BEFORE THE ENVIRONMENTAL APPEALS BOAT UNITED STATES ENVIRONMENTAL PROTECTION WASHINGTON, D.C.

In re:

Nelson Industrial Steam Company

CAA Appeal No. 07-02

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INITIALS

JUL 31

Clerk, Environmental Appeals Board

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2008

REMAND ORDER

Before us is a petition for review, filed pursuant to 40 C.F.R. § 78.3 by the Nelson Industrial Steam Company ("NISCO"), of an October 22, 2007 applicability determination issued by the Office of Air and Radiation ("OAR") of the Environmental Protection Agency (the "Agency"). *See* Petition for Administrative Review (Nov. 26, 2007). The applicability determination, issued pursuant to 40 C.F.R. §§ 97.104(c), .204(c), & .304(c), concluded that two units at NISCO's power generation facility in Westlake, Louisiana, were not exempt from provisions of the cap and trading requirements of the Clean Air Interstate Rule ("CAIR") and the associated CAIR Federal Implementation Plans ("FIP"s) under 40 C.F.R. parts 96 and 97. *See* Letter from Sam Napolitano, Director, Clean Air Markets Division, OAR, to James McCoy, Chairman, NISCO Management Committee, Re: "CAIR Applicability Determination for [NISCO]'s Roy S. Nelson Station at Westlake, Louisiana" (Oct. 22, 2007) (Petitioner's Exhibit ("Pet. Exh.") 1). The Agency filed a response to NISCO's Petition on February 23, 2008. *See* Administrator's Response to Petition for Review (Feb. 28, 2008).

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While the Board was deliberating this matter, the United State Court of Appeals for the District of Columbia Circuit vacated both the CAIR and its associated FIPs. *See North Carolina v. EPA*, No. 05-1244 (D.C. Cir. July 11. 2008). As of this date, the mandate of the court has not yet issued and further proceedings in this case are possible. However, in light of this decision, which has the possibility of mooting this appeal, the Board has decided to suspend its deliberations and remand this matter to OAR. This remand is without prejudice to the right of. any party to request reinstatement of the appeal by written notice to the Board.

So ordered.

Dated: 7/31/08

ENVIRONMENTAL APPEALS BOARD

By:

Edward E. Reich Environmental Appeals Judge

• CERTIFICATE OF SERVICE

I hereby certify that copies of the forgoing Remand Order in the matter of Nelson Industrial Steam Company, CAA Appeal No. 07-02, were sent to the following persons in the manner indicated:

By Certified Mail Return Receipt Requested:

> Maureen N. Harbourt Kyle B. Beall Kean, Miller, Hawthorne, D'Armond, McGowan & Jarman, L.L.P. P.O. Box 3513 Baton Rouge, LA 70821

By Interoffice Mail:

Sara Schneeberg (MC-2344A) Ragan S. Tate Air and Radiation Law Office Office of General Counsel

Dwight C. Alpern Clean Air Markets Division Air and Radiation Division, (6204J)

JUL 31 2008

Dated:

Annette Duncan Secretary