

BEFORE THE ARKANSAS POLLUTION CONTROL AND ECOLOGY
COMMISSION

IN THE MATTER OF AMENDMENTS TO)
REGULATION NO. 19, REGULATIONS OF THE) DOCKET NO. 11-____-R
ARKANSAS PLAN OF IMPLEMENTATION FOR)
AIR POLLUTION CONTROL)

PETITION TO INITIATE RULEMAKING TO AMEND REGULATION
NUMBER 19, REGULATIONS OF THE ARKANSAS PLAN OF IMPLEMENTATION
FOR AIR POLLUTION CONTROL

The Arkansas Department of Environmental Quality (hereinafter “ADEQ” or “the Department”), for its Petition to Initiate Rulemaking to Amend Regulation Number 19, Regulations of the Arkansas Plan of Implementation for Air Pollution Control Code, states:

1. The Department requests that the Commission Initiate Rulemaking to amend Regulation Number 19, Regulations of the Arkansas Plan of Implementation for Air Pollution Control Code. By separate petition, the Department proposes changes to Regulation Number 18 and Regulation Number 26 contingent upon the Commission promulgating Regulation Number 19. The Department requests that the Commission consider the initiation of rulemaking associated with the promulgation of Regulation Number 19 to be contingent upon the Commission’s decision to initiate rulemaking to amend Regulation Number 18 and Regulation Number 26. The Department makes this request to avoid the potential of either of two possible results:

- (a) The greenhouse gas regulation provisions the Department proposes will not be effective unless all three regulations are initiated simultaneously; and
- (b) Regulations containing different permitting thresholds could cause confusion and unequal treatment of sources.

The changes to Regulation Number 19 are being proposed in response to the United States Environmental Protection Agency's ("EPA") June 3, 2010, Prevention of Significant Deterioration and Title V Greenhouse Gas Tailoring Rule ("Tailoring Rule"). The Tailoring Rule requires that greenhouse gases be subject to regulation under the Clean Air Act.

2. The proposed regulatory amendments precipitated by the above referenced need involve the following:

- (a) Language is being proposed in Chapter 9 of Regulation Number 19 to include emission levels of greenhouse gases of over 75,000 tons per year in the Prevention of Significant Deterioration ("PSD") permitting program. The term "air pollutant" has been included in the definition of "air contaminant" in Chapter 2 of Regulation Number 18.
- (b) Greenhouse gas emissions at levels under 75,000 tons per year are proposed to be added as "De Minimis" so that any increase of greenhouse gases under this level will not require a major permit modification.
- (c) Changes made to Appendix A of Regulation Number 19 seek to clarify that activities emitting less than 75,000 tons per year of carbon dioxide emissions are included in the Group A Insignificant Activities List for Appendix A, Regulation Number 19.
- (d) Updating formatting, correcting typographical errors and inconsistencies in the regulation.

3. The proposed changes to Regulation Number 19 have been sent for review by the Arkansas Economic Development Commission (AEDC) as required Under Act 143 of

2007.

4. Mike Bates or other Air Division staff from ADEQ will be available to answer questions concerning this proposed rulemaking. A red-lined version of the regulation showing the proposed changes is attached as Exhibit “**A**” and is hereby incorporated by reference. A copy of the Legislative Questionnaire is attached as Exhibit “**B**”, and a copy of a Financial Impact Statement for the proposed revision is attached as Exhibit “**C**”, both of which are incorporated by reference. A memo regarding compliance with Act 143 of 2007 and an analysis of the impact to small business required pursuant to Act 143 of 2007 (formerly Executive Order 05-04), is attached as Exhibit “**D**” and hereby incorporated by reference. This rulemaking is exempt from the Economic Impact/Environmental Benefit Analysis requirement under Reg. 8.812 because the proposed rule incorporates language of the GHG Tailoring Rule without substantive change, and because the proposed amendments are required for the GHG Tailoring Rule to be implemented as intended. A proposed minute order is attached as Exhibit “**E**” and is hereby incorporated by reference.

WHEREFORE, ADEQ requests that the Commission initiate the rulemaking process, adopt the proposed Minute Order, and adopt the proposed amendments to Regulation Number 19.

Respectfully Submitted,
ARKANSAS DEPARTMENT OF
ENVIRONMENTAL QUALITY
5301 Northshore Drive
North Little Rock, Arkansas 72118

By: 
Mike Bates