

115TH CONGRESS  
1ST SESSION

# H. R. 1119

To establish the bases by which the Administrator of the Environmental Protection Agency shall issue, implement, and enforce certain emission limitations and allocations for existing electric utility steam generating units that convert coal refuse into energy.

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## IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 16, 2017

Mr. ROTHFUS (for himself, Mr. THOMPSON of Pennsylvania, Mr. MCKINLEY, Mr. BARLETTA, and Mr. KELLY of Pennsylvania) introduced the following bill; which was referred to the Committee on Energy and Commerce

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## A BILL

To establish the bases by which the Administrator of the Environmental Protection Agency shall issue, implement, and enforce certain emission limitations and allocations for existing electric utility steam generating units that convert coal refuse into energy.

1       *Be it enacted by the Senate and House of Representa-  
2 tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “Satisfying Energy  
5 Needs and Saving the Environment Act” or the “SENSE  
6 Act”.

1   **SEC. 2. STANDARDS FOR COAL REFUSE POWER PLANTS.**

2       (a) DEFINITIONS.—In this Act:

3               (1) ADMINISTRATOR.—The term “Administrator” means the Administrator of the Environmental Protection Agency.

6               (2) BOILER OPERATING DAY.—The term “boiler operating day” has the meaning given such term in section 63.10042 of title 40, Code of Federal Regulations, or any successor regulation.

10             (3) COAL REFUSE.—The term “coal refuse” means any byproduct of coal mining, physical coal cleaning, or coal preparation operation that contains coal, matrix material, clay, and other organic and inorganic material.

15             (4) COAL REFUSE ELECTRIC UTILITY STEAM GENERATING UNIT.—The term “coal refuse electric utility steam generating unit” means an electric utility steam generating unit that—

19                  (A) is in operation as of the date of enactment of this Act;

21                  (B) uses fluidized bed combustion technology to convert coal refuse into energy; and

23                  (C) uses coal refuse as at least 75 percent of the annual fuel consumed, by heat input, of the unit.

1                             (5) COAL REFUSE-FIRED FACILITY.—The term  
2                             “coal refuse-fired facility” means all coal refuse elec-  
3                             tric utility steam generating units that are—

4                                 (A) located on one or more contiguous or  
5                             adjacent properties;

6                                 (B) specified within the same Major Group  
7                             (2-digit code), as described in the Standard In-  
8                             dustrial Classification Manual (1987); and

9                                 (C) under common control of the same  
10                             person (or persons under common control).

11                             (6) CROSS-STATE AIR POLLUTION RULE.—The  
12                             terms “Cross-State Air Pollution Rule” and  
13                             “CSAPR” mean the regulatory program promul-  
14                             gated by the Administrator to address the interstate  
15                             transport of air pollution in parts 51, 52, and 97 of  
16                             title 40, Code of Federal Regulations, including any  
17                             subsequent or successor regulation.

18                             (7) ELECTRIC UTILITY STEAM GENERATING  
19                             UNIT.—The term “electric utility steam generating  
20                             unit” means either or both—

21                                 (A) an electric utility steam generating  
22                             unit, as such term is defined in section  
23                             63.10042 of title 40, Code of Federal Regula-  
24                             tions, or any successor regulation; or

1   (B) an electricity generating unit or elec-  
2   tric generating unit, as such terms are used in  
3   CSAPR.

4   (8) PHASE I.—The term “Phase I” means, with  
5   respect to CSAPR, the initial compliance period  
6   under CSAPR, identified for the 2015 and 2016 an-  
7   nual compliance periods.

8   (b) APPLICATION OF CSAPR TO CERTAIN COAL  
9   REFUSE ELECTRIC UTILITY STEAM GENERATING  
10   UNITS.—

11   (1) COAL REFUSE ELECTRIC UTILITY STEAM  
12   GENERATING UNITS COMBUSTING BITUMINOUS COAL  
13   REFUSE.—

14   (A) APPLICABILITY.—This paragraph ap-  
15   plies with respect to any coal refuse electric  
16   utility steam generating unit that—

17   (i) combusts coal refuse derived from  
18   the mining and processing of bituminous  
19   coal; and  
20   (ii) is subject to sulfur dioxide allow-  
21   ance surrender provisions pursuant to  
22   CSAPR.

23   (B) CONTINUED APPLICABILITY OF PHASE  
24   I ALLOWANCE ALLOCATIONS.—In carrying out  
25   CSAPR, the Administrator shall provide that,

1       for any compliance period, the allocation  
2       (whether through a Federal implementation  
3       plan or State implementation plan) of sulfur di-  
4       oxide allowances for a coal refuse electric utility  
5       steam generating unit described in subparagraph  
6       (A) is equivalent to the allocation of the  
7       unit-specific sulfur dioxide allowance allocation  
8       identified for such unit for Phase I, as refe-  
9       renced in the notice entitled “Availability of  
10      Data on Allocations of Cross-State Air Pollu-  
11      tion Rule Allowances to Existing Electricity  
12      Generating Units” (79 Fed. Reg. 71674 (De-  
13      cember 3, 2014)).

14                     (C) RULES FOR ALLOWANCE ALLOCA-  
15             TIONS.—For any compliance period under  
16       CSAPR that commences on or after January 1,  
17       2017, any sulfur dioxide allowance allocation  
18       provided by the Administrator to a coal refuse  
19       electric utility steam generating unit described  
20       in subparagraph (A)—

21                         (i) shall not be transferable for use by  
22       any other source not located at the same  
23       coal refuse-fired facility as the relevant  
24       coal refuse electric utility steam generating  
25       unit;

- 1                                     (ii) may be transferable for use by another source located at the same coal refuse-fired facility as the relevant coal refuse electric utility steam generating unit;
- 6                                     (iii) may be banked for application to compliance obligations in future compliance periods under CSAPR; and
- 9                                     (iv) shall be surrendered upon the permanent cessation of operation of such coal refuse electric utility steam generating unit.

13                 (2) OTHER SOURCES.—

14                 (A) NO INCREASE IN OVERALL STATE BUDGET OF SULFUR DIOXIDE ALLOWANCE ALLOCATIONS.—For purposes of paragraph (1), the Administrator may not, for any compliance period under CSAPR, increase the total budget of sulfur dioxide allowance allocations for a State in which a unit described in paragraph (1)(A) is located.

22                 (B) COMPLIANCE PERIODS 2017 THROUGH 2020.—For any compliance period under CSAPR that commences on or after January 1, 2017, but before December 31, 2020, the Ad-

1 ministrator shall carry out subparagraph (A) by  
2 proportionally reducing, as necessary, the unit-  
3 specific sulfur dioxide allowance allocations  
4 from each source that—

- 5 (i) is located in a State in which a  
6 unit described in paragraph (1)(A) is lo-  
7 cated;
- 8 (ii) permanently ceases operation, or  
9 converts its primary fuel source from coal  
10 to natural gas, prior to the relevant com-  
11 pliance period; and
- 12 (iii) otherwise receives an allocation of  
13 sulfur dioxide allowances under CSAPR for  
14 such period.

15 (c) EMISSION LIMITATIONS TO ADDRESS HYDROGEN  
16 CHLORIDE AND SULFUR DIOXIDE AS HAZARDOUS AIR  
17 POLLUTANTS.—

18 (1) APPLICABILITY.—For purposes of regu-  
19 lating emissions of hydrogen chloride or sulfur diox-  
20 ide from a coal refuse electric utility steam gener-  
21 ating unit under section 112 of the Clean Air Act  
22 (42 U.S.C. 7412), the Administrator—

23 (A) shall authorize the operator of such  
24 unit to elect that such unit comply with ei-  
25 ther—

1                             (i) an emissions standard for emis-  
2                             sions of hydrogen chloride that meets the  
3                             requirements of paragraph (2); or  
4                             (ii) an emission standard for emis-  
5                             sions of sulfur dioxide that meets the re-  
6                             quirements of paragraph (2); and  
7                             (B) may not require that such unit comply  
8                             with both an emission standard for emissions of  
9                             hydrogen chloride and an emission standard for  
10                            emissions of sulfur dioxide.

11                         (2) RULES FOR EMISSION LIMITATIONS.—

12                         (A) IN GENERAL.—The Administrator  
13                         shall require an operator of a coal refuse elec-  
14                         tric utility steam generating unit to comply, at  
15                         the election of the operator, with no more than  
16                         one of the following emission standards:

17                         (i) An emission standard for emissions  
18                         of hydrogen chloride from such unit that is  
19                         no more stringent than an emission rate of  
20                         0.002 pounds per million British thermal  
21                         units of heat input.

22                         (ii) An emission standard for emis-  
23                         sions of hydrogen chloride from such unit  
24                         that is no more stringent than an emission  
25                         rate of 0.02 pounds per megawatt-hour.

1                             (iii) An emission standard for emis-  
2                             sions of sulfur dioxide from such unit that  
3                             is no more stringent than an emission rate  
4                             of 0.20 pounds per million British thermal  
5                             units of heat input.

6                             (iv) An emission standard for emis-  
7                             sions of sulfur dioxide from such unit that  
8                             is no more stringent than an emission rate  
9                             of 1.5 pounds per megawatt-hour.

10                           (v) An emission standard for emis-  
11                             sions of sulfur dioxide from such unit that  
12                             is no more stringent than capture and con-  
13                             trol of 93 percent of sulfur dioxide across  
14                             the generating unit or group of generating  
15                             units, as determined by comparing—

16                                 (I) the expected sulfur dioxide  
17                             generated from combustion of fuels  
18                             emissions calculated based upon as-  
19                             fired fuel samples, to

20                                 (II) the actual sulfur dioxide  
21                             emissions as measured by a sulfur di-  
22                             oxide continuous emission monitoring  
23                             system.

24                             (B) MEASUREMENT.—An emission stand-  
25                             ard described in subparagraph (A) shall be

1       measured as a 30 boiler operating day rolling  
2       average per coal refuse electric utility steam  
3       generating unit or group of coal refuse electric  
4       utility steam generating units located at a sin-  
5       gle coal refuse-fired facility.

