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HEARING BOARD BAY AREA AIR QUALITY MANAGEMENT DISTRICT

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## BEFORE THE HEARING BOARD OF THE BAY AREA AIR QUALITY MANAGEMENT DISTRICT

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No. D1182.

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AIR POLLUTION CONTROL OFFICER of the BAY AREA AIR QUALITY MANAGEMENT DISTRICT,

**DOCKET NO. 3581** 

10 Complainant,

vs,

ORDER FOR ABATEMENT

80 MAGAZINE CORP., a California corporation, and d/b/a as MAGAZINE GAS a/k/a BPG FUEL & MART -MAGAZINE a/k/a VALLEJO CONVENIENCE CENTER; BPG PACIFIC, LLC, a California limited liability corporation, and d/b/a MAGAZINE GAS a/k/a BPG FUEL & MART – MAGAZINE a/k/a VALLEJO CONVENIENCE CENTER; SAEED GHAFOORI, individually, a/k/a PAUL GHAFOORI, and d/b/a MAGAZINE GAS a/k/a BPG FUEL & MART -MAGAZINE a/k/a VALLEJO CONVENIENCE CENTER; MANOUCHEHR SHAHAB, individually, and d/b/a MAGAZINE GAS a/k/a BPG FUEL & MART – MAGAZINE a/k/a VALLEJO CONVENIENCE CENTER; and a GASOLINE DISPENSING FACILITY LOCATED AT 199 LINCOLN ROAD WEST, VALLEJO, SOLANO COUNTY, CALIFORNIA, Site

Respondents.

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On or about June 7, 2010, the Air Pollution Control Officer ("APCO") of the Bay Area Air Quality Management District ("District"), Complainant in the above-entitled matter, filed with this Hearing Board an Accusation and Request for Order for Abatement ("Accusation") against 80 Magazine Corporation, a California corporation, and d/b/a Magazine Gas a/k/a BPG Fuel & Mart – Magazine a/k/a Vallejo Convenience Center; BPG Pacific, LLC, a California

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limited liability corporation, and d/b/a Magazine Gas a/k/a BPG Fuel & Mart – Magazine a/k/a Vallejo Convenience Center; Saeed Ghafoori, individually, a/k/a Paul Ghafoori, and d/b/a Magazine Gas a/k/a BPG Fuel & Mart – Magazine a/k/a Vallejo Convenience Center; Manouchehr Shahab, individually, and d/b/a Magazine Gas a/k/a BPG Fuel & Mart – Magazine a/k/a Vallejo Convenience Center; a gasoline dispensing facility located at 199 Lincoln Road West, Vallejo, Solano County, California, Site No. D1182 (all of whom are hereafter referred to as "Respondents"); and Does 1 through 10, inclusive, requesting that the Hearing Board order that they cease and desist the transfer of gasoline from the underground gasoline storage tanks to motor vehicles at their gasoline dispensing facility, which is located at 199 Lincoln Road West, Vallejo, Solano County, California, Site No. D1182, also known as Magazine Gas ("Facility"), thirty days from the July 29, 2010 hearing, until Respondents install enhanced vapor recovery ("EVR") Phase II system equipment certified by the California Air Resources Board ("ARB") in accordance with the requirements of District Regulation 8, Rule 7, Section 302.1.

The APCO had previously requested and the Hearing Board approved that Docket Number 3581 and Docket Number 3582 be consolidated for hearing purposes only.

Prior to the hearing, Respondents filed a Notice of Defense, in which Respondents admitted all allegations set forth in the Accusation.

Mr. Paul Ghafoori appeared for Respondents 80 Magazine Corporation, BPG Pacific, LLC, Saeed Ghafoori, Manouchehr Shahab, Magazine Gas, BPG Fuel and Mart – Magazine, and Vallejo Convenience Center.

Susan Adams, Assistant Counsel, Randi Wallach, Assistant Counsel, and Elaine Yu, legal intern, appeared for the Air Pollution Control Officer.

The Clerk of the Hearing Board provided notice of the hearing on the Accusation in accordance with the requirements of Health and Safety Code section 40823. The Hearing Board heard the request for an Abatement Order on July 29, 2010.

Mr. Christopher Coehlo, Mr. Bradley Kino, Mr. Scott Owen and Ms. Randi Wallach testified for the APCO. Mr. Paul Ghafoori testified for the Respondents.

The Hearing Board provided the public with an opportunity to testify at the hearing, as required by the Health and Safety Code. No members of the public testified. The Hearing Board heard evidence, testimony and oral argument from the APCO and Respondents. The Hearing Board granted the District's Request for Official Notice in Support of Accusation and Request for Order for Abatement. The Hearing Board admitted the District's Exhibit Nos. 1 through 7. The Hearing Board also admitted Respondents' Exhibit Nos. 1 through 7.

The Hearing Board closed the hearing after receiving evidence, testimony and argument, and took the matter under submission for decision. After consideration of the evidence, the Hearing Board found the following findings of fact and conclusions of law, and voted to issue an Order for Abatement as set forth below:

## FINDINGS OF FACT

- 1. Paul Ghafoori, an individual, admitted that he is the President of 80 Magazine Corporation, a California corporation, that owns and/or operates the gasoline dispensing facility ("GDF") that is located at 199 Lincoln Road West, Vallejo, Solano County, California, Site No. D1182 and is operating as Magazine Gas or BPG Fuel & Mart Magazine, or Vallejo Convenience Center. Copeland Creek Apartments owns the property located at 199 Lincoln Road West, Vallejo, Solano County, California, and 80 Magazine is one of its tenants. Paul Ghafoori, Saeed Ghafoori, Manouchehr Shahab, 80 Magazine Corporation, and BPG Pacific, LLC are referred to hereafter collectively as the "Owner." Paul Ghafoori further admitted that the Owner began GDF operations at the Facility in or around August 2006. The Owner received an Authority to Construct the Facility on or around March 12, 2004.
- 2. The Facility is subject to the jurisdiction of the District. The Facility contains two stationary underground gasoline storage tanks. The Facility's annual gasoline throughput was approximately 2.95 million gallons for the calendar year 2007; approximately 1.8 million gallons for the calendar year 2008; and approximately 1.3 million gallons for the calendar year 2009. The Facility's consecutive twelve month gasoline throughput level is 940,000.
  - 3. Volatile organic compounds ("VOCs") are organic compounds that evaporate

quickly into the atmosphere. VOCs, reacting with oxides of nitrogen in sunlight, create ground level ozone. Ground level ozone is the primary component of photochemical smog, which is a significant air quality problem in the Bay Area. Ozone aggravates respiratory diseases, reduces visibility, causes eye irritation, and damages vegetation. One of the common sources of VOCs is gasoline vapors. Gasoline vapor, which contains hydrocarbons, is an air contaminant. Gasoline contains benzene, a known carcinogen. In the Bay Area, gasoline dispensing facilities are a major source of VOC emissions.

- 4. A GDF "vapor recovery system" collects gasoline vapors that are discharged during gasoline transfer operations and processes the vapors to prevent their release into the atmosphere.
- 5. A GDF vapor recovery system comprises a "Phase I" system, which controls gasoline vapors during the transfer of gasoline from gasoline cargo tanks to a GDF's stationary storage tank, and a "Phase II" system, which controls gasoline vapors during transfer of gasoline between the GDF's stationary storage tank and a motor vehicle.
- 6. District Regulation 8, Rule 7, Section 302.1 prohibits a person from transferring gasoline between a GDF's stationary storage tank and a motor vehicle without an ARB-certified Phase II system in place and in operation.
- 7. State law requires that stations in existence as of April 1, 2005 with underground stationary gasoline storage tanks had to install an enhanced vapor recovery ("EVR") Phase II system as of April 1, 2009. As of April 1, 2009, only EVR Phase II equipment was ARB-certified, and any Phase II system that was not ARB-certified as EVR Phase II was de-certified.
- 8. The District is authorized to tag "out of order" components at a GDF that are not certified by ARB. Until such components are replaced, repaired or adjusted and the District has reinspected the components (or authorized use of the components pending reinspection), no one may operate them.
- 9. The District conducted an extensive public outreach program to GDF owners and operators about the EVR Phase II upgrade requirements and District Regulation 8-7-302.1

through public workshops, delivery of District compliance advisories, and on-site compliance assistance visits at GDFs.

- 10. Respondents admit that at least as of some time in 2008, Respondents were fully aware of the requirement to have installed the Phase II EVR system as of April 1, 2009.
- of the April 1, 2009 deadline and to monitor the progress of the EVR Phase II system upgrade, if any. The District's inspector conducted a compliance verification inspection visit at Magazine Gas on October 28, 2008, and confirmed that Respondents had not installed the EVR Phase II system. Thereafter, the District inspector visited Magazine Gas at least six more times, each time confirming that Respondents continued to conduct motor vehicle refueling operations without ARB-certified Phase II EVR equipment. The inspector last visited Magazine Gas on July 27, 2010.
- 12. On at least one occasion, the District inspector spoke over the telephone with Respondent Paul Ghafoori regarding his EVR Phase II non-compliant status.
- 13. Respondents did not curtail or cease dispensing gasoline at the Facility on or after April 1, 2009.
- 14. On June 30, 2009, Paul Ghafoori, acting in his capacity as President of 80 Magazine Corporation, entered into a Compliance and Settlement Agreement with the District that extended the compliance deadline for upgrading to ARB-certified Phase II EVR equipment to September 1, 2009.
- 15. On July 7, 2009, the District issued Respondents Notice of Violation ("NOV") No. A50855 for conducting gasoline dispensing operations with an uncertified EVR Phase II system as of April 1, 2009, in violation of District Regulation 8-7-302.1.
- 16. On September 1, 2009, the Facility had not completed the required EVR Phase II upgrade and was operating in violation of District Regulation 8-7-302.1.
- 17. Respondents did not contact the District to request any further extension of the September 1, 2009 Phase II EVR compliance deadline.

- 18. The District inspector photographed the Facility in operation on July 27, 2009.
- 19. Due to the Respondents' failure to install the required ARB-certified EVR Phase II equipment, the Respondents emit approximately 1,086 pounds of excess VOCs annually assuming a throughput of 1.81 million gallons per year; and 1,770 pounds of excess VOCs annually assuming a throughput of 2.95 million gallons per year.
- 20. As of July 27, 2010, the Facility had not completed the required EVR Phase II upgrade and was operating in violation of District Regulation 8-7-302.1.

## **CONCLUSIONS OF LAW**

Pursuant to Health and Safety Code sections 40750, 40752 and 42451(a), the APCO, who is appointed by the District Board of Directors, is authorized to enforce all rules and regulations adopted or prescribed by the District Board and is authorized to seek an Order for Abatement from the District's Hearing Board to stop violations of a District rule or regulation prohibiting or limiting the discharge of an air contaminant into the air.

Pursuant to Health and Safety Code Section 42451(a), the Hearing Board may issue an Order for Abatement if it finds that a person is operating a gasoline dispensing facility in violation of a District rule or regulation that prohibits or limits the discharge of an air contaminant into the air.

Cause for determination that Respondents are in violation of District Regulation 8-7-302.1 is established by Findings of Fact Nos. 1, 2, 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20.

Cause for issuance of an order that Respondents abate this violation is established by Findings of Fact Nos. 1 through 20, inclusive.

## ORDER

Cause being found therefore, pursuant to Sections 42451(a) and 42452 of the California Health and Safety Code, THE HEARING BOARD of the BAY AREA AIR QUALITY MANAGEMENT DISTRICT hereby ORDERS:

That the APCO's Request for a Order for Abatement shall be and hereby is
 GRANTED as follows: Respondents Paul Ghafoori, Saeed Ghafoori, 80 Magazine Corporation,

BPG Pacific, LLC, and Manouchehr Shahab, as well as Magazine Gas, BPG Fuel and Mart – Magazine, Vallejo Convenience Center and any other gasoline dispensing facility doing business at 199 Lincoln Road West, Vallejo, California and their agents, employees, successors and assigns are hereby ordered to cease gasoline dispensing operations at the Facility on Saturday, August 28, 2010, which is thirty (30) days from the July 29, 2010 hearing, until:

- a. Respondents come into compliance with Regulation 8, Rule 7, Section 302.1 by installing an ARB-certified EVR Phase II system that complies with the system manufacturer's specifications and with the terms and conditions of the District authority to construct the EVR Phase II system at the Facility; and
- b. Respondents submit the EVR Phase II upgrade "start-up notification" to Respondents' District permit engineer, as required by the EVR Phase II system's authority to construct, with a copy submitted simultaneously to this Hearing Board and to the District Legal Division, attention Brian C. Bunger, via facsimile or certified mail;
- 2. That this Order for Abatement shall become effective immediately.
- 3. That the Hearing Board shall retain jurisdiction over this matter until Respondents come into compliance with the EVR Phase II requirements of Regulation 8, Rule 7, Section 302.1 and submit "start-up notification" in accordance with the requirements set forth in Paragraph 1 of this Order for Abatement.

Moved by:

Terry A. Trumbull, Esq.

Seconded by:

Julio Magalhães, Ph.D.

AYES:

Gilbert G. Bendix, P.E., Julio Magalhães, Ph.D., Terry A. Trumbull,

Esq., and Thomas M. Dailey, M.D.

NOES:

None

ABSTAINED:

None

Thomas M. Dailey, M.D., Chair

Date

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