BOARD MEETING DATE: May 1, 2015 AGENDA NO. 2

PROPOSAL: Set Public Hearings June 5, 2015 to Consider Amendments and/or Adoption to SCAQMD Rules and Regulations:

- (A) Amend Rule 1148.1 Oil and Gas Production Wells. The proposed amendment seeks to provide enforceable mechanisms to reduce odor nuisance potential from emissions associated with oil and gas production facility operations and also updates rule language to promote clarity, consistency and enforceability. The proposed amendment: requires use of odor mitigation best practices; requires facilities located within 1,500 feet of a sensitive receptor to conduct and submit a specific cause analysis for any confirmed odor event; and requires facilities with continuing odor issues to develop and implement an approved Odor Mitigation Plan. (Reviewed: Stationary Source Committee, February 20 and April 17, 2015)
- (B) Amend Rule 1148.2 - Notification and Reporting Requirements for Oil and Gas Wells and Chemical Suppliers. Rule 1148.2 was adopted April 5, 2013 to establish requirements for owners or operators of oil and gas wells to notify the Executive Officer when conducting well drilling, well reworking, hydraulic fracturing, and other well production stimulation activities. The rule also includes reporting requirements for operators and chemical suppliers to report trade secret and non-trade secret chemicals used. The California Department of Conservation, through its Division of Oil, Gas, and Geothermal Resources (DOGGR) has approved Well Stimulation Treatment Regulations in response to the passage of SB 4 on December 30, 2014. Chemical reporting requirements for chemicals claimed as trade secret are different between the new DOGGR regulation and Rule 1148.2. Proposed Amended Rule 1148.2 includes revisions to the chemical reporting requirements to be consistent with DOGGR's regulation. (Reviewed: Stationary Source Committee, April 17, 2015)

The complete text of the proposed amendments, staff reports and other supporting documents will be available from the District's Public Information Center, (909) 396-2550 and on the Internet (www.aqmd.gov) as of May 6, 2015.

RECOMMENDED ACTION:

Set public hearings June 5, 2015 to amend Rules 1148.1 and 1148.2.

Barry R. Wallerstein, D.Env. Executive Officer

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