Ohio EPA Division of Air Pollution Control

Association of Air Pollution Control Agencies August 29, 2024



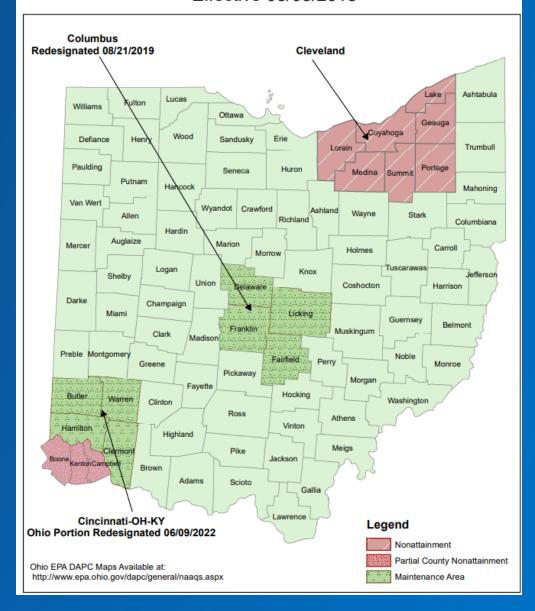
PRIORITY ISSUES FOR DIVISION OF AIR POLLUTION CONTROL

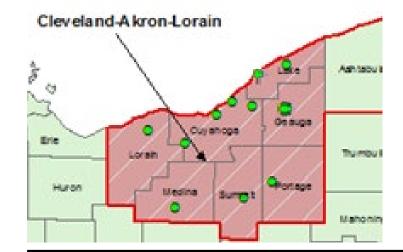
- Bump up to Serious Ozone Nonattainment
- PM2.5 Upcoming non-attainment
- 111(d) for power plants
- 111(d) for oil and gas
- Construction permits
- Title V fee shortfall

2015 Ozone Standard Designation Timeline

- August 3, 2018: U.S. EPA finalized nonattainment areas
 - Columbus, Cincinnati, and Cleveland areas designated marginal nonattainment
 - Marginal attainment date set for August 3, 2021 (2018-2020 design values)
- August 2019 Columbus redesignated to attainment
- June 2022 Cincinnati redesignated to attainment
- November 2022: Cleveland "bumped up" to moderate nonattainment
 - Moderate attainment date set for August 3, 2024 (2021-2023 design values)

Ohio 2015 Eight-Hour Ozone (0.070 ppm) Nonattainment Areas Effective 08/03/2018





Cleveland Ozone Outlook (*as of 6/12/24)

Eastlake has had 4 of 4 days over already (65, 68, 73, 81) District 6 has had 2 of 4 days over already (69, 75) Lake Rockwell has had 1 of 4 days over already (72)

Site Name	Site Id	County	2021 4th High	2022 4th high	2023 4 th high	2024 4 th high needed to violate 2015 standard	2024 4 th high	2021- 2023 DV	2022- 2024 DV*
District 6	39-035-0034	Cuyahoga	70	73	71	<mark>69</mark>	72	71	72
GT Craig NCore	39-035-0060	Cuyahoga	59	61	65	87	60	61	62
Berea BOE	39-035-0064	Cuyahoga	69	65	75	73	64	69	68
Mayfield	39-035-5002	Cuyahoga	68	65	73	75	65	68	67
Notre Dame	39-055-0004	Geauga	67	64	66	83	62	65	64
Eastlake	39-085-0003	Lake	72	76	72	<mark>65</mark>	71	73	73
Painesville	39-085-0007	Lake	63	62	73	78	63	66	66
Sheffield	39-093-0018	Lorain	59	63	64	86	57	62	61
Chippewa	39-103-0004	Medina	65	67	72	74	63	68	67
Lake Rockwell	39-133-1001	Portage	67	71	70	72	67	69	69
North High	39-153-0026	Summit	66	69	71	76	64	68	68

"Mandatory" *Moderate*Classification Requirements

- NOx and VOC Reasonably Available Control Technology (RACT)
 - Revised OAC Chapters 3745-110 NOx RACT, 3745-21 VOC RACT
- Emissions Inspection and Maintenance (I/M) Program (i.e., E-Check)
 - in operation
- Additional challenges permitting new and modified sources
 - NSR offset ratio 1.15:1
 - Baseline year reset

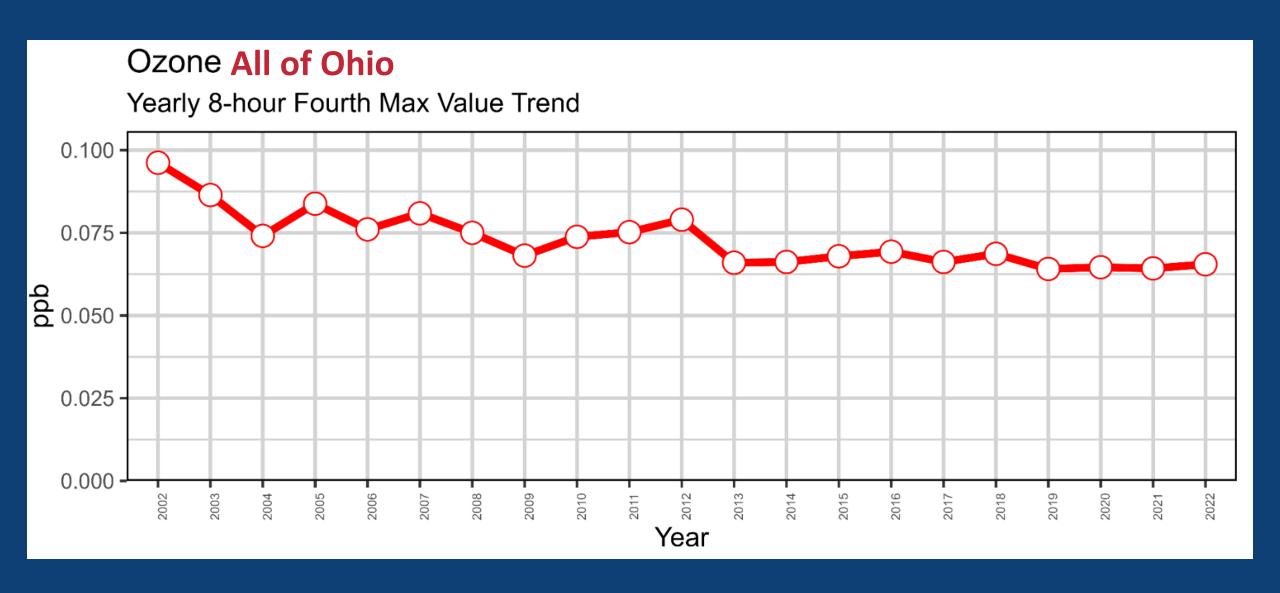
*all of these have been implemented



"Mandatory" *Serious*Classification Requirements

- Keep all Moderate programs in place
- NOx and VOC RACT lower thresholds for applicability from 100 TPY to 50 TPY
- Additional challenges permitting new and modified sources
 - NSR offset ratio 1.2:1
 - Baseline year reset
 - Major source permitting threshold lowered from 100 TPY to 50 TPY
 - More Title V and synthetic minor sources
 - Application timing to avoid Title V
 - Major modification significance levels decrease from 40 TPY to 25 TPY thresholds will be lowered
 - More changes at existing facilities will trigger major new source review

Ozone 20-Year Trend



Particulate Matter Proposal

Final Changes to PM_{2.5} NAAQS

Two standards, annual and 24-hour, for which the implementation steps are done independently

- 2006 24-hour Standard 35 ug/m³
- 2013 annual standard 12.0 ug/m³ TIGHTENED in 2024 TO 9.0 ug/m³
 - Promulgated FEBRUARY 7, 2024
 - *Effective MAY 6, 2024*

PM_{2.5} Data – Statewide with Data

Adiustment

PM25-Annual Yearly and Design Value (ug/m3)								
SITEID	County	2022-2023 DV Unajusted	2022-2023 DV Ajusted					
39-003-0009	Allen	7.5						
39-009-0003	Athens	6.1						
39-013-0006	Belmont	7.8						
39-017-0022	Butler	11.0	10.9					
39-023-0005	Clark	9.4	8.8					
39-035-0065	Cuyahoga	12.2	12.2					
39-049-0038	Franklin	9.9	9.3					
39-061-0014	Hamilton	10.7	9.9					
39-061-0048	Hamilton	10.2	10.2					
39-081-0017	Jefferson	10.6	10.0					
39-085-0007	Lake	7.2						
39-087-0012	Lawrence	8.5						
39-093-3002	Lorain	7.6						
39-095-1003	Lucas	9.4	9.4					
39-099-0015	Mahoning	9.0						
39-103-0004	Medina	7.5						
39-113-0038	Montgomery	9.6	9.0					
39-133-0002	Portage	6.9						
39-135-1001	Preble	8.7						
39-145-0015	Scioto	7.8						
39-151-0020	Stark	9.9	9.2					
39-153-0017	Summit	8.7						
39-155-0014	Trumbull	8.8						

Late May – US EPA makes "adjustments" to data for certain high-reading continuous instruments

 $\frac{9}{7}$ counties and $\frac{7}{6}$ areas (MSA) with monitors > 9.0 ug/m³

- Cleveland area: Cuyahoga County
- Canton-Massilon area: Stark County
- Cincinnati area: Butler & Hamilton Counties
- Columbus area: Franklin County
- Steubenville-Weirton area: Jefferson County
- Dayton area: Clark & Montgomery Counties
- Toledo area: Lucas County

Exceptional Event?

- Unusual to have wildfires in Canada have this large of an impact
- Low pressure in eastern U.S./Canada was stationary bringing down northerly winds for an extended period of time
- Ohio does not have any control of source of emissions
- U.S. EPA allows for exclusion of measured air quality values for Exceptional Events, but...



Exceptional Event?

- ... Not that easy
- U.S. EPA will only consider an Exceptional Event if it has "regulatory significance" ...if it does not change areas from attainment to nonattainment – not interested in reviewing
- We are working on three separate packages for exceptional events. – for the Columbus, Toledo, and Canton areas



PM2.5 NAAQS Implementation Timeline

- Ohio EPA recommends nonattainment designations due 1 year from PROMULGATION of the NAAQS -2/7/25
 - Ohio recommended designations would be based on 2021-2023 data
 - Five factor analysis may result in multi-county nonattainment areas
- U.S. EPA finalizes nonattainment designations required 2 years from *PROMULGATION* of the NAAQS 2/7/26 + 90 days to effective date typically $\sim 5/7/26$
 - Estimate U.S. EPA recommended designations would be based on 2022-2024 data
- Infrastructure SIP due 3 years from **PROMULGATION** of the NAAQS 2/7/28
 - Transport likely addressed by U.S.EPA as a FIP
- Attainment demonstration due 18 months from *final designations* the effective date $\sim 11/7/27$
- Moderate attainment date is set at the end of the 6th year after the effective date of *final* designations ~ 12/31/32

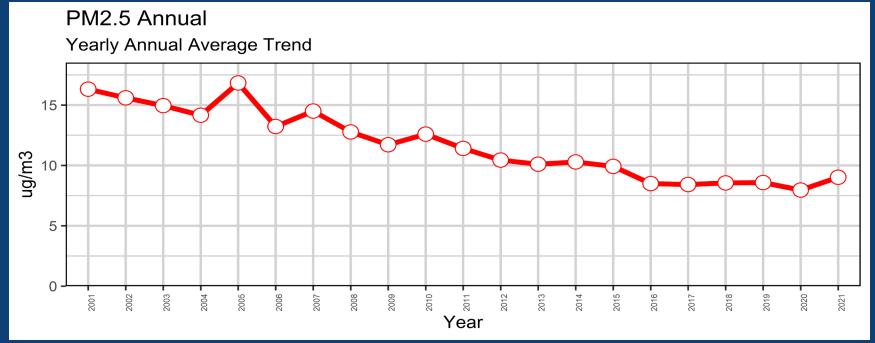
Moderate Attainment Demonstration SIP

- Follow 2016 U.S. EPA Implementation Rule (August 24, 2016)
- PM_{2.5} (filterable and condensable) and precursors: SO₂, NOX, VOC, and NH₃
- Emissions Inventory
 - Resets base year and impacts availability of offsets
 - Likely NEI year 2023 (requirement: one of 3 years in nonattainment designations)
- Mobile emissions budgets
- RACT/RACM and additional reasonable measures

Moderate Attainment Demonstration SIP

- NNSR precursor demonstration for major NNSR
 - NH₃ and VOC no longer "presumptively insignificant"
 - Resource intensive modeling iteration process
- Modeling of attainment year showing attainment with-on-the-books controls and/or RACT/RACM
- Reasonable further progress











Greenhouse Gas Requirements

Bob Hodanbosi, Chief

Division of Air Pollution Control

GHG Restrictions from Power Plants

- U.S. EPA has adopted revisions of the New Source Performance Standards for power plants to include emissions of GHGs
- Will require carbon capture and control/sequestration (CCS) of CO₂
- CCS is very expensive to install and operate
- Other option is to co-fire with Hydrogen

GHG Restrictions from Coal-fired Power Plants

- Because CO₂ is a non-criteria pollutant, under 111(d) of the Clean Air Act, states must develop plans to control CO₂ from existing plants
- U.S. EPA has proposed extended timeframes for the control of existing coal plants until 2032 or 2040 if plant will shutdown
- Two options for plants that continue to operate:
 - Install CCS
 - Co-fire with hydrogen



Rules Finalized

- U.S. EPA announced the finalization of the rules on December 2, 2023
- Rules were published in Federal Register on March 8, 2024
- Rules effective May 7, 2024
- Ohio Attorney General joined many other states in the appeal of the rule



Current Ohio EPA Regulated Facilities

724 well sites (1056 air permits)

- All horizontal, fractured wells
- Don't currently regulate traditional oil & gas wells
- ODNR says ~53,000 active oil & gas wells

279 mid-stream facilities (890 permits)

11 gas processing facilities (90 permits)

Final Rules

- Standards for existing sources will be very similar to proposed standards for new
- Significantly more stringent than Ohio EPA's requirements for existing wells
- Covers all wells:
 - "Well" means a hole drilled for the purpose of producing oil or natural gas, or a well into which fluids are injected.
- All wells, not just horizontal ODNR has 53,000 on file

Final Rules

Small business/ individual owner impact

• OVA inspections, reports, etc. lot of work

Ohio EPA work

- Review reports, inspections, testing large effort for 53,00 wells
- Significant staffing needs/\$ needs
- Can general permits be developed?

Final Rules

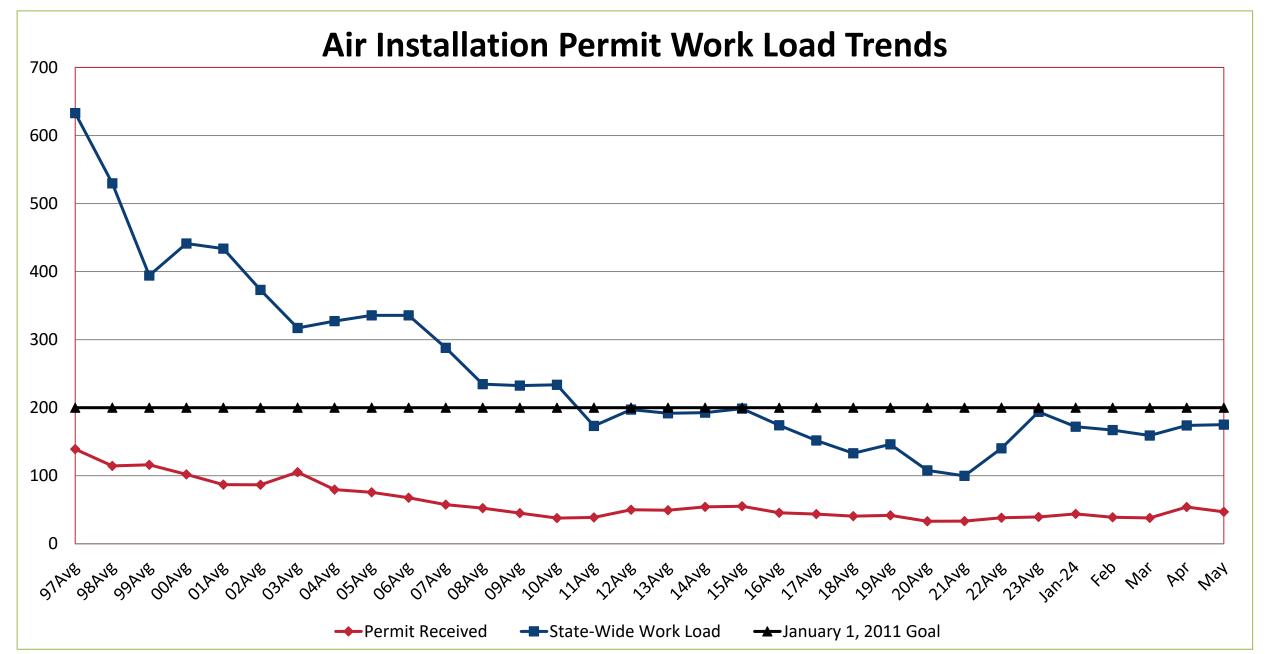
- We have created an oil and gas stakeholder group that includes both horizontal and vertical well site owners
- We have started drafting the rules first step is the Early Stakeholder Outreach notice



Construction Permits

- Permits for new construction projects remain the highest priority for the agency
- We have a goal of having no more than 200 permits in queue at any one time
- We are maintaining that goal, but are looking at ways to improve timeliness

Construction Permits



Priority Permits

- If there is a project that is under tight time constraints we look for ways to reduce processing time
- We work with applicant through permit review and issuance –
 including trading terms and conditions as they are drafted
- Include weekly calls to stay on track

Need for Additional Title V Fees



TITLE V FISCAL CHALLENGES

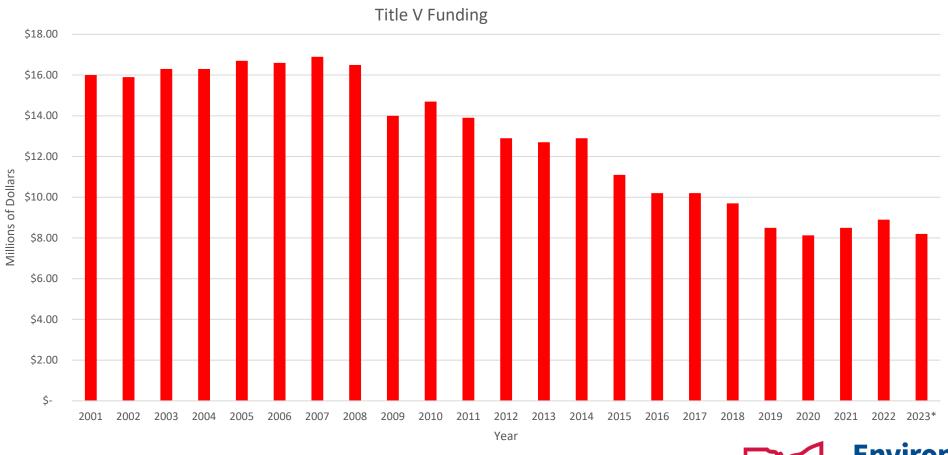
- Ohio adopted the presumptive minimum for Title V sources in 1993
- Maintained that level of fees for 30 years
- The various emission reduction programs under the Clean Air Act has resulted in substantially less emissions
- Along with improving air quality, the result has been less revenue to the air program including the local air agencies



TITLE V FISCAL CHALLENGES

- Largest sources of revenue power plants many closed with others planning to close
- Title V emission reductions equates to significant decreases in Title V revenue
- U.S. EPA has identified Ohio EPA fee program as "Unsustainable"

Title V Revenue Dropping



Tightening our belts – DAPC Staffing Reduced Over Time

DAPC Staffing Level:

• FY2010 budgeted level: 220.6 FTEs

FY2012-13 budgeted level: 206.5 FTEs

FY2014-15 budgeted level: 190 FTEs

FY2016-17 budgeted level: 190 FTEs

FY2018-19 budgeted level: 185 FTEs

FY2020-21 budgeted level: 179 FTEs

FY2022-23 budgeted level: 180 FTEs

FY2024-25 budgeted level: 183 FTEs



TITLE V FISCAL CHALLENGES

- All fees at Ohio EPA are in the Ohio Revised Code any new fee increase must be approved by Ohio Legislature
- Talking to various trade groups in Ohio about a "base fee" for Title V sources and synthetic minor sources
- Plus, looking at an increase in construction fee costs

