ORAL ARGUMENT NOT YET SCHEDULED

IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

STATE OF NEW YORK, et al.,

Petitioners,

v.

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY, et al.,

Respondents.

Case No. 17-1185

Filed: 01/26/2018

(consolidated with Cases No. 17-1172 and 17-1187)

RESPONSE TO EPA'S STATUS REPORT AND SUPPLEMENTAL STATUS REPORT

Status Report (ECF#1712875) and January 19, 2018 Supplemental Status Report and supporting declaration of William Wehrum (Wehrum Decl.) (ECF#1713856) filed by Respondents (EPA). EPA fails to explain its ongoing delay in making the 2015 national ambient air quality standards (NAAQS) designations for ozone and appears to still be

¹ State Petitioners are the States of New York, California, Connecticut, Delaware, Illinois, Iowa, Maine, Minnesota, New Mexico, Oregon, Rhode Island, Vermont, and Washington, the Commonwealths of Massachusetts and Pennsylvania, and the District of Columbia.

motivated by the illegal justifications for delay set forth in the one-year extension challenged in this proceeding. Because the case is not moot, this Court should summarily vacate the designations extension and make clear that the bases for the extension are illegal.

ARGUMENT

The statutory deadline for 2015 NAAQS designations for ozone came and went almost four months ago, on October 1, 2017. Although EPA purported to withdraw its illegal one-year delay for the designations, 82 Fed. Reg. 37,318, it still has not made a single nonattainment designation, even in many areas where EPA proposes simply to adopt a state's recommended designation. These nonattainment designations are necessary to trigger meaningful reductions in ozone levels. See 42 U.S.C. § 7502(b), (c).

Except for the now-withdrawn illegal extension, EPA has never provided a reason for missing the October 1, 2017 deadline. Nor is it clear that all members of EPA staff were even aware, quite recently, that the extension had been withdrawn. See State Petitioners' Letter to Clerk (Dec. 18, 2017) (ECF#1709347). Although EPA claims that a recent reference in its Regulatory Agenda to the extension still being in

effect was "erroneous," EPA Status Report, at 2, EPA does not explain the source of this error, i.e., whether EPA staff were operating under the erroneous impression that the extension remained in effect, or what, if anything, EPA might have done to correct that impression.

In the Supplemental Status Report, EPA states that it "intends" to finalize most of the remaining designations by April 30, 2018, Supp. Status Report ¶6, walking back its earlier public commitment to "complete the designations process for the 2015 Ozone NAAQS" by April 30. 83 Fed. Reg. 651, 653 (Attachment 4 to Supp. Status Report) (emphasis added); see also Public Health Petitioners' Response to EPA's Status Reports, at 2-3 (Jan. 24, 2018) (ECF#1714448) (describing EPA's changing positions on when designations would be completed). EPA makes the important caveat that it may further significantly delay the designations as a result of information received during a voluntary public-comment period. Wehrum Decl. ¶35. EPA concedes that the public comment period is not required by statute, Wehrum Decl. ¶27, and does not explain why it waited more than three months from the October 1, 2017 statutory deadline to start a comment period. Nor does EPA offer a standard that it will apply to determine whether any comments it receives warrant further delay in the designations, leaving open the possibility that it will rely on the same specious justification petitioners are challenging in this case. See Wehrum Decl. ¶¶32-35.2

This appears to be precisely what EPA has done in delaying the designations for the eight counties in the vicinity of San Antonio, Texas until at least August 30, 2018 – a full 11 months after the statutory deadline. For these designations, EPA will essentially have given itself the full benefit of the "withdrawn" extension, and may well reissue the extension in hopes of insulating the designations from a court-ordered deadline setting an earlier schedule. See EPA Status Report, at 2-3 (claiming that if "extension were still in effect, there would be no basis" for State Petitioners' deadline suit in district court).

² In fact, the Clean Air Act does not authorize a designations extension based on the receipt of additional information — to the contrary, it authorizes an extension to the designations deadline only if "the Administrator has insufficient information to promulgate the designations." 42 U.S.C. § 7407(d)(1)(B)(i). If EPA wishes to modify designations — *after* they are made — based on new or additional information, it may, if appropriate, do so pursuant to the Clean Air Act's separate process for "[r]edesignation" of areas, *id.* § 7407(d)(3), and not by continually extending its deadline for issuing the designations.

EPA's justification for the delay of these designations echoes the illegal justification given in the challenged extension. The State of Texas asserted, five days before the October 1, 2017 designations deadline, that Texas should be given "more time to show that additional data and considerations - such as international transport - warrant an 'attainment' or 'unclassifiable/attainment' designation" of the counties in the San Antonio area. Letter from Gov. Greg Abbott to Administrator Scott Pruitt (Sept. 27, 2017), at 2 (Attachment 8 to Wehrum Decl.). Consideration of international transport is not relevant to designations and not a valid basis for an extension. Mot. for Summ. Vacatur, at 18 (ECF#1683752); see also 42 U.S.C. § 7509a(b). But it was one of the bases for EPA's original extension, 82 Fed. Reg. at 29,247, which EPA has never substantively defended. Consistent with the reasoning of that extension, EPA sought clarification of Texas's submission. Letter from Anne Idsal, Regional Administrator to Gov. Greg Abbott (Jan. 19, 2018), at 1 (Attachment 9 to Wehrum Decl.) But, perhaps because staff believed the extension was still in place, EPA waited almost four

months to do so, and gave Texas until February 28, 2018 to submit additional materials. *Id*.³

EPA has not disavowed the legally flawed reasoning underlying the challenged designations extension, and seems to have relied on that reasoning in delaying the 2015 ozone NAAQS designations. Without an order from this Court, there is nothing to prevent EPA from continuing to rely on the same flawed reasoning to further delay the 2015 ozone NAAQS designations or future NAAQS designations, to grant itself a new unlawful extension, or to rescind its withdrawal of its original unlawful extension. EPA could attempt to shield its reasoning from judicial review – as it has here – by claiming to reverse course when

³ Nothing in the Clean Air Act permits EPA to extend the amount of time for a state to provide information until eighteen months after the statutory deadline, based on the state's bare assertion at the eleventh hour of "additional data and considerations." The Clean Air Act requires states to provide recommended designations to EPA within one year of the promulgation of revised NAAQS. 42 U.S.C. § 7407(d)(1)(A). If EPA disagrees with a proposed designation, it can provide a 120-day notice letter to the state that EPA intends to modify the recommendation, allowing the state an opportunity to provide supplemental information. Id. § 7407(d)(1)(B)(ii). Alternatively, EPA may, if appropriate, "revise∏" designations "at any time" based on additional relevant information. Id. § 7407(d)(3)(A).

challenged, while at the same time ignoring the Clean Air Act's statutory process for making designations.

In short, EPA has not established that its voluntary withdrawal of the illegal one-year extension has rendered this proceeding moot. EPA has not met its "heavy burden" to show "the challenged conduct cannot reasonably be expected to start up again." *Friends of the Earth, Inc. v. Laidlaw Envtl. Servs. (TOC), Inc.*, 528 U.S. 167, 189 (2000). A decision from this Court is necessary to ensure that EPA complies with the Clean Air Act's framework for extending designations.

CONCLUSION

This Court should summarily vacate the designations extension and make clear that the bases for the extension are illegal.

Dated: January 26, 2018

Respectfully Submitted,

FOR THE STATE OF NEW YORK

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ERIC T. SCHNEIDERMAN ATTORNEY GENERAL

/s/ Brian Lusignan⁴

MICHAEL J. MYERS
Senior Counsel
MORGAN COSTELLO
BRIAN LUSIGNAN
Assistant Attorneys General
Environmental Protection Bureau
The Capitol
Albany, NY 12224
(518) 776-2399

⁴ Counsel for the State of New York represents that the other parties listed in the signature blocks below consent to this filing.

FOR THE STATE OF CALIFORNIA

XAVIER BECERRA ATTORNEY GENERAL OF **CALIFORNIA**

Robert W. Byrne Senior Assistant Attorney General Assistant Attorneys General Gavin G. McCabe Supervising Deputy Attorney General Melinda Pilling Timothy E. Sullivan Jonathan Wiener Deputy Attorneys General 455 Golden Gate Ave., Suite 11000 San Francisco, CA 94102 (415) 703-5969

Attorneys for State of California, by and through the California Air Resources Board and Attorney General Xavier Becerra

FOR THE STATE OF **DELAWARE**

MATTHEW P. DENN ATTORNEY GENERAL

Valerie S. Edge Deputy Attorney General Delaware Department of Justice 102 West Water Street, 3d Floor Dover, DE 19904 (302) 739-4636

FOR THE STATE OF CONNECTICUT

Filed: 01/26/2018

GEORGE JEPSEN ATTORNEY GENERAL

Matthew I. Levine Jill Lacedonia Office of the Attorney General P.O. Box 120, 55 Elm Street Hartford, CT 06141-0120 (860) 808-5250

FOR THE STATE OF ILLINOIS

LISA MADIGAN ATTORNEY GENERAL

Matthew J. Dunn Gerald T. Karr James P. Gignac Assistant Attorneys General 69 W. Washington St., 18th Floor Chicago, IL 60602 (312) 814-0660

FOR THE STATE OF IOWA

THOMAS J. MILLER ATTORNEY GENERAL

Jacob Larson Assistant Attorney General Office of Iowa Attorney General Hoover State Office Building 1305 E. Walnut Street, 2nd Floor Des Moines, Iowa 50319 (515) 281-5341

FOR THE COMMONWEALTH OF MASSACHUSETTS

MAURA HEALEY ATTORNEY GENERAL

Carol Iancu Assistant Attorney General Environmental Protection Division One Ashburton Place, 18th Floor Boston, MA 02108 (617) 963-2428

FOR THE STATE OF MAINE

JANET T. MILLS ATTORNEY GENERAL

Gerald D. Reid Natural Resources Division Chief 6 State House Station Augusta, ME 04333 (207) 626-8800

FOR THE STATE OF MINNESOTA, BY AND THROUGH ITS MINNESOTA POLLUTION CONTROL AGENCY

OFFICE OF THE ATTORNEY GENERAL

State of Minnesota

Max Kieley Assistant Attorney General 445 Minnesota Street, Suite 900 St. Paul, Minnesota 55101-2127 (651) 757-1244

Attorney for the State of Minnesota, by and through its Minnesota Pollution Control Agency

FOR THE STATE OF NEW MEXICO

HECTOR BALDERAS ATTORNEY GENERAL

William Grantham Brian McMath Assistant Attorneys General Office of the Attorney General 408 Galisteo Street Villagra Building Santa Fe, NM 87501 (505) 490-4060

FOR THE STATE OF OREGON

Filed: 01/26/2018

ELLEN F. ROSENBLUM ATTORNEY GENERAL

Paul Garrahan Attorney-in-Charge Natural Resources Section Oregon Department of Justice 1162 Court Street NE Salem, OR 97301-4096 (503) 947-4593

FOR THE COMMONWEALTH OF PENNSYLVANIA

JOSH SHAPIRO ATTORNEY GENERAL

Michael J. Fischer Chief Deputy Attorney General Kristen M. Furlan Asst. Director, Bureau of Regulatory Counsel PA Department of Environmental Protection

PA Office of the Attorney General Strawberry Square Harrisburg, PA 17102 (215) 560-2380

FOR THE STATE OF RHODE ISLAND

PETER F. KILMARTIN ATTORNEY GENERAL

Gregory S. Schultz Special Assistant Attorney General Rhode Island Department of Attorney General 150 South Main Street Providence, RI 02903 (401) 274-4400

FOR THE STATE OF VERMONT

THOMAS J. DONOVAN, JR. ATTORNEY GENERAL

Nicholas F. Persampieri Assistant Attorney General Office of the Attorney General 109 State Street Montpelier, VT 05609-1001 (802) 828-3186

FOR THE DISTRICT OF COLUMBIA

KARL A. RACINE ATTORNEY GENERAL

James C. McKay, Jr.
Senior Assistant Attorney General
Office of the Solicitor General
Office of the Attorney General for
the District of Columbia
441 Fourth Street, NW,
Suite 630 South
Washington, DC 20001
(202) 724-5690

FOR THE STATE OF WASHINGTON

ROBERT W. FERGUSON ATTORNEY GENERAL

Katharine G. Shirey Assistant Attorney General Office of the Attorney General P.O. Box 40117 Olympia, WA 98504-0117 (360) 586-6769

CERTIFICATE OF COMPLIANCE WITH TYPE-VOLUME LIMIT

The undersigned attorney, Brian Lusignan, hereby certifies:

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/s/ Brian Lusignan
BRIAN LUSIGNAN
Assistant Attorney General
The Capitol
Albany, New York 12224
(518) 776-2399

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing was filed on January 26, 2018 using the Court's CM/ECF system, and that, therefore, service was accomplished upon counsel of record by the Court's system.

/s/ Brian Lusignan
BRIAN LUSIGNAN

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