## ILLINOIS POLLUTION CONTROL BOARD June 2, 2011

HOLLAND ENERGY, LLC,	)
Petitioner,	
V.	) ) PCB 11-85 ) (Permit Appeal Wate
ILLINOIS ENVIRONMENTAL	) (Permit Appeal - Wate
PROTECTION AGENCY,	)
Respondent.	) )

## ORDER OF THE BOARD (by G.T. Girard):

On May 18, 2011, Holland Energy, LLC (Holland) timely filed a petition asking the Board to review an April 18, 2011 permit determination of the Illinois Environmental Protection Agency (Agency). *See* 415 ILCS 5/40(a)(1) (2008); 35 Ill. Adm. Code 101.300(b), 105.206. The determination concerns Holland's electric generating station located at Section 16, Township 9 North, Range 4 East, Beecher City, Shelby County. Additionally, on May 18, 2011, Holland filed a motion to stay the effectiveness of the contested permit conditions. For the reasons below, the Board accepts the petition for review, but reserves ruling on the motion for stay.

Under the Environmental Protection Act (Act) (415 ILCS 5 (2008)), the Agency is the permitting authority, responsible for administering Illinois' regulatory programs to protect the environment. If the Agency denies a permit or grants one with conditions, the permit applicant may appeal the Agency's decision to the Board. *See* 415 ILCS 5/4, 5, 40(a)(1) (2008); 35 Ill. Adm. Code 105.Subpart B. In this case, the Agency issued Holland a permit regarding Holland's Shelby County facility. Holland appeals on the grounds that Special Conditions 13 and 14 of the permit is internally inconsistent, impossible to comply with, and arbitrary, capricious, an abuse of discretion and not in accordance with the law. Holland's petition meets the content requirements of 35 Ill. Adm. Code 105.210.

The Board accepts the petition for hearing. Holland has the burden of proof. 415 ILCS 5/40(a)(1) (2008); *see also* 35 Ill. Adm. Code 105.112(a). Hearings will be based exclusively on the record before the Agency at the time the Agency issued its permit decision. *See* 35 Ill. Adm. Code 105.214(a). Accordingly, though the Board hearing affords a permit applicant the opportunity to challenge the Agency's reasons for denying or conditionally granting the permit, information developed after the Agency's decision typically is not admitted at hearing or considered by the Board. *See* <u>Alton Packaging Corp. v. PCB</u>, 162 Ill. App. 3d 731, 738, 516 N.E.2d 275, 280 (5th Dist. 1987); <u>Community Landfill Co. & City of Morris v. IEPA</u>, PCB 01-170 (Dec. 6, 2001), *aff'd sub nom*. <u>Community Landfill Co. & City of Morris v. PCB & IEPA</u>, 331 Ill. App. 3d 1056, 772 N.E.2d 231 (3rd Dist. 2002).

Hearings will be scheduled and completed in a timely manner, consistent with the decision deadline (*see* 415 ILCS 5/40(a)(2) (2008)), which only Holland may extend by waiver (*see* 35 III. Adm. Code 101.308). If the Board fails to take final action by the decision deadline, Holland may deem the requested permit issued. 415 ILCS 5/40(a)(2) (2008). Currently, the decision deadline is September 15, 2011, which is the 120th day after the Board received the petition. *See* 35 III. Adm. Code 105.114. The Board meeting immediately before the decision deadline is scheduled for September 8, 2011.

Unless the Board or the hearing officer orders otherwise, the Agency must file the entire record of its determination by June 17th, 2011, which is 30 days after the Board received Holland's petition. *See* 35 Ill. Adm. Code 105.212(a). If the Agency wishes to seek additional time to file the record, it must file a request for extension before the date on which the record is due to be filed. *See* 35 Ill. Adm. Code 105.116. The record must comply with the content requirements of 35 Ill. Adm. Code 105.212(b).

Accompanying Holland's petition for review is a motion to stay the effectiveness of contested permit conditions. The Board reserves ruling on the motion for stay to allow the Agency's response time to run. *See* 35 Ill. Adm. Code 101.500(d).

## IT IS SO ORDERED.

I, John Therriault, Assistant Clerk of the Illinois Pollution Control Board, certify that the Board adopted the above order on June  $2^{nd}$ , 2011, by a vote of 5-0.

In T. Therian

John Therriault, Assistant Clerk Illinois Pollution Control Board