### EPA UPDATE

MAY 2016

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EPA REGION 7

# Compliance is the goal . . .

ENFORCEMENT IS JUST A TOOL TO GET IT.

### Why Enforcement?

- Respect for Rule of Law
- Protect Communities: Reduce pollution and stop noncompliance
- Level playing field for those who play by the rules
- > Remedy the harm caused by the violation
- Deterrence

Deter the violator

Deter others

## EPA Enforcement Role In Delegated States

States - Primary day-to-day implementation of most Clean Water Act, Clean Air Act, RCRA programs

EPA - Ongoing responsibility to ensure adequate implementation

- Congress mandated role for EPA in permitting, enforcement, and standards
- Ensure base level of protection for al citizens

Core level of independent federal presence - inspections/enforcement

#### EPA Enforcement Role

National Priorities/Initiatives

Gaps in state programs: Resources, Expertise, Will

#### Interstate issues

- Pollution across state lines
- Companies operating in multiple states

#### EPA Enforcement Role

#### **EPA Direct Enforcement Programs:**

- Tribal
- Wetlands
- CAA Section 112r
- TSCA Lead Paint
- FIFRA
- OPA/SPCC
- States w/o delegated program authority

### EPA Inspections in NE: FY 2015

CAA 112(r)	7
CAA Stationary Sources	11
CWA 311 SPCC	12
CWA NPDES	24
CWA Pretreatment IUs	2
FIFRA	3
RCRA Hazardous Waste	15
RCRA UST	29
TSCA Lead	19
Sum:	122

## Flint

#### National Enforcement Initiatives: 2017-19

**Existing NEIs that Continue:** 

NSR/PSD: coal, glass, acid plants, cement

CAFOs

Raw Sewage (CSOs/SSOs)

## Air Enforcement: Reduce Pollution from Largest Sources

In Iowa, Missouri, Kansas, and Nebraska:

- 65% of our electricity comes from coal-fired power generation
- 90% of our coal-fired units are over 30 years old
- Only 35% have advanced NOx controls (SCR/SNCR)
- Only 40% have SO2 scrubbers

### Interstate/Alliant Settlement

Reduce SO2 and NOx emissions by 32,000 tons per year

Covers seven plants that generate 30% of Iowa's electricity



### Mitigation projects



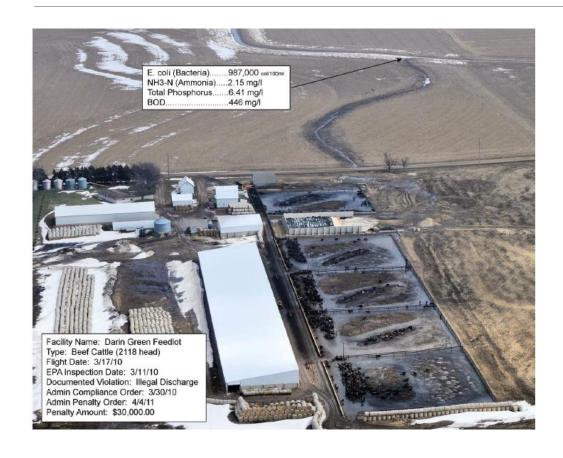


UTILITY-SCALE
PHOTOVOLTAIC ARRAY

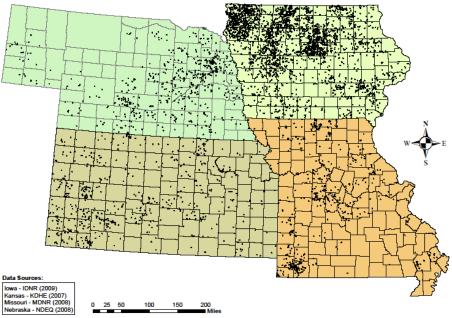
## ANAEROBIC MANURE DIGESTION

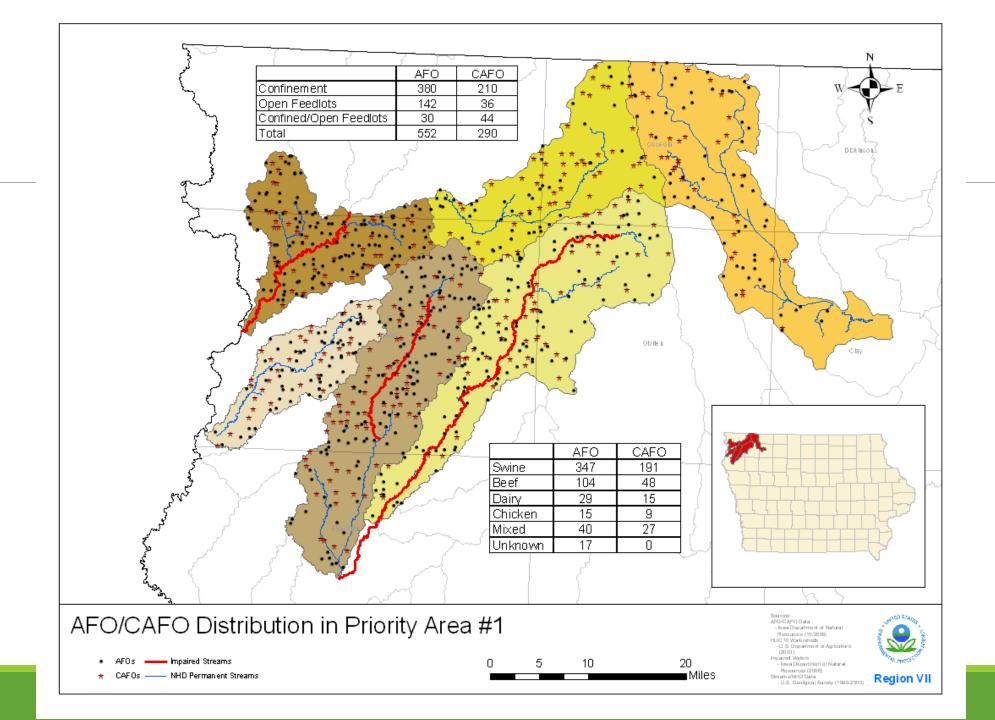
### Ameren Litigation

## Water: Keep Manure out of Streams and Rivers



#### **Region 7 CAFO Distribution**





## Expanded NEI: Cutting Toxic Air Pollution

Styrene and TCE/PCE emitters

VOC emitters in high population areas

Tank farms

Landfills

Sources contributing to Ozone, SO2, and Lead attainment concerns

Air emissions from leaking vents, equipment and units at TSDs and LQGs (Part 265 Subparts AA, BB, and CC)



## New NEI: Industrial Wastewater Dischargers

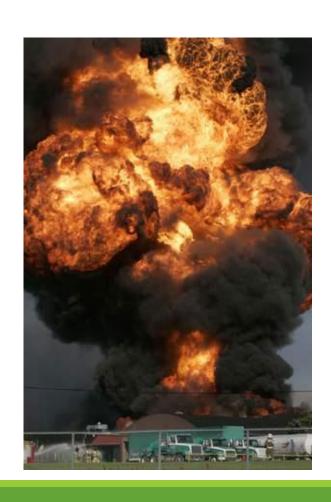
Reduce sources of water body impairment: nutrients, metals, organic enrichment

#### Focus on four sectors:

- Chemical Manufacturing 139 facilities
- Food Processing 198 facilities
- Mining 229 facilities
- Primary Metal Manufacturing 16 facilities

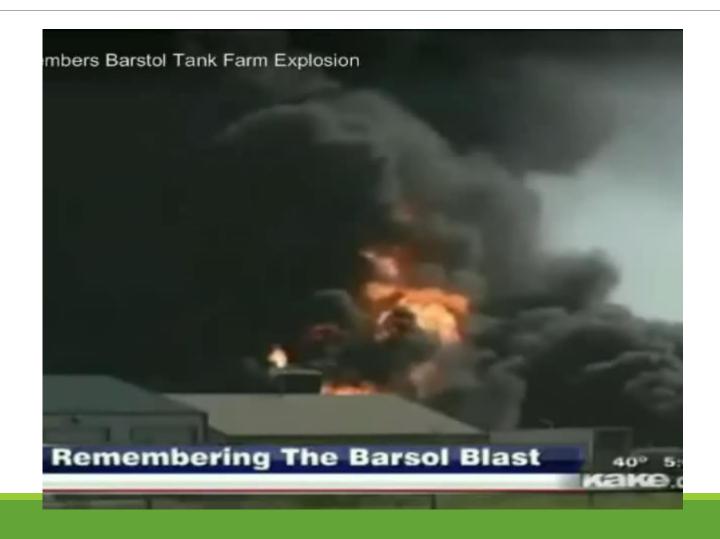


## New NEI: Ensuring Safe Handling of Dangerous Chemicals





#### Barton Solvents Settlement



### New NEI: 112r and General Duty Clause

Focus on high-risk facilities in five sectors:

- Refineries
- Chemical Manufacturing
- Ammonia Refrigeration
- Fertilizer Distribution
- Gas Processing Plants



## Number of Facilities in Proposed PRIORITY Sectors

NAICS_DESCRIPTION	Number of Total Facilities	Number of Total Facilities – R7	
Petroleum Refineries	139	3	
Ammonia Refrigeration	890	72	
Organic and Inorganic Basic Chemical		, <del>-</del>	
Manufacturing	307	9	
Fertilizer Distribution	3,155	1,426	
Gas Processing Plants	732	27	

### Core Enforcement: Reduce Stormwater Runoff Pollution

- Scrapyards/recyclers
- Railyards
- Sand and gravel
- DOTs



#### Stormwater Settlement Example: Auto Salvage Facility in Northwest Iowa

 Reconfigure facility to move most operations and materials under roofs

- \$120,000 penalty
- Clean debris from the park and the banks of the pond, followed by laying sod in park.





## Level Playing Field and Deterrence: *U.S. v STABL*



- Pretreatment case involving Lexington, NE meatpacker
- District Court: \$1.15M economic benefit,
   \$1.15M gravity
- "Stabl's violations were serious . . .the Court concludes that a civil penalty in an amount twice Stabl's economic benefit will serve the interests of justice and help deter others from engaging in similar non-compliance
- 8th Circuit affirmed

FY16 CWA Inspections	State					
Inspection Type	IA	KS	МО	NE	Tribal	Total
CAFO	9	5	16	14		39
CSI	11	15	14	3	2	45
IU-CSI	3		2		2	7
Pretreatment	3	3	4			10
SSO	2		2			4
SW Construction	1		6	2		9
SW Industrial	6	7	5	4		22
Total	35	30	49	23	4	141

#### Core Enforcement: SPCC and FRP

Bulk storage facility in Willow Springs, Missouri

#### Violations:

- No Facility Response Plan
- Inadequate secondary containment
- Stormwater violations

#### Settlement:

- Five foot berm
- \$25k cash penalty
- \$180k of SEPs
  - Leak detection w/remote notification
  - Emergency response equipment for locals



## Improper Oil Storage: BF By-Products





### Core Enforcement: TSCA Pb Paint Rule Enforcement





#### Core Enforcement: RCRA

In FY 2015, EPA conducted 183 RCRA inspections:

- About 50% of those in Iowa
- 75% of those inspections (138) documented RCRA violations
- 12 penalty actions
- Total Penalties: Approx \$350,000

Vast majority of facilities found to be in violation returned to compliance <u>without</u> formal enforcement or penalty

#### RCRA Enforcement Priorities

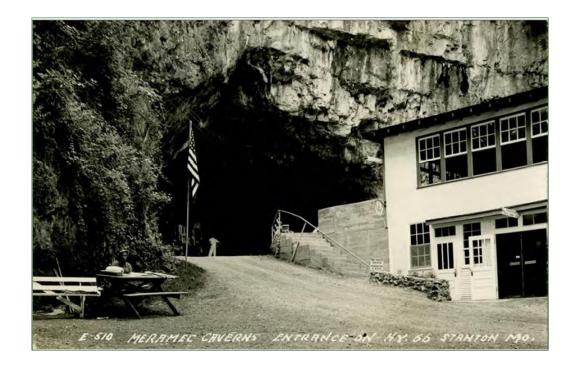
Under-reporters/non-filers

Large TRI Reporters

Pesticide Mfg. & Formulators

### Contaminated Sites: Vapor Intrusion





### Next Generation Compliance

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#### THE ROAD AHEAD

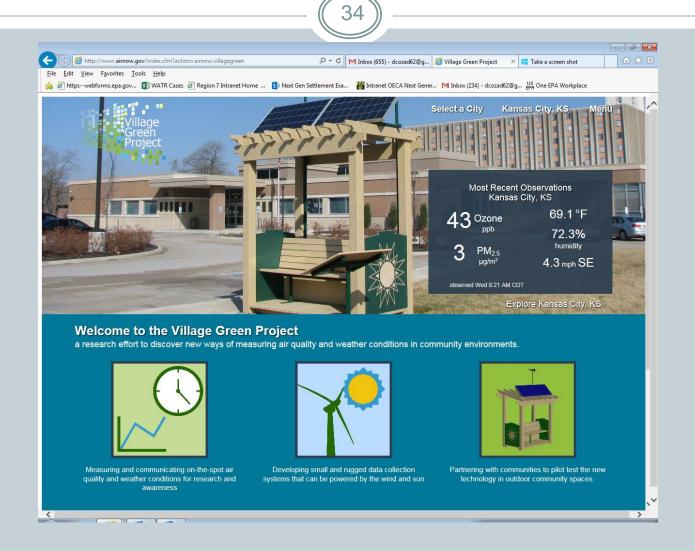
#### **Compliance Challenges**

- Pollution
- Noncompliance
- Information gaps
- Single facility inspection model
- Larger universe
- Budgets declining





#### Technology Paradigm Change



### Real Time Data + Transparency

**Changed Behavior** 

#### Next Gen Enforcement Tools

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Advanced Monitoring

E-Reporting

Transparency

Third Party Verification

## **Advanced Monitoring**







## **Example from EPA Region 10**

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Leaking equipment at bulk gasoline distribution terminal.



#### **Innovative Enforcement**

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# Clean Air Act Settlement with Noble Energy

- Infrared camera inspections of vapor control systems and tanks
- Pressure monitors with continuous data reporting



#### **Innovative Enforcement**

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#### Marathon Petroleum Corporation Clean Air Settlement

- Required to use infrared gas-imaging camera at fuel storage tanks to identify potential defects that may cause excessive emissions
- If defects found, Marathon will conduct up-close inspections and perform repairs where necessary



Marathon Petroleum Company (Detroit, Michigan

#### **Innovative Enforcement**

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# Clean Air Act settlement with BP Whiting (Indiana)

- Fence line monitors located in consultation with EPA and community
- Data reported weekly on public web site
- Facility must review data with community at their request



#### **BP Whiting's Public Website of Fenceline Monitoring Results**

A=COM



#### Home

Using the Web Site

#### Measurement Data

Fixed Station Measurement Data

Open Path Measurement Data

Wind Rose

#### Information

Site Locations

Monitoring Equipment

Chemical Information

Glossary

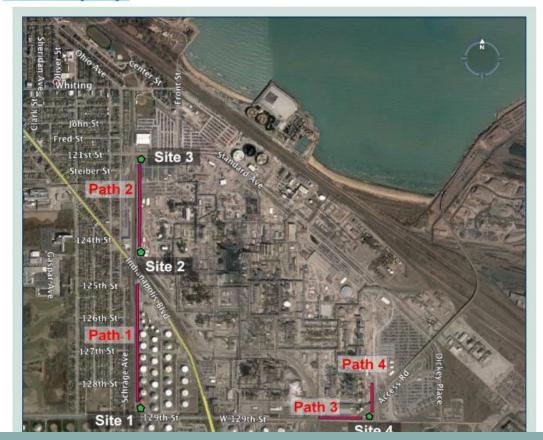
#### Other

Documents

Contacts

The air monitoring network is shown in the map below. There are four air quality and meteorological monitoring stations shown in white lettering. These stations (which are referred to as "fixed stations") monitor the air for sulfur dioxide, hydrogen sulfide, total reduced sulfur (TRS) compounds, benzene, toluene, pentane, and hexane along with local weather conditions. In addition, adjacent to the fixed stations are four "open path" monitors. Open path monitors send ultra-violet light beams along a path. Chemical compounds are measured over the distance the path covers. The open path monitors are shown in red on the map. The open path monitors measure benzene, toluene, xylenes, carbon disulfide, carbonyl sulfide, and ozone.

Click here for larger image.



#### **New Rule for Petroleum Refineries**

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- Refineries must conduct fenceline monitoring to ensure neighboring communities are protected
  - Action level/trigger
- Most recent annual average recalculated every two weeks so companies can keep emissions well below the annual standard



### Coal Ash Rule

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- Transparency
- Third Party Certifications



## Proposed CAA Risk Management Program Rule

- New independent third-party audits:
  - o Focuses on facilities with past accidents where required self-audits failed to prevent accidents.
  - Facilities with prior accidents required to do independent third party auditing to more effectively comply with accident prevention requirements.

#### **New Rule for Oil and Gas**

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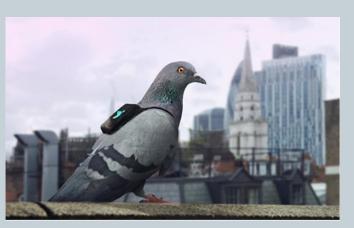
- Companies required to install emissions reduction equipment at oil and gas wells
- Streamlined reporting option allows companies to submit list of completed gas wells with digital date and GPS stamped photos showing equipment installation



# Which monitor should EPA, states, or citizens use for PM2.5?







# Clean Water Rule Litigation

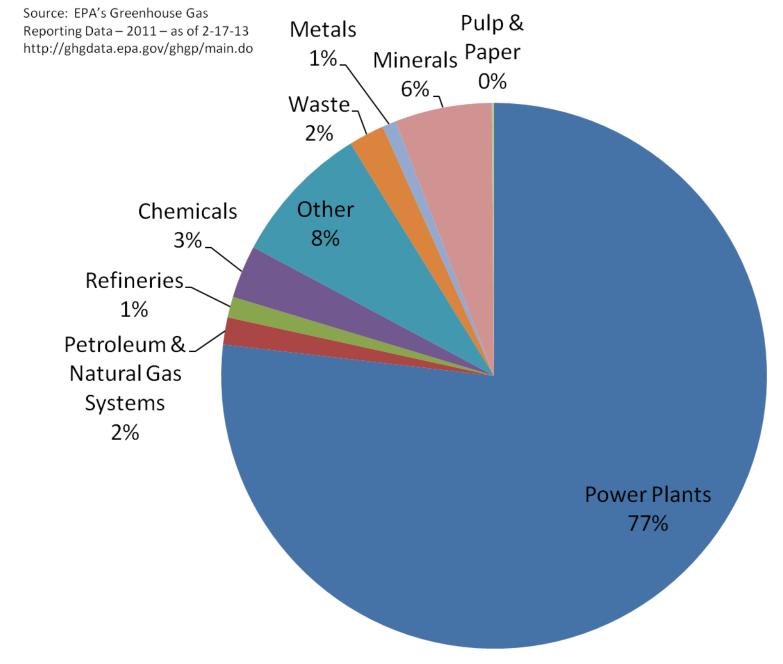
#### Three phases:

- 1. Stay: 6<sup>th</sup> Circuit has stayed the rule.
  - "Petitioners have demonstrated a substantial possibility of success on the merits"
- 2. Jurisdiction: 6<sup>th</sup> Circuit has ruled it has jurisdiction.

3. Merits: ??







Region 7 Greenhouse Gas (GHG) Emissions in CO2e

# Existing Power Plants: CAA 111(d)

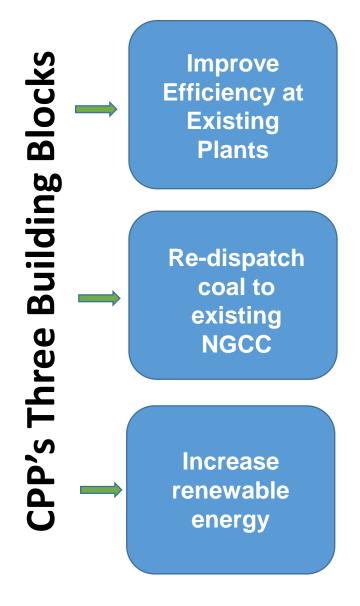
State targets/state flexibility

Approx 30% reduction in emissions

"Best system of emission reductions" that "that the "Administrator demonstrates is adequately demonstrated."



## **Available Compliance Options**



#### Additional options:

- Demand-side EE
- New nuclear/upgrades to existing nuclear
- Combined Heat & Power
- Biomass
- Natural gas co-firing/convert to natural gas
- Transmission & distribution improvements
- Energy storage improvements
- Retire older/inefficient power plants
- Trading



#### **Supreme Court Stays the Clean Power Plan**

- On February 9, 2016, the Supreme Court stayed implementation and enforcement of the Clean Power Plan pending judicial review.
- EPA firmly believes the Clean Power Plan will be upheld when the merits are considered because the rule rests on strong scientific and legal foundations.
- For the states that choose to continue to work to cut carbon pollution from power plants and seek the agency's guidance and assistance, EPA will continue to provide tools and support.

#### **Key Points**

- Implementation and enforcement are on hold.
- Initial submittals not required on September 6, 2016.
- EPA will continue
   to work with
   states that want to
   work with us on a
   voluntary basis.

# Wind in Nebraska

