Mr. Denis McDonough Chief of Staff The White House 1600 Pennsylvania Avenue, NW Washington, DC 20500

Dear Mr. McDonough:

As associations representing many businesses, both large and small, that employ millions of Americans, and local governments in which those businesses thrive, we are deeply concerned about the harmful impact that the Environmental Protection Agency's (EPA) recently proposed rule to make ozone standards more stringent could have on the still struggling economy. The EPA's current regulations are working, air quality continues to improve, and the United States is leading the world in reducing emissions. New ozone standards could significantly damage the economy by imposing unachievable emissions limits and reduction targets on almost every part of our country, including rural and undeveloped areas. Therefore, we strongly urge you to retain the current ozone standards when finalizing this proposal.

We all value clean air. The managers and employees of the companies we represent, as well as their families, all breathe the same air. We are proud that emissions of ozone-forming compounds have been cut in half since 1980, leading to a 33% drop in ozone concentrations. Moreover, EPA just updated ozone standards six years ago. These current standards are behind schedule due to EPA effectively suspending their implementation from 2010-2012 while the Agency unsuccessfully pursued reconsideration. This country can expect to see even greater reductions in ground-level ozone as states make up lost ground in putting the current standards into effect.

Indeed, states are currently committing substantial resources – both in time and money – towards achieving emissions reductions under those current ozone standards. Yet despite over three decades of cleaner air and before states can catch up with EPA's delays in implementing existing ozone standards, EPA is now proposing a new stringent range of standards from 70 to 65 parts per billion that would bring vast swaths of the country into nonattainment. Local communities could face burdens to commercial and industrial activity not only vital to creating jobs, but also to providing tax revenue that supports important local services like public safety and education. This proposal's hardship to the American worker could be real and immediate. Furthermore, approximately half of the states across the nation have already indicated their concerns with this proposal.

If finalized, EPA's proposed stringent ozone standards could limit business expansion in nearly every populated region of the United States and risk the ability of U.S. companies to create new jobs. Standards in EPA's proposed range would immediately add red tape to companies seeking to grow even in areas that can attain those standards. The Clean Air Act carries even stiffer consequences for nonattainment areas, directly impacting economic vitality of local communities and making it difficult to attract and develop business. Increased costs associated with restrictive and expensive permit requirements could likely deter companies from siting new facilities in a nonattainment area. Making the United States a less attractive place to do business in this way risks shipping jobs overseas.

Companies building a new facility or performing major modifications to certain existing facilities resulting in increased ozone concentrations in, or near, a nonattainment area will be required to meet the most stringent Clean Air Act standards by installing the most effective emission reduction technology regardless of cost. As well, states are mandated to offset any ozone-forming emissions from new projects or projects undergoing major modifications by reducing emissions from other existing sources in a nonattainment area. If no party is willing to provide offsets, then the project cannot go forward. This offset requirement can be a 2-to-1 ratio in certain situations. Nonattainment designation also has profound impact on infrastructure development vital to the business community. Beginning one year from the date of the nonattainment designation, federally-supported highway and transit projects cannot proceed in a nonattainment area unless the state can demonstrate that the project will cause no increase in ozone emissions.

These restrictions do not disappear when an area finally comes into attainment. Instead, former nonattainment areas face a legacy of EPA regulatory oversight. Before a nonattainment area can be redesignated to attainment, EPA must receive and approve an enforceable maintenance plan for the area that specifies measures providing continued maintenance of ozone standards and contingency measures to be implemented promptly if an ozone standard is violated.

Against these economic consequences, scientific uncertainties regarding the benefits of more stringent ozone standards are significant. Indeed, stringent ozone standards may have severe unintended consequences for public health. Studies show that by increasing the costs of goods and services such as energy, and decreasing disposable incomes, regulation can inadvertently harm the socio-economic status of individuals and, thereby, contribute to poor health and premature death. As representatives of businesses employing needed jobs in our communities, as well as the community leaders themselves, we believe these scientific uncertainties should be better explored in order to best allocate resources in a manner that strengthens both the economy and the environment.

The air is getting cleaner and the current ozone standards need an opportunity to work. Therefore, in light of the potential economic hardship, and uncertain benefits related to the stringent ozone standards that EPA is now considering, we call on EPA to retain the existing ozone standards in the final rule.

Sincerely,

Alabama

Alabama Petroleum Council
Business Council of Alabama
Coalbed Methane Association of Alabama
Manufacture Alabama
Petroleum & Convenience Marketers of Alabama
U.S. Oil & Gas Association Mississippi/Alabama Division

Arkansas

AGC Arkansas

Agricultural Council of Arkansas

Arkansas Beverage Association

Arkansas Asphalt Pavement Association

Arkansas Automobile Dealers Association

Arkansas Cattlemen's Association

Arkansas Environmental Federation

Arkansas Farm Bureau

Arkansas Forest and Paper Council

Arkansas Forestry Association

Arkansas Grocers and Retail Merchants Association

Arkansas Hospitality Association

Arkansas Independent Producers and Royalty Owners Association

Arkansas Oil Marketers Association

Arkansas Petroleum Council

Arkansas Ready Mixed Concrete Association

Arkansas State Chamber of Commerce/Associated Industries of Arkansas

Arkansas Timber Producers Association

Arkansas Trucking Association

Associated Builders and Contractors of Arkansas

Colorado

Club 20

Colorado Petroleum Council

Colorado Association of Commerce and Industry

Colorado Association of Conservation Districts

Colorado BUILDS

Colorado Dairy Farmers

Colorado Farm Bureau Federation

Colorado Mining Association

Colorado Motor Carriers Association

Colorado Oil and Gas Association

Colorado Petroleum Association

Colorado Ready Mixed Concrete Association

Colorado Stone, Sand and Gravel Association

Colorado Wyoming Petroleum Marketers Association

Grand Junction Chamber

Western Energy Alliance

Connecticut

Connecticut Petroleum Council

Delaware

Delaware State Chamber of Commerce Delaware Manufacturers Association

Florida

Asphalt Contractors Association of Florida

Associated Builders and Contractors of Florida

Associated Industries of Florida

Florida Automobile Dealers Association

Florida Chamber of Commerce

Florida Energy Pipeline Association

Florida Forestry Association

Florida Natural Gas Vehicle Coalition

Florida Petroleum Council

Florida Petroleum Marketers and Convenience Stores Association

Florida Restaurant and Lodging Association

Florida Transportation Builders Associations

Floridians for Better Transportation

Home Builders Association of West Florida

James Madison Institute

Manufacturers Association of Florida

Georgia

Associated General Contractors of Georgia Georgia Agribusiness Council Georgia Asphalt Pavement Association

Georgia Association of Convenience Stores

Georgia Association of Manufacturers

Georgia Chamber of Commerce

Georgia Chemistry Council

Georgia Construction Aggregate Association

Georgia Electric Membership Corporation

Georgia Farm Bureau

Georgia Food Industry Association

Georgia Highway Contractors Association

Georgia Mining Association

Georgia Motor Trucking Association

Georgia Oilmen's Association

Georgia Paper and Forest Products Association

Georgia Petroleum Council

Georgia Poultry Federation

Georgia Railroad Association

Georgia Ready Mixed Concrete Association

Metro Atlanta Chamber

Oglethorpe Power Corporation

Iowa

American Council of Engineering Companies of Iowa Associated General Contractors of Iowa Iowa Engineering Society Iowa Good Roads Association Iowa Motor Truck Association Master Builders of Iowa Society of Land Surveyors of Iowa

Illinois

Chemical Industry Council of Illinois

Grain and Feed Association of Illinois

Illinois Asphalt Pavement Association

Illinois Association of Aggregate Producers

Illinois Association of Convenience Stores

Illinois Chamber of Commerce

Illinois Coal Association

Illinois Environmental Regulatory Group

Illinois Farm Bureau

Illinois Manufactures Association

Illinois Oil and Gas Association

Illinois Petroleum Council

Illinois Petroleum Marketers Association

Illinois Retail Merchant Association

Illinois Trucking Association

Mid-West Truckers Association

Indiana

Agribusiness LLC

APPIAN

Construction Advancement Foundation of Northwest Indiana, Inc.

CountryMark

Greater Elkhart Chamber of Commerce

H&C Climate Control

Indiana Association of Cities and Towns

Indiana Association of Counties

Indiana Builders Association

Indiana Cast Metal Association

Indiana Chamber of Commerce

Indiana Coal Council

Indiana Electric Cooperatives

Indiana Farm Bureau

Indiana Grocery and Convenience Store Association

Indiana Manufacturers Association

Indiana Motor Truck Association

Indiana Oil and Gas Association

Indiana Petroleum Council

Indiana Petroleum Marketers and Convenience Store Association

Indiana Retail Council

Indiana Utility Shareholders Association

Indianapolis Chamber of Commerce

Kosciusko Chamber of Commerce

Northwest Indiana Forum

One Zone (Carmel and Fishers Chambers of Commerce)

Southwest Indiana Chamber

Kansas

Greater Kansas City Chamber of Commerce

Kansas Agribusiness Retailers Association

Kansas Chamber of Commerce

Kansas Ethanol Processors Association

Kansas Farm Bureau

Kansas Grain & Feed Association

Kansas Independent Oil & Gas Association

Kansas Industrial Council

Kansas Petroleum Council

Sunflower Electric Power Corporation

Wichita Metro Area Chamber of Commerce

CVR Energy

Kentucky

Kentucky Association of Manufacturers Kentucky Chamber of Commerce Kentucky Chemical Industry Council Kentucky Farm Bureau Kentucky League of Cities Kentucky Oil & Gas Association

Maine

Maine State Chamber of Commerce

Maryland

Maryland Chamber of Commerce
Maryland Coal Association
Maryland Farm Bureau
Maryland Highway Users Federation
Maryland Motor Truck Association
Maryland Petroleum Council
Maryland Retailers Association
Maryland Transportation Builders and Materials Association
Mid-Atlantic Petroleum Distributors Association
Service Station Dealers of America and Allied Trades
Tire Industry Association
WMDA Service Station and Automotive Repair Association

Massachusetts

Independent Oil Marketers Association of New England Massachusetts Energy Marketers Association Massachusetts Petroleum Council Retailers Association of Massachusetts

Michigan

Associated Food and Petroleum Dealers
Associated Petroleum Industries of Michigan
Detroit Regional Chamber of Commerce
Grand Rapids Chamber of Commerce
Michigan Building and Construction Trades Council
Michigan Chemistry Council
Michigan Electric and Gas Association
Michigan Farm Bureau
Michigan Laborers Union
Michigan Manufacturers Association

Michigan Oil and Gas Association Michigan Petroleum Association Michigan Trucking Association

Minnesota

Minnesota Agri-Growth Council Minnesota Petroleum Marketers Association Cooperative Network of Minnesota Minnesota Trucking Association Minnesota Petroleum Council Minnesota Chamber of Commerce

<u>Missouri</u>

American Council of Engineering Companies of Missouri

ASA-Midwest Council

Associated General Contractors of Missouri

Associated Industries of Missouri

Association of Missouri Electric Cooperatives

Chemistry Council of Missouri

County Commissioners Association of Missouri

Mining Industry Council of Missouri

Missouri Agribusiness Association

Missouri Asphalt Pavement Association

Missouri Association of Counties

Missouri Chamber of Commerce

Missouri Chapter of Freedom of the Road Riders

Missouri Concrete Association

Missouri Energy Development Association

Missouri Farm Bureau

Missouri Forest Products Association

Missouri Grocers Association

Missouri Limestone Association

Missouri Municipal League

Missouri Petroleum Council

Missouri Petroleum Marketers & Convenience Store Association

Missouri Public Utility Alliance

Missouri Retailers Association

Missouri Society of Professional Engineers

Missouri Transportation & Development Council

Missouri Trucking Association

North East County Commissioners Association of Missouri

North West County Commissioners Association of Missouri

Regulatory Environmental Group for Missouri

SITE Improvement Association

South Central County Commissioners Association of Missouri

South East County Commissioners Association of Missouri South West County Commissioners Association of Missouri St. Louis Building & Construction Trades Council West Central County Commissioners Association of Missouri

Nebraska

Nebraska Farm Bureau Federation Nebraska Petroleum Marketers & Convenience Store Association Nebraska Petroleum Producers Association Nebraska Rural Electric Association Nebraska State Chamber of Commerce & Industry

New Jersey

Chemistry Council of New Jersey
New Jersey Business & Industry Association
New Jersey State Chamber of Commerce
New Jersey Association of Counties
New Jersey Environment & Economic Development
New Jersey Petroleum Council

New York

Associated General Contractors of New York Business Council of New York State New York State Petroleum Council

North Carolina

Associated Builders and Contractors of the Carolinas Carolinas Associated General Contractors North Carolina Aggregates Association

North Carolina Chamber

North Carolina Farm Bureau

North Carolina Forestry Association

North Carolina Homebuilders Association

North Carolina Manufacturers Alliance

North Carolina Petroleum & Convenience Marketers Association

North Carolina Petroleum Council

North Carolina Retail Merchants Association

North Dakota

Associated General Contractors of North Dakota Bismarck-Mandan Chamber of Commerce Greater North Dakota Chamber of Commerce

Lignite Energy Council

North Dakota Association of Rural Electric Cooperatives

North Dakota Petroleum Council

North Dakota Petroleum Marketers Association

North Dakota Propane Gas Association

North Dakota Retail Association

Utility Shareholders of North Dakota

Ohio

API Ohio

Canton Regional Chamber of Commerce

International Union of Operating Engineers, Local 18

Ohio Aggregates and Industrial Minerals Association

Ohio Chamber of Commerce

Ohio Chemistry Technology Council

Ohio Coal Association

Ohio Contractors Association

Ohio Gas Association

Ohio Grocers Association

Ohio Home Builders Association

Ohio Licensed Beverage Association

Ohio Manufacturers' Association

Ohio Municipal League

Ohio Oil and Gas Association

Ohio Petroleum Marketers and Convenience Store Association

Ohio Rural Electric Cooperatives

Ohio Spirits Association

Ohio Trucking Association

Plumbers & Pipefitters Local 396

Southeastern Ohio Oil and Gas Association

Youngstown Warren Regional Chamber

Oklahoma

State Chamber of Oklahoma

Tulsa Chamber of Commerce

Pennsylvania

Associated Pennsylvania Constructors

Associated Petroleum Industries of Pennsylvania

Chester County Chamber of Business and Industry

Greater Johnstown/Cambria County Chamber of Commerce

Greater Philadelphia Chamber of Commerce

Greater Philadelphia Hispanic Chamber of Commerce

Greater Pittsburgh Chamber of Commerce

Manufacturer and Business Association

Marcellus Shale Coalition

Maritime Exchange for the Delaware River and Bay

Pennsylvania Aggregates and Concrete Association

Pennsylvania Asphalt Pavement Association

Pennsylvania Business Council

Pennsylvania Chamber of Business and Industry

Pennsylvania Chemical Industry Council

Pennsylvania Coal Alliance

Pennsylvania Farm Bureau

Pennsylvania Food Merchants Association

Pennsylvania Forest Products Association

Pennsylvania Independent Oil and Gas Association

Pennsylvania Manufacturers Association

Pennsylvania Motor Truck Association

Pennsylvania Petroleum Association

Pennsylvania Waste Industries Association

Rhode Island

The Energy Council of Rhode Island

Northern Rhode Island Chamber of Commerce

Rhode Island Hospitality Association

Rhode Island Manufacturers Association

Rhode Island Small Business Economic Summit

Rhode Island Society of Certified Public Accountants

Smaller Business Association of New England

Central Rhode Island Chamber of Commerce

South Carolina

Associated Builders and Contractors of the Carolinas

Carolinas Associated General Contractors

Homebuilders Association of South Carolina

Palmetto Agri-Business Council

South Carolina Alliance to Fix Our Roads

South Carolina Association of Counties

South Carolina Chamber of Commerce

South Carolina Forestry Association

South Carolina Manufacturer's Alliance

South Carolina Petroleum Council

South Carolina Petroleum Marketers Association

South Carolina Retail Association

South Dakota

South Dakota Chamber of Commerce & Industry South Dakota Electric Utility Companies South Dakota Farm Bureau

Tennessee

Associated General Contractors of Tennessee Greater Tennessee Chapter - Associated Builders and Contractors Inc.

Tennessee Chamber of Commerce & Industry

Tennessee Construction Coalition

Tennessee Fuel and Convenience Store Association

Tennessee Oil and Gas Association

Tennessee Petroleum Council

Tennessee Road Builders Association

Vermont

Associated Industries of Vermont

Virginia

Virginia Agribusiness Council

Virginia Chamber of Commerce

Virginia Farm Bureau Federation

Virginia Forest Products Association

Virginia Manufacturers Association

Virginia Oil and Gas Association

Virginia Petroleum Convenience and Grocery Association

Virginia Petroleum Council

Virginia Trucking Association

West Virginia

West Virginia Oil Marketers and Grocers Association West Virginia Petroleum Council West Virginia Trucking Association

Wisconsin

Aggregate Producers of Wisconsin Associated Builders & Contractors of Wisconsin Associated General Contractors of Wisconsin Cooperative Network of Wisconsin Midwest Equipment Dealers Association Midwest Food Processors Association

Milwaukee Metro Association of Commerce

Petroleum Marketers & Convenience Stores Association

Transportation Builders Association

Transportation Development Association of Wisconsin

Wisconsin Automotive Care Association

Wisconsin Automotive Parts Association

Wisconsin Auto & Truck Dealers Association

Wisconsin Engine Manufacturers & Distributors Association

Wisconsin Grocers Association

Wisconsin Housing Alliance

Wisconsin Industrial Energy Group

Wisconsin Manufacturers & Commerce

Wisconsin Motor Carriers Association

Wisconsin Paper Council

Wisconsin Petroleum Council