

**Bay Area Air Quality Management District**  
**939 Ellis Street**  
**San Francisco, California 94109**  
**(415) 771-6000**

**APPROVED MINUTES**

Summary of Board of Directors  
Stationary Source Committee Meeting  
9:30 a.m., Monday, September 26, 2005

1. **Call to Order – Roll Call:** Vice Chairperson Jerry Hill called the meeting to order at 9:38 a.m.

**Present:** Mark DeSaulnier Chairperson ((9:45 a.m.); Roberta Cooper, Scott Haggerty, Jerry Hill, Michael Shimansky, Gayle B. Uilkema, Shelia Young.

**Absent:** Erin Garner, John Silva.

**Also Present:** Julia Miller, Pamela Torliatt (9:45 a.m.).

2. **Public Comment Period:** There were none.
3. **Approval of Minutes of May 23, 2005:** Director Haggerty moved approval of the minutes; seconded by Director Shimansky; carried unanimously without objection.

Vice Chairperson Hill directed that Item No. 7 be taken out of order.

7. **Compliance Program FY 04-05 Year in Review:** *Staff provided an overview of one of the District's core programs, the Compliance Program.*

Chairperson Mark DeSaulnier arrived at 9:45 a.m.

Kelly Wee, Director of Compliance and Enforcement, provided an overview of the Compliance Program. The Program's mission is to deliver the emission reductions expected from adoption of District Regulations, State or Federal Law, and permit conditions. It provides companies with assistance in complying with air quality rules and regulations. When companies cannot comply, the District applies an appropriate level of enforcement action proportional to the non-compliance. Mr. Wee stated that the overall compliance rate is 98% for all Compliance Program activities combined.

Mr. Wee presented information on the following activities and outlined the accomplishments achieved in fiscal year 2004/2005 for each of them:

- Air Pollution Complaints
- Inspections
- Laboratory Analysis

- Violations Summary
- Violation Categories
- Compliance Program Summary
- Compliance Rates

Brian Bunger, District Counsel, presented information on activities related to Hearing Board cases, Accusation for Abatement, Small Claims Cases, Penalty Settlements and Penalties collected.

The Committee directed staff to:

- look into working with the California Highway Patrol (CHP) on source testing the vapor integrity of cargo tanker trucks as they go through the weigh stations;
- provide a further breakdown and details on the total number of “Odor” complaints received and the “Miscellaneous Inspections” conducted;
- look into providing inspections for trains;
- provide a comparison between the number of inspectors employed by the Bay Area Air District and other Districts.

**Committee Action:** Direction was given to staff by the Committee on items listed above. The report was received and filed.

**4. Status Report on Regulation 12, Rule 12: Flares at Petroleum Refineries:** *Staff reported on two specific elements of the rule, as directed by the Board of Directors at the July 20, 2005 Board meeting.*

Jack Broadbent, Executive Officer/APCO, stated that on July 20, 2005 the Board of Directors adopted Regulation 12, Rule 12. In adopting the rule, the Board of Directors directed staff to report on comments made at the public hearing related to:

- The trigger point for the most formal level of causal analysis, and
- A sulfur limit for any gases sent to a flare, including a limit of 160 ppm hydrogen sulfide.

Alex Ezersky, Principal Air Quality Specialist, presented background information on how these issues were addressed during the rule development process and in the adopted rule. Staff also summarized additional information gathered to date on these issues, and outlined the next steps for further analysis.

Mr. Ezersky stated that the current rule structure and action levels are appropriate and feasible for achieving the goal of minimizing emissions from flares at petroleum refineries by reducing the frequency and magnitude of flaring. Staff’s recommendations are as follows:

1. With regard to the causal analysis trigger, no changes be made at this time from the adopted rule. Staff will continue to monitor the frequency and magnitude of events, and formal analysis.
2. With regard to the sulfur limit, no changes be made at this time to the adopted rule. Staff will continue to evaluate the submitted data and new technologies for feasibility, and follow consent decrees and enforce existing sulfur limits.

**Speakers:** The following individuals spoke on this agenda item:

Julia May  
Plumbers & Steamfitters Local 342 &  
International Brotherhood of Electrical  
Workers Local 302

Kevin Golden  
Plumbers & Steamfitters Local 342 &  
International Brotherhood of Electrical  
Workers Local 302  
South San Francisco, CA 94080

Adrienne Bloch  
Communities for a Better Environment  
Oakland, CA 94612

Walt Gill  
ChevronTexaco Products Company  
Richmond, CA 94802

Richard Quiroz  
ChevronTexaco Products Company  
Richmond, CA 94802

Dennis Bolt  
Western States Petroleum Association  
Concord, CA 94518

Greg Karras  
Communities for a Better Environment  
Oakland, CA 94612

In response to the Speakers' comments and concerns, Jack Broadbent, Executive Officer/APCO, stated that staff will be monitoring the implementation of this rule very closely and the Committee will be kept informed as this rule progresses. Mr. Broadbent stated that in November, 2005 a status report is due from the refineries, at which time they will advise staff of the progress they are making in preparing their plans. In the summer of 2006, all the plans are to be submitted to the District staff. Mr. Broadbent suggested that staff come back to the Committee in the summer of 2006 with a comprehensive review of all the plans. Mr. Broadbent noted that the South Coast Air District is also moving forward with their rulemaking. If there are any significant events that occur at the refineries that require lowering the threshold or adopting a sulfur limit standard, then staff will make a recommendation to the Committee. At this time, staff is not recommending any changes to the rule.

Chairperson DeSaulnier suggested that rather than waiting until September 2006, staff should work with the community to do a feasibility study, and establish a process that provides a timeline out until the summer of 2006; this timeline should be presented to the Committee at its next meeting. Staff should also provide some options and the effectiveness on the current staffing available at the District.

Director Uilkema requested that if there are several high emissions, low volume episodic events that are cumulatively having an impact, staff should immediately come back to the Committee.

**Committee Action:** Director Hill moved that the Committee take staff's recommendations and receive and file the report, with the direction to staff that at the next Committee meeting staff provide a status report on the rule. The report will also include a timeline on the feasibility study; effectiveness of staffing and resources; an update on the South Coast Air District's rulemaking on this issue; and details on any high emissions, low volume events that might have occurred since the rule was adopted. The motion was seconded by Director Cooper; carried unanimously without objection.

**5. Status Report on Refinery Rule Development Efforts:** *Staff reported on the progress of rule development efforts with regard to refinery operations.*

Dan Belik, Rule Development Manager, presented the report and provided information on the following:

- Summary of 2001 Ozone Attainment Plan Control Measures and Further Study Measures
- Accomplishments to date
- Status of measures in progress
- Remaining steps
- Scheduled Public Workshops and Public Hearings

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Greg Karras  
Communities for a Better Environment  
Oakland, CA 94612

Dennis Bolt  
Western States Petroleum Association  
Concord, CA 94518

Julia May  
Plumbers & Steamfitters Local 342; IBEW 302

**Committee Action:** Director Cooper moved that the Committee receive and file the report; seconded by Director Young; carried unanimously without objection.

**6. Status Report on Ozone and Particulate Matter Planning Efforts:** *Staff provided an update to the Committee on the status of the 2005 Ozone Strategy and the PM control measure implementation schedule.*

Henry Hilken, Director of Planning and Research, presented the report. He stated that the District recently released the Draft Bay Area 2005 Ozone Strategy for public review and comment. The Ozone Strategy shows how the San Francisco Bay Area will achieve compliance with the State one-hour ozone standard as expeditiously as practicable and how the region will reduce transport of ozone and ozone precursors to neighboring air basins.

The District has also recently released the Proposed Particulate Matter (PM) Implementation Schedule for public review and comment. Pursuant to SB 656 (Sher, 2003), the District evaluated existing rules and programs to reduce particulate matter emissions in the Bay Area, and has identified additional control measures that could be implemented to further reduce particulate matter emissions in the region.

Mr. Hilken presented information on the following topics regarding the 2005 Ozone Strategy:

- An Overview
- Contents of the Bay Area Ozone Strategy
- Public Outreach Efforts
- Stationary Source, Mobile Source and Transportation Control Measures

- Further Study Measures
- Public Review and Next Steps

Mr. Hilken presented information on the following topics regarding the PM Implementation Schedule:

- SB 656 Requirements
- Sources of Particulate Matter
- Nature of PM in the Bay Area
- Current District PM Activities
- Air Resources Board (ARB)'s List of Potential PM Measures
- District Evaluation of ARB's List of Potential PM Measures
- Conclusions of ARB PM Measures Evaluation
- Proposed PM Implementation Schedule
- Additional PM Activities Not on ARB List
- Public Review and Next Steps

**Committee Action:** Director Young moved that the Committee receive and file the report; seconded by Director Cooper; carried unanimously without objection.

8. **Committee Member Comments/Other Business:** There were none.
9. **Time and Place of Next Meeting:** 9:30 a.m., Monday, November 28, 2005, 939 Ellis Street, San Francisco, California 94109
10. **Adjournment:** The meeting adjourned at 11:39 a.m.

*/s/ Neel Advani*

Neel Advani  
Deputy Clerk of the Boards