electricity Generating Capacity, PHEV Charging, and Electricity Dispatch. Then combinations of these scenarios will be used to characterize the different model simulations for comparison of their results.

In order to define a model simulation, a code system will indicate the changed input examined. Each type of scenario is given a prefix, FI for fleet infiltration scenarios (subsection 4.1), EG for electricity generating capacity scenarios (subsection 4.2), CH for charging scenarios (subsection 4.3) and DM for electric dispatch method (subsection 4.4). After each prefix a number will be used to denote that particular scenario's set of input parameters which will be defined in their respective subsections. Subsection 4.5 will define the groups of simulations that will be analyzed and discussed in the results in Section 5.

4.1 PHEV Fleet Infiltration Scenarios

The magnitude of PHEV electrical demand depends on the number of PHEVs on the road. As mentioned in the Section 3.2, the number of PHEVs is determined by the number of vehicle sales each year which in turn is defined by the infiltration scenario selected for simulation. The annual new PHEV sales for each size, (N_{PHEV}) class is a function of the number of new vehicles sold in 2009 (S_{2009})[22], a sales growth multiplier (G)[20] and the proportion of sales that are PHEVs (termed PHEV infiltration rate, I). Equation 26 describes this relationship.

$$N_{PHEV}(y) = S_{2009} G(y) I(y) \quad \text{Equation 26}$$

Each parameter is size class dependent, and the algorithm repeats this calculation for each of the seven size classes. Both the sales multiplier and the infiltration rate vary for each year of the simulation. The infiltration rates are what vary between scenarios. There are five infiltration scenarios, labeled zero, low, medium, high, and max PHEV Infiltration, shown in Table 5. While the infiltration curves for each size class are based on the same data sources, PHEVs can be purchased for some size



classes earlier than others, based on the expected availability of commercial PHEVs to the public. Figure 34 displays a visualization of the different scenario’s infiltration rates with time for the compact and midsize classes, where the first PHEVs are sold in 2010. For other size classes, the same curve is applied, but shifted so that the first PHEVs are sold in the appropriate year.

Table 5. Fleet Infiltration (FI) scenario inputs

Shorthand Title	Scenario Number	Infiltration equation	2030 Sales percent
Zero infiltration	FI1	Zero throughout	0%
Low infiltration	FI2	Directly from AEO data	3%
Medium infiltration	FI3	Equation 27	22%
High infiltration	FI4	Equation 28	58%
Max infiltration	FI5	Equation 29	100%

Note that Figure 34 shows only sales percentage, not on-road vehicle percentage. On-road PHEVs are shown in subsection 5.2.

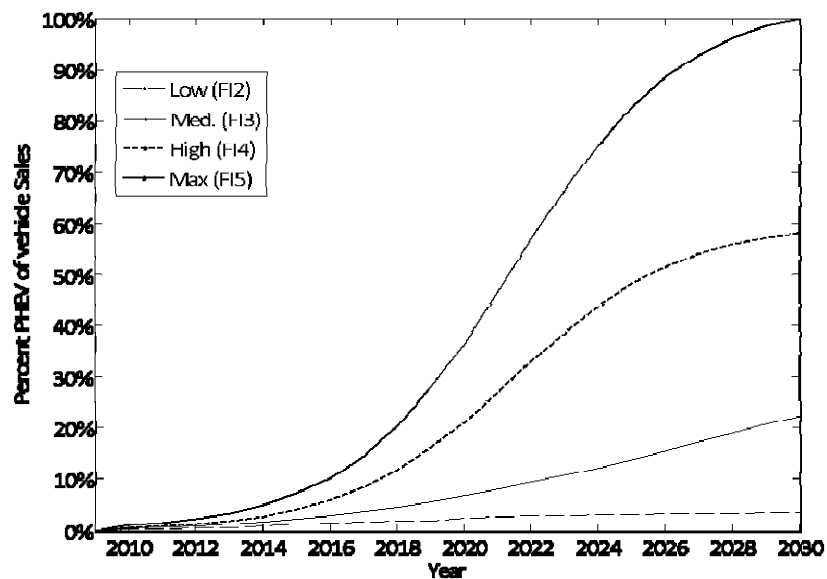


Figure 34. PHEV sales infiltration scenarios

The Zero PHEV infiltration scenario does not allow any PHEVs to be sold in the state over the length of the simulation. All vehicles in the light duty fleet are conventional, gasoline driven vehicles. This scenario is used as a baseline scenario containing the business as usual gasoline and electricity consumption and emissions.

The Low PHEV infiltration scenario is taken from the EIA’s AEO 2009 projections for PHEV infiltration[20]. It is a conservative estimate that reaches a maximum of about 3% of new vehicle sales



by 2030.

The Medium PHEV infiltration scenario is based on historical and projected conventional hybrid sales[43]. These projections are fitted to a logit market curve, reaching a maximum of about 20% of sales in 2030. Equation 27 describes the fitted curve, infiltration at year time 'y', where 0.6, or 60%, is the absolute maximum infiltration, which is not achieved in the model timeframe (60% in the medium scenario would occur in roughly 2090). The constant of 0.08 is a fitted slope parameter and the constant of 1.74 indicates an inflection point in which the inner sum becomes negative after 22 years causing a shift in the sales trend from exponential growth to arriving asymptotically to the maximum value of 0.6, which is not reached in the simulation:

$$I(y) = 0.6 \exp[-\exp(-0.08y + 1.74)] \quad \text{Equation 27}$$

The High PHEV infiltration scenario is based on a scenario taken from a 2009 research report about PHEV potential for reduction of petroleum use[44]. The 2005 American Housing survey[45] states that in the Midwest, about 75% of homes are single family which would have plug-in availability. According to the NHTS, about 80% of households drive less than 55 miles a day [46], and thus would see a substantial decrease in fueling costs with a PHEV. Therefore, without taking into account the greater upfront costs for a PHEV, it would be rational for about 60% of the population to select a PHEV as their next vehicle purchase. Again, a logit model was created to mimic the technology adoption in the vehicle market, but with a dramatically faster ramp up to a roughly 60% market share achieved by 2030. Equation 28 describes the infiltration level 'I' for time at year 'y' in the High Scenario:

$$I(y) = \frac{0.6}{1 + 100 \exp(-0.4y)} \quad \text{Equation 28}$$

The Maximum PHEV infiltration scenario has the same rate of increase to maximum infiltration as the High scenario, but the maximum infiltration is increased to 100% (see Equation 29). While this is a highly unlikely scenario, the fast introduction of PHEVs to such a high proportion of sales brings many plug-in vehicles online within the model timeframe. This allows for clearer examinations of the interaction of PHEVs with the electrical system and the impact of very high PHEV infiltration.

$$I(y) = \frac{1}{1 + 100 \exp(-0.4y)} \quad \text{Equation 29}$$



4.3 Electricity Generating Capacity Scenarios

Each year of the simulation, MEFEM checks to see if new electricity generating assets are required to satisfy RPS or reserve margin requirements as outlined in subsection 3.3. This change in the mix of assets in the system can affect the generators used to meet load due to PHEV demand. The size and type of the assets created to meet these requirements are dictated by the electricity generating capacity scenario being explored. Four scenarios are examined that influence the fuel mix of new generating capacity by altering the RPS and the mix of generating capacity used to meet the reserve margin.

A Renewable Portfolio Standard (RPS) is state legislation that mandates a specified portion of electricity generation to be met from renewable sources. In MEFEM, there are two possible RPS cases, one based on an extended Michigan RPS and one that is based on the California RPS. In the Michigan based RPS, the current legislation is used up to 2015, with targets for renewable generation being 2% by 2012, 5% by 2014, and 10% by 2015 [47]. In addition, the RPS is expanded in the model to include the proposed 20% of generation by 2025 due to the push for renewable energy jobs in the state [28]. An even more aggressive RPS scenario is loosely based off of the proportions and timing of the California standard, with 20% by 2016, 29% by 2025 and 33% by 2026. For years without a concrete target, the standards are interpolated between the two nearest goals. The percent of annual energy generation that is required to be from renewable sources is shown in Figure 35 for both scenarios.

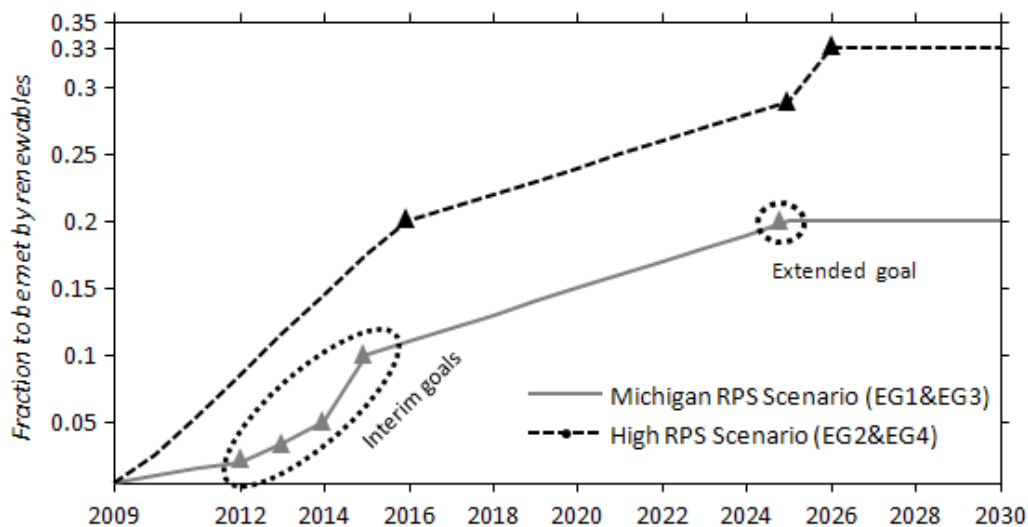


Figure 35. Renewable portfolio standard scenarios

New generating assets must be added to the grid to meet growth in peak electricity demand.



The methodology discussed in section 3.3 outlines how much new capacity is added each year. The fuel types of new plants are determined by the grid mix scenario. MEFEM has two possible grid mix scenarios. One option is based on the national trends in new generating capacity creation as reported by the EIA [20] and is labeled as the baseline grid mix scenario. The EIA only supplies data for the next few years for new capacity, so everything after 2012 is assumed to have the same proportional new capacity grid mix as 2012. The other grid mix option, named the high nuclear scenario, is identical to the baseline grid mix except that all new coal generation is replaced with nuclear capacity after the year 2018. In order to make a significant impact on the availability of nuclear generation, this scenario employs more rapid retirements of the existing coal plants in Michigan, as discussed in Section 3.3. Figure 36 shows the two scenarios' capacity mix by fuel type as a function of the simulation year. These values are input into the model to determine the proportional fuel mix of new generating capacity to meet peak demand.

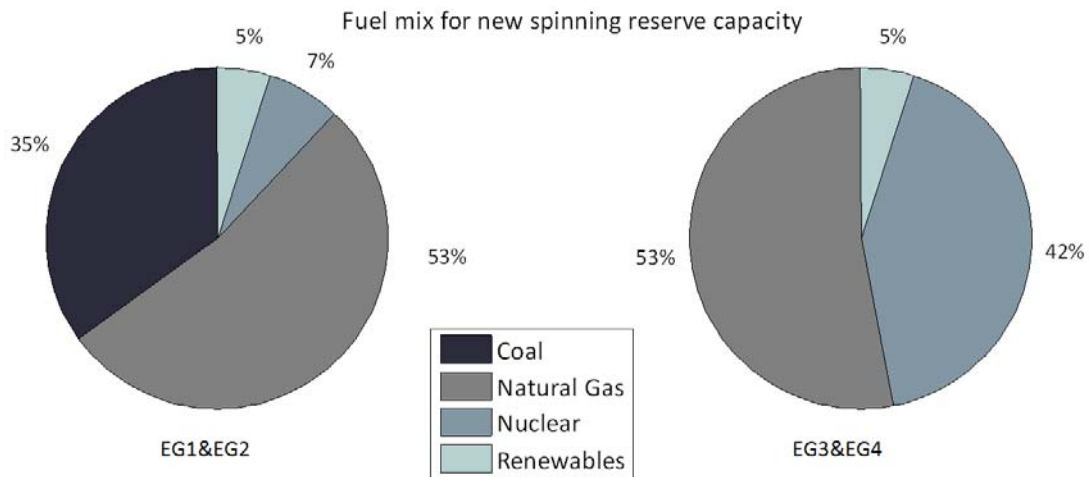


Figure 36. Grid mix scenarios

MEFEM has two possible RPS scenarios and two possible grid mix scenarios. Combinations of these two option sets define the electricity generating capacity scenarios. Table 6 identifies the four possible scenarios that are used in the model.

Table 6. Electricity generation capacity (EG) scenario inputs

Shorthand Title	Scenario Number	RPS	Grid Mix
Baseline	EG1	Michigan	Baseline
High RPS	EG2	Michigan	High Nuclear
High Nuke	EG3	California	Baseline
High RPS/High Nuke	EG4	California	High Nuclear



4.4 Charging Scenarios

While the magnitude of the aggregated PHEV demand is determined by the selected PHEV infiltration scenario, the shape of that demand is determined by the set of PECM inputs used to create the hourly normalized PHEV load. Eight charging scenarios were developed to focus on the differences in time and magnitude of PHEV charging demand due to changes in driver behavior, available charging infrastructure and proposed utility imposed charging restrictions or price incentives. As outlined in the methodology for PECM (subsection 3.1), the trip data is a set of actual trip schedules detailing when and where a person travels. A charging scenario is comprised of a set of nine values, one for each of the nine input parameters to PECM, each affecting the time, rate, and duration of the charging of an average vehicle. Those parameters are charging location (CL), battery size (BS), charging current (CI) and voltage (CV), charge onset delay (CD), minimum dwell time (MD), lower (NL) and upper (NU) bound of the no charge window, and last minute charging.

The baseline charging scenario (CH1) represents the case in which a vehicle owner charges only at home and begins charging as soon as they arrive. Charging occurs at the standard household wall outlet rate of 12A, 120V. The battery size is loosely based on that of a Chevrolet Volt with a 65% eSOC swing, yielding a usable battery size of 10.4 kWh. This scenario is considered the baseline because it requires no adjustments, at home or at the utility, to infrastructure, and charging is only available to drivers at home. Table 7 details the PECM model input parameters for every scenario.

Table 7. Charging (CH) scenario inputs to PECM

Scenario Name and Number		PECM Inputs								
		CL	BS (kWh)	CI (Amp)	CV (Volt)	CD	MD	NL	NU	LM
Baseline	CH1	Home	10.4	12	120	0	0	None	None	No
Last Minute	CH2	Home	10.4	12	120	0	0	None	None	Yes
Home & Work	CH3	<i>Home & Work</i>	10.4	12	120	0	0	None	None	No
Window	CH4	Home	10.4	12	120	0	0	<i>1pm</i>	<i>7pm</i>	No
Slow	CH5	Home	10.4	<i>8</i>	<i>120</i>	0	0	None	None	No
Fast	CH6	Home	10.4	<i>16</i>	<i>240</i>	0	0	None	None	No
Fast, H & W	CH7	<i>Home & Work</i>	10.4	<i>16</i>	<i>240</i>	0	0	None	None	No
1/2 Battery	CH8	Home	<i>5.2</i>	12	120	0	0	None	None	No

The last minute charging scenario (CH2) uses the same inputs as the baseline charging scenario, but shifts the charging load to the last possible minute while ensuring a vehicle's battery will reach its maximum eSOC before the vehicle leaves on a trip. This requires that vehicle owners no a priori when



they will leave for a trip and that the vehicles have the capability to hold off charging until that moment. Last minute charging has been identified as an effective way to reduce battery degradation for some chemistries [19], and also may provide more of a demand leveling service to utilities (also generally known as valley-filling).

The home and work charging scenario (CH3) allows a vehicle owner to charge their vehicle at work as well as home. The rate of charging and the battery size remain the same as the baseline, and no extra constraints are added to the system. While it may not be widely available as yet, employers may add charging stations to communal lots, increasing charging opportunities. With more charging opportunities, a greater proportion of miles can be driven electrically, but with greater load on the system.

The no-charge window scenario (CH4) specifies a period, between 1pm and 7pm, in which PHEVs are not allowed to charge their battery. This scenario is meant to represent a utility enforced period in which vehicles are not allowed to charge to avoid times of peak electricity demand. This might also lend some insight into situations where utilities use price incentives to force demand out of a peak periods.

The slow charging scenario (CH5) adjusts the charging rate of the baseline scenario to 8A at 120V. This is meant to represent a charge rate that is compatible with older homes or a faulty residential electric system and is one of the selectable charge settings on the Chevrolet Volt [17]. This will should also reduce the peak of the charging load but make an average vehicle charge for more of the day.

The fast charging scenario (CH6) increases the rate of charging from the baseline scenario to 16A at 240V. This represents a homeowner who has installed a fast charging station at their residence and is also one of the selectable charging rates of the Chevrolet Volt[17] . This scenario is expected to increase the magnitude of peak charging but reduce its duration.

The seventh charging scenario combines fast charging with home and work charging. This assumes that employers would have higher voltage charging available to their employees, and that homeowners would also install these types of charge stations. This scenario represents the highest amount of electricity consumption possible for the baseline battery size, using the parameter values examined in this model.

The last charging scenario, CH8, halves the baseline usable battery size to gauge the effect that a smaller battery has. This means that a given vehicle would have half the electric range, roughly 20 miles



for a compact car. However, this may not significantly alter the total percentage of electric miles driven, since many of the trip schedules in the NHTS do not use the entire 10.4 kWh presented in the baseline scenario. A half-size battery would also make the purchase price of a PHEV more economical and would lower the vehicle's weight.

4.5 Electricity Dispatch Scenarios

The electricity dispatch scenarios examine the effect of the dispatch algorithm used and, if economic dispatch is chosen, changes to a price-based model of electricity generation. Three scenarios are examined to test the models sensitivity to the dispatch algorithm employed. Table 8 describes the four scenarios employed.

Table 8. Electricity dispatch scenario inputs

Scenario Name and Number		Dispatch Method	Fuel Price Source	GHG Tax
Capacity Factor	DM1	Capacity Factor	-	No
BAU Economic	DM2	Economic	AEO 2010	No
GHG Tax	DM3	Economic	AEO 2010	Yes

The baseline scenario (DM1) uses capacity factor dispatch. As detailed in the dispatch methodology section 3.4, capacity factor dispatch uses historical data to predict future behavior, with the premise that those plants that were previously heavily utilized will continue to be used at roughly the same rates. However, with new legislation pending to implement carbon taxes along with projected changes in fuel prices, this assumption is not likely to remain accurate in the future. The economic dispatch scenarios are designed to try and account for these future changes in generating costs.

The business as usual (BAU) economic dispatch scenario (DM2) sources the fuel costs from the reference case of the AEO 2010 [39]. This scenario incorporates varying fuel costs, but does not include any carbon legislation.

The GHG tax scenario (DM3) adds a cost in 2008\$/ton CO₂e to the emissions of greenhouse gases to the fuel costs from the BAU economic dispatch case. Greenhouse gas emission rates are determined using global warming potentials as described in subsection 3.5, and an emissions cost, based on the EPA's analysis of HR2454, is added to the fuel cost to get a total cost of generation. Figure 37 shows all the generation costs used by the scenarios.

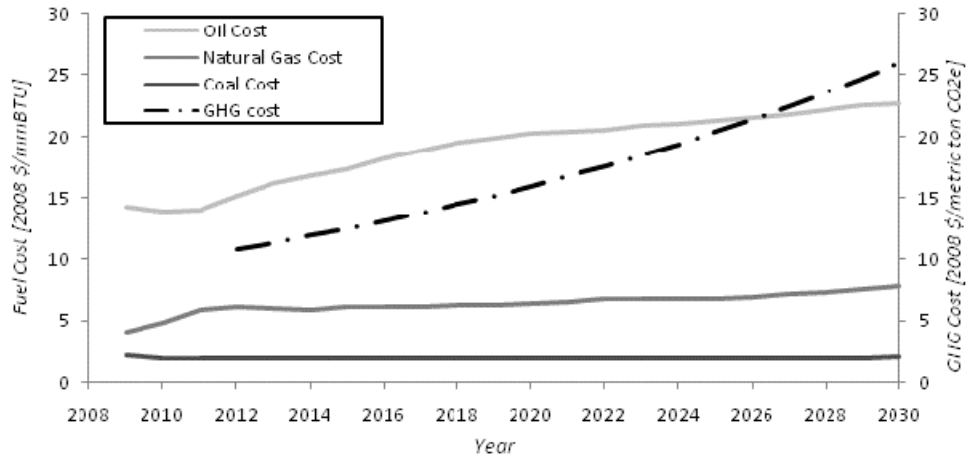


Figure 37 Generation cost curves over simulation timeframe – all scenarios.

4.6 Simulations Analyzed

Table 9 below identifies the combinations of scenarios that are simulated and discussed in the results section, Section 5. In addition, any simulation where marginal emissions of PHEVs are considered requires an additional FI1 simulation to be run to see the interaction of the scenario parameters with PHEV infiltration. For instance, calculation of marginal emissions in the FI4-EG3-CH1-DM1 simulation also requires there to be a FI1-EG3-CH1-DM1 simulation, but these complimentary scenarios were not explicitly listed in the table below for simplicity purposes. While Table 9 is not an exhaustive list of potential simulations, these specific scenario combinations were selected to isolate scenario groups and examine the effect of manipulating one parameter at a time.



Table 9. Full list of investigated simulations

Simulation Group	Name	Fleet Infiltration	Electricity Grid	Charging	Electricity Dispatch
Fleet Infiltration	Baseline Zero	<i>FI1</i>	EG1	CH1	DM1
	Low	<i>FI2</i>	EG1	CH1	DM1
	Medium	<i>FI3</i>	EG1	CH1	DM1
	High	<i>FI4</i>	EG1	CH1	DM1
	Maximum	<i>FI5</i>	EG1	CH1	DM1
Electric Grid Mix	Baseline Generation Capacity	FI4	<i>EG1</i>	CH1	DM1
	High RPS	FI4	<i>EG2</i>	CH1	DM1
	High Nuclear Capacity	FI4	<i>EG3</i>	CH1	DM1
	High RPS/High Nuclear	FI4	<i>EG4</i>	CH1	DM1
Charging	Baseline Charging	FI4	EG1	<i>CH1</i>	DM1
	Last-minute Charging	FI4	EG1	<i>CH2</i>	DM1
	Home-Work Charging	FI4	EG1	<i>CH3</i>	DM1
	No-Charge Window	FI4	EG1	<i>CH4</i>	DM1
	Slow Charge	FI4	EG1	<i>CH5</i>	DM1
	Fast Charge	FI4	EG1	<i>CH6</i>	DM1
	Fast Charge at Home and Work	FI4	EG1	<i>CH7</i>	DM1
	Smaller Battery	FI4	EG1	<i>CH8</i>	DM1
Electric Dispatch	Capacity Factor Dispatch	FI4	EG1	CH1	<i>DM1</i>
	BAU Economic	FI4	EG1	CH1	<i>DM2</i>
	GHG Tax	FI4	EG1	CH1	<i>DM3</i>

Source list

Trip Data	NHTS[46]
New vehicle sales	MI MVR[22]
Vehicle sales growth	AEO2009[20]
Low infiltration	AEO2009[20]
Medium infiltration	Lemoine 2008[43]
Historical HEV sales	U.S. D.O.E, Alternative Fuels & Advanced Vehicles Data Center, HEV Sales by Model[48]
High infiltration scenario	Vyas2009[44]
Daily driving range to suit PHEV ownership	Shiau Samaras 2009[49-50]
Household statistics	2005 American housing survey[45]
Michigan RPS	2008 Clean renewable and efficient energy act[27]
High RPS	CA RPS[51]
New capacity fuel mix proportions	AEO2009[20]
Projected fuel costs	AEO2009[20]



5. Results and Discussion

While the major results of the simulations are the total fuel cycle energy, greenhouse gas, criteria pollutant emissions, and the gasoline displacement by PHEVs, to properly examine these results many interim outputs of the model also must be presented. The PHEV Energy Consumption Model (PECM) results are independent of the Michigan Electricity, Fleet and Emissions Model (MEFEM). PECM uses nationwide travel survey data and its primary output is a weekly vehicle demand curve. For this reason, PECM can be treated as a separate result and can be used for analyzing the response of PHEV infiltration in any region. The following discussion in subsection 5.1 pertains solely to Michigan independent results from the PECM simulations. The PECM results are input into MEFEM to assess the changes in greenhouse gases (subsection 5.2), air criteria pollutants (subsection 5.3), total fuel cycle energy (subsection 5.4), and gasoline displacement (subsection 5.5) for the Michigan system.

5.1 PHEV Energy Consumption Model Results

The outputs of PECM are primarily electricity usage and gasoline consumption for PHEVs. These results will help to explain the emissions impacts of the charging scenarios examined later in Section 5.4. For a more complete discussion of the PECM results see Appendix H.

While the outputs of PECM are size class specific, the following figures and results are based on a light duty PHEV fleet with the size class distribution shown in Table 10. This distribution corresponds to the PHEV distribution observed in the high fleet infiltration scenario, FI4, for the year 2030. Using a weighted average result based on this distribution rather than all results for the individual size class allows for a clearer presentation of PECM results.

Table 10. PHEV Fleet Distribution (based on 2030 High Fleet Infiltration Scenario)

Sub-Compact	Compact	Midsize	Large	Van	SUV	Pickup
7.5%	19.5%	25.7%	10.6%	5.7%	21.8%	9.1%

5.1.1 Daily Variation in PHEV Consumption

In PECM, each day of the week is treated separately and the individual daily loads are strung together to form weekly PHEV charging loads on the electric system. This subsection outlines some of the results of this daily variation under baseline (CH1) charging conditions. Table 11 defines the inputs for the PECM outputs discussed in this subsection.



Table 11. Input Parameters to PECM for Baseline Charging Scenario

Input Type [units]	Code	Baseline Value
Charging Location	CL	Home
Battery Size [kWh]	BS	10.4
Charge Current [A]	CI	12
Charge Voltage [V]	CV	120
Charge Delay [min]	CD	0
Minimum Dwell [min]	MD	0
No-Charge Lower Bound [hour]	NL	0
No-Charge Upper Bound [hour]	NU	0
Last Minute Charging Flag	LM	0

A seven day charging load for an average vehicle is shown below in Figure 38. The one week time period represented along the horizontal axis begins on Tuesday at midnight. The vertical axis spans a charging rate of 0 kW to 1.44 kW, which is the maximum charge rate of a single vehicle in the baseline scenario (CH1). The highest peak in charging occurs at 8PM on most days. Wednesday evening shows the highest charge rate, 0.707kW, which is 49% of the maximum possible charge rate, or 49% of vehicles in the NHTS were charging at that time. Saturday evening, at 9PM, has the lowest peak, 0.503kW, which represents 35% of the maximum charge rate. In this model charging load never drops to zero because there are always vehicles charging at any time. The shape of the weekend loads differ from the weekday loads with a wider bell shape and a more gradual peak. The anomalous peak between Sunday night and Monday morning, circled in Figure 38, is due to the fact that disparate days are strung together. The model uses Monday data to create the midnight hour between Sunday and Monday, thus the magnitude of charging is higher because it actually represents the charging carried over from Monday night loads. This discontinuity exists for each transition between days of the week, but is only noticeable between Sunday and Monday.

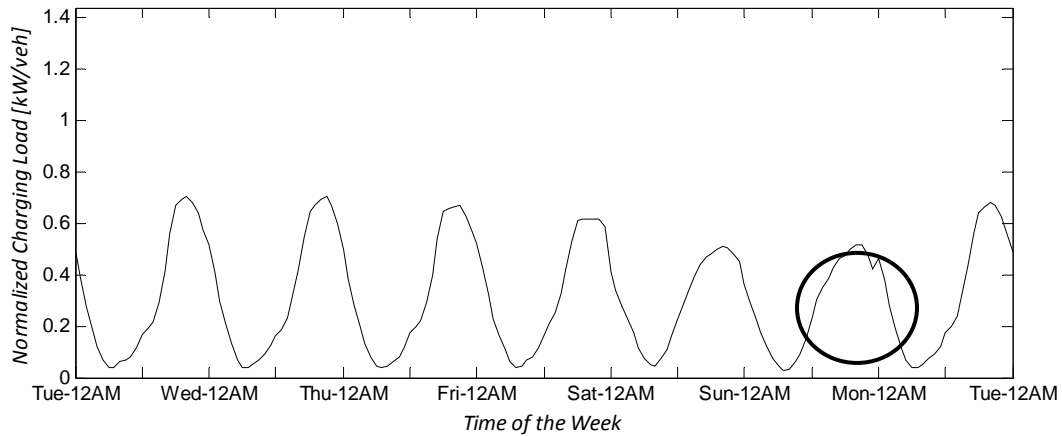


Figure 38. Weekly charging load for the baseline scenario under a 2030 high fleet scenario distribution

Figure 39 displays the percent of electrically driven miles for each day in a one week time period. The results display a fluctuation by day of the week in the percentage of driving propelled by electric power ranging from 53.4% on Sunday to 63.6% on Tuesday.

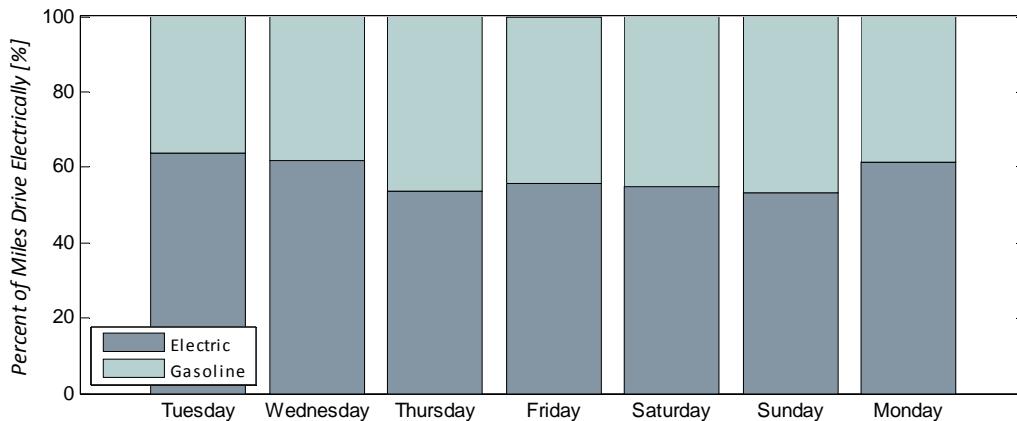


Figure 39. Variation of the percentage of miles driven electrically by day of the week

5.1.2 Charging Scenario Analysis

The main output of PECM, used by MEFEM to evaluate impacts on emissions, is an hourly load curve with PHEV electricity demand in kW per vehicle for every hour of the year. PECM generates seven sets of normalized load curves, one for each vehicle size class, similar to the graph in Figure 38. These charging load profiles are heavily influenced by the inputs to PECM. Table 4, in Section 4.4, indicates the inputs into each of the eight charging scenarios. In order to understand their impacts on emissions, we must first understand the impacts of the different charging scenarios on vehicle energy use. The graphs



in Figure 40 display the average electricity and gasoline consumption per vehicle for each charging scenario. Comparison of the two figures reinforces the intuitive inverse relationship between electricity consumed and gasoline consumed, showing that as more electricity is consumed, less gasoline is combusted. Energy consumption for all scenarios fluctuates around 50 kWh of electricity and roughly four gallons of gasoline per week.

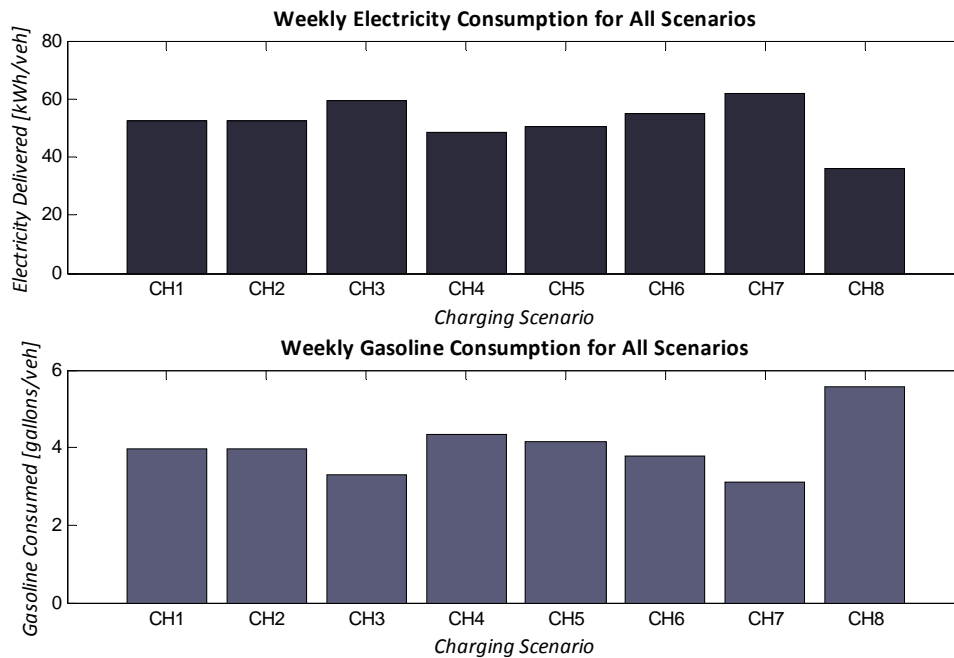


Figure 40. Energy consumption by charging scenario

The values of PHEV electricity consumption shown in Figure 40 are listed below in Table 12. The electricity consumption rates for each scenario are also listed as a percentage change from the baseline. The last minute charging scenario (CH2) shows no change in vehicle kWh consumption rates over baseline charging (CH1) conditions, as last minute charging only shifts the time of charging and does not affect the amount of charging that occurs. The scenarios that reduce electricity consumption are: enforcing a no-charge window (CH4), slow charging (CH5) and decreasing battery size (CH8). The smaller battery size causes the greatest decrease in electricity consumption per vehicle and has the largest impact on charging of any single parameter manipulation. On the other hand, the charging scenarios responsible for an increase over baseline levels are: home and work charging (CH3), fast charging (CH6) and the combination of the two, a fast charge home and work case, responsible for the sharpest rise in vehicle energy consumption. The results show that the most important single parameter that effects



electricity consumption is battery size, followed by allowing vehicles to charge at work as well as home and then enforcing a no charge window.

Table 12. PHEV electricity consumption for all scenarios and percentage deviation from baseline.

Charging Scenario	CH1	CH2	CH3	CH4	CH5	CH6	CH7	CH8
Average Electricity Consumed [kWh/week]	52.5	52.5	59.2	48.5	50.5	54.8	61.8	36.1
Percent deviation from baseline (CH1)	-	0%	+12.8%	-7.6%	-3.8%	+4.4%	+17.7%	-31.2%

Table 13 and Figure 41 summarize the impact of the charging scenarios on the mode driven, charge depleting or charge sustaining. In every scenario with the exception of the smaller battery size scenario (CH8), the majority of driving is done in charge depleting mode in which the vehicle is operating on electric power. Miles driven electrically range from 109 to 184, while miles powered by gasoline combustion, the charge sustaining mode of operation, range from 167 to 98. This means that depending upon scenario, a vehicle will be driving anywhere from 39.5% to 64.5% of its miles on electric power.

Table 13. Weekly Average Driven Miles based on 2030 Fleet Distribution

Scenario	CH1	CH2	CH3	CH4	CH5	CH6	CH7	CH8
Electric Miles [mi/veh/wk]	157.8	157.8	177.4	146.2	152.0	163.5	183.5	108.8
Gasoline Miles [mi/veh/wk]	117.4	117.4	97.8	129.0	123.2	111.8	91.7	166.5
Percent Electric [%]	57.3%	57.3%	64.5%	53.1%	55.2%	59.4%	66.7%	39.5%

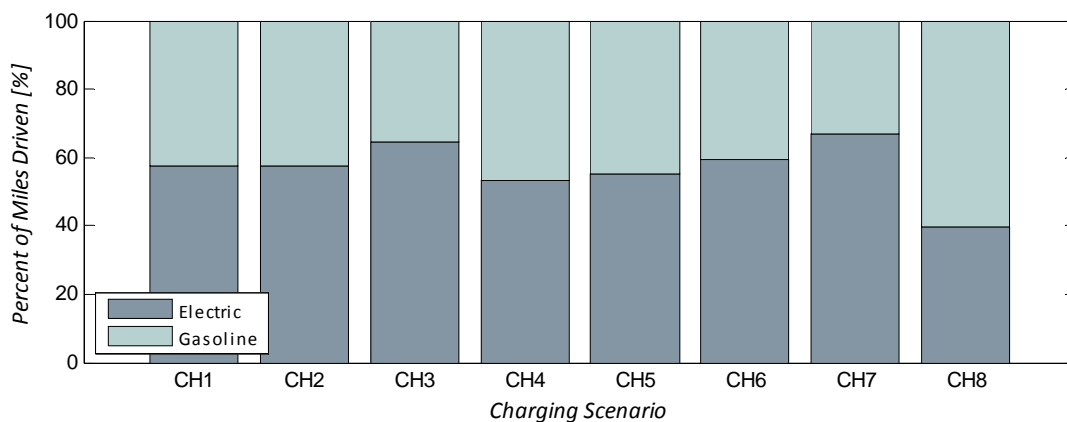


Figure 41. Percentage of travel driven electrically by charging scenario



While the total amount of energy consumption is important, it is expected that the time at which charging occurs may have a large impact on the emissions produced due to the type of generation dispatched to meet that demand. Figure 42 displays the changes to the electric load profile (over a 24-hour period) with the addition of PHEV load for each PHEV charging scenario. The results shown in Figure 42 are from the high infiltration simulation for the year 2030. In all eight subplots, the darker shaded region represents the non-PHEV base electrical load in Michigan in 2030 on a Tuesday in July, chosen to represent a typical summer, high demand load. The lighter shaded region is the PHEV load in 2030 added to the non-PHEV load. The light colored line plotted on top of the darker shaded region represents the PHEV charging load profile independent of the base electric load. The load displayed represents approximately 3,224,000 PHEVs on the road with the size class distribution described in Table 10.

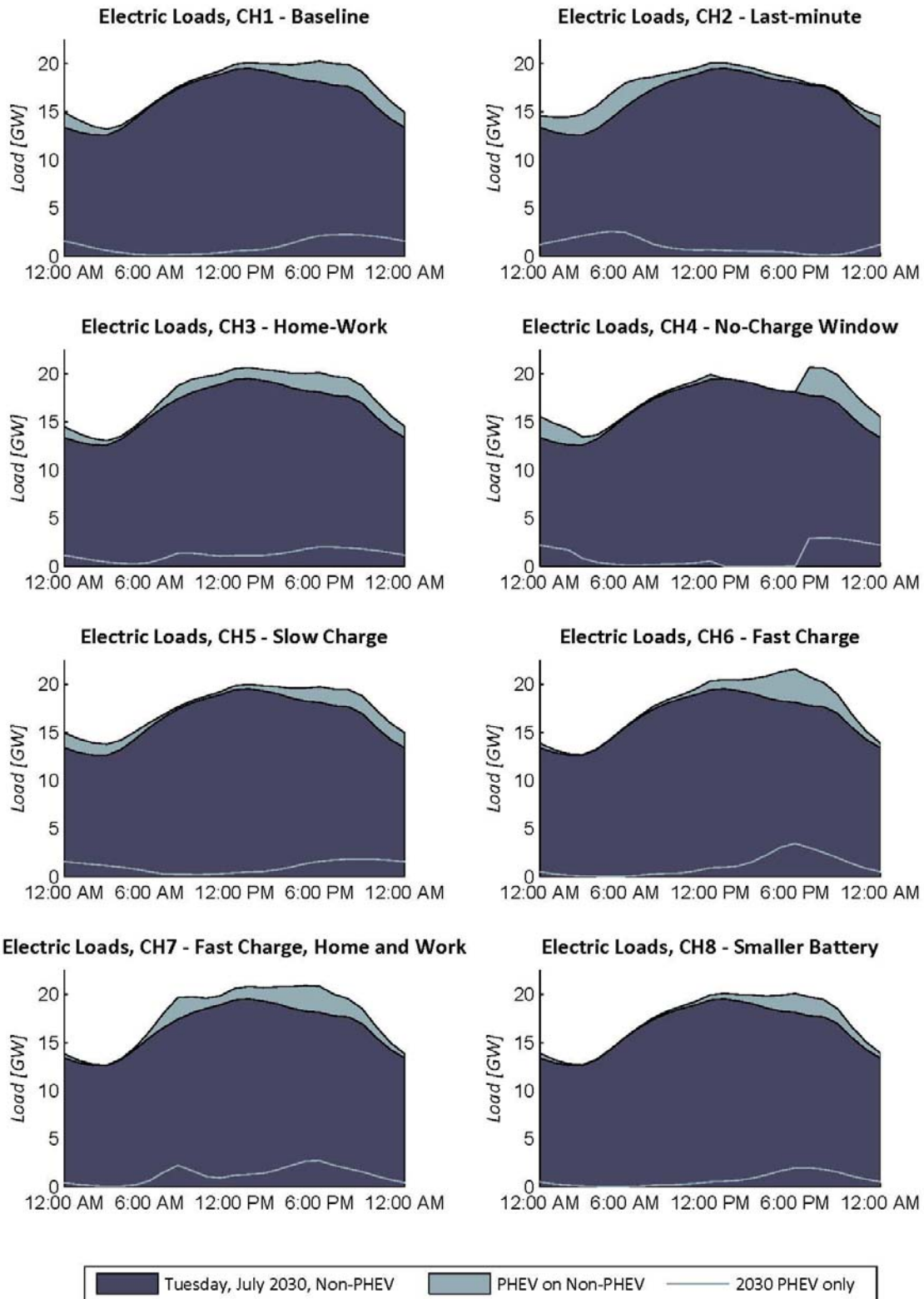


Figure 42. Aggregate PHEV load added to non-PHEV load for a Tuesday in July 2030



In the baseline charging scenario (CH1), the majority of charging takes place after the summertime peak occurs in the intermediate load level range. This has the effect of slightly increasing the peak load while forcing the system to near peak capacity for an extended duration of the day. Last minute charging (CH2) shifts most of the load into the times of least demand and in the morning hours with only a slight increase in peak load. It has the effect of leveling out the load curve, which would allow for more baseload capacity into the electric system. Home and work charging (CH3) increases total energy consumption but distributes the PHEV load across the summertime peak demand. It increases the peak slightly more than the baseline scenario and creates an extended peak period around the existing one. Enforcing a no-charge window (CH4) shifts a significant portion of the charging load into off-peak hours, but creates a new spike in load at 7PM that is larger than the original peak seen under baseline charging conditions. This effect is due to PHEVs essentially queuing up to charge as soon as they are allowed, and may be an undesirable effect of the this type of policy. The slow charging scenario (CH5) flattens and spreads the charging load out over more of the day, avoiding much addition to the peak but again extending the duration of peak loading. Fast charging (CH6) creates a large new peak around 7PM. With PHEVs able to charge quickly, most of the load is occurring in the early evening hours when many people come home from work, contributing to this new peak. Fast charging at home and work (CH7) appears to reduce the size of the new peak observed in CH6 and distributes the charging load over the summertime peak period. Almost no load is being added to the times of minimum demand in this scenario. This implies that a fast charge scenario that employs last minute charging (not examined here) may be the most efficient charging behavior at reducing the fluctuation in grid load. In the smaller battery size scenario (CH8) there is a decrease in the magnitude of the charging load over the baseline profile with most charging occurring in the evening hours.

The relative impact of PHEV charging loads on the electric system demand curve depends on two factors: the number of PHEVs plugging-in to the grid and the charging behavior. The graphs in Figure 42 provide insight into the impact of PHEVs on the overall system load curve. Those of concern to electric utilities are reductions in demand peaks, increases in off-peak usage and shifts in demand from peak to off-peak times. The results of the charging scenarios demonstrate that, on a weekly basis, the baseline charging (CH1), home and work charging (CH3), fast charging (CH6) and home and work fast charging (CH7) cases require a large fraction of PHEV charging to occur during times of high peak or moderate to high peak loads. The last minute (CH2) and slow charging scenarios show a more evenly spread distribution of additional PHEV demand over the weekly load curve. Enforcing a no-charge



window (CH₄), from 1pm to 7pm, increases the minimum load but also creates a sharp new peak at 7pm when the black-out period ends.

5.1.3 Minimum Dwell time and Charge Onset Delay

The scenarios used in the MEFEM emissions analysis do not examine two of the possible inputs to PECM, minimum dwell time and charge onset delay. This was done because the impact of the inputs on the energy consumption and percent of miles driven electrically was too minimal to merit inclusion. PECM was run with minimum dwell times of 30, 60, 90 and 120 minutes. In every case, the difference in electricity consumed compared to baseline was less than 2% and there was almost no visible difference in the shape of the charging curve. This slight change was not enough to expect to see any significant changes in emissions results.

PECM was also run with 30 and 60 minute charge onset delays. This had a less than 1% difference in the total amount of electricity consumed compared to the baseline scenario and simply shifted the charging curve over by about one hour. This slight shift should not have a significant impact on emissions results and, thus, was not included in the present analysis. A much larger charge onset delay, causing a larger shift in the load curve, may have a significant emissions impact. However, since the charge onset delay is meant to represent a period in which the vehicle hardware cools down, a much larger delay seemed unreasonable.

5.2 Greenhouse Gas Emissions

The results from the PECM model described in 5.1 are used as inputs to MEFEM. To assess the impact of PHEVs on greenhouse gas emissions, three greenhouse gases are tracked: Carbon Dioxide (CO₂), Methane (CH₄), and Nitrous Oxide (N₂O). All the results are presented in CO₂ equivalents using global warming potentials as defined by IPCC Fourth Assessment Report over the 100 year time horizon[38]. The specific scenarios analyzed to quantify greenhouse gas emissions are listed in tables at the beginning of each of the following subsections.



5.2.1 Fleet Infiltration Implications

Table 14. List of simulations discussed for PHEV Fleet Infiltration

Simulations	Fleet Infiltration	Electric Generation Capacity	Charging	Electricity Dispatch
Zero infiltration	<i>FI1</i>	EG1	CH1	DM1
Low infiltration	<i>FI2</i>	EG1	CH1	DM1
Medium infiltration	<i>FI3</i>	EG1	CH1	DM1
High infiltration	<i>FI4</i>	EG1	CH1	DM1
Max infiltration	<i>FI5</i>	EG1	CH1	DM1

The number of PHEVs on the road has a significant influence on total fleet emission results. The degree of this effect was investigated by running the simulations listed in Table 14, varying the infiltration scenarios while holding the baseline charging (CH1), baseline electricity generating capacity (EG1), and capacity factor dispatch methodology (DM1) scenarios constant.

The sales infiltration scenarios defined in Section 4.2 determine the number of PHEVs in the light duty vehicle fleet. Figure 43 displays the number of PHEVs in the light duty vehicle fleet with respect to simulation year for all sales infiltration scenarios. The inset plot shows the number of PHEVs, in single units not millions, for the years 2014 through 2016. If approximately 3.3% of the U.S. population resides in Michigan [52], one million PHEVs in the United States would translate to roughly thirty thousand PHEVs in the state of Michigan. Under this assumption, the results of the medium infiltration scenario align with the Obama administration’s goal for one million PHEVs on the road by 2015[1]. This same scenario has 13.3% of light duty vehicles as PHEVs in the final simulation year, 2030. In the low infiltration scenario, PHEVs comprise 3.2% of the fleet in 2030. For the high and maximum scenarios these percentages are 42.6 and 73.3, respectively.

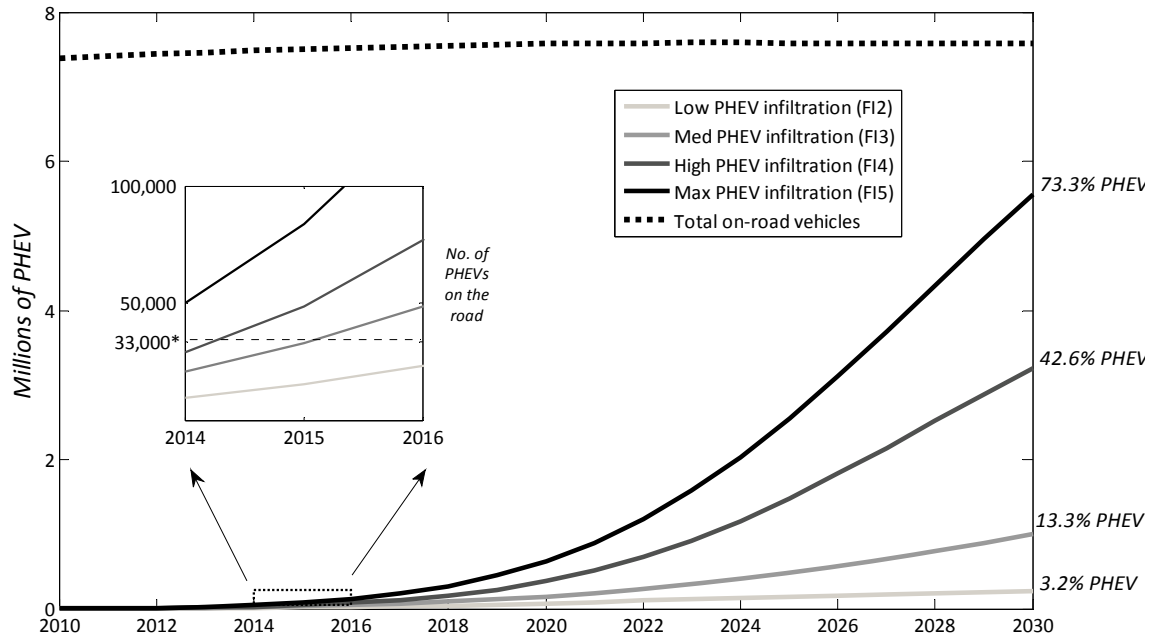


Figure 43. Number of PHEVs on the road, 2010 - 2030

Table 15 below shows the additional electricity (MWh) demand from PHEV addition to the grid in the year 2030 for each infiltration scenario. These values are for PHEV infiltration under the baseline charging (CH1) and baseline electric grid (EG1) scenarios.

Table 15. Additional electricity demand from PHEV infiltration, 2030 (CH1, EG1)

	F12	F13	F14	F15
Total PHEV additional Demand (MWh)	719,566	3,000,861	9,596,797	16,531,227
Percent change from F11 electricity demand (%)	0.60 %	2.49 %	7.96 %	13.71 %

In a fleet of purely conventional vehicles, transportation emissions are the sum of gasoline combustion and upstream emissions. The addition of PHEVs to the fleet reduces total fuel cycle gasoline emissions by displacing conventional vehicle gasoline use, but results in an increase in combustion and upstream emissions from electricity generation. It is important to re-emphasize the issue of emissions allocation mentioned in previous sections. Note that total electricity emissions will be the same for a given pathway regardless of the allocation method; However, the portion of emissions that should be allotted to each demand source (i.e. lighting, HVAC, or, for the purposes of this study, PHEV batteries) is under question. The simplest results to present, as they bypass this issue of allocation, are system wide emissions which are defined as all transportation related emissions and all electricity related emissions



combined. Figure 44 and Table 16 provide system wide GHG emissions in the year 2030 for all fleet infiltration scenarios.

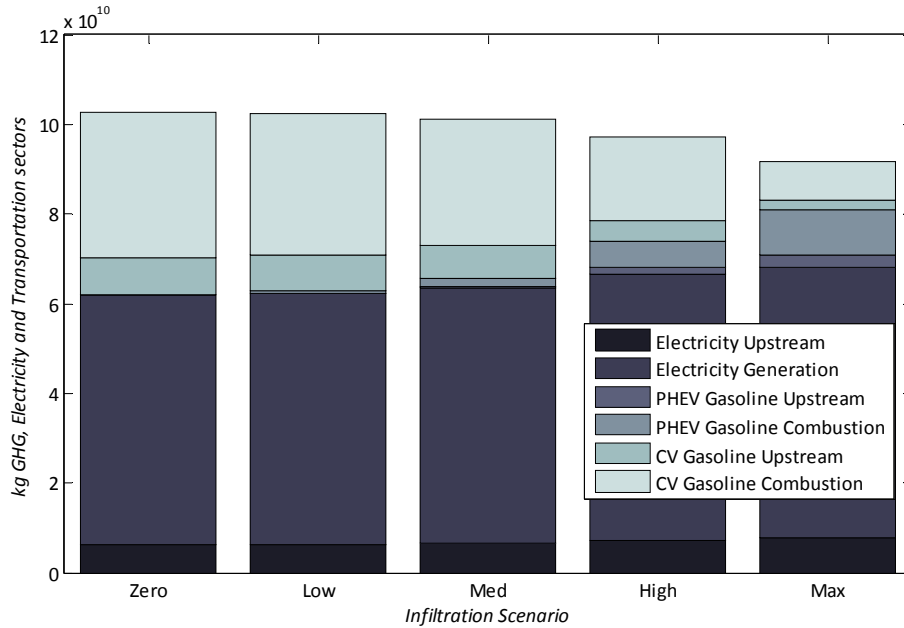


Figure 44. Total GHG emissions for the year 2030 for all infiltration scenarios (EG1, CH1)

Table 16. Change in 2030 GHG Emissions due to PHEV addition (base grid scenario)

Change in Emissions	PHEV Scenario			
	Low	Medium	High	Max
Total Δ Electricity (billion kgCO ₂ e)	0.35	1.44	4.48	6.29
Total Δ Gasoline (billion kgCO ₂ e)	-0.75	-3.14	-10.02	-17.26
Net Change (billion kgCO ₂ e)	-0.40	-1.70	-5.54	-10.97
Deviation from Zero PHEV Scenario (%)	-0.4%	-1.7%	-5.4%	-10.7%

Table 16 and Figure 44 illustrate the simultaneous increase in electricity emissions and decrease in gasoline emissions for the year 2030. The resultant total emissions are lower in all infiltration scenarios, with the difference from the zero PHEV simulation increasing with increasing infiltration.

Table 17 shows the size of the total emissions reduction created for the entire timeframe explored, in which the summed emission totals for every year are compared. Here, the percent reduction in emissions is much smaller due to the relatively slow PHEV infiltration for the first several years.



Table 17. Change in full timeframe GHG Emissions due to PHEV addition.

	Zero	Low	Med.	High	Max
Total Emissions 2009-2030 (billion kgCO ₂ e)	2619	2616	2609	2588	2561
Total difference from Zero (billion kgCO ₂ e)	-	-3.19	-10.22	-31.06	-58.00
Deviation from Zero PHEV Scenario (%)	-	-0.12%	-0.39%	-1.19%	-2.24%

The next step is to allocate a portion of the emissions generated by electricity to the transportation sector, and examine only transportation related emissions using the methodology outlined in Section 3.5. Ascribing the net reduction seen in Table 16 to PHEVs is an example of marginal emissions allocation.

In the marginal allocation method, emissions are assigned to PHEVs by comparing the emissions from the PHEV scenario to the emissions in the base, zero PHEV scenario. In the PHEV scenario, additional demand is placed on the system due to PHEV charging. To meet this demand, existing plants are either utilized more, or new plants are built. The size of the new plants needed to meet RPS and spinning reserve requirements is dependent on the number of PHEVs and the outputs of PECM. In addition to the additional renewable generation due to the increase in electricity demand, more new capacity will be added for reserve margin to accommodate PHEV load distributed over the annual peak demand. New plants are given the characteristics of those found in Appendix B, which are cleaner and more efficient than the initial assets in 2010. As per the stacking methodology, these plants will be utilized before many of the older plants, and typically have lower emissions than older plants, as seen in Appendix G. The majority of the difference in emissions due to the additional PHEV load will typically come from these new plants. If the PHEV load is added to off-peak demand, or 'valley-filling', then while the excess electricity requires more renewable energy to meet RPS, no new capacity will be necessary for spinning reserve, and the demand for PHEVs will be met by existing, dirtier plants. This implies that the marginal emissions of PHEVs will be lower if PHEV load is added to peak periods rather than off-peak.

Average emissions allocation analyzes the plants used to satisfy load at every hour, and develops an average emission per kW for each hour. These hourly average emissions factors are then applied to the PHEV load. The hourly average takes into account the entire generation mix. Adding new, cleaner capacity reduces the average emission factor, but, unlike the marginal allocation methodology,



the dirtier, existing grid has a significant impact on this average. For this reason, average allocation typically results in higher emissions allocated to PHEVs than marginal emissions. See Appendix G for a more in depth discussion of the changes in the electricity mix and effects of allocation methodology. In Figure 45 a graph of the 2030 grid mix under the EG1 scenario shows the proportion of the fuel mix emissions for average and marginal allocation.

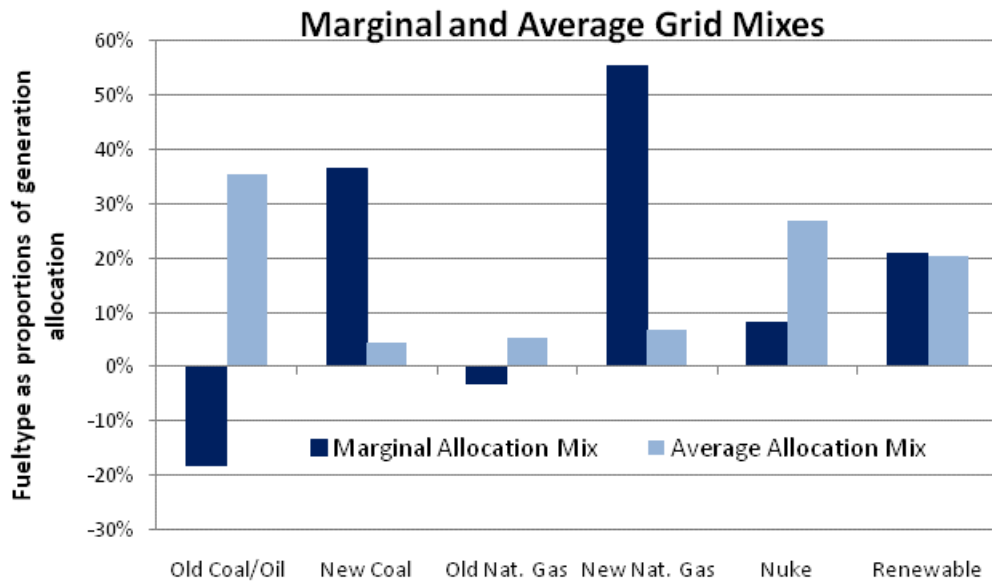


Figure 45. Marginal & Average Grid Mixes

Figure 44 shows the total system greenhouse gas emissions in the year 2030 for both the electricity and transportation sectors. Figure 46, below, shows the greenhouse gas emissions for the transportation sector alone, under the high PHEV scenario, using both allocation methods. These graphs also show total greenhouse gas emissions under the zero PHEV scenario for comparison. In Figure 46, the total GHG emissions displaced over the 20-year timeframe are represented by the area labeled 'avoided emissions', or the size of the 'wedge' between the zero PHEV scenarios and the top of the scenario emissions curve. Electricity emissions increase in both allocation methods as total gasoline emissions decrease over time due to the increase in PHEVs on the road. In Figure 46 below, the average allocation emission method (Right) typically ascribes a greater portion of the electricity emissions to PHEVs, again because the baseload coal-fired generation emissions are taken into account. Both allocation methods show that it takes a substantial amount of time before plug-in vehicles comprise enough of the fleet to create an appreciable difference.

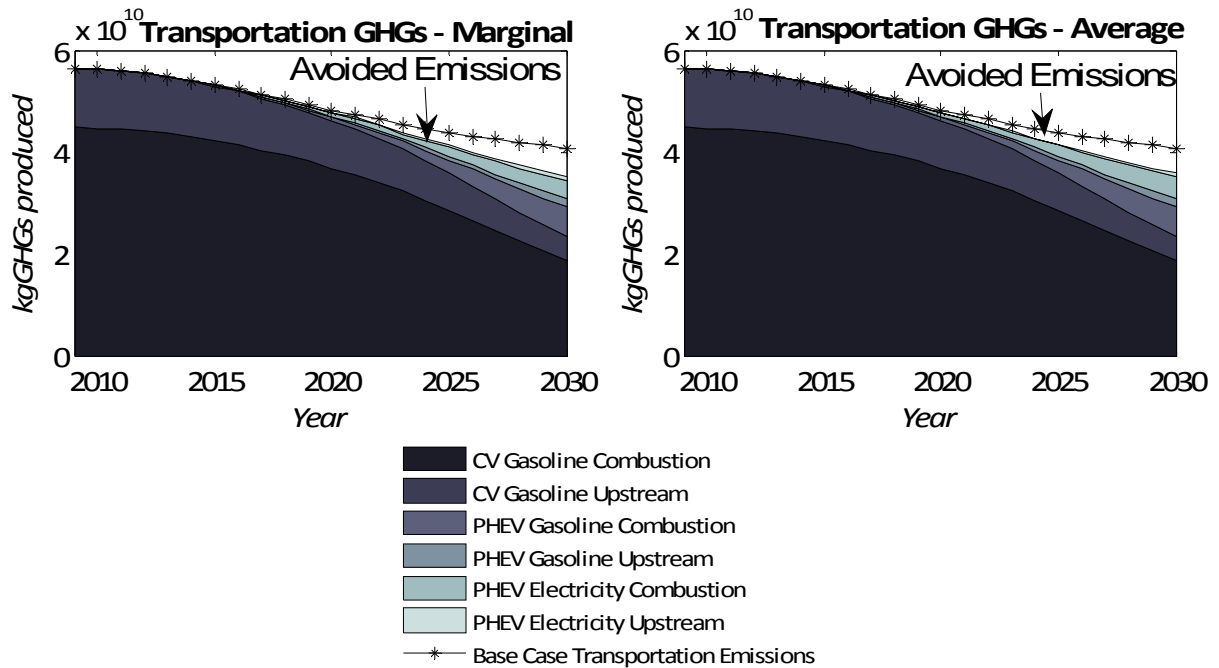


Figure 46. Transportation sector marginal and average emissions under high PHEV infiltration.

Figure 47 and Table 18 below, show the same trend of decreasing transportation sector emissions due to the increase of plug-in vehicles in the fleet, as well as the difference in emissions between the allocation methods.

Table 18. Total fuel cycle GHG emissions (billion kg), transportation sector, 2030 (data for Figure 40)

FI Scenario	Total Transportation Emissions (billion kg)		Percent Change	
	Average Allocation	Marginal Allocation	Average Allocation	Marginal Allocation
FI1 (Zero)	1,074	1,074	0.00%	0.00%
FI2 (Low)	1,071	1,070	-0.29%	-0.30%
FI3 (Med)	1,064	1,063	-0.92%	-0.95%
FI4 (High)	1,044	1,043	-2.72%	-2.89%
FI5 (Max)	1,023	1,016	-4.73%	-5.40%

These results are produced under baseline charging (CH1) conditions where the additional PHEV demand increases the system peak load (reference Figure 37 in subsection 5.1.1). The model builds new generation capacity to meet the additional demand when PHEVs are charged in the evening. These new plants will have a higher capacity factor than some of the older plants of the same type and thus will be used more often.

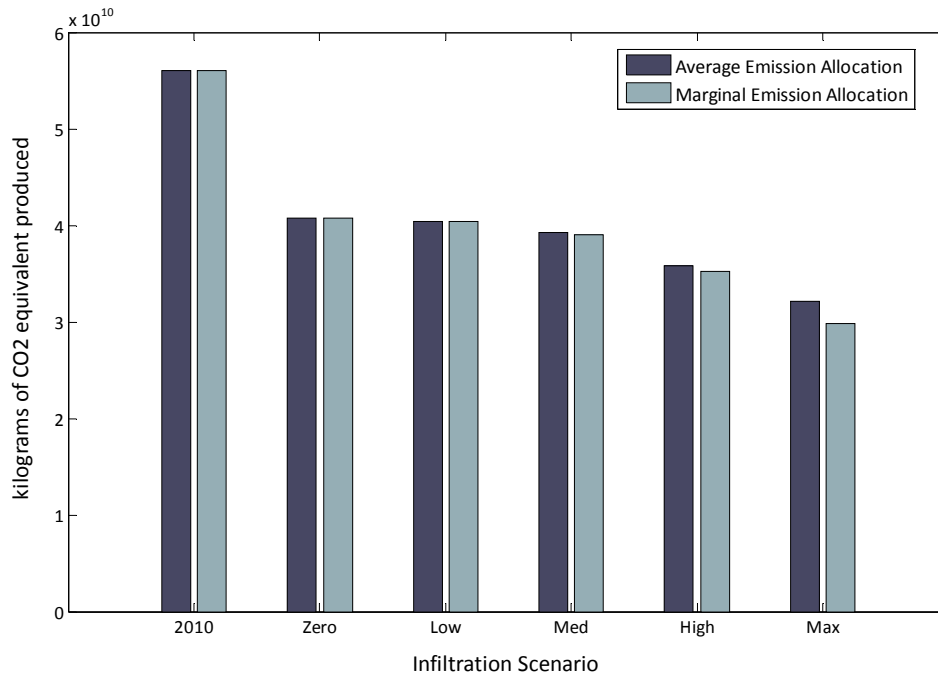


Figure 47. Total transportation sector greenhouse gas emissions, both allocation factors

Figure 48, below, displays the electric load profile, dispatched generation by fuel type and the emissions from this generation attributable to PHEV demand as a function of time over a 48 hour period in July 2030. The electricity generation PHEV emissions are shown for both allocation methods. The comparison of these graphs side by side provides insight into which fuel sources are being used to meet electricity demand as it varies with time and the resulting impact on emissions. This is particularly important when considering average emissions allocation methods, as fuel type is an indicator of the magnitude of emissions rates that are typically seen in electricity generation (See Appendix G. Emissions allocation example from MEFEM). The marginal emissions are dependent on the marginal fuel mix of the supplied electricity in any given hour. The marginal fuel mix, shown in Figure 45 for 2030, is what the fuel supply mix would look like if, at every hour, the electricity supply without PHEV levels, graph 2 in Figure 48, were subtracted from those in graph 3, Figure 48. This plant fuel types that supply this marginal grid mix would dictate the marginally assigned emissions to PHEVs shown in graph 4 of Figure 48. During the dip in marginal emission levels observed in the hours around 18 – 20, there is a decrease in imported energy, the majority of which is supplied by coal fired plants. The marginal emissions appear to take on a negative trajectory while average emissions stay fairly constant.

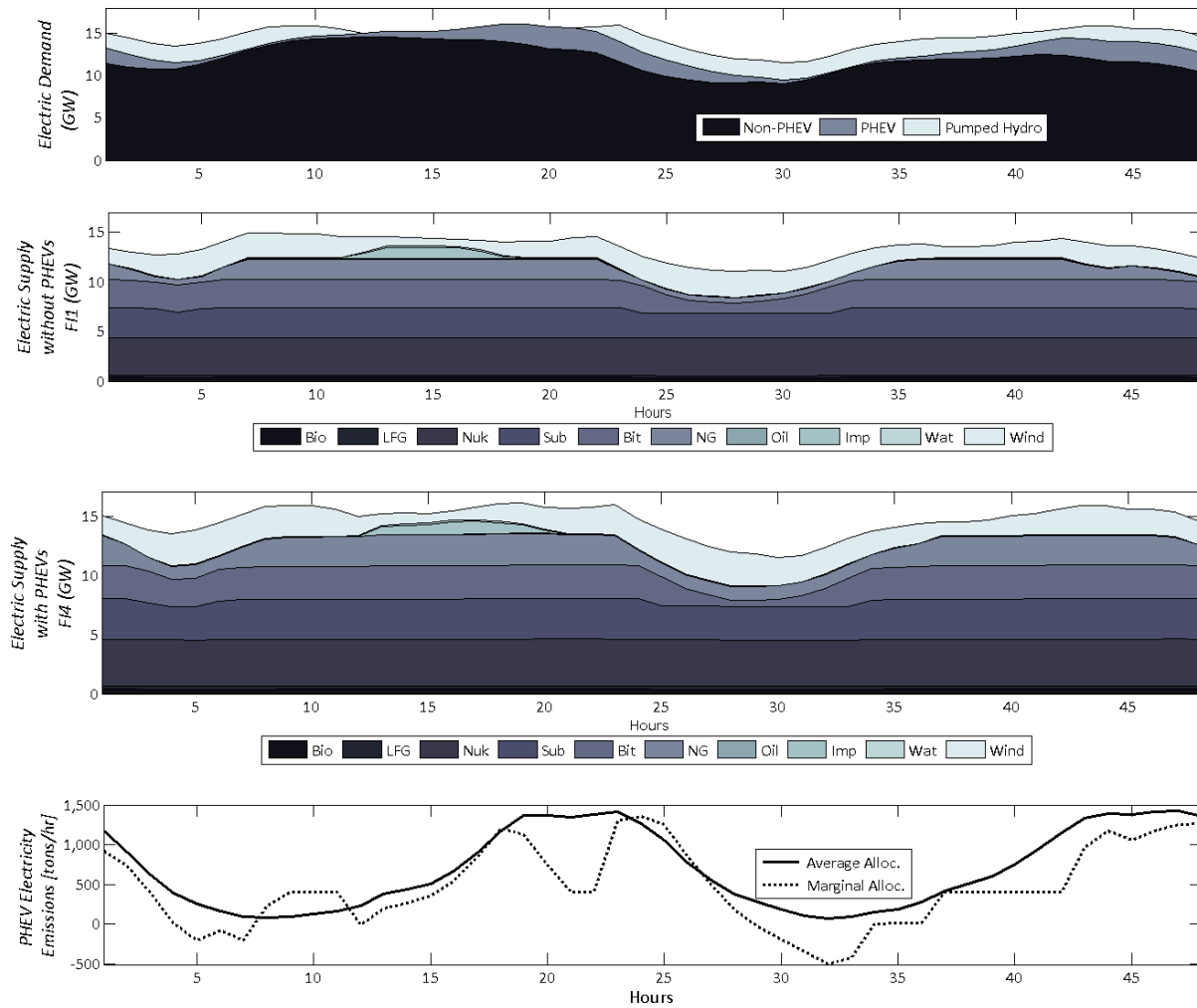


Figure 48. Load, fuel mix and emissions, 2 days in July 2030 (base grid and charging, high PHEV)

5.2.2 Electricity Generation Capacity Implications

Table 19. List of scenarios discussed in Section 5.2.2.

Scenarios	Electric Generation Capacity	Fleet Infiltration	Charging	Electricity Dispatch
Baseline (MI RPS)	EG1	FI1 & FI4	CH1	DM1
High RPS	EG2	FI1 & FI4	CH1	DM1
High Nuclear	EG3	FI1 & FI4	CH1	DM1
High RPS/High Nuclear	EG4	FI1 & FI4	CH1	DM1

The previous subsections discuss how both the timing and total amount of PHEV energy demand affect the emissions. Another important factor is the effect of changes in the generating capacity fuel



mix on these pathways and in turn how the new vehicle related grid demands impact power generation requirements. Note that in the scenario table, Table 19, F11 scenarios are listed to account for new baseline scenarios. The results are the impact of PHEVs on a grid type, not the impact of different grid types. The increase in electricity consumption from PHEV battery recharging under every grid scenario for the high PHEV inciltration is 9,596,797 MWh.

The electricity generation capacity scenarios heavily influence the generation fuel mix of the future grid. In Figure 49, below, the larger pie chart on the left displays the fuel mix of the Michigan grid in the year 2009, the first year of simulation. The four pie charts on the right represent the fuel mixes for the year 2030 under each of the four electricity generation capacity scenarios discussed in Section 4.3. The results show that the implementation of a more aggressive RPS, like the one in the EG2 scenario, results in fewer additions of coal and natural gas generating units, than the more modest RPS case of EG1. This happens because building renewable plants to meet renewable requirements takes priority. Under the EG3 (nuclear) and EG4 (high renewable and nuclear) scenarios, there is growth in natural gas generation but a significant decrease in coal generation. This is caused by the generating unit retirement schedule employed in these two scenarios. In EG3 and EG4, accelerated decommissioning of units retires a substantial amount of coal capacity to allow for the addition of nuclear power. Only coal plants are retired at an accelerated place in this retirement schedule, all other scheduled decommissioning remain the same as EG1 and EG2.

All four scenarios result in a decrease of fossil fuel use in power generation over time, at varying degrees compared to the 2009 fuel mix. This decrease is due mostly to the RPS scenarios employed, as even the base case scenario assumes that the Michigan legislature will extend the current RPS from 10% by 2015 to 20% by 2025, which is a substantially cleaner generation mix than the present.

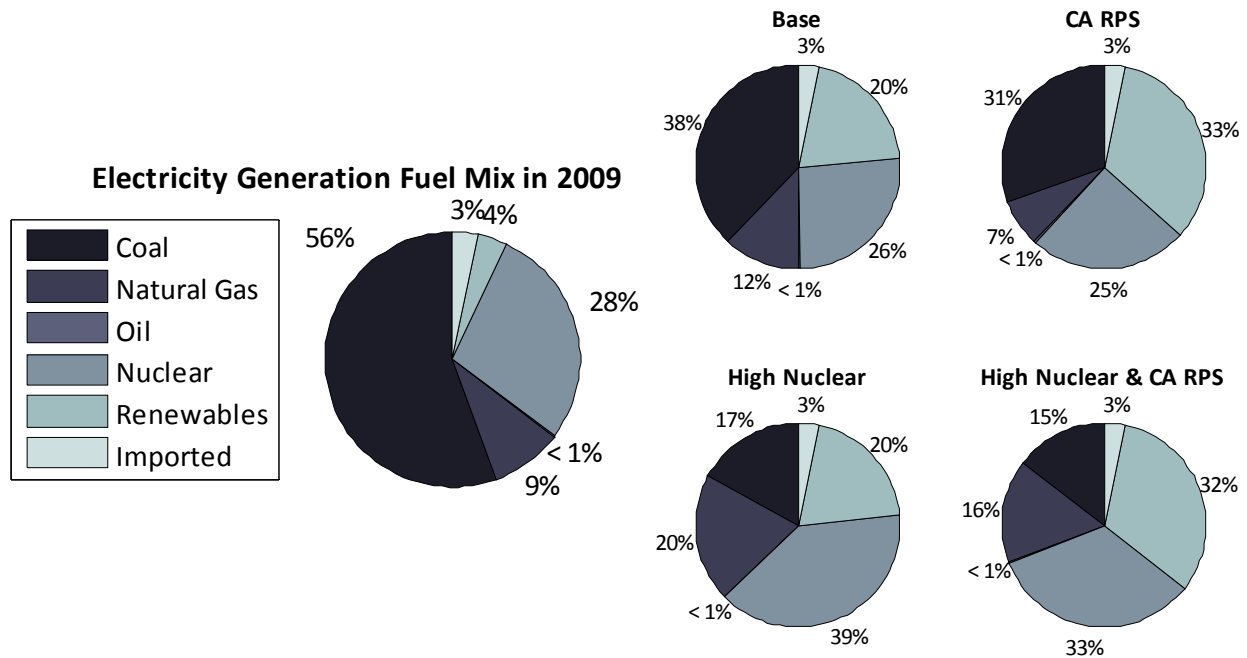


Figure 49. 2030 Fuel mix for the four grid scenarios

Table 20 below, shows the full fuel cycle emissions (thousand tons) from electricity generation in 2030 under each electric grid scenario. The fourth column in Table 20, difference in total system GHG emissions, shows the percent increase in total fuel cycle GHG emissions from total system electricity generation over the entire year of 2030 between the zero and high PHEV infiltration scenarios. The aggressive renewable scenario, EG2, shows the greatest percent increase in total system emissions from the addition of PHEVs to the grid. In the no PHEV case for this scenario a large amount of new renewable generation capacity is built to satisfy the RPS requirements. These renewable additions provide enough system capacity to meet the marginal capacity reserve requirement resulting in zero non-renewable plant additions. Since all new capacity has zero emissions, the total system capacity is kept low. In the high infiltration case of the EG2 scenario, the additional PHEV load causes new plant additions for the marginal capacity reserve requirement. In this case, the new capacity needs are met with roughly 665 MW of natural gas and 440 MW of coal capacity. These changes are responsible for the high percent change in system GHG emissions between the infiltration cases of the high renewable scenario.



Table 20. GHG (kgCO₂e) emissions comparison, 2030

EG Scenario	Total System GHG emissions (F11) (thous. ton)	Total System GHG emissions (F14) (thous. ton)	Total System Difference (F14 – F11) (%)
EG1	61,971	66,454	7.23%
EG2	49,255	53,098	7.80%
EG3	41,824	43,607	4.26%
EG4	35,690	37,161	4.12%

As the grid mix becomes successively cleaner, from electricity generation capacity scenarios EG1 through EG4, PHEV greenhouse gas emissions per mile (kgCO₂e/mile) driven in the year 2030 are reduced, as seen in Figure 50. Figure 50 along with Table 21 also displays the difference in emission allocations methods, with greater reductions in marginal emissions than in average emissions. The error bars indicate PHEVs driven in charge sustaining and charge depleting modes using both the nominal marginal and average factors. The positive errors are the GHG emissions attributed to purely gasoline consumption whereas the negative error bars are those as if solely electricity was consumed to propel PHEVs.

The difference in kilograms per mile between the average and marginal allocation methods is small in EG2 compared to the other three electric grid scenarios. In EG2, the high RPS requirements result in a large quantity of zero emission renewable capacity added to the system, the majority of which is wind (90%). The addition of wind affects both marginal and average allocation because it is applied to the system as a negative load. In the EG3 and EG4 scenarios, there are greater numbers of generating asset retirements, necessitating the addition of more capacity to meet the MISO regulation. The new capacity additions to meet reserve requirements do not include any renewable sources except for a very small percentage (5 %) of LFG/biomass. The observed improvements in the CV fleet from 2010 to 2030, which are not present in the PHEV fleet, are due to the fact that fuel economy improvement factors are applied to CVs. Therefore the kilograms per mile emission factors of PHEVs do not change over the 20 year period like the CV fleet.



Table 21. Total fuel cycle GHG emissions per mile, 2030 (data for Figure 42)

kg / mile		GHG (kgCO ₂ e) / mile			
CV, 2010	0.5298	EG Scenario	Average	Marginal	Difference
CV, 2030	0.3754	EG1	0.267	0.258	0.008
		EG2	0.246	0.246	0.000
		EG3	0.231	0.200	0.031
		EG4	0.221	0.193	0.028

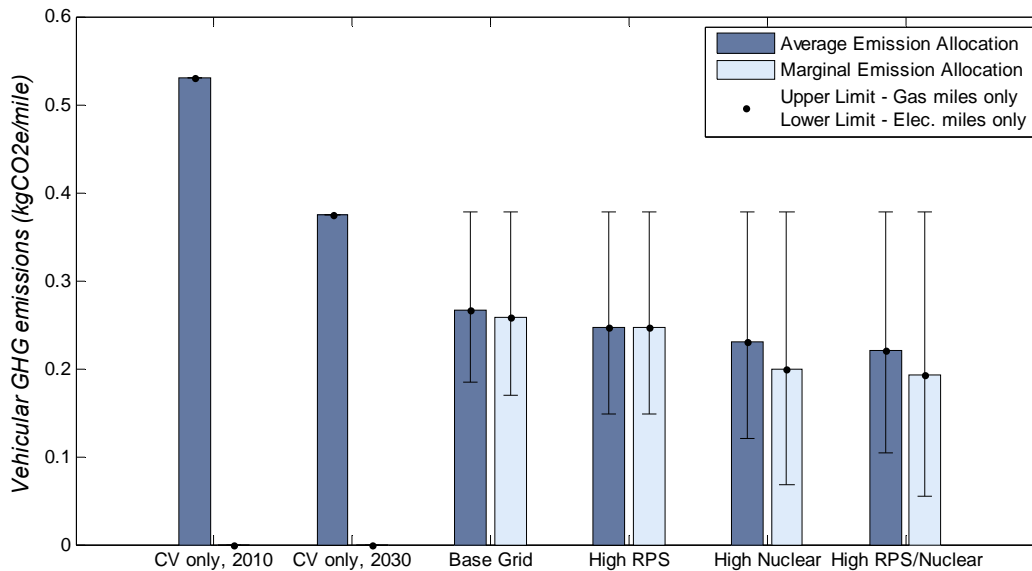


Figure 50. Per mile GHG emissions, 2030

The impact of each grid mix scenario on power generation greenhouse gas emissions are provided in Table 22 below. The middle column represents the net change in emissions over the 20-year time period under all four scenarios for both the zero PHEV and high PHEV infiltration cases. The column on the right displays the difference between the fleet infiltration cases under each grid mix scenario. This column is the change in emissions from electricity generation attributable to PHEV energy consumption; namely the impact of these new marginal demands on the grid.



Table 22. Percent change in electric sector GHG emissions, 2010 to 2030

Scenarios	Change in GHG emissions	Impact of PHEV additional demand
Base(EG1), FI1	- 24.86%	+ 4.86%
Base(EG1), FI4	- 20.00%	
High RPS(EG2), FI1	- 40.94%	+ 4.24%
High RPS(EG2), FI4	- 36.70%	
High Nuclear(EG3), FI1	- 53.01%	+ 1.41%
High Nuclear(EG3), FI4	- 51.60%	
High RPS/High Nuclear(EG4), FI1	- 60.39%	+ 1.04%
High RPS/High Nuclear(EG4), FI4	- 59.35%	

In the base case, greenhouse gas emissions from electric power generation decrease by approximately 25% over the projection period, due to the imposed RPS standards. Adding PHEVs to the grid increases electricity use, increasing electricity sector emissions, decreasing the net reduction from the baseline scenario by 5%. The results of the other scenarios demonstrate how cleaning up the grid's predominately coal-fired baseload assets produce a considerable decrease in associated greenhouse gas emissions, of up to 60% in this study's optimal scenario. Overall, these results indicate that policy-imposed constraints can command significant decreases in electricity generated greenhouse gas emissions by forcing electric sector transitions to low CO₂ generation. Furthermore, it supports the replacement of dated and dirty coal plants with cleaner generation technologies to promote significant emission improvements (per MWh generated), regardless of the size of PHEV charging load. If older plants are taken off sooner and cleaner baseload generation is brought online, total emissions for the grid will be greatly reduced over time, reducing the emissions allocated to PHEV. A higher RPS does improve the grid, but increasing PHEV loads require the additions of "dispatchable" generation sources. Dispatchable refers to those plants that are added to meet capacity marginal reserve requirements, or in other words plants with high availability factors.



5.2.3 PHEV Charging Behavior Implications

Table 23. List of scenarios discussed in Section 5.2.3.

Scenarios	Charging	Fleet Infiltration	Electric Generation Capacity	Electricity Dispatch
Base	CH1	FI4	EG1	DM1
Last Minute	CH2	FI4	EG1	DM1
Home & Work	CH3	FI4	EG1	DM1
Blackout Window	CH4	FI4	EG1	DM1
Slow Charge	CH5	FI4	EG1	DM1
Fast Charge	CH6	FI4	EG1	DM1
Fast Home & Work	CH7	FI4	EG1	DM1
Smaller Battery	CH8	FI4	EG1	DM1

As noted previously in Subsection 5.1, the charging habits of drivers affect the demand on the grid. As this load changes, the assets which are dispatched to serve this demand will also change. Restrictions on charging can also influence the amount electricity versus gasoline consumed by a PHEV driver. Figure 51 depicts the greenhouse gas emissions, in kgCO₂e/mile, under different charging scenarios, for a high PHEV infiltration, baseline electricity generation capacity, and capacity factor dispatch condition. Note the differences amongst all eight charge cases between marginal and average allocation methods, especially for the fast charge scenarios (CH6 and CH7). The pronounced differences for the fast charging scenarios are due to high spikes in peak demand, as discussed in Section 5.1.2, which require a larger amount of new capacity to be added to the system. Again, much of the affect to emissions from the grid are tied to the amount of new capacity that is necessary. ‘Valley filling’ scenarios, such as last minute charging or blackout periods do not increase the peak load, and therefore new capacity to meet spinning reserve is not needed. Since these new, cleaner energy sources are not brought online, the emissions associated are higher. Fast charging scenarios, CH6 and CH7, create a sharp spike in demand near peak hours, and require the highest amount of new capacity. Since the new installed capacity includes technology improvements, and as such is cleaner in than the existing generation, these scenarios result in the lowest emissions.

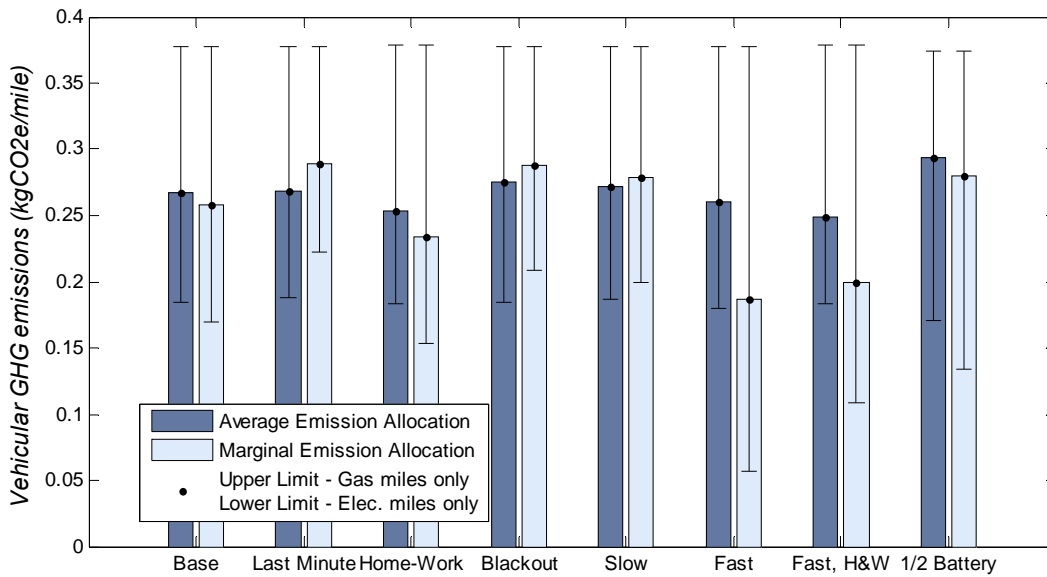


Figure 51. Per mile greenhouse gas emissions for each charging scenario

5.2.4 Electricity Dispatch Method

Table 24. List of scenarios discussed in section 5.6.

Dispatch Scenarios	DM	FI	EG	CH
Capacity Factor Dispatch	1	4	1	1
BAU Economic Dispatch	2	4	1	1
GHG Tax Econ. Dispatch	3	4	1	1

PHEV emissions vary between different electricity dispatch algorithms. This study used two methods to simulate power plant dispatch: capacity factor dispatch, described in subsection 3.4.3, and a stacked economic dispatch, subsection 3.4.4. In stacked economic dispatch, the dispatch order is based on fuel prices (\$/mmbtu) and GHG emission costs (\$/tonCO₂e). This Economic Dispatch model uses the plants with the cheapest fuel for energy price first, up to the availability factor adjusted power associated with each plant’s fuel type. The results presented up to this point have been based on Capacity Factor Dispatch. However, several simulations were also run under the Economic Dispatch methodology. The results from the Economic Dispatch model shown in this subsection are GHG emissions per mile and grid fuel mix changes.

One difference between the Capacity Factor and Economic Dispatch methods is visible through comparison of the grid fuel mixes in the year 2030 displayed below in Figure 52. The most significant differences exist between the percentages of coal and natural gas in the fuel mix. Economic dispatch



utilizes much more coal than natural gas due to the high costs of natural gas compared to those of coal. The economic dispatch method assigns power bands up to maximum proportion of the time the plant would be available based on availability factor. Capacity factor dispatch assigns power bands based on plant *capacity factor*, and caps maximum generation based on to the proportion of the actual unit's generation to the maximum theoretical energy the plant could provide on an annual basis.

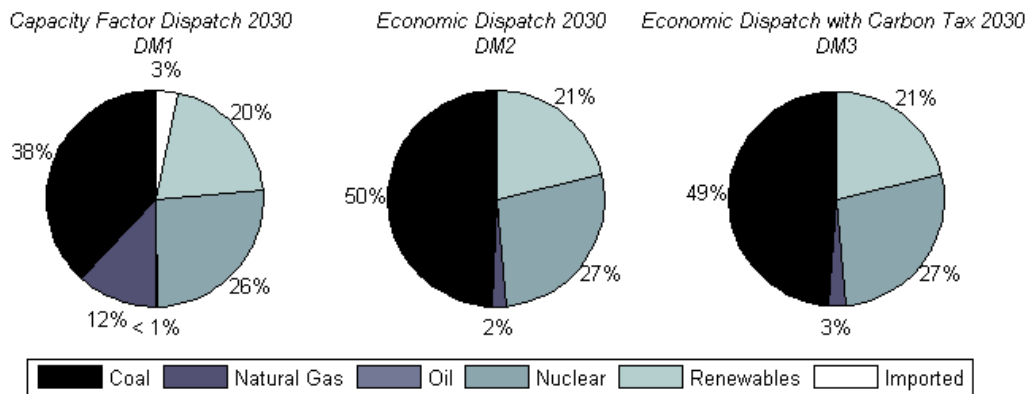


Figure 52. Electric Fuel mix for 2030 for all three dispatch scenarios

The Michigan grid has a large amount of coal with an initial nameplate capacity of coal assets of approximately 9,900 MW. If these coal assets were dispatched to their availability factors, the generation would be roughly 50% greater than the actual output these plants produced according to their historical capacity factors. Michigan is home to the second-oldest fleet of baseload coal plants in the nation with an average age of 49 years ([53]). The costs associated with dispatching older plants are greater than those of newer plants. As plants age they require more maintenance. Over time, these units will experience losses in thermal efficiency thereby requiring more fuel input per unit of energy generated. The Economic Dispatch model dispatches coal to its availability factor adjusted power because coal is a relatively cheap fuel source, and heat rates, which determine how much fuel a plant consumes, remain unchanged throughout the years, as do emissions factors. Aside from fuel and emissions prices, operational costs are not considered in dispatch decisions, which, due to the age of the Michigan's coal fleet, are not trivial. Since availability factors within the model are based on fuel type averages, the output of older plants may be overestimated.

In the baseline scenario for economic dispatch, the model only considers the cost of fuel when deciding how to dispatch the generating assets. In addition to fuel prices, the economic dispatch model



is designed to respond to greenhouse gas emissions costs which were modeled after those in the Environmental Protection Agency (EPA) analysis of the American Clean Energy and Security Act, H.R. 2454 – GHG emissions and economic costs. However, as the results in Figure 52 show, a GHG emissions tax at the level proposed in H.R. 2454 is not high enough to reduce coal-fired electricity generation within the state.

Another limitation of the Economic Dispatch model is the absence of seasonal variation in natural gas prices, which may be one reason for the lack of natural gas generation present in the results. This deficiency in natural gas generation has significant effects on the emissions attributed to PHEVs between the two allocation methods. Both dispatch methodologies are stacked power dispatches; the difference is the order and size of the stacks. As such, operating limitations or competitive market considerations, such as minimum load levels, minimum stable operating levels, minimum run times, generation efficiency decline, ramping rates, operation and maintenance costs, plant construction costs, T&D costs, etc. are not modeled. These modeling assumptions have the greatest effect on generation and dispatch results under the economic dispatch method. The ability of a plant to ramp up and down (increasing or reducing output to meet fluctuations in demand) in response to changes in electricity demand can vary with the fuel used to generate the electricity. For example coal plants have long ramp up times. Therefore, they are predominately used as baseload or intermediate plants. Alternatively, natural gas generators have fairly short ramp up times and thus are used to meet peak demands. Based on these dispatch characteristics, baseload and intermediate plants that operate on a continuous basis are generally coal fired generators while peaking plants that operate in an intermittent dispatch mode are typically natural gas turbines. In real market conditions, natural gas turbines are dispatched to meet peak demands despite their high fuel costs per MWh generated.

Table 25 shows the GHG emissions per mile for the PHEV fleet as it varies with electricity dispatch and emissions allocation methods. The PHEV emissions under the average allocation method vary by only 1.3% between the Capacity Factor Dispatch and Economic Dispatch under carbon cost constraints scenario suggesting that during times when PHEVs are charging the instantaneous fuel mix of the electricity grid is similar in both dispatch methodologies. Note that these results are for the baseline charging scenario (CH1) where PHEVs charging predominately takes place during early evening hours. On the other hand, under the marginal emission allocation method more extreme variations occur between Capacity Factor Dispatch and Economic Dispatch under carbon costs constraints with a 16% increase in the DM3 scenario over Capacity Factor Dispatch. This difference between allocation



methods is due to the absence of natural gas in marginal generation supply in the Economic Dispatch method. In the Economic dispatch simulations, marginal electricity demand is met by coal plants the consequence of which is the assignment of a larger amount of coal emissions to the PHEVs. Marginally assigned PHEV emissions are lower than those under the average allocation method in the case of Capacity Factor Dispatch, but are higher in the Economic Dispatch method due to the differences in intermediate and peaking generation fuel mixes.

Table 25. Comparison of PHEV per mile CO₂eq emissions

PHEV fleet emissions rate (g CO ₂ e/mile)	Dispatch Method		
	DM1	DM2	DM3
Average Allocation	271.5	269.1	267.9
Marginal Allocation	258.3	305.6	299.7

Marginally assigned PHEV emissions are lower than those under the average allocation method in the case of capacity factor dispatch, but are higher in the economic dispatch method due to the differences in intermediate and peaking generation fuel mixes between the methods. Under the average emissions allocation method PHEVs are being assigned an average GHG emissions rate based on the carbon intensity of all electricity generation in each hour. This remains relatively constant under the two dispatch methods due to a high proportion of the generation, largely both the baseload and renewable generation, being from nearly the same sources for each method. Under the marginal allocation method, PHEVs are assigned the incremental GHG emissions from power plants operating during battery recharging which would not be operating if PHEVs were not present, termed here as the ‘marginal mix’. Because the cost of generation of natural gas is much higher than that of coal, the economic dispatch uses almost exclusively coal power in its marginal mix. In the capacity factor dispatch, the marginal mix is largely the existing natural gas peaking plants and new, cleaner generation. This difference in fuel mix accounts for the high variation in marginal results between the two methods. Other studies have used similar methods to the economic model employed in the present analysis, and a similar tendency to allocate high emissions on the margin was observed in the results of the study by Axsen, Kurania, McCarthy and Yang at University of California, Davis[54]. These high emissions in marginal allocation suggest that simplified economic dispatch methods should not be used with marginal allocation methods as they do not account for many of the complexities inherent to the



electricity dispatch. These complexities include generator ramping constraints (coal-fired generation is much slower to ramp up to full power than natural gas turbines), transmission congestion, and seasonal variability in fuel prices. A capacity factor dispatch may be more suited to marginal allocation methodologies because it is inferred that these complexities are inherent to capacity factor, a quantity based on historical generation, despite its limited ability to adjust to changing market environments.

Since the Capacity Factor Dispatch method is based on historical power plant capacity factors, it more accurately simulates the split between baseload power plants and peaking generators. In contrast, the Economic Dispatch model uses the cheapest power supply source to meet electricity demands, regardless of whether this generation is for base, intermediate or peaking load. Despite the many shortcomings of this study's Economic Dispatch model relative to its Capacity Factor Dispatch method, it does have the ability to simulate a future market where carbon intensive electricity is less utilized, and cleaner fuels such as natural gas constitute a greater portion of the generation mix. The GHG emissions tax scenario, based on H.R. 2454, does not cause a significant turnover in generation mix. The capacity decision model can already simulate a significant change in the fuel mix from input guidelines such as accelerated retirement scheduling, aggressive RPS and high nuclear scenarios, but those changes are through pre-defined parameters, rather than on real time price-based conditions. In theory, economic dispatch represents the most accurate simulation of real world conditions. However, in order to mimic the behavior of the competitive electricity market, the model would need to be able to perform asset valuations on a spatially and temporally nodal basis. As the limitations of the current Economic Dispatch model dictate the results, this report has focused on the Capacity Factor Dispatch model results.

5.3 Criteria Air Pollutant Emissions

Table 26. List of scenarios discussed in subsection 5.3

Simulations	FI	EG	CH	DM
Baseline electricity generation PHEV (5.3.1)	1 & 4	1	1	1
Cleanest electricity generation PHEV (5.3.2)	1 & 4	4	1	1

In the previous subsections, the environmental consequences of PHEV infiltration have only been presented as changes in greenhouse gas emissions. Implications to Michigan air quality involve the examination of other atmospheric emissions. Six common air pollutants, defined as criteria pollutants by the EPA and regulated under the Clean Air Act [55], are as follows: Carbon Monoxide (CO), Lead (Pb), Nitrogen Oxides (NO_x), Particulate Matter (PM_{2.5} and PM₁₀), Ozone (which is created at ground-level via



chemical reaction between NO_x and volatile organic compounds, VOCs), and Sulfur Dioxide (SO_x). The Michigan Electricity, Fleet and Emissions Model (MEFEM) calculates the emissions for CO, Pb, NO_x , $\text{PM}_{2.5}$, PM_{10} , VOC, and SO_x . Note this study does not account for any potential new emission controls required in future regulations.

5.3.1 Total system air pollutant emissions

In the following discussion, total system emissions in 2030 are compared for simulations with and without PHEVs under the baseline electricity generation capacity scenario (EG1) and simulations with and without PHEVs under the cleanest electricity generation scenario (EG4). The results are presented as a percent change from the zero PHEV case (FI1). The results in Figure 53 are for EG1 conditions and those displayed in Figure 54 are for the EG4 case. These figures are shown to demonstrate the net effect of PHEV infiltration on the entire Michigan system and how these effects change depending on two potential cases for the Michigan 2030 generation capacity fuel mix. A complete table of fuel specific, per mile emissions factors for electricity generation and gasoline usage can be found in Appendix K.

Total system emissions results display increases in SO_x for both electric grid cases and increases in Pb and PM_{10} pollutant levels for the EG1 scenario. The increases seen are related to the shift towards electrically driven miles, in which case the electric sector is a more prominent source of pollution than gasoline on a per mile basis. Total system emissions include all electricity generation and transportation sector emissions. Since oil plays such a small role in electricity generation in the initial year, and is not considered an option for new capacity generation, oil electric generation effects are omitted from the following discussion of criteria pollutant emissions. Between the FI1 and FI4 simulations for EG1 oil is the only generation fuel that experiences a net decrease. A net decrease as used here would indicate that more plants of this fuel type are retired or have their power bands decreased than are added as new generation capacity to the system. A net increase would indicate the opposite effect. In the EG4 simulations, there is a net decrease in oil *and* coal.

In both figures there is an observed decrease in CO emissions when PHEVs are added to the fleet because gasoline has significantly higher total fuel cycle CO emission rates than electricity generation from any fuel type.

The increase in Pb emissions shown in Figure 53 is due to the fact that electricity demands for PHEV recharging causes additional generation capacity. The data source used for gasoline use does not



track Pb emissions, despite the fact that it may be present in upstream processes, and therefore a reduction in gasoline consumption cannot decrease Pb emissions. Under EG1 new capacity needs are met mainly by new natural gas and coal generation both of which have Pb emissions. The decrease in Pb emissions under EG4 shown in Figure 54 is caused by the replacement of coal generation with nuclear generation between grid scenarios in addition to the accelerated retirements of coal assets in EG4.

NO_x emission levels decrease in the base grid scenario because all electricity generation fuels have lower NO_x emission rates than gasoline. The total change in electricity generated NO_x emissions due to PHEV infiltration is a net decrease in coal power generated and a net increase in natural gas electricity. Natural gas electricity has the lowest NO_x emissions rate outside of nuclear generation and renewables. The further decrease of NO_x in EG4 is due to the reduction of coal generation because coal has the highest NO_x emission rates of all electricity fuel sources.

PM_{2.5} emissions are significantly decreased in both grid scenarios due to the fact that the data set used for electricity generation does not specify a difference between particulate matter emissions, and they were all classified as PM₁₀ emissions. Therefore, the change in PM_{2.5} emissions is directly related to gasoline displacement.

PM₁₀ increases slightly in the base grid scenario because coal, the predominant energy source in the grid mix, has a greater PM₁₀ emission levels than gasoline, although other fuel types used in this study for electricity generation are lower than both gasoline and coal. New power plants have the same PM₁₀ emission rates as existing assets of the same fuel type. In the clean grid case these emissions decrease as nuclear replaces coal in the fuel mix. The emissions levels of PM₁₀ are less because more coal assets are retired in this scenario.

VOC levels decrease in both generation scenarios due to the displacement of gasoline by PHEV infiltration. Gasoline has higher VOC emission rates than any electricity generation source, even though within the model, new power plants are modeled with the same VOC emission rates as old plants of the same fuel type. Although VOC levels increase due to increased electricity demand from PHEVs, the majority of which is from increased natural gas generation, the corresponding decrease in VOC emissions from gasoline displacement results in a net decrease in total system full fuel cycle emissions.

Total SO_x emissions increase in both generation scenarios when PHEVs are added. New coal plants, built to serve the additional load, have much lower SO_x emissions rates than existing plants. However, because the majority of SO_x emissions for natural gas occur in the upstream phase, the technology improvements applied to new plants do not have as large an effect on total natural gas



emissions rates. The technology characteristics for new and existing (averages) plants can be found in Appendix K. While gasoline displacement, especially counting the avoided upstream gasoline emissions, reduces the overall SO_x emitted in the system, the prevalence of natural gas and coal generation within the system results in a net increase in SO_x emissions. It should also be noted that SO_x emissions caps are not taken into account in the model and therefore generation emissions from existing plants may be inflated.

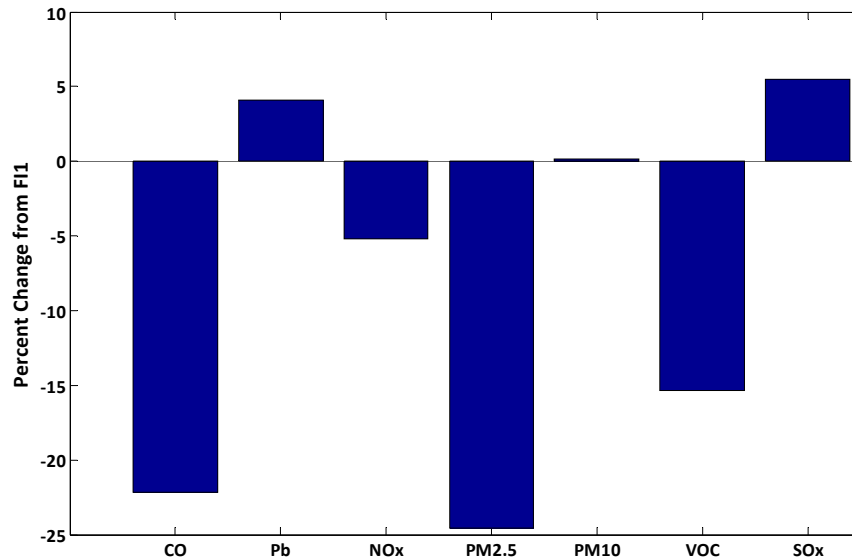


Figure 53. Change in total system emissions between FI1 and FI4 (EG1, CH1, 2030)

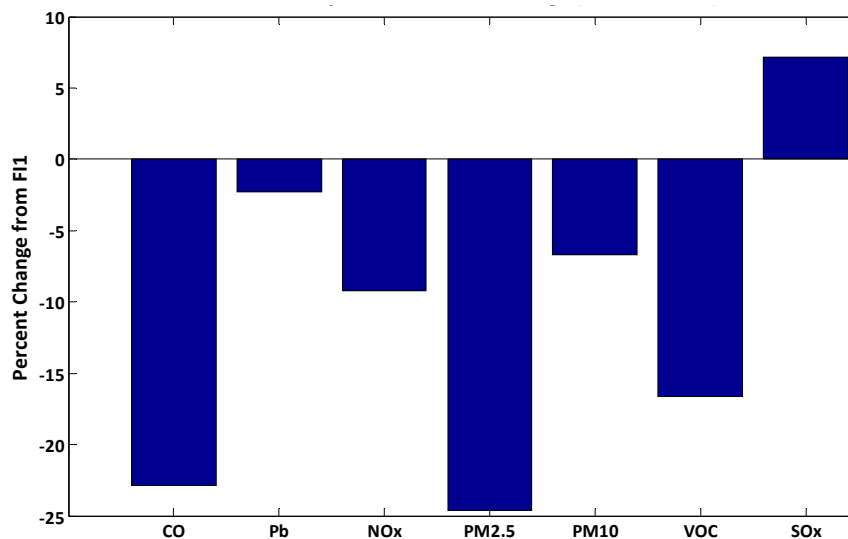


Figure 54. Change in total system emissions between FI1 and FI4 (EG4, CH1, 2030)

The well-to-wheel changes in system wide criteria air pollutant emissions with the addition of



PHEVs to the fleet are summarized below in Table 27.

Table 27. Percent change in total system criteria air pollutants.

	CO	Pb	NO _x	PM _{2.5}	PM ₁₀	VOC	SO _x
Percent change EG1	-22%	+4%	-5%	-25%	+0.1%	-15%	+5%
Percent change EG4	-23%	-2%	-9%	-25%	-7%	-17%	+7%

5.3.2 Transportation sector air pollutant emissions

In this subsection, transportation sector emissions in 2030 are broken out from total system emissions and examined by each emission allocation method. They are compared for simulations with high PHEV infiltration between the baseline electricity generation capacity scenario (EG1) and the cleanest electricity generation scenario (EG4) for both emission allocation methods. The results are presented as a percent change from the zero PHEV case (FI1), with Figure 55 displaying emission levels under EG1 conditions and Figure 56 showing these same emissions under the EG4 case.

In both grid scenarios, CO, PM_{2.5} and VOC emission levels all decreased by roughly the same magnitude between marginal and average allocation methods. The reason there is no discrepancy in between allocation methods for these pollutants is because it is the displacement of gasoline that is responsible for the majority of the change in emissions rather than electricity generation changes. Although lead increased in the system due to added electricity demand, it is not displayed in the figures because the base FI1 scenario has zero lead emissions and therefore a percent increase could not be calculated.

NO_x emissions increase in the case of average emissions because natural gas represents a larger proportional piece of the fuel mix with PHEVs than without them, while coal and nuclear, both of which have lower NO_x emission rates than natural gas, represent a slightly smaller portion of the fuel mix in FI4 than they did in FI1. However, in the case of marginal allocation, NO_x emissions decrease because marginal emissions are more closely associated with new capacity additions in the system to meet the added PHEV demand. This is because the addition of PHEV charging loads causes existing plants to be used less while new plants meet the new load. The case of NO_x new power plants have greatly improved emissions rates over their existing counterparts. In EG4, the same reasoning stands for the decrease in marginal NO_x emissions. In the case of average emissions, NO_x levels decrease because of overall grid



improvements.

PM₁₀ emission levels increase with both allocation methods. There is a much larger increase in average PM₁₀ emissions because even though coal is reduced in the grid, new plants are modeled with the same PM₁₀ emission rates as old plants and coal electricity generation is a very heavy emitter of PM₁₀. IN EG4, PM₁₀ levels decrease under both allocation methods. This is due to the accelerated coal retirements under this scenario as well as the greater proportion of nuclear (a cleaner burning fuel in terms of PM₁₀) than coal in EG4.

In both grid scenarios SO_x levels increase because electricity generation emits more SO_x than gasoline. In EG1, marginally allocated emissions are lower than those on the average because the added generation to serve PHEV load are power plants with improvements in SO_x emission rates. Marginal emissions are closely associated with new capacity additions. In EG4, emissions are reduced compared to EG1. However the marginally allocated emissions do not decrease as much because in EG4 there are accelerated retirements of existing coal assets along with fewer new coal plants added to the system. Coal powered generating units have the greatest technology improvements, vastly reducing the SO_x emission rates of new coal generation. In EG1 the addition of PHEVs requires the addition of new generating assets, including new coal, making marginally allocated SO_x levels lower than the average grid, which is influenced by existing coal at 40% of total generation. However in EG4, existing coal is removed in greater numbers than EG1 but not replaced with any new coal generation so while the entire grid does in fact improve with respect to SO_x as shown by the decrease in average emissions, the marginally allocated emissions in EG4 do not receive the same “benefit” as in EG1 from the coal technology improvements.

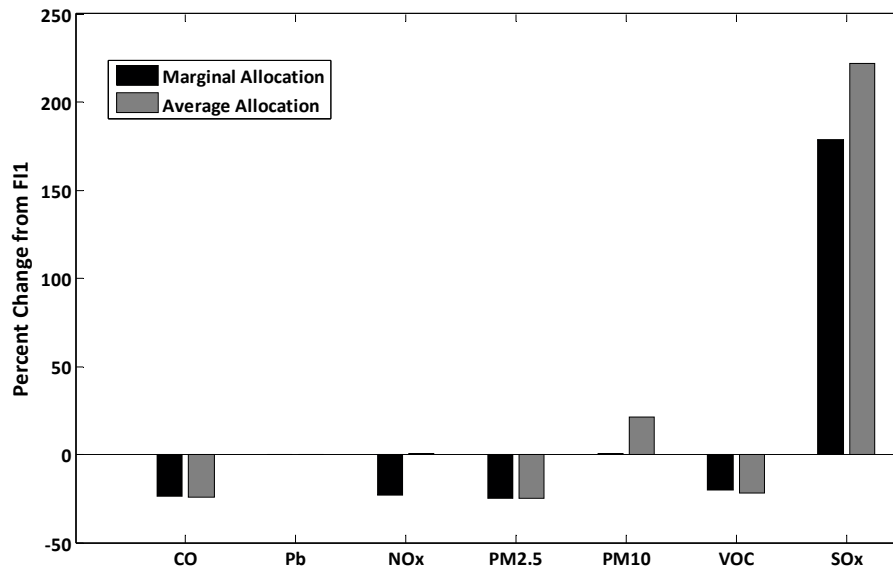


Figure 55. Change in transportation emissions between allocation methods (FI4, EG1, CH1, 2030)

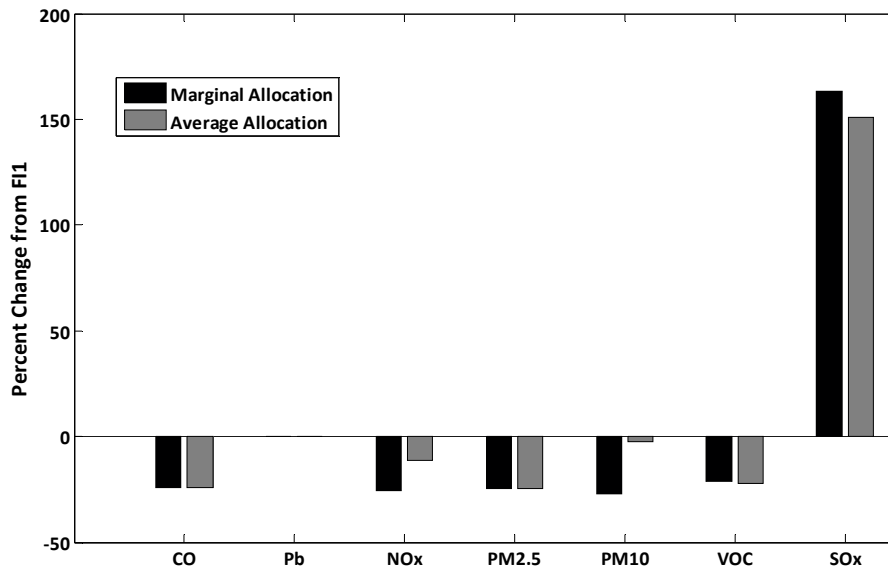


Figure 56. Change in transportation emissions between allocation methods (FI4, EG4, CH1, 2030)



The well-to-wheel changes in transportation sector criteria air pollutant emissions under high PHEV infiltration between allocation methods and grid fuel scenarios are summarized below in Table 28.

Table 28. Percent change in transportation sector criteria air pollutants.

		CO	Pb	NO _x	PM _{2.5}	PM ₁₀	VOC	SO _x
Percent change EG1	Average Allocation	-24%	N/A	1%	-25%	21%	-22%	222%
	Marginal Allocation	-24%	N/A	-23%	-25%	1%	-20%	178%
Percent change EG4	Average Allocation	-24%	N/A	-11%	-25%	-2%	-22%	151%
	Marginal Allocation	-24%	N/A	-26%	-25%	-27%	-21%	163%

Table 29 shows the per mile emissions for all the criteria air pollutants, shown under both EG1 and EG4 scenarios. Values larger than those of the 2030 CV per mile emissions are bolded. The per mile emissions for EG4 are lower than those observed in EG1 for all tracked criteria pollutants. The negative value for lead emissions under the EG4 simulation marginal allocation method does not indicate that the total Pb emissions without PHEVs are higher than the total Pb emissions with PHEVs. This would be impossible due to the fact that gasoline does not have any associated lead emissions. It is caused by the allocation methodology of assigning marginal emissions to PHEVs. In EG4 the marginal mix of generation used to meet the additional PHEV demands are mainly natural gas and nuclear power (Appendix G). Although the 2030 grid mix under scenario EG4 is fairly devoid of coal fired generation, it is still present. Coal generated electricity has lead emission rates roughly 50% higher than the average lead emissions from nuclear and natural gas. Therefore when PHEVs are assigned the marginal lead emissions it results in a negative value because the mix of the PHEV electricity fuel sources have lower lead emissions than do those power plants supplying the total system baseline electricity demand.

Table 29. Per mile criteria air pollutant emissions.

		CO g/mile	Pb µg/mile	NO _x mg/mile	PM _{2.5} mg/mile	PM ₁₀ mg/mile	VOC mg/mile	SO _x mg/mile
EG1	PHEV Average	1.33	8.20	300	13.4	98.61	121	602
	PHEV Marginal	1.35	4.40	136	13.4	67.04	132	503
EG4	PHEV Average	1.32	3.65	217	13.4	62.29	119	440
	PHEV Marginal	1.32	-1.15	119	13.4	24.27	125	468
2030 CV		3.00	0.00	294	31.2	65.21	247	97

5.3.3 Criteria air pollutants (comparison with GHGs)

Since the Clean Air Act [56], power-plant criteria pollutants have been decreasing despite increasing electricity demands. As shown in the results of this study, PHEVs reduce total fuel cycle greenhouse gas



emissions compared with CVs because most CO₂ is emitted from the burning of gasoline. While GHG emissions are global emissions, interpretation of criteria pollutant results is more complex as the impacts of criteria pollutants are location and time dependent. Therefore, criteria air pollutant emissions from mobile tailpipe cannot be considered equally to emissions from stationary power sources. PHEVs produce emissions at both sources.

The results imply that a switch from a conventional vehicle to a PHEV operating in charge depleting mode (all electrical miles) will reduce overall air pollution (except sulfur emissions), and this net benefit is even more pronounced under a less carbon intensive grid. However, the model does not categorize the emissions as point sources. The model looks at the total emission at only state-level resolution. The PHEV CD mode of operation displaces emissions from where more vehicles are driven to where power plants are located. These effects are not accounted for, and as a result, some places will experience a reduction in emissions while some will see air pollutants increasing, as seen in the PHEV study by Thompson, Webber and Allen[12]. However, it may be simpler to regulate emissions from hundreds of stationary power plants than from millions of vehicle tailpipes.

5.4 Total Fuel Cycle Energy

Figure 57 displays the per mile total fuel cycle energy for electric-driven miles. The total fuel cycle energy, or well-to-wheels energy, includes all life cycle energy used to drive the vehicle, from mining, processing and transporting fuels to vehicle propulsion. The black dotted line represents the average energy per mile need to propel the vehicle. This value, 0.30 kWh/mile (1.06 MJ/mile), is marked off to serve as a reference point, the electrical energy needed solely for vehicle propulsion while in charge depleting mode. In general, energy consumed above this line can be ascribed to electricity generation and upstream energy. Again, note the discrepancy between emission allocation methods in the fast charge scenarios, where the grid has experienced a greater number of clean capacity additions.

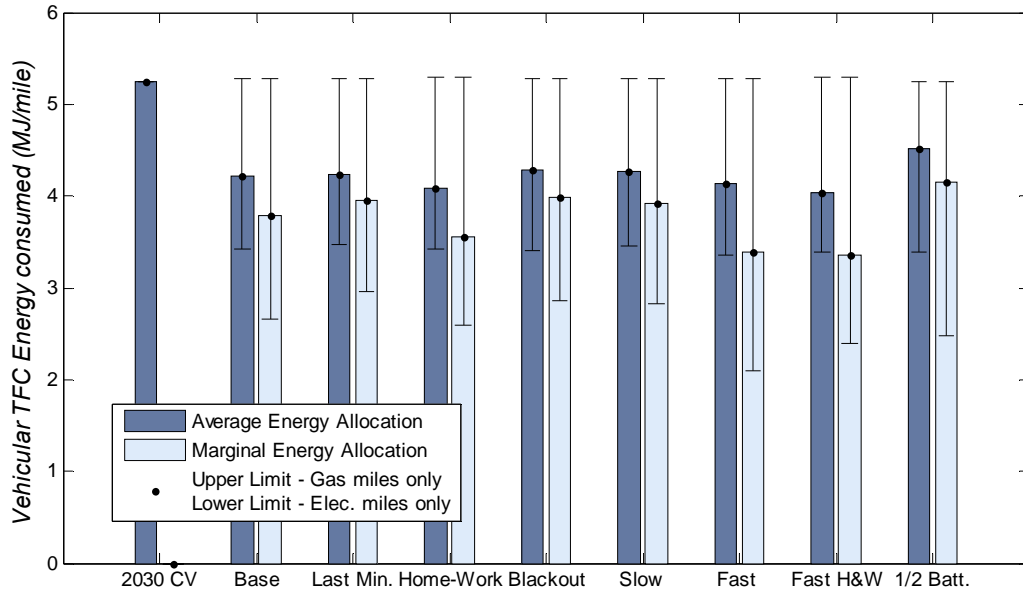


Figure 57. Per mile primary energy for each charging scenario.

All the charging simulations are based on the base future grid mix scenario. When comparing across different generation mixes, the high nuclear scenarios had an increase in per mile energy for PHEVs, while the High RPS scenario reduced the total fuel cycle energy, likely as facility production energy was omitted and electricity supplied by wind, hydro, or LFG had zero associated total fuel cycle energy.

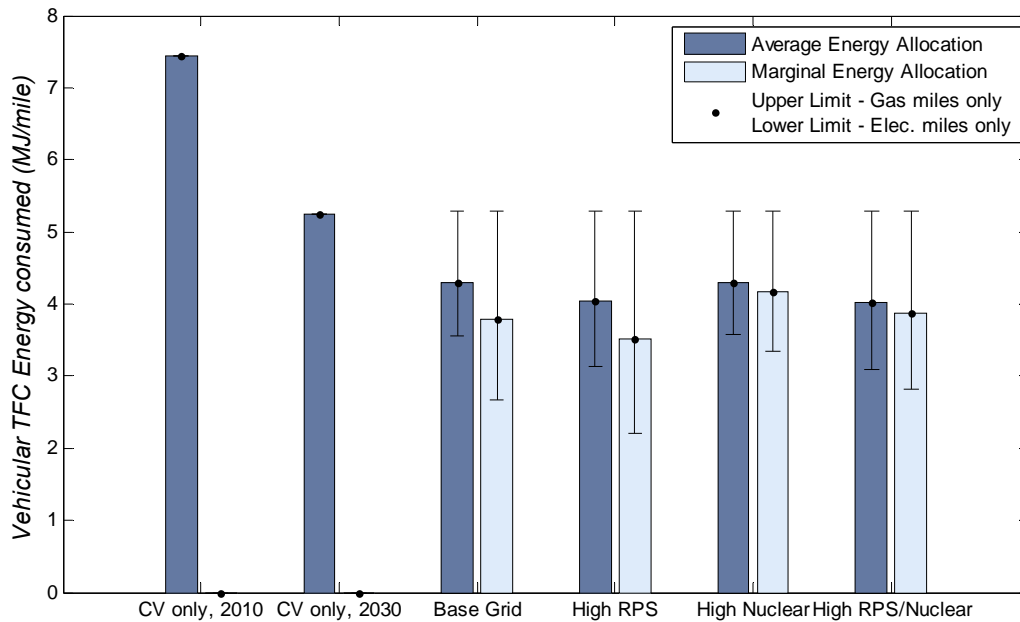


Figure 58. Per mile primary energy for each grid mix scenario.

5.5 Gasoline Displacement

The volume of gasoline displaced by electrically driven miles is calculated for each scenario. The amount of gasoline consumed on a per-vehicle basis is a direct output of the PHEV Energy Consumption Model (PECM). These values are applied to each infiltration scenario, with each PHEV displacing a conventional vehicle in the same size class. This vehicle substitution results in a net reduction of gasoline. The volume of gasoline displaced over each PHEV infiltration scenario, under the base charging (CH1) and base grid mix, is shown in Table 30, along with the proportion of gasoline used in year 2030 compared to the year 2009. That is, due to improvements in the CV fleet alone, Michigan will only use 73% of the gasoline in 2030 as it did in 2009. Bringing many PHEVs online can reduce the state’s use to less than half that.

Table 30. Gasoline displacement (millions of gallons) by PHEV fleet infiltration scenario, 2010 - 2030

PHEV Fleet Infiltration Scenario	FI1 (Zero)	FI2 (Low)	FI3 (Med.)	FI4 (High)	FI5 (Max)
TFC Gasoline displacement From PHEV infiltration (M gal)	0	574	1,782	5,273	9,084
Percent of yearly use from 2009	73%	71%	67%	55%	42%

As Table 15 shows, PHEVs increase electricity use. Table 30 shows that increasing the number of



on-road PHEVs decreases the state’s gasoline needs. Table 31 displays the gallons of gasoline displaced for each PHEV charging scenario under the high PHEV infiltration and base grid mix scenarios.

Table 31. Gasoline displacement (millions of gallons) by PHEV charging scenario, 2010 - 2030

Charging Scenario	CH1 (Base)	CH2 (LM)	CH3 (H&W)	CH4 (Window)	CH5 (Slow)	CH6 (Fast)	CH7 (Fast H&W)	CH8 (¹ / ₂ Batt.)
Gasoline Displacement (Mgal)	5,273	5,273	5,889	4,907	5,094	5,452	6,081	3,750
Deviation from baseline (%)	0%	0%	+11.68%	-6.94%	-3.39%	+3.39%	+15.32%	-28.89%
% of yearly use from 2009	54.7%	54.7%	52.5%	56.0%	55.3%	54.1%	51.8%	60.0%

The displaced gasoline volumes shown in Table 31 are dependent on the results of the PECM model, specifically the gasoline/electric miles split seen in Table 13 in subsection 5.1.2. For each PHEV, a greater proportion of miles driven in electric mode translates to a larger displacement of gasoline. Each charging scenario was conducted under a high PHEV infiltration rate; each simulation has the same number of PHEVs. However, comparing Table 30 and Table 31, it can also be seen that while the timing and amount of charging has an effect, increasing the number of vehicles on the road would have a larger cumulative effect on reducing the state’s gasoline needs. Many PHEVs are better than few PHEVs, but for a single PHEV, more gasoline is displaced in earlier years than in later years because of the CV improvements seen in Table 30. These gasoline reduction figures do not account for the petroleum used to generate electricity as energy from oil constitutes a negligible fraction of the total Michigan electrical energy supply. The fuel mix of generated electricity does not contribute to any of the reductions in gasoline consumption seen in these results.

5.6 Comparison to other studies

As mentioned in the literature review (subsection 2.1), many previous studies have examined the per mile emissions of PHEVs. Figure 59 shows a collection of per mile greenhouse gas (GHG) intensities for PHEVs (grams of CO₂e per mile) in several of the studies discussed in subsection 2.1, with varying color bars signifying the range of results reported in those studies. The darkest shaded portions represent the values of GHG intensity found in studies that report only a singular emissions level or the lowest value found in studies that present a range of per mile GHG results. The lightest shaded bars symbolize the upper limit of GHG per mile intensities that pertain to studies which reported a range of



results. The results from MEFEM are displayed on the right most side of the graph for comparison.

The wide range of per mile emissions stems from the methodology used by the research groups. For example, the two bars furthest to the left that represent studies by Keoleian and Sullivan, used the same energy consumption factors for PHEVs but assumed different grid CO₂ intensities to achieve different results. EPRI, which has the lowest, studied PHEV emissions from a 2050 electricity generation grid. Overall per mile emissions ranged from 125 to 477 gCO₂e/mile.

The range of MEFEM results, from 193 to 280 gCO₂e/mile, is based on the highest and the lowest marginally assigned emissions from all scenario sets studied under high PHEV infiltration. The highest emissions were found from the ½ battery simulation (FI4 EG1 CH8, Figure 51), which is expected as the highest proportion of gasoline driven miles was in that scenario. The lowest emissions were seen in the High RPS, High Nuclear Electricity Generation simulation (FI4 EG3 CH1, Figure 50), which had the lowest GHG grid intensity. Scenarios such as fast charging in a High RPS, High Nuclear grid would probably have lower emissions per mile from coupling the high electric-to-gasoline miles ratio with at cleaner grid, but this simulation was not investigated in depth, and was not included in creating this grid.

Again, the differences in scope of the various studies makes it difficult to compare results. However, the fact that the results of this study are within the range of previous, similar studies adds credibility to the assumptions and methodology used.

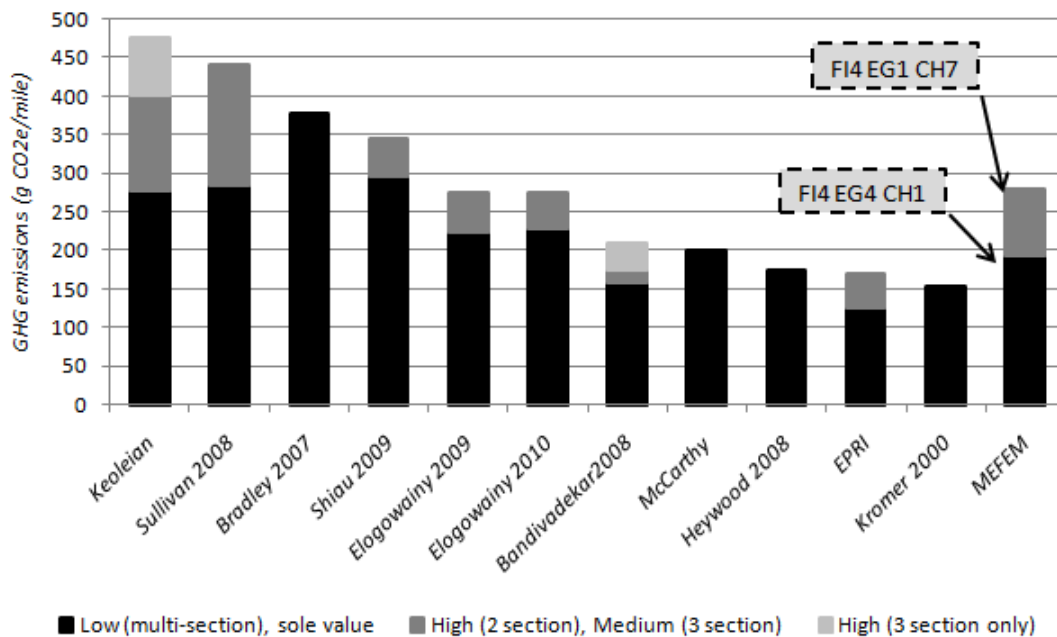


Figure 59. GHG emissions results comparison with other studies



6. Conclusions and Recommendations

The objectives of this study were to determine and evaluate the environmental impacts of widespread PHEV adoption in the state of Michigan from 2010 to 2030.

Two models were developed to examine the effect of emissions from potential future pathways for PHEV battery charging, fleet infiltration, and changes to electricity generation that PHEV introduction may create. The first model, the *PHEV Energy Consumption Model*, begins by determining the individual PHEV electricity demand profiles and gasoline use under a range of vehicle charging assumptions and actual trip patterns from a national daily travel database. In the *Michigan Electricity, Fleet and Emissions Model*, these demand profiles are scaled by the number of PHEVs on the road as defined in the selected infiltration scenario. The total electricity demand for PHEVs is added to the state's baseline electric load and modeled as a single node using average transmission line loss without any further considerations of the system's nodal constraints. New electricity generating capacity is added to the system to meet RPS and spinning reserve requirements when necessary. Plants are dispatched to meet hourly demand based on Michigan specific historical plant capacity factors or the cost of generation. The final results are total fuel cycle energy consumed and emissions of greenhouse gases and criteria air pollutants. These are reported as a system total or allocated to the transportation sector using both marginal and average methodologies. Total transportation sector gasoline displacement is also reported.

While increasing PHEVs reduces gasoline consumption, the extent to which PHEVs can decrease emissions will depend mainly on the impacts to the electric grid from an increasing number of these vehicles in the fleet. A set of scenarios were constructed to explore key variables including market infiltration rates, PHEV user charging and driving behavior, vehicle design characteristics such as battery size and efficiency, and future mixes of electricity generating capacity technologies and their dispatch order. Based on the analysis of simulation results, the team has developed a number of conclusions, recommendations and suggestions for future work which are summarized below.

6.1 Key Findings

Increasing the number of PHEVs in the Michigan fleet reduced net greenhouse gas emissions at every infiltration level (Subsection 5.2)

The shift from gasoline- to electricity-fueled travel yielded a net reduction in total fuel cycle greenhouse gas emissions in every explored simulation, despite the additional emissions from electricity



generation. This reduction in total statewide greenhouse gases from electricity and transportation, under the baseline charging and electricity grid mix, ranged from 0.4 to 11.0 billion kgCO₂e in 2030, a 0.4% to 10.7% reduction, depending on the infiltration level. Over the course of the 20 year timeframe, infiltration of PHEVs reduced total GHG emissions by 3 to 58 billion kgCO₂e, depending on the infiltration level. The relationship between PHEV infiltration and GHG emissions reductions was not linear, with higher infiltration levels having a disproportionately greater impact on GHG emissions reduction. Total fuel cycle emissions of a PHEV, per mile driven, ranged from 275 to 240 gCO₂e per mile in 2030 depending upon the allocation method and the infiltration scenario used. For reference, an average conventional vehicle in 2010 emitted 530 gCO₂e per mile and in 2030 it was expected to emit 375 gCO₂e per mile. PHEVs in 2010 emitted 268 gCO₂e per mile in the model.

PHEV infiltration caused a decrease in the level of certain criteria air pollutants but an increase in others (Subsection 5.3)

CO, NO_x, and VOC total system emission levels were reduced as a result of PHEV infiltration under both grid mix scenarios. However, total system SO_x emissions increased at each level of PHEV infiltration in all electricity generation scenarios. In the baseline electricity generating capacity case, particulate matter emissions increased (PM₁₀ up 0.1%) but the percent increase was very small compared to that of SO_x (increase of 5%). In the high nuclear and high RPS generating capacity case, only SO_x increased. The especially high SO_x is largely due to the fuels consumed for electricity generation versus gasoline, but the results may be inflated because the dispatch model used in this study did not take sulfur caps into account nor advances in SO_x 'scrubbing' into account.

However, while some emissions did increase, these are local emissions at a limited number of power plants. An air quality model of the region is needed to understand the potential impacts of these local emissions, but it should be noted that the benefit of emitting from a small number of sources, compared to distributed emissions among a vehicle fleet, is that it may be much cheaper and easier to mitigate said emissions.

When transportation sector emissions were isolated from total system emissions, the same general trends were observed, but in the cases of particulate matter, SO_x and NO_x large discrepancies existed between marginal and average allocation methods because emissions from new capacity and older natural gas-fired power plants were weighted more heavily toward PHEVs in the marginal allocation method than the average allocation method. The average allocation method assigned a



higher percentage of coal generation, which had higher emissions rates than the new capacity and natural gas plants (with SO_x being the only exception), giving the average allocation method higher emissions than the marginal.

PHEVs have lower total fuel cycle energy use than conventional vehicles (Subsection 5.4)

Total fuel cycle energy, or well-to-wheels energy use for PHEVs, under the baseline charging and electric grid mix scenarios was lower than that of the average per mile rate of the CV fleet. In MEFEM, conventional vehicles in 2030 had a fuel economy of 30 miles per gallon. These vehicles consumed 5.2 MJ per mile, accounting for both upstream and combustion energy. Depending on the allocation method, the CH1 scenario on road PHEVs consumption ranged from 3.8 to 4.2 MJ per mile in the base grid scenario. Since the per mile total fuel cycle consumption is lower for PHEVs, increasing the number of PHEVs in the fleet reduces the total transportation sector energy use.

PHEVs can significantly reduce the state's gasoline consumption (Subsection 5.5)

Gasoline displacement increased as the number of PHEVs increased in the simulation. High infiltration reduces gasoline consumption by 25% in 2030 compared to a completely conventional vehicle fleet. By the year 2030, between 574 and 9084 million gallons of gasoline were displaced when compared to the scenario without PHEVs. Within the model, the consumption rates of conventional vehicles improved annually, but the consumption rates of PHEVs did not. Because PHEV technology does not improve, the benefits of a single PHEV are reduced over time. Therefore, the actual gasoline displacement as infiltration increases may increase if PHEV technology improvements were included in the model.

Total system greenhouse gas emissions were modestly affected by the shape and magnitude of the PHEV charging load (Subsection 5.2.3)

The total fuel cycle system emissions were affected by charging assumptions in the high PHEV scenario. In 2030, the charging scenarios examined in this report showed between a 3.3% reduction (fast charging) and a 1.5% increase (last minute charging) in GHG emissions when compared to the baseline charging scenario. These two fast charging scenarios showed the greatest reduction in most emissions, largely due to the increase in the annual peak load. This increase resulted in a need for more new generating capacity within the model to meet spinning reserve requirements. New capacity was



assumed to be cleaner than existing generators, having the characteristics displayed in Appendix B. The last minute charging scenario posted the greatest increase in emissions because most of the load was added in the hours of least demand, which was largely coal-fired generation and reduces the amount of new capacity needed to meet demand.

The shape of the normalized charging curve for a single PHEV is significantly affected by changes to charging behavior. A fast charge can create a large spike in the aggregate behavior, a larger battery will increase the magnitude and duration of charging, last minute charging will shift the load to the times of least demand, and instituting periods in which a vehicle cannot charge creates an instantaneous peak when the window ends.

While these differences in the shape of the charging curve are not significant until there are a large number of PHEVs in the LDV fleet, for any number of PHEVs, greater proportions of miles driven in electric mode tend to decrease GHG emissions.

Imposing a period of time in which vehicles cannot charge to avoid additional peak demand seems to have less desirable results than intended. Enforcing this makes all PHEV consumers in the model simply wait until the no-charge window is lifted to plug in, creating a very significant peak in a later hour. The no-charge window scenario had among the highest per mile greenhouse gas emissions of any charging scenario examined with a 1.4% increase over the baseline scenario. One way to mitigate this peak may be to stagger the start time of PHEVs through demand side management controlled by the utility's smart grid.

Last minute charging was the most effective strategy to shift load into off peak hours. In order to implement last minute charging, vehicles will have to come equipped with software that allows users to set the time they expect to leave in the morning such that the vehicle can estimate the latest possible time to begin charging. However, last minute charging increased emissions in most categories as less new capacity is brought online and it allows more generation to be met by existing baseload coal-fired plants.

The greatest GHG emissions and energy use of any charging scenario occurred in the smaller battery scenario, due to the decrease in electrically driven miles. An examination of continually increasing battery size, found in Appendix H, revealed a strong coupling of battery size to the percentage of electrically driven miles. However, it also showed that the rate of increase diminished as battery size grew. This suggests an interesting trade-off: while larger batteries allow for more electrically driven miles, smaller batteries will be more economical and many consumers may opt for



smaller battery sizes if their commute does not require larger range. This suggests that an optimization of battery size, GHG reductions, and cost may be an interesting direction for further research.

Renewable generation and accelerating the retirement of coal-fired power plants improve transportation sector greenhouse gas emissions (Subsection 5.2)

By simulating a high RPS, nearly 33% of Michigan's electricity needs could be provided by clean, renewable sources. However, because of the nature of our dispatch model, the large addition of renewable sources had the effect of replacing natural gas generation. This is not a realistic result since peaking plants will be required to even out these intermittent power sources. If the model correctly accounted for ramping constraints, more natural gas utilization would be observed. As more natural gas generation is added to the system to complement renewable intermittent generation, a larger decrease in GHG emissions may be seen as less coal-fired generation will be utilized.

Other simulations showed that retiring older coal plants to bring nuclear baseload generation online resulted in much lower emissions both overall and due to PHEVs. In the base grid scenario, PHEVs increased greenhouse gas emissions related to electricity by about 5%. The high RPS scenario decreased this to 4.2%. The high nuclear simulation, which accelerates the retirement of coal-fired baseload and builds more nuclear generation, served the PHEV load with only a 1% increase in greenhouse gas emissions, while reducing the overall grid GHG emissions to 40% of the original 2009 grid. In this high nuclear scenario in 2030, coal generation is approximately 25% less than in the baseline grid mix scenario, going from 50% of total generation to 37%, and nuclear generation increases from 26% to 39% of total generation.

When examining the effects of a changing grid, removing older plants and increasing new, cleaner generation decreases criteria air pollutant emissions compared to a baseline grid scenario, but SO_x emissions still increase with PHEV infiltration (Subsection 5.3)

Higher PHEV infiltrations increase the need for new generation, and by bringing cleaner sources of generation online, emissions are reduced. However, the sulfur content of the fuels used to generate electricity, especially the upstream SO_x emissions of natural gas generation, is much higher than the intensity of SO_x in the avoided gasoline. Therefore, while cleaning the grid reduces the total emissions in the electricity generation sector, more PHEVs increase SO_x emissions in the transportation sector.



The addition of renewable generation can reduce total fuel cycle energy (Subsection 5.4)

Since renewable generation was modeled without any manufacturing energy, it has no associated total fuel cycle energy. Thus, increasing the amount of renewable generation in the system has a significant impact on the PHEV's total fuel cycle energy. By retiring coal plants and increasing nuclear and natural gas generation, the high nuclear scenario had a greater effect on emissions than the high RPS scenario. However, PHEVs within the high RPS scenario had the lowest energy consumption per mile travelled, at 3.5 MJ/mile, while the high nuclear scenario increased PHEV energy use per mile to above the base scenario rates. For all the grid scenarios, PHEV energy use per mile was still lower than CV energy use.

6.2 Recommendations

PHEV adoption should be encouraged within the state

In every scenario extrapolating a future Michigan grid, increasing the infiltration of PHEVs decreased greenhouse gases, transportation energy, and most criteria pollutants. Increasing PHEVs also reduced the state's petroleum use.

To avoid creating new peaks in electricity demand, more charging locations and last minute charging are the best strategies

Utilities may be interested in avoiding new peaks in electrical demand to minimize the need for new peaking capacity in the future. The goal is then to both spread out the PHEV demand and to move it to off peak hours, which is best simulated by the last minute charging and the home-work scenario. Fast charging would force new, cleaner generation into the grid; however, this would come about by creating new peaks in the system electrical demand that, in this model, creates the need for new cleaner generating capacity. Home and work charging provides a similar electric-to-gasoline miles ratio as fast charging, and home and work charging produces similar reductions in GHG emissions to fast charging without creating such large peaks in demand using the average allocation method. If the goal is to avoid creating large peaks while still increasing total electric miles driven, then investments in work charge infrastructure will work better than investments in fast charge infrastructure.

To bring about the greatest environmental improvements, Michigan's aging coal-fired power plant fleet should be retired and replaced with cleaner generating sources



While adding renewable generation does improve the grid, simulations in which coal plants that were retired at age 60 and replaced with cleaner sources showed significant decreases in greenhouse gas emissions. When the grid was improved, the additional emissions attributed to PHEVs were also reduced.

A standardized methodology for assigning electricity generation emissions due to PHEV charging is needed

The method of assigning electricity generation emissions to PHEVs needs to be standardized. The marginal allocation methodology only attributes the emission from generation units that are brought online to meet the additional load to PHEVs which in this model are typically new plants in the later years. However, under the average allocation method, the existing generation also comprises a large component of emissions assigned to PHEV loads. To definitively quantify the environmental effects of PHEVs, an allocation method must be chosen.

6.3 Future Work

The study identifies some of the complexities associated with analyzing an integrated system of transportation and electric sectors. Depending on the power level, timing, and duration of the PHEV connection to the grid, there could be a wide variety of impacts on grid constraints, capacity needs, fuel consumed, and emissions generated. Some areas that could be more fully explored include:

Incorporating other alternative fueling strategies for light duty vehicles

Within this study, vehicles were modeled as either plug-in electric hybrid or conventional gasoline fueled vehicles. The emissions factors for gasoline include a small amount of blended ethanol, but this ratio is fixed within the model. In the future, vehicles may use alternative fuels such as biodiesel, petroleum diesel, natural gas, 85% ethanol or other biofuels. Further work could investigate the effects on emissions and gasoline displacement from the incorporation of these fuels into the model.

Adjusting PHEV Consumption parameters using trip data

In the PHEV Energy Consumption Model, PHEVs consume the same amount of gasoline and



electricity, regardless of the type of trip. A modeling approach that uses the average speed and distance of a vehicle trip to determine a more probable average consumption rate for that trip may add greater accuracy to the results of the simulations.

Developing PHEV technology improvements within PECM

PHEVs in the model have the fuel consumption characteristics listed in Appendix F which are based on pre-production and academic sources in 2009. While conventional vehicles have continually improving fuel economies, PHEV characteristics do not change in the model. PHEVs are also expected to improve over time, and modeling this would improve emissions results.

Using daily travel distance to inform PHEV trip profiles

In some cases, PHEVs will not be used as often for certain types of trips, or may not make sense for those who have very short or long commutes. For instance, a driver whose daily commute is 10 miles will not need a PHEV capable of driving 40 miles on a single charge, since a PHEV with smaller battery or even a conventional hybrid may be more economical. On the other hand, for someone whose daily driving patterns greatly exceed 40 miles, most of the driving will be comparable to a conventional hybrid. If the trips that PECM uses to develop PHEV energy consumption results represent only those likely of a PHEV driven in specified ways, more realistic charging strategies and charging profiles could be created.

Exploring a greater range of charging scenarios

The selected set of charging simulations provided insight as to how time and magnitude of charging affected the electric grid and subsequent emissions. Exploring more scenarios, such as different or multiple daily no-charge windows, or more combinations of the selected scenarios, will provide more possible pathways and a clearer picture of how utility or design controls affects demand control and emissions.

Staggering no-charge windows to simulate the effect of demand side control

In its current form, enforcing a no charge window creates a large instantaneously ramped peak at the end of the window. This may be mitigated by staggering windows to flatten out the load. In addition, this may more accurately represent how customers may respond to price incentives as they



will likely not all wait for the window to end before they begin charging.

Employing blended charging strategies

All PHEVs will not be charging under the same conditions. It is likely that actual PHEVs in the fleet will employ many of the different scenarios outlined and combinations of some of the parameters in those scenarios. The scenarios provided represent the bounds of the actual energy consumption patterns of PHEVs: i.e. it is unlikely that all PHEV owners will have access to fast charge infrastructure (CH6). Development of a blended energy consumption representation that is a weighted average of the different charging scenario results may provide a more accurate picture of what will be seen at large fleet infiltration levels. In addition, these weighted averages could be used to determine optimal scenarios for specific utility needs, such as filling in the valley in daily demand curves.

Developing the electricity generation and dispatch further

Capacity factor dispatch is employed with the underlying assumption that future dispatch will be similar to the dispatch of the previous year. Outside factors that change the economics of electricity generation, such as new taxes or regulations, would skew the dispatch order in real life but would not be captured by the capacity factor dispatch methodology. Also, the proportion of imported power was held constant and used only to serve peak demand, but this is not necessarily the case for the Michigan grid.

Other power dispatch characteristics not captured in the current model include minimum run times for facilities, minimum load levels, and physical constraints on ramping rates and associated ramping emissions.

While a large fleet of PHEVs could theoretically be accommodated within Michigan at current capacity levels, depending on when or where vehicles are plugged in load transmission and distribution constraints could arise at local or regional levels. The model's current treatment of demand and generation as point sources is a great simplification. The current economic dispatch model also assumes that fuel prices are constant all year, which is not accurate for natural gas. A further developed economic dispatch would allow better research into the effects of emissions pricing, especially with a more sophisticated transmission and distribution methodology and more time variability in fuel prices.



Appendix A. Initial assets matrix

This appendix provides information about the quality of power plant data presented in this report. The list of generating assets is presented first, followed by a discussion of sources. The initial Assets Matrix contains 186 existing plants from the state of Michigan, and spans several pages. A summary of generation information can be found at the end.

Table 32. Assets Matrix

Plant Name	Main Fuel	Nameplate Capacity (MW)	Capacity Factor	Heat Rate (Btu/kWh)
491 E 48th Street	Nat Gas	161.7	0.01	11,614
Ada Cogeneration LP	Nat Gas	33.1	0.71	8,500
Ada Dam	Hydro	1.4	0.4	0
Adrian Energy Associates LLC	LFG	2.4	0.89	8,500
Alcona	Hydro	8	0.35	0
Allegan Dam	Hydro	2.6	0.52	0
Arbor Hills	LFG	30.3	0.47	14,022
B C Cobb-Coal	Sub Coal	312.6	0.75	11,080
B C Cobb-NG	Nat Gas	207	0.02	15,858
B E Morrow	Nat Gas	36	0	17,310
Bay Windpower I	Wind	1.8	0.12	0
Belle River-Coal	Sub Coal	1395	0.67	10,315
Belle River-NG	Nat Gas	255.9	0.06	13,095
Berrien Springs	Hydro	7.2	0.48	0
Big Quinnesec 61	Hydro	4.4	0.05	0
Big Quinnesec 92	Hydro	17.8	0.6	0
Boardman	Hydro	1	0.58	0
Brent Run Generating Station	LFG	1.6	0.94	9,069
Buchanan	Hydro	4.4	0.36	0
C & C Electric	LFG	5.7	0.42	13,648
C W Tippy	Hydro	20.1	0.31	0
Cadillac Renewable Energy	Biomass	44	0.57	9,458
Cargill Salt	Bit Coal	2	0.65	9,894
Caro	Oil	9.4	0	11,743
Cascade Dam	Hydro	1.6	0.44	0
Cataract	Hydro	2	0.19	0
Central Michigan University	Biomass	4.8	0.07	12,071
Chalk Hill	Hydro	9.9	0.32	0
Cheboygan	Hydro	1.5	0.43	0
Claude Vandyke	Nat Gas	47.8	0.02	12,915
Coldwater	Nat Gas	12	0.01	12,616
Connors Creek	Nat Gas	275.4	0.03	16,820
Constantine	Hydro	1.2	0.38	0
Cooke	Hydro	9	0.3	0
Covert Generating Project	Nat Gas	1176	0.09	7,335
Croswell	Oil	5.1	0	11,443
Croton	Hydro	8.9	0.48	0
Crystal Falls	Hydro	1	0.53	0
Dafer	Oil	9	0	18,726
Dan E Karn-Coal	Sub Coal	544	0.79	10,680
Dan E Karn-NG	Nat Gas	1402.3	0.04	16,892
Dayton	Oil	10	0	22,667
Dearborn Industrial Generation	Nat Gas	760	0.29	5,048
Decorative Panels Intl	Bit Coal	7.5	0.71	6,117
Delray	Nat Gas	142.2	0.05	13,246



Detour	Oil	6	0.01	19,396
Diesel Plant NG	Nat Gas	10	0	20,365
Diesel Plant Oil	Oil	20.9	0.01	10,872
Donald C Cook	Nuke	2285.3	0.87	0
DTE East China LLC	Nat Gas	357.6	0.03	12,296
Eckert Station	Sub Coal	375	0.46	13,764
Edenville	Hydro	4.8	0.35	0
Edison Sault	Hydro	41.8	0.58	0
Endicott Station	Bit Coal	58.2	0.74	16,717
EQ Waste Energy Services	LFG	1.4	0.81	8,500
Erickson Station	Sub Coal	154.7	0.72	12,152
Escanaba	Bit Coal	49.8	0.41	12,510
Escanaba Paper Company	Biomass	103.3	0.76	14,353
Fermi	Nuke	1281	0.78	2
Five Channels	Hydro	6	0.42	0
Foote	Hydro	9	0.34	0
Four Mile Hydropower Project	Hydro	2	0.48	0
Frank Jenkins	Nat Gas	3.8	0	8,357
French Landing Dam	Hydro	1.6	0.44	0
French Paper Hydro	Hydro	1.3	0.74	0
Gaylord 1	Nat Gas	80	0.02	16,784
Gaylord 2	Nat Gas	70.2	0.01	16,545
Genesee Power Station LP	Biomass	39.5	0.68	16,643
George Johnson	Nat Gas	73	0.05	11,711
Gladstone	Oil	22.6	0.03	19,491
GM WFG Pontiac Site Power Plant	Bit Coal	28.9	0	6,859
Grand Blanc Generating Station	LFG	4	0.9	11,594
Grand Rapids	Hydro	7.5	0.5	0
Granger Electric Generating Station #1	LFG	3.2	0.94	11,836
Granger Electric Generating Station #2	LFG	4	0.78	12,771
Graphic Packaging	Oil	11.8	0.09	17,392
Grayling Generating Station	Biomass	38	0.76	15,975
Greater Detroit Resource Recovery	Biomass	68.4	0.44	7,050
Greenwood	Nat Gas	1071.3	0.08	12,143
Hancock	Nat Gas	160.2	0.01	13,382
Harbor Beach	Bit Coal	125	0.33	10,658
Hardy	Hydro	30	0.34	0
Hemlock Falls	Hydro	3.1	0.33	0
Henry Station	Nat Gas	15.4	0.01	8,997
Hillman Power LLC	Biomass	20	0.77	15,812
Hillsdale	Nat Gas	21.9	0.01	11,279
Hodenpyl	Hydro	19	0.18	0
Hoist	Hydro	4.4	0.32	0
Hydro Plant	Hydro	2.2	0.36	0
J B Sims	Bit Coal	65	0.77	10,390
J C Weadock	Sub Coal	331.2	0.71	11,079
J H Campbell	Sub Coal	1558.7	0.73	10,211
J R Whiting	Sub Coal	364	0.73	11,765
James De Young	Bit Coal	62.8	0.55	14,874
James R. Smith	Hydro	3.2	0.4	0
Kalamazoo River Generating Station	Nat Gas	73.1	0.02	13,945
Kalkaska CT #1	Nat Gas	75	0.01	11,102
Kent County Waste to Energy Facility	Biomass	18	0.64	20,422
Kinder Morgan Power Jackson Facility	Nat Gas	649	0.04	8,788
Kingsford	Hydro	9	0.32	0
LaFarge Alpena	Oil	47.2	0.68	9,659
Livingston Generating Station	Nat Gas	170.1	0.01	16,000



Loud	Hydro	4	0.47	0
Lowell	Nat Gas	3.6	0.01	4,377
Ludington	Hydro	1978.8	-0.1	0
Lyon Development	LFG	5	0.46	17,491
Main Street	Nat Gas	6	0	9,077
Manistique	Oil	4.8	0.01	16,469
Marshall	Nat Gas	11.8	0.01	10,763
McClure	Hydro	8	0.48	0
Menominee Acquisition	Bit Coal	4	0.21	8,066
Menominee Mill Marinette	Hydro	1.8	0.95	0
Michigamme Falls	Hydro	10.6	0.3	0
Michigan Power LP	Nat Gas	154.1	0.78	8,476
Midland Cogeneration Venture	Nat Gas	1853.8	0.38	7,289
Mio	Hydro	5	0.3	0
Mistersky	Nat Gas	189	0.15	14,955
Modular Power LLC	Oil	14.8	0	10,745
Monroe	Bit Coal	3293.1	0.65	9,436
Mottville	Hydro	1.6	0.42	0
Neenah Paper Munising Mill	Bit Coal	6.2	0.7	10,271
Newberry	Oil	5.5	0.01	11,119
Ninth Street Hydropower Project	Hydro	1.2	0.56	0
Northeast	Nat Gas	129.8	0	15,592
Norway	Hydro	5.6	0.45	0
Norway Point Hydropower Project	Hydro	4	0.34	0
Otsego Mill Power Plant	Nat Gas	21.2	0.46	9,454
Ottawa Generating Station	LFG	4.8	0.94	11,165
Palisades	Nuke	811.8	0.93	0
Parkedale Pharmaceuticals	Nat Gas	2.8	0.9	14,783
Peavy Falls	Hydro	15	0.34	0
Peoples Generating Station	LFG	3.2	0.95	7,037
Pine Street	Nat Gas	7	0	8,956
Pine Tree Acres	LFG	5.6	0.97	10,686
Plant Four	Oil	24	0.02	15,454
Portage	Oil	22.6	0.08	16,570
Powertrain Warren General Motors	Nat Gas	4	0.45	5,421
Presque Isle	Bit Coal	624.7	0.63	11,815
Prickett	Hydro	2.2	0.45	0
Putnam	Oil	13.5	0	18,085
Quinnesec Mich Mill	Biomass	28	0.86	14,106
Renaissance Power LLC	Nat Gas	680	0.08	10,879
River Rouge-Coal	Sub Coal	650.6	0.52	9,589
River Rouge-NG	Nat Gas	282.6	0	9,957
Riverview Energy Systems	LFG	6.6	0.62	10,886
Rogers	Hydro	6.8	0.44	0
Romulus Operations Powertrain	Nat Gas	10.7	0	40,790
S D Warren Muskegon	Bit Coal	50.9	0.45	6,427
Saint Marys Falls	Hydro	18.4	1.05	0
Sanford	Hydro	3.6	0.23	0
Saxon Falls	Hydro	1.2	1.05	0
Secord	Hydro	1.2	0.33	0
Shiras	Sub Coal	77.5	0.45	13,751
Smallwood	Hydro	1.2	0.28	0
St Clair	Sub Coal	1570.9	0.54	10,309
St Louis	Oil	6.9	0.01	9,725
State St Generating	Oil	16.2	0.01	8,499
Stone Container Ontonagon Mill	Bit Coal	15.6	0.75	5,640
Straits	Nat Gas	20	0.01	17,927



Sumpter	Nat Gas	340	0.04	13,107
Sumpter Energy Associates	LFG	12	0.83	14,189
Superior Falls	Hydro	1.2	1.17	0
T B Simon Power Plant	Bit Coal	99.3	0.28	6,618
TES Filer City Station	Bit Coal	70	0.73	12,310
Thetford	Nat Gas	222.4	0.02	17,327
Tower	Oil	25.2	0	18,829
Trenton Channel	Bit Coal	775.5	0.62	10,442
Twin Falls	Hydro	7.6	0.47	0
Ubly	Oil	12.4	0	19,219
University of Michigan	Nat Gas	44.5	0.41	12,392
Venice Resources Gas Recovery	LFG	1.6	0.66	15,890
Vestaburg	Nat Gas	31.4	0.01	18,002
Victoria	Hydro	12	0.49	0
Viking Energy of Lincoln	Biomass	18	0.92	9,698
Viking Energy of McBain	Biomass	18	0.88	13,743
Voss Lantz	Nat Gas	1	0.47	8,500
Voss Taylor	Nat Gas	1	0.43	8,500
Warner Lambert	Nat Gas	12.4	0.24	8,500
Water Street Station	Nat Gas	12.6	0.01	15,613
Way Dam	Hydro	1.8	0.3	0
Webber	Hydro	4.3	0.26	0
White Pine Electric Power	Bit Coal	60	0.24	15,886
White Rapids	Hydro	9.1	0.36	0
Wyandotte	Bit Coal	78.4	0.46	14,812
Zeeland	Nat Gas	22.3	0.01	13,658
Zeeland Plant	Nat Gas	968.1	0.07	8,852

Table 33. Summary of Generation Details

Summary of Generation Details:	
Sum of generation	121,328 GWh
Sum of generation excluding wind and hydro	120,999 GWh
2005 total electric demand	125,165 GWh
Imported percentage	3.33%

As noted previously in this report, the source for the initial set of power plants and their generation details is the EPA's eGRID database. The specific version of this database used was published in 2007 and contains generation data for the year 2005. The information provided in eGRID includes fuel consumption, emissions and emission rates, and generation and resource mix; along with plant identification, location, and structural information for Michigan power plants. These eGRID files represented the most comprehensive power generation data source for the purposes of this study. However, certain data quality issues were identified within eGRID that required special attention. Some of these disparities could be ameliorated from changes within the dataset itself while other discrepancies necessitated input from separate sources. In addition to eGRID, values for certain categories were derived from two principal sources: EIA 2005 906/920 electricity database files and the



[57]. The original eGRID database contained a total 193 plants. The final list of generating assets as displayed above and utilized in this analysis totals 186. This procedure had 6 steps: (1) re-labeling of duplicate plants, (2) elimination of plants with capacity factor < zero, (3) correction of primary fuel type discrepancies, (4) break-out of specific plants to generator level detail, (5) correction of inconsistent heat rates, and (6) substitution of irrational emission factors. Details for each step are defined in greater detail as follows:

1. From the original set of eGRID data, there two separate plants that were both named 'Diesel Plant' and two separate plants that were both named 'Gaylord'. Both sets of duplicate plant names were broken out into the following: Diesel Plant Oil, Diesel Plant NG, Gaylord 1 and Gaylord 2. The total number of plants did not change; only plant names were altered.
2. All plants listed with negative capacity factors, aside from the Ludington pumped hydro unit, were removed from the assets list. Eleven plants fit this description, all of which were small (in terms of nameplate capacity) fossil fuel generators.
3. The 'Fermi' plant, confirmed by DTE Energy to be a nuclear generation unit, was listed in eGRID as an oil plant. The primary fuel type for Fermi was changed to nuclear.
4. The eGRID workbook, for the year 2005, includes spreadsheets for boilers, generators and plants. Information from the plant-level sheet was used for the majority of the analysis. However there were a few plants that required generator break-outs based on the discrepancy between the plants listed primary fuel type and percentage of plant generation from that fuel type. Plants were broken down to generator unit level if they met the following criteria: (1) the discrepancy just described was greater than one percent, (2) it was a fossil fuel plant that provided at least one percent of the total power generation. If a plant met these criteria, it was broken into generating units based on distinct fuel types. For example, Dan E. Karn is a plant that is comprised of five generators, three natural gas and two coal generators. It is sufficiently large in terms of generation, and therefore was split into two separate "plants" named Dan E. Karn-NG and Dan E. Karn-Coal, with nameplate and capacity factors characterized by the appropriate group of the generators. These steps were necessary for four plants in the model: Dan E. Karn, B.C. Cobb, River Rouge and Belle River. Emissions and heat input for each fuel type was calculated by mapping the boilers to the generating units within the eGRID workbook. This step brings the total number of plants to 186.
5. Heat rate improvement measures were taken for fossil fuel assets whose heat rates were



greater than 17,000 or less than 9000 (in the case of coal) or less than 7000 (in the case of natural gas or oil), deemed 'unreasonable'. This was true of 34 plants in the database. The new heat rates that were assigned to these plants came from the EIA-906/920 electricity database files for 2005.

6. Finally, there were two plants, Midland Cogeneration Venture and Dearborn Industrial Generation, with unreasonably low NO_x , SO_2 and CO_2 emission rates, rates near zero. These values were corrected by substituting NO_x and SO_2 rates from MAERS and CO_2 rates from EPRI 2007 TAG for next generation natural gas plants. CO_2 rates for these plants could not be found in either the MAERS or EIA 906/920 documents. The value from EPRI's TAG was deemed a prudent choice as both of these plants are relatively new co-generation units and therefore should theoretically have lower CO_2 emission rates compared to their conventional counterparts



Appendix B. Scripted fleet retirements and additions

Given the time span of this study, it is probable that plants in operation will not continue to provide electricity for the entire twenty year span. This is due in part to the fact that plant efficiency decreases with increasing age, a relationship excluded from the present model. Taking plants offline within the model is termed ‘retirement,’ and two sets of retirement matrices are used in the model. Within the baseline list are plants specified per the Michigan Capacity Need Forum – Report to the Michigan Public Service Commission (Appendices) in 2006[26]. The accelerated retirements is based on the age of the generation unit. Generator units of power plants are be retired once they reach the age 60. Tables of both plant retirement schedules are below:

Table 34. Baseline retirements list

Plant Name	Year	MW	Plant Name	Year	MW	Plant Name	Year	MW
B.C. Cobb-NG	2013	68	Northeast	2018	124	B C Cobb-Coal	2022	160
B.C. Cobb-NG	2013	61	Northeast	2018	153	River Rouge-Coal	2022	155
B.C. Cobb-NG	2015	52	J R Whiting	2018	162	J C Weadock	2022	247
491 E 48th Street	2015	39	Eckert Station	2019	46	Wyandotte	2022	22
Trenton Channel	2015	210	St Clair	2019	171	Eckert Station	2023	47
Conners Creek	2016	11	St Clair	2019	158	Escanaba	2023	47
James De Young	2016	215	Presque Isle	2020	155	Mistersky	2023	280
J R Whiting	2017	102	J C Weadock	2020	25	River Rouge-Coal	2023	26
J R Whiting	2017	102	B C Cobb-Coal	2021	160	Dan E Karn-Coal	2024	255
			River Rouge-NG	2021	242	Dan E Karn-Coal	2024	260

Table 35. Accelerated Retirements list

Plant Name	Year	MW	Plant Name	Year	MW	Plant Name	Year	MW
Trenton Channel	2010	120	J C Weadock	2015	156.3	Fermi	2026	16
Trenton Channel	2010	120	Presque Isle	2015	25	Hancock	2026	41.8
Mistersky	2010	44	Dafter	2015	1	Northeast	2026	16
Diesel Plant Oil	2010	2.7	Dafter	2015	1	Northeast	2026	16
Diesel Plant Oil	2010	2.7	Dafter	2015	1	Northeast	2026	16
Hillsdale	2010	2.7	LaFarge Alpena	2015	10	Presque Isle	2026	57.8
Marshall	2010	1	Lowell	2016	1.1	Main Street	2026	1.1
Marshall	2010	1.7	B C Cobb-Coal	2016	156.3	Main Street	2026	1.3
Newberry	2010	0.7	River Rouge-NG	2016	282.6	Zeeland	2026	1.4
Frank Jenkins	2010	0.8	Zeeland	2017	2	T B Simon Power	2026	12.5
St Louis	2010	0.6	Decorative	2017	7.5	Stone Container	2026	15.6
Main Street	2010	0.9	B C Cobb-Coal	2017	156.3	J H Campbell	2027	403.9
Diesel Plant NG	2010	1	River Rouge-Coal	2017	292.5	Hancock	2027	19
Diesel Plant NG	2010	1	J C Weadock	2018	156.3	Hancock	2027	19
Diesel Plant NG	2010	1	Escanaba	2018	11.5	Hancock	2027	19
Diesel Plant NG	2010	1	Escanaba	2018	11.5	Harbor Beach	2027	2
Wyandotte	2010	11.5	Mistersky	2018	50	Harbor Beach	2027	2
Tower	2010	1.3	Eckert Station	2018	44	Northeast	2027	16
Tower	2010	1.3	St Louis	2018	1.3	Shiras	2027	12.5
Caro	2010	1.3	Wyandotte	2018	22	Main Street	2027	0.6



Caro	2010	1.3	River Rouge-Coal	2018	358.1	Zeeland	2027	1.1
Ubly	2010	0.6	Vestaburg	2019	3	Claude Vandyke	2027	23
Ubly	2010	0.7	Graphic	2019	10	B E Morrow	2028	18
Ubly	2010	0.7	Dan E Karn-Coal	2019	136	Gaylord 1	2028	16
Ubly	2010	0.9	Dan E Karn-Coal	2019	136	J H Campbell	2028	18.6
Vestaburg	2010	0.3	Manistique	2020	2	J C Weadock	2028	18.6
Vestaburg	2010	0.7	Hillsdale	2020	4.1	J R Whiting	2028	18.6
Vestaburg	2010	0.7	Eckert Station	2020	47	Harbor Beach	2028	121
B C Cobb-NG	2010	69	Dafter	2020	3	St Clair	2028	18.5
B C Cobb-NG	2010	69	Dafter	2020	3	Trenton Channel	2028	535.5
B C Cobb-NG	2010	69	Vestaburg	2020	3	Eckert Station	2028	80
S D Warren	2010	3.5	St Clair	2021	352.7	S D Warren	2028	19.1
Menominee	2010	2.5	Main Street	2021	1	Cargill Salt	2028	2
Neenah Paper	2010	6.2	Dan E Karn-Coal	2021	136	B E Morrow	2029	18
Connors Creek	2011	135	Dan E Karn-Coal	2021	136	Straits	2029	20
Connors Creek	2011	135	J H Campbell	2022	265.2	Hancock	2029	19.6
James De Young	2011	11.5	Presque Isle	2022	37.5	Monroe	2029	2.7
St Louis	2011	0.9	James De Young	2022	22	Monroe	2029	2.7
Tower	2011	1.3	Menominee	2022	1.5	Monroe	2029	2.7
J R Whiting	2012	106.3	Zeeland	2023	1.7	Monroe	2029	2.7
J R Whiting	2012	106.3	Presque Isle	2024	54.4	Monroe	2029	2.7
Diesel Plant Oil	2012	5.5	Eckert Station	2024	80	St Clair	2029	544.5
Caro	2012	1.3	Lowell	2025	1.1	Coldwater	2029	3.5
LaFarge Alpena	2012	12	T B Simon Power	2025	12.5	James De Young	2029	29.3
J R Whiting	2013	132.8	Gaylord 1	2026	16	Wyandotte	2029	7.5
St Clair	2013	168.7	Gaylord 1	2026	16	Pine Street	2029	1.1
St Clair	2013	156.2	Gaylord 1	2026	16	Pine Street	2029	1.1
Marshall	2013	1.1	Gaylord 1	2026	16	Escanaba Paper	2029	27.2
St Clair	2014	156.2	Dayton	2026	2	Thetford	2030	33.6
St Clair	2014	168.7	Dayton	2026	2	Thetford	2030	33.6
Diesel Plant Oil	2014	3	Dayton	2026	2	Thetford	2030	33.6
Hillsdale	2014	3.5	Dayton	2026	2	Thetford	2030	33.6
Eckert Station	2014	44	Dayton	2026	2	Hancock	2030	41.8
White Pine Electric	2014	20	Fermi	2026	16	St Clair	2030	2.7
White Pine Electric	2014	20	Fermi	2026	16	St Clair	2030	2.7
White Pine Electric	2014	20	Fermi	2026	16	Eckert Station	2030	80



In order to replace the capacity retired, new plants must be built in accordance to the methodology in subsection 3.3. Table 36 highlights their attributes.

Table 36. New Capacity Technology Characteristics

	Capacity Factor	Availability Factor	NO _x emission rate (lb/MWh)	SO ₂ emission rate (lb/MWh)	CO ₂ emission rate (lb/MWh)	CH ₄ emission rate (lb/MWh)	N ₂ O emission rate (lb/MWh)	Heat Rate (Btu/kWh)
Coal	0.80	0.87	0.7075	0.1539	1922.81	21.995	32.336	8844
Oil	0.18	0.80	14.7	0.0147	1289.13	37.706	6.161	9800
Natural Gas	0.80	0.87	0.1285	0.00428	951.376	18.618	1.862	7139
Nuclear	0.90	0.90	-	-	-	-	-	9502
Biomass	0.80	0.85	1.485	0.2997	0	102.171	13.623	10607
Wind	0.29	0.13	-	-	-	-	-	-
LFG	0.90	0.90	-	-	-	-	-	-



Appendix C. Future baseline consumer demand

To develop an hourly load profile from 2009-2030, we used a scaled version of the load reported in Michigan for 2008. The hourly load profile for 2008 was determined by summing up the reported demand [37] for the following utilities:

- DTE Energy
- Consumers Energy
- Upper Peninsula Power Company
- Wolverine Power Cooperative

This demand profile was scaled to represent all Michigan utility sales based on data reported by the MPSC for 2008 [58]. If sales data provided is summed, it reports 94,793,015 MWh sold by the four utilities above and 105,475,262 MWh sold in Michigan. This disagrees slightly with the hourly load data from FERC. If that is summed, the total load provided for by the four utilities was 97,159,607 MWh. To determine the hourly load for all of Michigan, the FERC hourly load is multiplied by the ratio of total Michigan sales to the sales in the listed utilities. This gives us a total of 108,108,546 MWh of load satisfied in Michigan. The hourly values that sum up to this load will be what is used to extrapolate out a forecast for Michigan growth assuming relative load profiles do not change from year to year.

The FERC filings and sales information represent the electricity demanded of the utilities in Michigan by their customers, and thus do not include transmission and distribution losses in the system. Approximately 9% of electricity generated is lost in its transmission and distribution from power plants to end-use consumers[59]. To turn this demand into a load at the generator, the base year demand is multiplied by a factor of 1.09 to represent these losses.

To forecast Michigan load growth over the length of a simulation, two sources are used. First, the EIA's Annual Energy Outlook [60] provides forecasts of electricity usage and generation up until 2030. This is coupled with forecasts provided in FERC Form 714 filings by the 4 utilities mentioned, which forecast out ten years from 2008 – 2018. To determine the annual percentage change in electricity generation in Michigan. The forecasts for the four utilities are summed together to determine an annual percentage growth rate for the state.

$$R_k = \frac{E_k}{E_{k-1}}$$

Where R_k is the growth rate in MI for a given year, k , and E_k is the sum of electricity demand forecasted by the four utilities for that year. The Michigan specific data only goes out to 2018, but



forecasts to 2030 are needed, so the rate of growth for the rest of the country is scaled to a Michigan growth rate for the last 12 years. To do this we use the same equation with the forecasted national “net generation available to the grid” to get a growth rate, r_k , for the nation for every year to 2030. To scale demand, we examine the ratios of expected national to Michigan yearly growth from 2009 to 2018 and determine the average ratio, D .

$$D = \left(\sum_{k=2009}^{2018} D_k \right) / 10 = \left(\sum_{k=2009}^{2018} \frac{R_k}{r_k} \right) / 10$$

This average ratio is then multiplied into the national electricity rate of change from years 2019-2030 to get a Michigan specific demand change for those years. This outputs a vector of yearly growth factors for Michigan loads that can be coupled with the adjusted load from 2008 to forecast hourly load profiles for every year between 2009 and 2030. Below is a graph showing the growth rates used. It shows the EIA, the reported growth rates by MI Utilities, and the rates that were generated using the calculations discussed.

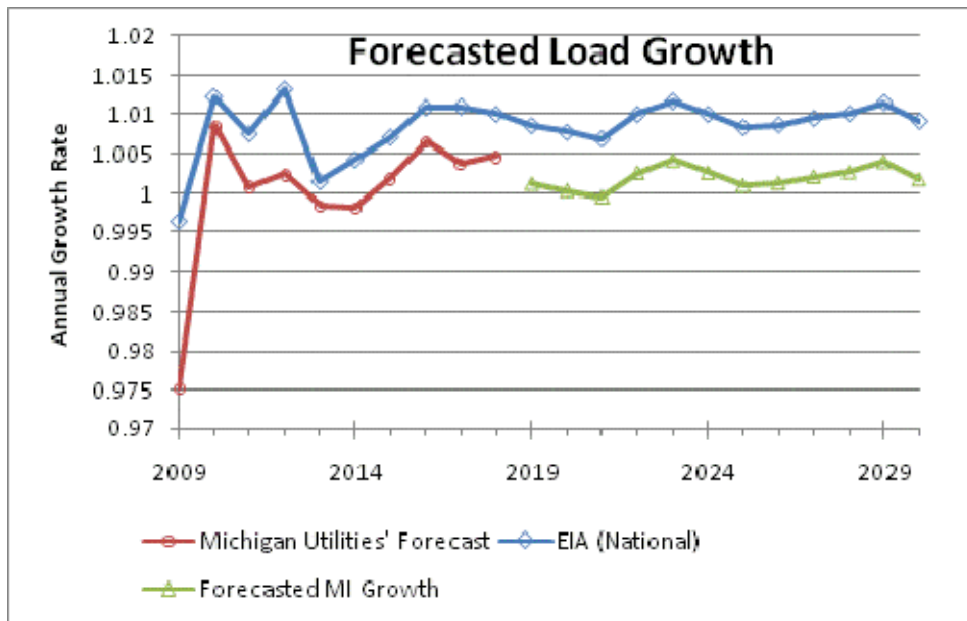


Figure 60: Forecasted annual load growth rate for MI and the USA



Appendix D. Fuel prices for Economic Dispatch

While Figure 34 shows the fuel prices visually, fuel prices in dollars per mmBtu each year are presented in the table below. Prices are in \$/mmBtu for fuel costs (in 2008 dollars), and tax is \$/metric ton CO₂e. Fuel prices are EIA predictions [39].

Table 37. Fuel costs used in the economic dispatch model

	Sub-bituminous Coal	Bituminous Coal	Oil	Natural Gas	CO ₂ tax
2009	2.15	2.15	14.24	4.14	0
2010	1.99	1.99	13.91	4.85	0
2011	1.98	1.98	14.06	5.82	0
2012	1.99	1.99	15.2	6.17	10.8
2013	1.99	1.99	16.21	5.94	11.34
2014	1.99	1.99	16.89	5.9	11.91
2015	2.01	2.01	17.36	6.08	12.5
2016	1.99	1.99	18.22	6.16	13.13
2017	2	2	18.88	6.17	13.78
2018	1.99	1.99	19.51	6.22	14.47
2019	1.99	1.99	19.92	6.29	15.19
2020	1.98	1.98	20.25	6.42	15.95
2021	1.98	1.98	20.4	6.52	16.75
2022	1.99	1.99	20.58	6.69	17.59
2023	1.99	1.99	20.89	6.74	18.47
2024	1.99	1.99	21.07	6.7	19.39
2025	1.99	1.99	21.35	6.75	20.36
2026	2	2	21.6	6.91	21.38
2027	2	2	21.83	7.05	22.45
2028	2.01	2.01	22.14	7.27	23.57
2029	2.02	2.02	22.54	7.51	24.75
2030	2.03	2.03	22.71	7.73	25.99



Appendix E. Vehicle size class mapping

Within the PECM and MEFEM models, vehicles are handled by size class. The size classes used are subcompact, compact, midsize, and large ‘car classes’, as well as the van, SUV, and pickup ‘truck classes.’ While this nomenclature is consistent through the model, in developing various parameters different naming schema were used by different sources. In this appendix, the names used to create the parameters within the original sources are mapped to the size classes used in the model.

Table 38. List of parameters and sources for mapping size classes

Parameter	Source
Trip Data for PECM	2009 NHTS[14]
Initial Vehicles Sales	MI Motor Vehicle Registrations[22]
% of new vehicle sales	AEO 2009[20]
New Conventional equivalent fuel economy (mpg)	AEO 2009[20]

Table 39. Mapping size classes to source classes

Size Class	Trip Data	Initial Vehicle Sales	% new Vehicle sales	New CV equivalent mpg
Subcompact	Car	40% of 2 door	Subcompact	Subcompact
Compact	Car	60% of 2 door	Compact	Compact
Midsize	Car	75% of 4 door, roadster	Midsize	Midsize
Large	Car	25% of 4 door, roadster	Large	Large
Van	Van	Van	Small/Large Van	Small/Large Van
SUV	SUV	Station Wagon	Small/Large Utility	Small/Large Utility
Pickup	Pickup	Pickup	Small/Large Pickup	Small/Large Pickup



Appendix F. Plug-in electric hybrid vehicle characteristics

Table 40. PHEV energy consumption rates for all size classes

		Charge Depleting Electricity consumption (kWh/mi)	Charge Sustaining Gasoline consumption (mpg)
PHEV	Subcompact	0.240	50
	Compact	0.246	43.5
	Midsize	0.274	32.8
	Large	0.3	26
	Van	0.346	26.14
	SUV	0.330	26.14
	Pickup	0.372	21

Within the PECM model, plug-in hybrids complete daily trips using some combination of electricity stored in the battery and gasoline combustion. The consumption parameters used in the model vary by size class and are listed in the table above. This appendix lists consumption parameters based on OEM press releases and academic sources used to compile the table above. Typically for a size class, an average of all electricity consumption parameters were taken, and a 55/45% city highway inverse average for 2009 model year hybrids was used to find gasoline consumption parameters. However, as data was sometimes unavailable, this is not the case for all size classes. Note that EV range and usable battery size are listed for reference, and was not available for many academic sources.

Subcompact

A pre-production electric vehicle, plug-in electric hybrid, and a hybrid electric vehicle were reviewed. The plug-ins report similar charge depleting electricity consumptions, whereas there is a large difference between the charge sustaining gasoline consumption parameters, and an inverse average was taken.



Table 41. Subcompact PHEV characteristics

		EV Range (miles)	Usable Battery (kWh)	Charge Depleting electricity consumption (kWh/mi)	Charge Sustaining Gasoline consumption (mpg)
OEM	Mitsubishi i-MiEV	60	16	0.24	--
	Audi A1 e-tron plug-in	30	7.2	0.24	39.2
	Honda Fit Hybrid				70

Compact

Two pre-production plug in sources were used, as well as parameters from the Electric Power Research Institute's (EPRI's) Hybrid Electric Working Group [Duvall, 2002, 2003, and 2004], to obtain the electric charge depleting parameter used in the model. The charge sustaining fuel economy rating was determined through a 55%/45% comparison of compact hybrids.

Table 42. Compact PHEV characteristics

		EV Range (miles)	Usable Battery (kWh)	Charge Depleting electricity consumption (kWh/mi)	Charge Sustaining Gasoline consumption (city/hwy mpg)
OEM	Toyota Plug-in Prius	15	3.64	0.243	
	VW Golf	93	21.2	0.228	
	Toyota Prius Hybrid				48/45
	Honda Civic Hybrid				40/45
	Honda Insight Hybrid				40/43
Academic	EPRI [6]	33	8.6	0.260	



Midsized

The midsized class electric consumption was determined from two pre production vehicles characteristics as well as many academic references. Fuel consumption was determined from a 55%/45% split of hybrid vehicles in that class.

Table 43. Midsized PHEV characteristics

		EV Range (miles)	Usable Battery (kWh)	Charge Depleting electricity consumption (kWh/mi)	Charge Sustaining Gasoline consumption (city/hwy mpg)
OEM	Chevy Volt	40	10.4	0.26	
	Fisker Karma	50	13.5	0.27	
	Ford Fusion Hybrid				36/41
	Chevy Malibu Hybrid				26/34
	Nissan Altima Hybrid				35/33
	Toyota Camry Hybrid				33/34
	Saturn Aura Hybrid				24/32
Academic	[6]	33	9.9	0.30	
	[3]	10	3.6	0.22	
	[3]	30	8.2	0.24	
	[3]	60	16.5	0.28	
	[61]	20	4.8	0.24	
	[62]			0.25	
	[63]			0.25	

Large car

At the time of writing, there were no pre-production plans for large passenger car sized PHEV or EV, and the fuel consumption parameters were estimated to be larger than the Midsized class, but



smaller than any of the truck classes.

Van

Two vans, a passenger and a cargo van were examined to determine electric consumption. Note that the Sprinter Van used a NiMH battery, and a general estimation comparable of Li-Ion consumption, based on Prius NiMH and Li-Ion conversion characteristics. The SUV charge sustaining gasoline consumption was used.

Table 44. Van PHEV characteristics

		EV Range (miles)	Usable Battery (kWh)	Charge Depleting electricity consumption (kWh/mi)	Charge Sustaining Gasoline consumption (city/hwy mpg)
OEM	Luxgen MPV EV	120 miles	41.5	0.345	
	Daimler Sprinter	18.6 miles	9.8	0.346	

SUV

The SUV size class within the model encompasses full size, midsize, and small/compact SUV, and as such within the group the actual consumption parameters may vary. While the Ford Escape PHEV is off-schedule for production, specifications for the test models were used. Also, two publications investigated the consumption parameters for various SUV sizes. Seven hybrid SUV of various sizes were also viewed for the gasoline consumption parameter.

Table 45. SUV PHEV characteristics

		EV Range (miles)	Usable Battery (kWh)	Charge Depleting electricity consumption (kWh/mi)	Charge Sustaining Gasoline consumption (city/hwy mpg)
OEM	Ford Escape PHEV	30	7.2	0.20	
	Ford Escape Hybrid				34/31
	Toyota Highlander Hybrid				27/25
	Chevy Tahoe Hybrid				21/22
	Cadillac Escalade				20/21



	Hybrid				
	Mercury Mariner Hybrid				34/31
	Saturn Vue Hybrid				25/32
	GMC Yukon Hybrid				21/22
Academic	[6] (Midsize SUV)	33	12.5	0.38	
	[6] (Fullsize SUV)	33	15.2	0.46	
	[3] (Crossover SUV)			0.28	
	[3] (Midsize SUV)			0.33	

Pickup

There are no current production pickups planned at the time the report was written. Fuel consumption parameters for a converted F-150, as well as one academic source were used. Five hybrids were examined to estimate PHEV gasoline fuel economy.

Table 46. Pickup PHEV characteristics

		EV Range (miles)	Usable Battery (kWh)	Charge Depleting electricity consumption (kWh/mi)	Charge Sustaining Gasoline consumption (city/hwy mpg)
OEM	Ford F-150 Converted by Enviva	38	12	0.316	
	[63]			0.429	
	Chevy Silverado Hybrid (2WD)				21/22
	Chevy Silverado Hybrid (4WD)				20/20
	GMC Sierra hybrid				21/22
	Dodge Durango hybrid				20/22
	Chrysler Aspen Hybrid				20/22

Table 47. Source list for PHEV characteristics



	Hybrid fuel economies	http://www.fueleconomy.gov/
Plug in specifications	Mitsubishi i-MiEV	http://www.mitsubishi-motors.com/special/ev/index.html
	Audi A1 e-tron	http://www.audi.com/com/brand/en/experience/audi_e-tron/audi_a1_e-tron.tab_0002.html
	Toyota Plug-in Prius	http://www2.toyota.co.jp/en/news/09/12/1214.html
	VW Golf Plug-in	http://www.autoweek.com/article/20100503/GREEN/100509981
	Chevy Volt	http://www.chevrolet.com/pages/open/default/future/volt.do
	Fisker Karma	http://www.fiskerautomotive.com/
	Luxgen MPV EV	http://www.luxgen-motor.com/cars/EV/
	Daimler Sprinter PHEV	http://www.calcars.org/calcars-news/83.html (repost of press release from former daimlerchrysler)
	Ford Escape PHEV	http://media.ford.com/article_display.cfm?article_id=27333
	Ford F-150 Converted by Enviva	http://www.prlog.org/10119559-enviva-announces-rev-plug-in-ford-series-truck-conversion-gets-43-mpg-plug-in-your-tru.html



Appendix G. Emissions allocation example from MEFEM

Subsection 3.5.3 showed in simple terms how the emissions from the electricity generation sector are allocated to the transportation sector to account for PHEV charging. Within the model, changes to the generation mix also play a role, and this appendix describes how marginal and average allocation methods are affected by changes in the grid.

Table 48. Changes in baseline scenario generation (MWh) from 2009 to 2030

	From Existing	From New	Total
Sub-bituminous	(14,045,042.73)	2,330,605.32	(11,714,437.41)
Bituminous	(4,449,801.63)	-	(4,449,801.63)
Oil	(24,279.75)	-	(24,279.75)
Natural gas	(3,156,053.42)	3,529,202.34	373,148.93
Nuclear	0.00	524,386.20	524,386.20
Biomass	(105,627.45)	1,055,558.80	949,931.35
Hydro	(190.00)	-	(190.00)
Wind	(0.00)	18,400,759.89	18,400,759.89
LFG	0.00	1,359,369.85	1,359,369.85
	(21,780,994.97)	27,199,882.40	5,418,887.43

Table 48 outlines the changes in the grid from 2009 to 2030 for the no PHEV, baseline simulation by generation. Overall, the amount of electricity needed to be generated increased by 5,400 GWh, but the current existing plants provide roughly 22,000 GWh less electricity to meet demand, with the greatest reductions coming from coal generation, probably due to retirements in the system. New capacity is added in many fuel types, however overall in the system coal and oil is reduced, while natural gas, nuclear, biomass and wind generation is increased. The 190 MWh reduction of hydro is an artifact of system dispatch, and changes slightly from year to year- hydro generation is neither reduced nor added in the system. Note that all new coal is assumed sub-bituminous.

Table 49 shows the average emissions factors for 2030 generation by fuel type. It can be seen that oil has very high factors, but it comprises a very small proportion of generation. Aside from oil, and that natural gas has high SO_x factors, coal remains the highest pollutant per generation in the categories. Existing biomass also has high NO_x factors. While all new coal is assumed to be sub-bituminous, it can be seen that the emissions do not vary significantly between the two coal types. Hydro and wind generation do not have emissions factors.



Table 49. Average emissions factors (kg/kWh) for existing plants, by fuel type

	Sub-Bit. Coal	Bit. Coal	Oil	Natural Gas	Nuclear	Biomass	LFG
CO	0.30	0.30	3.74	0.49	0.01	0.09	0
Pb (g/Wh)	0.0949	0.0949	0.0517	0.0035	0.00088	0	0
NO _x	1.58	2.07	12.63	0.49	0.07	1.19	0.81
PM ₁₀	0.78	0.78	0.16	0.05	0.06	0.04	0
VOC	6.90	6.90	2.42	5.68	0.23	0.30	0
SO _x	3.57	5.33	94.68	6.04	0.23	1.54	0
CO ₂	1009.05	958.96	4033.69	551.85	10.84	163.99	0.01
CH ₄	1.84	1.84	1.22	3.31	0.03	0.31	0
N ₂ O	0.02	0.02	0.06	0.00	0.00	0.04	0
GHGs	1060.05	1009.75	4082.60	635.11	11.54	185.21	0.01

Taking generation offline only to replace it with new capacity of the same fuel type does not seem like much of a gain, but the characteristics of the new generating assets are ‘cleaner’ in many pollutant categories than the existing power plants, especially in the NO_x, SO_x and greenhouse gas pollutant categories. Average reduction in emissions by fuel type when deploying a new plant rather than an older plant can be seen in Table 50 (emissions that are unchanged are not represented). Note that Hydro and wind generation has no associated emissions, nor do new LFG plants, while existing LFG do emit some NO_x and CO₂. There is a slight increase in methane emissions in the new generation; however, this change is negligible, and overall GHG emissions are reduced.

Table 50. New v. Existing capacity, improvement by fuel type

	NO _x	SO _x	CO ₂	CH ₄	N ₂ O	GHGs
Coal	59%	94%	10%	0.06%	10%	9%
Natural Gas	67%	6%	13%	-0.10%	30%	11%
Nuclear	0%	0%	0.31%	0.004%	0%	0.29%
Biomass	42%	91%	99%	84%	86%	97%
LFG	100%	0%	100%	0%	0%	100%

Marginal emissions assigned to a simulation depend on the change in generation from baseload to the PHEV scenario.

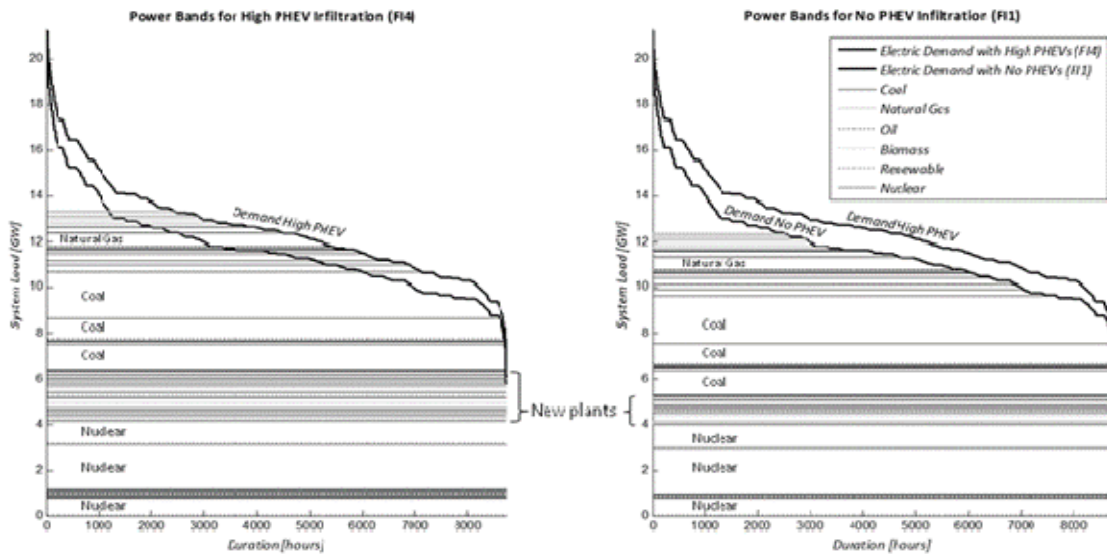


Figure 61. Load duration curves with power bands, 2030 (EG1, CH1, FI1 & FI4)

The above figure shows the stacking dispatch results for the FI4 and FI1, base generation case scenarios. It can be seen that much of the new load is served by a growth in the number of new plants. The next table shows for the year 2030 the difference in generation by fuel type between the base case and the high fleet infiltration scenario.

Table 51. Change in generation (MWh) from base case to FI4 (High PHEV) in 2030

	From Existing	From New	Total
Sub-bituminous	(690,971.48)	3,405,526.55	2,714,555.07
Bituminous	(990,491.16)	-	(990,491.16)
Oil	(10,827.32)	-	(10,827.32)
Natural gas	(289,119.70)	5,156,940.21	4,867,820.51
Nuclear	0.00	766,243.47	766,243.47
Biomass	(45,669.97)	121,215.68	75,545.71
Hydro	0.00	-	0.00
Wind	-	1,306,175.47	1,306,175.47
LFG	(0.00)	565,150.39	565,150.39
TOTAL	(2,027,079.63)	11,321,251.79	9,294,172.16

The above table shows that adding PHEV necessitates an increase of about 9,300GWh in the base scenario. This is met by decreasing the use of existing plants and increasing the use of plants added through capacity or renewable needs. Also, the majority of the new generation is done by natural gas plants, although coal and wind do contribute as well. Again taking into account that Natural gas is



cleaner than coal and that the new plants are cleaner than the old plants, the marginal 9,300GWh needed to be produced and the emissions of which are then assigned to PHEV are lower than would be expected by using an average of the fleet in total, as average generation takes all generation into account. In scenarios where there is not a large shift from old to new capacity, where marginal emissions from primarily increasing existing generation capacity use, this will not be the case, again because the existing capacity has such high emissions factors.

Table 52. Changes in High RPS/Nuclear scenario generation (MWh) from 2009 to 2030

	From Existing	From New	Total
Sub-bituminous	(27,444,277.56)	631,111.46	(26,813,166.09)
Bituminous	(17,552,665.27)	-	(17,552,665.27)
Oil	(202,964.06)	-	(202,964.06)
Natural gas	(6,430,670.28)	13,450,832.10	7,020,161.82
Nuclear	(5,147,634.46)	12,518,421.32	7,370,786.87
Biomass	(883,658.28)	1,518,453.48	634,795.20
Hydro	3,131.40	-	3,131.40
Wind	(0.00)	31,933,560.54	31,933,560.54
LFG	(71,526.43)	3,100,476.94	3,028,950.52
	(57,730,264.93)	63,152,855.84	5,422,590.91

In the High RPS, High Nuclear scenario, the same additional 5,400GWh are added, but there are much greater reductions and additions to achieve that overall balance compared to the base generation scenario.

Table 53. Change in generation (MWh) from base case to FI4 (High PHEV)

	From Existing	From New	Total
Sub-bituminous	(617,500.78)	119,865.82	(497,634.95)
Bituminous	(469,231.16)	-	(469,231.16)
Oil	(7,927.46)	-	(7,927.46)
Natural gas	(111,466.89)	4,064,571.81	3,953,104.92
Nuclear	(121,620.02)	3,793,677.21	3,672,057.19
Biomass	(41,027.08)	117,904.10	76,877.02
Hydro	(3,109.20)	-	(3,109.20)
Wind	0.00	2,118,149.47	2,118,149.47
LFG	(3,467.81)	457,700.14	454,232.33
TOTAL	(1,375,350.38)	10,671,868.56	9,296,518.17

Adding PHEVs again requires 9,300 GWh of generation for 2030, but the grid makeup in this scenario brings on much less coal and more wind, to meet the new RPS requirements, and new nuclear



generation in place of coal. This would result in even lower marginal emissions, stemming from new natural gas, nuclear, and wind, while even with the accelerated retirements, existing coal plants still provide about a quarter of the total generation within the state, skewing the average.



Appendix H. Additional PECM Results

The PHEV energy consumption model (PECM) is a standalone model that analyzes the trip data within the NHTS and simulates PHEV driving and charging. While certain scenarios and results were presented in the main document, additional results specific to PECM are presented here.

Effect of Battery size

As the battery size increased, the electricity demand also increased. This also had the effect of ‘shifting’ the peak usage hour later and later, although the power at any given hour was increased as battery size increased.

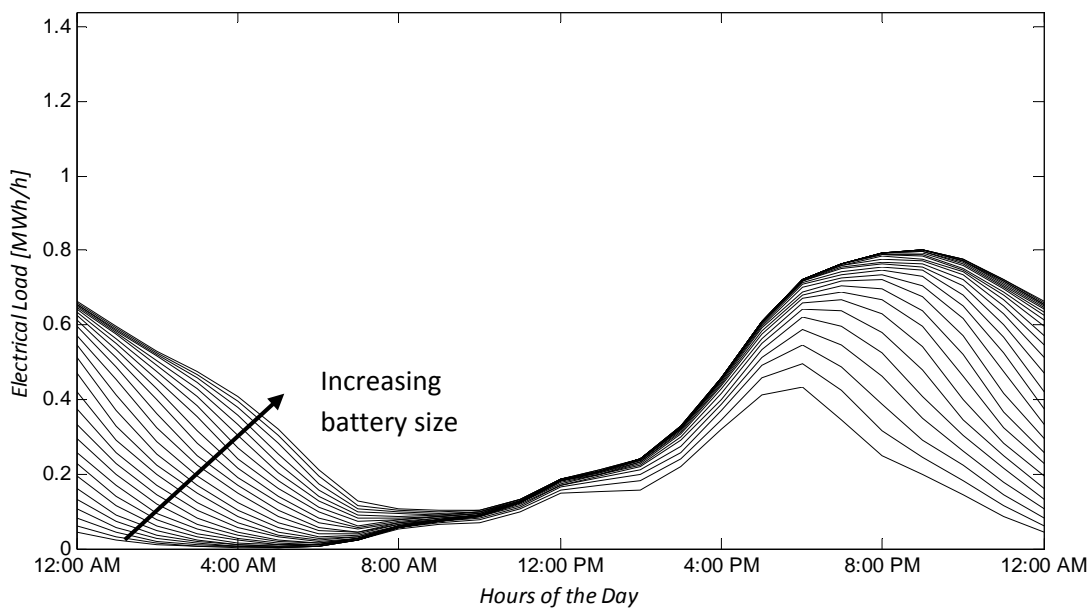


Figure 62. Effect of battery size on normalized PHEV charging load

Electricity use and percentage of electric miles increased as battery size increased, although the relationship was non-linear. Charging speed was shown to have a greater effect on these parameters as battery size increased.

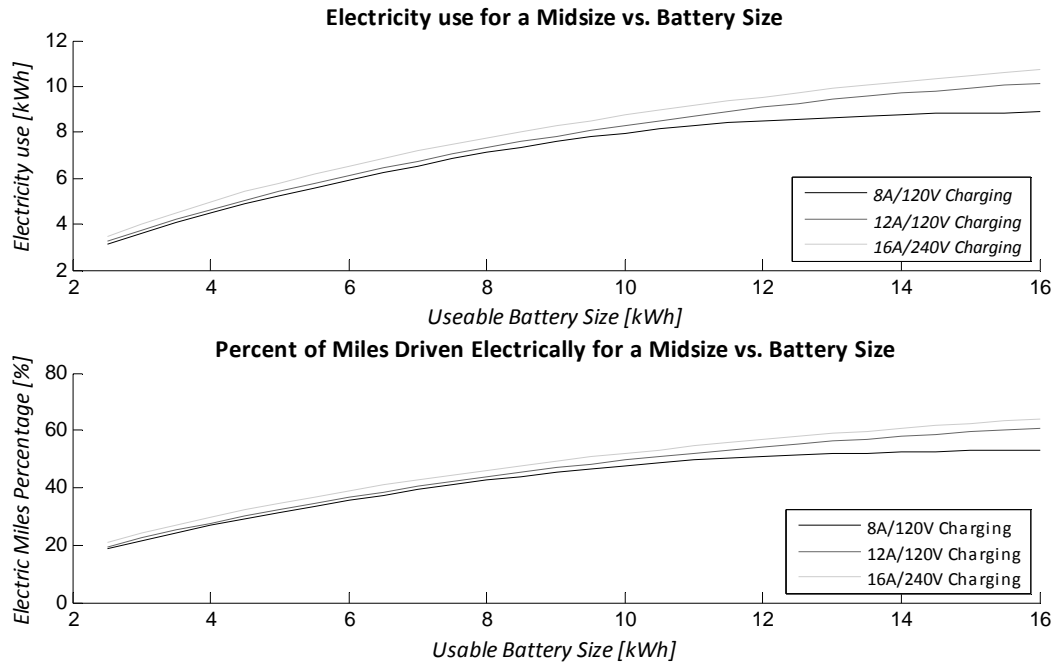


Figure 63. Battery size effect on electricity consumption and percent of electric miles

Effect of Size class

Within PECS and MEFEM, there are seven vehicle size classes: sub-compact, compact, midsize, large, van, SUV, and pickup. Each of these classes have different associated parameters for consumption, and while the sub-compact, compact, midsize, and large car classes share NHTS trip data, the van, SUV, and pickup classes each have a separate NHTS dataset. Appendix E shows the datasets used for each size class.

The following figures are a daily and a weekly load curve with all seven size classes represented. The larger classes, van, SUV, and pickup, typically draw more power. The car classes have similar curves due to the shared data set, while the van class is noticeably more jagged, as the van data subset was the smallest.

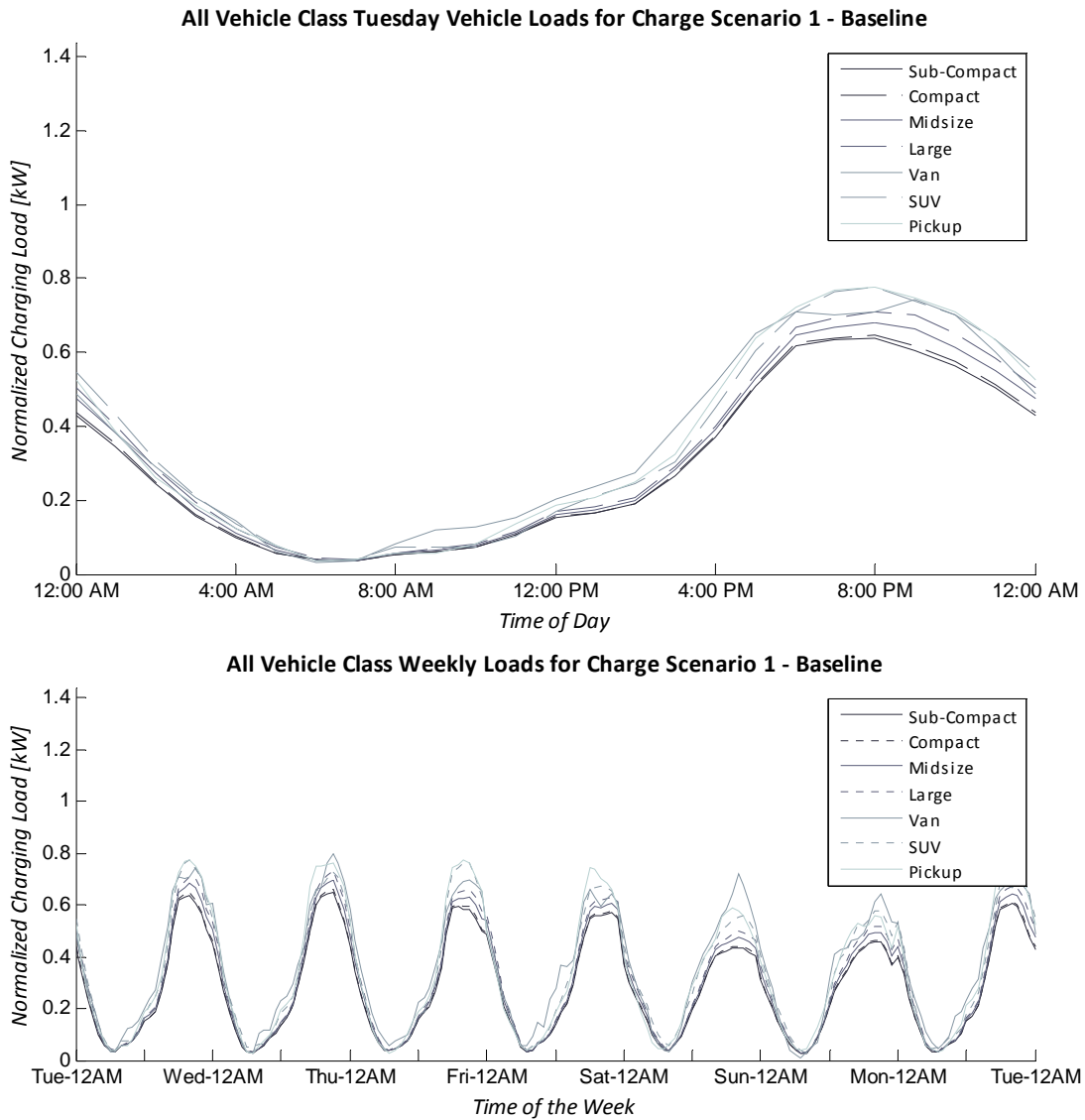


Figure 64. Load curves, daily and weekly, showing difference by size class

Again, the larger classes consumed more electricity, and in the following figure, it can be seen that more gasoline was consumed as well.

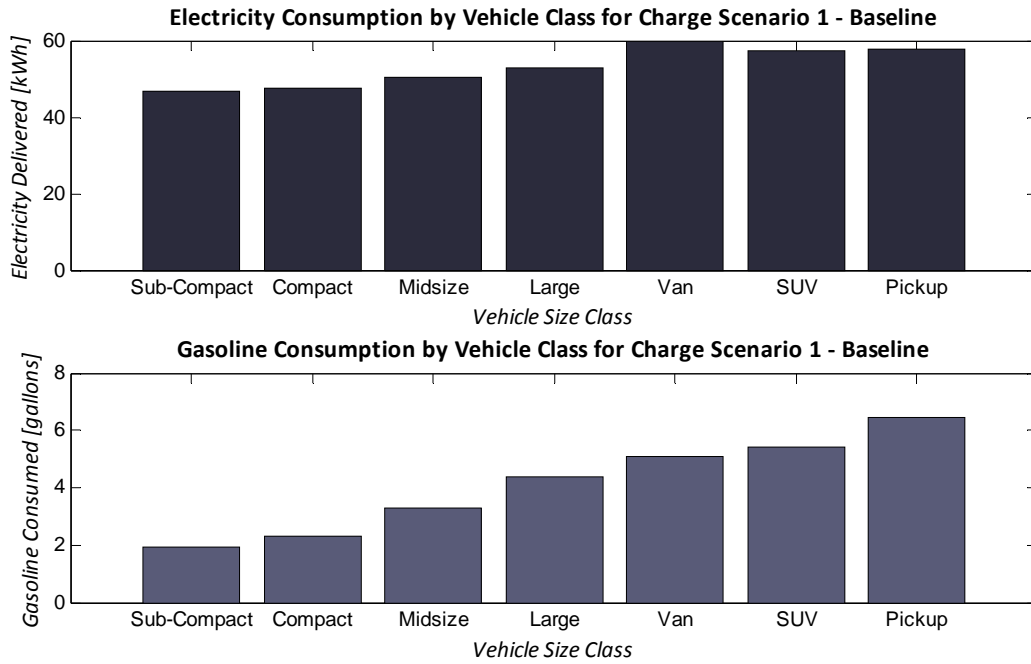


Figure 65. Energy consumption per week by size class

The smaller car size classes had a greater proportion of electrically driven miles, but for all vehicle size classes ranged between 50 to 60%.

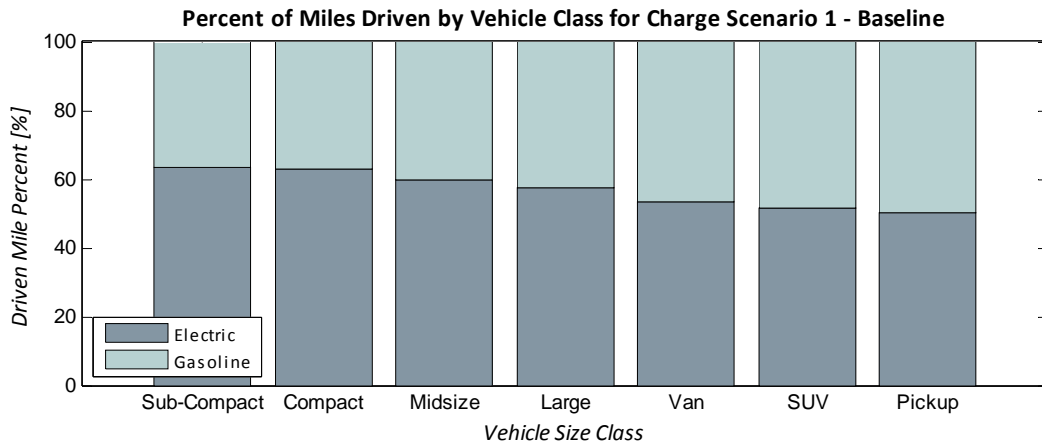


Figure 66. Percent of miles driven electrically by vehicle size class in the baseline charging scenario



Additional Load lineups

While the loads are shown in Figure 42 overlaid on a July day's demand, each scenario is reproduced here with the normalized load, and the resulting load for high PHEV infiltration overlaid on a January and July demand.

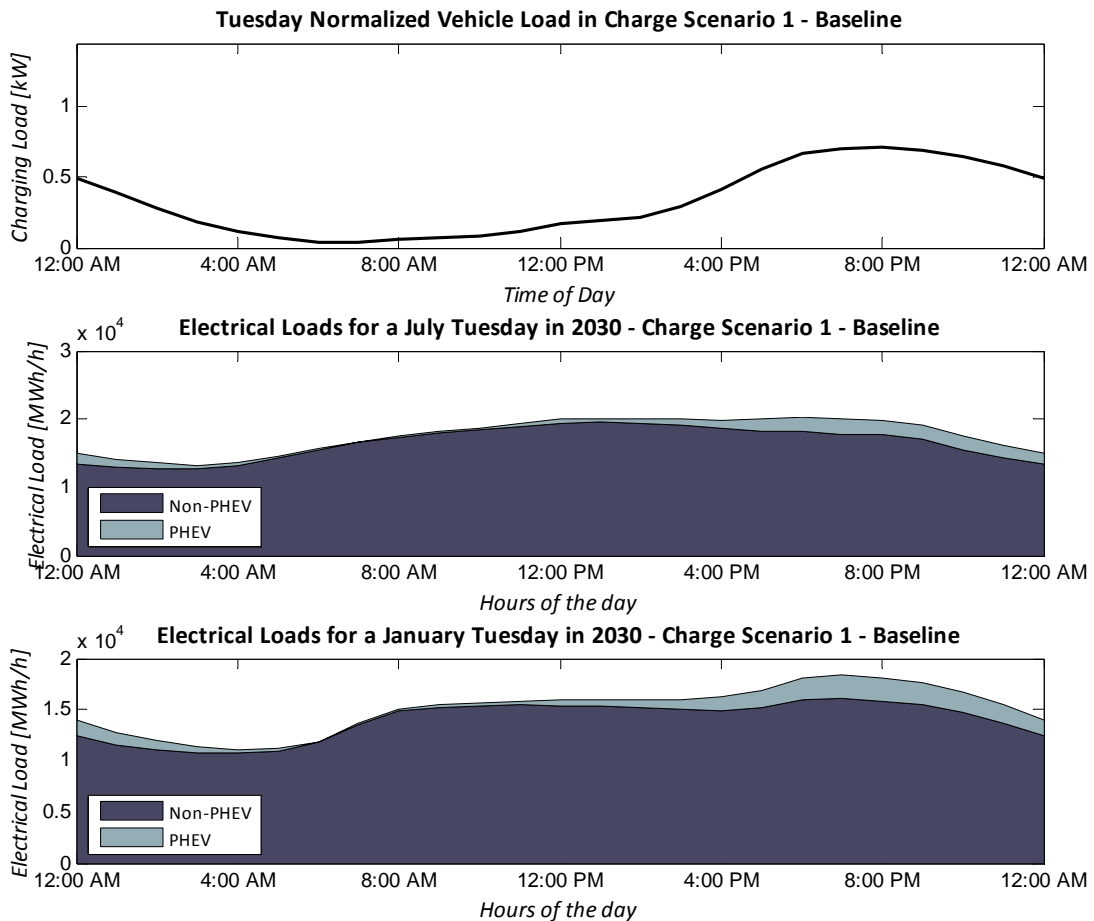


Figure 67. Baseline charging load profiles (High PHEV infiltration, 2030)

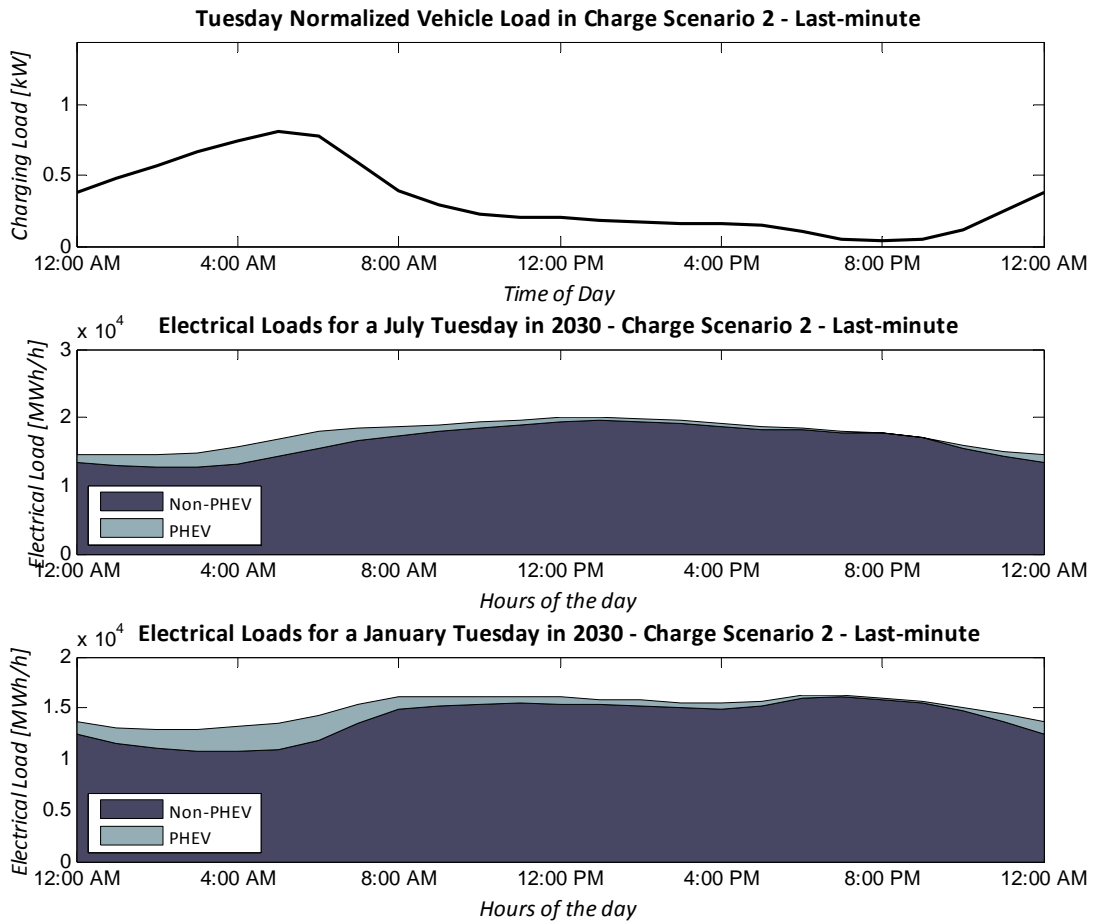


Figure 68. Last minute charging load profiles (High PHEV infiltration, 2030)

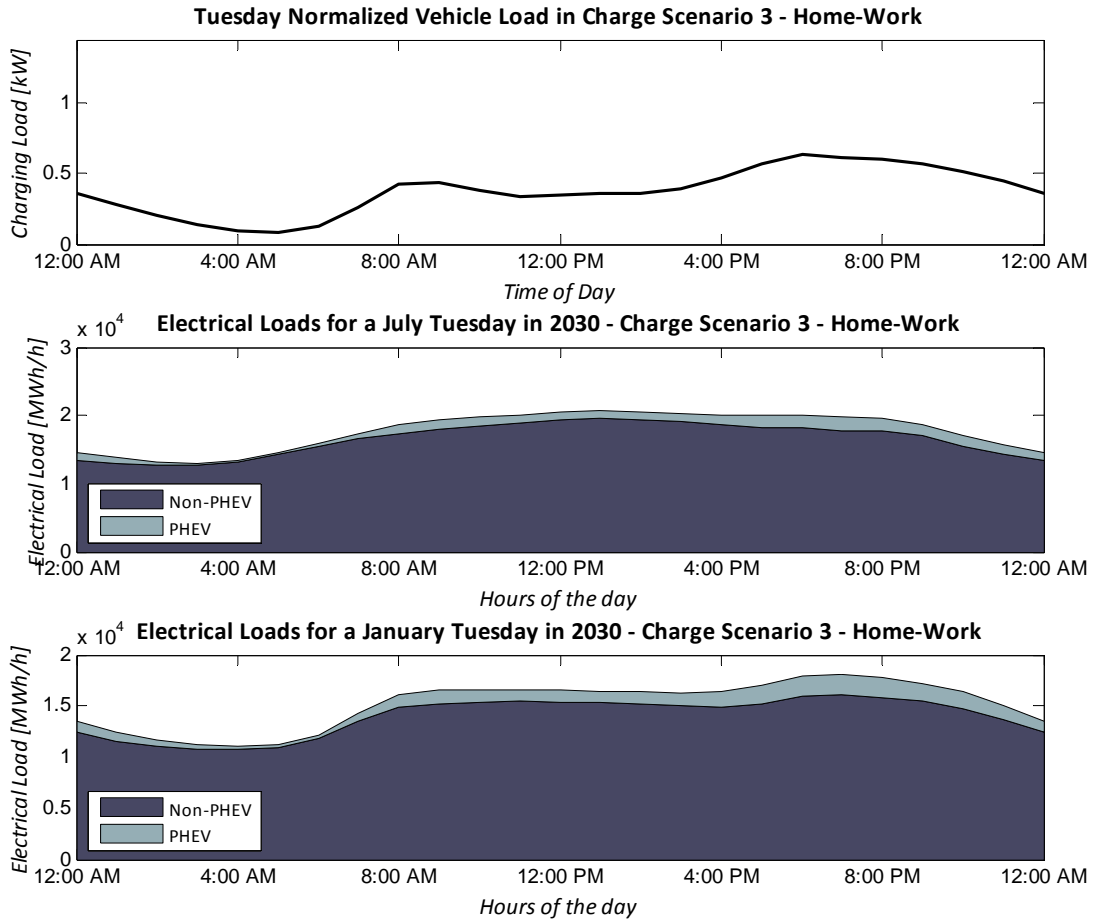


Figure 69. Home-work charging load profiles (High PHEV infiltration, 2030)

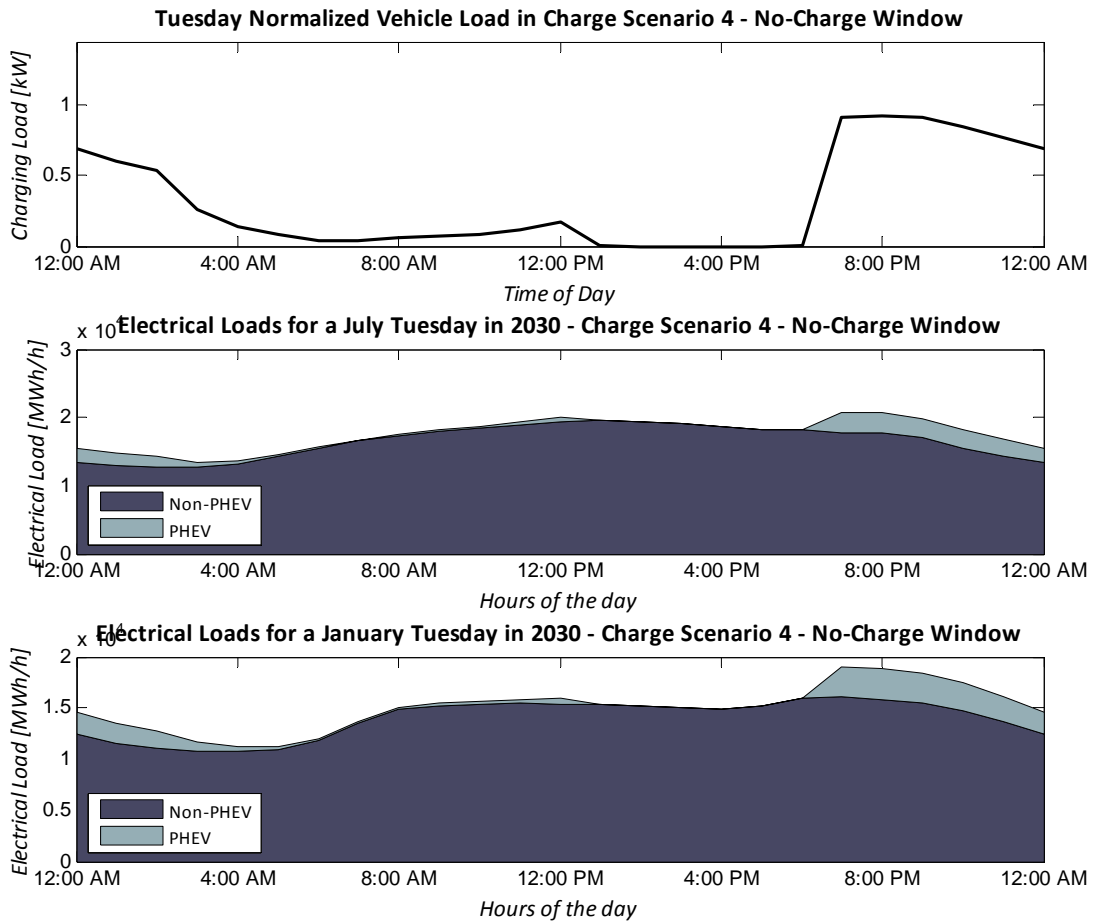


Figure 70. No-charge window charging load profiles (High PHEV infiltration, 2030)

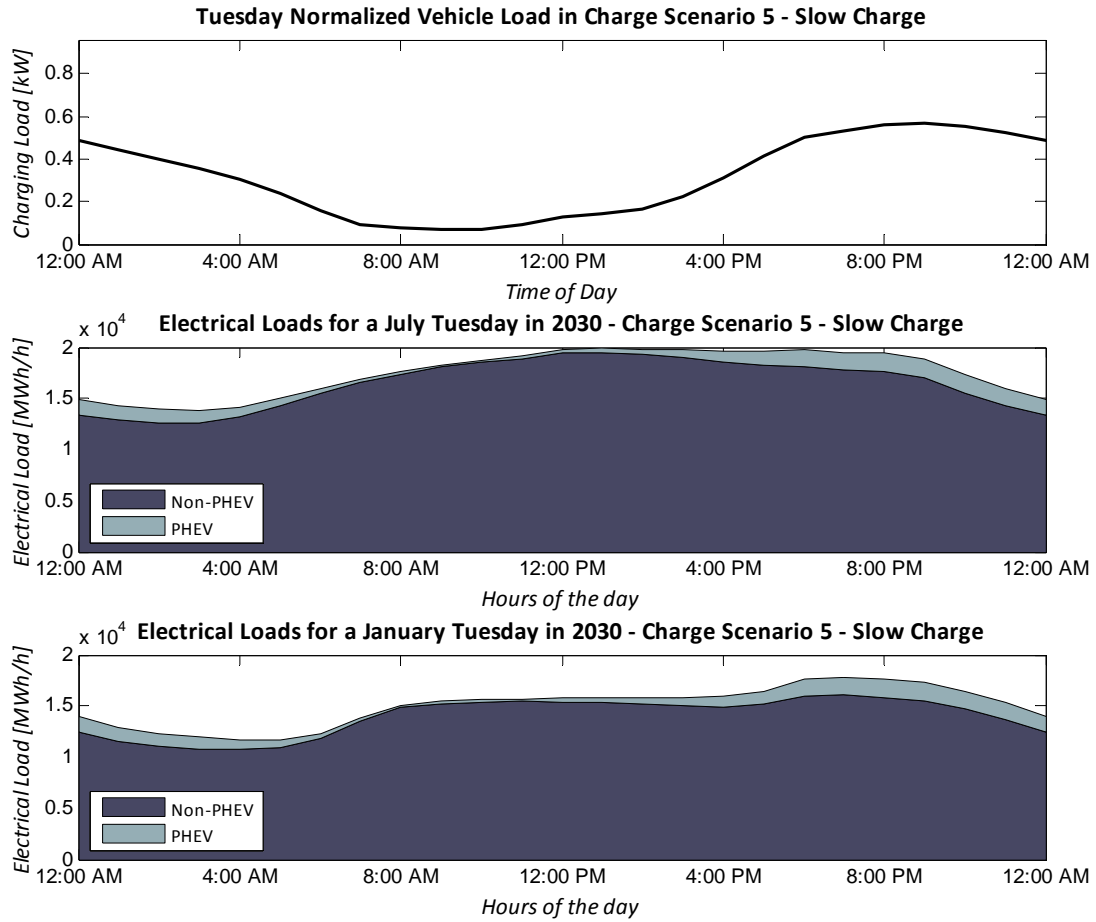


Figure 71. Slow charging load profiles (High PHEV infiltration, 2030)

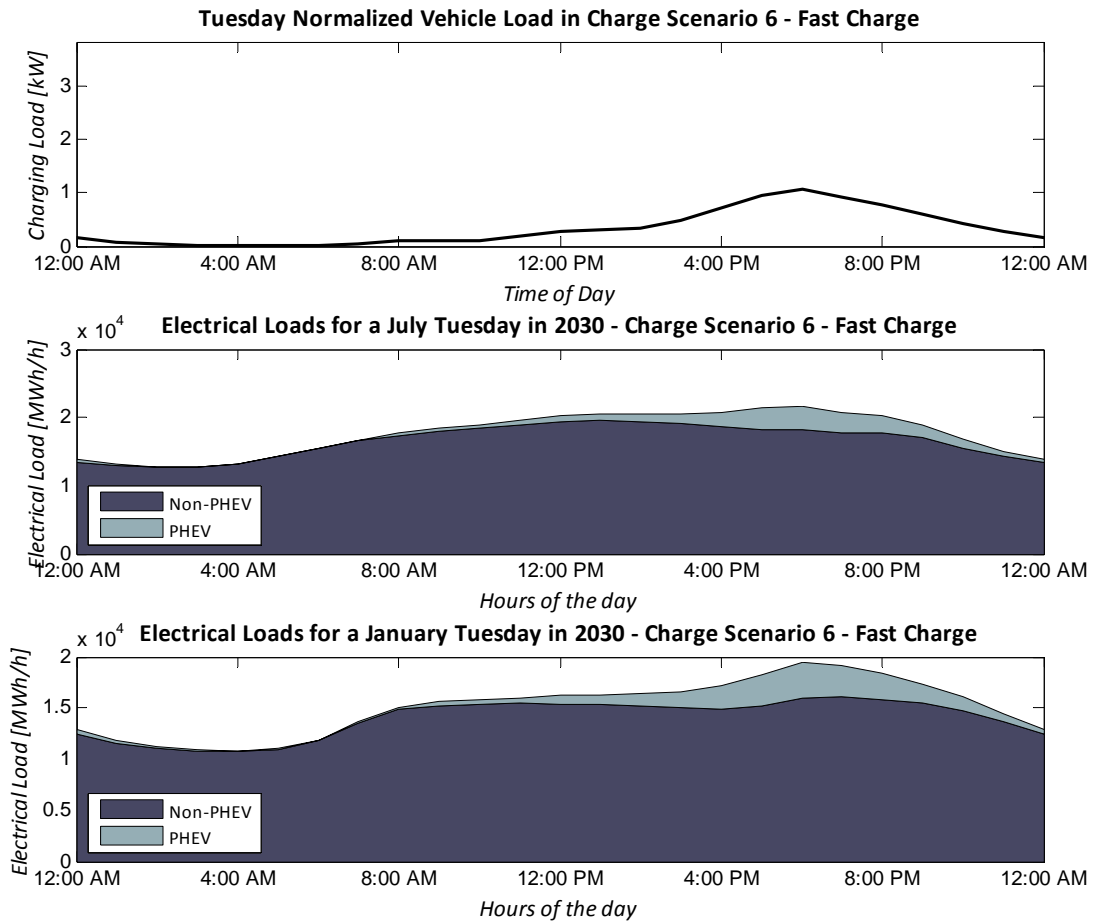


Figure 72. Fast charging load profiles (High PHEV infiltration, 2030)

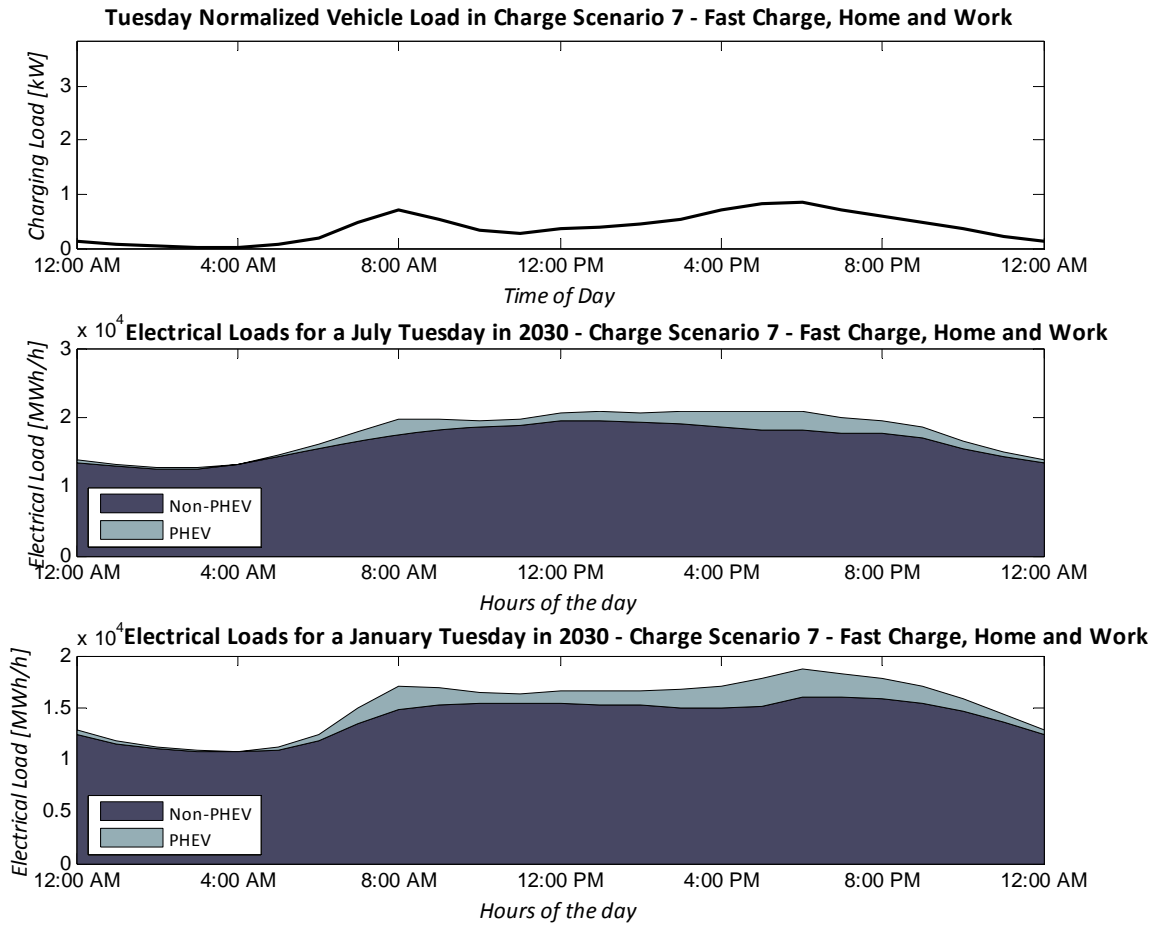


Figure 73. Fast, Home-work charging load profiles (High PHEV infiltration, 2030)

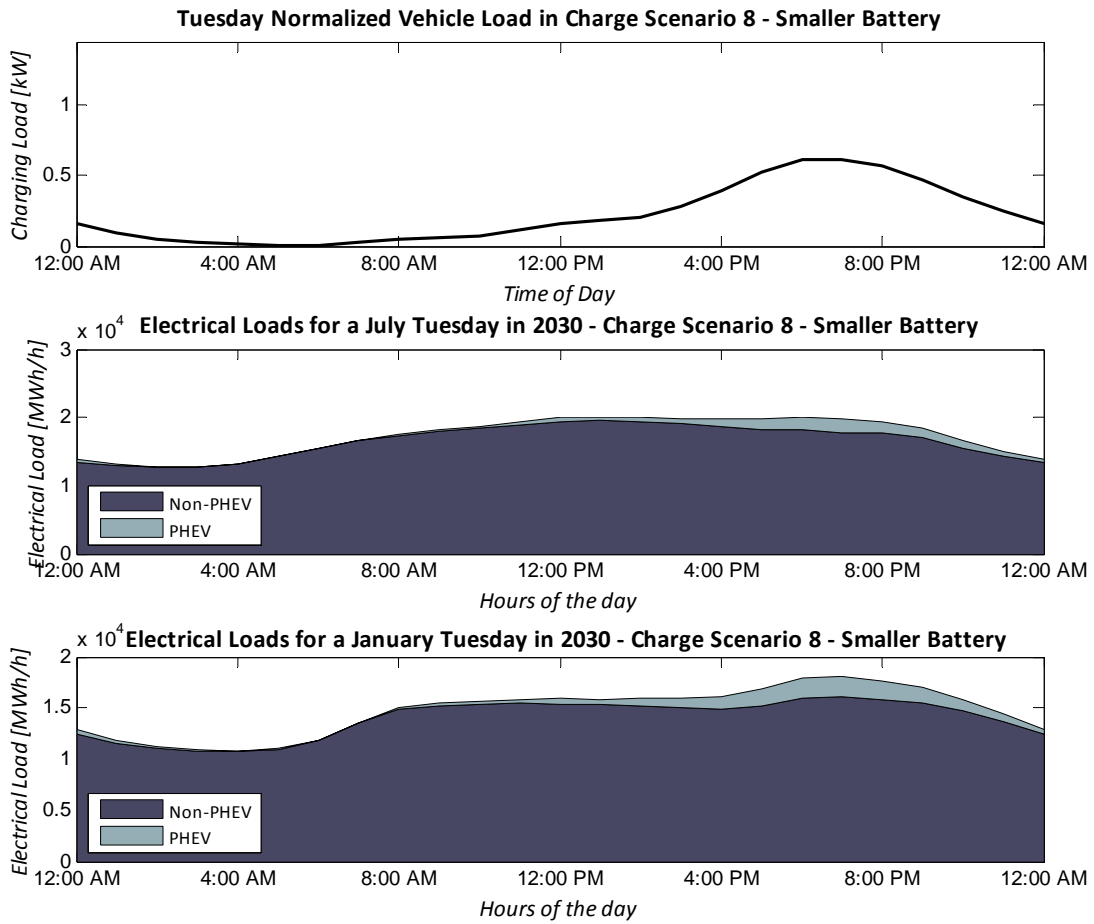


Figure 74. Smaller battery charging load profiles (High PHEV infiltration, 2030)



Appendix I. Additional Greenhouse Gas Emissions Results

The following figures show the total system greenhouse gas emissions in 2030 for the electricity grid mix simulations and for the charging simulations. Figure 75 shows results for the different electricity generation mix simulations. Figure 76 shows results for the different charging simulations.

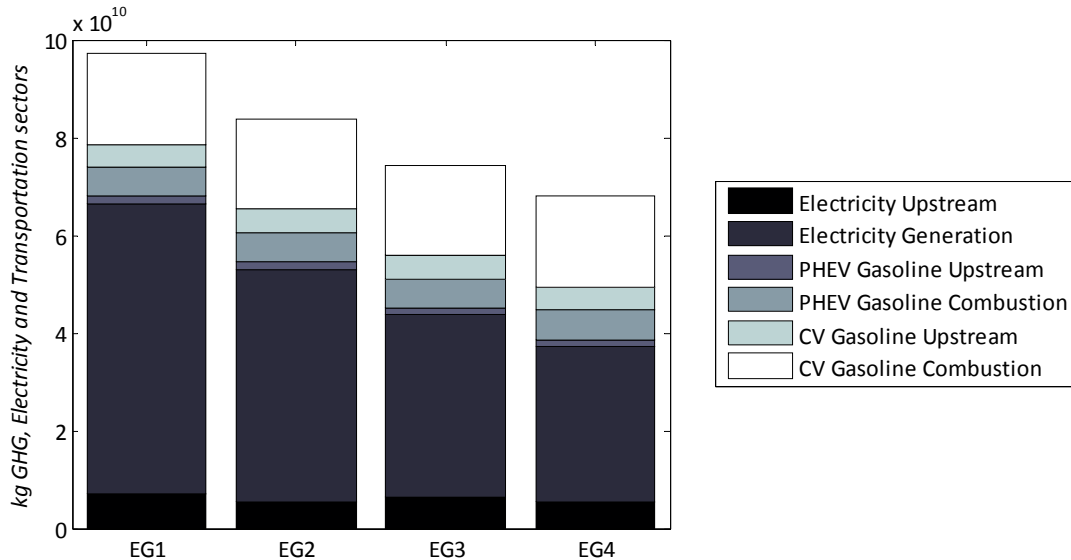


Figure 75. Total GHG for the year 2030 for all electricity grid mix simulations

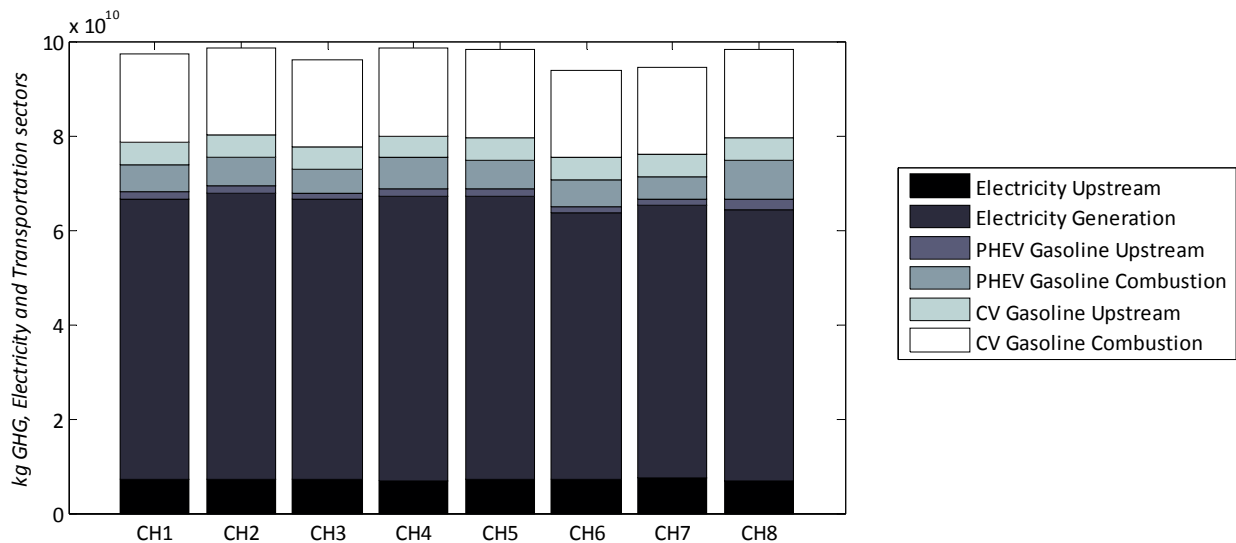


Figure 76. Total GHG for the year 2030 for all charging simulations



Appendix J. Additional Criteria Pollutant Results

The data tables below show the criteria air pollutant emission rates pertinent to the results discussion in this study's report.

Table 54. Criteria air pollutant emission rates, 2030, EG1

EG1 Simulation	CO	Pb	NO _x	PM _{2.5}	PM ₁₀	VOC	SO _x
	mil kg	kg	mil kg	mil kg	mil kg	mil kg	mil kg
FI4 Total Emissions	271	5,165	134	2.56	49.85	29.6	360
FI1 Total Emissions	348	4,963	141	3.39	49.79	34.9	341
<i>Percentage Change</i>	-22%	4%	-5%	-25%	0.1%	-15%	5%
FI4 CV&PHEV Emissions Average	247	378	32	2.56	8.6	20.9	34
FI4 CV&PHEV Emissions Marginal	248	203	24	2.56	7.1	21.4	29
FI1 CV Emissions	325	-	32	3.39	7.1	26.8	10
<i>Percentage Change Average</i>	-24%	N/A	1%	-25%	21%	-22%	222%
<i>Percentage Change Marginal</i>	-24%	N/A	-23%	-25%	1%	-20%	178%

Table 55. Criteria air pollutant emission rates, 2030, EG4

EG4 Simulation	CO	Pb	NO _x	PM _{2.5}	PM ₁₀	VOC	SO _x
	mil kg	kg	mil kg	mil kg	mil kg	mil kg	mil kg
FI4 Total Emissions	264	2,252	80.4	2.56	26.56	28.6	256
FI1 Total Emissions	342	2,305	88.6	3.39	28.47	34.3	239
<i>Percentage Change</i>	-23%	-2%	-9%	-25%	-7%	-17%	7%
FI4 CV&PHEV Emissions Average	247	168	28.2	2.56	6.92	20.8	26
FI4 CV&PHEV Emissions Marginal	247	-53.16	23.7	2.56	5.17	21.1	28
FI1 CV Emissions	325	-	31.9	3.39	7.08	26.8	10
<i>Percentage Change Average</i>	-24%	N/A	-11%	-25%	-2%	-22%	151%
<i>Percentage Change Marginal</i>	-24%	N/A	-26%	-25%	-27%	-21%	163%

Figure 77 through Figure 83 display the total system criteria pollutant emissions under the EG1 scenario for charging scenarios CH2 through CH8. The following remarks on the data represented in these figures is based on the difference in results shown from the results under the baseline charging scenario (CH1) discussed in detail in subsection 5.3. For each of the following figures, the emissions which displayed a significant change in emissions levels from those of CH1 are noted. Further detail on the cause of the observed trends is omitted. Specific explanations about the driving forces behind changes of each emissions level can be referenced in the criteria air pollutants results discussion section



of the main report body (subsection 5.3).

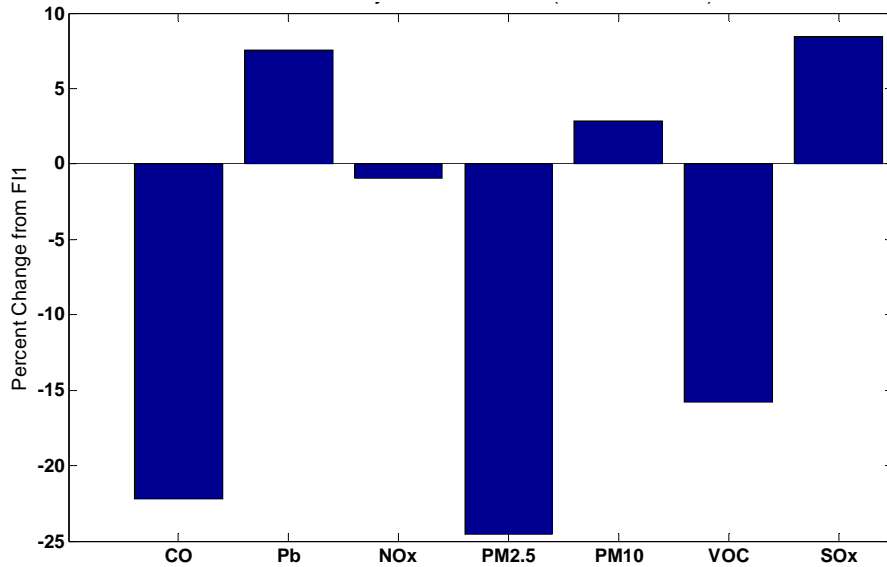


Figure 77. Change in total system criteria air pollutants, 2030 (CH2, EG1, F14)

In the CH2 scenario, the most significant changes are the increase in lead, decrease in NO_x, increase in PM₁₀ and increase in SO_x.

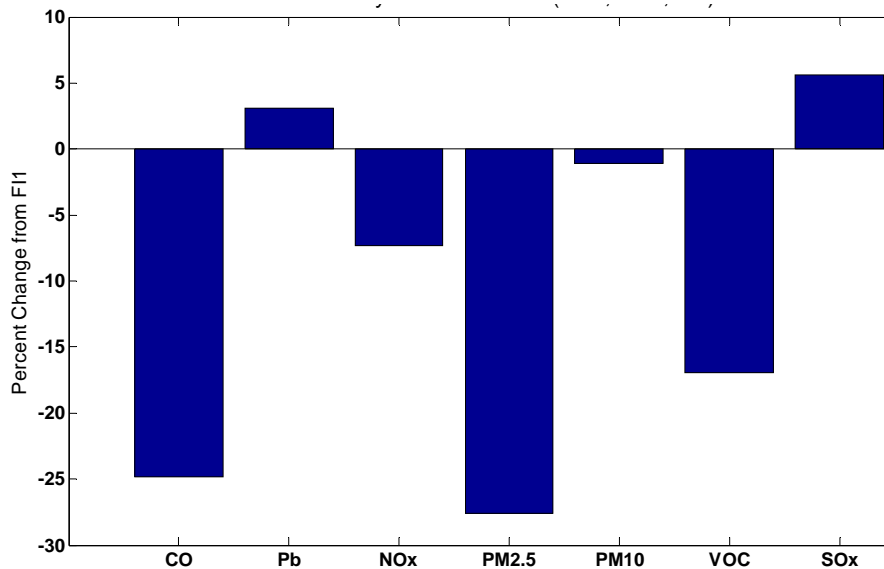


Figure 78. Change in total system criteria air pollutants, 2030 (CH3, EG1, F14)

In CH3 scenario, the most significant changes are the decrease in NO_x and decrease in PM₁₀.

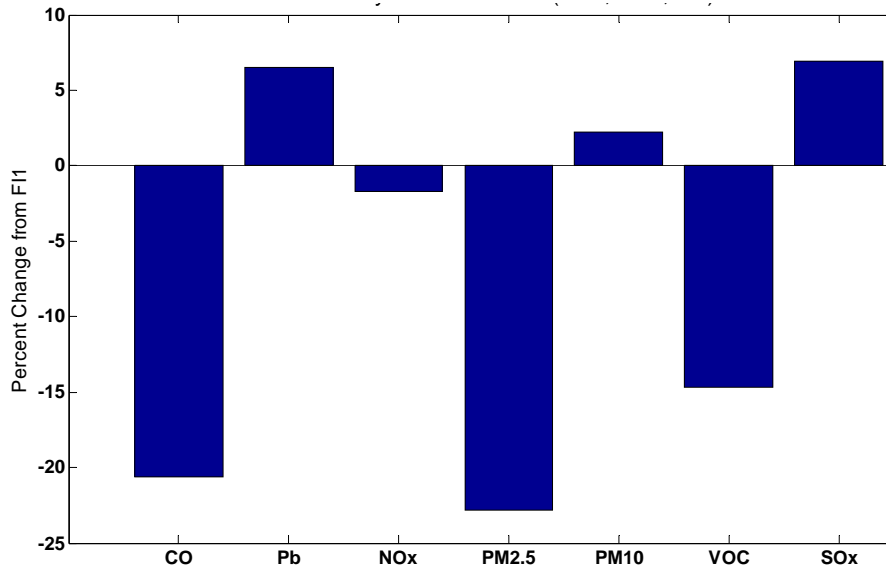


Figure 79. Change in total system criteria air pollutants, 2030 (CH4, EG1, F14)

In CH4 scenario, the most significant changes are the increase in lead, increase in NO_x and decrease in PM₁₀.

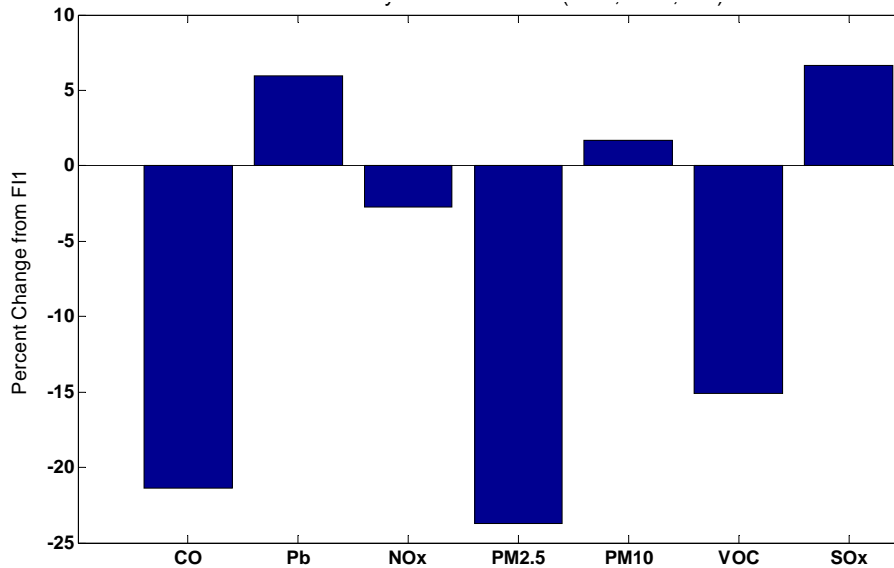


Figure 80. Change in total system criteria air pollutants, 2030 (CH5, EG1, F14)

In CH5 scenario, the most significant changes are the increase in lead, increase in NO_x and increase in PM₁₀.

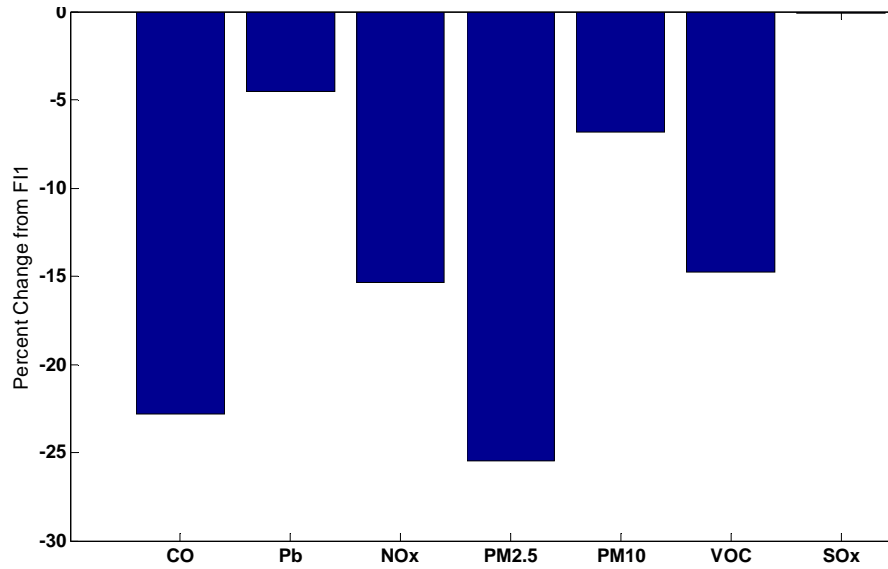


Figure 81. Change in total system criteria air pollutants, 2030 (CH6, EG1, F14)

In CH6 scenario, the most significant changes are the decrease in lead, decrease in NO_x , decrease in PM_{10} , and decrease in SO_x .

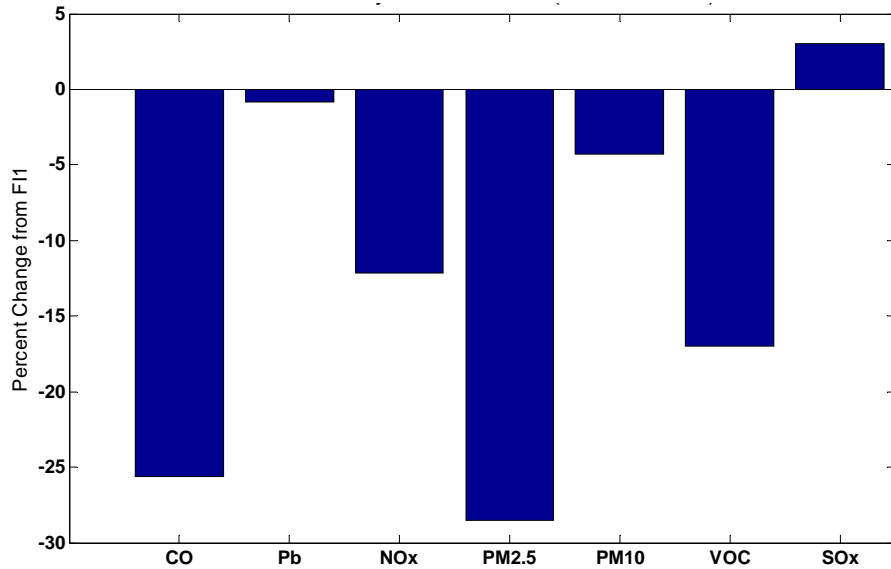


Figure 82. Change in total system criteria air pollutants, 2030 (CH7, EG1, F14)

In CH7 scenario, the most significant changes are the decrease in lead, decrease in NO_x and decrease in PM_{10} .

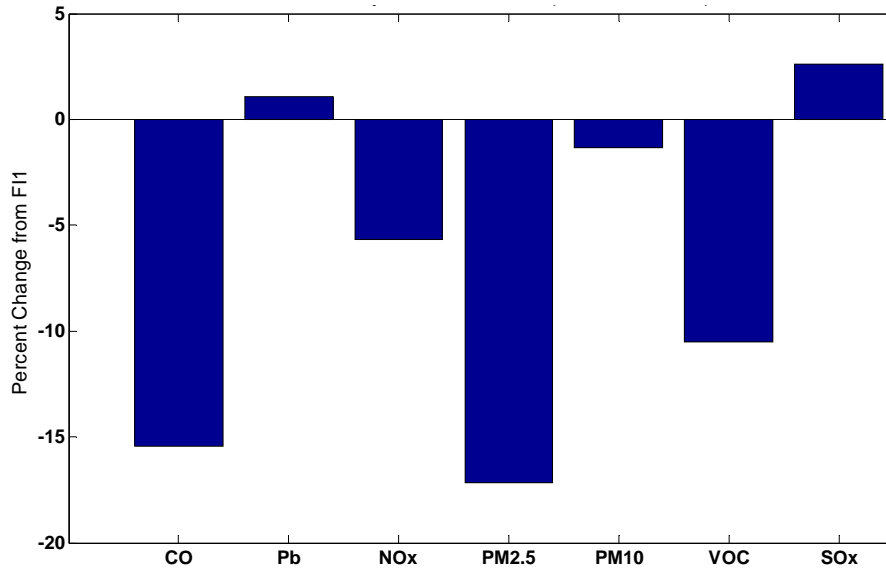


Figure 83. Change in total system criteria air pollutants, 2030 (CH8, EG1, F14)

In CH8 scenario, all emission level trends are similar to those of CH1. However, the magnitude of these changes is less drastic.



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