# TITLE 45 LEGISLATIVE RULE DEPARTMENT OF ENVIRONMENTAL PROTECTION AIR QUALITY

#### SERIES 43

# CROSS-STATE AIR POLLUTION RULE TO CONTROL ANNUAL NITROGEN OXIDES EMISSIONS, ANNUAL SULFUR DIOXIDE EMISSIONS, AND OZONE SEASON NITROGEN OXIDES EMISSIONS

#### §45-43-1. General.

- 1.1. Scope. -- This rule establishes and adopts the federal Cross-State Air Pollution Rule (CSAPR), limiting the interstate transport of emissions of nitrogen oxides ( $NO_X$ ) and sulfur dioxide ( $SO_2$ ), through emissions trading programs. CSAPR was promulgated by the Unites States Environmental Protection Agency under section 110 of the federal Clean Air Act, as amended and 40 C.F.R. §§ 52.38 and 52.39 as a means of mitigating interstate transport of fine particulates, nitrogen oxides, ozone and sulfur dioxide.
- 1.1.a. This rule codifies general procedures and criteria to implement the CSAPR NO<sub>X</sub> Annual Trading Program set forth in 40 C.F.R. part 97, subpart AAAAA. The Secretary hereby adopts these standards by reference. The Secretary also adopts associated reference methods, performance specifications and other test methods referenced by these standards.
- 1.1.b. This rule codifies general procedures and criteria to implement the CSAPR  $NO_X$  Ozone Season Group 2 Trading Program set forth in 40 C.F.R. part 97, subpart EEEE. The Secretary hereby adopts these standards by reference. The Secretary also adopts associated reference methods, performance specifications and other test methods referenced by these standards.
- 1.1.c. This rule codifies general procedures and criteria to implement the CSAPR SO<sub>2</sub> Group 1 Trading Program set forth in 40 C.F.R. part 97, subpart CCCCC. The Secretary hereby adopts these standards by reference. The Secretary also adopts associated reference methods, performance specifications and other test methods referenced by these standards.
  - 1.2. Authority. -- W.Va. Code § 22-5-4.
  - 1.3. Filing Date. -- April 24, 2019.
  - 1.4. Effective Date. -- May 1, 2019.
  - 1.5. Sunset Provision. -- Does not apply.
- 1.6. Incorporation By Reference. -- Federal Counterpart Regulation. The Secretary has determined that a federal counterpart rule exists, and in accordance with the Secretary's recommendation, with limited exception, this rule incorporates by reference 40 C.F.R. 97, subparts AAAAA, CCCCC and EEEEE, effective June 1, 2018.

## §45-43-2. Definitions.

- 2.1. "Administrator" means the Administrator of the United States Environmental Protection Agency or the Director of the Clean Air Markets Division (or its successor determined by the Administrator) of the United States Environmental Protection Agency, the Administrator's duly authorized representative under 40 C.F.R. part 97, subparts AAAAA, CCCCC, or EEEEE.
  - 2.2. "Clean Air Act" ("CAA") means the federal Clean Air Act, found at 42 U.S.C. § 7401 et seq.

- 2.3. "CSAPR" means Cross-State Air Pollution Rule.
- 2.4. "CSAPR NO<sub>X</sub> Annual Trading Program" means a multi-state NO<sub>X</sub> air pollution control and emission reduction program established in accordance with 40 C.F.R. part 97, subpart AAAAA and 40 C.F.R. § 52.38(a) (including such a program that is revised in a SIP revision approved by the Administrator under 40 C.F.R. § 52.38(a)(3) or (4) or that is established in a SIP revision approved by the Administrator under 40 C.F.R. § 52.38(a)(5)), as a means of mitigating interstate transport of fine particulates and NO<sub>X</sub>.
- 2.5. "CSAPR NO<sub>X</sub> Ozone Season Group 2 Trading Program" means a multi-state NO<sub>X</sub> air pollution control and emission reduction program established in accordance with 40 C.F.R. part 97, subpart EEEEE and 40 C.F.R. §§ 52.38(b)(1), (b)(2)(i) and (iii), (b)(6) through (11), and (b)(13) (including such a program that is revised in a SIP revision approved by the Administrator under 40 C.F.R. § 52.38(b)(7) or (8) or that is established in a SIP revision approved by the Administrator under 40 C.F.R. § 52.38(b)(6) or (9)), as a means of mitigating interstate transport of ozone and NO<sub>X</sub>.
- 2.6. "CSAPR  $SO_2$  Group 1 Trading Program" means a multi-state  $SO_2$  air pollution control and emission reduction program established in accordance with 40 C.F.R. part 97, subpart CCCCC and 40 C.F.R. §§ 52.39(a). (b), (d) through (f), and (j) through (l) (including such a program that is revised in a SIP revision approved by the Administrator under 40 C.F.R. § 52.39(f)), as a means of mitigating interstate transport of fine particulates and  $SO_2$ .
  - 2.7. "Existing unit" for the purpose of allocation means:
- 2.7.a. A unit under the CSAPR NO<sub>X</sub> Annual Trading Program or the CSAPR SO<sub>2</sub> Group 1 Trading Program that commenced commercial operation prior to January 1, 2010.
- 2.7.b. A unit under the CSAPR NO<sub>X</sub> Ozone Season Group 2 Trading Program that commenced commercial operation prior to January 1, 2015.
  - 2.8. "New unit" for the purpose of allocation means any unit that is not an existing unit.
- 2.9. "Secretary" means the Secretary of the Department of Environmental Protection or other person to whom the Secretary has delegated authority or duties pursuant to W.Va. Code §§ 22-1-6 or 22-1-8.
- 2.10. Other words and phrases used in this rule, unless otherwise indicated, shall have the meaning ascribed to them in 40 C.F.R. part 97, subparts AAAAA, CCCCC, and EEEEE. Words and phrases not defined therein shall have the meaning given to them in the federal Clean Air Act.

### §45-43-3. Adoption of standards.

- 3.1. CSAPR NO<sub>X</sub> Annual Trading Program -- The Secretary hereby adopts and incorporates by reference the provisions of 40 C.F.R. part 97, subpart AAAAA, including any applicable reference methods, performance specifications and other test methods, and monitoring, record keeping and reporting requirements which are required by that subpart, effective June 1, 2018, for the purposes of implementing the CSAPR NO<sub>X</sub> Annual Trading Program, except as follows:
  - 3.1.a. The provisions of 40 C.F.R. § 97.410 are not adopted or incorporated by reference;
- 3.1.b. The provisions of 40 C.F.R. §§ 97.411(b)(2) and (c)(5)(iii), 97.412(b) and 97.421 (h) and (j) are not adopted or incorporated by reference;
- 3.1.c. The provisions of 40 C.F.R. § 97.404(a)(1) that are otherwise adopted and incorporated by reference are modified by removing the phrase "The following units in a State (and Indian country within the borders of such State)" and adding in its place the phrase "The following units in West Virginia"; and

- 3.1.d. The provisions of 40 C.F.R. § 97.404(b)(1) that are otherwise adopted and incorporated by reference are modified by removing the phrase "Any unit in a State (and Indian country within the borders of such State)" and adding in its place the phrase "Any unit in West Virginia".
- 3.2. CSAPR NO<sub>X</sub> Ozone Season Group 2 Trading Program -- The Secretary hereby adopts and incorporates by reference the provisions of 40 C.F.R. part 97, subpart EEEEE, including any applicable reference methods, performance specifications and other test methods, and monitoring, record keeping and reporting requirements required by that subpart, effective June 1, 2018, for the purposes of implementing the CSAPR NO<sub>X</sub> Ozone Season Group 2 Trading Program, except as follows:
  - 3.2.a. The provisions of 40 C.F.R. § 97.810 are not adopted or incorporated by reference;
- 3.2.b. The provisions of 40 C.F.R. §§ 97.811(b)(2) and (c)(5)(iii), 97.812(b) and 97.821 (h) and (j) are not adopted or incorporated by reference;
- 3.2.c. The provisions of 40 C.F.R. § 97.804(a)(1) that are otherwise adopted and incorporated by reference are modified by removing the phrase "The following units in a State (and Indian country within the borders of such State)" and adding in its place the phrase "The following units in West Virginia"; and
- 3.2.d. The provisions of 40 C.F.R. § 97.804(b)(1) that are otherwise adopted and incorporated by reference are modified by removing the phrase "Any unit in a State (and Indian country within the borders of such State)" and adding in its place the phrase "Any unit in West Virginia".
- 3.3. CSAPR SO<sub>2</sub> Group 1 Trading Program -- The Secretary hereby adopts and incorporates by reference the provisions of 40 C.F.R. part 97, subpart CCCCC, including any applicable reference methods, performance specifications and other test methods, and monitoring, record keeping and reporting requirements required by that subpart, effective June 1, 2018, for the purposes of implementing the CSAPR SO<sub>2</sub> Group 1 Trading Program, except as follows:
  - 3.3.a. The provisions of 40 C.F.R. § 97.610 are not adopted or incorporated by reference:
- 3.3.b. The provisions of 40 C.F.R. §§ 97.611(b)(2) and (c)(5)(iii), 97.612(b) and 97.621 (h) and (j) are not adopted or incorporated by reference;
- 3.3.c. The provisions of 40 C.F.R. § 97.604(a)(1) that are otherwise adopted and incorporated by reference are modified by removing the phrase "The following units in a State (and Indian country within the borders of such State)" and adding in its place the phrase "The following units in West Virginia"; and
- 3.3.d. The provisions of 40 C.F.R. § 97.604(b)(1) that are otherwise adopted and incorporated by reference are modified by removing the phrase "Any unit in a State (and Indian country within the borders of such State)" and adding in its place the phrase "Any unit in West Virginia".

# §45-43-4. Requirements for the CSAPR NO<sub>X</sub> Annual Trading Program.

- 4.1. No person may construct, reconstruct, modify, or operate or cause to be constructed, reconstructed, modified, or operated any source subject to the provisions of 40 C.F.R. part 97, subpart AAAAA which results or will result in a violation of this rule.
- 4.2. For each control period in 2019 and thereafter, the West Virginia  $NO_X$  Annual trading budget and new unit set-aside allocations of CSAPR  $NO_X$  Annual allowances, and the variability limit for the West Virginia  $NO_X$  Annual trading budget, are as follows:
  - 4.2.a. The NO<sub>X</sub> annual trading budget is 54,582 tons;

- 4.2.b. The new unit set-aside is 2,729 tons; and
- 4.2.c. The variability limit is 9,825 tons.
- 4.3. The West Virginia NO<sub>X</sub> Annual trading budget provided under subsection 4.2:
  - 4.3.a. Includes any tons in the new unit set-aside; and
  - 4.3.b. Does not include any tons in the variability limit.

### §45-43-5. Requirements for the CSAPR NO<sub>X</sub> Ozone Season Group 2 Trading Program.

- 5.1. No person may construct, reconstruct, modify, or operate or cause to be constructed, reconstructed, modified, or operated any source subject to the provisions of 40 C.F.R. part 97, subpart EEEEE which results or will result in a violation of this rule.
- 5.2. For each control period in 2019 and thereafter, the West Virginia  $NO_X$  Ozone Season Group 2 trading budget and new unit-set aside for allocations of CSAPR  $NO_X$  Ozone Season Group 2 allowances, and the variability limit for the West Virginia  $NO_X$  Ozone Season Group 2 trading budget, are as follows:
  - 5.2.a. The NO<sub>X</sub> Ozone Season Group 2 trading budget is 17,815 tons;
  - 5.2.b. The new unit set-aside is 356 tons; and
  - 5.2.c. The variability limit is 3,741 tons.
  - 5.3. The NO<sub>X</sub> Ozone Season Group 2 trading budget provided under subsection 5.2:
    - 5.3.a. Includes any tons in the new unit set-aside; and
    - 5.3.b. Does not include any tons in the variability limit.

#### §45-43-6. Requirements for the CSAPR SO<sub>2</sub> Group 1 Trading Program.

- 6.1. No person may construct, reconstruct, modify, or operate or cause to be constructed, reconstructed, modified, or operated any source subject to the provisions of 40 C.F.R. part 97, subpart CCCCC which results or will result in a violation of this rule.
- 6.2. For each control period in 2019 and thereafter, the West Virginia SO<sub>2</sub> Group 1 trading budget and new unit set-aside for allocations of CSAPR SO<sub>2</sub> Group 1 allowances, and the variability limit for the West Virginia SO<sub>2</sub> Group 1 trading budget are as follows:
  - 6.2.a. The SO<sub>2</sub> Group 1 trading budget is 75,668 tons;
  - 6.2.b. The new unit set-aside is 5,297 tons; and
  - 6.2.c. The variability limit is 13,620 tons.
  - 6.3. The West Virginia SO<sub>2</sub> Group 1 trading budget provided under subsection 6.2:
    - 6.3.a. Includes any tons in the new unit set-aside; and
    - 6.3.b. Does not include any tons in the variability limit.

# §45-43-7. Secretary.

7.1. Any and all references in 40 C.F.R. part 97, subparts AAAAA, CCCCC, and EEEEE to the "Administrator" remain the "Administrator".

# §45-43-8. Permits.

8.1. Nothing contained in this adoption by reference shall be construed or inferred to mean that permit requirements in accordance with applicable rules shall be in any way be limited or inapplicable.

# §45-43-9. Inconsistency Between Rules.

9.1. In the event of any inconsistency between this rule and any other rule of the Division of Air Quality, the inconsistency shall be resolved by the determination of the Secretary and the determination shall be based upon the application of the more stringent provision, term, condition, method or rule.