June 10, 1999

Study E-100

### Memorandum 99-36

### **Air Resources Technical Revisions**

At the April 1999 meeting the Commission decided to recommend the correction of various technical defects that were found in Parts 1-4 of the Air Resources division of the Health and Safety Code (Health & Safety Code §§ 39000-42708). Proposed legislation to make those corrections is included in the attached draft tentative recommendation. In drafting the proposed legislation, the staff has taken a conservative approach, only making changes where a provision contains a clear error, is clearly obsolete, or was identified as obsolete by the Air Resources Board.

A copy of this memorandum is being sent to the legal staff of the Air Resources Board for their review. Subject to any suggestions they might have, the staff recommends that the Commission approve circulation of the tentative recommendation.

Respectfully submitted,

Brian Hebert Staff Counsel

# CALIFORNIA LAW REVISION COMMISSION

### **STAFF DRAFT**

TENTATIVE RECOMMENDATION

Air Resource Technical Revisions

### June 1999

This tentative recommendation is being distributed so that interested persons will be advised of the Commission's tentative conclusions and can make their views known to the Commission. Any comments sent to the Commission will be a part of the public record and will be considered at a public meeting when the Commission determines the provisions it will include in legislation the Commission plans to recommend to the Legislature. It is just as important to advise the Commission that you approve the tentative recommendation as it is to advise the Commission that you believe revisions should be made in the tentative recommendation.

COMMENTS ON THIS TENTATIVE RECOMMENDATION SHOULD BE RECEIVED BY THE COMMISSION NOT LATER THAN **September 15, 1999.** 

The Commission often substantially revises tentative recommendations as a result of the comments it receives. Hence, this tentative recommendation is not necessarily the recommendation the Commission will submit to the Legislature.

> California Law Revision Commission 4000 Middlefield Road, Room D-1 Palo Alto, CA 94303-4739 650-494-1335 FAX: 650-494-1827

### SUM MARY OF TENTATIVE RECOMMENDATION

The California Law Revision Commission has identified a number of technical defects in Parts 1 to 4 of Division 26 of the Health and Safety Code (Health & Safety Code §§ 39000-42708), relating to air resources. The proposed law would correct those defects.

This recommendation was prepared pursuant to Resolution Chapter 91 of the Statutes of 1998.

### AIR RESOURCES TECHNICAL REVISIONS

In the course of studying the organization of California's environmental and natural resource statutes, the Commission identified a number of technical defects in Parts 1 to 4 of Division 26 of the Health and Safety Code, relating to air resources.<sup>1</sup> The Commission recommends a number of technical revisions to correct those defects.

### **Erroneous Cross-References**

A number of sections contain cross-references to sections that do not exist or have been repealed. The proposed law would delete these cross-references.<sup>2</sup> Other sections contain erroneous cross-references, but the intended meaning of the cross-reference is clear. The proposed law would correct these cross-references.<sup>3</sup>

### **Obsolete Provisions**

A number of provisions govern requirements that have already been satisfied or events that have already occurred. The proposed law would delete these obsolete provisions.<sup>4</sup>

### **Minor Substantive Changes**

In two cases, the proposed law would make minor substantive changes:

(1) Definition of "bureau." A 1994 statute added a number of sections relating to air quality. The operation of those sections was contingent on events that have not occurred and are unlikely to occur.<sup>5</sup> Consequently, those sections have never become operative. One of those sections defines the term "bureau" for the purpose of the Air Resources division.<sup>6</sup> Other sections of the division, including sections that were not subject to the operation contingency, use the defined term.<sup>7</sup> This problem is addressed in the proposed law by repealing the definition section and reenacting it without any restriction on its operation.

(2) Administrative Civil Penalties. There are a number of sections establishing criminal or civil penalties for violation of requirements of the Air Resources

<sup>1.</sup> Health & Safety Code §§ 39000-42708.

<sup>2.</sup> See proposed amendments to Health & Safety Code §§ 39513, 39515, 39604, 39807, 40452, 40454, 40500.1, 40717.5, 41500, 42301.9.

<sup>3.</sup> See proposed amendments to Health & Safety Code §§ 39510, 39512.5, 40162, 40503, 41500.5, 42314, 42314.5, 42405.1.

<sup>4.</sup> See proposed revisions to Health & Safety Code §§ 39671, 40416, 40450, 40452, 40484, 40515, 40521, 40524, 40709.7, 40962, 41212, 41242, 41261, 41263, 41507, 41518, 41519, 41520, 41600, 41704.5, 41900, 41981.

<sup>5.</sup> See 1994 Cal. Stat. ch. 1192, § 32.

<sup>6.</sup> Health & Safety Code § 39016.5.

<sup>7.</sup> See, e.g., Health & Safety Code § 44017.5.

division.<sup>8</sup> All of these sections provide that each day in which a violation occurs is a separate offense for the purpose of determining the penalty. However, the section authorizing a district to impose administrative civil penalties does not contain such a provision.<sup>9</sup> If the omission of such language were interpreted to limit an air district to imposing a single administrative civil penalty for each violation, regardless of the violation's duration, the utility of administrative civil penalties as an alternative to civil or criminal penalties would be significantly reduced.<sup>10</sup> The proposed law adds language clarifying that each day in which a violation occurs is a separate offense for the purpose of determining an administrative civil penalty.

<sup>8.</sup> See Health & Safety Code §§ 42400-42400.4, 42400.6-42402.3.

<sup>9.</sup> See Health and Safety Code Section 42402.5.

<sup>10.</sup> See Letter from Leslie Krinsk, Senior Staff Counsel, Air Resources Board 11 (Nov. 18, 1998) (attached to Memorandum 98-76, on file with California Law Revision Commission).

## Contents

| Health & Safety Code § 39016.5 (repealed). Bureau  |    |
|--|----|
| Health & Safety Code § 39016.5 (added). Bureau   | 4  |
| Health & Safety Code § 39510 (amended). Composition of board                             | 4  |
| Health & Safety Code § 39512.5 (amended). Reimbursement for expenses                     |    |
| Health & Safety Code § 39513 (amended). Meetings   | 6  |
| Health & Safety Code § 39515 (amended). Executive officer                                | 6  |
| Health & Safety Code § 39604 (amended). Report   | 7  |
| Health & Safety Code § 39671 (amended). Staggered terms                                  | 8  |
| Health & Safety Code § 39807 (amended). Reduction of subventions equal to federal aid    | 8  |
| Health & Safety Code § 40162 (amended). San Joaquin Valley district                      | 8  |
| Health & Safety Code § 40416 (repealed). Commencement of district operation              | 9  |
| Health & Safety Code § 40450 (amended). Restrictions on county orders, rules or          |    |
| regulations  | 9  |
| Health & Safety Code § 40452 (amended). Report on regulatory activities                  | 9  |
| Health & Safety Code § 40454 (amended). Trip reduction plans                             |    |
| Health & Safety Code § 40484 (repealed). District staff                                  | 10 |
| Health & Safety Code § 40500.1 (amended). Stationary source fee limitation               | 11 |
| Health & Safety Code § 40503 (amended). Grant of variance                                | 11 |
| Health & Safety Code § 40515 (amended). Public utility owned by municipal corporation    | 12 |
| Health & Safety Code § 40521 (amended). Limitations on increases                         | 13 |
| Health & Safety Code § 40524 (repealed). Interests in real property                      |    |
| Health & Safety Code § 40709.7 (amended). Military base closure or realignment           |    |
| Health & Safety Code § 40717.5 (amended). Indirect sources                               | 15 |
| Health & Safety Code § 40962 (repealed). Commencement of operation                       | 16 |
| Health & Safety Code § 41212 (repealed). Commencement of operation                       |    |
| Health & Safety Code § 41242 (repealed). Transfer of funds, property, and obligations of |    |
| former district  | 16 |
| Health & Safety Code § 41261 (amended). Transfer of officers and employees from former   |    |
| district   | 17 |
| Health & Safety Code § 41263 (repealed). Employment of personnel of former district      | 17 |
| Health & Safety Code § 41500 (amended). Powers and duties                                | 17 |
| Health & Safety Code § 41500.5 (amended). Environmental management                       | 18 |
| Health & Safety Code § 41507 (repealed). Review of basinwide plan                        | 18 |
| Health & Safety Code § 41518 (repealed). Cogeneration technology projects capable of     |    |
| construction before 1987   | 18 |
| Health & Safety Code § 41519 (repealed). Resource recovery projects planned or proposed  |    |
| to be constructed before 1987  |    |
| Health & Safety Code § 41520 (repealed). Preparation of inventories                      | 19 |
| Health & Safety Code § 41600 (amended). Air quality impact of specified projects         | 19 |
| Health & Safety Code § 41704.5 (repealed). Vessels using steam boilers                   | 19 |
| Health & Safety Code § 41900 (repealed). Sandblasting standards                          | 20 |
| Health & Safety Code § 41981 (repealed). Study of emissions                              | 20 |
| Health & Safety Code § 42301.9 (amended). Definitions                                    |    |
| Health & Safety Code § 42314 (amended). Prohibition of emissions offsets requirement for |    |
| cogeneration technology projects   |    |
| Health & Safety Code § 42314.5 (amended). Organic waste utilization facility permits     | 22 |
| Health & Safety Code § 42402.5 (amended). Administrative civil penalties                 |    |
| Health & Safety Code § 42405.1 (amended). Reward for information resulting in penalty    | 22 |
|  |    |

#### PR OPOSE D LEGISL ATION 1

#### 2 Health & Safety Code § 39016.5 (repealed). Bureau

SEC. \_\_\_\_. Section 39016.5 of the Health and Safety Code, as added by Section 3 3

of Chapter 1192 of the Statutes of 1994, is repealed. 4

#### 39016.5. "Bureau" means the Bureau of Automotive Repair in the Department 5 of Consumer Affairs. 6

Comment. Section 39016.5 is repealed. The section was subject to an uncodified operation 7 contingency that was not satisfied as of January 1, 1998. See 1994 Cal. Stat. ch. 1192, § 32; Air 8 Resources Board, California Environmental Protection Agency, California Air Pollution Control 9 Laws 4 (1998). However, the definition of "bureau" provided by the former section is useful ---10 the term is used repeatedly throughout this division. In order to clarify the meaning of "bureau," 11 as used in this division, the substance of former Health and Safety Code Section 39016.5 is 12 13 continued in the new Section 39106.5.

#### 14 Health & Safety Code § 39016.5 (added). Bureau

SEC. \_\_\_\_. Section 39016.5 is added to the Health and Safety Code, to read: 15

39016.5. "Bureau" means the Bureau of Automotive Repair in the Department 16 of Consumer Affairs.

17

Comment. Section 39016.5 replaces former Section 39016.5 (added by 1994 Cal. Stat. ch. 18 1192, § 3) which never became operative and was repealed by the act that enacted this section. It 19

continues the substance of former Section 39016.5 without change. 20

#### Health & Safety Code § 39510 (amended). Composition of board 21

SEC. . Section 39510 of the Health and Safety Code is amended to read: 22

- 23 39510. (a) The State Air Resources Board is continued in existence in the California Environmental Protection Agency. The state board shall consist of 11 24 members. 25
- (b) The members shall be appointed by the Governor, with the consent of the 26 Senate, on the basis of their demonstrated interest and proven ability in the field of 27 air pollution control and their understanding of the needs of the general public in 28 connection with air pollution problems. Six members shall have the following 29
- 30 qualifications:
- (1) One member shall have training and experience in automotive engineering or 31 closely related fields. 32
- (2) One member shall have training and experience in chemistry, meteorology, 33 or related scientific fields, including agriculture or law. 34
- (3) One member shall be a physician and surgeon or an authority on health 35 effects of air pollution. 36
- (4) Two members shall be public members. 37
- 38 (5) One member shall have the qualifications specified in paragraph (1), (2), or
- (3) or shall have experience in the field of air pollution control. 39

(c) Five members shall be board members from districts who shall reflect the 1 qualitative requirements of subdivision (b) to the extent practicable. Of these five 2 members, one shall be a board member from the south coast district, one shall be a 3 board member from the bay district, one shall be a board member from the San 4 Joaquin Valley Unified Air Pollution Control District or, if the unified district is 5 abolished, from the San Joaquin Valley Air Quality Management District if 6 created pursuant to Section 41101 5 of Chapter 915 of the Statutes of 1994, one 7 shall be a board member from the San Diego County Air Pollution Control 8 District, and one shall be a board member of any other district. 9

(d) Any vacancy shall be filled by the Governor within 30 days of the date on
which it occurs. If the Governor fails to make an appointment for any vacancy
within the 30-day period, the Senate Committee on Rules may make the
appointment to fill the vacancy in accordance with this section.

(e) While serving on the state board, all members shall exercise their 14 independent judgment as officers of the state on behalf of the interests of the entire 15 state in furthering the purposes of this division. No member of the state board shall 16 be precluded from voting or otherwise acting upon any matter solely because that 17 member has voted or acted upon the matter in his or her capacity as a member of a 18 district board, except that no member of the state board who is also a member of a 19 district board shall participate in any action regarding his or her district taken by 20 the state board pursuant to Sections 41503 to 41505, inclusive. 21

(f) Notwithstanding subdivision (e) of Section 1 of Chapter 1201 of the Statutes
 of 1991, this section shall become operative on January 1, 1994.

Comment. Section 39510 is amended to replace an obsolete reference to Section 41101, which was repealed, with a reference to an equivalent provision in the act that repealed it. See 1994 Cal. Stat. ch. 915, §§ 4 (Section 41101 repealed), 5 (San Joaquin Valley Air Quality Management District created if San Joaquin Valley Unified Air Pollution Control District ceases to exist).

### 28 Health & Safety Code § 39512.5 (amended). Reimbursement for expenses

29 SEC. \_\_\_\_. Section 39512.5 of the Health and Safety Code is amended to read:

39512.5. (a) With respect to the members appointed pursuant to subdivision (c) 30 of Section 39510, those members shall serve without compensation but shall be 31 reimbursed for actual and necessary expenses incurred in the performance of their 32 duties to the extent that reimbursement for expenses is not otherwise provided or 33 payable by another public agency or agencies. Each elected public official member 34 of the state board shall receive one hundred dollars (\$100) for each day, or portion 35 thereof, but not to exceed one thousand dollars (\$1,000) in any month, attending 36 meetings of the state board or committees thereof, or upon authorization of the 37 state board while on official business of the state board. 38

(b) Reimbursements made pursuant to subdivision (a) shall be made by the
district from which the person qualified for membership, except that the board
member appointed pursuant to paragraph (2) of subdivision (c) of Section 39510
shall be reimbursed by the state board. as follows:

- 5 -

1 (1) A member appointed from a district that is specifically named in subdivision

2 (c) of Section 39510 shall be reimbursed by the district from which the person

3 <u>qualified for membership.</u>

4 (2) The member appointed as a board member of a district that is not specifically 5 named in subdivision (c) of Section 39510 shall be reimbursed by the state board.

**Comment.** Section 39512.5 is amended to correct an obsolete reference to former Section 39510(c)(2). In 1993, Section 39510 was amended so as to eliminate the enumeration of separate paragraphs within subdivision (c). See 1993 Cal. Stat. ch. 1062, § 1. Before that change Section 39510(c)(2) provided for the appointment of a State Air Resources Board member from a district other than the districts named in Section 39510(c)(1). Pursuant to Section 39512.5(b), the board member representing the district that was not specifically named was to be reimbursed by the state board. That general policy is continued in the amendment to Section 39510(b).

13 Health & Safety Code § 39513 (amended). Meetings

14 SEC. \_\_\_\_. Section 39513 of the Health and Safety Code is amended to read:

15 39513. The state board shall hold regular meetings at least twice a month.
16 Special meetings may be called by the chairman chair or upon the request of a
17 majority of the members. Each member of the state board shall receive his that
18 member's actual necessary traveling expenses incurred in the performance of his
19 official duties. Time spent in such meetings shall count towards the 60 hours

20 specified in Section 39512.

Comment. Section 39513 is amended for gender neutrality and to eliminate an obsolete reference to former Section 39512, that conditioned board member salaries on hours worked. Section 39512 is repealed. See 1975 Cal. Stat. ch. 957, § 12.

### 24 Health & Safety Code § 39515 (amended). Executive officer

25 SEC. \_\_\_\_. Section 39515 of the Health and Safety Code is amended to read:

39515. (a) The state board shall appoint an executive officer who shall serve at
the pleasure of the state board and, except as provided in subdivision (d), may
delegate any duty to the executive officer which the state board deems appropriate.

(b) The intention of the Legislature is hereby declared to be that the executive
officer shall perform and discharge, under the direction and control of the state
board, the powers, duties, purposes, functions, and jurisdiction vested in the state

board and delegated to the executive officer by the state board.

(c) The state board shall, upon the receipt of a petition from any affected
 member of the public, affected district, or designated air quality planning agency,
 hold a public hearing to review any action taken by the executive officer relating
 to any of the following:

- (1) Making any order pursuant to Section 41507, 41602, or 41603.
- 38 (2) Taking action pursuant to Section 41650, 41651, or 41652.

(d) Any action taken by the executive officer pursuant to Section 40469 or
Sections 41503 to 41505, inclusive, shall be subject to the provisions of Chapter
3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the

42 Government Code.

1 **Comment.** Section 39515 is amended to eliminate obsolete references to former Health and

Safety Code Section 41602 and 41603. Those sections are repealed. See 1988 Cal. Stat. ch. 1568,
§§ 23 & 24.

4 Health & Safety Code § 39604 (amended). Report

5 SEC. \_\_\_\_. Section 39604 of the Health and Safety Code is amended to read:

6 39604. (a) The state board shall submit to the Governor and the Legislature, not

later than January 1, 1985, and every two years thereafter, a biennial report on air
 quality conditions and trends statewide and on the status and effectiveness of state

9 and local air quality programs.

10 (b) The report shall include, but not be limited to, all of the following:

11 (1) A review of air quality trends in each air basin over the most recent five-12 calendar-year period for which a complete data record is available.

(2) A statement of the number of violations of air quality standards which
 occurred in each air basin over the most recent two calendar years for which a
 complete data record is available, and a comparison of the number of violations to
 those in prior years.

(3) A listing of any changes in state ambient air quality standards adopted by theboard over the previous two calendar years.

(4) A summary of the results of research projects concluded during the previous
 two years, the status of current research projects, and the conduct of the research
 program pursuant to Section 39703.

(5) A summary of any actions taken by the state board to assume the powers of
 districts under Section 39808.

(6) A summary of the effects of any significant federal actions over the previous
 two years which have affected state air quality or air quality programs.

(7) A summary of the status of the state implementation plan for achieving andmaintaining ambient air quality standards.

(8) A summary of the state board's actions in the previous two calendar years to
 control toxic air pollutants pursuant to Chapter 3.5 (commencing with Section
 39650).

31 (9) A report on acid deposition prepared pursuant to Section 39909.

(10) A summary of actions of the state board in controlling emissions from
 motor vehicles during the previous two-year period.

(11) (10) A summary of significant actions taken by districts to control
 emissions from nonvehicular sources during the previous two-year period. This
 summary shall not include a district by district analysis for each district in the
 state, but shall include an overall analysis.

(12) (11) A list of recommendations for legislation or administrative actions to
 resolve specific air quality problems in the state.

40 **Comment**. Section 39604 is amended to eliminate an obsolete reference to a report required by 41 Section 39909. That section was repealed by operation of former Section 39911 on January 1,

42 1994. See 1988 Cal. Stat. ch. 1518, § 2.

Health & Safety Code § 39671 (amended). Staggered terms 1 SEC. \_\_\_\_. Section 39671 of the Health and Safety Code is amended to read: 2 39671. (a) The terms of the members of the Scientific Review Panel on Toxic 3 Air Contaminants appointed pursuant to subdivision (b) of Section 39670 shall be 4 staggered so that the terms of three members expire each year. To accomplish this, 5 the terms of six members are extended in the following manner: 6 (1) The term of one member appointed pursuant to paragraph (1) of subdivision 7 (b) of Section 39670 is extended until January 1, 1988, and the terms of three 8 members appointed pursuant to that paragraph are extended until January 1, 1989, 9 as designated by the Secretary of Environmental Affairs. 10 (2) The term of one member appointed pursuant to paragraph (2) of subdivision 11 (b) of Section 39670 is extended until January 1, 1988, as designated by the Senate 12 Committee on Rules. 13 (3) The term of one member appointed pursuant to paragraph (3) of subdivision 14 (b) of Section 39670 is extended until January 1, 1988, as designated by the 15 Speaker of the Assembly. 16 (4) The terms of the three remaining members shall expire January 1, 1987. 17 Thereafter, each appointment shall be for a term of three years, as provided in 18 subdivision (b) of Section 39670. 19 20 Comment. Section 39671 is amended to eliminate obsolete provisions regarding the staggering of the terms of the panel members. 21 22 Health & Safety Code § 39807 (amended). Reduction of subventions equal to federal aid SEC. \_\_\_\_. Section 39807 of the Health and Safety Code is amended to read: 23 39807. The subvention otherwise due a district may be reduced by the state 24 board up to an amount equal to the funds which are granted to the district by the 25 federal government. In so reducing a subvention, the state board shall take into 26 account all the following factors: 27 (a) The purpose for which the federal funds were granted. 28 (b) The needs of the district in relationship to the needs of other districts. 29 (c) Any special and worthy programs conducted by the district not required by 30 the plan or program approved by the state board pursuant to Sections Section 31 41500 and 41603. 32 (d) The severity of air pollution within the district. 33 (e) Any other factors which the state board reasonably determines should be 34 considered. 35 36 **Comment.** Section 39807 is amended to eliminate an obsolete reference to Section 41603. That 37 section is repealed. See 1988 Cal. Stat. ch. 1568, § 24. Health & Safety Code § 40162 (amended). San Joaquin Valley district 38 SEC. . Section 40162 of the Health and Safety Code is amended to read: 39 40162. Funding of the San Joaquin Valley Unified Air Pollution Control 40 District, or, if the unified district ceases to exist, of the valley district if created 41 pursuant to Section 41101 5 of Chapter 915 of the Statutes of 1994, may be 42

provided by, but is not limited to, grants, subventions, permit fees, penalties, and 1 vehicle license fees. Notwithstanding any other provision of law, no funding 2 contribution shall be required from the counties or cities included in the unified 3 district or valley district. 4 **Comment.** Section 40162 is amended to replace an obsolete reference to Section 41101, which 5 6 was repealed, with a reference to an equivalent provision in the act that repealed it. See 1994 Cal. Stat. ch. 915, §§ 4 (Section 41101 repealed), 5 (San Joaquin Valley Air Quality Management 7 District created if San Joaquin Valley Unified Air Pollution Control District ceases to exist). 8 9 Health & Safety Code § 40416 (repealed). Commencement of district operation SEC. \_\_\_\_. Section 40416 of the Health and Safety Code is repealed. 10 40416. The south coast district shall commence operation on February 1, 1977, 11 and on that date shall assume the authority, functions, and responsibilities of the 12 Southern California Air Pollution Control District. 13 Comment. Section 40416 is repealed as obsolete. 14 Health & Safety Code § 40450 (amended). Restrictions on county orders, rules or 15 regulations 16 SEC. \_\_\_\_. Section 40450 of the Health and Safety Code is amended to read: 17 40450. Except as provided in Section 40449 regarding the adoption of stricter 18 orders, rules, and regulations than those of the south coast district board, the board 19 of supervisors of any county included, in whole or in part, within the south coast 20 district shall have no authority after February 1, 1977, with respect to the control 21 of air pollution in that part of the county included within the south coast district. 22 23 Comment. Section 40450 is amended to eliminate an obsolete reference to the date after which the authority of a county board of supervisors is limited by the section (February 1, 1977). 24 25 Health & Safety Code § 40452 (amended). Report on regulatory activities SEC. \_\_\_\_. Section 40452 of the Health and Safety Code is amended to read: 26 40452. On or before April 1, 1991, and annually thereafter, the The south coast 27 district shall submit a an annual report to the state board and the Legislature 28

shall include: 30 (a) A summary of each major rule and rule amendment adopted by the south 31 coast district board. The summary shall include emission reductions to be 32 accomplished by each rule or regulation; the cost per ton of emission reduction to 33 be achieved from each rule or regulation; other alternatives that were considered 34 through the environmental assessment process; the cost per ton of comparable 35 emission reductions that could have been achieved from each alternative; a 36 statement of the reason why a given alternative was chosen; the conclusions and 37 recommendations of the district's socioeconomic analysis, including any 38 evaluations of employment impacts; and the source of funding for the rule or 39

summarizing its regulatory activities for the preceding calendar year. The report

29

regulation. For the purposes of this subdivision, a major rule or rule amendment is

one that is intended to significantly affect air quality or which imposes emission
 limitations.

(b) The number of permits to operate or to construct, by type of industry, that are
issued and denied, and the number of permits to operate that are not renewed.

5 (c) Data on emission offset transactions and applications, by pollutant, during 6 the previous fiscal year, including an accounting of the number of applications for 7 permits for new or modified sources that were denied because of the unavailability 8 of emission offsets.

(d) The district's forecast of budget and staff increases proposed for the 9 following fiscal year, and projected for the next two fiscal years. Budget and staff 10 increases shall be related to existing programs and rules, and to new programs or 11 rules to be adopted during the following years. The budget forecast shall provide a 12 workload justification for proposed budget and staff changes and shall identify any 13 cost savings to be achieved by program or staff changes. The budget forecast shall 14 include increases in permit fees and other fees proposed for the following fiscal 15 year and projected for the next two fiscal years. Budget information developed by 16 the district pursuant to Section 42311.1 may be used to comply with the 17 requirements established under this section. 18

(e) An identification of the source of all revenues collected that are used, or
 proposed to be used, to finance activities related to either stationary or
 nonstationary sources.

(f) A response to audit recommendations pursuant to Sections Section 40453 and
 42311.1. The response shall include proposed statutory changes needed to
 implement the recommendations.

(g) The results of the clean fuels program as specified in Section 40448.5. This
 element of the report shall be submitted biennially.

**Comment.** Section 40452 is amended to eliminate obsolete references. The introductory paragraph is amended to eliminate the reference to the date on which the annual reporting requirement began (April 1, 1991). Subdivisions (d) and (f) are amended to eliminate references to Section 42311.1, which was repealed by its own terms. See 1993 Cal. Stat. ch. 1028, § 8.

### 31 Health & Safety Code § 40454 (amended). Trip reduction plans

32 SEC. \_\_\_\_. Section 40454 of the Health and Safety Code is amended to read:

40454. (a) Notwithstanding Section 40457, 40716, or 40717, or subdivision (c)

of Section 40717.5, the south coast district shall not adopt or enforce any rule or regulation that would require any employer to submit a trip reduction plan.

- 36 (b) The south coast district may require employers with 100 or more employees
- at a single worksite to provide ride-matching information and transit informationto employees at that worksite.
- **Comment.** Section 40454 is amended to eliminate an obsolete reference to former Section 40457. That section is repealed. See 1996 Cal. Stat. ch. 777, § 1.

### 41 Health & Safety Code § 40484 (repealed). District staff

42 SEC. \_\_\_\_. Section 40484 of the Health and Safety Code is repealed.

40484. In the appointment of persons to the south coast district staff, the south 1

coast district board shall employ the personnel of the Southern California Air 2

- **Pollution Control District.** 3
- On February 1, 1977, all employees of the Southern California Air Pollution 4
- Control District shall be employed by the south coast district and shall be entitled 5
- to similar positions on the south coast district staff. Except as otherwise provided 6
- in this article, they shall have permanent merit system employee status and shall 7
- perform the similar duties for the south coast district as for the Southern California 8
- Air Pollution Control District. 9
- **Comment**. Section 40484 is repealed as obsolete. 10

#### 11 Health & Safety Code § 40500.1 (amended). Stationary source fee limitation

SEC. \_\_\_\_. Section 40500.1 of the Health and Safety Code is amended to read: 12

40500.1. (a) Except as required to comply with the Clean Air Act (42 U.S.C. 13 Sec. 7401 et seq.), fees assessed on stationary sources in the south coast district 14 pursuant to Sections 40500 and 40510 shall not exceed, for any fiscal year, the 15 actual costs of district programs pursuant to this article for the immediately 16 preceding fiscal year with an adjustment not greater than the change in the 17 California Consumer Price Index, for the preceding calendar year, from January 1 18 of the prior year to January 1 of the current year, as determined by the Department 19 of Industrial Relations. 20

(b) Unless specifically authorized by statute, the total amount of all of the fees 21 collected by the south coast district from stationary sources of emissions in the 22 1995-96 fiscal year, and in each subsequent fiscal year, shall not exceed the level 23 of expenditure in the 1993-94 fiscal year, except that the total fee amount may be 24 adjusted annually by not more than the percentage increase in the California 25 Consumer Price Index, as specified in subdivision (a). 26

(c) Any new state or federal mandate which is applicable to the south coast 27 district on and after January 1, 1994, shall not be subject to this section. However, 28 each of those mandates shall be separately identified by the state board in its 29 annual report prepared pursuant to Section 42311.1. 30

31 Comment. Section 40500.1 is amended to eliminate an obsolete reference to former Section 42311.1. That section was repealed by its own terms. See 1993 Cal. Stat. ch. 1028 § 8. 32

#### Health & Safety Code § 40503 (amended). Grant of variance 33

34

SEC. \_\_\_\_. Section 40503 of the Health and Safety Code is amended to read:

40503. (a) The south coast district hearing board, in determining whether or not 35 the petitioner has presented evidence sufficient to make the finding specified in 36 subdivision (b) (a) of Section 42352, shall consider, in addition to any other 37 relevant factors, both of the following: 38

(1) In determining whether or not conditions exist which are beyond the 39 reasonable control of the petitioner, the hearing board shall consider whether or 40 not the petitioner took actions to comply or seek a variance, which were timely 41

and reasonable under the circumstances. In so doing, the hearing board shall

consider actions taken by the petitioner since the adoption of the rule from which
 the variance is sought.

4 (2) In determining whether or not requiring compliance would result in either an 5 arbitrary or unreasonable taking of property or the practical closing and 6 elimination of a lawful business, the hearing board shall consider whether or not 7 an unreasonable burden would be imposed upon the petitioner if immediate 8 compliance is required.

9 (b) (1) As used in this subdivision, "small business" means a business that is 10 independently owned and operated and meets all of the following criteria:

11 (A) The number of employees is 10 or less.

(B) The total gross annual receipts are five hundred thousand dollars (\$500,000)
 or less.

14 (C) Emits not more than four tons per year of any nonattainment air contaminant 15 or its precursor.

16 (2) If the petitioner is a small business, the hearing board shall consider the 17 factors specified in subdivision (a) in the following manner:

(A) In determining whether or not the petitioner took timely actions to comply or
 seek a variance, the hearing board shall make specific inquiries into the reasons for
 any claimed ignorance of the requirement from which a variance is sought.

(B) In determining whether or not the petitioner took reasonable actions to comply, the hearing board shall make specific inquiries into the petitioner's financial and other capabilities to comply.

(C) In determining whether or not the burden of requiring immediate compliance would be unreasonable, the hearing board shall make specific inquiries into, and shall balance, the impact to the petitioner's business and the benefit to the environment which would result if the petitioner is required to immediately comply.

(c) Where the petitioner is a governmental agency, public district, or any other
 governmental or public entity, in determining whether or not an unreasonable
 burden would be imposed, the hearing board shall consider any effects of requiring
 immediate compliance on the availability of essential public services.

Comment. Section 40503 is amended to correct an erroneous reference to subdivision (b) of
 Section 42352.

35 Health & Safety Code § 40515 (amended). Public utility owned by municipal corporation

36 SEC. \_\_\_\_. Section 40515 of the Health and Safety Code is amended to read:

40515. (a) Any public utility owned by a municipal corporation within the south coast district shall provide public notice, pursuant to subdivision (b), before

submitting to the board of the south coast district any application for a permit to

40 construct or operate any facility, machine, or contrivance which would be used for

41 water treatment and would emit toxic air contaminants.

(b) A public utility specified in subdivision (a) shall mail, post, deliver, or use
any other practical method to notify all residents and persons who own property
within 330 feet of the property containing the proposed facility, machine, or
contrivance. The notice shall include a description of the proposed facility,
machine, or contrivance and an explanation of the right to petition the south coast

6 district board to hold a hearing pursuant to Section 40509.

- 7 (c) This section only applies to any facility, machine, or contrivance on which 8 construction began subsequent to May 24, 1985.
- 9 **Comment**. Section 40515 is amended to eliminate an obsolete provision.

### 10 Health & Safety Code § 40521 (amended). Limitations on increases

- 11 SEC. \_\_\_\_. Section 40521 of the Health and Safety Code is amended to read:
- 12 40521. (a) Excluding any increase in apportionments due to increases in the

13 salaries or wages and fringe benefits to the south coast district employees pursuant

14 to subdivision (a) of Section 40488, the apportionment levied on a county, for the

15 1977-78 fiscal year, by the south coast district board shall not exceed by more than

16 15 percent the apportionment levied on that county by the Southern California Air

- 17 Pollution Control District for the 1976-77 fiscal year.
- (b) For the 1978-79 fiscal year, and For each fiscal year thereafter, the percentage increase in the county apportionments by the south coast district board may not exceed the percentage increase in the California Consumer Price Index as specified in Section 2212 of the Revenue and Taxation Code, or the percentage increase in the total county property tax revenues for the counties included, in whole or in part, within the south coast district, whichever is greater.
- (c) (b) The limitations specified in subdivisions (a) and (b) subdivision (a) shall
   not apply to increases in apportionments resulting from the termination of federal
   or state allocations to the south coast district, if the south coast district board votes
   to continue the programs financed with those funds.
- Comment. Section 40521 is amended to eliminate an obsolete limitation applicable to the 1977-78 fiscal year.

### 30 Health & Safety Code § 40524 (repealed). Interests in real property

31 SEC. \_\_\_\_. Section 40524 of the Health and Safety Code is repealed.

32 40524. All interests in real property held in the name of the Southern California

33 Air Pollution Control District shall become the property of the south coast district

on February 1, 1977, and the south coast district shall succeed as of that date to the

- 35 interest and liability of that district in any leases.
- 36 **Comment**. Section 40524 is repealed as obsolete.

### 37 Health & Safety Code § 40709.7 (amended). Military base closure or realignment

- 38 SEC. \_\_\_\_. Section 40709.7 of the Health and Safety Code is amended to read:
- <sup>39</sup> 40709.7. (a) For the purposes of this section, "military base" means a military
- 40 base that is designated for closure or downward realignment pursuant to the

Defense Base Closure and Realignment Act of 1988 (P.L. 100-526) or the Defense
 Base Closure and Realignment Act of 1990 (10 U.S.C. Sec. 2687 et seq.).

(b) For the purposes of this section, "base reuse authority" means the authority
recognized pursuant to Section 65050 of the Government Code, as added by
Assembly Bill 3755 of the 1993-94 Regular Session. If Assembly Bill 3755 is not
enacted or does not recognize the authority, "base reuse authority" means the
entity which shall be designated for purposes of this section by the California
Defense Conversion Council established pursuant to Section 15346.3 of the
Government Code.

10 (c) An appropriate entity of the federal government may apply to the district for 11 emission reduction credits that result from reduced emissions from a military base 12 by June 1, 1995, or within 180 days of the reduction in emissions, whichever 13 occurs later, if the federal government is eligible under district regulations to file 14 and receive emission reduction credits on December 31, 1994.

(d) Not later than July 1, 1995, or six months from the date that the base closure 15 or realignment decision becomes final, whichever occurs last, the district shall 16 request and attempt to obtain all records maintained by a military base that are 17 necessary to quantify emission reductions, including, but not limited to, records on 18 the operation of any equipment which emits air contaminants, provided that the 19 district either waives the payment of direct costs to obtain the records or enters 20 into an agreement with the appropriate entity of the federal government or the base 21 reuse authority for the payment of the direct costs to obtain the records. The 22 district shall maintain these records. 23

(e)(1) A base reuse authority may apply to a district, under the emission reductions banking system established pursuant to Section 40709, for any reductions in emissions related to the termination or reduction of operations at the military base under its jurisdiction.

(2) The district shall quantify and bank the emission reductions for a closing or
 realigning military base within 180 days of a request by a base reuse authority and
 payment of any applicable fees, if one of the following events has occurred:

(A) The federal government agrees in writing to allow the base reuse authority to
 apply for and receive the emission reduction credits.

(B) The time period for the federal government to apply for emission reduction
 credits pursuant to subdivision (c) has expired and the federal government has not
 applied for the credits.

36 (C) The base reuse authority has, pursuant to other legal means, obtained the
 37 authority to acquire the emission reduction credits.

(f) The district shall permanently retire the emission reduction credits obtained
 pursuant to this section by 5 percent to improve air quality.

(g) The baseline for quantifying emission reductions shall be the date that the
base closure or realignment decision becomes final. The two-year period ending
on the date that the base closure or realignment decision was made shall be used to
determine average emissions from the military base unless this two- year period is

1 not representative of normal operations, in which case an alternative, consecutive,

two-year period which is within the five years prior to the baseline date may be
used, as determined by the district.

(h) After registration, certification, or other approval of the emission reductions 4 by a district air pollution control officer pursuant to subdivision (a) of Section 5 40709 and this section, the base reuse authority shall be deemed the owner of the 6 emissions source for purposes of the issuance of a certificate pursuant to Section 7 40710. Upon receipt of the certificate, or other approval, the base reuse authority 8 may use, sell, or otherwise dispose of the emission reduction credits as determined 9 by the base reuse authority, provided that the credits may only be used for base 10 reuse within the jurisdiction of the district. 11

Comment. Section 40709.7 is amended to eliminate an obsolete provision. The definition of "base reuse authority" was contingent on whether Government Code Section 65050, listing base reuse entities, was enacted. That section was enacted as specified in the contingency. See, 1994 Cal. Stat. ch. 1261, § 6. Consequently, the alternative definition, that would have applied if the contingency had failed, is obsolete.

### 17 Health & Safety Code § 40717.5 (amended). Indirect sources

18 SEC. \_\_\_\_. Section 40717.5 of the Health and Safety Code is amended to read:

40717.5. (a) Any district which proposes to adopt or amend a rule or regulation pursuant to Section 40716 or 40717, which imposes any requirement on an indirect source to reduce vehicle trips or vehicle miles traveled, including, but not limited to, any rule or regulation affecting ridesharing or alternative transportation mode strategies, shall, prior to the adoption or amendment of the rule or regulation, do all of the following:

(1) Ensure, to the extent feasible, and based upon the best available information, 25 assumptions, and methodologies which are reviewed and adopted at a public 26 hearing, that the proposed rule or regulation would require an indirect source to 27 reduce vehicular emissions only to the extent that the district determines that the 28 source contributes to air pollution by generating vehicle trips that would not 29 otherwise occur. In complying with this paragraph, a district shall make reasonable 30 and feasible efforts to assign responsibility for existing and new vehicle trips in a 31 manner which equitably distributes responsibility among indirect sources. 32

(2) Ensure that, to the extent feasible, the proposed rule or regulation does not
 require an indirect source to reduce vehicular trips which are required to be
 reduced by other rules or regulations adopted for the same purpose.

36 (3) Take into account the feasibility of implementing the proposed rule or37 regulation.

(4) Pursuant to Section 40922, consider the cost effectiveness of the proposed
 rule or regulation.

(5) Determine that the proposed rule or regulation would not place any
 requirement on public agencies or on indirect sources which would duplicate any
 requirement placed upon those public agencies or indirect sources as a result of
 another rule or regulation adopted pursuant to Section 40716 or 40717.

(b) A district may delegate to any city or county the responsibility to implement 1 a rule or regulation that is subject to subdivision (a). However, if an indirect source 2 subject to the rule or regulation has sites located both within and outside of the 3 jurisdiction of a city or county to which that responsibility has been delegated, the 4 indirect source may elect to be subject to the implementation of that rule or 5 regulation only by the district. Notwithstanding Section 40454 or subdivision (b) 6 of Section 40927, an indirect source which elects to be regulated only by a district 7 pursuant to this subdivision may also elect to include sites under district regulation 8 that would not otherwise be subject to district regulation, and, in that event, shall 9 not be subject to the implementation by a city or county of any requirement 10 contained in that rule or regulation. 11

(c)(1) Nothing in this section constitutes an infringement on the existing authority of counties and cities to plan, control, or condition land use, or on the ability of a city, county, or other public agency to impose trip reduction measures pursuant to a voter-mandated growth management program.

16 (2) Nothing in this section provides or transfers new authority over land use to a 17 district.

18 **Comment**. Section 40717.5 is amended to eliminate an obsolete reference to former section

19 40927. That section was repealed by its own terms. See 1993 Cal. Stat. ch. 563, § 2.

### 20 Health & Safety Code § 40962 (repealed). Commencement of operation

- SEC. \_\_\_\_. Section 40962 of the Health and Safety Code is repealed.
- 40962. The Sacramento district shall commence operation on July 1, 1989, and

on that date shall assume the authority, functions, employees, and responsibilities

- 24 of the Sacramento County Air Pollution Control District.
- 25 **Comment**. Section 40962 is repealed as obsolete.

### 26 Health & Safety Code § 41212 (repealed). Commencement of operation

- SEC. \_\_\_\_. Section 41212 of the Health and Safety Code is repealed.
- 41212. The Mojave Desert district shall commence operations on July 1, 1993,
- and on that date shall assume the authority, duties, and employees of the San
- 30 Bernardino County Air Pollution Control District which shall cease to exist as of
- 31 that date.
- 32 **Comment**. Section 41212 is repealed as obsolete.
- Health & Safety Code § 41242 (repealed). Transfer of funds, property, and obligations of former district
- 35 SEC. \_\_\_\_. Section 41242 of the Health and Safety Code is repealed.
- 36 41242. On July 1, 1993, the Mojave Desert district shall succeed to all funds,
- 37 property, and obligations of the San Bernardino County Air Pollution Control
- 38 District.
- 39 **Comment**. Section 41242 is repealed as obsolete.

# Health & Safety Code § 41261 (amended). Transfer of officers and employees from former district

3 SEC. \_\_\_\_. Section 41261 of the Health and Safety Code is amended to read:

4 41261. On July 1, 1993, the APCO, designated deputies, and other exempt

5 employees of the San Bernardino County Air Pollution Control District shall be

6 employed by the Mojave Desert district and shall serve in the same capacity for

7 the Mojave Desert district. The APCO and designated deputies of the Mojave

8 <u>Desert District</u> shall serve at the pleasure of the Mojave Desert district board, and

- 9 shall receive the compensation that is determined by the Mojave Desert district10 board.
- 11 **Comment.** Section 41261 is amended to eliminate obsolete provisions relating to the 12 succession of the Mojave Desert District to the personnel of the former San Bernadino County 13 Air Pollution Control District.

### 14 Health & Safety Code § 41263 (repealed). Employment of personnel of former district

15 SEC. \_\_\_\_. Section 41263 of the Health and Safety Code is repealed.

16 41263. In the appointment of persons to the Mojave Desert district staff, the

17 Mojave Desert district board shall employ the personnel of the San Bernardino

18 County Air Pollution Control District. On July 1, 1993, all employees of the San

- 19 Bernardino County Air Pollution District shall be employed by the Mojave Desert
- 20 district and shall be entitled to similar positions and duties on the Mojave Desert
- 21 district staff. Except as otherwise provided in this article, they shall have
- 22 permanent merit system employee status. A period of time as specified by the San
- 23 Bernardino County Board of Supervisors shall be allowed to employees of the San
- 24 Bernardino County Air Pollution Control District to transfer to other appropriate
- county employment before July 1, 1993.
- 26 **Comment**. Section 41263 is repealed as obsolete.

### 27 Health & Safety Code § 41500 (amended). Powers and duties

SEC. \_\_\_\_. Section 41500 of the Health and Safety Code is amended to read:

41500. To coordinate air pollution control activities throughout the state, and to
ensure that the entire state is, or will be, in compliance with the standards adopted
pursuant to Section 39606, the state board shall do all of the following:

(a) Review the district attainment plans submitted pursuant to Section 40911,
 and the revised plans submitted pursuant to Section 40925, to determine whether
 the plans will achieve and maintain the state's ambient air quality standards by the

- 35 earliest practicable date.
- (b) Review the rules and regulations and programs submitted by the districts
   pursuant to Section 40704 to determine whether they are sufficiently effective to
   achieve and maintain the state ambient air quality standards.

(c) Review the enforcement practices of the districts and local agencies
delegated authority by districts pursuant to Section 40717 or 40717.2 to determine
whether reasonable action is being taken to enforce their programs, rules, and
regulations.

1 **Comment**. Section 41500 is amended to an erroneous reference to Section 40717.2, which does not exist.

3 Health & Safety Code § 41500.5 (amended). Environmental management

4 SEC. \_\_\_\_. Section 41500.5 of the Health and Safety Code is amended to read:

5 41500.5. Notwithstanding any other provision of law, any plan required by the 6 provisions of this title <u>division</u> shall be subject to the provisions of Article 5.5 7 (commencing with Section 53098) of Chapter 1 of Part 1 of Division 2 of Title 5

- 8 of the Government Code.
- 9 **Comment**. Section 41500.5 is amended to correct an erroneous reference to "this title." The 10 Health and Safety Code does not use titles as an organizational division. The reference has been
- 11 replaced with a reference to "this division."

### 12 Health & Safety Code § 41507 (repealed). Review of basinwide plan

13 SEC. \_\_\_\_. Section 41507 of the Health and Safety Code is repealed.

- 14 41507. The state board may order, pursuant to Section 41602, review of a
- 15 basinwide air pollution control plan for revision to achieve and maintain federal
- ambient air quality standards in the air basin, as part of the state implementation
- 17 plan required under Section 1857c-5 of Title 42 of the United States Code. Such
- 18 revision shall be filed with the state board within 60 days of the request of the state
- 19 board, and the districts shall adopt rules and regulations implementing such plans
- 20 within 60 days after final review pursuant to Section 41500, or final adoption
- 21 pursuant to Section 41503, by the state board.
- 22 **Comment**. Section 41507 is repealed as obsolete. The authority to conduct a review of the type
- that is the subject of this section was provided in Section 41602, which is repealed. See 1988 Cal.
- 24 St. ch. 1568, § 23.
- Health & Safety Code § 41518 (repealed). Cogeneration technology projects capable of construction before 1987
- SEC. \_\_\_\_. Section 41518 of the Health and Safety Code is repealed.
- 41518. The state board shall develop, in cooperation with the districts and the
- 29 Public Utilities Commission, an inventory of potential cogeneration technology
- 30 projects in each air basin in the state which could be constructed before 1987.
- 31 **Comment**. Section 41518 is repealed as obsolete.

# Health & Safety Code § 41519 (repealed). Resource recovery projects planned or proposed to be constructed before 1987

- 34 SEC. \_\_\_\_. Section 41519 of the Health and Safety Code is repealed.
- 35 41519. The state board, in cooperation with the State Solid Waste Management
- 36 Board, the districts and the regional planning agencies, shall develop an inventory
- 37 of potential resource recovery projects which are planned or proposed to be
- 38 constructed before 1987.
- 39 **Comment**. Section 41519 is repealed as obsolete.

### 1 Health & Safety Code § 41520 (repealed). Preparation of inventories

2 SEC. \_\_\_\_. Section 41520 of the Health and Safety Code is repealed.

3 41520. In preparing the inventories required pursuant to Sections 41518 and

4 41519, the state board shall contract with private firms or utilize existing board

5 staff, whichever costs less. Both inventories shall be completed not later than July

- 6 <del>1, 1980</del>.
- 7 **Comment**. Section 41520 is repealed as obsolete.

### 8 Health & Safety Code § 41600 (amended). Air quality impact of specified projects

9 SEC. \_\_\_\_. Section 41600 of the Health and Safety Code is amended to read:

41600. (a) The districts shall provide for, and shall periodically revise as
appropriate, the growth allowances necessary to accommodate the net air quality
impact, if any, of cogeneration technology projects and resource recovery projects
expected to be permitted by January 1, 1987, and subsequent periods thereafter,
pursuant to Section 42314, so that state and federal ambient air quality standards
may be achieved and maintained or that reasonable further progress be made
toward attainment.

(b) If appropriate, the districts shall submit to the state board, for inclusion in the
 next state implementation plan revisions, the necessary control measures for the
 growth allowances for federally approved nonattainment pollutants and precursors
 required by subdivision (a).

(c) Any district which lacks a federally approved demonstration of attainment 21 with the national ambient air quality standard for ozone or nitrogen dioxide is not 22 required to provide a growth allowance for any pollutant under this section until 23 two years after the district makes both demonstrations. Federal approval shall be 24 determined, based on regulations adopted by the Environmental Protection 25 Agency, after public notice and opportunity for comment. After a district 26 demonstrates attainment, the district may establish a growth allowance by 27 allocating an air quality increment within the ambient air quality standard or 28 through adoption of further control measures. 29

30 **Comment**. Section 41600 is amended to eliminate an obsolete provision.

### 31 Health & Safety Code § 41704.5 (repealed). Vessels using steam boilers

32 SEC. \_\_\_\_. Section 41704.5 of the Health and Safety Code is repealed.

33 41704.5. The state board shall conduct a study in cooperation with the affected

districts and representatives of the maritime industry to determine whether vessels

using steam boilers can be brought into compliance with Section 41701 by January

<sup>36</sup> 1, 1984, or any earlier date, taking into account the age and physical condition of

- 37 the affected vessels, vessel safety and operational requirements, and technological
- 38 feasibility.

39 Following completion of such study, the state board shall conduct a public

40 hearing to consider and, if appropriate, adopt a compliance schedule by which

41 various classes of vessels will be brought into compliance with the standards

- specified in Section 41701 on and after January 1, 1984. Prior to taking any action
- 2 to adopt any such compliance schedule, the state board shall report the results of
- 3 its study to the Legislature, and in no event shall such study be filed with the
- 4 Legislature later than January 1, 1983. The report shall also address emissions
- 5 from diesel powered vessels.
- 6 **Comment**. Section 41704.5 is repealed as obsolete.
- 7 Health & Safety Code § 41900 (repealed). Sandblasting standards
- 8 SEC. \_\_\_\_. Section 41900 of the Health and Safety Code is repealed.
- 9 41900. The chairman of the state board shall convene a committee of 11
- 10 members to recommend to the state board for adoption, not later than January 1,
- 11 1975, air pollution standards for sandblasting operations.
- 12 **Comment**. Section 41900 is repealed as obsolete.
- 13 Health & Safety Code § 41981 (repealed). Study of emissions
- <sup>14</sup> SEC. \_\_\_\_. Section 41981 of the Health and Safety Code is repealed.
- 15 41981. The state board shall, in consultation with the affected district and the
- 16 Department of Health Services, complete a study, using all available data on the
- 17 emissions from incineration of toxic waste materials.
- The state board shall report its findings to the Legislature on or before January 1,
   19 1984.
- 20 **Comment**. Section 41981 is repealed as obsolete.
- 21 Health & Safety Code § 42301.9 (amended). Definitions
- 22 SEC. \_\_\_\_. Section 42301.9 of the Health and Safety Code is amended to read:
- 42301.9. For the purposes of Sections 42301.4 <u>42301.5</u> to 42301.8, inclusive:
- (a) "School" means any public or private school used for purposes of the
  education of more than 12 children in kindergarten or any of grades 1 to 12,
  inclusive, but does not include any private school in which education is primarily
  conducted in private homes.
- (b) "Air contaminant" means any contaminant defined pursuant to Section
  39013.
- 30 (c) "Administering agency" means an agency designated pursuant to Section
   31 25502.
- (d) "Handle" means handle as defined in Article 1 (commencing with Section
  25500) of Chapter 6.95 of Division 20 of the Health and Safety Code.
- Comment. Section 42301.9 is amended to eliminate an erroneous reference to Section 42301.4,
   which does not exist.
- Health & Safety Code § 42314 (amended). Prohibition of emissions offsets requirement for
   cogeneration technology projects
- 38 SEC. \_\_\_\_. Section 42314 of the Health and Safety Code is amended to read:
- 39 42314. (a) Notwithstanding any other provision of any district permit system,
- 40 and except as provided in this section, no district shall require emissions offsets

1 for any cogeneration technology project or resource recovery project which 2 satisfies all of the following requirements:

3 (1) The project satisfies one of the following size criteria:

(A) The project produces 50 megawatts or less of electricity. In the case of a combined cycle project, the electrical capacity of the steam turbine may be excluded from the total electrical capacity of the project for purposes of this paragraph if no supplemental firing is used for the steam portion and the combustion turbine has a minimum efficiency of 25 percent.

9 (B) The project processes municipal wastes and produces more than 50 10 megawatts, but less than 80 megawatts, of electricity.

(2) The project will use the appropriate degree of pollution control technology
 (BACT or LAER) as defined and to the extent required by the district permit
 system.

(3) Existing permits for any item of equipment to be replaced by the project, whether the equipment is owned by the applicant or a thermal beneficiary of the project, are surrendered to the district or modified to prohibit operation simultaneously with the project to the extent necessary to satisfy district offset requirements. The emissions reductions associated with the shutdown of existing equipment shall be credited to the project as emissions offsets in accordance with district rules.

(4) The applicant has provided offsets to the extent they are reasonably available
 from facilities it owns or operates in the air basin and which mitigate the
 remaining impacts of the project.

(5) For new projects which burn municipal waste, landfill gas, or digester gas,
the applicant has, in the judgment of the district, made a good faith effort to secure
all reasonably available emissions offsets to mitigate the remaining impact of the
project, and has secured all reasonably available offsets.

(b) This section applies to any project for which an application for an authority 28 to construct is deemed complete by the district after January 1, 1986, only if the 29 project's net emissions, combined with the net emissions from projects previously 30 permitted under this section, are less than the amount provided for in the 31 applicable growth allowance established by the district pursuant to Section 41604 32 41600. If a district has not yet provided a growth allowance pursuant to Section 33 41604 41600, the growth allowance is zero. For purposes of this subdivision, "net 34 emissions" means the project's emissions, less any offsets provided by the 35 applicant and less utility displacement credits granted pursuant to Section 41605. 36

(c) This section does not relieve a project from satisfying all applicable
requirements of Part C (Prevention of Significant Deterioration) of the Clean Air
Act, as amended in 1977 (42 U.S.C. Sec. 7401 et seq.), or any rules or regulations
adopted pursuant to Part C.

41 **Comment**. Section 42314 is amended to correct erroneous references to former Section 41604, 42 which was renumbered as Section 41600. See 1998 Cal. Stat. ch. 1568, § 25.

### 1 Health & Safety Code § 42314.5 (amended). Organic waste utilization facility permits

2 SEC. \_\_\_\_. Section 42314.5 of the Health and Safety Code is amended to read:

3 42314.5. In considering a permit for a facility which utilizes agricultural waste

4 products, forest waste products, or similar organic wastes as biomass fuel in a

5 steam generator (boiler) to produce electrical energy, or to be used as a digester

- 6 feedstock in a cogeneration facility, the district shall allow offset credits as
- 7 provided in Sections 41604 <u>41600</u> and 41605.5.

8 **Comment.** Section 42314.5 is amended to correct an erroneous reference to former Section 9 41604, which was renumbered as Section 41600. See 1998 Cal. Stat. ch. 1568, § 25.

### 10 Health & Safety Code § 42402.5 (amended). Administrative civil penalties

11 SEC. \_\_\_\_. Section 42402.5 of the Health and Safety Code is amended to read:

42402.5. (a) In addition to any civil and criminal penalties prescribed under this 12 article, a district may impose administrative civil penalties for a violation of this 13 part, or any order, permit, rule, or regulation of the state board or of a district, 14 including a district hearing board, adopted pursuant to Part 1 (commencing with 15 Section 39000) to Part 4 (commencing with Section 41500), inclusive, if the 16 district board has adopted rules and regulations specifying procedures for the 17 imposition and amounts of these penalties. No administrative civil penalty levied 18 pursuant to this section may exceed five hundred dollars (\$500) for each violation. 19 However, nothing in this section is intended to restrict the authority of a district to 20 negotiate mutual settlements under any other penalty provisions of law which 21

- exceed five hundred dollars (\$500).
- 23 (b) Each day in which a violation occurs is a separate offense.

**Comment.** Section 42402.5 is amended to provide that each day in which a violation occurs under this section is a separate offense. This is consistent with the provisions of this article providing for civil and criminal penalties. See Sections 42400(e), 42400.1(c), 42400.2(e), 42400.3(c), 42400.4((d), 42401, 42402(c), 42402.1(c), 42402.2(d), 42402.3(b).

### 28 Health & Safety Code § 42405.1 (amended). Reward for information resulting in penalty

29 SEC. \_\_\_\_. Section 42405.1 of the Health and Safety Code is amended to read:

42405.1. (a) Any person who provides information which materially contributes 30 to the imposition of a civil penalty or criminal fine against any person for violating 31 any provision of this part or any rule, regulation, or order of a district pertaining to 32 mobile source emission regulations or limitations shall be paid a reward pursuant 33 to regulations adopted by the district under subdivision (f). The reward shall not 34 exceed 10 percent of the amount of the civil penalty or criminal fine collected by 35 the district, district attorney, or city attorney. The district shall pay the reward to 36 the person who provides information which results in the imposition of a civil 37 penalty, and the city or the county shall pay the reward to the person who provides 38 information which results in the imposition of a criminal fine. No reward paid 39 pursuant to this subdivision shall exceed five thousand dollars (\$5,000). 40

(b) No informant shall be eligible for a reward for a violation known to the
district, unless the information materially contributes to the imposition of criminal
or civil penalties for a violation specified in this section.

4 (c) If there is more than one informant for a single violation, the first notification
5 received by the district shall be eligible for the reward. If the notifications are
6 postmarked on the same day or telephoned notifications are received on the same
7 day, the reward shall be divided equally among those informants.

(d) Public officers and employees of the United States, the State of California, or
districts, counties, and cities in California are not eligible for the reward pursuant
to subdivision (a), unless reporting of those violations does not relate in any
manner to their responsibilities as public officers or employees.

(e) An informant who is an employee of a business and who provides information that the business violated this chapter part is not eligible for a reward if the employee intentionally or negligently caused the violation or if the employee's primary and regular responsibilities included investigating the violation, unless the business knowingly caused the violation.

(f) The district shall adopt regulations which establish procedures for a 17 determination of the accuracy and validity of information provided and for the 18 receipt and review of claims for payment of rewards. All decisions concerning the 19 eligibility for a reward and the materiality of the provided information shall be 20 made pursuant to these regulations. In each case brought under subdivision (a), the 21 district, the office of the city attorney, or the district attorney, whichever office 22 brings the action, shall determine whether the information materially contributed 23 to the imposition of civil or criminal penalties for violating any provision of this 24 part or any rule, regulation, or order of a district pertaining to emission regulations 25 or limitations. 26

(g) The district shall continuously publicize the availability of the rewards
 pursuant to this section for persons who provide information pursuant to this
 section.

(h) Claims may be submitted only for those referrals made on or after January 1,
 1989.

Comment. Section 42405.1 is amended to correct an underinclusive reference in subdivision (e).