NEW JERSEY CLEAN AIR COUNCIL

Clean Air Council Members

Michael Egenton, Chairman James Blando, Ph.D., Vice Chairman Ferdows Ali, Ph.D. Jorge H. Berkowitz, Ph.D. Leonard Bielory, M.D. Joseph Constance Elease Evans Gene Feyl Toby Hanna, P.E. Marcelino Iglesias Richard M. Lynch, Ph.D. Raymond M. Manganelli, Ph.D. John Maxwell Draft Approved: 6-8-05

Clean Air Council Members

Joseph Spatola, Ph.D. Kenneth Thoman Junfeng (Jim) Zhang, Ph.D. Irwin Zonis <u>Clean Air Council Liaison</u> Sonia Evans, CAC Liaison Telephone 609-633-2007 Fax 609-984-6369 <u>cac@dep.state.nj.us</u> CAC Web Site

http://www.state.nj.us/dep/cleanair

NJ CLEAN AIR COUNCIL MEETING RECORD

May 11, 2005, 9:30 a.m. NJ State Chamber of Commerce 1st Floor Main Conference Room 216 West State Street Trenton, NJ 08608

CALL TO ORDER: Michael Egenton opened the meeting.

COUNCIL MEMBERS PRESENT: All of the Council members were present with the changes noted below. (See Attachment 1 – Attendance Sheet)

EXCUSED:	Jorge Berkowitz, Elease Evans, Marcelino Iglesias, Kenneth Thoman, Raymond Manganelli
REPRESENTATIVE	E: Daniel Lefkowitz for James Blando
ABSENT:	Richard Lynch
SPEAKERS:	Bill O'Sullivan, Director, Division of Air Quality; Lance Miller, Chief
	of Staff, Michael Winka, Director of Clean Energy, Board of Public
	Utilities (BPU)
NJDEP:	Christine Schell, Chris Salmi, Chris Sherry, Jeanne Herb, Sam
	Wolfe
PUBLIC:	Kelly Moretta, Schering-Plough Corp., Tony Russo, Chemical
	Council of NJ; Daniel Cunningham, PSE&G Katie Watson,
	Watson Consulting

Meeting Record

Roll call was taken. Chairman called for motion to approve the March minutes. Irwin Zonis made the motion to approve March minutes as submitted. Dr. Bielory seconded the motion. The March minutes were approved by a unanimous vote.

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Administrative Report

Presented by Bill O'Sullivan, Director, Division of Air Quality:

- On June 29, 2005, The NJDEP will hold a public workshop on developing three state implementation plans (SIPs) at the War Memorial Building in Trenton entitled "Reducing Air Pollution Together". Participation was encouraged. (See Attachment 2—Distributed at meeting)
- DEP settled past violations at Atlantic States Iron Foundry with a commitment by the company to install mercury control by January 2006, four years early.
- Members were encouraged to submit recommendations for use mitigation of funds from settlements of violations. Completed forms are to be returned to Sonia Evans by June 8, 2005. (See Attachment 3—Distributed at meeting)
- Bayway Refinery submitted a plan to reduce particulates from local garbage trucks to partially offset particulate emission increases from the refinery's low-sulfur fuel project. The Citizens' Advisory Panel (CAP) met on May 10, 2005 to review the plan.
- Division of Motor Vehicles--Request for Proposal (RFP) was issued and bids received to help design the future I/M program.
- The Clean Air Interstate Rule (CAIR) was issued by U.S. EPA to cap NOx and SO2 emissions from coal fired utilities. NJDEP will comment on EPA's proposed NOx allocation to New Jersey.
- EPA issued guidance for non-attainment new source review (NSR) for PM 2.5 as of April 15, 2005 non-attainment designation. This affects 13 counties in New Jersey. Sonia will send e-copy of EPA's guidance document to CAC members.

<u>New Jersey Clean Energy Program (NJCEP); Renewable Portfolio Standards;</u> <u>Impact of CO2 Emissions in New Jersey; and Regional Greenhouse Gas Initiatives</u>

<u>(RGGI)</u>

Presented by Lance Miller, Chief of Staff, (BPU) (See Attachments 4 and 5—distributed at meeting)

What is the NJCEP? State's driver for energy efficiency (EE) and renewable energy (RE) Address demand side of the equation Diversify generation portfolio with REs

Why is this needed? Lack of Federal leadership EE has enormous potential to save energy RE is clean and can become affordable – externalities

How does the Program work?

Through economics – incentives and regulatory requirements [Renewable Portfolio Standards (RPS) and net metering] – attempt to move the market to a more sustainable future

Center for Energy, Economic & Environmental Policy economic impact of a 20% RPS by 2020

Complement and Support for RGGI

CO2 one of the greatest risks facing NJ EE leads to less use of fossil fuel generation of electricity RE produces more of the electricity from clean sources

New Jersey's position is to promote EE through the RGGI cap and Trade process. We are still in discussions with other states to determine and develop the model rule and the appropriations and allocations for the CO2 cap and trade.

NEW BUSINESS/OLD BUSINESS

- Chairman distributed information about NJDEP's Air Pollution workshop on June 29 and encouraged participation.
- Chairman thanked fellow members for their attendance at and participation in the public hearing on April 13, with a special thanks to Dr. Bielory for chairing the meeting.
- Hearing report review will be on June 8 agenda for one-hour. Dr. Bielory and James Blando will work on hearing report with Linda Bonanno between meetings. Members will receive final draft from Linda by June 15. Final comments are due to Linda by June 23. Final report for printing due to Sonia by July 1.
- Chairman asked Sonia to follow-up with invitation to Commissioner Jacobs or his representative to attend the July 13, 2005 CAC meeting.
- Chairman extended congratulations to Jim Blando on birth of his second son on May 4.
- Chairman extended invitation to NJ State Chamber of Commerce's annual reception on June 23, 2005 from 5:00 8:00 p.m.
- Sonia distributed memo and forms for expense reimbursement. (See Attachment 6)
- Chairman called for motion to adjourn the meeting. Dr. Bielory made the motion, seconded by Gene Feyl. The meeting was adjourned at 11:50 a.m.

ARTICLES OF INTEREST

- NJ Air Quality Update 2004
- New Clips

NEXT MEETING

June 8, 2005, 9:30 a.m., University of Medicine & Dentistry (UMDNJ), 65 Bergen Street 15th floor, Room 15-14A, Newark, NJ 07101