#### 112TH CONGRESS 1ST SESSION

# S. 1833

To provide additional time for compliance with, and coordinating of, the compliance schedules for certain rules of the Environmental Protection Agency.

## IN THE SENATE OF THE UNITED STATES

NOVEMBER 9, 2011

Mr. Manchin (for himself, Mr. Coats, Mr. Nelson of Nebraska, and Mr. Corker) introduced the following bill; which was read twice and referred to the Committee on Environment and Public Works

# A BILL

- To provide additional time for compliance with, and coordinating of, the compliance schedules for certain rules of the Environmental Protection Agency.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,
  - 3 SECTION 1. SHORT TITLE.
  - 4 This Act may be cited as the "Fair Compliance Act
  - 5 of 2011".
  - 6 SEC. 2. DEFINITIONS.
  - 7 In this Act:

- 1 (1) ADMINISTRATOR.—The term "Administrator" means the Administrator of the Environmental Protection Agency.
  - (2) Affected owner or operator" means an owner or operator of an electric utility steam generating unit that is subject to—
    - (A) any emissions standard for hazardous air pollutants from electric utility steam generating units that the Administrator may promulgate based on the proposed rule entitled "National Emission Standards for Hazardous Air Pollutants From Coal- and Oil-Fired Electric Utility Steam Generating Units and Standards of Performance for Fossil-Fuel-Fired Electric Utility, Industrial-Commercial-Institutional, and Small Industrial-Commercial-Institutional Steam Generating Units" (76 Fed. Reg. 24976 (May 3, 2011)); or
    - (B) the final rule entitled "Federal Implementation Plans: Interstate Transport of Fine Particulate Matter and Ozone and Correction of SIP Approvals" (76 Fed. Reg. 48208 (August 8, 2011)).

1 (3) SECRETARY.—The term "Secretary" means 2 the Secretary of Energy.

### 3 SEC. 3. COMPLIANCE PERIOD FOR UTILITY MACT STAND-

4 ARDS.

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- (a) Extension of Compliance Date.—
- 6 (1) In General.—Notwithstanding title I of 7 the Clean Air Act (42 U.S.C. 7401 et seg.), the Ad-8 ministrator shall provide an extension, for the period 9 described in paragraph (2), of the deadline to com-10 ply with any emissions standards for hazardous air 11 pollutants from electric utility steam generating 12 units that the Administrator may promulgate based 13 on the proposed rule entitled "National Emission 14 Standards for Hazardous Air Pollutants From Coal-15 and Oil-Fired Electric Utility Steam Generating Units and Standards of Performance for Fossil-16 17 Fuel-Fired Electric Utility, Industrial-Commercial-18 Institutional, and Small Industrial-Commercial-Insti-19 tutional Steam Generating Units" (76 Fed. Reg. 20 24976 (May 3, 2011)).
  - (2) DESCRIPTION OF EXTENSION PERIOD.—The period referred to in paragraph (1) is a period of not less than an additional 2 years, as measured beginning on the final day of the applicable 3-year compli-

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- 1 ance period required under section 112(i)(3)(A) of 2 the Clean Air Act (42 U.S.C. 7412(i)(3)(A)). 3 (b) Savings Clause.—Nothing in this section modifies, limits, or otherwise affects the authority to extend 5 the compliance schedule for any emissions standards de-6 scribed in subsection (a)(1) pursuant to paragraph (3)(B) or (4) of section 112(i) of the Clean Air Act (42 U.S.C. 8 7412(i)). SEC. 4. COMPLIANCE PERIOD FOR CROSS-STATE AIR POL-10 LUTION RULE. 11 (a) Extension of Compliance Date.—Notwithstanding title I of the Clean Air Act (42 U.S.C. 7401 et 12 13 seg.), the Administrator shall— 14 (1) provide adequate time for each State to 15 adopt and submit plan revisions under section 110 16 of that Act (42 U.S.C. 7410) for the implementation 17 of the emissions reductions of sulfur dioxide and ni-18 trogen oxides from electric utility steam generating 19 units required by the final rule entitled "Federal Im-20 plementation Plans: Interstate Transport of Fine 21 Particulate Matter and Ozone and Correction of SIP 22 Approvals" (76 Fed. Reg. 48208 (August 8, 2011));
- 24 (2) extend the date by which each State shall 25 implement the emissions reductions required by the

and

1	rule described in paragraph (1) until not earlier
2	than—
3	(A) January 1, 2015, for first phase of the
4	emissions reductions; and
5	(B) January 1, 2017, for the second phase
6	of the emissions reductions.
7	(b) SAVINGS CLAUSE.—Nothing in this section modi-
8	fies the effective date, or otherwise modifies, limits, or af-
9	fects the emissions reduction requirements, established by
10	the rule described in subsection (a)(1).
11	SEC. 5. EXPEDITIOUS IMPLEMENTATION OF EMISSIONS RE-
12	DUCTIONS.
13	(a) Implementation Plan.—
14	(1) Development.—In accordance with sub-
15	section (b), each affected owner or operator shall de-
16	velop a plan for the expeditious implementation of
17	the applicable emissions reduction requirements
18	specified in sections 3 and 4.
19	(2) Submission.—Not later than December 1
20	2012, each affected owner or operator shall submit
21	to the Administrator and the Secretary the imple-
22	mentation plan developed under paragraph (1).
23	(b) REQUIREMENTS.—In developing an implementa-
24	tion plan under subsection (a)(1), an affected owner or
25	operator shall—

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- (1) include all electric utility steam generating units under the common control of the affected owner or operator;
  - (2) designate the units within the plan that are scheduled for permanent retirement or continued operation through the planning period ending on December 31, 2018;
  - (3) in accordance with subsection (c), provide a schedule that establishes—
    - (A) in the case of each unit designated for permanent retirement under paragraph (2), the proposed date by which the unit will permanently cease all operations to generate electricity; and
    - (B) in the case of each unit designated for continued operation under paragraph (2), the intermediate milestones and the final completion date for the implementation of the control measures that are necessary to achieve compliance with the applicable emissions reductions requirements specified in sections 3 and 4; and
  - (4) in accordance with subsection (d), ensure that the implementation plan does not impair or threaten to impair the reliability of the local or regional electricity system.

1	(c) Elements of Schedule.—The schedule re-
2	quired under subsection (b)(3) shall contain each of the
3	following elements:
4	(1) In the case of each unit designated for re-
5	tirement under subsection (b)(2), a proposed date
6	for the permanent cessation of all operations to gen-
7	erate electricity in accordance with a schedule that—
8	(A) is as expeditious as practicable; but
9	(B) provides sufficient time for the imple-
10	mentation of any mitigation measures that may
11	be necessary to ensure the reliability of the local
12	or regional electricity system.
13	(2) In the case of each unit designated for con-
14	tinued operation under subsection (b)(2)—
15	(A) a description of the control measures
16	that the affected owner or operator plans to im-
17	plement in order to comply with the applicable
18	emissions reduction requirements specified in
19	sections 3 and 4;
20	(B) intermediate milestones (which may in-
21	clude applying for permits and regulatory ap-
22	provals, completing phases of the engineering
23	design, placing orders for control equipment,
24	commencing construction, and benchmarks for
25	completion of major phases of construction)

1	that the affected owner or operator plans to
2	meet in order to ensure the expeditious imple-
3	mentation of each control measure identified
4	under subparagraph (A); and
5	(C) a proposed date for completion of each
6	control measure identified under subparagraph
7	(A).
8	(d) Procedures for Ensuring Electric Reli-
9	ABILITY.—
10	(1) REVIEW OF DRAFT PLAN.—
11	(A) In general.—Not later than July 1
12	2012, each affected owner or operator shall
13	submit a draft implementation plan to the Elec-
14	tric Reliability Organization (as defined in sec-
15	tion 215(a) of the Federal Power Act (16
16	U.S.C. 824o(a)) (referred to in this section as
17	"ERO").
18	(B) Scope of Review.—ERO, in con-
19	sultation with appropriate regional reliability
20	organizations, shall—
21	(i) review each implementation plan
22	submitted under subparagraph (A);
23	(ii) assess—

1	(I) the feasibility of the imple-
2	mentation of the combined plans for
3	the region; and
4	(II) the impacts of the combined
5	schedules contained in those plans on
6	the reliability and adequacy of the
7	bulk power system; and
8	(iii) recommend any revisions to the
9	schedules contained in the implementation
10	plans to provide adequate time for the im-
11	plementation of any mitigation measures
12	that may be necessary to ensure the reli-
13	ability and adequacy of the bulk electric
14	system.
15	(2) Modification of draft plan.—
16	(A) Consultation.—
17	(i) In general.—ERO shall consult
18	with each affected owner or operator that
19	submits a draft implementation plan under
20	paragraph (1)(A).
21	(ii) Revisions.—Based on the con-
22	sultation under clause (i), ERO and the af-
23	fected owner or operator shall develop any
24	revisions to the schedule contained in the
25	draft plan of the affected owner or oper-

- ator that may be necessary to address the recommendations developed by ERO during the review of the draft plan.
- 4 (B) FINALIZATION OF DRAFT PLAN.—The
  5 consultations under this paragraph shall be
  6 completed as expeditiously as practicable to fa7 cilitate timely submission of the plans in ac8 cordance with subsection (a)(2).
- 9 (e) Issuance and Implementation of Final 10 Plans.—
- 11 (1) PUBLICATION.—Not later than 60 days 12 after the date of submission of a draft plan to ERO 13 under subsection (d)(1)(A), the Secretary shall pub-14 lish and submit to the Administrator the final imple-15 mentation plan.
  - (2) IMPLEMENTATION.—Not later than March 31, 2015, and annually thereafter through 2018, the Secretary shall submit to the Administrator an annual report that describes the progress made during the reporting period on the expeditious implementation of the necessary emissions control measures in a manner that ensures the reliability of the local and regional electricity systems.
- 24 (f) Annual Reports.—

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1	(1) REQUIREMENT.—Not later than December
2	1, 2014, and annually thereafter, each affected
3	owner or operator that has submitted an implemen-
4	tation plan under subsection (a)(2) shall submit to
5	the Administrator and the Secretary a report de-
6	scribing the progress made during the reporting pe-
7	riod in implementing the plan, including—
8	(A) all milestones achieved; and
9	(B)(i) any deviations from the intermediate
10	milestones established by the schedule contained
11	in the plan; and
12	(ii) all measures carried out to resume im-
13	plementation according to that schedule.
14	(2) Adjustments to implementation
15	PLAN.—If an affected owner or operator determines
16	that an adjustment to any retirement date or the
17	final date for completion of any control measure is
18	necessary, the affected owner or operator—
19	(A) may submit to the Administrator and
20	the Secretary a request for a modification of
21	the schedule contained in the implementation
22	plan; and
23	(B) shall develop, review, and obtain ap-
24	proval of the modified schedule in the same

- 1 manner as the initial implementation plan es-
- 2 tablished under this section.

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