SENT VIA E-MAIL:

Rialto, CA 92376

dcasey@rialtoca.gov
Daniel Casey, Principal Planner
City of Rialto
Community Development Department – Planning Division
150 S. Palm Avenue

October 23, 2025

<u>Initial Study/Mitigated Negative Declaration (IS/MND) for the</u> <u>Adesa Rialto Food Processing Facility Project (Proposed Project)</u> (SCH No: 2025091142)

South Coast Air Quality Management District (South Coast AQMD) staff appreciate the opportunity to review the above-mentioned document. The City of Rialto is the California Environmental Quality Act (CEQA) Lead Agency for the Proposed Project. To provide context, South Coast AQMD staff has provided a brief summary of the project information and prepared the following comments which are organized by topic of concern.

Summary of Proposed Project Information in the IS/MND

Based on the IS/MND, the Proposed Project consists of developing a 54,144 square foot (sq. ft.) industrial food processing building that includes 24,091 sq. ft. of warehouse space, 26,522 sq. ft. of manufacturing space, 1,531 sq. ft. of ground floor office, 2,000 sq. ft. of mezzanine office space, and associated improvements. The Proposed Project is currently vacant and located at the southeast corner of W Casmalia Street and N Cedar Avenue. The Proposed Project would include six dock doors and generate 24 daily truck trips associated with the operation. Based on the aerial photograph review, the nearest sensitive receptors (e.g., residences) are approximately 50 feet north of the Proposed Project site. Construction is expected to begin in 2025 and last approximately 13 months, with the operation in 2026.

South Coast AQMD Comments

Verification Regarding the Inconsistent Number of Boilers

The IS/MND identifies additional sources of operational emissions, including those associated with water usage, solid waste, material handling equipment (e.g., forklifts), boilers, and Transportation Refrigeration Units (TRUs).⁶ Specifically, the IS/MND states that four compressed natural gas (CNG) boilers, each rated at 2.0 MMBtu/hr, ⁷ would be installed. However, the

¹ IS/MND. p. 11.

 $^{^{2}}$ *Ibid*.

³ *Ibid*.

⁴ Appendix K – Trip Generation and VMT Screening Analysis. p. 3.

⁵ *Ibid*. p. 1-2.

⁶ *Ibid*. p. 4-7.

⁷ Ibid.

accompanying California Emissions Estimator Model (CalEEMod) report accounts for emissions from only a single boiler. This discrepancy results in an underestimation of operational emissions and associated air quality impacts. Therefore, the Lead Agency is recommended to verify the total number of boilers and other emission-generating equipment for the Proposed Project and revise the analysis accordingly in the Final MND to ensure consistency and accuracy in the air quality impact assessment.

South Coast AQMD Air Permits and Role as a Responsible Agency

As stated in the IS/MND, the Proposed Project would require the use of new stationary and portable sources, including but not limited to emergency generators, boilers, etc. air permits from South Coast AQMD will be required. The Final MND should include a discussion about the potentially applicable rules that the Proposed Project needs to comply with. Those rules may include, for example, Rule 201 – Permit to Construct, Rule 203 – Permit to Operate, Rule 401 – Visible Emissions, ¹⁰ Rule 402 – Nuisance, ¹¹ Rule 403 – Fugitive Dust, ¹² Rule 1110.2 – Emissions from Gaseous and Liquid Fueled Engines, ¹³ Rule 1113 – Architectural Coating, ¹⁴ Regulation XIII – New Source Review, ¹⁵ Rule 1401 – New Source Review of Toxic Air Contaminants, ¹⁶ Rule 1470 - Requirements for Stationary Diesel-Fueled Internal Combustion and Other Compression Ignition Engines, ¹⁷ etc. It is important to note that when air permits from the South Coast AQMD are required, the role of the South Coast AQMD would change from a Commenting Agency to a Responsible Agency under CEQA. In addition, if South Coast AQMD is identified as a Responsible Agency, per CEOA Guidelines Sections 15086, the Lead Agency is required to consult with South Coast AQMD.

CEQA Guidelines Section 15096 sets forth specific procedures for a Responsible Agency, including making a decision on the adequacy of the CEQA document for use as part of the process for conducting a review of the Proposed Project and issuing discretionary approvals. Moreover, it is important to note that if a Responsible Agency determines that a CEQA document is not adequate to rely upon for its discretionary approvals, the Responsible Agency must take further actions listed in CEOA Guideline Section 15096(e), which could have the effect of delaying the implementation of the Proposed Project. In its role as CEQA Responsible Agency, the South Coast AOMD is obligated to ensure that the CEOA document prepared for this Proposed Project contains a sufficient project description and analysis to be relied upon in order to issue any discretionary approvals that may be needed for air permits. South Coast AQMD is concerned that the project description and analysis in its current form in the MND is inadequate to be relied upon for this purpose.

South Coast AQMD. Rule 201 available at: https://www.aqmd.gov/docs/default-source/rule-book/reg-ii/rule-201.pdf

South Coast AQMD. Rule 203 available at: https://www.aqmd.gov/docs/default-source/rule-book/reg-ii/rule-203.pdf ¹⁰ South Coast AQMD. Rule 401 available at: https://www.aqmd.gov/docs/default-source/rule-book/rule-iv/rule-401.pdf

¹¹ South Coast AQMD. Rule 402 available at: https://www.aqmd.gov/docs/default-source/rule-book/rule-iv/rule-402.pdf

¹² South Coast AQMD. Rule 403 available at: https://www.aqmd.gov/docs/default-source/rule-book/rule-iv/rule-403

¹³ South Coast AQMD. Rule 1110.2 available at: https://www.aqmd.gov/docs/default-source/rule-book/reg-xi/r1110 2.pdf

¹⁴ South Coast AQMD. Rule 1113 available at https://www.aqmd.gov/docs/default-source/rule-book/reg-xi/r1113.pdf

¹⁵ South Coast AQMD. Regulation XIII available at: https://www.aqmd.gov/home/rules-compliance/rules/scaqmd-rulebook/regulation-xiii

¹⁶ South Coast AQMD. Rule 1401 available at: https://www.aqmd.gov/docs/default-source/rule-book/reg-xiv/rule-1401.pdf

¹⁷ South Coast AOMD. Rule 1470 available at: https://www.aqmd.gov/docs/default-source/rule-book/reg-xiv/rule-1470.pdf

For these reasons, the final CEQA document should be revised to include a discussion about any and all new stationary and portable equipment requiring South Coast AQMD air permits, provide the evaluation of their air quality and greenhouse gas impacts, and identify South Coast AQMD as a Responsible Agency for the Proposed Project as this information will be relied upon as the basis for the permit conditions and emission limits for the air permit(s). Please contact South Coast AQMD's Engineering and Permitting staff at (909) 396-3385 for questions regarding what types of equipment would require air permits. For more general information on permits, please visit South Coast AQMD's webpage at https://www.aqmd.gov/home/permits.

Conclusion

The Lead Agency is recommended to revise the CEQA analysis to address the aforementioned comments and provide the necessary evidence to sufficiently support the conclusions reached. If the requested information and analysis are not included in the final CEQA document, either the Final MND or other type of CEQA document, the Lead Agency should provide reasons for not doing so. Pursuant to California Public Resources Code Section 21092.5(b) and CEQA Guidelines Section 15074, prior to approving the Proposed Project, the Lead Agency shall consider the MND for adoption together with any comments received during the public review process and notify each public agency when any public hearings are scheduled. Please provide South Coast AQMD with written responses to all comments contained herein prior to the adoption of the Final MND. When responding to issues raised in the comments, detailed reasons supported by substantial evidence in the record to explain why specific comments and suggestions are not accepted must be provided. In addition, if the Lead Agency decides to adopt the Final MND, please provide South Coast AQMD with a notice of any scheduled public hearing(s).

Thank you for the opportunity to provide comments. South Coast AQMD staff is available to work with the Lead Agency to address any air quality questions that may arise from this comment letter. Please contact Danica Nguyen, Air Quality Specialist, at dnguyen1@aqmd.gov should you have any questions.

Sincerely,

Sam Wang

Sam Wang Program Supervisor, CEQA IGR Planning, Rule Development & Implementation

SW:DN SBC250925-03 Control Number