

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

Form #3

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2007 JUL 26 PM 4:38

OFFICE WEST VIRGINIA
SECRETARY OF STATE

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

AGENCY: West Virginia Department of Environmental Protection - Division of Air Quality TITLE NUMBER: 45

CITE AUTHORITY: WV Code §22-5-4

AMENDMENT TO AN EXISTING RULE: YES NO

IF YES, SERIES NUMBER OF RULE BEING AMENDED: 39

TITLE OF RULE BEING AMENDED: Control of Annual Nitrogen Oxide Emissions to Mitigate Interstate
Transport of Fine Particulate Matter and Nitrogen Oxides

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

**WEST VIRGINIA
SECRETARY OF STATE
Betty Ireland
ADMINISTRATIVE LAW DIVISION**

Form #1

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2007 JUN -6 PM 4:26

OFFICE OF WEST VIRGINIA
SECRETARY OF STATE

NOTICE OF A PUBLIC HEARING ON A PROPOSED RULE

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

RULE TYPE: Legislative CITE AUTHORITY: WV Code §22-5-4

AMENDMENT TO AN EXISTING RULE: YES NO

IF YES, SERIES NUMBER OF RULE BEING AMENDED: 39

TITLE OF RULE BEING AMENDED: Control of Annual Nitrogen Oxide Emissions to Mitigate Interstate Transport of Fine Particulate Matter and Nitrogen Oxides

IF NO, SERIES NUMBER OF RULE BEING PROPOSED: _____

TITLE OF RULE BEING PROPOSED: _____

DATE OF PUBLIC HEARING: July 9, 2007 TIME: 6:00 p.m.

LOCATION OF PUBLIC HEARING: West Virginia Department of Environmental Protection
Dolly Sods Conference Room
601 57th Street, SE
Charleston, WV 25304

COMMENTS LIMITED TO: ORAL WRITTEN BOTH

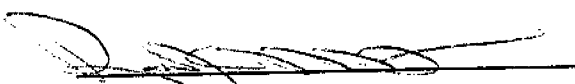
DATE WRITTEN COMMENT PERIOD ENDS: July 9, 2007 TIME: 6:00 p.m.

WRITTEN COMMENTS MAY BE MAILED TO: Public Information Office
Department of Environmental Protection
601 57th Street, SE
Charleston, WV 25304

Legislative Rule-Making

The issues to be heard shall be limited to the proposed rule.

ATTACH A **BRIEF** SUMMARY OF YOUR PROPOSAL

Review Committee  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: July 26, 2007

TO: LEGISLATIVE RULE-MAKING REVIEW COMMITTEE

FROM: (Agency Name, Address & Phone No.) WV Department of Environmental Protection
Division of Air Quality
601 57th Street, S.E.

Charleston, West Virginia 25304
Phone: 304-926-0499 ext. 1237

LEGISLATIVE RULE TITLE: 45CSR39 - Control of Annual Nitrogen Oxide Emissions to
Mitigate Interstate Transport of Fine Particulate Matter and
Nitrogen Oxides

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:
June 6, 2007

b. What other notice, including advertising, did you give of the hearing?
Published notice on June 9th in The Charleston Daily Mail and The Charleston Gazette. Posted
on the Department of Environmental Protection's web site under "Calendar of Events".

c. Date of Public Hearing(s) or Public Comment Period ended:
July 9, 2007

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)

July 26, 2007

- 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

Tamra Mowrer, Administrative Secretary
601 57th Street, S.E.
Charleston, WV 25304

Phone: 304 926-0499

Fax: 304 926-0488

e-mail: jbenedict@wvdep.org

Phone: 304 926-0499

Fax: 304 926-0488

e-mail: tmowrer@wvdep.org

- 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)

James Mason, Technical Analyst II
601 57th Street, S.E.
Charleston, WV 25304

Phone: 304 926-0499 ext. 1200

Fax: 304 926-0479

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: 45CSR39 - "Control of Annual Nitrogen Oxides Emissions"

A. AUTHORITY: W.Va. Code §22-5-4

B. SUMMARY OF RULE:

This rule establishes general provisions and the designated representative, permitting, allowance, monitoring, and opt-in provisions for the state CAIR NO_x Annual Trading Program pursuant to the federal Clean Air Interstate Rule (CAIR) under Section 110 of the Clean Air Act (CAA), 40 CFR Part 96, Subparts AA through II, and 40 CFR §51.123 for state implementation plans as a means of mitigating interstate transport of fine particulates and nitrogen oxides (NO_x).

This rule partially fulfills the State's obligations in response to the United States Environmental Protection Agency's (U.S. EPA) final rule, *Rule to Reduce Interstate Transport of Fine Particulate Matter and Ozone (Clean Air Interstate Rule); Revisions to Acid Rain Program; Revisions to the NO_x SIP Call* (12 May 2005, at FR 25162). The federal rule requires that large emitters of NO_x reduce annual emissions through the constraint of set budgets. U.S. EPA is specifying that annual NO_x emission reductions be implemented in two phases. The first phase of NO_x reductions starts in 2009; the second phase starts in 2015, and continues thereafter. The NO_x emission reduction requirements are based on controls that are known to be highly cost effective for electric generating units. Flexibility is built in through market-based "cap and trade" provisions which allow sources to buy or sell NO_x emission allowances from or to other program participants. Reducing upwind NO_x emissions will assist downwind PM_{2.5} and 8-hour ozone nonattainment areas in achieving the National Ambient Air Quality Standards (NAAQS).

45CSR39 applies to large fossil fuel-fired electric generating units that have greater than 25 MW_e generating capacity. The CAIR NO_x Ozone Season Trading Program requirements are set forth in 45CSR40.

C. STATEMENT OF CIRCUMSTANCES WHICH REQUIRE RULE:

U.S. EPA continued their CAIR rulemaking in a final rule signed March 15, 2006. In this final rule, U.S. EPA revises CAIR federal counterpart 40 CFR Part 96, which directly affects language in 45CSR39. U.S. EPA is requiring affected states to revise their CAIR rules to include these revisions to the CAIR model rules in order to receive full approval of CAIR. Proposed deletion of program opt-in provisions will enable West Virginia to presume that

CAIR equals reasonably available control technology for electric generating units under the U.S. EPA's PM_{2.5} implementation rule. WVDAQ will submit to U.S. EPA a final CAIR SIP revision in Summer 2008.

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

A federal counterpart to this proposed rule exists. To the extent practicable, the proposed rule emulates the model rule contained in the final CAIR rule. Because the proposed rule follows the presumptive federal rules for the source categories to which it applies, the Secretary has determined that the proposed rule is no more or less stringent than the applicable federal counterpart regulations.

E. CONSTITUTIONAL TAKINGS DETERMINATION:

In accordance with W.Va. Code §§22-1A-1 and 3(c), the Secretary has determined that 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 May 21, 2007, and May 30, 2007 meetings, 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

Monday – May 21, 2007

~~1:00 p.m. – 3:00 p.m.~~

601 57th Street, SE, Charleston, WV

West Virginia Room – 3rd Floor

ATTENDEES:

Advisory Council Members:

Rick Roberts
Karen Price
Bill Raney
Lisa Dooley
Larry Harris
Jackie Hallinan

DEP:

Randy Huffman, Deputy Cabinet Secretary/Director – Division of Mining & Reclamation
Karen G. Watson, Assistant General Counsel
Ken Ellison, Director - Division of Land Restoration
Lisa McClung, Director – Division of Water and Waste Management
John Benedict, Director – Division of Air Quality
Lewis Halstead, DMR
Ken Politan, DMR
Charlie Sturey, DMR
Jessica Greathouse, Chief Communication Officer – WVDEP – Public Information Office
James Martin, Chief, Office of Oil & Gas
Carroll Cather, DWWM
Pam Nixon, Advocate
David L. Vande Linde, Blasting
Jim Mason, DAQ
Mike Zeto, DWWM – EE
Matt Sweeney, DWWM

VISITORS:

Ann Bradley, Spilman Thomas & Battle
Charlie Burd, IOGA
Don Garvin, WVEC
Dave Yaussy, Robinson & McElwee

Randy Huffman, Deputy Cabinet Secretary - West Virginia Department of Environmental Protection called the meeting to order at 1:00 p.m.

Karen Price stated that the Council did not have enough time to review the rules, therefore was requesting to have another meeting to discuss further and the remaining of the Council agreed. The Council will meet May 30, 2007 at 10:00 a.m. – WVDEP – 601 57th Street, SE – Charleston, WV 25304 – West Virginia Room (3001).

Deputy Cabinet Secretary Huffman apologized for the short time period regarding the rules getting out to Council. Randy Huffman then introduced Karen Watson, Assistant General Counsel to discuss with the Council the DEP bills that had passed in the 2007 Regular Legislative Session:

- SB 337 – Establishing New Greenhouse Gas Inventory Program
Approved by Governor – April 4, 2007
- SB 425 – Relating to Water Pollution Control Revolving Fund
Approved by Governor – April 4, 2007
- SB 465 – Establishing Dam Safety Rehabilitation Revolving Fund
Approved by Governor – March 27, 2007
- SB 490 – Relating to Underground Storage Tank Insurance Fund
Approved by Governor – April 3, 2007
- SB 524 – Requiring Proof of Lawful Disposal of Solid Waste
Approved by Governor – March 28, 2007
- SB 588 – Removing Tax Expiration Date on Manufacturing or Production of Synthetic Fuel From Coal
Approved by Governor – April 4, 2007

Karen Watson then gave a brief summary of each proposed rule for the 2008 legislative session:

Air Quality

45CSR6 – Control of Air Pollution from Combustion of Refuse

SUMMARY

Proposed Rule 6 is now a basic open burning/ incinerator rule. Revised scope includes ‘statutory air pollution,’ addition of new language for posted operating instructions and open burning or incineration of animal or poultry carcasses during a declared state of emergency. Except for temporary Air Curtain Incinerators for land clearing debris (DOH jobs) and incineration of animal or poultry remains, most Air Curtain Incinerators will now be exempted under Rule 6 and placed under Rule 18.

COMMENT

Mr. Harris: Why does it allow low-level radioactive waste?

DEP Response: To allow crematories to dispose of bodies with chemo drugs. Does not allow high-level radioactive compounds related to research.

~~Council wanted to know if the agency would accept comments in writing after the meeting (e-mail in comments)~~

DEP Response: Yes

45CSR8 – Ambient Air Quality Standards

SUMMARY

NAAQS rules 45CSR8, 45CSR9 & 45CSR12 have been combined for the 2008 legislative session. Rule 8 is now the complete NAAQS incorporation by reference rule, and 45CSR9 & 45CSR12 will be repealed and replaced. Revisions to SO₂ & PM NAAQS include correction of SO₂ annual primary standard from 0.003 to 0.030 ppm, addition of annual and 24-hour PM_{2.5} standards, and addition of measurement methods for PM_{2.5}. Revisions to CO & Ozone NAAQS include revocation of one-hour ozone standard except for Berkeley & Jefferson counties, identification of one-hour ozone maintenance areas, and addition of 8-hour primary and secondary ozone standards. Revisions to NO₂ and Lead NAAQS include addition of primary and secondary standards for lead, and addition of measurement methods for lead. Revisions also include general language updates, improved citing and consistency.

COMMENT

Mr. Harris: Are we sure we are protecting the public's health? We should not be lowering standards so that our energy being transmitted to other states doesn't pollute our air. Are we aware of EPA's Science Advisory Panel?

DEP Response: CAIR aims to lower emissions at power plants. Utility controls are helping us meet targets earlier. EPA's regional approach has generally been successful and we are seeing tremendous benefits. The agency is aware of the EPA's panel, and EPA is considering more stringent regulations but has not done so yet.

45CSR16 – Standards of Performance for New Stationary Sources

SUMMARY

Revisions to rule incorporate annual incorporation by reference updates and exclusions.

COMMENT

No questions.

45CSR18 – Control of Air Pollution from Combustion of Solid Waste

SUMMARY

CISWI Rule 18 combines and incorporates by reference all current federal Section 111/129 combustion regulation into one rule. Old Rule 24 will be repealed and replaced. New exemption section is consistent with revised Rules 6, 25 and 34. Revisions also include revised scope, extensive federal counterpart language updates, improved citing and consistency.

COMMENT

No questions.

45CSR25 – Control of Air Pollution from Hazardous Waste Treatment, Storage and Disposal Facilities

SUMMARY

Revisions to the proposed rule include general annual incorporation by reference and revisions required to maintain consistency with the DWWM's rule 33CSR20 and federal counterpart regulation. Addition of direct incorporation by reference of new provisions published in the Federal Register. Language for pathological waste incinerators is revised for clarity.

COMMENT

No questions.

45CSR34 – Emission Standards for Hazardous Air Pollutants

SUMMARY

Rule 34 now combines all NESHAP regulations previously adopted under both Rules 15 & 34. Old Rule 15 will be repealed and replaced. Revisions to Rule 34 incorporate annual NESHAP updates under Parts 61 & 63. Some Part 63 standards affecting non-major sources of hazardous air pollutants are being excluded from incorporation by reference: Oil and Natural Gas; Polyvinyl Chloride and Copolymers; Primary Copper Smelting; Secondary Copper Smelting; and Primary Nonferrous Metals.

COMMENT

No questions.

45CSR39 – Control of Annual Nitrogen Oxides Emissions

SUMMARY

Annual CAIR NO_x Rule - Incorporates revisions to 40 CFR Part 96.

COMMENT

No questions.

45CSR40 - Control of Ozone Season Nitrogen Oxides Emissions

SUMMARY

Ozone Season CAIR NOx Rule - Incorporates revisions 40 CFR to Part 96.

COMMENT

No questions.

45CSR41 – Control of Annual Sulfur Dioxide Emissions

SUMMARY

Annual CAIR SO₂ Rule - Incorporates revisions to 40 CFR Part 96.

COMMENT

No questions.

45CSR42 – Greenhouse Gas Emissions Inventory Program

SUMMARY

The Greenhouse Gas Inventory Program Rule is authorized by SB337 passed in the 2007 legislative session. The rule establishes a program which requires the reporting and inventory of greenhouse gas emissions by stationary sources which emit more than a *de minimis* amount; inventories greenhouse gas emissions from stationary, area, mobile and biogenic sources, and accounts for reductions, capture and sequestration; provides for: a periodic compilation of a greenhouse gas inventory; a determination whether WV is a net sink or emitter; development of a registry for voluntary reductions; and a determination whether greenhouse gas can be developed as an asset for economic development.

COMMENT

Mr. Raney: Is the exclusion still there for coal preparation activities?

DEP Response: Yes, section 3.2. (45CSR42)

Mr. Raney: How do we quantify sequestration?

DEP Response: Don't think we will get down to stationary source level. Agency will look at area

sources and biogenic activities. Once we get information, we will compile in an inventory.

Division of Water and Waste Management

33CSR9 – Standards for Beneficial use of Filtrate from Water Treatment Plants

SUMMARY

This legislative rule establishes a mechanism and requirements for the permitting, siting, bonding, and use of water treatment plant sludge from water treatment plants that has beneficial properties. This rule applies to the beneficial use of water treatment plant sludge and to any person who seeks approval from the Secretary to beneficially use such sludge within the state. This rule is intended to enhance the resource recovery and recycling goals of article fifteen of chapter twenty-two of the West Virginia Code and to encourage the beneficial use of water treatment plant filtrate. Section 22-15-23 of the West Virginia Code and this rule, and not the provisions of W. Va. Code § 22-15-10 or 33 CSR 1, shall govern the beneficial use of water treatment plant sludge. This rule does not apply to sewage sludge, products derived from sewage sludge, sludges regulated under 33 CSR 8, or materials regulated as hazardous waste under W. Va. Code §§22-18-1, et seq.

COMMENT

Lisa Dooley: Public notice of permits – who bears the cost – there has to be a more efficient way of getting notices out than Class I legal ads. This is a suggestion for the future.

DEP Response: Applicant bears cost – DEP is trying other methods of getting the information out – but not everyone has access to e-mail.

400 people on DEP's mailing list to receive permits by e-mail and we have between 30-40 who receive permits by US mail.

33CSR20 – Hazardous Waste Management System

SUMMARY

This amendment will adopt by reference approximately two years of changes to federal regulations by adopting the federal regulations in effect as of June 1, 2007 consisting of changes that correct errors in previously enacted Dye and Pigment rule and Manifest rule, allow more hazardous waste, allow greater flexibility in SW-846 testing and monitoring, allow more mercury containing devices to be managed as universal waste, streamline permitting process through a standardized permit, allow additional headworks and de minimus waste exemptions, reference Clean Air Act standards for hazardous waste combustors, allow a series of paperwork burden reductions for hazardous waste management facilities, corrects errors in 40 CFR (federal regulations) and excludes cathode ray tubes from the definition of solid waste under certain conditions. Language corrections, updated references and a change as the result of an EPA comment regarding annual groundwater monitoring at corrective action sites are also included in the amended rule. The rule amendment is not projected to require additional operating expenses above current levels as the amendments are generally de-regulatory in nature.

COMMENT

No questions.

33CSR30 – Underground Storage Tanks

SUMMARY

There are several new provisions to reflect the 2005 Federal Energy Act, including: secondary containment requirements for new or replaced tanks or piping; secondary containment requirements for new or replaced fuel dispenser systems; tank eligibility for delivery, deposit or acceptance – enables agency to prevent deposit or delivery to a tank that is not in compliance; and training requirements for individuals who operate, maintain or are responsible to address emergencies from spills or releases from underground storage tank systems.

COMMENT

No questions.

47CSR2 – Requirements Governing Water Quality Standards

SUMMARY

The proposed revisions reflect updates identified during the federally-mandated triennial review of the Water Quality Standards rule. These include proposed additions to the trout water list, new criteria for nutrients, revisions to criteria in Appendix E and a use redesignation in the Guyandotte River Basin.

COMMENT

Mr. Raney: Would like to have the trout water list stay within the agency and be able to discuss the science on a case-by-base basis before the EQB, not the Legislature.

DEP Response: The DEP believes the scientific basis for the proposed trout streams is clear and does not need to be litigated before the EQB.

Mr. Harris: Commented on the changes in Appendix E and asked whether the formula change for copper and cadmium resulted in a more or less stringent standard.

DEP Response: The changes in Appendix E are recommended by EPA, updating MCL's, etc. The revised hardness formulas represent EPA's latest science.

47CSR10 – National Pollutant Discharge Elimination System (NPDES)

SUMMARY

The proposed revisions to the National Pollutant Discharge Elimination System Rule reflect updates/additions made to the various federal regulations that govern the NPDES program. The proposed changes also include specific language in section 14 of the rule relating to the Pretreatment Program to ensure that the rule is consistent with the most recent federal pretreatment regulations in 40 CFR Part 403.

COMMENT

No questions.

47CSR34 – Dam Safety

SUMMARY

The proposed revisions establish requirements governing the disbursement and use of moneys in the Dam Safety Rehabilitation Revolving Fund, authorized by SB 465 in the 2007 legislative session.

COMMENT

Ms. Hallinan: Any progress being made in reducing the number of deficient dams?

DEP Response: Not very much. The fund initiative is badly needed.

60CSR5 – Antidegradation Implementation Procedures

SUMMARY

Antidegradation is a requirement of the federal Clean Water Act intended to preserve the existing quality of the State's waters and to prevent and/or minimize future degradation. The rule was first adopted in 2001 and establishes four levels, or tiers, of protection for state waters, Tiers 1, 2, 2.5 and 3. Each tier provides a graduated level of protection used during the NPDES permit issuance process. The proposed revisions to the rule carry forward the agency's antidegradation implementation efforts, and move the Tier 2.5 streams that had been on the "presumptive" list in Appendix C to a final proposed list in Appendix A. The agency is proposing a total of 156 streams be included on the list. The list of 156 waters is comprised of the 37 waters that did not receive objections in the formal objection period, those waters that contain reproducing trout and are 100% on public land, those waters listed as high quality on public land based on their high biological scores, and Loop Creek.

COMMENT

Mr. Harris: Suggested we file with 309 streams instead of 156 streams because Legislature will further reduce.

Jackie Hallinan: The program is a good idea.

Meeting was adjourned by Deputy Cabinet Secretary Randy Huffman.

West Virginia Department of Environmental Protection

ADVISORY COUNCIL MEETING MINUTES

Wednesday – May 30, 2007

10:00 a.m. – 12:00 p.m.

601 57th Street, SE, Charleston, WV

West Virginia Room – 3rd Floor

ATTENDEES:

Advisory Council Members:

Rick Roberts
Karen Price
Bill Raney
Larry Harris - Teleconference
Jackie Hallinan

DEP:

Randy Huffman, Deputy Cabinet Secretary/Director – Division of Mining & Reclamation
Karen G. Watson, Assistant General Counsel
Lisa McClung, Director – Division of Water and Waste Management
John Benedict, Director – Division of Air Quality
Jessica Greathouse, Chief Communication Officer – WVDEP – Public Information Office
Pam Nixon, Advocate
Jim Mason, DAQ
Mike Zeto, DWWM – EE
John Morgan, DWWM
Scott Mandirola, DWWM
Greg Adolfson, PIO

VISITORS:

Dave Yaussy
Brittany Carns
Joe Gollehon
Gregory Hoyer
Jeff Mauzy
Amy Christy

Randy Huffman, Deputy Cabinet Secretary - West Virginia Department of Environmental Protection called the meeting to order at 10:00 a.m. Advisory Council Member Larry Harris joined the meeting via teleconference. Deputy Cabinet Secretary Huffman then turned the meeting over to Karen Watson, Assistant General Counsel for the West Virginia Department of Environmental Protection. Karen informed the Council that the agency had received comments from several Council members and those comments would be appended to the minutes. (see attached) She explained the agency

had representatives from each of the programs to answer questions for the rules identified in those comments. She also explained the agency had made several changes in the rules as a result of those comments.

Air Quality

45CSR6 – Control of Air Pollution from Combustion of Refuse

SUMMARY

Proposed Rule 6 is now a basic open burning/ incinerator rule. Revised scope includes ‘statutory air pollution,’ addition of new language for posted operating instructions and open burning or incineration of animal or poultry carcasses during a declared state of emergency. Except for temporary Air Curtain Incinerators for land clearing debris (DOH jobs) and incineration of animal or poultry remains, most Air Curtain Incinerators will now be exempted under Rule 6 and placed under Rule 18.

COMMENT

Larry Harris: Had raised the issue of “low-level radioactive waste” in the last meeting.

DEP Response: DEP has removed the chemotherapeutic waste and low-level radioactive waste provisions from the proposed rule. The proposed rule does not in any way affect current medical waste incineration rules now on the books.

45CSR8 – Ambient Air Quality Standards

SUMMARY

NAAQS rules 45CSR8, 45CSR9 & 45CSR12 have been combined for the 2008 legislative session. Rule 8 is now the complete NAAQS incorporation by reference rule, and 45CSR9 & 45CSR12 will be repealed and replaced. Revisions to SO₂ & PM NAAQS include correction of SO₂ annual primary standard from 0.003 to 0.030 ppm, addition of annual and 24-hour PM_{2.5} standards, and addition of measurement methods for PM_{2.5}. Revisions to CO & Ozone NAAQS include revocation of one-hour ozone standard except for Berkeley & Jefferson counties, identification of one-hour ozone maintenance areas, and addition of 8-hour primary and secondary ozone standards. Revisions to NO₂ and Lead NAAQS include addition of primary and secondary standards for lead, and addition of measurement methods for lead. Revisions also include general language updates, improved citing and consistency.

COMMENT

Karen Price: Section 4.2.c – PM_{2.5} Maximum 24-Hour Average Concentration. The level for the 24-hour primary and secondary standard states 35 ug/m³. This should be 65 ug/m³, pursuant to 40 CFR 50.7.

DEP Response: On October 17, 2006, the federal NAAQS regulation changed from 65 to 35.

Larry Harris: Restated his concern that the standards may not be stringent enough to protect public health. He also restated his question about the antidegradation language struck from the rule.

DEP Response: DEP cannot lower the NAAQS standards below that of federal levels unless the provisions for the stringency test in §22-1-3a are fully met. 45CSR14, in its entirety, has wholly replaced the intent of the relic anti-degradation language struck in proposed Rule 8.

45CSR39 – Control of Annual Nitrogen Oxides Emissions

45CSR40 - Control of Ozone Season Nitrogen Oxides Emissions

Ozone Season CAIR NOx Rule - Incorporates revisions 40 CFR to Part 96.

Annual CAIR NOx Rule - Incorporates revisions to 40 CFR Part 96.

45CSR41 – Control of Annual Sulfur Dioxide Emissions

Annual CAIR SO₂ Rule - Incorporates revisions to 40 CFR Part 96.

COMMENT

Karen Price: Asked why the opt-in language was deleted from each of these rules.

DEP Response: has removed the opt-in provisions in the three CAIR rules so that West Virginia can say that CAIR equals NOx RACT for EGUs under the PM2.5 implementation rule.

45CSR42 – Greenhouse Gas Emissions Inventory Program

SUMMARY

The Greenhouse Gas Inventory Program Rule is authorized by SB337 passed in the 2007 legislative session. The rule establishes a program which requires the reporting and inventory of greenhouse gas emissions by stationary sources which emit more than a *de minimis* amount; inventories greenhouse gas emissions from stationary, area, mobile and biogenic sources, and accounts for reductions, capture and sequestration; provides for: a periodic compilation of a greenhouse gas inventory; a determination whether WV is a net sink or emitter; development of a registry for voluntary reductions; and a determination whether greenhouse gas can be developed as an asset for economic development.

COMMENT

Karen Price and Larry Harris: Both asked about the definitions of “anthropogenic” and “biogenic” in the rule and asked for examples of each.

DEP Response: An example of an anthropogenic source is the coal extraction process and an example of a biogenic source is the erosion of soil exposing a coal seam. The agency does not plan

to ask sources to report biogenic activities. In order to receive credit a source must report all of its emissions.

Karen Price: Can the reporting requirement in section 4.1 be made consistent with the emissions inventory requirements.

DEP Response: The date in the rule is March 31st and is the same as the emissions inventory date.

Karen Price: Does not believe fees should be required for greenhouse gas reporting.

DEP Response: The agency will consider the issue.

Karen Price: The last sentence in section 5.3 allowing the Secretary to request information is not authorized by statute.

DEP Response: It is authorized by the statute.

Karen Price: There should be a reasonable protocol for reporting emissions.

DEP Response: DAQ purposely wrote the rule in a manner flexible to the Secretary, as greenhouse gas reduction quantification protocols are still being developed at this time.

Karen Price: Is WV going to sign on to the climate registry or are we going to have our own?

DEP Response: In order to trade, we have to be consistent with other programs, but we do not want to be more specific in the rule.

Bill Raney: The exemption in section 3.2 includes language referring to sources covered by chapter 22-3 as well as sources required to report emissions. We are concerned this may take the exemption in the statute away.

DEP Response: While the agency did not want to require mining extraction to report emissions, thermal dryers associated with coal prep plants often have huge emissions of greenhouse gases. That is the reason the statute and rule only exempt sources permitted under chapter 22-3.

Division of Water and Waste Management

33CSR9 – Standards for Beneficial use of Filtrate from Water Treatment Plants

SUMMARY

This legislative rule establishes a mechanism and requirements for the permitting, siting, bonding, and use of water treatment plant sludge from water treatment plants that has beneficial properties. This rule applies to the beneficial use of water treatment plant sludge and to any person who seeks approval from the Secretary to beneficially use such sludge within the state. This rule is intended to enhance the resource recovery and recycling goals of article fifteen of chapter twenty-two of the West Virginia Code and to encourage the beneficial use of water treatment plant filtrate. Section 22-

15-23 of the West Virginia Code and this rule, and not the provisions of W. Va. Code § 22-15-10 or 33 CSR 1, shall govern the beneficial use of water treatment plant sludge. This rule does not apply to sewage sludge, products derived from sewage sludge, sludges regulated under 33 CSR 8, or materials regulated as hazardous waste under W. Va. Code §§22-18-1, et seq.

COMMENT

Larry Harris: DEP made changes to this rule during the Interims process last year, and the rule now requires a permit for both short-term and long-term applications. This is a good change. However, we feel that most of the information required in Section 7.3. Permit Application Requirements for long-term permits should also be required for short-term permits.

DEP Response: The requirements of section 7.3 were intended to be directed toward facilities that proposed to land apply filtrate as the beneficial use. It was intended to be applicable to both, if land application was the proposed method of reuse. Section 7.3 will be revised to more clearly reflect the applicability of the requirement for both long-term and short-term, if land application is the proposed beneficial reuse.

Rick Roberts and Larry Harris: Regarding the environmental effects of disposal of sludge are the values in Table 1 of the rule sufficient?

DEP Response: The Table 1 values are the same as the sewage sludge levels in DEP's other rules, and the agency believes they are supported by sound science.

Rick Roberts and Larry Harris: Mr. Harris expressed concern with the distinction between "beneficial reuse" and "disposal." Mr. Roberts believes that his concern is satisfied by the language in section 3.1.b.1.

Rick Roberts: The rule should include general permits as proposed.

Larry Harris: Only individual permits should be allowed under the rule.

DEP Response: There will be public notice in the general permit process.

33CSR30 – Underground Storage Tanks

SUMMARY

There are several new provisions to reflect the 2005 Federal Energy Act, including: secondary containment requirements for new or replaced tanks or piping; secondary containment requirements for new or replaced fuel dispenser systems; tank eligibility for delivery, deposit or acceptance – enables agency to prevent deposit or delivery to a tank that is not in compliance; and training requirements for individuals who operate, maintain or are responsible to address emergencies from spills or releases from underground storage tank systems.

COMMENT

Karen Price: Section 6.1. states "...including any person who accepts a delivery order, accepts payment, delivers or deposits product into an underground storage tank.....". The portion that states "...accepts payment..." should be removed from this section because those individuals within a company who accept payment or make payments most often do not know anything about the underground storage tank (UST), the operation of the UST, or the current regulatory status of the UST.

DEP Response: This language will give the agency a better handle on transporters and middle-men involved in the process.

Karen Price: Section 7.3.a.1. states "....the methodology for verifying attendance, the date, time and location of the course, the name of the offering organization, the credentials of the instructors, and a certification that the technology or methods.....".

1. The portion that states "..the date, time and location of the course,...." should be deleted. For large companies with many UST installations and locations there can be numerous individuals that need to be trained. Training will most likely occur on multiple dates, times, and locations that may not always be known until just prior to the training event. When new employees are hired training might occur on short notice and for one individual. The burden of having to report the dates, time and locations would hinder and slow down the training process and restrict a company's ability to comply.

2. The portion that states "...the credentials of the instructors..." should be removed. Credentials will vary from instructor to instructor new instructors might be utilized, and a company might not know which instructors will be used at the various training sessions until just prior to the training session. In addition, the course content is the main issue of concern and should be the main focus in obtaining State approval of a training program.

DEP Response: Regarding dates, times and location of the training the agency will not require the information prior to the training. As far as the credentials of the instructor the agency needs this information as part of its curriculum review, in this case before the training.

Karen Price: Section 7.3.a.2 - This section states that a nonrefundable application fee of \$280 must be submitted with the application. Larger companies may have one training program, but administer the training on multiple dates, times and locations. Having to submit an application for approval of the training program each time the program is administered would be cost prohibitive, burdensome, and would hinder the training process.

DEP Response: The agency agrees and believes the rule only requires a one-time fee.

Rick Roberts: Regarding the \$5.00 per ton fee, how does a source measure the tonnage? Perhaps the agency should consider using a cubic-yard approach.

DEP Response: The agency will consider.

47CSR2 – Requirements Governing Water Quality Standards

SUMMARY

The proposed revisions reflect updates identified during the federally-mandated triennial review of the Water Quality Standards rule. These include proposed additions to the trout water list, new criteria for nutrients, revisions to criteria in Appendix E and a use redesignation in the Guyandotte River Basin.

COMMENT

Larry Harris: Does the use removal in section 7.2.d follow the federal Clean Water Act requirements?

DEP Response: Yes, the agency followed all the requirements, federal and state, and required extensive information from the company. The agency also conducted two public meetings.

Bill Raney: Mr. Raney repeated his concern with the listing of trout waters in the rule and the fact that the list has to be approved by the Legislature. Karen Price agreed with this comment. Jackie Hallinan and Larry Harris did not agree with this comment.

Karen Price: Questioned the need for Appendix D, because the Category C use applies to all state waters.

DEP Response: Agency will consider.

Karen Price: Will the agency consider not making use removals go through the legislative process.

DEP Response: The agency decided not to include any language pertaining to this issue at this point in time, but will be subjecting this issue to the public participation process in the coming months.

60CSR5 – Antidegradation Implementation Procedures

SUMMARY

Antidegradation is a requirement of the federal Clean Water Act intended to preserve the existing quality of the State's waters and to prevent and/or minimize future degradation. The rule was first adopted in 2001 and establishes four levels, or tiers, of protection for state waters, Tiers 1, 2, 2.5 and 3. Each tier provides a graduated level of protection used during the NPDES permit issuance process. The proposed revisions to the rule carry forward the agency's antidegradation implementation efforts, and move the Tier 2.5 streams that had been on the "presumptive" list in Appendix C to a final proposed list in Appendix A. The agency is proposing a total of 156 streams be included on the list. The list of 156 waters is comprised of the 37 waters that did not receive objections in the formal objection period, those waters that contain reproducing trout and are 100% on public land, those waters listed as high quality on public land based on their high biological scores, and Loop Creek.

COMMENT

Larry Harris: Scientific criteria should be used to add or delete streams from the Tier 2.5 list.

Rick Roberts: Can the SRF program give priority to facilities impacted by the Tier 2.5 list?

DEP Response: Agency will take this under advisement.

Larry Harris: Is the nomination process adequate?

DEP Response: The agency believes the process is generally adequate and workable. If, however a large number of streams are nominated at one time, the individual notification requirements may be difficult and costly.

At this point in the meeting, Bill Raney submitted written comments regarding several mining rules. (see attached)

60CSR8 - Environmental Excellence Program

Greg Adolfson summarized the rule revisions. He said the changes would provide more flexibility for the agency to approve or disapprove of incentives in the program, as well as other flexibilities.

SUMMARY

Changes are being proposed to the Environmental Excellence Program Rule (60CSR8) to better align with and follow the momentum of the United States Environmental Protection Agency's National Environmental Performance Track Program. Additionally, the primary purpose for the changes is to give more flexibility to the Department of Environmental Protection Cabinet Secretary in areas such as: Eligibility Criteria for Participation (section 4); Environmental Performance Record (section 5); Environmental Management System (section 6); Public Participation (section 8); Incentives (section 9); Procedures for Application (section 10); and Annual Performance Report (section 14). Language, such as "may include, but will not be limited to, the following," has been added to allow for this flexibility.

COMMENT

Rick Roberts: Why is section 6.2 completely deleted?

DEP Response: The section is not completely deleted, just the 1996 standards. This will allow the agency to use the most current standards.

Bill Raney: How many companies are participating in the program?

DEP Response: There are two in the National Program, Toyota and Dow.

Mr. Raney: Suggested we start with 39.

Mr. Harris: Asked about section 2.11 in the definitions regarding “trading” and if it includes cross-pollutant trading.

DEP Response: The definitions were unchanged from the ones the EQB first adopted in 2001. The agency does not think it allows cross-pollutant trading.

Division of Mining and Reclamation

38CSR2 – Surface Mining Reclamation Rule

SUMMARY

§38-2-3.2.g. Notice of Technical Completeness is new language and is to provide the public an opportunity to review the application once technical review is completed. §38-2-5.4.e.1 is removing language that is contrary to returning the natural drainway to its original pattern, profile, and dimensions once drainage control structure is removed. The changes in §38-2-5.6 clarify what operations may be exempt from conducting a “Surface Water Runoff Analysis”, monitoring requirements and removes phase-in compliance schedule that expired on June 19, 2006. Changes to §38-2-6 removes duplication of rules for Blasting and after this change, all the requirements for blasting will be contained in Surface Mining Blasting Rule, Title 199 Series 1. New §38-2-11.8 titled “Bond Credit for Reclamation of Bond Forfeiture Site under a No Cost Reclamation Contract” encourages qualified operators to undertake reclamation of bond forfeiture sites for the purpose of eliminating hazards to human health and safety, abating pollution of surface and ground waters and the contribution of sediment to adjacent areas, and restoring land to beneficial uses. Changes in §38-2-14.15.c.2 and 14.15.d.3 are clarifying contemporaneous reclamation rules on excess spoil disposal. The changes in 14.15.e remove a phase-in compliance schedule that expired in 2004. The changes in §38-2-23 are being made to make the mining rule consistent with the proposed changes in the State’s NPDES Mining Rules.

COMMENT

No questions.

47CSR5A – Individual State Certification of Activities Requiring a Federal Permit

SUMMARY

The proposed amendments to this rule are being made to adopt into rule requirements that have been applied through past practices for coal related activities requiring mitigation and issuance of a 401 State Certification of a 404 Permit. Ratios for monetary compensation for temporary impacts are detailed. Monetary compensation for permanent impacts to wetlands from coal related activities are made the same as non-coal related. Additional economic and stream measurement information is being requested to be added to the 401 application.

COMMENT

Mr. Harris: How do we determine the “ordinary high water mark” under section 4.2.f.4 and how is it determined on a small stream?

DEP Response: The US Army Corps of Engineers is responsible for determining “waters of the U.S.” under the rule.

Mr. Harris: What are the differences between coal and non-coal impacts and how are they determined?

DEP Response: Rule has to be consistent with statute.

47CSR30 – WV/NPDES Rules for Coal Mining Facilities

SUMMARY

The proposed amendments to this rule are being made to allow general clean-up of sections referencing outdated names of agencies and references to the EQB governing rule making. This rule addresses the Secretary as being the person as head of all actions. References to the “Director” are changed to “Secretary” to eliminate the need to distinguish between the Director of Mining and Reclamation and the Director of Water and Waste Management when issuing a coal related WV/NPDES permit. This rule adds provision for storm-water coverage for certain minimal activities without the requirement for modification through application to the permit. This rule also provides for an advanced approval of transfer of a WV/NPDES Permit to coincide with the advanced approval of the corresponding Article 3 Permit. This rule clarifies provisions related to coal remining operations and provides a remining water quality standard variance for any parameter of concern.

COMMENT

No questions.

199CSR1 - Surface Mining Blasting Rule

SUMMARY

The proposed amendments change the following sections: 2.27. Adds the definition of “other structure” (structures built by the permittee); 2.38 Clarifies definition of “surface mine operation”; 3.2.C. Plan for blasting should include seismic monitoring when within 1000 ft of a structure, and performance specifications for blasting seismographs; 3.4. Areas of blasting that will be regulated for shaft and slope development; 3.6.c.3. Requiring field practice guidelines for blasting seismographs; 3.7a Request for alternate limits must have written consent of the owner; 3.9. Minimum qualifications and continuing education requirements for surveyor; 4.1.b. Allows the agency to consider blasting experience of applicants that was gained prior to the last three years; 4.5.d. Requires applicants who have been suspended or revoked in other states to show cause as to why should be issued a certification; 4.9.a.2 process for issuing a temporary suspension to a blaster and appeal rights; 4.13 Clarifies blasters responsibility of training the blasting crew; 5.2.a.3&4 Clarifies

the investigations process on a claim of blasting damage; 6.1 Requiring that any arbitrators that are removed from the list must be done with cause; and 7.3 Detonators and initiation systems are not considered for calculation of fees.

COMMENT

No questions.

Office of Oil and Gas

35CSR3 – Coalbed Methane Wells Rule

SUMMARY

The WVDEP, Office of Oil and Gas is proposing to revise existing rule 35CSR3. Series 3 is a legislative rule in place to enforce the provisions in WV Code §22-21-1 et seq., Coalbed Methane Wells and Units, commonly referred to as the Coalbed Methane Act. The revisions will: Address the establishment of special field rules to promote the orderly development of coalbed methane fields; Protect the correlative rights of all owners located within the geographic area for which special field rules are established; Provide a process by which the Review Board may hold a hearing on an application for special field rules and issue such rules; Insert language (Section 17) which was inadvertently deleted from the rule during the 2006 legislative session. This language existed in the rule prior to the revisions in 2006.

COMMENT

Is this the same rule that went through last year?

DEP Response: Yes, except for two sections that had changes:

16.2.e – advertisement “15 days”

16.1.6.1 – “FOIA” issue that came out of the LRMRC.

Mr. Raney: Is this the product of the stakeholders group?

DEP Response: Yes.

Ms. Hallinan: What is a field rule?

DEP Response: Special spacing procedure for coalbed methane wells. It deals with pooling and royalty issues.

Division of Land Restoration

33CSR10 – Recycling Assistance Grant Program

SUMMARY

This rule sets out guidelines and procedures for providing assistance grants to local governments and other interested parties for the purpose of planning, initiating, expanding, or upgrading recycling programs, provide related public education programs, and assist in recycling market procurement efforts.

COMMENT

No questions.

60CSR3 – Voluntary Remediation and Redevelopment Rule

SUMMARY

This legislative rule establishes the eligibility, procedures, standards and legal documents required for voluntary and brownfield cleanups and updates risk protocol standards, including updates to the deminimis table. It also includes changes to the land use covenant section to incorporate the components of the Uniform Covenant Act.

COMMENT

Ms. Dooley: Are there grant dollars for brownfields?

DEP Response: Yes

The next scheduled Advisory Council Meeting will be on May 30, 2007 at 10:00 a.m. Mr. Huffman asked the Council members to notify the DEP of which rules they want to discuss so the right agency person can be at the meeting. He also asked them to submit comments prior to the meeting if possible.

DO, temperature, and fecal coliform. We feel that they can assess these parameters and should not treat them separately.

45CSR42 Greenhouse Gases

The fact that the DEP is beginning to deal with the process of greenhouse gases that lead to global warming is commendable. Some questions on the rule were raised by Dr. Kotcon:

The greenhouse gases emissions inventory rule (45-42-1) needs to be >strengthened considerably. The sections on emissions inventory >(section 5, pages 3-4) is so vague as to be meaningless, especially >as it deals with sequestration for area sources and sinks. I do not >see how any meaningful data can be generated with this language. How would the carbon sequestration be estimated? Has there been studies estimating the biogenic incorporation of CO₂ per acre of woodland, for example? The rule appears to be a vague in how it would be implemented.

Air Quality and Emission Rules (see below)

45CSR8 Ambient Air Quality Standards

Don Garvin pointed out that the the antidegradation language was removed from this rule, and it was explained that the agency feels these provisions are now covered in 45-CSR-14("Prevention of Significant Deterioration.") However, the language that was stricken does not appear in 45-CSR-14, and the stricken language is the ONLY statement in the rules of West Virginia's antidegradation policy for air quality. The environmental community still believes the stricken language should be restored.

Here is what should be reinstated:

§45-8-2. Anti-Degradation Policy.

2.1. Pursuant to the best interests of the State of West Virginia, it is the objective of the Secretary to obtain and maintain the cleanest air possible, consistent with the best available technology.

2.2. Where the present ambient air is of better quality than the established standards, the Secretary will develop long-range plans to protect the difference between the present quality and the established standards. The plans will be based upon the best available forecasts of probable land and air uses in these areas of high air quality.

2.3. The air quality of these areas will not be lowered unless it has been clearly demonstrated to the Secretary that such a change is justifiable as a result of necessary economic or social development and will not result in statutory air pollution. This will require that any industrial, public, or private project or development which could constitute a new source of air pollutants, within an area of such high air quality, provide the best practicable control available under existing technology as part of the initial project or development.

45CSR41 Control of Annual SO₂ emissions

45CSR6 Control of Air Pollution from Refuse Combustion

45CSR39 Nitrogen Oxides

I raised the general concern whether the standards for air quality were consistent with the EPA guidelines or not. Further, were any recognized health authorities consulted when these levels were determined? I also raised the issue that West Virginia is increasing supplying electricity to the population east of our mountains. New transmission lines are proposed that are to be connected with coal burning power plants. Billy Jack Gregg, Consumer Advocate for the WV PSC has pointed out that the states receiving our generated power will not permit generation plants in their region. They are concerned about air pollution and its various effects. But they need power, so they turn to West Virginia. This helps the coal industry and generation plants, but puts the health of West Virginians in jeopardy. I feel that our air quality and emission limits should be even more stringent than the EPA calls for in order to protect our citizens. This should be particularly true for power plants that export electricity.

Dr. Kotcon has raised the following issues:

45-CSR-8 Ambient Air Quality Standards

The standards for PM_{2.5} and Ozone are not adequately protective. I recommend that the standards be lowered from 15 $\mu\text{g}/\text{m}^3$ to 13 $\mu\text{g}/\text{m}^3$ in section 4.2.b., and from 0.08 ppm to 0.07 ppm in section 4.4.b.

The air standards (45-8-1) retains the standards for PM_{2.5} and ozone
>that the EPA Clean Air Scientific Advisory Council has already
>determined to be inadequate. Keeping these old standards will kill
>dozens or hundreds of West Virginians each year.

>The rule on refuse combustion (45-6-1) attempts to revise the
>definition of low-level radioactive waste and revives the
>Below-Regulatory_Concern (BRC) issue from some years ago. It also
>creates a large number of exemptions for "temporary" pollution
>sources. I am not yet sure if this re-opens old battles over
>medical waste incineration, but this was a really hot issue a few
>years back.

Comment submitted
by Karen Price at
Council
meeting
5/30/07

Questions/Comments on DEP's 2007 Proposed Rules

- **45 CSR 8 Ambient Air Quality Standards**

Section 4.2.c – PM_{2.5} Maximum 24-Hour Average Concentration. The level for the 24-hour primary and secondary standard states 35 ug/m³. This should be 65 ug/m³, pursuant to 40 CFR 50.7.

- **45 CSR 39, 45 CSR 40, 45 CSR 41**

The opt-in unit language is deleted from each of these rules. What is the purpose for the deletion of these provisions?

- **33 CSR 30, Underground Storage Tank Rules**

Section 6.1. states "...including any person who accepts a delivery order, accepts payment, delivers or deposits product into an underground storage tank.....". The portion that states "...accepts payment..." should be removed from this section because those individuals within a company who accept payment or make payments most often do not know anything about the underground storage tank (UST), the operation of the UST, or the current regulatory status of the UST.

Section 7.3 a.1. states "...the methodology for verifying attendance, the date, time and location of the course, the name of the offering organization, the credentials of the instructors, and a certification that the technology or methods...."

1. The portion that states "...the date, time and location of the course, ..." should be deleted. For large companies with many UST installations and locations there can be numerous individuals that need to be trained. Training will most likely occur on multiple dates, times, and locations that may not always be known until just prior to the training event. When new employees are hired training might

occur on short notice and for one individual. The burden of having to report the dates, time and locations would hinder and slow down the training process and restrict a company's ability to comply.

2. The portion that states "...the credentials of the instructors..." should be removed. Credentials will vary from instructor to instructor new instructors might be utilized, and a company might not know which instructors will be used at the various training sessions until just prior to the training session. In addition, the course content is the main issue of concern and should be the main focus in obtaining State approval of a training program.

Section 7.3 a.2 - This section states that a nonrefundable application fee of \$280 must be submitted with the application. Larger companies may have one training program, but administer the training on multiple dates, times and locations. Having to submit an application for approval of the training program each time the program is administered would be cost prohibitive, burdensome, and would hinder the training process. The State should clarify or make provision for a company to submit one application for the training program that will be administered to all company USI facilities. This will make the \$280 application fee reasonable and the application process less burdensome.

FISCAL NOTE FOR PROPOSED RULES

Rule Title: 45CSR39 - "Control of Annual Nitrogen Oxides Emissions"
 Type of Rule: X Legislative Interpretive Procedural
 Agency: Division of Air Quality
 Address: 601 57th Street SE
Charleston, WV 25304

Phone Number: 926-0475Email: 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.

Although the rule will increase the resources required for implementation compared to current regulations, the net difference should be marginal and offset by Title V fee income.

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	2008 Increase/Decrease (use "-")	2009 Increase/Decrease (use "-")	Fiscal Year (Upon Full Implementation)
1. Estimated Total Cost	\$ 0	\$ 0	\$ 0
Personal Services	\$ 12,400	\$ 12,400	\$ 12,400
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: 45CSR39 - "Control of Annual Nitrogen Oxide Emissions"

3. Explanation of above estimates (including long-range effect):

Please include any increase or decrease in fees in your estimated total revenues.

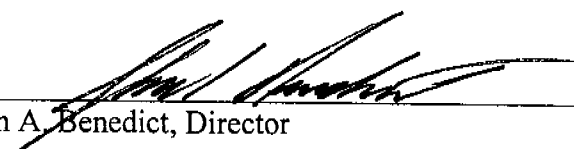
Costs anticipated to be incurred during implementation of this rule in FY 2008 are approximately 16.7% of 1 FTE plus benefits and office costs. In fiscal years 2009 and upon full implementation, the personal costs continue due to annual agency allocation responsibilities under the program.

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: June 1, 2007

Signature of Agency Head or Authorized Representative



John A. Benedict, Director

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

FILED
2007 JUL 26 PM 4:38
C. W. WELLS, JR.
SECRETARY OF STATE

SERIES 39

**CONTROL OF ANNUAL NITROGEN OXIDE OXIDES EMISSIONS TO MITIGATE
~~INTERSTATE TRANSPORT OF FINE PARTICULATE MATTER AND NITROGEN OXIDES~~**

§45-39-1. General.

1.1. Scope. -- This rule establishes general provisions and the designated representative, permitting, allowance; and monitoring, ~~and opt-in~~ provisions for the state CAIR NO_x Annual Trading Program pursuant to the federal Clean Air Interstate Rule (CAIR) under Section 110 of the Clean Air Act (CAA), 40 CFR Part 96, Subparts AA through ~~H~~ HH, and 40 CFR §51.123 for state implementation plans as a means of mitigating interstate transport of fine particulates and nitrogen oxides (NO_x). The Secretary of the Department of Environmental Protection authorizes the Administrator of the United States Environmental Protection Agency to assist the Secretary in implementing the CAIR NO_x Annual Trading Program by carrying out the functions set forth for the Administrator in this rule and 40 CFR Part 51. The CAIR NO_x Ozone Season Trading Program requirements are set forth in 45CSR40.

1.2. 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 40 CFR Part 96, Subparts AA through ~~H~~ HH, resulting in several minor areas of nonconformity with 153CSR6.

1.3. Authority. -- W.Va. Code §22-5-4.

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

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

1.6. Former Rules. -- This legislative rule

amends 45CSR39 "Control of Annual Nitrogen Oxide Emissions to Mitigate Interstate Transport of Fine Particulate Matter and Nitrogen Oxides" which was filed April 28, 2006, and which became effective May 1, 2006.

§45-39-2. Definitions.

2.1. "Account number" means the identification number given by the Administrator to each CAIR NO_x Annual Allowance Tracking System account.

2.2. "Acid Rain emissions limitation" means a limitation on emissions of sulfur dioxide or nitrogen oxides under the Acid Rain Program.

2.3. "Acid Rain Program" means a multi-state sulfur dioxide and nitrogen oxides air pollution control and emission reduction program established by the Administrator under Title IV of the CAA and 40 CFR Parts 72 through 78.

2.4. "Administrator" means the Administrator of the United States Environmental Protection Agency (U.S. EPA) or the Administrator's duly authorized representative.

2.5. "Allocate" or "allocation" means, with regard to CAIR NO_x Annual allowances ~~issued under sections 40 through 43~~, the determination by the Secretary, a permitting authority or the Administrator of the amount of such CAIR NO_x Annual allowances to be initially credited to a CAIR NO_x Annual unit, ~~or a new unit set-aside and, with regard to CAIR NO_x Annual allowances issued under section 88~~, the determination by the Secretary ~~of the amount of such CAIR NO_x Annual allowances to be initially credited to a~~

CAIR NO_x Annual unit or other entity.

2.6. "Allowance transfer deadline" means, for a control period, midnight of March 1, (if it is a business day), or, ~~if March 1 is not a business day,~~ midnight of the first business day thereafter (if March 1 is not a business day), immediately following the control period and is the deadline by which a CAIR NO_x Annual allowance transfer must be submitted for recordation in a CAIR NO_x Annual source's compliance account in order to be used to meet the source's CAIR NO_x Annual emissions limitation for such control period in accordance with section 54.

2.7. "Alternate CAIR designated representative" means, for a CAIR NO_x Annual source and each CAIR NO_x Annual unit at the source, the natural person who is authorized by the owners and operators of the source and all such units at the source, in accordance with sections 10 through ~~14 and sections 80 through 88~~ 15, to act on behalf of the CAIR designated representative in matters pertaining to the CAIR NO_x Annual Trading Program. If the CAIR NO_x Annual source is also a CAIR SO₂ source under 45CSR41, then this natural person will be the same person as the alternate CAIR designated representative under the CAIR SO₂ Trading Program. If the CAIR NO_x Annual source is also a CAIR NO_x Ozone Season source under 45CSR40, then this natural person will be the same person as the alternate CAIR designated representative under the CAIR NO_x Ozone Season Trading Program. If the CAIR NO_x Annual source is also subject to the Acid Rain Program, then this natural person will be the same person as the alternate designated representative under the Acid Rain Program under 45CSR33. If the CAIR NO_x Annual source is also subject to the Hg Budget Trading Program, then this natural person will be the same person as the alternate Hg designated representative under the Hg Budget Trading Program under 45CSR37.

2.8. "Automated data acquisition and handling system" or "DAHS" means that component of the continuous emission monitoring system, or other emissions monitoring system approved for use under sections 70 through ~~76~~ 75, 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~~ 75.

2.9. "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.

2.10. "Bottoming-cycle cogeneration unit" means a cogeneration unit in which the energy input to the unit is first used to produce useful thermal energy and at least some of the reject heat from the useful thermal energy application or process is then used for electricity production.

2.11. "CAIR authorized account representative" means, with regard to a general account, a responsible natural person who is authorized, in accordance with sections 10 through ~~14~~ 15, sections 51 through 57, and ~~sections 80 through 88~~; to transfer and otherwise dispose of CAIR NO_x Annual allowances held in the general account and, with regard to a compliance account, the CAIR designated representative of the source.

2.12. "CAIR designated representative" means, for a CAIR NO_x Annual source and each CAIR NO_x Annual unit at the source, the natural person who is authorized by the owners and operators of the source and all such units at the source, in accordance with sections 10 through ~~14~~ 15 and ~~sections 80 through 88~~, to represent and legally bind each owner and operator in matters pertaining to the CAIR NO_x Annual Trading Program. If the CAIR NO_x Annual source is also a CAIR SO₂ source under 45CSR41, then this natural person will be the same person as the CAIR designated representative under the CAIR SO₂ Trading Program. If the CAIR NO_x Annual source is also a CAIR NO_x Ozone Season source under 45CSR40, then this natural person will be the same person as the CAIR designated representative under the CAIR NO_x Ozone Season Trading Program. If the CAIR NO_x Annual source

is also subject to the Acid Rain Program, then this natural person will be the same person as the designated representative under the Acid Rain Program under 45CSR33. If the CAIR NO_x Annual source is also subject to the Hg Budget Trading Program, then this natural person will be the same person as the Hg designated representative under the Hg Budget Trading Program under 45CSR37.

2.13. “CAIR NO_x Annual allowance” means a limited authorization issued by the Secretary, a permitting authority or the Administrator under provisions of a state implementation plan that are approved under 40 CFR §§51.123(o)(1) or (2) or (p), sections 40 through 43 or section 88, or under 40 CFR Part 97, Subpart EE or 40 CFR §97.188 to emit one ton of nitrogen oxide oxides during a control period of the specified calendar year for which the authorization is allocated or of any calendar year thereafter under the CAIR NO_x Annual Trading Program. An authorization to emit nitrogen oxides that is not issued under provisions of a state implementation plan that are approved under 40 CFR §§51.123(o)(1) or (2) or (p), or 40 CFR Part 97, Subpart EE or 40 CFR §97.188 will not be a CAIR NO_x Annual allowance.

2.14. “CAIR NO_x Annual allowance deduction” or “deduct CAIR NO_x Annual allowances” means the permanent withdrawal of CAIR NO_x Annual allowances by the Administrator from a compliance account, e.g., in order to account for a specified number of tons of total nitrogen oxide oxides emissions from all CAIR NO_x Annual units at a CAIR NO_x Annual source for a control period, determined in accordance with sections 70 through 76 75, or to account for excess emissions.

2.15. “CAIR NO_x Annual allowances held” or “hold CAIR NO_x Annual allowances” means the CAIR NO_x Annual allowances recorded by the Administrator, or submitted to the Administrator for recordation, in accordance with sections 51 through 57; and sections 60 through 62, and sections 80 through 88, in a CAIR NO_x Annual Allowance Tracking System account.

2.16. “CAIR NO_x Annual Allowance Tracking System” means the system by which the Administrator records allocations, deductions, and transfers of CAIR NO_x Annual allowances under the CAIR NO_x Annual Trading Program. Such allowances will be allocated, held, deducted, or transferred only as whole allowances.

2.17. “CAIR NO_x Annual Allowance Tracking System account” means an account in the CAIR NO_x Annual Allowance Tracking System established by the Administrator for purposes of recording the allocation, holding, transferring, or deducting of CAIR NO_x Annual allowances.

2.18. “CAIR NO_x Annual emissions limitation” means, for a CAIR NO_x Annual source, the tonnage equivalent, in NO_x emissions in a control period, of the CAIR NO_x Annual allowances available for deduction for the source under subsections 54.1 and 54.2 for ~~a~~ the control period.

2.19. “CAIR NO_x Annual source” means a source that includes one or more CAIR NO_x Annual units.

2.20. “CAIR NO_x Annual Trading Program” means a multi-state nitrogen oxides air pollution control and emission reduction program approved and administered by the Administrator in accordance with 40 CFR Part 96, Subparts AA through II and 40 CFR §51.123(o)(1) or (2) or established by the Administrator in accordance with Subparts AA through II of 40 CFR Part 97, and 40 CFR §§51.123(p) and 52.35, as a means of mitigating interstate transport of fine particulates and nitrogen oxides.

2.21. “CAIR NO_x Annual unit” means a unit that is subject to the CAIR NO_x Annual Trading Program under section 4 or, except for purposes of section 5 and sections 40 through 43, a CAIR NO_x Annual opt-in unit under sections 80 through 88.

2.22. “CAIR NO_x Ozone Season source” means a source that includes one or more CAIR NO_x Ozone Season units is subject to the CAIR

NO_x Ozone Season Trading Program.

2.23. "CAIR NO_x Ozone Season Trading Program" means a multi-state nitrogen oxides air pollution control and emission reduction program approved and administered by the Administrator in accordance with 40 CFR Part 96, Subparts AAAA through IIII and 40 CFR §51.123(aa)(1) or (2) (and (bb)(1)), (bb)(2), or (dd) or established by the Administrator in accordance with 40 CFR Part 97, Subparts AAAA through IIII, and 40 CFR §§51.123(ee) and 52.35, as a means of mitigating interstate transport of ozone and nitrogen oxides.

2.24. ~~"CAIR NO_x Ozone Season unit" means a unit that is subject to the CAIR NO_x Ozone Season Trading Program under 45CSR§40-4 or a CAIR NO_x Ozone Season opt-in unit under sections 80 through 88 of 45CSR40~~ Reserved.

2.25. "CAIR permit" means the legally binding and federally enforceable written document, or portion of such document, issued by the Secretary under sections 20 through 24, including any permit revisions, specifying the CAIR NO_x Annual Trading Program requirements applicable to a CAIR NO_x Annual source, to each CAIR NO_x Annual unit at the source, and to the owners and operators and the CAIR designated representative of the source and each such unit.

2.26. "CAIR SO₂ source" means a source that ~~includes one or more CAIR SO₂ units~~ is subject to the CAIR SO₂ Trading Program.

2.27. "CAIR SO₂ Trading Program" means a multi-state sulfur dioxide air pollution control and emission reduction program approved and administered by the Administrator in accordance with 40 CFR Part 96, Subparts AAA through IIII and 40 CFR §51.124(o)(1) or (2) or established by the Administrator in accordance with Subparts AAA through IIII of 40 CFR Part 97, and 40 CFR §§51.124(r) and 52.36, as a means of mitigating interstate transport of fine particulates and sulfur dioxide.

2.28. ~~"CAIR SO₂ unit" means a unit that is subject to the CAIR SO₂ Trading Program under 45CSR§41-4 or a CAIR SO₂ opt-in unit under~~

~~sections 80 through 88 of 45CSR41~~ Reserved.

2.29. "Clean Air Act" or "CAA" means the Clean Air Act, 42 U.S.C. 7401, et seq.

2.30. "Coal" means any solid fuel classified as anthracite, bituminous, subbituminous or lignite.

2.31. "Coal-derived fuel" means any fuel (whether in a solid, liquid, or gaseous state) produced by the mechanical, thermal, or chemical processing of coal.

2.32. "Coal-fired" means:

2.32.a. Except for purposes of sections 40 through 43, combusting any amount of coal or coal-derived fuel, alone or in combination with any amount of any other fuel, during any year; or

2.32.b. For purposes of sections 40 through 43, combusting any amount of coal or coal-derived fuel, alone or in combination with any amount of any other fuel, during a specified year.

2.33. "Cogeneration unit" means a stationary, fossil fuel-fired boiler or stationary, fossil fuel-fired combustion turbine:

2.33.a. Having equipment used to produce electricity and useful thermal energy for industrial, commercial, heating, or cooling purposes through the sequential use of energy; and

2.33.b. Producing during the 12-month period starting on the date the unit first produces electricity and during any calendar year after the calendar year in which the unit first produces electricity:

2.33.b.1. For a topping-cycle cogeneration unit,

2.33.b.1.A. Useful thermal energy not less than 5 percent of total energy output; and

2.33.b.1.B. Useful power that, when

added to one-half of useful thermal energy produced, is not less than 42.5 percent of total energy input, if useful thermal energy produced is 15 percent or more of total energy output, or not less than 45 percent of total energy input, if useful thermal energy produced is less than 15 percent of total energy output; and

2.33.b.2. For a bottoming-cycle cogeneration unit, useful power not less than 45 percent of total energy input.

2.34. "Combustion turbine" means:

2.34.a. An enclosed device comprising 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; and

2.34.b. If the enclosed device under subdivision 2.34.a is combined cycle, any associated duct burner, heat recovery steam generator, and steam turbine.

2.35. "Commence commercial operation" means, with regard to a unit ~~servicing a generator~~:

2.35.a. 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 section 5.

2.35.a.1. For a unit that is a CAIR NO_x Annual unit under section 4 on the later of November 15, 1990 or the date the unit commences commercial operation as defined in subdivision 2.35.a and that subsequently undergoes a physical change (other than replacement of the unit by a unit at the same source), such date will remain the unit's date of commencement of commercial operation of the unit, which shall continue to be treated as the same unit.

2.35.a.2. For a unit that is a CAIR NO_x Annual unit under section 4 on the later of November 15, 1990 or the date the unit commences commercial operation as defined in subdivision 2.35.a and that is subsequently

replaced by a unit at the same source (e.g., repowered), such date shall remain the replaced unit's date of commencement of commercial operation, and the replacement unit will be treated as a separate unit with a separate date for commencement of commercial operation as defined in subdivisions 2.35.a; or 2.35.b, or 2.35.c as appropriate.

2.35.b. Notwithstanding subdivision 2.35.a and except as provided in section 5, for a unit that is not a CAIR NO_x Annual unit under section 4 on the later of November 15, 1990 or the date the unit commences commercial operation as defined in subdivision 2.35.a and is not a unit under subdivision 2.35.c, the unit's date for commencement of commercial operation will be the date on which the unit becomes a CAIR NO_x Annual unit under section 4.

2.35.b.1. For a unit with a date for commencement of commercial operation as defined in subdivision 2.35.b and that subsequently undergoes a physical change (other than replacement of the unit by a unit at the same source), such date will remain the ~~unit's~~ date of commencement of commercial operation of the unit, which shall continue to be treated as the same unit.

2.35.b.2. For a unit with a date for commencement of commercial operation as defined in subdivision 2.35.b and that is subsequently replaced by a unit at the same source (e.g., repowered), such date shall remain the replaced unit's date of commencement of commercial operation, and the replacement unit will be treated as a separate unit with a separate date for commencement of commercial operation as defined in subdivisions 2.35.a; or 2.35.b, or 2.35.c as appropriate.

~~2.35.c. Notwithstanding subdivision 2.35.a and except as provided in subsection 84.8 or subdivisions 87.2.d and 87.2.e, for a CAIR NO_x Annual opt-in unit or a unit for which a CAIR opt-in permit application is submitted and not withdrawn and a CAIR opt-in permit is not yet issued or denied under sections 80 through 88, the unit's date for commencement of commercial~~

operation will be the date on which the owner or operator is required to start monitoring and reporting the NO_x emissions rate and the heat input of the unit under subdivision 84.2.a.

~~2.35.c.1. For a unit with a date for commencement of commercial operation as defined in subdivision 2.35.c and that subsequently undergoes a physical change (other than replacement of the unit by a unit at the same source), such date will remain the unit's date of commencement of commercial operation.~~

~~2.35.c.2. For a unit with a date for commencement of commercial operation as defined in subdivision 2.35.c and that is subsequently replaced by a unit at the same source (e.g., repowered), the replacement unit will be treated as a separate unit with a separate date for commencement of commercial operation as defined in subdivisions 2.35.a, 2.35.b, or 2.35.c as appropriate.~~

~~2.35.d. Notwithstanding subdivisions 2.35.a through 2.35.c, for a unit not serving a generator producing electricity for sale, the unit's date of commencement of operation will also be the unit's date of commencement of commercial operation.~~

2.36. "Commence operation" means:

2.36.a. 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 section 5.

2.36.a.1. 2.36.b. For a unit that is a CAIR NO_x Annual unit under section 4 on the date the unit commences operation as defined in subdivision 2.36.a and that subsequently undergoes a physical change (other than replacement of the unit by a unit at the same source) after the date the unit commences operation as defined in subdivision 2.36.a, such date will remain the unit's date of commencement of operation of the unit, which shall continue to be treated as the same unit.

2.36.a.2. 2.36.c. For a unit that is a CAIR

NO_x Annual unit under section 4 on the date the unit commences operation as defined in subdivision 2.36.a and that is subsequently replaced by a unit at the same source (e.g., repowered) after the date the unit commences operation as defined in subdivision 2.36.a, such date shall remain the replaced unit's date of commencement of operation, and the replacement unit will be treated as a separate unit with a separate date for commencement of operation as defined in subdivisions 2.36.a, 2.36.b, or 2.36.c as appropriate.

~~2.36.b. Notwithstanding subdivision 2.36.a and except as provided in section 5, for a unit that is not a CAIR NO_x Annual unit under section 4 on the date the unit commences operation as defined in subdivision 2.36.a and is not a unit under subdivision 2.36.c, the unit's date for commencement of operation will be the date on which the unit becomes a CAIR NO_x Annual unit under section 4.~~

~~2.36.b.1. For a unit with a date for commencement of operation as defined in subdivision 2.36.b and that subsequently undergoes a physical change (other than replacement of the unit by a unit at the same source), such date will remain the unit's date of commencement of operation.~~

~~2.36.b.2. For a unit with a date for commencement of operation as defined in subdivision 2.36.b and that is subsequently replaced by a unit at the same source (e.g., repowered), the replacement unit will be treated as a separate unit with a separate date for commencement of operation as defined in subdivisions 2.36.a, 2.36.b, or 2.36.c as appropriate.~~

~~2.36.c. Notwithstanding subdivision 2.36.a and except as provided in subsection 84.8 or subdivisions 87.2.d and 87.2.e, for a CAIR NO_x Annual opt-in unit or a unit for which a CAIR opt-in permit application is submitted and not withdrawn and a CAIR opt-in permit is not yet issued or denied under sections 80 through 88, the unit's date for commencement of operation will be the date on which the owner or operator is~~

required to start monitoring and reporting the NO_x emissions rate and the heat input of the unit under subdivision 84.2.a.

~~2.36.c.1. For a unit with a date for commencement of operation as defined in subdivision 2.36.c and that subsequently undergoes a physical change (other than replacement of the unit by a unit at the same source), such date will remain the unit's date of commencement of operation.~~

~~2.36.c.2. For a unit with a date for commencement of operation as defined in subdivision 2.36.c and that is subsequently replaced by a unit at the same source (e.g., repowered), the replacement unit will be treated as a separate unit with a separate date for commencement of operation as defined in subdivisions 2.36.a, 2.36.b, or 2.36.c as appropriate.~~

2.37. "Common stack" means a single flue through which emissions from 2 or more units are exhausted.

2.38. "Compliance account" means a CAIR NO_x Annual Allowance Tracking System account, established by the Administrator for a CAIR NO_x Annual source under sections 51 through 57 or sections 80 through 88, in which any CAIR NO_x Annual allowance allocations for the CAIR NO_x Annual units at the source are initially recorded and in which are held any CAIR NO_x Annual allowances available for use for a control period in order to meet the source's CAIR NO_x Annual emissions limitation in accordance with section 54.

2.39. "Continuous emission monitoring system" or "CEMS" means the equipment required under sections 70 through 76 75 to sample, analyze, measure, and provide, by means of readings recorded at least once every 15 minutes (using an automated data acquisition and handling system (DAHS)), a permanent record of nitrogen oxide oxides emissions, stack gas volumetric flow rate, stack gas moisture content, and oxygen or carbon dioxide concentration (as applicable), in a manner consistent with 40 CFR

Part 75. The following systems are the principal types of continuous emission monitoring systems required under sections 70 through 76 75:

2.39.a. A flow monitoring system, consisting of a stack flow rate monitor and an automated data acquisition and handling system and providing a permanent, continuous record of stack gas volumetric flow rate, in standard cubic feet per hour (scfh); and

2.39.b. A nitrogen oxides concentration monitoring system, consisting of a NO_x pollutant concentration monitor and an automated data acquisition and handling system and providing a permanent, continuous record of NO_x emissions, in parts per million (ppm); and

2.39.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 data acquisition and handling system and providing a permanent, continuous record of NO_x concentration, in parts per million (ppm), diluent gas concentration, in percent CO₂ or O₂; and NO_x emission rate, in pounds per million British thermal units (lb/mmBtu); and

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

2.39.e. A carbon dioxide monitoring system, consisting of a CO₂ pollutant concentration monitor (or an oxygen monitor plus suitable mathematical equations from which the CO₂ concentration is derived) and an automated data acquisition and handling system and providing a permanent, continuous record of CO₂ emissions, in percent CO₂; or and

2.39.f. An oxygen monitoring system, consisting of an O₂ concentration monitor and an automated data acquisition and handling system and providing a permanent, continuous record of O₂, in percent O₂.

2.40. "Control period" means the period

beginning January 1 of a calendar year, except as provided in subdivision 6.3.b, and ending on December 31 of the same year, inclusive.

2.41. "Emissions" means air pollutants exhausted from a unit or source into the atmosphere, as measured, recorded, and reported to the Administrator by the CAIR designated representative and as determined by the Administrator in accordance with sections 70 through ~~76~~ 75.

2.42. "Excess emissions" means any ton of nitrogen ~~oxide~~ oxides emitted by the CAIR NO_x Annual units at a CAIR NO_x Annual source during a control period that exceeds the CAIR NO_x Annual emissions limitation for the source.

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

2.44. "Fossil fuel-fired" means, with regard to a unit, combusting any amount of fossil fuel in any calendar year.

2.45. "Fuel oil" means any petroleum-based fuel (including diesel fuel or petroleum derivatives such as oil tar) and any recycled or blended petroleum products or petroleum by-products used as a fuel whether in a liquid, solid, or gaseous state.

2.46. "General account" means a CAIR NO_x Annual Allowance Tracking System account, established under sections 51 through 57, that is not a compliance account.

2.47. "Generator" means a device that produces electricity.

2.48. "Gross electrical output" means, with regard to a cogeneration unit, electricity made available for use, including any such electricity used in the power production process (which process includes, but is not limited to, any on-site processing or treatment of fuel combusted at the unit and any on-site emission controls).

2.49. "Heat input" means, with regard to a

specified period of 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 CAIR designated representative and determined by the Administrator in accordance with sections 70 through ~~76~~ 75 and excluding the heat derived from preheated combustion air, recirculated flue gases, or exhaust from other sources.

2.50. "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.

2.51. "Hg Budget Trading Program" means a multi-state Hg air pollution control and emission reduction program approved and administered by the Administrator in accordance 40 CFR Part 60, Subpart HHHH and 40 CFR §60.24(h)(6), or established by the Administrator under section 111 of the Clean Air Act, as a means of reducing national Hg emissions.

~~2.51:~~ 2.52. "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 generated by any specified unit and pays its proportional amount of such unit's total costs, pursuant to a contract:

~~2.51.a:~~ 2.52.a. For the life of the unit;

~~2.51.b:~~ 2.52.b. For a cumulative term of no less than 30 years, including contracts that permit an election for early termination; or

~~2.51.c:~~ 2.52.c. For a period no less 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.

~~2.52.~~ 2.53. “Maximum design heat input” means, ~~starting from the initial installation of a unit;~~ the maximum amount of fuel per hour (in Btu/hr) that a unit is capable of combusting on a steady state basis as of the initial installation of the unit as specified by the manufacturer of the unit; ~~or, starting from the completion of any subsequent physical change in the unit resulting in a decrease in the maximum amount of fuel per hour (in Btu/hr) that a unit is capable of combusting on a steady state basis, such decreased maximum amount as specified by the person conducting the physical change.~~

~~2.53.~~ 2.54. “Monitoring system” means any monitoring system that meets the requirements of sections 70 through ~~76~~ 75, including a continuous emissions monitoring system, an alternative monitoring system, or an excepted monitoring system under 40 CFR Part 75.

~~2.54.~~ 2.55. “Most stringent state or federal NO_x emissions limitation” means, with regard to a unit, 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.

~~2.55.~~ 2.56. “Nameplate capacity” means, starting from the initial installation of a generator, the maximum electrical generating output (in MW_e) that the generator is capable of producing on a steady state basis and during continuous operation (when not restricted by seasonal or other deratings) as of such installation as specified by the manufacturer of the generator or, starting from the completion of any subsequent physical change in the generator resulting in an increase in the maximum electrical generating output (in MW_e) that the generator is capable of producing on a steady state basis and during continuous operation (when not restricted by seasonal or other deratings), such increased maximum amount as of such completion as specified by the person conducting the physical change.

~~2.56.~~ 2.57. “Oil-fired” means, for purposes of sections 40 through 43, combusting fuel oil for more than 15.0 percent of the annual heat input in a specified year and not qualifying as coal-fired.

~~2.57.~~ 2.58. “Operator” means any person who operates, controls, or supervises a CAIR NO_x Annual unit or a CAIR NO_x Annual source and will include, but not be limited to, any holding company, utility system, or plant manager of such a unit or source.

~~2.58.~~ 2.59. “Owner” means any of the following persons:

~~2.58.a.~~ 2.59.a. With regard to a CAIR NO_x Annual source or a CAIR NO_x Annual unit at a source, respectively:

~~2.58.a.1.~~ 2.59.a.1. Any holder of any portion of the legal or equitable title in a CAIR NO_x Annual unit at the source or the CAIR NO_x Annual unit;

~~2.58.a.2.~~ 2.59.a.2. Any holder of a leasehold interest in a CAIR NO_x Annual unit at the source or the CAIR NO_x Annual unit; or

~~2.58.a.3.~~ 2.59.a.3. Any purchaser of power from a CAIR NO_x Annual unit at the source or the CAIR NO_x Annual unit under a life-of-the-unit, firm power contractual arrangement; provided that, unless expressly provided for in a leasehold agreement, owner will 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) on the revenues or income from such CAIR NO_x Annual unit; or

~~2.58.b.~~ 2.59.b. With regard to any general account, any person who has an ownership interest with respect to the CAIR NO_x Annual allowances held in the general account and who is subject to the binding agreement for the CAIR authorized account representative to represent the person’s ownership interest with respect to CAIR NO_x Annual allowances.

2.60. “Permitting authority” means the state

air pollution control agency, local agency, other state agency, or other agency authorized by the Administrator to issue or revise permits to meet the requirements of the CAIR NO_x Annual Trading Program in accordance with 40 CFR Part 96, Subpart CC or, if no such agency has been so authorized, the Administrator.

~~2.59:~~ 2.61. “Potential electrical output capacity” means 33 percent of a unit’s maximum design heat input, divided by 3,413 Btu/kWh, divided by 1,000 kWh/MWh, and multiplied by 8,760 hr/yr.

~~2.60:~~ 2.62. “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 hard copy 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.

~~2.61:~~ 2.63. “Recordation”, “record”, or “recorded” means, with regard to CAIR NO_x Annual allowances, the movement of CAIR NO_x Annual allowances by the Administrator into or between CAIR NO_x Annual Allowance Tracking System accounts, for purposes of allocation, transfer, or deduction.

~~2.62:~~ 2.64. “Reference method” means any direct test method of sampling and analyzing for an air pollutant as specified in 40 CFR §75.22.

2.65. “Replacement”, “replace”, or “replaced” means, with regard to a unit, the demolishing of a unit, or the permanent shutdown and permanent disabling of a unit, and the construction of another unit (the replacement unit) to be used instead of the demolished or shutdown unit (the replaced unit).

~~2.63:~~ 2.66. “Repowered” means, with regard to a unit, replacement of a coal-fired boiler with one of the following coal-fired technologies at the same source as the coal-fired boiler:

~~2.63.a:~~ 2.66.a. Atmospheric or pressurized fluidized bed combustion;

~~2.63.b:~~ 2.66.b. Integrated gasification combined cycle;

~~2.63.c:~~ 2.66.c. Magnetohydrodynamics;

~~2.63.d:~~ 2.66.d. Direct and indirect coal-fired turbines;

~~2.63.e:~~ 2.66.e. Integrated gasification fuel cells; or

~~2.63.f:~~ 2.66.f. As determined by the Administrator in consultation with the Secretary of Energy, a derivative of one or more of the technologies under subdivisions ~~2.63.a~~ 2.66.a through ~~2.63.e~~ 2.66.e and any other coal-fired technology capable of controlling multiple combustion emissions simultaneously with improved boiler or generation efficiency and with significantly greater waste reduction relative to the performance of technology in widespread commercial use as of January 1, 2005.

~~2.64:~~ 2.67. “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.

~~2.65:~~ 2.68. “Serial number” means, for a CAIR NO_x Annual allowance, the unique identification number assigned to each CAIR NO_x Annual allowance by the Administrator.

~~2.66:~~ 2.69. “Sequential use of energy” means:

~~2.66.a:~~ 2.69.a. For a topping-cycle cogeneration unit, the use of reject heat from electricity production in a useful thermal energy application or process; or

~~2.66.b:~~ 2.69.b. For a bottoming-cycle cogeneration unit, the use of reject heat from useful thermal energy application or process in electricity production.

~~2.70.~~ 2.70. “Solid waste incineration unit” means a stationary, fossil fuel-fired boiler or stationary, fossil fuel-fired combustion turbine that is a “solid waste incineration unit” as defined in section 129(g)(1) of the Clean Air Act.

~~2.67.~~ 2.71. “Source” means all buildings, structures, or installations located in one or more contiguous or adjacent properties under common control of the same person or persons. For purposes of section 502(c) of the CAA, a “source,” including a “source” with multiple units, will be considered a single “facility.”

~~2.68.~~ 2.72. “State” means one of the states or the District of Columbia that adopts the CAIR NO_x Annual Trading Program pursuant to 40 CFR §§51.123(o)(1) or (2).

~~2.69.~~ 2.73. “Submit” or “serve” means to send or transmit a document, information, or correspondence to the person specified in accordance with the applicable regulation:

~~2.69.a.~~ 2.73.a. In person;

~~2.69.b.~~ 2.73.b. By United States Postal Service; or

~~2.69.c.~~ 2.73.c. By other means of dispatch or transmission and delivery. Compliance with any “submission” or “service” deadline will be determined by the date of dispatch, transmission, or mailing and not the date of receipt.

~~2.70.~~ 2.74. “Title V operating permit” means a permit issued under 45CSR30.

~~2.71.~~ 2.75. “Ton” means 2,000 pounds. For the purpose of determining compliance with the CAIRNO_x Annual emissions limitation, total tons of nitrogen oxides emissions for a control period will be calculated as the sum of all recorded hourly emissions (or the mass equivalent of the recorded hourly emission rates) in accordance with sections 70 through ~~76~~ 75, but with any remaining fraction of a ton equal to or greater than 0.50 tons deemed to equal one ton and any remaining fraction of a ton less than 0.50 tons deemed to equal zero tons.

~~2.72.~~ 2.76. “Topping-cycle cogeneration unit” means a cogeneration unit in which the energy input to the unit is first used to produce useful power, including electricity, and at least some of the reject heat from the electricity production is then used to provide useful thermal energy.

~~2.73.~~ 2.77. “Total energy input” means, with regard to a cogeneration unit, total energy of all forms supplied to the cogeneration unit, excluding energy produced by the cogeneration unit itself.

~~2.74.~~ 2.78. “Total energy output” means, with regard to a cogeneration unit, the sum of useful power and useful thermal energy produced by the cogeneration unit.

~~2.75.~~ 2.79. “Unit” means a stationary, fossil fuel-fired boiler or combustion turbine ~~or other stationary, fossil fuel-fired combustion device.~~

~~2.76.~~ 2.80. “Unit operating day” means a calendar day in which a unit combusts any fuel.

~~2.77.~~ 2.81. “Unit operating hour” or “hour of unit operation” means an hour in which a unit combusts any fuel.

~~2.78.~~ 2.82. “Useful power” means, with regard to a cogeneration unit, electricity or mechanical energy made available for use, excluding any such energy used in the power production process (which process includes, but is not limited to, any on-site processing or treatment of fuel combusted at the unit and any onsite emission controls).

~~2.79.~~ 2.83. “Useful thermal energy” means, with regard to a cogeneration unit, thermal energy that is:

~~2.79.a.~~ 2.83.a. Made available to an industrial or commercial process (not a power production process), excluding any heat contained in condensate return or makeup water;

~~2.79.b.~~ 2.83.b. Used in a heating application (e.g., space heating or domestic hot water heating); or

~~2.79.c.~~ 2.83.c. Used in a space cooling application (i.e., thermal energy used by an absorption chiller).

~~2.80.~~ 2.84. "Utility power distribution system" means the portion of an electricity grid owned or operated by a utility and dedicated to delivering electricity to customers.

~~2.81.~~ 2.85. Other words and phrases used in this rule, unless otherwise indicated, will have the meaning ascribed to them in W.Va. Code §22-5-1 et seq. and 40 CFR §72.2.

§45-39-3. Measurements, Abbreviations and Acronyms. -- Measurements, abbreviations and acronyms used in this rule are defined as follows:

Btu -- British thermal unit.

CO₂ -- carbon dioxide.

NO_x -- nitrogen oxides.

Hg -- mercury.

hr -- hour.

kW-- kilowatt electrical.

kWh -- kilowatt hour.

mmBtu -- million Btu.

MW_e -- megawatt electrical.

MWh -- megawatt hour.

O₂ -- oxygen.

ppm -- parts per million.

lb -- pound.

scfh -- standard cubic feet per hour.

SO₂ -- sulfur dioxide.

H₂O -- water.

yr -- year.

§45-39-4. Applicability. --The

4.1. Except as provided in subsection 4.2, the following units in West Virginia will shall be CAIR NO_x Annual units, and any source that includes one or more such units will shall be a CAIR NO_x Annual source, subject to the requirements of sections 5 1 through 76 75: 4.1. Electric generating units. -- Except as provided in subsection 4.2, a any stationary, fossil fuel-fired boiler or stationary, fossil fuel-fired combustion turbine serving at any time, since the later of November 15, 1990 or the start-up of a the unit's combustion chamber, a generator with nameplate capacity of more than 25 MW_e producing electricity for sale, and. If a stationary boiler or stationary combustion turbine that is not a CAIR NO_x Annual unit under this subsection begins to combust fossil fuel or to serve a generator with nameplate capacity of more than 25 MW_e producing electricity for sale, the unit shall become a CAIR NO_x Annual unit as provided in this subsection on the first date on which it both combusts fossil fuel and serves such generator.

4.2. Cogeneration units. -- With limited exception, the following units in West Virginia shall not be CAIR NO_x Annual units:

4.2.a. For a Any unit that qualifies is a CAIR NO_x Annual unit under subsection 4.1 qualifying as a cogeneration unit during the 12-month period starting on the date the unit first produces electricity and continues continuing to qualify as a cogeneration unit, a cogeneration unit and, not serving at any time, since the later of November 15, 1990 or the start-up of the unit's combustion chamber, a generator with nameplate capacity of more than 25 MW_e and supplying in any calendar year more than one-third of the unit's potential electric output capacity or 219,000 MWh, whichever is greater, to any utility power distribution system for sale. If a unit that qualifies as a cogeneration unit during the 12-month period starting on the date the unit first produces electricity and meets the requirements of this subdivision for at least one calendar year, but subsequently no longer qualifies as a cogeneration

unit meets all such requirements, the unit will be subject to subsection 4.1 shall become a CAIR NO_x Annual unit starting on the day on earlier of January 1 after the first calendar year during which the unit first no longer qualifies as a cogeneration unit or January 1 after the first calendar year during which the unit first no longer qualifies as a cogeneration unit meets all of the requirements of this subdivision.

4.2.b. Any unit that is a CAIR NO_x Annual unit under subsection 4.1 commencing operation before January 1, 1985 and qualifying as a solid waste incineration unit with an average annual fuel consumption of non-fossil fuel for 1985-1987 exceeding 80 percent (on a Btu basis) and an average annual fuel consumption of non-fossil fuel for any 3 consecutive calendar years after 1990 exceeding 80 percent (on a Btu basis), or any unit that is a CAIR NO_x Annual unit under subsection 4.1 commencing operation on or after January 1, 1985 and qualifying as a solid waste incineration unit with an average annual fuel consumption of non-fossil fuel for the first 3 calendar years of operation exceeding 80 percent (on a Btu basis) and an average annual fuel consumption of non-fossil fuel for any 3 consecutive calendar years after 1990 exceeding 80 percent (on a Btu basis). If a unit qualifies as a solid waste incineration unit and meets the requirements of this subdivision for at least 3 consecutive calendar years, but subsequently no longer meets all such requirements, the unit shall become a CAIR NO_x Annual unit starting on the earlier of January 1 after the first calendar year during which the unit first no longer qualifies as a solid waste incineration unit or January 1 after the first 3 consecutive calendar years after 1990 for which the unit has an average annual fuel consumption of fossil fuel of 20 percent or more.

§45-39-5. Retired Unit Exemption.

5.1. General exemption provisions.

5.1.a. Any CAIR NO_x Annual unit that is permanently retired ~~and is not a CAIR NO_x Annual opt-in unit under sections 80 through 88~~ will be exempt from the CAIR NO_x Annual Trading Program, except for the provisions of this

~~section, section 2, section 3, section 4 sections 2 through 4, subdivisions 6.3.d through 6.3.g, section 7, and sections 7 through 15, and sections 40 through 62.~~

5.1.b. The exemption under subdivision 5.1.a will become effective the day on which the CAIR NO_x Annual unit is permanently retired. Within 30 days of the unit's permanent retirement, the CAIR designated representative will submit a statement to the Secretary and submit a copy of the statement to the Administrator. The statement must state, in a format prescribed by the Secretary, that the unit was permanently retired on a specific date and will comply with the requirements of subsection 5.2.

5.1.c. After receipt of the statement under subdivision 5.1.b, the Secretary will amend any permit under sections 20 through 24 covering the source at which the unit is located to add the provisions and requirements of the exemption under subdivision 5.1.a and subsection 5.2.

5.2. Special provisions.

5.2.a. A unit exempt under subdivision 5.1.a must not emit any nitrogen oxides, starting on the date that the exemption takes effect.

5.2.b. The Secretary will allocate CAIR NO_x Annual allowances under sections 40 through 43 to a unit exempt under ~~subdivision 5.1.a~~ subsection 5.1.

5.2.c. For a period of 5 years from the date the records are created, the owners and operators of a unit exempt under ~~subdivision 5.1.a~~ subsection 5.1 must 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 before 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.

5.2.d. The owners and operators and, to the extent applicable, the CAIR designated representative of a unit exempt under ~~subdivision~~

~~5.1.a~~ subsection 5.1 must comply with the requirements of the CAIR NO_x Annual 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.

5.2.e. A unit exempt under ~~subdivision 5.1.a~~ subsection 5.1 and located at a source that is required, or but for this exemption would be required, to have a Title V operating permit must not resume operation unless the CAIR designated representative of the source submits a complete CAIR 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 January 1, 2009 or the date on which the unit resumes operation.

5.2.f. On the earlier of the following dates, a unit exempt under ~~subdivision 5.1.a~~ subsection 5.1 will lose its exemption:

5.2.f.1. The date on which the CAIR designated representative submits a CAIR permit application for the unit under subdivision 5.2.e;

5.2.f.2. The date on which the CAIR designated representative is required under subdivision 5.2.e to submit a CAIR permit application for the unit; or

5.2.f.3. The date on which the unit resumes operation, if the CAIR designated representative is not required to submit a CAIR permit application for the unit.

5.2.g. For the purpose of applying monitoring, reporting, and recordkeeping requirements under sections 70 through ~~76~~ 75, a unit that loses its exemption under ~~subdivision 5.1.a~~ subsection 5.1 will be treated as a unit that commences ~~operation and~~ commercial operation on the first date on which the unit resumes operation.

§45-39-6. Standard Requirements.

6.1. Permit requirements.

6.1.a. The CAIR designated representative of each CAIR NO_x Annual source required to have a Title V operating permit and each CAIR NO_x Annual unit required to have a Title V operating permit at the source will:

6.1.a.1. Submit to the Secretary a complete CAIR permit application under section 22 in accordance with the deadlines specified in ~~subsections 21.1 and 21.2~~ section 21; and

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

6.1.b. The owners and operators of each CAIR NO_x Annual source required to have a Title V operating permit and each CAIR NO_x Annual unit required to have a Title V operating permit at the source will have a CAIR permit issued by the Secretary under sections 20 through 24 for the source and operate the source and the unit in compliance with such CAIR permit.

~~6.1.c. Except as provided in sections 80 through 88, the~~ The owners and operators of a CAIR NO_x Annual source that is not otherwise required to have a Title V operating permit and each CAIR NO_x Annual unit that is not otherwise required to have a Title V operating permit are not required to submit a CAIR permit application, and to have a CAIR permit, under sections 20 through 24 for such CAIR NO_x Annual source and such CAIR NO_x Annual unit.

6.2. Monitoring, reporting, and recordkeeping requirements.

6.2.a. The owners and operators, and the CAIR designated representative, of each CAIR NO_x Annual source and each CAIR NO_x Annual unit at the source will comply with the monitoring, reporting, and recordkeeping requirements of sections 70 through ~~76~~ 75.

6.2.b. The emission measurements recorded and reported in accordance with sections 70 through ~~76~~ 75 will be used to determine

compliance by each CAIR NO_x Annual source with the CAIR NO_x Annual emissions limitation under subsection 6.3.

6.3. Nitrogen oxides emission requirements.

6.3.a. As of the allowance transfer deadline for ~~a the 2009 control period and each control period thereafter~~, the owners and operators of each CAIR NO_x Annual source and each CAIR NO_x Annual unit at the source must hold, in the source's compliance account, CAIR NO_x Annual allowances available for compliance deductions for the control period under subsection 54.1 in an amount not less than the tons of total nitrogen oxides emissions for the control period from all CAIR NO_x Annual units at the source, as determined in accordance with sections 70 through ~~76~~ 75.

6.3.b. A CAIR NO_x Annual unit will be subject to the requirements under subdivision 6.3.a for the control period starting on the later of January 1, 2009 or the deadline for meeting the unit's monitor certification requirements under ~~subdivision subdivisions~~ 70.2.a, subsection 70.2.b, or subsection 70.2.e and for each control period thereafter.

6.3.c. A CAIR NO_x Annual allowance will not be deducted, for compliance with the requirements under subdivision 6.3.a, for ~~a the~~ the control period in a calendar year before the year for which the CAIR NO_x Annual allowance was allocated.

6.3.d. CAIR NO_x Annual allowances will be held in, deducted from, or transferred into or among CAIR NO_x Annual Allowance Tracking System accounts in accordance with sections ~~40 through 43~~ 51 through 62.

6.3.e. A CAIR NO_x Annual allowance is a limited authorization to emit one ton of nitrogen ~~oxide~~ oxides in accordance with the CAIR NO_x Annual Trading Program. No provision of the CAIR NO_x Annual Trading Program, the CAIR permit application, the CAIR permit, or an exemption under section 5 and no provision of law will be construed to limit the authority of the

state or the United States to terminate or limit such authorization.

6.3.f. A CAIR NO_x Annual allowance does not constitute a property right.

6.3.g. Upon recordation by the Administrator under sections ~~51 through 57, sections 60~~ 40 through 62, or sections 80 through 88; every allocation, transfer, or deduction of a CAIR NO_x Annual allowance to or from a CAIR NO_x Annual ~~unit's~~ source's compliance account is incorporated automatically in any CAIR permit of the source ~~that includes the CAIR NO_x Annual unit~~.

6.4. Excess emissions requirements. --

~~6.4.a.~~ If a CAIR NO_x Annual source emits nitrogen oxides during any control period in excess of the CAIR NO_x Annual emissions limitation, then:

~~6.4.a.1.~~ 6.4.a. The owners and operators of the source and each CAIR NO_x Annual unit at the source will surrender the CAIR NO_x Annual allowances required for deduction under subdivision 54.4.a and pay any fine, penalty, or assessment or comply with any other remedy imposed, for the same violations, under the CAA or W.Va. Code §22-5-1 et seq; and

~~6.4.a.2.~~ 6.4.b. Each ton of such excess emissions and each day of such control period will constitute a separate violation of this rule, the CAA, and W.Va. Code §22-5-1 et seq.

6.5. Recordkeeping and reporting requirements.

6.5.a. Unless otherwise provided, the owners and operators of the CAIR NO_x Annual source and each CAIR NO_x Annual unit at the source must 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 before the end of 5 years, in writing by the Secretary or the Administrator.

6.5.a.1. The certificate of representation under section 13 for the CAIR designated representative for the source and each CAIR NO_x Annual unit at the source and all documents that demonstrate the truth of the statements in the certificate of representation; provided that the certificate and documents will be retained on site at the source beyond such 5-year period until such documents are superseded because of the submission of a new certificate of representation under section 13 changing the CAIR designated representative;

6.5.a.2. All emissions monitoring information, in accordance with sections 70 through 76 75, provided that to the extent that sections 70 through 76 75 provides for a 3-year period for recordkeeping, the 3-year period will apply;

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

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

6.5.b. The CAIR designated representative of a CAIR NO_x Annual source and each CAIR NO_x Annual unit at the source will submit the reports required under the CAIR NO_x Annual Trading Program, including those under sections 70 through 76 75.

6.6. Liability.

6.6.a. Each CAIR NO_x Annual source and each CAIR NO_x Annual unit must meet the requirements of the CAIR NO_x Annual Trading Program.

6.6.b. Any provision of the CAIR NO_x Annual Trading Program that applies to a CAIR NO_x Annual source or the CAIR designated representative of a CAIR NO_x Annual source will

also apply to the owners and operators of such source and of the CAIR NO_x Annual units at the source.

6.6.c. Any provision of the CAIR NO_x Annual Trading Program that applies to a CAIR NO_x Annual unit or the CAIR designated representative of a CAIR NO_x Annual unit will also apply to the owners and operators of such unit.

6.7. Effect on other authorities. -- No provision of the CAIR NO_x Annual Trading Program, a CAIR permit application, a CAIR permit, or an exemption under section 5 will be construed as exempting or excluding the owners and operators, or and the CAIR designated representative of a CAIR NO_x Annual source or CAIR NO_x Annual unit from compliance with any other provision of the applicable, approved state implementation plan, a federally enforceable permit, order, or the CAA.

§45-39-7. Computation of Time.

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

7.2. Unless otherwise stated, any time period scheduled, under the CAIR NO_x Annual Trading Program, to begin before the occurrence of an act or event will 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 CAIR NO_x Annual Trading Program, falls on a weekend or a state or federal holiday, the time period will be extended to the next business day.

§45-39-8. Appeal Procedures.

8.1. The appeal procedures for decisions of the Administrator under the CAIR NO_x Annual Trading Program are set forth in 40 CFR Part 78.

§45-39-10. Authorization and Responsibilities

of the CAIR Designated Representative.

10.1. Except as provided under section 11, each CAIR NO_x Annual source, including all CAIR NO_x Annual units at the source, will have one and only one CAIR designated representative, with regard to all matters under the CAIR NO_x Annual Trading Program concerning the source or any CAIR NO_x Annual unit at the source.

10.2. The CAIR designated representative of the CAIR NO_x Annual source will be selected by an agreement binding on the owners and operators of the source and all CAIR NO_x Annual units at the source and will act in accordance with the certification statement in paragraph 13.1.d.4.

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

10.4. No CAIR permit will be issued, no emissions data reports will be accepted, and no CAIR NO_x Annual Allowance Tracking System account will be established for a CAIR NO_x Annual unit at a source, until the Administrator has received a complete certificate of representation under section 13 for a CAIR designated representative of the source and the CAIR NO_x Annual units at the source.

10.5. Each submission under the CAIR NO_x Annual Trading Program will be submitted, signed, and certified by the CAIR designated representative for each CAIR NO_x Annual source on behalf of which the submission is made. Each such submission must include the following

certification statement by the CAIR designated representative: "I am authorized to make this submission on behalf of the owners and operators of the source or 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."

10.6. The Secretary and the Administrator will accept or act on a submission made on behalf of owner or operators of a CAIR NO_x Annual source or a CAIR NO_x Annual unit only if the submission has been made, signed, and certified in accordance with subsection 10.5.

§45-39-11. Alternate CAIR Designated Representative.

11.1. A certificate of representation under section 13 may designate one and only one alternate CAIR designated representative, who may act on behalf of the CAIR designated representative. The agreement by which the alternate CAIR designated representative is selected will include a procedure for authorizing the alternate CAIR designated representative to act in lieu of the CAIR designated representative.

11.2. Upon receipt by the Administrator of a complete certificate of representation under section 13, any representation, action, inaction, or submission by the alternate CAIR designated representative will be deemed to be a representation, action, inaction, or submission by the CAIR designated representative.

11.3. Except in this section, section 2, subsections 10.1 and 10.4, sections 12, 13, 15 and 51 ~~and 82~~, whenever the term "CAIR designated representative" is used in sections 4 1 through 88

75, the term will be construed to include the CAIR designated representative or any alternate CAIR designated representative.

§45-39-12. Changing the CAIR Designated Representative and Alternate CAIR Designated Representative; Changes in Owners and Operators.

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

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

12.3. Changes in owners and operators.

12.3.a. In the event ~~a new~~ an owner or operator of a CAIR NO_x Annual source or a CAIR NO_x Annual unit is not included in the list of owners and operators in the certificate of representation under section 13, such ~~new~~ owner or operator will be deemed to be subject to and bound by the certificate of representation, the representations, actions, inactions, and

submissions of the CAIR designated representative and any alternate CAIR designated representative of the source or unit, and the decisions and orders of the Secretary, the Administrator, or a court, 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 CAIR NO_x Annual source or a CAIR NO_x Annual unit, including the addition of a new owner or operator, the CAIR designated representative or any alternate CAIR designated representative will submit a revision to the certificate of representation under section 13 amending the list of owners and operators to include the change.

§45-39-13. Certificate of Representation.

13.1. A complete certificate of representation for a CAIR designated representative or an alternate CAIR designated representative will include the following elements in a format prescribed by the Administrator:

13.1.a. Identification of the CAIR NO_x Annual source, and each CAIR NO_x Annual unit at the source, for which the certificate of representation is submitted, including identification and nameplate capacity of each generator served by each such unit;

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

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

13.1.d. The following certification statements by the CAIR designated representative and any alternate CAIR designated representative:

13.1.d.1. "I certify that I was selected as the CAIR designated representative or alternate CAIR designated representative, as applicable, by an agreement binding on the owners and operators

of the source and each CAIR NO_x Annual unit at the source.”;

13.1.d.2. “I certify that I have all the necessary authority to carry out my duties and responsibilities under the CAIR NO_x Annual Trading Program on behalf of the owners and operators of the source and of each CAIR NO_x Annual unit at the source and that each such owner and operator shall be fully bound by my representations, actions, inactions, or submissions.”;

13.1.d.3. “I certify that the owners and operators of the source and of each CAIR NO_x Annual unit at the source shall be bound by any order issued to me by the Administrator, the Secretary, or a court regarding the source or unit.”;

13.1.d.4. “Where there are multiple holders of a legal or equitable title to, or a leasehold interest in, a CAIR NO_x Annual unit, or where a utility or industrial customer purchases power from a CAIR NO_x Annual unit under a life-of-the-unit, firm power contractual arrangement, I certify that: I have given a written notice of my selection as the ‘CAIR designated representative’ or ‘alternate CAIR designated representative’, as applicable, and of the agreement by which I was selected to each owner and operator of the source and of each CAIR NO_x Annual unit at the source; and CAIR NO_x Annual allowances and proceeds of transactions involving CAIR NO_x Annual allowances will be deemed to be held or distributed in proportion to each holder’s legal, equitable, leasehold, or contractual reservation or entitlement, except that, if such multiple holders have expressly provided for a different distribution of CAIR NO_x Annual allowances by contract, CAIR NO_x Annual allowances and proceeds of transactions involving CAIR NO_x Annual allowances will be deemed to be held or distributed in accordance with the contract.”; ~~and~~

13.1.e. The signature of the CAIR designated representative and any alternate CAIR designated representative and the dates signed.

13.2. Unless otherwise required by the

Secretary or the Administrator, documents of agreement referred to in the certificate of representation will not be submitted to the Secretary or the Administrator. Neither the Secretary nor the Administrator will be under any obligation to review or evaluate the sufficiency of such documents, if submitted.

§45-39-14. Objections Concerning the CAIR Designated Representative.

14.1. Once a complete certificate of representation under section 13 has been submitted and received, the Secretary and the Administrator will rely on the certificate of representation unless and until a superseding complete 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 CAIR designated representative will affect any representation, action, inaction, or submission of the CAIR designated representative or the finality of any decision or order by the Secretary or the Administrator under the CAIR NO_x Annual 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 CAIR designated representative, including private legal disputes concerning the proceeds of CAIR NO_x Annual allowance transfers.

§45-39-15. Delegation by CAIR Designated Representative and Alternate CAIR Designated Representative.

15.1. A CAIR designated representative may delegate, to one or more natural persons, his or her authority to make an electronic submission to the Administrator provided for or required under this rule.

15.2. An alternate CAIR designated

representative may delegate, to one or more natural persons, his or her authority to make an electronic submission to the Administrator provided for or required under this rule.

15.3. In order to delegate authority to make an electronic submission to the Administrator in accordance with subsections 15.1 or 15.2, the CAIR designated representative or alternate CAIR designated representative, as appropriate, must submit to the Administrator a notice of delegation, in a format prescribed by the Administrator, that includes the following elements:

15.3.a. The name, address, e-mail address, telephone number, and facsimile transmission number (if any) of such CAIR designated representative or alternate CAIR designated representative;

15.3.b. The name, address, e-mail address, telephone number, and facsimile transmission number (if any) of each such natural person (referred to as an "agent");

15.3.c. For each such natural person, a list of the type or types of electronic submissions under subsections 15.1 or 15.2 for which authority is delegated to him or her; and

15.3.d. The following certification statements by such CAIR designated representative or alternate CAIR designated representative:

15.3.d.1. "I agree that any electronic submission to the Administrator that is by an agent identified in this notice of delegation and of a type listed for such agent in this notice of delegation and that is made when I am a CAIR designated representative or alternate CAIR designated representative, as appropriate, and before this notice of delegation is superseded by another notice of delegation under subsection 15.4 shall be deemed to be an electronic submission by me."

15.3.d.2. "Until this notice of delegation is superseded by another notice of delegation under subsection 15.4, I agree to maintain an e-

mail account and to notify the Administrator immediately of any change in my e-mail address unless all delegation of authority by me under section 15 is terminated."

15.4. A notice of delegation submitted under subsection 15.3 shall be effective, with regard to the CAIR designated representative or alternate CAIR designated representative identified in such notice, upon receipt of such notice by the Administrator and until receipt by the Administrator of a superseding notice of delegation submitted by such CAIR designated representative or alternate CAIR designated representative, as appropriate. The superseding notice of delegation may replace any previously identified agent, add a new agent, or eliminate entirely any delegation of authority.

15.5. Any electronic submission covered by the certification in paragraph 15.3.d.1 and made in accordance with a notice of delegation effective under subsection 15.4 shall be deemed to be an electronic submission by the CAIR designated representative or alternate CAIR designated representative submitting such notice of delegation.

§45-39-20. General CAIR NO_x Annual Trading Program Permit Requirements.

20.1. For each CAIR NO_x Annual source required to have a Title V operating permit or required, under sections 80 through 88, to have a Title V operating permit or other federally enforceable permit, such permit must include a CAIR permit administered by the Secretary for the Title V operating permit or the federally enforceable permit as applicable. The CAIR portion of the Title V operating permit or other federally enforceable permit as applicable will be administered in accordance with 45CSR30 and any other applicable rule, except as provided otherwise by section 5 and sections 20 through 24 and sections 80 through 88.

20.2. Each CAIR permit will contain, with regard to the CAIR NO_x Annual source and the CAIR NO_x Annual units at the source covered by the CAIR permit, all applicable CAIR NO_x

Annual Trading Program requirements, CAIR NO_x Ozone Season Trading Program requirements, and CAIR SO₂ Trading Program requirements and will be a complete and separable portion of the Title V operating permit or other federally enforceable permit under subsection 20.1.

§45-39-21. Submission of CAIR Permit Applications.

21.1. Duty to apply. -- The CAIR designated representative of any CAIR NO_x Annual source required to have a Title V operating permit will submit to the Secretary a complete CAIR permit application under section 22 for the source covering each CAIR NO_x Annual unit at the source at least 18 months (or such lesser time provided by the Secretary) before the later of January 1, 2009 or the date on which the CAIR NO_x Annual unit commences commercial operation.

21.2. Duty to reapply. -- For a CAIR NO_x Annual source required to have a Title V operating permit, the CAIR designated representative will submit a complete CAIR permit application under section 22 for the source covering each CAIR NO_x Annual unit at the source to renew the CAIR permit in accordance with 45CSR30.

§45-39-22. Information Requirements for CAIR Permit Applications.

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

22.1.a. Identification of the CAIR NO_x Annual source;

22.1.b. Identification of each CAIR NO_x Annual unit at the CAIR NO_x Annual source; and

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

~~22.1.d. A copy of the complete certificate of representation under section 13.~~

§45-39-23. CAIR Permit Contents and Term.

23.1. Each CAIR permit will contain, in a format prescribed by the Secretary, all elements required for a complete CAIR permit application under section 22.

23.2. Each CAIR permit is deemed to incorporate automatically the definitions of terms under section 2 and, upon recordation by the Administrator under sections ~~40 51 through 57, sections 60 through 62, or sections 80 through 88~~; every allocation, transfer, or deduction of a CAIR NO_x Annual allowance to or from the compliance account of the CAIR NO_x Annual source covered by the permit.

23.3. The term of the CAIR permit will be set by the Secretary, as necessary to facilitate coordination of the renewal of the CAIR permit with issuance, revision, or renewal of the CAIR NO_x Annual source's Title V operating permit or other federally enforceable permit as applicable.

§45-39-24. CAIR Permit Revisions.

24.1. Except as provided in subsection 23.2, the Secretary will revise the CAIR permit, as necessary, in accordance with 45CSR30 or any other applicable rule addressing permit revisions.

§45-39-30. Reserved.

§45-39-40. CAIR NO_x Annual Trading Budget.

40.1. The West Virginia CAIR NO_x annual trading budget for allocations of CAIR NO_x Annual allowances for the control periods of 2009 through 2014 and 2015 and thereafter are respectively as follows:

CAIR NO _x Annual Trading Budget	2009-2014	2015 and thereafter
	74,220 tons	61,850 tons

§45-39-41. Timing Requirements for CAIR NO_x Annual Allowance Allocations.

41.1. By October 31, 2006, the Secretary will submit to the Administrator the CAIR NO_x Annual allowance allocations, in a format prescribed by the Administrator and in accordance with subsections 42.1 and 42.2, for the control periods in 2009, 2010, 2011, 2012, 2013 and 2014.

41.2. By October 31, 2009 and October 31 of each year thereafter, the Secretary will submit to the Administrator the CAIR NO_x Annual allowance allocations, in a format prescribed by the Administrator and in accordance with subsections 42.1 and 42.2, for the control period in the sixth year after the year of the applicable deadline for submission under this section. ~~If the Secretary fails to submit to the Administrator the CAIR NO_x Annual allowance allocations in accordance with this subsection, the Administrator will assume that the allocations of CAIR NO_x Annual allowances for the applicable control period are the same as for the control period that immediately precedes the applicable control period, except that, if the applicable control period is in 2015, the Administrator will assume that the allocations equal 83 percent of the allocations for the control period that immediately precedes the applicable control period.~~

41.3. By October 31, 2009 and October 31 of each year thereafter, the Secretary will submit to the Administrator the CAIR NO_x Annual allowance allocations, in a format prescribed by the Administrator and in accordance with subsections 42.1, 42.3 and 42.4, for the control period in the year of the applicable deadline for submission under this section. ~~If the Secretary fails to submit to the Administrator the CAIR NO_x Annual allowance allocations in accordance with this subsection, the Administrator will assume that the allocations of CAIR NO_x Annual allowances for the applicable control period are the same as for the control period that immediately precedes the applicable control period, except that, if the applicable control period is in 2015, the Administrator will assume that the allocations equal 83 percent of the allocations for the control~~

~~period that immediately precedes the applicable control period and except that any CAIR NO_x Annual unit that would otherwise be allocated CAIR NO_x Annual allowances under subsections 42.1 and 42.2, as well as under subsections 42.1, 42.3 and 42.4, for the applicable control period will be assumed to be allocated no CAIR NO_x Annual allowances under subsections 42.1, 42.3 and 42.4 for the applicable control period.~~

§45-39-42. CAIR NO_x Annual Allowance Allocations.

42.1. Determination of baseline heat input. -- The baseline heat input (in mmBtu) used with respect to CAIR NO_x Annual allowance allocations under subsection 42.2 for each CAIR NO_x Annual unit will be:

42.1.a. For units commencing operation before January 1, 2001, the average of the 3 highest amounts of the unit's adjusted control period heat input for 2000 through 2004, with the adjusted control period heat input for each year calculated as follows:

42.1.a.1. If the unit is coal-fired during the year, the unit's control period heat input for such year is multiplied by 100 percent;

42.1.a.2. If the unit is oil-fired during the year, the unit's control period heat input for such year is multiplied by 60 percent; and

42.1.a.3. If the unit is not subject to paragraphs 42.1.a.1 or 42.1.a.2, the unit's control period heat input for such year is multiplied by 40 percent;

42.1.b. For units commencing operation on or after January 1, 2001 and operating each calendar year during a period of 5 or more consecutive calendar years, the average of the 3 highest amounts of the unit's total converted control period heat input over the first such 5 years;

42.1.c. A unit's control period heat input, and a unit's status as coal-fired or oil-fired, for a calendar year under subdivision 42.1.a, and a

unit's total tons of NO_x emissions during a calendar year under subdivision 42.3.c, will be determined in accordance with 40 CFR Part 75, to the extent the unit was otherwise subject to the requirements of 40 CFR Part 75 for the year, or will be based on the best available data reported to the Secretary for the unit, to the extent the unit was not otherwise subject to the requirements of 40 CFR Part 75 for the year; and

42.1.d. A unit's converted control period heat input for a calendar year specified under subdivision 42.1.b equals:

42.1.d.1. Except as provided in paragraphs 42.1.d.2 or 42.1.d.3, the control period gross electrical output of the generator or generators served by the unit multiplied by 7,900 Btu/kWh, if the unit is coal-fired for the year, or 6,675 Btu/kWh, if the unit is not coal-fired for the year, and divided by 1,000,000 Btu/mmBtu, provided that if a generator is served by 2 or more units, then the gross electrical output of the generator will be attributed to each unit in proportion to the unit's share of the total control period heat input of such units for the year;

42.1.d.2. For a unit that is a boiler and has equipment used to produce electricity and useful thermal energy for industrial, commercial, heating, or cooling purposes through the sequential use of energy, the total heat energy (in Btu) of the steam produced by the boiler during the control period, divided by 0.8 and by 1,000,000 Btu/mmBtu; or

42.1.d.3. For a unit that is a combustion turbine and has equipment used to produce electricity and useful thermal energy for industrial, commercial, heating, or cooling purposes through the sequential use of energy, the control period gross electrical output of the enclosed device comprising the compressor, combustor, and turbine multiplied by 3,413 Btu/kWh, plus the total heat energy (in Btu) of the steam produced by any associated heat recovery steam generator during the control period ~~multiplied~~ divided by 0.8, and with the sum divided by 1,000,000 Btu/mmBtu.

42.2. CAIR NO_x Annual allowance allocation Allocations for established units.

42.2.a. CAIR NO_x Annual allowances. -- For each control period in 2009 and thereafter, the Secretary will allocate to all CAIR NO_x Annual units in the state that have a baseline heat input (as determined under subsection 42.1) a total amount of CAIR NO_x Annual allowances equal to 95 percent for a control period during 2009 through 2014, and 97 percent for a control period during 2015 and thereafter, of the tons of NO_x emissions in the state trading budget under section 40 (except as provided in subsection 42.4).

42.2.b. Calculation of CAIR NO_x Annual allowance allocation. -- The Secretary will allocate CAIR NO_x Annual allowances to each CAIR NO_x Annual unit under subdivision 42.2.a in an amount determined by multiplying the total amount of CAIR NO_x Annual allowances allocated under subdivision 42.2.a by the ratio of the baseline heat input of such CAIR NO_x Annual unit to the total amount of baseline heat input of all such CAIR NO_x Annual units in West Virginia and rounding to the nearest whole allowance as appropriate.

42.3. New unit set-aside allocation. -- For each control period in 2009 and thereafter, the Secretary will allocate CAIR NO_x Annual allowances to CAIR NO_x Annual units in ~~the state~~ West Virginia that commenced operation on or after January 1, 2001 and are not allocated CAIR NO_x Annual allowances under subsection 42.2 because the units do not yet have a baseline heat input (as determined under subsection 42.1) or because the units have a baseline heat input but all CAIR NO_x Annual allowances available under subsection 42.2 for the control period are already allocated, in accordance with the following procedures:

42.3.a. The Secretary will establish a separate new unit set-aside for each control period. Each new unit set-aside will be allocated CAIR NO_x Annual allowances equal to 5 percent for a control period in 2009 through 2014, and 3 percent for a control period in 2015 and thereafter, of the amount of tons of NO_x emissions in the

CAIR NO_x annual trading budget under section 40;

42.3.b. The CAIR designated representative of such a CAIR NO_x Annual unit may submit to the Secretary a request, in a format specified by the Secretary, to be allocated CAIR NO_x Annual allowances, starting with the later of the control period in 2009 or the first control period after the control period in which the CAIR NO_x Annual unit commences commercial operation and until the first control period for which the unit is allocated CAIR NO_x Annual allowances under subsection 42.2. ~~The A separate CAIR NO_x Annual allowance allocation request for each control period for which CAIR NO_x allowances are sought~~ must be submitted on or before ~~July~~ May 1 of ~~the first such~~ control period for which the CAIR NO_x Annual allowances are requested and after the date on which the CAIR NO_x Annual unit commences commercial operation;

42.3.c. In a CAIR NO_x Annual allowance allocation request under subdivision 42.3.b, the CAIR designated representative may request for a control period CAIR NO_x Annual allowances in an amount not exceeding the CAIR NO_x Annual unit's total tons of NO_x emissions during the calendar year immediately before such control period; and

42.3.d. The Secretary will review each CAIR NO_x Annual allowance allocation request under subdivision 42.3.b and will allocate CAIR NO_x Annual allowances for each control period pursuant to such request as follows:

42.3.d.1. The Secretary will accept an allowance allocation request only if the request meets, or is adjusted by the Secretary as necessary to meet, the requirements of subdivisions 42.3.b and 42.3.c;

42.3.d.2. On or after ~~July~~ May 1 of the control period, the Secretary will determine the sum of the CAIR NO_x Annual allowances requested (as adjusted under paragraph 42.3.d.1) in all allowance allocation requests accepted under paragraph 42.3.d.1 for the control period;

42.3.d.3. If the amount of CAIR NO_x Annual allowances in the new unit set-aside for the control period is greater than or equal to the sum under paragraph 42.3.d.2, then the Secretary will allocate the amount of CAIR NO_x Annual allowances requested (as adjusted under paragraph 42.3.d.1) to each CAIR NO_x Annual unit covered by an allowance allocation request accepted under paragraph 42.3.d.1;

42.3.d.4. If the amount of CAIR NO_x Annual allowances in the new unit set-aside for the control period is less than the sum under paragraph 42.3.d.2, then the Secretary will allocate to each CAIR NO_x Annual unit covered by an allowance allocation request accepted under paragraph 42.3.d.1 the amount of the CAIR NO_x Annual allowances requested (as adjusted under paragraph 42.3.d.1), multiplied by the amount of CAIR NO_x Annual allowances in the new unit set-aside for the control period, divided by the sum determined under paragraph 42.3.d.2, and rounded to the nearest whole allowance as appropriate; and

42.3.d.5. The Secretary will notify each CAIR designated representative that submitted an allowance allocation request of the amount of CAIR NO_x Annual allowances (if any) allocated for the control period to the CAIR NO_x Annual unit covered by the request.

42.4. Unallocated new unit set-aside NO_x allowances. -- If, after completion of the procedures under subdivision 42.3.d for a control period, any unallocated CAIR NO_x Annual allowances remain in the new unit set-aside for the control period, the Secretary will allocate to each CAIR NO_x Annual unit that was allocated CAIR NO_x Annual allowances under subsection 42.2 an amount of CAIR NO_x Annual allowances equal to the total amount of such remaining unallocated CAIR NO_x Annual allowances, multiplied by the unit's allocation under subsection 42.2, divided by 95 percent for a control period during 2009 through 2014, and 97 percent for a control period during 2015 and thereafter, of the amount of tons of NO_x emissions in the CAIR NO_x annual trading budget under section 40, and rounded to the nearest whole allowance as appropriate.

§45-39-43. Compliance Supplement Pool.

43.1. In addition to the CAIR NO_x Annual allowances allocated under section 42, the Secretary may allocate for the control period in 2009 up to 16,929 CAIR NO_x Annual allowances to CAIR NO_x Annual units in West Virginia.

43.2. For any CAIR NO_x Annual unit in West Virginia ~~that achieves NO_x emission reductions in 2007 and 2008 that are not necessary to comply with any state or federal emissions limitation applicable during such years whose average annual NO_x emission rate for 2007 or 2008 is less than 0.25 lb/mmBtu and, if the unit is included in an Acid Rain Program NO_x averaging plan under 40 CFR §76.11 for such year, whose NO_x averaging plan has an actual weighted average NO_x emission rate for such year equal or less than the actual weighted average NO_x emission rate, for the year before such year achieves NO_x emission reductions in 2007 or 2008,~~ the CAIR designated representative of the unit may request early reduction credits, and allocation of CAIR NO_x Annual allowances from the compliance supplement pool under subsection 43.1 for such early reduction credits, in accordance with the following:

43.2.a. The owners and operators of such CAIR NO_x Annual unit will monitor and report the NO_x emissions rate and the heat input of the unit in accordance with sections 70 through ~~76~~ 75 in each control period for which early reduction credit is requested.

43.2.b. The CAIR designated representative of such CAIR NO_x Annual unit will submit to the Secretary by ~~July~~ May 1, 2009 a request, in a format specified by the Secretary, for allocation of an amount of CAIR NO_x Annual allowances from the compliance supplement pool not exceeding the sum of the amounts (in tons) of the unit's NO_x emission reductions in 2007 and 2008 ~~that are not necessary to comply with any state or federal emissions limitation applicable during such years~~ unit's heat input for the control period in 2007 multiplied by the difference (if greater than zero) between 0.25 lb/mmBtu and the units' NO_x emission rate for the control period in

2007 plus the unit's heat input for the control period in 2008 multiplied by the difference (if greater than zero) between 0.25 lb/mmBtu and the units' NO_x emission rate for the control period in 2008, determined in accordance with sections 70 through 76 75 and with the sum divided by 2000 lb/ton and rounded to the nearest whole number of tons as appropriate.

43.3. For any CAIR NO_x Annual unit in West Virginia whose compliance with the CAIR NO_x Annual emissions limitation for the control period in 2009 would create an undue risk to the reliability of electricity supply during such control period, the CAIR designated representative of the unit may request the allocation of CAIR NO_x Annual allowances from the compliance supplement pool under subsection 43.1, in accordance with the following:

43.3.a. The CAIR designated representative of such CAIR NO_x Annual unit will submit to the Secretary by ~~July~~ May 1, 2009 a request, in a format specified by the Secretary, for allocation of an amount of CAIR NO_x Annual allowances from the compliance supplement pool not exceeding the minimum amount of CAIR NO_x Annual allowances necessary to remove such undue risk to the reliability of electricity supply;

43.3.b. In the request under subdivision 43.3.a, the CAIR designated representative of such CAIR NO_x Annual unit will demonstrate that, in the absence of allocation to the unit of the amount of CAIR NO_x Annual allowances requested, the unit's compliance with the CAIR NO_x Annual emissions limitation for the control period in 2009 would create an undue risk to the reliability of electricity supply during such control period. This demonstration must include a showing that it would not be feasible for the owners and operators of the unit to:

43.3.b.1. Obtain a sufficient amount of electricity from other electricity generation facilities, during the installation of control technology at the unit for compliance with the CAIR NO_x Annual emissions limitation, to prevent such undue risk; or

43.3.b.2. Obtain under subsections 43.2 and 43.4, or otherwise obtain, a sufficient amount of CAIR NO_x Annual allowances to prevent such undue risk.

43.4. The Secretary will review each request under subsections 43.2 or 43.3 submitted by ~~July~~ May 1, 2009 and will allocate CAIR NO_x Annual allowances for the control period in 2009 to CAIR NO_x Annual units in West Virginia and covered by such request as follows:

43.4.a. Upon receipt of each such request, the Secretary will make any necessary adjustments to the request to ensure that the amount of the CAIR NO_x Annual allowances requested meets the requirements of subsections 43.2 or 43.3;

43.4.b. If the compliance supplement pool under subsection 43.1 has an amount of CAIR NO_x Annual allowances not less than the total amount of CAIR NO_x Annual allowances in all such requests (as adjusted under subdivision 43.4.a), the Secretary will allocate to each CAIR NO_x Annual unit covered by such requests the amount of CAIR NO_x Annual allowances requested (as adjusted under subdivision 43.4.a);

43.4.c. ~~Reserved;~~

~~43.4.d.~~ If the compliance supplement pool under subsection 43.1 has a smaller amount of CAIR NO_x Annual allowances than the total amount of CAIR NO_x Annual allowances in all such requests (as adjusted under subdivision 43.4.a), the Secretary will allocate CAIR NO_x Annual allowances to each CAIR NO_x Annual unit covered by such requests according to the following formula and rounding to the nearest whole allowance as appropriate:

Unit's allocation = Unit's adjusted allocation X (16,929 ÷ total adjusted allocations for all units)

Where:

"Unit's allocation" is the number amount of CAIR NO_x Annual allowances allocated to the

unit from the compliance supplement pool;

"Unit's adjusted allocation" is the amount of CAIR NO_x Annual allowances requested for the unit under subsections 43.2 or 43.3 as adjusted under subdivision 43.4.a;

"Total adjusted allocations for all units" is the sum of the amounts of allocations requested for all units under subsections 43.2 or 43.3, as adjusted under subdivision 43.4.a;

~~43.4.c.~~ 43.4.d. By November 30, 2009, the Secretary will determine, and submit to the Administrator, the allocations under subdivisions 43.4.b or ~~43.4.d~~ 43.4.c; and

~~43.4.f.~~ 43.4.e. By January 1, 2010, the Administrator will record the allocations under subdivision ~~43.4.e~~ 43.4.d.

§45-39-50. Reserved.

§45-39-51. Establishment of Accounts.

51.1. Compliance accounts. -- ~~Except as provided in subsection 84.5, upon~~ Upon receipt of a complete certificate of representation under section 13, the Administrator will establish a compliance account for the CAIR NO_x Annual source for which the certificate of representation was submitted, unless the source already has a compliance account.

51.2. General accounts. -- Any person may apply to open a general account for the purpose of holding and transferring CAIR NO_x Annual allowances. An application for a general account may designate one and only one CAIR authorized account representative and one and only one alternate CAIR authorized account representative who may act on behalf of the CAIR authorized account representative. The agreement by which the alternate CAIR authorized account representative is selected will include a procedure for authorizing the alternate CAIR authorized account representative to act in lieu of the CAIR authorized account representative.

51.2.a. A complete application for a

general account will be submitted to the Administrator and must 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 CAIR authorized account representative and any alternate CAIR authorized account representative;

51.2.a.2. Organization name and type of organization, if applicable;

51.2.a.3. A list of all persons subject to a binding agreement for the CAIR authorized account representative and any alternate CAIR authorized account representative to represent their ownership interest with respect to the CAIR NO_x Annual allowances held in the general account;

51.2.a.4. The following certification statement by the CAIR authorized account representative and any alternate CAIR authorized account representative: "I certify that I was selected as the CAIR authorized account representative or the alternate CAIR authorized account representative, as applicable, by an agreement that is binding on all persons who have an ownership interest with respect to CAIR NO_x Annual allowances held in the general account. I certify that I have all the necessary authority to carry out my duties and responsibilities under the CAIR NO_x Annual 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."; and

51.2.a.5. The signature of the CAIR authorized account representative and any alternate CAIR authorized account representative and the dates signed.

51.2.b. Unless otherwise required by the Secretary or the Administrator, documents of agreement referred to in the application for a general account will not be submitted to the

Secretary or the Administrator. Neither the Secretary nor the Administrator will be under any obligation to review or evaluate the sufficiency of such documents, if submitted.

51.3. Authorization of CAIR authorized account representative and alternate CAIR authorized account representative. -- Upon receipt by the Administrator of a complete application for a general account under subsection 51.2:

51.3.a. The Administrator will establish a general account for the person or persons for whom the application is submitted;

51.3.b. The CAIR authorized account representative and any alternate CAIR authorized account representative for the general account will represent and, by his or her representations, actions, inactions, or submissions, legally bind each person who has an ownership interest with respect to CAIR NO_x Annual allowances held in the general account in all matters pertaining to the CAIR NO_x Annual Trading Program, notwithstanding any agreement between the CAIR authorized account representative or any alternate CAIR authorized account representative and such person. Any such person will be bound by any order or decision issued to the CAIR authorized account representative or any alternate CAIR authorized account representative by the Administrator or a court regarding the general account; and

51.3.c. Any representation, action, inaction, or submission by any alternate CAIR authorized account representative will be deemed to be a representation, action, inaction, or submission by the CAIR authorized account representative.

51.4. Each submission concerning the general account under subsection 51.2 must be submitted, signed, and certified by the CAIR authorized account representative or any alternate CAIR authorized account representative for the persons having an ownership interest with respect to CAIR NO_x Annual allowances held in the general account. Each such submission must include the following certification statement by the CAIR

authorized account representative or any alternate CAIR authorized account representative: "I am authorized to make this submission on behalf of the persons having an ownership interest with respect to the CAIR NO_x Annual 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."

51.5. The Administrator will accept or act on a submission concerning a the general account under subsection 51.2 only if the submission has been made, signed, and certified in accordance with subsection 51.4.

51.6. Changing CAIR authorized account representative and alternate CAIR authorized account representative; changes in persons with ownership interest.

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

51.6.b. The alternate CAIR 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 subsection 51.2. Notwithstanding any such change, all representations, actions, inactions, and submissions by the previous alternate CAIR authorized account representative before the time and date when the Administrator receives the superseding application for a general account will be binding on the new alternate CAIR authorized account representative and the persons with an ownership interest with respect to the CAIR NO_x Annual allowances in the general account.

51.6.c. In the event a new person having an ownership interest with respect to CAIR NO_x Annual allowances in the general account is not included in the list of such persons in the application for a general account, such new person will be deemed to be subject to and bound by the application for a general account, the representation, actions, inactions, and submissions of the CAIR authorized account representative and any alternate CAIR authorized account representative of the account, and the decisions and orders of the Administrator or a court, as if the new person were included in such list.

51.6.d. Within 30 days following any change in the persons having an ownership interest with respect to CAIR NO_x Annual allowances in the general account, including the addition of persons a new person, the CAIR authorized account representative or any alternate CAIR authorized account representative will submit a revision to the application for a general account amending the list of persons having an ownership interest with respect to the CAIR NO_x Annual allowances in the general account to include the change.

51.7. Objections concerning CAIR authorized account representative and alternate CAIR authorized account representative.

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

51.7.b. Except as provided in subdivision 51.6.a or 51.6.b, no objection or other communication submitted to the Administrator concerning the authorization, or any representation, action, inaction, or submission of the CAIR authorized account representative or any alternative alternate CAIR authorized account representative for a general account will affect any representation, action, inaction, or submission of the CAIR authorized account representative or any alternative alternate CAIR authorized account representative or the finality of any decision or order by the Administrator under the CAIR NO_x Annual Trading Program.

51.7.c. The Administrator will not adjudicate any private legal dispute concerning the authorization or any representation, action, inaction, or submission of the CAIR authorized account representative or any alternative alternate CAIR authorized account representative for a general account, including private legal disputes concerning the proceeds of CAIR NO_x Annual allowance transfers.

51.8. Delegation by CAIR authorized account representative and alternate CAIR authorized account representative.

51.8.a. A CAIR authorized account representative may delegate, to one or more natural persons, his or her authority to make an electronic submission to the Administrator provided for or required under sections 51 through 62.

51.8.b. An alternate CAIR authorized account representative may delegate, to one or more natural persons, his or her authority to make an electronic submission to the Administrator provided for or required under sections 51 through 62.

51.8.c. In order to delegate authority to make an electronic submission to the Administrator in accordance with subdivisions 51.8.a and 51.8.b, the CAIR authorized account representative or alternate CAIR authorized account representative, as appropriate, must submit to the Administrator a notice of delegation,

in a format prescribed by the Administrator, that includes the following elements:

51.8.c.1. The name, address, e-mail address, telephone number, and facsimile transmission number (if any) of such CAIR authorized account representative or alternate CAIR authorized account representative;

51.8.c.2. The name, address, e-mail address, telephone number, and facsimile transmission number (if any) of each such natural person (referred to as an "agent");

51.8.c.3. For each such natural person, a list of the type or types of electronic submissions under subdivisions 51.8.a and 51.8.b for which authority is delegated to him or her;

51.8.c.4. The following certification statement by such CAIR authorized account representative or alternate CAIR authorized account representative: "I agree that any electronic submission to the Administrator that is by an agent identified in this notice of delegation and of a type listed for such agent in this notice of delegation and that is made when I am a CAIR authorized account representative or alternate CAIR authorized representative, as appropriate, and before this notice of delegation is superseded by another notice of delegation under 45CSR§39-51.8.d shall be deemed to be an electronic submission by me."; and

51.8.c.5. The following certification statement by such CAIR authorized account representative or alternate CAIR authorized account representative: "Until this notice of delegation is superseded by another notice of delegation under 45CSR§39-51.8.d, I agree to maintain an e-mail account and to notify the Administrator immediately of any change in my e-mail address unless all delegation of authority by me under 45CSR§39-51.8 is terminated.".

51.8.d. A notice of delegation submitted under subdivision 51.8.c shall be effective, with regard to the CAIR authorized account representative or alternate CAIR authorized account representative identified in such notice,

upon receipt of such notice by the Administrator and until receipt by the Administrator of a superseding notice of delegation submitted by such CAIR authorized account representative or alternate CAIR authorized account representative, as appropriate. The superseding notice of delegation may replace any previously identified agent, add a new agent, or eliminate entirely any delegation of authority.

51.8.e. Any electronic submission covered by the certification in paragraph 51.8.c.4 and made in accordance with a notice of delegation effective under subdivision 51.8.d shall be deemed to be an electronic submission by the CAIR designated representative or alternate CAIR designated representative submitting such notice of delegation.

~~51.8.~~ 51.9. Account identification. -- The Administrator will assign a unique identifying number to each account established under subsections 51.1 or 51.2.

§45-39-52. Responsibilities of CAIR Authorized Account Representative.

52.1. Following the establishment of a CAIR NO_x Annual 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 CAIR NO_x Annual allowances in the account, will be made only by the CAIR authorized account representative for the account.

§45-39-53. Recordation of CAIR NO_x Annual Allowance Allocations.

53.1. ~~The~~ By September 30, 2007, the Administrator will record in the CAIR NO_x Annual source's compliance account the CAIR NO_x Annual allowances allocated for the CAIR NO_x Annual units at ~~a~~ the source, as submitted by the Secretary in accordance with subsection 41.1, for the control periods in 2009, 2010, 2011, 2012, 2013 and 2014.

53.2. By December 1, 2009, the Administrator will record in the CAIR NO_x Annual source's

compliance account the CAIR NO_x Annual allowances allocated for the CAIR NO_x Annual units at the source, as submitted by the Secretary ~~or as determined by the Administrator~~ in accordance with subsection 41.2, for the control period in 2015.

~~53.3. In 2011 and~~ By December 1, 2010 and December 1 of each year thereafter, ~~after the Administrator has made all deductions (if any) from a CAIR NO_x Annual source's compliance account under section 54,~~ the Administrator will record in the CAIR NO_x Annual source's compliance account the CAIR NO_x Annual allowances allocated for the CAIR NO_x Annual units at the source, as submitted by the Secretary ~~or determined by the Administrator~~ in accordance with subsection 41.2, for the control period in the sixth year after the year of the ~~control period for which such deductions were or could have been made~~ applicable deadline for recordation under this subsection.

53.4. By December 1, 2009 and December 1 of each year thereafter, the Administrator will record in the CAIR NO_x Annual source's compliance account the CAIR NO_x Annual allowances allocated for the CAIR NO_x Annual units at the source, as submitted by the Secretary ~~or determined by the Administrator~~ in accordance with subsection 41.3, for the control period in the year of the applicable deadline for recordation under this subsection.

53.5. Serial numbers for allocated CAIR NO_x Annual allowances. -- When recording the allocation of CAIR NO_x Annual allowances for a CAIR NO_x Annual unit in a compliance account, the Administrator will assign each CAIR NO_x Annual allowance a unique identification number that will include digits identifying the year of the control period for which the CAIR NO_x Annual allowance is allocated.

§45-39-54. Compliance with CAIR NO_x Emissions Limitation.

54.1. Allowance transfer deadline. -- The CAIR NO_x Annual allowances are available to be deducted for compliance with a source's CAIR

NO_x Annual emissions limitation for a control period in a given calendar year only if the CAIR NO_x Annual allowances:

54.1.a. Were allocated for the control period in the year or a prior year; and

54.1.b. Are held in the compliance account as of the allowance transfer deadline for the control period or are transferred into the compliance account by a CAIR NO_x Annual allowance transfer correctly submitted for recordation under ~~section~~ sections 60 and 61 by the allowance transfer deadline for the control period; and

~~54.1.c. Are not necessary for deduction for excess emissions for a prior control period under subsection 54.4.~~

54.2. Deductions for compliance. -- Following the recordation, in accordance with section 61, of CAIR NO_x Annual allowance transfers submitted for recordation in a source's compliance account by the allowance transfer deadline for a control period, the Administrator will deduct from the compliance account CAIR NO_x Annual allowances available under subsection 54.1 in order to determine whether the source meets the CAIR NO_x Annual emissions limitation for the control period as follows:

54.2.a. Until the amount of CAIR NO_x Annual allowances deducted equals the number of tons of total nitrogen oxides emissions, determined in accordance with sections 70 through ~~76~~ 75, from all CAIR NO_x Annual units at the source for the control period; or

54.2.b. If there are insufficient CAIR NO_x Annual allowances to complete the deductions in subdivision 54.2.a, until no more CAIR NO_x Annual allowances available under subsection 54.1 remain in the compliance account.

54.3. Identification of CAIR NO_x Annual allowances by serial number.

54.3.a. The CAIR authorized account representative for a source's compliance account

may request that specific CAIR NO_x Annual allowances, identified by serial number, in the compliance account be deducted for emissions or excess emissions for a control period in accordance with subsections 54.2 or 54.4. Such request must be submitted to the Administrator by the allowance transfer deadline for the control period and include, in a format prescribed by the Administrator, the identification of the CAIR NO_x Annual source and the appropriate serial numbers.

54.3.b. First-in, first-out. -- The Administrator will deduct CAIR NO_x Annual allowances under subsections 54.2 or 54.4 from the source's compliance account, in the absence of an identification or in the case of a partial identification of CAIR NO_x Annual allowances by serial number under subdivision 54.3.a, on a first-in, first-out accounting basis in the following order:

54.3.b.1. Any CAIR NO_x Annual allowances that were allocated to the units at the source, in the order of recordation; and then

54.3.b.2. Any CAIR NO_x Annual allowances that were allocated to any unit entity and transferred and recorded in the compliance account pursuant to sections 60 through 62, in the order of recordation.

54.4. Deductions for excess emissions.

54.4.a. After making the deductions for compliance under subsection 54.2, for a control period in a calendar year in which the CAIR NO_x Annual source has excess emissions, the Administrator will deduct from the source's compliance account an amount of CAIR NO_x Annual allowances, allocated for the control period in the immediately following calendar year, equal to three times the number of tons of the source's excess emissions.

54.4.b. Any allowance deduction required under subdivision 54.4.a will not affect the liability of the owners and operators of the CAIR NO_x Annual source or the CAIR NO_x Annual units at the source for any fine, penalty, or assessment, or their obligation to comply with any

other remedy, for the same violations, as ordered under the CAA or W.Va. Code §22-5-1 et seq.

54.5. Recordation of deductions. -- The Administrator will record in the appropriate compliance account all deductions from such an account under subsections 54.2 ~~or~~ and 54.4.

54.6. Administrator's action on submissions.

54.6.a. The Administrator may review and conduct independent audits concerning any submission under the CAIR NO_x Annual Trading Program and make appropriate adjustments of the information in the submissions.

54.6.b. The Administrator may deduct CAIR NO_x Annual allowances from or transfer CAIR NO_x Annual allowances to a source's compliance account based on the information in the submissions, as adjusted under subdivision 54.6.a, and record such deductions and transfers.

§45-39-55. Banking.

55.1. CAIR NO_x Annual allowances may be banked for future use or transfer in a compliance account or a general account in accordance with subsection 55.2.

55.2. Any CAIR NO_x Annual allowance that is held in a compliance account or a general account will remain in such account unless and until the CAIR NO_x Annual allowance is deducted or transferred under sections 54, 56, or sections 60 through 62.

§45-39-56. 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 CAIR NO_x Annual Allowance Tracking System account. Within 10 business days of making such correction, the Administrator will notify the CAIR authorized account representative for the account.

§45-39-57. Closing of General Accounts.

57.1. The CAIR authorized account

representative of a general account may submit to the Administrator a request to close the account, which must include a correctly submitted allowance transfer under ~~section~~ sections 60 and 61 for any CAIR NO_x Annual allowances in the account to one or more other CAIR NO_x Annual Allowance Tracking System accounts.

57.2. If a general account has no allowance transfers in or out of the account for a 12-month period or longer and does not contain any CAIR NO_x Annual allowances, the Administrator may notify the CAIR authorized account representative for the account that the account will be closed 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 CAIR NO_x Annual allowances into the account under section sections 60 and 61 or a statement submitted by the CAIR authorized account representative demonstrating to the satisfaction of the Administrator good cause as to why the account should not be closed.

§45-39-60. Submission of CAIR NO_x Annual Allowance Transfers.

60.1. A CAIR authorized account representative seeking recordation of a CAIR NO_x Annual allowance transfer will submit the transfer to the Administrator. To be considered correctly submitted, the CAIR NO_x Annual allowance transfer must include the following elements, in a format specified by the Administrator:

60.1.a. The account numbers ~~of~~ for both the transferor and transferee accounts;

60.1.b. The serial number of each CAIR NO_x Annual allowance that is in the transferor account and is to be transferred; and

60.1.c. The name and signature of the CAIR authorized account representative of the transferor ~~and transferee accounts~~ account and the date signed.

§45-39-61. U.S. EPA Recordation.

61.1. Within 5 business days (except as provided in subsection 61.2) of receiving a CAIR NO_x Annual allowance transfer, the Administrator will record a CAIR NO_x Annual allowance transfer by moving each CAIR NO_x Annual 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 CAIR NO_x Annual allowance identified by serial number in the transfer.

61.2. CAIR NO_x Annual allowance transfer that is submitted for recordation after the allowance transfer deadline for a control period and that includes any CAIR NO_x Annual allowances allocated for any control period before such allowance transfer deadline will not be recorded until after the Administrator completes the deductions under section 54 for the control period immediately before such allowance transfer deadline.

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

§45-39-62. Notification.

62.1. Notification of recordation. -- Within 5 business days of recordation of a CAIR NO_x Annual allowance transfer under section 61, the Administrator will notify the CAIR authorized account representatives of both the transferor and transferee accounts.

62.2. Notification of non-recordation. -- Within 10 business days of receipt of a CAIR NO_x Annual allowance transfer that fails to meet the requirements of subsection 61.1, the Administrator will notify the CAIR 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 will preclude the submission of a CAIR NO_x Annual allowance transfer for recordation following notification of non-recordation.

§45-39-70. General Monitoring and Reporting Requirements. -- The owners and operators, and to the extent applicable, the CAIR designated representative of a CAIR NO_x Annual unit, must comply with the monitoring, recordkeeping and reporting requirements as provided in sections 70 through 76 75 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 will apply, and the terms "affected unit," "designated representative," and "continuous emission monitoring system" (or "CEMS") in 40 CFR Part 75 will be deemed to refer to the terms "CAIR NO_x Annual unit," "CAIR designated representative," and "continuous emission monitoring system" (or "CEMS") respectively, as defined in section 2. The owner or operator of a unit that is not a CAIR NO_x Annual unit but that is monitored under 40 CFR §75.72(b)(2)(ii) must comply with the same monitoring, recordkeeping and reporting requirements as a CAIR NO_x Annual unit.

70.1. Requirements for installation, certification and data accounting. -- The owner or operator of each CAIR NO_x Annual unit will:

70.1.a. Install all monitoring systems required under sections 70 through 76 75 for monitoring NO_x mass emissions and individual unit heat input (including all systems required to monitor NO_x emission rate, NO_x concentration, stack gas moisture content, stack gas flow rate, CO₂ or O₂ concentration, and fuel flow rate, as applicable, in accordance with 40 CFR §§75.71 and 75.72);

70.1.b. Successfully complete all certification tests required under section 71 and meet all other requirements of sections 70 through

76 ~~75~~ and 40 CFR Part 75 applicable to the monitoring systems under subdivision 70.1.a; and

70.1.c. Record, report and quality-assure the data from the monitoring systems under subdivision 70.1.a.

70.2. Compliance deadlines. -- ~~The Except as provided in subsection 70.5,~~ the owner or operator must meet the monitoring system certification and other requirements of subdivisions 70.1.a and 70.1.b on or before the following dates. The owner or operator will record, report, and quality-assure the data from the monitoring systems under subdivision 70.1.a on and after the following dates:

70.2.a. For the owner or operator of a CAIR NO_x Annual unit that commences commercial operation before July 1, 2007, by January 1, 2008;

70.2.b. For the owner or operator of a CAIR NO_x Annual unit that commences commercial operation on or after July 1, 2007, by the later of the following dates:

70.2.b.1. January 1, 2008; or

70.2.b.2. 90 unit operating days or 180 calendar days, whichever occurs first, after the date on which the unit commences commercial operation;

70.2.c. For the owner or operator of a CAIR NO_x Annual unit for which construction of a new stack or flue or installation of add-on NO_x emission controls is completed after the applicable deadline under subdivisions 70.2.a, 70.2.b, 70.2.d or 70.2.e, by 90 unit operating days or 180 calendar days, whichever occurs first, after the date on which emissions first exit to the atmosphere through the new stack or flue or add-on NO_x emissions controls;

~~70.2.d. Notwithstanding the dates in subdivisions 70.2.a and 70.2.b, for the owner or operator of a unit for which a CAIR opt-in permit application is submitted and not withdrawn and a CAIR opt-in permit is not yet issued or denied~~

~~under sections 80 through 88, by the date specified in subsection 84.2, and~~

~~70.2.e. Notwithstanding the dates in subdivisions 70.2.a, 70.2.b and 70.2.d, and solely for purposes of subdivision 6.3.b, for the owner or operator of a CAIR NO_x Annual opt-in unit under sections 80 through 88, by the date on which the CAIR NO_x Annual opt-in unit enters the CAIR NO_x Annual Trading Program as provided in subsection 84.7.~~

70.3. Reporting data. --

~~70.3.a. Except as provided in subdivision 70.3.b, the~~ The owner or operator of a CAIR NO_x Annual unit that does not meet the applicable compliance date set forth in subsection 70.2 for any monitoring system under subdivision 70.1.a will, for each such monitoring system, determine, record, and report maximum potential (or, as appropriate, minimum potential) values for NO_x concentration, NO_x emission rate, stack gas flow rate, stack gas moisture content, fuel flow rate, and any other parameters required to determine NO_x mass emissions and heat input in accordance with 40 CFR §§75.31(b)(2) or (c)(3), section 2.4 of Appendix D to 40 CFR Part 75, or section 2.5 of Appendix E to 40 CFR Part 75, as applicable.

~~70.3.b. The owner or operator of a CAIR NO_x Annual unit that does not meet the applicable compliance date set forth in subdivision 70.2.c for any monitoring system under subdivision 70.1.a will, for each such monitoring system, determine, record, and report substitute data using the applicable missing data procedures in Subpart D or Subpart H of, or Appendix D or Appendix E to, 40 CFR Part 75, in lieu of the maximum potential (or, as appropriate, minimum potential) values, for a parameter if the owner or operator demonstrates that there is continuity between the data streams for that parameter before and after the construction or installation under subdivision 70.2.c.~~

70.4. Prohibitions.

70.4.a. No owner or operator of a CAIR NO_x Annual unit will use any alternative

monitoring system, alternative reference method, or any other alternative to any requirement of sections 70 through ~~76~~ 75 without having obtained prior written approval in accordance with section 75.

70.4.b. No owner or operator of a CAIR NO_x Annual unit will 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~~ 75 and 40 CFR Part 75.

70.4.c. No owner or operator of a CAIR NO_x Annual unit will 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 or heat input, 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~~ 75 and 40 CFR Part 75.

70.4.d. No owner or operator of a CAIR NO_x Annual unit will retire or permanently discontinue use of the continuous emission monitoring system, any component thereof, or any other approved monitoring system under sections 70 through ~~76~~ 75, except under any one of the following circumstances:

70.4.d.1. During the period that the unit is covered by an exemption under 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~~ 75 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 CAIR designated representative submits notification of the date of

certification testing of a replacement monitoring system for the retired or discontinued monitoring system in accordance with paragraph 71.4.c.1.

70.5. Long-term cold storage. -- The owner or operator of a CAIR NO_x Annual unit is subject to the applicable provisions of 40 CFR Part 75 concerning units in long-term cold storage.

§45-39-71. Initial Certification and Recertification Procedures.

71.1. The owner or operator of a CAIR NO_x Annual unit will be exempt from the initial certification requirements of this section for a monitoring system under subdivision 70.1.a if the following conditions are met:

71.1.a. The monitoring system has been previously certified in accordance with 40 CFR Part 75; and

71.1.b. The applicable quality-assurance and quality-control requirements of 40 CFR §75.21 and Appendix B, Appendix D, and Appendix E to 40 CFR Part 75 are fully met for the certified monitoring system described in subdivision 71.1.a.

71.2. The recertification provisions of this section will apply to a monitoring system under subdivision 70.1.a exempt from initial certification requirements under subsection 71.1.

71.3. If the Administrator has previously 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 §§75.12; or 75.17, or Subpart H of 40 CFR Part 75; the CAIR designated representative will resubmit the petition to the Administrator under subsection 75.1 to determine whether the approval applies under the CAIR NO_x Annual Trading Program.

71.4. Except as provided in subsection 71.1, the owner or operator of a CAIR NO_x Annual unit must comply with the following initial certification and recertification procedures for a

continuous monitoring system (i.e., a continuous emission monitoring system and an excepted monitoring system under Appendices D and E to 40 CFR Part 75) under subdivision 70.1.a. The owner or operator of 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 must comply with the procedures in subsections 71.5 or 71.6, respectively.

71.4.a. Requirements for initial certification. -- The owner or operator will ensure that each continuous monitoring system under subdivision 70.1.a (including 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 a monitoring system to meet the requirements of sections 70 through ~~76~~ 75 in a location where no such monitoring system was previously installed, initial certification in accordance with 40 CFR §75.20 is required.

71.4.b. Requirements for recertification. -- Whenever the owner or operator makes a replacement, modification, or change in any certified continuous emission monitoring system under subdivision 70.1.a 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 quality-assurance and quality-control requirements of 40 CFR §75.21 or Appendix B to 40 CFR Part 75, the owner or operator will recertify the 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 will recertify each continuous emission monitoring system whose accuracy is potentially affected by the change, in accordance with 40 CFR §75.20(b). Examples of changes to a continuous emission monitoring system 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. Any fuel flowmeter systems, and any excepted NO_x monitoring system under Appendix E to 40 CFR Part 75, under subdivision 70.1.a are subject to the recertification requirements in 40 CFR §75.20(g)(6).

71.4.c. Approval process for initial certification and recertification. -- Paragraphs 71.4.c.1 through 71.4.c.4 apply to both initial certification and recertification of a continuous monitoring system under subdivision 70.1.a. For recertifications, replace the words "certification" and "initial certification" with the word "recertification", replace the word "certified" with the word "recertified", and follow the procedures in 40 CFR §§75.20(b)(5) and (g)(7) in lieu of the procedures in paragraph 71.4.c.5.

71.4.c.1. Notification of certification. -- The CAIR designated representative will submit to the Secretary, U.S. EPA Region III, and the Administrator written notice of the dates of certification testing, in accordance with section 73.

71.4.c.2. Certification application. -- The CAIR designated representative will submit to the Secretary a certification application for each monitoring system. A complete certification application must include the information specified in 40 CFR §75.63.

71.4.c.3. Provisional certification date. -- The provisional certification date for a monitoring system will be determined in accordance with 40 CFR §75.20(a)(3). A provisionally certified monitoring system may be used under the CAIR NO_x Annual 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 71.4.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 the date of receipt of the complete certification application by the Secretary.

71.4.c.4. Certification application 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 71.4.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 CAIR NO_x Annual Trading Program.

71.4.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.

71.4.c.4.B. Incomplete application notice. -- 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 CAIR designated representative must submit the additional information required to complete the certification application. If the CAIR designated representative does not comply with the notice of incompleteness by the specified date, then the Secretary may issue a notice of disapproval under subparagraph 71.4.c.4.C. The 120-day review period will not begin before receipt of a complete certification application.

71.4.c.4.C. Disapproval notice. -- If the certification application shows that any monitoring system does not meet the performance requirements of 40 CFR Part 75 or if the certification application is incomplete and the requirement for disapproval under subparagraph 71.4.c.4.B is 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 will 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 must follow the procedures for loss of certification in paragraph 71.4.c.5 for each monitoring system that is disapproved for initial certification.

71.4.c.4.D. Audit decertification. -- The Secretary, ~~or for a CAIR NO_x opt-in unit or a unit for which a CAIR opt-in permit application is submitted and not withdrawn and a CAIR opt-in permit is not yet issued or denied under sections 80 through 88,~~ the Administrator may issue a notice of disapproval of the certification status of a monitor in accordance with subsection 72.2.

71.4.c.5. Procedures for loss of certification. -- If the Secretary or the Administrator issues a notice of disapproval of a certification application under subparagraph 71.4.c.4.C or a notice of disapproval of certification status under subparagraph 71.4.c.4.D, then:

71.4.c.5.A. The owner or operator will substitute the following values, for each disapproved monitoring system, for each hour of unit operation during the period of invalid data specified under 40 CFR §§75.20(a)(4)(iii), 75.20(g)(7), or ~~40 CFR §75.21(e)~~ and continuing until the applicable date and hour specified under 40 CFR §§75.20(a)(5)(i) or 75.20(g)(7):

71.4.c.5.A.1. For a disapproved NO_x emission rate (i.e., NO_x-diluent) system, the maximum potential NO_x emission rate, as defined in 40 CFR §72.2;

71.4.c.5.A.2. For a disapproved NO_x pollutant concentration monitor and disapproved flow monitor, respectively, the maximum potential concentration of NO_x and the maximum potential flow rate, as defined in sections 2.1.2.1 and 2.1.4.1 of Appendix A to 40

CFR Part 75;

71.4.c.5.A.3. For a disapproved moisture monitoring system and disapproved diluent gas monitoring system, respectively, the minimum potential moisture percentage and either the maximum potential CO₂ concentration or the minimum potential O₂ concentration (as applicable), as defined in sections 2.1.5, 2.1.3.1, and 2.1.3.2 of Appendix A to 40 CFR Part 75;

71.4.c.5.A.4. For a disapproved fuel flowmeter system, the maximum potential fuel flow rate, as defined in section 2.4.2.1 of Appendix D to 40 CFR Part 75;

71.4.c.5.A.5. For a disapproved excepted NO_x monitoring system under Appendix E to 40 CFR Part 75, the fuel-specific maximum potential NO_x emission rate, as defined in 40 CFR §72.2;

71.4.c.5.B. The CAIR designated representative must submit a notification of certification retest dates and a new certification application in accordance with paragraphs 71.4.c.1 and 71.4.c.2; and

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

71.5. Initial certification and recertification procedures for units using the low mass emission excepted methodology under 40 CFR §75.19. -- The owner or operator of a unit qualified to use the low mass emissions (LME) excepted methodology under 40 CFR §75.19 will meet the applicable certification and recertification requirements in 40 CFR §§75.19(a)(2) and 75.20(h). If the owner or operator of such a unit elects to certify a fuel flowmeter system for heat input determination, the owner or operator will also meet the certification and recertification requirements in 40 CFR §75.20(g).

71.6. Certification and recertification procedures for alternative monitoring systems. -- The CAIR designated representative of each unit for which the owner or operator intends to use an alternative monitoring system approved by the Administrator and, if applicable, the Secretary under Subpart E of 40 CFR Part 75 must comply with the applicable notification and application procedures of 40 CFR §75.20(f).

§45-39-72. Out of Control Periods.

72.1. Whenever any monitoring system fails to meet the quality-assurance and quality-control requirements or data validation requirements of 40 CFR Part 75, data must be substituted using the applicable missing data procedures in Subpart D or Subpart H of, or Appendix D or Appendix E to 40 CFR Part 75.

72.2. Audit decertification. -- Whenever both an audit of a monitoring system and a review of the initial certification or recertification application reveal that any monitoring 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, ~~or for a CAIR NO_x opt-in unit or a unit for which a CAIR opt-in permit application is submitted and not withdrawn and a CAIR opt-in permit is not yet issued or denied under sections 80 through 88,~~ the Administrator will issue a notice of disapproval of the certification status of such monitoring system. For the purposes of this subsection, an audit will 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 or the Administrator revokes prospectively the certification status of the monitoring system. The data measured and recorded by the monitoring system will 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 monitoring system. The owner or operator must follow the applicable initial certification or recertification procedures in section 71 for each disapproved monitoring system.

§45-39-73. Notifications.

73.1. The CAIR designated representative for a CAIR NO_x Annual unit will submit written notice to the Secretary and the Administrator in accordance with 40 CFR §75.61; ~~except that if the unit is not subject to an Acid Rain emissions limitation, the notification is only required to be sent to the Secretary.~~

§45-39-74. Recordkeeping and Reporting.

74.1. General provisions. -- The CAIR designated representative must comply with all recordkeeping and reporting requirements under this section, the applicable recordkeeping and reporting requirements under 40 CFR §75.73, and the requirements of subsection 10.5.

74.2. Monitoring plans. -- The owner or operator of a CAIR NO_x Annual unit must comply with the requirements of 40 CFR §§75.73(c) and (e) and; ~~for a unit for which a CAIR opt-in permit application is submitted and not withdrawn and a CAIR opt-in permit is not yet issued or denied under sections 80 through 88, the requirements of section 83 and subsection 84.1.~~

74.3. Certification applications. -- The CAIR designated representative must submit an application to the Secretary within 45 days after completing all initial certification or recertification tests required under section 71, including the information required under 40 CFR §75.63.

74.4. Quarterly reports. -- The CAIR designated representative must submit quarterly reports, as follows:

74.4.a. The CAIR designated representative will report the NO_x mass emissions data and heat input data for the CAIR NO_x Annual unit, in an electronic quarterly report in a

format prescribed by the Administrator, for each calendar quarter beginning with:

74.4.a.1. For a unit that commences commercial operation before July 1, 2007, the calendar quarter covering January 1, 2008 through March 31, 2008; ~~or~~

74.4.a.2. For a unit that commences commercial operation on or after July 1, 2007, the calendar quarter corresponding to the earlier of the date of provisional certification or the applicable deadline for initial certification under subsection 70.2, unless that quarter is the third or fourth quarter of 2007, in which case reporting will commence in the quarter covering January 1, 2008 through March 31, 2008;

74.4.b. The CAIR designated representative will submit each quarterly report to the Administrator within 30 days following the end of the calendar quarter covered by the report. Quarterly reports must be submitted in the manner specified in 40 CFR §75.73(f); and

74.4.c. For CAIR NO_x Annual units that are also subject to an Acid Rain emissions limitation or the CAIR NO_x Ozone Season Trading Program, ~~or CAIR SO₂ Trading Program, or Hg Budget Trading Program,~~ quarterly reports will include the applicable data and information required by Subparts F through H ~~1~~ of 40 CFR Part 75 as applicable, in addition to the NO_x mass emission data, heat input data, and other information required by sections 70 through ~~76~~ 75.

74.5. Compliance certification. -- The CAIR designated representative will submit to the Administrator a compliance certification (in a format prescribed by the Administrator) 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 must state that:

74.5.a. The monitoring data submitted were recorded in accordance with the applicable requirements of sections 70 through ~~76~~ 75 and 40

CFR Part 75, including the quality assurance procedures and specifications; and

74.5.b. For a unit with add-on NO_x emission controls and for all hours where NO_x 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 and quality control program under Appendix B to 40 CFR Part 75 and the substitute data values do not systematically underestimate NO_x emissions.

§45-39-75. Petitions.

75.1. Except as provided in subsection 75.3, the CAIR designated representative of a CAIR NO_x Annual 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. Application of an alternative to any requirement of sections 70 through ~~76~~ 75 is in accordance with sections 70 through ~~76~~ 75 only to the extent that the petition is approved in writing by the Administrator, in consultation with the Secretary.

75.2. The CAIR designated representative of a CAIR NO_x Annual 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. Application of an alternative to any requirement of sections 70 through ~~76~~ 75 is in accordance with sections 70 through ~~76~~ 75 only to the extent that the petition is approved in writing by both the Secretary and the Administrator.

75.3. The CAIR designated representative of a CAIR NO_x Annual 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 continuous emission monitoring system required under 40 CFR §75.72. Application of an alternative to any such requirement is in accordance with sections 70 through ~~76~~ 75 only to

the extent that the petition is approved in writing by both the Secretary and the Administrator.

~~§45-39-76. Additional Requirements to Provide Heat Input Data:~~

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

~~§45-39-80. CAIR NO_x Opt-In Unit Applicability.~~ A CAIR NO_x Annual opt-in unit must be a unit that:

~~80.1. Is located in West Virginia;~~

~~80.2. Is not a CAIR NO_x Annual unit under section 4 and is not covered by a retired unit exemption under section 5 that is in effect;~~

~~80.3. Is not covered by a retired unit exemption under 40 CFR §72.8 that is in effect;~~

~~80.4. Has or is required or qualified to have a Title V operating permit or other federally enforceable permit; and~~

~~80.5. Vents all of its emissions to a stack and can meet the monitoring, recordkeeping, and reporting requirements of sections 70 through 76.~~

~~§45-39-81. Opt-in General Requirements:~~

~~81.1. Except as otherwise provided in sections 1 through 4, sections 6 through 8, sections 10 through 14, sections 20 through 24 and sections 50 through 76, a CAIR NO_x Annual opt-in unit will be treated as a CAIR NO_x Annual unit for purposes of applying such sections:~~

~~81.2. Solely for purposes of applying, as provided in sections 80 through 88, the requirements of sections 70 through 76 to a unit for which a CAIR opt-in permit application is submitted and not withdrawn and a CAIR opt-in permit is not yet issued or denied under sections 80 through 88, such unit will be treated as a CAIR~~

~~NO_x Annual unit before issuance of a CAIR opt-in permit for such unit.~~

~~§45-39-82. CAIR Designated Representative:~~

~~82.1. Any CAIR NO_x Annual opt-in unit, and any unit for which a CAIR opt-in permit application is submitted and not withdrawn and a CAIR opt-in permit is not yet issued or denied under sections 80 through 88, located at the same source as one or more CAIR NO_x Annual units will have the same CAIR designated representative and alternate CAIR designated representative as such CAIR NO_x Annual units.~~

~~§45-39-83. Applying for CAIR Opt-in Permit:~~

~~83.1. Applying for initial CAIR opt-in permit. -- The CAIR designated representative of a unit meeting the requirements for a CAIR NO_x Annual opt-in unit in section 80 may apply for an initial CAIR opt-in permit at any time, except as provided under subsections 86.6 and 86.7, and, in order to apply, must submit to the Secretary the following:~~

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

~~83.1.b. A certification, in a format specified by the Secretary, that the unit:~~

~~83.1.b.1. Is not a CAIR NO_x Annual unit under section 4 and is not covered by a retired unit exemption under section 5 that is in effect;~~

~~83.1.b.2. Is not covered by a retired unit exemption under 40 CFR §72.8 that is in effect;~~

~~83.1.b.3. Vents all of its emissions to a stack; and~~

~~83.1.b.4. Has documented heat input for more than 876 hours during the 6 months immediately preceding submission of the CAIR permit application under section 22;~~

~~83.1.c. A monitoring plan in accordance with section 70 through 76;~~

~~83.1.d. A complete certificate of representation under section 13 consistent with section 82, if no CAIR designated representative has been previously designated for the source that includes the unit; and~~

~~83.1.e. A statement, in a format specified by the Secretary, whether the CAIR designated representative requests that the unit be allocated CAIR NO_x Annual allowances under subsection 88.3 (subject to the conditions in subsections 84.8 and 86.7).~~

~~83.2. Duty to reapply:~~

~~83.2.a. The CAIR designated representative of a CAIR NO_x Annual opt-in unit must submit a complete CAIR permit application under section 22 to renew the CAIR opt-in unit permit in accordance with 45CSR30 or any other applicable rule, addressing permit renewal.~~

~~83.2.b. Unless the Secretary issues a notification of acceptance of withdrawal of the CAIR opt-in unit from the CAIR NO_x Annual Trading Program in accordance with section 86 or the unit becomes a CAIR NO_x Annual unit under section 4, the CAIR NO_x Annual opt-in unit will remain subject to the requirements for a CAIR NO_x Annual opt-in unit, even if the CAIR designated representative for the CAIR NO_x Annual opt-in unit fails to submit a CAIR permit application that is required for renewal of the CAIR opt-in permit under subdivision 83.2.a.~~

~~§45-39-84. Opt-in Process. -- The Secretary will issue or deny a CAIR opt-in permit for a unit for which an initial application for a CAIR opt-in permit under section 83 is submitted in accordance with this section:~~

~~84.1. Interim review of monitoring plan. -- The Secretary and the Administrator will determine, on an interim basis, the sufficiency of the monitoring plan accompanying the initial application for a CAIR 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 of the unit and all other~~

applicable parameters are monitored and reported in accordance with sections 70 through 76. A determination of sufficiency will not be construed as acceptance or approval of the monitoring plan.

~~84.2. Monitoring and reporting.~~

~~84.2.a. If the Secretary and the Administrator determine that the monitoring plan is sufficient under subsection 84.1, the owner or operator must monitor and report the NO_x emissions rate and the heat input of the unit and all other applicable parameters, in accordance with sections 70 through 76, starting on the date of certification of the appropriate monitoring systems under sections 70 through 76 and continuing until a CAIR opt-in permit is denied under subsection 84.6 or, if a CAIR opt-in permit is issued, the date and time when the unit is withdrawn from the CAIR NO_x Annual Trading Program in accordance with section 86.~~

~~84.2.b. The monitoring and reporting under subdivision 84.2.a must include the entire control period immediately before the date on which the unit enters the CAIR NO_x Annual Trading Program under subsection 84.7, during which period monitoring system availability must not be less than 90 percent under sections 70 through 76 and the unit must be in full compliance with any applicable state or federal emissions or emissions-related requirements.~~

~~84.2.c. To the extent the NO_x emissions rate and the heat input of the unit are monitored and reported in accordance with sections 70 through 76 for one or more control periods, in addition to the control period under subdivision 84.2.b, during which control periods monitoring system availability is not less than 90 percent under sections 70 through 76 and the unit is in full compliance with any applicable state or federal emissions or emissions-related requirements and which control periods begin not more than 3 years before the unit enters the CAIR NO_x Annual Trading Program under subsection 84.7, such information will be used as provided in subsections 84.3 and 84.4.~~

~~84.3. Baseline heat input. -- The unit's~~

baseline heat input will equal:

~~84.3.a. If the unit's NO_x emissions rate and heat input are monitored and reported for only one control period, in accordance with subdivisions 84.2.a and 84.2.b, the unit's total heat input (in mmBtu) for the control period; or~~

~~84.3.b. If the unit's NO_x emissions rate and heat input are monitored and reported for more than one control period, in accordance with subdivisions 84.2.a, 84.2.b and 84.2.c, the average of the amounts of the unit's total heat input (in mmBtu) for the control period under subdivision 84.2.b and for the control periods under subdivision 84.2.c.~~

~~84.4. Baseline NO_x emission rate. -- The unit's baseline NO_x emission rate will equal:~~

~~84.4.a. If the unit's NO_x emissions rate and heat input are monitored and reported for only one control period, in accordance with subdivisions 84.2.a and 84.2.b, the unit's NO_x emissions rate (in lb/mmBtu) for the control period;~~

~~84.4.b. If the unit's NO_x emissions rate and heat input are monitored and reported for more than one control period, in accordance with subdivisions 84.2.a, 84.2.b and 84.2.c, and the unit does not have add-on NO_x emission controls during any such control periods, the average of the amounts of the unit's NO_x emissions rate (in lb/mmBtu) for the control period under subdivision 84.2.b and the control periods under subdivision 84.2.c; or~~

~~84.4.c. If the unit's NO_x emissions rate and heat input are monitored and reported for more than one control period, in accordance with subdivisions 84.2.a, 84.2.b and 84.2.c, and the unit has add-on NO_x emission controls during any such control periods, the average of the amounts of the unit's NO_x emissions rate (in lb/mmBtu) for such control period during which the unit has add-on NO_x emission controls.~~

~~84.5. Issuance of CAIR opt-in permit. -- After calculating the baseline heat input and the~~

baseline NO_x emissions rate for the unit under subsections 84.3 and 84.4, and if the Secretary determines that the CAIR designated representative shows that the unit meets the requirements for a CAIR NO_x Annual opt-in unit in section 80 and meets the elements certified in subdivision 83.1.b, the Secretary will issue a CAIR opt-in permit. The Secretary will provide a copy of the CAIR opt-in permit to the Administrator, who will then establish a compliance account for the source that includes the CAIR NO_x Annual opt-in unit unless the source already has a compliance account.

~~84.6. Issuance of denial of CAIR opt-in permit. -- Notwithstanding subsections 84.1 through 84.5, if at any time before issuance of a CAIR opt-in permit for the unit, the Secretary determines that the CAIR designated representative fails to show that the unit meets the requirements for a CAIR NO_x Annual opt-in unit in section 80 or meets the elements certified in subdivision 83.1.b, the Secretary will issue a denial of a CAIR NO_x opt-in permit for the unit.~~

~~84.7. Date of entry into CAIR NO_x Annual Trading Program. -- A unit for which an initial CAIR opt-in permit is issued by the Secretary will become a CAIR NO_x Annual opt-in unit, and a CAIR NO_x Annual unit, as of the later of January 1, 2009 or January 1 of the first control period during which such CAIR opt-in permit is issued.~~

~~84.8. Repowered CAIR NO_x Annual opt-in unit:~~

~~84.8.a. If the CAIR designated representative requests, and the Secretary issues a CAIR opt-in permit providing for, allocation to a CAIR NO_x Annual opt-in unit of CAIR NO_x Annual allowances under subsection 88.3 and such unit is repowered after its date of entry into the CAIR NO_x Annual Trading Program under subsection 84.7, the repowered unit will be treated as a CAIR NO_x Annual opt-in unit replacing the original CAIR NO_x Annual opt-in unit, as of the date of start-up of the repowered unit's combustion chamber:~~

~~84.8.b. Notwithstanding subsections 84.3~~

~~and 84.4, as of the date of start-up under subdivision 84.8.a, the repowered unit will be deemed to have the same date of commencement of operation, date of commencement of commercial operation, baseline heat input, and baseline NO_x emission rate as the original CAIR NO_x Annual opt-in unit, and the original CAIR NO_x Annual opt-in unit will no longer be treated as a CAIR opt-in unit or a CAIR NO_x Annual unit.~~

~~§45-39-85. CAIR Opt-in Permit Contents:~~

~~85.1. Each CAIR opt-in permit must contain:~~

~~85.1.a. All elements required for a complete CAIR permit application under section 22;~~

~~85.1.b. The certification in subdivision 83.1.b;~~

~~85.1.c. The unit's baseline heat input under subsection 84.3;~~

~~85.1.d. The unit's baseline NO_x emission rate under subsection 84.4;~~

~~85.1.e. A statement whether the unit is to be allocated CAIR NO_x Annual allowances under subsection 88.3 (subject to the conditions in subsections 84.8 and 86.7);~~

~~85.1.f. A statement that the unit may withdraw from the CAIR NO_x Annual Trading Program only in accordance with section 86; and~~

~~85.1.g. A statement that the unit is subject to, and the owners and operators of the unit must comply with, the requirements of section 87.~~

~~85.2. Each CAIR opt-in permit is deemed to incorporate automatically the definitions of terms under section 2 and, upon recordation by the Administrator under sections 51 through 57 or sections 60 through 62, every allocation, transfer, or deduction of CAIR NO_x Annual allowances to or from the compliance account of the source that includes a CAIR NO_x Annual opt-in unit covered~~

by the CAIR opt-in permit.

~~§45-39-86. Withdrawal from CAIR NO_x Annual Trading Program.~~ -- Except as provided under subsection 86.7, a CAIR NO_x Annual opt-in unit may withdraw from the CAIR NO_x Annual Trading Program, but only if the Secretary issues a notification to the CAIR designated representative of the CAIR NO_x Annual opt-in unit of the acceptance of the withdrawal of the CAIR NO_x Annual opt-in unit in accordance with subsection 86.4.

~~—86.1. Requesting withdrawal.~~ -- In order to withdraw a CAIR opt-in unit from the CAIR NO_x Annual Trading Program, the CAIR designated representative of the CAIR NO_x Annual opt-in unit must submit to the Secretary a request to withdraw effective as of midnight of December 31 of a specified calendar year, which date must be at least 4 years after December 31 of the year of entry into the CAIR NO_x Annual Trading Program under subsection 84.7. The request must be submitted no later than 90 days before the requested effective date of withdrawal.

~~—86.2. Conditions for withdrawal.~~ -- Before a CAIR NO_x Annual opt-in unit covered by a request under subsection 86.1 may withdraw from the CAIR NO_x Annual Trading Program and the CAIR opt-in permit may be terminated under subsection 86.5, the following conditions must be met:

~~—86.2.a.~~ For the control period ending on the date on which the withdrawal is to be effective, the source that includes the CAIR NO_x Annual opt-in unit must meet the requirement to hold CAIR NO_x Annual allowances under subsection 6.3 and cannot have any excess emissions; and

~~—86.2.b.~~ After the requirement for withdrawal under subdivision 86.2.a is met, the Administrator will deduct from the compliance account of the source that includes the CAIR NO_x Annual opt-in unit CAIR NO_x Annual allowances equal in number to and allocated for the same or a prior control period as any CAIR NO_x Annual allowances allocated to the CAIR NO_x Annual

opt-in unit under section 88 for any control period for which the withdrawal is to be effective. If there are no remaining CAIR NO_x Annual units at the source, the Administrator will close the compliance account, and the owners and operators of the CAIR NO_x Annual opt-in unit may submit a CAIR NO_x Annual allowance transfer for any remaining CAIR NO_x Annual allowances to another CAIR NO_x Annual Allowance Tracking System account in accordance with sections 60 through 62.

~~—86.3. Notification.~~

~~—86.3.a.~~ After the requirements for withdrawal under subsections 86.1 and 86.2 are met (including deduction of the full amount of CAIR NO_x Annual allowances required), the Secretary will issue a notification to the CAIR designated representative of the CAIR NO_x Annual opt-in unit of the acceptance of the withdrawal of the CAIR NO_x Annual opt-in unit as of midnight on December 31 of the calendar year for which the withdrawal was requested.

~~—86.3.b.~~ If the requirements for withdrawal under subsections 86.1 and 86.2 are not met, the Secretary will issue a notification to the CAIR designated representative of the CAIR NO_x Annual opt-in unit that the CAIR NO_x Annual opt-in unit's request to withdraw is denied. Such CAIR NO_x Annual opt-in unit will continue to be a CAIR NO_x Annual opt-in unit.

~~—86.4. Permit amendment.~~ -- After the Secretary issues a notification under subdivision 86.3.a that the requirements for withdrawal have been met, the Secretary will revise the CAIR permit covering the CAIR NO_x Annual opt-in unit to terminate the CAIR opt-in permit for such unit as of the effective date specified under subdivision 86.3.a. The unit will continue to be a CAIR NO_x Annual opt-in unit until the effective date of the termination and will comply with all requirements under the CAIR NO_x Annual Trading Program concerning any control periods for which the unit is a CAIR NO_x Annual opt-in unit, even if such requirements arise or must be complied with after the withdrawal takes effect.

~~86.5. Reapplication upon failure to meet conditions of withdrawal. -- If the Secretary denies the CAIR NO_x Annual opt-in unit's request to withdraw, the CAIR designated representative may submit another request to withdraw in accordance with subsections 86.1 and 86.2.~~

~~86.6. Ability to reapply to the CAIR NO_x Annual Trading Program. -- Once a CAIR NO_x Annual opt-in unit withdraws from the CAIR NO_x Annual Trading Program and its CAIR opt-in permit is terminated under subsection 86.4, the CAIR designated representative may not submit another application for a CAIR opt-in permit under section 83 for such CAIR NO_x Annual opt-in unit before the date that is four years after the date on which the withdrawal became effective. Such new application for a CAIR opt-in permit will be treated as an initial application for a CAIR opt-in permit under section 84.~~

~~86.7. Inability to withdraw. -- Notwithstanding subsections 86.1 through 86.6, a CAIR NO_x Annual opt-in unit will not be eligible to withdraw from the CAIR NO_x Annual Trading Program if the CAIR designated representative of the CAIR NO_x Annual opt-in unit requests, and the Secretary issues a CAIR NO_x opt-in permit providing for, allocation to the CAIR NO_x Annual opt-in unit of CAIR NO_x Annual allowances under subsection 88.3.~~

~~§45-39-87. Change in Regulatory Status.~~

~~87.1. Notification. -- If a CAIR NO_x Annual opt-in unit becomes a CAIR NO_x Annual unit under section 4, then the CAIR designated representative will provide written notification to the Secretary and the Administrator of such change in the CAIR NO_x Annual opt-in unit's regulatory status, within 30 days of such change.~~

~~87.2. Secretary's and Administrator's actions:~~

~~87.2.a. -- If a CAIR NO_x Annual opt-in unit becomes a CAIR NO_x Annual unit under section 4, the Secretary will revise the CAIR NO_x Annual opt-in unit's CAIR opt-in permit to meet the requirements of a CAIR permit under section 23 as of the date on which the CAIR NO_x Annual~~

~~opt-in unit becomes a CAIR NO_x Annual unit under section 4.~~

~~87.2.b. -- The Administrator will deduct from the compliance account of the source that includes a CAIR NO_x Annual opt-in unit that becomes a CAIR NO_x Annual unit under section 4, CAIR NO_x Annual allowances equal in number to and allocated for the same or a prior control period as:~~

~~87.2.b.1. -- Any CAIR NO_x Annual allowances allocated to the CAIR NO_x Annual opt-in unit under section 88 for any control period after the date on which the CAIR NO_x Annual opt-in unit becomes a CAIR NO_x Annual unit under section 4, and~~

~~87.2.b.2. -- If the date on which the CAIR NO_x Annual opt-in unit becomes a CAIR NO_x Annual unit under section 4 is not December 31, the CAIR NO_x Annual allowances allocated to the CAIR NO_x Annual opt-in unit under section 88 for the control period that includes the date on which the CAIR NO_x Annual opt-in unit becomes a CAIR NO_x Annual unit under section 4, multiplied by the ratio of the number of days, in the control period, starting with the date on which the CAIR NO_x Annual opt-in unit becomes a CAIR NO_x Annual unit under section 4 divided by the total number of days in the control period and rounded to the nearest whole allowance as appropriate.~~

~~87.2.c. -- The CAIR designated representative must ensure that the compliance account of the source that includes the CAIR NO_x Annual unit that becomes a CAIR NO_x Annual unit under section 4 contains the CAIR NO_x Annual allowances necessary for completion of the deduction under subdivision 87.2.b.~~

~~87.2.d. -- For every control period after the date on which a CAIR NO_x Annual opt-in unit becomes a CAIR NO_x Annual unit under section 4, the CAIR NO_x Annual opt-in unit will be treated, solely for purposes of CAIR NO_x Annual allowance allocations under section 42, as a unit that commences operation on the date on which the CAIR NO_x Annual opt-in unit becomes a~~

CAIR NO_x Annual unit under section 4 and will be allocated CAIR NO_x Annual allowances under section 42.

~~87.2.c. Notwithstanding subdivision 87.2.d, if the date on which the CAIR NO_x Annual opt-in unit becomes a CAIR NO_x Annual unit under section 4 is not January 1, the following number of CAIR NO_x Annual allowances will be allocated to the CAIR NO_x Annual opt-in unit (as a CAIR NO_x Annual unit) under section 42 for the control period that includes the date on which the CAIR NO_x Annual opt-in unit becomes a CAIR NO_x Annual unit under section 4:~~

~~87.2.c.1. The number of CAIR NO_x Annual allowances otherwise allocated to the CAIR NO_x Annual opt-in unit (as a CAIR NO_x Annual unit) under section 42 for the control period multiplied by;~~

~~87.2.c.2. The ratio of the number of days, in the control period, starting with the date on which the CAIR NO_x Annual opt-in unit becomes a CAIR NO_x Annual unit under section 4, divided by the total number of days in the control period; and~~

~~87.2.c.3. Rounded to the nearest whole allowance as appropriate.~~

~~§45-39-88. CAIR NO_x Annual Allowance Allocations to Opt-in Units.~~

~~88.1. Timing requirements.~~

~~88.1.a. When the CAIR opt-in permit is issued under subsection 84.5, the Secretary will allocate CAIR NO_x Annual allowances to the CAIR NO_x Annual opt-in unit, and submit to the Administrator the allocation for the control period in which a CAIR NO_x Annual opt-in unit enters the CAIR NO_x Annual Trading Program under subsection 84.7, in accordance with subsections 88.2 or 88.3.~~

~~88.1.b. By no later than October 31 of the control period in which a CAIR opt-in unit enters the CAIR NO_x Annual Trading Program under~~

~~subsection 84.7, and October 31 of each year thereafter, the Secretary will allocate CAIR NO_x Annual allowances to the CAIR NO_x Annual opt-in unit, and submit to the Administrator the allocation for the control period that includes such submission deadline and in which the unit is a CAIR NO_x Annual opt-in unit, in accordance with subsections 88.2 or 88.3.~~

~~88.2. Calculation of allocation. -- For each control period for which a CAIR NO_x Annual opt-in unit is to be allocated CAIR NO_x Annual allowances, the Secretary will allocate in accordance with the following procedures:~~

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

~~88.2.a.1. The CAIR NO_x Annual opt-in unit's baseline heat input determined under subsection 84.3; or~~

~~88.2.a.2. The CAIR NO_x Annual opt-in unit's heat input, as determined in accordance with sections 70 through 76, for the immediately prior control period, except when the allocation is being calculated for the control period in which the CAIR NO_x Annual opt-in unit enters the CAIR NO_x Annual Trading Program under subsection 84.7;~~

~~88.2.b. The NO_x emission rate (in lb/mmBtu) used for calculating CAIR NO_x Annual allowance allocations will be the lesser of:~~

~~88.2.b.1. The CAIR NO_x Annual opt-in unit's baseline NO_x emissions rate determined under subsection 84.4 and multiplied by 70 percent; or~~

~~88.2.b.2. The most stringent state or federal NO_x emissions limitation applicable to the CAIR NO_x Annual opt-in unit at any time during the control period for which CAIR NO_x Annual allowances are to be allocated; and~~

~~88.2.c. The Secretary will allocate CAIR NO_x Annual allowances to the CAIR NO_x Annual opt-in unit in an amount equaling the heat input~~

under subdivision 88.2.a, multiplied by the NO_x emission rate under subdivision 88.2.b, divided by 2,000 lb/ton, and rounded to the nearest whole allowance as appropriate.

~~88.3. Notwithstanding subsection 88.2, and if the CAIR designated representative requests, and the Secretary issues a CAIR opt-in permit providing for, allocation to a CAIR NO_x Annual opt-in unit of CAIR NO_x Annual allowances under this subsection (subject to the conditions in subsections 84.8 and 86.7), the Secretary will allocate to the CAIR NO_x Annual opt-in unit as follows:~~

~~88.3.a. For each control period in 2009 through 2014 for which the CAIR NO_x Annual opt-in unit is to be allocated CAIR NO_x Annual allowances, the heat input (in mmmBtu) used for calculating CAIR NO_x Annual allowance allocations will be determined as described in subdivision 88.2.a. The NO_x emission rate (in lb/mmBtu) used for calculating CAIR NO_x Annual allowance allocations will be the lesser of:~~

~~88.3.a.1. The CAIR NO_x Annual opt-in unit's baseline NO_x emissions rate determined under subsection 84.4; or~~

~~88.3.a.2. The most stringent state or federal NO_x emissions limitation applicable to the CAIR NO_x Annual opt-in unit at any time during the control period in which the CAIR NO_x Annual opt-in unit enters the CAIR NO_x Annual Trading Program under subsection 84.7;~~

~~88.3.b. The Secretary will allocate CAIR NO_x Annual allowances to the CAIR NO_x Annual opt-in unit in an amount equaling the heat input under subdivision 88.3.a, multiplied by the NO_x emission rate under subdivision 88.3.a, divided by 2,000 lb/ton, and rounded to the nearest whole allowance as appropriate;~~

~~88.3.c. For each control period in 2015 and thereafter for which the CAIR NO_x Annual opt-in unit is to be allocated CAIR NO_x Annual allowances, the heat input (in mmmBtu) used for calculating the CAIR NO_x Annual allowance allocations will be determined as described in~~

~~subdivision 88.2.a. The NO_x emission rate (in lb/mmBtu) used for calculating the CAIR NO_x Annual allowance allocation will be the lesser of:~~

~~88.3.c.1. 0.15 lb/mmBtu;~~

~~88.3.c.2. The CAIR NO_x Annual opt-in unit's baseline NO_x emissions rate determined under subsection 84.4; or~~

~~88.3.c.3. The most stringent state or federal NO_x emissions limitation applicable to the CAIR NO_x Annual opt-in unit at any time during the control period for which CAIR NO_x Annual allowances are to be allocated; and~~

~~88.3.d. The Secretary will allocate CAIR NO_x Annual allowances to the CAIR NO_x Annual opt-in unit in an amount equaling the heat input under subdivision 88.3.c, multiplied by the NO_x emission rate under subdivision 88.3.c, divided by 2,000 lb/ton, and rounded to the nearest whole allowance as appropriate.~~

~~88.4. Recordation.~~

~~88.4.a. The Administrator will record, in the compliance account of the source that includes the CAIR NO_x Annual opt-in unit, the CAIR NO_x Annual allowances allocated by the Secretary to the CAIR NO_x Annual opt-in unit under subdivision 88.1.a.~~

~~88.4.b. By December 1 of the control period in which a CAIR opt-in unit enters the CAIR NO_x Annual Trading Program under subsection 84.7, and December 1 of each year thereafter, the Administrator will record, in the compliance account of the source that includes the CAIR NO_x Annual opt-in unit, the CAIR NO_x Annual allowances allocated by the Secretary to the CAIR NO_x Annual opt-in unit under subdivision 88.1.b Reserved.~~

§45-39-90. Inconsistency Between Rules.

90.1. In the event of any inconsistency between this rule and any other rule of the West Virginia Department of Environmental Protection, such the inconsistency will be resolved by the

determination of the Secretary and ~~such~~ the determination will be based upon the application of the more stringent provision, term, condition, method or rule.

NOTICE OF PUBLIC HEARING AND PUBLIC COMMENT PERIOD

On Monday, July 9, 2007 beginning at 6 p.m., the West Virginia Department of Environmental Protection, Division of Air Quality (DAQ) will hold a public hearing on proposed revisions to existing legislative rules. Oral and written comments shall be limited only to the proposed revisions to the following existing legislative rules:

- 45CSR6 To Prevent and Control Air Pollution From Combustion of Refuse;
- 45CSR8 Ambient Air Quality Standards for Sulfur Oxides and Particulate Matter;
- 45CSR16 Standards of Performance for New Stationary Sources Pursuant to 40 CFR Part 60;
- 45CSR18 To Prevent and Control Emissions From Commercial and Industrial Solid Waste Incineration Units;
- 45CSR25 To Prevent and Control Air Pollution from Hazardous Waste Treatment, Storage, or Disposal Facilities;
- 45CSR34 Emission Standards for Hazardous Air Pollutants for Source Categories Pursuant to 40 CFR Part 63;
- 45CSR39 Control of Annual Nitrogen Oxide Emissions to Mitigate Interstate Transport of Fine Particulate Matter and Nitrogen Oxides;
- 45CSR40 Control of Ozone Season Nitrogen Oxide Emissions to Mitigate Interstate Transport of Ozone and Nitrogen Oxides; and
- 45CSR41 Control of Annual Sulfur Dioxide Emissions to Mitigate Interstate Transport of Fine Particulate Matter and Sulfur Dioxide.

On Monday, July 9, 2007, after public hearings on the above proposed legislative rules, the West Virginia Department of Environmental Protection, DAQ will hold a public hearing on the following proposed legislative rule:

- 45CSR42 Greenhouse Gas Emissions Inventory Program.

Upon authorization and promulgation of revisions to 45CSR6, 45CSR8, 45CSR39, 45CSR40 and 45CSR41, the DAQ will submit the final rules to the U.S. Environmental Protection Agency (U.S. EPA) as revisions to the State Implementation Plan, pursuant to the federal Clean Air Act.

Upon authorization and promulgation of revisions to 45CSR16, the DAQ will submit the final rule to the U.S. EPA for approval as a part of West Virginia's program delegation of the federal New Source Performance Standards.

Upon authorization and promulgation of revisions to 45CSR18, the DAQ will submit the final rule to the U.S. EPA for approval as a part of West Virginia's Section 111(d)/129 Plan and program delegation of the federal New Source Performance Standards.

Upon authorization and promulgation of revisions to 45CSR25, the DAQ will submit the final rule to the U.S. EPA for approval as part of the West Virginia Hazardous Waste Management Program.

Upon authorization and promulgation of revisions to 45CSR34, the DAQ will submit the final rule to the U.S. EPA for approval as a part of West Virginia's program delegation of the National Emission Standards for Hazardous Air Pollutants.

Upon authorization and promulgation of 45CSR42, the DAQ will begin implementation of a Greenhouse Gas Inventory Program.

The public hearing will be held at the Department of Environmental Protection, Dolly Sods Conference Room, 601 57th Street SE, Charleston and is open to the public. Written and oral comments will be accepted until the close of the hearing and will be made a part of the rulemaking record. Comments will also be accepted by fax (304-926-0479), U.S. Mail, or e-mail if postmarked or delivered by the close of business on July 9, 2007.

Copies of the proposed legislative rules may be viewed between 8:30 a.m. and 4:30 p.m. at the Division of Air Quality, 601 57th SE, Charleston, WV 25304 beginning June 8, 2007 or electronically upon e-mail request to: tmowrer@wvdep.org. For a copy of the proposed rules, access the following web address: www.wvdep.org/daq. Choose Public Notice and Comment.

Send written comments to John A. Benedict, Director, Division of Air Quality at the above address. Please identify the draft document to which the comments apply, the commenter's name, address, and telephone number. Comments will also be accepted by e-mail if transmitted by 5:00 p.m. on July 9, 2007 to: tmowrer@wvdep.org. Comments submitted by U.S. Mail must be postmarked by July 9, 2007.



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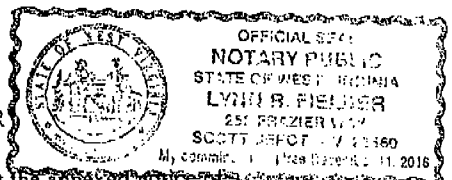
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State of West Virginia. **AFFIDAVIT OF PUBLICATION**

I, Amanda Legg of
THE CHARLESTON GAZETTE, A DAILY DEMOCRATIC NEWSPAPER
THE DAILY MAIL, A DAILY REPUBLICAN NEWSPAPER,
published in the city of Charleston, Kanawha County, West Virginia, do solemnly swear that the annexed notice of
Public Notice - Legislat



was duly published in said paper(s) during the dates listed below, and was posted at the front door of the court house of said Kanawha County
West Virginia, on the 9TH day of JUNE 2007 Published during the following dates: 06/08/07-06/08/07
Subscribed and sworn to before me this 12 day of June
Printers fee \$ 396.90

[Signature]
Notary Public

Division of Mining and Reclamation
32CSR3 - Surface Mining Reclamation Rule. The public hearing will be held at 5 p.m. on July 10, 2007, in the Canaan Valley Room. The comment period will end at the conclusion of the hearing.

47CSR5A - Individual State Certification of Activities Requiring a Federal Permit. The public hearing will be held at 6 p.m. on July 10, 2007, in the Canaan Valley Room. The comment period will end at the conclusion of the hearing.

47CSR20 - W/NDDES Rules for Coal Mining Facilities. The public hearing will be held at 6 p.m. on July 10, 2007, in the Canaan Valley Room. The comment period will end at the conclusion of the hearing.

19CSR1 - Surface Mining Blasting Rule. The public hearing will be held at 5 p.m. on July 10, 2007, in the Canaan Valley Room. The comment period will end at the conclusion of the hearing.

For more information on any of the DWWM rules, call 926-0495.

Office of Oil and Gas
35CSR1 - Combined Methane Wells Rule. The public hearing will be held at 6 p.m. on July 17, 2007, in the Coopers Rock Training Room. The comment period will end at the conclusion of the hearing. For more information, call 926-0495.

Division of Land Reclamation
32CSR10 - Recycling Assistance Grant Program. The public hearing will be held at 6 p.m. on July 12, 2007, in the Coopers Rock Training Room. The comment period will end at the conclusion of the hearing.

40CSR3 - Voluntary Remediation and Redevelopment Rules. The public hearing will be held at 6:30 p.m. on July 12, 2007, in the Coopers Rock Training Room. The comment period will end at the conclusion of the hearing.

For more information on any of the DLR rules, call 926-0495.

Public Information Office
60CSR8 - Environmental Excellence Rule. The public hearing will be held at 7 p.m. on July 17, 2007, in the Coopers Rock Training Room. The comment period will end at the conclusion of the hearing. For more information, call 926-0440.

(287964)

Division of Water and Waste Management
33CSR7 - Standards for Beneficial Use of Filtrate from Water Treatment Plants. The public hearing will be held at 6 p.m. on July 2, 2007, in the Coopers Rock Training Room. The comment period will end at the conclusion of the hearing.

43CSR20 - Hazardous Waste Management System. The public hearing will be held at 6 p.m. on July 17, 2007, in the Coopers Rock Training Room. The comment period will end at the conclusion of the hearing.

35CSR5 - Underground Storage Tanks. The public hearing will be held at 6:30 p.m. on July 11, 2007, in the Coopers Rock Training Room of DEP's Charleston headquarters. The comment period will end at the conclusion of the hearing.

47CSR2 - Rules Governing Water Quality Standards. The public hearing will be held at 6 p.m. on July 16, 2007, in the Coopers Rock Training Room. The comment period will end at 5 p.m. on July 17, 2007. The rule includes a proposed use redesignation for Park Branch in the Guyandotia River Basin (see additional information in the information sheet attached to the briefing document).

47CSR10 - National Pollutant Discharge Elimination System (NPDES). The public hearing will be held at 6:30 p.m. on July 7, 2007, in the Coopers Rock Training Room. The comment period will end at the conclusion of the hearing.

47CSR34 - Dam Safety. The public hearing will be held at 7 p.m. on July 11, 2007, in the Coopers Rock Training Room. The comment period will end at the conclusion of the hearing.

44CSR5 - Antidegradation Implementation Procedures. The public hearing will be held at 7 p.m. on July 16, 2007, in the Coopers Rock Training Room. The comment period will end at 5:00 p.m. on July 17, 2007.

For more information on any of the DWWM rules, call 926-0495.

PUBLIC NOTICE

The West Virginia Department of Environmental Protection has scheduled public hearings for its 2006 proposed legislative rules. All hearings will be held at DEP's Charleston headquarters, 601 57th Street S.E., Charleston, WV 25304. Oral and written comments shall be limited to the proposed revisions to the following rules. All comments will be made a part of the rulemaking record. Copies of the rules and other rule documents are available from the Secretary of State's office or from the agency at www.wvdep.org/2006rules. You may also obtain hard copies of the information by calling the phone numbers listed below. Written comments may be submitted to the Public Information Offices at the above address. Comments may also be e-mailed to comments@wvdep.org. The hearing dates, locations and comment deadlines are as follows:

- Division of Air Quality**
- 45CSR4 - Control of Air Pollution from Combustion of Refuse**
- 45CSR6 - Ambient Air Quality Standards**
- 45CSR14 - Standards of Performance for New Stationary Sources**
- 45CSR18 - Control of Air Pollution from Combustion of Solid Waste**
- 45CSR25 - Control of Air Pollution from Hazardous Waste Treatment, Storage and Disposal Facilities**
- 45CSR24 - Emission Standards for Hazardous Air Pollutants**
- 45CSR37 - Control of Annual Nitrogen Oxides Emissions**
- 45CSR40 - Control of Ozone Season Nitrogen Oxides Emissions**
- 45CSR41 - Control of Annual Sulfur Dioxide Emissions**
- 45CSR42 - Greenhouse Gas Emissions Inventory Program**

The public hearing for all air quality rules will be held at 6 p.m. on July 9, 2007, in the Dolly Sods conference room. The comment period will end at the conclusion of the hearing. Upon notification and promulgation of revisions to 45CSR6, 45CSR8, 45CSR39, 45CSR40, and 45CSR41, the DAQ will submit the rules to the U.S. Environmental Protection Agency (EPA) as revisions to the State Implementation Plan pursuant to the federal Clean Air Act (CAA). Rules 45CSR16, 45CSR18, 45CSR22, and 45CSR24 will also be submitted to EPA to fulfill other federal obligations under the CAA, including delegations, plans and program approvals. For more information on any of the air rules, call 926-0475.

BEFORE THE WEST VIRGINIA DEPARTMENT OF
ENVIRONMENTAL PROTECTION
DIVISION OF AIR QUALITY

In the matter of: PROPOSED REVISIONS TO 45CSR39- Control of
Annual Nitrogen Oxides Emissions

Transcript of proceedings had at a public hearing in the above-styled matter taken by Missy L. Young, Certified Court Reporter, at the West Virginia Department of Environmental Protection, Division of Air Quality, Dolly Sods Conference Room, 601 57th Street, S.E. Charleston, West Virginia, commencing at 6:29 p.m., on the 9th day of July 2007, pursuant to notice.

MISSY L. YOUNG, C.C.R.
POST OFFICE BOX 13221
SISSONVILLE, WEST VIRGINIA 25360
(304) 984-2300

1 the constraint of set budgets. U.S. Environmental
2 Protection Agency is specifying that annual Nitrogen Oxide
3 emission reductions be implemented to two phases. The
4 first phase of Nitrogen Oxide reduction starts in 2009.
5 The second phase starts in 2015 and continues thereafter.
6 The Nitrogen Oxide emission reductions requirements are
7 based on controls that are known to be highly cost
8 effective for electric generating units.

9 Flexibility is built in through market-
10 based "cap and trading" provisions which allow sources to
11 buy or sell Nitrogen Oxide emission allowances from or to
12 other program participants. Reducing upwind Nitrogen Oxide
13 emission will assist downwind Particulant Matter 2.5 and 8-
14 hour ozone nonattainment areas in achieving the National
15 Ambient Air Quality Standards.

16 45CSR39 applies to large fossil fuel-fired
17 electric generating units that have greater than 25 mega
18 watts generating capacity. The CAIR Nitrogen Oxide Ozone
19 Season Trading Program requirements are set forth in
20 45CSR40.

21 Upon authorization and promulgation of
22 revisions to 45CSR39, the Division of Air Quality will
23 submit the final rules to the U.S. Environmental Protection

1 Agency as revisions to the State Implementation Plan
2 pursuant to the federal Clean Air Act.

3 The floor is now open for comments.

4 There being nothing further, this public
5 hearing for the proposed revisions to 45CSR39 is concluded.

6 (WHEREUPON, the hearing was
7 concluded at 6:31 p.m.)

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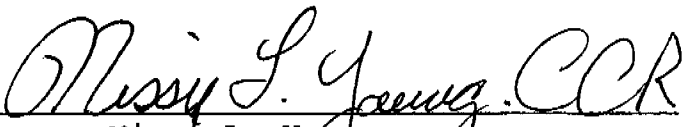
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23

STATE OF WEST VIRGINIA,
COUNTY OF KANAWHA, to-wit:

I, the undersigned, Missy L. Young, a
Certified Court Reporter and Commissioner within and for the
State of West Virginia, duly commissioned and qualified, do
hereby certify that the foregoing, is to the best of my
skill and ability, a true and accurate transcript of all the
proceedings had in the aforementioned matter.

Given under my hand and official seal this
20th day of July 2007.



Missy L. Young
Certified Court Reporter
Commissioner for the State of West Virginia

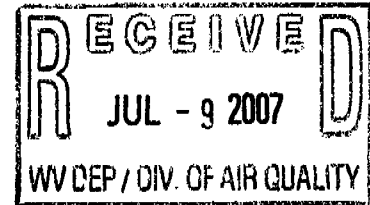
My commission expires April 15, 2008.



American Electric Power
1 Riverside Plaza
Columbus, OH 43215
AEP.com

July 9, 2007

Mr. John A. Benedict, Director
Division of Air Quality
West Virginia Department of Environmental Protection
601 57th Street SE
Charleston, West Virginia 25304



RE: AEP Comments on Proposed Division of Air Quality Rules

Dear Director Benedict:

Appalachian Power Company and Ohio Power Company, dba American Electric Power (AEP), are pleased to offer comments on the following rules proposed by the Division of Air Quality (DAQ):

- **45 C.S.R. 39** - Control of Annual Nitrogen Oxide Emissions to Mitigate Interstate Transport of Fine Particulate Matter and Nitrogen Oxides
- **45 C.S.R. 40** - Control of Ozone Season Nitrogen Oxide Emissions to Mitigate Interstate Transport of Ozone and Nitrogen Oxides
- **45 C.S.R. 41** - Control of Annual Sulfur Dioxide Emissions to Mitigate Interstate Transport of Fine Particulate Matter and Sulfur Dioxide
- **45 C.S.R. 42** - Greenhouse Gas Emissions Inventory Program

In addition to our comments, AEP also wishes to endorse comments prepared and submitted by the West Virginia Manufacturers Association.

AEP continues to support DAQ's decision to adopt the CAIR rules (45 CSR 39, 45 CSR 40, and 45 CSR 41) consistent with the federal model rule and encourages the DAQ to move forward with the timely development of revisions as finalized by USEPA. We appreciate the efforts of the DAQ to keep these rules updated and consistent with federal rulemaking developments.

In general, AEP supports the development and promulgation of the Greenhouse Gas Emissions Inventory Program (45 C.S.R. 42). Nevertheless, AEP recommends that the rule be revised somewhat.

AEP has a particular concern with **Section 3.1 (Applicability)** of the proposed rule. This section would require that a source emitting an amount of any greenhouse gas greater than the "de minimis" quantities listed in the rule would have to report all emissions of the listed greenhouse gases to the Secretary. AEP suggests that several questions can be raised regarding this requirement.

The current law (§22-5-19) does not specifically require that emission of any greenhouse gas in a quantity greater than a de minimis amount imparts a responsibility to report all such listed gases. The law states specifically (§22-5-19(b)) that the Secretary is to establish a program for the reporting "... from all sources that emit greater than a de minimis amount of greenhouse gases on an annual basis." AEP submits that the statute thus grants the Secretary the authority to either require such "affected sources" to report all such gases if any non-de minimis amount of a gas is emitted (as the proposal would require) or would allow the Secretary to require only the reporting of quantities emitted that exceed the de minimis quantity on an annual basis.

AEP suggests to the DEP that the requirement to report less than de minimis quantities could place affected sources in a situation requiring significant commitment of resources and yield questionable data of extremely low importance. The concern is especially pronounced with the reporting of the three gases; hydrofluorocarbons, perfluorocarbons and sulfur hexafluoride. Taken together these three gases were estimated for 2005 to be approximately 2.2% of the total greenhouse gas emissions of the United States in terms of teragrams of CO₂ equivalent. Of that impact, 82% of the CO₂ equivalent was attributed to emissions of hydrofluorocarbons, the majority of which was associated with leakages from mobile source air conditioners. A small amount was associated with leakage from stationery air conditioners and leaks of refrigerants. (Source: *Emissions of Greenhouse Gases in the United States 2005*, USDOE Energy Information Administration). Unless a source is involved with the manufacture of one or more of these gases, the amounts emitted on a yearly basis would be expected to be extremely small, especially since only stationery source emission points are covered by reporting requirements. However, under the proposed rule unless a source could in some way rule out the emission of any of these substances a positive reporting requirement would be imposed. Establishing tracking systems and developing an emission estimation program could be a significant requirement.

In 2006, WVDAQ considered a greenhouse gas reporting requirement as part of the Title V Annual Emissions Inventory program. As part of that program the Agency referenced several documents for the calculation of greenhouse gas emissions quantities. In the document *Methods For Estimating Greenhouse Gas Emissions From Industrial Processes* Prepared by ICF Consulting for STAPPA – ALAPCO and EPA, various methods are given for the calculation of emissions data for these "other gases" related to manufacturing process involved in their production. However for the emissions for the consumption of these materials (i.e. the emissions resulting from their use, which should be the dominant source in West Virginia) the document lists only a single method. That method involves taking the nationwide quantity (issued yearly by EPA), determining the national per capita emissions quantity and multiplying this number by the population of the state. This method, while useful from a statewide basis, has no application to individual affected sources.

Based on the above, AEP concludes that the proposed reporting requirement which would require the submission of data involving any emission of greenhouse gas would yield data of an extremely questionable nature, could require significant resource commitment from affected sources, establishes data of very little importance in the overall concern regarding climate change and is, by the wording of the statute, at the discretion of the Secretary. During the review of this regulation by the DEP Advisory Council, Ms. Price of the Council submitted a proposed amendment to Section 3.1 which would clarify that only quantities of the 6 categories equal to or exceeding the de minimis quantities need be reported. AEP endorses this concept and asks that DEP accept the suggested amendment.

AEP also encourages the DAQ to remove the specific date found in Section 4.1 of the proposed rule that specifies the annual deadline for sources to submit a greenhouse inventory. Instead, AEP suggests that DAQ simply make the greenhouse inventories due on a date to be provided by

Mr. John A. Benedict, Director
July 9, 2007
Page 3 of 3

the DAQ, without specifying a particular date. Because the proposed rule states in Section 4.4 that greenhouse gas emissions inventory information from documented greenhouse gas inventories such as those provided under USEPA's Climate Leaders Program, Chicago Climate Exchange Registry, the International Organization for Standardization and the SF6 Emissions Reduction Partnership for Electric Power Systems will satisfy the 45 CSR 42 emission reporting requirements, it is imperative that the deadline for the annual 45 CSR 42 reporting is no earlier than the deadlines for the other noted programs.

Section 5.3 of the proposed regulation could be interpreted to require industry trade groups as well as others having information relating to greenhouse gas emissions, reduction and sequestration to provide such information at the request of the Secretary. We note that the authorizing legislation (§22-5-19(d)) requires the Secretary to "consult and coordinate" with a variety of organizations but places no obligation on any organization except for "governmental entities" to positively respond to such a request. We again refer to the amendments proposed by Ms. Price (cited above) and ask that WVDEP incorporate the changes to this section that were suggested in that submittal.

If you have any questions on these comments, please contact G. J. Wooten of my staff at 614-716-1262.

Sincerely,



P. A. Dal Porto
Manager - Air Quality Services

cc: T. P. Mallan - Charleston
G. J. Wooten - AQS



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
REGION III
1650 Arch Street
Philadelphia, Pennsylvania 19103-2029

John A. Benedict, Director
Division of Air Quality
West Virginia Department of Environmental Protection
601 57th SE
Charleston, WV 25304

JUL - 9 2007

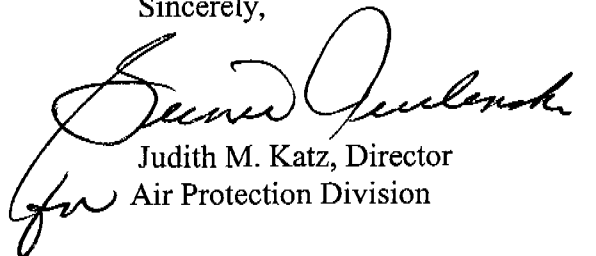
Dear Mr. Benedict:

07-16-07P02:27 RCVD

Thank you for the opportunity to comment on West Virginia's proposed revisions to 45CSR39, 45CSR40, and 45CSR41 that address the annual nitrogen oxides (NO_x), ozone season NO_x and annual sulfur dioxide (SO₂) trading programs, respectively, under the Clean Air Interstate Rule (CAIR). The Environmental Protection Agency comments are provided in the enclosure to this letter.

We look forward to working with you to resolve these comments. 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
for Air Protection Division

Enclosure

Cc: Fred Durham, WVDEP



EPA Comments on West Virginia's Proposed CAIR Rules

Proposed CAIR NO_x Annual Rule 45CSR39

§45-39-2.

Subsection 2.12. West Virginia should revise, in the last sentence, the words "alternate Hg designated representative" to read "Hg designated representative".

Subsection 2.19. West Virginia should revise the definition of "CAIR NO_x Annual source" to read "means a source that includes one or more CAIR NO_x Annual units."

Subsection 2.21. West Virginia should remove the words "and, except for purposes of section 5 and sections 40 through 43".

Subsection 2.39. For consistency with the definitions of "continuous emission monitoring system" in West Virginia's CAIR NO_x Ozone Season rule and the CAIR model trading rules, the term "or" in subdivision 2.39.e should be revised to read "and".

Subsection 2.79. West Virginia should revise the definition of "unit" to read "means a stationary, fossil fuel-fired boiler or combustion turbine". The words "other stationary, fossil fuel-fired combustion device" are used only where the State rule provides for opt-in units; only boilers and combustion turbines are covered by CAIR, but other combustion devices can opt in.

§45-39-4. West Virginia should revise the applicability provisions. West Virginia's reorganization of the applicability provisions in the CAIR model trading rule creates confusion about the meaning of the provisions. In particular, the new provision labeled "Loss of exemption" (in subsection 4.3) groups together subdivisions 4.3.a, 4.3.b, and 4.3.c. However, subdivision 4.3.a applies to units that were not "exempt" but simply did not initially qualify as CAIR NO_x Annual units under subsection 4.1, while subdivisions 4.3.b and 4.3.c apply to units that do already qualify as CAIR NO_x Annual units under subsection 4.1 and were exempt under subsection 4.2. In order to avoid this problem, West Virginia should: include in subsection 4.1 the language currently in subdivision 4.3.a; include in subdivision 4.2.a the language currently in subdivision 4.3.b; include in subdivision 4.2.b the language currently in subdivision 4.3.c; and remove subsection 4.3 entirely and the reference to subdivision 4.3.a in subsection 4.2. Alternatively, West Virginia could: include, in subsection 4.1, the language currently in subdivision 4.3.a; revise subsection 4.3 to remove the words "that is not a CAIR NO_x Annual unit under subsection 4.1, or"; and remove subdivision 4.3.a.

§45-39-6.

Subdivision 6.3.a. West Virginia should revise the words "for the 2009 control period and each control period thereafter," to read "for a control period,". The current provision is inconsistent with subdivision 6.3.b, which correctly states that the allowance-holding

requirement in subdivision 6.3.a starts for the control period starting on the later of January 1, 2009 or the deadline for the unit's monitor certification, which could be after 2009.

§45-39-22.

Subdivision 22.1.d. West Virginia should remove this provision. Including the certificate of representation in the CAIR permit application and, thus, in the CAIR permit would mean that the permit would need to be amended each time the certificate of representation was changed. The State can readily determine, through EPA's online website (<http://camddataandmaps.epa.gov/gdm/>), the identity of the CAIR designated representative without requiring submission of the certificate of representation. In addition, EPA notes that many certificates of representations are submitted electronically to EPA, not as a hardcopy document that could be included in a permit.

Proposed CAIR SO₂ Annual Rule 45CSR41

§45-41-2.

Subsection 2.12. West Virginia should revise, in the last sentence, the words "alternate Hg designated representative" to read "Hg designated representative".

Subsection 2.13. West Virginia should revise the definition of "CAIR NO_x Annual source" to read "means a source that is subject to the CAIR NO_x Annual Trading Program." EPA notes that the term "CAIR NO_x Annual unit" is not defined in this rule and, with this revised definition, does not need to be.

Subsection 2.28. West Virginia should remove the words "and, except for purposes of section 5".

Subsection 2.35. West Virginia should remove the words "serving a generator".

Subsection 2.39. For consistency with the definitions of "continuous emission monitoring system" in West Virginia's CAIR NO_x Ozone Season rule and the CAIR model trading rules, the term "or" in subdivision 2.39.e should be revised to read "and".

Subsection 2.77. West Virginia should revise the definition of "unit" to read "means a stationary, fossil fuel-fired boiler or combustion turbine". The words "other stationary, fossil fuel-fired combustion device" are used only where the State rule provides for opt-in units; only boilers and combustion turbines are covered by CAIR, but other combustion devices can opt in.

§45-41-4. West Virginia should revise the applicability provisions. West Virginia's reorganization of the applicability provisions in the CAIR model trading rule creates confusion about the meaning of the provisions. In particular, the new provision labeled "Loss of exemption" (in subsection 4.3) groups together subdivisions 4.3.a, 4.3.b, and

4.3.c. However, subdivision 4.3.a applies to units that were not “exempt” but simply did not initially qualify as CAIR SO₂ units under subsection 4.1, while subdivisions 4.3.b and 4.3.c apply to units that do already qualify as CAIR SO₂ units under subsection 4.1 and were exempt under subsection 4.2. In order to avoid this problem, West Virginia should: include in subsection 4.1 the language currently in subdivision 4.3.a; include in subdivision 4.2.a the language currently in subdivision 4.3.b; include in subdivision 4.2.b the language currently in subdivision 4.3.c; and remove subsection 4.3 entirely and the reference to subdivision 4.3.a in subsection 4.2. Alternatively, West Virginia could: include, in subsection 4.1, the language currently in subdivision 4.3.a; revise subsection 4.3 to remove the words “that is not a CAIR SO₂ unit under subsection 4.1, or”; and remove subdivision 4.3.a.

§45-41-6.

Subdivision 6.3.a. West Virginia should revise the words “for the 2010 control period and each control period thereafter,” to read “for a control period,”. The current provision is inconsistent with subdivision 6.3.b., which correctly states that the allowance-holding requirement in subdivision 6.3.a starts for the control period starting on the later of January 1, 2009 or the deadline for the unit’s monitor certification, which could be after 2009.

§45-41-22.

Subdivision 22.1.d. West Virginia should remove this provision. Including the certificate of representation in the CAIR permit application and, thus, in the CAIR permit would mean that the permit would need to be amended each time the certificate of representation was changed. The State can readily determine, through EPA’s online website (<http://camddataandmaps.epa.gov/gdm/>), the identity of the CAIR designated representative without requiring submission of the certificate of representation. In addition, EPA notes that many certificates of representations are submitted electronically to EPA, not as a hardcopy document that could be included in a permit.

§45-41-57.

Subsection 57.2 West Virginia should revise the reference to “section 60” to read “sections 60 and 61”.

Proposed CAIR NO_x Ozone Season Rule 45CSR40

§45-40-1.

Subsection 1.3. West Virginia should revise the language repealing the West Virginia NO_x SIP Call trading rules 45CSR1 and 45CSR26 because activities concerning the determination of emissions and compliance with the requirement to hold allowances covering emissions for the 2008 control period will take place in calendar year 2009. West Virginia should revise the phrase “will continue to remain valid until April 30,

2009” to read “shall not apply to the control period beginning in 2009 and any control period thereafter.”

§45-40-2.

General - West Virginia should include the definition of “Electricity for sale under firm contract to the grid” from subsection 2.19 of §45-1-2 of the State’s NOx SIP Call regulation 45CSR1, as this term is used in subsection 4.2 and 4.3 of this rule. Similarly, the definition of “Malfunction” from subsection 2.38 of §45-1-2 should also be included as this is a term that is used in §45-40-100 of this rule. The definition for “Malfunction” should include language that the term applies specifically to §45-40-100.

Subsection 2.12. West Virginia should revise, in the last sentence, the words” alternate Hg designated representative” to read “Hg designated representative”.

Subsection 2.24. West Virginia should remove the words “and, except for purposes of section 5 and sections 40 through 42”.

Subsection 2.44. West Virginia should remove the words “, for units under subsection 4.1”. The subdivisions in this subsection address under subsections 4.1, 4.2, and 4.3.

Subsection 2.45. West Virginia should remove this entire subsection. It is duplicative of provisions in subsection 2.44.

Subsection 2.96. West Virginia should revise the definition of “unit” to read “means a stationary, fossil fuel-fired boiler or combustion turbine or, solely for purposes of applying the applicability provisions in subsections 4.2 and 4.3, a stationary, fossil fuel-fired boiler, combustion turbine, or combined cycle system”. The words “other stationary, fossil fuel-fired combustion device” are used only where the State rule provides for opt-in units; only boilers and combustion turbines are covered by CAIR, but other combustion devices can opt in. The words “stationary, fossil fuel-fired boiler, combustion turbine, or combined cycle system” come from the definition of “unit” in West Virginia’s NOx SIP Call rule and are necessary in applying the applicability provisions from the NOx SIP Call rule in subsections 4.2 and 4.3.

§45-40-4.

Subdivisions 4.1, 4.5, and 4.6. West Virginia should revise subdivision 4.1 by removing the words “for units subject to sections 90 or 100”. West Virginia cannot create a new exemption from the CAIR NOx Ozone Season trading program. Further, West Virginia’s reorganization of the applicability provisions in the CAIR model trading rule creates confusion about the meaning of the provisions. In particular, the new provision labeled “Loss of exemption” (in subsection 4.6) groups together subdivisions 4.6.a, 4.6.b, and 4.6.c. However, subdivision 4.6.a applies to units that were not “exempt” but simply did not initially qualify as CAIR NOx Ozone Season units under subsection 4.1, while subdivisions 4.6.b and 4.6.c apply to units that do already qualify as CAIR NOx Ozone

Season units under subsection 4.1 and were exempt under subsection 4.5. In order to avoid this problem, West Virginia should: include in subsection 4.1 the language currently in subdivision 4.6.a; include in subdivision 4.5.a the language currently in subdivision 4.6.b; include in subdivision 4.5.b the language currently in subdivision 4.6.c; and remove subsection 4.6 entirely and the reference to subdivision 4.6.a in subsection 4.5. Alternatively, West Virginia could: include, in subsection 4.1, the language currently in subdivision 4.6.a; revise subsection 4.6 to remove the words “that is not a CAIR NOx Ozone Season unit under subsection 4.1, or”; and remove subdivision 4.6.a.

Subdivisions 4.2 and 4.3. The above-described revisions to the definition of “unit” will ensure that these subdivisions apply only to stationary fossil fuel-fired boilers, combustion turbines, or combined cycle systems, consistent with West Virginia’s NOx SIP Call trading rules. Further, subsections 4.2 and 4.3 should be revised to read “Except for units that are CAIR NOx Ozone Season units under subsection 4.1, the following units”.

Subdivision 4.4. West Virginia should add to this provision the words “, unless the unit becomes at any time a CAIR NOx Ozone Season unit under subsection 4.1, 4.2, or 4.3”. If, for example, a 25 MWe generator were in the future added to the unit and the unit began to produce electricity for sale, the unit should be allocated allowances like any CAIR NOx Ozone Season unit, rather than receiving the special allocation under §45-40-43.

§45-40-6.

Subdivision 6.3.a. West Virginia should revise the words “for the 2009 ozone season period and each ozone season thereafter,” to read “for a control period,”. The current provision is inconsistent with subdivision 6.3.b., which correctly states that the allowance-holding requirement in subdivision 6.3.a starts for the ozone season starting on the later of January 1, 2009 or the deadline for the unit’s monitor certification, which could be after 2009.

Subsection 6.3.g. West Virginia should revise the words “subdivision 43.3.c, sections 51 through 57, sections 60 through 62” to read “sections 40 through 62”.

§45-40-22.

Subdivision 22.1.d. West Virginia should remove this provision. Including the certificate of representation in the CAIR permit application and, thus, in the CAIR permit would mean that the permit would need to be amended each time the certificate of representation was changed. The State can readily determine, through EPA’s online website (<http://camddataandmaps.epa.gov/gdm/>), the identity of the CAIR designated representative without requiring submission of the certificate of representation. In addition, EPA notes that many certificates of representations are submitted electronically to EPA, not as a hardcopy document that could be included in a permit.

§45-40-43. West Virginia should consider whether the State will have no later than April 1 (as required in subdivision 43.3.a) the quality-assured heat input data for the prior year that are necessary to calculate the allocations under subsection 43.4. Such data may well not be available until later in the year. That is why the opt-in provisions in the CAIR model rules provide that allocations are determined by July 31.

Proposed Ozone Season NOx Reduction Requirements for Stationary Internal Combustion Engines Rule 45CSR90

§45-40-90. As discussed above, West Virginia cannot create a new exemption from the CAIR NOx Ozone Season trading program. Because the CAIR trading program applies only to boilers and combustion turbines, engines (as well as kilns under §45-40-100), on their face, are not covered by the CAIR trading program. However, under subdivisions 90.1 and 90.4.g, “significant NOx-emitting equipment” can be exempt from the CAIR trading program. If such equipment is a CAIR unit, then the equipment must remain subject to the CAIR trading program, including the provisions for retired units. West Virginia should revise subdivision 90.4.g in the first and second sentences and subdivision 90.4.i to read “or other significant NOx-emitting equipment that is not a CAIR NOx Ozone Season unit under § 45-40-4”. EPA notes that providing credit, under the rule (§45-40-90) requiring emission reductions for engines, for emission reductions attributable to equipment that is a CAIR NOx Ozone Season unit seems to be double-counting the latter emission reductions, first in the CAIR trading program (where shutting down the unit makes allowances available to other CAIR units) and second in the engine rule. EPA recognizes that a similar provision is in the existing §45-40-90; however, the provision is not approvable under the CAIR trading program.

From: Paula Finck <paula@finck.com>
To: <comments@wvdep.org>
Date: 6/27/2007 10:08:43 PM
Subject: Re: air quality rules

Now is the time to put into effects the toughest air quality rules for the sake of the present and future health of the citizens of these United States of America. It is your job and your responsibility to the people.

Respectfully yours,
Paula Finck

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J. Thomas Horan
Manager, Environmental Control
Natrium Plant
Chlor-Alkali

July 9, 2007

Via Overnight Mail

John A. Benedict, Director
Division of Air Quality
WV DEP, Division of Air Quality
601 57th SE
Charleston, West Virginia 25304

07-10-07P02:07 RCVD

RE: Comments on Proposed 45 CSR 39, 45 CSR 40 and 45 CSR 41

Dear Mr. Benedict:

Please find attached PPG Industries, Inc.'s ("PPG") comments on the West Virginia Department of Environmental Protection, Division of Air Quality's ("DAQ") proposed 45 CSR 39, 45 CSR 40 and 45 CSR 41 ("CAIR rules"). PPG operates the Natrium Plant at New Martinsville, West Virginia, in Marshall County, for the production of chlor-alkali and derivatives. There are three boilers at this plant which are subject to the current NOx Budget Trading Program for Non-Electric Generating Units, 45 CSR 1, which will soon be repealed by the CAIR rules.

Under 45 CSR 1, PPG is considered a non-electric generating unit ("non-EGU"). In addition, PPG is not, and has never been considered, an electric generating unit ("EGU") by the DAQ. Similar to Rule 1, PPG meets the non-EGU definition under Section 4.3. in 45 CSR 40, which sets forth the requirements for CAIR NOx Ozone Season Units. Under the proposed CAIR rules, PPG is exempt as a CAIR unit under Section 4.5 as it meets the exemption requirements for qualifying cogeneration units. This exemption is correctly applied to PPG as it relates to the CAIR Annual NOx and SO2 programs in 45 CSR 39 and 45 CSR 41, respectively. However, this exemption should not be applied to the CAIR NOx Ozone Season program under 45 CSR 40, as PPG is subject to it as a non-EGU under Section 4.3.

PPG submits the attached comments with suggestions to 45 CSR 40 which, we believe, will ensure that PPG is properly included in the CAIR NOx Ozone Season program as a non-EGU. PPG appreciates this opportunity to submit its comments on the CAIR rules and requests that the DAQ consider revising the rules accordingly.

Sincerely,

J. Thomas Horan
Manager, Environmental Control

Comments on 45 CSR 39, 45 CSR 40 and 45 CSR 41

The West Virginia Department of Environmental Protection, Division of Air Quality (“DAQ”), has issued its proposed rules for 2007, including 45 CSR 39, 45 CSR 40 and 45 CSR 41 (collectively referred to as “the CAIR rules”). In 2005, the Environmental Protection Agency (“EPA”) issued its final Clean Air Interstate Rules (“CAIR”), which define applicable CAIR units as

(a)(1) ... any stationary, fossil-fuel-fired boiler or stationary, fossil-fuel-fired combustion turbine serving at any time, since the later of November 15, 1990 or the start-up of the unit’s combustion chamber, a generator with nameplate capacity of more than 25 MWe producing electricity for sale.

(2) If a stationary boiler or stationary combustion turbine that, under paragraph (a)(1) of this section, is not a [CAIR unit] begins to combust fossil fuel or to serve a generator with nameplate capacity of more than 25 MWe producing electricity for sale, the unit shall become a [CAIR unit] as provided in paragraph (a)(1) of this section on the first date on which it both combusts fossil fuel and serves such generator.

(b) The units in a State that meet the requirements set forth in paragraph (b)(1)(i), (b)(2)(i), or (b)(2)(ii) of this section shall not be [CAIR units]:

(1)(i) Any unit that is a [CAIR unit] under paragraph (a)(1) or (2) of this section: (A) Qualifying as a cogeneration unit during the 12-month period starting on the date the unit first produces electricity and continuing to qualify as a cogeneration unit; and (B) Not serving at any time, since the later of November 15, 1990 or the startup of the unit’s combustion chamber, a generator with nameplate capacity of more than 25 MWe supplying in any calendar year more than one-third of the unit’s potential electric output capacity or 219,000 MWh, whichever is greater, to any utility power distribution system for sale. (ii) If a unit qualifies as a cogeneration unit during the 12-month period starting on the date the unit first produces electricity and meets the requirements of paragraphs (b)(1)(i) of this section for at least one calendar year, but subsequently no longer meets all such requirements, the unit shall become a [CAIR unit] starting on the earlier of January 1 after the first calendar year during which the unit first no longer qualifies as a cogeneration unit or January 1 after the first calendar year during which the unit no longer meets the requirements of paragraph (b)(1)(i)(B) of this section.

See 40 CFR §§96.104, 96.204, and 96.304. The DAQ's proposed CAIR rules have, for the most part, incorporated the language from the federal CAIR regulations, including the applicability section cited above, which has been incorporated similarly into Section 4.0 in the respective CAIR rules.

Under the proposed CAIR rules, PPG is exempt from being a CAIR unit as it meets the exemption criteria for qualifying cogeneration units. This exemption is correct as it pertains to Rules 39 and 41, as PPG is not a CAIR NO_x Annual unit or a CAIR SO₂ unit. However, this exemption is not correct as it applies to Rule 40, as PPG is considered a non-electric generating unit ("non-EGU") CAIR NO_x Ozone Season unit. PPG has historically been considered a non-EGU and has never been considered an electric generating unit ("EGU") by the DAQ.

As written, Section 4.5 in Rule 40 excludes any unit that qualifies as a CAIR NO_x Ozone Season unit in Section 4.1 from being a CAIR NO_x Ozone Season unit if it qualifies for the cogeneration unit exemption in Section 4.5. As written, PPG qualifies as a CAIR NO_x Ozone Season unit under Section 4.1 and for the CAIR NO_x Ozone Season unit exemption under Section 4.5 for cogeneration units. However, PPG also properly qualifies as a non-EGU CAIR NO_x Ozone Season unit under Section 4.3. Therefore, the proposed rule is confusing as the cogeneration exemption under Section 4.5 would improperly exempt PPG from being a CAIR NO_x Ozone Season unit, despite the fact that it should be included as a non-EGU. As such, Rule 40 must be revised to allow for proper classification of PPG as a non-EGU CAIR NO_x Ozone Season Unit.

Section 4.5 also appears to contain a typographical error in the following sentence: “Except as provided in subsection 4.5, any unit in West Virginia ...” This sentence should be revised as follows: “Except as provided in subsection 4.6, any unit in West Virginia...” Section 4.6 is the appropriate reference as it sets forth the loss of exemption criteria for Section 4.5.

In order to incorporate the suggested revisions to Section 4.5 in Rule 40, PPG recommends that the following language be adopted:

4.5. Exempt units. Except for units subject to subsections 4.3 or 4.6, any unit in West Virginia that is a CAIR NOx Ozone Season unit under subsection 4.1. or subdivision 4.6.a and meets any of the following requirements shall not be a CAIR NOx Ozone Season unit:

Although this is one suggestion for revising Rule 40 to provide PPG’s inclusion as a non-EGU into the CAIR NOx Ozone Season program, PPG does not object to alternative revisions as long as it ensures the same result and retains the classification of PPG as a non-EGU consistent with previous WV DEP determinations.

As an additional comment, Section 4.0 is not consistent with the federal CAIR rules and should be revised accordingly. Specifically, under Section 4.0 of each rule, the respective CAIR units are set forth which are subject to the rules. Under Section 4.1, each CAIR rule refers to an applicable unit as an “electric generating unit”. Then, under Section 4.2, exempt units are listed and include certain cogeneration units. However, as drafted, exempt units would still be considered an electric generating unit. This is inconsistent with the federal rules and, more importantly, could include many sources in West Virginia as electric generating units that should not be. Electric generating units are defined under the federal regulations as:

any stationary coal-fired boiler or stationary coal-fired combustion turbine not serving at any time, since the later of November 15, 1990 or the start-up of the units combustion chamber, a generator with a nameplate capacity of 25 megawatts electric producing electricity for sale ... except for units qualifying as a cogeneration unit during the 12-month period starting on the date the unit first produces electricity and continuing to qualify as a cogeneration unit; and not serving at any time, since the later of November 15, 1990 or the start-up of the unit's combustion chamber, a generator with nameplate capacity of more than 25 MWe supplying in any calendar year more than one-third of the unit's potential electric output capacity or 219,000 megawatt- hours (MWh), whichever is greater, to any utility power distribution system for sale.

See 40 CFR §60.24. As stated in the proposed CAIR rules, an electric generating unit would include “any stationary coal-fired boiler or stationary coal-fired combustion turbine not serving at any time, since the later of November 15, 1990 or the start-up of the units combustion chamber, a generator with a nameplate capacity of 25 megawatts electric producing electricity for sale” and would not exclude the cogeneration units that supply less than one-third of its potential electric output capacity as referenced in the federal rule above. The cogeneration unit exemption would only exempt such units from being a CAIR unit, not from being an electric generating unit. This was not the intent of the federal CAIR rules.

The federal counterparts to the state CAIR rules also include an applicability provision, but with one major difference - - the applicable units are not classified as electric generating units. Instead, they are simply referred to as CAIR units (either NOx annual, NOx ozone, or SO2, depending on the rule). The applicability language to determine whether the units are subject to the CAIR rule is the same as the state rules, including the exemption for certain cogeneration units. However, the federal regulations do not define applicable units as electric generating units. See 40 CFR 96.104, 40 CFR 96.204, and 40 CFR 96.304. Further clarification of EPA's intent can be found in the

preamble to the notice of the final federal CAIR rules, where EPA stated that the following cogeneration units are electric generating units: any cogeneration unit serving a generator with a nameplate capacity of greater than 25 MW and supplying more than one-third potential electric output capacity and more than 219,000 MW-hrs annually to any utility power distribution system for sale. See 70 Fed Reg 25277 (May 12, 2005). As such, EPA did not intend for the definition of EGU to differ from the one listed above and did not intend for an applicable CAIR unit to be classified as an EGU as West Virginia has done.

In order to reconcile the differences between the federal and state rules, the state rules could be amended by simply deleting the words “electric generating units” from Sections 4.1 in each of the CAIR rules. With that change, units that should not be considered electric generating units, including those cogeneration units that are exempt as a CAIR unit, will not be classified as an electric generating unit.

PPG appreciates the opportunity to provide comments on the DAQ’s proposed CAIR rules and requests that the DAQ make the appropriate revisions as set forth above.

45CSR39

CONTROL OF ANNUAL NITROGEN OXIDES EMISSIONS

RESPONSE TO COMMENTS

On June 8, 2007, the Division of Air Quality (DAQ) commenced a thirty day public comment period and subsequently held a public hearing on July 9, 2007 to accept oral comments on proposed revisions to legislative rule 45CSR39. Written comments were also accepted through 6:00 PM on Monday, July 9, 2007. Two commenters submitted written comments regarding proposed revisions to rule 45CSR39, and no one provided verbal comment. DAQ addresses the written comments below.

I. COMMENTER: American Electric Power

COMMENT A. The commenter states, "*AEP continues to support DAQ's decision to adopt the CAIR rules (45 CSR 39, 45 CSR 40, and 45 CSR 41) consistent with the federal model rule and encourages the DAQ to move forward with timely development of revisions as finalized by USEPA. We appreciate the efforts of the DAQ to keep these rules updated and consistent with federal rulemaking developments.*"

RESPONSE A. No response required.

II. COMMENTER: U.S. Environmental Protection Agency

COMMENT A. The commenter states, "*Subsection 2.12. West Virginia should revise, in the last sentence, the words "alternate Hg designated representative" to read "Hg designated representative".*"

Subsection 2.19. West Virginia should revise the definition of "CAIR NOx Annual source" to read "means a source that includes one or more CAIR NOx Annual units."

Subsection 2.21. West Virginia should remove the words "and, except for purposes of section 5 and sections 40 through 43".

Subsection 2.39. For consistency with the definitions of "continuous emission monitoring system" in West Virginia's CAIR NOx Ozone Season rule and the CAIR model trading rules, the term "or" in subdivision 2.39.e should be revised to read "and".

Subsection 2.79. West Virginia should revise the definition of "unit" to read "means a stationary, fossil fuel-fired boiler or combustion turbine". The words "other stationary, fossil fuel-fired combustion device" are used only where the State rule provides for opt-in units; only boilers and combustion turbines are covered by CAIR, but other combustion devices can opt in.

§45-39-4. *West Virginia should revise the applicability provisions. West Virginia's reorganization of the applicability provisions in the CAIR model trading rule creates confusion about the meaning of the provisions. In particular, the new provision labeled "Loss of exemption" (in subsection 4.3) groups together subdivisions 4.3.a, 4.3.b, and 4.3.c. However, subdivision 4.3.a applies to units that were not "exempt" but simply did not initially qualify as CAIR NOx Annual units under subsection 4.1, while subdivisions 4.3.b and 4.3.c apply to units that do already qualify as CAIR NOx Annual units under subsection 4.1 and were exempt under subsection 4.2. In order to avoid this problem, West Virginia should: include in subsection 4.1 the language currently in subdivision 4.3.a; include in subdivision 4.2.a the language currently in subdivision 4.3.b; include in subdivision 4.2.b the language currently in subdivision 4.3.c; and remove subsection 4.3 entirely and the reference to subdivision 4.3.a in subsection 4.2.*

Subdivision 6.3.a. West Virginia should revise the words "for the 2009 control period and each control period thereafter," to read "for a control period,". The current provision is inconsistent with subdivision 6.3.b, which correctly states that the allowance-holding requirement in subdivision 6.3.a starts for the control period starting on the later of January 1, 2009 or the deadline for the unit's monitor certification, which could be after 2009.

Subdivision 22.1.d. West Virginia should remove this provision. Including the certificate of representation in the CAIR permit application and, thus, in the CAIR permit would mean that the permit would need to be amended each time the certificate of representation was changed. The State can readily determine, through EPA's online website (<http://camddataandmaps.epa.gov/gdm/>), the identity of the CAIR designated representative without requiring submission of the certificate of representation. In addition, EPA notes that many certificates of representations are submitted electronically to EPA, not as a hardcopy document that could be included in a permit."

RESPONSE A. DAQ has revised the rule according to the comments above and the CAIR model rule.

III. COMMENTER: Paula Finck

COMMENT A. The commenter states, "*Now is the time to put into effects (sic) the toughest air quality rules for the sake of the present and future health of the citizens of these United States of America.....*".

RESPONSE A. Indeed, DAQ has proposed, and intends to promulgate the most stringent emission control programs to date for the purpose of reducing interstate transport of particulate matter, nitrogen oxides, and sulfur dioxide from electric generating units by participating in the federal Clean Air Interstate Rule program.