#### Nos. 15-1328, 15-1329

# IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

MEXICHEM FLUOR, INC., et al.,

**Petitioners** 

v.

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY,
Respondent,

THE CHEMOURS COMPANY FC, LLC, HONEYWELL INTERNATIONAL INC., and NATURAL RESOURCES DEFENSE COUNCIL,

Intervenor-Respondents.

Filed: 10/23/2017

Petition for Review of Final Agency Action

## JOINT REPLY TO RESPONSE OF PETITIONERS TO PETITION FOR PANEL REHEARING AND REHEARING EN BANC BY INTERVENOR-RESPONDENTS

Lisa S. Blatt
Jonathan S. Martel
ARNOLD & PORTER KAYE
SCHOLER LLP
601 Massachusetts Ave., NW
Washington, DC 20001
Telephone: (202) 942-5000
Facsimile: (202) 942-5999
lisa.blatt@apks.com

jonathan.martel@apks.com

Thomas A. Lorenzen
Robert J. Meyers
CROWELL & MORING LLP
1001 Pennsylvania Ave., NW
Washington, DC 20004
Telephone: (202) 624-2500
Facsimile: (202) 628-5116
tlorenzen@crowell.com
rmeyers@crowell.com

Attorneys for Intervenor-Respondent Honeywell International Inc.

Attorneys for Intervenor-Respondent The Chemours Company FC, LLC

(additional counsel listed on inside of cover page)

S. Zachary Fayne
ARNOLD & PORTER KAYE
SCHOLER LLP
Three Embarcadero Center
Tenth Floor
San Francisco, CA 94111
Telephone: (415) 471-3100
Facsimile: (415) 471-3400
zachary.fayne@apks.com

David B. Rivkin, Jr.
Lee A. Casey
Mark W. Delaquil
Elizabeth P. Foley
BAKER HOSTETLER
1050 Connecticut Ave., NW
Suite 1100
Washington, DC 20036
Telephone: (202) 861-1500
Facsimile: (202) 861-1783

Attorneys for Intervenor-Respondent Honeywell International Inc.

David Doniger
Gerald N. Goldman
Benjamin Longstreth
Melissa J. Lynch
Emily K. Davis
Natural Resources Defense Council
1152 15<sup>th</sup> Street NW, Suite 300
Washington, DC 20005
(202) 289-6868
ddoniger@nrdc.org
gngoldman@gmail.com
blongstreth@nrdc.org
llynch@nrdc.org
edavis@nrdc.org

Filed: 10/23/2017

Counsel for Natural Resources Defense Council

#### **ARGUMENT**

Intervenor-Respondents submit this reply to make two brief points. First, petitioners argue that the March 28, 2017, Executive Order, entitled "Promoting Energy Independence and Economic Growth," Exec. Order No. 13,783, 82 Fed. Reg. 16,093 (March 31, 2017), requires EPA to reconsider the Clean Air Act Section 612 "safe alternatives" rule at issue in this case. Br. at 1. The Executive Order does no such thing. The Order directs agencies to review certain energyrelated environmental regulations for consistency with the energy policies it articulates, and instructs the agencies to determine which rules to reconsider "as appropriate" and "consistent with law." Id. at § 3(d), 82 Fed. Reg. at 16,094. EPA has not identified the "safe alternatives" rule for reconsideration and filed no request for abeyance in this case. The rule is absent from the Office of Management and Budget's Agenda of Regulatory and Deregulatory Actions, and it does not appear on the Administration's comprehensive list of regulations recommended for review published this month.<sup>2</sup>

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<sup>&</sup>lt;sup>1</sup> Office of Mgmt & Budget, Current Unified Agenda of Regulatory & Deregulatory Actions (2017), <a href="https://www.reginfo.gov/public/do/eAgendaMain">https://www.reginfo.gov/public/do/eAgendaMain</a>.

<sup>&</sup>lt;sup>2</sup> See U.S. Dep't Commerce, Streamlining Permitting and Reducing Regulatory Burdens for Domestic Manufacturing (Oct. 6, 2017), <a href="https://www.commerce.gov/sites/commerce.gov/files/streamlining\_permitting\_and\_reducing\_regulatory\_burdens\_for\_domestic\_manufacturing.pdf">https://www.commerce.gov/sites/commerce.gov/files/streamlining\_permitting\_and\_reducing\_regulatory\_burdens\_for\_domestic\_manufacturing.pdf</a>.

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Second, petitioners argue that rehearing petitions should not be considered unless joined by EPA. Br. 8-9. But EPA's silence neither restricts the power of this Court nor detracts from the exceptional importance of this case to the intervenors and the public. As a *Chevron* step one ruling, the panel's decision permanently disables Section 612 as the instrument Congress designed to require manufacturers to transition to safer substitutes for ozone-depleting chemicals as they are developed over time. The ruling limits prohibitions against unsafe substitutes to affect only the remnant of manufacturers still using ozone-depleting chemicals. Absent intervention from the full D.C. Circuit, the panel holding will bind this and all future EPA administrators, depriving them of any future authority to regulate current users of HFCs under the safe alternatives program no matter how dangerous these chemicals are to human health or the environment. Using *Chevron* step one so aggressively in these circumstances is an exceptionally important issue deserving the full Court's attention.

#### **CONCLUSION**

The Court should grant the petition for panel rehearing or, in the alternative, rehearing en banc.

### Respectfully submitted,

/s/ Lisa S. Blatt

Lisa S. Blatt

Jonathan S. Martel

ARNOLD & PORTER KAYE

SCHOLER LLP

601 Massachusetts Ave., NW

Washington, D.C. 20001 Telephone: (202) 942-5000

Facsimile: (202) 942-5999

lisa.blatt@apks.com

jonathan.martel@apks.com

S. Zachary Fayne

ARNOLD & PORTER KAYE

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Three Embarcadero Center

Tenth Floor

San Francisco, CA 94111

Telephone: (415) 471-3100

Facsimile: (415) 471-3400

Zachary.fayne@apks.com

Attorney for Intervenor-Respondent

Honeywell International Inc.

David B. Rivkin, Jr.

Lee A. Casey

Mark W. Delaquil

Elizabeth P. Foley

BAKER HOSTETLER

1050 Connecticut Ave., NW

**Suite 1100** 

Washington, DC 20036

Telephone: (202) 861-1500

Facsimile: (202) 861-1783

Attorneys for Intervenor-Respondent

Honeywell International Inc.

/s/ Thomas A. Lorenzen

Thomas A. Lorenzen

Robert J. Meyers

CROWELL & MORING LLP

1001 Pennsylvania Ave., NW

Washington, DC 20004

Telephone: (202) 624-2500

Facsimile: (202) 628-5116

tlorenzen@crowell.com

rmeyers@crowell.com

Attorneys for Intervenor-Respondent The

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Chemours Company FC, LLC

David Doniger

Gerald N. Goldman

Benjamin Longstreth

Melissa J. Lynch

Emily K. Davis

Natural Resources Defense Council

1152 15th Street NW, Suite 300

Washington, DC 20005

(202) 289-6868

ddoniger@nrdc.org

gngoldman@gmail.com

blongstreth@nrdc.org

llynch@nrdc.org

edavis@nrdc.org

Counsel for Natural Resources Defense

Council

Filed: 10/23/2017

#### **CERTIFICATE OF COMPLIANCE**

I hereby certify that this proposed Reply complies with the requirements of Federal Rules of Appellate Procedure 32(a)(5) and 32(a)(6) because it has been prepared in 14-point Times New Roman, a proportionally spaced typeface.

I further certify that this proposed Reply complies with the type-volume limitation of Federal Rule of Appellate Procedure 32(a)(7)(B)(ii) because it contains 373 words, as counted by a word processing system that includes headings, footnotes, quotations, and citations in the count, excluding the parts exempted under Federal Rule of Appellate Procedure 32(f) and District of Columbia Circuit Rule 32(e)(1).

/s/ Thomas A. Lorenzen
Thomas A. Lorenzen

## **CERTIFICATE OF SERVICE**

I hereby certify that, on this 19<sup>th</sup> day of October 2017, a copy of the foregoing proposed Joint Reply to Response of Petitioners to Petition for Panel Rehearing and Rehearing En Banc by Intervenor-Respondents were served electronically through the Court's CM/ECF system on all ECF-registered counsel.

/s/ Thomas A. Lorenzen
Thomas A. Lorenzen