

M e m o r a n d u m

To : Honorable Jerome E. Horton, Chairman
 Honorable Michelle Steel, Vice Chair
 Honorable Betty T. Yee, First District
 Senator George Runner, Second District
 Honorable John Chiang, State Controller

Date : September 4, 2014

From : 
 Lynn Bartolo, Acting Deputy Director
 Special Taxes and Fees

Subject : **Board Meeting – September 23, 2014**
Item P4 –Special Taxes and Fees Deputy Director’s Report
Informational Report on the 2015 Hazardous Substances Fees and Occupational Lead Poisoning
Prevention Fee Rates

In accordance with the Health and Safety Code sections listed below, the tax and fees administered under the Hazardous Substances Tax Law are adjusted each year by the incremental change in the Consumer Price Index (CPI) published by the California Department of Industrial Relations. The increase in the CPI from June 30, 2013 to June 30, 2014 is 2.192 percent and was calculated as follows:

CPI @ June 30, 2014	247.228
CPI @ June 30, 2013	241.926
Increase in CPI	5.302
Percentage Increase	2.192%

Based on the change in the CPI, the 2015 calendar year rates for the tax and fee programs administered under the Hazardous Substances Tax Law will be established according to the attached schedules identified as Exhibits A – D:

Health & Safety Code Section	Description of Fee	Exhibit
25174.2	Disposal Fee	A
25205.14	Permit-by-Rule or Conditional Authorization	A
25205.4	Facility Fee	A
25205.5	Generator Fee	A
25205.6	Environmental Fee	B
25205.7	Activity Fees	C
105190	Occupational Lead Poisoning Prevention Fee	D

Please place this item on the Board’s meeting agenda as an informational item.

LRB:da
 Attachments

cc: Mr. Mike Gipson
 Mr. Joel Angeles
 Mr. Alan LoFaso
 Mr. Sean Wallentine
 Ms. Marcy Jo Mandel
 Mr. David Gau
 Ms. Joann Richmond
 Mr. Richard Parrott
 Ms. Debra Kalfsbeek

Approved:


 Cynthia Bridges,, Executive Director

**Change
Consumer Price Index (CPI)
California Urban Consumers
June 2013 to June 2014**

Line (L)	Month	Description	Amount
1	Jun-14	CPI	247.228
2	Jun-13	CPI	241.926
3	<L1-L2>	Change	5.302
	<L3/L2>	Percentage Change	2.192%

The California CPI is established by the Department of Industrial Relations and is used to establish the fee rates for all programs per statute

Source:

State of California Department of Industrial Relations
Division of Labor Statistics and Research
Consumer Price Index-California dated 7/24/2014
<http://www.dir.ca.gov/dlsr/CPI/PresentCCPI.PDF>

**Proposed Adjustments
Disposal Fee, Permit by Rule,
Conditional Authorization,
Facility Fee, Generator Fee
2015 Calendar Year**

Exhibit A

HAZARDOUS SUBSTANCES PROGRAM:	2014 FEES	PROPOSED FEE ADJUSTMENT	PROPOSED FEES 2015
Disposal Fee (§25174.2) ¹	\$131.70	\$2.89	\$134.59
Permit by Rule or Conditional Authorization (§25205.14)	\$1,482	\$32	\$1,514
Facility Fee (§25205.4)	\$30,528	\$669	\$31,197
Generator Fee (§25205.5)	\$4,246	\$93	\$4,339

¹ Please note, in contrast to the other rates, which are rounded to the nearest dollar, the Disposal Fee rate is rounded to the nearest cent as the Disposal Fee is computed for each ton of hazardous waste.

**Proposed Adjustments
Environmental Fee (\$25205.6)
2015 Calendar Year**

Exhibit B

NUMBER OF EMPLOYEES:	PROPOSED		
	2014 FEES	PROPOSED FEE ADJUSTMENT	FEES 2015
50 to 74	\$302	\$7	\$309
75 to 99	\$531	\$12	\$543
100 to 249	\$1,057	\$23	\$1,080
250 to 499	\$2,267	\$50	\$2,317
500 to 999	\$4,233	\$93	\$4,326
1,000 or more	\$14,363	\$315	\$14,678

**Proposed Adjustments
Activity Fees (\$25205.7)
2015 Calendar Year**

Exhibit C

ACTIVITY FEES:	2014 FEES	PROPOSED FEE ADJUSTMENT	PROPOSED FEES 2015
Land Disposal Facility Permit Application Fee			
Large Facility:	\$589,520	\$12,922	\$602,442
Medium Facility:	\$343,241	\$7,524	\$350,765
Small Facility:	\$160,954	\$3,528	\$164,482
Incineration Facility Permit Application Fee			
Large Facility:	\$352,939	\$7,736	\$360,675
Medium Facility:	\$205,557	\$4,506	\$210,063
Small Facility:	\$96,959	\$2,125	\$99,084
Storage or Treatment Facility Permit Application Fee			
Large Facility:	\$116,353	\$2,550	\$118,903
Medium Facility:	\$60,118	\$1,318	\$61,436
Small Facility:	\$32,967	\$723	\$33,690
Standardized Permit Facility Application Fee			
Series A:	\$49,519	\$1,085	\$50,604
Series B:	\$30,915	\$678	\$31,593
Series C:	\$8,237	\$181	\$8,418
Transportable Treatment Unit Permit Application Fee			
Large Unit:	\$116,353	\$2,550	\$118,903
Medium Unit:	\$58,175	\$1,275	\$59,450
Small Unit:	\$25,211	\$553	\$25,764
Facility Postclosure Permit Application Fee			
Large Facility:	\$58,175	\$1,275	\$59,450
Medium Facility:	\$34,908	\$765	\$35,673
Small Facility:	\$15,511	\$340	\$15,851

**Proposed Adjustments
Occupational Lead Poisoning Prevention Fee (\$105190)
2015 Calendar Year**

Exhibit D

NUMBER OF EMPLOYEES:	2014 FEES	PROPOSED FEE ADJUSTMENT	PROPOSED FEES 2015
Category A			
Number of Employees:			
10 to 99	\$310	\$7	\$317
100 to 499	\$622	\$14	\$636
500 or more	\$1,554	\$34	\$1,588
Category B			
Number of Employees:			
10 to 99	\$445	\$10	\$455
100 to 499	\$1,242	\$27	\$1,269
500 or more	\$3,555	\$78	\$3,633