

NOTICE OF RULEMAKING HEARING

Regarding proposed revisions to:

Regulation Number 7, Regulation Number 25, Regulation Number 26, Regulation Number 27 5 CCR 1001-9, 5 CCR 1001-29, 5 CCR 1001-30, 5 CCR 1001-31

SUBJECT:

The Air Quality Control Commission will hold a rulemaking hearing to consider revisions to four separate regulations: Regulation Number 7, Regulation Number 25, Regulation Number 26, and Regulation Number 27.

Regulation Number 7: proposed revisions to include a state-only midstream segment emission reduction program, also adding an emissions category to annual reporting requirements for oil and gas sources. Proposed revisions to include in the ozone SIP emission reduction measures which are currently state-only requirements as contingency measures for the 2008 Ozone National Ambient Air Quality Standards (NAAQS).

Regulation Number 25: proposed revisions to include in the ozone SIP additional provisions related to reporting and contingency measures adopted for the moderate SIP under the 2015 ozone NAAQS as contingency measures for the 2008 ozone NAAQS.

Regulation Number 26: proposed revisions to include in the ozone SIP provisions that require the implementation of reasonably available control technology (RACT) for major sources of volatile organic compounds (VOC) or nitrogen oxides (NOx) in the nonattainment areas, specifically concerning refinery fueled process heaters and a cold rolling mill, corrections to previously adopted engine standards, and additional provisions related to reporting. Proposed state-only revisions to the stationary internal combustion engine provisions as part of the midstream segment emission reduction program.

Regulation Number 27: proposed state-only revisions to expand the greenhouse gas (GHG) credit trading provisions to the midstream oil and gas segment and expand the registration provisions to recovered methane.

Further, the revisions to these regulation will include any typographical, grammatical, and formatting errors throughout the regulation.

All required documents for this rulemaking can be found on the Commission website at: https://cdphe.colorado.gov/aqcc

HEARING SCHEDULE

DATE: December 18, 2024 TIME: 4:30 p.m. to 7:30 p.m.

PLACE: The session will be held online only; there will be no in-person participation. Details related

to participation and registration can be found at: https://cdphe.colorado.gov/aqcc

DATE: December 19-20, 2024
TIME: To begin at or after 9:00 a.m.

PLACE: The hearing will be held in hybrid fashion both in-person and via Zoom. Details related to

participation and registration can be found at: https://cdphe.colorado.gov/aqcc

The hearing may be continued at such places and time as the Commission may announce. Any such changes will be noticed on the Commission's website. Interested parties may contact the Commission Office at cdphe.aqcc@state.co.us to confirm meeting details.

PUBLIC COMMENT:

The Commission encourages input from the public, either orally during the public comment session or in writing prior to the hearing. However, oral public comment will generally not be permitted by persons who offer comment on behalf of an entity that is a party. Those persons may, however, submit written public comment.

Instructions for registering to provide oral public comment will be posted in the agenda on the Commission's website at https://cdphe.colorado.gov/agcc on December 6, 2024.

The agenda will provide more specifics about the details of the hearing and when the public can expect the public comment session to take place.

Written comments should be submitted no later than **December 2**, **2024** by emailing cdphe.aqcc@state.co.us or mailing to:

Colorado Air Quality Control Commission Colorado Department of Public Health and Environment 4300 Cherry Creek Drive South, EDO-AQCC-A5 Denver, Colorado 80246

IMPORTANT DATES AND DEADLINES:

PROCESS DESCRIPTION	DUE DATE & TIME
Request for Party Status	September 16, 2024 by 5:00 p.m.
Status Conference	September 23, 2024 at 8:30 a.m.
Alternate Proposal	October 22, 2024 by 5:00 p.m.
Prehearing Statement	October 22, 2024 by 5:00 p.m.
Prehearing Conference	October 28, 2024 at 10:00 a.m.
Rebuttal Statement	November 12, 2024 by 5:00 p.m.
Written Public Comments	December 2, 2024 by 5:00 p.m.

Submittals for this hearing should be emailed to cdphe.aqcc@state.co.us unless an exception is granted pursuant to Section III.1.3. of the Commissions Procedural Rules.

REQUEST FOR PARTY STATUS:

A request for party status must:

- 1) identify the applicant (this could be a company and/or contact name);
- provide the name, address, telephone and email address of the applicant's representative or counsel; and
- 3) briefly summarize what, if any, policy, factual, and legal issues the applicant has with the proposal(s) as of the time of filing the application.

In addition, requests for party status should indicate whether the applicant intends to file an alternate proposal and, if so, briefly describe the scope and nature of the alternate proposal.

The request for party status must be electronically mailed to:

- Air Quality Control Commission staff: cdphe.aqcc@state.co.us
- Air Quality Control Commission attorney: robyn.wille@coag.gov
- Air Pollution Control Division staff: leah.martland@state.co.us
- Air Pollution Control Division attorney: william.marshall@coag.gov

Requests received beyond the stated deadline shall only be considered upon a written motion for good cause shown. The Commission reserves the right to deny party status to anyone that does not comply with the Commission's Procedural Rules.

STATUS CONFERENCE:

Attendance at the status conference is mandatory for anyone who has requested party status, though each party need only have one representative present. The status conference is intended to ascertain and discuss the issues involved, and to ensure that parties are making all necessary efforts to discuss and resolve such issues prior to the submission of prehearing statements. Parties will be confirmed and a party list will be generated and distributed. The status conference will be held virtually via video conference. A registration link will be provided by the Commission's office prior to the status conference. Note that if the Hearing Officer deems the status conference unnecessary, the status conference may be cancelled.

ALTERNATE PROPOSAL:

Alternate proposals will be considered by the Commission "only if the subject matter of the alternative proposal is consistent with and fits within the scope of the notice." 5 CCR 1001-1, Section (V)(E)(4)(b). The submittal of an alternate proposal must be accompanied by a separate electronic copy of the alternate proposed rule and statement of basis and purpose language and all other associated documents as required by the Commission's Procedural Rules, including an economic impact analysis. Alternate proposals and associated exhibits must be emailed to all persons listed on the party status list or otherwise provided through an approved method of electronic transmission.

PREHEARING STATEMENTS:

Each party must submit a prehearing statement. Exhibits to a prehearing statement must be submitted in a separate electronic transmission. Prehearing statements and associated exhibits must be emailed to all persons listed on the party status list or otherwise provided through an approved method of electronic transmission. Prehearing statements must contain all the necessary elements described in Section V.E.6.c. of the Commission's Procedural Rules (5 CCR 1001-1).

PREHEARING CONFERENCE:

Attendance at the prehearing conference is mandatory for all parties to this hearing, though each party need only have one representative present. The prehearing conference will be held virtually, and registration information will be provided by the Commission's office prior to the prehearing conference.

REBUTTAL STATEMENTS:

Rebuttal statements may be submitted by the Division and any party to the hearing to respond to issues and arguments identified in prehearing statements. Rebuttal statements may not raise any issues, or be accompanied by alternate proposals, that could have been raised in the party's prehearing statement. Rebuttal statements and associated exhibits must be emailed to all persons listed on the party status list or otherwise provided through an approved method of electronic transmission. The filing of rebuttal statements is optional.

DELIBERATION AND FINAL ACTION:

The Commission intends to deliberate and take final action on the proposed changes to these

Regulations at the conclusion of the testimony.

STATUTORY AUTHORITY FOR THE COMMISSION'S ACTIONS:

The Colorado Air Pollution Prevention and Control Act, § 25-7-101, C.R.S., et seq. (the State Air Act or the Act), specifically § 25-7-105(1), C.R.S., directs the Commission to promulgate such rules and regulations as are consistent with the legislative declaration set forth in § 25-7-102, C.R.S., and that are necessary for the proper implementation and administration of Article 7.

Regulation Number 7: The Act provides the Commission broad authority to regulate air pollutants, including GHG and its constituent gasses (particularly carbon dioxide, methane, and nitrous oxide). § 25-7-106(c) C.R.S., authorizes the Commission to promulgate emission control regulations applicable to the entire state, specified areas or zones, or when a specified class of pollution is present. §§ 109(1)(a), (2), and (3), C.R.S., authorize the Commission to promulgate regulations requiring effective practical air pollution controls for significant sources and categories of sources and emission control regulations pertaining to nitrogen oxides and hydrocarbons. § 25-7-109(10), C.R.S., directs the Commission to adopt emission control regulations to minimize emissions of methane, other hydrocarbons, volatile organic compounds (VOC), and nitrogen oxides (NOx) from oil and gas operations. § 25-7-106(6), C.R.S., further authorizes the Commission to require owners and operators of any air pollution source to monitor, record, and report information.

Regulation Number 25: § 25-7-106(c), C.R.S., authorizes the Commission to promulgate emission control regulations applicable to the entire state, specified areas or zones, or when a specified class of pollution is present. §§ 109(1)(a), (2), and (3), C.R.S., authorize the Commission to promulgate regulations requiring effective practical air pollution controls for significant sources and categories of sources and emission control regulations pertaining to nitrogen oxides and hydrocarbons. §§ 25-7-105(1)(a), 25-7-201 through 25-7-206, 25-7-210, 25-7-301, and 25-7-302, C.R.S., authorize the Commission to promulgate a SIP which will assure attainment and maintenance of national ambient air quality standards and prevent significant deterioration of air quality in conformance with the Federal and Colorado Acts. § 25-7-106(6), C.R.S., further authorizes the Commission to require owners and operators of any air pollution source to monitor, record, and report information.

Regulation Number 26: § 25-7-106(c), C.R.S., authorizes the Commission to promulgate emission control regulations applicable to the entire state, specified areas or zones, or when a specified class of pollution is present. §§ 109(1)(a), (2), and (3), C.R.S., authorize the Commission to promulgate regulations requiring effective practical air pollution controls for significant sources and categories of sources and emission control regulations pertaining to nitrogen oxides and hydrocarbons. § 25-7-109(10), C.R.S., directs the Commission to adopt emission control regulations to minimize emissions of methane, other hydrocarbons, volatile organic compounds (VOC), and nitrogen oxides (NOx) from oil and gas operations. §§ 25-7-105(1)(a), 25-7-201 through 25-7-206, 25-7-210, 25-7-301, and 25-7-302, C.R.S., authorize the Commission to promulgate a SIP which will assure attainment and maintenance of national ambient air quality standards and prevent significant deterioration of air quality in conformance with the Federal and Colorado Acts. § 25-7-106(6), C.R.S., further authorizes the Commission to require owners and operators of any air pollution source to monitor, record, and report information.

Regulation Number 27: The Act provides the Commission broad authority to regulate air pollutants, including GHG and its constituent gasses (particularly carbon dioxide, methane, and nitrous oxide). § 25-7-105(1)(e), C.R.S., authorizes the Commission to promulgate implementing rules and regulations consistent with the statewide GHG pollution reduction goals in § 25-7-102(2)(g), C.R.S. § 25-7-106, C.R.S., provides the Commission "maximum flexibility in developing an effective air quality program and [promulgating] such [a] combination of regulations as may be necessary or desirable to carry out that program." § 25-7-106(6), C.R.S., further authorizes the Commission to require owners and operators of any air pollution source to monitor, record, and report information.

The rulemaking hearing will be conducted in accordance with §§ 24-4-103 and 25-7-110, 25-7-110.5 and 25-7-110.8 C.R.S., as applicable and amended, the Commission's Procedural Rules, all other applicable rules and regulations, and as otherwise stated in this notice. This list of statutory authority is not intended as an exhaustive list of the Commission's statutory authority to act in this matter.

Dated this 15th day of August 2024 at Denver, Colorado

Colorado Air Quality Control Commission

Jojo La, Administrator