



Proposed Changes to Draft Rule since Public Workshop

Applicability

Defining the term 'market', which is included in the applicability section

MARKET means to facilitate sales through third party vendors that bring together buyers and sellers. For the purposes of this rule, market does not mean to generally promote or advertise coatings.

Definitions

Clarify definition:

METALLIC PIGMENTED COATINGS are <u>decorative</u> coatings, <u>excluding industrial maintenance</u> and roof coatings, containing at least 0.4 pounds per gallon (48 grams/liter) of coating, as applied, of elemental metallic pigment (excluding zinc).

Previous rule clarification on this issue (email dated August 17, 2006)

Definitions

Amend Faux Clear Topcoat to include following labeling requirement:

Effective January 1, 2012, the labels of all Clear Topcoats for Faux Finishing coatings shall prominently display the statement "This product can only be sold as a part of a Faux Finishing coating system".

Definitions

Volatile Organic Compound

Staff received clarification from the EPA and since there are no specific reporting requirements for VOCs under Rules 1113 and 314, there will be no additional reporting requirements for t-Butyl Acetate. The change to the exemption will only affect any required state or federal reporting requirements.

Requirements

Paragraphs (c)(1) and (c)(2) were modified for further clarification

Requirements on IM Coatings have been moved to (c)(7) as a stand alone provision

VOC Limits / Table of Standards 1

Moved Non-Sacrificial Anti-Graffiti Coatings under IM Coatings

Moved effective date for Trowel Applied Faux Coatings to 1/1/14

Increased proposed VOC limit for Clear Topcoats to 100g/L

Removed proposed VOC limit for PSUs and Specialty Primers

Table of Standards 2

Clarified that the architectural coatings category excludes IM coatings

| COLORANT | Limit (g/L) |
|--------------------------------------|-------------|
| Architectural Coatings, Excluding IM | 50 |
| Solvent Based IM | 600 |
| Waterborne IM | 50 |
| | |

Sell Through Provision

Added sell through language for changes that affect product labels

Any coating that is manufactured prior to a change in the applicable labeling requirements may be sold, supplied, or offered for sale with the old label for up to three years after the effective date of the change so long as the coating is compliant with the current applicable VOC limit.

Test Methods

Considering the addition of methods to characterize gonioapparent coatings

ASTM E1767 - 04 Standard Practice for Specifying the Geometries of Observation and Measurement to Characterize the Appearance of Materials

ASTM E2194 - 09 Standard Practice for Multiangle Color Measurement of Metal Flake Pigmented Materials

Exemptions

Amended bundling language:

- B. The coating containers are not bundled together to be sold as a unit that exceeds one liter (1.057 quarts), excluding containers packed together for shipping to a retail outlet; and
- C. The label or any other product literature does not suggest combining multiple containers so that the combination exceeds one liter (1.057 quarts).

Exemptions

Amended the following exemption:

Architectural coatings <u>supplied</u>, sold, offered for sale, <u>marketed</u>, <u>manufactured</u>, <u>blended</u>, <u>repackaged or</u> <u>stored</u> in this District for shipment outside of this District or for shipment to other manufacturers for repackaging.

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Additional Items Under Review

Niche Categories - Awaiting additional information

- Stone Consolidants
- Penetrating Reactive Sealers

Recent Colorant Dispenser Trends

Nozzle closing devices Humidifying Improved canister seals Agitation and recirculation Tinted sample sizes

Assumptions for Colorant Analysis

Small Retailers can use same dispensers with added maintenance Medium Retailers (≈221) may purchase new dispensers Big Box Retailers (≈188) plan to have dispensers capable of delivering low VOC colorants

Assumptions for Colorant Analysis

Increased Maintenance for Colorants

- All retailers (~3,436) will increase maintenance 10 minutes/day to clear nozzles
- Medium Retailers will increase the maintenance/frequency of calibration (\$300/year)



Incremental Cost for Colorants

- Colorant increase 5%
 - ≈ \$1.80/gallon
 - \approx 1,00,320 gallons per year
- No Incremental Cost for Dispensers

Cost Effective Analysis Colorants

| Estimated Emission Reduction (tons/year) | 1,018 |
|---|-------------|
| Annual Incremental Cost for Daily Maintenance | \$6,270,700 |
| Annual Incremental Cost for Dispenser Maintenance | \$66,300 |
| Incremental Cost for Colorant | \$1,800,576 |
| Total Annual Cost | \$8,137,577 |
| Overall Cost Effectiveness | \$7,990 |
| | |

| | | _ | | | |
|--------------------------------|---------------------|---------------|----------|-----------|--|
| | | Emission | Gallons | | |
| | Incremental | Reductions | Affected | | |
| Category | Cost | (tons/year) | Annually | Cost/ton | |
| Dry Fog | \$0.91 | 7 | 79,211 | \$11,090 | |
| Form Release | -\$2.96 | 59 | 133,371 | -\$6,650 | |
| Fire Proofing | \$2.97 | 3 | 2,586 | \$2,845 | |
| Graphic Arts | \$4.77 | 1 | 2,424 | \$11,975 | |
| Metallic Pigmented | \$13.19 | 68 | 66,557 | \$12,952 | |
| Total Emissions Reductions 137 | | | | | |
| | Total Annual Cost | | | \$574,665 | |
| | Overall Cost | Effectiveness | \$4,184 | | |
| | | | | | |

Cost Effective Analysis Coatings

| Cost Effective ACO Changes | | | | jes |
|--|-----------------------|---------------------------|------------------------------|-------------|
| | la ave a entel | Emission | | |
| Category | Incremental Cost | Reductions (tons/year) | Gallons Affected Annually | Cost/ton |
| Specialty Primer | \$7.99 | 365 | 288,982 | \$6,320 |
| PSU | \$4.57 | 7 | 92,989 | \$58,394 |
| WPCMS | \$4.49 | 1 | 1,189 | \$6,899 |
| Total Emissi | on Reductions | 373 | | |
| | Total Ann | ual Cost for Limi | ting Categories | \$2,737,809 |
| Overall Cost Effectiveness for Limiting Categories | | | \$7,335 | |
| Phase Out | \$4.49 | 230 | 1,251,191 | \$24,427 |
| | | Fotal Annual Cos | t for Phase Out | \$5,619,401 |
| | Total / | Annual Cost for o | changes to ACO | \$8,357,210 |
| | Overall Cost I | Effectiveness for | change to ACO | \$13,853 |
| | | | | 22 |

| Category | | Total Annual Cost | Emissions Reduction (tpd) | Cost/ton |
|-----------------------|-------|----------------------|---------------------------------|----------|
| VOC Limit Reductions | | \$574,665 | 0.4 | \$4,184 |
| VOC limit on Colorant | | \$8,137,577 | 2.8 | \$7,990 |
| ACO Changes | | \$8,357,210 | 1.7 | \$13,853 |
| | Total | \$17,069,452 | 4.8 | |
| | | Overall Cost E | ffectiveness | \$9,704 |

Overall Cost Effectiven





