

Agenda

- AB 617: Community Air Protection Program
- GHG Updates
 - SB 1383: Statewide SLCP Reduction Strategy Implementation
 - BAAQMD's Regulation 13
- Air District Updates:
 - Rule 11-18 (Reduction of Risk from Toxics at Existing Facilities)
 - Permit Handbook Revisions
 - Flare Rules (SCAQMD Flare Rule 1118.1)
- Annual BACWA-BAAQMD Meeting Agenda Items Brainstorm
- FY '20 Budget & Tasks Discussion
- Member Updates / Open Discussion
- Delta Diablo Tour (Optional)



AB 617: Community Air Protection Program

- CARB to harmonize community air monitoring, reporting, & local emissions reduction programs for CAPs and TACs (and GHGs)
- October 2018, CARB sets direction:
 - Assess community exposure
 - Establish criteria for air monitoring
 - Identify source contributions and strategies for emissions reduction
- October 2019:
 - Establish emission reduction targets, schedule, & enforcement programs
 - Air Districts to submit annual progress reports to CARB in 2019 for 2018



AB 617: <u>Proposed Regulation Criteria Air</u> Pollutant & Toxic Air Contaminant Reporting

- Applicability thresholds for stationary sources:
 - Subject to GHG Mandatory Reporting Regulation (some exclusions)
 - Emit 250+ tpy of a nonattainment criteria air pollutant or its precursor
 - Receives an "elevated" Air Toxics Hot Spots prioritization based on cancer or non-cancer health impacts
 - **NEW**...Sector list, including 10 MGD WWTPs w/ covered systems to report the complete AB 2588 list of toxic compounds (over 500 compounds) on an annual basis (5 MGD uncovered systems).
- Comments due March 29th



AB 617: <u>Proposed</u> Regulation Criteria Air Pollutant & Toxic Air Contaminant Reporting

Comments on changes to proposed reporting regulation

- Inadequate review time 15 days inadequate, recommend at least one more opportunity to comment (summer 2019)
- · Original applicability thresholds should be maintained for Phase I
 - Focus on sources of high risk compounds
 - Future phases, consider program expansion
 - Unfunded mandate, consider cost-effectiveness
- Wastewater sector approach current & accurate process
 - Air District default emission factors are not accurate
 - Monitoring/reporting the full AB 2588 list of compounds is unnecessary, unrealistic, and costly (collecting examples of testing/sampling costs to reflect this and will comment on the overall cost-ineffectiveness)
 - Take a step-wise approach to determine facility size and a short-list of compounds

GHG UPDATES



AIR ISSUES & REGULATIONS COMMITTEE

Organic Waste Diversion - SB 1383: SLCP Reduction Strategy Implementation

- 40% methane reduction by 2030 (relative to 2013 levels)
- Organic waste diversion from landfills (includes biosolids, digestate, and sludges)
 - 50% by 2020 (relative to 2014 levels)
 - 75% by 2025 (relative to 2014 levels)
- CEC/CPUC to incentivize biogas production/use



Adoption 2019 - Effective 2022 - Enforceable 2024

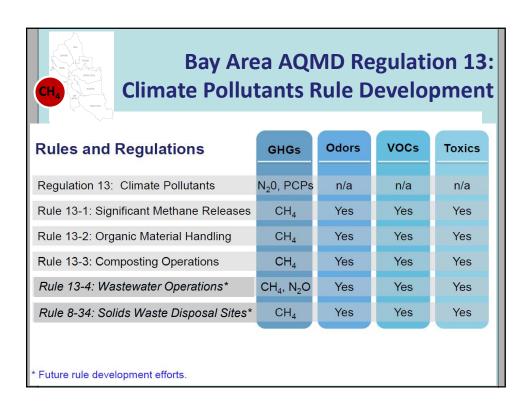


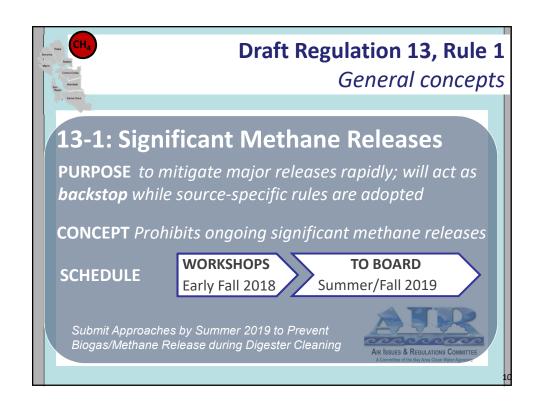


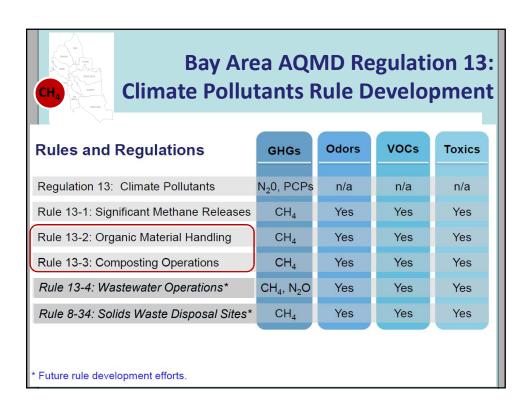
DRAFT Infrastructure Report to CalRecycle

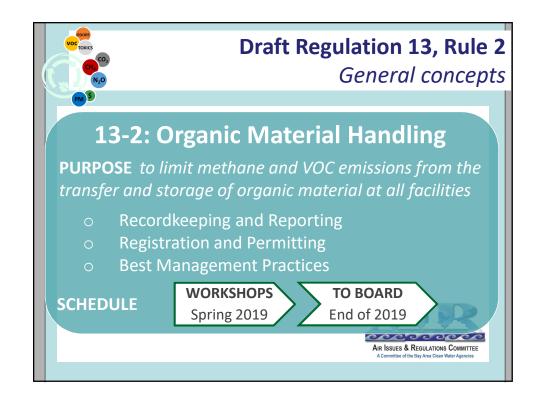
- Purpose: Report on state of existing (composting & anaerobic digestion) infrastructure that can accept/process diverted organic waste from landfills to help state meet SB 1383 mandates for methane reduction
- For: CalRecycle
- By: Matt Cotton, Integrated Waste Management Consulting, LLC
- Comments submitted by CASA March 15th
 - Not reviewed by CalRecycle yet or Advisory Committee
 - Missing anaerobic digestion at WWTPs

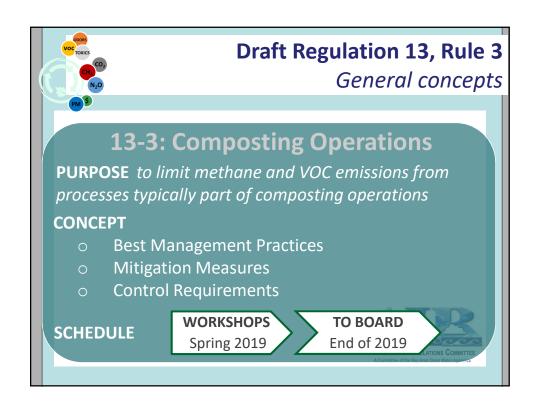


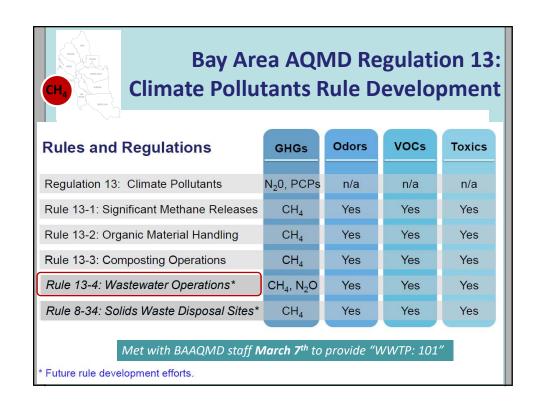














Bay Area AQMD Regulation 13: Climate Pollutants Rule Development

• Next Steps:

- Methane Expert Panel meetings to resume?
- Rule 13-1 to go to Public Hearing in 2019
- Workshops for 13-2 and 13-3 to be held in second quarter of 2019, rules being drafted, to Board of Directors by end of 2019
- 13-4 rule development to begin in late 2019 (more workshops on specific WWTP topics to be scheduled)



BAAQMD Climate Technology Review Table ES-1. Number of Mitigation Measures by Industry Sector Climate Soil Management Agriculture Enteric Fermentation Technology Manure Management Commercial 35 Buildings Residential 19 Review Electronics Semiconductors 10 Natural Gas Compression Refining - Combustion Greenhouse Gas Emissions at Stationary Sources Refining - Other 18 Metals Iron and Steel Production Minerals Cement Production 14 Batteries Combined heat and power Power Generation Fuel Cells/Electrolyzers Power Plants Composting 8 Waste Landfills/Combustion 15 12 Wastewater Asphalt Drying October 2018 Carbon Capture Food Processing Glass Production Industrial Gas Suppliers Total

BAAQMD Climate Technology Review

- 12 wastewater sector mitigation measures identified (Table 16)
 - Annamox
 - Microalgae to replace denitrification
 - Nitrification tank gas capture/co-firing
 - Adjust operations to reduce GHGs in sludge path
 - Geomembrane cover for AD
 - Methane capture/flare from activated sludge
 - Bioscrubber for N₂O process emissions
 - Microalgae cultivation for CO₂ capture in sludge stream
 - Thermophilic AD
 - Bioprocesses for oxidation of CH₄
 - Temperature-phased AD
 - CANDO process

Climate Tech Kick-Off at BAAQMD: January 22nd





Climate Tech Kick-Off at BAAQMD: Jan 22nd

- Sources below cap-and-trade threshold that together "make a big chunk of the pie" of GHG emissions in Bay Area
- Presentations by EBMUD & CMSA on Co-digestion
- Approach for assessing projects Emissions Reduction Potential, Economic Viability, Barriers (Favorability), Investment Scale (Affordability), Maturity (TRL/Company)



- Climate Tech Finance IBank
 - Loans for Public Agencies
 - Loan Guarantees for Small Businesses
 - CLEEN Center (CA Lending for Energy & Environmental Needs)
 - ISRF, Infrastructure State Revolving Fund Program



BAAQMD RULE UPDATES



Rule 11-18: Risk Reduction from Air Toxic Emissions at Existing Facilities

Purpose:

Protect public from toxic air contaminants at existing facilities

- Process emissions
- Engines and incineration
- Standby generators (Generator only facilities exempt if RAL < 250)
- Phased implementation based on cancer prioritization WWTPs still in Phase 2
- If WWTP triggers rule, requires:
 - BAAQMD conduct an HRA (30-day review)
 - WWTP develop Risk Reduction Plan
 - Implementation of Risk Reduction Measures (5 years + 5 years to implement)



Rule 11-18: Risk Reduction from Air Toxic Emissions at Existing Facilities

• Status Update:

- Next 11-18 Implementation Working Group meeting: June 2019
- Implementation procedure document issued

• Next Actions:

- Monitor progress of Phase 1 via Working Group
- Update emissions inventory values (Subgroup Update!)
- Verify emission calculations methodology with permit engineer & update concentration data as appropriate
- Continue tracking AB 617 regulation development



Standard Permit Conditions & Permit Handbook Revisions

- BAAQMD suggested BACWA provide edits to:
 - Standard Permit Conditions (see attachments)
 - · Digestion edited
 - · Cogeneration edited
 - Organic Waste Handling (food waste) Sarah to edit based on language used in the SWRCB Co-digestion Capacity Analysis
 - Permit Handbook
- Timeline unspecified need to be responsive to inform rule development under Regulation 13 (climate pollutants)

AIR ISSUES & REGULATIONS COMMITTEE
A Committee of the Bay Area Clean Water Agencies 2

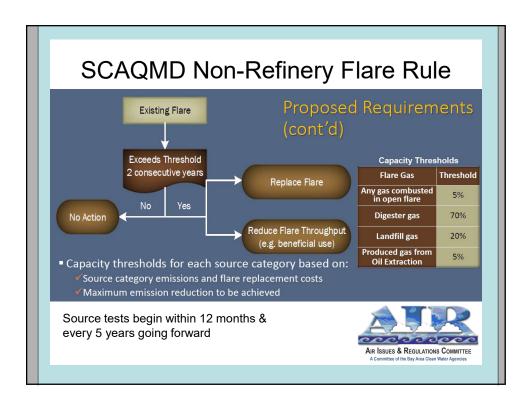
Proposed Flare Rules: SCAQMD, SJVAPCD, & BAAQMD



SCAQMD – Rule 1118.1

- Control of non-refinery flare emissions
 (NOx @ 0.06 lbs/MMBtu, CO, VOCs...AND capacity thresholds)
- Rule approved January 4th
- SCAQMD staff to begin looking into potential impact of advanced codigestion under SB 1383
- February 27th meeting with BAAQMD, SJVAPCD, and wastewater agencies in Sacramento during "Rethink Methane Symposium"





Proposed Flare Rules: SCAQMD, SJVAPCD, & BAAQMD



SJVAPCD

- Flare Rule 4311: Limit emissions of VOCs, NOx, & sulfur oxides (SOx) from operation of flares
- Anticipates adopting SCAQMD approach

BAAQMD

 Plans for new rule by 2020 to reduce NOx from non-refinery flares (requiring biogas & non-refinery flares to meet lowest available emissions reduction (LAER) level)



Annual BACWA-BAAQMD Meeting – Agenda Items Brainstorm

- Regulation 13
- Rule 11-18
 - Emissions inventory updates
 - Impacts of AB 617's regulation
- Flare Rule Amendments Expected?
- Standard Permit Conditions Edits



FY '20 Budget & Tasks Discussion

- FY '19 Budget = \$50,000 → FY '20 Budget = \$75,000
- Additional budget for increased activities in FY '20
 - Rule 11-18, Phase 2 preparations
 - Implementation of AB 617 (Steering Committee involvement)
 - Regulation 13 development
- Likely need increased meeting frequency (e.g., every other month)



MEMBER UPDATES / OPEN DISCUSSION!



