
Rule 311, Registration Fees for Agricultural Compression Ignition Engines

Public Hearing

July 24, 2008

Introduction

- Overview of proposal
 - Public outreach/Response to workshop comments
 - Board Requests
 - Proposed Fees
 - Recommendations
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Overview of Proposal

- Recover costs to implement ATCM:
 - Direct cost for registration and inspection staff time
 - Processing registration
 - Engine inspections
 - ATCM compliance
 - Direct costs for supplies/services to support staff
 - Cars, gasoline, other services and supplies
 - Overhead costs – Building, accounting/payroll, support staff compensation, and other associated expenses
 - Fees must be paid for all engines that are required to register, except permitted engines (District Rule 215)
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Public Outreach/Response to Workshop Comments

■ Public Outreach

- 4 meetings with Farm Bureau
- Notices mailed directly to 105 farms/232 engines
- Hearing notices published in the Sacramento Bee on March 24, 2008 and June 23, 2008
- Staff held two evening public workshops

■ Changes in response to workshop comments

- Lowered initial fee (~50%) for Carl Moyer engines
 - Lowered fees (~50%) for multiple engines located at one facility
 - Renewal fees sunset when final emission standards in ATCM met
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Board Requests

- Board member requests from April 24, 2008 meeting
 - Explore other enforcement options including self-certification
 - Specifically look at the City of Sacramento Rental Housing Self Certification Program
 - Information on SJVUAPCD registration rule
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City of Sacramento Rental Housing Self Certification Program

■ Inspections

- Ensure that rental housing in compliance with housing codes
- Initial inspection on each parcel
- If initial inspection is failed, then annual inspections

■ Self Certification

- If initial inspection passed, then owner can self-certify in future and pay discounted fee
 - 5% of self-certified parcels are inspected annually
 - Self certified parcels are also inspected in response to complaints
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Initial Registration Fee

Engine Category	Initial Fee Proposed for Adoption
1 st registered engine at the facility	\$300/1 st engine
Other registered engines at the facility	\$155/additional engine
Moyer engines	\$151/Moyer engine
Engines with a control device	Agricultural engine permit fees from Rule 310

Fee Options Comparison

- **Original Proposal**
 - Consistent with fees and inspection frequency for programs affecting other businesses
 - 33% of engines inspected per year
 - Potentially out of compliance for up to 3 years
 - **Option 1**
 - Fee reduction for reduced enforcement
 - 15% of engines inspected per year
 - Potentially out of compliance for up to 7 years
 - **Option 2**
 - Fee reduction for self certification
 - Engines that self-certify within 45 days will receive discounted annual fees
 - 5% of self-certified engines inspected per year
 - Potentially out of compliance for up to 20 years
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Annual Renewal Fee

Engine Category	Fee Proposed for Adoption		
	Original Proposal	Option 1	Option 2 Self Certification Discount
1 st registered engine at the facility	\$169/engine	\$86/engine	\$47/engine
Other registered engines at the facility	\$105/engine	\$53/engine	\$26/engine
Engines with a control device	Agricultural engine permit fees from Rule 310		
<p>Note: Renewal fees discontinued after an engine meets the final ATCM emission standards. However, engines using add-on control device(s) or emergency standby engines not meeting emission standards must continue to pay renewal fees.</p>			

SJVUAPCD and Other District Fee Comparison

	SMAQMD Proposed	SJVUAPCD	YSAQMD	SBAPCD	FRAQMD
Initial Fee	\$151 - \$300	\$72	\$174	\$200	\$113
Renewal Fee	<u>Original Proposal</u> \$105 - \$169	\$48	\$87	\$200	\$81
	<u>Option 1</u> \$53 - \$86;				
	<u>Option 2</u> \$26 - \$47				

Recommendations

- Conduct the second public hearing for proposed Rule 311 today
 - Take public comments
 - Determine that new Rule 311 is exempt from CEQA
 - Approve Rule 311 and decide whether to include one of the additional options
 - Staff recommends the Board consider Option 1 if the Board decides to include an option
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