Page 1 of 43

Clearinghous	se Rule Number: 07-029		Hearing Location: Mailed	in (location presentations begin on page 31)
Rule Number	r: Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 an	
Relating to: I	Flammable, Combustible and	Hazardous Liquids	· · · · · ·	-
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response
1	Erin Roth	1a. Overall, supports the proposed chapter Comm 10) rules.	1a. Support is noted.
	 In Kohn Wisconsin Petroleum Council Madison, Wisconsin Ib. Comm 10.400 (3): Believes secondary containment of underground piping should not be mandated, because it has drawbacks that include (1) corrosion of both primary and secondary pipe may be promoted by trapped moisture condensing in the interstitial space, and (2) inspection and maintenance of the primary piping is adversely impacted, if not prevented, by the presence of the secondary containment. Ic. Comm 10.400 (4): States terminals typically have a combination of underground and aboveground piping runs for the same line – which is quite different from airport hydrant systems that are typically all underground. States leak tests on these combination piping systems are not accurate, because of the varying temperatures that result from the different aboveground and underground ambient conditions. 		at include (1) corrosion of by trapped moisture n and maintenance of the	1b. The rule text has been revised to not require secondary containment for underground piping that is evaluated and maintained in accordance with API Standard 570, by organizations that maintain or have access to an authorized inspection agency, a repair organization, and technically qualified piping engineers, inspectors and examiners, all as defined in API 570.
			1c. The rule text has been revised to accept in- service evaluations for piping that are performed in accordance with API Standard 570, by organizations that maintain or have access to an authorized inspection agency, a repair organization, and technically qualified piping engineers, inspectors and examiners, all as defined in API 570.	
		1d. Comm 10.420 (2): States dike liners have been shown to be unreliable, as in API Publication 341. Believes that rather than spend money on unreliable measures to contain releases, it is more effective to (1) conduct a good tank-inspection-and-maintenance program, as addressed in API Standard 653; and (2) install engineered systems, such as high-level alarms, to prevent the releases from occurring.		1d. The proposed rules for earthen or masonry dike systems have been changed to require submittal of reports of the inspections that are required by API 653 or STI SP001; and to require overfill protection in accordance with NFPA 30 section 21.7.1 for existing tanks within an earthen or masonry dike system, if new tanks are installed
2	Joe Mentzer, P.E. Northern Environmental Mequon, Wisconsin	2a. Comm 10.050 (61): States this definition of "liquid" specifies a minimum viscosity for materials that can be considered liquids – but does not specify an upper limit for viscosity, and therefore could be interpreted to include gases as well as liquids, which is not the intent of the corresponding law.		2a. Although this has not been a point of confusion to date, the definition has been changed to exclude materials that have a vapor pressure of greater than 40 pounds per square inch at 100°F, which is consistent with NFPA 30.
		2b. Comm 10.420 (1) (b): Believes this section exem- liquids from having secondary containment, which d federal requirements. Suggests changing this section these tanks to have "appropriate containment and/or a discharge," as is federally required in 40 CFR 112. very large tanks in this category, and a failure could	iffers from corresponding so that it instead requires discharge structures to prevent 7 (c). States there are some	2b. Agree that federal requirements may apply that are more restrictive than Comm 10. Since those requirements are not enforced by the Department, an informational Note has been added to this section, for alerting a reader to those requirements.

Page 2 of 43

Clearinghous	se Rule Number: 07-029		Hearing Location: Mailed	in (location presentations begin on page 31)
Rule Number	r: Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 an	d May 2 and 3, 2007
Relating to: I	Flammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response
		10 ⁻⁶ centimeters per second" would inappropriately allow dike systems to consist		2c. This phrase has been changed to read "clay material having a permeability of no faster than 10 ⁻⁶ centimeters per second."
		2d. Comm 10.420 (2) (d) 2. Believes the clay dike li suitable for single-wall tanks – rather than only tanks includes interstitial monitoring, as this section current	s with a double bottom that	2d. The proposed rules have been changed to allow using a clay dike liner with new single-bottom tanks that are constructed to ensure that any leaks from the bottom will drain to a conspicuous location and be contained there.
3	Joan Pape Wisconsin Petroleum Equipment Contractors Association, Inc. Blue Mounds, Wisconsin	3. Comm 10.500: Supports the proposed changes relating to US-EPA Standards. Strongly supports the Department's proposed adoption of the EPA Standard that requires secondary containment on underground storage tanks and lines. States this adoption would provide provisions to prevent leaking underground storage tanks. Believes this would be better than an alternative of having to determine financial responsibility, which would need to include provisions for cleaning up leaks from tanks.		3. Support is noted.
4	Tiffany Goebel, PE, CHMM Midwest Airlines, Inc. Oak Creek, Wisconsin	and believes they represent standards which are both	4a. Comm 10.517 and 10.650: Supports the regulations proposed in these sections and believes they represent standards which are both protective and feasible for the unique design and operational issues associated with airport hydrant fueling	
		4b. Requests revising several other sections to more hydrant fueling systems are not subject to the same s general aboveground or underground storage tank pi Comm 10.500 (1) (b), for secondary containment, ex hydrant systems except any included underground st provided in Comm 10.517 for leak detection; and (2 hydrant systems from the definition of "underground Comm 10.050 (126) (b), the definition of "abovegro Comm 10.050 (1), the definition of "pipe" or "piping the definition of "pipe system" or "piping system" in	standards as are applied to ping – for example, (1) in keept all portions of these orage tanks and except as) specifically exclude these I storage tank system" in und storage tank system" in g" in Comm 10.050 (80), and	4b. The definition in Comm 10.050 has been changed to define these hydrant systems as not being part of an aboveground or underground storage tank system, and the rule text in 10.500 (1) (b) has similarly been changed to exempt them from the secondary containment requirements in Comm 10.500. Both of these changes are consistent with USEPA criteria. The remaining Comm 10 requirements for these systems, such as the leak detection requirements, are likewise consistent with the USEPA criteria.
		4c. Suggests clarifying Comm 10.130 to indicate tha leak rates for hydrant systems will be established as lieu of the requirements in Comm 10.130.		4c. Comm 10.130 includes performance requirements and corresponding documentation for leak detection equipment that are needed in

Page 3 of 43

Clearinghouse	e Rule Number: 07-029		Hearing Location: Mailed i	n (location presentations begin on page 31)
Rule Number	: Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendati	ons	Agency Response
		 4d. Believes the proposed rules do not contemplate use tanks" in the commercial aviation environment. Such t timely removal of jet fuel for aircraft maintenance, and aircraft immediately thereafter. Under the proposed ru classified as "tank wagons" or "moveable tanks" and infeasible and/or extremely burdensome requirements of no more than 24 months, prohibited indoor operatio responsibility provisions. Requests modifying Comm 10.610 to allow operation "moveable tanks," and "tank vehicles" at commercial a permanent basis, and indoors (if adequate fire protectio allow for ongoing defueling and refueling of aircraft the maintenance. Requests expanding Comm 10.900 (2) to exempt these financial responsibility requirements in subchapter VII Alternately, suggests expanding the rules to include a associated regulations for "defuel/refuel tanks," which appropriate operation of such equipment. Offers to pro- information regarding defuel/refuel operations, a demo operations, and further details as to possible specific, r proposed rules. 	anks are needed for safe and d for return of that fuel to the les, these tanks may be could be subject to several – such as temporary service ns, and substantial financial n of "tank wagons," aviation facilities on a on systems are in place) to nat are undergoing aircraft se tanks from all of the II. a separate definition and could address the ovide additional technical onstration of those	 combination with the criteria for hydrant systems in Comm 10.517. However, the rule text in Comm 10.130 (2) (a) has been revised to address unique applications such as these, and an informational Note has been added to Comm 10.517 (4) to clarify that a designer of an airport hydrant system who does not have a financial interest in the airport may be considered to be the independent third party that is required in Comm 10.130 (3). 4d. An informational Note has been added to the definition of service tanks to clarify that these small refueling tanks are considered service tanks and are therefore not regulated by Comm 10 – if they are typically not moved from one site to another and are operated in a commercial aviation environment by employees of an aviation service company under aviation service protocols and monitored situations, such as in facilitating other maintenance. The informational Note under Comm 10.020 (6) that refers to other Department codes which may address the tanks that are not regulated by Comm 14 – the Wisconsin Fire Prevention Code.
5	Donald P. Gallo, Esq., P.E. Wisconsin Petroleum Marketers & Convenience Store	 5a. Agrees with many of the proposed changes. 5b. Believes the proposed rule is very complex; and th numerous, including several hundred pages of regulati the typical service station owner to comprehend the ru 	ons. It will be difficult for	 5a. Agreement is noted. 5b. Agree that storage and dispensing of flammable and combustible liquids is regulated extensively. However, the regulations are commensurate with

Page 4 of 43

Clearinghouse	e Rule Number: 07-029		Hearing Location: Mailed i	n (location presentations begin on page 31)
U	Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 an	
	ammable, Combustible and		Ui	· · ·
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendat	ions	Agency Response
	(WPMCA) Madison, Wisconsin	This complexity is further exacerbated by the fact that incorporates over 60 external referenced standards con thousand additional pages of regulations and standard to expect the regulated community, the majority of wh owners, to purchase these referenced standards (at a co dollars) and to be able to read and understand them.	nsisting of at least a few ls. Believes it is unreasonable nich consists of single-station ost of several thousand ed regulations and their ty, the comment period and ate to provide constitutional ommunity. For example, even knowledgeable leadership, MCA to solicit meaningful gulations on the general tailed assessment of what the ate prepared by Commerce.	the high fire safety and environmental contamination threats posed by the widespread and pervasive use of these liquids. The extensiveness of the proposed rules partly arises because these rules have not been substantially updated in 16 years, despite ongoing, substantial changes in federal requirements, national standards, and industry practices. Owners and operators who are not familiar with the requirements may want to, and often do, rely on industry professionals or Department staff for assistance. The proposed rules have been changed in several places to be more clear, especially where misinterpretation of retroactivity has resulted in overestimating the operational or financial impacts, and a summary of significant retroactive requirements will be posted on the Department 's Web site. See response 5k on page 8, which addresses the standards that are referenced in Comm 10. The Department held numerous meetings with industry representatives, including WPMCA, throughout the 7-year period of developing the proposed rules. Over a month in advance of the deadline for submitting Hearing comments, the Department gave WPMCA detailed identification and description of the changes that were made to achieve the Hearing draft, after the previous draft was circulated in December 2006.
		5c. Is very concerned with both current and proposed requirements. For example, many of the proposed rev- ostensibly implementing as a result of the federal Ene contain retroactive requirements even though the Act retroactive requirements. Mandating provisions that ex- unnecessarily increases the cost to comply, especially to comply with retroactive requirements. States these	isions that the Department is rgy Policy Act of 2005 itself does not contain xceed federal requirements where retrofitting is required	5c. Current and proposed Comm 10 adopt National Fire Protection Association standards that have elements which are more restrictive than federal requirements because those standards and Comm 10 address fire safety that is beyond the scope of those federal requirements. Except for secondary containment at dispenser sumps and auto-shutoffs

Page 5 of 43

Clearinghouse	e Rule Number: 07-029		Hearing Location: Mailed	in (location presentations begin on page 31)
	: Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response
		of motor fuel greater for all consumers and will wide between marketers in Wisconsin and those in other s		for overfills, the new requirements in the proposed rules generally would not apply until replacements or upgrades occur, and are therefore not retroactive. Typically under Comm codes, equipment and facilities must be maintained in accord with the rules they are constructed under; and replacements, alterations, and upgrades must comply with rules in effect at that later date. As described in the rule analysis that accompanies the rules, adjacent States have or are soon adopting similar, rather than less restrictive rules relating to the 2005 Energy Policy Act.
		5d. Believes many of the proposed changes have pot costs to comply, in many cases with little or no envir among these are the proposed requirements for provi sumps for dispensers and submersible pumps, and th synthetic liners on certain forms of secondary contai comply with these requirements will present a massi petroleum marketers, most of whom are small busined will be especially acute on single-station owners, wh stations in the state and who have limited resources to requirements.	conmental benefit. Chief iding secondary containment ie requirements to provide nment. Believes the costs to ve financial burden on ess owners. States the impact to own the majority of service	5d. The proposed rules have been changed in several places where misinterpretation of retroactivity has resulted in overestimating the financial impacts. Except at dispenser sumps, the new secondary-containment requirements in the proposed rules generally would not apply until replacements or upgrades occur. For dike liners, see response 5y on page 12. Where requirements newly apply, the environmental benefits typically relate to reducing the potential for costly, future contamination of groundwater. For example, USEPA data indicate over 34% of releases from components for UST systems occur where connections are made in piping and at dispensers. Installing containment sumps will allow for detection of leaks, and repair of piping- or component-connection failures before a significant, costly environmental release occurs. In addition, some of the new requirements are directed at fire prevention and fuel quality, which may have little or no environmental benefit. No substantiated cost data was submitted to support the claimed financial burden.

Page 6 of 43

Clearinghouse	e Rule Number: 07-029		Hearing Location: Mailed i	n (location presentations begin on page 31)	
¥	: Chapters Comm 2, 10, 47	and 48		Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and	Hazardous Liquids	· · · · ·		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response	
		5e. States bulk and terminal petroleum storage facilities would also be significantly impacted by the proposed rules – for example, the proposed secondary lining requirements for new tanks would be cost-prohibitive to achieve and would likely result in the closing of several important and limited petroleum storage facilities (effectively reducing critical secondary petroleum storage capacity). Believes these lining requirements would almost certainly limit the development of new storage capacity for both petroleum-based and bio-based fuels, which would further limit supply and impair the Governor's biofuels initiative by discouraging the installation of the necessary storage infrastructure to carry out this initiative.		5e. See response 5y on page 12, which addresses the secondary lining. Also, the secondary lining required in the proposed rules has been required by chapter Comm 10 since 1991. The proposed rules include new options relating to that requirement.	
		anodes for previously approved cathodic protection s storage tanks should be excluded from plan-review r	5f. Comm 10.100 (1): Believes replacement of, or modification of, sacrificial anodes for previously approved cathodic protection systems on underground storage tanks should be excluded from plan-review requirements. This is a relatively simple, routine maintenance activity that does not warrant the time and		
		5g. Comm 10.100: Believes plan approval should be automatically granted if the reviewer has not acted on the plans within 15 days of receipt or within some other reasonable time period. Such a provision is successfully used in several WDNR permitting programs and would help to provide certainty to the plan review process. At a minimum, the process of automatic approval after a defined period of time has expired should be available for relatively routine activities such as replacement of sacrificial anodes on cathodic protection systems and many other routine installations or modifications.		of the CP designer and installer. 5g. Disagree that plans are not acted on within 15 days of receipt, and that automatic approval is then needed. In addition, the Department's review is too integral to public safety to rely instead on automatic approvals. Under the current and proposed Comm 10, the Department is required to review and make a determination on an application for approval within 15 <i>business</i> days of receiving the required information and fees. In a search back to December 1997, the Department could find no plan submittal that exceeded that 15-day time period. The plan submittal tracking process includes a 12-day flag as a mechanism to assure that the review time period is	

Page 7 of 43

Clearinghous	e Rule Number: 07-029		Hearing Location: Mailed	in (location presentations begin on page 31)
	: Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response
				maintained. The typical time from the date that a plan has been received by the Department until it is reviewed is 6 to 10 <i>calendar</i> days. The Department also has a Web site where contractors can track the progress of the review process for individual plan submittals.
		5h. Comm 10.100 (2): Recommends initiating electr Businesses are increasingly using computers for com recordkeeping. Electronic plan submittal would grea file management efforts, reduce costs for all concern process for the regulated community. To eliminate a has regarding uniformity of electronic plan submissi form on its Web site to be used to electronically tran plan review (e.g., applicant information, type of plan provide a means on the form for uploading plans in a format (e.g., PDF) to ensure uniformity in plan subm	numication and tly reduce paperwork, reduce ted, and speed the approval ny concerns that Commerce ons, Commerce could set up a asmit information required for a review requested) and could a universally compatible	5h. Preliminary efforts with contractors to accommodate electronic submittal of plans indicate that a variety of corresponding software programs are currently in use. Purchasing and maintaining all of the programs, and purchasing the needed printers, would be costly – which would likely increase the submittal fees – and initiating these submittals is not a high priority for the contractors. Electronic-based forms are available on the Department's Web site, but where a signature is needed on a form, the form currently must be mailed in.
		5i. Comm 10.115 (3) (a) 2.: Recommends restricting situations where there is an immediate threat to hum For example, the proposed rule allows immediate sh do not have cathodic protection installed as required requires sacrificial anode systems to maintain negati resistance, but sacrificial anode systems that are oper likely providing at least some level of beneficial cath situation would not truly represent an "immediate" to 10.520 allows owners a period of 60 days to investig not meet the minimum resistance. To eliminate this it to only allow red-tagging of a tank system with deficit fails to cure the problem within the allowable repair accomplished by moving such cathodic protection de shutdown" to "shutdown after continued violation." this code section so that it reads as follows: "Tank sy leak detection, corrosion protection or spill and over required under this chapter. [Emphasis added.]"	an health or the environment. utdown of tank systems that under Comm 10. Comm 10 ve 850 millivolts minimum rating below this level are nodic protection, so this hreat. Furthermore, Comm gate and repair systems that do inconsistency, revise the code cient resistance after the owner period. This could be eficiencies from "immediate Alternately, insert "any" in systems that do not have <i>any</i>	5i. The rule text authorizes immediate shutdown of tank systems that do not have corrosion protection "installed" – so immediate shutdown is <i>not</i> authorized where corrosion protection is installed but operating improperly. An informational Note has been added to further convey this difference.

Page 8 of 43

Clearinghous	e Rule Number: 07-029		Hearing Location: Mailed	in (location presentations begin on page 31)
Rule Number	: Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 an	
Relating to: F	lammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response
		5j. Comm 10.115 (2) (b) 2. and 3.: Understands insta notify Commerce five days prior to installing a pipel inspector to be on site; and a minimum of three inspec (pre-construction, line tightness testing and pre-comm having the contractor schedule the inspector to be on project would slow the project down and ultimately in Recommends (1) reducing the five-day prior notice to requirement for the pre-construction and line tightne having a five-day notice requirement only for final p where the line tightness test results are provided to the scheme state of the pre-construction and state of the provided to the provided to the provided	line and/or tank, to schedule an ections would be required missioning start-up). Believes a site three times during the increase project costs. requirement to simply a notice ess testing meetings, and (2) pre-commissioning inspection,	5j. All of these requirements are currently in chapter Comm 10. Contractors appear satisfied with them and may be opposed to any of the recommended changes. For example, the pre-construction meetings were started in response to input from contractors about costly communication problems. Feedback from contractors indicates the meetings have improved communications and expectations between contractors and inspectors. The meeting only applies to installations where underground tanks or pipe are being installed. All of the subject site visits are scheduled and performed when the contractor is on the site and in the process of tank installation. The minimum system inspection points are (1) soap test, (2) pipe test and (3) pre- operational final inspection. There is no slow down to the project, or negative impact on construction costs. Instead, costs originating from non- compliance corrections or from misunderstandings are significantly reduced.
		5k. Estimates over 60 outside standards are either dir in the proposed code, and states the adoption of those unacceptable burden on the regulated community. St excessive volume of regulation that even the most sc owner/operator can neither comprehend nor afford (i owner/operator thousands of dollars to purchase cop standard). Although one of the intents of the new coc code adds even more reference documents to Comm Compendium. Believes requiring tank owners and op understand this volume of outside referenced standar 99.9% of all regulated parties. Suggests clearly writi code and only using incorporation by reference for th standards, such as those by PEI, APT, and NFPA.	e standards by reference is an tates this adoption results in an ophisticated tank it would cost each ies of every referenced de was simplification, the new 10, as well as an 86-page perators to locate, obtain and rds is an impossibility for over ing all requirements into the	5k. Standards and recommended practices exist in many industries, and represent best practices through the sharing of experiences and knowledge from an assortment of qualified professionals. Such documents are part of a body of knowledge used by manufacturers, distributors, installers, owners, regulators and service providers alike to achieve certain goals or events in a satisfactory manner. Federal UST regulations require that industry codes and standards be followed for design and construction of all UST systems, including protection from corrosion, and for upgrading, repairing and closing USTs. The proposed rules would eliminate 7 currently adopted standards, update 7 standards to their current edition, and add

Page 9 of 43

Clearinghous	e Rule Number: 07-029		Hearing Location: Mailed i	n (location presentations begin on page 31)
	: Chapters Comm 2, 10, 47 a	and 48	Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and l	Hazardous Liquids	× •	
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendat	ions	Agency Response
				25 new standards. The majority of the 63 directly referenced standards apply to engineering- and contractor-related functions. Many of the standards apply to specific, narrow applications, and will likely not be used by owners and operators. For example, a corrosion protection standard (RP 0169- 96) addresses design of sacrificial-anode systems for underground steel tanks, and that standard would be used primarily by the designers of those systems. Eight of the referenced standards apply directly to the operational function of the WPMCA constituency who are marketers; one standard applies directly to WPMCA constituency with delivery trucks; and one standard applies directly to WPMCA constituency with bulk plants. In contrast, the <i>International Building Code</i> [®] and the <i>International Energy Conservation Code</i> [®] , which apply to commercial buildings in Wisconsin through chapters Comm 61 to 65, directly reference over 500 industry standards. Copyright laws generally prevent reprinting the standards in the code.
		5L. Comm 10.230 (8) (b): Opposes the proposed requise secondary containment systems be maintained free of prefer the tanks sumps to be free of liquids, the reality manufactured in the past did not prevent precipitation would be a significant expense for owners to replace to precipitation in these cases. Suggests that instead of r the owner/operator to periodically collect and manage from the sumps after a period of precipitation. 5m. Comm 10.240: Recommends certifying persons a lining services, based on owner/operator experiences	liquid. While most owners is the design of the sumps from entering the sumps. It he existing sumps to exclude eplacing these sumps, allow for disposal of the water nd firms that provide spray	 5L. The rule text is not intended to require the referenced replacement, and has been changed to more clearly convey that (1) sumps and secondary containment systems must be inspected at least monthly, and any liquid or debris which is present then must be removed; and (2) any deficiencies that allow for liquid release or water intrusion must be repaired or corrected. 5m. The Department's credential rules already require a certified tank system liner to perform or
		within one year after application because of poor appl reasons, recommends requiring these linings to underg process.	ication technique. For similar	supervise lining or relining of underground tanks, which must be in compliance with detailed application practices in API 1631, and the firm must

Page 10 of 43

Clearinghouse	e Rule Number: 07-029		Hearing Location. Mailed i	in (location presentations begin on page 31)	
	Chapters Comm 2, 10, 47	and 48		pril 30 and May 2 and 3, 2007	
	lammable, Combustible and				
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response	
				be registered. Newly adopted credential rules provide suspension and revocation penalties for failing to maintain or submit accurate records and reports, which are required in proposed section 10.530. Experience indicates that failures of linings result from improper application and from the difficulty of inspecting in such confined spaces, rather than from inadequacies of materials.	
		5n. Comm 10.310 (3) (b): States experience has show corrode, and the purpose of not requiring costly tight oil tanks is to avoid making the continued use of hea Recommends extending the exemption for residentia 1,100-gallon capacity to all heating oil tanks of less Many small businesses also have small heating oil ta between a heating oil tank used for residential versus Recommends not limiting this exemption to tanks in very least, the exemption should apply to tanks insta of this code revision because newer tanks have even than older tanks.	tness testing on small heating ting oil cost-prohibitive. al heating oil tanks of less than than 1,100-gallon capacity. mks, and there is no difference s business applications. stalled before 1999 – at the lled prior to the effective date	5n. Disagree. Residential heating oil tanks which were installed prior to October 29, 1999, and which have a capacity of less than 1,100 gallons are exempt from tightness testing only because that exemption is mandated by section 101.09 (2) (cm) of the Statutes. As of July 31, 2007, the Department's Petroleum Environmental Cleanup Fund Award (PECFA) program had reimbursed 1,287 claims for cleanup of discharges from home heating oil tanks, at a cost of over \$7 million.	
		50. Comm 10.400 (1) (c): Recommends referring to industry" for Class IIIB tank construction, instead of listed or shall be acceptable to the department."		50. No standard specifications, such as from API, NFPA, PEI or STI, have been submitted for this tank construction. The recommended reference would be more ambiguous than the rule text in Comm 10.400 (1) (c), and this rule text provides flexibility to the Department for accommodating alternate designs.	
		5p. Comm 10.400 (2) (b) 4.: Suggests changing the r inches above grade, for tanks subject to corrosion, to		5p. The rule text has been changed to allow a distance of greater than 12 inches, where structural fire resistance is provided that complies with NFPA 30 section 22.5.2.4.	
		5q. Comm 10.400 (3) (a): Requests a definition of "monitoring," for secondary containment that would be replacement piping is installed.	be required when new and	5q. The rule text has been changed to define non- discriminating as detecting any liquid, without discriminating as to the type of liquid.	
		5r. Comm 10.400 (3) (b): States no definition is prov there is no electronic leak detection or volumetric lea		5r. The vapor-tight requirement is intended to apply to the material from which the secondary	

Page 11 of 43

Clearinghouse	e Rule Number: 07-029		Hearing Location: Mailed i	n (location presentations begin on page 31)	
Rule Number:	Chapters Comm 2, 10, 47	and 48		Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and	Hazardous Liquids			
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommend	lations	Agency Response	
			detect below 0.05 gph for vapor leaks. Believes the requirement in this section to have vapor-tight containment would necessitate enhanced vapor leak detection, and it has the potential to result in significant compliance costs.		
		 5s. Comm 10.400 (3) (c) and (d): Believes these requirements would apply only to aboveground storage tank (AST) systems used for fueling, and they seem to imply that for terminal and bulk plants, anywhere a pipe goes from underground to aboveground, that area of piping has to be placed in a sump. Suggest either moving these two items into a separate section dealing solely with fueling operations, or delete them. 5t. Comm 10.400 (4) (c): Recommends not requiring terminals to install isolation valves in piping runs, because most terminals can "blank" a line for testing. Recommends applying the leak-detection requirements in this section only to systems with 50% or more of their piping runs underground. 5u. Comm 10.400 (5) (c): Recommends clarifying that use of saddle supports for horizontal , cylindrical tanks is consistent with and meets the intent of enabling the 		5s. Agree. The rule text has been revised to more clearly require a secondary containment sump only when newly installing piping transitions from underground to aboveground.	
				5t. The rule text has been revised to accept in- service evaluations for piping that are performed in accordance with API Standard 570, by organizations that maintain or have access to an authorized inspection agency, a repair organization, and technically qualified piping engineers, inspectors and examiners, all as defined in API 570.	
				5u. The rule text has been changed to not require visibility of the shell where the shell is in contact with its support.	
		ensuring that releases due to spilling or overfilling d	5v. Comm 10.410 (1): States that although all owners and operators have a goal of ensuring that releases due to spilling or overfilling do not occur, this is an impossible standard to meet. Recommends instead requiring owners and operators		
		5w. Comm 10.410 (7) (b): Believe owners who have recently installed a catch basin of less than five gallons for an AST – in compliance with the current code – should not be required to now install a catch basin of at least five gallons (at a cost of approximately \$150). Recommends either deleting the retroactive aspect of this section, so that the five-gallon minimum size would apply only to catch basins installed after the effective date of the proposed rule, or applying the requirement retroactively only to affected tanks that do not currently have a catch basin.		5w. The 5-gallon minimum is not intended to apply retroactively, and the rule text has been changed to more clearly convey this intent.	
		5x. Comm 10.410 (10) (a) and (b): Strongly recomm requirement that allows tank owners to choose either shut-off overfill prevention device. States the cost to automatic shutoff device proposed in this section we	er a visual, audible or automatic o instead equip a tank with the	5x. NFPA 30 requires overfill prevention for tanks. This section was written at the request of the industry to provide clarification and to address criticism that the former overfill requirement and	

Page 12 of 43

Clearinghouse	e Rule Number: 07-029	Η	Hearing Location: Mailed i	n (location presentations begin on page 31)
Rule Number	: Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 an	d May 2 and 3, 2007
Relating to: F	lammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendation	ons	Agency Response
		does not include the costs of audible or visual devices, w Many new AST tank installations would need an electri electronic components to meet these requirements, incre Believes this section would apply to all ASTs, even tho indicates that application was not intended.	cal source and new easing costs even more.	national standard did not take into consideration the various delivery practices and logistics that occur – and in many situations inspectors were not uniform in compliance expectations, and often the inspector requirement was excessive. The proposed language makes it clearer what is minimally acceptable, than the language of the current requirement. For example, a 1,000 gallon AST that is filled via a hand-held nozzle is only required to have a product- level site gauge. A tank in a basement must have an audible and visual signal to the delivery driver who is outside the building. The requirement for automatic shut-off is required only for tanks that are filled via a tight fill, which are the larger tanks that either are too tall for manual filling and/or are filled by high capacity transfer. Economical overfill alarms powered by 9-volt batteries have been in use for many years. A visual device is a site gauge that indicates product level based upon a float mechanism. Tanks that are addressed under Comm 10.615 are required by Comm 10.615 (5) (m) to comply with the spill and overfill requirements in Comm 10.410.
		 5y. Comm 10.420: Asserts that the requirement to instate poured concrete has the potential to close several bulk is in the state. Given that no new terminals and few bulk is built in the state within the last 15 years, this would have effect on motor fuel supplies in the state, and would in higher prices to consumers. Believes the requirement that only synthetic liners or used would be extremely onerous for operators of bulk storage tank farms. The required installation of a synthese secondary containment areas at tank farms – when trigg as adding a new tank to the existing containment area – in many circumstances, and cost-prohibitive in nearly as 	plant and terminal facilities plant facilities have been ve an extremely negative all likelihood result in even poured concrete could be plants with aboveground etic liner within existing gered by an upgrade, such - is technically impossible	5y. This requirement for synthetic liners or poured concrete is intended to apply only to new dike systems rather than to both new and existing dike systems, and therefore the referenced upgrading of existing tanks would not be required. The rule text has been changed to more clearly convey this intent. The proposed rules have also been changed to provide additional options for installing new tanks within existing or new dike systems and for expansion of existing dike systems. These options include allowing existing dike systems to be extended with similar materials, and allowing use of

Page 13 of 43

Clearinghouse	e Rule Number: 07-029		Hearing Location: Mailed i	n (location presentations begin on page 31)
	Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 an	
	ammable, Combustible and			
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response
		example, tanks at bulk plants can be as large as one to 140 tons. Estimates that the effort to jack up a tan place a liner under it would be cost-prohibitive. Believes that because of the amount of equipment to the tank and the extreme weights involved, the integ likely be compromised during installation, resulting Synthetic liners can also be damaged and lose their i where a service vehicle could enter, as pointed out b <i>Aboveground Storage Tanks</i> , McGraw Hill, 1997. C circumstances as it is self-healing. Clay has been a p decades and should not be banned. States the revised code should provide for the inclu for AST secondary containment, as these systems can secondary containment function as poured concreted much less expensive for owners and operators to ins the proposed rules would allow clay liners in certain placed on that use guarantee that clay can never be u double bottoms and interstitial monitoring can be pla- containment areas. This would require upgrading ev- containment dike to a double-bottom tank before cla the permeability restrictions are overly conservative of secondary containment dikes. States that notwithstanding the crippling effect that on the industry, the requirement may not be justified protection standpoint. Secondary containment is not for any significant period of time; it is meant only for spilled liquids until appropriate response can be take remove the spilled liquid (per the EPA definition un- for synthetic liners transforms this temporary-contai permanent-containment requirement, which is over- Facilities already must comply with NFPA 30 requir ASTs. Furthermore, existing ASTs that have the pot U.S. (nearly all aboveground tanks in Wisconsin) are secondary containment under the federal SPCC requires existing regulations already provide sufficient regular	k of this size and to attempt to that would be necessary to lift rity of the liner would most in an essentially useless liner. Integrity in any application by Phillip Meyers in his book clay works better in such proven effective barrier for asion of clay or asphalt liners in provide just as effective of a or synthetic liners, and are tall and maintain. Although a situations, the conditions used. First, only tanks with aced in such secondary ery tank within a secondary ay could be used. Furthermore, given the temporary function at this requirement would have a from an environmental meant to hold spilled liquid or temporary containment of en to stop the release and der SPCC rule). The proposal nment function into more of a burdensome and unnecessary. rements for diking around ential to impact waters of the e already required to have tirements. Believes that the	a clay dike liner with new single-bottom tanks that are constructed to ensure that any leaks from the bottom will drain to a conspicuous location and be contained there. The Department has found that clay liners, by themselves, are not adequately effective. As of July 31, 2007, the Department's PECFA program had reimbursed 882 claims for cleanup of discharges from aboveground tanks, and 28 claims for cleanup of discharges from terminals, at costs of over \$141 million and \$14 million, respectively. However, the proposed rules do not ban use of clay liners, and the additional options referenced should accommodate continued installation of clay liners. The 10 ⁻⁶ permeability standard is commonly used for earthen containment throughout the country, including in Michigan and Minnesota. Requiring this impermeability for 35 years is not intended for containing a leak for that entire time period, but instead is intended to result in having an adequate barrier in place if a leak occurs later in the life of a dike system. The federal Spill Prevention and Control Countermeasure (SPCC) regulations only address threats to surface waters, and under section 101.09 (3) (a) of the Statutes, the proposed rules must protect Wisconsin's groundwater as well. "Sufficiently impervious" for surface water protection has not always proven to be sufficient for groundwater protection, as evidenced by the PECFA claims cited above. See comment and response 1d on page 1.

Page 14 of 43

Clearinghouse	e Rule Number: 07-029	Неа	ring Location: Mailed in	(location presentations begin on page 31)
Rule Number	Chapters Comm 2, 10, 47	and 48 Hea	Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and	Hazardous Liquids	× ·	•
Comments:	Presenter,			
Oral or	Group Represented,	Comments/Recommendations		Agency Response
Exhibit No.	City and State			
		containment of ASTs, and the proposed requirement to pro-	ovide liners to secondary	
		containment areas when either a new tank is added to an e		
		upgrade requirement is otherwise triggered is unreasonable	e and duplicative, given	
		regulations already in place.		
		Believes that clay or asphalt liners can be just as effective		
		containment as synthetic liners, and at a price that is signif		
		reasonable than synthetic liners. Furthermore, the vast maj terminals in Wisconsin already utilize clay liners in their e		
		because the use of clay is specified in the SPCC rule as an		
		secondary containment. EPA requires that the floor and w		
		containment systems be "sufficiently impervious" to conta		
		stored in the associated tank(s). EPA does not specify perr		
		time performance standards, but instead requires that a Pro-		
		design the system, and gives the certifying Professional En		
		determining how best to design the containment system to		
		SPCC rules require that the SPCC Plan for a facility conta description of how secondary containment is designed, im		
		maintained to meet the standard of sufficiently impervious		
		Asserts that EPA has also stated that in certain geographi		
		soil (e.g., clay) may be determined as sufficiently impervio		
		Engineer. States this point is well taken in southeastern W		
		number of bulk-plant tanks and terminals are located and	where the local geology	
		generally consists of over one hundred feet of clay soils. T		
		unreasonableness of not allowing for consideration of site	specific factors in	
		designing secondary containment systems.		
		Recommends adopting a standard similar to EPA's in de		
		an adequate secondary containment system. This approach		
		specific design of secondary containment systems by Profestengineering practices, instead of implementing prescription		
		are neither cost-effective nor based on site-specific factors		
		also greatly simplify compliance for operators of tank farm		
		already comply with the SPCC rules. A requirement for di		
		containment standards under Comm 10 versus the federal		
		would create confusion and is not justified by science or en		

Page 15 of 43

Clearinghouse	Clearinghouse Rule Number: 07-029			Hearing Location: Mailed in (location presentations begin on page 31)	
Rule Number:	Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 and May 2 and 3, 2007		
Relating to: F	lammable, Combustible and	Hazardous Liquids			
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response	
		facilities, and that if no allowance is made for clay life facilities be forced to close, but motor-fuel secondar	Believes that the clay liner issue is critical to the future of bulk fuel storage facilities, and that if no allowance is made for clay liners, not only will several facilities be forced to close, but motor-fuel secondary storage capacity in the state will materially decrease over time, resulting in higher fuel cost fluctuations for consumers		
		5z. Comm 10.420 (2): States the reference to ACI 35 concrete walls for dike systems. Recommends remove this standard is already referenced in the code, in sec	ving this reference because	5z. The rule text has been changed to more clearly apply this standard only where concrete is used. Although the standard is adopted in section Comm 10.200, and applied in Comm 10.210, this reference in Comm 10.420 (2) is desired for improving the readability of the code, by specifically showing where to apply the standard.	
		5aa. Comm 10.420 (2) (b): Believes that the language requiring walls on a secondary containment system be constructed of earth, solid masonry, steel, pre- cast concrete, or engineered poured concrete may preclude use of an alternative material which could be considerably cheaper to construct, and just as effective. Requests modifying the language to allow for alternative materials, such as clay, for the dike walls.		5aa. The rule text has been changed to allow use of these alternative materials.	
		5bb. Comm 10.420 (2) (i): Recommends also not apprequirement beneath new tanks that sit directly on the covered with stone.		5bb. The rule text has been changed to not apply this requirement where a liner is covered with any earthen material, including stone.	
		5cc. Comm 10.420 (5): States this requirement goes requirement to have containment at loading racks, an apply only to areas with loading racks.		5cc. Section 101.09 (3) (a) of the Statutes requires the Department to protect all waters of the State from these liquids, not just at loading racks.	
		5dd. Comm 10.430: Recommends exempting termir dikes at terminals are designed for vehicle entrance.		5dd. The vehicle-collision protection in this section would be required only where vehicle impact "is likely to occur." An informational Note has been added to illustrate that the Department does not consider such impact is likely to occur at a terminal where roadways are clearly defined, access is restricted to authorized personnel, and vehicle drivers are familiar with the layout of the facilities.	

Page 16 of 43

Clearinghouse	e Rule Number: 07-029		Hearing Location: Mailed in (location presentations begin on page 31)	
Rule Number:	Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	tions	Agency Response
		5ee. Comm 10.440 (1) (b): Recommends re-inserting AST upgrade standards that were in a previous version regulated public does not need to refer to the previou	on of Comm 10, so the	5ee. The rule text that referred to compliance with the upgrade standards has been deleted to avoid inferring a need to refer to the standards.
		5ff. Comm 10.440 (3): Recommends returning to the gallons and larger, for requiring all steel ASTs to be i 2006 edition of standard STI SP001. Indicates not all familiar with STI SP001, which is more stringent tha smaller tanks will have greater difficulty complying.	inspected according to the owners of steel ASTs are	5ff. Comm 10 no longer has the 5,000 gallon threshold because STI SP001 now satisfies federal Spill Prevention Control and Countermeasure inspection requirements in 40 CFR 112 for facilities within the scope of that rule which have tank capacities larger than 1320 gallons. The rule text has been changed to not require these inspections for (1) tanks smaller than 1,100 gallons; (2) tanks for heating oil and at farms and construction projects; and (3) tank wagons, movable tanks and tank vehicles. An informational Note has been added for (1) explaining the STI SP001 inspection frequency and recordkeeping; (2) noting that for almost all tanks of 5000 gallons or less, these inspections are only required to be visual; and (3) referencing optional checklists and guidance that are available on the Department's Web site. NFPA 395, which had addressed tanks only at farms and construction sites, no longer exists as a national standard.
		5gg. Comm 10.440 (3) (b) 2.: Recommends impleme of steel ASTs within 10 years of the rule becoming er years.		5gg. Disagree. Tanks inspected during the 4 th year of the compliance period could be in use for 12 years without inspection. Extending the 4-year period to 10 years would lengthen that non- inspected period to 18 years.
		5hh. Comm 10.440 (4) (a) 3. and 4.: Recommends all the required inspections of non-metallic ASTs, rather operator. Asserts that most tanks of less than 5000 ga and questions how tanks without manways are to be	than only an owner or allons do not have manways,	5hh. The rule text has been changed to more clearly convey that the monthly and annual inspections can also be performed by contractors. Disagree that most small tanks do not have manways. Tanks without manways can be inspected with a video camera or borescope through a piping connection if necessary. This requirement for an internal

Page 17 of 43

Clearinghous	e Rule Number: 07-029		Hearing Location: Mailed i	in (location presentations begin on page 31)
U	: Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 an	
	Flammable, Combustible and			
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response
		5ii. Comm 10.445: Recommends not applying the requirements for non-complying tanks, in Comm 10.545 (3), to seldom-used and temporarily out-of-service ASTs.		inspection every 5 years is based on a review of inspection guidelines developed by the plastic- container industry, some of which recommend annual or more frequent, internal inspections. Due to the nature of many of the chemicals that are stored in these tanks, and the potential for environmental degradation, a periodic internal inspection is necessary to find any internal degradation that can lead to sudden catastrophic failure.
				5ii. Disagree. Seldom-used and temporarily out-of- service ASTs that do not comply with Comm 10.545 should be closed because of the significant environmental or fire-safety threats that they pose.
		5jj. Comm 10.460 (2) (a) 2.: Recommends not require certified persons, for all aboveground heating oil tan located, no matter what the service (rather than only dwellings).	ks for consumptive use where	5jj. Disagree. Heating oil tanks beyond one- and two-family dwellings typically pose significantly greater fire-safety or environmental threats. This threshold is also consistent with the more restrictive sludge disposal requirements that apply to commercial heating oil tanks.
		5kk. Comm 10.465 (1) (b): Recommends clarifying I be conducted without first removing tanks and lines samples need to be taken.		5kk. Agree. Detailed site-assessment guidelines have been developed to provide this clarification, and the rule text has been changed in several locations to be consistent with this clarification.
		5LL. Comm 10.465 (2): Recommends not requiring of double wall piping for an AST, when modification an existing system that will remain in operation – wh exemption in Comm 10.565 (2) (c) for UST piping.	n or upgrading is conducted on	5LL. Agree. An exemption has been added to Comm 10.465 (2) that matches the exemption in Comm 10.562 (2) (c).
		5mm. Comm 10.500: States that the proposed require containment for tank and piping for new and replace requirements of the federal Energy Policy Act of 200 mentioned in the Note accompanying this section, th only applies to tanks and piping within 1,000 feet of these requirements would apply to all new and replace the Act only requires secondary containment if the S	ment installations exceed the 05. Understands that as e relevant provision of the Act a potable water system, but cement USTs. Furthermore,	5mm. Based on the broad federal definition of a potable water supply system, and on input from the Department of Natural Resources, few if any UST systems are expected to be more than 1,000 feet from those systems. The Department had substantial dialog with industry stakeholders, the Department of Natural Resources, the American Petroleum

Page 18 of 43

Clearinghous	e Rule Number: 07-029		Hearing Location: Mailed	in (location presentations begin on page 31)
	: Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response
		financial responsibility/certification for manufacture Commerce should have obtained outside input before financial responsibility/certification. Strongly believe not exceed the requirements of the Act, because it is widen a retailer's competitive disadvantage, especial	e proposing to not require es that this provision should a costly requirement that can	Institute, and representatives from adjacent and numerous other States – which uniformly led to concluding that financial responsibility (FR) would not be a viable option. Of particular concern is that although FR would need to be in place for the life of a system, which could be 30 to 50 years, insurance policies generally must be renewed on a yearly basis – and would need to be carried, at a typical regulated facility, by several different manufacturers and installers of numerous different components. USEPA data indicate that 95% of the States are choosing to not use the FR option – and the States which are attempting to use the option are funding it through their Leaking Underground Storage Tank programs, because no insurance provider is yet offering such policies. No substantiated cost data has been submitted to show that the FR option would be cheaper. See response 5c on page 4 for exceeding federal requirements and for rules in adjacent States.
		5nn. Comm 10.500 (4): Recommends not requiring a underground piping runs and vent connections.	access for elbows in	5nn. An informational Note has been added that cites elbows as an example of a connection that does not need access because typically they do not need maintenance or inspection. The Note also includes an example of connections that need this access.
		500. Comm 10.500 (5) (b): Doubts that any sump matheir sumps comply with the proposed requirement to is no electronic leak detection or volumetric leak detect detect below 0.05 gph for vapor leaks. Believes the r have vapor-tight containment would necessitate enha and it has the potential to result in significant complic containment by design cannot be made "vapor tight" top to catch drips or leaks from the dispenser.	o be "vapor tight." States there ection that is certified to requirement in this section to anced vapor leak detection, ance costs. Believes dispenser	500. The vapor-tight requirement is intended to apply to the material from which a sump is fabricated, rather than to the sump. The rule text has been changed to more clearly convey this intent.

Page 19 of 43

Clearinghouse	e Rule Number: 07-029	He	earing Location: Mailed i	n (location presentations begin on page 31)
<u> </u>	Chapters Comm 2, 10, 47		earing Dates: April 30 an	
	ammable, Combustible and		<u> </u>	· · · · · · · · · · · · · · · · · · ·
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendation	15	Agency Response
Exhibit No.	City and State	 5pp. Comm 10.500 (5) (d): Believes there will be signifiad install sumps on existing UST systems, for all existing proof tanks and beneath all free standing pumps and dispenses Energy Policy Act of 2005 only requires sumps for <i>new</i> if feet of a potable water source, and only if the State decidd responsibility/certification for manufacturers and installe Believes the sump requirements should not be more ress. Furthermore, the code does not provide a definition for w will be allowed (e.g., dispenser pans, spray-on liners, bruc complete sumps). In order to comply with Comm 10.500 would have to install full containment, thus not allowing on liners or brushed-on liners. States this requirement alcos several smaller marketers statewide out of the retail fuel tremendous cost to comply. Believes the Department's cosection is not accurate, and the Department has not deline industry because the agency cannot accurately estimate the dispensers affected by this requirement. 5qq. Comm 10.500 (8): Believes the proposed recordkee result in unnecessary duplication and a significant burder example, there is duplication of effort between the "tank and the "annual UST inspection form." The inspection for additional leak detection and corrosion protection data. T information could be sent to Commerce on an annual bas permit could be eliminated. Believes the requirements of Comm 10.500 (7) and (8) encompassing, in addition to being duplicative, and need code. In many instances, there is no need to retain copiess never be reviewed or which contain information that can documents currently maintained and/or submitted to Com receipts, and invoices). All of this information can be marked and/or submitted to Com receipts, and invoices on the sent and can be retrieved or sent and conset and can be retrieved or sent	ipe connections at the top sers. States the federal installations within 1,000 les not to require financial ers. trictive than the Act. what materials or products ushed-on liners, or 0 (5) (b), owners/operators for dispenser pans, spray- one has the ability to put business given the ost estimate for this eated the cost to the he number of existing ping requirements would n on small businesses. For use permit application" orm is enhanced to include The financial responsibility sis, and the tank use are too broad and to be removed from the s of documents which will be obtained from other nmerce (work order, uintained in a property file	 5pp. Agree there will be some expense – however, USEPA data indicate over 34% of releases from components for UST systems occur where connections are made in piping and at dispensers. Installing containment sumps will allow for detection of leaks, and repair of piping- or component-connection failures before a significant, costly environmental release occurs. See response 5c on page 4, for retroactivity. An informational Note has been added to clarify that the proposed rules do not prohibit dispenser pans, spray-on liners, brushed-on liners, or other effective secondary containment presented its cost estimates, which were generated by industry representatives, to the Wisconsin Small Business Regulatory Review Board, and no substantiated, conflicting cost estimates have been submitted. 5qq. The UST inspection form was created with contractor input, and is completed by a service contractor, rather than an owner or operator, for use by the contractor and the Department's inspection staff in expediting field inspections, rather than for review by office permit staff. The tank-use permit application does not substantially repeat information from the UST inspection form. Permits are renewed annually, and a renewal may occur several months after a field inspection, because inspections generally occur biennially. Renewing a permit signifies that a facility, at that point in time, complies with chapter Comm 10. Up-to-date proof of adequate leak detection practices and financial
		period.	ed with a 72-nour nouce	responsibility is vital to demonstrating that compliance, in part because leak detection practices have a high rate of failure, and insurance policies

Page 20 of 43

Clearinghouse	Rule Number: 07-029		Hearing Location: Mailed	in (location presentations begin on page 31)
Rule Number:	Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 an	id May 2 and 3, 2007
Relating to: F	lammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommend	ations	Agency Response
		5rr. Comm 10.505 (2) (b): States this section would with an overfill alarm or flow restrictor that would e and automatic shutoff at 95%, which would be costl implement. Comm 10.51 currently requires only one restriction, an audible alarm or automatic shutoff. A this is already required by NFPA 30, but has often b requirement hasn't always been required by NFPA 3 proposal is actually quite significant. States this pro apply to tank systems which Commerce apparently systems which never needed to meet the proposed re implies. Both the current requirements in Comm 10. requirements in this section are more restrictive thar the proposed one-year deadline to install the require	ingage at 90% of tank capacity y for the industry to e of the following: flow ccording to the rule summary, een overlooked. However, this 0, so the impact of this vision is retroactive and would let slip through the cracks or equirement as Commerce 51 and the proposed in federal requirements. Finally,	for financial responsibility can easily be discontinued. All records under the subject code sections are required either federally or by national standards. Receipts and invoices are acceptable records in many situations. Records need to be maintained on site because inspections commonly occur without advance notice, and an inspector often needs to visually refer to the records to perform an effective and efficient inspection. The records may be kept electronically, provided they are in a format acceptable to the department. 5rr. The federal rule requires only one mechanism of overfill prevention, and numerous overfill accidents throughout the country have demonstrated the lack of reliability of one overfill-prevention mechanism. In one incident, five occupants of three vehicles were killed when an overfill resulted in flowing fuel that ignited and impinged on the vehicles. Additionally, feedback from internal tank inspections performed by service personnel has identified a significant number of tanks where the ball float overfill prevention device dissolved or the cage became broken, due to compatibility issues with ethanol or motor fuel additives. This provision would be applied retroactively because of the high level of danger posed by this condition. However, the rule text has been revised to double the compliance period for existing facilities, from one year to two years.
		5ss. Comm 10.510 (2) (b): Recommends changing t person to instead read "a person having knowledge by certification from the equipment manufacturer."		5ss. Disagree. The term "training" is ambiguous and provides no indication of quality. Electronic leak detection equipment is quite sophisticated, and models within manufacturer lines vary along with versions of software. It is very unlikely that an

Page 21 of 43

Clearinghouse	e Rule Number: 07-029		Hearing Location: Mailed i	n (location presentations begin on page 31)
	Chapters Comm 2, 10, 47		Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and l	Hazardous Liquids	-	
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendati	ons	Agency Response
				individual who is not certified by the manufacturer will have the necessary competency to perform problem solving, calibration and programming functions. Industry tank contractors and equipment manufacturers have reported that there are various levels of competency necessary for the different equipment and models. Certification by the manufacturer assures that an individual has met the manufacturer's competency expectations to trouble- shoot and service and correct problems with the respective equipment. Individuals certified by the manufacturer will also be apprised of manufacturer- initiated update information, such as service bulletins. The contractors and manufacturers have been adamant that an individual who is not certified by the manufacturer may be performing testing and assessment well beyond their competency, with improperly calibrated test equipment or without the proper equipment.
		5tt. Comm 10.515: Recommends specifically allowing detection methodologies. Contrary to the discussion in monitoring is designed to detect "vapor" leaks from a s release has occurred. This methodology is much more currently available techniques and should be allowed a	the compendium, vapor system before a liquid sensitive than other	5tt. Vapor monitoring that relies on detection of tracer elements, rather than detection of hydrocarbons, can be allowed under the "other methods" which are addressed in Comm 10.515 (9), which provides latitude to approve any leak detection methodology that is equivalent to the criteria in Comm 10.130.
		5uu. Comm 10.515 (2) (c): Suggests referring to parag	raph (b) instead of (d).	5uu. Agree. The cross-reference has been changed.
		5vv. Comm 10.515 (2) (b): Believes inventory required are now (consistent with federal requirements) at 1% + proposed limit of 0.5% of throughput on a monthly bas account thermal contraction – the temperature differen tanker and the temperature of the ambient air can make volumes. For example, for every degree of temperature tanker, the fuel contracts or expands approximately eig potentially be out of compliance as soon as the load is	-/- 130 gallons. The sis does not take into ce between the fuel in the e a significant difference on e change on an 8,800 gallon th gallons – the site could	5vv. The proposed requirements in Comm 10.515 (2) for inventory control would make this method of leak detection equivalent to other methods of leak detection, and are intended to apply only where inventory control is used as the leak detection method – which is uncommon and becoming increasingly more so. The rule text has been revised to more clearly convey this intent, and to clarify that

Page 22 of 43

Clearinghouse	e Rule Number: 07-029		Hearing Location: Mailed	in (location presentations begin on page 31)
Rule Number	Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response
		proposed threshold would trigger a tightness-testing requirement for many low-		the statistical inventory reconciliation method of leak detection does not include use of this 0.5% threshold.
		5ww. Comm 10.520 (2) (b) 1.: States the 60-day wir to have repairs made to the system. This is a function persons who are qualified to do the work necessary t compliance. A 90-day window is more realistic.	n of the availability of certified	5ww. The rule text has been changed to allow a 90- day repair period.
		5xx. Comm 10.600 (5) (c): States the addition of this paragraph would have a significant cost impact on many tank system operators who have unattended-fueling operations at any time. This provision would require most unattended operations to be upgraded because most are not equipped with an automatic shutoff and with inline and sump leak-detection monitors. This is a significant expense, especially for operators who would need to install wiring for the monitoring equipment and to purchase a new tank monitor capable of performing the functions proposed under this new section. States this requirement could cost \$8,000 to \$10,000 for a typical station.		5xx. The requirements in Comm 10.600 (5) for unattended facilities are intended to apply only to facilities that do not regularly have an attendant on duty on a daily basis, rather than to retail stations which continue to operate dispensers after closing each day. The rule text has been changed to more clearly convey this intent; and existing facilities are allowed to send an alarm to a facility staffed 24 hours/day, 7 days/week, instead of shutting down.
		5yy. Comm 10.610 (1) (e) 2.: Recommends changing for Class I liquids from 300 to 330 gallons, because tank size.		5yy. Although the 300-gallon maximum came from industry input, the rule text has been changed to allow a maximum of 330 gallons.
		5zz. Comm 10.610 (1) (e) 12.: Recommends also rec where Class II liquids are dispensed from a tank wag		5zz. Agee. The rule text has been changed to also apply this bonding requirement where Class II liquids are dispensed.
		5aaa. Comm 10.610 (3) (b) 2. and (3) (c) 1.: Believer approval from the local fire department prior to fueli needed because Comm 10.610 (3) provides an accep without those approvals. And, since Comm 10 is a m authorities can always adopt ordinances that are mor	ing from a tank vehicle are not table level of protection ninimum code, local	5aaa. Disagree. Wet-hose fueling has long been prohibited by national standards and Comm 10. However, the standards allow the Authority Having Jurisdiction (AHJ) to be more or less restrictive. Since this fuel-transfer practice has significant local fire safety, emergency response and logistic influences that cannot be determined by the Department, the local fire department is recognized as the AHJ. Comm 10 includes the language in an effort to provide some basic guidelines for the fire service to apply uniformly.

Page 23 of 43

Clearinghouse	e Rule Number: 07-029		Hearing Location: Mailed	in (location presentations begin on page 31)	
Rule Number	: Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 an	Iearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and	Hazardous Liquids			
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommend	ations	Agency Response	
		vehicles is not practical – and is not needed because transmission in park and locking the parking brake p	5bbb. Comm 10.610 (3) (e) 7.: Believes blocking wheels during fueling from tank vehicles is not practical – and is not needed because placing the tank vehicle's transmission in park and locking the parking brake provides adequate protection, especially since fueling generally takes place on level surfaces. 5 5ccc. Comm 10.615 (5) (n) 1.: States that requiring a vent whistle or similar device conflicts with Comm 10.410 (8), which requires a visual overfill prevention device. Believes the intent was to exclude tanks regulated under Comm 10.615 (5) (n) from the requirements of Comm 10.410 – and that either type of device provides an appropriate level of protection. 5 5ddd. Comm 10.680 (3) (a): Indicates most oil companies would see no need to clean a tank before filling it with ethanol-based fuel, after gasoline was stored in the tank. Believes this cleaning makes sense if the previous fuel was other than gasoline. Suggests exempting the cleaning requirement if non-ethanol based was gasoline was previously in the tank or if the prior product is compatible with the changed use. n n a a y y y y y y y y y y y y y y y y y y y y y y y y y y y y y y y		
		conflicts with Comm 10.410 (8), which requires a videvice. Believes the intent was to exclude tanks regulation (n) from the requirements of Comm 10.410 – and the			
		clean a tank before filling it with ethanol-based fuel the tank. Believes this cleaning makes sense if the p gasoline. Suggests exempting the cleaning requirem gasoline was previously in the tank or if the prior pr changed use.			
		5eee. Comm 10.900: Suggests expanding the code to store used oil.	o include tank wagons that	5eee. The rule text has been expanded beyond the initial workgroup's focus, to have Comm 10 regulate tank wagons that store used oil or other Comm 10 liquids, in addition to tank wagons which store motor vehicle fuel. This regulation includes requiring financial responsibility protection for these tanks.	
6	Tim Clay	6a. Supports many of the proposed changes, and rec current with federal requirements.	ognizes the need to stay	6a. Support is noted.	

Page 24 of 43

Clearinghouse	e Rule Number: 07-029		Hearing Location: Mailed i	in (location presentations begin on page 31)
Rule Number:	Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 an	
Relating to: F	lammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	tions	Agency Response
	Wisconsin Federation of Cooperatives Madison, Wisconsin	6b. Believes the Hearing draft goes well beyond what numerous changes that exceed federal requirements, costs for operating existing facilities and for construct	and would add additional	6b. See responses 5c on page 4, 5mm on page 18, and 5pp on page 19.
		6c. States the level of knowledge needed to fully und significant, and that even for the most knowledgeable there continues to be a knowledge gap for what is bei numerous standards that would be adopted by referen	e persons in their industry, ng proposed, due to the	6c. See responses 5b and 5k, on pages 4 and 7.
		6d. Believes the federal Energy Policy Act of 2005 de retroactive design provisions for existing dispensers of the sections of Comm 10 that are affected by the Act new installations or when an existing system is replace requirements retroactively exceeds the scope of the A that other marketers in other states do not have to inc other proposed retroactive provisions – that operators comply with – would widen the regulatory gap betwee Wisconsin and those located nearby in other states. States that as an alternative to enhanced design spec double-walled tanks and piping, the Act provides a fi for manufacturers and installers. Believes the Departi input from the industry about whether financial respon prior to proposing rejection of that option.	bes not establish any or tanks. Suggests modifying so that they only apply to ced. Believes applying these act, and adds additional costs ur. States these and many in other states do not have to en operators located in ifications for sumps and for nancial-responsibility option nent should have sought	6d. See responses 5c on page 4, 5mm on page 18, and 5pp on page 19.
		6e. States that maintaining Wisconsin's existing petro expanding storage capacity and outlets for products is Wisconsin. Adequate storage helps lessen the financi in tight supply. Intensive regulation translates to extra business decisions relating to when and which storage Additionally, investment in new storage will target of profitable. Other pressures, such as the Governor's pr on their gross petroleum receipts without an ability to amplify this.	s key to a strong economy in al impact when petroleum is a costs, and has an impact on e facilities are retired. perations that are the most roposal to tax oil companies	6e. Concern is noted. The proposed rule text has been clarified to be more clearly commensurate with the high fire safety and environmental contamination threats posed by the liquids being stored or dispensed.
		6f. Believes the proposed rules would create barriers the emerging biofuels industry. Some of the proposed provisions establish a cost differential between traditi based fuels. Numerous retailers across the state have	l restrictions and retroactive onal motor fuels and bio-	6f. The proposed rules relating to biofuels were developed in concert with standards and best practices that are promoted by the national biofuels

Page 25 of 43

Clearinghous	e Rule Number: 07-029		Hearing Location: Mailed	in (location presentations begin on page 31)
Rule Number	: Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and	Hazardous Liquids	· · · · ·	
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response
		infrastructure that will be out-of-date if the alternativ proposed. The risks a business takes in investing in a are significant; and since the economics of retailing I additional retroactive requirements for this segment of rather than encourage continued investments for build	developing biofuels market E85 are extremely tight, of the industry will discourage	industry. These rules include protecting the biofuels industry by protecting the quality of biofuels.
		6g. States the proposed changes to Comm 10 will be the Department could not provide a better cost estima- requirement, because of not knowing how many disp Believes the low-end sump installation cost estimate the sump, and does not, for example, account for the time, or cost of installation. Understands that a signif- will be impacted by this proposed requirement.	ate for the proposed sump bensers will be affected. only accounts for the cost of cost of plan approval, down-	6g. See response 5pp on page 19, which addresses costs for sumps at dispensers. No plan review is required for upgrading a station to include these sumps. Industry sources indicate downtime should not be significant because the upgrades typically occur on a dispenser-by-dispenser basis.
		6h. Indicates the rule analysis should have also addre provisions, such as replacing existing E85 dispensers they become available, and equipping unattended US and an automatic shut-off. Disagrees with the Depart automatic shut-off has been required for a long time, proposal to make this section retroactive. States there installed prior to the Phase I rulemaking that do not h can be a very expensive upgrade, especially if the tar this purpose.	s with listed dispensers when ST systems with leak sensors ament's assessment that and disagrees with the e are numerous systems have automatic shut-off. This	6h. The proposed rules are not intended to require replacing existing, approved E85 dispensers with listed dispensers when listed dispensers become available. No listing is currently available, and when listings will become available is currently unknown, so the Department has approved installation of individual, unlisted dispensers as an interim practice for enabling use of this new fuel. This Commerce policy reflects a strong partnering and proactive effort to expanding the use of biofuels. The rule text has been changed to more specifically allow continued use of existing, approved unlisted dispensers after listed dispensers become available – and allow further installation of unlisted dispensers that are approved by the department. The requirements for unattended UST systems are intended to apply only to facilities that do not regularly have an attendant on duty on a daily basis, rather than to retail stations which continue to operate dispensers after closing each day. The rule text has been changed to more clearly convey this intent, and to allow an automatic alarm to 24/7

Page 26 of 43

Clearinghous	se Rule Number: 07-029		Hearing Location: Mailed	in (location presentations begin on page 31)
Rule Number	r: Chapters Comm 2, 10, 47	7 and 48	Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: I	Flammable, Combustible and	l Hazardous Liquids	· · · · ·	•
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommend	Comments/Recommendations	
				remote staff, for existing facilities. See response 5rr on page 20 for automatic shut-off with overfills.
		6i. States that a review of records by several markete of a 0.5 percent leak detection rate for tanks with low number of false positives.		6i. The 0.5% rate and other inventory-control requirements would make this method of leak detection equivalent to other methods of leak detection, and are intended to apply only where inventory control is used as the leak detection method – which is uncommon and becoming increasingly more so. The rule text has been revised to more clearly convey this intent, and to clarify that the statistical inventory reconciliation method of leak detection does not include use of this 0.5% threshold.
		6j. Supports cost-effective solutions to provide a real protection and to ensure system users remain safe, a members have spent hundreds of thousands of dollar AST upgrade deadlines – but remains skeptical of the requirements that are not predicated on federal manual statements.	nd states the Federation's rs to meet earlier UST and le merits of additional upgrade	6j. See responses 6e and 5d on pages 24 and 5.
		6k. Agrees with above comments 5f to 5mm, 500 to 5eee.	5xx, 5zz, 5aaa, and 5ccc to	6k. See above responses to comments 5f to 5mm, 500 to 5xx, 5zz, 5aaa, and 5ccc to 5eee.
7	Jerry L. Waller Modern Welding Company, Inc. Milton, Wisconsin	7a. States the number-one argument for secondary c responsibility is that secondary containment requires prevent leaking underground storage tanks, whereas only requires provisions for paying for the cleanup of already happened. Believes some may argue that ma installers to be more responsible in installations and more quality-conscious in production, but this argund the threat of litigation that already exists for these con-	s measures to be taken to financial responsibility (FR) of a release after the release has indating FR would entice cause manufacturers to be ment is insignificant in light of	7a. Agree – support is noted.
		7b. Questions the feasibility of installers obtaining F have access to this insurance, the cost will most assu is only available on a year-to-year basis – there is no what would happen when a different installer or a se owner makes a major or even minor modification to leak, and what would happen when the original insta Questions whether the Department would have the r	the system, that results in a aller goes out of business.	7b. Agree – concerns are noted.

Page 27 of 43

Clearinghouse	Rule Number: 07-029		Hearing Location: Mailed i	n (location presentations begin on page 31)
Rule Number:	Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 and May 2 and 3, 2007	
	ammable, Combustible and			· · ·
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommends	ations	Agency Response
		 administrative manpower) to pursue resolution of wl Indicates the federal guidelines do not require the m equipment or components to have this insurance – at of a release, and they don't have the coverage – mor insurance would be the target of the lawsuit. The inco- would undoubtedly result in higher installer insurance are considering only installing secondary containme or not the Department mandates secondary containme installers would still have to have the insurance and of this insurance along to the tank owner. The result would have a much higher cost and still have to put tanks. The Petroleum Equipment Institute has alread also cause some smaller installer companies to go or would equate to higher costs to the owner, and could installations as well as in response to installation pro- 7c. States the ability of manufacturers to obtain this separate and much bigger problem. Relays commen Steel Tank Institute, and from Brian Donovan of the Company, that include the following: Most tank manufacturers are seriously considerin single wall tanks for fear that a single wall tank buil a secondary containment state. EPA has mandated that defense costs be included pollution policy, which is contrary to the norm. This increase in rates. Such insurance will be difficult to obtain and pos for a thirty-year time frame. It is assumed (and not of the 30-year time frame because some tank manufact warranty on their tanks. A limited warranty does no financial liability insurance policy. The Steel Tank Institute will not recommend tha do business in states that impose FR. EPA wants tank manufacturers to carry insurance beyond its manufacture date – even if the manufacture However, if the tank owner, who is also supposed to 	anufacturers of ancillary nd if their product is the cause re than likely, the installer's crease of frivolous lawsuits cc costs. States some installers nt tanks regardless of whether nent. If this happens, those therefore would pass the cost would be that the tank owner in secondary containment by predicted that this would ut of business. Fewer installers d result in delays in oblems. insurance is a completely the steel Tank Insurance ng ceasing the production of lt for an FR state will end up in d within the limits of the s will result in a 20-30% ssibly impossible to maintain denied) that EPA came up with turers offer a 30-year full tt its tank fabricating members e on a tank for 30 years urer goes out of business.	7c. Agree – concerns are noted.

Page 28 of 43

Clearinghous	e Rule Number: 07-029		Hearing Location: Mailed in	n (location presentations begin on page 31)
Rule Number	: Chapters Comm 2, 10, 47	and 48	Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: F	lammable, Combustible and	Hazardous Liquids		ž
Comments:	Presenter,			
Oral or	Group Represented,	Comments/Recommendations		Agency Response
Exhibit No.	City and State			
Oral or	Group Represented,	Comments/Recommend drops their coverage because of selling the UST fac- longer covered for leaks that occur or are discovere EPA require manufacturers and installers to have fa- than the tank owner/operator who is legally liable f • Companies who stop manufacturing undergrour able to procure insurance because insurance premite generated during the policy period, thus insurance on we product and a new mechanism to price this pro- manufacturers will not be motivated to pay premiu insurance, thereby making it burdensome for states manufacturers that no longer produce tanks and do • Companies must predict that such insurance will years, even if they intend to stay in the undergroun insurance industry is subject to turbulent cycles, ju- 1988, such insurance was nearly unavailable. In 19 available to tank owners, except through State prog • Tanks manufactured and installed for today's fu- may be subject to different fuels and operating para failures. Also, a tank manufacturer has no control of installed or how it is maintained, or if it is installed manufacturers do not even know what product is g- who ultimately owns the equipment. It is unreasona- manufacturer to provide financial responsibility un less for 30 years. • We expect that companies will frequently re-inco- remove their 30-year exposure to the rule. • By imposing this long-term unobtainable imposs the weight of the law places the manufacturer as a future disputes. If a release occurs over 10 years af or if the release occurs from a non-tank or non-pipe company that does not have the same 30-year finar pipe manufacturer will be blamed due to the 30-year	cility, the owner/operator is no ed after that date. Why would ar more extensive coverage for clean-up? and tanks would no longer be ims are based upon sales carriers will have to "create" a oduct. Further, these ms and maintain their to enforce. What happens to not maintain their insurance? I be available for the next 30 d storage tank business. The st as any other industry. In 93, such insurance was not grams. uels and operative technologies ameters of tomorrow that cause over how this product is correctly. Some product oing through their equipment or able to expect an equipment der these circumstances, much corporate their businesses to ition on tank manufacturers, primary target of the plaintiff in ter the tank system is installed e component manufactured by a ncial responsibility, the tank and	Agency Response
		insurance that only they are required by law to hold	1.	
		• While tank manufacturers are not objecting to c per occurrence and \$2 million aggregate to cover re		
1 1		per occurrence and \$2 minion aggregate to cover re	cleases caused by improper	

Page 29 of 43

U	se Rule Number: 07-029			in (location presentations begin on page 31)
	r: Chapters Comm 2, 10, 47		Hearing Dates: April 30 and May 2 and 3, 2007	
Relating to: I	Flammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommenda	ations	Agency Response
		manufacturing, the 30-year time commitment is unv prominent tank and piping manufacturers to stop do mandate the EPA FR Guidelines. It would cause oth their business name on a frequent basis. It would into tanks such that single-wall tanks may become more containment tanks.	ing business in States that her manufacturers to change crease the cost of single-wall	
		7d. States the burden on the Department alone to adar program as would be required by Financial Response Under FR, EPA mandates that insurance companies insured and the State of cancellation or non-renewal mandates that this has to be done within a certain tin administrative maintenance for this amount of record	ibility makes FR unfeasible. are required to notify the of policies, and EPA also ne frame. Believes the	7d. Agree – support and concerns are noted.
		7e. States the increased cost to go to steel secondary double the cost of the tanks. In some cases it would 25%, and it may add as little as 2-3% to a new, group	increase the cost by as little as	7e. Agree – cost estimates are consistent with the Department's estimates. No substantiated comparison cost data has been submitted for the I option.
		7f. Indicates that under FR, potentially only seconda be available, and installers would only install second the costs for this to the manufacturers and installers would be much higher than if the Department manda begin with. Also, the Department would have the ext maintaining records and policing such a system.	lary-containment tanks – and and thus the tank owners ated secondary containment to	7f. Agree – concern is noted.
8	Tina Ball Xcel Energy Eau Claire, Wisconsin	8a. Comm 10.600 (1) (b): Questions whether the req fuel dispensers for electrical continuity applies to suppressurized pumps.		8a. The referenced requirement, in PEI RP400, covers continuity testing for any dispenser that dispenses Class I or II motor fuels, because the danger of a static-induced fire while fueling is no dependent upon the type of pumping system.
		8b. Comm 10.400 (3) (d): Questions whether the dep there is a higher rate of releases at transitions betwee underground piping. States each of their facilities ha transitions, and their systems have been in place for instances of releases at these points. States Xcel rout the appearance of leaks from the aboveground piping vegetation around the underground piping. Requests be required for these existing transitions only when a	en aboveground and ve at least 10 of these over 30 years with no tinely inspects their piping for g and for the presence of dead that secondary containment	8b. The rule text has been revised to more clearly require secondary containment only when newly installing piping transitions from underground to aboveground.

Page 30 of 43

Clearinghouse	Rule Number: 07-029		Hearing Location: Mailed i	n (location presentations begin on page 31)
Rule Number: Chapters Comm 2, 10, 47 and 48Hearing Dates: April 30 and May 2 and		d May 2 and 3, 2007		
Relating to: Fl	ammable, Combustible and	Hazardous Liquids		
Comments:	Presenter,			
Oral or	Group Represented,	Comments/Recommendat	tions	Agency Response
Exhibit No.	City and State			
		or when 50 percent or more of a run in replaced, since pipe may increase the chances of damaging the pipe.	e digging around an existing	
		8c. Comm 10.510 (4): States the leak detection requires section are not feasible due to the limitations of "prec- technology. States they have reviewed the various this tightness testing technology as evaluated by the Natio Detection Evaluations and found that all the available certified to work on piping with Xcel's large quantities required introduction of chemicals (such as tracers) the changes inside the combustion turbines thereby damage a safety hazard for plant personnel. (Notes the referen Minnesota Pollution Control Agency and is titled <i>Lon Management of Underground Fuel Supply Piping from House to Combustion Turbines.</i>) Recommends expanse methodologies for integrity management of underground American Petroleum Institute Recommended Practice	ision tightness testing" ird party certified line- nal Work Group on Leak technology either is not es of fuel, or the methodology hat could cause metallurgical ging equipment and creating ced report is on-file with the <i>g</i> -Term Mechanical Integrity m Fuel Oil Forwarding ding the allowable and piping to include the	8c. The rule text has been revised to accept in- service evaluations for piping that are performed in accordance with API Standard 570, by organizations that maintain or have access to an authorized inspection agency, a repair organization, and technically qualified piping engineers, inspectors and examiners, all as defined in API 570.

Page 31 of 43

Clearinghous	se Rule Number: 07-029		Hearing Location: I	Madison
Rule Number	Rule Number: Chapters Comm 2, 10, 47 and 48		Hearing Date: Apri	1 30, 2007
Relating to: I	Flammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendations		Agency Response
Oral	Randy Meffert Meffert Oil Company and WPMCA Waunakee, Wisconsin	M1a. Believes there is too much grey area in the proposed r interpreted unfavorably by an adverse regulator. Requests m that potential.		M1a. The proposed rules have been changed in several places to be more clear, especially where misinterpretation of retroactivity has resulted in overestimating the financial and operational impacts.
		M1b. Indicates the cross-references to adopted standards an materials are very numerous, and burdensome for installers companies to follow and understand.		M1b. See responses 5b and 5k on pages 4 and 7. Where Hearing comments identified specific rule text that was problematic, the text generally has been clarified or otherwise revised.
		M1c. States there are some issues that will have a financial members of the Association.	mpact of some	M1c. Agree there will be some financial impacts, and the rule text has been clarified to be more clearly commensurate with the high fire safety and environmental contamination threats posed by the liquids being stored or dispensed.

Page 32 of 43

Clearinghous	e Rule Number: 07-029		Hearing Location: H	Eau Claire
<u> </u>	r: Chapters Comm 2, 10, 47	and 48	Hearing Date: May	
	Flammable, Combustible and			
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendations		Agency Response
Oral	Troy Batzel Kwik Trip, Inc. LaCrosse, Wisconsin	EC1a. Comm 10.500 (5): States there is no clear definition or secondary-containment sumps could consist of, and there is t of what would meet the requirements for those sumps – such sumps must be liquid-tight against rain. If full containment w and other options such as brushed-in liners would not be allo impact on owners and operators could be huge, and correspon should be developed for a typical station.	oo much uncertainty as whether the yould be required, wed, the financial	EC1a. The rule text has been changed to (1) convey that the sumps must be fabricated and installed in a manner that prevents release of liquids, and (2) to include the leakage-test requirement that previously was in Comm 10.230 (9). An informational Note has also been added to clarify that the proposed rules do not prohibit dispenser pans, spray-on liners, brushed- on liners, or other effective secondary containment practices which are currently in use. These sumps are intended to provide containment of leaking product, and they cannot do that if they are full of rainwater. Consequently, the rule text has been changed in Comm 10.230 (9) to more clearly convey that (1) sumps and secondary containment systems must be inspected at least monthly, and any liquid or debris which is present then must be removed; and (2) any deficiencies that allow for liquid release or water intrusion must be repaired or corrected.
		EC1b. Comm 10.500 (8): States there is a large duplication of to maintaining compliance records at each site, for inspectors submitting the same documents to the Department for yearly an inspector finds a site to be in compliance, submitting the s to receive a tank permit does not seem to make sense. Sugges issue the permits when the inspection is completed.	s, and then annually tank permits. After ame records in order	EC1b. Up-to-date proof of financial responsibility, which is vital to demonstrating compliance with chapter Comm 10, is not kept on site, and verification of it is an office-intensive process that would be inefficient for field inspectors to perform. Permits are renewed annually, due in part to high failure rates of leak detection practices – and each renewal includes review of the 3 most-recent months of leak detection records, due to that high failure rate. Field inspections generally occur biennially, due to the limited number of inspectors available, so permit renewals usually occur more than 3 months after a field inspection, and consequently include review of subsequent, rather than the same, leak-detection records.
		EC1c. Comm 10.515 (2) (b): Suggests studying how many ta compliance if the currently permitted inventory variance of 1		EC1c. The 0.5% threshold and other inventory- control requirements would make this method of leak

Page 33 of 43

Clearinghous	se Rule Number: 07-029	Hea	ring Location: Eau Claire
Rule Numbe	Rule Number: Chapters Comm 2, 10, 47 and 48He		ring Date: May 2, 2007
Relating to: I	Flammable, Combustible and	Hazardous Liquids	
Comments:	Presenter,		
Oral or	Group Represented,	Comments/Recommendations	Agency Response
Exhibit No.	City and State		
		plus or minus 130 gallons, is reduced as proposed, to 0.5% of thro Believes this change could result in a lot of unnecessary follow-up	
Oral	Mark Bejin Chippewa Falls, Wisconsin	EC2a. Comm 10.310 (3): Questions why corrosion protection is no underground heating oil tanks of 4000 gallons or less, since it is retanks larger than that.	
	Bejin Pump Service	EC2b. Comm 10.500 (3) (d) 2.: States recertifying multiple used to contractor's yard would be more economical than waiting until a t a new site and then recertifying only that tank.	

Page 34 of 43

Clearinghous	se Rule Number: 07-029	ŀ	Hearing Location: G	breen Bay
Rule Numbe	r: Chapters Comm 2, 10, 47		Hearing Date: May 3	
Relating to: 1	Flammable, Combustible and	l Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendations		Agency Response
Oral	Don Johnston US Oil and WPMCA Combined Locks, Wisconsin	GB1a. Opposes increasing the level of regulation of tanks stori liquids: the increase is unnecessary and goes beyond federal re requirements in nearby States.		GB1a. Some federal requirements exceed the proposed rules – and where the proposed rules may appear to exceed the federal requirements, the purpose generally is for fire prevention that is regulated less specifically, but not less restrictively, by those requirements for Class IIIB liquids, such as the Occupational Safety and Health Administration's general duty clause in 29 USC 654 section 5 (a) (1). In adjacent States, similar requirements typically apply to these liquids, but at the local level.
		GB1b. Recommends fully allowing clay or asphalt liners for A containment. Properly installed clay liners are an effective and alternative than synthetic liners. Agrees with adding performa for clay liners, but recommends not requiring the tank to have a Recommends exempting exiting, large, field-constructed tanks a liner beneath them, unless they are dismantled for moving. A possible to raise those tanks, it would be very expensive, it work underneath a raised tank, and it would be too likely for th damaged. Believes that if clay liners must meet a 35-year perforal other types of liners should also have to meet that standard. commonly-used synthetic liner has only a 5-year warranty.	far less costly nce requirements a double-bottom. from ever needing lithough it is uld be dangerous to he tank to be ormance standard,	GB1b. See response 5y on page 12, and comment and response 1d on page 1. Also, a clay liner has no warranty from a manufacturer.
		GB1c. Recommends allowing a 3- to 5-year period for installin containment under fuel dispensers and around submersible pur year – to allow for planning and budgeting, and because there qualified contractors to get the work done within 1 year.	nps – instead of 1	GB1c. Agree – the proposed rules would allow 5 years to comply with this requirement.
		GB1d. Recommends allowing repair during operation, instead immediate shutdown to a facility, if a cathodic protection syste somewhat less than the minimum required performance level.		GB1d. The rule text authorizes immediate shutdown of tank systems that do not have corrosion protection "installed" – so immediate shutdown is <i>not</i> authorized where corrosion protection is installed but operating improperly. An informational Note has been added to further convey this difference.
Oral and 9	Michael L. Helgesen Jacobus Energy, Inc. Cedarburg, Wisconsin	GB2a. Believes many in the petroleum industry do not realize demands and potential costs that the proposed Comm 10 would that if more people understood the potential impact, many mor have attended the hearings and submitted written comments. B	d demand – and e people would	GB2a. See response 5b on page 4. The proposed rules have been changed in several places to be more clear, especially where misinterpretation of

Page 35 of 43

Clearinghouse	Rule Number: 07-029	Не	aring Location: C	Green Bay
Rule Number:	Chapters Comm 2, 10, 47	and 48 He	Hearing Date: May 3, 2007	
Relating to: F	ammable, Combustible and	Hazardous Liquids		
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendations		Agency Response
		Department may have rushed the hearing process, and thereby co ability of the regulated community to understand and properly re issues. Indicates that because the WPMCA Comm 10 review com with the meaning and intent of some of the proposed rules and w process, it may not be reasonable to expect smaller petroleum ma the progress of this rule. States the limited amount of time allowed of the "final" red-lined draft to the time of the public hearings co ability of WPMCA to get any summary information to its member	espond to the nmittee struggled with the very long arketers to follow ed from the point ompromised the ership.	retroactivity has resulted in overestimating the operational or financial impacts.
		States having all three of the public Hearings in one week and n the Milwaukee area, where so many businesses would be impact significantly compromised the effectiveness of the Hearings.		The Hearing process includes opportunity to submit written comments, and those comments carry the same weight as oral comments. In scheduling three, geographically distributed Hearings, the Department did not expect individuals to attend more than one Hearing.
		Recommends understanding that many (perhaps the majority or impacted by Comm 10 are often small "mom & pop" operations people who are not native to this country – and those operators r understand the complexity of government regulations. It is equal to understand that in the petroleum industry (at least at the local level) profit margins are very slim – at times pennies per gallon. may cost several thousand dollars can be the difference between or suffering a loss	and often are may not lly as important distribution Regulations that	Agree there will be some financial impacts, and the rule text has been clarified to be more clearly commensurate with the threats posed by the liquids being stored or dispensed. Owners and operators who are not familiar with the requirements may want to, and often do, rely on industry professionals or Department staff for assistance.
		GB2b. States some of the regulations could and likely will force markets to limit storage or even close down facilities that offer m Fuel prices are driven in part by available supply reserves. The \$ fuel at the retail dispenser is a reflection in part of a short supply facilities close, and more importantly, if bulk storage facilities cl- costly regulatory compliance, such as installing a synthetic dike I upgrading an existing facility), the fuel supply in Wisconsin coul compromised. Not only could this impact motorists at the pump, impact people who heat with oil. However, the impact could be r than that. If home heating oil costs rise, natural gas costs will rise cost rises, so will the cost of all the consumer goods and services	harginal profit. 3.00 plus cost of . If retail ose (as a result of liner because of ld be it could also more far-reaching e. If motor fuel	GB2b. The rule text has been clarified to (1) more clearly convey where requirements are intended to apply to new construction, rather than both new and existing conditions; (2) allow further flexibility for bulk storage facilities; and (3) be more clearly commensurate with the high fire safety and environmental contamination threats posed by the liquids being stored or dispensed.

Page 36 of 43

Clearinghouse	Rule Number: 07-029	Неа	uring Location: Green Bay
Rule Number:	Chapters Comm 2, 10, 47	and 48 Hea	ring Date: May 3, 2007
Relating to: Fla	ammable, Combustible and	Hazardous Liquids	
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendations	Agency Response
		Comments/Recommendations transportation (from groceries to hardware, and from cabs to airpl working poor could suffer more than the owners of petroleum bus GB2c. States most of proposed Comm 10 is fine work – but ques the Department has a solid understanding of the costs of certain s cites the following as examples of requirements that may be cost- • Comm 10.420: Both clay and asphalt can serve effectively as d important thing to consider is that a dike should be a temporary of Clay and asphalt can achieve temporary containment. For a relat existing dike that contains 2 ASTs, the cost to install a synthetic estimated at \$60,000. However, this would require "heat welding the bottom of the tank, which is not a reasonable option since the an inspection of the exterior tank bottom; so lifting the tanks wo place the liner under the tanks. If lifting would cost at least as m – the total would be at least \$120,000 for one small dike. • Comm 10.515: The inventory control of 0.5% of monthly throu overly restrictive and could result in numerous, costly (\$400) thi • Comm 10.520: Negative 0.85 volts for corrosion protection shot considered an ideal condition, rather than a pass or fail number. protection still occurs at less than 0.85, and using this as an abso could result in very costly upgrades to anode systems that are we • Comm 10.600 (5): Unattended facilities that do not already hav in place could face significant costs to upgrade existing piping. Of concern is 3-inch piping (commonly used at truck stops and card a faster flow for diesel). Based on discussions with suppliers, the manufacturer who can provide an auto shut-off device for 3-inch that is limited to a relatively short pipe run (which would likely of an option for many truck stops). At the very least, the rule shoul- compliance period, to allow the equipment manufacturers to dev required technology. In essence, Comm 10 requires something th done at this time. Installing auto shut-off devices in an existing s not have them would cost \$10,000 per facility.	anes). The sinesses.anes). The sinesses.tions whether ections, and -prohibitive:ections, and -prohibitive:ike liners – the containment.tively small, liner is g" the liner to at would prevent uld be needed to uch as the linergift party tests. buld be requires tandard orking.gapput may be ird party tests. buld be requised to liner singgrupput may be ird party tests. buld be recaus shut-offsanes). The corrosionhute standard orking.orking. requised to liner is a grupput may be ird party tests. buld beand be recaus shut-offsorking. requised to of particularlocks to allow ere is only one re liping, and eliminate it as d have a 3-year relop thenames). The hat cannot beanes). The the containment. tively small, liner is grupput may be ird party tests. bult estandard orking.and be re auto shut-offsere auto shut-offs of particularork auto shut-offs of particularork auto shut-offs of particularin biping, and eliminate it as d have a 3-year relop the hat cannot beauto betrace auto shut-offs or particularthe percleum Equipment Institute; and its use is federally mandated in 40 CFR 280. The proposed rules would relax the frequency of testing to this threshold from 1 year to 3 years, for tanks that are 10 years old or newer.The requirements in Comm 10.600 (5) for unattended facilities are intended to apply only to

Page 37 of 43

Clearinghouse	Rule Number: 07-029	Не	aring Location: C	Green Bay	
Rule Number:	Chapters Comm 2, 10, 47			ng Date: May 3, 2007	
Relating to: F	lammable, Combustible and	Hazardous Liquids			
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendations		Agency Response	
		GB2d. Comm 10.310 (3) (b): Recommends that the exemption fr testing for residential heating oil tanks of less than 1,100-gallon capacit extended to all heating oil tanks of less than 1,100-gallon capacit small businesses, and combinations of small businesses and resid small heating oil tanks and should be exempted.	capacity be ty. Numerous	GB2d. Disagree. Residential heating oil tanks which were installed prior to October 29, 1999, and which have a capacity of less than 1,100 gallons are exempt from tightness testing only because that exemption is mandated by section 101.09 (2) (cm) of the Statutes. As of July 31, 2007, the Department's Petroleum Environmental Cleanup Fund Award (PECFA) program has reimbursed 1,287 claims for cleanup of discharges from home heating oil tanks, at a cost of over \$7 million.	
		GB2e. Comm 10.420 (2) (d): Indicates petroleum marketers wou product to remain within a clay- or asphalt-diked area long enoug because the product is too valuable. States the requirement for a permeability is unreasonable and would defeat the intent and pur liner as a temporary containment. Petroleum marketers would no release to sit in a dike for 35 hours (let alone 35 years). Believes would be very difficult to achieve, and would be similar to a land is for permanent storage. It is highly unlikely a manufacturer or or synthetic liner would offer a 35-year warranty. Also, synthetic line subject to damage, e.g., if certain tank repairs or upgrades needed equipment, and if that equipment entered the dike area and drove floor, a synthetic liner could be compromised (torn, punctured, et even asphalt) would be much less likely to be compromised. Stat to use clay liners for double-bottom tanks does not help much be do not have double bottoms. Recommends allowing qualified en- approve the design and application of clay and asphalt dike liners of permeability established on a facility-specific basis, rather tha numeric standard. Use of API inspection standards (and inspection under SPCC requirements), combined with a clay liner approved engineer, should provide reasonable leak detection controls.	gh to seep away, 35-year rpose of a dike ot allow a product this permeability dfill liner, which vendor of a ners can be d use of heavy e over the dike tc.). Clay (and tes the allowance ecause most ASTs gineers to s, with the level in using a set on standards	GB2e. See comment and response 1d on page 1, and response 5y on page 12. Also, manufacturers of synthetic liners typically require a covering over their liners to protect against ultraviolet degradation and damage from vehicular traffic, and a clay liner has no warranty from a manufacturer.	
		GB2f. Comm 10.515 (2) (b): States a release-detection rate of 0.3 throughput is prohibitive and could result in unneeded and costly testing, including loss of business while testing is conducted. Ma marketers already have redundant controls (such as auto leak det statistical inventory control), with inventory controls used primate	y third party any petroleum tection and	GB2f. The 0.5% rate and other inventory-control requirements would make this method of leak detection equivalent to other methods of leak detection, and are intended to apply only where inventory control is used as the leak detection	

Page 38 of 43

Clearinghous	Clearinghouse Rule Number: 07-029 Hearing Location:			Green Bay
Rule Number: Chapters Comm 2, 10, 47 and 48			Hearing Date: May 3, 2007	
	Flammable, Combustible and			· ·
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendations		Agency Response
		control. The 0.5% could be of particular concern with low threas premium and/or mid-grade gasoline. Recommends increasi 1.0%.		method – which is uncommon and becoming increasingly more so. The rule text has been revised to more clearly convey this intent, and to clarify that the statistical inventory reconciliation method of leak detection does not include use of this 0.5% threshold.
		GB2g. Comm 10.520 (2) (b) 1. Believes corrosion protection at less than negative 0.85 volts, so using 0.85 as an absolute (a system based on that absolute) is not reasonable or logical. The number of reasons why a reading may not reflect the 0.85 (incl issues, moisture issues and soil conditions), and corrosion pro- taking place. In addition, if the readings reflect a concern in w Wisconsin is at least ¼ of the year) it may not be practical to e remove/install anodes, etc.	and emptying a tank here can be any cluding temperature tection may still be vinter (which in	GB2g. Negative 0.85 volts is an industry standard established and used by the National Association of Corrosion Engineers, the Steel Tank Institute, and the Petroleum Equipment Institute; and its use is federally mandated in 40 CFR 280. The proposed rules would relax the frequency of testing to this threshold from 1 year to 3 years, for tanks that are 10 years old or newer. Also, the repair period for anode systems has been extended from 60 days to 90 days.
		GB2h. Comm 10.610 (3) (d) 2. States fueling from a larger (7 capacity vehicle can be completed as safely as from a 5,500 g there are other fueling situations besides airports that need large capacity fueling trucks (such as for fueling locomotives and la transportation vehicles). Suggests eliminating the capacity regeliminated for aircraft fueling) or increasing the maximum size or giving locomotive fueling the same exemption as airport fueling t	allon truck, and ger-delivery- arge fleets of striction (as is the to 7,500 gallons,	GB2h. Agree. The capacity restriction has been deleted – NFPA 385 adequately addresses fabrication of the tank and chassis, regardless of the size of the tank.
		GB2i. Comm 10.610 (3) (e) 7. States the requirement to block trucks is not reasonable or practical. At a large trucking comp dozens of trucks, and the fueling vehicle must move numerous single facility (fuel a few trucks, move the fueling vehicle – re Blocking the wheels of the fueling vehicle would add significations fueling process. Fueling trucks are placed in park and the park engaged (two operational/mechanical safety precautions). The to-truck fueling is conducted in parking lots, where transportat their trucks – and these facilities are normally flat, which would potential for a fueling truck to roll. Recommends deleting this	any, there may be s times while at a epeat as needed). ant time to the king brake is e majority of truck- tion companies park and eliminate the	GB2i. This requirement has been deleted. This topic is addressed by the federal Motor Carrier Safety Administration and Occupational Safety and Health Administration.
Oral	Bernard R. Nowicki Quality State Oil Co. and the over 50 dealers they supply, and	GB3a. Feels the code is somewhat ambiguous, and believes m customers, who are individual dealers, do not have any compr Believes they would be testifying in opposition if they knew o	ehension of it.	GB3a. The proposed rules have been changed in several places to be more clear, especially where misinterpretation of retroactivity has resulted in overestimating the financial impacts.

Page 39 of 43

Clearinghou	0			Hearing Location: Green Bay	
Rule Numbe	Rule Number: Chapters Comm 2, 10, 47 and 48			Hearing Date: May 3, 2007	
Relating to:	Flammable, Combustible and	Hazardous Liquids			
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendations		Agency Response	
	WPMCA Sheboygan, Wisconsin	financial impacts. Indicates most stations are individually ov and have very low profit margins – so any financial burden i			
		GB3b. Has concerns for newly required double-wall tanks as required in some of the neighboring States. Stations borderin be significantly disadvantaged. Currently has single-wall fac routinely tested and which are not having problems.	g those States would	GB3b. As described in the rule analysis that accompanies the rules, adjacent States have or are soon adopting similar, rather than less restrictive rules.	
		GB3c. Believes requiring automatic shut-offs at unattended a financial burdens, especially at stations that provide fueling a departments while being otherwise closed. Cannot recall any problems with unattended stations.	for police and fire	GB3c. The requirements in Comm 10.600 (5) for unattended facilities are intended to apply only to facilities that do not regularly have an attendant on duty on a daily basis, rather than to retail stations which continue to operate dispensers after closing each day. The rule text has been changed to more clearly convey this intent, and to allow an automatic alarm to 24/7 remote staff, for existing facilities.	
		GB3d. States reducing the current inventory control rate of 1 0.5% would be impractical for low-flow stations, such as the monthly throughput. Putting another system in place to addre be costly, and being out of compliance with the reduced rate insurance coverage.	ose with 30,000 of ess the 0.5% would	GB3d. The 0.5% threshold and other inventory- control requirements would make this method of leak detection equivalent to other methods of leak detection, and are intended to apply only where inventory control is used as the leak detection method – which is uncommon and becoming increasingly more so. The rule text has been revised to more clearly convey this intent, and to clarify that the statistical inventory reconciliation method of leak detection does not include use of this 0.5% threshold.	
		GB3e. Believes the rules go way beyond what is required for States, and the financial burdens should be carefully conside		GB3e. See responses 5c on page 4, 5mm on page 18, and 5pp on page 19.	
Oral	Edward H. Wolf EH Wolf & Sons, Inc. Slinger, Wisconsin	GB4. Believes not enough time was allowed for petroleum n the issues in the rules – which is why the Hearing attendance particularly by small station owners.		GB4. The Department held numerous meetings with industry representatives, including WPMCA, throughout the 7-year period of developing the proposed rules. Over a month in advance of the deadline for submitting Hearing comments, the Department gave WPMCA detailed identification and description of the changes that were made to achieve the Hearing draft, after the previous draft was circulated in December 2006.	

Page 40 of 43

Clearinghous	se Rule Number: 07-029	Hearing Location: C	Green Bay		
Rule Number				Hearing Date: May 3, 2007	
Relating to: I	Flammable, Combustible and				
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendations		Agency Response	
Exhibit No.CityOralTom ReinscCondonCondonits retaiand WF	Tom Reinsch Condon Oil Company, its retailers, and WPMCA Ripon, Wisconsin	GB5a. States a WPMCA task force – which generally is com knowledgeable members of the Association – has found sign Hearing draft, during the short period available to review it, a struggled to understand the draft. Believes there are misunde code, it is ambiguous and complex, and compliance will be h maintain. Believes his retailers do not realize the financial in would not be able to comply with the code without relying on help. Believes the accompanying 84-page compendium for C people are struggling with serious issues in the code. The inc standards and the secondary references in those standards add part because of not having copies of all of those standards. W the short time period for reviewing the draft, and believes the occurred subsequent to the previous draft go beyond what wa on previous understandings. Recommends finding middle gro	ificant changes in the and the task force has rstandings about the hard to obtain and uplications, and n someone else for Comm 10 indicates duded referenced d to the difficulty, in Vas disappointed with e revisions that as expected, as based ound.	GB5a. Agree that storage and dispensing of flammable and combustible liquids is regulated extensively. However, the regulations are commensurate with the high fire safety and environmental contamination threats posed by the widespread and pervasive use of these liquids. The extensiveness of the proposed rule changes partly arises because these rules have not been substantially updated in 16 years, despite ongoing, substantial changes in federal requirements, national standards, and industry practices. Owners and operators who are not familiar with the requirements may want to, and often do, rely on industry professionals or Department staff for assistance. The proposed rules have been changed in several places to be more clear, especially where misinterpretation of retroactivity has resulted in overestimating the operational or financial impacts, and a summary of significant retroactive requirements will be posted on the Department's Web site. See response 5k on page 8, which addresses the standards that are referenced in Comm 10; and see response GB4 on page 39, which addresses the review time.	
		GB5b. Recommends including the alternative in the federal H owners, installers, and manufacturers to have financial respon- uniformly mandating double-wall containment, which is over	nsibility – instead of rkill.	GB5b. See comment 3 on page 2, response 5mm on page 18, and 7a-f comments and responses on pages 26 to 30.	
		GB5c. Believes changing to an inventory control of 0.5% of is unobtainable for tanks with lower throughput and will resu costly (\$400) third party tests. Recommends finding middle §	It in numerous,	GB5c. The 0.5% threshold and other inventory- control requirements would make this method of leak detection equivalent to other methods of leak detection, and are intended to apply only where inventory control is used as the leak detection method – which is uncommon and becoming increasingly more so. The rule text has been revised to more clearly convey this intent, and to clarify that	

Page 41 of 43

Clearinghouse Rule Number: 07-029 Hearing Location:			Hearing Location: C	Green Bay	
Rule Number:				Date: May 3, 2007	
Relating to: F	ammable, Combustible and	Hazardous Liquids			
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendations		Agency Response	
				the statistical inventory reconciliation method of leak detection does not include use of this 0.5% threshold.	
		GB5d. States virtually every Wisconsin retail station with a car affected by the requirement to provide automatic line leak dete automatic shut-off, at unattended sites. If automatic shut-off m power to a submersible pump, or having a positive shut-off val flow restrictor, system modifications would be needed that wor financial burden.	ction, with eans killing the ve other than a	GB5d. The requirements in Comm 10.600 (5) for unattended facilities are intended to apply only to facilities that do not regularly have an attendant on duty on a daily basis, rather than to retail stations which continue to operate dispensers after closing each day. The rule text has been changed to more clearly convey this intent, and to allow an automatic alarm to 24/7 remote staff, for existing facilities.	
		GB5e. States they do not have any automatic shut-off devices a and overfill protection locations. Knows of one such valve that plus installation costs, or about \$2500 per tank – and they have requiring these devices would impose another financial burden does not justify the means.	costs about \$1200, over 100 tanks, so	GB5e. See response 5x on page 12, which addresses shut-off devices for aboveground tanks, and 5rr on page 20, which addresses shut-off devices for underground tanks.	
		GB5f. States requiring at least a 5-gallon spill container for an containment dike would make all of their current, approximate containers noncompliant, at \$150 each. Believes replacing all of with a slightly larger container would be ludicrous at best.	ly 4-gallon	GB5f. The 5-gallon minimum is not intended to apply retroactively, and the rule text has been changed to more clearly convey this intent.	
		GB5g. Comm 10.520 (2) (b): States having to empty a tank if a system falls below negative 850 millivolts would be an excessi leak detection and inventory control could otherwise continue, modifying cathodic protection systems during winter condition	ve burden, because and testing and	GB5g. Emptying the tank would only be required if other corrective actions are not taken to repair the equipment. Also, the repair period for anode systems has been extended from 60 days to 90 days.	
		GB5h. Comm 10.440 (3): Believes ASTs smaller than 5000 ga longer be exempt from inspections, and the exemption should inspection is otherwise not required, the code should more clea	be reinstated. If this	GB5h. Comm 10 no longer has the 5,000 gallon threshold because STI SP001 now satisfies federal Spill Prevention Control and Countermeasure inspection requirements in 40 CFR 112 for facilities within the scope of that rule which have tank capacities larger than 1320 gallons. The rule text has been changed to not require these inspections for (1) tanks smaller than 1,100 gallons; (2) tanks for heating oil and at farms and construction projects; and (3) tank wagons, movable tanks and tank vehicles. An informational Note has been added for (1) explaining the STI SP001 inspection frequency	

Page 42 of 43

Clearinghous	e Rule Number: 07-029	Hearing Location: (Green Bay		
U			Hearing Date: May		
	Flammable, Combustible and				
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendations		Agency Response	
				and recordkeeping; (2) noting that for almost all tanks of 5000 gallons or less, these inspections are only required to be visual; and (3) referencing optional checklists and guidance that are available on the Department's Web site.	
		GB5i. Believes the rules will impose an extreme financial be marketers and retailers.	ırden on most	GB5i. The proposed rules have been changed in several places to (1) be more clear, especially where misinterpretation of retroactivity has resulted in overestimating the financial impacts; and (2) be more clearly commensurate with the high fire safety and environmental contamination threats posed by the liquids being stored or dispensed.	
		GB5j. States insurance underwriters use noncompliance to negate insurance coverage. Indicates there are issues in the rules that will cause noncompliance, despite hard attempts to be in compliance – and has extreme fears that the insurance will be jeopardized.		GB5j. Concern is noted; however, no specific issue is cited that can be reviewed for improvement.	
		GB5k. States current high gas prices are partly due to low in and the low stocks are due to needing to empty tanks for cor fuels that have a different vapor pressure than winter fuels. I State rules are also reducing inventories by regulating some business, where operators cannot afford to continue running is then lost, such as when bulk plants close in small commun plants are too expensive to build and maintain under today's with 150,000 gallons of secondary storage may seem small, with numerous other small plants, substantial inventory is av liners away and adding all of the new requirements for spill detection will regulate some more of those bulk plants out o inventories are at an all time low, in part because of an EPA pressure, and are a huge part of why gas is \$3 a gallon. Reco middle ground, which previously seemed near but now seem	Fears federal and facilities out of the facility. Storage nities and new bulk rules. A bulk plant but when it exists vailable. Taking clay containment and leak f business. Gasoline regulation for vapor ommends finding	GB5k. The proposed rules have been changed in several places to be more clear, especially where misinterpretation of retroactivity has resulted in overestimating the operational or financial impacts. Also see response 5y on page 12, which addresses dike liners.	
Oral	Craig Wolf EH Wolf & Sons Slinger, Wisconsin	GB6a. Is very concerned about the code's impact on his diverse marketing business – such as his 20-tank bulk plant that stor products because it borders counties which have differing gar relating to air quality. Believes storing the more marginal of no longer be profitable under the new rules and will be elim	ersified petroleum es many different asoline requirements those products will	GB6a. The proposed rules have been changed in several places to be more clear, especially where misinterpretation of retroactivity has resulted in overestimating the operational or financial impacts. No information was submitted identifying which new	

Page 43 of 43

Clearinghouse Rule Number: 07-029 Hearing Location: Gr			ring Location: Green Bay
Rule Number: Chapters Comm 2, 10, 47 and 48Hearing Date: May 3			ring Date: May 3, 2007
Relating to:	Flammable, Combustible and	l Hazardous Liquids	
Comments: Oral or Exhibit No.	Presenter, Group Represented, City and State	Comments/Recommendations	Agency Response
			requirements would impose new costs, and identifying what those costs would be.
		GB6b. Is concerned that the investments needed for meeting the n requirements will be especially problematic for up-and-coming, b low-sales-volume renewable fuels, such as E-85 and soy biodiese	ut currently was submitted identifying which new requirements
Oral	William Noel STS Consultants Green Bay, Wisconsin	GB7a. States he has not found any corresponding regulation of Cl in Michigan.	ass IIIB liquids GB7a. In adjacent States, similar requirements typically apply to Class IIIB liquids, but at the local level.
		GB7b. Suggests clarifying the extent of retroactivity.	GB7b. The proposed rules have been changed in several places to be more clear, especially where misinterpretation of retroactivity has resulted in overestimating the operational or financial impacts, and a summary of significant retroactive requirements will be posted on the Department's Web site.
		GB7c. Questions whether hazardous-liquid stakeholders are adequate the proposed rules.	ately aware ofGB7c. Concern is noted – however, the Department assembled a representative industry advisory group for this topic, and relied on their input.
		GB7d. Indicates some of the requirements for hazardous liquids n lengthy and redundant if good engineering practices are followed, supervision of a qualified engineer, which is an overall code requi- those liquids.	under the generally required, specific requirements are also

File Reference: Comm 10/Hearing Summary3