

Nutrient Trading Program Update

Pilot Trades

- Pilot Trades will occur over next 2 years
- EPRI has procured \$1.5 million for trades
 - \$1 million from USDA CIG
 - \$0.5 million from EPRI members
- Trades will occur in KY, IN, OH
 - These areas are already modeled (WARMF)
- Results of Pilot Trades will inform the full scale project

Trading Framework

- *Ohio River Basin Pilot Interstate Water Quality Trading Plan*
 - Only valid for the Pilot phase (2012-2013)
 - Public Notice in March
 - Notice will be by ORSANCO/EPRI
 - Document signed by States in June

Meeting With States

- ORSANCO and EPRI met with KY, IN, OH on Dec 14 and 15.
 - Introduction of Pilot Trade Framework
- Webcasts on specific topics
 - Pre-Compliance Incentives (completed)
 - WARMF Model (completed)
 - Agricultural Baselines (completed)
 - Interstate Trading (TBD)
 - Credit Registry (TBD)
- Face to face meeting in March