The Cost of Clean Air

FEES REVISED: 2011

Air Quality Advisory Council
Wednesday, January 19, 2011
Budgetary Realities:

• Legislative appropriations are down:
• Benefits & costs of retention are up:
• Total annual operating fees are down:
• Division work load is up & keeps going up
Budgetary Realities:

- Legislative appropriations are down: $1.23 million
- Benefits & costs of retention are up: 0.86 million
- Total annual operating fees are down: 0.86 million
- Budgetary shortfall: $2.95 million
October Fee Proposal

October 2010 Council

• **Criteria pollutant fees** remained the same

• **New hazardous air pollutant fee:**
  Increased fee per ton emissions on HAPs
  Increased fee per pound emissions for mercury & lead

• **New area source component:**
  Unpermitted area sources subject to an air pollution standard: $250 per year

• **New mobile source component:**
  Unpermitted gasoline dispensing facilities subject to CCCCCC: $250-$500-$750 per year based on monthly throughput.
  Unpermitted gasoline bulk terminals subject to BBBBBBB: $500 per year
October Fee Proposal
October 2010 Council: Estimated Funding Totals

- HAPs/Hg/Pb Fees: $646,310
- Area Sources: 718,750
- Gas Stations: 1,500,000
- Gas Distribution Facilities: 115,000
- Total: $2,980,060
Revised Fee Proposal

January 2011 Council

- **Annual operating fees** will stay the same
- **New increased permit applications fees**
- **New area source component**: Unpermitted area sources subject to an air pollution standard: $250 per year
- **New mobile source component**: Unpermitted gasoline dispensing facilities subject to CCCCCC: $250-$500-$750 per year based on monthly throughput. Unpermitted gasoline bulk terminals subject to BBB BBBB: $500 per year
Revised Estimated Funding
January 2011 Council

- Permit Application Fees            $ 784,700
- Area Sources                      718,750
- Gas Stations                      1,500,000
- Gas Distribution Facilities      115,000
- Total                             $ 3,118,450
Revised Fee Specifics
January 2011 Council

• Add a new section to Subchapter 5
  OAC 252:100-5-2.3 that addresses area sources

• Modify Subchapter 7, OAC 252:100-7 Part 2
to increase minor source permit application fees

• Modify Subchapter 8, OAC 252:100-8 Part 3
to increase major source permit application fees

• Include a provision for fee adjustment in Subchapter 5
  OAC 252: 100-5-2.3(d)
SPECIFICS

Area & Mobile Source Components

Add OAC 252:100-5-2.3. Annual operating fees for area sources of air pollution

• Unpermitted gasoline dispensing facilities:
  • throughout less than 10,000: $250
  • throughput 10,000 to 100,000: $500
  • throughput 100,000 or more: $750

• Unpermitted gasoline distribution facilities bulk terminals & plants & pipeline facilities: $500

• Unpermitted area sources subject to 40 CFR Part 63.2: $250

• Correct payment language in OAC 252:100-5-2.3 (c) *

• Provisions for fee adjustment (in OAC 252:100-5-2.3(d)) discount fees if other revenues become available

*correction made since rules were published to the web
SPECIFICS

Permit Application Fees

Modify OAC 252:100-7-3. Permit application fees

- Applicability determination: $250 to $500
- Construction permit application fees:
  - Permit by rule remains $250
  - General permit or notice of intent goes from $400 to $500
  - Individual permit goes from a range of $1000 - $1500 to $2000
  - Amendments of individual permits remain at $500
- Operating permit application fees:
  - Permit by rule registration stays at $100
  - General permit authorization goes from $150 to $500
  - Individual permit goes from $500 to $750
  - Modification of individual permit from $200 to $750
  - Relocation permit $100 to $250
SPECIFICS

Permit Application Fees

Modify OAC 252:100-8-1.7. Permit application fees

- Applicability determination: $250 to $500
- Construction permit application:
  - New Part 70 permit source goes from $2000 to $7500
  - Modification of a Part 70 source goes from $1500 to $5000
  - Authorization under a general permit stays at $900
- Operating permit application:
  - Initial Part 70 permit goes from $2000 to $7500
  - Authorization under a general permit stays at $900
  - Renewal Part 70 permit goes from $1000 to $7500
  - Significant modification of Part 70 permit goes from $1000 to $6000*
  - Minor modification of a Part 70 permit goes from $500 to $3000*
  - Part 70 temporary source relocation remains at $500

* new rates amended since rules were published to the web site
SPECIFICS

Revised Fee Proposal

• Annual operating fees will stay the same

• New increased permit applications fees

• New area source component:
  Unpermitted area sources subject to an air pollution standard:
  $250 per year

• New mobile source component:
  Unpermitted gasoline dispensing facilities subject to CCCCCC:
  $250-$500-$750 per year based on monthly throughput.
  Unpermitted gasoline bulk terminals subject to BBBBBBB:
  $500 per year
Division asks that
Council recommend
these changes to the
Environmental Quality Board