







Bureau of Air Quality

# Proposed Rulemaking: Additional RACT Requirements for Major Sources of NO<sub>x</sub> and VOCs for the 2015 Ozone NAAQS

(25 Pa. Code Chapters 121 and 129)

Environmental Quality Board Meeting May 19, 2021

## Background

- The Clean Air Act requires the United States
  Environmental Protection Agency (EPA) to
  establish National Ambient Air Quality Standards
  (NAAQS) for criteria air pollutants, of which
  ground-level ozone is one, at levels that protect
  public health and welfare, including the
  environment.
- On October 26, 2015, the EPA lowered the primary and secondary NAAQS for ozone to 0.070 ppm.

### Purpose

- Re-evaluation of Reasonably Available Control Technology (RACT) is a Federal requirement to be fulfilled each time an ozone NAAQS is promulgated for nonattainment areas.
- Because the entire Commonwealth is in the Ozone Transport Region and is treated as a moderate nonattainment area, RACT is applicable to major sources of nitrogen oxides (NO<sub>x</sub>) and/or volatile organic compounds (VOC) statewide.

#### Overview

- This proposed rulemaking (known as RACT III) would establish presumptive RACT requirements and emission limitations for certain source categories at major stationary facilities of NO<sub>x</sub> and VOC emissions.
- Owners and operators of sources without presumptive requirements or limitations, or those unable to meet the presumptive limitations, must submit a case-by-case RACT analysis.

#### Overview

The presumptive RACT requirements in the proposed rulemaking are the same or more stringent than those found in the RACT I and RACT II rules.



#### **Affected Parties**

- RACT requirements are applicable to the owners and operators of all sources in Pennsylvania that emit or have a potential to emit greater than 100 tons per year (TPY) of NO<sub>x</sub> or 50 TPY of VOC.
- There are approximately 500 Title V facility owners and operators in Pennsylvania that may be subject to this proposed rulemaking.



#### Differences from RACT II

- This proposed rulemaking would include presumptive NO<sub>x</sub> emission limitations for the following source categories:
  - Propane and LPG-fired combustion units
  - Lime kilns
  - Glass melting furnaces
  - Direct-fired heaters, furnaces, and ovens
- Including these source categories should lower the number of case-by-case RACT determinations.

#### Differences from RACT II

- This proposed rulemaking would include more stringent presumptive NO<sub>x</sub> emission limitations for the following source categories:
  - Simple-cycle natural gas-fired turbines
  - Engines
  - Cement kilns
  - Municipal waste combustors
- NO<sub>x</sub> emission averaging period for combustion units with CEMS is daily.



#### Differences from RACT II

- Presumptive NO<sub>x</sub> RACT emission limitations for coal-fired combustion units with selective catalytic reduction are no longer deemed approvable by the EPA as a result of the United States Court of Appeals for the Third Circuit's decision in *Sierra Club v. EPA*, 972 F.3d 290 (3d Cir. 2020).
- Large coal-fired combustion units, including electric generating units, must perform a caseby-case analysis.

## **Economic Impacts**

- Owners and operators undergoing case-bycase RACT evaluations must bear the costs of notifications and application fees, estimated to be \$4,000-\$6,000 per facility.
- Complying with applicable requirements by installing add-on control technology would have an annualized cost of less than \$3,750 per ton of NO<sub>x</sub> and \$7,500 per ton of VOC emission reduction.

## **Environmental Impacts**

- Implementation of the proposed control measures could reduce NO<sub>X</sub> emissions by as much as 9,000 TPY from engines, turbines and municipal waste combustors.
- The measures in this proposed rulemaking are reasonably required to attain and maintain the health-and-welfare-based 2015 8-hour ozone NAAQS.



## **Advisory Committee Review**

The following advisory committees concurred with DEP's recommendation to present this proposed rulemaking to the EQB for consideration:

- Air Quality Technical Advisory Committee on May 7, 2020
- Small Business Compliance Advisory Committee on April 22, 2020
- Citizens Advisory Council on May 19, 2020



#### Recommendation

DEP recommends the adoption of this proposed rulemaking.

 A 60-day public comment period with at least three public hearings is recommended.







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