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ENACTS:

Tyler Clancy proposes the following substitute bill:

Environmental Permitting Modifications

2025 GENERAL SESSION STATE OF UTAH

Chief Sponsor: Tyler Clancy

Senate Sponsor: Ronald M. Winterton 2 3 LONG TITLE 4 **General Description:** 5 This bill addresses provisions related to environmental permitting. 6 **Highlighted Provisions:** 7 This bill: 8 • requires the Division of Air Quality (division) to: 9 • develop and publish guidance and rules related to federal plantwide applicability 10 limitations: 11 • review the division's rules related to permit by rule registration; 12 • include at least five new categories of sources in the division's permit by rule 13 program; and 14 • report to the Natural Resources, Agriculture, and Environment Interim Committee the 15 results of the division's review of the permit by rule program; 16 • adds a repeal date for the sections related to plantwide applicability limitations and permit 17 by rule registration; and 18 makes technical and conforming changes. 19 **Money Appropriated in this Bill:** 20 None 21 **Other Special Clauses:** 22 None 23 **Utah Code Sections Affected:** 24 AMENDS: 25 **19-1-201**, as last amended by Laws of Utah 2024, Chapter 178 **19-2-102**, as last amended by Laws of Utah 2015, Chapter 154 26 27 **19-2-109.1**, as last amended by Laws of Utah 2020, Chapter 256

63I-1-219, as last amended by Laws of Utah 2024, Third Special Session, Chapter 5

	19-2-109.6 , Utah Code Annotated 1953 19-2-109.7 , Utah Code Annotated 1953
Be i	t enacted by the Legislature of the state of Utah:
	Section 1. Section 19-1-201 is amended to read:
	19-1-201 . Powers and duties of department Rulemaking authority
Cor	nmittee Monitoring environmental impacts of inland port.
(1)	The department shall:
	(a) enter into cooperative agreements with the Department of Health and Human
	Services to delineate specific responsibilities to assure that assessment and
	management of risk to human health from the environment are properly administered;
	(b) consult with the Department of Health and Human Services and enter into
	cooperative agreements, as needed, to ensure efficient use of resources and effective
	response to potential health and safety threats from the environment, and to prevent
	gaps in protection from potential risks from the environment to specific individuals
	or population groups;
	(c) coordinate implementation of environmental programs to maximize efficient use of
	resources by developing, in consultation with local health departments, a
	Comprehensive Environmental Service Delivery Plan that:
	(i) recognizes that the department and local health departments are the foundation for
	providing environmental health programs in the state;
	(ii) delineates the responsibilities of the department and each local health department
	for the efficient delivery of environmental programs using federal, state, and local
	authorities, responsibilities, and resources;
	(iii) provides for the delegation of authority and pass through of funding to local
	health departments for environmental programs, to the extent allowed by
	applicable law, identified in the plan, and requested by the local health
	department; and
	(iv) is reviewed and updated annually;
	(d) make rules, in accordance with Title 63G, Chapter 3, Utah Administrative
	Rulemaking Act, as follows:
	(i) for a board created in Section 19-1-106, rules regarding:
	(A) board meeting attendance; and
	(B) conflicts of interest procedures; and

64	(ii) procedural rules that govern:
65	(A) an adjudicative proceeding, consistent with Section 19-1-301; and
66	(B) a special adjudicative proceeding, consistent with Section 19-1-301.5;
67	(e) ensure that training or certification required of a public official or public employee,
68	as those terms are defined in Section 63G-22-102, complies with Title 63G, Chapter
69	22, State Training and Certification Requirements, if the training or certification is
70	required:
71	(i) under this title;
72	(ii) by the department; or
73	(iii) by an agency or division within the department; and
74	(f) subject to Subsection (2), establish annual fees that conform with Title V of the Clea
75	Air Act for each regulated pollutant as defined in Section 19-2-109.1, applicable to a
76	source subject to the Title V program.
77	(2)(a) A fee established under Subsection (1)(f) is in addition to a fee assessed under
78	Subsection (6)(i) for issuance of an approval order.
79	(b) In establishing a fee under Subsection (1)(f), the department shall comply with
80	Section 63J-1-504 that requires a public hearing and requires the established fee to be
81	submitted to the Legislature for the Legislature's approval as part of the department's
82	annual appropriations request.
83	(c) A fee established under this section shall cover the reasonable direct and indirect
84	costs required to develop and administer the Title V program and the small business
85	assistance program established under Section 19-2-109.2.
86	(d) A fee established under Subsection (1)(f) shall be established for all sources subject
87	to the Title V program and for all regulated pollutants.
88	(e) An emission fee may not be assessed for a regulated pollutant if the emissions are
89	already accounted for within the emissions of another regulated pollutant.
90	(f) An emission fee may not be assessed for any amount of a regulated pollutant emitted
91	by any source in excess of 4,000 tons per year of that regulated pollutant.
92	(g) An emission fee shall be based on actual emissions for a regulated pollutant unless a
93	source elects, before the issuance or renewal of a permit, to base the fee during the
94	period of the permit on allowable emissions for that regulated pollutant.
95	(h) The fees collected by the department under Subsection (1)(f) and penalties collected
96	under Subsection [19-2-109.1(4)] <u>19-2-109.1(3)</u> shall be deposited into the General

Fund as the Air Pollution Operating Permit Program dedicated credit to be used

98	solely to pay for the reasonable direct and indirect costs incurred by the department
99	in developing and administering the program and the small business assistance
100	program under Section 19-2-109.2.
101	(3) The department shall establish a committee that consists of:
102	(a) the executive director or the executive director's designee;
103	(b) two representatives of the department appointed by the executive director; and
104	(c) three representatives of local health departments appointed by a group of all the local
105	health departments in the state.
106	(4)(a) The committee established in Subsection (3) shall:
107	(i) review the allocation of environmental quality resources between the department
108	and the local health departments, including whether funds allocated by contract
109	were allocated in accordance with the formula described in Section 26A-1-116;
110	(ii) evaluate rules and department policies that affect local health departments in
111	accordance with Subsection (4)(b);
112	(iii) consider policy changes proposed by the department or by local health
113	departments;
114	(iv) coordinate the implementation of environmental quality programs to maximize
115	environmental quality resources; and
116	(v) review each department application for any grant from the federal government
117	that affects a local health department before the department submits the
118	application.
119	(b) When evaluating a policy or rule that affects a local health department, the
120	committee shall:
121	(i) compute an estimate of the cost a local health department will bear to comply with
122	the policy or rule;
123	(ii) specify whether there is any funding provided to a local health department to
124	implement the policy or rule; and
125	(iii) advise whether the policy or rule is still needed.
126	(c) Before November 1 of each year, the department shall provide a report to the Rules
127	Review and General Oversight Committee regarding the determinations made under
128	Subsection (4)(b).
129	(5) The committee shall create bylaws to govern the committee's operations.
130	(6) The department may:
131	(a) investigate matters affecting the environment:

132	(b) investigate and control matters affecting the public health when caused by
133	environmental hazards;
134	(c) prepare, publish, and disseminate information to inform the public concerning issues
135	involving environmental quality;
136	(d) establish and operate programs, as authorized by this title, necessary for protection of
137	the environment and public health from environmental hazards;
138	(e) use local health departments in the delivery of environmental health programs to the
139	extent provided by law;
140	(f) enter into contracts with local health departments or others to meet responsibilities
141	established under this title;
142	(g) acquire real and personal property by purchase, gift, devise, and other lawful means;
143	(h) prepare and submit to the governor a proposed budget to be included in the budget
144	submitted by the governor to the Legislature;
145	(i) in accordance with Section 63J-1-504, establish a schedule of fees that may be
146	assessed for actions and services of the department that are reasonable, fair, and
147	reflect the cost of services provided;
148	(j) for an owner or operator of a source subject to a fee established by Subsection (6)(i)
149	who fails to timely pay that fee, assess a penalty of not more than 50% of the fee, in
150	addition to the fee, plus interest on the fee computed at 12% annually;
151	(k) prescribe by rule reasonable requirements not inconsistent with law relating to
152	environmental quality for local health departments;
153	(l) perform the administrative functions of the boards established by Section 19-1-106,
154	including the acceptance and administration of grants from the federal government
155	and from other sources, public or private, to carry out the board's functions;
156	(m) upon the request of a board or a division director, provide professional, technical,
157	and clerical staff and field and laboratory services, the extent of which are limited by
158	the money available to the department for the staff and services; and
159	(n) establish a supplementary fee, not subject to Section 63J-1-504, to provide service
160	that the person paying the fee agrees by contract to be charged for the service to
161	efficiently use department resources, protect department permitting processes,
162	address extraordinary or unanticipated stress on permitting processes, or make use of
163	specialized expertise.
164	(7) In providing service under Subsection (6)(n), the department may not provide service in

a manner that impairs another person's service from the department.

166	(8)(a) As used in this Subsection (8):
167	(i) "Environmental impacts" means:
168	(A) impacts on air quality, including impacts associated with air emissions; and
169	(B) impacts on water quality, including impacts associated with storm water
170	runoff.
171	(ii) "Inland port" means the same as that term is defined in Section 11-58-102.
172	(iii) "Inland port area" means the area in and around the inland port that bears the
173	environmental impacts of destruction, construction, development, and operational
174	activities within the inland port.
175	(iv) "Monitoring facilities" means:
176	(A) for monitoring air quality, a sensor system consisting of monitors to measure
177	levels of research-grade particulate matter, ozone, and oxides of nitrogen, and
178	data logging equipment with internal data storage that are interconnected at all
179	times to capture air quality readings and store data; and
180	(B) for monitoring water quality, facilities to collect groundwater samples,
181	including in existing conveyances and outfalls, to evaluate sediment, metals,
182	organics, and nutrients due to storm water.
183	(b) The department shall:
184	(i) develop and implement a sampling and analysis plan to:
185	(A) characterize the environmental baseline for air quality and water quality in the
186	inland port area;
187	(B) characterize the environmental baseline for only air quality for the Salt Lake
188	International Airport; and
189	(C) define the frequency, parameters, and locations for monitoring;
190	(ii) establish and maintain monitoring facilities to measure the environmental impacts
191	in the inland port area arising from destruction, construction, development, and
192	operational activities within the inland port;
193	(iii) publish the monitoring data on the department's website; and
194	(iv) provide at least annually before November 30 a written report summarizing the
195	monitoring data to:
196	(A) the Utah Inland Port Authority board, established under Title 11, Chapter 58,
197	Part 3, Port Authority Board; and
198	(B) the Legislative Management Committee.
199	Section 2. Section 19-2-102 is amended to read:

200	10-2-102	. Definitions.
400	17-4-104	. Deminons.

- As used in this chapter:
- 202 (1) "1990 Clean Air Act" means the federal Clean Air Act as amended in 1990.
- 203 [(1)] (2) "Air pollutant" means a substance that qualifies as an air pollutant as defined in 42
- 204 U.S.C. Sec. 7602.
- 205 [(2)] (3) "Air pollutant source" means private and public sources of emissions of air
- pollutants.
- 207 [(3)] (4) "Air pollution" means the presence of an air pollutant in the ambient air in the
- quantities, for a duration, and under the conditions and circumstances that are injurious
- to human health or welfare, animal or plant life, or property, or would unreasonably
- interfere with the enjoyment of life or use of property, as determined by the rules
- adopted by the board.
- 212 [(4)] (5) "Ambient air" means that portion of the atmosphere, external to buildings, to which
- 213 the general public has access.
- 214 [(5)] (6) "Asbestos" means the asbestiform varieties of serpentine (chrysotile), riebeckite
- 215 (crocidolite), cummingtonite-grunerite, anthophyllite, actinolite-tremolite, and libby
- amphibole.
- 217 [(6)] (7) "Asbestos-containing material" means a material containing more than 1%
- asbestos, as determined using the method adopted in 40 C.F.R. Part 61, Subpart M,
- National Emission Standard for Asbestos.
- 220 [(7)] (8) "Asbestos inspection" means an activity undertaken to determine the presence or
- location, or to assess the condition of, asbestos-containing material or suspected
- 222 asbestos-containing material, whether by visual or physical examination, or by taking
- samples of the material.
- [(8)] (9) "Board" means the Air Quality Board.
- [(9)] (10) "Clean school bus" means the same as that term is defined in 42 U.S.C. Sec.
- 226 16091.
- [(10)] (11) "Director" means the director of the Division of Air Quality.
- 228 [(11)] (12) "Division" means the Division of Air Quality created in Section 19-1-105.
- 229 (13) "EPA" means the federal Environmental Protection Agency.
- 230 [(12)] (14) "Friable asbestos-containing material" means a material containing more than
- 1% asbestos, as determined using the method adopted in 40 C.F.R. Part 61, Subpart M,
- National Emission Standard for Asbestos, that hand pressure can crumble, pulverize, or
- reduce to powder when dry.

234	[(13)] (15) "Indirect source" means a facility, building, structure, or installation which
235	attracts or may attract mobile source activity that results in emissions of a pollutant for
236	which there is a national standard.
237	(16) "Operating permit" means a permit issued by the director to sources of air pollution
238	that meet the requirements of Titles IV and V of the 1990 Clean Air Act.
239	(17) "Regulated pollutant" means the same as that term is defined in Title V of the 1990
240	Clean Air Act and implementing federal regulations.
241	Section 3. Section 19-2-109.1 is amended to read:
242	19-2-109.1 . Operating permit required Fees Implementation.
243	[(1) As used in this section and Sections 19-2-109.2 and 19-2-109.3:]
244	[(a) "1990 Clean Air Act" means the federal Clean Air Act as amended in 1990.]
245	[(b) "EPA" means the federal Environmental Protection Agency.]
246	[(c) "Operating permit" means a permit issued by the director to sources of air pollution
247	that meet the requirements of Titles IV and V of the 1990 Clean Air Act.]
248	[(d) "Program" means the air pollution operating permit program established under this
249	section to comply with Title V of the 1990 Clean Air Act.]
250	[(e) "Regulated pollutant" means the same as that term is defined in Title V of the 1990
251	Clean Air Act and implementing federal regulations.]
252	[(2)] (1) A person may not operate a source of air pollution required to have a permit under
253	Title V of the 1990 Clean Air Act without having obtained an operating permit from the
254	director under procedures the board establishes by rule.
255	[(3)] (2)(a) Operating permits issued under this section shall be for a period of five years
256	unless the director makes a written finding, after public comment and hearing, and
257	based on substantial evidence in the record, that an operating permit term of less than
258	five years is necessary to protect the public health and the environment of the state.
259	(b) The director may issue, modify, or renew an operating permit only after providing
260	public notice, an opportunity for public comment, and an opportunity for a public
261	hearing.
262	(c) The director shall, in conformity with the 1990 Clean Air Act and implementing
263	federal regulations, revise the conditions of issued operating permits to incorporate
264	applicable federal regulations in conformity with Section 502(b)(9) of the 1990 Clean
265	Air Act, if the remaining period of the permit is three or more years.
266	(d) The director may terminate, modify, revoke, or reissue an operating permit for cause.
267	[(4)] (3) If the owner or operator of a source subject to this section fails to timely pay a fee

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268	established under Subsection 19-1-201(1)(f), the director may:
269	(a) impose a penalty of not more than 50% of the fee, in addition to the fee, plus interest
270	on the fee computed at 12% annually; or
271	(b) revoke the operating permit.
272	[(5)] (4) The owner or operator of a source subject to this section may contest a fee
273	assessment or associated penalty in an adjudicative hearing under the Title 63G, Chapter
274	4, Administrative Procedures Act, and Section 19-1-301, as provided in this Subsection [
275	(5)] (<u>4</u>).
276	(a) The owner or operator shall pay the fee under protest before being entitled to a
277	hearing. Payment of a fee or penalty under protest is not a waiver of the right to
278	contest the fee or penalty under this section.
279	(b) A request for a hearing under this Subsection [(5)] (4) shall be made after payment of
280	the fee and within six months after the fee was due.
281	[(6)] (5) To reinstate an operating permit revoked under Subsection $[(4)]$ (3) the owner or
282	operator shall pay the outstanding fees, a penalty of not more than 50% of outstanding
283	fees, and interest on the outstanding fees computed at 12% annually.
284	[(7)] (6) Failure of the director to act on an operating permit application or renewal is a final
285	administrative action only for the purpose of obtaining judicial review by any of the
286	following persons to require the director to take action on the permit or the permit's
287	renewal without additional delay:
288	(a) the applicant;
289	(b) a person who participated in the public comment process; or
290	(c) a person who could obtain judicial review of that action under applicable law.
291	Section 4. Section 19-2-109.6 is enacted to read:
292	19-2-109.6 . Plantwide applicability limitation Publication of guidance
293	required Report to committee Rulemaking.
294	(1) As used in this section:
295	(a) "Facility" means any building, structure, or installation that emits or may emit an air
296	pollutant.
297	(b) "Plantwide applicability limitation" means the same as that term is defined in 40

299 (2) The director shall, in conformity with the 1990 Clean Air Act and implementing federal regulations:

(a) develop written guidance on plantwide applicability limitations:

C.F.R. Sec. 52.21.

302	(i) consistent with the EPA's Guidance on Plantwide Applicability Limitation
303	Provisions Under the New Source Review Regulations Memorandum, dated
304	August 4, 2020;
305	(ii) describing the benefits and advantages for a facility that may qualify for a
306	plantwide applicability limitation;
307	(iii) considering examples of relevant guidance materials published in other states;
308	<u>and</u>
309	(iv) considering examples of relevant programs implemented in other states;
310	(b) make rules on plantwide applicability limitations in accordance with Title 63G,
311	Chapter 3, Utah Administrative Rulemaking Act:
312	(i) establishing an application procedure for obtaining a plantwide applicability
313	limitation;
314	(ii) establishing the circumstances under which a plantwide applicability limitation
315	may be reopened and adjusted;
316	(iii) ensuring the division receives input from a facility when the facility's plantwide
317	applicability limitation is modified or reopened;
318	(iv) requiring public participation when a facility subject to a plantwide applicability
319	limitation is reopened; and
320	(v) in contrast to 40 C.F.R. Sec. 51.166(w)(10)(iv)(b), requiring the director to rene
321	a plantwide applicability limitation at the same level if the emissions level
322	calculated upon renewal in accordance with 40 C.F.R. Sec. 51.166(w)(6) is equal
323	to or greater than 80% of the existing plantwide applicability limitation level;
324	(c) publish the guidance described in Subsection (2)(a) on the division's website in a
325	manner that is easily accessible to members of industry and the public;
326	(d) identify any facilities in the state that may benefit from a plantwide applicability
327	limitation and share with the facilities the guidance described in Subsection (2)(a);
328	<u>and</u>
329	(e) upon request by a facility, provide individual consultation on how to apply for a
330	plantwide applicability limitation.
331	(3) On or before November 30 of each year, the division shall submit a report to the Natural
332	Resources, Agriculture, and Environment Interim Committee:
333	(a) detailing the status of facilities adopting a plantwide applicability limitation in the
334	state, including the number of plantwide applicability limitation applications
335	approved and rejected; and

336	(b) recommending improvements to the plantwide applicability limitation program.
337	(4) The division may make rules to implement the provisions of this section in accordance
338	with Title 63G, Chapter 3, Utah Administrative Rulemaking Act.
339	Section 5. Section 19-2-109.7 is enacted to read:
340	19-2-109.7 . Permit by rule registration expansion study.
341	(1) As used in this section:
342	(a) "Permit by rule" means a permitting or registration process in which a stationary
343	source submits a written registration notice to the director to exempt the stationary
344	source from the requirement to obtain an approval order.
345	(b) "Permit by rule" includes a permitting or registration process designed to exempt a
346	category of similar stationary sources from the requirement to obtain an approval
347	order.
348	(2) The division shall conduct a study on the feasibility of expanding the division's permit
349	by rule program by:
350	(a) reviewing successful permit by rule programs in other states;
351	(b) identifying potential categories of sources suitable for inclusion in the permit by rule
352	program, including:
353	(i) abrasive cleaning;
354	(ii) aggregate processing;
355	(iii) asphalt plants;
356	(iv) auto body refinishing shops;
357	(v) boilers and combustion devices;
358	(vi) concrete batch plants;
359	(vii) crushing and screening operations;
360	(viii) degreasing operations;
361	(ix) dry cleaning;
362	(x) dust control;
363	(xi) emergency generators, pumps, and compressors;
364	(xii) fuel dispensing;
365	(xiii) internal combustion engines;
366	(xiv) mineral processing;
367	(xv) natural gas-fired boilers and heaters;
368	(xvi) printing operations;
369	(xvii) sand and gravel operations:

370	(xviii) surface coating;
371	(xix) landfills; and
372	(xx) wood processing; and
373	(c) assessing the environmental and economic impacts of expanding the program.
374	(3) On or before November 30, 2025, the division shall:
375	(a) make rules to include at least five categories of sources listed in Subsection (2)(b) in
376	the division's permit by rule program in accordance with Title 63G, Chapter 3, Utah
377	Administrative Rulemaking Act; and
378	(b) report to the Natural Resources, Agriculture, and Environment Interim Committee:
379	(i) the division's recommendations for expanding the permit by rule program,
380	including:
381	(A) the addition of new categories of sources, if any, to the program; and
382	(B) changes to statute or rules necessary to implement the program; and
383	(ii) the estimated impacts of expanding the permit by rule program on:
384	(A) air quality;
385	(B) permitting efficiency; and
386	(C) regulated sources.
387	Section 6. Section 63I-1-219 is amended to read:
388	63I-1-219 . Repeal dates: Title 19.
389	(1) Title 19, Chapter 2, Air Conservation Act, is repealed July 1, 2029.
390	(2) Section 19-2-109.6, Plantwide applicability limitation Publication of guidance
391	required Report to committee Rulemaking, is repealed July 1, 2026.
392	(3) Section 19-2-109.7, Permit by rule registration expansion study, is repealed July 1, 2026.
393	[(2)] (4) Title 19, Chapter 4, Safe Drinking Water Act, is repealed July 1, 2029.
394	[(3)] (5) Section 19-4-115, Drinking water quality in schools and child care centers, is
395	repealed July 1, 2027.
396	[(4)] (6) Title 19, Chapter 5, Water Quality Act, is repealed July 1, 2029.
397	[(5)] (7) Title 19, Chapter 6, Part 1, Solid and Hazardous Waste Act, is repealed July 1,
398	2029.
399	[(6)] (8) Title 19, Chapter 6, Part 3, Hazardous Substances Mitigation Act, is repealed July
400	1, 2030.
401	[(7)] (9) Title 19, Chapter 6, Part 4, Underground Storage Tank Act, is repealed July 1, 2028.
402	[(8)] (10) Title 19, Chapter 6, Part 6, Lead Acid Battery Disposal, is repealed July 1, 2026.

[(9)] (11) Title 19, Chapter 6, Part 7, Used Oil Management Act, is repealed July 1, 2029.

- 404 [(10)] (12) Title 19, Chapter 6, Part 8, Waste Tire Recycling Act, is repealed July 1, 2030.
- 405 [(11)] (13) Title 19, Chapter 6, Part 10, Mercury Switch Removal Act, is repealed July 1,
- 406 2027.
- 407 Section 7. **Effective Date.**
- 408 This bill takes effect on May 7, 2025.