SENATE BILL No. 73

January 25, 2005, Introduced by Senators BIRKHOLZ, GILBERT and GOSCHKA and referred to the Committee on Natural Resources and Environmental Affairs.

A bill to amend 1994 PA 451, entitled "Natural resources and environmental protection act," by amending section 5505 (MCL 324.5505).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 5505. (1) Except as provided in subsection (4), a person shall not install, construct, reconstruct, relocate, alter, or modify any process or process equipment without first obtaining from the department a permit to install, or a permit to operate authorized pursuant to rules promulgated under subsection (6) if applicable, authorizing the conduct or activity.
 - (2) The department shall promulgate rules to establish a permit to install program to be administered by the department.
 - Except as provided in subsections (4) and (5), the permit to

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- 1 install program is applicable to each new or modified process or
- 2 process equipment that emits or may emit an air contaminant. THE
- 3 START DATE FOR EMISSIONS OFFSETS ELIGIBLE TO BE APPLIED TO A PERMIT
- 4 TO INSTALL SHALL BE THE DATE ESTABLISHED BY FEDERAL RULE OR, IF A
- 5 DATE IS NOT ESTABLISHED BY FEDERAL RULE, JANUARY 1 OF THE YEAR
- 6 AFTER THE EMISSIONS BASELINE YEAR USED FOR THE PURPOSE OF PREPARING
- 7 THE RELEVANT STATE IMPLEMENTATION PLAN. THE DEPARTMENT SHALL USE
- 8 THE AIR EMISSIONS INVENTORY ESTABLISHED UNDER SECTION 5503(K) TO
- 9 TRACK AVAILABLE EMISSIONS OFFSETS.
- 10 (3) A permit to install may authorize the trial operation of a
- 11 process or process equipment to demonstrate that the process or
- 12 process equipment is operating in compliance with the permit to
- 13 install issued under this section.
- 14 (4) The department may promulgate rules to provide for the
- 15 issuance of general permits and to exempt certain sources,
- 16 processes, or process equipment or certain modifications to a
- 17 source, process, or process equipment from the requirement to
- 18 obtain a permit to install or a permit to operate authorized
- 19 pursuant to rules promulgated under subsection (6). However, the
- 20 department shall not exempt any new source or modification that
- 21 would meet the definition of a major source or major modification
- 22 under parts C and D of title I of the clean air act, -chapter 360,
- 23 91 Stat. 731, 42 U.S.C. 7470 to 7479, 7491 to 7492, 7501 to 7509a,
- 24 and 7511 42 USC 7470 to 7515.
- 25 (5) The department may issue a permit to install, a general
- 26 permit, or a permit to operate authorized under rules promulgated
- 27 under subsection (6) if applicable, that authorizes installation,

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- 1 operation, or trial operation, as applicable, of a source, process,
- 2 or process equipment at numerous temporary locations. Such a permit
- 3 shall include terms and conditions necessary to assure compliance
- 4 with all applicable requirements of this part, the rules
- 5 promulgated under this part, and the clean air act, including those
- 6 necessary to assure compliance with all applicable ambient air
- 7 standards, emission limits, and increment and visibility
- 8 requirements pursuant to part C of title I of the clean air act,
- 9 chapter 360, 91 Stat. 731, 42 U.S.C. 7470 to 7479 and 7491 42 USC
- 10 7470 to 7492, at each location, and shall require the owner or
- 11 operator of the process, source, or process equipment to notify the
- 12 department at least 10 days in advance of each change in location.
- 13 (6) The department may promulgate rules to establish a program
- 14 that authorizes issuance of nonrenewable permits to operate for
- 15 sources, processes, or process equipment that are not subject to
- 16 the requirement to obtain a renewable operating permit pursuant to
- **17** section 5506.
- 18 (7) The failure of the department to act on an
- 19 administratively and technically complete application for a permit
- 20 to install, a general permit, or a permit to operate authorized
- 21 under rules promulgated under subsection (6), in accordance with a
- 22 time requirement established pursuant to this part, rules
- 23 promulgated under this part, or the clean air act may be treated as
- 24 a final permit action solely for the purposes of obtaining judicial
- 25 review in a court of competent jurisdiction to require that action
- 26 be taken by the department on the application without additional

27 delay.

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- 1 (8) Any person may appeal the issuance or denial by the
- 2 department of a permit to install, a general permit, or a permit to
- 3 operate authorized in rules promulgated under subsection (6), for a
- 4 new source in accordance with section 631 of the revised judicature
- 5 act of 1961, Act No. 236 of the Public Acts of 1961, being section
- 6 600.631 of the Michigan Compiled Laws 1961 PA 236, MCL 600.631.
- 7 Petitions for review shall be the exclusive means to obtain
- 8 judicial review of such a permit and shall be filed within 90 days
- 9 after the final permit action, except that a petition may be filed
- 10 after that deadline only if the petition is based solely on grounds
- 11 arising after the deadline for judicial review. Such a petition
- 12 shall be filed no later than 90 days after the new grounds for
- 13 review arise. Appeals of permit actions for existing sources -shall
- 14 be in accordance with ARE SUBJECT TO section 5506(14).