

**WEST VIRGINIA
SECRETARY OF STATE
BETTY IRELAND
ADMINISTRATIVE LAW DIVISION**

Form #3

Do Not Mark In This Box

2008 AUG 29 AM 11:05

SECRET
STATE OF WEST VIRGINIA

**NOTICE OF AGENCY APPROVAL OF A PROPOSED RULE
AND
FILING WITH THE LEGISLATIVE RULE-MAKING REVIEW COMMITTEE**

AGENCY: WV Department of Environmental Protection, Division of Air Quality TITLE NUMBER: 45

CITE AUTHORITY: W.Va. Code §22-5-4

AMENDMENT TO AN EXISTING RULE: YES NO

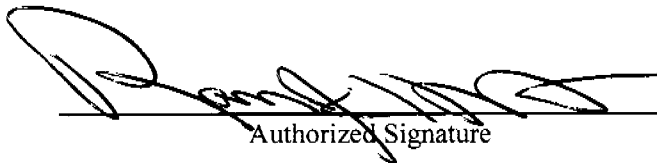
IF YES, SERIES NUMBER OF RULE BEING AMENDED: 1

TITLE OF RULE BEING AMENDED: REPEAL - Control and Reduction of Nitrogen Oxides from Non-Electric
Generating Units as a Means to Mitigate Transport of Ozone Precursors

IF NO, SERIES NUMBER OF RULE BEING PROPOSED: _____

TITLE OF RULE BEING PROPOSED: _____

THE ABOVE PROPOSED LEGISLATIVE RULE HAVING GONE TO A PUBLIC HEARING OR A PUBLIC COMMENT PERIOD IS HEREBY APPROVED BY THE PROMULGATING AGENCY FOR FILING WITH THE SECRETARY OF STATE AND THE LEGISLATIVE RULE-MAKING REVIEW COMMITTEE FOR THEIR REVIEW.


Authorized Signature

QUESTIONNAIRE

(Please include a copy of this form with each filing of your rule: Notice of Public Hearing or Comment Period; Proposed Rule, and if needed, Emergency and Modified Rule.)

DATE: August 29, 2008

TO: LEGISLATIVE RULE-MAKING REVIEW COMMITTEE

FROM: *(Agency Name, Address & Phone No.)* West Virginia Department of Environmental Protection
Division of Air Quality

601 57th Street, S.E.

Charleston, West Virginia 25304

LEGISLATIVE RULE TITLE: REPEAL 45CSR1 - Control and Reduction of Nitrogen Oxides
from Non-Electric Generating Units as a Means to Mitigate
Transport of Ozone Precursors"

1. Authorizing statute(s) citation W. Va. Code §22-5-4

2. a. Date filed in State Register with Notice of Hearing or Public Comment Period:
July 9, 2008

b. What other notice, including advertising, did you give of the hearing?
Public Notice placed on Department of Environmental Protection's web site,
distributed via the agency's mailing list, and in a Class I legal ad published in the
Charleston Newspapers.

c. Date of Public Hearing(s) *or* Public Comment Period ended:
Public Hearing/Comment Period Ended - August 11, 2008

d. Attach list of persons who appeared at hearing, comments received, amendments, reasons for amendments.

Attached X No comments received

e. Date you filed in State Register the agency approved proposed Legislative Rule following public hearing: (be exact)

August 29, 2008

f. **Name, title, address and phone/fax/e-mail numbers** of agency person(s) to receive all written correspondence regarding this rule: (Please type)

John A. Benedict, Director
601 57th Street, S.E.
Charleston, WV 25304
Phone: (304) 926-0499 ext. 1966

Fax: (304) 926-0488

John.A.Benedict@wv.gov

g. **IF DIFFERENT FROM ITEM 'f'**, please give **Name, title, address and phone number(s)** of agency person(s) who wrote and/or has responsibility for the contents of this rule: (Please type)

See "f" above

3. If the statute under which you promulgated the submitted rules requires certain findings and determinations to be made as a condition precedent to their promulgation:

a. Give the date upon which you filed in the State Register a notice of the time and place of a hearing for the taking of evidence and a general description of the issues to be decided.

N/A

b. Date of hearing or comment period:

N/A

c. On what date did you file in the State Register the findings and determinations required together with the reasons therefor?

N/A

d. Attach findings and determinations and reasons:

Attached N/A

**DEPARTMENT OF ENVIRONMENTAL PROTECTION
DIVISION OF AIR QUALITY**

BRIEFING DOCUMENT

Rule Title: 45CSR1 - "Control and Reduction of Nitrogen Oxides from Non-Electric Generating Units as a Means to Mitigate Transport of Ozone Precursors"

A. AUTHORITY: W.Va. Code §22-5-4

B. SUMMARY OF RULE:

The Department of Environmental Protection is proposing to repeal NO_x SIP Call rule 45CSR1. This rule contains ozone season NO_x reduction requirements which apply to large fossil fuel-fired industrial boilers with heat inputs greater than 250 mmBtu/hr. 45CSR1 also contains ozone season NO_x reduction requirements for certain large cement kilns and internal combustion engines.

C. STATEMENT OF CIRCUMSTANCES WHICH REQUIRE RULE:

This rule is being repealed pursuant to a requirement under the federal Clean Air Interstate Rule (CAIR), as the CAIR ozone season NO_x reduction program under 45CSR40 will subsume the NO_x SIP Call program as of May 1, 2009. Also, ozone season NO_x reduction requirements for large cement kilns and internal combustion engines identical to those in 45CSR1 will continue under 45CSR40, as of May 1, 2009. However, on July 11, 2008, the D.C. Court of Appeals rendered a decision to vacate CAIR. The DEP acknowledges the intimate relationship between 45CSR1, 45CSR26 and the seasonal NO_x component of the CAIR. The DEP intends to withdraw the repeals of 45CSR1 and 45CSR26 if the relevant requirements of CAIR cannot be salvaged in a timely manner. However, because of the extension of the time to file petitions for rehearing or rehearing en banc, a mandate to vacate the Clean Air Interstate Rule (CAIR) has not yet been ordered by the U.S. District Court of Appeals. Therefore the vacatur is not in effect at this time. There remains considerable uncertainty regarding the CAIR vacatur and its substantial ramifications. This issue has attracted national attention and could result in potential congressional action. DEP believes it prudent to wait until a more definitive indication of CAIR's fate is recognized. Depending on future information regarding the vacatur of CAIR, the department may subsequently withdraw the proposed repeal of 45CSR1 in accordance with WV Code §29A-3-14.

D. FEDERAL COUNTERPART REGULATIONS - INCORPORATION BY REFERENCE/DETERMINATION OF STRINGENCY:

Because repeal of the rule is a federal requirement under CAIR, no determination of stringency is required.

E. CONSTITUTIONAL TAKINGS DETERMINATION:

In accordance with W.Va. Code §§22-1A-1 and 3(c), the Secretary has determined that the repeal of this rule will not result in taking of private property within the meaning of the Constitutions of West Virginia and the United States of America.

F. CONSULTATION WITH THE ENVIRONMENTAL PROTECTION ADVISORY COUNCIL:

At its June 24, 2008 meeting, the Environmental Protection Advisory Council reviewed and discussed this rule. (See attached minutes for Council's discussion).

West Virginia Department of Environmental Protection

ADVISORY COUNCIL MEETING MINUTES

Tuesday, June 24, 2008

601 57th Street, SE, Charleston, WV

West Virginia Room – 3rd Floor

IN ATTENDANCE:

Members of the Council:

Jackie Hallinan
Karen Price
Bill Raney
Rick Roberts

DEP:

Randy Huffman	Cabinet Secretary
Lisa McClung	Deputy Cabinet Secretary and Director, Division of Water and Waste Management
Raymond Franks II	General Counsel
Karen Watson	Associate General Counsel
Kathy Cosco	Communications Director
Pam Nixon	Environmental Advocate
Ken Politan	Mining & Reclamation
Lewis Halstead	Mining & Reclamation
Charlie Sturey	Mining & Reclamation
Carroll Cather	Water & Waste Management
Don Martin	Land Restoration
Brian Long	Water & Waste Management
Dan Arnold	Water & Waste Management
Mike Zeto	Environmental Enforcement
Terrie Sangid	Water & Waste Management
Jim Mason	Air Quality
Mike Johnson	Water & Waste Management
Kathy Emery	Water & Waste Management
Scott Mandirola	Water & Waste Management

Visitors:

Tom Boggs	Chamber of Commerce
Don Garvin	WV Environmental Council
Ruth Lemmon	WV Auto/Truck Dealers Association

OLD BUSINESS:

Secretary Huffman called the meeting to order at 1:35 p.m., and he announced that Members Lisa Dooley and Larry Harris would not be attending. On motion made by Mr. Raney and seconded by Ms. Hallinan, the Council approved the minutes from the March 18, 2008 meeting. Secretary Huffman then ceded the floor to Mr. Franks.

NEW BUSINESS:

Mr. Franks noted that for the 2009 regular legislative session, DEP was proposing changes to 20 rules, grouped by Division for presentation to the Council. Depending on who had shepherded the rule through its initial drafting, either Mr. Franks or Ms. Watson would lead the discussion, with program administrators available to assist in answering the Council's questions.

Ms. Watson presented 60 CSR 3, the "Brownfields" Rule. Ms. Watson explained that the Rule was currently pending before the Secretary of State for authorization as an emergency rule, and that the proposed changes included adjustments to the "de minimis" table and enhancing DEP's flexibility in obtaining risk assessments.

Ms. Price referred to a letter recently sent to DEP seeking clarification of the Rule's provisions concerning land use covenants and long-term maintenance agreements. Secretary Huffman stated that the letter would be retrieved and the issue noted for further consideration by the agency.

Mr. Raney inquired whether the Council could recommend changes to the rules as presented. Ms. Watson responded in the affirmative. Mr. Raney then asked whether written comments, such as those submitted by Mr. Harris prior to the meeting, would be appended to the minutes. Mr. Franks responded in the negative, and Ms. Watson expounded that Mr. Harris's comments would be summarized and addressed orally during the discussion of the particular rules involved.

Mr. Franks then presented 38 CSR 2, the Surface Mining Reclamation Rule. Mr. Franks explained that the proposed changes would expand the Secretary's oversight of "approved persons" authorized to render technical certifications contained within mining permit applications, and would clarify certain collateral activities as being within the scope of requests for incidental boundary revisions to existing permits. Mr. Franks also noted that the proposed Rule would set forth more relevant and exacting criteria for the Secretary to consider in evaluating applications for revisions.

Mr. Raney inquired generally about the provisions with respect to approved persons. Secretary Huffman replied that the increased oversight is necessary to improve the initial quality of the permit applications, such that the delays occasioned by subsequent corrections would be reduced or eliminated. Mr. Raney asked whether approved persons could include anyone other than engineers, and Mr. Halstead responded that the definition extended to surveyors and geologists. Mr. Raney noted the need to establish a procedure for suspension or revocation to limit the agency's unfettered discretion, to which Secretary Huffman and Mr. Franks replied that the Rule provided for notice and hearing prior to curtailing the privileges of anyone on the approved-person list.

Ms. Watson presented 47 CSR 30, establishing NPDES requirements for coal mining facilities. Ms. Watson explained that the proposed changes were relatively minor, designed to enhance consistency with the non-coal rule, to allow for digital signatures, and to permit correction of clerical errors.

The Council then considered the Air Quality rules. Mr. Franks presented 45 CSR 1 and 45 CSR 26, relating to control and reduction of nitrogen oxides from, respectively, non-electric and electric generating units, the latter by means of a budget trading program. The rules are to be repealed in their entireties, and Mr. Mason explained that both are being subsumed within the Clean Air Interstate Rule program.

Mr. Franks then presented 45 CSR 8, the Ambient Air Quality Rule. Mr. Franks explained that the 1-hour primary and secondary ozone standards were being replaced with 8-hour standards, with the maximum tolerance being reduced slightly. Mr. Raney inquired as to the practical effect of the proposed change, particularly with regard to whether non-compliance areas within the State might be expanded. Mr. Mason replied that an expansion might occur, but that it was difficult to predict at this early stage. Mr. Mason added that the time-period increase would inevitably lead to more accurate measurements.

Ms. Watson presented 45 CSR 13, governing permits for constructing and modifying non-major stationary sources of air pollutants. Ms. Watson explained that the Rule was being amended to reflect the recent statutory changes reducing the lag time for issuing permits and authorizing certain pre-permit construction. It was noted that Mr. Harris had submitted in writing his concern that courts would be loath to enforce agency cease-and-desist orders based on defects discovered during the permitting process after construction had already begun. Ms. Watson pointed out that the statute had been carefully crafted to avoid facile invocation of detrimental reliance, with Mr. Franks observing that the Rule strove to conform to the statute. Ms. Price wondered whether one or more of the timeframe provisions included within the existing Rule had been inadvertently omitted from the proposed version. Ms. Watson responded that the Rule had been carefully checked for completeness, but that she would once again verify the language to assure its accuracy.

Mr. Franks presented 45 CSR 14, governing permits for constructing and significantly modifying major stationary sources of air pollutants. Mr. Franks explained that references to pollution control projects and clean units were deleted in accordance with a federal appellate court decision vacating those provisions.

Mr. Franks went on to present 45 CSR 16, 45 CSR 25, and 45 CSR 34, relating respectively to performance standards for new stationary sources, pollution from hazardous waste treatment, storage, and disposal facilities, and emission standards for hazardous air pollutants. Mr. Mason noted that the changes incorporate revisions to the Rules' federal counterparts, except that some of the new standards were not incorporated within 45 CSR 34, because they constituted unfunded mandates. Mr. Garvin was recognized, and he asked whether the failure to incorporate equated to a lack of regulation. Mr. Mason responded in the negative, explaining that the monitoring and regulation would be performed by the federal government. Mr. Garvin inquired as to the affected industries, and Mr. Mason referred to a list including smaller gas facilities and paint-stripping shops.

Ms. Watson presented 45 CSR 37, detailing the budget trading program to reduce mercury emissions. Ms. Watson explained that the rule is being repealed as inconsistent with a federal appellate court decision, pending alternative action by the EPA. Mr. Garvin inquired whether the Rule repealed two years ago would be reinstated upon revocation of the current version, to which Ms. Watson and Mr. Franks replied that it would not, if there had indeed been a previous rule in place, which was somewhat in question. Mr. Mason explained that mercury emissions would be monitored and regulated as usual, except that budget trading would not be available as a method of reduction. He also stated that there have been discussions on a national level as to whether to reinstate the federal mercury monitoring requirements.

The Council then turned its attention to the Water and Waste Management Rules. Ms. Watson presented 33 CSR 20, governing hazardous waste management systems. Ms. Watson explained that the Rule incorporated by reference its federal counterpart, the most salient change to which is its attempt to reduce disposal by permitting facilities to stage hazardous waste for three days pending recycling. Mr. Raney asked whether three days was sufficient time, and Mr. Cather responded in the affirmative.

Mr. Franks presented 33 CSR 24, the Hazardous Waste Management Fee Rule. Mr. Franks explained that increases to the fee assessments are necessary to sustain the underlying Fund by ensuring sufficient matching revenue for federal grants. Ms. Price indicated her belief that, as part of the legislative compromise extending the fee's duration, no increases would be forthcoming until completion and review of the Fund's legislative audit. Secretary Huffman responded that the preliminary audit findings in no way indicate any misallocation within the Fund or contravene the agency's determination that fee increases are necessary. Ms. Lemmon was recognized, and she commented that the proposed increase was unfair to automobile and truck dealers, as well as other small generators. Ms. Lemmon suggested that a study be done to identify the industries causing DEP to incur program costs, with fee assessments to be made proportionately.

Ms. Watson presented 33 CSR 22 and 47 CSR 56, governing the assessment of civil administrative penalties for, respectively, hazardous and solid waste violations and violations relating to groundwater. Ms. Watson explained that the Rules were being modified for the first time since their initial promulgation, with the purpose of clarifying their application by listing additional factors to be considered in calculating penalties, providing ratings examples, and expanding facility categories.

Ms. Watson then presented 47 CSR 31, addressing the State Water Pollution Control Revolving Fund. Ms. Watson explained that the proposed changes include the creation of a state review process for sewer projects in lieu of a wholesale adoption of the federal requirements. Mr. Roberts observed that many of the eligibility criteria would be deleted, but Ms. Emery assured the Council that inasmuch as the criteria were not being uniformly met, the deletion would have no practical effect on the Fund's administration. Ms. Watson advised Mr. Roberts that if he continued to have concerns upon further review, he should submit written suggestions for changes during the formal comment period.

Mr. Franks presented 47 CSR 32, governing the certification of laboratories conducting analyses of waste and wastewater. Mr. Franks explained that the proposed changes are designed to modernize outdated procedures and protocols that have remained constant since 1995, and to increase program funding through increased certification fees and a new application fee. Mr. Raney asked whether the new fees would render the program self-sustaining, and Mr. Arnold replied that it would for the time-being. In response to further inquiry, Mr. Arnold stated that DEP conducts annual, on-site audits of commercial and industrial labs, with municipal labs typically audited every two years, depending on the experience of the support personnel.

Ms. Watson presented 47 CSR 34, the Dam Safety Rule. Ms. Watson explained that the Rule is being extensively augmented to govern disbursement and use of a new Revolving Fund to finance repair and rehabilitation of deficient dams. Secretary Huffman commented that it appeared imminent that the Legislature would approve a transfer of \$350,000 from excess general revenue as seed money for the Fund.

Lastly, Ms. Watson presented 47 CSR 2, the Water Quality Standards Rule. Ms. Watson explained that the proposed revisions are designed to clarify the definition of Category A use, while providing specific standards to be applied in the permitting process to determine in a more streamlined fashion whether the use is unsuitable in cases of insufficient flow and hydrologic modification. Mr. Raney commented that the Category A determination process has always been a significant problem for the coal industry. Ms. Price also agreed for her members. Mr. Garvin noted that the environmental community had expressed some initial concern regarding the proposed streamlining mechanisms, but that there was some general support for taking the matter out of the legislative arena. Mr. Huffman affirmed that the revisions are designed solely for the benefit of the regulated public and that the revisions must include the clarification that Category A applies statewide.

Ms. Watson reported that the rules will proceed to be filed with the Secretary of State, some perhaps as early as the week following the Council meeting, and that some will have an extended 45-day comment period.

Mr. Franks requested closing comments from Council members and from the public. Following the cessation of discussion, Mr. Franks reminded the Council that the next meeting is scheduled for 1:30 p.m. on September 9, 2008.

Secretary Huffman declared the meeting adjourned at 3:25 p.m.

FISCAL NOTE FOR PROPOSED RULES

Rule Title: 45CSR1 - Reduction of Nitrogen Oxides from Non-Electric Generating Units as a Means to Mitigate Transport of Ozone Precursors

Type of Rule: Legislative Interpretive Procedural

Agency: Division of Air Quality

Address: 601 57th Street SE
Charleston, WV 25304

FILED IN THE OFFICE OF
THE SECRETARY OF STATE
THIS DATE 7/11/00
ADMINISTRATIVE LAW DIVISION

Phone Number: 926-0499 ext. 1237

Email: tmowrer@wvdep.org

Fiscal Note Summary

Summarize in a clear and concise manner what impact this measure will have on costs and revenues of state government.

The Department of Environmental Protection, Division of Air Quality, is proposing to repeal 45CSR1, as the NO_x Budget Trading Program will be subsumed by the Clean Air Interstate Rule under 45CSR40 on May 1, 2009. The proposed repeal of this rule should cause no additional impact on costs and revenues of state government.

Fiscal Note Detail

Show over-all effect in Item 1 and 2 and, in Item 3, give an explanation of Breakdown by fiscal year, including long-range effect.

FISCAL YEAR

Effect of Proposal	2009 Increase/Decrease (use "-")	2010 Increase/Decrease (use "-")	Fiscal Year (Upon Full Implementation)
1. Estimated Total Cost	0	0	0
Personal Services	0	0	0
Current Expenses	0	0	0
Repairs & Alterations	0	0	0
Assets	0	0	0
Equipment	0	0	0
Other	0	0	0
2. Estimated Total Revenues	0	0	0

Rule Title: 45CSR1 - Reduction of Nitrogen Oxides from Non-Electric Generating Units as a Means to Mitigate Transport of Ozone Precursors

3. **Explanation of above estimates (including long-range effect):**
Please include any increase or decrease in fees in your estimated total revenues.

The proposed repeal of this rule will have no effect on the costs to the Division of Air Quality. Refer to above explanation.

MEMORANDUM

Please identify any areas of vagueness, technical defects, reasons the proposed rule **would not** have a fiscal impact, and/or any special issues **not** captured elsewhere on this form.

Date: _____

7/11/08

Signature of Agency Head _____



2006 AUG 29 AM 11:05

TITLE 45
LEGISLATIVE RULE
DEPARTMENT OF ENVIRONMENTAL PROTECTION
OFFICE OF AIR QUALITY

RECEIVED
 DEPARTMENT OF ENVIRONMENTAL PROTECTION
 OFFICE OF AIR QUALITY
 STATE OF WEST VIRGINIA

SERIES 1
CONTROL AND REDUCTION OF NITROGEN OXIDES FROM
NON-ELECTRIC GENERATING UNITS AS A MEANS TO MITIGATE
TRANSPORT OF OZONE PRECURSORS

§45-1-1. General:

~~1.1. Scope. -- This rule establishes:~~

~~1.1.a. General provisions and the definitions, applicability, permitting, allowance, excess emissions, monitoring and opt-in provisions for the NO_x Budget Trading Program for state implementation plans as a means of control and reduction of nitrogen oxides (NO_x); an ozone precursor. The Secretary of the Department of Environmental Protection authorizes the Administrator of the U.S. Environmental Protection Agency to assist the Secretary in implementing the NO_x Budget Trading Program by carrying out the functions set forth for the Administrator in the requirements of sections 4 through 89 and 40 CFR Part 51. This rule follows the intent of 40 CFR Part 96 for non-electric generating units. NO_x Budget Trading Program requirements for electric generating units are set forth in 45CSR26.~~

~~1.1.b. General provisions and the definitions, applicability, ozone season NO_x reduction, compliance plan, monitoring, recordkeeping and reporting requirements for emissions of NO_x from affected stationary internal combustion engines set forth in section 90. Such engines are not subject to or eligible for participation in the NO_x Budget Trading Program as provided in sections 4 through 89.~~

~~1.1.c. General provisions and the definitions, applicability, standard requirements, reporting, monitoring, recordkeeping and exemption requirements for emissions of NO_x from cement manufacturing kilns set forth in section 100. Such cement manufacturing kilns are~~

not subject to or eligible for participation in the NO_x Budget Trading Program as provided in sections 4 through 89.

~~1.1.d. The owner or operator of a fossil fuel-fired stationary boiler, combustion turbine, combined cycle system, stationary internal combustion engine or cement manufacturing kiln shall comply with applicable requirements of this rule.~~

~~1.2. Authority. -- W.Va. Code §22-5-4.~~

~~1.3. Filing Date. -- April 28, 2006.~~

~~1.4. Effective Date. -- May 1, 2006.~~

~~1.5. Former Rules. -- This legislative rule amends 45CSR1 "NO_x Budget Trading Program as a Means of Control and Reduction of Nitrogen Oxides from Non-Electric Generating Units" which was filed April 30, 2004, and which became effective May 1, 2004.~~

~~1.6. Numbering and Text Breakdown. -- This rule generally meets the numbering, indentation and text breakdown requirements set forth in 153CSR6. However, its numbering structure intentionally follows the numbering structure of federal counterpart rule 40 CFR Part 96, resulting in several minor areas of nonconformity with 153CSR6.~~

§45-1-2. Definitions:

~~2.1. "Account certificate of representation" means the completed and signed submission required by sections 10 through 14 for certifying the designation of a NO_x authorized account~~

representative for a NO_x Budget source or a group of identified NO_x Budget sources who is authorized to represent the owners and operators of such source or sources and of the NO_x Budget units at such source or sources with regard to matters under the NO_x Budget Trading Program.

—2.2. “Account number” means the identification number given by the Administrator to each NO_x Allowance Tracking System account.

—2.3. “Acid Rain emissions limitation” means, as defined in 40 CFR §72.2, a limitation on emissions of sulfur dioxide or nitrogen oxides under the Acid Rain Program under title IV of the CAA.

—2.4. “Administrator” means the Administrator of the United States Environmental Protection Agency or the Administrator’s duly authorized representative.

—2.5. “Allocate or allocation” means the determination by the Secretary or the Administrator of the number of NO_x allowances to be initially credited to a NO_x Budget unit or an allocation set-aside.

—2.6. “Automated data acquisition and handling system” or “DAHS” means that component of the CEMS or other emissions monitoring system approved for use under sections 70 through 76, designed to interpret and convert individual output signals from pollutant concentration monitors, flow monitors, diluent gas monitors and other component parts of the monitoring system to produce a continuous record of the measured parameters in the measurement units required by sections 70 through 76.

—2.7. “Boiler” means an enclosed fossil or other fuel-fired combustion device used to produce heat and to transfer heat to recirculating water, steam or other medium.

—2.8. “CAA” means the Clean Air Act, 42 U.S.C. 7401, et seq., as amended by Pub. L. No. 101-549 (November 15, 1990).

—2.9. “Clinker” means the product of a

Portland cement kiln from which finished cement is manufactured by milling and grinding.

—2.10. “Combined cycle system” means a system comprised of one or more combustion turbines, heat recovery steam generators and steam turbines configured to improve overall efficiency of electricity generation or steam production.

—2.11. “Combustion turbine” means an enclosed fossil or other fuel-fired device that is comprised of a compressor, a combustor and a turbine and in which the flue gas resulting from the combustion of fuel in the combustor passes through the turbine, rotating the turbine.

—2.12. “Commence commercial operation” means, with regard to a unit that serves a generator, to have begun to produce steam, gas or other heated medium used to generate electricity for sale or use, including test generation. Except as provided in subdivision 4.2.a, section 5 or sections 80 through 88 for a unit that is a NO_x Budget unit under subsection 4.1 on the date the unit commences commercial operation, such date shall remain the unit’s date of commencement of commercial operation even if the unit is subsequently modified, reconstructed or repowered. Except as provided in subdivision 4.2.a, section 5 or sections 80 through 88, for a unit that is not a NO_x Budget unit under subsection 4.1 on the date the unit commences commercial operation, the date the unit becomes a NO_x Budget unit under subsection 4.1 shall be the unit’s date of commencement of commercial operation.

—2.13. “Commence operation” means to have begun any mechanical, chemical or electronic process, including, with regard to a unit, start-up of a unit’s combustion chamber. Except as provided in subdivision 4.2.a, section 5 or sections 80 through 88, for a unit that is a NO_x Budget unit under subsection 4.1 on the date of commencement of operation, such date shall remain the unit’s date of commencement of operation even if the unit is subsequently modified, reconstructed or repowered. Except as provided in subdivision 4.2.a, section 5 or sections

80 through 88, for a unit that is not a NO_x Budget unit under subsection 4.1 on the date of commencement of operation, the date the unit becomes a NO_x Budget unit under subsection 4.1 shall be the unit's date of commencement of operation:

—2.14. “Common stack” means a single flue through which emissions from two or more units are exhausted:

—2.15. “Compliance account” means a NO_x Allowance Tracking System account, established by the Administrator for a NO_x Budget unit under sections 50 through 57, in which the NO_x allowance allocations for the unit are initially recorded and in which are held NO_x allowances available for use by the unit for an ozone season for the purpose of meeting the unit's NO_x Budget emissions limitation:

—2.16. “Compliance certification” means a submission to the Secretary or the Administrator, as appropriate, that is required under sections 30 and 31 to report a NO_x Budget source's or a NO_x Budget unit's compliance or noncompliance with sections 30 and 31 and that is signed by the NO_x authorized account representative in accordance with sections 10 through 14:

—2.17. “Continuous emission monitoring system” or “CEMS” means the equipment required under sections 70 through 76 to sample, analyze, measure and provide, by means of readings taken at least once every 15 minutes (using an automated data acquisition and handling system (DAHS)), a permanent record of nitrogen oxides (NO_x) emissions, stack gas volumetric flow rate or stack gas moisture content (as applicable); in a manner consistent with 40 CFR Part 75. The following are the principal types of continuous emission monitoring systems required under sections 70 through 76:

—2.17.a. A flow monitoring system, consisting of a stack flow rate monitor and an automated DAHS. A flow monitoring system provides a permanent, continuous record of stack gas volumetric flow rate, in units of standard

cubic feet per hour (scfh);

—2.17.b. A nitrogen oxides concentration monitoring system, consisting of a NO_x pollutant concentration monitor and an automated DAHS. A NO_x concentration monitoring system provides a permanent, continuous record of NO_x emissions in units of parts per million (ppm);

—2.17.c. A nitrogen oxides emission rate (or NO_x diluent) monitoring system, consisting of a NO_x pollutant concentration monitor, a diluent gas (CO₂ or O₂) monitor, and an automated DAHS. A NO_x concentration monitoring system provides a permanent, continuous record of: NO_x concentration in units of parts per million (ppm); diluent gas concentration in units of percent O₂ or CO₂ (percent O₂ or CO₂); and NO_x emission rate in units of pounds per million British thermal units (lb/mmBtu) and;

—2.17.d. A moisture monitoring system, as defined in 40 CFR §75.11(b)(2). A moisture monitoring system provides a permanent, continuous record of the stack gas moisture content, in units of percent H₂O (percent H₂O);

—2.18. Reserved:

—2.19. “Electricity for sale under firm contract to the grid” means electricity for sale where the capacity involved is intended to be available at all times during the period covered by a guaranteed commitment to deliver, even under adverse conditions:

—2.20. Reserved:

—2.21. “Emissions” means air pollutants exhausted from a unit or source into the atmosphere, as measured, recorded and reported to the Secretary or Administrator by the NO_x authorized account representative and as determined by the Administrator in accordance with sections 70 through 76:

—2.22. Reserved:

—2.23. Reserved:

~~2.24. "Excess emissions" means any tonnage of nitrogen oxides emitted by a NO_x Budget unit during an ozone season that exceeds the NO_x Budget emissions limitation for the unit.~~

~~2.25. "Fossil fuel" means natural gas, petroleum, coal or any form of solid, liquid or gaseous fuel derived from such material.~~

~~2.26. "Fossil fuel-fired" means, with regard to a unit:~~

~~2.26.a. For units that commenced operation before January 1, 1996, the combustion of fossil fuel, alone or in combination with any other fuel, where fossil fuel actually combusted comprises more than 50 percent of the annual heat input on a Btu basis during 1995, or, if a unit had no heat input in 1995, during the last year of operation of the unit prior to 1995;~~

~~2.26.b. For units that commenced operation on or after January 1, 1996 and before January 1, 1997, the combustion of fossil fuel, alone or in combination with any other fuel, where fossil fuel actually combusted comprises more than 50 percent of the annual heat input on a Btu basis during 1996; or~~

~~2.26.c. For units that commence operation on or after January 1, 1997:~~

~~2.26.c.1. The combustion of fossil fuel, alone or in combination with any other fuel, where fossil fuel actually combusted comprises more than 50 percent of the annual heat input on a Btu basis during any year; or~~

~~2.26.c.2. The combustion of fossil fuel, alone or in combination with any other fuel, where fossil fuel is projected to comprise more than 50 percent of the annual heat input on a Btu basis during any year, provided that the unit shall be "fossil fuel-fired" as of the date, during such year, on which the unit begins combusting fossil fuel.~~

~~2.27. "General account" means a NO_x Allowance Tracking System account, established~~

~~under sections 50 through 57, that is not a compliance account or an overdraft account.~~

~~2.28. "Generator" means a device that produces electricity.~~

~~2.29. "Heat input" means, with regard to a specified period to time, the product (in mmBtu/time) of the gross calorific value of the fuel (in Btu/lb) divided by 1,000,000 Btu/mmBtu and multiplied by the fuel feed rate into a combustion device (in lb of fuel/time), as measured, recorded, and reported to the Administrator by the NO_x authorized account representative and as determined by the Administrator in accordance with sections 70 through 76. Heat input does not include the heat derived from preheated combustion air, recirculated flue gases, or exhaust from other sources.~~

~~2.30. "Heat input rate" means the amount of heat input (in mmBtu) divided by unit operating time (in hr) or, with regard to a specific fuel, the amount of heat input attributed to the fuel (in mmBtu) divided by the unit operating time (in hr) during which the unit combusts the fuel.~~

~~2.31. Reserved.~~

~~2.32. "Large NO_x SIP call engine" means a stationary internal combustion engine identified and designated as "large" in the NO_x SIP Call Engine Inventory as emitting more than one ton of NO_x per average ozone season day in 1995.~~

~~2.33. "Life-of-the-unit, firm power contractual arrangement" means a unit participation power sales agreement under which a utility or industrial customer reserves or is entitled to receive, a specified amount or percentage of nameplate capacity and associated energy from any specified unit and pays its proportional amount of such unit's total costs, pursuant to a contract.~~

~~2.33.a. For the life of the unit;~~

~~2.33.b. For a cumulative term of no less than 30 years, including contracts that permit an~~

election for early termination; or

—2.33.c. For a period equal to or greater than 25 years or 70 percent of the economic useful life of the unit determined as of the time the unit is built, with option rights to purchase or release some portion of the nameplate capacity and associated energy generated by the unit at the end of the period.

—2.34. “Long dry kiln” means a kiln 14 feet or larger in diameter, 400 feet or greater in length, which employs no preheating of the feed. The inlet feed to the kiln is dry.

—2.35. “Long wet kiln” means a kiln 14 feet or larger in diameter, 400 feet or greater in length, which employs no preheating of the feed. The inlet feed to the kiln is a slurry.

—2.36. “Low- NO_x burners” means combustion equipment designed to reduce flame turbulence, delay fuel/air mixing and establish fuel-rich zones for initial combustion.

—2.37. Reserved.

—2.38. “Malfunction” means any sudden, infrequent and not reasonably preventable failure of air pollution control equipment or process equipment or of a process to operate in a normal or usual manner. Failures that are caused entirely or in part by poor maintenance, careless operation or any other preventable upset condition or preventable equipment breakdown shall not be considered malfunctions.

—2.39. “Maximum design heat input” means the ability of a unit to combust a stated maximum amount of fuel per hour on a steady state basis, as determined by the physical design and physical characteristics of the unit.

—2.40. “Maximum potential hourly heat input” means an hourly heat input used for reporting purposes when a unit lacks certified monitors to report heat input. If the unit intends to use Appendix D of 40 CFR Part 75 to report heat input, this value shall be calculated in accordance

with 40 CFR Part 75, using the maximum fuel flow rate and the maximum gross calorific value. If the unit intends to use a flow monitor and a diluent gas monitor, this value should be reported in accordance with 40 CFR Part 75, using the maximum potential flowrate and either the maximum carbon dioxide concentration (in percent CO_2) or the minimum oxygen concentration (in percent O_2).

—2.41. “Maximum potential NO_x emission rate” means the emission rate of nitrogen oxides (in lb/mmBtu) calculated in accordance with section 3 of Appendix F of 40 CFR Part 75, using the maximum potential concentration of NO_x under section 2 of Appendix A of 40 CFR Part 75 and either the maximum oxygen concentration (in percent O_2) or the minimum carbon dioxide concentration (in percent CO_2), under all operating conditions of the unit except for unit startup, shutdown and upsets.

—2.42. “Maximum rated hourly heat input” means a unit-specific maximum hourly heat input (mmBtu) which is the higher of the manufacturer’s maximum rated hourly heat input or the highest observed hourly heat input.

—2.43. “Mid-kiln firing” means the secondary firing in kilns by injecting solid fuel at an intermediate point in the kiln using a specially designed feed injection mechanism for the purpose of decreasing NO_x emissions through:

—2.43.a. Burning part of the fuel at a lower temperature; and

—2.43.b. Reducing conditions at the solid waste injection point that may destroy some of the NO_x formed upstream in the kiln burning zone.

—2.44. “Monitoring system” means any monitoring system that meets the requirements of sections 70 through 76, including a continuous emissions monitoring system, an excepted monitoring system or an alternative monitoring system.

—2.45. “Most stringent state or federal NO_x

emissions limitation" means the lowest NO_x emissions limitation (in terms of lb/mmBtu) that is applicable to the unit under state or federal law, regardless of the averaging period to which the emissions limitation applies.

—2.46. "Nameplate capacity" means the maximum electrical generating output (in MW_e) that a generator can sustain over a specified period of time when not restricted by seasonal or other deratings as measured in accordance with the United States Department of Energy standards.

—2.47. "Non-title V permit" means a federally enforceable permit administered by the Secretary pursuant to the CAA and regulatory authority under the CAA, other than title V of the CAA and 40 CFR Part 70 or 40 CFR Part 71.

—2.48. " NO_x allowance" means a limited authorization under the NO_x Budget Trading Program to emit up to one ton of nitrogen oxides during the ozone season of the specified year or of any year thereafter, except as provided under subsection 54.6. No provision of the NO_x Budget Trading Program, the NO_x Budget permit application, the NO_x Budget permit, or an exemption under subdivision 4.2.a or section 5 and no provision of law shall be construed to limit the authority of the United States to terminate or limit such authorization, which does not constitute a property right. For purposes of all sections of this rule, except sections 40, 41, 42, 43 or 88, " NO_x allowance" also includes an authorization to emit up to one ton of nitrogen oxides during the ozone season of the specified year or of any year thereafter by the Secretary or Administrator in accordance with the NO_x Budget Trading Program for state implementation plans established, and approved and administered by the Administrator pursuant to 40 CFR §51.121.

—2.49. " NO_x allowance deduction" or "deduct NO_x allowances" means the permanent withdrawal of NO_x allowances by the Administrator from a NO_x Allowance Tracking System compliance account or overdraft account to account for the number of tons of NO_x emissions from a NO_x Budget unit for an ozone

season, determined in accordance with sections 70 through 76 and sections 50 through 57 or for any other NO_x allowance withdrawal requirement under this rule.

—2.50. " NO_x allowances held" or "hold NO_x allowances" means the NO_x allowances recorded by the Administrator or submitted to the Administrator for recordation, in accordance with sections 50 through 57 and sections 60 through 62, in a NO_x Allowance Tracking System account.

—2.51. " NO_x Allowance Tracking System" means the system by which the Administrator records allocations, deductions and transfers of NO_x allowances under the NO_x Budget Trading Program.

—2.52. " NO_x Allowance Tracking System account" means an account in the NO_x Allowance Tracking System established by the Administrator for purposes of recording the allocation, holding, transferring or deducting of NO_x allowances.

—2.53. " NO_x allowance transfer deadline" means midnight of November 30 or, if November 30 is not a business day, midnight of the first business day thereafter and is the deadline by which NO_x allowances must be submitted for recordation in a NO_x Budget unit's compliance account or the overdraft account of the source where the unit is located, in order to meet the unit's NO_x Budget emissions limitation for the ozone season immediately preceding such deadline.

—2.54. " NO_x authorized account representative" means, for a NO_x Budget source or NO_x Budget unit at the source, the natural person who is authorized by the owners and operators of the source and all NO_x Budget units at the source, in accordance with sections 10 through 14, to represent and legally bind each owner and operator in matters pertaining to the NO_x Budget Trading Program or, for a general account, the natural person who is authorized, in accordance with sections 50 through 57, to transfer or otherwise dispose of NO_x allowances

held in the general account.

~~—2.55. “NO_x Budget emissions limitation” means, for a NO_x Budget unit, the tonnage equivalent of the NO_x allowances available for compliance deduction for the unit under subsections 54.1, 54.2, 54.5 and 54.6 in an ozone season adjusted by any deductions of such NO_x allowances to account for actual heat input under subdivision 42.5.a for the ozone season or to account for excess emissions for a prior ozone season under subsection 54.4 or to account for withdrawal from the NO_x Budget Program or for a change in regulatory status for a NO_x Budget opt-in source under sections 86 or 87.~~

~~—2.56. “NO_x Budget opt-in permit” means a NO_x Budget permit covering a NO_x Budget opt-in source.~~

~~—2.57. “NO_x Budget opt-in unit” means a unit that has been elected to become a NO_x Budget unit under the NO_x Budget Trading Program and whose NO_x Budget opt-in permit has been issued and is in effect under sections 80 through 88.~~

~~—2.58. “NO_x Budget permit” means the legally binding and federally enforceable written document or portion of such document, issued by the Secretary, including any permit revisions, specifying the NO_x Budget Trading Program requirements applicable to a NO_x Budget source, to each NO_x Budget unit at the NO_x Budget source and to the owners and operators and the NO_x authorized account representative of the NO_x Budget source and each NO_x Budget unit.~~

~~—2.59. “NO_x Budget source” means a source that includes one or more NO_x Budget units.~~

~~—2.60. “NO_x Budget Trading Program” means a multi-state nitrogen oxides air pollution control and emission reduction program approved and administered by the Administrator pursuant to 40 CFR §51.121, as a means of mitigating the interstate transport of ozone and nitrogen oxides, an ozone precursor.~~

~~—2.61. “NO_x Budget unit” means a unit that is~~

subject to the NO_x Budget emissions limitation under subsection 4.1 or section 80:

~~—2.62. “NO_x SIP Call Engine Inventory” means the inventory of IC engines compiled by EPA as part of the NO_x SIP Call Rule, including the Technical Amendments, announced in the March 2, 2000 Federal Register notice, and the adjustment of the 2007 Budget NO_x Control Efficiency to 82 percent for large gas-fired engines, announced in the April 21, 2004 Federal Register notice for the Phase II NO_x SIP Call Rule.~~

~~—2.63. “Operating” means, with regard to a unit under paragraph 22.1.d.2 and section 80, having documented heat input for more than 876 hours in the 6 months immediately preceding the submission of an application for an initial NO_x Budget permit under subsection 83.1. The unit’s documented heat input will be determined in accordance with 40 CFR Part 75 if the unit was otherwise subject to the requirements of 40 CFR Part 75 during that 6-month period or will be based on the best available data reported to the Administrator for the unit if the unit was not otherwise subject to the requirements of 40 CFR Part 75 during that 6-month period.~~

~~—2.64. “Operator” means any person who operates, controls or supervises a NO_x Budget unit, a NO_x Budget source or unit for which an application for a NO_x Budget opt-in permit under section 83 is submitted and not denied or withdrawn and shall include, but not be limited to, any holding company, utility system or plant manager of such a unit or source.~~

~~—2.65. “Opt-in” means to be elected to become a NO_x Budget unit under the NO_x Budget Trading Program through a final, effective NO_x Budget opt-in permit under sections 80 through 88.~~

~~—2.66. “Overdraft account” means the NO_x Allowance Tracking System account, established by the Administrator under sections 50 through 57 for each NO_x Budget source where there are two or more NO_x Budget units.~~

~~2.67. "Owner" means any of the following persons:~~

~~2.67.a. Any holder of any portion of the legal or equitable title in a NO_x Budget unit or in a unit for which an application for a NO_x Budget opt-in permit under section 83 is submitted and not denied or withdrawn;~~

~~2.67.b. Any holder of a leasehold interest in a NO_x Budget unit or in a unit for which an application for a NO_x Budget opt-in permit under section 83 is submitted and not denied or withdrawn;~~

~~2.67.c. Any purchaser of power from a NO_x Budget unit or from a unit for which an application for a NO_x Budget opt-in permit under section 83 is submitted and not denied or withdrawn under a life-of-the-unit, firm power contractual arrangement. However, unless expressly provided for in a leasehold agreement, owner shall not include a passive lessor or a person who has an equitable interest through such lessor, whose rental payments are not based, either directly or indirectly, upon the revenues or income from the NO_x Budget unit or the unit for which an application for a NO_x Budget opt-in permit under section 83 is submitted and not denied or withdrawn; or~~

~~2.67.d. With respect to any general account, any person who has an ownership interest with respect to the NO_x allowances held in the general account and who is subject to the binding agreement for the NO_x authorized account representative to represent that person's ownership interest with respect to the NO_x allowances;~~

~~2.68. "Ozone season" means the period beginning May 1 of a year and ending on September 30 of the same year, inclusive, provided that in 2004 "ozone season" means the period beginning May 31 and ending September 30 of that year, inclusive.~~

~~2.69. Reserved.~~

~~2.70. "Percent monitor data availability" means, for purposes of subdivision 43.1.a and subsection 84.2, total unit operating hours for which quality-assured data were recorded under sections 70 through 76 in an ozone season, divided by the total number of unit operating hours in the ozone season and multiplied by 100 percent.~~

~~2.71. Reserved.~~

~~2.72. "Person" means any and all persons, natural or artificial, including the state of West Virginia or any other state, the United States of America, any municipal, statutory, public or private corporation organized or existing under the laws of this or any other state or country and any firm, partnership or association of whatever nature.~~

~~2.73. "Portland cement" means a hydraulic cement produced by pulverizing clinker consisting essentially of hydraulic calcium silicates, usually containing one or more of the forms of calcium sulfate as an interground addition.~~

~~2.74. "Portland cement kiln" means a system, including any solid, gaseous or liquid fuel combustion equipment, used to calcine and fuse raw materials, including limestone and clay, to produce Portland cement clinker.~~

~~2.75. "Potential electrical output capacity" means 33 percent of a unit's maximum design heat input.~~

~~2.76. "Precalciner kiln" means a kiln where the feed to the kiln system is preheated in cyclone chambers and utilize a second burner to calcine material in a separate vessel attached to the preheater prior to the final fusion in a kiln which forms clinker.~~

~~2.77. "Preheater kiln" means a kiln where the feed to the kiln system is preheated in cyclone chambers prior to the final fusion in a kiln which forms clinker.~~

~~2.78. "Receive or receipt of" means, when~~

referring to the Secretary or the Administrator, to come into possession of a document, information or correspondence (whether sent in writing or by authorized electronic transmission), as indicated in an official correspondence log or by a notation made on the document, information or correspondence, by the Secretary or the Administrator in the regular course of business.

—2.79. “Recordation, record or recorded” means, with regard to NO_x allowances, the movement of NO_x allowances by the Administrator from one NO_x Allowance Tracking System account to another, for purposes of allocation, transfer or deduction.

—2.80. “Reference method” means any direct test method of sampling and analyzing for an air pollutant as specified in Appendix A of 40 CFR Part 60.

—2.81. “Secretary” means the Secretary of the Department of Environmental Protection or such other person to whom the Secretary has delegated authority or duties pursuant to W.Va. Code §§22-1-6 or 22-1-8.

—2.82. “Serial number” means, when referring to NO_x allowances, the unique identification number assigned to each NO_x allowance by the Administrator under subsection 53.3.

—2.83. “Shutdown” means:

—2.83.a. The period of time a unit is cooled from its normal operating temperature to cold or ambient temperature; or

—2.83.b. The cessation of operation of a Portland cement kiln for any purpose.

—2.84. “Source” means any governmental, institutional, commercial or industrial structure, installation, plant, building or facility that emits or has the potential to emit any regulated air pollutant under the CAA. For purposes of section 502(c) of the CAA, a “source,” including a “source” with multiple units, shall be considered a single “facility.”

—2.85. “Startup” means:

—2.85.a. The period of time a unit is heated from cold or ambient temperature to its normal operating temperature as specified by the manufacturer; or

—2.85.b. The setting in operation of a Portland cement kiln for any purpose.

—2.86. “State” means one of the 48 contiguous states or a portion thereof or the District of Columbia that is specified in 40 CFR §51.121 and in which are located units that are subject to the NO_x Budget Trading Program. The term “state” shall have its conventional meaning where such meaning is clear from the context.

—2.87. Reserved.

—2.88. “Stationary internal combustion engine” or “engine” means any internal combustion engine of the reciprocating type that is either attached to a foundation at a facility or is designed to be capable of being carried or moved from one location to another and remains at a single site at a building, structure, facility, or installation for more than 12 consecutive months. Any engine (or engines) that replaces an engine at a site that is intended to perform the same or similar function as the engine replaced is included in calculating the consecutive time period.

—2.89. Reserved.

—2.90. “Submit or serve” means to send or transmit a document, information or correspondence to the person specified:

—2.90.a. In person;

—2.90.b. By United States Postal Service; or

—2.90.c. By other means of dispatch or transmission and delivery. Compliance with any “submission,” “service” or “mailing” deadline shall be determined by the date of dispatch, transmission or mailing and not the date of

receipt.

~~2.91. "Title V operating permit" means a permit issued under 45CSR30.~~

~~2.92. "Title V operating permit regulations" means the regulations that the Secretary has issued and the Administrator has approved as meeting the requirements of 45CSR30.~~

~~2.93. "Ton" or "tonnage" means any "short ton" (i.e., 2,000 pounds). For the purpose of determining compliance with the NO_x Budget emissions limitation, total tons for an ozone season shall be calculated as the sum of all recorded hourly emissions (or the tonnage equivalent of the recorded hourly emissions rates) in accordance with sections 70 through 76, with any remaining fraction of a ton equal to or greater than 0.50 ton deemed to equal one ton and any fraction of a ton less than 0.50 ton deemed to equal zero tons.~~

~~2.94. "Unit" means a fossil fuel-fired stationary boiler, combustion turbine or combined cycle system.~~

~~2.95. "Unit operating day" means a calendar day in which a unit combusts any fuel.~~

~~2.96. "Unit operating hour" or "hour of unit operation" means any hour (or fraction of an hour) during which a unit combusts any fuel.~~

~~2.97. Other words and phrases used in this rule, unless otherwise indicated, shall have the meaning ascribed to them in W. Va. Code §22-5-1 et seq. and 40 CFR §72.2.~~

~~§45-1-3. Measurements, Abbreviations and Acronyms.~~

~~Measurements, abbreviations and acronyms used in this rule are defined as follows:~~

~~Btu -- British thermal unit~~

~~hr -- hour~~

~~lb -- pounds~~

~~mmBtu -- million Btu~~

~~MW_e -- megawatt electrical~~

~~ton -- 2000 pounds~~

~~TPH -- tons per hour~~

~~CO₂ -- carbon dioxide~~

~~NO_x -- nitrogen oxides~~

~~O₂ -- oxygen.~~

~~§45-1-4. NO_x Budget Trading Program Applicability.~~

~~4.1. The following units in West Virginia (as defined in section 2) shall be designated NO_x Budget units, and any source that includes one or more such units shall be a NO_x Budget source, subject to the requirements of this rule:~~

~~4.1.a. Reserved.~~

~~4.1.a.1. Reserved.~~

~~4.1.a.2. Reserved.~~

~~4.1.a.3. Reserved.~~

~~4.1.b. Non-Electric Generating Units.~~

~~4.1.b.1. For units that commenced operation before January 1, 1997, a unit that has a maximum design heat input greater than 250 mmBtu/hr and that did not serve during 1995 or 1996 a generator producing electricity for sale under a firm contract to the electric grid:~~

~~4.1.b.2. For units that commenced operation on or after January 1, 1997 and before January 1, 1999, a unit that has a maximum design heat input greater than 250 mmBtu/hr and that did not serve during 1997 or 1998 a generator producing electricity for sale under a firm contract to the electric grid:~~

~~4.1.b.3. For units that commence operation on or after January 1, 1999, a unit with a maximum design heat input greater than 250 mmBtu/hr that:~~

~~4.1.b.3.A. At no time serves a generator producing electricity for sale; or~~

~~4.1.b.3.B. At any time serves a generator with a nameplate capacity of 25MW_e or less producing electricity for sale and with the potential to use no more than 50 percent of the potential electrical output capacity of the unit.~~

~~4.1.b.4. For units commencing operation before January 1, 1997, a unit with a maximum design heat input greater than 250 mmBtu/hr and qualifying as an unaffected unit under 40 CFR §72.6(b)(4) under the Acid Rain Program for 1995 and 1996.~~

~~4.1.b.5. For units commencing operation in 1997 or 1998, a unit with a maximum design heat input greater than 250 mmBtu/hr and qualifying as an unaffected unit under 40 CFR §72.6(b)(4) under the Acid Rain Program for 1997 and 1998.~~

~~4.1.b.6. For units commencing operation on or after January 1, 1999, a unit with a maximum design heat input greater than 250 mmBtu/hr and qualifying as an unaffected unit under 40 CFR §72.6(b)(4) under the Acid Rain Program for each year.~~

~~4.2.a. Notwithstanding subsection 4.1, a unit under subsection 4.1 that has a federally enforceable permit that restricts the unit to combusting only natural gas or fuel oil (as defined in 40 CFR §75.2) during an ozone season and which includes a NO_x emission limitation restricting NO_x emissions during an ozone season to 25 tons or less, and includes the special provisions in subdivision 4.2.d shall be exempt from the requirements of the NO_x Budget Trading Program, except for the provisions of this subdivision, sections 2 and 3, subsection 4.1, section 7, sections 40 through 42, sections 50 through 57 and sections 60 through 62. The NO_x~~

~~emission limitation under this subdivision shall restrict NO_x emissions during the ozone season by limiting unit operating hours. The restriction on unit operating hours shall be calculated by dividing 25 tons by the unit's maximum potential hourly NO_x mass emissions, which shall equal the unit's maximum rated hourly heat input multiplied by the highest default NO_x emission rate otherwise applicable to the unit under 40 CFR §75.19.~~

~~4.2.b. The exemption under subdivision 4.2.a shall become effective as follows:~~

~~4.2.b.1. The exemption shall become effective on the date on which the NO_x emission limitation and the special provisions in the permit under subdivision 4.2.a become final; or~~

~~4.2.b.2. If the NO_x emission limitation and the special provisions in the permit under subdivision 4.2.a become final during an ozone season and after the first date on which the unit operates during such ozone season, then the exemption shall become effective on May 1 of such ozone season, provided that such NO_x emission limitation and the special provisions apply to the unit as of such first date of operation. If such NO_x emission limitation and the special provisions do not apply to the unit as of such first date of operation, then the exemption under subdivision 4.2.a shall become effective on October 1 of the year during which such NO_x emission limitation and the special provisions become final.~~

~~4.2.c. The Secretary will provide the Administrator written notice of the issuance of a federally enforceable permit under subdivision 4.2.a for a unit under subsection 4.1 and, upon request by the Administrator, a copy of the permit.~~

~~4.2.d. Special provisions:~~

~~4.2.d.1. A unit exempt under subdivision 4.2.a shall comply with the restriction on fuel use and unit operating hours described in subdivision 4.2.a during the ozone season in each year.~~

~~4.2.d.2. The Secretary will allocate NO_x allowances to the unit under subsections 41.1, 41.2, 41.3, 42.3 and subdivision 42.1.a. For each ozone season for which the unit is allocated NO_x allowances under subsections 41.1, 41.2, 41.3, 42.3 and subdivision 42.1.a:~~

~~4.2.d.2.A. The owners and operators of the unit must specify a general account, in which the Administrator will record the NO_x allowances; and~~

~~4.2.d.2.B. After the Administrator records a NO_x allowance allocation under subsections 41.1, 41.2, 41.3, 42.3 and subdivision 42.1.a, the Administrator will deduct, from the general account under subparagraph 4.2.d.2.A, NO_x allowances that are allocated for the same or a prior ozone season as the NO_x allowances allocated to the unit under subsections 41.1, 41.2, 41.3, 42.3 and subdivision 42.1.a and that equal the NO_x emission limitation (in tons of NO_x) on which the unit's exemption under subdivision 4.2.a is based. The NO_x authorized account representative shall ensure that such general account contains the NO_x allowances necessary for completion of such deduction.~~

~~4.2.d.3. A unit exempt under subdivisions 4.2.a and 4.2.b shall report hours of unit operation during the ozone season in each year to the Secretary by November 1 of that year.~~

~~4.2.d.4. For a period of 5 years from the date the records are created, the owners and operators of a unit exempt under subdivision 4.2.a shall retain, at the source that includes the unit, records demonstrating that the conditions of the federally enforceable permit under subdivision 4.2.a were met, including the restriction on fuel use or unit operating hours. The 5-year period for keeping records may be extended for cause, at any time prior to the end of the period, in writing by the Secretary or the Administrator. The owners and operators bear the burden of proof that the unit met the restriction on fuel use or unit operating hours.~~

~~4.2.d.5. The owners and operators, and~~

~~to the extent applicable, the NO_x authorized account representative of a unit exempt under subdivision 4.2.a shall comply with the requirements of the NO_x Budget Trading Program concerning all periods for which the exemption is not in effect, even if such requirements arise or must be complied with, after the exemption takes effect.~~

~~4.2.d.6. On the earlier of the following dates, a unit exempt under subdivision 4.2.a shall lose its exemption:~~

~~4.2.d.6.A. The date on which the restriction on fuel use or unit operating hours described in subdivision 4.2.a is removed from the unit's federally enforceable permit or otherwise becomes no longer applicable to any ozone season starting in 2004; or~~

~~4.2.d.6.B. The first date on which the unit fails to comply, or with regard to which the owners and operators fail to meet their burden of proving that the unit is complying, with the restriction on fuel use or unit operating hours described in subdivision 4.2.a during any ozone season starting in 2004.~~

~~4.2.d.7. A unit that loses its exemption in accordance with paragraph 4.2.d.6 shall be subject to the requirements of this rule. For the purpose of applying permitting requirements under sections 20 through 24, allocating allowances under sections 40 through 42, and applying monitoring requirements under sections 70 through 76, the unit shall be treated as commencing operation.~~

~~4.2.d.8. A unit that is exempt under subdivision 4.2.a is not eligible to be a NO_x Budget opt-in unit under sections 80 through 88.~~

§45-1-5. Retired Unit Exemption.

~~5.1. This section applies to any NO_x Budget unit, other than a NO_x Budget opt-in unit, that is permanently retired.~~

~~5.2.a. Any NO_x Budget unit, other than a~~

~~NO_x Budget opt-in unit, that is permanently retired shall be exempt from the NO_x Budget Trading Program, except for the provisions of this section, sections 2, 3, 4 and 7; sections 40 through 42, sections 50 through 57 and sections 60 through 62.~~

~~5.2.b. The exemption under subdivision 5.2.a shall become effective the day on which the unit is permanently retired. Within 30 days of permanent retirement, the NO_x authorized account representative (authorized in accordance with sections 10 through 14) shall submit a statement to the Secretary (and a copy of the statement to the Administrator) which states, in a format prescribed by the Secretary, that the unit is permanently retired and will comply with the special provisions of subsection 5.3.~~

~~5.2.c. After receipt of the notice under subdivision 5.2.b, the Secretary will amend any permit covering the source at which the unit is located to add the provisions and requirements of the exemption under subdivision 5.2.a and subsection 5.3.~~

~~5.3. Retired units exempted under this section shall be subject to the following special provisions:~~

~~5.3.a. A unit exempt under this section shall not emit any nitrogen oxides, starting on the date that the exemption takes effect;~~

~~5.3.b. The Secretary will allocate NO_x allowances in accordance with sections 40 through 42 to a unit exempt under this section. For each ozone season for which the unit is allocated one or more NO_x allowances, the owners and operators of the unit shall specify a general account, in which the Administrator will record such NO_x allowances;~~

~~5.3.c. For a period of 5 years from the date the records are created, the owners and operators of a unit exempt under this section shall retain at the source that includes the unit, records demonstrating that the unit is permanently retired. The 5-year period for keeping records may be~~

~~extended for cause, at any time prior to the end of the period, in writing by the Secretary or the Administrator. The owners and operators bear the burden of proof that the unit is permanently retired; and~~

~~5.3.d. The owners and operators and, to the extent applicable, the NO_x authorized account representative of a unit exempt under this section shall comply with the requirements of the NO_x Budget Trading Program concerning all periods for which the exemption is not in effect, even if such requirements arise or must be complied with, after the exemption takes effect;~~

~~5.3.e.1. A unit exempt under this section and located at a source that is required or but for this exemption would be required, to have a title V operating permit shall not resume operation unless the NO_x authorized account representative of the source submits a complete NO_x Budget permit application under section 22 for the unit not less than 18 months (or such lesser time provided by the Secretary) before the later of May 31, 2004 or the date on which the unit is to first resume operation; and~~

~~5.3.e.2. A unit exempt under this section and located at a source that is required or but for this exemption would be required, to have a non-title V permit shall not resume operation unless the NO_x authorized account representative of the source submits a complete NO_x Budget permit application under section 22 for the unit not less than 18 months (or such lesser time provided by the Secretary) before the later of May 31, 2004 or the date on which the unit is to first resume operation;~~

~~5.3.f. Loss of exemption. -- On the earlier of the following dates, a unit exempt under subdivision 5.2.a shall lose its exemption:~~

~~5.3.f.1. The date on which the NO_x authorized account representative submits a NO_x Budget permit application under paragraphs 5.3.e.1 and 5.3.e.2;~~

~~5.3.f.2. The date on which the NO_x~~

~~authorized account representative is required under paragraphs 5.3.e.1 and 5.3.e.2 to submit a NO_x Budget permit application; or~~

~~5.3.f.3. The date on which the unit resumes operation, if the unit is not required to submit a NO_x Budget permit application.~~

~~5.3.g. For the purpose of applying monitoring requirements under sections 70 through 76, a unit that loses its exemption under this section shall be treated as a unit that commences operation or commercial operation on the first date on which the unit resumes operation; and~~

~~5.3.h. A unit that is exempt under this section is not eligible to be a NO_x Budget opt-in source under sections 80 through 88.~~

~~§45-1-6. NO_x Budget Trading Program Standard Requirements:~~

~~6.1. Permit Requirements:~~

~~6.1.a. The NO_x authorized account representative of each NO_x Budget source required to have a federally enforceable permit and each NO_x Budget unit required to have a federally enforceable permit at the source shall:~~

~~6.1.a.1. Submit to the Secretary a complete NO_x Budget permit application under section 22 in accordance with the deadlines specified in subsections 21.2 and 21.3; and~~

~~6.1.a.2. Submit in a timely manner any supplemental information that the Secretary determines is necessary in order to review a NO_x Budget permit application and issue or deny a NO_x Budget permit.~~

~~6.1.b. The owners and operators of each NO_x Budget source required to have a federally enforceable permit and each NO_x Budget unit required to have a federally enforceable permit at the source shall have a NO_x Budget permit issued by the Secretary and operate the unit in compliance with such NO_x Budget permit.~~

~~6.1.c. The owners and operators of a NO_x Budget source that is not otherwise required to have a federally enforceable permit are not required to submit a NO_x Budget permit application and to have a NO_x Budget permit, under sections 20 through 24 for such NO_x Budget source.~~

~~6.2. Monitoring requirements:~~

~~6.2.a. The owners and operators, and to the extent applicable, the NO_x authorized account representative of each NO_x Budget source and each NO_x Budget unit at the source shall comply with the monitoring requirements of sections 70 through 76:~~

~~6.2.b. The emissions measurements recorded and reported in accordance with sections 70 through 76 shall be used to determine compliance by the unit with the NO_x Budget emissions limitation under subsection 6.3:~~

~~6.3. Nitrogen oxides requirements:~~

~~6.3.a. The owners and operators of each NO_x Budget source and each NO_x Budget unit at the source shall hold NO_x allowances available for compliance deductions under section 54, as of the NO_x allowance transfer deadline, in the unit's compliance account and the source's overdraft account in an amount not less than the total NO_x emissions for the ozone season from the unit, as determined in accordance with sections 70 through 76, plus any amount necessary to account for actual heat input under subdivision 42.5.a for the ozone season or to account for excess emission for a prior ozone season under subsection 54.4, or to account for the withdrawal from the NO_x Budget Trading Program, or a change in regulatory status of a NO_x Budget opt-in unit under section 86 or section 87.~~

~~6.3.b. Each ton of nitrogen oxides emitted in excess of the NO_x Budget emissions limitation shall constitute a separate violation of this rule, the CAA and W.Va. Code §22-5-1 et seq.~~

~~6.3.c. A NO_x Budget unit shall be subject~~

to the requirements under subdivision 6.3.a starting on the later of May 31, 2004 or the date on which the unit commences operation.

~~6.3.d. NO_x allowances shall be held in, deducted from or transferred among NO_x Allowance Tracking System accounts in accordance with sections 40 through 42, sections 50 through 57, sections 60 through 62 and sections 80 through 88.~~

~~6.3.c. A NO_x allowance shall not be deducted, in order to comply with the requirements under subdivision 6.3.a, for an ozone season in a year prior to the year for which the NO_x allowance was allocated.~~

~~6.3.f. A NO_x allowance allocated by the Secretary or the Administrator under the NO_x Budget Trading Program is a limited authorization to emit one ton of nitrogen oxides in accordance with the NO_x Budget Trading Program. No provision of the NO_x Budget Trading Program, the NO_x Budget permit application, the NO_x Budget permit or an exemption under section 5 and no provision of law shall be construed to limit the authority of the Administrator or the Secretary to terminate or limit such authorization.~~

~~6.3.g. A NO_x allowance allocated by the Secretary or the Administrator under the NO_x Budget Trading Program does not constitute a property right.~~

~~6.3.h. Upon recordation by the Administrator under sections 50 through 57, sections 60 through 62 or sections 80 through 88, every allocation, transfer or deduction of a NO_x allowance to or from a NO_x Budget unit's compliance account or the overdraft account of the source where the unit is located is deemed to amend automatically and become a part of, any NO_x Budget permit of the NO_x Budget unit by operation of law without any further review.~~

~~6.4. Excess emissions requirements:~~

~~6.4.a. The owners and operators of a NO_x Budget unit that has excess emissions in any~~

ozone season shall:

~~6.4.a.1. Surrender the NO_x allowances required for deduction under subdivision 54.4.a; and~~

~~6.4.a.2. Pay any fine, penalty or assessment or comply with any other remedy imposed under subdivision 54.4.c.~~

~~6.5. Recordkeeping and reporting requirements:~~

~~6.5.a. Unless otherwise provided, the owners and operators of the NO_x Budget source and each NO_x Budget unit at the source shall keep on site at the source each of the following documents for a period of 5 years from the date the document is created. This period may be extended for cause, at any time prior to the end of 5 years, in writing by the Secretary or the Administrator:~~

~~6.5.a.1. The account certificate of representation for the NO_x authorized account representative for the source and each NO_x Budget unit at the source and all documents that demonstrate the truth of the statements in the account certificate of representation, in accordance with section 13, provided that the certificate and documents shall be retained on site at the source beyond such 5-year period until such documents are superseded because of the submission of a new account certificate of representation changing the NO_x authorized account representative.~~

~~6.5.a.2. All emissions monitoring information, in accordance with sections 70 through 76, provided that to the extent that sections 70 through 76 provides for a 3-year period for recordkeeping, the 3-year period shall apply.~~

~~6.5.a.3. Copies of all reports, compliance certifications and other submissions and all records made or required under the NO_x Budget Trading Program.~~

~~6.5.a.4. Copies of all documents used to complete a NO_x Budget permit application and any other submission under the NO_x Budget Trading Program or to demonstrate compliance with the requirements of the NO_x Budget Trading Program.~~

~~6.5.b. The NO_x authorized account representative of a NO_x Budget source and each NO_x Budget unit at the source shall submit the reports and compliance certifications required under the NO_x Budget Trading Program, including those under sections 30 and 31, sections 70 through 76 or sections 80 through 88.~~

~~6.6. Liability:~~

~~6.6.a. Any person who knowingly violates any requirement or prohibition of the NO_x Budget Trading Program, a NO_x Budget permit or an exemption under subdivision 4.2.a or section 5 shall be subject to enforcement pursuant to §22-5-1 et seq. or the CAA.~~

~~6.6.b. Any person who knowingly makes a false material statement in any record, submission or report under the NO_x Budget Trading Program shall be subject to enforcement pursuant to §22-5-1 et seq. or the CAA.~~

~~6.6.c. No permit revision shall excuse any violation of the requirements of the NO_x Budget Trading Program that occurs prior to the date that the revision takes effect.~~

~~6.6.d. Each NO_x Budget source and each NO_x Budget unit shall meet the requirements of the NO_x Budget Trading Program.~~

~~6.6.e. Any provision of the NO_x Budget Trading Program that applies to a NO_x Budget source (including a provision applicable to the NO_x authorized account representative of a NO_x Budget source) shall also apply to the owners and operators of such source and of the NO_x Budget units at the source.~~

~~6.6.f. Any provision of the NO_x Budget Trading Program that applies to a NO_x Budget~~

~~unit (including a provision applicable to the NO_x authorized account representative of a NO_x budget unit) shall also apply to the owners and operators of such unit. Except with regard to the requirements applicable to units with a common stack under sections 70 through 76, the owners and operators and the NO_x authorized account representative of one NO_x Budget unit shall not be liable for any violation by any other NO_x Budget unit of which they are not owners or operators or the NO_x authorized account representative and that is located at a source of which they are not owners or operators or the NO_x authorized account representative.~~

~~6.7. Effect on other authorities. -- No provision of the NO_x Budget Trading Program, a NO_x Budget permit application, a NO_x Budget permit or an exemption under subdivision 4.2.a or section 5 shall be construed as exempting or excluding the owners and operators and, to the extent applicable, the NO_x authorized account representative of a NO_x Budget source or NO_x Budget unit from compliance with any other provision of §22-5-1 et seq., the approved West Virginia state implementation plan, a federally enforceable permit or the CAA.~~

~~§45-1-7. Computation of Time:~~

~~7.1. Unless otherwise stated, any time period scheduled, under the NO_x Budget Trading Program, to begin on the occurrence of an act or event shall begin on the day the act or event occurs.~~

~~7.2. Unless otherwise stated, any time period scheduled, under the NO_x Budget Trading Program, to begin before the occurrence of an act or event shall be computed so that the period ends the day before the act or event occurs.~~

~~7.3. Unless otherwise stated, if the final day of any time period, under the NO_x Budget Trading Program, falls on a weekend or a state or federal holiday, the time period shall be extended to the next business day.~~

~~§45-1-10. Authorization and Responsibilities~~

~~of the NO_x Authorized Account Representative:~~

~~—10.1. Except as provided under section 11, each NO_x Budget source, including all NO_x Budget units at the source, shall have one and only one NO_x authorized account representative, with regard to all matters under the NO_x Budget Trading Program concerning the source or any NO_x Budget unit at the source.~~

~~—10.2. The NO_x authorized account representative of the NO_x Budget source shall be selected by an agreement binding on the owners and operators of the source and all NO_x Budget units at the source.~~

~~—10.3. Upon receipt by the Administrator of a complete account certificate of representation under section 13, the NO_x authorized account representative of the source shall represent and, by his or her representations, actions, inactions or submissions, legally bind each owner and operator of the NO_x Budget source represented and each NO_x Budget unit at the source in all matters pertaining to the NO_x Budget Trading Program, notwithstanding any agreement between the NO_x authorized account representative and such owners and operators. The owners and operators shall be bound by any decision or order issued to the NO_x authorized account representative by the Secretary, the Administrator or a court regarding the source or unit.~~

~~—10.4. No NO_x Budget permit shall be issued and no NO_x Allowance Tracking System account shall be established for a NO_x Budget unit at a source until the Administrator has received a complete account certificate of representation under section 13 for a NO_x authorized account representative of the source and the NO_x Budget units at the source.~~

~~—10.5.a. Each submission under the NO_x Budget Trading Program shall be submitted, signed and certified by the NO_x authorized account representative for each NO_x Budget source on behalf of which the submission is made. Each such submission shall include the following~~

~~certification statement by the NO_x authorized account representative: "I am authorized to make this submission on behalf of the owners and operators of the NO_x Budget sources or NO_x Budget units for which the submission is made. I certify under penalty of law that I have personally examined and am familiar with, the statements and information submitted in this document and all its attachments. Based on my inquiry of those individuals with primary responsibility for obtaining the information, I certify that the statements and information are to the best of my knowledge and belief true, accurate and complete. I am aware that there are significant penalties for submitting false statements and information or omitting required statements and information, including the possibility of fine or imprisonment."~~²²

~~—10.5.b. The Secretary and the Administrator will accept or act on a submission made on behalf of owner or operators of a NO_x Budget source or a NO_x Budget unit only if the submission has been made, signed and certified in accordance with subdivision 10.5.a.~~

~~§45-1-11. Alternate NO_x Authorized Account Representative:~~

~~—11.1. An account certificate of representation may designate one and only one alternate NO_x authorized account representative who may act on behalf of the NO_x authorized account representative. The agreement by which the alternate NO_x authorized account representative is selected shall include a procedure for authorizing the alternate NO_x authorized account representative to act in lieu of the NO_x authorized account representative.~~

~~—11.2. Upon receipt by the Administrator of a complete account certificate of representation under section 13, any representation, action, inaction or submission by the alternate NO_x authorized account representative shall be deemed to be a representation, action, inaction or submission by the NO_x authorized account representative.~~

~~—11.3. Except in this section and subsection~~

10.1, sections 12, 13 and 51, whenever the term "NO_x authorized account representative" is used in this rule, the term shall be construed to include the alternate NO_x authorized account representative.

§45-1-12. ~~Changing the NO_x Authorized Account Representative and the Alternate NO_x Authorized Account Representative; Changes in Owners and Operators.~~

~~12.1. Changing the NO_x authorized account representative. -- The NO_x authorized account representative may be changed at any time upon receipt by the Administrator of a superseding complete account certificate of representation under section 13. Notwithstanding any such change, all representations, actions, inactions and submissions by the previous NO_x authorized account representative prior to the time and date when the Administrator receives the superseding account certificate of representation shall be binding on the new NO_x authorized account representative and the owners and operators of the NO_x Budget source and the NO_x Budget units at the source.~~

~~12.2. Changing the alternate NO_x authorized account representative. -- The alternate NO_x authorized account representative may be changed at any time upon receipt by the Administrator of a superseding complete account certificate of representation under section 13. Notwithstanding any such change, all representations, actions, inactions and submissions by the previous alternate NO_x authorized account representative prior to the time and date when the Administrator receives the superseding account certificate of representation shall be binding on the new alternate NO_x authorized account representative and the owners and operators of the NO_x Budget source and the NO_x Budget units at the source.~~

~~12.3. Changes in owners and operators.~~

~~12.3.a. In the event a new owner or operator of a NO_x Budget source or a NO_x Budget unit is not included in the list of owners and operators submitted in the account certificate of~~

~~representation, such new owner or operator shall be deemed to be subject to and bound by the account certificate of representation, the representations, actions, inactions and submissions of the NO_x authorized account representative and any alternate NO_x authorized account representative of the source or unit and the decisions orders, actions and inactions of the Secretary or the Administrator, as if the new owner or operator were included in such list.~~

~~12.3.b. Within 30 days following any change in the owners and operators of a NO_x Budget source or a NO_x Budget unit, including the addition of a new owner or operator, the NO_x authorized account representative or alternate NO_x authorized account representative shall submit to the Administrator a revision to the account certificate of representation amending the list of owners and operators to include the change.~~

§45-1-13. ~~Account Certificate of Representation.~~

~~13.1. A complete account certificate of representation for a NO_x authorized account representative or an alternate NO_x authorized account representative shall include the following elements in a format prescribed by the Administrator:~~

~~13.1.a. Identification of the NO_x Budget source and each NO_x Budget unit at the source for which the account certificate of representation is submitted;~~

~~13.1.b. The name, address, e-mail address (if any), telephone number and facsimile transmission number (if any) of the NO_x authorized account representative and any alternate NO_x authorized account representative;~~

~~13.1.c. A list of the owners and operators of the NO_x Budget source and of each NO_x Budget unit at the source;~~

~~13.1.d. The following certification statement by the NO_x authorized account representative and any alternate NO_x authorized~~

account representative: "I certify that I was selected as the NO_x authorized account representative or alternate NO_x authorized account representative, as applicable, by an agreement binding on the owners and operators of the NO_x Budget source and each NO_x Budget unit at the source. I certify that I have all the necessary authority to carry out my duties and responsibilities under the NO_x Budget Trading Program on behalf of the owners and operators of the NO_x Budget source and of each NO_x Budget unit at the source and that each such owner and operator shall be fully bound by my representations, actions, inactions or submissions and by any decision or order issued to me by the Secretary, the Administrator or a court regarding the source or unit"; and

— 13.1.c. The signature of the NO_x authorized account representative and any alternate NO_x authorized account representative and the dates signed:

— 13.2. Unless otherwise required by the Secretary or the Administrator, documents of agreement referred to in the account certificate of representation shall not be submitted to the Secretary or the Administrator. Neither the Secretary nor the Administrator shall be under any obligation to review or evaluate the sufficiency of such documents, if submitted:

§45-1-14. Objections Concerning the NO_x Authorized Account Representative:

— 14.1. Once a complete account certificate of representation under section 13 has been submitted and received, the Secretary and the Administrator will rely on the account certificate of representation unless and until a superseding complete account certificate of representation under section 13 is received by the Administrator:

— 14.2. Except as provided in subsections 12:1 or 12:2, no objection or other communication submitted to the Secretary or the Administrator concerning the authorization or any representation, action, inaction or submission of the NO_x authorized account representative shall

affect any representation, action, inaction or submission of the NO_x authorized account representative or the finality of any decision or order by the Secretary or the Administrator under the NO_x Budget Trading Program:

— 14.3. Neither the Secretary nor the Administrator will adjudicate any private legal dispute concerning the authorization or any representation, action, inaction or submission of any NO_x authorized account representative, including private legal disputes concerning the proceeds of NO_x allowance transfers:

§45-1-20. General NO_x Budget Trading Program Permit Requirements:

— 20.1. For each NO_x Budget source required to have a federally enforceable permit, such permit shall include a NO_x Budget permit administered by the Secretary:

— 20.1.a. For NO_x Budget sources required to have a title V operating permit, the NO_x Budget portion of the title V permit shall be administered in accordance with 45CSR30, except as provided otherwise by section 20 or sections 80 through 88. The applicable provisions of 45CSR30 shall include, but are not limited to, those provisions addressing operating permit applications; operating permit application shield; operating permit duration; operating permit shield; operating permit issuance; operating permit revision and reopening; public participation and review by the Secretary and Administrator:

— 20.1.b. For NO_x Budget sources required to have a non-title V permit, the NO_x Budget portion of the non-title V permit shall be administered in accordance with 45CSR13, except as provided otherwise by sections 20 through 24 or sections 80 through 88. The applicable provisions of 45CSR13 may include, but are not limited to, provisions addressing permit applications; permit duration; permit issuance; permit revision and reopening; public participation and review by the Secretary and Administrator:

~~20.2. Each NO_x Budget permit (including a draft or proposed NO_x Budget permit, if applicable) shall include all applicable NO_x Budget Trading Program requirements and shall be a complete and segregable portion of the permit under subsection 20.1.~~

§45-1-21. NO_x Budget Permit Applications.

~~21.1. Duty to apply. -- The NO_x authorized account representative of any NO_x Budget source required to have a federally enforceable permit shall submit to the Secretary a complete NO_x Budget permit application under section 22 by the applicable deadline in subsection 21.2.~~

~~21.2. Deadlines for NO_x Budget permit applications:~~

~~21.2.a. For NO_x Budget sources required to have a title V operating permit:~~

~~21.2.a.1. For any source, with one or more NO_x Budget units under subsection 4.1 that commenced operation before January 1, 2001, the NO_x authorized account representative shall submit a complete NO_x Budget permit application under section 22 covering such NO_x Budget units to the Secretary at least 18 months before May 31, 2004, and~~

~~21.2.a.2. For any source, with any NO_x Budget unit under subsection 4.1 that commences operation on or after January 1, 2001, the NO_x authorized account representative shall submit a complete NO_x Budget permit application under section 22 covering such NO_x Budget unit to the Secretary at least 6 months before the later of May 31, 2004 or the date on which the NO_x Budget unit commences operation.~~

~~21.2.b. For NO_x Budget sources required to have a non-title V permit:~~

~~21.2.b.1. For any source, with one or more NO_x Budget units under subsection 4.1 that commenced operation before January 1, 2000, the NO_x authorized account representative shall submit a complete NO_x Budget permit application~~

~~under section 22 covering such NO_x Budget units to the Secretary at least 6 months before May 31, 2004; and~~

~~21.2.b.2. For any source, with any NO_x Budget unit under subsection 4.1 that commences operation on or after January 1, 2000, the NO_x authorized account representative shall submit a complete NO_x Budget permit application under section 22 covering such NO_x Budget unit to the Secretary at least 6 months before the later of May 31, 2004 or the date on which the NO_x Budget unit commences operation.~~

~~21.3. Duty to reapply:~~

~~21.3.a. For a NO_x Budget source required to have a title V operating permit, the NO_x authorized account representative shall submit a complete NO_x Budget permit application under section 22 for the NO_x Budget source covering the NO_x Budget units at the source in accordance with the operating permit renewal requirements set forth in 45CSR30.~~

~~21.3.b. For a NO_x Budget source required to have a non-title V permit, the NO_x authorized account representative shall submit a complete NO_x Budget permit application under section 22 for the NO_x Budget source covering the NO_x Budget units at the source in accordance with 45CSR13.~~

§45-1-22. Information Requirements for NO_x Budget Permit Applications.

~~22.1. A complete NO_x Budget permit application shall include the following elements concerning the NO_x Budget source for which the application is submitted, in a format prescribed by the Secretary:~~

~~22.1.a. Identification of the NO_x Budget source, including plant name and the ORIS (Office of Regulatory Information Systems) or facility code assigned to the source by the Energy Information Administration of the United States Department of Energy, if applicable;~~

~~22.1.b. Identification of each NO_x Budget unit at the NO_x Budget source and whether it is a NO_x Budget unit under subsection 4.1 or under sections 80 through 88;~~

~~22.1.c. The standard requirements under section 6; and~~

~~22.1.d. For each NO_x Budget opt-in unit at the NO_x Budget source, the following certification statements by the NO_x authorized account representative:~~

~~22.1.d.1. "I certify that each unit for which this permit application is submitted under sections 80 through 88 is not a NO_x Budget unit under subsection 4.1 and is not covered by an exemption under subdivision 4.2.a or section 5 that is in effect"; and~~

~~22.1.d.2. If the application is for an initial NO_x Budget opt-in permit, "I certify that each unit for which this permit application is submitted under sections 80 through 88 is currently operating, as that term is defined under subsection 2.62."~~

~~§45-1-23. NO_x Budget Permit Contents.~~

~~23.1. Each NO_x Budget permit (including any draft or proposed NO_x Budget permit) will contain, in a format prescribed by the Secretary, all elements required for a complete NO_x Budget permit application under section 22.~~

~~23.2. Each NO_x Budget permit is deemed to incorporate automatically the definitions of terms under section 2 and, upon recordation by the Administrator under sections 50 through 57, sections 60 through 62 or sections 80 through 88, every allocation, transfer or deduction of a NO_x allowance to or from the compliance accounts of the NO_x Budget units covered by the permit or the overdraft account of the NO_x Budget source covered by the permit.~~

~~§45-1-24. NO_x Budget Permit Revisions.~~

~~24.1. For a NO_x Budget source with a title V~~

~~operating permit, except as provided in subsection 23.2, the Secretary will revise the NO_x Budget permit, as necessary, in accordance with the operating permit revision requirements set forth in 45CSR30.~~

~~24.2. For a NO_x Budget source with a non-title V permit, except as provided in subsection 23.2, the Secretary will reissue the NO_x Budget permit as necessary, in accordance with 45CSR13.~~

~~§45-1-30. Compliance Certification Report.~~

~~30.1. Applicability and deadline. -- For each ozone season in which one or more NO_x Budget units at a source are subject to the NO_x Budget emissions limitation, the NO_x authorized account representative of the source shall submit to the Secretary and the Administrator by November 30 of that year, a compliance certification report for each source covering all such units.~~

~~30.2. Contents of report. -- The NO_x authorized account representative shall include in the compliance certification report under subsection 30.1 the following elements, in a format prescribed by the Administrator, concerning each unit at the source and subject to the NO_x Budget emissions limitation for the ozone season covered by the report:~~

~~30.2.a. Identification of each NO_x Budget unit;~~

~~30.2.b. At the NO_x authorized account representative's option, the serial numbers of the NO_x allowances that are to be deducted from each unit's compliance account under section 54 for the ozone season;~~

~~30.2.c. At the NO_x authorized account representative's option, for units sharing a common stack and having NO_x emissions that are not monitored separately or apportioned in accordance with sections 70 through 76, the percentage of allowances that is to be deducted from each unit's compliance account under subsection 54.5; and~~

~~30.2.d. The compliance certification under subsection 30.3.~~

~~30.3. Compliance certification. -- In the compliance certification report under subsection 30.1, the NO_x authorized account representative shall certify, based on reasonable inquiry of those persons with primary responsibility for operating the source and the NO_x Budget units at the source in compliance with the NO_x Budget Trading Program, whether each NO_x Budget unit for which the compliance certification is submitted was operated during the calendar year covered by the report in compliance with the requirements of the NO_x Budget Trading Program applicable to the unit, including:~~

~~30.3.a. Whether the unit was operated in compliance with the NO_x Budget emissions limitation;~~

~~30.3.b. Whether the monitoring plan that governs the unit has been maintained to reflect the actual operation and monitoring of the unit and contains all information necessary to attribute NO_x emissions to the unit, in accordance with sections 70 through 76;~~

~~30.3.c. Whether all the NO_x emissions from the unit or a group of units (including the unit) using a common stack, were monitored or accounted for through the missing data procedures and reported in the quarterly monitoring reports, including whether conditional data were reported in the quarterly reports in accordance with sections 70 through 76. If conditional data were reported, the owner or operator shall indicate whether the status of all conditional data has been resolved and all necessary quarterly report resubmissions have been made;~~

~~30.3.d. Whether the facts that form the basis for certification under sections 70 through 76 of each monitor at the unit or a group of units (including the unit) using a common stack or using an excepted monitoring method or alternative monitoring method approved under sections 70 through 76, if any, have changed; and~~

~~30.3.e. If a change is required to be reported under subdivision 30.3.d, specify the nature of the change, the reason for the change, when the change occurred and how the unit's compliance status was determined subsequent to the change, including what method was used to determine emissions when a change mandated the need for monitor recertification.~~

~~§45-1-31. Secretary's and Administrator's Action on Compliance Certifications.~~

~~31.1. The Secretary or the Administrator may review and conduct independent audits concerning any compliance certification or any other submission under the NO_x Budget Trading Program and make appropriate adjustments of the information in the compliance certifications or other submissions.~~

~~31.2. The Administrator may deduct NO_x allowances from or transfer NO_x allowances to a unit's compliance account or a source's overdraft account based on the information in the compliance certifications or other submissions, as adjusted under subsection 31.1.~~

~~§45-1-40. State NO_x Trading Budget.~~

~~40.1. In accordance with sections 41 and 42, the Secretary will allocate to the NO_x Budget units under subsection 4.1 for each ozone season specified in section 41, a total number of allowances equal to 2184 tons, less the sum of the NO_x emission limitations (in tons) for each unit exempt under subdivision 4.2.a that is not allocated any NO_x allowances under subsection 4.2.3 for the ozone season and whose NO_x emission limitation (in tons of NO_x) is not included in the amount calculated under section 42.4.e.2.B for the ozone season.~~

~~§45-1-41. Timing Requirements for State NO_x Allowance Allocations.~~

~~41.1. By April 1, 2002, the Secretary will determine by order and submit to the Administrator the state NO_x allowance allocations, in accordance with subdivision 42.1.a~~

and subsection 42.3, for the ozone seasons in 2004 through 2007:

~~41.2. By April 1, 2005, the Secretary will determine by order and submit to the Administrator the NO_x allowance allocations, in accordance with subdivision 42.1.a and subsection 42.3 for the ozone seasons in 2008 through 2012.~~

~~41.3. By April 1, 2010, by April 1 of 2015 and thereafter by April 1 of the year that is 5 years after the last year for which NO_x allowance allocations are determined, the Secretary will determine by order and submit to the Administrator the NO_x allowance allocations, in accordance with subdivision 42.1.a and subsection 42.3 for the ozone seasons in the years that are 3, 4, 5, 6 and 7 years after the applicable deadline under this subsection.~~

~~41.4. By April 1, 2004 and April 1 of each year thereafter, the Secretary will determine by order and submit to the Administrator the NO_x allowance allocations from the new source NO_x allowance allocation set aside, in accordance with subsection 42.4, for the ozone season in the year of the applicable deadline under this subsection. If the Secretary fails to submit to the Administrator the new source NO_x allowance allocations in accordance with this subsection, the Administrator will allocate, for the applicable ozone season, the same number of NO_x allowances as were allocated for the preceding ozone season.~~

~~41.5. The Secretary will make available to the public and the Administrator the draft order determining the NO_x allowance allocations under subsections 41.2, 41.3 or 41.4 by February 1 of the applicable year by filing the draft order with the Secretary of State for publication in the State Register and submittal to the Administrator. The draft order shall be accompanied with a notice providing for a 30 day comment period during which the submission of written objections to the determinations in the draft order will be accepted. Objections shall be limited to addressing whether the determinations are in accordance with section 42. Based on any such objections, the Secretary~~

~~will adjust each determination to the extent necessary to ensure that it is in accordance with section 42. If error in any such order is discovered after the April 1 issuance of the final orders, the Secretary may issue a revised order making correction to such orders. Any such revised final order shall then be submitted to the Administrator, filed with the Secretary of State and published in the State Register.~~

~~§45-1-42. State NO_x Allowance Allocations:~~

~~42.1.a. The heat input (in mmBtu) used for calculating state NO_x allowance allocations for each NO_x Budget unit under subsection 4.1 will be:~~

~~42.1.a.1. For a state NO_x allowance allocation under subsection 41.1:~~

~~42.1.a.1.A. Reserved.~~

~~42.1.a.1.B. For a unit under subsection 4.1, the ozone season in 1995 or the average of the two highest amounts of the unit's heat input for the ozone seasons 1995 through 1998:~~

~~42.1.a.2. For a NO_x allowance allocation under subsection 41.2, the unit's average heat input for the ozone seasons in 2002 through 2004:~~

~~42.1.a.3. For a NO_x allowance allocation under subsection 41.3, the unit's average heat input for the ozone season in the years that are 4, 5, 6, 7 and 8 years before the first ozone season for which the allocation is being calculated:~~

~~42.1.b. The unit's total heat input for the ozone season in each year specified under subdivision 42.1.a will be determined in accordance with 40 CFR Part 75. Notwithstanding the first sentence of this subdivision:~~

~~42.1.b.1. For a NO_x allowance allocation under subsection 41.1, such heat input will be determined using the best available data~~

reported to the Secretary for the unit if the unit was not otherwise subject to the requirements of 40 CFR Part 75 for the ozone season; and

~~42.1.b.2. For a NO_x allowance allocation under subsections 41.2 or 41.3, for a unit exempt under subdivision 4.2.a, such heat input shall be treated as zero if the unit is exempt under subdivision 4.2.a during the ozone season.~~

~~42.2. Reserved.~~

~~42.2.a. Reserved.~~

~~42.2.b. Reserved.~~

~~42.3. For each group of ozone seasons specified in subsections 41.1, 41.2 and 41.3, the Secretary will allocate to all NO_x Budget units under subsection 4.1 that commenced operation before May 1, 1997 for allocations under subsection 41.1, May 1, 2003 for allocations under subsection 41.2 and May 1 of the year 5 years before the first ozone season for which the allocation under subsection 41.3 is being calculated, a total number of NO_x allowances equal to 95 percent of the portion of the state NO_x trading budget under subsection 40.1 covering such units. The Secretary will allocate NO_x allowances in accordance with the following procedures:~~

~~42.3.a. The Secretary will allocate NO_x allowances to each NO_x Budget unit under subsection 4.1 in an amount equaling 0.17 lb/mmBtu multiplied by the heat input determined under subdivision 42.1.a; divided by 2000 lb/ton and rounded to the nearest whole number of NO_x allowances as appropriate; and~~

~~42.3.b. If the initial total number of NO_x allowances allocated to all NO_x Budget units under subsection 4.1 for an ozone season under subdivision 42.3.a does not equal 95 percent of the portion of the state NO_x trading budget under subsection 40.1, covering such units, the Secretary will adjust the total number of NO_x allowances allocated to all such NO_x Budget units for the ozone season under subdivision 42.1.a so that the~~

total number of NO_x allowances allocated equals 95 percent of the portion of the state NO_x trading budget under subsection 40.1, covering such units. This adjustment will be made by multiplying each unit's allocation by 95 percent of the portion of the state NO_x trading budget under subsection 40.1, covering such units, dividing by the total number of NO_x allowances allocated under subdivision 42.3.a for the ozone season, and rounding to the nearest whole number of NO_x allowances as appropriate.

~~42.4. New source NO_x allocation set aside.~~ For each ozone season under subsection 41.4, the Secretary will allocate NO_x allowances to NO_x Budget units under subsection 4.1 (except for units exempt under subdivision 4.2.a) that commence operation or are projected to commence operation, on or after: May 1, 1997 (for ozone seasons under subsection 41.1); May 1, 2003 (for ozone seasons under subsection 41.2); and May 1 of the year 5 years before the beginning of the group of 5 years that includes the ozone season (for ozone seasons under subsection 41.3). The Secretary will make the allocations under this subsection in accordance with the following procedures:

~~42.4.a. The Secretary will establish one allocation set-aside for each ozone season. Each allocation set-aside will be allocated NO_x allowances equal to 5 percent of the tons of NO_x emissions in the state NO_x trading budget under subsection 40.1, rounded to the nearest whole number of NO_x allowances as appropriate;~~

~~42.4.b. The NO_x authorized account representative of a NO_x Budget unit under subsection 42.4 may submit to the Secretary a request, in writing or in a format specified by the Secretary, to be allocated NO_x allowances from the allocation set-aside for the ozone season. The NO_x allowance allocation request must be received by the Secretary on or after the date on which the Secretary issues a permit to construct the unit and by January 1 before the ozone season for which NO_x allowances are requested;~~

~~42.4.c. Reserved.~~

~~42.4.c.1. Reserved.~~

~~42.4.c.2. Reserved.~~

~~42.4.d. In a NO_x-allowance-allocation request under subdivision 42.4.b, the NO_x authorized account representative for NO_x Budget units under subsection 4.1 may request for the ozone season NO_x allowances in an amount that does not exceed the lesser of:~~

~~42.4.d.1. 0.17 lb/mmBtu multiplied by the NO_x Budget unit's maximum design heat input (in mmBtu/hr) multiplied by the lesser of 3672 hours or the number of hours remaining in the ozone season starting with the day in the ozone season on which the unit commences operation or is projected to commence operation; divided by 2000 lb/ton and rounded to the nearest whole number of NO_x allowances as appropriate; or~~

~~42.4.d.2. The unit's most stringent state or federal NO_x emission limitation multiplied by the unit's maximum design heat input multiplied by the lesser of 3672 hours or the number of hours remaining in the ozone season starting with the day in the ozone season on which the unit commences operation or is projected to commence operation; divided by 2000 lb/ton and rounded to the nearest whole number of NO_x allowances as appropriate;~~

~~42.4.e. The Secretary will review each NO_x allowance allocation request submitted in accordance with subdivision 42.4.b and will allocate NO_x allowances pursuant to such request as follows:~~

~~42.4.e.1. Upon receipt of the NO_x allowance allocation request, the Secretary will make any necessary adjustments to the request to ensure the requirements of subsection 42.4 and subdivisions 42.4.b and 42.4.d are met;~~

~~42.4.e.2. The Secretary will determine the following amounts:~~

~~42.4.e.2.A. The sum of the NO_x~~

~~allowances requested (as adjusted under paragraph 42.4.e.1) in all NO_x allowance allocation requests under subdivision 42.4.b for the ozone season; and~~

~~42.4.e.2.B. For units exempt under subdivision 4.2.a that commenced operation, or are projected to commence operation, on or after May 1, 1997 (for ozone seasons under subsection 41.1), May 1, 2003, (for ozone seasons under subsection 41.2); and May 1 of the year 5 years before the beginning of the group of 5 years that includes the ozone season (for ozone seasons under subsection 41.3), the sum of the NO_x emission limitations (in tons of NO_x) on which each unit's exemption under subdivision 4.2.a is based;~~

~~42.4.e.3. If the number of NO_x allowances in the allocation set aside for the ozone season less the amount under subparagraph 42.4.e.2.B is not less than the amount determined under subparagraph 42.4.e.2.A, the Secretary will allocate the amount of the NO_x allowances requested (as adjusted under paragraph 42.4.e.1) to the NO_x Budget unit for which the allocation request was submitted; and~~

~~42.4.e.4. If the number of NO_x allowances in the allocation set aside for the ozone season less the amount under subparagraph 42.4.e.2.B is less than the amount determined under subparagraph 42.4.e.2.A, the Secretary will allocate, to the NO_x Budget unit for which the allocation request was submitted, the amount of NO_x allowances requested (as adjusted under paragraph 42.4.e.1) multiplied by the number of NO_x allowances in the allocation set aside for the ozone season less the amount determined under subparagraph 42.4.e.2.B, divided by the amount determined under subparagraph 42.4.e.2.A and rounded to the nearest whole number of NO_x allowances as appropriate.~~

~~42.5.a. For a NO_x Budget unit that is allocated NO_x allowances under subsection 42.4 for an ozone season, the Administrator will deduct NO_x allowances under subsections 54.2, 54.5 or 54.6 to account for the actual heat input of the unit~~

during the ozone season. The Administrator will calculate the number of NO_x allowances to be deducted to account for the unit's actual heat input using the following formulas and rounding to the nearest whole number of NO_x allowances as appropriate, provided that the number of NO_x allowances to be deducted shall be zero if the number calculated is less than zero:

— NO_x allowances deducted for actual heat input for units under subsection 4.1 = (unit's NO_x allowances allocated for ozone season) - [(unit's actual ozone season heat input X the lesser of 0.17 lb/mmBtu or the unit's most stringent state or federal NO_x emission limitation) ÷ 2000 lb/ton].

where:

— "Unit's NO_x allowances allocated for ozone season" is the number of NO_x allowances allocated to the unit for the ozone season under subsection 42.4; and

— "Unit's actual ozone season heat input" is the heat input (in mmBtu) of the unit during the ozone season.

— 42.5.b. The Administrator will transfer any NO_x allowances deducted under subdivision 42.5.a to the allocation set-aside for the ozone season for which they were allocated.

— 42.6. After making the deductions for compliance under subsections 54.2, 54.5 or 54.6 for an ozone season, the Administrator will determine whether any NO_x allowances remain in the allocation set-aside for the ozone season. The Secretary will allocate any such NO_x allowances to the NO_x Budget units using the following formula and rounding to the nearest whole number of NO_x allowances as appropriate:

— Unit's share of NO_x allowances remaining in allocation set-aside = (Total NO_x allowances remaining in allocation set-aside) X (Unit's NO_x allowance allocation) ÷ (state NO_x trading budget excluding allocation set-aside)

where:

— "Total NO_x allowances remaining in allocation set-aside" is the total number of NO_x allowances remaining in the allocation set-aside for the ozone season;

— "Unit's NO_x allowance allocation" is the number of NO_x allowances allocated under subsection 42.3 to the unit for the ozone season to which the allocation set-aside applies; and

— "State NO_x trading budget excluding allocation set-aside" is the state NO_x trading budget under subsection 40.1 for the ozone season to which the allocation set-aside applies multiplied by 95 percent, rounded to the nearest whole number of NO_x allowances as appropriate.

— 42.7. If the Administrator determines that NO_x allowances were allocated under subsections 42.3 or 42.4 for an ozone season and the recipient of the allocation is not actually a NO_x Budget unit under subsection 4.1, the Administrator will notify the NO_x authorized account representative and then will act in accordance with the following procedures:

— 42.7.a.1. The Administrator will not record such NO_x allowances for the ozone season in an account under section 53;

— 42.7.a.2. If the Administrator already recorded such NO_x allowances for the ozone season in an account under section 53 and if the Administrator makes such determination before making all deductions pursuant to section 54 (except deductions pursuant to subdivision 54.4.b) for the ozone season, then the Administrator will deduct from the account NO_x allowances equal in number to and allocated for the same or a prior ozone season as the NO_x allowances allocated to such recipient for the ozone season. The NO_x authorized account representative shall ensure the account contains the NO_x allowances necessary for completion of such deduction. If the account does not contain the necessary NO_x allowances, the Administrator will deduct the required number of NO_x allowances, regardless of the ozone season for which they were allocated, whenever NO_x allowances are recorded in the account or:

~~42.7.a.3. If the Administrator already recorded such NO_x allowances for the ozone season in an account under section 53 and if the Administrator makes such determination after making all deductions pursuant to section 54 (except deductions pursuant to subdivision 54.4.b) for the ozone season, then the Administrator will apply paragraph 42.7.a.2 to any subsequent ozone season for which NO_x allowances were allocated to such recipient.~~

~~42.7.b. The Administrator will transfer the NO_x allowances that are not recorded, or that are deducted, pursuant to paragraphs 42.7.a.1, 42.7.a.2 and 42.7.a.3 to the state allocation set-aside.~~

~~§45-1-43. Compliance Supplement Pool:~~

~~43.1. For any NO_x Budget unit that reduces its NO_x emission rate in the 2002 or 2003 ozone season, the owners and operators may request early reduction credits in accordance with the following requirements:~~

~~43.1.a. Each NO_x Budget unit for which the owners and operators intend to request, or request, any early reduction credits in accordance with subdivision 43.1.d shall monitor and report NO_x emissions in accordance with sections 70 through 76 starting in the 2001 ozone season and for each ozone season for which such early reduction credits are requested. The unit's percent monitor data availability shall not be less than 90 percent during the 2001 ozone season and the unit must be in full compliance with any applicable state or federal NO_x emission control requirements during 2001 through 2003;~~

~~43.1.b. NO_x emission rate and heat input under subdivisions 43.1.c and 43.1.d shall be determined in accordance with sections 70 through 76;~~

~~43.1.c. Each NO_x Budget unit for which the owners and operators intend to request, or request, any early reduction credits under subdivision 43.1.d shall reduce its NO_x emission rate, for each ozone season for which early~~

~~reduction credits are requested, to less than both 0.25 lb/mmBtu and 80 percent of the unit's NO_x emission rate in the 2001 ozone season; and~~

~~43.1.d. The NO_x authorized account representative of a NO_x Budget unit that meets the requirements of subdivisions 43.1.a and 43.1.c may submit to the Secretary a request for early reduction credits for the unit based on NO_x emission rate reductions made by the unit in the ozone season for 2002 or 2003:~~

~~43.1.d.1. In the early reduction credit request, the NO_x authorized account representative may request early reduction credits for such ozone season in an amount equal to the unit's heat input for such ozone season multiplied by the difference between 0.25 lb/mmBtu and the unit's NO_x emission rate for such ozone season, divided by 2000 lb/ton and rounded to the nearest whole number of tons.~~

~~43.1.d.2. The early reduction credit request must be submitted, in a format specified by the Secretary, by February 1, 2004.~~

~~43.2. Reserved.~~

~~43.2.a. Reserved.~~

~~43.2.b. Reserved.~~

~~43.2.c. Reserved.~~

~~43.3. The Secretary will review each early reduction credit request submitted in accordance with subsection 43.1 and will allocate NO_x allowances to NO_x Budget units covered by such request as follows:~~

~~43.3.a. Upon receipt of each early reduction credit request, the Secretary will make any necessary adjustments to the request to ensure that the amount of the early reduction credits requested meets the requirements of subsection 43.1;~~

~~43.3.b. After February 1, 2004, the Secretary will make available to the public a~~

statement of the total number of early reduction credits requested by NO_x Budget units;

~~43.3.c. If the compliance supplement pool has a number of NO_x allowances not less than the amount of early reduction credits in all early reduction credit requests under subsection 43.1 for 2002 and 2003 (as adjusted under subdivision 43.3.a) submitted by February 1, 2004, the Secretary will allocate to each NO_x Budget unit covered by such requests one allowance for each early reduction credit requested (as adjusted under subdivision 43.3.a);~~

~~43.3.d. If the compliance supplement pool has a smaller number of NO_x allowances than the amount of early reduction credits in all early reduction credit requests under subsection 43.1 for 2002 and 2003 (as adjusted under subdivision 43.3.a) submitted by February 1, 2004, the Secretary will allocate NO_x allowances to each NO_x Budget unit covered by such requests according to the following formula and rounding to the nearest whole number of NO_x allowances as appropriate:~~

~~Unit's allocation for early reduction credits =
Unit's adjusted early reduction credits X (state's
compliance supplement pool ÷ total adjusted early
reduction credits for all units)~~

Where:

~~"Unit's allocation for early reduction credits"
is the number of NO_x allowances allocated to the
unit for early reduction credits;~~

~~"Unit's adjusted early reduction credits" is the
amount of early reduction credits requested for the
unit for 2002 and 2003 in early reduction credit
requests under subsection 43.1, as adjusted under
subdivision 43.3.a;~~

~~"Compliance supplement pool" is 16,709 tons
of NO_x allowances;~~

~~"Total adjusted early reduction credits for all
units" is the amount of early reduction credits
requested for all units for 2002 and 2003 in early~~

reduction credit requests under subsection 43.1, as
adjusted under subdivision 43.3.a;

~~43.3.e. By April 1, 2004, the Secretary
will determine by order the allocations under
subdivisions 43.3.c or 43.3.d. The Secretary will
make available to the public each determination of
NO_x allowance allocations and will provide an
opportunity for submission of objections to the
determination. Objections shall be limited to
addressing whether the determination is in
accordance with subdivisions 43.3.a, 43.3.c or
43.3.d. Based on any such objections, the
Secretary will adjust each determination to the
extent necessary to ensure that it is in accordance
with subdivisions 43.3.a, 43.3.c or 43.3.d;~~

~~43.3.f. By May 1, 2004, the
Administrator will record the allocations under
subdivisions 43.3.c or 43.3.d; and~~

~~43.3.g. NO_x allowances recorded under
subdivision 43.3.f may be deducted for
compliance under section 54 for the ozone season
in 2004 or 2005. Notwithstanding subsection 55.1,
the Administrator will deduct as retired any NO_x
allowance that is recorded under subdivision
43.3.f and that is not deducted for compliance
under section 54 for the ozone season in 2004 or
2005.~~

**~~§45-1-50. NO_x Allowance Tracking System
Accounts.~~**

~~50.1. Nature and function of compliance
accounts and overdraft accounts. -- Consistent
with subsection 51.1, the Administrator will
establish one compliance account for each NO_x
Budget unit and one overdraft account for each
source with one or more NO_x Budget units.
Allocations of NO_x allowances pursuant to
sections 40 through 42 or section 88 and
deductions or transfers of NO_x allowances
pursuant to sections 31, 54 and 56, sections 60
through 62 or sections 80 through 88 will be
recorded in the compliance accounts or overdraft
accounts in accordance with sections 50 through
57.~~

~~—50.2. Nature and function of general accounts: — Consistent with subsection 51.2, the Administrator will establish, upon request, a general account for any person. Allocations of NO_x allowances pursuant to paragraph 4.2.d.2 or subdivision 5.3.b and transfers of allowances pursuant to sections 60 through 62 will be recorded in the general accounts in accordance with sections 50 through 57.~~

§45-1-51. Establishment of Accounts.

~~—51.1. Compliance accounts and overdraft accounts: — Upon receipt of a complete account certificate of representation under section 13, the Administrator will establish:~~

~~—51.1.a. A compliance account for each NO_x Budget unit for which the account certificate of representation was submitted; and~~

~~—51.1.b. An overdraft account for each source for which the account certificate of representation was submitted and that has two or more NO_x Budget units.~~

~~—51.2. General accounts:~~

~~—51.2.a. Any person may apply to open a general account for the purpose of holding and transferring allowances. A complete application for a general account shall be submitted to the Administrator and shall include the following elements in a format prescribed by the Administrator:~~

~~—51.2.a.1. Name, mailing address, e-mail address (if any), telephone number and facsimile transmission number (if any) of the NO_x authorized account representative and any alternate NO_x authorized account representative;~~

~~—51.2.a.2. At the option of the NO_x authorized account representative organization name and type of organization;~~

~~—51.2.a.3. A list of all persons subject to a binding agreement for the NO_x-authorized account representative or any alternate NO_x~~

~~authorized account representative to represent their ownership interest with respect to the NO_x allowances held in the general account;~~

~~—51.2.a.4. The following certification statement by the NO_x authorized account representative and any alternate NO_x authorized account representative: "I certify that I was selected as the NO_x authorized account representative or the NO_x alternate authorized account representative, as applicable, by an agreement that is binding on all persons who have an ownership interest with respect to NO_x allowances held in the general account. I certify that I have all the necessary authority to carry out my duties and responsibilities under the NO_x Budget Trading Program on behalf of such persons and that each such person shall be fully bound by my representations, actions, inactions or submissions and by any order or decision issued to me by the Administrator or a court regarding the general account";~~

~~—51.2.a.5. The signature of the NO_x authorized account representative and any alternate NO_x authorized account representative and the dates signed; and~~

~~—51.2.a.6. Unless otherwise required by the Secretary or the Administrator, documents of agreement referred to in the account certificate of representation shall not be submitted to the Secretary or the Administrator. Neither the Secretary nor the Administrator shall be under any obligation to review or evaluate the sufficiency of such documents, if submitted;~~

~~—51.2.b. Upon receipt by the Administrator of a complete application for a general account under subdivision 51.2.a:~~

~~—51.2.b.1. The Administrator will establish a general account for the person or persons for whom the application is submitted;~~

~~—51.2.b.2. The NO_x authorized account representative and any alternate NO_x authorized account representative for the general account shall represent and, by his or her representations;~~

~~actions, inactions or submissions, legally bind each person who has an ownership interest with respect to NO_x allowances held in the general account in all matters pertaining to the NO_x Budget Trading Program, notwithstanding any agreement between the NO_x authorized account representative or any alternate NO_x authorized account representative and such person. Any such person shall be bound by any order or decision issued to the NO_x authorized account representative or any alternate NO_x authorized account representative by the Administrator or a court regarding the general account;~~

~~51.2.b.3. Each submission concerning the general account shall be submitted, signed and certified by the NO_x authorized account representative or any alternate NO_x authorized account representative for the persons having an ownership interest with respect to NO_x allowances held in the general account. Each such submission shall include the following certification statement by the NO_x authorized account representative or any alternate NO_x authorized account representative any: "I am authorized to make this submission on behalf of the persons having an ownership interest with respect to the NO_x allowances held in the general account. I certify under penalty of law that I have personally examined and am familiar with, the statements and information submitted in this document and all its attachments. Based on my inquiry of those individuals with primary responsibility for obtaining the information, I certify that the statements and information are to the best of my knowledge and belief true, accurate and complete. I am aware that there are significant penalties for submitting false statements and information or omitting required statements and information, including the possibility of fine or imprisonment"; and~~

~~51.2.b.4. The Administrator will accept or act on a submission concerning the general account only if the submission has been made, signed and certified in accordance with paragraph 51.2.b.3.~~

~~51.2.c.1. An application for a general~~

~~account may designate one and only one NO_x authorized account representative and one and only one alternate NO_x authorized account representative who may act on behalf of the NO_x authorized account representative. The agreement by which the alternate NO_x authorized account representative is selected shall include a procedure for authorizing the alternate NO_x authorized account representative to act in lieu of the NO_x authorized account representative.~~

~~51.2.c.2. Upon receipt by the Administrator of a complete application for a general account under subdivision 51.2.a, any representation, action, inaction or submission by any alternate NO_x authorized account representative shall be deemed to be a representation, action, inaction or submission by the NO_x authorized account representative.~~

~~51.2.d.1. The NO_x authorized account representative for a general account may be changed at any time upon receipt by the Administrator of a superseding complete application for a general account under subdivision 51.2.a. Notwithstanding any such change, all representations, actions, inactions and submissions by the previous NO_x authorized account representative prior to the time and date when the Administrator receives the superseding application for a general account shall be binding on the new NO_x authorized account representative and the persons with an ownership interest with respect to the NO_x allowances in the general account.~~

~~51.2.d.2. The alternate NO_x authorized account representative for a general account may be changed at any time upon receipt by the Administrator of a superseding complete application for a general account under subdivision 51.2.a. Notwithstanding any such change, all representations, actions, inactions and submissions by the previous alternate NO_x authorized account representative prior to the time and date when the Administrator receives the superseding application for a general account shall be binding on the new alternate NO_x authorized account representative and the persons~~

with an ownership interest with respect to the NO_x allowances in the general account.

~~51.2.d.3.A. In the event a new person having an ownership interest with respect to NO_x allowances in the general account is not included in the list of such persons in the account certificate of representation, such new person shall be deemed to be subject to and bound by the account certificate of representation, the representation, actions, inactions and submissions of the NO_x authorized account representative and any alternate NO_x authorized account representative of the source or unit and the decisions orders, actions and inactions of the Administrator, as if the new person were included in such list.~~

~~51.2.d.3.B. Within 30 days following any change in the persons having an ownership interest with respect to NO_x allowances in the general account, including the addition of persons, the NO_x authorized account representative or any alternate NO_x authorized account representative shall submit a revision to the application for a general account amending the list of persons having an ownership interest with respect to the NO_x allowances in the general account to include the change.~~

~~51.2.e.1. Once a complete application for a general account under subdivision 51.2.a has been submitted and received, the Administrator will rely on the application unless and until a superseding complete application for a general account under subdivision 51.2.a is received by the Administrator.~~

~~51.2.e.2. Except as provided in subdivision 51.2.d, no objection or other communication submitted to the Administrator concerning the authorization or any representation, action, inaction or submission of the NO_x authorized account representative or any alternate NO_x authorized account representative for a general account shall affect any representation, action, inaction or submission of the NO_x authorized account representative or any alternate NO_x authorized account representative~~

or the finality of any decision or order by the Administrator under the NO_x Budget Trading Program.

~~51.2.e.3. The Administrator will not adjudicate any private legal dispute concerning the authorization or any representation, action, inaction or submission of the NO_x authorized account representative or any alternate NO_x authorized account representative for a general account, including private legal disputes concerning the proceeds of NO_x allowance transfers.~~

~~51.3. Account identification. -- The Administrator will assign a unique identifying number to each account established under subsections 51.1 or 51.2.~~

~~§45-1-52. NO_x Allowance Tracking System Responsibilities of NO_x Authorized Account Representative:~~

~~52.1. Following the establishment of a NO_x Allowance Tracking System account, all submissions to the Administrator pertaining to the account, including, but not limited to, submissions concerning the deduction or transfer of NO_x allowances in the account, shall be made only by the NO_x authorized account representative for the account.~~

~~52.2. Authorized account representative identification. -- The Administrator will assign a unique identifying number to each NO_x authorized account representative.~~

~~§45-1-53. Recordation of NO_x Allowance Allocations:~~

~~53.1. The Administrator will record the NO_x allowances for 2004 for a NO_x Budget unit allocated under sections 40 through 42 in the unit's compliance account, except for NO_x allowances under paragraph 4.2.d.2 or subdivision 5.3.b which will be recorded in the general account specified by the owners and operators of the unit. The Administrator will record NO_x allowances for 2004 for a NO_x Budget opt-in unit~~

~~in the unit's compliance account as allocated under subsection 88.1.~~

~~53.2. By May 1, 2003, the Administrator will record the NO_x allowances for 2005 for a NO_x Budget unit allocated under sections 40 through 42 in the unit's compliance account, except for NO_x allowances under paragraph 4.2.d.2 or subdivision 5.3.b, which will be recorded in the general account specified by the owners and operators of the unit. The Administrator will record NO_x allowances for 2005 for a NO_x Budget opt-in unit in the unit's compliance account as allocated under subsection 88.1.~~

~~53.3. By May 1, 2003, the Administrator will record the NO_x allowances for 2006 for a NO_x Budget unit allocated under sections 40 through 42 in the unit's compliance account, except for NO_x allowances under paragraph 4.2.d.2 or subdivision 5.3.b, which will be recorded in the general account specified by the owners and operators of the unit. The Administrator will record NO_x allowances for 2006 for a NO_x Budget opt-in unit in the unit's compliance account as allocated under subsection 88.1.~~

~~53.4. By May 1, 2004, the Administrator will record the NO_x allowances for 2007 for a NO_x Budget unit allocated under sections 40 through 42 in the unit's compliance account, except for NO_x allowances under paragraph 4.2.d.2 or subdivision 5.3.b, which will be recorded in the general account specified by the owners and operators of the unit. The Administrator will record NO_x allowances for 2007 for a NO_x Budget opt-in unit in the unit's compliance account as allocated under subsection 88.1.~~

~~53.5. Each year starting with 2005, after the Administrator has made all deductions from a NO_x Budget unit's compliance account and the overdraft account pursuant to section 54 (except deductions pursuant to subdivision 54.4.b), the Administrator will record:~~

~~53.5.a. NO_x allowances, in the compliance account, as allocated to the unit under sections 40 through 42 for the third year after the~~

~~year of the ozone season for which such deductions were or could have been made;~~

~~53.5.b. NO_x allowances, in the general account specified by the owners and operators of the unit, as allocated under paragraph 4.2.d.2 or subdivision 5.3.b for the third year after the year of the ozone season for which such deductions are or could have been made; and~~

~~53.5.c. NO_x allowances, in the compliance account, as allocated to the unit under subsection 88.1.~~

~~53.6. Serial numbers for allocated NO_x allowances. -- When allocating NO_x allowances to a NO_x Budget unit and recording them in an account, the Administrator will assign each NO_x allowance a unique identification number that will include digits identifying the year for which the NO_x allowance is allocated.~~

~~§45-1-54. Compliance.~~

~~54.1. NO_x allowance transfer deadline. -- The NO_x allowances are available to be deducted for compliance with a unit's NO_x Budget emissions limitation for an ozone season in a given year only if the NO_x allowances:~~

~~54.1.a. Were allocated for an ozone season in a prior year or the same year; and~~

~~54.1.b. Are held in the unit's compliance account or the overdraft account of the source where the unit is located, as of the NO_x allowance transfer deadline for that ozone season or are transferred into the compliance account or overdraft account by a NO_x allowance transfer correctly submitted for recordation under section 60 by the NO_x allowance transfer deadline for that ozone season.~~

~~54.2. Deductions for compliance:~~

~~54.2.a. Following recordation in accordance with section 61 of NO_x allowance transfers submitted for recordation in the unit's compliance account or the overdraft account of~~

the source where the unit is located by the NO_x allowance transfer deadline for an ozone season, the Administrator will deduct NO_x allowances available under subsection 54.1 to cover the unit's NO_x emissions (as determined in accordance with sections 70 through 76) or to account for actual heat input under subdivision 42.5.a for the ozone season:

~~54.2.a.1. From the compliance account, and~~

~~54.2.a.2. Only if no more NO_x allowances available under subsection 54.1 remain in the compliance account, from the overdraft account. In deducting allowances for units at the source from the overdraft account, the Administrator will begin with the unit having the compliance account with the lowest NO_x Allowance Tracking System account number and end with the unit having the compliance account with the highest NO_x Allowance Tracking System account number (with account numbers sorted beginning with the left-most character and ending with the right-most character and the letter characters assigned values in alphabetical order and less than all numeric characters);~~

~~54.2.b. The Administrator will deduct NO_x allowances first under paragraph 54.2.a.1 and then under paragraph 54.2.a.2:~~

~~54.2.b.1. Until the number of NO_x allowances deducted for the ozone season equals the number of tons of NO_x emissions, determined in accordance with sections 70 through 76 from the unit for the ozone season for which compliance is being determined, plus the number of NO_x allowances required for deduction to account for actual heat input under subdivision 42.5.a for the ozone season; or~~

~~54.2.b.2. Until no more NO_x allowances available under subsection 54.1 remain in the respective account;~~

~~54.3.a. Identification of NO_x allowances by serial number. The NO_x authorized account representative for each compliance account may~~

identify by serial number the NO_x allowances to be deducted from the unit's compliance account under subsections 54.2, 54.4 or 54.5. Such identification shall be made in the compliance certification report submitted in accordance with section 30:

~~54.3.b. First-in, first-out. The Administrator will deduct NO_x allowances for an ozone season from the compliance account, in the absence of an identification or in the case of a partial identification of NO_x allowances by serial number under subdivision 54.3.a or the overdraft account on a first-in, first-out (FIFO) accounting basis in the following order:~~

~~54.3.b.1. Those NO_x allowances that were allocated for the ozone season to the unit under sections 40 through 42 or sections 80 through 88;~~

~~54.3.b.2. Those NO_x allowances that were allocated for the ozone season to any unit and transferred and recorded in the account pursuant to sections 60 through 62, in order of their date of recordation;~~

~~54.3.b.3. Those NO_x allowances that were allocated for a prior ozone season to the unit under sections 40 through 42 or sections 80 through 88; and~~

~~54.3.b.4. Those NO_x allowances that were allocated for a prior ozone season to any unit and transferred and recorded in the account pursuant to sections 60 through 62, in order of their date of recordation.~~

~~54.4. Deductions for excess emissions:~~

~~54.4.a. After making the deductions for compliance under subsection 54.2, the Administrator will deduct from the unit's compliance account or the overdraft account of the source where the unit is located a number of NO_x allowances, allocated for an ozone season after the ozone season in which the unit has excess emissions, equal to three times the number of the unit's excess emissions.~~

~~54.4.b. If the compliance account or overdraft account does not contain sufficient NO_x allowances, the Administrator will deduct the required number of NO_x allowances, regardless of the ozone season for which they were allocated; whenever NO_x allowances are recorded in either account.~~

~~54.4.c. Any allowance deduction required under subsection 54.4 shall not affect the liability of the owners and operators of the NO_x Budget unit for any fine, penalty or assessment or their obligation to comply with any other remedy, for the same violation, as ordered under §22-5-1 et seq. or the CAA. The following guidelines will be followed in assessing fines, penalties or other obligations:~~

~~54.4.c.1. For purposes of determining the number of days of violation, if a NO_x Budget unit has excess emissions for an ozone season, each day in the ozone season (153 days) constitutes a day in violation unless the owners and operators of the unit demonstrate that a lesser number of days should be considered; and~~

~~54.4.c.2. Each ton of excess emissions is a separate violation.~~

~~54.5. Deductions for units sharing a common stack. In the case of units sharing a common stack and having emissions that are not separately monitored or apportioned in accordance with sections 70 through 76:~~

~~54.5.a. The NO_x authorized account representative of the units may identify the percentage of NO_x allowances to be deducted from each such unit's compliance account to cover the unit's share of NO_x emissions from the common stack for an ozone season. Such identification shall be made in the compliance certification report submitted in accordance with section 30; and~~

~~54.5.b. Notwithstanding paragraph 54.2.b.1, the Administrator will deduct NO_x allowances for each such unit until the number of NO_x allowances deducted equals the unit's~~

~~identified percentage (under subdivision 54.5.a) of the number of tons of NO_x emissions, as determined in accordance with sections 70 through 76, from the common stack for the ozone season for which compliance is being determined or, if no percentage is identified, an equal percentage for each such unit plus the number of allowances required for deduction to account for actual heat input under subdivision 42.5.a for the ozone season.~~

~~54.6. Deduction of banked allowances. Each year starting in 2005 or 2006 if the Secretary determines the Administrator has approved or promulgated this later date for purposes of implementation under 40 CFR Part 96 or 40 CFR Part 52 in any state with a compliance date of May 31, 2004, after the Administrator has completed the designation of banked NO_x allowances under subdivision 55.1.b and before May 1 of the year, the Administrator will determine the extent to which banked NO_x allowances otherwise available under subsection 54.1 are available for compliance in the ozone season for the current year, as follows. The terms "compliance account," "overdraft account," "general account," "states" and "trading budgets" in subdivision 54.6.a through paragraph 54.6.c.2 shall be read to include respectively: a compliance account; an overdraft account; a general account; each state or portion of a state, and the trading budget of each state or portion of a state under the NO_x Budget Trading Program established, and approved and administered by the Administrator pursuant to 40 CFR §51.121.~~

~~54.6.a. The Administrator will determine the total number of banked NO_x allowances held in compliance accounts, overdraft accounts, or general accounts;~~

~~54.6.b. If the total number of banked NO_x allowances determined under subdivision 54.6.a to be held in compliance accounts, overdraft accounts, or general accounts is less than or equal to 10 percent of the sum of the trading budgets for all states for the ozone season, any banked NO_x allowance may be deducted for compliance in accordance with subsections 54.1~~

through 54.5.

~~54.6.c. If the total number of banked NO_x allowances determined under subdivision 54.6.a to be held in compliance accounts, overdraft accounts, or general accounts exceeds 10 percent of the sum of the trading budgets for all states for the ozone season, any banked allowance may be deducted for compliance in accordance with subsections 54.1 through 54.5, except as follows:~~

~~54.6.c.1. The Administrator will determine the following ratio: 0.10 multiplied by the sum of the trading budgets for all states for the ozone season and divided by the total number of banked NO_x allowances determined under subdivision 54.6.a to be held in compliance accounts, overdraft accounts, or general accounts; and~~

~~54.6.c.2. The Administrator will multiply the number of banked NO_x allowances in each compliance account or overdraft account by the ratio determined under paragraph 54.6.c.1. The resulting product is the number of banked NO_x allowances in the account that may be deducted for compliance in accordance with subsections 54.1 through 54.5. Any banked NO_x allowances in excess of the resulting product may be deducted for compliance in accordance with subsections 54.1 through 54.5, except that, if such NO_x allowances are used to make a deduction under subsections 54.2 or 54.5, two (rather than one) such NO_x allowances shall authorize up to one ton of NO_x emissions during the ozone season and must be deducted for each deduction of one NO_x allowance required under subsections 54.2 or 54.5.~~

~~54.7. Recordation of deductions. -- The Administrator will record in the appropriate compliance account or overdraft account all deductions from such an account pursuant to subsections 54.2, 54.4, 54.5 or 54.6.~~

§45-1-55. NO_x Allowance Banking.

~~55.1. NO_x allowances may be banked for~~

future use or transfer in a compliance account, an overdraft account or a general account, as follows:

~~55.1.a. Any NO_x allowance that is held in a compliance account, an overdraft account or a general account will remain in such account unless and until the NO_x allowance is deducted or transferred under sections 31, 54, 56, sections 60 through 62 or sections 80 through 88; and~~

~~55.1.b. The Administrator will designate, as a "banked" NO_x allowance, any NO_x allowance that remains in a compliance account, an overdraft account or a general account after the Administrator has made all deductions for a given ozone season from the compliance account or overdraft account pursuant to section 54 (except deductions pursuant to subdivision 54.4.b) and that was allocated for that ozone season or an ozone season in a prior year.~~

§45-1-56. Account Error.

~~56.1. The Administrator may, at his or her sole discretion and on his or her own motion, correct any error in any NO_x Allowance Tracking System account. Within 10 business days of making such correction, the Administrator will notify the NO_x authorized account representative for the account.~~

§45-1-57. Closing of General Accounts.

~~57.1. The NO_x authorized account representative of a general account may instruct the Administrator to close the account by submitting a statement requesting deletion of the account from the NO_x Allowance Tracking System and by correctly submitting for recordation under section 60 an allowance transfer of all NO_x allowances in the account to one or more other NO_x Allowance Tracking System accounts.~~

~~57.2. If a general account shows no activity for a period of a year or more and does not contain any NO_x allowances, the Administrator may notify the NO_x authorized account representative for the account that the account will~~

be closed and deleted from the NO_x Allowance Tracking System following 20 business days after the notice is sent. The account will be closed after the 20-day period unless before the end of the 20-day period the Administrator receives a correctly submitted transfer of NO_x allowances into the account under section 60 or a statement submitted by the NO_x authorized account representative demonstrating to the satisfaction of the Administrator good cause as to why the account should not be closed.

~~§45-1-60. Submission of NO_x Allowance Transfers.~~

~~60.1. The NO_x authorized account representatives seeking recordation of a NO_x allowance transfer shall submit the transfer to the Administrator. To be considered correctly submitted, the NO_x allowance transfer shall include the following elements in a format specified by the Administrator:~~

~~60.1.a. The numbers identifying both the transferor and transferee accounts;~~

~~60.1.b. A specification by serial number of each NO_x allowance to be transferred; and~~

~~60.1.c. The printed name and signature of the NO_x authorized account representative of the transferor account and the date signed.~~

~~§45-1-61. Allowance Transfer Recordation.~~

~~61.1. Within 5 business days of receiving a NO_x allowance transfer, except as provided in subsection 61.2, the Administrator will record a NO_x allowance transfer by moving each NO_x allowance from the transferor account to the transferee account as specified by the request, provided that:~~

~~61.1.a. The transfer is correctly submitted under section 60; and~~

~~61.1.b. The transferor account includes each NO_x allowance identified by serial number in the transfer.~~

~~61.2. A NO_x allowance transfer that is submitted for recordation following the NO_x allowance transfer deadline and that includes any NO_x allowances allocated for an ozone season prior to or the same as the ozone season to which the NO_x allowance transfer deadline applies will not be recorded until after the Administrator completes the recordation of NO_x allowances under section 53, for the ozone season in the third year after the NO_x allowance transfer deadline.~~

~~61.3. Where a NO_x allowance transfer submitted for recordation fails to meet the requirements of subsection 61.1, the Administrator will not record such transfer.~~

~~§45-1-62. Notification.~~

~~62.1. Notification of recordation. -- Within 5 business days of recordation of a NO_x allowance transfer under section 61, the Administrator will notify each party to the transfer. Notice will be given to the NO_x authorized account representatives of both the transferor and transferee accounts.~~

~~62.2. Notification of non-recordation. -- Within 10 business days of receipt of a NO_x allowance transfer that fails to meet the requirements of subsection 61.1, the Administrator will notify the NO_x authorized account representatives of both accounts subject to the transfer of:~~

~~62.2.a. A decision not to record the transfer; and~~

~~62.2.b. The reasons for such non-recordation.~~

~~62.3. Nothing in this section shall preclude the submission of a NO_x allowance transfer for recordation following notification of non-recordation.~~

~~§45-1-70. General Monitoring Requirements.~~ -- The owners and operators and to the extent applicable, the NO_x authorized account representative of a NO_x Budget unit, shall

comply with the monitoring, recordkeeping and reporting requirements as provided in sections 70 through 76 and subpart H of 40 CFR Part 75. For purposes of complying with such requirements, the definitions in section 2 and in 40 CFR §72.2 shall apply, and the terms "affected unit," "designated representative," and "continuous emission monitoring system" (or "CEMS") in 40 CFR Part 75 shall be replaced by the terms "NO_x Budget unit," "NO_x authorized account representative," and "continuous emission monitoring system" (or "CEMS") respectively, as defined section 2. The owner or operator of a unit that is not a NO_x Budget unit but that is monitored under 40 CFR §75.72(b)(2)(ii) shall comply with the monitoring, recordkeeping and reporting requirements for a NO_x Budget unit.

~~70.1. Requirements for installation, certification and data accounting. -- The owner or operator of each NO_x Budget unit shall meet the following requirements. These provisions shall also apply to a unit for which an application for a NO_x Budget opt-in permit is submitted and not denied or withdrawn, as provided in sections 80 through 88:~~

~~70.1.a. Install all monitoring systems required under this subpart for monitoring NO_x mass emissions. This includes all systems required to monitor NO_x emission rate, NO_x concentration, heat input rate and stack flow rate, in accordance with 40 CFR §75.71 and 40 CFR §75.72;~~

~~70.1.b. Install all monitoring systems for monitoring heat input rate.~~

~~70.1.c. Successfully complete all certification tests required under section 71 and meet all other requirements of sections 70 through 76 and 40 CFR Part 75 applicable to the monitoring systems under subdivisions 70.1.a and 70.1.b; and~~

~~70.1.d. Record, report and quality-assure the data from the monitoring systems under subdivisions 70.1.a and 70.1.b.~~

~~70.2. Compliance deadlines. -- The owner or operator shall meet the certification and other requirements of subdivisions 70.1.a through 70.1.c on or before the following dates. The owner or operator shall record, report and quality-assure the data from the monitoring systems under subdivisions 70.1.a and 70.1.b on and after the following dates:~~

~~70.2.a. For the owner or operator of a NO_x Budget unit for which the owner or operator intends to apply for early reduction credits under section 43, by May 1, 2001. If the owner or operator of a NO_x Budget unit fails to meet this deadline, he or she is not eligible to apply for early reduction credits and is subject to the deadline under subdivision 70.2.b;~~

~~70.2.b. For the owner or operator of a NO_x Budget unit under subsection 4.1 that commences operation before January 1, 2003 and that is not subject to or does not meet the deadline under subdivision 70.2.a, by May 1, 2003;~~

~~70.2.c. For the owner or operator of a NO_x Budget unit under subsection 4.1 that commences operation on or after January 1, 2003 and that reports on an annual basis under subsection 74.4 by the following dates:~~

~~70.2.c.1. The earlier of 90 unit operating days after the date on which the unit commences commercial operation or 180 calendar days after the date on which the unit commences commercial operation; or~~

~~70.2.c.2. May 1, 2003, if the compliance date under paragraph 70.2.c.1 is before May 1, 2003;~~

~~70.2.d. For the owner or operator of a NO_x Budget unit under subsection 4.1 that commences operation on or after January 1, 2003 and that reports on an ozone season basis under paragraph 74.4.b.2, by the following dates:~~

~~70.2.d.1. The earlier of 90 unit operating days or 180 calendar days after the date on which the unit commences commercial~~

operation, if this compliance date is during a control period; or

~~70.2.d.2. May 1 immediately following the compliance date under paragraph 70.2.d.1, if such compliance date is not during an ozone season.~~

~~70.2.e. For the owner or operator of a NO_x Budget unit that has a new stack or flue or add-on NO_x emission controls for which construction is completed after the applicable deadline under subdivisions 70.2.a or 70.2.b or under sections 80 through 88 and that reports on an annual basis under subsection 74.4, by the earlier of 90 unit operating days or 180 calendar days after the date on which emissions first exit to the atmosphere through the new stack or flue or add-on NO_x emission controls;~~

~~70.2.f. For the owner or operator of a NO_x Budget unit that has a new stack or flue or add-on NO_x emission controls for which construction is completed after the applicable deadline under subdivisions 70.2.a or 70.2.b or under sections 80 through 88 and that reports on an ozone season basis under paragraph 74.4.b.2, by the following dates:~~

~~70.2.f.1. The earlier of 90 unit operating days or 180 calendar days after the date on which emissions first exit to the atmosphere through the new stack or flue or add-on NO_x emission controls, if this compliance date is during an ozone season; or~~

~~70.2.f.2. May 1 immediately following the compliance date under paragraph 70.2.f.1, if such compliance date is not during an ozone season; and~~

~~70.2.g. For the owner or operator of a unit for which an application for a NO_x Budget opt-in permit is submitted and not denied or withdrawn, by the date specified under sections 80 through 88.~~

~~70.3. Commencement of data reporting:~~

~~70.3.a. The owner or operator of a NO_x Budget unit under subdivisions 70.2.a or 70.2.b shall determine, record and report NO_x mass emissions, heat input rate and any other values required to determine NO_x mass emissions (e.g., NO_x emission rate and heat input rate, or NO_x concentration and stack flow rate) in accordance with 40 CFR §75.70(g), beginning on the first hour of the applicable compliance deadline in subdivisions 70.2.a or 70.2.b:~~

~~70.3.b. The owner or operator of a NO_x Budget unit under subdivisions 70.2.c or 70.2.d shall determine, record and report NO_x mass emissions, heat input rate, and any other values required to determine NO_x mass emissions (e.g., NO_x emission rate and heat input rate, or NO_x concentration and stack flow rate) and electric and thermal output in accordance with 40 CFR §75.70(g), beginning on:~~

~~70.3.b.1. The date and hour on which the unit commences operation, if the date and hour on which the unit commences operation is during an ozone season; or~~

~~70.3.b.2. The first hour on May 1 of the first ozone season after the date and hour on which the unit commences operation, if the date and hour on which the unit commences operation is not during an ozone season:~~

~~70.3.c. Notwithstanding paragraphs 70.3.b.1 and 70.3.b.2, the owner or operator may begin reporting NO_x mass emission data and heat input data before the date and hour under paragraphs 70.3.b.1 or 70.3.b.2 if the unit reports on an annual basis and if the required monitoring systems are certified before the applicable date and hour under subdivisions 70.3.a or 70.3.b.~~

~~70.4. Prohibitions.~~

~~70.4.a. No owner or operator of a NO_x Budget unit shall use any alternative monitoring system, alternative reference method or any other alternative for the required continuous emission monitoring system without having obtained prior written approval in accordance with section 75.~~

~~70.4.b. No owner or operator of a NO_x Budget unit shall operate the unit so as to discharge, or allow to be discharged, NO_x emissions to the atmosphere without accounting for all such emissions in accordance with the applicable provisions of sections 70 through 76 and 40 CFR Part 75, except as provided in 40 CFR §75.74.~~

~~70.4.c. No owner or operator of a NO_x Budget unit shall disrupt the continuous emission monitoring system, any portion thereof, or any other approved emission monitoring method and thereby avoid monitoring and recording NO_x mass emissions discharged into the atmosphere; except for periods of recertification or periods when calibration, quality assurance testing or maintenance is performed in accordance with the applicable provisions of sections 70 through 76 and 40 CFR Part 75 or except as provided in 40 CFR §75.74.~~

~~70.4.d. No owner or operator of a NO_x Budget unit shall retire or permanently discontinue use of the continuous emission monitoring system, any component thereof, or any other approved emission monitoring system under sections 70 through 76, except under any one of the following circumstances:~~

~~70.4.d.1. During the period that the unit is covered by an exemption under subdivision 4.2.a or section 5 that is in effect;~~

~~70.4.d.2. The owner or operator is monitoring emissions from the unit with another certified monitoring system approved, in accordance with the applicable provisions of sections 70 through 76 and 40 CFR Part 75, by the Secretary for use at that unit that provides emission data for the same pollutant or parameter as the retired or discontinued monitoring system; or~~

~~70.4.d.3. The NO_x-authorized account representative submits notification of the date of certification testing of a replacement monitoring system for the retired or discontinued monitoring system in accordance with subdivision 71.2.b.~~

~~§45-1-71. Initial Certification and Recertification Procedures:~~

~~71.1. The owner or operator of a NO_x Budget unit that is subject to an Acid Rain emissions limitation shall comply with the initial certification and recertification procedures of 40 CFR Part 75 for NO_x diluent CEMS, flow monitors, NO_x concentration CEMS, or excepted monitoring systems under 40 CFR Part 75, Appendix E for NO_x, under Appendix D for heat input, or under 40 CFR §75.19 for NO_x and heat input, except that:~~

~~71.1.a. If, prior to January 1, 1998, the Administrator approved a petition under 40 CFR §75.17(a) or (b) for apportioning the NO_x emission rate measured in a common stack or a petition under 40 CFR §75.66 for an alternative to a requirement in 40 CFR §75.17, the NO_x authorized account representative shall resubmit the petition to the Administrator under subsection 75.1 to determine if the approval applies under the NO_x Budget Trading Program; and~~

~~71.1.b. For any additional CEMS required under the common stack provisions in 40 CFR §75.72 or for any NO_x concentration CEMS used under the provisions of 40 CFR §75.71(a)(2), the owner or operator shall meet the requirements of subsection 71.2:~~

~~71.2. The owner or operator of a NO_x Budget unit that is not subject to an Acid Rain emissions limitation shall comply with the following initial certification and recertification procedures. The owner or operator of such a unit that qualifies to use the low mass emissions excepted monitoring methodology under 40 CFR §75.19 or that qualifies to use an alternative monitoring system under subpart E of 40 CFR Part 75 shall comply with the following procedures, as modified by subsections 71.3 or 71.4. The owner or operator of a NO_x Budget unit that is subject to an Acid Rain emissions limitation and that requires additional CEMS under the common stack provisions in 40 CFR §75.72 or uses a NO_x concentration CEMS under 40 CFR §75.71(a)(2) shall comply with the following procedures:~~

~~71.2.a. Requirements for initial certification. -- The owner or operator shall ensure that each emission monitoring system required by subpart H of 40 CFR Part 75 (which includes the automated data acquisition and handling system) successfully completes all of the initial certification testing required under 40 CFR §75.20 by the applicable deadline in subsection 70.2. In addition, whenever the owner or operator installs an emission monitoring system in order to meet the requirements of this rule in a location where no such emission monitoring system was previously installed, initial certification in accordance with 40 CFR §75.20 is required;~~

~~71.2.b. Requirements for recertification. -- Whenever the owner or operator makes a replacement, modification or change in a certified emission monitoring system that may significantly affect the ability of the system to accurately measure or record NO_x mass emissions or heat input rate or to meet the requirements of 40 CFR §75.21 or appendix B to 40 CFR Part 75, the owner or operator shall recertify the emission monitoring system in accordance with 40 CFR §75.20(b). Furthermore, whenever the owner or operator makes a replacement, modification or change to the flue gas handling system or the unit's operation that may significantly change the stack flow or concentration profile, the owner or operator shall recertify the continuous emissions monitoring system in accordance with 40 CFR §75.20(b). Examples of changes that require recertification include: replacement of the analyzer; complete replacement of an existing continuous emission monitoring system or change in location or orientation of the sampling probe or site; and~~

~~71.2.c. Certification approval process for initial certification and recertification:~~

~~71.2.c.1. Notification of certification. -- The NO_x authorized account representative shall submit to the Administrator, EPA Region III and the Secretary written notice of the dates of certification in accordance with section 73:~~

~~71.2.c.2. Certification application. --~~

The NO_x authorized account representative shall submit to the Administrator, EPA Region III and the Secretary a certification application for each emission monitoring system required under subpart H of 40 CFR Part 75. A complete certification application shall include the information specified in subpart H of 40 CFR Part 75.

~~71.2.c.3. Except for units using the low mass emission excepted methodology under 40 CFR §75.19, the provisional certification date for a monitor shall be determined in accordance with 40 CFR §75.20(a)(3). A provisionally certified monitor may be used under the NO_x Budget Trading Program for a period not to exceed 120 days after receipt by the Secretary of the complete certification application for the monitoring system under paragraph 71.2.c.2. Data measured and recorded by the provisionally certified monitoring system, in accordance with the requirements of 40 CFR Part 75, will be considered valid quality-assured data (retroactive to the date and time of provisional certification), provided that the Secretary does not invalidate the provisional certification by issuing a notice of disapproval within 120 days of receipt of the complete certification application by the Secretary.~~

~~71.2.c.4. Certification application formal approval process. -- The Secretary will issue a written notice of approval or disapproval of the certification application to the owner or operator within 120 days of receipt of the complete certification application under paragraph 71.2.c.2. In the event the Secretary does not issue such a notice within such 120-day period, each monitoring system that meets the applicable performance requirements of 40 CFR Part 75 and is included in the certification application will be deemed certified for use under the NO_x Budget Trading Program.~~

~~71.2.c.4.A. Approval notice. -- If the certification application is complete and shows that each monitoring system meets the applicable performance requirements of 40 CFR Part 75, then the Secretary will issue a written notice of approval of the certification application~~

within 120 days of receipt.

~~71.2.c.4.B. Incomplete application notice. -- A certification application will be considered complete when all of the applicable information required to be submitted under paragraph 71.2.c.2 has been received by the Secretary. If the certification application is not complete, then the Secretary will issue a written notice of incompleteness that sets a reasonable date by which the NO_x authorized account representative must submit the additional information required to complete the certification application. If the NO_x authorized account representative does not comply with the notice of incompleteness by the specified date, then the Secretary may issue a notice of disapproval under subparagraph 71.2.c.4.C. The 120-day review period shall not begin prior to receipt of a complete certification application.~~

~~71.2.c.4.C. Disapproval notice. -- If the certification application shows that any monitoring system does not meet the performance requirements of sections 70 through 76, or if the certification application is incomplete and the requirement for disapproval under subparagraph 71.2.c.4.B has been met, then the Secretary will issue a written notice of disapproval of the certification application. Upon issuance of such notice of disapproval, the provisional certification is invalidated by the Secretary and the data measured and recorded by each uncertified monitoring system or component thereof shall not be considered valid quality-assured data beginning with the date and hour of provisional certification (as defined under 40 CFR §75.20(a)(3)). The owner or operator shall follow the procedures for loss of certification in paragraph 71.2.c.5 for each monitoring system or component thereof that is disapproved for initial certification.~~

~~71.2.c.4.D. Audit decertification. -- The Secretary may issue a notice of disapproval of the certification status of a monitor in accordance with subsection 72.2.~~

~~71.2.c.5. Procedures for loss of certification. -- If the Secretary issues a notice of~~

~~disapproval of a certification application under subparagraph 71.2.c.4.C or a notice of disapproval of certification status under subparagraph 71.2.c.4.D, then:~~

~~71.2.c.5.A. The owner or operator shall substitute the following values, for each hour of unit operation during the period of invalid data specified under 40 CFR §75.20(a)(4)(iii), 40 CFR §75.20(h)(4) or 40 CFR §75.21(e) and continuing until the date and hour specified under 40 CFR §75.20(a)(5)(i):~~

~~71.2.c.5.A.1. For units that the owner or operator intends to monitor or monitors for NO_x emission rate and heat input rate or intends to determine or determines NO_x mass emissions using the low mass emission excepted methodology under 40 CFR §75.19, the maximum potential NO_x emission rate and the maximum potential hourly heat input of the unit; and~~

~~71.2.c.5.A.2. For units that the owner or operator intends to monitor or monitors for NO_x mass emissions using a NO_x pollutant concentration monitor and a flow monitor, the maximum potential concentration of NO_x and the maximum potential flow rate of the unit under section 2 of appendix A of 40 CFR Part 75.~~

~~71.2.c.5.B. The NO_x authorized account representative shall submit a notification of certification retest dates and a new certification application in accordance with paragraphs 71.2.c.1 and 71.2.c.2, and~~

~~71.2.c.5.C. The owner or operator shall repeat all certification tests or other requirements that were failed by the monitoring system, as indicated in the Secretary's notice of disapproval, no later than 30 unit operating days after the date of issuance of the notice of disapproval.~~

~~71.3. Initial certification and recertification procedures for low mass emission units using the excepted methodologies under 40 CFR §75.19. -- The owner or operator of a gas-fired or oil-fired unit using the low mass emissions excepted~~

methodology under 40 CFR §75.19 and not subject to an Acid Rain emissions limitation shall meet the applicable general operating requirements of 40 CFR §75.10 and the applicable requirements of 40 CFR §75.19. The owner or operator of such a unit shall also meet the applicable certification and recertification procedures of subsection 71.2, except that the excepted methodology shall be deemed provisionally certified for use under the NO_x Budget Trading Program as of the date on which a complete certification application is received by the Administrator. The methodology shall be considered to be certified either upon receipt of a written notice of approval from the Administrator or, if such notice is not provided, at the end of the Administrator's 120 day review period. However, a provisionally certified or certified low mass emissions excepted methodology shall not be used to report data under the NO_x Budget Trading Program prior to the applicable commencement date specified in 40 CFR §75.19(a)(1)(ii):

—71.4. Certification/recertification procedures for alternative monitoring systems. — The NO_x authorized account representative of each unit not subject to an Acid Rain emissions limitation for which the owner or operator intends to use an alternative monitoring system approved by the Administrator under subpart E of 40 CFR Part 75 shall comply with the applicable certification procedures of subsection 71.2 before using the system under the NO_x Budget Trading Program. The NO_x authorized account representative shall also comply with the applicable recertification procedures of subsection 71.2 and 40 CFR §75.20(f):

§45-1-72. Out of Control Periods:

—72.1. Whenever any emission monitoring system fails to meet the quality assurance or data validation requirements of 40 CFR Part 75, data shall be substituted using the applicable procedures in subpart D, subpart H, appendix D, or appendix E of 40 CFR Part 75:

—72.2. Audit decertification. — Whenever both an audit of an emission monitoring system and a

review of the initial certification or recertification application reveal that any system should not have been certified or recertified because it did not meet a particular performance specification or other requirement under section 71 or the applicable provisions of 40 CFR Part 75, both at the time of the initial certification or recertification application submission and at the time of the audit, the Secretary will issue a notice of disapproval of the certification status of such system. For the purposes of this subsection, an audit shall be either a field audit or an audit of any information submitted to the Secretary or the Administrator. By issuing the notice of disapproval, the Secretary revokes prospectively the certification status of the system. The data measured and recorded by the system not be considered valid quality-assured data from the date of issuance of the notification of the revoked certification status until the date and time that the owner or operator completes subsequently approved initial certification or recertification tests for the system. The owner or operator shall follow the initial certification or recertification procedures in section 71 for each disapproved system:

§45-1-73. Notifications:

—73.1. The NO_x authorized account representative for a NO_x Budget unit shall submit written notice to the Administrator, EPA Region III and the Secretary in accordance with 40 CFR §75.61:

—73.2. For any unit that does not have an Acid Rain emissions limitation, the Secretary may waive the requirement to notify the Administrator and EPA Region III in subsection 73.1:

§45-1-74. Recordkeeping and Reporting:

—74.1. General provisions:

—74.1.a. The NO_x authorized account representative shall comply with all recordkeeping and reporting requirements in this section, with the recordkeeping and reporting requirements under 40 CFR §75.73; and with the requirements

of subdivision 10.5.a:

~~74.1.b. If the NO_x authorized account representative for a NO_x Budget unit subject to an Acid Rain emission limitation who signed and certified any submission that is made under subpart F or G of 40 CFR Part 75 and that includes data and information required under sections 70 through 76 or subpart H of 40 CFR Part 75 is not the same person as the designated representative or the alternative designated representative for the unit under 40 CFR Part 72, then the submission must also be signed by the designated representative or the alternative designated representative.~~

~~74.2. Monitoring Plans:~~

~~74.2.a. The owner or operator of a unit subject to an Acid Rain emissions limitation shall comply with requirements of 40 CFR §75.62, except that the monitoring plan shall also include all of the information required by subpart H of 40 CFR Part 75:~~

~~74.2.b. The owner or operator of a unit that is not subject to an Acid Rain emissions limitation shall comply with requirements of 40 CFR §75.62, except that the monitoring plan is only required to include the information required by subpart H of 40 CFR Part 75:~~

~~74.3. Certification applications. -- The NO_x authorized account representative shall submit an application to the Administrator, EPA Region III and the Secretary within 45 days after completing all initial certification or recertification tests required under section 71 including the information required under subpart H of 40 CFR Part 75.~~

~~74.4. Quarterly reports. -- The NO_x authorized account representative shall submit quarterly reports, as follows:~~

~~74.4.a. If a unit is subject to an Acid Rain emission limitation or if the owner or operator of the NO_x budget unit chooses to meet the annual reporting requirements of sections 70 through 76;~~

~~the NO_x authorized account representative shall submit a quarterly report for each calendar quarter beginning with:~~

~~74.4.a.1. For a unit for which the owner or operator intends to apply or applies for the early reduction credits under section 43, the calendar quarter that covers May 1, 2000 through June 30, 2000. The NO_x mass emission data shall be recorded and reported from the first hour on May 1, 2000; or~~

~~74.4.a.2. For a unit that commences operation on or before January 1, 2003 and is not subject to paragraph 74.4.a.1, the covering May 1, 2003 through June 30, 2003. The NO_x mass emission data shall be recorded and reported from the first hour on May 1, 2003; or~~

~~74.4.a.3. For a unit that commences operation after January 1, 2003:~~

~~74.4.a.3.A. The calendar quarter in which the unit commences operation, if unit operation commences during an ozone season. The NO_x mass emission data shall be recorded and reported from the date and hour when the unit commences operation; or~~

~~74.4.a.3.B. The calendar quarter which includes May 1 through June 30 of the first ozone season following the date on which the unit commences operation, if the unit does not commence operation during an ozone season. The NO_x mass emission data shall be recorded and reported from the first hour on May 1 of that ozone season; or~~

~~74.4.a.4. A calendar quarter before the quarter specified in paragraphs 74.4.a.1, 74.4.a.2, or subparagraph 74.4.a.3.B, if the owner or operator elects to begin reporting early under subdivision 70.3.c.~~

~~74.4.b. If a NO_x budget unit is not subject to an Acid Rain emission limitation, then the NO_x authorized account representative shall either:~~

~~74.4.b.1. Meet all of the requirements of 40 CFR Part 75 related to monitoring and reporting NO_x mass emissions during the entire year and meet the deadlines specified in subdivision 74.4.a; or~~

~~74.4.b.2. Submit quarterly reports, documenting NO_x mass emissions from the unit, only for the period from May 1 through September 30 of each year and including the data described in 40 CFR §75.74(c)(6). The NO_x authorized account representative shall submit such quarterly reports, beginning with:~~

~~74.4.b.2.A. For a unit for which the owner or operator intends to apply or applies for early reduction credits under section 43, the calendar quarter that covers May 1, 2000 through June 30, 2000. The NO_x mass emission data shall be recorded and reported from the first hour on May 1, 2000; or~~

~~74.4.b.2.B. For a unit that commences operation before January 1, 2003 and that is not subject to subparagraph 74.4.b.2.A, the calendar quarter covering May 1, 2003 through June 30, 2003. The NO_x mass emission data shall be recorded and reported from the first hour on May 1, 2003; or~~

~~74.4.b.2.C. For a unit that commences operation on or after January 1, 2003 and during an ozone season, the calendar quarter in which the unit commences operation. The NO_x mass emission data shall be recorded and reported from the date and hour when the unit commences operation; or~~

~~74.4.b.2.D. For a unit that commences operation on or after January 1, 2003 and not during an ozone season, the calendar quarter which includes May 1 through June 30 of the first ozone season following the date on which the unit commences operation. The NO_x mass emission data shall be recorded and reported from the first hour on May 1 of that ozone season;~~

~~74.4.c. The NO_x authorized account representative shall submit each quarterly report~~

to the Administrator within 30 days following the end of the calendar quarter covered by the report. Quarterly reports shall be submitted in the manner specified in subpart H of 40 CFR Part 75 and 40 CFR §75.64.

~~74.4.c.1. For units subject to an Acid Rain emissions limitation, quarterly reports shall include all of the data and information required in subpart H of 40 CFR Part 75 for each NO_x Budget unit (or group of units using a common stack) and the data and information required in subpart G of 40 CFR Part 75.~~

~~74.4.c.2. For units not subject to an Acid Rain emissions limitation, quarterly reports are only required to include all of the data and information required in subpart H of 40 CFR Part 75 for each NO_x Budget unit (or group of units using a common stack); and~~

~~74.4.d. Compliance certification. -- The NO_x authorized account representative shall submit to the Administrator a compliance certification in support of each quarterly report based on reasonable inquiry of those persons with primary responsibility for ensuring that all of the unit's emissions are correctly and fully monitored. The certification shall state that:~~

~~74.4.d.1. The monitoring data submitted were recorded in accordance with the applicable requirements of sections 70 through 76 and 40 CFR Part 75, including the quality assurance procedures and specifications;~~

~~74.4.d.2. For a unit with add-on NO_x emission controls and for all hours where data are substituted in accordance with 40 CFR §75.34(a)(1), the add-on emission controls were operating within the range of parameters listed in the quality assurance/quality control program under appendix B of 40 CFR Part 75 and the substitute values do not systematically underestimate NO_x emissions; and~~

~~74.4.d.3. For a unit that is reporting on an ozone season basis under paragraph 74.4.b.2; the NO_x emission rate and NO_x concentration~~

values substituted for missing data under subpart D of 40 CFR Part 75 are calculated using only values from an ozone season and do not systematically underestimate NO_x emissions.

§45-1-75. ~~Petitions.~~

~~75.1. The NO_x authorized account representative of a NO_x Budget unit that is subject to an Acid Rain emissions limitation may submit a petition under 40 CFR §75.66 to the Administrator requesting approval to apply an alternative to any requirement of sections 70 through 76.~~

~~75.1.a. Application of an alternative to any requirement of sections 70 through 76 is in accordance with sections 70 through 76 only to the extent that the petition is approved by the Administrator, in consultation with the Secretary.~~

~~75.1.b. Notwithstanding subdivision 75.1.a of this section, if the petition requests approval to apply an alternative to a requirement concerning any additional CEMS required under the common stack provisions of 40 CFR §75.72, the petition is governed by subsection 75.2.~~

~~75.2. The NO_x authorized account representative of a NO_x Budget unit that is not subject to an Acid Rain emissions limitation may submit a petition under 40 CFR §75.66 to the Secretary and the Administrator requesting approval to apply an alternative to any requirement of sections 70 through 76:~~

~~75.2.a. The NO_x authorized account representative of a NO_x Budget unit that is subject to an Acid Rain emissions limitation may submit a petition under 40 CFR §75.66 to the Secretary and the Administrator requesting approval to apply an alternative to a requirement concerning any additional CEMS required under the common stack provisions of 40 CFR §75.72 or a NO_x concentration CEMS used under 40 CFR §75.71(a)(2):~~

~~75.2.b. Application of an alternative to any requirement of sections 70 through 76 is in~~

accordance with sections 70 through 76 only to the extent the petition under subsection 75.2 is approved by both the Secretary and the Administrator.

§45-1-76. ~~Additional Requirements to Provide Heat Input Data.~~

~~76.1. The owner or operator of a NO_x Budget unit that monitors and reports NO_x mass emissions using a NO_x concentration system and a flow system shall also monitor and report heat input rate at the unit level using the procedures set forth in 40 CFR Part 75.~~

§45-1-80. ~~Individual Opt-in Applicability.~~

~~80.1. A unit that is not a NO_x Budget unit under subsection 4.1, is not a unit exempt under subdivision 4.2.a, vents all of its emissions to a stack and is operating, may qualify to be a NO_x Budget opt-in unit under sections 80 through 88. A unit that is a NO_x Budget unit under subsection 4.1, is covered by an exemption under subdivision 4.2.a or section 5 that is in effect, or is not operating is not eligible to become a NO_x Budget opt-in unit.~~

§45-1-81. ~~Opt-in General Requirements.~~

~~81.1 Except otherwise as provided in this rule, a NO_x Budget opt-in unit shall be treated as a NO_x Budget unit for purposes of applying sections 1 through 76.~~

§45-1-82. ~~Opt-in NO_x Authorized Account Representative.~~

~~82.1. A unit for which an application for a NO_x Budget opt-in permit is submitted, or a NO_x Budget opt-in unit, located at the same source as one or more NO_x Budget units, shall have the same NO_x authorized account representative as such NO_x Budget units.~~

§45-1-83. ~~Applying for NO_x Budget Opt-in Permit.~~

~~83.1. Applying for initial NO_x Budget opt-in~~

permit -- In order to apply for an initial NO_x Budget opt-in permit, the NO_x authorized account representative of a unit qualified under section 80 may submit to the Secretary at any time, except as provided under subsection 86.7:

~~83.1.a. A complete NO_x Budget permit application under section 22;~~

~~83.1.b. A monitoring plan submitted in accordance with sections 70 through 76; and~~

~~83.1.c. A complete account certificate of representation under section 13, if no NO_x authorized account representative has been previously designated for the unit.~~

~~83.2. Duty to reapply. -- Unless the NO_x Budget opt-in permit is terminated or revised under subsection 86.5 or paragraph 87.2.a.1, the NO_x authorized account representative of a NO_x Budget opt-in unit shall submit to the Administrator and the Secretary a complete NO_x Budget permit application under section 22 to renew the NO_x Budget opt-in permit in accordance with subsection 21.3 and if applicable, an updated monitoring plan in accordance with sections 70 through 76.~~

~~§45-1-84. Opt-in Process.~~

~~84.1. The Secretary will issue or deny a NO_x Budget opt-in permit for a unit for which an initial application for a NO_x Budget opt-in permit under section 83 is submitted in accordance with section 20 and the following:~~

~~84.2. Interim review of monitoring plan. -- The Secretary will determine on an interim basis, the sufficiency of the monitoring plan accompanying the initial application for a NO_x Budget opt-in permit under section 83. A monitoring plan is sufficient for purposes of interim review if the plan appears to contain information demonstrating that the NO_x emissions rate and heat input rate of the unit are monitored and reported in accordance with sections 70 through 76. A determination of sufficiency shall not be construed as acceptance or approval of the~~

unit's monitoring plan;

~~84.3. If the Secretary determines that the unit's monitoring plan is sufficient under subsection 84.2 and after completion of monitoring system certification under sections 70 through 76, the NO_x emissions rate and the heat input of the unit shall be monitored and reported in accordance with sections 70 through 76 for one full ozone season during which percent monitor data availability is not less than 90 percent and during which the unit is in full compliance with any applicable state or federal emissions or emissions-related requirements. Solely for purposes of applying the requirements in the prior sentence, the unit shall be treated as a "NO_x Budget unit" prior to issuance of a NO_x Budget opt-in permit covering the unit;~~

~~84.4. Based on the information monitored and reported under subsection 84.3, the Secretary will calculate the unit's baseline heat input, which will equal the unit's total heat input (in mmBtu) for the ozone season, and the unit's baseline NO_x emissions rate, which will equal the unit's total NO_x mass emissions (in lb) for the ozone season divided by the unit's baseline heat input.~~

~~84.5. Issuance of draft NO_x Budget opt-in permit for public comment. -- The Secretary will issue a draft NO_x Budget opt-in permit for public comment in accordance with section 20;~~

~~84.6. Notwithstanding subsections 84.2 through 84.5, if at any time before issuance of a draft NO_x Budget opt-in permit for public comment for the unit, the Administrator or the Secretary determines that the unit does not qualify as a NO_x Budget opt-in unit under section 80, the Secretary will issue a draft denial of a NO_x Budget opt-in permit for public comment for the unit in accordance with section 20;~~

~~84.7. Withdrawal of application for NO_x Budget opt-in permit. -- A NO_x authorized account representative of a unit may withdraw its application for an initial NO_x Budget opt-in permit under section 83 at any time prior to the issuance of the initial NO_x Budget opt-in permit.~~

Once the application for a NO_x Budget opt-in permit is withdrawn, a NO_x authorized account representative wanting to reapply must submit a new application for an initial NO_x Budget permit under section 83, and

—84.8. The unit shall be a NO_x Budget opt-in unit and a NO_x Budget unit starting May 1 of the first ozone season starting after the issuance of the initial NO_x Budget opt-in permit by the Secretary.

§45-1-85. NO_x Budget Opt-in Permit Contents.

—85.1. Each NO_x Budget opt-in permit (including any draft or proposed NO_x Budget opt-in permit) will contain all elements required for a complete NO_x Budget opt-in permit application under section 22.

—85.2. Each NO_x Budget opt-in permit is deemed to incorporate automatically the definitions of terms under section 2 and upon recordation by the Administrator under sections 50 through 57, sections 60 through 62 or sections 80 through 88, every allocation, transfer or deduction of NO_x allowances to or from the compliance accounts of each NO_x Budget opt-in unit covered by the NO_x Budget opt-in permit or the overdraft account of the NO_x Budget source where the NO_x Budget opt-in unit is located.

§45-1-86. Withdrawal from NO_x Budget Trading Program.

—86.1. Requesting withdrawal. -- To withdraw from the NO_x Budget Trading Program, the NO_x authorized account representative of a NO_x Budget opt-in unit shall submit to the Administrator and Secretary a request to withdraw effective as of a specified date prior to May 1 or after September 30. The submission shall be made no later than 90 days prior to the requested effective date of withdrawal.

—86.2. Conditions for withdrawal. -- Before a NO_x Budget opt-in unit covered by a request under subsection 86.1 may withdraw from the NO_x Budget Trading Program and the NO_x

Budget opt-in permit may be terminated under subsection 86.5, the following conditions must be met:

—86.2.a. For the ozone season immediately before the withdrawal is to be effective, the NO_x authorized account representative must submit or must have submitted to the Administrator and Secretary an annual compliance certification report in accordance with section 30;

—86.2.b. If the NO_x Budget opt-in unit has excess emissions for the ozone season immediately before the withdrawal is to be effective, the Administrator will deduct or has deducted from the NO_x Budget opt-in unit's compliance account or the overdraft account of the NO_x Budget source where the NO_x Budget opt-in unit is located, the full amount required under subsection 54.4 for the ozone season, and

—86.2.c. After the requirements for withdrawal under subdivisions 86.2.a and 86.2.b are met, the Administrator will deduct from the NO_x Budget opt-in unit's compliance account or the overdraft account of the NO_x Budget source where the NO_x Budget opt-in unit is located, NO_x allowances equal in number to and allocated for the same or a prior ozone season as any NO_x allowances allocated to that source under section 88 for any ozone season for which the withdrawal is to be effective. The Administrator will close the NO_x Budget opt-in unit's compliance account and will establish and transfer any remaining allowances to a general account specified by the owners and operators of the NO_x Budget opt-in unit.

—86.3. A NO_x Budget opt-in unit that withdraws from the NO_x Budget Trading Program shall comply with all requirements under the NO_x Budget Trading Program concerning all years for which such NO_x Budget opt-in unit was a NO_x Budget opt-in unit, even if such requirements arise or must be complied with after the withdrawal takes effect.

—86.4. Notification.

~~86.4.a. After the requirements for withdrawal under subsections 86.1 and 86.2 are met (including deduction of the full amount of NO_x allowances required), the Secretary will issue a notification to the Administrator and the NO_x authorized account representative of the NO_x Budget opt-in unit of the acceptance of the withdrawal of the NO_x Budget opt-in unit as of a specified effective date that is after such requirements have been met and that is prior to May 1 or after September 30.~~

~~86.4.b. If the requirements for withdrawal under subsections 86.1 and 86.2 are not met, the Secretary will issue a notification to the Administrator and the NO_x authorized account representative of the NO_x Budget opt-in unit that the NO_x Budget opt-in unit's request to withdraw is denied. If the NO_x Budget opt-in unit's request to withdraw is denied, the NO_x Budget opt-in unit shall remain subject to the requirements for a NO_x Budget opt-in unit.~~

~~86.5. Permit amendment. -- After the Secretary issues a notification under subdivision 86.4.a that the requirements for withdrawal have been met, the Secretary will revise the NO_x Budget permit covering the NO_x Budget opt-in unit to terminate the NO_x Budget opt-in permit as of the effective date specified under subdivision 86.4.a. A NO_x Budget opt-in unit shall continue to be a NO_x Budget opt-in unit until the effective date of the termination.~~

~~86.6. Reapplication upon failure to meet conditions of withdrawal. -- If the Secretary denies the request to withdraw the NO_x Budget opt-in unit, the NO_x authorized account representative may submit another request to withdraw in accordance with subsections 86.1 and 86.2.~~

~~86.7. Ability to return to the NO_x Budget Trading Program. -- Once a NO_x Budget opt-in unit withdraws from the NO_x Budget Trading Program and its NO_x Budget opt-in permit is terminated under subsection 86.5, the NO_x authorized account representative may not submit another application for a NO_x Budget opt-in~~

permit under section 83 for the unit prior to the date that is 4 years after the date on which the terminated NO_x Budget opt-in permit became effective.

~~§45-1-87. Change in Regulatory Status.~~

~~87.1. Notification. -- When a NO_x Budget opt-in unit becomes a NO_x Budget unit under subsection 4.1, the NO_x authorized account representative shall notify in writing the Secretary and the Administrator of such change in the NO_x Budget opt-in unit's regulatory status within 30 days of such change.~~

~~87.2. Secretary's and Administrator's action.~~

~~87.2.a.1. When the NO_x Budget opt-in unit becomes a NO_x Budget unit under subsection 4.1, the Secretary will revise the NO_x Budget opt-in unit's NO_x Budget opt-in permit to meet the requirements of a NO_x Budget permit under section 23 as of an effective date that is the date on which such NO_x Budget opt-in unit becomes a NO_x Budget unit under subsection 4.1.~~

~~87.2.a.2.A. The Administrator will deduct from the compliance account for the NO_x Budget unit under paragraph 87.2.a.1 or the overdraft account of the NO_x Budget source where the unit is located, NO_x allowances equal in number to and allocated for the same or a prior ozone season as:~~

~~87.2.a.2.A.1. Any NO_x allowances allocated to the NO_x Budget unit (as a NO_x Budget opt-in unit) under section 88 for any ozone season after the last ozone season during which the unit's NO_x Budget opt-in permit was effective; and~~

~~87.2.a.2.A.2. -- If the effective date of the NO_x Budget permit revision under paragraph 87.2.a.1 is during an ozone season, the NO_x allowances allocated to the NO_x Budget unit (as a NO_x Budget opt-in unit) under section 88 for the ozone season multiplied by the number of days in the ozone season, starting with the effective date of the permit revision under paragraph~~

87.2.a.1, divided by the total number of days in the ozone season and rounded to the nearest whole number of NO_x allowances as appropriate.

~~87.2.a.2.B. The NO_x authorized account representative shall ensure that the compliance account of the NO_x Budget unit under paragraph 87.2.a.1 or the overdraft account of the NO_x Budget source where the unit is located, contains the NO_x allowances necessary for completion of the deduction under subparagraph 87.2.a.2.A. If the compliance account or overdraft account does not contain the necessary NO_x allowances, the Administrator will deduct the required number of NO_x allowances, regardless of the ozone season for which they were allocated, whenever NO_x allowances are recorded in either account.~~

~~87.2.a.3.A. For every ozone season during which the NO_x Budget permit revised under paragraph 87.2.a.1 is in effect, the NO_x Budget unit under paragraph 87.2.a.1 will be treated, solely for purposes of NO_x allowance allocations under section 42, as a unit that commenced operation on the effective date of the NO_x Budget permit revision under paragraph 87.2.a.1 and will be allocated NO_x allowances under section 42. The unit's deadline under subsection 84.4 for meeting monitoring requirements in accordance with sections 70 through 76 shall not be changed by the change in the unit's regulatory status or by the revision of the NO_x Budget permit under paragraph 87.2.a.1.~~

~~87.2.a.3.B. Notwithstanding subparagraph 87.2.a.3.A, if the effective date of the NO_x Budget permit revision under paragraph 87.2.a.1 is during an ozone season, the following number of NO_x allowances will be allocated to the NO_x Budget unit under paragraph 87.2.a.1 under section 42 for the ozone season: the number of NO_x allowances otherwise allocated to the NO_x Budget unit under section 42 for the ozone season multiplied by the number of days in the ozone season, starting with the effective date of the permit revision under paragraph 87.2.a.1, divided by the total number of days in the ozone season and rounded to the nearest whole number of NO_x~~

allowances as appropriate.

~~87.2.b.1. When the NO_x authorized account representative of a NO_x Budget opt-in unit does not renew its NO_x Budget opt-in permit under subsection 83.2, the Administrator will deduct from the NO_x Budget opt-in unit's compliance account or the overdraft account of the NO_x Budget source where the NO_x Budget opt-in unit is located, NO_x allowances equal in number to and allocated for the same or a prior ozone season as any NO_x allowances allocated to the NO_x Budget opt-in unit under section 88 for any ozone season after the last ozone season for which the NO_x Budget opt-in permit is effective. The NO_x authorized account representative shall ensure that the NO_x Budget opt-in unit's compliance account or the overdraft account of the NO_x Budget source where the NO_x Budget opt-in unit is located includes the NO_x allowances necessary for completion of such deduction. If the compliance account or overdraft account does not contain the necessary NO_x allowances, the Administrator will deduct the required number of NO_x allowances, regardless of the ozone season for which they were allocated, whenever NO_x allowances are recorded in either account.~~

~~87.2.b.2. After the deduction under paragraph 87.2.b.1 is completed, the Administrator will close the NO_x Budget opt-in unit's compliance account. If any NO_x allowances remain in the compliance account after completion of such deduction and any deduction under section 54, the Administrator will close the NO_x Budget opt-in unit's compliance account and transfer any remaining allowances to a general account specified by the owners and operators of the NO_x Budget opt-in unit.~~

§45-1-88. NO_x Allowance Allocations to Opt-in Units.

~~88.1. NO_x allowance allocation.~~

~~88.1.a. By April 1 immediately before the first ozone season for which the NO_x Budget opt-in permit is effective, the Secretary will determine by order the NO_x allowance allocations~~

for the NO_x Budget opt-in unit and submit to the Administrator the allowance allocations for the ozone season in accordance with subsection 88.2.

~~88.1.b. By no later than April 1, after the first ozone season for which the NO_x Budget opt-in permit is in effect, and April 1 of each year thereafter, the Secretary will determine by order the NO_x allowance allocations for the NO_x Budget opt-in unit and submit to the Administrator allowance allocations for the next ozone season in accordance with subsection 88.2.~~

~~88.1.c. The Secretary will make available to the public each determination of NO_x allowance allocations under subdivisions 88.1.a or 88.1.b and provide an opportunity for submission of objections to the determination. Objections shall be limited to addressing whether the determination is in accordance with subsection 88.2. Based on any such objections, the Secretary will adjust each determination to the extent necessary to ensure that it is in accordance with subsection 88.2.~~

~~88.2. For each ozone season for which the NO_x Budget opt-in unit has an approved NO_x Budget opt-in permit, the NO_x Budget opt-in unit will be allocated NO_x allowances in accordance with the following procedures:~~

~~88.2.a. The heat input (in mmBtu) used for calculating NO_x allowance allocations will be the lesser of:~~

~~88.2.a.1. The unit's baseline heat input determined pursuant to subsection 84.4; or~~

~~88.2.a.2. The unit's heat input, as determined in accordance with sections 70 through 76, for the ozone season in the year prior to the year of the ozone season for which the NO_x allocations are being calculated; and~~

~~88.2.b. The Secretary will allocate NO_x allowances to the NO_x Budget opt-in unit in an amount equaling the heat input (in mmBtu) determined under subdivision 88.2.a multiplied by the lesser of the unit's baseline NO_x emissions~~

~~rate (in lb/mmBtu) determined pursuant to subsection 84.3; or the most stringent state or federal NO_x emission limitation applicable to the unit during the ozone season, divided by 2000 lb/ton and rounded to the nearest whole number of NO_x allowances as appropriate.~~

~~§45-1-89. Appeal Procedures:~~

~~89.1. The appeal procedures for the NO_x Budget Trading Program are set forth in 40 CFR Part 78.~~

~~§45-1-90. Requirements for Stationary Internal Combustion Engines:~~

~~90.1. Any large NO_x SIP Call engine or any affected engine or affected NO_x emitting equipment under subsection 90.4 shall not be eligible for participation in the NO_x Budget Trading Program, or subject to requirements under sections 4 through 89. Any such engine or NO_x emitting equipment shall not be eligible for an allocation from the state NO_x trading budget under subsection 40.1.~~

~~90.2. Applicability. -- The requirements of section 90 shall apply to the owner or operator of any large NO_x SIP Call engine.~~

~~90.3. Ozone season NO_x reduction. -- After May 1, 2007, the following owners or operators shall reduce ozone season NO_x emissions by an amount equal to or greater than the applicable ozone season NO_x reduction listed below. The applicable ozone season NO_x reduction is binding on the listed owners or operators, their successors and assigns:~~

Company	Ozone Season NO _x Reduction
Dominion	668 tons
Columbia Gas Transmission	235 tons
Total	903 tons

~~90.4. Compliance plan. After May 1, 2007, an owner or operator of a large stationary internal combustion engine under subsection 90.2 shall not operate such engine in the period May 1 through September 30 of 2007 and any subsequent year unless the owner or operator demonstrates the applicable ozone season NO_x reduction under subsection 90.3 through the requirements of an approved compliance plan. The compliance plan shall meet the following provisions:~~

~~90.4.a. The compliance plan shall be submitted to the Secretary by May 1, 2006;~~

~~90.4.b. The Secretary shall either approve by order or disapprove by certified mail the compliance plan by April 1, 2007, or within 6 months of submittal, whichever is earlier. The Secretary shall notify the Administrator of compliance plan approval upon issuance of order;~~

~~90.4.c. The compliance plan shall demonstrate quantifiable and enforceable NO_x emission reductions equal to or greater than the applicable ozone season NO_x reduction set forth in subsection 90.3, taking into account any creditable reduction in NO_x emissions under subdivisions 90.4.e, 90.4.f, 90.4.g, 90.4.h or 90.4.i;~~

~~90.4.d. The compliance plan may include and affect some or all stationary internal combustion engines or other significant NO_x emitting equipment at an individual facility, at several facilities, or at all facilities in West Virginia that are controlled by the same owner or operator;~~

~~90.4.e. The compliance plan may include credit for reductions in NO_x emissions due to the installation and operation of NO_x control equipment on large stationary internal combustion engines under subsection 90.2. The owner or operator shall demonstrate to the satisfaction of the Secretary any creditable reductions in NO_x emissions from the installation and operation of such NO_x control equipment. The credit for reductions in NO_x emissions shall be quantified based on the difference between uncontrolled and~~

~~controlled NO_x emission rates, and ozone season operating hours;~~

~~90.4.f. The compliance plan may include credit for reductions in NO_x emissions due to the installation and operation of NO_x control equipment on uncontrolled stationary internal combustion engines not under subsection 90.2. The owner or operator shall demonstrate to the satisfaction of the Secretary any creditable reductions in NO_x emissions from the installation and operation of such NO_x control equipment. Creditable reductions shall be limited to reductions achieved after 1995 and from controls that were not part of the NO_x SIP Call engine inventory. The credit for reductions in NO_x emissions shall be quantified based on the difference between uncontrolled and controlled NO_x emission rates, and ozone season operating hours;~~

~~90.4.g. The compliance plan may include credit for reductions in NO_x emissions due to replacement of any stationary internal combustion engines or other significant NO_x emitting equipment. The owner or operator shall demonstrate to the satisfaction of the Secretary that the historic ozone season load capacity of any stationary internal combustion engine or other significant NO_x emitting equipment no longer in operation has been or would be replaced by one or more new stationary internal combustion engines, electric motors or turbines during each ozone season. The credit for reductions in NO_x emissions shall be quantified based on the replaced engine's or other significant NO_x emitting equipment's ozone season NO_x emission rate and ozone season operating hours, and the projected emission rate and ozone season operating hours of any new replacement stationary internal combustion engines, electric motors or turbines;~~

~~90.4.h. The compliance plan may include credit for reductions in NO_x emissions due to reductions from shifting historic load capacity from an uncontrolled engine to a controlled engine, electric motor or turbine. The owner or operator shall demonstrate to the satisfaction of~~

the Secretary that a quantifiable net reduction in NO_x emissions has occurred or will occur due to a direct shift of ozone season load capacity from an uncontrolled engine to a controlled engine, electric motor or turbine. The credit for reductions in NO_x emissions shall be quantified based on the uncontrolled engine's historic ozone season load capacity, NO_x emission rate, ozone season operating hours, and the shifted ozone season load capacity, NO_x emission rate and ozone season operating hours of the controlled stationary internal combustion engine, electric motor or turbine;

~~90.4.i. The compliance plan may include credit for reductions in NO_x emissions due to the installation and operation of NO_x controls on significant NO_x emitting equipment other than stationary internal combustion engines. The owner or operator shall demonstrate to the satisfaction of the Secretary any creditable reductions in NO_x emissions from such NO_x emitting equipment. Creditable reductions shall be limited to reductions achieved after 1995 and from controls that were not part of the NO_x SIP Call inventory. The credit for reductions in NO_x emissions shall be quantified based on the difference between NO_x emission rates prior to installation of controls and controlled NO_x emission rates, and ozone season operating hours;~~

~~90.4.j. The compliance plan shall include the following:~~

~~90.4.j.1. A list of affected engines or affected NO_x emitting equipment subject to the plan, including the manufacturer, model number, facility location and facility identification number;~~

~~90.4.j.2. The projected ozone season hours of operation for each affected engine or affected NO_x emitting equipment and supporting documentation;~~

~~90.4.j.3. A description of the NO_x emission controls installed, or to be installed, on each affected engine or affected NO_x emitting equipment, date or proposed date of installation, and documentation to support the controlled NO_x~~

~~emission rates;~~

~~90.4.j.4. The uncontrolled and controlled NO_x emission rates in lb/hr and tons per ozone season for each affected engine or affected NO_x emitting equipment, as applicable;~~

~~90.4.j.5. A numerical demonstration that the sum of creditable NO_x emission reductions (in tons) obtained from all affected engines or affected NO_x emitting equipment included under a compliance plan will be equivalent to or greater than the owner or operator's applicable ozone season NO_x reduction under subsection 90.3, taking into account any creditable reductions in NO_x emissions under subdivisions 90.4.e, 90.4.f, 90.4.g, 90.4.h or 90.4.i; and~~

~~90.4.j.6. Performance test protocol and provisions for periodic monitoring, reporting and recordkeeping for each affected engine or affected NO_x emitting equipment.~~

~~90.4.k. Any creditable reductions in NO_x emissions under subdivisions 90.4.e, 90.4.f, 90.4.g, 90.4.h or 90.4.i shall be quantifiable and enforceable through limitations included in a federally enforceable permit or compliance order; and~~

~~90.4.l. Any owner or operator with an approved compliance plan under subsection 90.4 may amend the plan with the written approval of the Secretary. Any NO_x emission rate or limitation included in such an amendment must be reflected in a federally enforceable permit or compliance order. The Secretary shall either approve by order or disapprove by certified mail the amended compliance plan within 90 days of submission, and notify the Administrator of the compliance plan amendment approval upon issuance of order.~~

~~90.5. Monitoring requirements. -- Any owner or operator of an affected engine or affected NO_x emitting equipment subject to a compliance plan under subsection 90.4 shall comply with the following monitoring requirements for each~~

~~affected engine or affected NO_x-emitting equipment:~~

~~90.5.a. The owner or operator shall complete an initial performance test consistent with the requirements of 40 CFR Part 60, Appendix A, following installation of NO_x emission controls required to achieve the NO_x emission rate limit specified in subdivision 90.4.k. The initial performance test shall be completed by April 1, 2007; and~~

~~90.5.b. For the ozone season beginning in 2007, and each ozone season thereafter, the owner or operator shall perform periodic monitoring sufficient to yield reliable data which demonstrate compliance with the limitations specified in subdivision 90.4.k. Such periodic monitoring shall include:~~

~~90.5.b.1. A continuous emission monitoring system that complies with 40 CFR Part 75 or 40 CFR Part 60 and the quality assurance procedures specified in 40 CFR Part 60, Appendix F; or~~

~~90.5.b.2. Performance tests consistent with the requirements of 40 CFR Part 60, Appendix A; or portable monitors using ASTM D6522-00; and~~

~~90.5.b.2.A. A parametric monitoring program that specifies operating parameters, and their ranges, that will provide reasonable assurance that each affected engine or affected NO_x-emitting equipment's emissions are consistent with the requirements of a compliance plan under subsection 90.4. Any such parametric monitoring program must be approved by the Secretary; or~~

~~90.5.b.2.B. A predictive emissions measurement system that relies on automated data collection from instruments. Any such predictive emissions measurement system must be approved by the Secretary.~~

~~90.6. Recordkeeping requirements. -- Any owner or operator of an affected engine or~~

~~affected NO_x-emitting equipment subject to a compliance plan under subsection 90.4 shall comply with the following recordkeeping requirements:~~

~~90.6.a. Maintain all records necessary to demonstrate compliance with the requirements of the compliance plan and subsection 90.6 for a period of five calendar years at the facility where an affected engine or affected NO_x-emitting equipment is located. Such records shall be made available to the Secretary or Administrator upon request; and~~

~~90.6.b. For each affected engine or affected NO_x-emitting equipment subject to a compliance plan under subsection 90.4, the owner or operator shall maintain records of:~~

~~90.6.b.1. Identification and location of each affected engine or affected NO_x-emitting equipment;~~

~~90.6.b.2. Calendar date of record;~~

~~90.6.b.3. The number of hours the affected engine or affected NO_x-emitting equipment is operated during each ozone season compared to projected operating hours;~~

~~90.6.b.4. Type and quantity of fuel combusted; and~~

~~90.6.b.5. The results of all compliance tests.~~

~~90.7. Reporting requirements. -- Any owner or operator of an affected engine or affected NO_x-emitting equipment subject to a compliance plan under subsection 90.4 shall:~~

~~90.7.a. Notify the Secretary of any performance test under subdivision 90.5.a or paragraph 90.5.b.2 at least 15 days in advance of such test;~~

~~90.7.b. Submit results of all performance tests to the Secretary within 30 days of completion of such tests; and~~

~~90.7.c. Submit a report which documents the total ozone season NO_x emissions and certifies compliance with the compliance plan for each affected engine or affected NO_x-emitting equipment to the Secretary by October 31 of each year, beginning in 2007. The report shall demonstrate and certify compliance with the applicable ozone season NO_x reduction set forth in subsection 90.3.~~

~~§45-1-100. Requirements for Emissions of NO_x from Cement Manufacturing Kilns.~~

~~100.1. NO_x Budget Trading Program eligibility. -- Any cement manufacturing kiln (kiln) subject to this section shall not be eligible for allowances from the state NO_x trading budget under subsection 40.1 or subject to the NO_x Budget Trading Program requirements under sections 4 through 89.~~

~~100.2. Applicability. -- Any owner or operator of the following kilns with process rates of at least the following shall comply with the applicable requirements of this section:~~

~~100.2.a. Long dry kilns \geq 12 TPH;~~

~~100.2.b. Long wet kilns \geq 10 TPH;~~

~~100.2.c. Preheater kilns \geq 16 TPH; and~~

~~100.2.d. Pre calciner and preheater/precalciner kilns \geq 22 TPH.~~

~~100.3. Standard requirements. -- After May 31, 2004, an owner or operator of any Portland cement kiln subject to this section shall not operate the kiln during May 1 through September 30 unless the kiln has installed and operates during May 1 to September 30 with low-NO_x burners, mid-kiln firing or alternative control techniques, subject to approval by the Administrator, that achieve at least the same emissions decreases as low-NO_x burners or mid-kiln firing.~~

~~100.4. NO_x compliance plan. -- Any owner or operator of a source subject to the standard~~

~~requirements of subsection 100.3 may elect to use NO_x reductions from any non-affected kiln at a source with a Portland cement kiln subject to subsection 100.2. If the owner or operator so elects, he or she must submit for approval to the Administrator by May 31, 2004 a NO_x compliance plan which demonstrates the method(s) by which the operator will achieve NO_x reductions from non-affected kilns which achieve at least the same emissions decreases set forth in the standard requirements of subsection 100.3.~~

~~100.5. Reporting requirements. -- Any owner or operator subject to the requirements of subsection 100.3 shall comply with the following requirements:~~

~~100.5.a. By May 31, 2004, submit to the Secretary and Administrator the identification number and type of each kiln subject to this section; the name and address of the plant where the kiln is located and the name and telephone number of the person responsible for demonstrating compliance with the section; and~~

~~100.5.b. Submit a report documenting for that kiln the total NO_x emissions from May 1 through September 30 of each year to the Secretary and Administrator by October 31 of each year, beginning in 2004.~~

~~100.6. Monitoring requirements.~~

~~100.6.a. Any owner or operator of an kiln subject to this section shall complete an initial performance test and subsequent annual testing consistent with the requirements of 40 CFR Part 60, appendix A, method 7, 7A, 7C, 7D or 7E; and~~

~~100.6.b. The operator may use the results of continuous emission monitoring system (CEMS) to replace the annual testing requirements set forth in subdivision 100.6.a. Such equipment shall be installed and operated consistent with sections 70 through 76 and 40 CFR Part 75.~~

~~100.7. Recordkeeping requirements. -- Any owner or operator of an kiln subject to this section~~

shall produce and maintain records which shall include, but are not limited to:

~~100.7.a. The emissions, in pounds of NO_x , per ton of clinker produced from each affected Portland cement kiln;~~

~~100.7.b. The type of control used for each affected Portland cement kiln;~~

~~100.7.c. The date, time and duration of any startup, shutdown or malfunction in the operation of any of the cement kilns or the emissions monitoring equipment;~~

~~100.7.d. The results of any performance testing;~~

~~100.7.e. Daily cement kiln production records; and~~

~~100.7.f. All records required to be produced or maintained shall be retained on site for a minimum of 2 years and be made available to the Secretary or Administrator upon request.~~

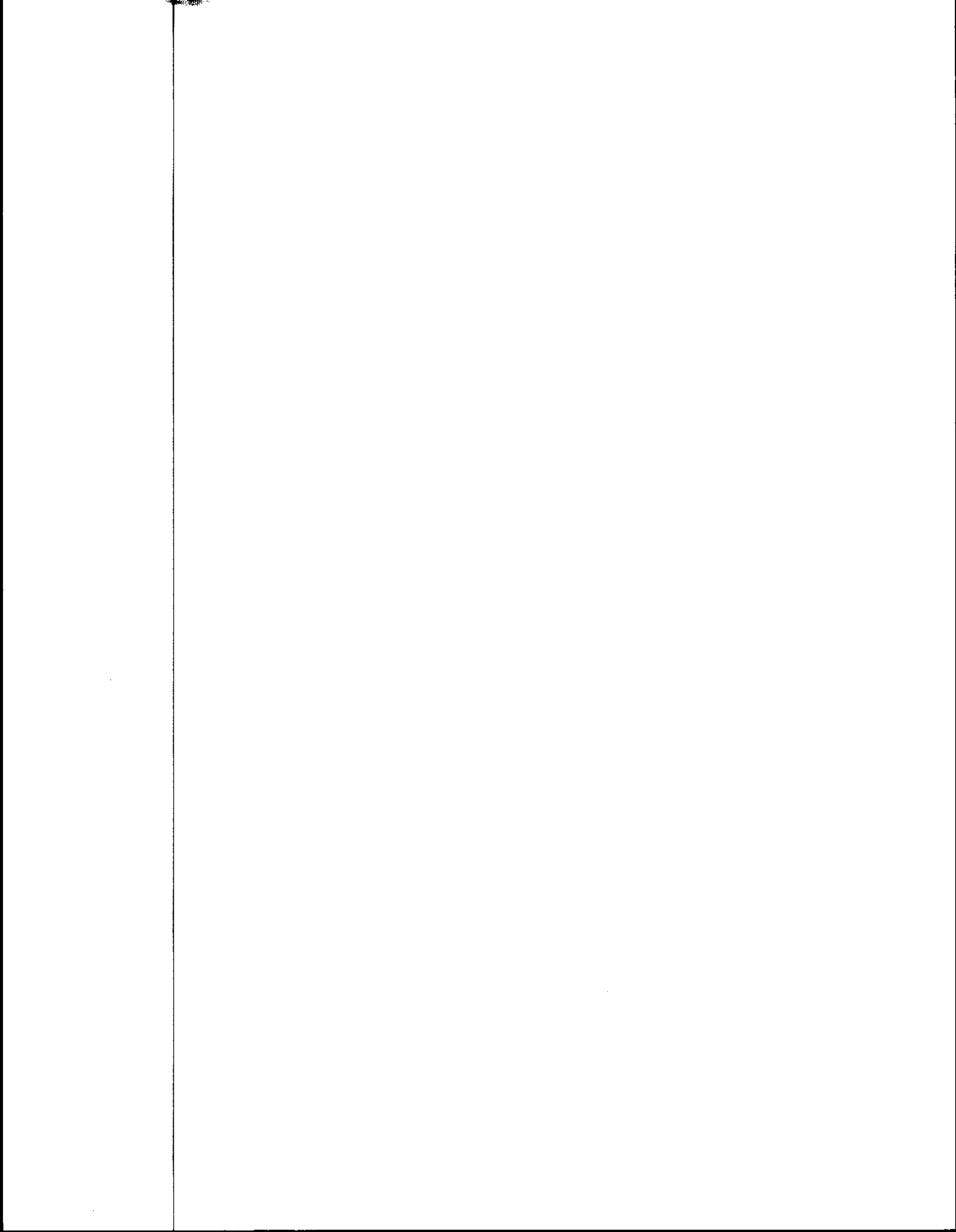
~~100.8. Exemptions. -- The requirements of subsections 100.3, through 100.7 shall not apply to the following periods of operation:~~

~~100.8.a. Start-up and shut-down periods and periods of malfunction, not to exceed 36 consecutive hours; and~~

~~100.8.b. Regularly scheduled maintenance activities.~~

~~§45-1-110. Inconsistency Between Rules.~~

~~110.1. In the event of any inconsistency between this rule and any other rule of the West Virginia Department of Environmental Protection, such inconsistency shall be resolved by the determination of the Secretary and such determination shall be based upon the application of the more stringent provision, term, condition, method or rule.~~



ORIGINAL

BEFORE THE DEPARTMENT OF ENVIRONMENTAL PROTECTION
DIVISION OF AIR QUALITY

IN THE MATTER OF:

PROPOSED REPEAL OF 45CSR1,
CONTROL & REDUCTION OF
NITROGEN OXIDES FROM
NON-ELECTRIC GENERATING
UNITS AS A MEANS TO MITIGATE
TRANSPORT OF OZONE PRECURSORS

TRANSCRIPT OF PROCEEDINGS had or testimony adduced pursuant to the West Virginia Rules of Civil Procedure in the above-entitled action, on the 11th day of August, 2008, commencing at 6:10 p.m. and concluding at 6:12 p.m., at the West Virginia Department of Environmental Protection, 601 57th Street S.E., Charleston, Kanawha County, West Virginia, taken by Jo Ann Wilson, Certified Court Reporter, duly certified by the West Virginia Supreme Court of Appeals and Notary of West Virginia, pursuant to notice to all interested parties.

BEFORE: JAMES MASON, Moderator

NANCY MCNEALY
CERTIFIED COURT REPORTER
Post Office Box 13415
Charleston, West Virginia 25360-0415
(304) 988-2873 FAX (304) 988-1419

I N D E X

Reporter's Certificate.....Page 5

1 MR. MASON: This public hearing will now
2 come to order on this 11th day of August, 2008, at the West
3
4 Headquarters. Comments and testimony will be accepted
5 until the close of this hearing, and will be part of the
6 rulemaking record. Any question regarding revisions to the
7 rules, or repeals, will be included with your comments.
8 Any such question will be answered as part of the response
9 to comments in the rulemaking record.

10 The purpose of this public hearing is to
11 satisfy state rulemaking requirements by accepting comments
12 on the proposed repeal of 45CSR1, Control and Reduction of
13 Nitrogen Oxides from Non-Electric Generating Units as a
14 Means to Mitigate Transport of Ozone Precursors. This rule
15 contains ozone season NOx reduction requirements which
16 apply to large fossil fuel-fired industrial boilers with
17 heat inputs greater than 250 mmBtu/hour.

18 The Division of Air Quality has proposed to
19 repeal 45CSR1 due to the anticipated implementation of
20 programs under the Clean Air Interstate Rule. However, the
21 Division acknowledges the recent federal court decision
22 which vacated the Clean Air Interstate Rule. The
23 ramifications of this court decision are significant and
24 may affect the Division's plan to repeal this rule.

1 The floor is now open for comments. Please
2 state your name and any affiliation.

3 (There being no comments,
4 Proceedings resumed as follows.)

5 MR. MASON: There being nothing further,
6 this public hearing for the proposed repeal of 45CSR1 is
7 concluded.

8 (WHEREUPON, the public hearing was concluded.)

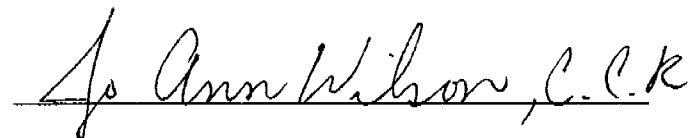
REPORTER'S CERTIFICATE

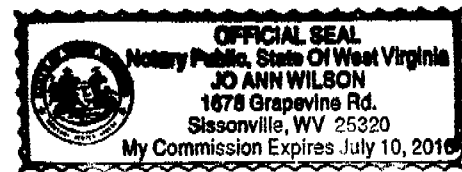
STATE OF WEST VIRGINIA,
COUNTY OF KANAWHA, to wit:

I, **JO ANN WILSON**, Certified Court Reporter, do hereby certify that the foregoing is, to the best of my skill and ability, a true and accurate transcript of all the proceedings as set forth in the caption hereof.

Given under my hand this 20th day of August,
2008.

My commission expires July 10, 2016.


Certified Court Reporter





08-21-08PC3:36 RCVD

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
REGION III
1650 Arch Street
Philadelphia, Pennsylvania 19103-2029

Mr. John A. Benedict, Director
Division of Air Quality
West Virginia Department of Environmental Protection
601 57th St. SE
Charleston, WV 25304

August 18, 2008

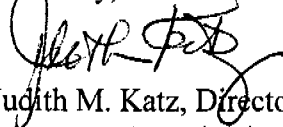
Dear Mr. Benedict:

Thank you for the opportunity to comment on West Virginia's proposed repeal of Rules 45CSR1 and 45CSR26 which implemented the NOx SIP Call. We appreciate West Virginia's diligence in complying with the Clean Air Interstate Rule (CAIR) and understand that the repeal of 45CSR1 and 45CSR26 is consistent with the requirements of 45CSR40, which was adopted to implement the State's ozone season CAIR trading program but also included the State's other NOx SIP Call requirements.

As you are aware, on June 11, 2008, the U.S. Court of Appeals for the D.C. Circuit issued an opinion in *North Carolina v. EPA*, No. 05-1244 (D.C. Cir. July 11, 2008) vacating CAIR and its associated federal implementation plan in its entirety. EPA is still reviewing the court decision to determine its impact and an appropriate course of action. The Court's opinion, however, explicitly notes that "in the absence of CAIR, the NOx SIP Call trading program will continue because EPA terminated the NOx SIP Call only as part of the CAIR rulemaking." Slip op. at 59-60. The proposed repeal of 45CSR1 and 45CSR26 is inconsistent with this language in the court ruling and could not be approved as a SIP revision unless the decision to vacate CAIR is altered. In light of the uncertainty regarding CAIR, EPA recommends that WV not proceed with the repeal of 45CSR1 and 45CSR26.

Please enter these comments into the public record. Should you have any questions pertaining to these comments, please do not hesitate to contact me, or have your staff person contact Marilyn Powers of my staff at (215) 814-2308.

Sincerely,


Judith M. Katz, Director
Air Protection Division

cc: Fred Durham, WVDEP



45CSR1

CONTROL AND REDUCTION OF NITROGEN OXIDES FROM NON-ELECTRIC GENERATING UNITS AS A MEANS TO MITIGATE TRANSPORT OF OZONE PRECURSORS

RESPONSE TO COMMENTS

On July 11, 2008, the Department of Environmental Protection (DEP) commenced a thirty day public comment period and subsequently held a public hearing on August 11, 2008 to accept oral comments on the proposed repeal of legislative rule 45CSR1. Written comments were also accepted through 6:00 PM on Monday, August 11, 2008. One commenter submitted written comments regarding the proposed repeal of rule 45CSR1, and no commenter provided verbal comments. DEP addresses the written comment below.

I. COMMENTER: U.S. Environmental Protection Agency

COMMENT A. The commenter states, *"The proposed repeal of 45CSR1 and 45CSR26 is inconsistent with ... the court ruling and could not be approved as a SIP revision unless the decision to vacate CAIR is altered. In light of the uncertainty regarding CAIR, EPA recommends that WV not proceed with the repeal of 45CSR1 and 45CSR26."*

RESPONSE A. The DEP acknowledges the intimate relationship between 45CSR1, 45CSR26 and the seasonal NOx component of the CAIR. The DEP intends to withdraw the repeals of 45CSR1 and 45CSR26 if the relevant requirements of CAIR cannot be salvaged in a timely manner. However, because of the extension of the time to file petitions for rehearing or rehearing en banc, a mandate to vacate the Clean Air Interstate Rule (CAIR) has not yet been ordered by the U.S. District Court of Appeals. Therefore the vacatur is not in effect at this time. There remains considerable uncertainty regarding the CAIR vacatur and its substantial ramifications. This issue has attracted national attention and could result in potential congressional action. DEP believes it prudent to wait until a more definitive indication of CAIR's fate is recognized. Depending on future information regarding the vacatur of CAIR, the department may subsequently withdraw the proposed repeal of 45CSR1 in accordance with WV Code §29A-3-14.