

Air Pollution Control Program Updates Part 1

Stephen Hall, Director - Air Pollution Control Program

REGFORM Missouri Air Compliance Seminar November 8, 2023

Overview

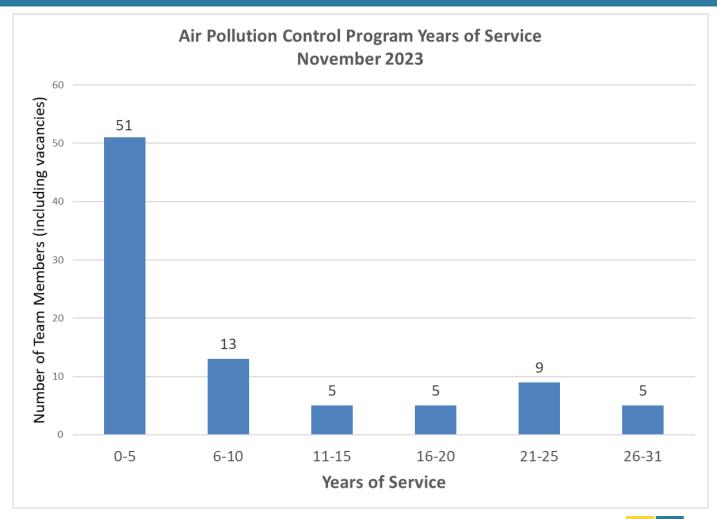
- Air Program Administrative Developments
- Permit Transparency Update
- Air Program Fee Stakeholder Process Update



Air Program Administrative Updates



Air Program Administrative Updates





Air Program Administrative Updates

- Vacancies November 2023
 - >9
 - 4 Professional Engineers
 - 5 Other positions

- Vacancies November 2022
 - >20

Onboarding/Training





Background:

August 25, 2022 – The Metropolitan Congregations United (MCU) requested the Department to make certain changes to the air permitting process

- Permit issuance deadlines and a public hearing requirements are in statute and rules
- Air Program held two Air Program Advisory Forum Meetings to discuss options to improve public access to permit information
- Proposed two website enhancements (accepted comments through May 22, 2023)
 - ➤ Post administratively complete permit applications
 - >Opt-in to receive a public notice when issued permit projects are posted



 Opt-in to receive notice for Issued Permits and Complete Projects

<u>August 4, 2023</u> - Began sending notices when an issued permit project is posted on the issued permits webpage

- ✓ 109 users signed up as of 11/3/23
- New Webpage for Permit Project Applications
 - <u>September 2023</u> Began posting administratively complete permit applications on the pending permits webpage
 - ❖ Does not include 7 day portable plant relocation notices
 - ❖ Does not include local agency minor source permits
 - ✓ No obvious change in sunshine law requests



Pending Air Permits

| Facility | Site ID | City, County | Permit Type | Application Number/ ID | Application Administratively Complete |
|--|-----------|---|--|---------------------------|---|
| Redneck Outdoor Products - Application For Authority To Construct | 011-0048 | | Construction Permit: Minor | 2023-10-008 | 11/03/2023 |
| Concrete Strategies - Portable Source Relocation Request | PORT-0818 | | Construction Permit: Portable Plant | 2023-10-027 | 11/02/2023 |
| Velvet Tech - Application For Authority To Construct | 047-0211 | Kansas City, Clay | Construction Permit: Minor | 2023-10-010 | 11/01/2023 |
| Capital Materials - Portable Source Relocation Request | PORT-0402 | | Construction Permit: Portable Plant | 2023-10-032 | 10/31/2023 |
| Buzzi-Lone Star - Application For Authority To Construct | 031-0021 | Cape Girardeau, Cape Girardeau | Construction Permit: Minor | 2023-10-018 | 10/30/2023 |
| Continental Products - Application For Authority To Construct | 007-0051 | Mexico, Audrain | Construction Permit: De Minimis | 2023-10-003 | 10/30/2023 |

https://dnr.mo.gov/air/business-industry/permits/pending



Issued Air Permits

| Facility | Site ID | City, County | Permit Type | Permit Number | Date issued |
|---|----------|----------------------------------|---|------------------|-------------|
| U.S. Army-Fort Leonard Wood, 082002- 024E | 169-0004 | Fort Leonard Wood, Pulaski | Construction Permit: De Minimis | 082002-024E | 10/31/2023 |
| Load King-Pelham Drive-Sedalia, 102023- 014 | 159-0079 | Sedalia, Pettis | Construction Permit: De Minimis | 102023-014 | 10/31/2023 |
| Nucor Steel-Sedalia, 092018-002B | 159-0078 | Sedalia, Pettis | Construction Permit: Prevention of Significant Deterioration | 092018-002B | 10/31/2023 |
| Evergy Inc-Lake Road Generating Station, 2023-09-001 | 021-0004 | St. Joseph, Buchanan | No Permit Required | 2023-09-001 | 10/25/2023 |
| Bayer Northern Production-Matthews, 102023-013 | 143-0079 | Matthews, New Madrid | Construction Permit: De Minimis | 102023-013 | 10/25/2023 |
| Stith Funeral Home-Gallatin, 102023-012 | 061-0036 | Gallatin, Daviess | Construction Permit: Permit-by-Rule | 102023-012 | 10/25/2023 |

https://dnr.mo.gov/air/business-industry/permits/issued





- SB 109 extension of the air fee structure (643.079 11. and other DNR fees) to August 28, 2030
- Air Program moved forward with fee stakeholder meetings
- Air Program Advisory Forum meetings held

July 27, 2023 (fee program overview)

Aug 24, 2023 (Asbestos fees)

Sep 19, 2023 (Emission & Permit fees)

https://dnr.mo.gov/about-us/forums-stakeholdergroups/air-program-advisory-forum



Proposed three fee options

- ➤ Option 1 Emission fee increase only
- ➤ Option 2 Emission & Permit Fee increase
- ➤ Option 3 Emission, Permit Fee, and proposed a new Base and HAP emission fee

https://dnr.mo.gov/about-us/forums-stakeholder-groups/air-program-advisory-forum



Feedback

- Preliminary takeaways from comments
 - ➤ Base fee option too high (consensus)
 - ➤ Base fee option concept? (mixed opinion)
 - Emission fee options (mixed opinion)
 - > Permit fees (mixed opinion)
- November Fee stakeholder meetings
 - ▶11/15 emission and permit fees
 - ➤11/16 asbestos fees



Draft -Fee Calculator- Revenue estimates split out Title V vs. Non-Title V

| Fee Type <u>CONSTRUCTION PERMITS</u> | Current Fee Level | Current Rate | Average # of Permits/Applications/ Hours/Tests/Tons per Year | * Potential Fee Level Adjustment | Projected Additional Title V Revenue at Adjusted Fee Level | Projected Additional Non-Title V Revenue at Adjusted Fee Level |
|--|---|----------------------|---|---|--|--|
| Construction Permit Review Fee (Per Review Hour) TV | \$75 per Review Hour | \$75 | 2344 | 6450 | \$175.800 | |
| Construction Permit Review Fee (Per Review Hour) TV Construction Permit Review Fee (Per Review Hour) Non-TV | | \$75 \$75 | 2832 | \$150 \$150 | \$175,800 | |
| Construction Permit Review Fee (Per Review Hour) Non-1 v | \$75 per Review Hour | \$75 | 2832 | \$150 | | \$212,400 |
| Construction Permit Filing Fee (Deminimis & Minor at TV facility) | \$250 per Application | \$250 | 68 | \$300 | \$3,400 | , |
| Construction Permit Filing Fee (Deminimis & Minor) | \$250 per Application | \$250 | 71 | \$300 | | \$3,550 |
| Construction Permit Filing Fee (Major) | \$5,000 per Application | \$5,000 | 2 | \$6,000 | \$2,000 | |
| Plantwide Applicability Limit (PAL) renewal | \$2,500 per Application | \$2,500 | 1 | \$3,500 | \$1,000 | |
| ** Portable Source Relocation Filing Fee | \$300 per Application | \$300 | 64 | \$300 | | \$0 |
| ** Construction Permit by Rule | \$700 per Application | \$700 | 11 | \$700 | | \$0 |
| OPERATING PERMITS | | | | | | |
| ***Operating Permit Filing Fee (Intermediate & P70) Base | \$750 to \$6,000 per Application Complexity | Varies by Complexity | 78 | \$500 | \$39,000 | |
| Operating Permit Complexity fee- (retain current) | The to 40,000 per Application Complexity | varies by complexity | 70 | Ψ300 | ψ33,000 | |
| operating to think complexity for (retain current) | | | | | | |
| | | | Additional Avg Permit Fees | | \$221,200 | \$215,950 |
| | | | | | | |
| EMISSION FEE | | | | | | |
| Emission Fee Title V | Current \$55 per Ton | \$55 | | \$62.00 | \$790,748 | |
| Base Fee (Maintenance or Administrative Fee) | None currently | | 397 | \$100.00 | \$39,700 | |
| Base Fee (any Hazardous Air Pollutant emissions)**** | None currently | | 279 | \$0.00 | \$0 | |
| Emission Fee Non-Title V | Current \$55 per Ton | \$55 | 8,599 | \$62.00 | | \$60,193 |
| Base Fee (Maintenance or Administrative Fee) | None currently | φου | 1.657 | \$100.00 | | \$165,700 |
| Base Fee (any Hazardous Air Pollutant emissions)**** | None currently | | 340 | \$0.00 | | \$0 |
| | - | | | | | |
| CHARGEABLE EMISSION LIMITS ADJUSTMENT | | | | | | |
| 4,000 tons of any one pollutant and 12,000 tons of all pollutants | (requires legislature to change) | | | | | |
| | | | Additio | \$830,448 | \$225,893 | |
| | Title V Shortfall | (\$2,062,746) | Total Additional Perm | \$1,051,648 | \$441,843 | |
| | Non-Title V shortfall | (\$776,082) | Total Permit & Emi | ssion Fee Shortfall | (\$2,062,746) | (\$776,082) |
| | | Addition | al Revenue-Shortfall = R | Remaining Shortfall | (\$1,011,098) | (\$334,239) |



Questions

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