CERTIFICATION OF ENROLLMENT

SENATE BILL 6467

Chapter 29, Laws of 1996

54th Legislature 1996 Regular Session

POLLUTION SOURCE FEES--COLLECTION

EFFECTIVE DATE: 6/6/96

Passed by the Senate February 7, 1996 YEAS 48 NAYS 0

JOEL PRITCHARD

President of the Senate

Passed by the House February 26, 1996 YEAS 95 NAYS 0

CERTIFICATE

I, Marty Brown, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SENATE BILL 6467** as passed by the Senate and the House of Representatives on the dates hereon set forth.

CLYDE BALLARD

Speaker of the House of Representatives

Approved March 7, 1996

MARTY BROWN

Secretary

FILED

March 7, 1996 - 10:19 a.m.

MIKE LOWRY

Governor of the State of Washington

Secretary of State State of Washington

SENATE BILL 6467

Passed Legislature - 1996 Regular Session

State of Washington 54th Legislature 1996 Regular Session

By Senators Spanel, Swecker, Sutherland, Morton, Bauer, A. Anderson, Fraser, Roach and Haugen

Read first time 01/15/96. Referred to Committee on Ecology & Parks.

- 1 AN ACT Relating to pollution source fees; and amending RCW
- 2 70.94.152 and 70.94.154.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 **Sec. 1.** RCW 70.94.152 and 1993 c 252 s 4 are each amended to read 5 as follows:
- 6 (1) The department of ecology or board of any authority may require
- 7 notice of the establishment of any proposed new sources except single
- 8 family and duplex dwellings. The department of ecology or board may
- 9 require such notice to be accompanied by a fee and determine the amount
- 10 of such fee: PROVIDED, That the amount of the fee may not exceed the
- 11 cost of reviewing the plans, specifications, and other information and
- 12 administering such notice: PROVIDED FURTHER, That any such notice
- 13 given or notice of construction application submitted to either the
- 14 board or to the department of ecology shall preclude a further
- 15 submittal of a duplicate application to any board or to the department
- 16 of ecology.
- 17 (2) The department shall, after opportunity for public review and
- 18 comment, adopt rules that establish a workload-driven process for
- 19 determination and review of the fee covering the direct and indirect

costs of processing a notice of construction application and a 1 2 methodology for tracking revenues and expenditures. ((All new source 3 fees collected by the department from permit program sources shall be 4 deposited in the air operating permit account.)) All new source fees collected by the delegated local air authorities from ((permit 5 program)) sources shall be deposited in the dedicated accounts of their 6 7 respective treasuries. All new source fees collected by the department 8 from ((nonpermit program)) sources shall be deposited in the air 9 pollution control account. ((All new source fees collected by local 10 air authorities from nonpermit program sources shall be deposited in their respective treasuries.)) 11

(3) Within thirty days of receipt of a notice of construction application, the department of ecology or board may require, as a condition precedent to the establishment of the new source or sources covered thereby, the submission of plans, specifications, and such other information as it deems necessary to determine whether the proposed new source will be in accord with applicable rules and regulations in force under this chapter. If on the basis of plans, specifications, or other information required under this section the department of ecology or board determines that the proposed new source will not be in accord with this chapter or the applicable ordinances, resolutions, rules, and regulations adopted under this chapter, it shall issue an order denying permission to establish the new source. If on the basis of plans, specifications, or other information required under this section, the department of ecology or board determines that the proposed new source will be in accord with this chapter, and the applicable rules and regulations adopted under this chapter, it shall issue an order of approval for the establishment of the new source or sources, which order may provide such conditions as are reasonably necessary to assure the maintenance of compliance with this chapter and the applicable rules and regulations adopted under this chapter. Every order of approval under this chapter must be reviewed prior to issuance by a professional engineer or staff under the supervision of a professional engineer in the employ of the department of ecology or board.

(4) The determination required under subsection (3) of this section shall include a determination of whether the operation of the new air contaminant source at the location proposed will cause any ambient air quality standard to be exceeded.

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(5) New source review of a modification shall be limited to the emission unit or units proposed to be modified and the air contaminants whose emissions would increase as a result of the modification.

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- (6) Nothing in this section shall be construed to authorize the department of ecology or board to require the use of emission control equipment or other equipment, machinery, or devices of any particular type, from any particular supplier, or produced by any particular manufacturer.
- 9 (7) Any features, machines, and devices constituting parts of or 10 called for by plans, specifications, or other information submitted 11 pursuant to subsection (1) or (3) of this section shall be maintained 12 and operate in good working order.
 - (8) The absence of an ordinance, resolution, rule, or regulation, or the failure to issue an order pursuant to this section shall not relieve any person from his or her obligation to comply with applicable emission control requirements or with any other provision of law.
 - (9) Within thirty days of receipt of a notice of construction application the department of ecology or board shall either notify the applicant in writing that the application is complete or notify the applicant in writing of all additional information necessary to complete the application. Within sixty days of receipt of a complete application the department or board shall either (a) issue a final decision on the application, or (b) for those projects subject to public notice, initiate notice and comment on a proposed decision, followed as promptly as possible by a final decision. A person seeking approval to construct or modify a source that requires an operating permit may elect to integrate review of the operating permit application or amendment required by RCW 70.94.161 and the notice of construction application required by this section. A notice of construction application designated for integrated review shall be processed in accordance with operating permit program procedures and deadlines.
- 33 (10) Best available control technology (BACT) is required for new 34 sources except where the federal clean air act requires compliance with 35 the lowest achievable emission rate (LAER).
- 36 **Sec. 2.** RCW 70.94.154 and 1993 c 252 s 8 are each amended to read 37 as follows:

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- 1 (1) RACT as defined in RCW 70.94.030 is required for existing 2 sources except as otherwise provided in RCW 70.94.331(9).
- 3 (2) RACT for each source category containing three or more sources 4 shall be determined by rule except as provided in subsection (3) of 5 this section.
- 6 (3) Source-specific RACT determinations may be performed under any of the following circumstances:
 - (a) As authorized by RCW 70.94.153;

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- (b) When required by the federal clean air act;
- 10 (c) For sources in source categories containing fewer than three 11 sources;
- 12 (d) When an air quality problem, for which the source is a 13 contributor, justifies a source-specific RACT determination prior to 14 development of a categorical RACT rule; or
- (e) When a source-specific RACT determination is needed to address either specific air quality problems for which the source is a significant contributor or source-specific economic concerns.
- (4) By January 1, 1994, ecology shall develop a list of sources and 18 19 source categories requiring RACT review and a schedule for conducting 20 that review. Ecology shall review the list and schedule within six months of receiving the initial operating permit applications and at 21 least once every five years thereafter. In developing the list to 22 determine the schedule of RACT review, ecology shall consider emission 23 24 reductions achievable through the use of new available technologies and 25 the impacts of those incremental reductions on air quality, the 26 remaining useful life of previously installed control equipment, the 27 impact of the source or source category on air quality, the number of years since the last BACT, RACT, or LAER determination for that source 28 29 and other relevant factors. Prior to finalizing the list and schedule, 30 ecology shall consult with local air authorities, the regulated community, environmental groups, and other interested individuals and 31 organizations. The department and local authorities shall revise RACT 32 requirements, as needed, based on the review conducted under this 33 34 subsection.
- 35 (5) In determining RACT, ecology and local authorities shall utilize the factors set forth in RCW 70.94.030 and shall consider RACT determinations and guidance made by the federal environmental protection agency, other states and local authorities for similar sources, and other relevant factors. In establishing or revising RACT

requirements, ecology and local authorities shall address, where practicable, all air contaminants deemed to be of concern for that source or source category.

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- (6) Emission standards and other requirements contained in rules or regulatory orders in effect at the time of operating permit issuance or renewal shall be considered RACT for purposes of permit issuance or renewal. RACT determinations under subsections (2) and (3) of this section shall be incorporated into operating permits as provided in RCW 70.94.161 and rules implementing that section.
- 10 (7) The department and local air authorities are authorized to 11 and collect a fee to cover the costs of developing, 12 establishing, or reviewing categorical case-by-case or **RACT** 13 The fee shall apply to determinations of requirements. RACT requirements as defined under this section and RCW 70.94.331(9). 14 15 amount of the fee may not exceed the direct and indirect costs of establishing the requirement for the particular source or the pro rata 16 17 portion of the direct and indirect costs of establishing the requirement for the relevant source category. 18 The department shall, 19 after opportunity for public review and comment, adopt rules that 20 establish a workload-driven process for determination and review of the fee covering the direct and indirect costs of its RACT determinations 21 and a methodology for tracking revenues and expenditures. 22 RACT determination fees collected by the department from permit program 23 24 sources shall be deposited in the air operating permit account.)) All 25 such RACT determination fees collected by the delegated local air authorities from ((permit program)) sources shall be deposited in the 26 dedicated accounts of their respective treasuries. All such RACT fees 27 collected by the department from ((nonpermit program)) sources shall be 28 deposited in the air pollution control account. ((All such RACT fees 29 30 collected by local air authorities from nonpermit program sources shall be deposited in their respective treasuries.)) 31

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