AGENDA: 15

Public Hearing to Consider Adoption of Proposed Amendments to Refinery Rules Definitions



BAY AREA

AIR QUALITY

MANAGEMENT

DISTRICT

Board of Directors Meeting

November 3, 2021

Chris Crowley Principal Air Quality Specialist, Compliance and Enforcement ccrowley@baaqmd.gov

Presentation Outcome



- Understand the potential regulatory impacts of refineries transitioning to alternative "non-petroleum" feedstocks.
- Be informed about the current rule making effort regarding refining operations.
- Recommend adoption of proposed amendments to the various Refinery Rules to the Board of Directors.

Presentation Outline



- Background and timeline for renewable fuels transitions
- Description of issue
- Proposed Rule amendments
- Rule development timeline
- Expected impacts
- Recommendations

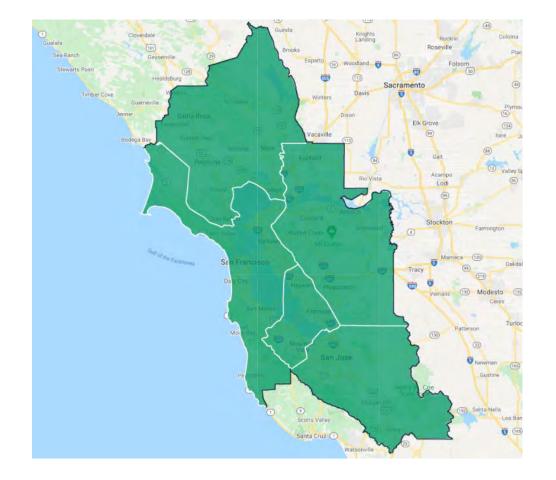
Presentation Requested Action



• Consider adoption of the proposed amendments to the various Refinery Rules.

Background Information





- Bay Area is second largest refining center on West Coast.
- 2 of the 5 Bay Area refineries slated to transition to non-petroleum feedstocks by 2024.
- What are these alternative feedstocks?
- How does this transition affect emissions and regulatory applicability?

Issue and Goals



- Prevent regulatory back-sliding.
- Ensure status quo is maintained.

Proposed Rule Amendments



- 4 Main Proposed Amendments
 - "Petroleum Refinery"
 - "Gasoline"
 - "Liquid petroleum gas" (LPG)
 - Manual of Procedures

Proposed Rule Amendments (cont.)



- <u>"Petroleum Refinery" amended to "Refinery"</u>
 - Adds "alternative feedstock" language
 - Removes "petroleum" references where necessary
- <u>"Gasoline" amended</u>
 - Removes "petroleum" from definition
 - Amends "Any petroleum distillate..." to "Any distillate..."

Proposed Rule Amendments (cont.)



- "Liquefied Petroleum Gas" amended to "Liquefied Gas"
 - Removes "petroleum" from definition
 - Adds additional language to include liquefied gas produced "from non-petroleum materials."
- Manual of Procedures 600 Section
 - Adds additional language to include flexibility when determining test methodologies.
 - "...or any other method approved by the APCO."

Proposed Rule Amendments (cont.)



21 Rules affected by proposed amendments

Regulation	Rule
Reg. 3: Fees	-
Reg. 6: Particulate Matter	6-5
Reg. 8: Organic Compounds	8-1, 8-5, 8-6, 8-7, 8-8, 8-9, 8-10, 8-18, 8-28, 8- 33, 8-39, 8-44, 8-53
Reg. 9: Inorganic Compounds	9-1, 9-10
Reg. 11: Hazardous Pollutants	11-10
Reg. 12: Misc. Standards of Performance	12-11, 12-12, 12-15
	Total Rules Amended - 21

Rule Development Process



- Spring 2021 Air District staff began drafting amendments to rules affecting "petroleum" refining operations.
- July 19, 2021 Stationary Source and Climate Impacts Committee presentation.
- September 13, 2021 Air District met with Western States Petroleum Association to discuss proposed rule changes.





- September 20, 2021 Air District released the proposed amendments and Staff Report for the various Refinery Rules in Regulations 3, 6, 8, 9, 11, and 12.
- October 14, 2021 Public comment period ended.
- October 20, 2021 Air District released the updated Hearing Package for Refinery Rule amendments.

No Expected Impacts



- No emissions impacts
- No economic or socioeconomic impacts
- No changes in regulatory impacts
- No negative environmental impacts

Final Recommendations



Recommend adoption of proposed amendments to the various Refinery Rules.





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AGENDA: 16

Assembly Bill (AB) 617 Community Emissions Reduction Plan Recommendation for East Oakland

Board of Directors Meeting November 3, 2021

Veronica Eady, Sr. Deputy Executive Officer of Equity & Policy veady@baaqmd.gov



BAY AREA

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Board will hear recommendation and community feedback on the proposed selection of East Oakland for a community emissions reduction plan.

Presentation Outline



- Background
- East Oakland Selection Recommendation
- Community Workshop
- Next Steps

Requested Action

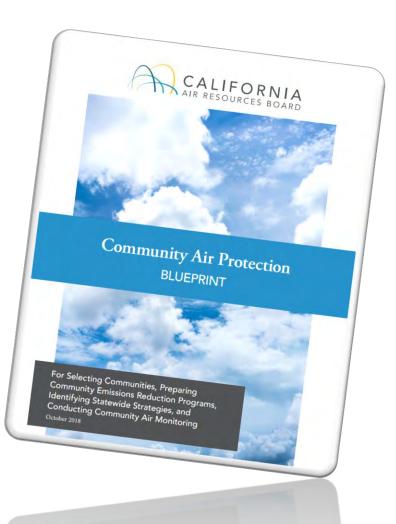


Approve recommendation to California Air Resources Board (CARB) to select East Oakland for a community emissions reduction plan.

Background: Selection Process



- Needs to follow state's process as outlined in CARB's Blueprint
- Community selection stems from Air District "high priority recommendations" submitted to CARB in 2018
- Community-readiness is a significant driver for recommendation



Recommendation: East Oakland

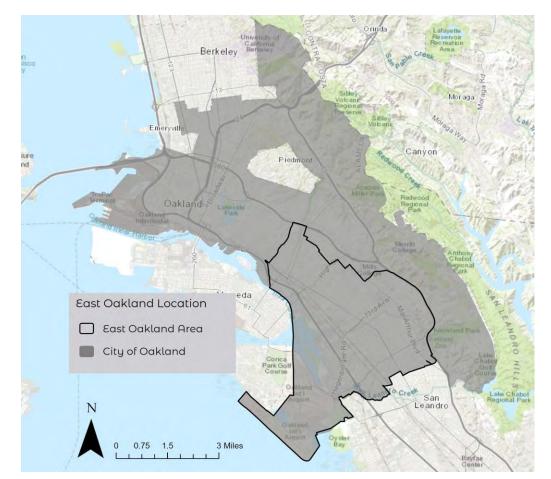


- Community has advocated for selection each year
- High levels of air pollution, health burdens
- Low-income, community of color, history of environmental injustice
- Decades of building community capacity, leadership development
- Existing inter-neighborhood coalition and collaboration

Source: The BlackHour.com, CC By 2.0

Preliminary East Oakland Boundary



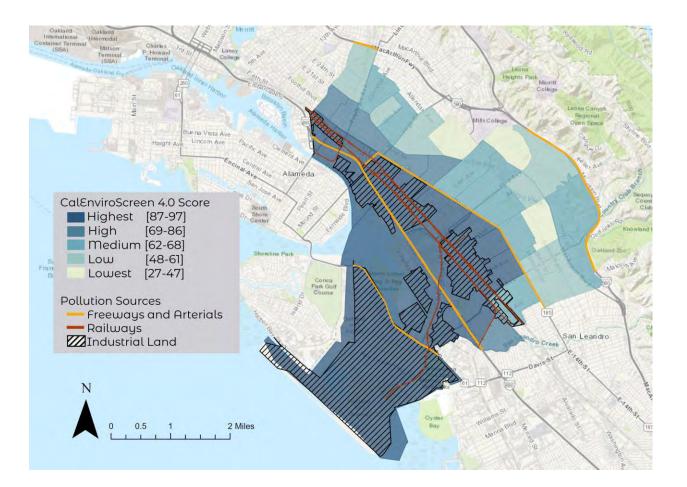


- Includes census tracts that are in top 30% of pollution burden statewide (CalEnviroScreen 4.0)
- Reflects East Oakland
 Neighborhood Initiative area
- Aligns with City's East Oakland planning areas and County's Public Health regions

East Oakland Air Pollution



- Much of East Oakland experiences high levels of pollution
- Major goods movement and transportation corridor
- Large areas adjacent to industry and truck magnet businesses



Sources of Air Pollution



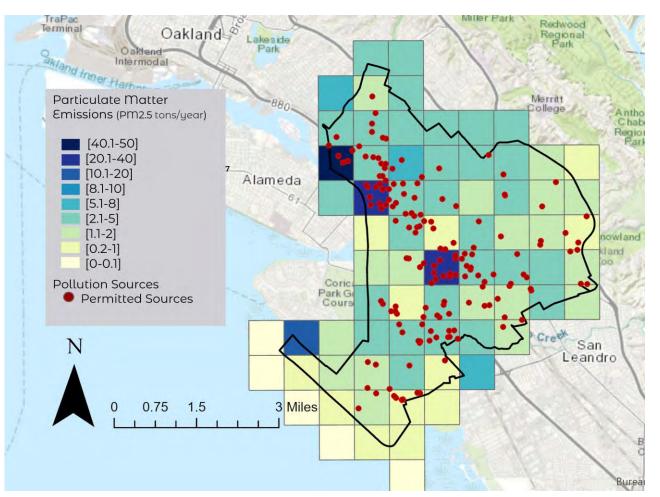
• Stationary sources:

AB&I Foundry, concrete manufacturing, food processing

• Mobile sources:

Freeways, airport, rail and truck routes, ships

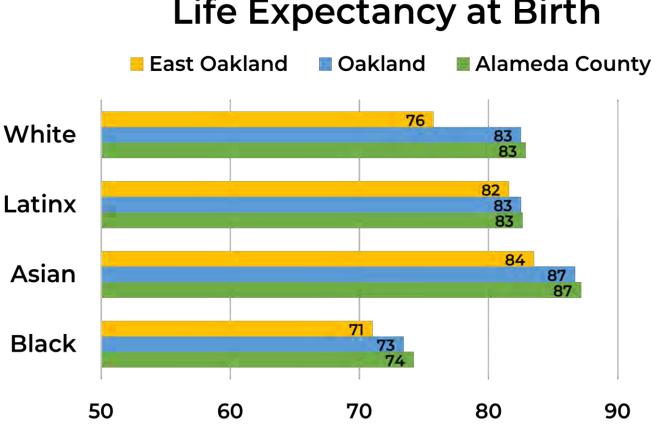
- Area sources:
 - Residential fuel combustion, commercial cooking



Board of Directors Meeting November 3, 2021

Disparate Health Outcomes





Life Expectancy at Birth

- Lower life expectancy, especially for Black East **Oaklanders**
- Black East Oaklanders experience higher rates of mortality from lung cancer, heart disease, and stroke than Oakland and Alameda County residents.

Community Workshop Highlights

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Welcome!



Agend

August 12, 2021, Community Workshop

- 50 community member attendees
- 1 presentation on East Oakland nomination recommendation
- 8-member community panel

Community Feedback



East Oakland Selection

- Support from leaders across AB 617 communities
- Co-develop process with community
- Lift up voices of local community members and youth
- Provide adequate financial resources for capacity building and leadership development
- Leverage other processes, e.g., SB 1000 (EJ Elements)

Selection Timeline









Communities for a Better Environment



The Board of Directors is requested to act on the following:

Approve recommendation to CARB to select East Oakland for a community emissions reduction plan.