

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
AIR ENFORCEMENT DIVISION, OFFICE OF ENFORCEMENT AND COMPLIANCE ASSURANCE
BEFORE THE ADMINISTRATOR

In the Matter of:

Grand River Dam Authority,

Respondent.

Amendment
Administrative Compliance Order on Consent
AED-CAA-113(a)-2016-0002

AMENDMENT – ADMINISTRATIVE COMPLIANCE ORDER

A. PRELIMINARY STATEMENT

1. This is an amendment (the “Amendment”) to the Administrative Compliance Order on Consent, AED-CAA-113(a)-2016-0002, (“Order”) issued on April 16, 2016 by the U.S. Environmental Protection Agency (“EPA”) to the Grand River Dam Authority (“Respondent”). A copy of the Order is attached to this Amendment as Attachment A. Unless otherwise indicated, defined terms in this Amendment have the same meaning as in the Order.

B. FINDINGS

2. From July 1, 2016 to July 2, 2016, a series of events arose from causes beyond the control of Respondent that require amendment to the terms of the Order. Specifically, during a storm, there was a lightning strike at the Facility, which resulted in a significant fire that severely damaged Unit 2 and moderately damaged Unit 1. Unit 1 returned to service on July 20, 2016. Unit 2 is not expected to return to service until after Unit 1 permanently ceases operation as a coal-fired unit on April 15, 2017.
3. As a result of Unit 2, a 520 MW unit, being out of service during the period covered by the Order, Respondent will not be able to meet the terms of operation of Unit 1 detailed in the Order without violating the reliability risks described in paragraphs 24 – 28 of the Order. To address those reliability risks, it is necessary to amend the Order to allow for increased

operation of Unit 1. During the period in July when both units were out of service, voltage support was not required and Respondent was able to make other short term power purchases to meet basic load requirements.

C. ORDER

4. Paragraph 30 of the Order is replaced with the following requirement: From April 16, 2016 through April 15, 2017, Respondent shall implement a bidding approach with SPP, while maintaining Respondent's reserve margin, in a manner consistent with the SPP Tariff and market rules, to limit the total electricity generated by Unit No. 1 to achieve a total annual capacity factor of not more than 80% during the period from April 16, 2016 through April 15, 2017.

D. GENERAL PROVISIONS

5. Unless explicitly modified in this Amendment, all provisions of the Order remain in effect.
6. Each undersigned representative of the Parties certifies that he or she is authorized to enter into the terms and conditions of this Amendment to execute and bind legally the Parties to this document.

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For United States Environmental Protection Agency, Air Enforcement Division, Office of Enforcement and Compliance Assurance:

9/14/2016
Date


Phillip A. Brooks
Division Director of the Air Enforcement Division, Office of Civil Enforcement, Office of Enforcement and Compliance Assurance, US Environmental Protection Agency
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For Grand River Dam Authority:


Signature

Sept. 8, 2016
Date

Printed Name: Daniel S. Sullivan
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Address: P.O. Box 409, 226 West Dwain Willis Avenue, Vinita, OK 74301

CERTIFICATE OF SERVICE

I certify that the foregoing "Amendment" to the Administrative Compliance Order in the Matter of Grand River Dam Authority, Amendment AED-CAA-113(a)-2016-0002, was filed and copies of the same were mailed to the parties as indicated below.

Certified Mail

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