

February 28, 2014

TO THE MEMBERS OF THE U.S. HOUSE OF REPRESENTATIVES:

The Partnership for a Better Energy Future (the Partnership), a coalition of more than 100 organizations representing over 80 percent of the U.S. economy, urges your support for H.R. 3826, the "Electricity Security and Affordability Act," which is expected to receive a vote in the House next week. H.R. 3826 provides a more reasonable path forward in relation to the Environmental Protection Agency's (EPA) greenhouse gas (GHG) regulations, while also protecting jobs, economic growth and international competitiveness.

The Partnership's fundamental mission is to promote an "all-of-the-above" energy strategy that ensures the continued availability of reliable and affordable energy for American families and businesses while also protecting the environment. Unfortunately, the EPA's proposed GHG regulations on new power plants fail to meet this test.

The EPA has begun implementing a suite of new regulations designed to address GHG emissions from the electric power sector. By law, these regulations are supposed to be flexible and take into account cost and commercial availability; however, in practice the EPA's proposed GHG regulations have been the exact opposite. The very first regulation the EPA unveiled, which applies to new power plants, mandates technologies that are not yet commercially available—effectively banning the construction of coal-fired power plants going forward. With similar regulations on existing power plants due in June, followed immediately by regulations on other energy-intensive industries, the EPA's heavy-handed approach is not an encouraging sign for the regulated community.

H.R. 3826 provides a reasonable path forward for the EPA's power plant GHG regulations, allowing the agency to regulate while also protecting a diverse energy mix. For new power plants, the bill requires separate standards for coal and gas, with the coal standard subcategorized for coal types and aligned with the best-performing commercially available generation technologies. It provides a reasonable path forward for carbon dioxide capture and sequestration (CCS), prohibiting the EPA from mandating its use until the technology has been deployed by at least six units located at different commercial power plants in the United States —in other words, until it is truly ready. Finally, it allows the EPA to craft rules or guidelines for existing power plants, but requires Congress to review them and set a start date before they can take effect.

The members of the Partnership support regulations that are cost-effective, technologically achievable and allow for a robust "all-of-the-above" energy strategy. H.R. 3826 would achieve these

goals by allowing the EPA to regulate in a balanced, reasonable fashion. The Partnership urges your support for H.R. 3826.

Sincerely,

Air-Conditioning, Heating, and Refrigeration Institute

Alabama Automotive Manufacturer's Association

Alaska Chamber of Commerce

American Coalition for Clean Coal Electricity

American Farm Bureau Federation

American Fuel and Petrochemical Manufacturers

American Knife Manufacturers Association

American Petroleum Institute

American Road and Transportation Builders Association

Arkansas State Chamber of Commerce

Associated Industries of Florida

Associated Industries of Missouri

Association of American Railroads

Automotive Recyclers Association

Balanced Energy for Texas

Baltimore Washington Corridor Chamber

Bettisworth North Architects and Planners

Bismarck-Mandan Chamber of Commerce

Brick Industry Association

Buckeye Power, Inc.

California Cotton Ginners Association

California Cotton Growers Association

California Manufacturers & Technology Association

Colorado Association of Commerce and Industry

Consumer Energy Alliance

CropLife America

Dallas Regional Chamber

Electric Reliability Coordinating Council

Florida State Hispanic Chamber of Commerce

Forging Industry Association

Fort Worth Chamber of Commerce

Georgia Association of Manufacturers

Georgia Chamber of Commerce

Greater Houston Partnership

Greater North Dakota Chamber

Greater Phoenix Chamber of Commerce

Greater Pittsburgh Chamber of Commerce

Gulf Coast Lignite Coalition

Illinois Coal Association

Illinois Manufacturers' Association

Independent Petroleum Association of America

Indiana Chamber of Commerce

Indiana Manufacturers Association

Industrial Minerals Association – North America

Institute for 21st Century Energy

Iowa Association of Business and Industry

Kansas Chamber of Commerce

Kentucky Coal Association

Kerrville Area Chamber of Commerce

Longview Chamber of Commerce

Louisiana Association of Business and Industry

Lubbock Chamber of Commerce

Metals Service Center Institute

Michigan Manufacturers Association

Michigan Railroads Association

Midwest Food Processors Association Inc.

Minnesota Chamber of Commerce

Mississippi Manufacturers Association

Missouri Chamber of Commerce

Montana Chamber of Commerce

Myrtle Beach Chamber of Commerce

National Association of Home Builders

National Association of Manufacturers

National Cattlemen's Beef Association

National Marine Manufacturers Association

National Mining Association

National Oilseed Processors Association

National Rural Electric Cooperative Association

Natural Gas Supply Association

Nebraska Chamber of Commerce & Industry

Non-Ferrous Founders' Society

North Carolina Chamber of Commerce

Oklahoma Railroad Association

Ohio Chamber of Commerce

Ohio Coal Association

Ohio Manufacturers' Association

Ohio Rural Electric Cooperatives, Inc.

Partnership for Affordable Clean Energy

Pennsylvania Coal Alliance

Pennsylvania Manufacturers Association

Portland Cement Association

Printing Industries of America

Railway Supply Industry, Inc.

Small Business & Entrepreneurship Council

South Carolina Chamber of Commerce

Southwest Louisiana Economic Development Alliance

SPI: The Plastics Industry Trade Association

Tennessee Chamber of Commerce & Industry

Texas Association of Business

Texas Cotton Ginners' Association

Texas Railroad Association

The Chamber of Sparks, Reno & Northern Nevada

The Fertilizer Institute

The Vinyl Institute

U.S. Chamber of Commerce

United Transportation Union

Valve Manufacturers Association of America

Virginia Chamber of Commerce

West Virginia Chamber of Commerce

Western Agricultural Processors Association

Wisconsin Industrial Energy Group Inc.

Wisconsin Manufacturers & Commerce

Wyoming Chamber Partnership