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6	MODERNIZING ENVIRONMENTAL LAWS: CHALLENGES
7	AND OPPORTUNITIES FOR EXPANDING INFRASTRUCTURE
8	AND PROMOTING DEVELOPMENT AND MANUFACTURING
9	THURSDAY, FEBRUARY 16, 2017
10	House of Representatives
11	Subcommittee on Environment
12	Committee on Energy and Commerce
13	Washington, D.C.
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17	The subcommittee met, pursuant to call, at 10:00 a.m., in
18	Room 2123 Rayburn House Office Building, Hon. John Shimkus
19	[chairman of the subcommittee] presiding.
20	Present: Representatives Shimkus, McKinley, Barton, Murphy,
21	Olson, Johnson, Flores, Hudson, Walberg, Carter, Walden (ex
22	officio), Tonko, Ruiz, Peters, Green, DeGette, McNerney, Dingell,
23	Matsui, and Pallone (ex officio).
24	Staff present: Wyatt Ellertson, Research Associate,
25	Energy/Environment; Adam Fromm, Director of Outreach and

Coalitions; Giulia Giannangeli, Legislative Clerk, Digital
Commerce and Consumer Protection/Environment; Tom Hassenboehler,
Chief Counsel, Energy/Environment; Zach Hunter, Director of
Communications; A.T. Johnston, Senior Policy
Advisor/Professional Staff, Energy/Environment; Katie McKeough,
Press Assistant; Mary Neumayr, Senior Energy Counsel; Tina
Richards, Counsel, Environment; Chris Sarley, Policy
Coordinator, Environment; Dan Schneider, Press Secretary; Peter
Spencer, Professional Staff Member, Energy; Hamlin Wade, Special
Advisor, External Affairs; Luke Wallwork, Staff Assistant; Jeff
Carroll, Minority Staff Director; Jacqueline Cohen, Minority
Senior Counsel; Jean Fruci, Minority Energy and Environment
Policy Advisor; Caitlin Haberman, Minority Professional Staff
Member; Rick Kessler, Minority Senior Advisor and Staff Director,
Energy and Environment; Dan Miller, Minority Staff Assistant;
Alexander Ratner, Minority Policy Analyst; Matt Schumacher,
Minority Press Assistant; Andrew Souvall, Minority Director of
Communications, Outreach and Member Services; and C.J. Young,
Minority Press Secretary.

45 Mr. Shimkus. Let me call the subcommittee to order. 46 And before we start opening statements I want to welcome, 47 and I will have my ranking member welcome Congressman Walberg and 48 Congressman Carter, who are new to the Energy and Commerce 49 Committee as a whole, and also new to the subcommittee. 50 So, so welcome. Glad to have you. 51 Mr. Tonko. Thank you, Mr. Chairman. On our side I would like 52 to welcome Congresswoman Debbie Dingell at the end of this tier, 53 and Representative Scott Peters and Representative Raul Ruiz. So we look forward to a very productive session with Energy 54 55 and Commerce. 56 Thank you, Mr. Chair. Mr. Shimkus. Thank you. And this is a kind of a new 57 58 committee. It has got expanded jurisdiction over part of the stuff we are talking about today. And so and this is also a 59 committee that helped push through the Toxic Chemical Reform bill 60 61 which was a, I would argue, is one of the major pieces of 62 legislation that got through in the last Congress. So, so we work well together. We fight when we need to fight, 63 64 and that is the way the system works. So it is great, it is great 65 to have you here. And I will recognize myself for five minutes for my opening 66 67 statement. 68 Welcome to the Environment Subcommittee's first hearing of 69 the 115th Congress. The topic of the hearing today reflects what

is going to be one of the themes of our legislative work this Congress, and that is to identify the best ways to modernize the statutes within our jurisdiction in ways that deliver effective environmental protections and remove unnecessary barriers to expand economic opportunity in communities and the nation.

We will be returning to this topic a lot in the coming months. Today focuses on challenges to economic development under certain laws and policies administered by the Environmental Protection Agency. We will be taking testimony to help us to identify practical solutions and statutory updates that will accelerate the development of infrastructure and manufacturing.

In a future hearing, we will look at similar challenges at the Department of Energy. In particular, we will be working to update and ensure more rapid implementation of our nation's nuclear waste management policy. As we know from extensive committee oversight, getting our nation's ???10:04:28??? used steel management program back on track will result in a path to reinvigorate the nuclear energy sector, save taxpayers billions of dollars in liability costs, and unlock tens of billions of dollars for construction and associated infrastructure projects.

The benefits of good jobs in strong communities that result from this kind of economic activity can be difficult to measure fully, but that makes them no less real. And so, as we look at how to modernize environmental laws, we should always keep in mind the intangible good that comes from enabling people to have the

economic wherewithal to live healthier and safer lives.

These community-strengthening benefits of economic development are central to the goals of the EPA's Brownfields Program. This program incentivizes states, local governments, and private stakeholders to clean up underused or abandoned industrial and commercial properties, and to return them to beneficial use. There are more than 450,000 Brownfield sites in the United States. In many communities across the nation, Brownfields contribute to the blight that depresses property values, inhibits development, and contributes to economic stagnation.

Cleaning up these sites and returning them to productive use is great for the economy because Brownfields grants can be directly leveraged into jobs, additional redevelopment funds, and to increase residential property values. So it offers the kind of a community boost we want from good environmental policies.

While the Brownfields Program seems to be working, there is always room for improvement. So, we today welcome Mayor Jon Mitchell from New Bedford, Massachusetts. Mayor Mitchell has developed solar projects from contaminated sites, which is also something that is happening near my district in East St. Louis, Illinois. Turning contaminated sites into solar seemed like an excellent way to develop infrastructure while addressing blighted areas within our communities.

In the implementation of our air laws, the states,

localities, and private sector all face challenges in developing new infrastructure or manufacturing projects. As noted in past committee hearings, when companies seek to invest in large capital projects, they need realistic and predictable project timelines. This is necessary to plan, design, procurement, installation and operations. Yet, uncertainties in the process for obtaining air permits can lead to costly delays and decisions not to invest in these projects.

EPA is required to make new source permit decisions one year after a completed application is filed. An analysis that looked at preconstruction permits for power plants and refineries, however, found that while permits in the late 1990s averaged around 160 days, from 2002 to 2014 it took an average of 480 days to issue a decision on a permit application.

In other cases, we see EPA setting new air standards but failing for years to issue implementation regulations. EPA took nearly seven years to issue guidance on how to comply with its 2008 ozone standards. It took more than three years to issue final implementation regulations for its 2012 particulate matter standards.

The unnecessary delays for project developers and city and state planners just add up and result in the costly waste of time and project investments idling on the sidelines. We should be able to do better than this. In today's modern economy it makes no sense that we cannot have a more efficient permitting process

-- processes, or more timely guidance from the regulatory agencies.

Our witnesses today will provide local, state, and national perspectives that should help guide us as we consider common sense measures to expand economic opportunity by modernizing certain environmental statutes.

And with that my time is almost out. And I yield back my time and recognize the ranking member of the subcommittee Mr. Tonko.

Mr. Tonko. Thank you, Mr. Chair. And welcome to our panelists and to the new members of the Energy and Commerce Committee on both sides of the aisle. I look forward to working with you all as a member of this committee.

Decades of American history demonstrate we can grow our economy and create jobs while improving our environment and public health. I am not convinced that trend is about to change. I want to make it clear from the start of this hearing that our environmental protections provide significantly greater benefits than costs to society. It results in healthier people, which means fewer sick days, asthma attacks, hospital visits, and premature deaths, among many other benefits.

OMB estimated that major rules promulgated by EPA from 2004 to 2014 generated benefits between \$160 and \$788 -- excuse me, \$160 and \$788 billion compared to \$38 to \$45 billion in costs. Clean Air Act protections account for the majority of these benefits, and have prevented millions of lost work and school days. The

Cross-State Air Pollution Rule had a benefit-to-cost ratio exceeding 50 to 1. And a clean power plant will reduce carbon pollution while saving lives.

Strong laws can prevent environmental disasters. When our laws fail to protect people, the cost can be tremendous.

I want to thank Ms. Mays for being here today from Flint, Michigan. It is important for members to hear about the harm that was done to thousands of our fellow Americans and how it could have been prevented by better laws and greater investment from the Federal Government. The price of this disaster will far exceed the investment that would have been necessary to prevent it.

The case of Flint should make it clear that real infrastructure investment is indeed needed. We cannot fool ourselves into thinking it can only be done through deregulation. We need federal dollars behind our efforts.

So I would agree that some of our environmental laws should be updated. And I would suggest starting with strengthening the Safe Drinking Water Act. Our water infrastructure is crumbling. In many communities it is becoming a liability to economic growth, to public health and to safety.

Democratic members of this subcommittee have reintroduced legislation to improve the Safe Drinking Water Act. It has been 21 years since we last updated this law. It is past time to reauthorize the drinking water SRF which has received flat funding since its inception, despite growing needs and aging

infrastructure. We must give EPA the authority necessary to be able to set standards and require an update of the Lead and Copper Rule.

Similarly, our Brownfields law is in need of an update. This program has been incredibly successful by every method, and it is a great investment. Every federal dollar leverages between \$17 and \$18 in other public and private funding. Cleaning up these sites has environmental, health, and economic benefits, including increasing nearby residential property values and putting unused properties back on local tax rolls.

But many of the easy Brownfields have been cleaned up. In addition to more flexibility, we need to examine whether the funding level for individual sites and the overall program is adequate. For both water and Brownfields, strengthening these laws would create jobs, protect public health, and ease the burden on local governments. Last Congress this subcommittee worked together on TSCA reform, a law that industry, consumer protection, and environmental stakeholders all agreed needs to be brought into the 21st Century. I hope we can find common ground again this Congress to improve laws where a consensus exists on the need for reform.

Based on the testimony we will hear this morning, I think there are strong cases to start with drinking water and Brownfields.

And with that, Mr. Chair, I would like to yield my remaining

220 time to Representative Doris Matsui from California. 221 Ms. Matsui. Thank you very much, Ranking Member Tonko, 222 yielding time. 223 Strong investment in water infrastructure is vital to our 224 health and safety. As we have seen tragically this week in 225 California at Oroville Dam, aging and neglected infrastructure 226 threatens lives. 227 Just 70 miles south of Oroville at Folsom Dam, which is just 228 upstream from my district in Sacramento, we are demonstrating the positive impact infrastructure can have. I worked tirelessly to 229 230 ensure the millions of dollars in federal investment over the last decade building a spillway, which is making our residents safer, 231 232 our regions more secure. That also involves environmental 233 standards, too. 234 Water infrastructure is vital for public safety and public 235 Instead of rushing to weaken our environmental 236 standards, I hope we can come together to make real commitments 237 to maintaining and improving infrastructure in all our 238 communities. Thank you. And I yield back. 239 240 Mr. Shimkus. The gentlelady yields back her time. 241 The Chair now recognizes the gentleman from New Jersey Mr. 242 Pallone for five minutes. 243 Mr. Pallone. Thank you, Mr. Chairman. 244 Our nation's crumbling infrastructure is a pressing issue

that we must address. And in this subcommittee that means investing in drinking water infrastructure, Superfund cleanups, and Brownfield grants. Our current investments in these critical public health programs is simply not enough. This week's evacuation in California related to the Oroville Dam are the latest example, but far from the only example.

My Democratic colleagues and I have repeatedly introduced legislation to modernize and fund these infrastructure programs. The Republicans have consistently opposed or blocked these efforts.

Today I join many of the Democrats on this subcommittee in announcing the reintroduction of the Safe Drinking Water amendments and Ranking Member Tonko's AQUA Act to fund drinking water infrastructure efforts. When Democrats controlled the House, the AQUA Act passed easily on a bipartisan voice vote. But since Republicans took over they have avoided the issue. And I hope this hearing is a sign that Republicans are ready to join our infrastructure efforts.

As the Federal Government has pulled back infrastructure funding in recent years, the backlog of infrastructure repairs and replacement has grown, and so has the price tag to address it. Laying pipe replacements into water mains burst costs more than planning ahead. Delaying Superfund cleanups while contaminants spread in the environment costs more than quickly containing and addressing pollution.

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In the long run we're not saving money by ignoring the problem. And only public funding can close the gap to the communities in need. Now, I expect my Republican colleagues will suggest today that the key to spurring infrastructure is environmental deregulation instead of public funding. But that approach is dangerous and shortsighted.

Environmental protections are essential for public health, for the economic viability of our communities, and for the preservation of our natural resources. The benefits of environmental protections far outweigh the costs, and so repealing those protections would hurt far more than it would help. Cutting environmental protections may benefit some in the short term, but others will pay with their health and welfare.

We will hear today from Melissa Mays, a resident of Flint, Michigan. The ongoing drinking water crisis in Flint will only be solved with significant federal funding. Melissa's experience shows why environmental protections are so important and what can happen when short-term economic decisions overrule environmental considerations. Any efforts by Republicans in Congress and President Trump to remove environmental protections will have lasting consequences, unleashing dangerous pollution that could take decades to clean.

We will also hear today from the Mayor of New Bedford, whose harbor is a Superfund site thanks to the unrestricted dumping of PCBs decades ago. That harbor, like the Superfund sites in my

295 district, shows the long-term costs of having to clean up 296 pollution, costs that could have been avoided if stronger 297 environmental protections had been in place. 298 Mayor Mitchell will also tell us about new clean energy jobs 299 in New Bedford, in both the solar and wind energy industries. 300 These are good jobs, driven in part by environmental protections. 301 And there are numerous small manufacturers nationwide that 302 develop and manufacture air pollution control equipment. The experienced and innovative technologies produced in this sector 303 304 position these manufacturers as leaders in international markets 305 for pollution control and environmental services. Repealing air 306 quality regulations will not only eliminate vital public health protections, it will also kill those jobs. 307 308 When it comes to infrastructure, Democrats will continue to These 309 fight for the federal investments our communities need. investments strengthen public health while also creating 310 311 good-paying jobs. And when it comes to environmental 312 protections, Democrats will continue to lead the fight for safe 313 drinking water, clean air, and clean land. We can have a safe 314 environment and a strong economy. In fact, in the long run, a safe 315 environment is absolutely necessary for a strong economy. 316 And I will yield back unless -- I don't think anybody else 317 wants my time, Mr. Chairman. 318 Mr. Shimkus. The gentleman yields back his time.

The Chair looks to the majority side to see if anyone else

wants to do an opening statement. The Chair recognizes the gentleman from Texas Mr. Barton for five minutes.

Mr. Barton. I won't take five minutes, Mr. Chairman, but you are gracious to give me that time.

First, I want to congratulate you on chairing this subcommittee. A long time ago I chaired a similar subcommittee that had kind of the jurisdiction of Mr. Upton's subcommittee and your subcommittee; we did energy and environment. And it should be that way because they exist together. So I am very pleased that you chair the subcommittee and have the jurisdiction that this subcommittee has.

I want to welcome our witnesses to the first hearing of this subcommittee. This is an important issue. Republicans hear the Democratic side, who seem to think we are ready to rape and pillage the environment. Nothing could be further from the truth.

We do want to review our environmental statutes and put them in context with where we are today in terms of economic development. You can have both. You can have positive economic development and effective environmental protection. And I think this hearing is going to lead us to begin to do that.

I would hope, Mr. Chairman, that as we go through the hearing process we, we take a serious look at, to the extent we want to reform, review, change some of the environmental statutes, that we put in a true, effective cost-benefit analysis. I see no reason we can't use real numbers and real science, as opposed to some of

the studies that the Obama Administration did.

I was here when we did the Clean Air Act amendments early '90s.

I was here when we passed the last Safe Water Drinking Act. Then

Chairman John Dingell worked across the aisle to craft both of

those pieces of legislation. And I'm sure you and Mr. Weldon hope

to do the same thing with Mr. Pallone and the Democrats.

I hope we also take a real look at CO2. I know that's not the direct purpose of this hearing, Mr. Chairman, but there is no question that the criteria pollutants in the Clean Air Act, you know, mercury and SO2 and NAAQS and particulate matter, that they are true pollutants.

CO2 is a little different animal. It's not directly harmful to human health. The theory is that the amount of manmade CO2 has somehow tipped the balance in the upper atmosphere, and that is causing, over long periods of time, consequences that are negative. It is not entirely clear whether that is an absolutely true fact or not as opposed to a theory. And I hope we will, I hope we will take a look at that and, if necessary, clarify what a pollutant is under the terms of the Clean Air Act.

In any event, Mr. Chairman, you are gracious with your time.

I appreciate you yielding to me. And I look forward to this hearing and to our witnesses.

Let me say one other thing. The minority has somehow decided that Flint, Michigan, is a federal issue. There is no question that if we do an infrastructure bill we can lend a helping hand

to many communities around the country that need to upgrade their
water systems. But to say that that, the reason that Flint,
Michigan, happened is because of lack of federal initiative is not
a true statement.

That was a state and local issue. The local community and
the state did not do their job. And I know we have the gentleman

the state did not do their job. And I know we have the gentleman from Michigan Mr. Walberg, now on the committee, and he may have a different view about that. But we certainly want to help the Flint, Michigans of the world, but to say that that is now a federal responsibility 100 percent, I strongly disagree with.

But I yield.

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Mr. Shimkus. The gentleman yields back his time.

So, again, welcome to the panel. This is how we operate:

You all submitted your opening statements for the record. I will recognize each one of you for five minutes to kind of summarize. And then we will go on to questions. And it should, it should go real well.

So first off we'd like to welcome the Honorable Jonathan Mitchell, Mayor of New Bedford, Massachusetts. Sir, welcome. You have five minutes and you are recognized.

390 HON. JONATHAN F. MITCHELL, MAYOR, NEW BEDFORD, MASSACHUSETTS; 391 KEVIN SUNDAY, DIRECTOR, GOVERNMENT AFFAIRS, PENNSYLVANIA CHAMBER 392 OF BUSINESS AND INDUSTRY; MELISSA MAYS, FOUNDER, WATER YOU 393 FIGHTING FOR?; EMILY HAMMOND, GEORGE WASHINGTON UNIVERSITY LAW 394 SCHOOL ON BEHALF OF CENTER FOR PROGRESSIVE REFORM; THOMAS M. 395 SULLIVAN, VICE PRESIDENT, SMALL BUSINESS POLICY, U.S. CHAMBER OF 396 COMMERCE; AND ROSS E. EISENBERG, VICE PRESIDENT, ENERGY RESOURCES 397 POLICY, NATIONAL ASSOCIATION OF MANUFACTURERS 398 399 STATEMENT OF MR. MITCHELL 400 Mr. Mitchell. All right. Thank you, Mr. Chairman. Good 401 morning, members of the committee, subcommittee. 402 My name is Jon Mitchell. I am the Mayor of New Bedford, 403 Massachusetts. And I am pleased to be here to testify on behalf 404 of the United States Conference of Mayors where I chair the Energy 405 Committee. 406 Today I want to discuss the importance of reauthorizing and 407 modernizing the Brownfields law and by describing how New Bedford 408 has used the program and turned environmental liabilities into 409 environmental assets. If Congress is interested in giving 410 economic development tools to communities, reauthorizing and 411 modernizing the Brownfields law should be a cornerstone of that 412 effort. 413 Let me give you a little bit of background on New Bedford.

New Bedford was the world center of the 19th Century whaling

industry, and later became a national center for cotton textile manufacturing. Today the city has recaptured its national leadership in the maritime sector as the number one commercial fishing port in the United States. Our city historically has struggled, however, with a high -- with high unemployment rates and demographic challenges, like most older, industrial urban centers.

That said, the city and the region are in the midst of a noticeable transformation. This past year we enjoyed the sharpest drop in unemployment of any metropolitan area in America. When I came into office five years ago the unemployment rate hovered around 14 percent. And today it is 3.7 percent.

With two major Superfund sites, hundreds of Brownfield sites and a few remaining opportunities for so-called greenfield commercial development, New Bedford has come to recognize that our path to continuing our trajectory of growth and prosperity lies in part in unlocking the potential of contaminated sites through innovative new approaches.

I would like to highlight two of our projects: a traditional Brownfield site and a redeveloped Superfund site.

New Bedford's upper harbor is host to dozens of historic textile mill buildings. With a healthy real estate market and spectacular views of the river and marshlands, private sector investors there in that part of the city have recognized the potential for conversion of these mills to residences. The city

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has long moved forward with -- has moved forward with plans to construct a recreational bike path along this particular area that would follow the shoreline between the mill buildings and the water's edge.

The fundamentals of economic activity are all in place. That said, an important underlying factor has been, throughout the period of redevelopment, Brownfield grant funding. In key instances, grants have helped catalyze and support New Bedford's mill conversion projects. And this is a problem that is similar in so many cities across America.

Targeted Brownfield funds have been used creatively to fill important gaps and cover assessment and remediation costs that were problematic for the city and its private sector partners. For example, the city was recently awarded two \$200,000 Brownfield cleanup grants that paid for the remediation of two derelict large fuel tanks along the river. And that led, that opened the doors up for redevelopment. All told, multiple waterfront buildings have now been converted, and tens of millions of dollars have been invested, and hundreds of construction jobs were created, all as a result of this unlocking of the door through Brownfield grants.

It also may, and turning to the other project, it may surprise you that, according to The Wall Street Journal, the City of New Bedford has the distinction of having the most installed solar capacity per capita of any municipality in the continental United States. We are actually beaten by Honolulu, for obvious reasons.

I would like to highlight our flagship solar project, which is the Sullivan Ledge Solar Project, because it is a great example of the creative re-use of a contaminated site that has helped

support local jobs and deliver bottom line benefits.

Sullivan's Ledge was one of the country's most high-profile Superfund sites. Today, atop a cleaned and capped landfill, sits a 1.8 megawatt solar farm with over 5,000 solar panels that generate electricity to support over 200 homes. Our effort was far from easy, but it required a great deal of creativity by pulling in PRPs and getting very creative about some of the technical hurdles that we had to confront. But it is now, indeed, an environmental asset.

So what does all this mean to us as we look at Brownfields and Congress' role in supporting Brownfield redevelopment? It's this, and members touched upon this directly: whole funding of the Brownfields program. At the current levels EPA funds only 30 percent of the applications. And this is a very good investment in cities, especially ones like mine, creating a multi-purpose grant that enhances flexibility for cities to move money around to the sites that need it the most. Increased cleanup of grant amounts is, in particular, a cleanup grant as opposed to assessment is especially important.

And then there are a handful of other things, like allowing reasonable administrative costs in the grant program, clarifying grant eligibility for publicly-owned sites, removing barriers for

490	local and state governments to address mothballed sites, and
491	encouraging Brownfield cleanups by so-called good Samaritans.
492	In closing, Brownfield redevelopment is a win/win for
493	everyone involved. And it creates jobs, cleans up the
494	environment, and it is pro business and pro community.
495	And I thank you again for the opportunity, Mr. Chairman, to
496	speak to all these matters.
497	[The statement of Mr. Mitchell follows:]
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Mr. Shimkus. Thank you very much.

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Now I will turn to Mr. Kevin Sunday, Director of Government Affairs at Pennsylvania's Chamber of Business and Industry.

Your, obviously your full statement will go into the record. You have five minutes and you are recognized.

STATEMENT OF KEVIN SUNDAY

Mr. Sunday. Thank you and good morning, Chairman Shimkus, Ranking Member Tonko, members of the subcommittee. It is an honor to appear before you this morning on behalf of the PA Chamber.

My name is Kevin Sunday, Director of Government Affairs. The PA Chamber is the largest broad-based business advocacy association in the state, a state that is second in the nation in total energy production, and in the top ten for manufacturing output. Among states, we have the fourth highest coal production, the second largest natural gas production, the second largest nuclear fleet. We are, in short, a big energy state.

Pairing these assets with the generational opportunities before us with pipeline and the electric transmission infrastructure mean we have the opportunity of a lifetime to grow our economy in a way that we haven't seen in decades. And that means we can take advantage of every facet of the value chain from energy production and power generation, to infrastructure, to manufacturing and refining. Each segment of that value chain relies and builds upon one another. And when we encourage the growth of one, we encourage opportunity in the others.

And we are starting to see some of that happen in our state. For example, we have had a shuttered steel mill is reopening because of demand for new pipe. Domestic energy production gave three refineries in Southeast Pennsylvania and their thousands of

employees, many of them union, a new life. A global integrated gas company picked Southwest Pennsylvania for a multi-billion dollar petrochemical facility. It is the first time in decades that anyone is talking about building that kind of operation outside of the Gulf Coast.

Those are just a couple examples. I have many more in my testimony. And I would like to say that those kinds of opportunities are so common that our unemployment rate is among the lowest in the country, but it is not. In fact, it trails it by almost a full point. And that is because we are leaving opportunity on the table.

We do need a skilled and ready workforce and we do need a competitive tax, trade and labor policy to compete as a state and as a country, but we also need a modernized approach to our nation's environmental laws and the implementation of them so that we can promote economic opportunity without sacrificing environmental progress.

The current air quality compliance obligations are draconian. We have an energy-intensive manufacturing facility in Southeast Pennsylvania, and they spend more on annual air quality compliance than they spent buying the entire operation a few years ago for \$180 million.

We have another company that spent \$100 million on control equipment for emissions that the facility will never produce.

New regulatory obligations are being handed down faster than

it takes to get a permit, and the obligations have become inordinately complex. State regulators are tied up due to a lack of guidance coming from federal agencies, and we would encourage Congress to take a hard look at how national ambient air quality standards are revised and implemented.

The EPA's use of unrealistic modeling in establishing NAAQS designations and in permitting evaluations is discouraging growth. We have heard first-hand companies declining to invest in Pennsylvania because of ozone transport requirements. And research is clear, such as that of Michael Greenstone, who was President Obama's Chief Economist on the Counsel of Economic Advisers, that the consequences of being designated non-attainment are severe, with billions of lost economic activity.

With regards to permitting, the current structure requires companies to account for emissions they will never actually emit. We have seen a number of our companies stuck in an endless loop of litigation and appeals. We also should rethink the current offset approach that requires one facility to shut down or retire so that another one can operate.

And, finally, when it comes to moving and using energy, we have lost opportunity because of delays in permitting new infrastructure, which require years of review from nearly a dozen state and federal agencies. What has already been permitted is at risk to litigation, which is going to delay things even further.

580 We would encourage Congress to take the opportunity to step in and 581 provide clear guidance on what the National Energy Policy Act should and shouldn't cover. 582 583 And I would encourage this committee that, if nothing else, 584 as I have said in my remarks and testimonies for you to act, I would 585 remind you that today is the fifth anniversary of the Mercury and 586 Air Toxics Rule being published in the Federal Register. 587 rule, I would remind you, was estimated by EPA to cost \$10 billion 588 to secure \$4 million. Again, \$10 billion in cost for \$4 million 589 in benefit for mercury reduction. And I should also note that EPA 590 was off by a factor of four regarding how much coal generation would 591 shut down in the wake of the rule. 592 I have some recommendations in my testimony I would encourage 593 you and the administration to take a look at. Our challenges are 594 many but our opportunities are greater. And I would encourage 595 that we embark on a process that incentivizes innovation and growth 596 in emissions reduction, not one that encourages litigation and 597 needless bureaucracy. 598 Thank you. 599 600 [The prepared statement of Mr. Sunday follows:] 601 INSERT 2******* 602

Mr. Shimkus. Thank you.

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Now I will turn to Ms. Melissa Mays, Founder of Water You Fighting For, obviously from the Flint, Michigan, area. You are recognized for five minutes. Thanks for coming.

STATEMENT OF MELISSA MAYS

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Ms. Mays. Thank you.

Today is day 1,028 since we have had clean and safe water in the city of Flint, Michigan. We are coming up on the third anniversary of the irresponsible switch of our water source and the subsequent failure of our government to properly treat and protect our ageing infrastructure and, more importantly, our lives.

The last 1,028 days have been nothing short of a living hell for the 100,000 residents of Flint. The lack of stronger, enforced environmental regulations allowed our state Department of Environmental Quality to get away with loopholes in the Lead and Copper Rule for testing and reporting. In the effort to save just a few dollars per day, they exploited the weak existing rule, the defunded EPA, and poisoned 100,000 innocent people, people who depended on their government to provide the simplest of services: clean, safe water.

Children like mine were never warned to not go get a glass of water out of the taps because there might be hidden neurotoxins in the water that are invisible to the naked eye. Senior citizens never stopped to think twice about the dangerous unwanted chemicals they were drinking while taking their prescribed medication. I never imagined that the water I was filling my workout bottle with before heading to the gym could possibly kill

me.

Because of the travesties like the hugely outdated Lead and Copper Rule and the absence of bathing and showering standards, nearly 200 people have died from pneumonia caused by bacteria in our water. For the past four weeks I have been suffering from a respiratory infection, plus ear infections because of the bacteria pseudomonas aeruginosa which is present in my shower at a plate count of 2.9 million.

Before 2014, before we were poisoned, I had three happy, healthy, active sons. My oldest, Caleb, tested into a dual-enrollment school where he could take high school and college courses at the same time and be able to graduate with a diploma and an Associate's Degree.

My middle child, Christian, is sharp. His teachers have wanted to accelerate him a grade since elementary school.

My youngest, Cole, is the sweetest boy you could ever meet with his little dimples, adorable baby voice, and his everlasting innocence, which is now lost because he knows he is poisoned by politicians who wanted to save money.

Fast forward to today after our poisoning. Caleb almost failed his junior year because he could not remember his homework he had done the night before and would fail his tests. He called it brain fog. And so he had to re-learn how to learn. Imagine going through 12 years of school and having a teacher bring a different way to remember because of being exposed to lead; copper;

aluminum; total trihalomethanes; chloroform; 1,4,
Dichlorobenzene; Bromodichlormethane; acetone; bacteria; and
numerous other contaminants through drinking water and showering
in your own home.

Christian and Cole have severe bone and joint pain, as lead settles in your bones as well as your growth plates. For kids ages 9 to 14, the growth plates are open and spongy to accommodate their muscles and joints to be able to stretch as their bones hit those typical 4-inch growth spurts. Both he and Cole are to start their second round of painful physical therapy since their growth plates are hardening prematurely.

Christian and Cole talk about the brain fog as well. And it terrifies me. Because even I know that your brain continues to develop until you are 25. My sons are also seeing a rheumatologist, which comes with a lot of blood work.

Unfortunately, Christian passes out when it comes to needles.

This will carry on for the rest of my sons' lives because someone wanted to save money.

My husband is 41 and has dizzy spells to where he nearly faints and is in constant pain. I am 38. I have a rheumatologist for my brand new autoimmune disorder that looks like lupus. I have a neurologist for my new seizures, as lead and copper are stored in your brain. I have a gastroenterologist because drinking caustic water tears up the pipes in the ground as well as your intestines, so I have IBS and diverticulosis.

I have consulted with a toxicologist and environmental physician who helped us develop a detox plan, but says it is moot since we are still being exposed in the shower to the dangerous toxins as our pipes crumble in the ground. And now I have an infectious diseases doctor to help with the bacterial infections I am now fighting.

We use only bottled water to cook with, drink, brush our teeth, and give our pets because the water is too unsafe. We spend so much time either sick, going to the doctor, taking tons of medication, or buying shower filters. Try to picture that in your head before suggesting that protecting your family's health and mine is too expensive.

Tell that to the restaurants in Flint that closed down because residents don't want to drink lead in their coffee or eat bacteria in their chicken noodle soup. Tell that to the dentist who lost patients because no one wanted a cleaning with a neurotoxin-laced water. Tell that to the families of the people that have died from Legionnaire's Disease, which is entirely preventable with tougher environmental laws and investment in infrastructure. Tell them their loved ones' lives are not worth businesses taking the proper precautions to not poison their customers.

Since the infrastructure in Flint is still failing, mains break, and pipes leak into the ground, our sidewalks are crumbling, our streets are caving in causing huge sink holes that makes it dangerous for ambulances to rush down the street, my street, to

707 the hospital on emergencies. And our homes have flooded basements 708 as the water table fills up. 709 There is no amount you can place on the safety, health, and 710 well-being of tax paying human beings and pets living in this 711 country. So before cutting back on environmental regulations and 712 infrastructure funding, find somewhere else. We pay our taxes so 713 our government can do their job and ensure something as simple as 714 life-sustaining clean, safe water. Seeing and suffering 715 first-hand the devastation that can and will happen with reduced 716 or weakened environmental regulations and decreased funding for 717 infrastructure updates has opened my eyes as to where we are as 718 a country, and it is scary. 719 The health, safety, futures and lives of the residents have 720 fallen far beyond the desire to cut costs and pocket more money. 721 This is short-term thinking, and it is reckless. If you want to protect your constituents' lives, you must implement updated and 722 723 stringent, environmentally sound regulations and pollution 724 restrictions, otherwise you will just be ushering in thousands of 725 more Flints across this great country of ours. 726

I hope that the pain and suffering of my family, my sons, is a lesson and a warning to each of you. Put yourself in our shoes before you slash regulations to make a profit.

Thank you.

[The prepared statement of Ms. Mays follows:]

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Mr. Shimkus. Thank you.

The Chair now recognizes Ms. Emily Hammond, Professor of Law at George Washington University Law School. You are recognized for five minutes.

STATEMENT OF EMILY HAMMOND

Ms. Hammond. Thank you, Chairman, Ranking Member Tonko, and distinguished members of the subcommittee for the opportunity to testify today.

Make no mistakes about where we started. The Cuyahoga River really did catch fire. Toxic waste really did ooze into homes and schoolyards in Love Canal. Millions have suffered from lung disease, heart attacks, and premature deaths because of our dirty air. And, as Ms. Mays just testified, we cannot afford to let our memories grow short.

I use the word "afford" intentionally because I will begin today by discussing how environmental law has helped our economy thrive. Next, I will describe why efforts to tamper with our regulatory process, efforts like the 2 for 1 Executive Order, systematically undermine not just the benefits we have gained but our prospects for the future.

Look what decades of experience show. Between 1970 and 2011, air pollution dropped 68 percent but the gross domestic product increased 212 percent. During that same period, private sector jobs increased by 88 percent.

Consider as well that the rules issued by EPA undergo a rigorous cost-benefit analysis. EPA is required by the Office of Management and Budget to follow accounting principles and assess both the costs and the benefits of regulations. These constrained

analyses badly underestimate the benefits of environmental regulations. After all, how can you value a human life with the staggering beauty of the nature world.

Because of this under valuation, however, OMB-driven cost-benefit analyses are very conservative. I will use the Clean Air Act as an example.

Air pollutants have numerous adverse health and environmental effects. Ozone, for instance, is linked to respiratory illnesses, heart attacks, premature death, and negative effects on forests and crops. When people are sick, when they are caring for their ill loved ones or dying too early, they cannot work, they cannot go to school. That hurts business.

By contrast, environmental protections offer savings.

EPA's Clean Air Act rules saved over 164,000 lives in 2010. And they are projected to save 237,000 lives in 2020. These same rules saved 13 million days of work, and 3.2 million days of missed school in 2010. By 2020, these numbers will increase to 17 million days of work and 5.4 million days of school.

A study published in the proceedings of the National Academies of Sciences found the cumulative benefits to the economy of Clean Air Act air toxic regulations alone to be over \$104 billion by 2050.

Why are we reaping these benefits? Because our air, water and soil are cleaner than they were decades ago. There is, however, very much still to do. And I urge this institution to

ensure full funding for our environmental regulatory programs, including enforcement, for critical infrastructure upgrades, for Brownfields funding, and for efforts to fight climate change.

As we move forward with strengthening our environmental protections we must also ensure that our regulatory process is sound. The White House's January 30th 2 for 1 Executive Order is an example of sloppy regulatory policy that will be harmful to the public, especially with respects to environmental law. The order systematically disfavors the critical prevention protections that we need to ensure a thriving economy and healthy future. Most stunningly, it appears to direct agencies to count regulatory costs but not consider their benefits. This ignores this institution's directions. This institution enacted those environmental laws to secure their many benefits.

Environmental laws were enacted to ameliorate classic market failure. Polluters do not like to pay for the consequences of their actions. But these laws do more. They represent our society's recognition of a moral obligation to protect our neighbors, our children, our natural environment, and our future. There is still a great deal more to do, and we cannot afford complacency, whether in our environmental laws or in the regulatory process.

Thank you.

[The prepared statement of Ms. Hammond follows:]

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Mr. Shimkus. Thank you.

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The Chair now recognizes Mr. Thomas Sullivan, Vice President of Small Business Policy at the U.S. Chamber of Commerce. You are recognized for five minutes. Welcome.

STATEMENT OF THOMAS SULLIVAN

Mr. Sullivan. Thank you, Mr. Chairman, and Ranking Member Tonko, members of the subcommittee.

My name is Tom Sullivan and I run the Small Business Council at the U.S. Chamber of Commerce. The Chamber is the world's largest business federation. We represent the interests of three million businesses as well as state and local chambers, and industry associations. The majority of our business members are small firms. In fact, approximately 96 percent of Chamber members' companies have fewer than 100 employees, and 75 percent have fewer than ten.

Maxine Turner, who is the founder of Cuisine Unlimited in Salt Lake City, chairs our Small Business Council, which works to ensure the views of small business are considered as part of the Chamber's policy making process.

I am especially pleased to join our partners at the Pennsylvania Chamber of Commerce on this panel. The U.S. Chamber was founded by a group of chambers in 1912. They are the backbone of our institution. And that is as true today as it was 105 years ago.

I have spent most of my professional career advocating for small business, first at NFIB, and then from 2002 to 2008, I was honored to serve as the Chief Counsel for Advocacy at the Small Business Administration. That office is charged with

independently representing the views of small business. And it oversees agency compliance with the Regulatory Flexibility Act, which is also sometimes called the Small Business Regulatory Enforcement Fairness Act, or an acronym called SBREFA.

It is the purpose of those laws that guides my testimony this morning, that early input by small businesses in the development of legislation and regulatory policy should serve as a model for modernizing environmental statutes, as well as the government's role implementing the law. Many times federal laws and regulations that may work for large corporations don't work for small firms.

Several years ago I worked with a group of small businesses in Quincy, Illinois, who found themselves in the cross-hairs of Superfund. The authors of Superfund never intended to target small business owners like Greg Shierling, who owned two McDonald's, and Mack Bennett, who owned a furniture store, or Barbara Williams, who owned a diner in Gettysburg, Pennsylvania. The unintended consequences of a one size fits all statute forced small business owners to spend thousands in legal fees for settlements when they really had not done anything wrong.

Thankfully, Congress took action and exempted innocent small businesses from Superfund in 2001.

Whether it is reauthorizing a new law, creating a new agency, or when agencies craft new regulations, government is well advised to solicit input and work with small businesses to devise solutions

that maximize benefits of laws and regulation and minimize harmful economic impact. Recent figures show that there are over 28 million small businesses in the United States, and that small business has been responsible for creating about two-thirds of the net new jobs over the past 15 years. However, the United States has experienced a decline in start-ups, and that trend threatens a full economic recovery.

According to data from the Census Bureau, there were 700,000 fewer net businesses created from 2005 to 2014 than from 1985 to 1994. More worrisome is recent evidence that supports -- that suggests the number of transformational start-ups, those that contribute disproportionately to job and productivity growth, has been in decline since 2000.

This decline in entrepreneurship and small businesses' increasing concern with regulatory burden are trends that should be reversed in order for the United States to experience growth. When agencies and small businesses work together and constructively find solutions, better regulation happens. There are examples of those win/win situations in my full written testimony. I would be happy to cite some of them during the questions.

Congress is on the right track, looking at ways to modernize the regulatory process. The Regulatory Accountability Act, which is H.R. 5, as well as the Regulatory Flexibility Improvements Act, H.R. 33, have already passed the House of Representatives.

Together these reforms, that passed with bipartisan support, that help ensure agencies rely on credible science and data, and bringing greater transparency to the rulemaking process, and bolster the involvement of small businesses in policy making, should do the job.

America needs the economic strength job-creating power and

America needs the economic strength job-creating power and innovative genius of small business in order to get back on track economically. Improvements to existing statutes will help calm the regulatory headwinds that prevent small business from being the economic engine of growth here in the United States.

[The prepared statement of Mr. Sullivan follows:]

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Mr. Shimkus. The Chair thanks the gentleman.

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of Energy and Resources Policy of the National Association of

The Chair now recognizes Mr. Ross Eisenberg, Vice President

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Manufacturers. You are recognized for five minutes. Welcome.

STATEMENT OF ROSS EISENBERG

Mr. Eisenberg. Thank you very much. Good morning, Chairman Shimkus, Ranking Member Tonko, members of the subcommittee. I am very pleased to be here today representing the views of the 12 million men and women who make things in America.

We are in the midst of what we call a manufacturing moment. And it is really easy to see why. Manufacturing contributed \$2.17 trillion to the U.S. economy in the most recent year that we have data for, 2015. That is up from \$1.7 trillion in 2009.

For every dollar spent in manufacturing, another \$1.81 is filtered throughout the economy, which is the highest multiplier factor of literally any sector in the economy. Manufacturing has helped lift the country out of the Great Recession, and we have ignited a new generation economy.

Manufacturers have sharply reduced our impact on the environment through a very wide range of innovations. The results benefit not only consumers but the broader communities beyond the manufacturing shop floor. And the overall numbers are indisputably good.

I have included in my written statement EPA's latest air trends chart. And that is right off the EPA Web site. And you can see, I mean for criteria pollutants the trend lines for every single pollutant go straight down. And they have been doing straight down since, since 1990.

When you add in the progress we have made on greenhouse gasses, where we have reduced more greenhouse gasses in this country than any other nation on Earth, we have a very good, and I would say tremendous story to tell.

Now, environmental laws have been largely successful in reducing pollution. I don't think anybody really disputes that. In many cases they have been so successful that pollutants have been reduced to trace or even background levels. At the same time, these statutes were written four or five decades ago, and their drafters really couldn't have possibly envisioned how best to use these laws to tackle some of the environmental challenges in the 21st Century.

These challenges include the West Coast being in perpetual ozone non-attainment because of emissions coming over from, from Asia, or states literally running out of controls needed to meet some of the newest air quality standards, or the fact that EPA often uses computer models in lieu of real modeling -- or monitoring, and they conflict at times, or how to possibly categorize different kinds of lands and water features in this country as simply waters of the United States, or how to handle climate change and greenhouse gas emissions.

For example, in the vehicle sector we have three different agencies which lay claim to often very conflicting regulatory authority. Regulators are increasingly unable to adapt stringent programs to the progress that has been made and easily reshape them

on their own to confront new environmental challenges. And when they try, they risk imposing requirements that are just simply not legally justifiable. History is littered with a long list of creative EPA regulations that have been held up by the courts. And that transcends politics and administration.

Several recent regulations threaten to set new records for compliance costs, collectively strapping manufacturers with hundreds of billions of dollars in new regulatory burdens per year. From a manufacturing perspective we have lost a critical balance in our federal environmental policies between furthering progress and limiting unnecessary economic impacts. In our view, it doesn't have to be that way.

The NAM recommends that Congress modernize outdated environmental laws to make them perform better, or require federal agencies to regulate the environmental challenges better, or even better, both. We understand these are not remotely simple tasks. But neither was modernizing TSCA. And this committee did that last year. It was an overwhelming success. We hope the committee can leverage the success it had on TSCA and turn to other statutes and modernize them as well.

My written statement contains a long list of proposals to improve the way we regulate things like criteria pollutants and greenhouse gasses and surface water and drinking water and permitting. And we believe that doing that will help those emissions guidelines keep going down while preserving

manufacturers' overall competitiveness.

In my testimony I also provide a long list of proposals to clear the way for new infrastructure, particularly in the energy space. As this committee knows, this is a very exciting time for energy in the U.S. Our abundance of all sources is driving a manufacturing renaissance which is, in turn, creating a major need for new and improved energy delivery infrastructure.

A recent report by the NAM found the total natural gas demand is poised to increase about 40 percent over the next ten years. That is double or I would say that is, that is double what, what happened the ten years before that. But, realistically, we have had a geographic mismatch. Where the gas is being produced now does not necessarily match where the pipes are going and where the energy needs to go. And that needs to be resolved.

In addition, energy infrastructure increasingly suffers from what we call permitting paralysis. Federal, state and local permitting hurdles continue to impede projects across the energy landscape. It is a challenge. It is something that continues to be a challenge despite some very, very good efforts by Congress and the executive branch that we really want to see continued attention to.

So we are happy for the measures in the FAST Act that was passed last year. We are excited about the President's recent executive memorandum on high priority infrastructure projects. I applaud this committee for your leadership on the recent passage

1009	of the bipartisan Water Infrastructure Improvements for the Nation
1010	Act, which is a first step to addressing our current drinking and
1011	wastewater infrastructure crisis. We hope this momentum
1012	continues.
1013	Manufacturers are committed to a strong, healthy,
1014	sustainable environment. But there has to be a balance.
1015	Environmental laws and regulations should be designed to ensure
1016	they are effective in achieving their desired outcomes without
1017	creating unnecessary adverse economic or social impacts.
1018	Thank you very much.
1019	[The prepared statement of Mr. Eisenberg follows:]
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1022 Mr. Shimkus. Thank you.

And the Chair would like to ask a unanimous consent request that the chairman of the full committee get an opportunity to give an opening statement.

Hearing none, Chairman Greg Walden is recognized for five minutes.

The Chairman. Thank you very much, Mr. Chairman. Thank you, colleagues. I was detained in another important matter so I couldn't be here at the beginning. But I appreciate the testimony of all the witnesses.

Yesterday the Energy Subcommittee began to explore the great potential for American economic growth from modernizing our electricity and energy infrastructure, which is really important to do. Today this subcommittee, the Environment Subcommittee, with its expanded jurisdiction under Chairman Shimkus' experienced and able leadership, turns to the economic and environmental benefits that will flow from modernizing some key environmental laws.

The common goal here is to identify what steps are necessary to responsibly reduce the barriers to a more productive U.S. economy, and then to develop targeted legislative reforms that will provide for this economic expansion and create good-paying jobs. Doing this will ultimately benefit American consumers.

To begin delivering clear results, though, we must craft policies that will expand our infrastructure and help accelerate

innovation, investment, and spur manufacturing growth. It also means taking the necessary steps to ensure our laws do what they were intended to do as efficiently and cost-effectively as possible. And it means making sure regulations are developed and implemented with transparency and predictability.

There are plenty of opportunities to make common sense changes to environmental laws and the way we implement those laws that will reduce unnecessary barriers, disincentives and delays, permitting new infrastructure and manufacturing. This is particularly the case with implementation of some of our air laws.

And there are additional opportunities for environmental cleanup that can turn old environmental dead zones into healthy, revitalized spaces for our local communities. And all of that can help spur some new economic growth.

Some barriers and burdens to development come from outdated assumptions going back decades, as some of you have testified, when many of our laws were developed. We have learned much since then about what works and what doesn't work.

Other roadblocks come from regulatory practices that have proven impractical or become outdated as environmental quality has improved to the point that additional refinements have become more costly to obtain. And the digital age has produced analytical tools that were not available when the Clean Air Act was last amended in 1990. Just look at the computing power packed in an iPhone or the developments in nanotechnology and bioscience, or

1072 all the modern technology that companies use to respond 1073 successfully to what consumers want in the information age. 1074 Clearly, we have seen tremendous advances all around us, and 1075 we must embrace as we modernize our laws to increase the speed, 1076 effectiveness and quality of environmental decision making, all 1077 of which can produce cleaner air, cleaner water and cleaner soils. 1078 That is our common goal. 1079 Our challenge is this: can we go bold and actually harness 1080 these new tools and technology in partnership with the inherent 1081 advantages of more localized decision making? 1082 Can we refocus our resources on cleanup efforts rather than 1083 courtroom brawls and bureaucratic bungling? 1084 Are there analytical tools and modeling approaches that can 1085 make for more practical risk-informed decision making that will ease unnecessary burdens and reduce the costly delays in business 1086 1087 development? 1088 Can analysis and decision making be decentralized to enable 1089 innovative approaches to improving public and environmental 1090 health? 1091 We have enormous opportunities to make meaningful 1092 improvements in our environmental laws and regulations. 1093 join the twin engines of modern science and common sense and 1094 produce better public health and a better economy, too. They are 1095 not mutually exclusive. They do not have to be that way. 1096 Today we will begin to identify these opportunities. Again,

I appreciate the witnesses before us.

I would just say on a final note, I remember several years ago in a community that I represent there was this whole issue about what is a wetland and what is not. And we went out on this area with cheatgrass and basalt and some dirt. It was clearly a pond with some willows and all. That, to me, is a wetland.

And then the local community showed me what the agency had said was a wetland which were these two tracks left behind from a utility truck that had gone out there when the ground was soft. That had now been determined to be a wetland. And they could not work around that, they could not disturb that. And they literally were the ruts from a utility truck that had been out there a year or so before.

This is the kind of stuff that doesn't make sense at home to our communities. This is why we lose support for some of these efforts. These are the sorts of things we should be able to come together on without a lot of extreme rhetoric and figure out, can we find a better way? We want to protect these wetlands. We want to protect our drinking water. We had problems in Portland public schools where they knew about lead in the drinking water there and didn't tell the parents for a year or so. It is happening all over our country. None of us wants to drink that.

So let's find a good way through this and we will get better, we will harness this technology, we will add in common sense, and together in our communities we will get to a better place.

1122 Thank you. 1123 Mr. Shimkus. The gentleman yields back his time. 1124 So here is the deal, I am going to recognize myself for five 1125 minutes to start asking questions. And we will just bounce back 1126 and forth. 1127 And I will just start by saying, you know, there are some 1128 issues that we always deal with: How clean is clean? In fact, Mr. 1129 Eisenberg, you talked about trace and background. Those are words 1130 we use in this committee all the time. 1131 And I appreciate my colleagues and their testimony. 1132 is a, there is a desire to be efficient, use new technologies, make sure we are protecting human health, but also making sure that we 1133 1134 can create jobs. 1135 So I want to start with Mayor Mitchell because, you know, you have the experience. You have been taking Brownfield sites, you 1136 1137 have been able to put solar panels on there. 1138 From your experience as a mayor trying to help redevelop areas 1139 that are blighted or listed as you can't touch, what are some of 1140 the hurdles and what would you recommend us look at so that we can 1141 ease some of those hurdles so we can move in the redevelopment of 1142 these sites quicker? 1143 Mr. Mitchell. Yes, thank you, Mr. Chairman. No, it is a great 1144 question. 1145 And, you know, I guess the way I would start is to say that 1146 much of the low-hanging fruit, certainly in New Bedford and

certainly from what I hear from other mayors in the way of Brownfield sites have been picked over in recent years. That is to say, the easy sites, that is the less contaminated sites, have been taken care of and what remains are more complicated sites, dirtier sites that in many cases across the country have economic value. There is untapped value there that, in the absence of contamination, would lead to the redevelopment of those sites.

Mr. Shimkus. They could be right on the shoreline. They could be right down Main Street.

Mr. Mitchell. Yes.

Mr. Shimkus. They could be in --

Mr. Mitchell. They can be anywhere. We have, for example, on our waterfront, one of the, in one of the busiest ports on the East Coast, a 28-acre site that was, that had been for over a century the location of a power plant. And back in the late '90s the power plant was decommissioned and the utility continued to use it. And the utility offered it up to the city for a dollar to redevelop, right. It has enormous value but to the fact that it is soaked with 100 years' worth of oil and PCBs and other really bad things.

And the city had to turn that opportunity down. And so it has sat and continues for some 15 years later to sit there. And we're working on plans, on a number of plans to try to kick start interest in redevelopment. But there is a hugely valuable site that could be put to any kind of purpose: mixed use development,

industrial development, maritime development. But it can't move because it is -- the cleanup proposition is, to the market at least, insurmountable.

So, and I think that is a story that has been told in a lot of cities across the United States. In the cities that right now are dotted with construction cranes, in the private sector there are — there is less of a need for government to step in and close a funding gap. But in many cities, including, I presume, many of the districts that committee members, subcommittee members represent, there is a need for government to step in and close that gap. It has been doing so successfully in so many places across the United States, but that gap still persists for many valuable properties across the land.

Mr. Shimkus. So when we were talking earlier, New Bedford is about 100,000 people, and probably most communities in this country are less than that. I live in one that is about 25,000. Springfield, Illinois has got about 100,000. So, but in these communities of that size and smaller you have small business.

And I turn to Mr. Sullivan to give us the small business perspective of some of the hurdles that they have to face in this compliance because, you know, we used to quote 50 percent of all new jobs is created by small business. And if there are hurdles that are making that impossible, then we need to know what those could be.

Mr. Sullivan. Thank you. Thank you, Mr. Chairman.

1197	I think the answer actually is very simple. And that is
1198	engage the small business owners towards the constructive
1199	solutions. It works. And when the agencies, whether they are the
1200	state or federal agency, when agencies ignore that opportunity for
1201	constructive input toward solutions then bad things happen and
1202	unintended consequences happen.
1203	So, the answer to your question, Mr. Chairman, is you need
1204	commitment to engage those small businesses before the ink is dry
1205	on regulatory policies that affect our communities.
1206	Mr. Shimkus. So my time is expired. And I will just sum up.
1207	So you are saying get with them and talk to them earlier about
1208	what is the desire to achieve a blend and see how the small business
1209	can work to obtain that before the heavy hammer of government comes
1210	down?
1211	Mr. Sullivan. Yes. That is correct, Mr. Chairman.
1212	Mr. Shimkus. My time is expired.
1213	The Chair now recognizes the ranking member of the
1214	subcommittee Mr. Tonko for five minutes.
1215	Mr. Tonko. Thank you, Mr. Chair.
1216	Ms. Mays, again I thank you for being here today and sharing
1217	your family's story. I know it must be difficult. But I, for one,
1218	am very grateful that you are giving a voice to your community.
1219	I cannot imagine what it must feel like to turn on your faucet
1220	and not expect safe water. So if I could ask you a series of
1221	questions to which you could either say yes or no.

1222 Do you believe the situation in Flint could have been 1223 prevented had stronger environmental laws been in place? 1224 Ms. Mays. Absolutely. And in my personal opinion, and how 1225 the residents feel, is that had the EPA had a stronger presence 1226 the state Department of Environmental Quality could not have 1227 gotten away with, you know, exploiting these loopholes. 1228 And, I mean, the rule is outdated. There is limited 1229 resources with the EPA. And there are all of these lawsuits that 1230 EPA has been hit with and not allow them to come in and say what 1231 you are doing is wrong. Stop it. They are still, because we are 1232 stuck in an emergency situation instead of a disaster situation, 1233 the state, the people who poisoned us, are still in control of our 1234 recovery, which is why we are not having a recovery. 1235 So, yes, I do not agree with you, Mr. Barton, because it was 1236 a failure on all levels. But because we did not have more 1237 stringent laws, and the fact that we don't have bathing and 1238 showering standards is ridiculous. Europe does. Other 1239 countries do. Because that is where we find most of our exposure. 1240 You get two times the exposure to toxic chemicals in a 1241 10-minute shower than you do drinking two liters of the same water 1242 because you are dealing with inhalation and absorption. 1243 fact that we are not even regulating this or testing for these 1244 contaminants is terrifying. 1245 Mr. Tonko. Ms. Mays, do you believe if there had been more 1246 investment to improve and replace unsafe infrastructure these

1247 problems may have been avoided? 1248 Ms. Mays. Absolutely. If there was money available, if 1249 there, I mean if there were better revolving fund grants, if there 1250 were issues, our city would have been able to start fixing this 1251 a lot sooner. 1252 Mr. Tonko. Okay. 1253 Ms. Mays. We have 700 lines replaced out of about 39,000. 1254 Mr. Tonko. What about the ability to pay? You know, a community like Flint and the affordability to pay for necessary 1255 1256 infrastructure upgrades is what raised concerns, so with 1257 additional rate increases to water bills, does it not? 1258 Ms. Mays. It is. We, the state just stopped offering credits 1259 because Governor Snyder said that our water meets federal 1260 regulation which, of course, doesn't mean, say, 12 parts per 1261 million can poison a child by far. But, yeah, there is no -- we 1262 really have no money. We don't, because we are a struggling city. 1263 And so the money was not available in the water fund to do this. 1264 Plus, we are losing 40 percent of our treated water because 1265 of main line breaks. So our water costs are through the roof. 1266 Mr. Tonko. So, therefore, is it necessary for the Federal 1267 Government to provide funds to communities so that, you know, they 1268 can address systems that are failing? 1269 Ms. Mays. Absolutely. And Congressman John Conyers 1270 introduced the WATER Act which, by taxing corporate offshore

profits, they would be able to fund \$37 billion a year for

1272 infrastructure across the U.S. So they would be helping cities 1273 like ours that are struggling, as well as reservations, hospitals, 1274 nursing homes, day cares, the places where the most vulnerable are. 1275 Mr. Tonko. And so it becomes apparent that it is impossible 1276 for some of these communities to respond to those needs and federal 1277 investment is required. And there are many communities like Flint 1278 across the nation. 1279 When it comes to the negative health effects from unsafe 1280 water, can you talk about the impacts on work productivity for you 1281 and you family, children's education and the city's economy? 1282 Ms. Mays. Oh, absolutely. I was on unpaid sick leave for 1283 quite some time because of the seizures until we could get them 1284 under control. We missed so much work because we have to go 1285 outside of the city to find specialists to deal with what my sons 1286 are going through, what I am going through. We spend so much time 1287 and money on medication. And we -- I do, I miss a ton of work 1288 because I have to take my kids to constant doctor and specialist 1289 appointments. 1290 And my husband is the same way. He gets up in the morning 1291 and has dizzy spells and so he can't go to work. And he has got 1292 two jobs. And so when he misses work it is a huge hit to our family. 1293 Mr. Tonko. Ms. Hammond, thank you for explaining how the 1294 benefits of these protections significantly outweigh the costs. 1295 Would you say these benefits are oftentimes understated? 1296 Ms. Hammond. They are. As I mentioned in my testimony, and 1297 I have some various citations in my written testimony, the benefits 1298 of many of the things that, that come about from environmental 1299 regulation are very difficult to value, or perhaps even priceless. 1300 We might be able to put a price tag on the cost of a new piece of 1301 pollution equipment, but how do we put a price on the kinds of 1302 stress, the dignitary harm, the lives that are impacted when they 1303 are, when people are harmed by environmental pollution? 1304 things, we try to price them, but we undervalue them. 1305 Mr. Tonko. And what about strengthening the Safe Drinking 1306 Water Act or EPA issuing an improved Lead and Copper Rule? 1307 benefits do you see? And, again, is it that same theory of 1308 benefits outweighing costs? 1309 Ms. Hammond. Yes. Certainly I think that we would see far 1310 greater benefits than costs by updating the Safe Drinking Water Act to make it safer, to give EPA more authority with the funding 1311 1312 to carry out that authority, and to direct EPA to enact these 1313 stricter regulations to ensure that our treated water is safe, that 1314 the infrastructure, the pipelines that carry that water, aren't 1315 picking up contaminants on the way to people's homes. 1316 Mr. Tonko. Thank you. I have got to yield back. 1317 Mr. Shimkus. The gentleman's time has expired. 1318 The Chair now recognizes the gentleman from Texas, Mr. 1319 Barton, for five minutes. 1320 Mr. Barton. Thank you, Mr. Chairman. 1321 I am primarily going to ask Mr. Eisenberg some questions.

1322	But I feel I should talk to you a little bit, Ms. Mays, because
1323	you are obviously personally experiencing a problem, a huge
1324	problem with your family.
1325	What is the population of Flint?
1326	Ms. Mays. One hundred thousand people.
1327	Mr. Barton. What is the expected cost is the problem the
1328	crumbling water lines or is the problem reprocessing or processing
1329	of the water supply? Which is it or is it both?
1330	Ms. Mays. Because of the loopholes in the Lead and Copper Rule
1331	the state did not have to require corrosion control, which is
1332	absurd. You know, when water goes through a metal pipe so what
1333	is happening, basically, is that that corrosive acidic water ate
1334	our infrastructure. It literally ate the metal. So we have
1335	holes, we have leaks, we have gushes, all the way up into people's
1336	homes. We have pipes exploding in people's walls as well.
1337	Mr. Barton. Okay. Well, that doesn't help answer my
1338	question. I know you are trying to.
1339	Ms. Mays. Well, I am having hearing issues because of the ear
1340	infections from bacteria, so you have to talk a little louder.
1341	Mr. Barton. I can't do that.
1342	Is it the water itself? Is it the way it is processed? Or
1343	is it the fact that the pipes that take it to your home have
1344	deteriorated and there is material in the ground around Flint that
1345	gets into the water?
1346	Ms. Mays. It was all of the above. The water was caustic.

1347 The water source was caustic. It was not treated properly to make 1348 It ate our infrastructure. it less acidic. 1349 So we switched back to a cleaner water source. But it doesn't 1350 matter because the crumbling infrastructure is still releasing the 1351 toxins and re-poisoning that new water. 1352 Mr. Barton. Then why can't the city of Flint and the state 1353 of Michigan put the money in to do that, to clean, to put in new 1354 lines and to put in a new processing plant? Every other city in 1355 the country does, every other county, every other state, you know. 1356 Ms. Mays. Well, because our, our state 1357 Mr. Barton. Because if it is a federal issue, if you are 1358 absolutely correct -- and I know you have got a real problem. 1359 am not disparaging that. But if it is the Federal Government's 1360 fault, then every city, every county, every state in the country 1361 They would have thousands and would have the same situation. 1362 thousands of these. We don't. 1363 Ms. Mays. Well, that is not true. We actually have about 1364 5,300 cities in the United States that are cheating and using 1365 loopholes in the Lead and Copper Rule. Mr. Barton. But we don't have 5,300 cities that have the 1366 1367 problem that Flint apparently has? Ms. Mays. Not yet. No, not yet. 1368 1369 And the reason we don't have our city -- first of all, our 1370 city is near bankrupt. Our state took over our city in 2011 and 1371 decided to sell off assets under the Public Act 436, which you guys

know as the Emergency Manager Law. And our Republican governor 1372 1373 feels that, the same thing as you, that if he had to spend the money 1374 to fix Flint, even though the state did it, that he would have to fix all the cities. So, therefore, he is not. 1375 1376 Mr. Barton. Yes, I am not saying it is not a problem. 1377 not saying the Federal Government shouldn't have a role in it. 1378 What I am saying is that it is not the total responsibility of the 1379 Federal Government. If it were, we would have this replicated 1380 100,000 times. 1381 Ms. Mays. And I am not aware that I actually said it was 1382 totally a Federal Government subject. Mr. Barton. And we don't, we don't have that. 1383 Your county, 1384 your city, your state could correct this problem. They don't need 1385 the Federal Government. May need some assistance in terms of 1386 infrastructure. But they don't 1387 Ms. Mays. Well, someone needs to regulate what our state is 1388 They poisoned us and they are in control of our, you know, doina. our lack of recovery. And there is no one to make our governor 1389 1390 do the right thing. So we have no oversight ourself. 1391 Mr. Barton. It is called voters. It is called elections. 1392 You control who your governor is. 1393 Ms. Mays. It I called he is in there till 2018. He is not 1394 up for reelection, and so we are stuck. 1395 Mr. Barton. Mr. Eisenberg, do you believe that CO2 should be 1396 a criteria pollutant under the definition of the Clean Air Act?

1397 Mr. Eisenberg. A criteria pollutant that we haven't asked 1398 for, I, as an association I don't believe we would be for something 1399 That would be a tough thing to implement. But it is 1400 regulated under the Clean Air Act and under 111 and various other 1401 And, you know, we -statutes. 1402 Mr. Barton. Because of the 5 to 4 Supreme Court decision and 1403 a very faulty endangerment finding by the Obama Administration 1404 within the first 90 days, you are correct. That might be, and I 1405 think is an error. 1406 Would you support, if we were to reopen the Clean Air Act to 1407 clarify some things, the inclusion of a true cost-benefit analysis 1408 on major environmental regulations? 1409 Mr. Eisenberg. We absolutely would. We absolutely would. 1410 Our goal is that those analyses be done as well as possible. 1411 And strengthening them for everybody involved on the cost side and 1412 the benefit side could only help get the best information possible 1413 to us, the regulating community, and to everybody at the agency. 1414 Mr. Barton. My time has expired, Mr. Chairman. 1415 Mr. Shimkus. The gentleman now recognizes the ranking member 1416 of the full committee Mr. Pallone for five minutes. 1417 Mr. Pallone. Thank you, Mr. Chairman. 1418 There is a lot that has been discussed about what we disagree 1419 But I want to thank the Chairman for inviting Mayor Mitchell 1420 to talk about the Brownfields Program because I do think we can 1421 get bipartisan support.

1422 I have been a strong proponent of the Brownfields Program from 1423 the start and have always welcomed bipartisan support. 1424 believe that reauthorizing and increasing the funding for 1425 Brownfields should be a part of any effort this committee moves 1426 on infrastructure. 1427 So, Mayor Mitchell, do you agree with that, yes or no? 1428 Mr. Mitchell. When you phrase it that way, Congressman, 1429 absolutely. 1430 Mr. Pallone. Okay. 1431 Mr. Mitchell. But, yes. And let me just elaborate. I think 1432 it is an area where there could be broad agreement here. And I 1433 say that, I mean I come here wearing two hats. I am the Mayor of 1434 New Bedford but I am also the Chair of the Energy Committee of the 1435 U.S. Conference of Mayors. And so we talk, we, the mayors of 1436 America, talk about this. 1437 There is broad unanimity about across America's cities for 1438 additional funding for Brownfields. And I think what most mayors 1439 would tell you is that the Brownfields Program has been very 1440 helpful in kick starting the development of certain properties. 1441 But there are so many grants out there, so many grant applications 1442 that go unfunded. According to the EPA there have been some 1,700 1443 viable projects that have not been issued grants in the last five 1444 years. 1445 That is pretty significant. I have a list in my city. 1446 I am sure every, every American could come up with a list of

1447 projects that have economic value but the negating factor is 1448 contamination. And that although some cities do have, a handful 1449 of cities in this country do have the resources on hand to help 1450 close, you know, close the gap themselves or that the real estate 1451 markets are so hot that the private sector takes care of it, in 1452 the majority of American cities that is still not the case. 1453 in places like New Bedford, where we have had a lot of success 1454 recently in economic development, we still don't have the 1455 resources to, to close those gaps. 1456 Mr. Pallone. And, you know, I have more of these sites than 1457 any other state in New Jersey, and more in my district than any 1458 other part of New Jersey. So I understand. I assume you support more funding for Superfund cleanups as 1459 1460 well, obviously, as a Superfund city? 1461 Mr. Mitchell. Well, as a city that has two Superfund sites, 1462 the one that I mentioned, Sullivan's Ledge, but also New Bedford 1463 Harbor, which is the nation's first marine Superfund site, 1464 absolutely they could use more funding. 1465 Mr. Pallone. Well, you know, when you mention the harbor I 1466 wanted to mention in my district we have a place called Laurence 1467 Harbor which has a -- which is also on the national priority list. 1468 So I know first-hand, you know, how difficult and expensive it is to clean up these waterfront sites. 1469 1470 Now, in the case of New Bedford Harbor, a settlement was 1471 reached with the responsible party in 2013. And the funds from 1472 that settlement have increased the pace of cleanup considerably. 1473 That is correct? 1474 Mr. Mitchell. That is correct. 1475 Mr. Pallone. So, I only mention that because it illustrates 1476 what we have seen at numerous Superfund sites: when more funding 1477 is available, these cleanups can be done more quickly and more 1478 efficiently, which is so important to the communities around the 1479 Superfund sites. 1480 But I want to, I wanted to turn to the issue of environmental 1481 protections. My Laurence Harbor Superfund site is contaminated 1482 with lead and other heavy metals that were used to build the 1483 That is something that wouldn't happen today because of seawall. 1484 the environmental protections we have in place. 1485 And the same is true, to my understanding, for New Bedford 1486 Harbor, environmental protections ensure that PCBs are not being 1487 dumped into our rivers and harbors. 1488 My question is if these kinds of environmental protections 1489 had been in place decades ago, I think a lot of these Superfund 1490 sites probably would never have been contaminated. So do vou 1491 think it is important to preserve environmental protections so 1492 that your successor is not cleaning up new Superfund sites 50 years from now? 1493 1494 I mean I think the contamination that Mr. Mitchell. Yes. 1495 occurred in New Bedford, and many other places similarly situated, 1496 were the poster children for the whole suite of environmental

1497 legislation in the early '70s. I wish it hadn't happened. But 1498 we are living with that legacy. 1499 And I can tell you, again just speaking as a mayor who talks 1500 to a lot of other mayors, there isn't a mayor in America that 1501 thinks, that will tell you that we should be loosening up on the 1502 kinds of regulations that would have protected us from, from those 1503 outcomes years ago. 1504 Mr. Pallone. And just one last question for Ms. Mays. 1505 you say to those who suggest -- or what would you say to those who 1506 suggest that we need to weaken our environmental protections? 1507 Ms. Mays. That that is going to bring in more Flints. I mean, 1508 had we had tighter regulations we wouldn't be where we are at now. 1509 If those loopholes didn't exist, we wouldn't be sick and poisoned 1510 at this point in time. And we don't want to see any other city 1511 go through what we are going through right now. 1512 Mr. Pallone. Well, thank you. 1513 You know, we are looking at, and hopefully on a bipartisan 1514 basis, you know, some major infrastructure initiatives for both 1515 water infrastructure, Brownfields, Superfund. So, vou know, I 1516 think that I really appreciate your testimony. And, hopefully, 1517 those initiatives will be bipartisan. Thank you. 1518 Thank you, Mr. Chairman. 1519 Mr. Shimkus. The gentleman's time has expired. 1520 The Chair now recognizes the gentleman from West Virginia Mr. 1521 McKinley for five minutes.

1522	Mr. McKinley. Thank you, Mr. Chairman.
1523	I would ask unanimous consent that we could introduce into
1524	the record a letter from the American the Association of General
1525	Contractors of America and their concern for the infrastructure
1526	and modernization of our regulatory reform.
1527	Mr. Shimkus. Hearing no objection, so ordered.
1528	[The information follows:]
1529	
1530	****** COMMITTEE INSERT 7******

1531 Mr. McKinley. Thank you very much.

Mayor Mitchell, we have in West Virginia over 200 Brownfield sites. And there are 60 in my district. I have got one in a building nearly adjacent to my office in Wheeling. So I am quite familiar with some of the problems with it.

And I would agree from your testimony the concern that it is a blight in your community to have one. We have had over the last six years since I have been in Congress a lot of discussion about that, about how we can motivate that from happening.

But what would, what are you suggesting we do so that we can move this along through the process? Because we know like the one you were referring to is 15 or 20 years. I know the site that I am referring to is 30 or 40 years has been abandoned. And it is right on the riverfront. So what do we do about addressing the bureaucratic inefficiencies and delays and judicial delays, what would you suggest we do on Brownfields?

Mr. Mitchell. So, putting funding, additional funding aside, I think there are a couple of things. So one is increasing the flexibility of the use of grants. So, there are many communities, and I suspect Wheeling is like New Bedford in this way, an older manufacturing city, that have many Brownfield sites. And money is, grants are issued to cities that, like mine and yours, was the qualification with fewer restrictions. In other words, the money wouldn't be site specific but would be city specific, and so that we might be able to use them on different sites, depending how the

market shifts.

Because we don't want a site -- here is what we want to avoid:

we want to avoid a situation where we go through the process of
applying for a Brownfield grant, getting the grant, and then the
developer says we are not interested anyway. Right? And so that
we have to, we, the city, have to start over again and reapply for
another site through EPA's grant cycle to address somewhere else
that might be developable. So that is one.

The other thing is, I think the treatment under CERCLA of the municipal ownership of sites I think would matter. Cities, if cities had the ability to take control of sites and to do planning and do environmental assessment and put through those efforts sites in the market, we would be in a better place. And one might way, well, --

Mr. McKinley. Thank you.

Mr. Mitchell. -- you know, so wherein lies the
accountability there?

Mr. McKinley. I hope we can have further conversation.

Mr. Mitchell. Sure.

Mr. McKinley. I would like to go beyond those two I think, because I want to get in the time frame down to Mr. Sunday.

You had referenced in your prepared testimony about 321(a) of the Clean Air Act. And you said that it is in the language of the statute, there is language that says continued evaluation.

The EPA is to conduct "continued evaluation of potential loss of

1581 employment that may result from administration or enforcement of 1582 the Act." 1583 And you expressed some concern that that is not being upheld. 1584 A federal judge in October confirmed that it is not being upheld. 1585 And you said in your paper that Congress should do something. 1586 are you suggesting we do? 1587 Mr. Sunday. Well, I think, I appreciate the question, sir, 1588 the language of that opinion was I think a pretty strong upbraiding 1589 of the agency. I think Congress should step in and maybe there 1590 is administrative penalties, maybe there is some sort of sanctions 1591 against the agency if they are not done. At the very least there 1592 should be some sort of oversight. 1593 And it is important that the continuing evaluation happens, 1594 one, because Congress said it should. And I think we should have respect for the rule of law, when Congress issues a directive to 1595 1596 the agency that the agency carries that out. 1597 And, second, we need to consider that there are substantial 1598 public health impacts on an individual who loses their job. 1599 reference that in my testimony that we don't fully account for the 1600 lifetime loss of earnings with the declining quality of life for 1601 somebody that loses their job. 1602 Mr. McKinley. Yes, sir, thank you. 1603 I found it incredible, though, when I read the testimony that 1604 the EPA recognized that they were just not going to do it. Just 1605 not going to do it, even though it was a statute. So I am

1606 questioning. 1607 How about any of the others? Mr. Sullivan, would you agree 1608 that this is a problem when the EPA chooses to enforce some portions 1609 of law and not others? 1610 Mr. Sullivan. Congressman, I think it is a huge problem. And, in particular, there are instances where EPA is supposed to 1611 1612 consult with small business prior to finalizing a proposed rule. 1613 And it does not. 1614 I will give you one example. In the risk management plan that 1615 this subcommittee has jurisdiction over in the Clean Air Act, the 1616 Environmental Protection Agency submitted their rule to the Office 1617 of Management and Budget before the panel report that summarizes 1618 small business input was even finished. That is an example of the 1619 agency going through a check-the-box exercise versus what 1620 Congress' intent was, a constructive dialog for solutions. 1621 And I think that this subcommittee is well situated to bring 1622 some oversight to make sure that that doesn't continue. 1623 Mr. McKinley. Sorry, my time has expired. 1624 Mr. Shimkus. The gentleman's time has expired. 1625 The Chair now recognizes the gentlewoman from Colorado Ms. 1626 DeGette for five minutes. 1627 Ms. DeGette. Thank you, Mr. Chairman. 1628 Back in 1994 when I was in the Colorado legislature I passed 1629 a bill called the Voluntary Redevelopment -- Cleanup and 1630 Redevelopment Act. And this was a Brownfields bill that was

targeted at cleaning up environmentally contaminated sites in Colorado.

And I remember when I did the bill, the Chamber of Commerce and the Sierra Club both supported this bill because what it did is it set -- what was happening was people who owned these contaminated sites but were not -- and the mayor knows this well -- these were not Superfund sites but they were old dry cleaners, they were old mining sites, they were leaking tanks. And because of the threat of enforcement action by the state, people were just sitting on these pieces of property, fearful of cleaning them up.

And so, so really until 21st Century Cures came up this was my piece of legislation that I passed in my career that I was the proudest of because what it did was it took a real problem that I described, and then it put together a regulatory framework that encouraged businesses to clean up these sites and to make them economically viable, but it also protected environmental regulation.

And every so often I talk to my colleagues in the Colorado Department of Public Health and Environment, and now, all these years later, it has been used thousands of times in my state of Colorado to clean up environmental contamination. So I have always been a big proponent of federal Brownfields legislation. And I also think that we can be doing much more at the federal level to try to figure out a way where we can enforce environmental regulations while at the same time incentivizing cleanups.

And that is sort of what I want to talk about today because it seems to me that in this Congress, and particularly with this new presidential administration, we look at environmental regulation as a blunt instrument. So we either, you know, what we say, and I am looking at this executive order that President Trump signed which says that any federal agency issuing a new regulation must rescind at least two existing regulations to offset the cost of complying with the new regulation.

Talk about a blunt instrument. Rather than saying what regulations do we have that maybe don't exactly work and could be repealed or could be modified to work in our economy today, and how do these all work together, we just, we just make the value judgment that all these regulations are the same. So regulations are bad and so we will just repeal two of them for every one that we have. Which is, frankly, if you think about it, absolutely ridiculous from a public policy perspective.

I think Ms. Mays could completely agree with that when she sees what happened in Flint, Michigan.

So I just want to ask you, Professor Hammond, about this. I want to ask about the academic -- I don't think there are academic underpinnings of the order -- but I want to ask from an academic perspective, new regulations are developed to deal with new problems or new scientific understanding. When an agency develops a regulation does that mean that existing safeguards are no longer needed?

1681	Ms. Hammond. Not at all. And I think you have really
1682	characterized this 2 for 1 order quite well. It trades our future
1683	for the benefits that we have right now. It really traps agencies.
1684	They can't justify taking important existing regulations off the
1685	books, regulations that still operate to protect people. And,
1686	yet, that means they can't issue new regulations that are needed
1687	to guard against the many new risks that we face today. It really
1688	puts them in a bind.
1689	And I argue it is a bind that is contrary to law.
1690	Ms. DeGette. And you are not saying that if we have a new
1691	regulation that we should never repeal old, outdated regulations;
1692	right?
1693	Ms. Hammond. Not at all. In fact, agencies are already
1694	required under many circumstances to do look-backs, to assess the
1695	regulations they have on the books, see how they are working, and
1696	see if any of them need to be rescinded. And agencies do rescind
1697	rules that they find to be outdated, or they update those rules.
1698	So, this is not to say that we shouldn't improve what we have,
1699	it is simply to say that an unthinking rescission of very good
1700	regulations hampers progress.
1701	Ms. DeGette. Thank you.
1702	Thank you very much, Mr. Chairman.
1703	Mr. Shimkus. The gentlelady's time has expired.
1704	The Chair now recognizes the gentleman from Texas Mr. Olson
1705	for five minutes.

Mr. Olson. I thank the Chair. And welcome to our six witnesses.

I hope this is not news to you all, but since I have been elected to Congress in 2009 I have been the leader in the House to fix our broken ozone rule system. It takes EPA seven years to put out new rules for new ozone standards. And then starts the broken process over with new standards seven months later. There is no chance, no chance for local communities and businesses to comply.

When the person charged with ozone emissions in the San Joaquin Valley, in this very room right around where Ms. Hammond and Ms. Mays are sitting, tells us that nearly every single gasoline powered car in San Joaquin Valley will be banned because of those new ozone standards, there is a big problem.

When Houston, Texas, my hometown, goes from being the ozone capital of America in 1972 to within one year of full attainment, this year 2017, and the rules change, Houston, we have a problem. And it is not just Houston's problem, it's the San Joaquin Valley's problem. Almost 400 counties across America have that same problem.

EPA is effectively saying you can never, ever comply with those standards because they will change. And that is why I reintroduced the bill, bipartisan, bicameral bill H.R. 806 to address this problem. I am proud to have the co-sponsorship of, Chairman, of Mr. Latta, Mr. Flores; Democrats Mr. Cuellar, Mr.

1731 Bishop, and Mr. Costa; and across The Hill on the Senate side we 1732 have the West Virginia duo, Mr. Manchin and Mr. Capito. 1733 Along those lines, my first question is for you, Mr. 1734 Eisenberg. Page 11 of your testimony you recommend that Congress require the Clean Air Scientific Advisory Committee, CASAC, to 1735 1736 comply with the Clean Air Act, Section 109(d), and "advise the 1737 Administrator of any adverse public health, welfare, social, 1738 economic, or energy effects which may result from various 1739 strategies for attainment and maintenance of air quality 1740 standards." 1741 I thought CASAC had to comply with the law, the Clean Air Act. 1742 Mr. Eisenberg. So --1743 Mr. Olson. Can you explain why that is so important? 1744 Mr. Eisenberg. We think it is extremely important. So, they 1745 complied with pretty much everything you said except for the 1746 economic part, and never bothered to look at what the economic 1747 impact of this rule was. 1748 And as you guys know, we measured it, and it was, you know, hundreds of billions to trillions of dollars. 1749 So that was 1750 something we would have liked on the front end going in. Obviously 1751 it helps, on the implementation side it helps in terms of 1752 technological feasibility. 1753 Because, like I said, we would do it. We were just never 1754 asked to do it, so, so we didn't. And, obviously, that is one of 1755 the recommendations we would like to see put into place and

something that becomes mandatory.

Mr. Olson. I think that is our job to make sure the Exec. Branch calls, the law will be passed. That is kind of what Article I of the Constitution says.

Next question is for you, Mr. Sunday. There is a study by a man named Michael Greenstone, National Bureau of Economic Research. It was over the time period 1972 to 1987. He did a study about the cost of non-attainment to local counties. He said counties lose \$37 billion in capital, \$75 billion in economic production, and 590,000 jobs if there in non-attainment. That was 30 years ago.

In your testimony you referenced a paper called "EPA's New Source Review Program: Time For Reform?" That was on page 14, footnote 23. The authors say that changing ambient standards, air quality standards carries delays, and in some cases canceled projects.

What is your experience back home about these delays with these changing standards over and over, are you losing jobs, losing projects?

Mr. Sunday. Yes. We have had, we have had economic impacts. Most recently we have had frustrations, not just with those but with the 1-hour SO2 standard. When you go to shorter and shorter time frames it becomes really hard for states to say that if we permit a new source we are never going to have an exceedence in that 1-hour frame.

1781 EPA promulgated the 1-hour SO2 in 2010. Five years later 1782 they settled with Sierra Club in a sue and settle arrangement. 1783 They gave states almost -- they basically said monitoring for your 1784 designations is off the table. We have got new modeling. 1785 Modeling is extremely conservative. And, again, as I mentioned, 1786 it requires plans to account for emissions that they are not going 1787 to produce. 1788 Mr. Olson. How much has the Chamber lost in Pennsylvania by 1789 Do you think like 30-some billion in capital, like in 1790 1979, or '87, I am sorry, 75 billion in economic production? 1791 Anything like that in Pennsylvania, those type numbers? Because 1792 that is incredible, 30 years ago, billions. 1793 Mr. Sunday. I don't have a specific number for you. 1794 I mentioned, we have site selection if we see non-attainment, for a lot of companies the location just gets crossed right off the 1795 1796 list, before you even evaluate workforce, location, 1797 infrastructure, et cetera. 1798 Mr. Shimkus. The gentleman's time has expired. 1799 Mr. Olson. That is when you get back to control ozone coming 1800 from overseas sources. 1801 Mr. Shimkus. The gentleman's time has expired. 1802 The Chair now recognizes the gentleman from Texas, the other 1803 gentleman from Texas Mr. Green for five minutes. 1804 Mr. Green. Thank you, Mr. Chairman. I thank you and our 1805 ranking member for holding the hearing today on infrastructure and

1806 m	modernizing our nation's environmental laws. Congress needs to
1807 u	use this opportunity to invest in our nation's infrastructure and
1808 r	rebuild America. And this is a bipartisan area that our
1809 s	subcommittee, I hope, can work together on.
1810	Mr. Chairman, I would like to ask unanimous consent to place
1811 i	into the record a letter if I can find it to the House of
1812 R	Representatives in opposition to H.J.R. 59. It comes from a
1813 n	number of different groups, labor groups. And ask unanimous
1814 c	consent to place it into the record.
1815	Mr. Shimkus. Seeing no objection, so ordered.
1816	[The information follows:]
1817 *	******* COMMITTEE INSERT 8******

1818 Mr. Green. Thank you.

One, I want to welcome our panel. On any given day coming from the district I have in Houston, Texas, I can either be mad as can be at EPA or be thankful they are there. And so we have that battle.

But I am glad they are there because I have a very industrial area. We have environmental challenges in east Harris County. I have now three refineries and a lot of chemical plants. At one time I had all five in east Harris County. But, so, we have challenges. But I want those, you know, we need that product that those plants produce. But I also want them to comply with the law. And that is what we try to do.

Mayor Mitchell, I am glad you are here because having an older part of Houston, we have had Brownfields we have been able to utilize and turn into really something that is productive for our community. Although right now we are in the middle of a battle in our area on a Superfund site. We had a paper mill back in the '60s who they took the docks and the mash from cleaning up our paper to -- and disposed of it, but it was abandoned. And it was done long before we had an EPA, probably in 1964 and '65.

And, so, but we are trying. EPA worked with the community. We got a good ruling on the need for the complete cleanup of that. It's called the San Jacinto Waste Pits. And I know my colleagues on the committee have heard me because whenever we had the EPA administrator for the last number of years I explained to her my

first question will be What are you going to do about the San Jacinto Pits?

They put it on -- it was in Ted Poe's district. Now it is Congressman Babin's district. But it was in my district originally, so that is why I got to know all the people there. And but EPA took longer than I think they should have. But we did get a decision to actually remove that docks. And it is going to be very expensive. And the good news, we have a responsible party and it is not just on the taxpayers to do it.

Mayor Mitchell, in your program, in the Brownfields Program, how has that benefitted your city?

Mr. Mitchell. Well, in general, Congressman, we have been able to generate jobs and save taxpayer dollars by smart use of available federal funds, including Brownfields funds. So I mentioned in my testimony briefly a Superfund site called Sullivan's Ledge that we were able to turn into, from a truly nasty pollution site into a premier solar farm that generated an awful lot of local jobs, inner-city jobs for guys who put together solar panels and build things, as well as to save taxpayer dollars because it is on a city-owned site. And the electricity that is generated from it, it is about a 1.8 megawatt site, allows the city to save substantially on its electricity bill. So it is really a marquee project that we are very proud of.

That is one example.

Mr. Green. Well, in the rules that you can do, because some

1868 of the restorations we have, you are not going to build apartments or habitats on that property? 1869 1870 Mr. Mitchell. No. 1871 Mr. Green. But you can use it as solar farm. 1872 We encapsulated, and it is a community college, but it is 1873 completely covered by concrete, and but it is a community college 1874 sitting there now that, in a neighborhood, a very inner city 1875 neighborhood. So it works. 1876 Have you all, have you worked with project labor agreements 1877 to do those kind of restorations? 1878 Mr. Mitchell. They can be used. We did use a project labor 1879 agreement on another Brownfields site that we turned into, with 1880 state funding, a state-of-the-art marine terminal that will be 1881 used specifically for the offshore wind industry, which is about to arrive on the East Coast, and New Bedford will be the launching 1882 1883 pad for it. 1884 But there was a project labor agreement on that site. it works, it works very well. It was done, done very quickly and 1885 1886 ready for the offshore wind industry which is really setting up 1887 shop just now. 1888 Mr. Green. Okay. Well, thank you. I am almost in my time. 1889 But my colleagues from Texas on the Republican side brag about 1890 how we produce more wind power. So I am hoping the East Coast can 1891 catch up with us. 1892 Mr. Mitchell. That is right.

1893 Mr. Green. And I yield back my time. 1894 Mr. Shimkus. There is a lot of hot air in Texas. We know that 1895 here. 1896 So the Chair recognizes the gentleman from Michigan Mr. 1897 Walberg for five minutes. 1898 Mr. Walberg. I thank the Chairman. And thank you for this 1899 hearing and thanks to the panel for being here, each of you. 1900 And, Ms. Mays, it is appreciated to see you again. Sitting 1901 in oversight during the last Congress and having you and others 1902 in front of us numerous times to deal with the Flint issue is very 1903 important. So I don't plan to ask any questions. I think I used 1904 plenty of time in those hearings. But I do want to say something, and hadn't planned to say this. 1905 1906 But I want to make it very clear, the comments of one of my 1907 colleagues, that this wasn't just a local/state situation. 1908 I want to say thank you to my colleagues that are still here, 1909 colleagues here in Congress who joined with in helping the Michigan 1910 delegation as we worked together to try to bring some resources 1911 back to deal with this issue. 1912 It was an important issue to deal with. Certainly there were 1913 egregious failures at the local level for years, allowing a great 1914 city like Flint, probably could be defined as an auto capital, 1915 economic engine in Michigan, to go downhill to the point that we 1916 see today with infrastructure and all of the rest. So, 1917 significant blame is there at the local level, significant blame is at state DEQ in letting things slip.

Fortunately, a professor like Mark Edwards from Virginia Tech came in, brought in, assisted, bringing to light the problem that went on with our environmental concerns there. But ultimately he said -- and this is what I want to make a point of -- that the number one most difficult party and party at fault was the EPA. And that is the reason why the administrator, the Region 5, resigned and left office.

But it bothered me that never did we ever get an apology or an admission of guilt from the EPA administrator or otherwise in this issue. And that resulted, along with all of the process, resulted in significant human impact, as evidenced by Ms. Mays today as well.

And so it is important for me to say this was failure at all levels. And we do well in looking at how we make sure in the future that we use our resources wisely and our powers appropriately to make sure that we carry out what we are supposed to be doing.

Having said that, let me move on here.

Mr. Eisenberg, thank you for being here. In the past, EPA has assured the public that states will have multiple years to comply with stringent air standards such as ozone standards. But what impact do those standards, like the recently issued ozone standards, have on permitting? And more specifically, is this a "few years in the future problem" or a "now problem" for domestic manufacturing?

1943 Mr. Eisenberg. It was a 2015 problem for domestic 1944 manufacturing. So the minute, literally the minute that the new 1945 standards had the goalposts removed and the new ozone standards come into place, for permitting that is, that is what you have to 1946 1947 And so even though you have a couple years, and it really hit. 1948 isn't that many years, but a couple years to start working on state 1949 implementation plans, for permitting purposes day one, the day EPA 1950 goes final, you've got to hit those limits. 1951 And they are tough limits to hit. I mean they, in a lot of 1952 places half the states --1953 Mr. Walberg. Even if they haven't put the full parameters in 1954 place? Even if they haven't finished their 1955 Mr. Eisenberg. Yes. 1956 implementation guidance. And so you just have to figure out way 1957 to get there. 1958 Mr. Walberg. Guessing at it? Mr. Eisenberg. Yes. Computer models and things like that. 1959 1960 And it is frustrating. I mean, I personally went to EPA a 1961 couple of years ago with a member of mine who was struggling with 1962 that exact same issue in PM2.5, particulate matter. They were 1963 building a green roof facility in the middle of Missouri, where 1964 there is literally nothing. I mean it is just open space. 1965 were going to make green roof components. I mean, generally 1966 pretty good for everybody. It's a win across the board. 1967 They couldn't figure out how to model a payment for PM2.5.

1968 They just couldn't figure it out. And the state couldn't figure 1969 EPA couldn't figure it out. Nobody could figure it out. 1970 Eventually that story had a happy ending. But it hung up the 1971 permit for a bunch of years -- or a bunch of months. The company 1972 was thinking about pulling out, moving to a different site. 1973 That is the kind of thing we need to avoid. And that is the 1974 kind of thing that you can do by just updating the Clean Air Act, 1975 updating some of these provisions, making them perform a little 1976 bit better. 1977 Mr. Walberg. And putting the parameters in place clearly. 1978 Mr. Eisenberg. Without a doubt. 1979 Yes. Mr. Walberg. Yes. Mr. Sunday, in the context of permitting under the Clean Air 1980 1981 Act you raised concerns that EPA's modeling is based on unrealistic 1982 Explain a little bit more. assumptions. 1983 Mr. Sunday. Right. When we say it is unrealistic or 1984 conservative what we mean is that if you compare these same 1985 expectations in the model versus actually monitoring data you will 1986 come to two different conclusions. And that is monitoring shows 1987 what the real world impacts are. And the modeling is really 1988 conservative, it assumes that a facility is cranking out emissions 1989 as high as possible, as often as possible around the clock. 1990 then it has to account or order its operations in a way to account 1991 for those emissions, even though those emissions aren't actually 1992 going to be created.

1993 And so when you rely on modeling, your, your outcomes are only 1994 as good as your expectations. And the current structure under 1995 modeling is the impressions or expectations that you are putting 1996 into it, those inputs, aren't reflective of real world practice. 1997 Mr. Shimkus. The gentleman's time --1998 Mr. Walberg. Thank you. My time has expired. 1999 Mr. Shimkus. The gentleman's time has expired. 2000 The Chair now recognizes the gentleman from California Mr 2001 McNerney for five minutes. 2002 Mr. McNerney. Well, I thank the Chairman. 2003 The U.S. has clearly made environmental progress since the 2004 Clean Air and Clean Water Act. And it is clear that this progress 2005 has produced significant innovation and economic growth. 2006 question we now face is, are the regulations promulgated under the 2007 Clean Air Act and Clean Water Act still producing innovation and 2008 economic growth? Or is it time to revise the laws to reflect the 2009 kind of flexibility that Mr. Eisenberg advocates? 2010 But, the problem with revising the laws, from my point of 2011 view, is that we hear extreme views from the Republican party of 2012 eliminating the EPA. And so there is no way we can open up that 2013 There is no way we can do that because a fear that the 2014 progress we made will be lost in a deregulatory frenzy. So the Republicans have forced us into an absolute 2015 2016 determination to block and obstruct all and any efforts to revise 2017 That is simply where we are. these laws.

2018 Now, Ms. Hammond, I loved your quote, and I may not get it 2019 exactly right, that the environmental regulations help correct 2020 market failures. Would you expand on that a little bit, please? 2021 Ms. Hammond. Yes. Classic economic theory provides that we 2022 have these things called externalities. So, essentially, when, 2023 let us say, a manufacturing facility bears many costs internally, 2024 it fields those costs, but when it pollutes the air it is imposing 2025 the costs of the pollution on the public at large. That is a 2026 negative externality because it makes its costs external. 2027 Environmental laws force those costs back into the entities 2028 who created them. And so it is a simple market failure and it is 2029 a very rational way of working to correct that failure. 2030 Mr. McNerney. Well, a few years ago the Center for Progressive 2031 Reform published a short article examining the question of whether 2032 regulations were resulting in job loss. The article concluded 2033 that there was no evidence to support the assertion of substantial 2034 job losses versus environmental trade-off. Could you elaborate 2035 on that one a little bit? 2036 Ms. Hammond. Yes. And I am familiar with that article. 2037 fact is, economists have been looking for decades for support for 2038 this urban myth, this false dichotomy that environmental 2039 regulation hurts our economy. The history, the facts show 2040 otherwise. 2041 And so I think it is important to remember many of the figures 2042 that we have heard today that focus on regulatory costs don't

account at all for regulatory benefits. So perhaps there are some costs imposed; again, that is a false way of looking at it because we are actually asking people to bear the costs of what they create, of their behavior.

But let's say, okay, they are bearing a cost they didn't bear before. But we have to remember what the benefits of doing that are. The benefits are the health benefits, the days that people can go to work, the days that kids can stay in school. And so, even this discussion today has focused very much on costs, but hasn't at all attempted to net the benefits into that figure. If you net the benefits in, we will find net benefits, not net costs.

Mr. McNerney. Thank you.

Ms. Mays, you said that the state used a weak rule to save pennies a day and poisoned 100,000 people. What are the weak rules? And how were those used to poison?

Ms. Mays. Well, one of the loopholes in the Lead and Copper Rule they exploited was that they could take up to a year to evaluate whether corrosion control was necessary once they switched the water source.

The next was the testing. There is no strict testing to say you have to identify a service line. I mean it is in there, it is in the wording, but there is no follow-up. So they were testing people, like my home, and saying that, oh, she has got a lead service line. Her lead at this point in time is 8 parts per billion. It's safe. Which, of course, it is not. But I did not

2068 have a lead -- I have a copper service line. 2069 There was the capping stagnation on how So there was that. 2070 long the water can sit in the pipes. 2071 The small bottles, they had small-mouth bottles to encourage 2072 people to use a lower flow. All these little loopholes that are 2073 being exploited in those 5,300 cities I talked about before. 2074 if these are not tightened up and closed up, these 5,300 cities 2075 are going to be looking at a problem like Flint. Hopefully, not 2076 as devastating. But, again, you can't put a price on a child's 2077 learning capabilities. You can't put a price on my liver or my 2078 lungs. 2079 So these need to be closed up so this never happens again. Mr. McNerney. Is there a specific proposal to close those 2080 2081 loopholes? 2082 Ms. Mays. We have been working on trying to reform the Lead 2083 and Copper Rule on a federal and state level. And we run into so 2084 much opposition because all we hear is how much it is going to cost. 2085 They do not talk about the health benefits, the life benefits. All 2086 we hear is, nope, this is going to cost too much money. 2087 person is going to have to pay. And so nothing happens. 2088 Mr. McNerney. Well, if you have specific proposals, work with 2089 us and we will try to work with you. 2090 Ms. Mays. Thank you. 2091 Mr. McNerney. Thank you. 2092 I yield back, Mr. Chairman.

2093	Mr. Shimkus. The gentleman's time has expired.
2094	The Chair now recognizes the gentleman from Georgia Mr.
2095	Carter, a new member of the committee, for five minutes.
2096	Mr. Carter. Thank you, Mr. Chairman. And thank all of you
2097	for being here today. We appreciate your participation in this.
2098	Mr. Chairman, I have a statement from the American Forest and
2099	Paper Association and the American Wood Council that I would like
2100	to submit for the record.
2101	Mr. Shimkus. I hear. Give me a minute.
2102	Without objection, so ordered.
2103	[The information follows:]
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Mr. Carter. Thank you.

Mr. Eisenberg, I want to start with you if I could. In your testimony you mention the carbon neutrality of forest-based biomass. And that really piqued my interest because, as you know, in the state of Georgia we have quite a bit of forests and forest products industry, and specifically in the 1st District of Georgia that I have the honor and privilege of representing. So it is very important to me.

And that statement really did pique my interest. I was very interested in that.

Many of the European countries consider forest-based biomass to be carbon neutral. However, the EPA seems to have taken a different opinion of that and a different approach, and they are treating it much like fossil fuel source. Do you agree with the

Mr. Eisenberg. I do not. And until 2010 the EPA did consider forest biomass carbon neutral. In 2010 they kind of created this problem. And now we don't necessarily have an answer.

EPA's assessment of forest-based biomass?

So, no, the forest products industry is reusing a resource to make energy that otherwise wouldn't be used for, really, anything valuable. So it is, it is our position that forest biomass produces, it is a part of the sustainable carbon cycle. It harnesses this energy that would otherwise be lost. And it should absolutely be considered carbon neutral, particularly if you are seeing forest stocks rising at the same time.

2131 Mr. Carter. What happened? Why did the EPA change? 2132 time they were considering it carbon neutral. And then you said 2133 in 2010 it kind of shifted? 2134 Mr. Eisenberg. That is exactly what happened. I wish I had 2135 a good answer for you. But they changed their position after, I 2136 think, significant external pressure. And it is, obviously, 2137 something we would like to see changed back. 2138 Mr. Carter. Well, it is really a problem because a lot of the 2139 forest product facilities in the state of Georgia and 2140 specifically, again, in my district they use self-generated energy 2141 as opposed to going to the power grid that uses natural gas and 2142 They use this. And it is somewhat of a byproduct. 2143 And that seems to me to be what we would encourage and what 2144 we would want them to do. But, again, when they are using a renewable, carbon neutral biomass that is a byproduct of their 2145 2146 manufacturing process, wouldn't you agree that EPA should 2147 recognize that as being carbon neutral? 2148 Mr. Eisenberg. Without a doubt. I mean the Chairman said 2149 something about, you know, How clean is clean? How renewable is 2150 Right? I mean this is renewable energy; let's treat renewable? 2151 You can't distinguish between different kinds. 2152 mean they are all good for our policy. They are part of, frankly, 2153 an all-of-the-above policy. And we should absolutely be finding 2154 ways to get these manufacturers to use something that would 2155 otherwise be waste.

97 2156 Mr. Carter. And that is very vital. I mean in the state of 2157 Georgia we have over 200 manufacturing facilities, in Georgia 2158 alone, many of them in my district. And, again, for them to be 2159 able to use this as a reliable power source, that is essential and 2160 it is very important. 2161 Now, Mr. Eisenberg, if I could, I want to switch gears for 2162 just a moment. A constituent with a manufacturing facility in my 2163 district has expressed to me their concern and their very real 2164 concern that energy costs are, and energy bills, the high costs 2165 of energy, are really one of the obstacles that they are having

I served for ten years in the Georgia state legislature. Some years ago we had a sales tax on energy that was just devastating to manufacturing. We took that off. We, you know, my -- I want to give credit where credit is due -- we acknowledged that and took it off. Yeah, we should have had it off long before then. But it did. And it helped immediately. It was an immediate relief to our, to our manufacturers.

We have struggled with this in the state of Georgia.

But, again, how can we, how can we look at energy costs? I mean would you, would you agree that that is a real obstacle for businesses, and manufacturers in particular?

Mr. Eisenberg. Without a doubt. For many manufacturers it is their biggest cost. In some of these very energy-intensive sectors -- chemicals, iron, steel, aluminum, things like that -- it is, it is their most significant cost. And so it is a driver

to overcome.

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2181	for whether or not they are going to expand facilities, build
2182	facilities.
2183	The big reason you see sort of a manufacturing boom in the
2184	Gulf region is, quite frankly, because of the energy down there.
2185	And so, so it is absolutely a cost. It is a driver, one of the
2186	many drivers, and for a lot of these companies the biggest driver.
2187	One of the recommendations we make in our proposals here is
2188	that when EPA is putting out new regulations on manufacturing it
2189	needs to take into account energy. I mean there are certain
2190	provisions of the Clean Air Act that require that. They get danced
2191	around.
2192	And as EPA, and realistically it has become in many ways a
2193	regulator of energy in some of these areas, okay, let's take a look
2194	at how that is impacting manufacturers' energy use. This is
2195	something they should absolutely deal with that.
2196	Mr. Carter. And as we talk more about
2197	Mr. Shimkus. The gentleman's time has expired.
2198	Mr. Carter keeping manufacturing in America, energy
2199	costs should be considered.
2200	Mr. Eisenberg. Absolutely.
2201	Mr. Carter. Thank you, Mr. Chairman. Appreciate your
2202	indulgence.
2203	Mr. Shimkus. The Chair now recognizes the gentlelady from
2204	Michigan Congresswoman Dingell for five minutes.
2205	Mrs. Dingell. Thank you, Mr. Chairman. And thank you for

99 2206 hosting this hearing. It is a really important topic. And thank 2207 you to all the witnesses. I want you to know I read all of your 2208 testimonies last night, and I will not have time to ask all the 2209 questions that I want to. I want to build on my colleague from Michigan's comments. 2210 2211 want to thank Melissa Mays for being here today. And really the 2212 comments that my colleague made -- and I wish that Mr. Barton was 2213

want to thank Melissa Mays for being here today. And really the comments that my colleague made -- and I wish that Mr. Barton was still here, and I want to talk to him about it -- I met Ms. Mays before any of you had ever heard the word Flint. And when I met her and some other people from Flint and understood what was happening, I very quickly developed a position that I still have today and, I think, really gets at what this part of this hearing is about, which is at the time, we need to figure out how we keep the people of Flint safe and what did we need to do immediately?

How did we fix the problem long term?

And how do we make sure that it never happens again in another community in this country?

Like my colleague from Michigan, I do believe the government was responsible at every level. I think the federal, state and local level all failed the people of Flint, period.

But Mr. Barton was asking questions about what happened in Flint and was it the delivery, was the lines, was it? The reality is there was a canary in the coal mine and General Motors stopped using the water in the plant long before anybody realized what was happening. And nobody shared the fact that GM's engines were

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2231 being corroded. And they were given the opportunity that no Flint 2232 resident or any other Flint business was offered, which was to go 2233 to an alternate water system. 2234 So, and as we have been talking, and I don't want to ask the 2235 same question, though I was going to, you know, does EPA need to 2236 strengthen the Lead and Copper Rule to ensure what happened doesn't 2237 happen in any other? Everybody agrees. The question is, how do 2238 we have that discussion? How do we balance that cost-benefit 2239 ratio? 2240 So, I think that is really an important question. And I think 2241 today reinforces the water in Flint still is not safe. And I want 2242 to ask Ms. Mays some questions about that. But how do we make sure 2243 that what is the proper role at the federal level for these other 2244 5,300 communities? 2245 Let me ask you this question, Ms. Mays: How are the residents 2246 of Flint taking all of this? And do they have any remaining faith 2247 the government will help remedy the situation? 2248 Ms. Mays. Every day that ticks by we lose our hope. 2249 a bit of self worth because, like Mr. Barton was talking about, 2250 it is an argument over who is responsible instead of let's get on 2251 it and fix it. Let's save these people's lives. And let's put 2252 in the laws that are going to make sure it doesn't happen again. 2253 And as time goes on, again, today is 1,028 that we have had 2254 to go through this. And to see that there has been very little 2255 change is terrifying. Because now I am hearing from cities all

over the place. I am actually going to East Chicago to talk to them about their crisis and try to help rebuild their morale as well.

We have had an increased number of suicide attempts. We have people that have given up. People are walking away from their homes that they worked so hard to pay for. And they are just giving up. And they just can't deal with this anymore because it has gone on for so long and with such little being done. And people saying, well, we don't want to help; it is not our responsibility. While we're sitting here suffering in our showers, watching people that we love die and suffer and fall apart in front of us because, though it has been 21 years since there has been any kind of update to the laws that should have protected us. It is heartbreaking.

Mrs. Dingell. Let me ask you one more question quickly.

We just had an incident down river, which is where I am front, where the water smelled and it was colored. It is colored and there was a number of issues. Having gone through Flint, I was not shy or retiring and immediately got on the phone with the governor. But one of the things that concerned us is that the water authority did not call us back. They were doing testing and not making it transparent. And I could go on and on and on.

But my question is, do you think we need to strengthen the Safe Drinking Water Act to provide more information to consumers about what is in their water for all contaminants? And how quickly do we tell people we are testing? How do you give that information

2281 to, to the consumers, et cetera? 2282 Ms. Mays. Absolutely. It needs to be immediate. As soon as 2283 there is an issue people need to know. If they would have told 2284 us that they failed their first Safe Drinking Water Act test in 2285 May of 2014, we could have gotten filters, we could have stopped 2286 drinking the water, and we wouldn't be where we are at. 2287 transparency is crucial. 2288 We need to know what is in our water because we are paying 2289 for it and we are relying on it. But, also, we need to know what 2290 changes are being made and why they are being made? What is being 2291 tested for? Because we are intelligent people. You know, just 2292 give us the facts and we will be able to protect our own families. 2293 Mrs. Dingell. Out of time. But I do want to tell Mr. Barton 2294 that there were two problems in Flint. Because nobody told people 2295 what was going on, the infrastructure corroded. Got to keep that 2296 from happening in this country. 2297 Mr. Shimkus. My guess is you will, you will talk to him. 2298 Mrs. Dingell. I think you are right. 2299 Mr. Shimkus. The Chair now recognizes the gentleman from Texas Mr. Flores for five minutes. 2300 2301 Mr. Flores. Thank you, Mr. Chairman. I want to thank the 2302 panel for joining us today. 2303 Mr. Eisenberg, you recommended in your testimony that 2304 Congress consider modifying the national ambient air quality 2305 standards review cycle to more closely align with the actual pace

2306 of implementation of existing standards. So the question on that: 2307 Can you explain what this would look like and why it is important? 2308 Mr. Eisenberg. Sure. Ιt 2309 Mr. Flores. And, Mr. Sunday, I will have a follow-up for you in a second. 2310 2311 Mr. Eisenberg. So we have spent a lot of time over the years 2312 talking with air directors and the folks in the state that are 2313 actually doing the work to try to implement these things. And I 2314 think if you ask most of them whether or not five years is the right 2315 amount, I think they would say no. They are generally 2316 understaffed and have a lot of different regs that they are dealing 2317 with all at the same time. And in terms of the pace of when EPA 2318 gets them guidance and their ability to comply with it, we 2319 constantly wind up in this sort of, this Groundhog Day scenario 2320 2321 Mr. Flores. Right. 2322 Mr. Eisenberg. -- where every five years we are barely 2323 implementing the last one. 2324 And, so, I think if you asked them do we -- would you like 2325 more time? I think they would probably say yes. 2326 It would probably look at lot like what is the bill you 2327 support, the bill that you and Congressman Olson put forward which, 2328 if it is signed into law, would basically ensure that all the ozone standards stay, you know, everybody basically meets, other than 2329 2330 a few counties, by 2025, --

2331 Mr. Flores. Right. 2332 Mr. Eisenberg. -- with less economic penalties. You get to 2333 the same place. Those numbers keep trending down, like I have been 2334 saying all morning, except there are less economic penalties. Ιt 2335 is kind of a win for everybody. 2336 I mean based on when we looked at this last Mr. Flores. Yes. 2337 year, I mean the actual pace of implementation from the EPA was 2338 actually ten years versus the five years that the law provides for. 2339 About 80 percent of the language in Mr. Olson's bill came from my 2340 bill last cycle. And H.R. 4000 did also, it resets that to fit 2341 sort of the real world. That way we could actually get to a place 2342 where we are having success versus our communities always being 2343 behind and suffering an economic penalty from that. 2344 Also, Mr. Eisenberg, you testified that "the shale gas boom could create 1.4 million new manufacturing jobs in the United 2345 2346 States and generate annual cost savings for manufacturing of \$34.1 2347 billion due to lower energy and feed stock costs." So, why is it 2348 important that we maintain or that we establish, rather, a more 2349 balanced and predictable permitting and review process for complex 2350 infrastructure projects like pipelines? 2351 Mr. Eisenberg. Because manufacturing is coming back and we 2352 need the pipes to get the natural gas where it goes. We are relying 2353 on all fuels as manufacturing, but especially natural gas. 2354 Mr. Flores. Right. 2355 Mr. Eisenberg. We use it as feed stock.

2356 Mr. Flores. So, so it helps manufacturing. Can you give us 2357 some granularity about what types of manufacturing jobs would be 2358 particularly benefitted --2359 Mr. Eisenberg. Absolutely. 2360 Mr. Flores. -- by this? 2361 Mr. Eisenberg. Absolutely. Certainly on the back end it is 2362 the sort of energy-intensive, the chemicals, the petrochemicals. 2363 Everything that is a building block for everything that we, that 2364 we make and use here: trash bags and carpet, and everything that 2365 natural gas goes into. 2366 On the front end there is the entire supply chain. There's 2367 the, you know, compressors, and valves, and paints and coatings, 2368 and cement, and all of these components that go into a large 2369 infrastructure project like that. 2370 The value to -- we have a number that we use, about 32 to 37 2371 percent of a pipeline is manufacturing inputs. So those are all 2372 manufacturing jobs. That is straight across the supply chain. 2373 It is across the country. It is just a great story. And that is 2374 a big reason why we support some infrastructure. 2375 Mr. Flores. Okay, thank you. 2376 Mr. Sullivan, as an advocate for small business, there are 2377 executive orders or parts of executive orders that -- well, let 2378 me rephrase that. Are there parts of executive orders that could 2379 address the balance between cost and benefits in a regulation that 2380 you think are worth considering putting in the statute?

2381 Mr. Sullivan. Thank you, Congressman. Yes, there are 2382 provisions that should be enhanced in the executive orders and 2383 perhaps looked to by this committee legislating. 2384 Any time an agency is required to look at costs they then need 2385 to speak with small businesses to come up with solutions. And many 2386 times that doesn't happen. So the idea of taking those 2387 cost-benefit executive orders and writing them into law, so for 2388 instance, when you are looking at updating the Clean Air Act, have 2389 tremendous benefits for small business input. 2390 And we think that that would lead, for Main Street small 2391 businesses, to actually come up with more constructive solutions 2392 to many of the things that we were talking about this morning. 2393 Mr. Flores. What I would like you to do, if you could, 2394 following this hearing is send us some specific recommendations, 2395 if you don't mind. That way we can begin the statutory process 2396 of moving, advancing the ball on these executive -- to putting 2397 these executive orders into statute that help provide the right 2398 balance between regulations and cost and benefit and economic 2399 growth. 2400 Thank you. I yield back. 2401 Mr. Sullivan. Thank you. 2402 Mr. Shimkus. The gentleman yields back his time. 2403 The Chair now wants to welcome Congressman Ruiz to the 2404 committee and recognize him for five minutes. 2405 Mr. Ruiz. Thank you. I appreciate that, Mr. Chairman.

The Clean Air and Clean Water Act protect our basic necessities: clean, breathable air, and safe, drinkable water, fundamental elements we all need to survive. And we need to prioritize protecting our health.

I am an emergency medicine physician. I take care of asthma. And the worst moments I think are kids who have come in with an asthma exacerbation and gone into cardiac arrest and have passed away. And those moments of me having to tell their parents that their child just died still haunt me to this day.

Asthma is exacerbated by air pollution. It is one of the most common preexisting diseases among children in the U.S., and a leading cause of hospitalizations and school absences. There are over 34 million asthmatics in the U.S., including 7 million children. Annually, nationwide there are over 10.5 million physician visits due to asthma, 2 million emergency room visits due to asthma, and \$11 billion spent on asthmatic treatments.

While asthma can be debilitating, or even life threatening, it can be a controllable disease. Asthma intensifies by environmental conditions such as outdoor air pollution. So why would we want to make it harder for asthmatic children in vulnerable populations to breathe clean air?

We also know many of the water systems that serve low income communities have drinking water contamination levels above federal guidelines, which can lead to a number of developmental and behavioral health issues. In my district we have rural

2431	communities that rely on well water because there is no water
2432	infrastructure, and there is high levels of contaminated arsenic.
2433	Funding improvements to water systems would improve the lives
2434	of these families and children. Many of these families live in
2435	under served areas and rely on healthcare, Medicaid, to get access
2436	to take care of their asthma and all of the other developmental
2437	problems that they have.
2438	Ms. Mays, tell me, are you in Medicaid?
2439	Ms. Mays. Yes. We are covered by the Flint water Medicaid
2440	expansion.
2441	Mr. Ruiz. So that was part of the expansion?
2442	Ms. Mays. Yes.
2443	Mr. Ruiz. Okay, you know, lead can have acute toxicity. It
2444	can cause irritability, behavioral changes, headache, abdominal
2445	pain, nausea, vomiting, all these things. That is just if
2446	somebody takes a big swig of lead toxicity.
2447	That is not what is happening in Flint. That is more of a
2448	higher dose but doesn't cause acute symptoms. It is more chronic
2449	in nature. Those are the silent killers, the silent things where,
2450	you know, people may have developmental delays; they have hearing
2451	problems; nervous systems; injuries to kidney, speech, language;
2452	even growth, muscle, bone development; and eventually seizures,
2453	which can be life threatening.
2454	So if you didn't have Medicaid, what would happen to your
2455	children?

2456 Ms. Mays. We would not be able to take them to the 2457 rheumatologist, to the osteo specialists they have to see because 2458 of their growth plates and growth problems. They would not be able 2459 to get the blood work done to consistently see what is going on. 2460 I deal with seizures at this point. So I wouldn't be able 2461 to see my neurologist, my gastroenterologist, my rheumatologist, 2462 our infectious diseases doctor, our toxicologist and 2463 environmental physician. We wouldn't be able to see any of them 2464 because we couldn't afford it. We just do not have that money. 2465 So if we did not have the health coverage, we wouldn't be able to 2466 try to manage the side effects of these permanent damages. 2467 Mr. Ruiz. And are your neighbors in the same place, the other parents of children that have these calamities? 2468 2469 Mr. Ruiz. Absolutely. Flint is 41 percent at or below the So we are a struggling city as it is. 2470 poverty line. And access 2471 to quality medical care if you do not have Medicaid is slim to none. 2.472 So we have so many people that never got tested so they don't even 2473 know how high their blood lead levels were during that first 2474 crucial 28 days. So, we have people that are dying from seizures. There was 2475 2476 a 29-year-old school security quard who had a seizure and died at 2477 the school. 2478 Mr. Ruiz. Wow. 2479 Ms. Mays. And we have no idea what it was caused by because 2480 he didn't have insurance.

2481 So we are absolutely terrified right now. 2482 Mr. Ruiz. Any kids that you know of with renal failure on 2483 hemodialysis or anything? 2484 Ms. Mays. We have a lot. We have several different dialysis 2485 clinics that are full. There is a waiting list. 2486 Mr. Ruiz. Oh dear. 2487 Ms. Mays. My oldest son now has high blood pressure because 2488 he has kidney damage. All three of my sons have low vitamin D 2489 levels because their kidneys are not producing enough because they 2490 have been hit by this --2491 Mr. Ruiz. That is one of the, that is the primary reasons why 2492 I ran for office to begin with. I didn't grow up in the political 2493 world, guys. I didn't run for city council and then work my way 2494 I came straight from the emergency department because I take 2495 care of these patients that I care so much about. And it breaks my heart to know how sometimes politicians up here are so removed 2496 2497 from the human face of failed policies. And they are not smiling. 2498 They are on hemodialysis. They are worried. 2499 And if we don't start prioritizing correctly our funding to 2500 help patients and help real people with real problems and kind of 2501 make that our focus instead of, you know, prioritizing, putting 2502 at the top of our list removing these protections in order to 2503 benefit, you know, some of the companies, then I think we are just 2504 going to have a worse human tragedy. 2505 And with that, I am sorry you are going through this.

	111
2506	Ms. Mays. Thank you.
2507	Mr. Ruiz. I will be praying for you and your family. Thank
2508	you so much.
2509	Ms. Mays. Thank you.
2510	Mr. Shimkus. The gentleman yields back his time.
2511	A couple pieces of business. I ask unanimous consent that
2512	a letter from the American Road and Transportation Builders
2513	Association be submitted for the record.
2514	Without objection, so ordered.
2515	[The information follows:]
2516	
2517	****** COMMITTEE INSERT 10******

2518	Mr. Shimkus. And a February 2015 Resources for the Future
2519	white paper entitled "EPA's New Source Review Program: Evidence
2520	on Processing Time 2002 to 2014."
2521	Without objection, so ordered.
2522	[The information follows:]
2523	
2524	****** COMMITTEE INSERT 11******

2525	Mr. Shimkus. Also ask unanimous consent to submit for the
2526	record a letter from the Center for Progressive Reform, dated
2527	February 10, 2017; a Washington Post article reporting that
2528	American households have a 15,000 regulatory burden, dated January
2529	14, 2015; and a report from the Congressional Research Service,
2530	"Methods of Estimating the Total Cost of Federal Regulations,"
2531	dated January 21, 2016.
2532	Without objection, so ordered.
2533	[The information follows:]
2534	
2535	****** COMMITTEE INSERT 12******

2536 Mr. Shimkus. That should be all the business. 2537 We do appreciate your testimony. These are tough issues. 2538 You know, I, when we were successful in the last Congress, I think 2539 we have just got to get on the same page of what are real numbers, 2540 whether it is job loss or the science. I think we have to have 2541 transparency and trust that the numbers we bring forward are 2542 legitimate. 2543 I think we have to have a recognition of the time frame of 2544 implementation and the burdens of changing that. 2545 This was a committee hearing that was really broad. 2546 think my colleagues and I after this will start focusing down on 2547 stuff like Brownfields and some other things that we might be able to move in a more collaborative, comradely manner. And maybe we 2548 2549 will look at some of the other tough, tough issues, too. 2550 But we do appreciate your testimony. And I call this hearing 2551 to a close.

[Whereupon, at 12:17 p.m., the subcommittee was adjourned.]