UNITED STATES ENVIRONMENTAL PROTECTION AGENCY



REGION 8

1595 Wynkoop Street Denver, CO 80202-1129 Phone 800-227-8917 www.epa.gov/region08

FEB 16 2016

Ref: 8P-AR

The Honorable John Hickenlooper Office of the Governor 136 State Capitol Building Denver, Colorado 80203

Dear Governor Hickenlooper:

Thank you for your staff's recommendations dated September 18, 2015, on air quality designations for the state of Colorado for the 2010 revision to the primary National Ambient Air Quality Standard (NAAQS) for sulfur dioxide (SO₂). Reducing levels of SO₂ pollution is an important part of the U.S. Environmental Protection Agency's (EPA's) commitment to a clean, healthy environment. Exposure to SO₂ can cause a range of adverse health effects, including narrowing of the airways which can cause difficulty breathing and increased asthma symptoms. This letter is to notify you of the EPA's preliminary intentions regarding your recommended designations.

On June 3, 2010, the EPA strengthened the health-based or "primary" standard for SO₂ by establishing a standard for 1-hour average SO₂ concentrations at a level of 75 parts per billion. Within one year after a new or revised standard is established, the Clean Air Act requires the Governor of each state to submit to the EPA a list of all areas in the state, with recommendations for whether each area meets the standard. Through an interactive process, the EPA considers the recommendations and then promulgates designations for all areas across the country. On July 25, 2013, the EPA designated 29 areas in 16 states as nonattainment, but did not at that time designate other areas. Pursuant to a March 2, 2015, court-ordered schedule,¹ the EPA must complete the remaining SO₂ designations by three specific deadlines: July 2, 2016, December 31, 2017, and December 31, 2020.

This current round of designations, to be completed by July 2, 2016, addresses two groups of areas: (1) areas that have newly monitored violations of the 2010 SO₂ NAAQS based on the most recent three calendar years of certified monitored ambient air quality data, and (2) areas that contain any stationary source that had not been announced as of March 2, 2015, for retirement and that according to the EPA's Air Markets Database emitted in 2012 either (i) more than 16,000 tons of SO₂ or (ii) more than 2,600 tons of SO₂ with an annual average emission rate of at least 0.45 pounds of SO₂/mmBTU.

Because the EPA has insufficient information to determine whether the following areas are meeting or not meeting the SO₂ NAAQS, the EPA intends to designate these areas as unclassifiable:

¹ Sierra Club v. McCarthy, No. 3-13-cv-3953 (SI) (N.D. Cal. Mar. 2, 2015).

Intended Unclassifiable Areas Colorado Springs* Intended Unclassifiable Counties El Paso County

Morgan County*

Morgan County

The asterisks (*) indicate the boundaries for these intended unclassifiable areas represent modifications to the boundaries that you have recommended. In this case, because your staff did not recommend specific boundaries but instead recommended designations for the areas around the Pawnee and Martin Drake power plants, the EPA has proposed full-county unclassifiable boundaries for the counties in which these sources are located.

The enclosed Technical Support Document provides a detailed analysis that supports our intended designation decisions. If your state has additional information that the EPA should consider prior to finalizing these designations, please submit it to us by April 19, 2016. We also will be publishing a notice in the <u>Federal Register</u> announcing a 30-day period for the public to provide input on the EPA's intended designation decisions. We will promulgate the designations for these areas by July 2, 2016. We will designate all other previously undesignated areas in the state on a schedule consistent with the prescribed timing of the court order, i.e., by December 31, 2017, or December 31, 2020.

We look forward to a continued dialogue with you and your staff as we work together to complete the area designations and implement the 2010 primary SO₂ standard. For additional information regarding designations under the SO₂ standard, please visit our website at www.epa.gov/so2designations. Should you have any questions, please do not hesitate to call me, or have your staff contact Carl Daly of my staff at (303) 312-6416 or daly.carl@epa.gov.

Sincerel

Shaun L. McGrath Regional Administrator

Enclosure

cc: Dr. Larry Volk

Environmental Director and Chief Medical Officer, Colorado Department of Public Health and Environment

William Allison Director, Air Pollution Control Division

Janet G. McCabe, Acting Assistant Administrator for Air and Radiation Stephen D. Page, Director, Office of Air Quality Planning and Standards