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# **Congress of the United States** House of Representatives

Washington, DC 20515-0502

April 20, 2022

COMMITTEE ON NATURAL RESOURCES Water, Oceans, and Wildlife – Chair Energy and Mineral Resources

Oversight and Investigations COMMITTEE ON TRANSPORTATION AND INFRASTRUCTURE Highways and Transit Railroads, Pipelines, and Hazardous Materials Water Resources and Environment

> SELECT COMMITTEE ON THE CLIMATE CRISIS

The Honorable Michael S. Regan Administrator United States Environmental Protection Agency 1200 Pennsylvania Avenue, N.W. Washington, D.C. 20460

Dear Administrator Regan:

We write to request that the Environmental Protection Agency (EPA) ensure cryptocurrency mining facilities are not violating foundational environmental statutes like the Clean Air Act or the Clean Water Act. We have serious concerns regarding reports that cryptocurrency facilities across the country are polluting communities and are having an outsized contribution to greenhouse gas emissions. As cryptocurrency gains popularity, it is essential to understand the environmental risks and pollution associated with this industry.

We applaud President Joe Biden's Executive Order initiating a sweeping review of the federal government's approach to cryptocurrencies, including reducing their negative climate impacts and examining the energy use associated with crypto mining. Further, we commend your recent decision denying extensions for the Ameren and Greenidge cryptocurrency mining facilities to continue operating the coal ash ponds on their properties past a mandatory deadline. The rapidly expanding cryptocurrency industry needs to be held accountable to ensure it operates in a sustainable and just manner to protect communities.

Efforts are currently underway to re-open closed gas and coal facilities to power the cryptocurrency industry and undermine our battle to combat the climate crisis. While some facilities claim to be "cleaner" by creating energy from coal refuse, these coal-fired power plants still emit hazardous air pollutants and leak toxic contaminants into our waterways. Cryptocurrency mining is poisoning our communities.

Of particular concern is the inherently energy-inefficient "Proof-of-Work" (PoW) mining technology to validate transactions. PoW-based cryptocurrencies include Bitcoin, Ethereum, Monero, and Zcash. A single Bitcoin transaction could power the average U.S. household for a month. According to estimates by researchers, Bitcoin produces annually carbon emissions comparable to Greece.<sup>1</sup> Less energy intensive cryptocurrency mining technologies, such as "Proof-of-Stake" (PoS), are available and have 99.99 percent lower energy demands than PoW to validate transactions.

<sup>&</sup>lt;sup>1</sup> de Vries et. al, Revisiting Bitcoin's carbon footprint, *Joule*, 6 (3), 2022, 498-502, https://doi.org/10.1016/j.joule.2022.02.005.

PoW mining relies on massive server farms, which, in addition to contributing to significant greenhouse gas emissions, results in major electronic waste challenges due to the highly specialized and short-lived computing hardware needed to secure the network. Millions of devices quickly become obsolete, leading to large amounts of electronic waste. According to estimates by researchers, Bitcoin mining alone produces almost 30,700 tons of electronic waste every year.<sup>2</sup> The industry needs to be held accountable for this waste and discouraged from creating it.

Communities around cryptocurrency mining facilities from New York, Tennessee, to Georgia have reported significant noise pollution. The Noise Control Act of 1972 and the Quiet Communities Act of 1978 grants EPA the authority to investigate and study noise and evaluate the effectiveness of existing regulations for protecting the public health and welfare. It is critically important that the EPA uses these authorities to adequately protect communities across the U.S being disrupted by these cryptocurrency facilities.

We request that the EPA evaluate PoW mining facilities' compliance with environmental statutes, such as the Clean Air Act and the Clean Water Act, and engage with the communities when reviewing permits. Further, we ask that the EPA investigate and address any harm these existing PoW facilities are causing communities including, but not limited to, ensuring that electronic waste is responsibly disposed of, and noise pollution is abated. As cryptocurrency continues to gain popularity and demand more mining, we must ensure communities are not left with the toxic burdens associated with this technology.

Thank you for your prompt attention to this matter. The concerns we have outlined above are serious and warrant immediate attention. People living near crypto mining facilities are already suffering the effects of air, water, and noise pollution from these facilities. We acknowledge and appreciate your continued work to investigate and reduce the risks posed by industries such as cryptocurrency PoW mining to vulnerable and underserved communities. We look forward to your response.

Sincerely

and follow

Jared Huffman Member of Congress

<sup>&</sup>lt;sup>2</sup> de Vries, A., Stoll, C. (2021). Bitcoin's growing e-waste problem. *Resources, Conservation and Recycling*, 175, 105901, https://doi.org/10.1016/j.resconrec.2021.105901.

/s/

Alan Lowenthal Member of Congress

/s/

Rashida Tlaib Member of Congress

/s/ Brad Sherman Member of Congress

/s/ Jamaal Bowman Member of Congress

/s/

John P. Sarbanes Member of Congress

/s/ Kathy Castor Member of Congress

\_/s/\_\_\_\_

Andre Carson Member of Congress

/s/ Bobby L. Rush Member of Congress

<u>/s/</u> Jerry McNerney Member of Congress

<u>/s/</u>\_\_\_\_\_

Jan Schakowsky Member of Congress

/s/

Mark DeSaulnier Member of Congress

/s/ Jesús G. "Chuy" García Member of Congress

#### /s/

Alexandria Ocasio-Cortez Member of Congress

/s/

Diana DeGette Member of Congress

/s/

Donald McEachin Member of Congress

#### /s/

Marie Newman Member of Congress

/s/

Dina Titus Member of Congress

### /s/

Mark Takano Member of Congress

## \_\_\_\_/s/

Adriano Espaillat Member of Congress

/s/

Steve Cohen Member of Congress

## <u>/s/</u>\_\_\_\_

James P. McGovern Member of Congress

/s/

Mary Gay Scanlon Member of Congress