Rule Summary and Fiscal Analysis (Part A)

Ohio Environmental Protection Agency

Agency Name

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<u>3745-15-04</u> <u>NO CHANGE</u>

Rule Number TYPE of rule filing

Rule Title/Tag Line <u>Measurement of emissions of air contaminants.</u>

RULE SUMMARY

- 1. Is the rule being filed for five year review (FYR)? Yes
- 2. Are you proposing this rule as a result of recent legislation? No
- 3. Statute prescribing the procedure in accordance with the agency is required to adopt the rule: 119.03
- 4. Statute(s) authorizing agency to adopt the rule: 3704.03(E)
- 5. Statute(s) the rule, as filed, amplifies or implements: **3704.03**(**F**)
- 6. State the reason(s) for proposing (i.e., why are you filing,) this rule:

This rule is being amended after a review to fulfill the requirements of ORC 106.031 (No-Change, 5-yr review).

7. If the rule is an AMENDMENT, then summarize the changes and the content of the proposed rule; If the rule type is RESCISSION, NEW or NO CHANGE, then summarize the content of the rule:

This rule states the Director may require a source to test emissions of air

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contaminants and/or install monitoring equipment to demonstrate conformance with regulations.

8. If the rule incorporates a text or other material by reference and the agency claims the incorporation by reference is exempt from compliance with sections 121.71 to 121.74 of the Revised Code because the text or other material is **generally available** to persons who reasonably can be expected to be affected by the rule, provide an explanation of how the text or other material is generally available to those persons:

This response left blank because filer specified online that the rule does not incorporate a text or other material by reference.

9. If the rule incorporates a text or other material by reference, and it was **infeasible** for the agency to file the text or other material electronically, provide an explanation of why filing the text or other material electronically was infeasible:

This response left blank because filer specified online that the rule does not incorporate a text or other material by reference.

10. If the rule is being **rescinded** and incorporates a text or other material by reference, and it was **infeasible** for the agency to file the text or other material, provide an explanation of why filing the text or other material was infeasible:

Not Applicable.

11. If **revising** or **refiling** this rule, identify changes made from the previously filed version of this rule; if none, please state so. If applicable, indicate each specific paragraph of the rule that has been modified:

Not Applicable.

12. Five Year Review (FYR) Date: 5/4/2015 and 05/01/2020

(If the rule is not exempt and you answered NO to question No. 1, provide the scheduled review date. If you answered YES to No. 1, the review date for this rule is the filing date.)

NOTE: If the rule is not exempt at the time of final filing, two dates are required: the current review date plus a date not to exceed 5 years from the effective date for Amended rules or a date not to exceed 5 years from the review date for No Change rules.

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FISCAL ANALYSIS

13. Estimate the total amount by which *this proposed rule* would **increase / decrease** either **revenues / expenditures** for the agency during the current biennium (in dollars): Explain the net impact of the proposed changes to the budget of your agency/department.

This will have no impact on revenues or expenditures.

\$0.00

Not Applicable

14. Identify the appropriation (by line item etc.) that authorizes each expenditure necessitated by the proposed rule:

Not Applicable

15. Provide a summary of the estimated cost of compliance with the rule to all directly affected persons. When appropriate, please include the source for your information/estimated costs, e.g. industry, CFR, internal/agency:

This rule states the Director may require a source to test emissions of air contaminants and/or install monitoring equipment to demonstrate conformance with regulations. This can incur a cost to regulated entities. Typically, these costs can include the time for personnel to perform testing and monitoring of sources. Some facilities may choose to have a consultant perform these functions. As a result of this rule, the director may also require monitoring equipment be installed which can incur a capital cost. The costs can vary widely depending on the size of the facility, different types of pollutants, how many sources, etc., are required to test and/or monitor emissions information. An estimate could be anywhere from hundreds of dollars a year to thousands of dollars a year depending on the facility, the requirements, and whether or not capital costs are necessary.

16. Does this rule have a fiscal effect on school districts, counties, townships, or municipal corporations? **Yes**

You must complete Part B of the Rule Summary and Fiscal Analysis in order to comply with Am. Sub. S.B. 33 of the 120th General Assembly.

17. Does this rule deal with environmental protection or contain a component dealing with environmental protection as defined in R. C. 121.39? Yes

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You must complete the Environmental rule Adoption/Amendment Form in order to comply with Am. Sub. 106 of the 121st General Assembly.

S.B. 2 (129th General Assembly) Questions

- 18. Has this rule been filed with the Common Sense Initiative Office pursuant to R.C. 121.82? Yes
- 19. Specific to this rule, answer the following:
- A.) Does this rule require a license, permit, or any other prior authorization to engage in or operate a line of business? N_0
- B.) Does this rule impose a criminal penalty, a civil penalty, or another sanction, or create a cause of action, for failure to comply with its terms? N_0
- C.) Does this rule require specific expenditures or the report of information as a condition of compliance? Yes

This rule states the Director may require a source to test emissions of air contaminants and/or install monitoring equipment to demonstrate conformance with regulations. This can incur a cost to regulated entities. Typically, these costs can include the time for personnel to perform testing and monitoring of sources. Some facilities may choose to have a consultant perform these functions. As a result of this rule, the director may also require monitoring equipment be installed which can incur a capital cost. The costs can vary widely depending on the size of the facility, different types of pollutants, how many sources, etc., are required to test and/or monitor emissions information. An estimate could be anywhere from hundreds of dollars a year to thousands of dollars a year depending on the facility, the requirements, and whether or not capital costs are necessary.

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Rule Summary and Fiscal Analysis (Part B)

1. Does the Proposed rule have a fiscal effect on any of the following?

(a) School (b) Counties (c) Townships (d) Municipal Corporations

Yes Yes Yes Yes Yes

2. Please provide an estimate in dollars of the cost of compliance with the proposed rule for school districts, counties, townships, or municipal corporations. If you are unable to provide an estimate in dollars, please provide a written explanation of why it is not possible to provide such an estimate.

This rule states the Director may require a source to test emissions of air contaminants and/or install monitoring equipment to demonstrate conformance with regulations. This can incur a cost to regulated entities. Typically, these costs can include the time for personnel to perform testing and monitoring of sources. Some facilities may choose to have a consultant perform these functions. As a result of this rule, the director may also require monitoring equipment be installed which can incur a capital cost. The costs can vary widely depending on the size of the facility, different types of pollutants, how many sources, etc., are required to test and/or monitor emissions information. An estimate could be anywhere from hundreds of dollars a year to thousands of dollars a year depending on the facility, the requirements, and whether or not capital costs are necessary.

- 3. If the proposed rule is the result of a federal requirement, does the proposed rule exceed the scope and intent of the federal requirement? N_0
- 4. If the proposed rule exceeds the minimum necessary federal requirement, please provide an estimate of, and justification for, the excess costs that exceed the cost of the federal requirement. In particular, please provide an estimate of the excess costs that exceed the cost of the federal requirement for (a) school districts, (b) counties, (c) townships, and (d) municipal corporations.

Not Applicable.

5. Please provide a comprehensive cost estimate for the proposed rule that includes the procedure and method used for calculating the cost of compliance. This comprehensive cost estimate should identify all of the major cost categories including, but not limited to, (a) personnel costs, (b)

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new equipment or other capital costs, (c) operating costs, and (d) any indirect central service costs.

Please see question #2 above.

(a) Personnel Costs

Please see question #2 above.

(b) New Equipment or Other Capital Costs

Please see question #2 above.

(c) Operating Costs

Please see question #2 above.

(d) Any Indirect Central Service Costs

Please see question #2 above.

(e) Other Costs

Please see question #2 above.

6. Please provide a written explanation of the agency's and the local government's ability to pay for the new requirements imposed by the proposed rule.

The existing requirements of this rule continue to require a cost of compliance that has existed for a number of years and has been funded through existing budgets.

7. Please provide a statement on the proposed rule's impact on economic development.

The existing requirements of this rule continue to impact economic development in that any agency/local government or other entity with air contaminant emissions in the state of Ohio will have to incur additional costs to address the air pollution control requirements of the state.

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Environmental Rule Adoption/Amendment Form

Pursuant to Am. Sub. H.B. 106 of the 121st General Assembly, prior to adopting a rule or an amendment to a rule dealing with environmental protection, or containing a component dealing with environmental protection, a state agency shall:

- (1) Consult with organizations that represent political subdivisions, environmental interests, business interests, and other persons affected by the proposed rule or amendment.
- (2) Consider documentation relevant to the need for, the environmental benefits or consequences of, other benefits of, and the technological feasibility of the proposed rule or rule amendment.
- (3) Specifically identify whether the proposed rule or rule amendment is being adopted or amended to enable the state to obtain or maintain approval to administer and enforce a federal environmental law or to participate in a federal environmental program, whether the proposed rule or rule amendment is more stringent than its federal counterpart, and, if the proposed rule or rule amendment is more stringent, the rationale for not incorporating its federal counterpart.
- (4) Include with the proposed rule or rule amendment and rule summary and fiscal analysis required to be filed with the Joint Committee on Agency Rule Review information relevant to the previously listed requirements.
- (A) Were organizations that represent political subdivisions, environmental interests, business interests, and other persons affected by the proposed rule or amendment consulted ? Yes

Please list each contact.

The draft rules and BIA were sent out for a 30-day draft comment period ending November 7, 2014. The rules were released to Ohio EPA's electronic interested parties list, posted on Ohio EPA's regulations website and shared with interested industry parties. Two sets of comments were received.

(B) Was documentation that is relevant to the need for, the environmental benefits or consequences of, other benefits of, and the technological feasibility of the proposed rule or amendment considered? Yes

Please list the information provided and attach a copy of each piece of documentation to this form. (A SUMMARY OR INDEX MAY BE ATTACHED IN LIEU OF THE ACTUAL DOCUMENTATION.)

ORC 3704.03

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Various chapters of the Administrative Code

The Clean Air Act

Comments from interested parties.

(C) Is the proposed rule or rule amendment being adopted or amended to enable the state to obtain or maintain approval to administer and enforce a federal environmental law or to participate in a federal environmental program?

Yes

Is the proposed rule or rule amendment more stringent than its federal counterpart ? N_0

Not Applicable

(D) If this is a rule amendment that is being adopted under a state statute that establishes standards with which the amendment is to comply, is the proposed rule amendment more stringent than the rule that it is proposing to amend? No