



In the matter of)	
)	
The State of Connecticut and)	Trading Agreement and Order 8242
)	Modification 1
PSEG Power Connecticut LLC)	

Whereas, the Commissioner of Environmental Protection and PSEG Power Connecticut LLC (“PSEG”) having agreed to the terms and conditions set forth in Trading Agreement and Order 8242 and pursuant to Public Act 11-80, the Department of Energy and Environmental Protection is the successor agency to the Department of Environmental Protection; the Commissioner of Energy and Environmental Protection (“Commissioner”) and PSEG do now, by mutual agreement, further modify said Trading Agreement and Order as follows:

1. Delete the text of Paragraph B.5 and replace with the following:

Any NOx allowances allocated to the boiler and received by PSEG pursuant to Sections 22a-174-22b of the Regulations of Connecticut State Agencies shall not be eligible for conversion to offset credits. In addition, any portion of the 200 tons per year of NOx CERCs referenced in Paragraphs A. 6 of Trading Agreement and Order No. 8242 may be used as offset credits in the State of Connecticut in accordance with Section 22a-174-3a of the Regulations of Connecticut State Agencies. Any portion of the 200 tons per year of NOx CERCs referenced in Paragraph A.6 of Trading Agreement and Order No. 8242 may be transferred and used as offset credits outside of the State of Connecticut provided that:

 - a. such transfer is performed in a manner that is allowable in accordance with the document *Improving Air Quality with Economic Incentive Programs* {EPA-452/R-01-001}, and
 - b. such transfer and use is subject to the approval of the affected state.

2. All other terms and conditions of Trading Agreement and Order 8242 shall remain in effect.

The Respondent hereby consents to the entry of this modification to the Trading Agreement and Order without further notice.

PSEG Power Connecticut LLC

Signature: Michael Stagliola

Name: Michael Stagliola

Title: Plant Manager

Date: July 3, 2012

Issued as a modification of a Trading Agreement and Order.

Gary S. Rose
Gary Rose
Director
Engineering and Enforcement Division
Bureau of Air Management

07-16-2012
Date