

Memorandum

To : Honorable Fiona Ma, CPA, Chairwoman
 Honorable Diane L. Harkey, Vice Chair
 Honorable George Runner, First District
 Honorable Jerome E. Horton, Third District
 Honorable Betty T. Yee, State Controller

Date : September 20, 2016

From : Susanne Buehler, Deputy Director
 Business Tax and Fee Department *Susanne Buehler*

Subject : 2017 Hazardous Substances Fees and Occupational Lead Poisoning Prevention Fee Rates
 Board Meeting – September 27-29, 2016
 Item P3.1 –Business Tax and Fee Deputy Director’s Report

In accordance with the Health and Safety Code sections listed below, the tax and fees administered under the Hazardous Substances Tax Law are adjusted each year by the incremental change in the Consumer Price Index (CPI) published by the California Department of Industrial Relations. The increase in the CPI from June 30, 2015 to June 30, 2016 is 2.109 percent and was calculated as follows:

CPI @ June 30, 2016	255.684
CPI @ June 30, 2015	250.404
Increase in CPI	5.280
Percentage Increase	2.109%

Based on the change in the CPI, the 2017 calendar year rates for the tax and fee programs administered under the Hazardous Substances Tax Law will be established according to the attached schedules identified as Exhibits A – C:

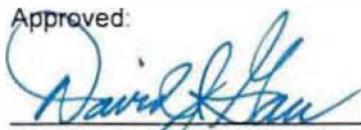
Health & Safety Code Section	Description of Fee	Exhibit
25174.2	Disposal Fee	A
25205.14	Permit-by-Rule or Conditional Authorization	A
25205.4	Facility Fee	A
25205.5	Generator Fee	A
25205.6	Environmental Fee	B
105190	Occupational Lead Poisoning Prevention Fee	C

Please note SB 839, (Stats. 2016, Ch. 340) removed the activity fee previously billed by BOE and leaves fee payers with only the option of entering into a reimbursement contract directly with the Department of Toxic Substances Control.

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

SB:clb
 Attachments

cc: Ms. Genevieve Jopanda
 Mr. Russell Lowery
 Mr. Sean Wallentine
 Ms. Kari Hammond
 Ms. Yvette Stowers
 Ms. Joann Richmond
 Mr. Richard Parrott

Approved:

 David J. Gau, Executive Director

NO BOARD APPROVED
 at the _____ Board Meeting

Joann Richmond, Chief
 Board Proceedings Division

NO BOARD ACTION REQUIRED

**Proposed Adjustments
Disposal Fee, Permit by Rule,
Conditional Authorization,
Facility Fee, Generator Fee
2017 Calendar Year**

Exhibit A

HAZARDOUS WASTE FEE:	2016 FEES	PROPOSED FEE ADJUSTMENT	PROPOSED FEES 2017
Disposal Base Fee (§25174.2) ¹	\$136.32	\$2.87	\$139.19
Permit by Rule or Conditional Authorization (§25205.14)	\$1,533	\$32	\$1,565
Facility Base Fee (§25205.4)	\$31,598	\$666	\$32,264
Generator Base Fee (§25205.5)	\$4,395	\$93	\$4,488

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

**Proposed Adjustments
Environmental Fee (\$25205.6)
2017 Calendar Year**

Exhibit B

NUMBER OF EMPLOYEES:	2016 FEES	PROPOSED FEE ADJUSTMENT	PROPOSED FEES 2017
50 to 74	\$313	\$7	\$320
75 to 99	\$550	\$12	\$562
100 to 249	\$1,094	\$23	\$1,117
250 to 499	\$2,347	\$49	\$2,396
500 to 999	\$4,382	\$92	\$4,474
1,000 or more	\$14,867	\$314	\$15,181

**Proposed Adjustments
Occupational Lead Poisoning Prevention Fee (§105190)
2017 Calendar Year**

Exhibit C

NUMBER OF EMPLOYEES:	2016 FEES	PROPOSED FEE ADJUSTMENT	PROPOSED FEES 2017
Category A:			
Number of Employees:			
10 to 99	\$321	\$7	\$328
100 to 499	\$644	\$14	\$658
500 or more	\$1,608	\$34	\$1,642
Category B:			
Number of Employees:			
10 to 99	\$461	\$10	\$471
100 to 499	\$1,285	\$27	\$1,312
500 or more	\$3,680	\$78	\$3,758