

Increase Title V Permit Fees by the Consumer Price Index

Air Quality Program

Item K, Proposed Rule Adoption

July 23, 2021

Environmental Quality Commission meeting

Increase Title V Permit Fees by the CPI

Background – Title V Permit Program Fees

- Federal Clean Air Act Title V program.
- Federal Clean Air Act requires Title V program to be fully funded by permit fees.
- Fee increases are needed as Title V program operating costs increase.
- Federal and state statutes authorize fee increases by annual Consumer Price Index (CPI) increases.

Increase Title V Permit Fees by the CPI

Background – Title V Permit Program Fees

- Today's CPI increase proposal includes phase one of a two phase process:
- **Phase One:**
 - Proposed 1.46% fee increase based on 2020 CPI
 - Sources will see increase on invoices later this year.
- **Phase Two for future action:**
 - Estimated 2.03% fee increase
 - Based on the current 2021 CPI as of April 2021.
 - Sources will see increase on invoices fall 2022.

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Title V Permit Fees		
Fee category	Current Fees	Proposed 2022 Fees (1.46%)
Annual Title V Fees		
Annual Base Fee	\$8,367	\$8,489 (+\$122)
Emission Fee	\$63.26 per ton	\$64.18 (+\$0.92)
Specific Activity Fees		
Administrative Amendment	\$510	\$518 (+\$18)
Simple Modification	\$2,041	\$2,071 (+\$30)
Moderate Modification	\$15,306	\$15,529 (+\$223)
Complex Modification	\$30,612	\$31,058 (+\$446)
Ambient Air Monitoring Review	\$4,082	\$4,141 (+\$59)
*GHG Fee 15% not to exceed \$4,500		
No change to CAO Fees		



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PUBLIC INVOLVEMENT, COMMENTS and RESPONSES

The proposed rules were placed on public notice on April 30, 2021.

DEQ held a public hearing in Portland on May 17, 2021.

The public comment period ended on May 21, 2021.

Five comments were received.

Public Comments can be found in the Staff Report.

Draft rules were not modified in response to comments received.

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RECOMMENDATION

DEQ recommends that the Environmental Quality Commission adopt Phase One of the proposed rules in pages 29 through 33 in the Staff Report as part of Chapter 340 of the Oregon Administrative Rules.