By: Senator(s) Dearing

To: Environment Prot, Cons and Water Res

SENATE BILL NO. 2983 (As Passed the Senate)

AN ACT TO AMEND SECTION 49-17-30, MISSISSIPPI CODE OF 1972,
TO REVISE THE METHOD BY WHICH TITLE V PERMIT FEES ARE CALCULATED
AND TO SPECIFY THE MAXIMUM PER TON FEE AND THE MINIMUM AND MAXIMUM
TOTAL FEE; TO AMEND SECTION 49-17-14, MISSISSIPPI CODE OF 1972, TO
AUTHORIZE THE USE OF TITLE V FEES RETAINED IN THE AIR OPERATING
PERMIT FEE TRUST FUND IN SUCCEEDING FISCAL YEARS; AND FOR RELATED
PURPOSES.

- 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 9 SECTION 1. Section 49-17-30, Mississippi Code of 1972, is
- 10 amended as follows:

[Until July 1, 2000, this section will read as follows:]

- 12 49-17-30. (1) As a condition of any air operating permit
- 13 required under Title V of the federal Clean Air Act, the owner or
- 14 operator of any stationary source shall pay to the Department of
- 15 Environmental Quality an annual permit fee. The commission shall
- 16 establish the amount of each fee to cover the costs of the Title V
- 17 program as provided in Section 49-17-14.
- 18 (2) To facilitate the proper administration of the Title V
- 19 program, the commission is authorized to assess and collect fees
- 20 from Title V program permittees. The commission is further
- 21 authorized to promulgate such rules and regulations as are
- 22 necessary for the development and administration of the Title V
- 23 program and the assessment and collection of Title V program fees.
- 24 (a) For purposes of fee assessment and collection, the
- 25 maximum emission rate of each pollutant used in the calculation of
- 26 fees shall be four thousand (4,000) tons per year per facility.
- 27 (b) For purposes of fee assessment and collection, the
- 28 permit holder shall elect for actual or allowable emissions to be

- 29 used in determining the annual quantity of emissions unless the
- 30 commission determines by order that the method chosen by the
- 31 applicant for calculating actual emissions fails to reasonably
- 32 represent actual emissions. Such order of the commission shall be
- 33 subject to appeal in the manner provided in Section 49-17-41.
- 34 Actual emissions shall be calculated using emission monitoring
- 35 data or direct emissions measurements for the pollutant(s); mass
- 36 balance calculations such as the amounts of the pollutant(s)
- 37 entering and leaving process equipment and where mass balance
- 38 calculations can be supported by direct measurement of process
- 39 parameters, such direct measurement data shall be supplied;
- 40 published emission factors such as those relating release
- 41 quantities to throughput or equipment type (e.g., air emission
- 42 factors); or other approaches such as engineering calculations
- 43 (e.g. estimating volatilization using published mathematical
- 44 formulas) or best engineering judgments where such judgments are
- 45 derived from process and/or emission data which supports the
- 46 estimates of maximum actual emissions.
- 47 If the commission determines that there is not sufficient
- 48 information available on a facility's emissions, the determination
- 49 of the fee shall be based upon the permitted allowable emissions
- 50 until such time as an adequate determination of actual emissions
- 51 is made.
- 52 (c) A minimum annual fee of Two Hundred Fifty Dollars
- 53 (\$250.00) shall be assessed to and collected from the owner or
- 54 operator of each facility that is required to hold a Title V
- 55 permit. The maximum annual fee shall be Two Hundred Fifty
- 56 Thousand Dollars (\$250,000.00) per facility.
- 57 (3) (a) Prior to the date of full implementation of the
- 58 Title V program in Mississippi, the fee assessed shall be Four
- 59 Dollars (\$4.00) per ton of emissions of each air pollutant for
- 60 which fees can be assessed under the Title V program, not to
- 61 exceed Fifty Thousand Dollars (\$50,000.00) per facility.
- (b) Following the date of full implementation of the
- 63 Title V program in Mississippi, the fee schedule for Title V
- 64 permit fees for any subsequent calendar year shall be set by order
- of the commission in an amount sufficient to cover the reasonable

- 66 costs of development and administration of the Title V program.
- 67 The commission's order shall follow:
- (i) Receipt of the report and recommendations of
- 69 the Advisory Council; and
- 70 (ii) A public hearing to be held not earlier than
- 71 thirty (30) days following receipt by the commission of the report
- 72 and recommendations of the Advisory Council. The commission may
- 73 proceed with entry of the order on fees if the Advisory Council
- 74 fails to submit its report in a timely manner. The order of the
- 75 commission may be appealed in the manner set forth in Section
- 76 49-17-41. The determination of the fee shall be by order of the
- 77 commission and shall not be considered the promulgation of a
- 78 regulation by the commission. The record of the public hearing
- 79 shall be included in the record upon which the order is based and
- 80 shall become a part of the appellate records for all appeals taken
- 81 from the order of the commission establishing or modifying Title V
- 82 permit fees. Any undisputed amount due from an appellant must be
- 83 paid according to the appellant's payment schedule during the
- 84 pendency of the appeal.
- 85 (4) Any person required to pay the Title V permit fee set
- 86 forth under this chapter who disagrees with the calculation or
- 87 applicability of the person's fee may petition the commission in
- 88 writing for a hearing in accordance with Section 49-17-35. Such
- 89 hearing shall be in accordance with Section 49-17-33. Any
- 90 disputed portion of the fee for which a hearing has been requested
- 91 will not incur any penalty or interest from and after the receipt
- 92 by the commission of the hearing petition. The decision of the
- 93 commission may be appealed in the manner set forth in Section
- 94 49-17-41.
- 95 (5) All fees collected pursuant to this section shall be
- 96 deposited into the "Air Operating Permit Program Fee Trust Fund"
- 97 established in Section 49-17-14.
- 98 [From and after July 1, 2000, this section will read as

99 <u>follows:</u>]

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- 100 49-17-30. (1) As a condition of any air operating permit
 101 required under Title V of the federal Clean Air Act, the owner or
 102 operator of any stationary source shall pay to the Department of
 103 Environmental Quality an annual permit fee. The commission shall
 104 establish the amount of each fee to cover the costs of the Title V
 105 program as provided in Section 49-17-14.
- 106 (2) To facilitate the proper administration of the Title V
 107 program, the commission is authorized to assess and collect fees
 108 from Title V program permittees. The commission is further
 109 authorized to promulgate such rules and regulations as are
 110 necessary for the development and administration of the Title V
 111 program and the assessment and collection of Title V program fees.
- 112 (a) For purposes of fee assessment and collection, the
 113 maximum emission rate of each pollutant used in the calculation of
 114 fees shall be four thousand (4,000) tons per year per facility.
 - For purposes of fee assessment and collection, the permit holder shall elect for actual or allowable emissions to be used in determining the annual quantity of emissions unless the commission determines by order that the method chosen by the applicant for calculating actual emissions fails to reasonably represent actual emissions. Such order of the commission shall be subject to appeal in the manner provided in Section 49-17-41. Actual emissions shall be calculated using emission monitoring data or direct emissions measurements for the pollutant(s); mass balance calculations such as the amounts of the pollutant(s) entering and leaving process equipment and where mass balance calculations can be supported by direct measurement of process parameters, such direct measurement data shall be supplied; published emission factors such as those relating release quantities to throughput or equipment type (e.g., air emission factors); or other approaches such as engineering calculations

(e.g. estimating volatilization using published mathematical

132 formulas) or best engineering judgments where such judgments are

133 derived from process and/or emission data which supports the

- 134 estimates of maximum actual emissions.
- 135 If the commission determines that there is not sufficient
- 136 information available on a facility's emissions, the determination
- 137 of the fee shall be based upon the permitted allowable emissions
- 138 until such time as an adequate determination of actual emissions
- 139 is made.
- 140 (c) The commission shall assess and collect a fee from
- 141 <u>each facility that is required to hold a Title V permit. The fee</u>
- 142 <u>assessed under this section shall not exceed Twenty-two Dollars</u>
- 143 (\$22.00) per ton of emissions of each air pollutant for which fees
- 144 <u>can be assessed under the Title V program.</u> The commission shall
- 145 set a minimum fee of Two Hundred Fifty Dollars (\$250.00). This
- 146 minimum fee shall be assessed to each Title V facility for which
- 147 the potential or actual emissions, as calculated under subsection
- 148 (2)(b) of this section, otherwise subject the facility to a fee of
- 149 <u>less than Two Hundred Fifty Dollars (\$250.00). The commission</u>
- 150 shall not assess and collect a fee greater than Two Hundred Fifty
- 151 Thousand Dollars (\$250,000.00) from any one (1) Title V facility.
- 152 (3) (a) Prior to the date of full implementation of the
- 153 Title V program in Mississippi, the fee assessed shall be Four
- 154 Dollars (\$4.00) per ton of emissions of each air pollutant for
- 155 which fees can be assessed under the Title V program, not to
- 156 exceed Fifty Thousand Dollars (\$50,000.00) per facility.
- 157 (b) Following the date of full implementation of the
- 158 Title V program in Mississippi, the fee schedule for Title V
- 159 permit fees for any subsequent calendar year shall be set by order
- 160 of the commission in an amount sufficient to cover the reasonable
- 161 costs of development and administration of the Title V program.
- 162 The commission's order shall follow:
- 163 (i) Receipt of the report and recommendations of
- 164 the Advisory Council; and

- 165 (ii) A public hearing to be held not earlier than thirty (30) days following receipt by the commission of the report 166 167 and recommendations of the Advisory Council. The commission may proceed with entry of the order on fees if the Advisory Council 168 169 fails to submit its report in a timely manner. The order of the commission may be appealed in the manner set forth in Section 170 49-17-41. The determination of the fee shall be by order of the 171 172 commission and shall not be considered the promulgation of a 173 regulation by the commission. The record of the public hearing 174 shall be included in the record upon which the order is based and shall become a part of the appellate records for all appeals taken 175 176 from the order of the commission establishing or modifying Title V 177 permit fees. Any undisputed amount due from an appellant must be 178 paid according to the appellant's payment schedule during the pendency of the appeal. 179
- 180 (4) Any person required to pay the Title V permit fee set 181 forth under this chapter who disagrees with the calculation or applicability of the person's fee may petition the commission in 182 183 writing for a hearing in accordance with Section 49-17-35. hearing shall be in accordance with Section 49-17-33. Any 184 185 disputed portion of the fee for which a hearing has been requested 186 will not incur any penalty or interest from and after the receipt 187 by the commission of the hearing petition. The decision of the 188 commission may be appealed in the manner set forth in Section 189 49-17-41.
- 190 (5) All fees collected pursuant to this section shall be
 191 deposited into the "Air Operating Permit Program Fee Trust Fund"
 192 established in Section 49-17-14.
- 193 SECTION 2. Section 49-17-14, Mississippi Code of 1972, is 194 amended as follows:
- [Until July 1, 2000, this section will read as follows:]
- 196 49-17-14. (1) "Title V program" means, as used in Sections
- 197 49-17-1 through 49-17-45, the air operating permit program

- 198 mandated in Title V of the 1990 amendments to the federal Clean
- 199 Air Act, codified in 42 USCS Section 7661 et seq.
- 200 (2) There is created in the State Treasury a fund to be
- 201 designated as the "Air Operating Permit Program Fee Trust Fund,"
- 202 referred to hereinafter as the "fund."
- 203 (3) The fund shall be treated as a special trust fund.
- 204 Interest earned on the principal therein shall be credited by the
- 205 Treasurer to the fund.
- 206 (4) The fund may receive monies from any available public or
- 207 private source including, but not limited to, collection of fees,
- 208 interest, grants, taxes, public and private donations and judicial
- 209 actions.
- 210 (5) To facilitate the proper administration of the fund, the
- 211 commission is authorized to promulgate rules and regulations for
- 212 the administration of the fund.
- 213 (6) The commission shall expend or utilize monies in the
- 214 fund by an annual appropriation approved by the Legislature to pay
- 215 all reasonable direct and indirect costs associated with the
- 216 development and administration of the Title V program including,
- 217 but not limited to, the reasonable costs of the following
- 218 activities as they relate to the Title V program:
- 219 (a) Preparing generally applicable regulations or
- 220 guidance regarding the permit program or its implementation or
- 221 enforcement;
- (b) Reviewing and acting on any application for a
- 223 permit, permit modification or permit renewal, including the
- 224 development of an applicable requirement as part of the processing
- 225 of a permit, or permit modification or renewal;
- (c) Administering the permit program, including the
- 227 supporting and tracking of permit applications, compliance
- 228 certification, and related data entry;
- 229 (d) Implementing and enforcing the terms of any Title V
- 230 permit (not including any court costs or other costs associated

- 231 with an enforcement action), including adequate resources to
- 232 determine which sources are subject to the program;
- 233 (e) Emissions and ambient monitoring;
- 234 (f) Modeling, analyses, or demonstrations;
- 235 (g) Preparing inventories and tracking emissions;
- (h) Providing direct and indirect support to sources
- 237 under the Small Business Stationary Source Technical and
- 238 Environmental Compliance Assistance Program under Section 507 of
- 239 the federal Clean Air Act in determining and meeting their
- 240 obligations under this section; and
- 241 (i) Providing funding to the Advisory Council created
- 242 in Section 49-17-16 in an amount reasonably sufficient to meet the
- 243 Advisory Council's obligations under Sections 49-17-1 through
- 244 49-17-45.
- 245 (7) Monies in the fund at the end of the fiscal year shall
- 246 be retained in the fund for use in the next succeeding fiscal
- 247 year. If the annual fees collected exceed the cost of
- 248 administering the Title V program for that fiscal year, then the
- 249 excess shall be applied to the cost of administering the program
- 250 for the succeeding fiscal year. In the succeeding fiscal year,
- 251 the total to be collected from fees shall be reduced by the excess
- 252 retained in the fund and the assessment rates shall be adjusted
- 253 proportionately.
- 254 (8) No such fees shall be utilized by the Department of
- 255 Environmental Quality or any other person for any purpose or
- 256 purposes other than those purposes required by Sections 49-17-1
- 257 through 49-17-45.
- 258 [From and after July 1, 2000, this section will read as
- 259 **follows:**]
- 260 49-17-14. (1) "Title V program" means, as used in Sections
- 261 49-17-1 through 49-17-45, the air operating permit program
- 262 mandated in Title V of the 1990 amendments to the federal Clean
- 263 Air Act, codified in 42 USCS Section 7661 et seq.

- (2) There is created in the State Treasury a fund to be
 designated as the "Air Operating Permit Program Fee Trust Fund,"
 referred to hereinafter as the "fund."
- 267 (3) The fund shall be treated as a special trust fund.
- 268 Interest earned on the principal therein shall be credited by the
- 269 Treasurer to the fund.
- 270 (4) The fund may receive monies from any available public or
- 271 private source including, but not limited to, collection of fees,
- 272 interest, grants, taxes, public and private donations and judicial
- 273 actions.
- 274 (5) To facilitate the proper administration of the fund, the
- 275 commission is authorized to promulgate rules and regulations for
- 276 the administration of the fund.
- 277 (6) The commission shall expend or utilize monies in the
- 278 fund by an annual appropriation approved by the Legislature to pay
- 279 all reasonable direct and indirect costs associated with the
- 280 development and administration of the Title V program including,
- 281 but not limited to, the reasonable costs of the following
- 282 activities as they relate to the Title V program:
- 283 (a) Preparing generally applicable regulations or
- 284 guidance regarding the permit program or its implementation or
- 285 enforcement;
- (b) Reviewing and acting on any application for a
- 287 permit, permit modification or permit renewal, including the
- 288 development of an applicable requirement as part of the processing
- 289 of a permit, or permit modification or renewal;
- 290 (c) Administering the permit program, including the
- 291 supporting and tracking of permit applications, compliance
- 292 certification, and related data entry;
- 293 (d) Implementing and enforcing the terms of any Title V
- 294 permit (not including any court costs or other costs associated
- 295 with an enforcement action), including adequate resources to
- 296 determine which sources are subject to the program;

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297 (e) Emissions and ambient monitoring;
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- 298 (f) Modeling, analyses, or demonstrations;
- 299 (g) Preparing inventories and tracking emissions;
- 300 (h) Providing direct and indirect support to sources
- 301 under the Small Business Stationary Source Technical and
- 302 Environmental Compliance Assistance Program under Section 507 of
- 303 the federal Clean Air Act in determining and meeting their
- 304 obligations under this section; and
- 305 (i) Providing funding to the Advisory Council created
- 306 in Section 49-17-16 in an amount reasonably sufficient to meet the
- 307 Advisory Council's obligations under Sections 49-17-1 through
- 308 49-17-45.
- 309 (7) Monies in the fund at the end of the fiscal year shall
- 310 be retained in the fund * * *. If the annual fees collected
- 311 exceed the cost of administering the Title V program for that
- 312 fiscal year, then the excess shall be applied to the cost of
- 313 administering the program for the succeeding fiscal year or, upon
- 314 the recommendation of the Air Advisory Council and the adoption of
- 315 that recommendation by the commission, for use over a designated
- 316 <u>number of immediately succeeding fiscal years, not to exceed the</u>
- 317 two (2) immediately succeeding fiscal years. In the succeeding
- 318 fiscal year or years, the total to be collected from fees shall be
- 319 reduced by the excess retained in the fund, in full or as
- 320 apportioned annually pursuant to the Air Advisory Council
- 321 recommendation as adopted by the commission, and the assessment
- 322 rates shall be adjusted proportionately.
- 323 (8) No such fees shall be utilized by the Department of
- 324 Environmental Quality or any other person for any purpose or
- 325 purposes other than those purposes required by Sections 49-17-1
- 326 through 49-17-45.
- 327 SECTION 3. This act shall take effect and be in force from
- 328 and after July 1, 1999.