WASHINGTON
DEPARTMENT OF ECOLOGY

WASHINGTON’S GREENHOUSE GAS REPORTING PROGRAM

REPORTING YEAR 2021 FEE SCHEDULE

BACKGROUND

Chapter 173-441-110 WAC establishes the procedure the Department of Ecology (Ecology) uses to set the reporting fee for Washington’s mandatory Greenhouse Gas Reporting Program. This Reporting Year 2021 Fee Schedule sets the reporting fee for reports due in 2022.

Ecology adopted changes to the Greenhouse Gas Reporting Program fee provisions on September 15, 2016. Before the 2016 rule changes, all facilities and transportation fuel suppliers that were required to report or voluntarily reported their greenhouse gas emissions to Ecology were required to pay an annual reporting fee. After the 2016 rule changes, only facilities were required to pay the fee, while transportation fuel suppliers and voluntary reporters were exempted from the fee.

In March 2018, Thurston County Superior Court ruled that parts of the Clean Air Rule are invalid. The Superior Court's ruling prevents Ecology from implementing the Clean Air Rule regulations that cap and gradually reduce emissions of greenhouse gases from major sources of carbon pollution. The ruling also invalidated changes to the Greenhouse Gas Reporting Program, including the 2016 changes to the fee provisions.

This Reporting Year 2021 Fee Schedule conforms with the Superior Court’s rulings and bases the fee on the methodology that existed before the 2016 rule changes. In addition, Ecology has determined at this time to exercise discretion and not charge a fee to transportation fuel suppliers.

WORKLOAD ANALYSIS AND BUDGET DEVELOPMENT

Statute authorizes Ecology to base the annual reporting fee on projected agency costs to administer fee-eligible activities related to the Greenhouse Gas Reporting Program (RCW 70.94.151). Ecology used a workload analysis model to project that the following activities will require approximately 3.9 Full Time Equivalent (FTE) positions in 2022 to implement the 2021 reporting year program by fulfilling the following program functions:

- Information technology maintenance and support
- Technical assistance to reporting community
- Data analysis
- Collaboration with the Environmental Protection Agency and Washington Department of Licensing
- Verification, compliance, and enforcement
- Program administration
Ecology used standardized agency cost estimates to project costs for salary and benefits of those 3.9 FTE positions. Ecology projects the total cost of administering the Greenhouse Gas Reporting Program for the 2021 emissions year to be $534,107.

Facility reporting fee
The fee for facilities reporting greenhouse gas emissions under WAC 173-441-120 after the March 2018 ruling is established by dividing 75% of the total cost for administering the program for the year by the number of projected facilities reporting in that year. Ecology estimates that 153 facilities will report 2021 emissions in Calendar Year 2022. Therefore, the reporting fee for the 2021 emissions year is ($534,107 x 0.75)/153 = $2,618 per facility.

Transportation fuel supplier reporting fee
The September 15, 2016 revisions to the rule removed the fee for transportation fuel suppliers reporting greenhouse gas emissions under WAC 173-441-130. Although the March 2018 ruling indicates that Ecology may charge a fee to transportation fuel suppliers, Ecology is exercising its discretion to not charge that fee. Therefore, the reporting fee for the 2021 emissions year remains $0 for transportation fuel suppliers.

Greenhouse Gas Reporting Program reporting year 2021 fee schedule
Greenhouse Gas Reporting Program fees for the 2021 reporting year are outlined in the table below.

<table>
<thead>
<tr>
<th>Reporting Category</th>
<th>Fee Amount*</th>
<th>Reporting Deadline</th>
<th>Approximate Billing Date**</th>
</tr>
</thead>
<tbody>
<tr>
<td>Facilities required to report to Ecology</td>
<td>$2,618</td>
<td>March 31, 2022</td>
<td>July 15, 2022</td>
</tr>
<tr>
<td>Facilities that voluntarily report emissions to Ecology and transportation fuel suppliers</td>
<td>$0</td>
<td>March 31, 2022</td>
<td>NA</td>
</tr>
</tbody>
</table>

* If a reporter has multiple facilities, then it must pay a separate fee for each facility that reports.

** Approximate billing dates are an estimate only and subject to change. Fees must be paid within 60 days of receipt of the billing statement. A late fee surcharge of 10% will be applied to any fee received more than 90 days past the due date.

More information
More information about the Greenhouse Gas Reporting Program, including fees, who is required to report, and other information is available on Ecology’s website or by contacting Emily Bruns at 360-407-6814 or ghgreporting@ecy.wa.gov.

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1 We are basing fees charged to facilities on 75% of our costs rather than 100% of our costs per the methodology established in the pre-2016 version of the rule. Ecology has determined at this time to exercise discretion and not charge the 25% fee to transportation fuel suppliers.