

AIR QUALITY

MANAGEMENT

DISTRICT

## **PUBLIC WORKSHOP NOTICE**

February 11, 2016 Supersedes the previous notice dated January 22, 2016.

TO: INTERESTED PARTIES

FROM: EXECUTIVE OFFICER / APCO

SUBJECT: PUBLIC WORKSHOP - DRAFT AMENDMENTS

**TO REGULATION 3: FEES** 

The Bay Area Air Quality Management District will conduct a public workshop on **Thursday**, **February 18, 2016**, **starting at 10:00 AM**, to discuss draft amendments to District Regulation 3: Fees. The workshop will be held in the 7<sup>th</sup> floor Board of Directors meeting room at the District's office located at 939 Ellis Street in San Francisco and will be simultaneously webcast.

The amendments to the District's FYE 2017 fee regulation would be effective on July 1, 2016, and would increase fee revenue in order to help the District recover a greater share of the costs the District incurs in implementing and enforcing regulatory programs for stationary sources of air pollution. The following changes to the District's existing Fee Schedules are proposed based on a recently updated analysis of cost recovery for regulatory programs:

| Schedule A  | Hearing Board Fees   | 9% increase   |
|-------------|--|---------------|
| Schedule B  | Combustion of Fuels  | 2.2% increase |
| Schedule C  | Stationary Containers for the Storage of Organic Liquids                       | 2.2% increase |
| Schedule D  | Gasoline Transfer at Gasoline Dispensing Facilities, Bulk Plants and Terminals | 9% increase   |
| Schedule E  | Solvent Evaporating Sources  | 9% increase   |
| Schedule F  | Miscellaneous Sources  | 8% increase   |
| Schedule G1 | Miscellaneous Sources  | 9% increase   |
| Schedule G2 | Miscellaneous Sources  | 9% increase   |
| Schedule G3 | Miscellaneous Sources  | 8% increase   |
| Schedule G4 | Miscellaneous Sources  | 9% increase   |
| Schedule G5 | Miscellaneous Sources  | 2.2% increase |
| Schedule H  | Semiconductor and Related Operations   | 9% increase   |
| Schedule I  | Dry Cleaners   | 9% increase   |
| Schedule K  | Solid Waste Disposal Sites   | 9% increase   |
| Schedule L  | Asbestos Operations  | 2.2% increase |
| Schedule M  | Major Stationary Source Fees   | 2.2% increase |
| Schedule N  | Toxic Inventory Fees   | 2.2% increase |
| Schedule P  | Major Facility Review Fees   | 8% increase   |
| Schedule Q  | Excavation of Contaminated Soil and Removal of Underground Storage Tanks       | 2.2% increase |
| Schedule R  | Equipment Registration Fees  | 9% increase   |
| Schedule S  | Naturally Occurring Asbestos Operations  | 9% increase   |
| Schedule T  | Greenhouse Gas Fees  | 7% increase   |
| Schedule U  | Indirect Source Review Fees  | 2.2% increase |
| Schedule V  | Open Burning   | 9% increase   |

The following specific fees in Regulation 3 are proposed to be increased 2.2% based on the annual Consumer Price Index for Bay Area Urban Wage Earners and Clerical Workers (CPI-W):

- Section 3-302: New and modified source filing fees
- Section 3-307: Transfers
- Section 3-309: Duplicate Permit or Registration
- Section 3-311: Banking filing fee and withdrawal fee
- Section 3-312: Regulation 2, Rule 9 Alternative Compliance Plan fee
- Section 3-318: Public Notice Fee, Schools
- Section 3-320: Toxic Inventory maximum fee
- Section 3-327: Permit to Operate renewal processing fee
- Section 3-337: Exemption Fee

The following additional amendments are proposed:

- Create a new Schedule W: Petroleum Refining Emissions Tracking Fees.
  - Schedule W would apply to the five Bay Area petroleum refineries. The
    revenue from this fee schedule would help recover the costs of the District's
    programs associated with proposed new Regulation 12, Rule 15.
  - The proposed refinery emissions inventory and crude slate report submittal fees are \$60,000 initially and \$30,000 for subsequent annual submittals. Also, a one-time fee of \$7,500 is proposed for each Air Monitoring Plan submitted.
- Create a new Schedule X: Major Stationary Source Community Air Monitoring Fees.
  - Schedule X would apply to Major Stationary Sources with emissions above 35 tons per year. The new fee schedule would help recover costs associated with the District's community air monitoring program.
  - The proposed fees are: \$60.61 per ton of organic compounds, sulfur oxides, nitrogen oxides, PM10 and/or carbon monoxide emissions.
- Update the Global Warming Potential Values in Schedule T (Greenhouse Gas Fees) and references.
- Set the maximum fee for abatement device only permit applications at \$10,000 in Section 3-302.3.
- Set the alteration fee in Section 3-304 for gasoline dispensing facilities subject to Schedule D at 1.75 times the filing fee (about \$800 per application).

## **Visit the District's Website for More Information**

The proposed amendments to Regulation 3 are available on the District's website at <a href="http://www.baaqmd.gov/rules-and-compliance/rule-development/regulatory-workshops">http://www.baaqmd.gov/rules-and-compliance/rule-development/regulatory-workshops</a>. Please direct your comments or questions to Barry G. Young, Senior Advanced Projects Advisor, Engineering Division, at (415) 749-4721, or via email at <a href="mailto:byoung@baaqmd.gov">byoung@baaqmd.gov</a>.

Staff will discuss the proposed amendments at the workshop, and will receive written comments until **Friday**, **February 26**, **2016**. The link to the simultaneous webcast can be found at <a href="http://www.baaqmd.gov/rules-and-compliance/rule-development/regulatory-workshops">http://www.baaqmd.gov/rules-and-compliance/rule-development/regulatory-workshops</a>.

## **PUBLIC TRANSPORTATION**

MUNI -- #47 AND 49 NORTH AND SOUTH ON VAN NESS AVENUE BART -- CIVIC CENTER STATION 8<sup>TH</sup> AND MARKET STREETS

Attendees are encouraged to ride public transit, rideshare, bicycle, walk or use other non-motorized modes to and from the workshop.