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UNITED STATES DISTRICT COURT WESTERN DISTRICT OF LOUISIANA

UNITED STATES OF AMERICA,)
Plaintiff,)))
and)))
LOUISIANA DEPARTMENT OF ENVIRONMENTAL QUALITY))))
Co-Plaintiff,)))
v.)))
CABOT CORPORATION,)))
Defendant.	5

Civil Action Number: 6:13-cv-03095

SECOND AMENDMENT TO CONSENT DECREE

WHEREAS, the United States of America (hereinafter "the United States"), the State of Louisiana (hereinafter "Plaintiff-Intervenor"), and Cabot Corporation (hereinafter "Cabot") are Parties to a Consent Decree entered by this Court on March 13, 2014, as subsequently amended on May 5, 2017 (ECF No. 12) (hereinafter the "Consent Decree").

WHEREAS, the Consent Decree requires Cabot to install emission control systems and to achieve compliance with reduced emission standards on specific Process Systems located at Cabot's Canal and Ville Platte carbon black production Facilities in Louisiana, as more specifically described in the Consent Decree;

WHEREAS, Paragraphs 17, 23, 26, and 30 of the Consent Decree require Cabot to install by specified dates, and continuing thereafter, Continuously Operate a Wet Gas Scrubber emission control system ("WGS") and a Selective Catalytic Reduction emission control system ("SCR") at each of Cabot's Canal and Ville Platte Facilities to achieve reductions in sulfur dioxide and nitrogen oxide emissions from affected process sources;

WHEREAS, Cabot contends that under the unique circumstances of the carbon black industry, the current compliance schedules, including deadlines to install and operate certain WGSs and SCRs create a severe financial hardship for Cabot that requires a modification of the Consent Decree and the compliance schedules, and the Plaintiffs have disputed Cabot's position;

WHEREAS, Plaintiffs and Defendant have agreed that resolution of the dispute regarding modification of the Consent Decree and the compliance schedules is in the public interest and will best serve the goal of the Consent Decree to achieve air quality improvements, and that entry of this Second Amendment to Consent Decree is the most appropriate means of resolving the dispute;

WHEREAS, the United States, Plaintiff-Intervenor and Cabot therefore wish to modify Paragraphs 17, 23, 26, and 30 of the Consent Decree to adjust the compliance schedules for the installation and continuous operation of certain WGSs and SCRs;

WHEREAS, the United States, Plaintiff-Intervenor and Cabot seek to correct through this Second Amendment to Consent Decree a typographical error in Paragraph 91 of the Consent Decree;

WHEREAS, Paragraph 105 of the Consent Decree requires that this Amendment be approved by the Court before it is effective.

WHEREAS, the Parties recognize, and the Court by entering this Second Amendment to Consent Decree finds, that this Second Amendment to Consent Decree has been negotiated by the parties in good faith and will avoid litigation between the Parties and that this Second Amendment to Consent Decree is fair, reasonable and in the public interest.

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NOW THEREFORE, the United States, Plaintiff-Intervenor and Cabot hereby agree that, upon approval of this Second Amendment by the Court, the Consent Decree shall be amended as follows:

1. Paragraph 17 of the Consent Decree is hereby amended and restated as follows:

17. <u>SO₂ Process System Operation Emissions Limits and Control</u> <u>Technology</u>. No later than the dates set forth in the table below, Defendant shall install, and continuing thereafter, Defendant shall Continuously Operate, a WGS on each Process System specified in the table below so as to achieve and maintain during Process System Operation the Emissions Limits specified in the table below:

Control Technology	7-day Rolling Average Emissions Limit	365-day Rolling Average Emissions Limit	Date of Continuous Operation
	Interim 7-day Rolling Average Emissions Limit: No greater than 157	Interim 365-day Rolling Average Emissions Limit: No greater than 115	Applicable interim Emissions Limit: April 1, 2021
	Final 7-day Rolling Average Emissions	Final 365-day Rolling Average Emissions	
WGS	Limit:	Limit:	7
System	Option A: No greater than 120 ppmvd (at 0% oxygen)	Option A: No greater than 80 ppmvd (at 0% oxygen)	Applicable final Emissions Limit: Pursuant to the protocol specified
	Option B: No less than 120 ppmvd (at 0% oxygen) and no greater than 157 ppmvd (at 0%	Option B: No less than 80 ppmvd (at 0% oxygen) and no greater than 115 ppmvd (at 0%	in Appendix E
	Technology	Control TechnologyAverage Emissions LimitInterim 7-day Rolling Average Emissions Limit:No greater than 157 ppmvd (at 0% oxygen)Final 7-day Rolling Average Emissions Limit:WGSWGSOption A: No greater than 120 ppmvd (at 0% oxygen)Option B: No less than 120 ppmvd (at 0% oxygen) and no greater	Control TechnologyAverage Emissions LimitAverage Emissions LimitInterim 7-day Rolling Average Emissions Limit:Interim 365-day Rolling Average Emissions Limit:No greater than 157 ppmvd (at 0% oxygen)No greater than 115 ppmvd (at 0% oxygen)Final 7-day Rolling Average Emissions Limit:Final 365-day Rolling ppmvd (at 0% oxygen)WGSOption A: No greater than 120 ppmvd (at 0% oxygen)Final 365-day Rolling Average Emissions Limit:WGSOption B: No greater than 120 ppmvd (at 0% oxygen)Option B: No less than 80 ppmvd (at 0% oxygen) and no greater than 115 ppmvd (at 0%

Process System	Control Technology	7-day Rolling Average Emissions Limit	365-day Rolling Average Emissions Limit	Date of Continuous Operation
	Interim 7-day Rolling Average Emissions Limit: No greater than 159	Interim 365-day Rolling Average Emissions Limit: No greater than 144	Applicable interim Emissions Limit: December 31, 2022	
		ppmvd (at 0% oxygen)	ppmvd (at 0% oxygen)	
		Final 7-day Rolling	Final 365-day Rolling	
¥ 7*11	Average Emissions	Average Emissions		
Ville		Limit:	Limit:	
Platte	WGS			
Process		Option A: No greater	Option A: No greater	Applicable final
System		than 120 ppmvd (at 0%	than 80 ppmvd (at 0%	Emissions Limit:
		oxygen)	oxygen)	Pursuant to the
				protocol specified
	Option B: No less than	Option B: No less than	in Appendix E	
	120 ppmvd (at 0%	80 ppmvd (at 0%		
		oxygen) and no greater	oxygen) and no greater	
		than 159 ppmvd (at 0%	than 144 ppmvd (at 0%	
		oxygen)	oxygen)	

2. Paragraph 23 of the Consent Decree is hereby amended and restated as follows:

23. <u>NO_x Emissions Limits Applicable to Heat Load Operation, Startup, and</u> <u>Shutdown</u>. No later than the dates set forth in the table below, and continuing thereafter, Defendant shall operate the reactors at each Facility to collectively achieve and maintain the Emissions Limits specified in the table below, at all times, collectively, of Heat Load Operation, Startup, and Shutdown:

Reactors	365-day Rolling Sum Emissions Limit	Date of Continuous Operation
Canal reactors	No greater than 38 tons (in total for all reactors) for the prior 365 Days	April 1, 2021

Reactors	365-day Rolling Sum Emissions Limit	Date of Continuous Operation
Ville Platte reactors	No greater than 19 tons (in total for all reactors) for the prior 365 Days	December 31, 2022

3. Paragraph 26 of the Consent Decree is hereby amended and restated as follows:

26. NO_x Process System Operation Emissions Limits and Control Technology. No later than the dates set forth in the table below, Defendant shall install, and continuing thereafter, Defendant shall Continuously Operate, a SCR on each Process System or acid treatment unit specified in the table below so as to achieve and maintain during Process System Operation the Emissions Limits specified in the table below:

Process System or Acid Treatment Unit	Control Technology	7-day Rolling Average Emissions Limit	365-day Rolling Average Emissions Limit	Date of Continuous Operation
Pampa Acid Treatment Unit	SCR	No greater than 17,000 ppmvd (at 0% oxygen)	No greater than 8,600 ppmvd (at 0% oxygen)	3 years from Effective Date of Consent Decree
Canal Process System	SCR	No greater than 61 ppmvd (at 0% oxygen)	No greater than 39 ppmvd (at 0% oxygen)	April 1, 2021
Ville Platte Process System	SCR	No greater than 46 ppmvd (at 0% oxygen)	No greater than 38 ppmvd (at 0% oxygen)	December 31, 2022

4. Paragraph 30 of the Consent Decree is hereby amended and restated as follows:

30. <u>PM Control Technology and Emission Limits.</u> No later than the dates set forth in the table below, Defendant shall install, and continuing thereafter, Defendant shall Continuously Operate a WGS on each Process System specified in the table below so as to achieve and maintain the Emissions Limits specified in the table below:

Process System	Control Technology	3-hour Average Emissions Limit for PM	Date of Continuous Operation
Canal Process	WGS	No greater than	180 Days from April 1,
System		0.0069 gr/dscf	2021
Ville Platte	WGS	No greater than	180 Days from
Process System		0.0069 gr/dscf	December 31, 2022

5. Paragraph 91 is hereby amended and restated to provide the correct reference to certain EPA regulations, as follows:

91. "Entry of this Consent Decree shall resolve all civil claims of the United States and LDEQ arising under ... 40 C.F.R. §§ 51.165, 51.166 and 52.21"

6. The undersigned representatives are fully authorized to enter into the terms and conditions of this Second Amendment. This Second Amendment may be executed in several counterparts, each of which will be considered an original. Pursuant to Paragraph 105 of the Consent Decree, the effective date of this Second Amendment shall be the date it is approved by the Court.

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ORDER

Before the taking of any testimony, without adjudication of any issue of fact or law, and upon the consent and agreement of the Parties, it is:

ORDERED, ADJUDGED and DECREED that the foregoing Second Amendment to the Consent Decree is hereby approved and entered as a final order of this Court.

Dated and entered this _____ day of _____, 2017.

United States District Judge Western District of Louisiana WE HEREBY CONSENT to the foregoing Second Amendment to the Consent Decree entered in *United States of America, et al., v. Cabot Corporation*, Civil Action Number 6:13-cv-03095 on March 13, 2014.

FOR PLAINTIFF THE UNITED STATES OF AMERICA:

JEFFREY H. WOOD Acting Assistant Attorney General Environment and Natural Resources Division United States Department of Justice

DATE

SAM BLESI V Trial Attorney Environment and Natural Resources Division U.S. Department of Justice P.O. Box 7611 Washington, DC 20044-7611 WE HEREBY CONSENT to the foregoing Second Amendment to the Consent Decree entered in United States of America, et al., v. Cabot Corporation, Civil Action Number 6:13-cv-03095 on March 13, 2014.

FOR PLAINTIFF THE U.S. ENVIRONMENTAL PROTECTION AGENCY:

LAWRENCE STARFIELD Acting Assistant Administrator Office of Enforcement and Compliance Assurance United States Environmental Protection Agency

PHILLIP A. BROOKS Air Enforcement Division Director Office of Civil Enforcement Office of Enforcement and Compliance Assurance United States Environmental Protection Agency

12-19-17

KELLIE ORTEGA Attorney-Advisor, Air Enforcement Division Office of Civil Enforcement Office of Enforcement and Compliance Assurance United States Environmental Protection Agency WE HEREBY CONSENT to the forcgoing Second Amendment to the Consent Decree entered in *United States of America, et al., v. Cabot Corporation*, Civil Action Number 6:13-cv-03095 on March 13, 2014.

FOR PLAINTIFF THE U.S. ENVIRONMENTAL PROTECTION AGENCY:

<u>12/18/17</u> DATE

CHERYL T. SEAGER Director Compliance Assurance and Enforcement Division U.S. EPA, Region 6 1445 Ross Ave. Dallas, TX 75202-2733 WE HEREBY CONSENT to the foregoing Second Amendment to the Consent Decree entered in *United States of America, et al., v. Cabot Corporation*, Civil Action Number 6:13-cv-03095 on March 13, 2014.

FOR CO-PLAINTIFF, LOUISIANA DEPARTMENT OF ENVIRONMENTAL QUALITY



LOURDES ITURRALDE Assistant Secretary Office of Environmental Compliance Louisiana Dept. of Environmental Quality P.O. Box 4312 Baton Rouge, Louisiana 70821-4312

<u>12-1-17</u> DATE

PERRY THERIOT, LA BAR Roll# 19181 Attorney Supervisor Brandon B. Williams LA BAR Roll# 27139 Lead Counsel Office of the Secretary, Legal Division Louisiana Dept. of Environmental Quality P.O. Box 4302 Baton Rouge, Louisiana 70821-4302 Telephone No. (225) 219-3987 WE HEREBY CONSENT to the foregoing Second Amendment to the Consent Decree entered in *United States of America, et at, v. Cabot Corporation,* Civil Action Number 6:13-cv-03095 on March 13, 2014.

FOR DEFENDANT CABOT CORPORATION:

December 21, 2017

DATE

Sean D. Keo ane CEO and President Cabot Corporation Case 6:13-cv-03095-RFD-PJH Document 13-1 Filed 12/22/17 Page 13 of 13 PageID #: 549