Invitation to Comment

DEQ Reopens Comment Period

For Air Quality permitting, Heat Smart, and gasoline dispensing facility updates

DEQ invites input on proposed permanent rule amendments, adoption and repeal to chapter 340 of the Oregon Administrative Rules.

Update to DEQ proposal

DEQ received a request from the U.S. Forest Service and Friends of the Columbia Gorge to extend the public comment period for the proposed air quality permitting, Heat Smart, and gasoline dispensing facility updates, which closed Aug. 28, 2014. DEQ reopened the public comment period for this rulemaking until Monday, Sept. 15, 2014 at 5:00 p.m. to provide additional time for comment. This is DEQ's fourth update to its initial proposal issued June 16, 2014.

DEQ proposal

DEQ proposes the following changes to OAR 340 division numbers 200, 202, 204, 206, 208, 209, 210, 212, 214, 216, 218, 220, 222, 224, 225, 226, 228, 232, 234, 236, 240, 242, 244, 246, 262, 264, and 268. See far right column to learn how to comment on this proposal.

The rulemaking proposal would revise air quality permitting, Heat Smart, and gasoline dispensing facility rules including:

- Clarify and update air quality rules
- Update particulate matter emission standards
- Change permitting requirements for emergency generators and small natural gas or oil-fired equipment
- Establish two new state air quality area designations, "sustainment" and "reattainment," to help areas avoid and more quickly end a federal nonattainment designation
- Designate Lakeview as a state sustainment area while retaining its federal attainment designation
- Change the New Source Review preconstruction permitting program
- Modernize methods allowed for holding public hearings and meetings
- Re-establish the Heat Smart woodstove replacement program exemption for small commercial solid fuel boilers regulated under the permitting program

• Remove annual reporting requirements for small gasoline dispensing facilities

U.S. Supreme Court action

Considering recent action by the U.S. Supreme Court, DEQ requests public comment on the applicability of Oregon's Prevention of Significant Deterioration requirements and Title V operating permit program requirements for greenhouse gases. DEQ requests public comment on whether Oregon's rules should be retained as they are, revised to agree with the court's ruling, or revised in other ways.

In 2011, the Oregon Environmental Quality Commission adopted Oregon rules equivalent to the U.S. Environmental Protection Agency's greenhouse gas regulations known as the Tailoring Rule. On June 23, 2014, the U.S. Supreme Court invalidated portions of the federal Tailoring Rule. As a result of the court's ruling, industrial sources of air pollution are no longer subject to federal air quality requirements known as Prevention of Significant Deterioration for greenhouse gases alone. In addition, as a result of the court's ruling, industrial sources are no longer subject to federal Title V permitting requirements for greenhouse gases alone. The ruling retains the requirement that industrial sources triggering Prevention of Significant Deterioration for other pollutants and which also emit greenhouse gases are required to perform Best Available Control Technology analysis for greenhouse gases under specific conditions. The court's action does not invalidate any part of Oregon's rules and those rules remain in effect in Oregon.

Rulemaking goal

The goal of this rulemaking is to ensure DEQ's air quality permitting programs are efficient and effective. This rulemaking would modify DEQ rules to ensure Oregon regulations are up to date and that they address air quality problems. DEQ expects to see improved air quality and a reduction in the number of business that have difficulty interpreting the rules.

DEQ requests public comment on whether to consider other options for achieving these rule's substantive goals while reducing negative economic impact of the rule on business. DEQ's Statement of fiscal and economic impact is in the Notice online at



State of Oregon Department of Environmental Quality

Air Quality Division

811 SW 6th Avenue Portland, OR 97204

Phone: 503-229-5696 800-452-4011 Fax: 503-229-6124 Contact: Jill Inahara

www.oregon.gov/DEQ

DEQ is a leader in restoring, maintaining and enhancing the quality of Oregon's air, land and water.

How to submit written comments

Online

Comment form

By mail Oregon DEQ Attn: Jill Inahara 811 SW 6th Avenue Portland, OR 97204

By fax 503-229-5675 Attn: Jill Inahara

Hearings have already occured See Public Hearings

Issued 09/2/14 Jill Inahara 503-229-5001 http://www.oregon.gov/deq/RulesandRegulations/Pages/2014/AQPerm.aspx.

DEQ requests public comment on the ability of owners and operators of equipment to meet the proposed particulate standards, specifically the proposed grain loading and opacity standards.

DEQ also requests public comment on whether Lane Regional Air Protection Agency rules are as stringent as DEQ's proposed rules.

Who does this affect?

Parties affected by this proposal include:

- All businesses currently holding air quality permits;
- Businesses required to submit construction approval notices
- Businesses that sell small solid fuel boilers
- Businesses that dispense less than 10,000 gallons of gasoline a month

Public hearings

DEQ held the following public hearings for the proposed rules. DEQ accepted public comment at the hearings.

Portland, Bend, Medford, Springfield and Pendleton

6 p.m., July 16, 2014

Portland

DEQ Headquarters Building, Room EQC A on the 10th Floor, 811 SW Sixth Ave., Portland, OR, 97204

Bend

DEQ - Bend Regional Office Conference Room 475 NE Bellevue Dr., Suite 110 Bend, OR 97701

Medford

DEQ - Medford Regional Office Conference Room 221 Stewart Ave., Suite 201 Medford, OR 97501

Springfield

Lane Regional Air Protection Agency 1010 Main Street Springfield, OR 97477

Pendleton

DEQ – Pendleton Regional Office 800 SE Emigrant, #330 Pendleton, OR 97801 The Presiding Officer for all hearings was DEQ staff.

More information

The Rule Proposal and Notice for this rulemaking are on DEQ's website: http://www.oregon.gov/deq/RulesandRegulations/Pages/2014/AQPerm.aspx

Comment deadline

To consider comments on the proposed rules, DEQ must receive the comment by **5 p.m. Monday, Sept. 15, 2014.**

Sign up for rulemaking notices

Get email updates about future DEQ proposed rule by signing up at:

 $\frac{http://www.oregon.gov/deq/Rules and Regulation}{s/Pages/proposed rule.aspx}$

What has happened so far?

Adivosry committee and stakeholder meetings

DEQ held stakeholder meetings around the state in Aug. 2013 to receive input and expertise on ideas for preliminary rules. DEQ held a fiscal advisory committee meeting Jan. 23, 2014 to gather recommendations on the adequacy of the draft fiscal impact statement. To comply with ORS 183.333, DEQ asked for the committee's recommendations on whether the proposed rules would have a fiscal impact, the extent of the impact, and whether the proposed rules would have a significant impact on small businesses and complies with ORS 183.540. DEQ also sought input on the fiscal impact statement from its standing Small Business Compliance Advisory Panel. DEQ incorporated information from industry experts and other stakeholders into the proposed rules.

Documents used to develop proposal

DEQ relied on Oregon Administrative Rules and EPA rules and guidance when considering the need for the proposed rule and to prepare the rulemaking documents.

What will happen next?

We will review all comments

DEQ will prepare a written response to each comment or summary of similar comments received by the comment deadline. DEQ may modify the rule proposal based on the comments.

Comments or summary of comments and responses will become part of the DEQ staff

report that will go to the Oregon Environmental Quality Commission for final decision.

Present proposal to the EQC

The Environmental Quality Commission is the board that reviews all proposed changes to division 340 of the Oregon Administrative Rules. The commission adopts, rejects, or adopts with changes, any proposed rule.

DEQ plans to take the completed draft proposal, including any modifications made in response to public comment, to the commission for final decision at its January 2015 meeting.

If EQC approves the proposed rules and incorporating the amendments into the Oregon Clean Air Act State Implementation Plan under OAR 340-200-0040, DEQ will submit the rules to EPA for approval as a revision to the plan as required by the Clean Air Act.

Accessibility information

You may review copies of all websites and documents referenced in this announcement at:

Oregon DEQ Headquarters 811 SW Sixth Ave. Portland, OR 97204

To schedule a review, call Jill Inahara at 503-229-5001. In Lane County, contact Max Hueftle at 541-736-1056 or max@lrapa.org.

Please notify DEQ of any special physical or language accommodations or if you need information in large print, Braille or another format. To make these arrangements, contact DEQ Communications and Outreach at 503-229-5696 or call toll-free in Oregon at 1-800-452-4011; fax to 503-229-6762; or email to deqinfo@deq.state.or.us. Hearing impaired persons may call 711.