

**AMENDMENT TO THE AMENDMENT IN THE  
NATURE OF A SUBSTITUTE  
OFFERED BY MR. SPACE**

Page 76, after line 23, insert the following and make the necessary conforming changes:

1                   “(ii) in the case of a retrofit applica-  
2                   tion, applies the carbon capture and se-  
3                   questration technology to the flue gas from  
4                   at least 200 megawatts of the total name-  
5                   plate generating capacity of the unit, pro-  
6                   vided that clause (i) shall apply without ex-  
7                   ception;”.

Page 77, beginning in line 7, strike “by the unit, measured on an annual basis, determined in accordance with section 812(b)(2); or” and insert:

8                   “(I) the unit, measured on an  
9                   annual basis, determined in accord-  
10                  ance with section 812(b)(2); or

11                  “(II) in the case of retrofit appli-  
12                  cations under clause (ii), the treated  
13                  portion of flue gas from the unit,  
14                  measured on an annual basis, deter-

1                                   mined in accordance with section  
2                                   812(b)(2); or”.

Page 91, after line 8, insert the following and make  
the necessary conforming changes:

3           “(i) RETROFIT APPLICATIONS.—(1) In calculating  
4 bonus allowance values for retrofit applications eligible  
5 under subsections (b)(1)(A)(ii) and (b)(1)(A)(iv)(II), the  
6 Administrator shall apply the required capture rates with  
7 respect to the treated portion of flue gas from the unit.  
8           “(2) No additional projects shall be eligible for allow-  
9 ances under subsections (b)(1)(A)(ii) and (b)(1)(A)(iv)(II)  
10 as of such time as the Administrator reports, pursuant  
11 to section 812(d), that carbon capture and sequestration  
12 retrofit projects at electric generating units that are eligi-  
13 ble for allowances under this section have been applied,  
14 in the aggregate, to the flue gas generated by 1 gigawatt  
15 of total cumulative generating capacity.”.

Page 95, line 24, before the period, insert “(includ-  
ing the cumulative generating capacity to which carbon  
capture and sequestration retrofit projects meeting the  
criteria described in section 786(b)(1)(A)(ii) and  
(b)(1)(A)(iv)(II) has been applied and the quantities of

carbon dioxide captured and sequestered by such projects”.

