WSR 23-07-014 PERMANENT RULES DEPARTMENT OF ECOLOGY

[Order 21-08—Filed March 3, 2023, 8:29 a.m., effective July 1, 2023]

Effective Date of Rule: July 1, 2023. Purpose: The department of ecology (ecology) is adopting amendments to chapter 173-455 WAC, Air quality fee rule, in WAC 173-455-038, 173-455-050, 173-455-100, 173-455-120, 173-455-130, and 173-455-140. Ecology is also adopting new WAC 173-455-031.

The adopted rule:

- Adds:
 - o WAC 173-455-031 to establish a new process to update fees more frequently.
- Updates the hourly fee rate to reflect the new ecology rate:
 - o WAC 173-455-050 Carbon dioxide mitigation fee.
 - WAC 173-455-100 Fee related to reasonably available control technology (RACT).
 - o WAC 173-455-120 New source review (NSR) fees.
 - o WAC 173-455-130 Air pollution standards variance fee.
 - o WAC 173-455-140 Nonroad engine permit fee.
- Updates:
 - WAC 173-455-038 to specify that greenhouse gas (GHG) reporting fees are found in chapter 173-441 WAC, Reporting of emissions of greenhouse gases.
- Relocates:
 - o WAC 173-455-100 hourly fees pursuant to RCW 70A.15.2220 for replacement or substantial alteration of control technology to the permit fee; WAC 173-455-120 to improve usability.
 - o WAC 173-455-130 Air pollution standards variance fee, to the permit fee; WAC 173-455-120 to improve usability.
 - WAC 173-455-140 Nonroad engine permit fee, to the permit fee; WAC 173-455-120 to improve usability.
- Removes fees from the text of the rule language and places them in a fee table for improved readability and to facilitate regular fee updates.
- Updates the rule language to improve the readability and clarity.
- Updates outdated references to chapter 70.94 RCW throughout the rule to chapter 70A.15 RCW.

Updates are needed to recover program costs for permit issuance and to establish a new streamlined process for future fee revisions.

There is a widening gap between ecology's air quality permit fees and permit program costs. The current fees were established based on program costs in 2012. A workload analysis of air quality permitting hours billed between 2017 and 2021 across all job classes was performed to determine a new hourly rate that reflects current program costs. The cost calculated by the workload analysis was then rounded down to the nearest dollar to ensure permit fees do not exceed program costs.

New WAC 173-455-031 establishes a consistent and predictable process for streamlined future fee adjustment. Ecology will create a program budget and workload analysis each year after 2023. If fee adjustments are needed, ecology may set new fees for a two-year period following a public comment period. Industry has communicated with ecology that they prefer more frequent incremental increases, rather than infrequent significant fee increases, and they use frequent (often annual) incremental increases for their customers as well. The new fee adjustment process will allow ecology to charge fees that cover program costs and give permittees small cost adjustments that occur predictably.

Citation of Rules Affected by this Order: New WAC 173-455-031; repealing WAC 173-455-130 and 173-455-140; and amending WAC 173-455-038, 173-455-050, 173-455-100, 173-455-120, 173-455-130, and 173-455-140.

Statutory Authority for Adoption: RCW 70A.15.2210, 70A.15.2230, and 70A.15.6270, Washington Clean Air Act.

Adopted under notice filed as WSR 22-18-100 on September 7, 2022. Changes Other than Editing from Proposed to Adopted Version: 1. A

new subsection (3) was added to WAC 173-455-031 to clarify that, in years where a fee adjustment is not needed, ecology will post notice that fee changes are not needed instead of posting a draft fee schedule to the ecology website.

2. The rule's effective date of July 1, 2023, was inserted into WAC 173-455-120 in place of the words "rule effective date" for the sake of clarity.

A final cost-benefit analysis is available by contacting Caitlin Cannon, Department of Ecology, Air Quality Program, P.O. Box 47600, Olympia, WA 98504-7600, phone 360-489-4046, Washington relay service or TTY call 711 or 877-833-6341, email Caitlin.Cannon@ECY.WA.GOV, website https://ecology.wa.gov/Regulations-Permits/Laws-rules-rulemaking/ Rulemaking/WAC-173-455, final regulatory analysis, publication 23-02-013, https://apps.ecology.wa.gov/publications/SummaryPages/ 2302013.html.

Number of Sections Adopted in Order to Comply with Federal Statute: New 0, Amended 0, Repealed 0; Federal Rules or Standards: New 0, Amended 0, Repealed 0; or Recently Enacted State Statutes: New 0, Amended 0, Repealed 0.

Number of Sections Adopted at the Request of a Nongovernmental Entity: New 0, Amended 0, Repealed 0.

Number of Sections Adopted on the Agency's own Initiative: New 1, Amended 4, Repealed 2.

Number of Sections Adopted in Order to Clarify, Streamline, or Reform Agency Procedures: New 1, Amended 0, Repealed 0.

Number of Sections Adopted using Negotiated Rule Making: New 0, Amended 0, Repealed 0; Pilot Rule Making: New 0, Amended 0, Repealed 0; or Other Alternative Rule Making: New 0, Amended 0, Repealed 0.

Date Adopted: March 3, 2023.

Laura Watson Director

OTS-3904.3

NEW SECTION

WAC 173-455-031 Process to update fees. (1) New source review and other air permitting fees for year 2024 and beyond. (a) Fee schedule:

(i) Starting in 2023, ecology must prepare an annual budget that reflects the cost of the program;

(ii) Ecology will base the budget on the program costs per RCW 70A.15.2210(2);

(iii) Ecology may choose to establish fees to cover program costs for a two-year period;

(iv) If increases of permitting fees are necessary, ecology must evenly distribute the increased program cost as a percentage of the increased costs across all sources subject to the program.

(b) Public notice. Except as provided by subsection (3) of this section, ecology must:

(i) Post the draft budget and draft new source review and other air quality permitting fee schedule on ecology's website by August 1st of the year before the fee schedule goes into effect.

(ii) Provide a 30-day public comment period on the draft budget and draft fee schedule.

(iii) Post the final budget and fee schedule on ecology's website by December 1st of the year before the fee schedule goes into effect.

(2) Carbon dioxide mitigation fees for year 2024 and beyond.

(a) Fee schedule:

(i) Starting in 2023, ecology must prepare an annual budget that reflects the cost of the program;

(ii) Ecology will base the budget on the program costs per RCW 70A.15.6270(3);

(iii) Ecology may choose to establish fees to cover program costs for a two-year period;

(iv) If increases of carbon dioxide mitigation fees are necessary, ecology must evenly distribute the increased program cost as a percentage of the increased costs across all sources subject to the program.

(b) Public notice. Except as provided by subsection (3) of this section, ecology must:

(i) Post the draft budget and draft carbon dioxide mitigation fee schedule on ecology's website by August 1st of the year before the fee schedule goes into effect.

(ii) Provide a 30-day public comment period on the draft budget and draft fee schedule.

(iii) Post the final budget and fee schedule on ecology's website by December 1st of the year before the fee schedule goes into effect.

(3) If a change of permitting fees and/or carbon dioxide mitigation fees is not necessary, ecology may post notice of its determination that a fee change is not necessary in lieu of posting the draft fee schedule as required by subsections (1) (b) and (2) (b) of this section.

[]

AMENDATORY SECTION (Amending WSR 12-24-051, filed 11/30/12, effective 12/31/12)

WAC 173-455-038 Fees not included. This chapter contains all fees required by the air quality program except the following: (1) Air operating permit - Fees can be found in chapter 173-401 WAC.

(2) Agricultural burning - Fees can be found in chapter 173-430 WAC.

(3) ((Motor vehicle emission inspection)) Reporting of emissions of greenhouse gases - Fees can be found in chapter ((173-422A)) 173-441 WAC.

[Statutory Authority: RCW 70.94.151, chapter 70.94 RCW, 2011 1st sp.s. c 50 § 302(2), and section 302(9), chapter 158, 2012 2nd sp.s. c 7. WSR 12-24-051 (Order 11-07), § 173-455-038, filed 11/30/12, effective 12/31/12. Statutory Authority: RCW 70.94.181, [70.94.]152, [70.94.]331, [70.94.]650, [70.94.]745, [70.94.]892. WSR 07-11-018 (Order 06-14), § 173-455-038, filed 5/3/07, effective 6/3/07.]

AMENDATORY SECTION (Amending WSR 18-22-006, filed 10/25/18, effective 11/25/18)

WAC 173-455-050 Carbon dioxide mitigation program fees. (1) Statutory authorization. RCW ((70.94.892)) 70A.15.6270 authorizes ecology to determine, assess, and collect fees sufficient to cover costs to review and approve or deny the carbon dioxide mitigation plan components of an order of approval for a facility. ((The order of approval must specify)) Ecology may also collect fees sufficient to cover the additional costs ((necessary)) to monitor the source's conformance to the carbon dioxide mitigation plan.

(2) **Fees.** $((\frac{\text{The}}{\text{Pees}}))$ Table 1 in this subsection lists the fees for the carbon dioxide mitigation program for 2023. These fees are $((\frac{\text{add}}{\text{ed}}))$ additional to the fees established in WAC 173-455-120, when the carbon dioxide mitigation plan requirements are triggered.

((Activity	Fee
a. Application review	\$95.00/hr.¹ not to exceed \$500.00
b. Mitigation plan approval	
i. Payment to third party	\$100.00²
ii. Purchase of CO ₂ credits	\$95.00/hr.3
iii. Direct investment	\$95.00/hr.⁴
c. Routine compliance monitoring	
i. Payment to third party	\$100.00⁵ annually until full amount paid
ii. Purchase of CO ₂ credits	\$95.00/hr.6
iii. Applicant controlled project	\$95.00/hr.⁶

¹ Estimated using an EE3 per hour rate with a cap.

² Small fee primarily to check math and that the source is using an EFSEC approved qualified organization.

³ Estimated EE3 per hour rate to check that the credits purchased will be verifiable and from a reputable trading or marketing organization.

4 Estimated using an EE3 per hour rate.

⁵ Same as rationale for ² above.

⁶ Verify and confirm credits with the trading or marketing organization.))

Activity	Fee
Application review	<u>\$119.00/hr. not to</u> exceed \$595.00
Mitigation plan approval Payment to third party	<u>\$125.00¹</u>
Mitigation plan approval Purchase of CO ₂ credits	<u>\$119.00/hr.</u> ²
Mitigation plan approval Direct investment	<u>\$119.00/hr.</u>
Routine compliance monitoring Payment to third party	<u>\$125.00 annually</u> until full amount paid
Routine compliance monitoring Purchase of CO ₂ credits	<u>\$119.00/hr.³</u>
Routine compliance monitoring Applicant controlled project	<u>\$119.00/hr.³</u>

Table 1 Carbon Dioxide Mitigation Program 2023 Fee Schedule

¹ Fee to cover the cost of checking the accuracy of calculations and that the source is using an independent qualified organization approved by the energy facility site evaluation council per RCW 80.70.050.

² Fee to cover cost of checking that the credits will be purchased from a reputable trading or marketing organization and will be derived from mitigation that is real, verified, permanent, enforceable, and additional per RCW 80.70.030.

³ Fee to cover the cost of verifying and confirming with the trading or marketing organization that the purchased credits derive from mitigation that is real, verified, permanent, enforceable, and additional per RCW <u>80.70.030</u>.

(3) <u>Ecology will post a new fee schedule for the fees in this</u> section starting in 2024 in accordance with WAC 173-455-031(2).

(4) The department or authority may use RCW ((70.94.085)) 70A.15.1570 to structure a cost-reimbursement agreement with the applicant.

[Statutory Authority: Chapter 70.94 RCW, RCW 70.94.151, 70.94.153, and 70.94.892. WSR 18-22-006 (Order 16-09), § 173-455-050, filed 10/25/18, effective 11/25/18. Statutory Authority: RCW 70.94.181, [70.94.]152, [70.94.]331, [70.94.]650, [70.94.]745, [70.94.]892. WSR 07-11-018 (Order 06-14), § 173-455-050, filed 5/3/07, effective 6/3/07.]

AMENDATORY SECTION (Amending WSR 18-22-006, filed 10/25/18, effective 11/25/18)

WAC 173-455-100 Fees related to reasonably available control technology (RACT). (1) General. Ecology ((may)) will assess and collect ((a)) fees as authorized in RCW ((70.94.153 or 70.94.154))70A.15.2230(7) and described in subsections (2) through (((5))) (4) of this section.

(2) ((Fee schedule for reviews authorized under RCW 70.94.153 for the replacement or substantial alteration of control technology.

(a) Notice of construction application. Review and approval of notice of construction application for replacement or substantial alteration of control technology - Ninety-five dollars per hour.

(b) RACT analysis and determination. Review and approval of a RACT analysis and determination for affected emission unit - Ninetyfive dollars per hour.

(3))) Fee schedule for source-specific determinations where ecology performs RACT analysis and determination.

(a) Basic RACT analysis and determination fee:

(i) Low complexity (the analysis addresses one type of emission unit) - One thousand five hundred dollars;

(ii) Moderate complexity (the analysis addresses two to five types of emissions units) - Seven thousand five hundred dollars;

(iii) High complexity (the analysis addresses more than five types of emission units) - Fifteen thousand dollars.

(b) Additional charges based on criteria pollutant emissions: In addition to those fees required under (a) of this subsection, ecology will require a fee for a RACT analysis and determination for an emission unit or multiple emission units of uniform design that, individually or in the aggregate, emit one hundred tons per year or more of any criteria pollutant - Two thousand dollars.

(c) Additional charges based on toxic air pollutant emissions: In addition to those fees required under (a) and (b) of this subsection, ecology will require the following fees as applicable:

(i) RACT analysis and determination for an emissions unit or multiple emissions units of uniform design that, individually or in the aggregate, emit more than two tons per year but not more than ((ten)) 10 tons per year of any toxic air pollutant - One thousand dollars; or

(ii) RACT analysis and determination for an emissions unit or multiple emissions units of uniform design that, individually or in the aggregate, emit more than ((ten)) 10 tons per year of any toxic air pollutant - Two thousand dollars.

(((++))) (3) Fee schedule for source-specific determinations where the source performs the RACT analysis and ecology conducts review and issues a determination.

(a) Basic RACT review and determination fees:

(i) Low complexity (the analysis addresses one type of emission unit) - One thousand dollars;

(ii) Moderate complexity (the analysis addresses two to five types of emissions units) - Five thousand dollars;

(iii) High complexity (the analysis addresses more than five types of emission units) - Ten thousand dollars.

(b) Additional charges based on criteria pollutant emissions: In addition to those fees required under (a) of this subsection, ecology will require a fee for a RACT analysis and determination for an emission unit or multiple emissions units of uniform design that, individually or in the aggregate, emit ((one hundred)) 100 tons per year or more of any criteria pollutant - One thousand dollars.

(c) Additional charges based on toxic air pollutant emissions: In addition to those fees required under (a) and (b) of this subsection, ecology will require the following fees as applicable:

(i) RACT analysis and determination for an emissions unit or multiple emissions units of uniform design that, individually or in the aggregate, emit more than two tons per year but not more than ((ten)) 10 tons per year of any toxic air pollutant - Five hundred dollars; or

(ii) RACT analysis and determination for an emissions unit or multiple emissions units of uniform design that, individually or in the aggregate, emit more than ((ten)) 10 tons per year of any toxic air pollutant - One thousand dollars.

(((5))) (4) Fee schedule for categorical RACT determinations. Ecology shall assess fees for categorical RACT determinations (for categories with more than three sources) as shown below. Ecology shall base the fees described in (a) of this subsection on the most complex source within a category. When determining complexity level for the most complex source in the category, the emission rate or number of types of emission units that results in the highest complexity level will determine the fee for the source category. Except as provided in (b) and (d) of this subsection, ecology will determine fees for individual sources in the category by dividing the total source category fee by the number of sources within the category.

(a) RACT analysis and determination (RACT analysis performed by ecology with assistance from sources):

(i) Low complexity source category (average source emissions of individual criteria pollutants are all less than ((twenty)) 20 tons per year, average source emissions of individual toxic air pollutants are all less than two tons per year, or the analysis addresses one type of emission unit) - Twenty-five thousand dollars;

(ii) Moderate complexity source category (average source emissions of one or more individual criteria pollutants are greater than ((twenty)) 20 tons per year and less than ((one hundred)) 100 tons per year, average source emissions of one or more individual toxic air pollutants are greater than two tons per year and less than ((ten)) 10 tons per year, or the analysis addresses two to five types of emissions units) - Fifty thousand dollars; or

(iii) High complexity source category (average source emissions of one or more individual criteria pollutants exceed (($\frac{\text{one hundred}}{\text{one or more individual}}$) $\frac{100}{100}$ tons per year, average source emissions of one or more individual toxic air pollutants exceed (($\frac{\text{ten}}{\text{one or more individual}}$) $\frac{10}{10}$ tons per year, or the analysis addresses more than five types of emission units) - One hundred thousand dollars.

(b) If ecology is evaluating an emission unit for more than one categorical RACT determination within a five-year period, ecology will charge the owner or operator of that emission unit one fee and the fee will reflect the higher complexity categorical RACT determination.

(c) Ecology may adjust the fee to reflect workload savings from source involvement in source category RACT determination.

(d) Ecology may approve alternate methods for allocating the fee among sources within the source category.

((-6) Small business)) (5) RACT fee reductions for small businesses. Ecology may reduce the RACT analysis/review and determination fees identified in subsections (2) through ((-5))) (4) of this section for a small business as provided in this subsection.

(a) <u>Small business reduction</u>.

(i) To qualify for ((the)) <u>a</u> small business RACT fee reduction, a business must meet the requirements of "small business" as defined in RCW 19.85.020.

(((b))) <u>(ii)</u> To receive a <u>small business</u> fee reduction, the owner or operator of a small business must include <u>sufficient</u> information in an application <u>submitted in accordance with (c) of this subsection</u> demonstrating that the business meets the ((conditions of (a))) <u>re-</u> <u>quirements of a small business as required under (a)(i)</u> of this subsection. ((One of the following must sign the application:

(i) An authorized corporate officer in the case of a corporation; (ii) An authorized partner in the case of a limited or general partnership; or

(iii) The proprietor in the case of a sole proprietorship.

(c) Ecology may verify the application information and if the owner or operator has made false statements, deny the fee reduction request and revoke previously granted fee reductions.

(d))) (iii) For small businesses ((determined to be)) that ecology determines are eligible for a small business fee reduction under (a)(i) of this subsection, ecology shall reduce the RACT analysis/ review and determination fee to the greater of:

(((-i))) (A) Fifty percent of the RACT analysis/review and determination fee; or

(((ii) Two hundred fifty dollars.

(e) If due to special economic circumstances,)) (B) Three hundred twelve dollars.

(b) Extreme hardship reduction.

(i) If the fee assessed after a reduction ((determined)) granted under ((d))) (a)(iii) of this subsection imposes an extreme hardship on a small business <u>due to special economic circumstances</u>, the small business may request an extreme hardship fee reduction.

(ii) To receive an extreme hardship reduction, the owner or operator <u>of a small business</u> must provide sufficient evidence to support a claim of ((an)) <u>special economic circumstances and</u> extreme hardship <u>in</u> <u>an application submitted in accordance with (c) of this subsection</u>.

((The factors which)) (iii) Ecology may consider the following factors in determining whether an owner or operator has demonstrated special economic circumstances and ((in setting the)) extreme hard-ship, and in determining the amount of the fee ((include)) reduction:

((((i))) (A) Annual sales;

((((ii))) (B) Labor force size;

(((iii))) <u>(C)</u> Market conditions which affect the owner's or operator's ability to pass the cost of the RACT analysis and determination fees through to customers; and

((((iv))) (D) Average annual profits.

(c) Application for fee reduction.

(i) One of the following representatives of the small business must sign the application:

(A) An authorized corporate officer in the case of a corporation;

(B) An authorized partner in the case of a limited or general partnership; or

(C) The proprietor in the case of a sole proprietorship.

(ii) Ecology may request additional information as needed to verify the application information. If ecology determines the owner or operator has made false statements in the application, ecology may deny the fee reduction request and revoke any previously granted fee reductions for that business.

(d) In no case will ecology reduce a RACT analysis/review and determination fee to an amount below ((one hundred dollars)) \$125.

(((7))) <u>(6)</u> Fee reductions for pollution prevention initiatives. Ecology may reduce RACT analysis and determination fees for an individual source if that source is using approved pollution prevention measures.

(((8))) (7) Fee payments. A source shall pay fees specified in subsection (((4))) (3) (a) of this section when the source submits a notice of construction application to ecology. Sources shall pay other fees specified in subsections (2) through (((7))) (6) of this section no later than ((thirty)) 30 days after receipt of an ecology billing statement. For fees specified in subsection (((5))) (4) of this section, ecology will mail a billing statement for one-half of the payment from each source when the source category rule-making effort is

commenced as noted by publication of the CR-101 form in the Washington State Register. Ecology will mail a billing statement for the second half of the payment when the proposed rule is published in the Washington State Register. Ecology will not issue an order of approval or other action approving or identifying a source to be at RACT until the source has paid all fees. A source shall make all fees collected under this regulation payable to the Washington department of ecology.

 $((\frac{(9)}{(9)}))$ (8) Dedicated account. Ecology shall deposit all control technology fees it collects from air operating permit program sources in the air operating permit account created under RCW 70.94.015. Ecology shall deposit all control technology fees collected from nonair chapter 173-401 WAC program sources in the air pollution control account.

(((10))) (9) Tracking revenues, time, and expenditures. Ecology shall track revenues on a source-specific basis. For purposes of source-specific determinations under subsections (2) through (((4))) (3) of this section, ecology shall track time and expenditures on the basis of source complexity categories. For purposes of categorical determinations under subsection (((5))) (4) of this section, ecology shall track time and expenditures on a source-category basis.

(((11))) <u>(10)</u> Periodic review. Ecology shall review and, as appropriate, update this section at least once every two years.

[Statutory Authority: Chapter 70.94 RCW, RCW 70.94.151, 70.94.153, and 70.94.892. WSR 18-22-006 (Order 16-09), § 173-455-100, filed 10/25/18, effective 11/25/18. Statutory Authority: RCW 70.94.151, chapter 70.94 RCW, 2011 1st sp.s. c 50 § 302(2), and section 302(9), chapter 158, 2012 2nd sp.s. c 7. WSR 12-24-051 (Order 11-07), § 173-455-100, filed 11/30/12, effective 12/31/12. Statutory Authority: RCW 70.94.181, [70.94.]152, [70.94.]331, [70.94.]650, [70.94.]745, [70.94.]892. WSR 07-11-018 (Order 06-14), § 173-455-100, filed 5/3/07, effective 6/3/07.]

AMENDATORY SECTION (Amending WSR 12-24-051, filed 11/30/12, effective 12/31/12)

WAC 173-455-120 New source review <u>and other air permitting</u> fees. (1) General requirements.

(a) The fees in this section apply to:

(i) Permit applications received on or after July 1, ((2011)) 2023.

(ii) Requests for ecology review of other actions covered by this section received by ecology on or after July 1, ((2011)) 2023.

(b) Components of permitting fees. Permit fees include initial fees and may include an <u>additional</u> hourly fee. The initial fee covers up to the number of review hours specified ((in)) for each fee in this section.

(c) A project may be subject to multiple fees <u>set forth in this</u> <u>section</u>. For example, a project may be subject to both minor and major new source review permit fees and second or third tier review. <u>In ad-</u> <u>dition a project may be subject to fees under WAC 173-455-050 and</u> <u>173-455-100</u>.

(d) An applicant must submit initial fees with ((an)) <u>the associ-ated permit</u> application, notice, or request. An application, notice or request is incomplete until initial fees have been paid.

(i) For purposes of WAC 173-400-111 (1) (e), ((initial)) application fees are considered ((application)) initial fees under this section.

(ii) If ecology determines a project is complex after an applicant ((submitted)) paid the basic project initial fee, then the application is incomplete until the applicant ((pays)) has paid the initial complex project fee.

(iii) If ecology determines that a higher initial fee is due after an applicant submitted an application or request, the application or request is considered incomplete until the applicant ((pays)) has paid the ((new)) higher initial fee.

(e) If the initial fee paid by an applicant does not cover the cost of processing the application, notice, or request, then ecology ((shall)) <u>must</u> assess ((a)) <u>an additional</u> fee based on the actual costs for review in excess of the hours specified ((in each)) <u>for the initial</u> fee. The ((assessed)) <u>additional</u> fee must be <u>assessed at</u> a rate of ((ninety-five dollars)) <u>\$119</u> per hour of ecology staff time expended, or the rate established under WAC 173-455-031.

(f) Ecology cannot finalize an action covered under this section until all fees ((are)) <u>have been</u> paid. (WAC 173-400-111 (3)(i).)

(g) ((An applicant must pay fees that are due)) For fees assessed by invoice from ecology, the applicant must pay fees that are due within ((thirty)) <u>30</u> days from the date of the invoice. Ecology will cease processing all applications for which the required fees have not been received within ((thirty)) <u>30</u> days of an invoice.

(h) At the time of filing <u>a permit application, notice, or re-</u><u>quest</u>, an applicant must pay all delinquent air quality fees associated with the facility((. This is)) in addition to the fees required by this section. Delinquent fees may include, but are not limited to, registration fees, civil penalties ((awarded to)) <u>issued by</u> ecology, or other outstanding fees due under this section.

(i) All fees collected under this ((rule)) <u>section</u> must be made payable to the department of ecology.

(j) Fees assessed under this section apply without regard to whether ecology approves or denies ((a)) the underlying permit application, notice, or request.

Permit fees.

Minor new source review.

(2) <u>Fees for review of a permit application for a</u> new source or <u>for the</u> modification of an existing source with an emissions increase. (WAC ((173-400-110 and)) 173-400-110(3).)

(a) ((Basic project: One thousand five hundred dollars plus an hourly rate of ninety-five dollars after sixteen hours.

This fee covers up to sixteen hours of staff time to review the application and issue a final decision. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the application above sixteen hours.

(b) Complex project: Ten thousand dollars plus an hourly rate of ninety-five dollars after one hundred six hours.

(i) This fee covers up to one hundred six hours of staff time to review the application and issue a final decision. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the application above one hundred six hours.

(ii) An application)) Table 1 lists the 2023 fees for review of an application for a new source or for the modification of an existing source with an emissions increase.

Table 1: 2023 Fees for review of a permit application for a new source or for the modification of an existing source with an emissions increase (WAC 173-400-110(3))

Action	Initial Fee	Hourly Rate		
Basic Project	\$1,904.00 for up to 16 hours of review	\$119.00 per hour starting at 17 hours		
Complex Project	<u>\$12,614.00 for up to 106 hours of</u> review	\$119.00 per hour starting at 107 hours		

(b) A project is considered complex if the emissions associated with the application include at least one pollutant for which emissions increases are greater than the levels in ((the following table:)) Table 2.

((Air Contaminant)) <u>Pollutant</u>	Annual Emission Rate
Carbon monoxide	100 tons per year
Nitrogen oxides	40 tons per year
Sulfur dioxide	40 tons per year
Particulate matter (PM)	25 tons per year of PM emissions
	15 tons per year of PM_{10} emissions
	10 tons per year of PM _{2.5} emissions
Volatile organic compounds	40 tons per year
Fluorides	3 tons per year
Lead	0.6 tons per year
Sulfuric acid mist	7 tons per year
Hydrogen sulfide (H ₂ S)	10 tons per year
Total reduced sulfur (including H ₂ S)	10 tons per year
Reduced sulfur compounds (including H ₂ S)	10 tons per year

Table 2: Emission Threshold Table (WAC 173-400-030)

(((iii))) <u>(c)</u> Ecology may <u>also</u> determine that a project is complex based on consideration of factors that include, but are not limited to:

((-(A))) (i) Number and complexity of emission units;

(((B))) <u>(ii)</u> Volume of emissions, including toxicity of emissions;

(((C))) <u>(iii)</u> Amount and complexity of modeling; or

((-(D))) <u>(iv)</u> Number and kind of applicable state and federal requirements.

(d) Ecology will post a new fee schedule for the fees in this section starting in 2024 in accordance with WAC 173-455-031.

(3) <u>Fees for review of a requested change</u> to an existing order of approval. (WAC 173-400-111 (7) and (8).)

(a) Ecology will not charge a fee for correcting a mistake by ecology in a permit.

(b) <u>"Administrative or simple change"((: Two hundred dollars plus</u> an hourly rate of ninety-five dollars after three hours.

(i) This fee covers up to three hours of staff time to review the request and issue a final decision. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the request above three hours. (ii) An administrative or simple change means: (A))) means: (i) An action not subject to a mandatory public comment period ((in)) <u>under</u> WAC 173-400-171; and (((B))) (ii) The ((reissued)) modified approval order requires one hour or less of engineering evaluation by ecology and ((n - n)) does not authorize physical modification of equipment; and (((C))) <u>(iii)</u> Changes in permit conditions are based on actual operating conditions and <u>review of</u> the operating conditions requires one hour or less of engineering evaluation by ecology and the ((change)) modification does not cause a change in allowable emissions. (c) Complex changes: ((Eight hundred seventy-five dollars plus an hourly rate of ninety-five dollars after ten hours. (i) This fee covers up to ten hours of staff time to review the request and issue a final decision. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the request above ten hours. (ii))) (i) This fee ((excludes)) does not apply to an administrative or simple change ((and changes to)) or to the modification of an existing permit that results in an emissions increase. ((((iii)))) (ii) Examples of complex changes include, but are not limited to: (A) Changes requiring more than one hour of engineering review by ecology; (B) Consolidation of permits not allowed under simple change; (C) Request for review of ((a permit)) whether a proposed action ((that)) is exempt from new source review under WAC 173-400-110(5) (Table 110(5) emission-based exemption levels); or (D) Changes requiring mandatory public comment under WAC 173 - 400 - 171(3). (d) ((The fee for a permit modification (as defined in WAC 173-400-030) is located in subsection (2) (a) or (b) of this section. (4) Request to extend approval to construct or modify a stationary source issued under minor new source review that is set to expire (WAC 173-400-111(7)): One hundred dollars. An applicant may request an eighteen-month extension of an approval to construct. (5))) Table 3 lists the 2023 fees for review of a requested change to an existing order of approval.

Table 3: 2023 Fees for review of a requested change to an existing order of approval (WAC 173-400-111 (7) and (8))

Action	Initial Fee	Hourly Rate		
Correcting a mistake by ecology in a permit	<u>No fee</u>	No fee		
Administrative or simple change	\$357.00 for up to 3 hours of review	\$119.00 per hour starting at 4 hours		
Complex change	\$1,190.00 for up to 10 hours of review	\$119.00 per hour starting at 11 hours		
Permit extension request (WAC 173-400-111(7))	<u>\$119.00</u>	Not applicable		

(e) Ecology will post a new fee schedule for the fees in this section starting in 2024 in accordance with WAC 173-455-031. (4) Fees for review of an application for coverage under a general order of approval (WAC 173-400-560). (a) ((Category A general order. (i) SEPA review complete: Five hundred dollars. (ii) SEPA review required: Seven hundred eighty-five dollars. (iii))) Category A consists of the following general order of approval, including any subsequent updating or replacement: (((A))) (i) Concrete batch plants (No. 08-AQG-002); (((B) Rich burn, spark ignition, gaseous fossil fuel-powered emergency electrical generators (No. 06-AQG-005); (C)) (ii) Perchloroethylene dry cleaners using less than 2100 qallons per year (No. 06-AQG-003); (((D))) <u>(iii)</u> Stationary and portable rock crushers (No. 11AQ-GO-001); (((E))) <u>(iv)</u> Small water heaters and steam generating boilers 08-AQ-G003); and (No. (((F))) (v) Automobile body repair and refinishing shops (No. 08-AOG-001). (b) ((Category B general order. (i) SEPA review complete: Eight hundred seventy-five dollars. (ii) SEPA review required: One thousand one hundred sixty dollars. (iii))) Category B includes a general order of approval developed on or after January 1, 2011. Category B covers, but is not limited to, the following general order of approval, including any subsequent updating or replacement: (((A))) <u>(i)</u> Portable and stationary asphalt plants (No. ((10AQ- G0-01 [10AQ-G0-01])) 10AQ-G0-01); and (((B))) <u>(ii)</u> Dairy manure anaerobic digesters (No. 12AQ-GO-01). (((6))) <u>(c)</u> Table 4 lists the 2023 fees for Category A and B reviews of applications for coverage under a general order of approval. Table 4: 2023 Fees for review of an application for coverage under a general order of approval (WAC 173-400-560)

<u>Type of source seeking coverage under a general</u> <u>order of approval</u>	SEPA review complete	SEPA review required
Portable and stationary concrete batch plants (No. 08-AQG-002)	<u>\$625.00</u>	<u>\$981.00</u>
Perchloroethylene dry cleaners using less than 2,100 gallons per year (No. 06-AQG-003)	<u>\$625.00</u>	<u>\$981.00</u>
Stationary and portable rock crushers (No. 11AQ-GO-001)	<u>\$625.00</u>	<u>\$981.00</u>
Small water heaters and steam generating boilers (No. 08-AQ-G003)	<u>\$625.00</u>	<u>\$981.00</u>
Automobile body repair and refinishing shops (No. 08-AQG-001)	<u>\$625.00</u>	<u>\$981.00</u>
Portable and stationary asphalt plants (No. 10AQ-GO-01)	<u>\$1,093.00</u>	<u>\$1,450.00</u>
Dairy manure anaerobic digesters (No. 12AQ-GO-01)	<u>\$1,093.00</u>	<u>\$1,450.00</u>
Any other source seeking coverage under a general order of approval	<u>\$1,093.00</u>	<u>\$1,450.00</u>

(d) Ecology will post a new fee schedule for the fees in this section starting in 2024 in accordance with WAC 173-455-031.

(5) Fees for review of a relocation ((of)) notice for a portable source in ecology's jurisdiction under WAC 173-400-036((, 173-400-110 or 173-400-560.

(a) This fee applies to a portable source who intends to relocate in ecology's jurisdiction with an approval order from another permitting authority.

(i) SEPA review complete: One hundred fifty dollars.

(ii) SEPA review required: Four hundred thirty-five dollars. (b) This fee applies to a portable source who intends to relocate in ecology's jurisdiction and has operated under an ecology issued approval order or is approved for coverage under an ecology issued general order of approval.

(i) SEPA review complete: No fee.

(ii) SEPA review required: Two hundred eighty-five dollars.

(7)) (a) Table 5 lists the 2023 fees for review of a relocation notice for a portable source.

Table 5: 2023 Fees for review of a relocation notice for a portable <u>source (WAC 173-400-036)</u>

Action	SEPA Review Complete	SEPA Review Required
Portable source has approval order issued by a clean air agency	<u>\$187.00</u>	<u>\$543.00</u>
Portable source has approval order issued by ecology	<u>No fee</u>	<u>\$365.00</u>

(b) Ecology will post a new fee schedule for the fees in this section starting in 2024 in accordance with WAC 173-455-031.

(6) Fees for review of a request to establish a voluntary emission limit (WAC 173-400-091) ((: Five hundred dollars plus an hourly rate of ninety-five dollars after six hours.

(a) This fee covers up to six hours of staff time to review the request and issue a final decision. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the request above six hours)).

(((b))) (a) This fee applies to a regulatory order issued under WAC 173-400-091 that places a limit on emissions.

(i) This fee applies to the review of a request to establish the emission limit in a stand-alone regulatory order.

(ii) This fee does not apply when an emission limit is included as a condition in an approval order for a notice of construction application.

((-(8))) (b) Table 6 lists the 2023 fees to establish a voluntary emission limit.

Table 6: 2023 Fees for review of a request to establish a voluntary emission limit (WAC 173-400-091)

Action	<u>Initial Fee</u>	Hourly Rate
Review of request to establish a voluntary emission limit (WAC 173-400-091)	\$714.00 for up to 6 hours of review	\$119.00 per hour starting at 7 hours

(c) Ecology will post a new fee schedule for the fees in this section starting in 2024 in accordance with WAC 173-455-031.

(7) Fees for review of a request to replace or substantially alter control technology((: Refer to WAC 173-455-100(4) for fee schedule)) without an increase in emissions (RCW 70A.15.2220).

(a) Table 7 lists the 2023 fees for review of a request to replace or substantially alter control technology without an increase in emissions.

Table 7: 2023 Fees for review of a request to replace or substantially alter control technology without an increase in emissions (RCW 70A.15.2220)

Action	Initial Fee	Hourly Rate
Review notice of construction application	No initial fee	<u>\$119.00 per hour</u>
Review RACT analysis and determination for affected emission unit	<u>No initial fee</u>	<u>\$119.00 per hour</u>

(b) Ecology will post a new fee schedule for the fees in this section starting in 2024 in accordance with WAC 173-455-031.

Major new source review preapplication and permit fees.

((9) Request for a written prevention of significant deterioration applicability determination (WAC 173-400-720) or preapplication assistance: Five hundred dollars plus an hourly rate of ninety-five dollars after six hours.

This fee covers up to six hours of staff time to review the request and issue a final decision. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the request above six hours.

(10)) (8) Fees for review of a prevention of significant deterioration (PSD) determination (WAC 173-400-720 ((and)), 173-400-730, and 173-400-750).

(((a) PSD permit application: Fifteen thousand dollars plus an hourly rate of ninety-five dollars after one hundred fifty-eight hours.

This fee covers one hundred fifty-eight hours of staff time to review the application and issue a final decision. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the application above one hundred fifty-eight hours.

(b) PSD permit application where greenhouse gases are the sole PSD pollutant being reviewed: Seven thousand five hundred dollars plus an hourly rate of ninety-five dollars after seventy-nine hours.

This fee covers seventy-nine hours of staff time to review the application and issue a final decision. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the application above seventy-nine hours.

(11) Revision to a prevention of significant deterioration permit (WAC 173-400-750).

(a) Administrative revision as defined in WAC 173-400-750(3): One thousand nine hundred dollars plus an hourly rate of ninety-five dollars after twenty hours.

This fee covers twenty hours of staff time to review the application and issue a final decision. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the application above twenty hours.

(b) All other revisions (except major modification): Seven thousand five hundred dollars plus an hourly rate of ninety-five dollars after seventy-nine hours.

This fee covers seventy-nine hours of staff time to review the application and issue a final decision. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the application above seventy-nine hours.

(c) The fee for a major modification of a PSD permit (as defined
in WAC 173-400-720) is located in subsection (10) (a) of this section.
(12) Request to extend the following major source approvals that
are set to expire: Five hundred dollars. This provision applies to
each of the following:
(a) PSD permit, including a major modification;
(b) PSD permit revision;
(c) Approval order for major source nonattainment area permit-
ting; and
(d) A change to an approval order for major source nonattainment
area permitting.

(13))) (a) Table 8 lists the 2023 fees for the review of a request for prevention of significant deterioration (PSD) determination.

Table 8: 2023 Fees for review of a request for prevention of signifi-
cant deterioration (PSD) determination

Action	Initial Fee	Hourly Rate
Written PSD applicability determination (WAC 173-400-720)	\$4,760.00 for up to 40 hours of review	\$119.00 per hour starting at 41 hours
Preapplication assistance beyond the application assistance meeting ecology provides	\$714.00 for up to 6 hours of review	\$119.00 per hour starting at 7 hours
PSD permit application - New (WAC 173-400-720 and 173-400-730)	<u>\$18,802.00 for up to 158 hours of</u> review	\$119.00 per hour starting at 159 hours
PSD permit application - Limited to greenhouse gases	\$9,401.00 for up to 79 hours of review	\$119.00 per hour starting at 80 hours
PSD permit revision - Administrative (as defined in WAC 173-400-750(3))	\$2,380.00 for up to 20 hours of review	\$119.00 per hour starting at 21 hours
PSD permit revisions - Revision not administrative or major modification	\$4,760.00 for up to 40 hours of review	\$119.00 per hour starting at 41 hours
PSD permit revision - Major modification (WAC 173-400-720)	<u>\$18,802.00 for up to 158 hours of</u> review	\$119.00 per hour starting at 159 hours
Permit extension request (WAC 173-400-730(5))	<u>\$625.00</u>	No hourly fee

(b) Ecology will post a new fee schedule for the fees in this section starting in 2024 in accordance with WAC 173-455-031.

(9) Fees for nonattainment area major new source review.

(((a) A notice of construction application subject to WAC 173-400-830: Fifteen thousand dollars plus an hourly rate of ninety-

five dollars after one hundred fifty-eight hours. This fee covers one hundred fifty-eight hours of staff time to review the application and issue a final decision. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the application above one hundred fifty-eight hours.

(b) Change to an approval order issued under WAC 173-400-830:

(i) Request to change permit conditions under WAC 173-400-111(8) that is not subject to mandatory public comment in WAC 173-400-171: One thousand nine hundred dollars plus an hourly rate of ninety-five dollars after twenty hours.

This fee covers twenty hours of staff time to review the application and issue a final decision. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the application above twenty hours.

(ii) All other permit changes (except major modification): Seven thousand five hundred dollars plus an hourly rate of ninety-five dollars after seventy-nine hours.

This fee covers seventy-nine hours of staff time to review the application and issue a final decision. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the application above seventy-nine hours.

(iii) The fee for a major modification (as defined in WAC 173-400-810) of an approval order is located in subsection (13)(a) of this section.

(14))) (a) Table 9 lists the 2023 fees for nonattainment area major new source review.

Table	9:	2023	Fees	for	nonattainment	area	major	new	source	review

Action	Initial Fee	Hourly Rate
Notice of construction application (WAC 173-400-830)	<u>\$18,802.00 for up to 158 hours of</u> review	\$119.00 per hour starting at 159 hours
Change in permit conditions - Major modifications for an order issued under WAC 173-400-830	\$18,802.00 for up to 158 hours of review	\$119.00 per hour starting at 159 hours
Change in permit conditions under WAC 173-400-111(8) - Action not subject to mandatory public comment under WAC 173-400-171(3)	\$2,380.00 for up to 20 hours of review	\$119.00 per hour starting at 21 hours
<u>Changes in permit conditions - All</u> <u>other changes</u>	\$9,401.00 for up to 79 hours of review	\$119.00 per hour starting at 80 hours
Permit extension request (WAC 173-400-111(7))	<u>\$625.00</u>	No hourly fee

(b) Ecology will post a new fee schedule for the fees in this section starting in 2024 in accordance with WAC 173-455-031.

(10) Fees for review of plant-wide applicability limits (WAC 173-400-720).

(((a) Request to establish new plant-wide applicability limits: Fifteen thousand dollars plus an hourly rate of ninety-five dollars after one hundred fifty-eight hours.

This fee covers up to one hundred fifty-eight hours of staff time to review the request and establish a plant-wide applicability limit. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the request above one hundred fifty-eight hours.

(b) All other requests, such as increase or renew plant-wide applicability limits; or process an expired plant-wide applicability limit: Seven thousand five hundred dollars plus an hourly rate of ninety-five dollars after seventy-nine hours.

This fee covers up to seventy-nine hours of staff time to increase, renew or process a retired plant-wide applicability limit. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the request above seventy-nine hours.)) (a) Table 10 lists the 2023 fees for review of requests to establish plant-wide applicability limits.

Table 10: 2023 Fees for review of plant-wide applicability limits(WAC 173-400-720)

Action	<u>Initial Fee</u>	Hourly Rate
<u>Plant-wide applicability limits -</u> Establish new limits	<u>\$18,802.00 for up to 158 hours of</u> review	\$119.00 per hour starting at 159 hours
Plant-wide applicability limits - All other requests	\$9,401.00 for up to 79 hours of review	\$119.00 per hour starting at 80 hours

(b) Ecology will post a new fee schedule for the fees in this section starting in 2024 in accordance with WAC 173-455-031.

Other fees.

(((15) Second tier review (WAC 173-460-090): Ten thousand dollars plus an hourly rate of ninety-five dollars after one hundred six hours.

(a) This fee covers up to one hundred six hours of staff time to evaluate the health impact assessment protocol and second tier petition, and make a recommendation. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the second tier petition above one hundred six hours.

(b) A second tier petition that becomes subject to third tier review during the course of evaluation continues as a second tier petition for billing purposes. Staff must sum the time spent on this petition and bill the applicant if the total hours exceed one hundred six hours.

(16) Third tier review (WAC 173-460-100): Ten thousand dollars plus an hourly rate of ninety-five dollars after one hundred six hours.

(a) This fee covers up to one hundred six hours of staff time to evaluate the health impact assessment protocol and third tier petition, and make a recommendation. Ecology will bill the applicant ninety-five dollars per hour for each additional hour spent on the second tier petition above one hundred six hours.

(b) This fee does not apply to a second tier petition that becomes a third tier petition.

(17) Ecology may enter into a written cost-reimbursement agreement with an applicant as provided in RCW 70.94.085. Ecology will be reimbursed at a rate of ninety-five dollars per hour.

(18) Small business)) (11) Table 11 lists the 2023 fees for all other permitting actions, including second and third tier reviews.

(a) A second tier petition (WAC 173-460-090) that becomes subject to third tier review during the course of evaluation continues as a second tier petition for billing purposes. Staff must sum the time spent on this petition and bill the applicant if the total hours exceed 85 hours.

(b) The fee listed in Table 11 for third tier review (WAC 173-460-100) does not apply to a second tier petition that becomes a third tier petition under (a) of this subsection.

Action	<u>Initial Fee</u>	Hourly Rate	
Second tier review (WAC 173-460-090)	\$9,996.00 for up to 84 hours of review	\$119.00 per hour starting at 85 hours	
Third tier review (WAC 173-460-100)	\$9,996.00 for up to 84 hours of review	\$119.00 per hour starting at 85 hours	
Cost reimbursement agreement as provided in RCW 70A.15.1570	No initial fee	<u>\$119.00 per hour</u>	
Review of a request for a variance under WAC 173-400-180	No initial fee	<u>\$119.00 per hour</u>	
Review of a notification of intent to operate under WAC 173-400-035	No initial fee	<u>\$119.00 per hour</u>	
Hourly rate for other permitting actions	No initial fee	<u>\$119.00 per hour</u>	

Table 11: Other fees for 2023

(c) Ecology will post a new fee schedule for the fees in this section starting in 2024 in accordance with WAC 173-455-031.

(12) Fee reductions for small businesses. ((The new source review)) Ecology may reduce the permitting fees identified in subsections (2) through (((7))) (6) of this section ((may be reduced)) for a small business as provided in this subsection.

(a) <u>Small business reduction.</u>

(i) To qualify for ((the)) <u>a</u> small business ((new source review)) <u>permitting</u> fee reduction, a business must meet the requirements of "small business" as defined in RCW 19.85.020.

((In RCW 19.85.020, "small business" means any business entity, including a sole proprietorship, corporation, partnership, or other legal entity, that is owned and operated independently from all other businesses, that has the purpose of making a profit, and that has fifty or fewer employees.

(b)) (ii) To receive a <u>small business</u> fee reduction, the owner or operator of a small business must include <u>sufficient</u> information in ((the)) <u>an</u> application <u>submitted in accordance with (c) of this sec-</u> <u>tion</u>, demonstrating that the ((conditions of)) <u>business meets the re-</u> <u>quirements of a small business as required under subsection (1)</u>(a) of this ((subsection have been met. The application must be signed:

(i) By an authorized corporate officer in the case of a corporation;

(ii) By an authorized partner in the case of a limited or general partnership; or

(iii) By the proprietor in the case of a sole proprietorship.

(c) Ecology may verify the application information and, if the owner or operator has made false statements, deny the fee reduction request and revoke previously granted fee reductions.

(d))) <u>section.</u>

(iii) For small businesses ((determined to be)) that ecology determines are eligible for a small business fee reduction under (a)(ii) of this subsection, ((the new source review fee)) ecology shall ((be reduced)) reduce the permitting fee to the greater of:

(((i))) <u>(A)</u> Fifty percent of the ((new source review)) <u>permitting</u> fee; or

(((ii) Two hundred fifty)) <u>(B) Three hundred twelve</u> dollars.

(((e) If, due to special economic circumstances,)) <u>(b) Extreme</u> <u>hardship reduction.</u>

(i) If the fee <u>assessed after a</u> reduction ((determined)) <u>granted</u> under (((d))) <u>(a)(iii)</u> of this subsection imposes an extreme hardship on a small business <u>due to special economic circumstances</u>, the small business may request an extreme hardship fee reduction.

(ii) To receive an extreme hardship reduction, the owner or operator <u>of a small business</u> must provide sufficient evidence to support a claim of ((an)) <u>special economic circumstances and</u> extreme hardship <u>in</u> <u>an application submitted in accordance with (c) of this subsection</u>.

((The factors which)) (iii) Ecology may consider the following factors in determining whether an owner or operator has demonstrated special economic circumstances and ((in setting the)) extreme hard-ship, and in determining the amount of the fee ((include)) reduction:

(A) Annual sales;

(B) Labor force size;

(C) Market conditions which affect the owner's or operator's ability to pass the cost of the ((new source review)) permitting fees through to customers; and

(D) Average annual profits. ((In no case will a new source review fee be reduced below one hundred dollars))

(c) Application for fee reduction.

(i) One of the following representatives of the small business must sign the application:

(A) An authorized corporate officer in the case of a corporation;

(B) An authorized partner in the case of a limited or general partnership; or

(C) The proprietor in the case of a sole proprietorship.

(ii) Ecology may request additional information as needed to verify the application information. If ecology determines the owner or operator has made false statements in the application, ecology may deny the fee reduction request and revoke any previously granted fee reductions for that business.

(d) In no case will ecology reduce a permitting fee below \$125.

(((19))) <u>(13)</u> Fee reductions for pollution prevention initiatives. Ecology may reduce the permitting fees ((defined)) identified in subsections (2) through ((-7)) (6) of this section where the owner or operator of the proposed source demonstrates that approved pollution prevention measures will be used.

(((20))) <u>(14)</u> Tracking revenues, time, and expenditures. Ecology must track revenues from the fees collected under this subsection on a source-specific basis.

(((21) Periodic review. To ensure that fees cover the cost of processing the actions in this section, ecology shall review and update this section as necessary.))

[Statutory Authority: RCW 70.94.151, chapter 70.94 RCW, 2011 1st sp.s. c 50 § 302(2), and section 302(9), chapter 158, 2012 2nd sp.s. c 7. WSR 12-24-051 (Order 11-07), § 173-455-120, filed 11/30/12, effective 12/31/12. Statutory Authority: RCW 70.94.152 and 2011 c 5 § 301(28). WSR 11-12-077 (Order 10-04), § 173-455-120, filed 5/31/11, effective 7/1/11. Statutory Authority: RCW 70.94.181, [70.94.]152, [70.94.]331, [70.94.]650, [70.94.]745, [70.94.]892. WSR 07-11-018 (Order 06-14), § 173-455-120, filed 5/3/07, effective 6/3/07.]

REPEALER

The following sections of the Washington Administrative Code are repealed:

WAC	173-455-130	Air pollution	standards	variance	fee.
WAC	173-455-140	Nonroad engine	e permit f	ee.	