# **Final Regulation Order**

# Amendments Increasing the Oxygen Content Cap in the California Reformulated Gasoline Regulations

**Note**: The preexisting regulation text is set forth below in normal type. The proposed amendments are shown in <u>underline</u> to indicate additions and <del>strikeout</del> to show deletions. The characters "\* \* \* \*" indicate that no amendments to the omitted intervening text are being proposed.

Amend title 13, California Code of Regulations (CCR), sections 2262.5(b) and 2265(a) to read as follows:

### Section 2262.5. Standards for Oxygen Content.

\* \* \* \*

(b) *Maximum oxygen content standard for all California gasoline*. No person shall sell, offer for sale, supply, or transport California gasoline which has an oxygen content exceeding  $2.7 \ 3.5$  percent by weight.

\* \* \* \*

NOTE: Authority cited: sections 39600, 39601, 43013, 43018, and 43101, Health and Safety Code; and <u>Western</u> <u>Oil and Gas Ass'n.</u> v. <u>Orange County Air Pollution Control District</u>, 14 Cal.3d 411, 121 Cal.Rptr. 249 (1975). Reference: sections 39000, 39001, 39002, 39003, 39010, 39500, 39515, 39516, 41511, 43000, 43016, 43018, and 43101, Health and Safety Code; and <u>Western Oil and Gas Ass'n.</u> v. <u>Orange County Air Pollution Control</u> <u>District</u>, 14 Cal.3d 411, 121 Cal.Rptr. 249 (1975).

### Section 2265. Gasoline Subject to PM Alternative Specifications Based on the California Predictive Model.

### (a) Election to sell or supply a final blend as a PM alternative gasoline formulation.

- (1) In order to sell or supply from its production facility or import facility a final blend of California gasoline as a PM alternative gasoline formulation subject to PM alternative specifications, a producer or importer shall satisfy the requirements of this section (a).
- (2) The producer or importer shall evaluate the candidate PM alternative specifications in accordance with the Air Resources Board's "California Procedures for Evaluating Alternative Specifications for Phase 2 Reformulated Gasoline Using the California

Predictive Model," as adopted April 20, 1995 and last amended December 11, 1998, which is incorporated herein by reference (hereafter the "Predictive Model Procedures"). If the PM alternative specifications meet the criteria for approval in the Predictive Model Procedures, the producer shall notify the executive officer of: (A) The identity, location, and estimated volume of the final blend; (B) the PM alternative specifications that will apply to the final blend, including for each specification whether it applies as a PM flat limit or a PM averaging limit; and (C) the numerical values for percent change in emissions for oxides of nitrogen, hydrocarbons, and potency-weighted toxic air contaminants as determined in accordance with the Predictive Model Procedures. The notification shall be received by the executive officer before the start of physical transfer of the gasoline from the production or import facility, and in no case less than 12 hours before the producer or importer either completes physical transfer or commingles the final blend.

- (3) Once a producer or importer has notified the executive officer pursuant to this section 2265(a) that a final blend of California gasoline is being sold or supplied from a production or import facility as a PM alternative gasoline formulation, all final blends of California gasoline subsequently sold or supplied from that production or import facility shall be subject to the same PM alternative specifications until the producer or importer either (A) designates a final blend at that facility as a PM alternative gasoline formulation subject to different PM alternative specifications, (B) elects in accordance with section 2264.2 to have a final blend at that facility subject to flat limit compliance options and/or averaging compliance options, or (C) elects in accordance with section 2266(c) to sell a final blend at that facility as an alternative gasoline formulation.
- (4) The executive officer may enter into a written protocol with any individual producer or importer for the purposes of specifying how the requirements in section (a)(2) shall be applied to the producer's or importer's particular operations, as long as the executive officer reasonably determines that application of the regulatory requirements under the protocol is not less stringent or enforceable than application of the express terms of section (a)(2). Any such protocol shall include the producer's or importer's agreement to be bound by the terms of the protocol.
- (5) If, through no intentional or negligent conduct, a producer or importer cannot report within the time period specified in section (a)(2) above, the producer or importer may notify the executive officer of the required data as soon as reasonably possible and may provide a written explanation of the cause of the delay in reporting. If, based on the written explanation and the surrounding circumstances, the executive officer determines that the conditions of this section (a)(5) have been met, timely notification shall be deemed to have occurred.

\* \* \* \*

NOTE: Authority cited: sections 39600, 39601, 43013, 43018, and 43101, Health and Safety Code; and <u>Western Oil and Gas Ass'n.</u> v. <u>Orange County Air Pollution Control District</u>, 14 Cal.3d 411, 121 Cal.Rptr. 249 (1975). Reference: sections 39000, 39001, 39002, 39003, 39010, 39500, 39515, 39516, 41511, 43000,

43016, 43018, and 43101, Health and Safety Code; and <u>Western Oil and Gas Ass'n.</u> v. <u>Orange County Air</u> <u>Pollution Control District</u>, 14 Cal.3d 411, 121 Cal.Rptr. 249 (1975).