NYSRC/DEC Conference Call Meeting Notes

August 16, 2018

Attendees:

- Mike Sheehan, John Barnes (DEC)
- Chris Wentlent
- Roger Clayton (NYSRC)
- Cathy Waxman (National Grid)
- Ben Cohen (NYISO)
- John Marabella (USNYPP)
- Sandra Meier (EEANY)
- Andy Oliver (Eastern Gen)
- Roger Caiazza
- Bill Slade (Con Ed)
- Paul Gioia (WOH)

1. RGGI review

- o DEC involved in the discussions for NJ and VA participation in the RGGI program.
- o RGGI states (CT, DE, MD and MA) moving forward with adoption of the latest model rule.

2. NYISO Carbon Pricing Update

O Draft charter discussed at the NYISO Business Issues Committee on August 13th. Next step is to develop a conceptual design that will be discussed within the NYISO's working groups. The earliest a carbon pricing plan could be implemented is the second quarter of 2020.

3. EPA Clean Power Plan

- o Replacement rule expected to be released soon.
- o DEC executives met with the Office of Management & Budget regarding CPP.

4. NYS Clean Energy Standard

o Nothing to report.

5. EPA Cross State Air Pollution Rule (CSAPR)

- o The public comment period ended on July 29th. DEC evaluating the comment letters (5 letters received).
- o EPA allocated 2021 and 2022 allowances for the NOx Annual and SO2 Annual programs in July since the DEC rules were not finalized.

6. DEC's Proposed Part 251 Regulations

o The comment period ended on July 29th. DEC evaluating the comments received (approximately 5600).

7. DEC's Proposed Methane regulations

 DEC developing an outline of a possible rule. It is anticipated that the outline will be posted on the Division of Air Resources stakeholder webpage on the DEC website in September (see www.dec.ny.gov/chemical/113887.html).

8. NYSRC Min Oil Burn Rules (LOGMOB)

- o LOGMOB activated during the week of August 16th in New York City.
- The Locational Capacity Requirement methodology is scheduled to be changed subject to final Federal Energy Regulatory Commission approval of a recent NYISO filing on the matter. The NYISO has requested a FERC decision by October 8.

9. Indian Point update

o Nothing new to report.

10. REV update

- o NYSRC will conduct a one-day workshop at the NYISO on November 7th to discuss whether new reliability rules need to be developed in response to the REV initiative.
- DEC, NYSERDA and DOT are holding seven listening sessions around the state to advance a cleaner, safer, and more reliable low-carbon transportation future (see attachment).
- DPS is hosting three technical conferences regarding the energy storage roadmap (see: http://documents.dps.ny.gov/public/Common/ViewDoc.aspx?DocRefId={05B63DD2-9801-4F85-BFFA-4A981B97C602}).
- o NYSERDA is hosting two public information sessions on September 26 and 27 regarding the development of offshore wind resources (see attachment).

11. Peaker turbine air quality

o DEC is developing the regulatory text for the peakers rule. It is anticipated that the text will be posted on the DEC website in September (watch for updates at www.dec.ny.gov/chemical/113887.html).

12. 2018 RNA

o The NYISO is in the process of completing its RNA process. It is expected to be sent to the NYISO Board in the October 2018 timeframe. The only reliability issues identified thus far are on the distribution grid on Long Island.

13. Regulatory update

- o National Ambient Air Quality Standards (NAAQS)
 - 2010 Sulfur Dioxide (SO₂) NAAQS nothing new to report.
 - 2010 Nitrogen Dioxide (NO₂) NAAQS nothing new to report.
 - 2008 Ozone NAAOS
 - 1. DEC opposes the CSAPR Closeout Rule
 - 2. DEC evaluating options regarding EPA's approval of Kentucky's Good Neighbor SIP.
 - 2015 Ozone NAAOS
 - 1. An Infrastructure SIP for the 2008 and 2015 ozone NAAQS is due to EPA on October 1, 2018. A public notice published in the Environmental Notice Bulletin on August 8th. Comment period ends on September 7th.

- o EPA Mercury & Air Toxics (MATS)
 - Nothing new to report.
- o RICE Maximum Achievable Control Technology (MACT)
 - Nothing new to report.
- o Distributed Generation Rule (DG)
 - DEC developing a new rulemaking package.

14. Coal Combustion Residuals

 DEC's revised Part 360 regulations are compliant with the federal CCR rule, but it's yet to be determined if we will voluntarily participate in the federal rule. There is no timetable for making such a determination.

15. CPV Issues

- o Hearing held on August 15th.
- o NYSRC is monitoring the CPV matter and depending on developments; may need to conduct a sensitivity analysis as part of its IRM process.

16. Next Meeting

o October 18, 2018 at 9am via conference call.