

TO: Air Permits Branch

FROM: Becky W. Keogh, Director *BWK*

THROUGH: Stuart Spencer, Associate Director *SS*
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DATE: August 28, 2018

SUBJECT: Permit Fee Factor

**Effective September 1, 2018 the new \$/ton factor will not change.
It will continue to be: \$23.93**

The permit fee regulations (Regulation #9) require in §9.502 that the \$/ton factor be changed each September to account for changes in the Consumer Price Index. The actual language is:

(A) \$/ton factor is \$16/ton until September, 1994, after which time it shall be increased annually by the percentage, if any, by which the federal Consumer Price Index exceeds that of the previous year.

On January 28, 2005 the Commission revised Regulation 9. These revisions, among other things, allow the Department to forgo the annual adjustment to the \$/ton permit fee factor in certain circumstances. Specifically, §9.502(A) states in part:

The Director may, after considering the factors contained in §9.901 of this regulation, decide not to increase the \$/ton factor in a year when the fee fund has a balance greater than 150% of the amount of money expended from the fund in the previous year.

As shown in the following table, the conditions in §9.502(A) have been met. Accordingly, the \$/ton factor will not increase this September.

FEE FUND	EXPENDITURES	150% OF EXPENDITURES	FEE FUND BALANCE
105 (TPE0000)	\$540, 701.45	\$811.052.18	\$871,562.73
Title V (TPET500)	\$5,291, 217.01	\$7,936,825.52	\$15,284,499.24