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## AN ENVIRONMENTAL AND ENERGY LAW PRACTICE

## 2022 Environmental and Energy Law Forecast

#### **FEDERAL**

## Forecast of the Federal Environmental Policy in 2022

Michael Dillon, Esq. and Zachary J. Koslap, Esq.

With the Biden administration's first year in office coming to a close, the President's environmental policy pledges made at the start of his administration are beginning to take shape. Many of these pledges can be characterized as either responding to or changing course from the previous administration's goals or expanding the federal government's focus on policy areas of importance to the President, including climate change and environmental justice in particular. This federal forecast provides an overview of significant activities that have occurred in 2021 that are bound to shape to the direction of the administration's environmental policy goals for 2022. Looking forward, we can expect the Biden administration to build on the regulatory and policy efforts already underway.

On the topic of climate change, the Biden administration has taken a number of steps, with additional actions anticipated in the coming year. The United States' participation in the United Nation's Glasgow Climate Change Conference made major headlines toward the end of 2021, where the country rejoined the collective efforts to limit global temperature rise. Domestically, the administration began a <a href="mailto:multifaceted approach">multifaceted approach</a> in reducing greenhouse gas (GHG) emissions from mobile and stationary sources, including through the phase down on the production and import of hydrofluorocarbons and the final rulemaking that establishes more robust GHG standards in cars and light trucks. Recently, the administration has announced that the federal government will transition to renewable energy by 2050, which includes transitioning to the use of zero-emission vehicles by 2035 and modernizing federal buildings to reach net-zero emissions by 2045.

The first year of the Biden presidency has also shown that the administration intends to increase the focus on environmental justice through federal agency action. The administration's government-wide Justice40 Initiative, for example, has a goal of directing 40 percent of the overall benefits of applicable federal spending to overburdened communities. The EPA in particular has taken steps in developing strategies that prioritize community engagement in overburdened communities, such as coordinating with state enforcement counterparts and encouraging enforcement personnel to participate in community engagement efforts. At the same time, EPA plans to take a more active role in state permitting actions involving overburdened communities. We expect that the Biden administration and the EPA specifically will continue to advance environmental justice considerations simultaneous with their development of other policy goals and enforcement objectives.

For example, EPA has made clear that going into 2022 it intends to increase its enforcement actions in overburdened communities. In addition to a broader increase in Superfund enforcement bolstered by the <a href="Intrastructure Investment and Jobs Act's revival of an excise tax">Intrastructure Investment and Jobs Act's revival of an excise tax</a>, we anticipate EPA will more heavily scrutinize Superfund sites in overburdened communities and expedite remedial design/remedial action negotiations. Further, EPA has indicated that it will continue to work closely with state and local air agencies to improve compliance in areas not meeting the National Ambient Air Quality Standards (NAAQS), many of which are overburdened communities.

More broadly, we anticipate EPA to continue the rulemaking efforts it began in 2021. EPA and the U.S. Army Corps of Engineers, for example, are likely to propose a <u>new definition of Waters of the United States in 2022</u>, with the Navigable Waters Protection Rule vacated by the U.S. District Court for the District of Arizona in 2021. We also anticipate <u>EPA to continue its rulemaking efforts to regulate PFAS</u> through drinking water, wastewater, and emissions standards, and potentially to designate certain PFAS as hazardous substances. EPA also will reconsider its decision in December 2020 to retain the PM NAAQS, which EPA believes may not be adequate to protect public health and welfare as required by the Clean Air Act.

The federal section of this forecast provides additional details on many of the Biden administration's environmental policy objectives.

## **ENVIRONMENTAL JUSTICE**

# USEPA Promises Continued Focus on Environmental Justice in 2022 *Todd D. Kantorczyk, Esq.*

At the start of 2021, the Biden administration issued two executive orders that included directives for the federal government to advance environmental justice (EJ) goals.<sup>1</sup> The balance of 2021 saw USEPA take a number of actions consistent with those directives with respect to enforcement, federal funding and permitting. And in the fall, USEPA released its draft 2022-2026 Strategic Plan, which sets forth strategies, goals and objectives that confirm that EJ concerns will continue to be a top priority for USEPA in 2022 and beyond. To this end, we expect EJ to be reflected in USEPA enforcement, funding, permitting, and planning activities over the next year as set forth below,

#### **Environmental Enforcement**

In April, June and July, USEPA's Office of Enforcement issued three memoranda that highlighted these actions"

- Increasing the number of inspections in overburdened communities
- Resolving environmental compliance through remedies with tangible benefits for the community
- Community engagement through additional information and improved EJ screening tools
- Early cleanups and expedited negotiations with responsible parties; and
- Additional oversight and review of compliance with existing enforcement instruments

<sup>&</sup>lt;sup>1</sup> Executive Order 13985: Advancing Racial Equity and Support for Underserved Communities Through Federal Government (January 20, 2021); Executive Order 14008: Tackling the Climate Crisis at Home and Abroad (January 27, 2021).

Examples of this enforcement emphasis cited by USEPA in its annual December press release on 2021 accomplishments, included an emergency order issued under Section 303 of the Clean Air Act that suspended operations at a refinery "located in a community that is disproportionately affected by environmental burdens" and a September 2021 Memorandum of Understanding between USEPA and California EPA to "enhance collaboration on enforcement and compliance assurance in overburdened communities."

## **Federal Funding**

In July, USEPA awarded \$100 million for enhanced air pollution monitoring and other initiatives targeted in "environmentally overburdened, economically underserved" communities using funds from the American Rescue Plan. In addition, USEPA recently announced that it will use \$1 billion from the new infrastructure law to accelerate cleanups at 49 priority Superfund sites, 60 percent of which are located in what USEPA considers historically under-served communities. These fund awards were made consistent with the Biden administration's Justice40 Initiative which directs that 40 percent of the benefits from clean energy, climate and other funding be allocated to EJ communities.

## Permitting

Typically, USEPA plays a limited oversight role in environmental permitting actions where federal permitting authority has been delegated to individual states. A recent minor source air permitting action for a hot mix asphalt plant in Michigan, however, illustrates how USEPA may take a more active role based upon EJ concerns. In September, the Region 5 Acting Regional Administrator issued a comment letter on the application to the state agency noting that the neighborhood around the proposed plant had some of the highest levels in the state for pollution indicators used by USEPA's EJSCREEN tool. The letter included a number of comments and recommendations, including a cumulative analysis of emissions from all emission units at the facility and nearby industrial facilities, alternative continuous compliance measures, such as opacity cameras, and increased public engagement. The letter also noted that the siting of the facility may raise civil rights concerns and "encouraged" the company and state to consider alternative locations, implying the possibility of pursuing enforcement under Title VI of the Civil Rights Act.

#### Draft 2022-2026 Strategic Plan

In October, USEPA released for public comment its draft 2022-2026 Strategic Plan, which included a number of strategies, goals and objectives that relate to USEPA's renewed focus on EJ. The draft plan includes, for the first time, "advance justice and equity" as a foundational principle. Consistent with that principle, EJ concerns are infused throughout the document. For example, under the enforcement goal, USEPA states that it will continue to rely on EJSCREEN to identify overburdened communities to be targeted for enforcement and reiterates the use of enforcement tools set out in the three memoranda issued earlier in 2021. In addition, the draft plan sets a goal of conducting 55 percent of inspections annually at facilities in EJ communities (an increase from 27 percent between 2017-2019).

In addition, the draft plan includes a specific goal to "Take Decisive Action to Advance Environmental Justice and Civil Rights." This goal makes explicit USEPA's responsibility to enforce civil rights laws, such as Title VI of the Civil Rights Act of 1964, to prohibit discrimination by applicants and recipients of federal assistance from USEPA, which would include state environmental agencies. Under this goal, the plan highlights the role USEPA program and regional offices have during the permit review process to address civil rights issues (like the minor source permit in Michigan noted above), and the need to work with state partner agencies to address these issues. Importantly, the goal includes an objective to strengthen

USEPA's External Civil Rights Office, directing an office that previously responded to complaints to engage in proactive investigations in overburdened communities, and setting a long-term performance goal of completing 100 audits by September 2026.

## Looking at 2022

We expect USEPA to continue its focus on EJ concerns in 2022. Notable items to watch for include:

- Finalizing the 2022-2026 Strategic Plan (currently expected February 2022).
- USEPA offices developing EJ action plans. For example, the Office of Land and Emergency
  Management released a draft action plan on January 5, 2022 that includes such items as revisions to
  the Risk Management Program, increasing the SPCC facility inspection rate in EJ communities, and
  the use of aerial surveillance to collect data in EJ communities.
- The appointment of additional EJ leads at USEPA.
- The refinement and use of EJSCREEN for enforcement efforts and the release of a new screening tool, called the Climate and Environmental Justice Screening Tool, to assist with the Justice40 initiative.
- High profile enforcement actions in EJ communities and additional Memoranda of Understanding with state agencies to coordinate enforcement in those communities.
- A more active role from USEPA regional and program offices in state permitting actions, resulting in additional permit conditions and compliance demonstrations, for activities in communities with high scores using the EJSCREEN tool.
- Possible civil rights audits and actions brought in instances where USEPA believes that states or other recipients of federal funding are not adequately addressing EJ concerns.

## **AIR**

## **Federal Climate Change Update 2022**

### Katherine L. Vaccaro, Esq.

The Biden Administration kicked off 2021 with big plans for tackling the climate crisis, pledging to cut greenhouse gas emissions in half by 2030. Biden later doubled down on his promise in November at the Glasgow Climate Change Conference, where he tried to convince other world leaders that the United States is not only doing its part to fight climate change but hopes to lead by example. Already a tough sell after Trump's prior withdrawal from the Paris Climate Accord, for which Biden actually apologized, Biden's message to the conference attendees was largely undercut by West Virginia Senator Joe Manchin III's announcement earlier the same day that he would not support Biden's Build Back Better bill.

As originally drafted, the bill earmarked more than \$500 billion for clean energy spending, including tax credits and other financial incentives for businesses that install clean energy technologies and individuals who purchase electric vehicles. The Administration hoped incentivizing greenhouse gas (GHG) reductions through tax breaks would provide a workaround to the judicial challenges that generally befall regulatory actions seeking to restrict emissions. The GHG reductions expected from these clean energy initiatives were thought to be necessary to get the Administration in the ballpark of its 2030 goal, and yet, the spending package had already been docked by the time it landed on Manchin's desk. Without Manchin's vote, the bill stalled out in the Senate before the December holidays, and its future remains uncertain.

Naturally, Biden and other key Democrats have already signaled their desire to get the bill through the Senate in one form or another when Congress returns to work in January.

The Administration suffered another significant setback in late 2021, when the Supreme Court surprisingly agreed to review the D.C. Circuit Court's 2020 decision vacating Trump's Affordable Clean Energy (ACE) rule. The ACE rule would have allowed existing power plants to achieve GHG at the individual facility level and repealed the ACE rule's Obama-era counterpart, the Clean Power Plan (the "CPP"). The CPP, by contrast, would have imposed emission standards on the electricity generation sector as a whole. After the D.C. Circuit threw out the ACE rule and the related repeal of the CPP (but without reinstating the CPP), four pro-coal petitioners, including Manchin's home state of West Virginia, asked the Supreme Court to effectively break the tie and weigh in on the breadth of EPA's authority under Section 111(d) of the Clean Air Act, the statutory provision pursuant to which both the Ace rule and the CPP were promulgated, to regulate how an entire industry operates. Oral argument before the Supreme Court is scheduled for February 28, 2022, but the Court's involvement will likely delay Biden's climate change efforts, if not cripple them.

Still, the Administration made some progress on the climate change front during 2021 and further action is expected in 2022. Most notably, EPA proposed a comprehensive plan to reduce methane emissions from the oil and natural gas industry, including for the first time from existing sources. If finalized, the rule would impose stringent monitoring requirements, and performance standards and mandate consideration of environmental justice factors. EPA plans to issue a supplemental proposed rule based on public comments later this year and then a final rule in October. Separately, EPA finalized in late 2021 a regulation aimed at capping and phasing down production and consumption of hydrofluorocarbons commonly used in refrigeration, air condition equipment, and foam, among other applications.

Finally, just weeks ago on December 20, 2021, EPA finalized new limits on tailpipe emissions of carbon dioxide from new cars and light trucks, model years 2023 through 2026. Although the new rule has been touted as a linchpin in Biden's climate change strategy, reductions in tailpipe emissions on their own, without a generous assist from the GHG reductions contemplated under the Build Back Better bill, are likely not enough to get the U.S. to its 50 percent reduction goal by 2023. The new rule has also drawn criticism from the auto manufacturing sector, perhaps setting the stage for another legal battle between EPA and one of the many industries it regulates. Similarly, EPA intends to issue in 2022 the first of several rulemakings setting GHG standards for 2027 model-year and later heavy-duty trucks.

We will continue to track these developments closely. If you have any questions, please contact <u>Kate</u> Vaccaro.

## Climate Change Adaptation on Litigation Radar for 2022 *Kate Campbell, Esq.*

2021 was yet another active year for climate change litigation, with "failure to adapt" cases now clearly on the litigation radar screen, making their way through early motion practice and discovery. As of this writing, four cases are being pursued by the Conservation Law Foundation (CLF), all targeting petroleum terminals along the coast in New England. Key decisions expected this year and next could have broader implications for facility owners and operators as CLF presses the theory that the failure to prepare the

terminals for foreseeable, catastrophic weather events constitutes an imminent endangerment under RCRA and violates the Clean Water Act's NPDES and stormwater requirements.

In July 2021, the U.S. Court of Appeals for the First Circuit lifted a stay on CLF's lawsuit against ExxonMobil related to its terminal along the Mystic River in Everett, Massachusetts. The district court granted ExxonMobil's motion to stay the case under the doctrine of primary jurisdiction until EPA issued a new NPDES permit for the terminal, reasoning that EPA was better suited than the court to determine the scientific and policy issues raised by ExxonMobil's need to consider climate change, and that EPA's renewal of the permit might moot CLF's request for injunctive relief. The First Circuit resoundingly rejected the district court's rationale, paving the way for the case to proceed through discovery.

Seemingly emboldened by the First Circuit's decision, CLF filed two new citizen suits in Connecticut less than a week later, asserting similar claims under RCRA and the Clean Water Act related to two bulk storage and fuel terminals located in New Haven. A partial motion to dismiss is pending in one of the cases; no motion to dismiss was filed in the other. Whether they end up settling or not, these citizen suits will be ones to watch as environmental non-profits continue to find novel ways to try to drive climate change policy and progress through the courts.

## New Source Review: What to Expect in 2022 Carol F. McCabe, Esq.

EPA's regulatory actions to implement the Clean Air Act's New Source Review (NSR) permitting program over the last three decades have been high on the radar for major sources of air emissions, and 2022 will be no different. During the Trump administration, EPA undertook a series of regulatory actions intended to clarify and streamline NSR for permittees. Whereas many of EPA's actions addressed longstanding ambiguities in the regulations or policy interpretations arising from prior administrations, several of the actions were met with criticism by state regulatory agencies and environmental advocacy groups who argued that the reforms weakened the NSR program. Our 2021 forecast outlined EPA's actions during the Trump administration and predicted that the Biden administration may consider changes to some of these actions. While 2021 turned out to be relatively quiet in the world of NSR, perhaps given the Biden Administration's focus on other priorities, it appears possible that at least one key NSR action could be expected to move forward in 2022 and beyond.

The Biden administration appears to have the Project Emission Accounting Rule in its sights for review or revision. The rule was finalized in November 2020, allowing permittees to account for increases and decreases in emissions (the "sum of the difference") in "Step 1" of the two-step analysis for determining whether a project causes a significant net emission increase triggering NSR requirements. Step 1 of the NSR analysis is important because if a project increase is determined to be not significant (i.e. below certain pollutant-specific thresholds) in Step 1, then the permittee need not proceed to the Step 2 netting analysis to consider all increases and decreases during the contemporaneous period in order to determine whether a significant net emission increase occurred, and NSR is not triggered.

The Project Emission Accounting Rule was strongly criticized by certain states and was the subject of a Petition for Reconsideration submitted by the Environmental Defense Fund, the Natural Resources Defense Council, the Environmental Integrity Project, the Sierra Club, and the Adirondack Council in

January 2021. The Petitioners objected to the Project Emission Accounting Rule on the following bases: 1) the rule failed to ensure that decreases considered in Step 1 are related to the proposed project; 2) the rule would allow a source to avoid NSR by using non-contemporaneous decreases in Step 1; and 3) the rule failed to ensure that emission decreases will occur and be maintained.

In a letter to Petitioners dated October 12, 2021, EPA denied the Petition for Reconsideration, stating that the Petition did not meet the Clean Air Act criteria for mandatory reconsideration under Section 307(d)(7)(B) that it was impracticable to raise the objection during the comment period, or that the grounds for such objection arose after the comment period but within the time specified for judicial review (i.e. within 60 days after publication of the final rule). EPA's letter outlined the various comments and EPA responses to comments that addressed Petitioners' concerns. Notably, despite EPA's denial of Reconsideration, which evidences a strict adherence to the statutory criteria, EPA indicated that it will undertake a rulemaking to review the Project Emission Accounting Rule consistent with President Biden's Executive Order 13990 Protecting Public Health and the Environment by Restoring Science to Tackle the Climate Crisis, stating: "The EPA agrees, however, that the petition for reconsideration identified potential concerns that warrant further consideration by the EPA. Therefore the agency plans to initiate, at its own discretion. a rulemaking process to consider revisions to the EPA's New Source Review regulations that would address the issues raised in the submitted petition and comments on the Project Emission Accounting rule." While the timing of this forthcoming rulemaking has yet to be established, it seems likely that the scope of EPA's effort will address concerns expressed in the Petition, along with related concepts affecting the manner in which emission increases are calculated in the NSR context.

## EPA Is Quickly Checking Off President Biden's Executive Order Action Items *Michael Dillon, Esq. and Jessica D. Hunt, Esq.*

Upon taking office, President Biden ordered executive agencies to perform sweeping reviews of existing regulations promulgated during President Trump's tenure and, for certain regulations, imposed deadlines for the proposal of new regulations. EPA has been making progress implementing President Biden's executive orders, with additional actions expected to continue into 2022. Some of the more notable EPA actions are summarized below.

### New NSPS Requirements Proposed on the Oil and Gas Sector

Among EPA's earliest required actions was to address emissions from the Oil and Gas Sector. On November 15, 2021, EPA published notice in the Federal Register of three proposed actions that are collectively intended to significantly reduce emissions of greenhouse gases (GHGs) and other harmful air pollutants from the Crude Oil and Natural Gas source category. First, EPA is proposing to revise the new source performance standards (NSPS) for GHGs and volatile organic compounds a new subpart OOOOb, which will include standards for emission sources constructed after November 15, 2021. Second, EPA is proposing emission guidelines for states to follow in developing, submitting, and implementing state plans to establish performance standards to limit GHGs from existing sources in the Oil and Gas Sector. Third, EPA is proposing amendments to 40 CFR Part 60 Subpart OOOOa to address inconsistencies between the VOC and methane standards, and to make changes to fugitive emission monitoring at low production well sites and gathering and boosting stations. The comment period for the proposed rulemaking is scheduled to close on January 31, 2022.

#### Reconsideration of Mercury Air Toxic Standards for Coal- and Oil-Fired EGUs

EPA is required to reconsider the National Emission Standards for Hazardous Air Pollutants for Coal- and Oil-Fired Electric Utility Steam Generating Units, commonly known as the Mercury and Air Toxic Standards. In response to the Supreme Court's decision in *Michigan v. EPA*, 135 S. Ct. 2699 (2015), the Trump Administration determined that it was not appropriate and necessary to regulate hazardous air pollutants from coal- and oil-fired electric generating units. On August 3, 2021, EPA submitted a notice of proposed rulemaking to the Office of Management and Budget but did not identify a timeline for the promulgation of a final rule. On reconsideration, Biden's EPA is likely to again find that regulating hazardous air pollutants from coal- and oil-fired electric generating units is appropriate and necessary, while addressing the Supreme Court's concerns raised in *Michigan v. EPA*. While such a finding itself would not change existing regulations or standards, it may serve as a predicate for the eventual strengthening of emission standards.

#### Rescission of the Benefit-Cost Rule

On May 13, 2021, EPA issued an interim final rule to rescind the Benefit-Cost Rule. The Benefit-Cost Rule required EPA to conduct a benefit-cost analysis for all "significant" regulations issued under the CAA, and, in conducting the analysis, required EPA to disaggregate economic benefits from other co-benefits and constrained EPA's ability to consider human health benefits. The interim final rule reverts back to the pre-existing administrative process in which EPA will publish notice in the Federal Register and allow for public comment regarding the benefits and costs of an action, the policy considerations, and any other concerns regarding the action. This interim final rule became effective on June 14, 2021 and will remain in effect until it is replaced by the final rule that responds to any public comments.

### Reversion of Startup, Shutdown, and Malfunction Exemptions

On September 30, 2021, EPA issued a <u>guidance memorandum</u> withdrawing a prior Trump Administration memorandum that allowed states to incorporate provisions in their state implementation plans for startup, shutdown and malfunctions (SSM). The September 30, 2021 memorandum reverts to a prior position under the Obama Administration that state implementation plan provisions that provide exemptions from air emission limits during periods of SSM are inconsistent with the CAA. EPA's reversion in policy could impact facilities relying on SSM exemptions to comply with permitted emission limits.

The Biden Administration has been busy promulgating new regulations and guidance reversing the Trump Administration's environmental decisions and is expected to continue to review and revise actions taken by the prior administration throughout the course of 2022.

## HAZARDOUS SUBSTANCES and REMEDIATION

Another Busy Year Planned for Implementation of TSCA Requirements
Todd D. Kantorczyk, Esq. and Michael C. Nines, P.E., LEED AP, Technical Consultant

#### **TSCA Risk Evaluation Process**

In our 2021 Forecast, we predicted that the Biden administration would look for opportunities to reopen the Toxic Substances Control Act (TSCA) risk evaluation process required by the 2016 TSCA amendments as implemented by the Trump EPA. The Biden EPA did not disappoint, announcing at the end of June that it would revisit the risk evaluations for the "first ten" high priority substances completed by the Trump EPA. According to EPA's announcement, these risk assessments incorrectly excluded certain exposure

pathways, in particular for susceptible subpopulations and—consistent with EPA's renewed focus on environmental justice— "fenceline communities" located near industrial facilities. Subsequently, in December 2021, EPA released for public comment a draft TSCA Systematic Review Protocol, ostensibly designed to address a review by the National Academies of Sciences, Engineering and Medicine of the protocol the Trump EPA put in place in 2018. Notably, in its press release EPA said the draft protocol was used instead of the 2018 protocol to evaluate the "next 20" risk evaluations underway pursuant to the 2016 amendments. Comments on the protocol are due February 18, 2022.

#### TSCA Fee Rule

In addition, EPA has indicated that based on public comment, in early 2022 it will issue a supplemental proposal to the changes to the TSCA fee rule first proposed in January 2021. Ultimately this rule will govern the fees manufacturers, importers, and certain processors are required to pay to fund EPA's costs to implement TSCA. The January 2021 proposed rule included new exemptions for certain manufacturers and importers that are analogous to the current Chemical Data Rule (CDR) exemptions. EPA has indicated that in April 2022 it intends to issue a notice of proposed rulemaking for rules on submitting and supporting confidential business information claims.

## New Section 6(a) Rulemakings

The EPA also plans roll out a series of proposed Section 6(a) Rulemakings addressing chemicals which require EPA to address unreasonable risks of injury to health or the environment that the Administrator has determined are presented by a chemical substance under the conditions of use. The proposed Rulemakings, as identified in the EPA's Fall 2021 *Unified Agenda of Regulatory and Deregulatory Actions*, include pending actions on the following chemicals: Cyclic Aliphatic Bromide Cluster (HBCD), 1-Bromopropane; Carbon Tetrachloride, Trichloroethylene (TCE), and asbestos (chrysotile).

### **PFAS Petition**

Finally, the EPA announced in late December 2021 that it would be granting the TSCA Section 21 petition submitted by several North Carolina NGO's compelling a manufacturer to conduct testing of a group of perand polyfluoroalkyl substances (PFAS). The first phase of testing, authorized under Section 4 of TSCA, will include up to 24 PFAS substances. The EPA plans to then extrapolate this information to 2,950 PFAS that belong to the same categories as the 24 individual substances being tested. This testing and other PFAS testing proposed as part of the Section 21 petition are expected to have wide reaching implications for potential future regulation of PFAS exposures in air, water, and soils.

## Federal Regulation and Legislation of PFAS Will Continue to Accelerate in 2022 *John F. Gullace, Esq. and Jessica D. Hunt, Esq.*

#### Planned Regulatory Activity at EPA

On October 18, 2021, EPA released its PFAS Strategic Roadmap which sets forth EPA's plans to regulate per- and polyfluoroalkyl substances (PFAS) through 2024. In 2022, EPA is planning a number of significant actions to address PFAS contamination across environmental media. First, EPA is seeking to gain new data and information pertaining to the risks associated with individual PFAS and PFAS mixtures, and intends to complete draft Integrated Risk Information System (IRIS) assessments for public comment and peer review for perfluorohexanesulphonic acid (PFHxS), perfluorohexanoic acid (PFHxA), perfluorononanoic acid (PFNA), and perfluorodecanoic acid (PFDA) in 2022, and publish a final

perfluorobutyrate (PFBA) IRIS assessment by the fall of 2022. In addition, EPA plans to increase its efforts to develop and validate "total PFAS" analytical methods, which includes developing a draft analytical method for measuring additional PFAS in air emissions, and draft methods and approaches for evaluating PFAS leaching from solid materials by the fall of 2022.

EPA also plans to take the following actions under each of the following statutes by the end of 2022.

#### Clean Air Act

• Evaluating options to regulate PFAS under the Clean Air Act, including listing certain PFAS as hazardous air pollutants, by the fall of 2022.

## Toxic Substances Control Act (TSCA)

- Proposing a rulemaking to categorize the PFAS on the Toxic Release Inventory (TRI) as "Chemicals of Special Concern" and remove the de minimis eligibility from supplier notification requirements for all "Chemicals of Special Concern."
- Continuing to update the list of PFAS subject to TRI.
- Finalizing its data-gathering rule which would collect certain information on PFAS compounds manufactured since 2011, including information on uses, production volumes, disposal, exposures, and hazards
- Evaluating its authority under TSCA to regulate abandoned uses of PFAS as well as future uses of PFAS on the inactive portion of the TSCA TRI, by the summer of 2022.

## Safe Drinking Water Act and Clean Water Act

- Developing proposed National Primary Drinking Water regulations for perfluorooctanoic acid (PFOA) and perfluorooctane sulfonate (PFOS), with a proposed regulation to be published in the fall of 2022, and a final regulation promulgated in the fall of 2023.
- Publishing health advisories for perfluorobutane sulfonate (PFBS) and GenX chemicals based on final toxicity assessments by the spring of 2022.
- Launching detailed studies on facilities where EPA has preliminary data on PFAS discharges, which
  will include data from electrical and electronic components manufacturers, textile mills, and landfills.
- Proposing monitoring requirements in federally issued NPDES permits at facilities where PFAS are expected or suspected to be present in wastewater and stormwater discharges, using EPA Method 1633. Specifically, EPA will propose that NPDES permits (1) contain conditions based on product elimination and substitution when a reasonable alternative to PFAS is available in the industrial process; (2) require best management practices to address PFAS-containing firefighting foams for stormwater permits; (3) require enhanced public notification and engagement with downstream communities and public water systems; and (4) require pretreatment programs to include source control and best management practices to protect wastewater treatment plant discharges and biosolid applications.
- Issuing new guidance recommending that state-issued permits that do not already include monitoring requirements for PFAS use EPA Method 1633 to sample for PFAS at facilities where PFAS is expected or suspected to be present in wastewater and stormwater discharges.
- Publishing a multi-lab validated analytical method to detect PFAS in environmental media, including wastewater, surface water, and biosolids.
- Issuing national recommended ambient water quality criteria for PFAS to protect aquatic life.

## Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA)

- Developing a Notice of Proposed Rulemaking to designate PFOA and PFOS as CERCLA hazardous substances by the spring of 2022. The designation of PFOA and PFOS as hazardous substances would require facilities to report PFOA and PFOS releases that meet or exceed a reportable quantity, would trigger remediation obligations, and would enable EPA and private parties to recover costs incurred in cleaning up contamination of these substances.
- Developing an Advance Notice of Proposed Rulemaking to seek input on whether to designate other PFAS as CERCLA hazardous substances.

## Pending Federal Legislation on PFAS

There are currently more than 45 pending bills before Congress addressing PFAS, and more can be expected. Largely, the pending legislation addresses prohibiting the use of PFAS in food packaging, cosmetics, and other products, and requiring EPA to undertake various actions under the environmental statutes. In addition, the National Defense Authorization Act for Fiscal Year 2022, signed by President Biden on December 27, 2021, imposes certain obligations on the Department of Defense regarding its handling and remediation of PFAS, and increases public access to information.

It remains unclear whether any of the pending legislation will gain enough traction to become law. Despite the uncertainty of federal legislation, one thing is certain, 2022 will be a very busy year for EPA on the regulatory front.

# EPA Proposes Rulemaking to Expand Available PCB Analytical Methods and Amend PCB Cleanup and Disposal Program Requirements

Brenda Hustis Gotanda, Esq., LEED AP

EPA is considering a potpourri of changes to its Toxic Substances Control Act (TSCA) regulations governing the cleanup and disposal of polychlorinated biphenyls (PCBs). A proposed rulemaking to amend the PCB regulations in 40 C.F.R. Part 761 was published in the Federal Register on October 22, 2021. The proposal is largely focused on expanding the available options for analytical methods (extraction and determinative) used to characterize and verify the cleanup of PCB waste under TSCA and which are summarized below. However, the proposal also includes a number of other substantive amendments to the PCB program, also summarized below. EPA Comments are due by January 20, 2022 under a one-month extension granted by EPA in December.

### **Expanded Analytical Methods**

Some of the proposed changes to the analytical methods include the following:

Expansion of the available options for extracting PCBs from environmental media. EPA proposes to
add the following extraction methods from SW-846 for use on solid matrices: Method 3541 (Automated
Soxhlet Extraction), Method 3545A (Pressurized Fluid Extraction) and Method 3546 (Microwave
Extraction). EPA proposes to add the following methods for extraction of PCBs from aqueous matrices:
Method 3510C (Separatory Funnel Liquid-Liquid Extraction), Method 3520C (Continuous Liquid-Liquid
Extraction), and Method 3535A (Solid-Phase Extraction). EPA proposes to incorporate these methods
by reference into 40 C.F.R. §761.19.

- Removal of the ultrasonic extraction method (SW-846 Method 3550B) from the PCB regulations on the basis that it does not consistently produce reliable results and has a higher potential than other methods to be conducted improperly.
- Addition of the following three determinative methods to the PCB regulations: SW-846 Method 8082A, SW-846 Method 8275A, and Method 1668C. The latter is a controversial method developed but never approved for use in determining compliance under EPA's Clean Water Act (CWA) wastewater discharge permitting program. EPA states in the proposal that, currently, Method 8082 is the only determinative method for PCB samples listed in the regulations and that any other determinative method would require EPA approval. It notes that it has not received any significant concerns from the regulated community regarding the availability of determinative methods, but has investigated additional methods to include in the regulations so as to provide a greater number of options for the regulated community, which could reduce administrative burden on the agency by reducing the number of approvals processed for alternative methods. As to Method 1668C, it had been proposed by EPA for approval for use in determining compliance under the CWA in 2010, however, in response to numerous comments submitted by the regulated community identifying significant technical issues and shortcomings with the Method, it was not approved. Significant concerns are likely to be raised regarding EPA's proposal to include this method in the TSCA rulemaking.

### **Substantive Amendments to PCB Remediation Requirements**

Proposed substantive amendments to the PCB remediation requirements include the following:

- Amendment of the performance-based disposal option for PCB remediation waste under Part
  761.61(b) to include provisions addressing applicability, excluded sites, cleanup levels, verification
  sampling, recordkeeping, notification, and disposal options. EPA notes that the performance-based
  disposal option does not explicitly require or refer to cleanup requirements or cleanup levels and this
  could make it challenging for site owners to know when EPA would agree that on-site cleanup is
  complete. As such, EPA is proposing to add specific provisions regarding cleanup requirements under
  this option.
- Removal of the option to dispose of PCB bulk product waste under asphalt as part of a roadbed. EPA
  had allowed this option in its 1998 rulemaking on the basis that PCBs do not migrate from bulk product
  waste, but it notes in the current proposal that this has been proven incorrect in studies performed
  since that time. As such, EPA states that it can no longer conclude that this practice presents no
  unreasonable risk of injury to health or the environment.
- Addition of provisions to the PCB Spill Cleanup Policy that would (1) allow for more flexible
  requirements for cleanup of spills caused by and managed in emergency situations, such as hurricanes
  or floods and (2) allow individuals to request a waiver from certain requirements in emergency
  situations. EPA's proposed definition of "emergency situation" includes a requirement for an official
  governmental declaration of the emergency such as a natural disaster or emergency declaration by a
  Governor or the President or an incident funded under the Federal Emergency Management Agency
  (FEMA) via a Stafford Act disaster declaration or emergency declaration.

- Removal of certain text from the PCB remediation waste disposal requirements in §761.50(b)(3)(ii), which EPA states is erroneous and inconsistent with the definition of PCB remediation waste and could incorrectly imply that waste with <50 ppm PCB that meets the definition of PCB remediation waste is not regulated for disposal. EPA maintains that all materials that fit the definition of PCB remediation waste in §761.3 including materials at any current concentration where the original source was ≥500 ppm PCBs beginning on April 18, 1978, or ≥50 ppm PCBs beginning on July 2, 1979 are regulated for cleanup and disposal under §761.61.</p>
- Inclusion of other changes intended by EPA to improve implementation of existing regulatory requirements, clarify regulatory ambiguity and correct technical errors in the regulations. These changes include, among others, adding a definition of "as-found concentration" since this serves as a basis for several regulatory requirements.

## **WATER**

## USEPA Plans to Clarify Federal Clean Water Act Jurisdiction in 2022 *Todd D. Kantorczyk, Esq.*

In our <u>2021 Forecast article</u> regarding the ongoing saga associated with defining the extent of Waters of the United States (WOTUS) subject to federal Clean Water Act jurisdiction, we predicted that 2021 would see steps to undo the Trump administration's "Navigable Waters Protection Rule", which had previously narrowed the set of waters considered to be WOTUS. That prediction played out in the second half of 2021, with promises for more activity in 2022.

First, in June, the two federal agencies responsible for implementing any WOTUS rule (the USEPA and the US Army Corps of Engineers) announced that efforts were underway to issue two rulemakings intended to revise the definition of WOTUS. The first rule would put back in place a 1986 definition as used following the Supreme Court's 2006 *Rapanos* decision. The second rule would "further refine and build upon that regulatory foundation." Then, at the end of August, a federal district court in Arizona vacated the Navigable Waters Protection Rule. USEPA and the Corps subsequently announced that based upon the court's order the agencies would interpret WOTUS to be consistent with the 1986 definition and post-*Rapanos* guidance.

On November 18, 2021, the agencies announced the proposed first rule, reiterating the intent to use the 1986 definition as implemented following the *Rapanos* decision. In essence, the agencies have attempted to codify the approach that was set out in guidance and used until the Obama administration promulgated its more expansive 2015 rule. Most significantly, the proposed 2021 WOTUS rule states that wetlands, tributaries (and wetlands adjacent to those tributaries) and "other waters" that are "relatively permanent" or have a "significant nexus" to other WOTUS identified in the rule, qualify as WOTUS. Relatively permanent waters are "waters that are relatively permanent, standing or continuously flowing bodies of water with a continuous connection" to such WOTUS. Waters with a significant nexus are described as waters "either alone or in combination with similarly situated waters in the region, significantly affect the chemical, physical, or biological integrity" of such WOTUS. Unlike the Trump rule, the proposed rule does not include categorical exclusions for groundwater, ditches and ephemeral streams, instead requiring such waters to

be evaluated under the relatively permanent and significant nexus standards. The proposed rule was published on December 7, 2021, and the public comment period remains open until February 7, 2022. As noted previously, the proposed rule is supposed to be the first of two rules intended to define WOTUS. Knowing that a new WOTUS rule will likely be subject to extensive litigation, it remains to be seen how much effort in the near term the Biden administration will put into any proposal that expands upon the current attempt to codify the *Rapanos* approach.

## EPA's Final Unregulated Contaminant Monitoring Rule 5 (UCMR 5) to Include an Expanded List of PFAS Constituents and Additional Public Water Systems

Michael Dillon, Esq., Bryan P. Franey, Esq. and Michael C. Nines, P.E., LEED AP, Technical Consultant

The Safe Drinking Water Act (SDWA), as amended in 1996, requires that EPA establish a program to monitor specified unregulated contaminants every five years from Public Water Systems (PWS). The monitoring effort historically consisted of data collection from large PWS systems (serving > 10,000 people) and representative small PWS serving less than or equal to 10,000 people. EPA published the first Unregulated Contaminant Monitoring Rule (UCMR) in 1999. More than two decades later, EPA has now finalized its 5th cycle of unregulated contaminant monitoring under the now final UCMR 5. EPA published its final Rulemaking on December 27, 2021 with an effective date of January 26, 2022.

The data collected through UCMR 5 will be stored in the National Contaminant Occurrence Database and will be used to support the EPA Administrator's determination as to whether regulation of previously unregulated contaminants is warranted. The selection of contaminants in the final UCMR 5 cycle is based on a review of the Contaminant Candidate List (CCL), which is a list of contaminants that are not currently regulated by EPA under the national drinking water regulations.

As part of the final UCMR 5 rulemaking, EPA will now require monitoring for 29 different types of Per- and Polyfluoroalkyl Substances (PFAS) as well as lithium. The final UCMR 5 preparation and monitoring period will cover the years 2022- 2026. The inclusion of an expanded list of PFAS in the UCMR 5 fulfills a key commitment in EPA's 2021 PFAS Strategic Roadmap by requiring the collection of more drinking water occurrence data for a broader group of PFAS, utilizing analytical methods at lower minimum reporting levels than previously possible (e.g., EPA Method 533 and EPA Method 537.1).

Also of importance to the UCMR 5 rulemaking efforts, the SDWA amendments under P.L. 115–270, known as America's Water Infrastructure Act of 2018 (AWIA), expanded unregulated contaminant monitoring requirements to include all smaller PWS serving 3,300-10,000 individuals. The final Rule includes these smaller PWS systems in the data collection effort, however, provisions in the final Rule enable the EPA to adjust the number of these smaller systems which must monitor based on available Congressional appropriations. As of now, Congress has not appropriated additional funding to support the UCMR monitoring at these smaller PWS. EPA anticipates that over 9,000 large and smaller PWS will ultimately participate in the PFAS-focused data collection effort.

## NPDES Permits for Indirect Discharges Anticipated to Multiply in 2022 Brenda Hustis Gotanda, Esq., LEED AP

Facilities that discharge wastewater with pollutants that have the potential to reach navigable waters via groundwater or other indirect pathways may see increased pressure in the year ahead from environmental organizations and regulatory agencies to obtain a federal Clean Water Act (CWA) NPDES permit for the discharge. Likewise, some facilities may proactively seek to obtain permitting to reduce the risk of potential citizen suits in light of the developing case law following the landmark U.S. Supreme Court decision in *County of Maui, Hawaii v. Hawaii Wildlife Fund*, 140 S. Ct. 1462 (2020). Together, these factors are likely to lead to an increase in the permitting of indirect discharges in 2022.

Last year, following remand in the *County of Maui* case, the U.S. District Court for the District of Hawaii ruled that the County was required to obtain an NPDES permit for the discharge of treated wastewater from the Lahaina Wastewater Reclamation Facility (LWRF) into groundwater via injection wells because the discharge of pollutants was the "functional equivalent" of a direct discharge to navigable waters. In granting summary judgment to the plaintiff environmental organizations, the Court analyzed the evidence against each of the functional-equivalent factors identified by the U.S. Supreme Court in its *County of Maui* decision as well as other factors.

The District Court ruled that the time and distance factors, said to be the most important, as well as the relative-amount-of-pollution-entering-the-water and the specific-identity factors weighed in favor of applying the NPDES permit requirement. It concluded that the undisputed evidence demonstrated that millions of gallons of wastewater are discharged annually into the Pacific Ocean, a navigable water, from groundwater seeps located approximately a half mile from the LWRF. The Court found no genuine issue of fact with respect to whether the discharge was the functional equivalent of a direct discharge to navigable waters. The County's motion for reconsideration was denied by the District Court and the County does not intend to pursue further appeals.

The District Court's analysis and application of the Supreme Court's new functional equivalency test will likely be used in support of other claims advanced by environmental organizations that NPDES permits are required for indirect discharges elsewhere. Likewise, it may also serve as a key guide for permitting agencies.

Currently, there is no federal guidance on how to apply the Supreme Court test. Although EPA had published an initial guidance document in January 2021 under the Trump Administration, it was rescinded by EPA under the Biden Administration in September 2021. The recission memo noted that, consistent with past practice, and informed by the factors specified by the U.S. Supreme Court, EPA will apply site-specific, science-based evaluations to determine whether a discharge is the functional equivalent of a direct discharge.

Facilities with an existing discharge to groundwater or other pathway that may reach navigable waters, who do not currently have an NPDES permit, should consider evaluating available technical information concerning their discharge against these decisions and the functional-equivalent factors. This evaluation may assist in assessing the potential risk that a permit may now be required.

# Biden Administration Developing Multi-Billion-Dollar Plan to Reduce Lead in Public Water Systems

Diana A. Silva, Esq.

On January 15, 2021, EPA published proposed revisions to the "National Primary Drinking Water Regulations: Lead and Copper Rule," which was aimed at reducing the risk of lead in public drinking water systems. After assuming office, President Biden announced a series of environmental policy objectives that included replacement of 100 percent of the United States' lead water service lines, which present the most significant source of lead introduced into public drinking water systems. Consistent with this initiative, EPA announced a delay of the effective and compliance dates for the Lead and Copper Rule to allow the agency to complete further stakeholder engagement and evaluate the impact of Executive Order 13390 on the Rule on June 16, 2021. Following the conclusion of the stakeholder process, the Lead and Copper Rule became effective on December 16, 2021, imposing several significant new requirements – including most notably for public water providers to complete inventories of all lead service lines in their respective service territories no later than October 16, 2024.

In addition to the recent changes to the Lead and Copper Rule, EPA announced as part of the December 16, 2021 rulemaking that it intends to enact additional significant revisions to the rule through the development of a new set of regulations, referred to as the "National Primary Drinking Water Regulation: Lead and Copper Rule Improvements." With this new regulatory initiative, EPA intends to address and respond to the issues identified during the stakeholder process. EPA also has announced that it will evaluate the policies set forth in President Biden's Executive Order 13390 ("Protecting Public Health and the Environment and Restoring Science to Tackle the Climate Crisis") to ensure that any changes are consistent with the order. EPA stated that it will issue the proposed version of the Lead and Copper Rule Improvements regulations well in advance of the October 2024 compliance deadline of the currently effective rule, signaling that EPA's new rulemaking efforts are likely to begin this year. It is anticipated that this new rulemaking effort will result in more stringent requirements for public water providers related to lead abatement efforts.

EPA's continued evolution of its regulatory efforts to address lead in drinking water is in concert with newly available funding streams for public water improvement projects provided by the Biden Administration's Bipartisan Infrastructure Law (Public Law 117-58). The infrastructure package allocates billons of dollars for public water improvement efforts over the next five years, including:

- \$11.713 billion for below-market interest rate loans and grants through the Drinking Water State Revolving Fund;
- \$15 billion for lead service line replacement projects;
- \$500 million in grants for Water Infrastructure Improvement for the Nation Reduction in Lead Program;
- \$200 million for lead testing and remediation in school and childcare drinking water; and,
- \$10 million for a new grant program for lead service line replacement where a community has already completed an inventory.

The renewed federal focus on reducing and eliminating lead in public water systems is also joined by state-led efforts, including legislation recently enacted in Michigan, Illinois, and New Jersey (three of the states with the most lead service lines in the nation) that requires all public water systems to proactively replace all lead water service lines.

## OTHER FEDERAL DEVELOPMENTS

#### Infrastructure Investment and Jobs Act of 2021

Danielle N. Bagwell, Esq., Spencer A. Hill, Jr., Esq. and Jessica D. Hunt, Esq.

On November 15, 2021, President Biden signed into law the Infrastructure Investment and Jobs Act (the "Act"). The Act allocates \$1.2 trillion for the development of roads, railways, bridges, broadband, the power grid, and environmental initiatives. Environmental justice is a core objective of the Act, the largest investment in addressing legacy pollution in American history.

### Cleanup

The Act directs \$21 billion to address Superfund and Brownfield sites and abandoned mines and old oil and gas wells, which are disproportionately located in low-income and minority communities. To that end, the Act reinstates and modifies the expired Hazardous Substance Superfund Trust Fund excise taxes on the production or import of certain chemicals through December 31, 2031, effective after June 30, 2022. The tax will be imposed on businesses that manufacture or produce in the U.S. or import for consumption, use, or warehousing in the U.S. 42 listed chemicals at rates between \$0.44 per ton to \$9.74 per ton.

#### Water Infrastructure

The Act allocates \$55 billion for upgrading water infrastructure with the goal of delivering clean drinking water to over 10 million Americans and 400,000 schools by eliminating lead service lines and pipes over the next five years. The largest portion will go towards the Drinking Water State Revolving Fund (\$11.7 billion) and the Clean Water State Revolving Fund (\$11.7 billion), under which federal grants are deposited for states to provide loans to support water infrastructure projects. While eligibility for these grants varies by state, typically both publicly and privately-owned water facilities and systems are eligible. Eligible projects typically include but are not limited to the acquisition, construction, improvement, and repair of all or part of any facility or system for the collection, treatment or disposal of wastewater and for the supply, treatment, storage or distribution of drinking water.

The Act allocates another \$15 billion for addressing lead in drinking water, primarily by lead service line replacement. An additional \$10 billion is allocated to address emerging contaminants in drinking water with a focus on PFAS. Half of the \$10 billion will support a fund which specifically supports underserved, small, and disadvantaged communities in need of funding to comply with the Safe Drinking Water Act and address emerging contaminants. The remainder of the \$10 billion will be distributed to address emerging contaminants through the Clean Water (\$1 billion) and Drinking Water (\$4 billion) State Revolving Funds. The Act also designates funding for development of resilience technology to address extreme weather events and hazards resulting from climate change.

#### **Greenhouse Gases**

The Act allocates more than \$28 million towards infrastructure that reduces greenhouse gases, focusing on mobile sources, methane reduction from orphaned well sites and abandoned mine reclamation, and the

development of renewable technologies. More than \$2 billion is allocated through grants to states, local governments, authorities, and metropolitan planning organizations to increase the accessibility of electric vehicle charging infrastructure, and hydrogen, propane, and natural gas fueling infrastructure. In addition, the Act allocates more than \$5 billion in grants and prize competitions that reduce carbon through capture, removal and storage, and more than \$54 billion to develop a clean hydrogen program and nuclear energy infrastructure.

#### **PA/NJ Allocations**

Pennsylvania and New Jersey are expected to receive approximately \$17.8 and \$13.51 billion respectively from the Act. While it remains to be seen how states, including Pennsylvania and New Jersey, will use this money, grants should be available to assist in achieving the goals set forth in the Act.

## Infrastructure Bill May Inject New Life into Superfund Program Garrett D. Trego, Esq.

In recent years, EPA's administration of the federal Superfund program has remained largely consistent across both Republican and Democratic administrations. With the passage of the infrastructure bill in November 2021, however, the "Superfund tax" on the production of certain industrial chemicals was reinstated. This change in law may drive more significant changes to the federal Superfund program than policy shifts that followed changes in administrations.

For example, in December <u>EPA announced</u> that it would use the first \$1 billion from this new revenue source to help fund remediation at 49 previously unfunded Superfund sites as well as to "accelerate" cleanup at other priority sites across the country. Under the Biden Administration, EPA separately has made clear, including in its <u>July 1, 2021 memorandum</u> to all regional offices, that environmental justice will be a major driver in determining its CERCLA and RCRA enforcement priorities. As funds from the new bill continue to flow to EPA, expect legal and technical activity at new and existing sites to increase, with a particular focus on those sites in or around communities where environmental justice may be a factor.

## OSHA Begins Rulemaking Process for Federal Hazardous Heat Standard Jill Hyman Kaplan, Esq., and Brandon P. Matsnev, Esq.

This year OSHA is likely to formalize regulations addressing heat conditions for indoor and outdoor workers. On October 27, 2021, OSHA initiated the rulemaking process by publishing an Advanced Notice of Proposed Rulemaking (ANPRM), which describes the problem of hazardous heat in the workplace, identifies key issues and considerations, and solicits questions to help formulate standards.

Historically OSHA has relied on the General Duty Clause (GDC) to cite employers for heat-related issues. Under the GDC employers have a broad duty to provide safe workspaces that are free from recognized hazards that can cause death or serious physical harm to employees. 29 U.S.C. § 654(a)(1). But in the ANPRM, OSHA explains that reliance solely on the GDC to address hazardous heat has been challenging. For one, it does not provide specific thresholds concerning heat, and thus OSHA cannot always prove the existence of a recognized hazard. OSHA has tried to rely on scientific literature to establish proof, but courts have largely rejected this effort, as such literature often supplies vague standards, which in any

event do not have the force of law. OSHA has used other tools to prevent heat injury, including an enforcement initiative directing that regional offices increase inspections on hot days, but absent clear standards, OSHA contends it has fallen short.

The ANPRM discusses recognized strategies to reduce occupational heat-related injury and illness. These include engineering controls, such as air conditioning and increased ventilation, and administrative controls, such as reduced workloads or flexible work schedules. OSHA also emphasizes the importance of acclimatization—or gradual rather than sudden exposure to promote a more robust physiological response—as well as employee monitoring, emergency planning, and worker training and engagement. OSHA will likely incorporate some (or all) of these strategies into the final regulations.

California, Minnesota, Oregon, and Washington have already promulgated hazardous heat standards. Though there are similarities among the programs, such as the requirement to provide heat training to employees, they differ in significant ways. For example, California covers only outdoor worksites, whereas Minnesota covers only indoor worksites. Oregon's program applies when the temperature is 80°F, while Washington's applies at 89°F. When regulating a new area of worker safety, federal OSHA often considers successes and failures at the state regulatory level—it has shown particular deference to California OSHA. Indeed, the ANPRM solicits input specifically on the effectiveness of preexisting state heat standards.

Employers with higher temperature working conditions should continue to monitor these developments. The comment period for the proposed hazardous heat regulations closes on January 26. If it determines a rule is necessary, OSHA will then publish a Notice of Proposed Rulemaking, for which there will be an additional comment period. Finally, after the close of that comment period, OSHA can publish a final rule.

#### A Look Ahead at FIFRA in 2022

Garrett D. Trego, Esq.

#### **Enforcement**

In the wake of the Covid-19 pandemic, EPA and some environmental state agencies have targeted products claiming to have antimicrobial qualities as unregistered pesticides under the Federal Insecticide, Fungicide & Rodenticide Act (FIFRA) and state pesticide laws. FIFRA broadly defines a "pesticide," not based on its ingredients, but as any product that *claims* an ability to "prevent, destroy, repel, or mitigate" a "pest," with "pest" defined to include microbial organisms like viruses, bacteria, mold, and fungi. While EPA's enforcement has centered on products claiming without clear evidentiary support the ability to eradicate the Covid-19 virus, it has also looped in other products generally claiming antimicrobial properties that had previously avoided scrutiny.

Importers and retailers of international products from nations with more lax or different pesticide laws will continue to be surprised when certain products which would not meet a vernacular definition of "pesticide" are flagged for FIFRA enforcement. With the steep penalties available under FIFRA, compliance officers should continue to be wary of any product that appears to make an antimicrobial claim and is not accompanied by EPA and state pesticide registrations.

### **Judicial**

The U.S. Supreme Court is likely to hear in 2022 an argument that FIFRA preempts state law failure to

warn pesticide tort claims. In *Monsanto Company v. Hardeman*, No. 21-241, Monsanto will argue that the EPA's declination to require or accept a cancer warning on Monsanto's Roundup® glyphosate pesticide products, effectively precludes its ability to provide the warning that the tort plaintiffs allege is necessary. The Ninth Circuit held in the underlying case that FIFRA does not preempt state law failure to warn tort claims. A decision in this case may come late in 2022 and may impact thousands of Roundup®-related tort actions proceeding through courts around the country, as well as serve as precedent for FIFRA preemption of state tort law claims in general.

#### Legislative

Democratic federal lawmakers have proposed several ambitious bills that would amend FIFRA by banning entire classes of pesticide products, creating a private right of action against the EPA, and changing the way in which emergency, conditional, and cancelled pesticide registrations are treated. Despite the Democratically controlled government, the bills do not appear to be gaining traction. Extensive amendment of FIFRA is therefore unlikely in 2022.

### **Cert Granted in Greenhouse Gas Cases**

Shoshana (Suzanne Ilene) Schiller, Esq.

In late October of last year, the Supreme Court agreed to hear appeals in four cases regarding the Environmental Protection Agency's authority to regulate greenhouse gases. In 2015, under Section 111(d) of the Clean Air Act, the EPA issued a final Rule, known at the Clean Power Plan (the "CPP"), which provided guidelines for states to regulate carbon dioxide emissions from certain sources. The Rule was immediately challenged, but before those challenges were decided, and following Trump's election, the EPA repealed the CPP and replaced it with the Affordable Clean Energy Rule (the "ACE Rule"). Like its predecessor, the ACE Rule was immediately challenged in the D.C. Circuit Court, which vacated both the repeal of the CPP and the ACE Rule. The CPP was not immediately reinstated however, as the Biden Administration is developing its own plan for tackling greenhouse gasses. Nevertheless, the Petitions for Certiorari that the Supreme Court granted, filed by West Virginia, North Dakota, the North American Coal Corporation, and Westmoreland Mining Holdings LLC, argue that Section 111(d) of the Clean Air Act does not give EPA the authority to pass a Rule as extensive as the CPP. A ruling from the Supreme Court is expected in the summer of 2022.

### **Pending Petitions**

There are still a few Cert Petitions dealing with environmental matters that the Court has yet to act on but should be addressed before the end of the current term.

- <u>Discussed elsewhere in this Forecast</u>, the Court has requested the view of the Solicitor General in connection with a Petition filed by Bayer arguing that state-law failure-to-warn claims based upon injuries alleged caused by pesticides are preempted by the Federal Insecticide, Fungicide, and Rodenticide Act.
- In September, a Petition was filed in the long-running action by the Sacketts asking the Supreme Court
  to hold that the Clean Water Act only regulates wetlands that have a continuous surface water
  connection to regulated waters. Given that the Biden administration has recently proposed a new Rule
  with respect to defining Waters of the U.S., <u>discussed elsewhere in this Forecast</u>, it is unlikely that the
  Court will grant the Sackett's petition.

•	In November, in an action against the owners and operators of a landfill in Missouri, a Petition was filed seeking a decision on the application of the "local controversy" exception to the Class Action Fairness Act where only one of several defendants is a local entity.
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