

January 10, 2024

Jeffrey Zients Chief of Staff The White House 1600 Pennsylvania Avenue Washington, DC 20500

Subject: Follow-Up: Urgent Concerns Regarding PM NAAQS Rule

Dear Mr. Zients,

Following our October 24th letter expressing concerns about the impending National Ambient Air Quality Standards for particulate matter (PM2.5 NAAQS) rule (attached), we would like to emphasize again the urgency and importance of discussing these matters with you before this proposed rule is finalized.

The potential impacts of the proposed PM2.5 NAAQS rule on our industry and manufacturing sectors across the country are significant, and we believe that a collaborative dialogue is essential to finding practical solutions and avoid the unintended consequences outlined by our previous letter. Our members are eager to engage in a conversation with you to provide additional insights, address any questions, and hopefully pursue an outcome that can still achieve the Administration's goals without significantly harming our industry's ability to operate.

We understand the complexity of these issues and appreciate your attention to this matter. Please let us know a convenient time for a discussion, and we will ensure our team is prepared to provide detailed perspectives on the challenges presented by the proposed rule.

Thank you for your consideration, and we look forward to the opportunity to further discuss these critical concerns.

Sincerely,

Jackson Morrill
President & CEO

American Wood Council

cc:

Natalie Quillian, White House Deputy Chief of Staff Jen O'Malley Dillon, White House Deputy Chief of Staff Steve Ricchetti, Counselor to the President John Podesta, Counselor to the President Gene Sperling, Counselor to the President Ali Zaidi, National Climate Advisor Lael Brainard, NEC Director Michael Regan, EPA Administrator Joseph Goffman, EPA Principal Deputy Assistant Administrator, OAR Shalanda Young, OMB Director Richard Revesz, OIRA Administrator Tom Vilsack, Secretary of Agriculture Randy Moore, Chief, Forest Service Debra Haaland, Secretary of Interior Gina Raimondo, Secretary of Commerce Jennifer Granholm, Secretary of Energy

Attachment: AFPA AWC letter to COS Jeff Zients on PM NAAQS 10-24-23





October 24, 2023

Jeffrey Zients Chief of Staff The White House 1600 Pennsylvania Avenue Washington, DC 20500

Dear Mr. Zients,

The American Forest & Paper Association (AF&PA), the American Wood Council (AWC) and our member company CEOs want to express our serious concerns regarding the impending National Ambient Air Quality Standards for particulate matter (PM NAAQS) rule about to be finalized by the U.S. Environmental Protection Agency (EPA).

Unfortunately, EPA's planned tightening of the PM NAAQS close to background levels when U.S. air quality is among the best in the world – and without a workable implementation plan – threatens U.S. competitiveness and modernization projects in the U.S. paper and wood products industry and in other manufacturing sectors across our country. This would severely undermine President Biden's promise to grow and reshore U.S. manufacturing jobs, and ultimately make American manufacturing less competitive. It also would harm an industry that has been recognized as an important contributor to achieving the Administration's carbon reduction goals, including in future procurement for federal buildings.

The forest products industry employs about 925,000 hard-working Americans, accounts for approximately 5% of our nation's manufacturing GDP and is among the top 10 manufacturing sector employers in 43 states. Our mills support the American workforce, produce carbonneutral bioenergy, and provide essential products that support recycling and sequester carbon in the built environment. The paper and wood products industry is a leader in sustainability and good stewards in communities across our nation.

The PM NAAQS rule as proposed would result in many more non-attainment areas in the U.S., where economic development would be impeded. But there is an additional, largely unrecognized outcome that is even more concerning for our industry. Specifically, setting the standard so close to background levels means that – even in cleaner attainment areas where many of our mills are located – there would not be sufficient "permit headroom" (the difference between the standard and background) to obtain a permit. This not only threatens many modernization projects in the forest products industry and many other industries; it

ultimately threatens U.S. competitiveness and high-paying jobs, largely in rural communities across the country. And it does not address the far larger sources of particulate matter. Indeed, the rule would impede sustainable forest management, and thereby would increase PM and greenhouse gas emissions from the largest source of PM – wildfires on public lands.

The attached maps show how lowering the PM NAAQS from the current level of 12.0 μ g/m3 to 9.0 μ g/m3 – close to average U.S. background levels (about 8 μ g/m3) – not only significantly decreases attainment areas (green areas), but also increases nonattainment areas (red areas). It also would leave many other attainment areas without sufficient "permit headroom" (pink areas), where many of the manufacturing modernization projects across our country would be infeasible.

Given the scale of the potential impacts on our industry and others, we also strongly believe an achievable implementation plan must accompany any rule. This must include realistic modelling and permitting tools that accurately reflect real-world conditions and allow beneficial facility modernization projects to proceed. In addition, as required by the law, States need effective tools to exclude any contribution from wildfire emissions and international transport. EPA has the authority to align the effective date of any rule with the completion of a workable implementation plan but has not yet addressed implementation and must do so now.

AF&PA and AWC have a long track record of working cooperatively with EPA and using the power of facts and analysis to ensure sustainable regulations. We strongly urge you to consider the practical impacts and economic harm of moving forward with an unsustainable PM NAAQS rule. We also hope you will work with our industry on a practical solution that avoids the unintended outcomes outlined in this letter. We recognize the critical importance of the President's goals to onshore and support U.S. manufacturing jobs. Setting the level of PM NAAQS near background levels would threaten facility closure and the loss of rural jobs, all while harming an industry which helps prevent catastrophic wildfire – the primary source of PM emissions – by manufacturing products which reduce carbon emissions and store carbon in the built environment.

Accordingly, we request the opportunity to discuss our concerns with you before a final rule is issued.

Sincerely,

Heidi Brock
President & CEO
American Forest & Paper Association

Jackson Morrill
President & CEO
American Wood Council

Craig Anneberg Nate Jorgensen

CEO CEO

North Pacific Paper Company, LLC Boise Cascade

T. Furman Brodie Mark Kowlzan Vice President Chairman & CEO

Charles Ingram Lumber Co., Inc. Packaging Corporation of America

Dick Carmical William Kress
CEO Chairman & CEO

The Price Companies Inc. Green Bay Packaging Inc.

John Carpenter Kevin Kuznicki

President President, General Counsel, North America

Nippon Dynawave Packaging Company, LLC Billerud Americas Corporation

Howard Coker Brian Luoma
President & CEO President and CEO

Sonoco Products Company Westervelt

Eric Cremers Sean McLaren

President and CEO Incoming President and CEO

PotlatchDeltic West Fraser

Michael Doss Brian McPheely President & CEO Global CEO

Graphic Packaging International, LLC Pratt Industries, Inc.

Mark Emmerson Andrew Miller

CEO CEO

Sierra Pacific Industries Stimson Lumber

Jim Enright Colin Moseley
CEO & President Chairman

Pacific Woodtech Simpson Lumber Company, LLC

Christian Fischer Derek Ratchford

President & CEO CEO Georgia-Pacific LLC Smartlam

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Regina Gray

Senior Vice President, P&G Family Care,

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The Procter & Gamble Company

Ole Rosgaard President & CEO

Greif, Inc.

Stuart Gray

President and CEO

Roseburg Forest Products

Randy Schillinger

CEO

Hampton Lumber

J. Patrick Harrigan

President

Harrigan Lumber Co.

David Sewell
President & CEO
WestRock Company

Michael Haws

President & CEO

Sappi North America

Brad Southern

COO

Louisiana Pacific Corporation

Howard Heckes

President & CEO

Masonite International Corporation

Devin Stockfish

CEO

Weyerhauser

Steven Henry

President, Paper & Packaging

Domtar

Mark Sutton Chairman & CEO International Paper

Charles Hodges

President & COO

Hood Container Corporation

Matt Swinnie

Vice President of Operations ARAUCO North America

Warren Hood

CEO

Hood Industries

Mark Ushpol

Executive Vice President, Food & Consumer

Packaging Ahlstrom

Tom Insko

President and CEO

Collins

Richard Verney Chairman & CEO

Monadnock Paper Mills, Inc.

Jeff Jones

Transformation & Corporate Services

Director DS Smith

Kenneth Winterhalter

CEO

Seaman Paper Company of Massachusetts, Inc.

Michael J. King

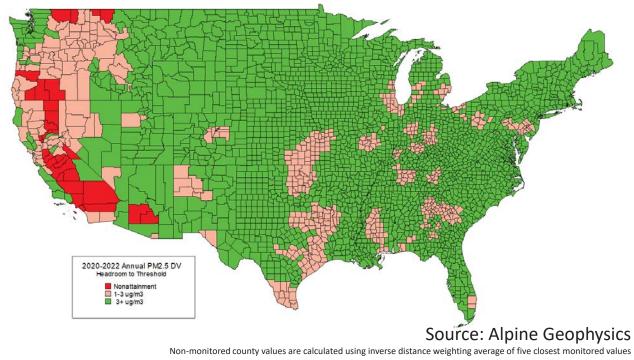
CEO

Pactiv Evergreen

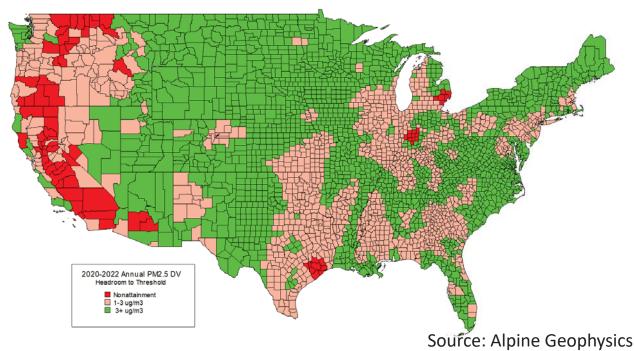
Attachment

cc: Natalie Quillian, White House Deputy Chief of Staff Jen O'Malley Dillon, White House Deputy Chief of Staff Steve Ricchetti, Counselor to the President John Podesta, Counselor to the President Gene Sperling, Counselor to the President Ali Zaidi, National Climate Advisor Lael Brainard, NEC Director Michael Regan, EPA Administrator Joseph Goffman, EPA Principal Deputy Assistant Administrator, OAR Shalanda Young, OMB Director Richard Revesz, OIRA Administrator Tom Vilsack, Secretary of Agriculture Randy Moore, Chief, Forest Service Debra Haaland, Secretary of Interior Gina Raimondo, Secretary of Commerce Jennifer Granholm, Secretary of Energy

Current PM $_{2.5}$ NAAQS (12.0 $\mu g/m^3$) leaves room for economic growth



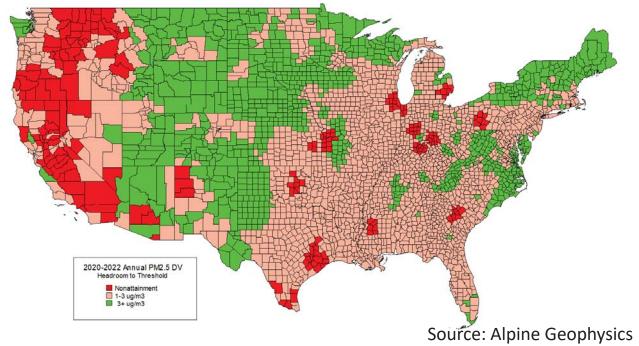
Immediate Impact of PM $_{2.5}$ NAAQS at 11.0 $\mu g/m^3$ Limits economic growth in many areas of the country



Non-monitored county values are calculated using inverse distance weighting average of five closest monitored values

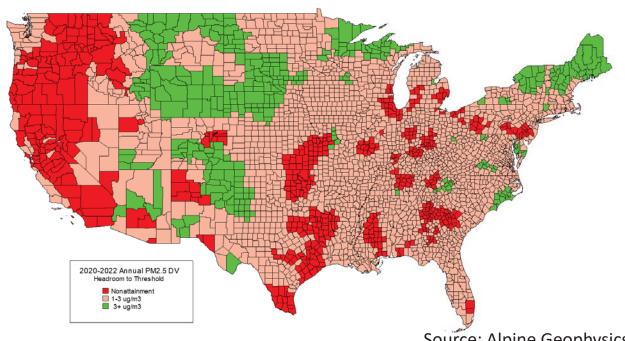
Immediate Impact of PM_{2.5} NAAQS at 10.0 μ g/m³

Many new or expanded manufacturing projects unachievable in red/pink colored areas



Non-monitored county values are calculated using inverse distance weighting average of five closest monitored values

Immediate Impact of PM $_{2.5}$ NAAQS at 9.0 $\mu g/m^3$ Many new or expanded manufacturing projects unachievable in red/pink colored areas



Source: Alpine Geophysics

Non-monitored county values are calculated using inverse distance weighting average of five closest monitored values