106TH CONGRESS 2D SESSION

H. R. 4011

To amend section 211 of the Clean Air Act to prohibit the use of MTBE, to provide flexibility within the oxygenate requirement of the Environmental Protection Agency's Reformulated Gasoline Program, to promote the use of renewable ethanol, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

March 16, 2000

Mr. Ganske (for himself, Mr. Shimkus, Mr. Barrett of Nebraska, Mr. Evans, Mr. Leach, Mr. Boswell, Mr. Latham, Mr. Minge, Mr. Lahood, Mr. Ramstad, Mr. Terry, Mr. Phelps, Mr. Lipinski, Mr. Weller, Mr. Blunt, Ms. Danner, Mr. Ewing, Mr. Upton, Mr. Thune, Mr. Hulshof, Mr. Vento, Mr. Boehlert, Mr. Manzullo, Mr. Souder, and Mr. Strickland) introduced the following bill; which was referred to the Committee on Commerce

A BILL

To amend section 211 of the Clean Air Act to prohibit the use of MTBE, to provide flexibility within the oxygenate requirement of the Environmental Protection Agency's Reformulated Gasoline Program, to promote the use of renewable ethanol, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited at the "Clean Air and Water
- 5 Preservation Act of 2000".

SEC. 2. FINDINGS.

2	The	Congress	finds	that:

- (1) The oxygenate requirement of the reformulated gasoline ("RFG") program has proven effective in reducing emissions of exhaust hydrocarbons, nitrous oxide and carbon monoxide, known precursors to smog.
 - (2) One oxygenate chosen by gasoline refiners to comply with the Clean Air Act regulations, methyl tertiary butyl ether ("MTBE"), has been discovered in water sources throughout the nation.
 - (3) MTBE renders water undrinkable and is considered a probable carcinogen by the Environmental Protection Agency.
 - (4) MTBE is highly soluble in water and slow to degrade. Only one gallon of MTBE is required to contaminate 26 million gallons of water.
 - (5) An alternative oxygenate, ethanol, is a biobased product which produces the same reductions in emissions, is not as soluble in water, biodegrades rapidly, and is considered safe for the environment.
 - (6) The oxygenate requirement of the RFG program requires 2 percent by weight of an oxygenate be added to gasoline. Ethanol contains approximately twice as much as oxygen as MTBE, therefore

- supplying the RFG program with sufficient ethanol to replace MTBE would require half the volume of MTBE currently used.
 - (7) The ethanol industry is expanding rapidly. Production capacity in 1998 was estimated at 1.8 billion gallons. New production facilities that came on line in 1999 has greatly increased this capacity.
 - (8) The Department of Agriculture projects the domestic ethanol industry will be able to produce the approximately 3.1 billion gallons of ethanol necessary to replace MTBE by 2004.
 - (9) The U.S. Department of Agriculture estimates that replacing MTBE with ethanol will (A) increase the demand for corn for ethanol by more than 500 million bushels each year, improving the price of corn by 14 cents per bushel each year and increasing average total farm cash receipts by \$1 billion each year; (B) create 13,000 new jobs; and (C) increase average US agricultural net export value by more than \$200 million and reduce US import value of MTBE by \$1.1 billion for an improved US trade balance of \$1.3 billion each year.
 - (10) Ethanol is an energy efficient fuel. A 1995 report by the USDA estimated one gallon of ethanol provides 25 percent more energy than production re-

- quires. Other studies show the net energy gain potential of ethanol could exceed 150 percent when state-of-the art agricultural and production technologies are used.
 - (11) Ethanol is proven to enhance the performance of automobiles. Currently, all vehicle manufacturers approve the use of 10 percent ethanol blended fuels.
 - (12) Replacing MTBE with ethanol would maintain the emissions reductions obtained through the RFG program without the water contamination problems associated with MTBE.
 - Amendments of 1990, the Environmental Protection Agency required, by regulation, that each gallon of gasoline sold in the RFG program contain a minimum of 1.5 percent by weight of oxygenate. This was not the intent of Congress in passing the oxygenate requirement and prohibits the most efficient use of oxygenates. Lifting this regulatory requirement will provide refiners more flexibility for complying with the RFG program and provide high performance gasoline year-round.
 - (14) Providing such flexibility in the use of oxygenates could lead to an increase in the use of

- 1 aromatics, many of which are known carcinogens.
- Therefore, a limit on the amount of aromatics added
- 3 to gasoline is necessary to protect public health.
- 4 (15) Providing such flexibility in the use of
- 5 oxygenates could lead to an increase in emissions.
- 6 Therefore, a prohibition against an increase in emis-
- 7 sions above the level achieved by RFG gasoline is
- 8 necessary to protect air quality.

9 SEC. 3. USE OF MTBE AS A FUEL ADDITIVE.

- 10 (a) MTBE BAN.—Section 211(c) of the Clean Air
- 11 Act (42 U.S.C.7545(c)) is amended by adding at the end
- 12 of paragraph (1) the following: "The regulations under
- 13 this paragraph shall prohibit the use of methyl tertiary
- 14 butyl ether (MTBE) as a fuel additive.".
- 15 (b) Regulations.—The Administrator of the Envi-
- 16 ronmental Protection Agency shall amend the regulations
- 17 under section 211(c)(1) of the Clean Air Act as promptly
- 18 as practicable after the date of enactment of this Act to
- 19 conform to the amendment made by subsection (a) of this
- 20 section.
- 21 (c) Effective Date.—Subsection (a) of this section
- 22 shall take effect upon the expiration of the three-year pe-
- 23 riod beginning on the date of the enactment of this Act.
- 24 (d) Labeling.—During the period beginning on the
- 25 date of enactment of this Act and ending three years from

- 1 the date of enactment, the Administrator of the Environ-
- 2 mental Protection Agency shall require any person selling
- 3 gasoline that contains methyl tertiary butyl ether at retail
- 4 to prominently label the fuel dispensing system for the
- 5 gasoline with a notice that the gasoline contains methyl
- 6 tertiary butyl ether ('MTBE').

7 SEC. 4. EXISTING MTBE WATER CONTAMINATION.

- 8 (a) State Source Water Assessment Pro-
- 9 GRAMS.—Section 1453(a) of the Safe Drinking Water Act
- 10 is amended by adding the following at the end thereof:
- 11 "(8) MTBE CONTAMINATION.—The Adminis-
- trator shall amend the guidelines under this sub-
- section to require that State source water assess-
- ment programs be revised to prioritize groundwater
- areas and aquifers that have been contaminated, or
- are most vulnerable to contamination, by methyl ter-
- tiary butyl ether ('MTBE'). Each such revision shall
- be submitted and approved or disapproved by the
- 19 Administrator in accordance with the same deadlines
- as applicable to the original program under para-
- 21 graph (3).".
- 22 (b) EPA CLEANUP GUIDELINES.—Section 1442 of
- 23 the Safe Drinking Water Act is amended by adding the
- 24 following at the end thereof:

- 1 "(f) CLEANUP GUIDELINES FOR MTBE.—The Ad-
- 2 ministrator shall develop a clear set of technical guidelines
- 3 to assist States in the investigation and cleanup of methyl
- 4 tertiary butyl ether ('MTBE') in groundwater.".

5 SEC. 5. ALLOWING FOR OXYGEN AVERAGING WITHIN THE

- 6 RFG PROGRAM.
- 7 (a) Amendment of Clean Air Act.—Subpara-
- 8 graph (B) of section 211(k)(2) of the Clean Air Act and
- 9 clause (v) of subparagraph (A) of section 211(k)(3) of
- 10 such Act are each amended by inserting "an average of"
- 11 before "2.0 percent".
- 12 (b) REGULATION INVALIDATED.—The provisions of
- 13 section 80.41(b) of part 80 of title 40 of the Code of Fed-
- 14 eral Regulations establishing a per-gallon minimum oxy-
- 15 gen content (percent, by weight) shall cease to have any
- 16 force and effect on the date of the enactment of this Act.
- 17 SEC. 6. ANTI-BACKSLIDING.
- 18 (a) Ozone Forming Potential.—Section
- 19 211(k)(1) of the Clean Air Act is amended by adding the
- 20 following at the end thereof: "No later than June 1, 2000,
- 21 the Administrator shall revise the regulations under this
- 22 paragraph as necessary to ensure that the ozone forming
- 23 potential, taking into account all ozone precursors (includ-
- 24 ing volatile organic compounds, oxides of nitrogen, and
- 25 carbon monoxide), of the aggregate emissions during the

- 1 high ozone season (as defined by the Administrator) from
- 2 baseline vehicles when using reformulated gasoline does
- 3 not exceed the ozone forming potential of the aggregate
- 4 emissions from such vehicles when using reformulated gas-
- 5 oline that complies with the regulations that were in effect
- 6 on January 1, 2000, and applicable to reformulated gaso-
- 7 line sold in calendar year 2000 and thereafter.".
- 8 (b) Aromatic Hydrocarbon Content.—Section
- 9 211(k)(2) of the Clean Air Act is amended by adding the
- 10 following new subparagraph at the end thereof:
- 11 "(E) AROMATIC HYDROCARBON CON-
- 12 TENT.—The aromatic hydrocarbon content of
- the gasoline shall be not greater than the aver-
- age aromatic hydrocarbon content of reformu-
- 15 lated gasoline sold in covered areas for use in
- such vehicles during the year 2000.".

17 SEC. 7. DEVELOPING OXYGENATE ALTERNATIVES TO MTBE.

- The Secretary of Energy and the Administrator of
- 19 the Environmental Protection Agency shall evaluate by
- 20 December 31, 2000 and report to the President and the
- 21 Congress on the potential for development of oxygenate
- 22 alternatives to methyl tertiary butyl ether ("MTBE") not
- 23 otherwise identified in this Act, and shall evaluate what
- 24 steps, if any, would be appropriate to foster development

- 1 of such alternatives should they be found to be an accept-
- 2 able substitute for MTBE.
- 3 SEC. 8. TRANSITION TO ETHANOL.
- 4 It is the Sense of the Congress that the United States
- 5 should promote renewable ethanol to replace methyl ter-
- 6 tiary butyl ether ("MTBE") and encourage oil refiners to
- 7 make the transition from MTBE-blended fuel to ethanol-
- 8 blended fuel as soon as possible.

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