

State of Wisconsin Governor Tony Evers

Department of Agriculture, Trade and Consumer Protection Secretary Randy Romanski

DATE:	November 18, 2021
то:	Board of Agriculture, Trade and Consumer Protection
FROM:	Randy Romanski, Secretary Lara Sutherlin, Administrator, Division of Trade and Consumer Protection
SUBJECT:	Petroleum and Other Liquid Fuel Products; Wisconsin Admin. Code Chapter ATCP 94 (Hearing Draft)

PRESENTED BY: David A. Woldseth and Alicia Clark

REQUESTED ACTION:

At the November 18, 2021 Board meeting, the Department of Agriculture, Trade and Consumer Protection (DATCP) will ask the DATCP Board to authorize public hearings on a proposed rule (copy attached) related to petroleum and other liquid fuel products. This rule implements the provisions of Wis. Stat ch. 168 that prescribe minimum product grade specifications for petroleum and other liquid fuel products.

SUMMARY:

During the 1980s and early 1990s, Wisconsin's tanks and petroleum inspection programs were housed within the Department of Industry, Labor, and Human Relations. These programs were transferred to the Department of Commerce in 1996. They were transferred from Commerce to the Department of Safety and Professional Services (DSPS) as part of the 2011-13 biennial budget (2011 Wisconsin Act 32). SPS 348 was previously titled ILHR 48 and COMM 48 before becoming the current ATCP 94.

With the enactment of 2013 Wisconsin Act 20 (the biennial budget bill), the state of Wisconsin transferred the Petroleum and Other Liquid Fuel Products program, also known as the Petroleum Inspection Program, from DSPS to DATCP. Act 20 authorized the transfer of existing administrative rules with the approval of the Secretary of the Department of Administration. [See Section 9138 (2) (fm) and (4) (f).] The Legislature expected DATCP to update the rules as part of the transfer.

To develop this rule, DATCP reviewed federal and state laws related to fuel quality specifications, current fuel quality inspection practices, national and international fuel quality standards and test methods, and stakeholder input. The Department also considered comments offered to its scope statement and offered during various industry meetings and phone calls with staff. In June 2020, a draft and redline were sent to industry stakeholders to seek informal comments before presentation to the DATCP Board for permission to hold public hearings on the draft hearing rule. On December 18, 2020, DATCP sent responses to those comments, a new hearing draft rule, and a redline of changes. From January 5 to 19, 2021, the fiscal estimate and regulatory flexibility analysis posted on the DATCP website. DATCP received no comments to either.

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In its own internal review, DATCP staff discovered that scope statement may arguably have been insufficient to encompass all the revisions that might be needed. Therefore, at the request of the Department, its Board approved a new scope statement at its July 22, 2021 meeting after holding a hearing on the new scope statement. DATCP again sent the rule and a redline to its stakeholders on August 9, 2021, and received no informal comments. At the request of the Wisconsin Biofuels Association, DATCP staff met with them on September 14, 2021, to discuss the proposed hearing draft rule. From August 31 to September 14, 2021, the fiscal estimate and regulatory flexibility analysis posted on the DATCP website. DATCP received no comments.

Next Steps

If the Board authorizes public hearings on this rule, DATCP will refer a copy of the rule to the Legislative Council Rules Clearinghouse and publish a hearing notice in the Wisconsin Administrative Register. DATCP will hold public hearings after the first of the year. The exact hearing dates and locations have not yet been determined.

Following the public hearings, DATCP will prepare the final draft rule which will be presented for the Board's consideration. If the Board approves, DATCP will transmit the rule to the Governor for his written approval. After the Governor approves the final draft rule, DATCP will send the final draft rule to the Legislature for review by the appropriate legislative committees. If the Legislature takes no action to stop the rule, the Secretary will sign the final rulemaking order and transmit it for publication.

THE DEPARTMENT OF AGRICULTURE, TRADE AND CONSUMER PROTECTION'S PROPOSED ORDER TO ADOPT PERMANENT RULES

PROPOSED ORDER

1	The Wisconsin department of agriculture, trade and consumer protection proposes the following
2	rule to repeal ATCP 94.110 (3) (Note1), 94.200 (1) (a), (b), (c), (d), (e), (f), (g), (h), (i), (j) and
3	(k), 94.210 (1) (b), Table 94.210, 94.210 (1) (c) 2., and (Note), 94.210 (2), (3) (Note), (6), and (6)
4	(Note), 94.300 (1) (b) 8., (2) (a) 3. Note, 94.310 (2) (c), 94.310 (3) (c), 94.400 (6) and (7), and
5	94.410 (2); <i>to renumber</i> 94.200 (2) (Note1) and (Note2) to 94.200 (4) (Note1) and (Note2), 94.300
6	(4) (Intro.) to 94.300 (4) (a), 94.330 (1) (b) to 94.330 (2), 94.330 (1) (c) to 94.330 (3), 94.330 (2)
7	to 94.340 (3), 94.330 (3) to 94.340 (4), and 94.410 (3) to 94.410 (6); to renumber and amend
8	ATCP 94.110 (3), 94.240 (4), 94.300 (1) (c), 94.300 (4) (Note), 94.330 (1) (a), 94.410 (1) and (3);
9	to amend ATCP 94.100 (8) (b), (c), (d) (Title) and (Note1), 94.110 (Title) and (3) (Title), 94.200
10	(1) (Intro.) and (1) (L), 94.200 (4) (Note1), 94.210 (1) (Title), (1) (a), (1) (c) 1., (1) (d) (Title), 2.,
11	3., and 4., (1) (e) 1. and 2., and (1) (f), 94.220, 94.230, 94.240 (Title), (1), (3), and (5), 94.300 (1)
12	(a) and (Note), 94.300 (1) (b) 1. and 2., 94.300 (2) (a), 94.310 (1) (b) 1., 94.310 (2) (a) 1., 2., 3.,
13	and (b), and (e) 1. and 2. (Note1) and (Note2), 94.310 (3) (a), 94.330 (Title) and (1) (a) and (2),
14	94.400 (2) and (5), and 94.410 (5); <i>to repeal and recreate</i> ATCP 94.100 (8) (e), 94.120, and 94.200
15	(2), 94.320; <i>to create</i> ATCP 94.100 (8) (f) and (g), 94.110 (3) (a) 1., 2., 3., 4., 5., 6., 7., 8. and (b),
16	94.200 (3) and (4), 94.210 (3), 94.215, 94.240 (4) (b), 94.250, 94.260, 94.270, 94.300 (1) (b) 9.,
17	(1) (c) 2., and (4) (b), 94.320 (1), 94.330 (3) (Note), 94.340 (1), (2), and (4) (Note.), 94.400 (8),

18 (9), (10), (11), and (12), and 94.410 (1) and (2); *relating to* petroleum product inspections, and

19 affecting small businesses.

<u>Analysis Prepared by the Department</u> of Agriculture, Trade and Consumer Protection

This rule implements Wis. Stat. ch. 168,, subch. I, which directs the department of agriculture, trade and consumer protection (DATCP) to promulgate rules related to minimum product grade specifications of petroleum and other liquid fuels.

Statutes Interpreted

Statutes Interpreted: Wis. Stat. ss. 168.04 and 168.16.

Statutory Authority

Statutory Authority: Wis. Stat. ss. 168.04 and 168.16.

Explanation of Statutory Authority

DATCP has authority, under Wis. Stat. s. 168.04, to promulgate rules that prescribe minimum product grade specifications for petroleum and other liquid fuel products. DATCP has authority, under Wis. Stat. s. 168.16, to promulgate reasonable rules relating to the administration and enforcement of Wis. Stat. ch. 168, subchapter I.

Related Statutes and Rules

Wis. Stat. s. 93.06 (1p) allows the department to charge a fee to cover its cost to provide inspection, diagnostic, analytical or testing services if the service is requested and is related to an authorized department program and serves program objectives.

Wis. Stat. s. 93.06 (1pm) allows the department to establish a schedule of fees for the performance or contract for performance of testing of petroleum products other than testing provided under ch. 168.

Wis. Stat. ch. 168, Subchapter I, Petroleum Product Inspections, grants the department authority to promulgate rules related to product grade specifications, and administration and enforcement of the subchapter.

Wis. Admin. Code ch. ATCP 93 implements Wis. Stat. ch. 168, Subchapter II, Storage of Dangerous Substances. Chapter ATCP 93 establishes the appeals process for a system shutdown, which applies to both storage systems and the fuels contained within them.

Plain Language Analysis

Background

During the 1980s and early 1990s, Wisconsin's tanks and petroleum inspection programs were housed within the Department of Industry, Labor, and Human Relations. These programs were transferred to the Department of Commerce in 1996. They were transferred from Commerce to the Department of Safety and Professional Services (DSPS) as part of the 2011-13 biennial budget (2011 Wisconsin Act 32). SPS 348 was previously titled ILHR 48 and COMM 48 before becoming the current ATCP 94.

With the enactment of 2013 Wisconsin Act 20 (the biennial budget bill), the state of Wisconsin transferred the Petroleum and Other Liquid Fuel Products program, also known as the Petroleum Inspection Program, from DSPS to DATCP. Act 20 authorized the transfer of existing administrative rules with the approval of the Secretary of the Department of Administration. [See Section 9138 (2) (fm) and (4) (f).] The Legislature expected DATCP to update the rules as part of the transfer.

DSPS approved a scope statement in January 2011, but the program transferred before action was taken. The DATCP Board approved a joint scope statement for ATCP 93 and ATCP 94 in September 2013, and DATCP initially considered some changes to ATCP 94. DATCP never formally presented any changes to its Board and never held a public hearing on any proposed changes. Work completed on ATCP 93, the storage tanks inspection program, with the rule's promulgation in November 2019.

Per Wis. Stat. s. 168.04 (4) (c), no gasoline-ethanol fuel blend rule could take effect sooner than July 1, 2019.

Per 2019 Wisconsin Act 64, Wis. Stat. s. 168.105 permits nozzles to dispense differing blends.

The DATCP Board approved a new scope statement for this rule at its November 7, 2019 meeting. DATCP had advocated a new scope statement be created for two main reasons: first, the nature of the industry had changed since September 2013; second, the current scope statement would have expired in February 2020, per Wis. Stat. s. 227.135 (5), and a reset of the calendar with a new scope statement best benefited a thorough re-discussion of the rule.

During the ensuing rulemaking discussions, proposed amendments, and informal sharing of those revisions with industry stakeholders, DATCP staff discovered that so much in the industry had changed that the 2019 Wis. Admin. Code ch. ATCP 94 scope statement might arguably be insufficient to encompass all the revisions that might be needed to address the respective needs and interests of those in the petroleum products industry, the consumers of those products, and the broader public.

Therefore, at the request of the Department, its Board approved a new scope statement at its July 22, 2021 meeting.

Rule Content

General

This rule does all of the following:

- Updates standards incorporated by reference.
- Creates definitions clarifying the meaning of important terms.
- Updates petition for variance procedures and fee authority per transfer from DSPS.
- Updates allowance for water in tanks to match national standards.
- Creates new sections on E15 and E85.
- Creates new sections on aviation fuel and racing fuel.
- Clarifies record keeping and documentation.
- Codifies the Reid Vapor Pressure waiver.
- Makes other minor updates and changes including corrections to outdated provisions.

Standards Incorporated by Reference

This rule adopts Section IV. G. of NIST Handbook 130 (2020 edition) in Wis. Admin. Code s. ATCP 94.200 to reference the most current ASTM standards for fuel. This rule repeals the direct adoption of individual ASTM standards and flexibly permits new standards to be adopted and implemented more quickly. References throughout the rule to ASTM standards have been updated. In some cases, the new rule adopts phrasing directly from these and other national standards. NIST has announced that the 2020 edition will continue through 2021 due to the cancellation of the 2020 annual meeting of the National Conference on Weights and Measures.

Creation of Definitions

This rule creates and expands definitions of important terms used throughout the chapter. The current ATCP 94 defines 12 terms; the new rule, if adopted, will define 35 terms. This rule adopts many definitions from NIST Handbook 130 and others that have been used throughout industry such as the Federal Trade Commission. Wisconsin definitions will therefore more closely match those adopted and used nationally. With the adoption of these definitions, it clarifies the understanding of the rule.

Petition for Variance and Fee Authority per Transfer from DSPS

This rule repeals now-outdated procedures and creates specific requirements for requesting a variance. This rule clarifies the fee requirement and authority to request a variance. This rule repeals outdated references to Wis. Admin. Code chs. SPS 302 and SPS 305, which set fees for a variety of DSPS services and established variance procedures for a variety of DSPS programs. The fees do not increase, but the fee authority now appears in a DATCP rule rather than a DSPS rule. The rule therefore makes DATCP less reliant on another agency's rules and helps complete the transfer of the program to DATCP authority as required by 2013 Wisconsin Act 20.

Water in Tanks

This rule updates limits for water in tanks of several fuel types to match the limits specified in Wis. Admin. Code s. ATCP 93.605 (1) (g), which DATCP promulgated in November 2019. In the future, by referring to another rule, it eliminates potential contradictions between the two administrative rules and requires no additional costs since the two standards match.

E15 and E85

This rule defines E15, creates sections that address E15 specifications (Wis. Admin. Code s. ATCP 94.215) and E85 specifications (Wis. Admin. Code s. ATCP 94.270), and sets labeling and dispending requirements (Wis. Admin. Code s. ATCP 94.300) that government and industry have long wanted and DATCP has long needed to create.

Aviation Fuel and Racing Fuel

In the current rule, the standards for aviation fuels were included in Wis. Admin. Code s. ATCP 94.210 (2). In the new proposed rule, aviation fuel specifications have been expanded and moved to a newly created section (Wis. Admin. Code s. ATCP 94.250). Also, due to numerous questions about racing fuels, a new section, Wis. Admin. Code s. ATCP 94.260, has been created in an effort to make the rule match the changing needs of industry.

Record Keeping and Documentation

Records and documentation requirements have been clarified and streamlined in a newly created Wis. Admin. Code s. ATCP 94.340. The rule does this by renumbering portions of s. ATCP 94.330 into the new section but leaves a few provisions in the old Wis. Admin. Code s. ATCP 94.330 and renames it "Department records."

Reid Vapor Pressure Waiver

In March 2020 due to the COVID-19 crisis, Governor Evers allowed the Department to grant a waiver providing gasoline sellers extra time before they must shift to selling gasoline with low Reid Vapor Pressure. In October 2020, the Department revised the guidance document to extend the waiver. The proposed rule change would make the waiver permanent.

Other Changes

The proposed rule makes other minor clarifying and corrective changes to the rule as well as typical, cosmetic changes that occur during rulemaking.

Since the DATCP Board approved a joint scope statement for ATCP 93 and ATCP 94 in September 2013, there had been an expectation that the two rules would follow a similar path. As DATCP promulgated ATCP 93 in November 2019, the new ATCP 94 harmonizes with changes adopted in ATCP 93 so that the two will not conflict.

The rule also makes changes based on new state or federal guidelines. For instance, 2019 Wisconsin Act 64 created Wis. Stat. s 168.105 to permit nozzles to dispense differing blends. In order to reflect this change, it required the creation of Wis. Admin. Code s. ATCP 94.300 (1) (c) 2.

The rule change also attempts to anticipate emerging technologies.

Summary of and Comparison with Existing or Proposed Federal Statutes and Regulations

Federal Programs

The federal Clean Air Act (CAA) authorizes Environmental Protection Agency (EPA) to establish emissions standards for motor vehicles to address air pollution that may reasonably be anticipated to endanger public health or welfare. EPA also has authority to establish fuel controls to address such air pollution. 40 CFR Parts 79, 80, 85 and 86 establish fuel quality and emissions standards by rule, which are enforced by EPA. These rules incorporate by indirect reference ASTM International standards and test methods.

EPA regulates the vapor pressure of gasoline sold at retail stations during the summer ozone season to reduce evaporative emissions from gasoline that contribute to ground-level ozone and diminish the effects of ozone-related health problems.

42 U.S.C. § 7545 regulates fuels and allows for a temporary waiver of a control or prohibition respecting the use of a fuel or fuel additive. By this authority, EPA may grant partial waivers allowing for gasoline-ethanol blends greater than 10 percent up to 15 percent (E15) for use in MY2001 and newer light-duty vehicles. 40 CFR Part 80 establishes E15 labeling and survey requirements, and transfer document requirements for gasoline-oxygenate blends.

Summary of Comments Received during Preliminary Comment Period and at Public Hearing on Statement of Scope

During the June 10, 2021 hearing on the statement of scope, only Preston Searles from the American Petroleum Institute testified. His stated concerns pertained to the rule itself rather than the scope statement.

Comparison with Rules in Adjacent States

Illinois

Illinois adopts by reference the most recent revisions of ASTM standards regarding motor fuel. Illinois adopts by reference sections of the most current revision of NIST Handbook 130, including the standards and test methods regarding gasoline-ethanol blends, which include E15 as gasoline. Illinois allows the sale of E15 as gasoline. Illinois requires fuel to meet specifications at base and blend.

Iowa

Iowa adopts ASTM standards and test methods regarding motor fuel. Iowa allows the sale of E15 as gasoline. Iowa requires fuel to meet specifications at base and blend.

Michigan

Michigan adopts standards and test methods regarding gasoline, motor fuel additives and grading. Michigan allows the sale of E15 as gasoline. Michigan requires fuel to meet specifications at base and blend.

Minnesota

Minnesota requires petroleum products to meet ASTM standards, and allows for gasoline-ethanol blends to be blended up to any percentage specifically authorized by an EPA waiver under the

Clean Air Act. Minnesota allows the sale of E15 as gasoline. Minnesota requires fuel to meet specifications at base or blend.

Summary of Factual Data and Analytical Methodologies

To develop this rule, DATCP reviewed federal and state laws related to fuel quality specifications, current fuel quality inspection practices, national and international fuel quality standards and test methods, and stakeholder input. The Department also considered comments offered to its scope statement and offered during various industry meetings and phone calls with staff. In June 2020, a draft and redline were sent to industry stakeholders to seek informal comments before presentation to the DATCP Board for permission to hold public hearings on the draft hearing rule. On December 18, 2020, DATCP sent responses to those comments, a new hearing draft rule, and a redline of changes. From January 5 to 19, 2021, the fiscal estimate and regulatory flexibility analysis posted on the DATCP website. DATCP received no comments to either.

However, in its own internal review, DATCP staff discovered the Wis. Admin. Code ch. ATCP 94 scope statement might arguably be insufficient to encompass all the revisions that might be needed to make these proposed changes. Therefore, at the request of the Department, its Board approved a new scope statement at its July 22, 2021 meeting after holding a June 10, 2021 hearing on the new scope statement. DATCP again sent the rule and a redline to its stakeholders on August 9, 2021, and received no informal comments. At the request of the Wisconsin Biofuels Association, DATCP staff met with them on September 14, 2021, to discuss the proposed hearing draft rule.

Analysis and Supporting Documents used to Determine Effect on Small Business in Preparation of an Economic Impact Analysis

The effect on small business was determined by reviewing stakeholder input and internal discussion as to how the proposed changes would affect regulated industries. From August 31 to September 14, 2021, the fiscal estimate and regulatory flexibility analysis posted on the DATCP website. DATCP received no comments.

Fiscal Estimate and Economic Impact Analysis

The Fiscal Esitmate and Economic Impact Analysis is attached.

Effect on Small Business

This rule may impact businesses that sell or distribute petroleum and other liquid fuel products, either at wholesale or retail. These businesses are already regulated under the existing rule, but they may need to make minor changes to comply with updated requirements.

Many of the businesses affected by this rule are "small businesses." However, given the subject matter, there are very few accommodations or special exceptions that can be made for small businesses by the Department. Therefore, the Department does not propose any.

A complete *regulatory flexibility analysis* is attached.

The Department's Regulatory Review Coordinator may be contacted by: Email at <u>Bradford.Steine1@wisconsin.gov</u> Telephone at (608) 224-5024

Standards Incorporated by Reference

This rule incorporates, by reference, portions of *NIST Handbook 130* (2020 edition) published by the National Institute of Standards and Technology, United States Department of Commerce. As required by Wis. Stat. ch. 227, consent will be requested from the Attorney General to incorporate these standards by reference after the public hearings and prior to seeking the Governor's assent to the final draft rule. A copy of these documents will be kept on file with DATCP and the Legislative Reference Bureau. *NIST Handbook 130* is also available in electronic format at: <u>www.nist.gov</u>.

DATCP Contact

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Where Comments May Be Submitted

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RULE TEXT

20 **SECTION 1.** ATCP 94.100 (8) (b), (c), and (d) (Title) are amended to read:

- ATCP 94.100 (8) (b) Immediate shutdown to blend or remove liquid fuel products or
- 22 wastes. Liquid fuel storage systems that contain wastes or products which fail to meet the
- 23 operational and technical standards of this chapter shall be <u>immediately</u> shut down until a pump
- out or blend is completed under the supervision of a person with enforcement authority under this

chapter. The system may be reopened as soon as the product contained in the tank is verified by a person with enforcement authority under this chapter as meeting this chapter's operational and technical standards.

- 28 Note: To obtain supervision of a person with enforcement authority under this chapter,
- 29 contact the department. See the Department website at
- 30 <u>https://datcp.wi.gov/Pages/Programs_Services/PetroleumHazStorageTanks.aspx_for_the_contact</u>
- 31 information for the inspectors.
- (c) *Immediate shutdown after a prohibited act*. Liquid fuel storage systems are subject
 to immediate shutdown after any corresponding violation of s. ATCP 94.400 (1) or (2) occurs.
- (d) <u>Immediate Shutdown shutdown after failure to maintain records</u>. Liquid fuel storage
 tank systems are subject to immediate shutdown if corresponding inventory, delivery, or manifest
 records either have been falsified or are not available for inspection within 24 hours after being
 requested by a person with enforcement authority under this chapter.
- Note: Under sections ATCP 93.500 (9) and ATCP 94.330 (3) 94.340 (4), all product inventory records, including delivery receipts, must be kept at the site of a retail storage tank system for a duration of at least 10 years. Under sections ATCP 94.100 (5) and 94.330 (3) 94.340 (4), these records must be made available for inspection by the Department. Section ATCP 93.500 (9) also requires maintaining several other types of records for retail storage tank systems.
- 43
- **SECTION 2.** ATCP 94.100 (8) (e) is repealed and recreated to read:
- 44 (e) *Immediate shutdown for labeling discrepancies*. Liquid fuel storage tank systems
 45 are subject to immediate shutdown if the product identification at the tank fill is labeled differently
 46 than the product identification at the device dispensing fuel from the tank.
- 47 **SECTION 3.** ATCP 94.100 (8) (f) and (g) are created to read:

ATCP 94.100 (8) (f) Shutdown after continued violation. 48 1. Tank systems or components are subject to shutdown for a continuing code violation 49 under this chapter, provided all of the following conditions are met: 50 a. An order, allowing a period for compliance of at least 15 days, is issued with a specific 51 compliance date. 52 b. The reinspection made after the specified compliance date shows that compliance has 53 not been achieved. 54 2. If compliance is not achieved by the 15-day compliance date as in subd. 1. a., any 55 additional inspections may result in a reinspection fee per the special inspection fees listed in s. 56 ATCP 93.1605 (5). 57 (g) Appeals. Appeals to a shutdown order must be filed pursuant to s. ATCP 93.190. 58 SECTION 4. ATCP 94.110 (Title), (2), and (3) (Title) are amended to read: 59 ATCP 94.110 Petition Penalties, fees and petitions for variance, penalties and fees. 60 (2) FEES. Fees for requested inspections, including but not limited to complaint-driven 61 requests, shall be assessed in accordance with ch. SPS 302 s. ATCP 94.410. 62 63 (3) PETITION PETITIONS FOR VARIANCE. SECTION 5. ATCP 94.110 (3) is renumbered ATCP 94.110 (3) (a) and amended to read: 64 ATCP 94.110(3)(a) The department shall consider and may grant a variance to a provision 65 of this chapter in accordance with ch. SPS 303 for the sale of engine fuels designed for special use 66 that do not have ASTM or other national consensus standards applying to their quality or usability. 67 A separate petition for variance must be submitted on form TR-WM-129 for each fuel type and 68 shall include: 69 SECTION 6. ATCP 94.110 (3) (a) 1., 2., 3., 4., 5., 6., 7., 8., and (b) are created to read: 70 ATCP 94.110 (3) (a) 1. Requester's name and address. 71

72	2. Type of business.						
73	3. Product description, intended use and specification sheet.						
74	4. Evidence that an equivalency is established in the petition for variance that meets the						
75	intent of the rule being petitioned.						
76	5. Reason for the request.						
77	6. Signature and title of the requester.						
78	7. Date of the request.						
79	8. The fee of \$300.						
80	(b) The department will respond within 30 days of receipt of complete petitions.						
81	SECTION 7. ATCP 94.110 (3) (Note1) is repealed.						
82	SECTION 8. ATCP 94.120 is repealed and recreated to read:						
83	ATCP 94.120 Definitions. In this chapter:						
84	(1) "Alternative liquid automotive fuel" includes all of the following:						
85	(a) Mixtures containing more than 15 percent by volume of methanol, denatured						
86	86 ethanol, and/or other alcohols with gasoline or other fuels;						
87	(b) Biofuels over B5;						
88	(c) Coal-derived liquid fuels;						
89	(d) Other liquid automotive fuels not defined by this chapter.						
90	(2) "Automotive fuel rating" means:						
91	(a) For gasoline, the octane rating;						
92	(b) For an alternative liquid automotive fuel other than biodiesel, biomass-based diesel,						
93	biodiesel blends, biomass-based diesel blends, and ethanol flex fuels, the commonly used name of						
94	the fuel with a disclosure of the amount, expressed as the minimum percentage by volume, of the						

principal component of the fuel. A disclosure of other components, expressed as the minimum
percentage by volume, may be included, if desired;

- 97 (c) For biomass-based diesel, biodiesel, biomass-based diesel blends with more than 5 98 percent biomass-based diesel, and biodiesel blends with more than 5 percent biodiesel, a disclosure 99 of the biomass-based diesel or biodiesel component, expressed as the percentage by volume; or
- (d) For ethanol flex fuels, a disclosure of the ethanol component, expressed as the
 percentage by volume and the text "Use Only in Flex-Fuel Vehicles/May Harm Other Engines."
- (3) "Automotive gasoline" means a type of gasoline suitable for use in spark ignition
 automobile engines and also commonly used in marine and non-automotive applications.
- (4) "Aviation gasoline" means a type of gasoline suitable for use as a fuel in an aviation
 spark-ignition internal combustion engine.
- (5) "Aviation turbine fuel" means a refined middle distillate suitable for use as a fuel inan aviation gas turbine internal combustion engine.
- (6) "Biodiesel blend" means a fuel comprised of biodiesel fuel with petroleum-based
 diesel fuel, designated BXX. In the abbreviate, BXX represents the percent by volume of biodiesel
 fuel in the blend.
- (7) "Biodiesel fuel" means a fuel comprised of at least 99 percent by volume mono-alkyl
 esters of long chain fatty acids derived from vegetable oils or animal fats, designated B100 or B99.
- 113 (8) "Biofuels" means any fuel that is derived from biomass.
- (9) "Biomass" means biological material including any material other than fossil fuelswhich is or was a living organism or component or product of a living organism.
- (10) "Butanol" means butyl alcohol, the chemical compound C₄H₉OH, a colorless
 substance existing in four isomeric forms.

(11) "Department" means the Wisconsin department of agriculture, trade and consumerprotection.

(12) "Diesel fuel" means a refined hydrocarbon suitable for use as a fuel in a
 compression-ignition (diesel) internal combustion engine that may contain a combination of
 biodiesel, renewable diesel, and fuel additives.

(13) "Dissimilar fuel product" means fuel products with different oxygenates, different
 oxygenate content by volume, different octane rating, different ASTM specifications, different
 biomass content by volume, or different definitions under this chapter.

(14) "E15" means gasoline containing more than ten percent by volume but not more than
fifteen percent ethanol by volume.

(15) "E85" means a term that refers to high-level ethanol-gasoline blends containing 51
 percent to 83 percent ethanol, depending on geography and season. It can be used in flexible fuel
 vehicles.

131 (16) "EPA" means the United States environmental protection agency.

132 (17) "Ethanol" and "denatured fuel ethanol" means ethyl alcohol.

(18) "Ethanol flex fuel" means blends of ethanol and hydrocarbons restricted for use asfuel in ground vehicles equipped with flexible-fuel spark-ignition engines.

(19) "Fuel oil" means refined oil middle distillates, heavy distillates, or residues of
 refining, or blends of these, suitable for use as a fuel for heating or power generation.

(20) "Gasoline" means a volatile mixture of liquid hydrocarbons generally containing
small amounts of additives suitable for use as a fuel in a spark-ignition internal combustion engine.
(21) "Gasoline-oxygenate blend" means a fuel consisting primarily of gasoline along with
a substantial amount more than one percent by volume oxygenate, or more than 0.3 percent by

volume methanol not to exceed the total oxygen content permitted by applicable laws and
regulations. Examples of oxygenates used in gasoline-alcohol blends are ethanol and butanol.

(22) "Inspection" means collection of product samples, qualitative determination by visual
 assessment and laboratory testing, and verification of associated product–shipping and storage
 records.

146 (23) "Inspector" means a duly authorized fuel products inspector of the department.

147 (24) "Kerosene" and "kerosine" means a refined middle distillate suitable for use as a fuel148 for heating or illuminating.

(25) "Lead substitute" means an EPA-registered gasoline additive suitable, when added in
 small amounts to fuel, to reduce or prevent exhaust valve recession or seat wear in automotive
 spark-ignition internal combustion engines designed to operate on leaded fuel.

152 (26) "Methanol" means methyl alcohol.

(27) "Motor fuel" means a flammable or combustible liquid which is used in the operation
 of an internal combustion or turbine engine and which is regulated by either the product
 specifications in subch. II or the labeling requirements in s. ATCP 94.300.

156 (28) "MTBE" means methyl tertiary-butyl ether.

(29) "NIST Handbook 130" means NIST Handbook 130 (2020 edition) Chapter IV. G.
"Uniform Engine Fuels and Automotive Lubricants Regulations," published by the National
Institute of Standards and Technology, United States department of commerce.

(30) "Oxygenate" means an oxygen-containing, ashless, organic compound, such as an
 alcohol or ether, which can be used as a fuel or fuel supplement.

(31) "Petroleum and other liquid fuel products," "liquid fuels," and "fuel products" means
 gasoline, gasoline/alcohol-ether gasoline-oxygenate blends, aviation gasoline, aviation turbine

fuel, automotive gasoline, kerosene, fuel oil, burner fuel, diesel fuel, biofuels, other liquid motor
fuels, and blends of petroleum-based fuels and biofuels.

(32) "Racing gasoline" means a specialty fuel typically used in non-road racing vehicles
 that is generally of lower volatility, has a narrower boiling range and a higher octane rating than
 gasolines made for use in conventional passenger vehicles.

(33) "Reclaimed used lubricating oil," "recleaned used lubricating oil," or "reconditioned used lubricating oil" means used oil which has been cleaned by cleaning methods used for the primary purpose of removing insoluble contaminants to make the oil suitable for further use. In this subsection, "cleaning method" includes settling, heating, dehydration, filtration, or centrifuging.

(34) "Red-tag" means a red tag secured to a component of a storage or dispensing system, which gives notice that the system or the product stored is under enforcement action for failure to comply with the requirements of either this chapter or ch. ATCP 93, and which prohibits operation of the system until the red tag is removed by or under the direction of an inspector.

(35) "Rerefined used lubricating oil" means used oil on which refining processes have been
used to produce high-quality base stock for lubricants. In this subsection, "refining process"
includes distillation, hydrotreating, or treatments employing acid, caustic, solvent, clay, or other
chemicals, or a combination of those processes.

182

SECTION 9. ATCP 94.200 (1) is repealed and recreated to read:

(1) The following standard of the 2020 Annual Book of ASTM Standards of ASTM
 International is incorporated by reference into this chapter: ASTM D7547-17a, standard
 specification for hydrocarbon unleaded aviation gasoline.

186

6 SECTION 10. ATCP 94.200 (2) is repealed and recreated to read:

187	(2) The following portions of NIST Handbook 130 are adopted by reference into this
188	chapter:
189	(a) Section 2. "Standard Specifications", excluding specifications pertaining to lubricants
190	and compressed gases; including natural gas, liquid natural gas, liquid propane and hydrogen.
191	(b) The following portions of Section 3. "Classification and Labeling for Sale of Petroleum
192	Products":
193	1. Par. 3.1.4 "Nozzle Requirements for Automotive Gasoline, Gasoline-Oxygenate Blends,
194	and Diesel Fuel Dispensers".
195	2. Subs. 3.4 "Aviation Turbine Fuels".
196	3. Subs. 3.5 "Aviation Gasoline".
197	4. Subs. 3.7 "Kerosene".
198	5. Par. 3.15.2.4 "Biodiesel Blends".
199	6. Par. 3.15.3 "Documentation for Dispenser Labeling Purposes".
200	7. Subs. 4.3 "Dispenser Filters".
201	SECTION 11. ATCP 94.200 (3) and (4) are created to read:
202	ATCP 94.200 (3) All finished fuels must meet the adopted standard specifications at the
203	time they are offered for sale.
204	ATCP 94.200 (4) Where no ASTM or NIST Handbook 130 standard exists, other generally
205	recognized national consensus standards may be used.
206	SECTION 12. ATCP 94.200 (2) (Note1) and (Note2) are renumbered ATCP 94.200 (4)
207	(Note1) and (Note2).
208	SECTION 13. ATCP 94.200 (4) (Note1) is amended to read:
209	Note: Copies of the adopted standards are on file in the offices of the department and the
210	legislative reference bureau. Copies of the ASTM standards may be purchased from ASTM

211	International, 100 Barr Harbor Drive, PO Box C700, West Conshokocken, PA 19428–2959,
212	telephone 877-909-2786, e-mail service@astm.org, or website www.astm.org. Copies of NIST
213	Handbook 130 may be obtained from the U.S. Government Printing Office, Stop SSOP,
214	Washington, D.C. 20102-0001, website: www.nist.gov.
215	SECTION 14. ATCP 94.210 (1) (Title) and (a) are amended to read:
216	ATCP 94.210 (1) (Title) GASOLINE, AUTOMOTIVE GASOLINE, ALCOHOL, AND
217	GASOLINE/ALCOHOL-ETHER GASOLINE-OXYGENATE BLENDS.
218	(a) General. Gasoline, automotive gasoline, and gasoline/alcohol-ether gasoline-
219	oxygenate blends sold or offered for sale in this state shall be visually free of undissolved water,
220	sediment and suspended matter and shall be clear and bright at the ambient temperature or 70
221	degrees F (21 degrees C), whichever is higher fuel temperature at the point of custody transfer or
222	a lower temperature agreed upon by the purchaser and seller.
223	SECTION 15. ATCP 94.210 (1) (b) and Table 94.210 are repealed.
224	SECTION 16. ATCP 94.210 (1) (c) 1. is amended to read:
225	ATCP 94.210 (1) (c) 1. Except as provided in subd. 2., any Any fuel product designated
226	by name or reference as automotive gasoline shall meet the requirements specified in ASTM
227	D4814 given in NIST Handbook 130.
228	SECTION 17. ATCP 94.210 (1) (c) 2. and (1) (c) 2. (Note) are repealed.
229	SECTION 18. ATCP 94.210 (1) (d) (Title), (1) (d) 2., 3., 4., (1) (e) 1., and 2. are amended
230	to read:
231	ATCP 94.210 (1) (d) (title) Gasoline/oxygenate Gasoline-oxygenate blends.
232	1. Anhydrous denatured alcohol may be added to gasoline if the original gasoline product
233	meets the requirements of par. (b) or (c).

234
 2. The alcohol content for ethyl alcohol may not exceed a concentration of 10 volume
 235 percent by volume.

- 3. The alcohol content for methyl-alcohol gasoline-methanol blends may not exceed a
 concentration of one volume percent by volume.
- 4. Other oxygenated fuels shall be acceptable if the oxygenates are blended at the refinery
 in a manner approved by the department in amounts allowed by the EPA and the final product
 conforms to the standard specification for gasoline under par. (b) or (c).
- (e) *Ethanol.* 1. Any product designated by name or reference as denatured fuel ethanol for
 blending with gasoline for use as automotive spark-ignition engine fuel shall meet the requirements
 of ASTM D4806 given for denatured fuel ethanol in NIST Handbook 130.
- 2. Any product designated by name or reference as ethanol flex fuel for automotive sparkignition engines shall meet the requirements of ASTM D5798 given for ethanol flex fuel in NIST
 Handbook 130.

(f) Documentation. Any person who distributes gasoline products which contain one percent or more by volume of ethyl alcohol or methyl alcohol, or both, shall state on any invoice, bill of lading, shipping paper, or other documentation accompanying the shipment used in normal and customary business practices, the type and maximum percentage of alcohol rounded to a whole number or half number equal to or less than the determined percentage percent by volume of alcohol.

- 253 **SECTION 19.** ATCP 94.210 (2) is repealed.
- 254 **SECTION 20.** ATCP 94.210 (3) is created to read:

(3) REID VAPOR PRESSURE FOR GASOLINE-ETHANOL BLENDS. When gasoline
 is blended with ethanol, the ethanol shall meet ASTM D4806, "Standard Specification for

Denatured Fuel Ethanol for Blending with Gasolines for Use as Automotive Spark-Ignition Engine
Fuel," and the blend shall meet ASTM D4814, "Standard Specification for Automotive SparkIgnition Engine Fuel," with the following permissible exception that the maximum vapor pressure
shall not exceed the ASTM D4814 limits by more than 1.0 psi for blends containing one or more
percent by volume ethanol for volatility classes A, B, C, D, and E from September 16 through May
31.

263

SECTION 21. ATCP 94.215 is created to read:

ATCP 94.215 E15 specifications. (1) REQUIREMENTS. Any fuel product designated by name or reference or defined as "E15" in s. ATCP 94.120 (14) shall meet the requirements specified in ASTM D4814 given in NIST Handbook 130. Any person who distributes E15 shall state on any invoice, bill of lading, shipping paper, or other documentation accompanying the shipment used in normal and customary business practices, the maximum percent by volume of ethanol.

(2) REID VAPOR PRESSURE FOR E15. When gasoline is blended with ethanol, the
ethanol shall meet ASTM D4806, "Standard Specification for Denatured Fuel Ethanol for
Blending with Gasolines for Use as Automotive Spark-Ignition Engine Fuel," and the blend shall
meet ASTM D4814, "Standard Specification for Automotive Spark-Ignition Engine Fuel," with
the following permissible exception that the maximum vapor pressure shall not exceed the ASTM
D4814 limits by more than 1.0 psi for blends containing one or more percent by volume ethanol
for volatility classes A, B, C, D, and E from September 16 through May 31.

277 SECTION 22. ATCP 94.220 and 94.230 are amended to read:

- ATCP 94.220 Kerosene specifications. Any fuel product designated by name or reference as "kerosene" or "kerosine" shall meet the requirements specified in ASTM D3699 given for kerosene in NIST Handbook 130.
- ATCP 94.230 Fuel oil specifications. Any petroleum product designated by name or reference as No. 1 fuel oil to No. 6 fuel oil shall meet the requirements specified in ASTM D396 given for fuel oil in NIST Handbook 130.
- 284 SECTION 23. 94.240 (Title) and (1) are amended to read:
- ATCP 94.240 Diesel fuel oil-specifications.
- 286 (1) Except as provided in subs. <u>sub.</u> (2) and (6), any <u>Any</u> fuel product designated by name
- or reference as No. 1 diesel fuel oil-to No. 4 diesel fuel oil-shall meet the requirements specified
- ²⁸⁸ in ASTM D975 given for diesel fuel in NIST Handbook 130.
- 289 SECTION 24. 94.240 (2) is repealed.
- 290 **SECTION 25.** 94.240 (3) is amended.
- ATCP 94.240 (3) Biodiesel fuel meeting the requirements specified in ASTM D6751 given
- 292 for biodiesel in NIST Handbook 130 may be added to diesel fuel meeting the requirements
- 293 specified in ASTM D975 given for diesel fuel in NIST Handbook 130.
- 294 **SECTION 26.** ATCP 94.240 (3) (Note) is repealed.
- 295 SECTION 27. ATCP 94.240 (4) is renumbered ATCP 94.240 (4) (a) and amended to read:
- ATCP 94.240 (4) (a) Biodiesel-blended Biodiesel motor fuels blends of 6-greater than 5 to
- 20 percent biodiesel by volume shall meet the requirements of ASTM D7467 given for biodiesel
- 298 <u>blends in NIST Handbook 130</u>.
- 299 **SECTION 28**. ATCP 94.240 (4) (b) is created to read:

ATCP 94.240 (4) (b) The retailer shall be provided, at the time of delivery of the fuel, a declaration of the percent by volume biodiesel on an invoice, bill of lading, shipping paper, or other document. This documentation is for dispenser labeling purposes only; it is the responsibility of any potential blender to determine the amount of biodiesel in the diesel fuel prior to blending.

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SECTION 29. ATCP 94.240 (5) is amended to read:

ATCP 94.240 (5) Any person who distributes petroleum-source diesel fuel mixed with non-petroleum-source diesel fuel shall state on any invoice, bill of lading, shipping paper, or other documentation accompanying the shipment used in normal and customary business practices, the type and percentage <u>maximum volume percent</u> of each component rounded to a whole number or half number equal to or less than the determined percentage.

311 SECTION 30. ATCP 94.240 (6) and (Note) are repealed.

312 **SECTION 31.** ATCP 94.250, ATCP 94.260, and ATCP 94.270 are created to read:

ATCP 94.250 Aviation fuels. (1) AVIATION GASOLINE. Any fuel product designated by name or reference as aviation gasoline shall meet the requirements of ASTM D910, D6227, or D7547.

316 (2) AVIATION TURBINE FUEL. Any fuel product designated by name or reference as
 317 aviation turbine fuel shall meet the requirements of ASTM D1655.

- 318 **ATCP 94.260 Racing gasoline.** (1) OCTANE RATING. The octane rating of the gasoline 319 shall not be less than any of the following:
- 320 (a) The octane rating posted on the product dispenser.

321 (b) The certification on the invoice, bill of lading, shipping paper, or other 322 documentation.

(2) SPECIFICATIONS. The product specification limits shall be those as declared by the
 manufacturer's product specifications. Upon the request by the department, each supplier of racing
 gasoline shall provide a copy of the manufacturer's product specifications.

(3) LEAD AND LEAD SUBSTITUTE. (a) *Minimum Lead Content to Be Termed Leaded*.
Gasoline and gasoline oxygenate blends sold as leaded shall contain a minimum of 0.013 grams
of lead per liter or 0.05 grams per U.S. gallon.

(b) *Labeling*. Each dispensing device from which gasoline or gasoline-oxygenate blends containing lead shall display the following legend, "Contains lead." The lettering of this legend shall not be less than 12.7 millimeters or ½ inch in height and the color of the lettering shall be in definite contrast to the background color to which it is applied.

(c) Use of Lead Substitute Must be Disclosed. Each dispensing device from which gasoline
or gasoline-oxygenate blends containing a lead substitute is dispensed shall display the following
legend: "Contains Lead Substitute." The lettering of this legend shall not be less than 12.7
millimeters or ¹/₂ inch in height and the color of the lettering shall be in definite contrast to the
background color to which it is applied.

(d) *Nozzle Requirements for Leaded Fuel*. Each dispensing device from which gasoline or
gasoline oxygenate blends that contain lead in amounts sufficient to be considered leaded gasoline,
or lead substitute engine fuel, is sold shall be equipped with a nozzle spout having a terminal end
with an outside diameter of not less than 23.63 millimeters or 0.93 inches.

ATCP 94.270 E85 specifications. Any fuel product designated by name or reference or defined as "E85" in s. ATCP 94.120 (15) shall meet the requirements specified in ASTM D5798

344 given in NIST Handbook 130. Any person who distributes E85 shall state on any invoice, bill of 345 lading, shipping paper, or other documentation accompanying the shipment used in normal and 346 customary business practices, the actual volume percent of ethanol.

347

SECTION 32. ATCP 94.300 (1) (a) is amended to read:

ATCP 94.300 Labeling of dispensers and containers. (1) DISPENSING EQUIPMENT. (a) *General*. All devices dispensing liquid fuel products at motor fuel dispensing facilities, garages, or other places where liquid fuel products are sold or offered for sale shall be marked with a conspicuous label visible on both faces of the dispensing device indicating the <u>proper</u> automotive fuel rating of the fuel product <u>as established under Title 16 CFR Part 306</u>. No label may be placed so that the text is sideways or upside down.

354

SECTION 33. ATCP 94.300 (1) (a) (Note) is amended to read:

ATCP 94.300 (1) (a) (Note) Note: The Federal Trade Commission (FTC) establishes the 355 requirements for accurate automotive fuel ratings, which include octane ratings, certification and 356 posting under Title 16 CFR Part 306. Also included in Part 306 are detailed requirements for 357 labeling retail diesel fuel dispensing devices that dispense fuel blends consisting of more than 5 358 percent by volume biodiesel fuel or biomass-based diesel fuel. Those detailed requirements 359 360 include prescribed dispenser labels for blended fuels of 6-greater than 5 to 20 percent biodiesel fuel or biomass-based diesel fuel, and dispenser labels for blended fuels of more than 20 percent 361 biodiesel fuel or biomass-based diesel fuel. The FTC requirements are available at www.ftc.gov. 362

363

SECTION 34. ATCP 94.300 (1) (b) 1. and 2. are amended to read:

ATCP 94.300 (1) (b) *Oxygenated gasoline dispensing device labels*. 1. A device that dispenses a gasoline–ethanol fuel blend of more than <u>2%-one percent</u> by volume of ethanol shall be labeled with the maximum <u>volume</u> percent <u>by volume</u> of ethanol at all times the product is 367 offered for retail sale.

2. A device that dispenses a reformulated gasoline, as defined in s. 285.37 (1), Stats., that contains an oxygenate other than ethanol shall be labeled with the identity of the oxygenate at all times the product is offered for retail sale. If the reformulated gasoline contains multiple oxygenates, the label shall identify the predominate predominant oxygenate based upon percent by volume percent.

373

SECTION 35. ATCP 94.300 (1) (b) 8. is repealed.

374 **SECTION 36.** ATCP 94.300 (1) (b) 9. is created to read:

ATCP 94.300 (1) (b) 9. a. Labeling. Any retailer or wholesaler who sells, dispenses, or
 offers for sale or dispensing E15 shall comply with labeling requirements in 40 CFR 1090.1510.

b. Placement. The label shall be placed on the upper two-thirds of each fuel dispenser where the consumer will see the label when selecting a fuel to purchase. For dispensers with one nozzle, the label shall be placed above the button or other control used for selecting E15, or in any other manner which clearly indicates which control is used to select E15. For dispensers with multiple nozzles, the label shall be placed in the location that is most likely to be seen by the consumer at the time of selection of E15.

383 SECTION 37. ATCP 94.300 (1) (c) is renumbered ATCP 94.300 (1) (c) 1. and amended to
 384 read:

ATCP 94.300 (1) (c) 1. *Dual dispenser for alcohol.* Dispensing gasoline-ethanol fuel blends. 1. A dispensing device which has existed since before February 1, 2009, and which does not use a separate fueling nozzle and hose for dispensing ethanol-blended motor fuels of more than 10 15 percent ethanol by volume shall bear a label clearly warning any purchaser that the first gallon may have more than 10 15 percent ethanol by volume. This label shall be adjacent to the

390	ethanol label	that is red	nuired in p	ar. (b).	and shall	comply	with the re	quirements in	par. (b) 3	4
570		1101 10 100	janoa m p	ar. (0),	and bhan	vompi,		quinternes in	part	$o_{1} \cdots$	

391 6. and 7. Enforcement of this paragraph shall be in accordance with par. (b) 8.

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SECTION 38. ATCP 94.300 (1) (c) 2. is created to read:

2. Same Nozzle Permitted. A dispensing device at a retail station may be used to dispense through the same fueling nozzle and hose gasoline-ethanol fuel blends containing greater than 10 percent and not more than 15 percent ethanol by volume, gasoline containing no ethanol, and gasoline-ethanol fuel blends containing not more than 10 percent ethanol by volume if either of the following applies:

a. The retail station provides a device having at least one fueling nozzle and hose that dispenses only gasoline-ethanol fuel blends containing no more than 10 percent ethanol by volume; a label satisfying the requirements under s. 168.11 (1) (b) 3., Stats. is prominently affixed to the dispensing device stating "Passenger Vehicles Only. Use in Other Vehicles, Engines and Equipment May Violate Federal Law."; the retail station displays signs informing customers of the availability and location of the device required under subd. 1; or

- 404 b. A label satisfying the requirements under s. 168.11 (1) (b) 3., Stats. is prominently 405 affixed to the dispensing device that states that a minimum purchase of 4 gallons is required.
- 406 **SECTION 39.** ATCP 94.300 (2) (a) is amended to read:

(a) *Gasoline and similar products*. All containers for storing gasoline or any other product
that has a flash point of less than 100°F when tested using either an ASTM D56, or <u>ASTM D93</u>,
ASTM D6450, or <u>ASTM D7094</u> closed tester shall be metal or equally sound nonflammable
material meeting the requirements of ch. ATCP 93 or SPS 314, shall have the common name of the
contents clearly labeled or painted on the exterior, and shall be substantially a bright red color.
These requirements do not apply to any of the following:

413 1. Fuel supply tanks connected to internal combustion or turbine engines, appliances,414 or any device consuming the fuel.

2. Containers holding one gallon or less of a liquid fuel product which were filled originally by a manufacturer or a packager and which comply with the federal standards for packaging and labeling.

- 418 3. Containers having a capacity of 275 gallons or more.
- 420 **SECTION 40.** ATCP 94.300 (2) (a) 3. (Note) is repealed.

419

421 SECTION 41. ATCP 94.300 (4) (Intro.) is renumbered ATCP 94.300 (4) (a).

422 SECTION 42. ATCP 94.300 (4) (b) is created to read:

423 ATCP 94.300 (4) (b) A person who changes the fuel product dispensed from a tank system 424 to a dissimilar fuel product shall notify the inspector, and the new product shall be tested and 425 approved before being dispensed.

426 **SECTION 43.** ATCP 94.300 (4) (Note) is renumbered ATCP 94.300 (4) (b) (Note) and 427 amended to read:

ATCP 94.300 (4) (b) (Note): Chapter ATCP 93 has detailed requirements that apply when converting a fuel tank to storage of fuel containing more than 10 percent ethanol by volume <u>and more</u> <u>than five percent biodiesel by volume</u>. Those requirements address cleaning the tank, tightness testing, and equipment compatibility.

- 432 **SECTION 44.** ATCP 94.310 (1) (b) 1. is amended to read:
- ATCP 94.310 (1) (b) 1. Liquid fuel products previously inspected by the department at the
 refinery or at a marine or pipeline terminal within or without outside the state.
- 435 SECTION 45. ATCP 94.310 (2) (a) 1., 2., 3., (b), (e) 1., and 2. (Notes) are amended to read:

ATCP 94.310 (2) NOTIFICATION FOR INSPECTION. (a) 1. Where requested by the department, the recipient of all liquid fuel products shall notify the department's corresponding district inspection office inspector of the receipt, between the hours of 7:45 a.m. and 4:30 p.m. on the day of the receipt, except as provided in subd. 2. or 3.

(a) 2. Where requested by the department, the department's corresponding district
inspection office inspector shall be notified of any liquid fuel products received after 4:30 p.m. or
received on a Saturday, Sunday or any legal holiday, between the hours of 7:45 a.m. and 10:00
a.m. of the next regular working day.

Where requested by the department, current delivery schedules for liquid fuel products
 delivered through a pipeline shall be made available to the department's corresponding district
 inspection office inspector.

(b) If a person transfers one grade of a liquid fuel product into a container with another
 grade of liquid fuel product, the entire commingled product shall be deemed uninspected and the
 department's corresponding district inspection office inspector shall be notified.

(e) 1. A person who changes the fuel product dispensed from a tank system from a Class
II or III liquid to a Class I liquid shall notify the department's corresponding district inspection
office, inspector, and the new product shall be tested and approved before being dispensed.

2. Note: Under chapter ATCP 93, the department's corresponding district inspection office
inspector must likewise be notified, and the new product must likewise be tested and approved
before being dispensed, when the product dispensed from a tank system is changed from a Class I
liquid to a Class II or III liquid.

- 457 2. Note: See the Department Web site website at
- 458 http://datcp.wi.gov/Consumer/Weights_and_Measures/index.aspx. for the contact information
- 459 for the Department's district inspection offices inspectors.
- 460 **SECTION 46.** ATCP 94.310 (2) (c) is repealed.
- 461 SECTION 47. ATCP 94.310 (3) (a) is amended to read:
- 462 ATCP 94.310 (3) (a) SAMPLING PROCEDURES. (a) *General*. A representative
- sample of at least 8 ounces shall may be taken from every any shipment of liquid fuel products,
- 464 including commingled products that is <u>are</u> imported into and received in this state.
- 465 **SECTION 48.** ATCP 94.310 (3) (c) is repealed.

466 SECTION 49. ATCP 94.320 is repealed and recreated to read:

467 ATCP 94.320 Water in tanks. Water may not exceed the depths specified in ch. ATCP

468 93.605 in any tank utilized for storing fuels for retail sale, except as otherwise approved by the

- department.
- 470 SECTION 50. ATCP 94.330 (Title) is amended to read:
- 471 ATCP 94.330 Department records. Records.
- 472 SECTION 51. ATCP 94.330 (1) (a) is renumbered ATCP 94.330 (1) and amended to read:
- 473 The <u>date</u> time and place of each inspection.
- 474 SECTION 52. ATCP 94.330 (1) (b) is renumbered ATCP 94.330 (2).
- 475 SECTION **53**. ATCP 94.330 (1) (c) is renumbered ATCP 94.330 (3).
- 476 SECTION 54. ATCP 94.330 (2) is renumbered ATCP 94.340 (3).
- 477 SECTION 55. ATCP 94.330 (3) is renumbered ATCP 94.340 (4).
- 478 **SECTION 56.** ATCP 94.330 (3) (Note). is created to read:
- 479 **Note**: Wis. Stat. ch. 98 has detailed requirements that apply to delivery of certain liquid

480 fuels.

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SECTION 57. ATCP 94.340 (1) and (2) are created to read:

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ATCP 94.340 Documentation and records.

(1) GENERAL. Any person receiving, unloading, using, offering for sale, or selling any
liquid fuel product shall identify the product as to name or grade. Delivery of automotive fuel to a
retail outlet shall include a certification of the automotive fuel rating, either by letter, or on the
delivery ticket or other paper, as required by 16 CFR 306.10 (g).

(2) OXYGENATE DISCLOSURE. Any person who distributes fuel products which contain one
 percent or more by volume of an oxygenate, shall state on any invoice, bill of lading, shipping
 paper, or other documentation accompanying the shipment used in normal and customary business
 practices, the type of oxygenate and maximum percent by volume contained in the fuel.

491 **SECTION 58.** ATCP 94.340 (4) (Note) is created to read:

492 Note: See Wis. Stat. s. 98.225 for additional detailed requirements for deliveries of certain
493 liquid fuels.

494 **SECTION 59.** ATCP 94.400 (2) is amended to read:

495 ATCP 94.400 (2) Except as authorized under sub. (1), no person may deliberately deliver,

496 unload, direct, or transfer dissimilar fuels fuel products, dissimilar octane, or a dissimilar grade of

497 fuel products into a storage tank unless specifically approved in writing by an inspector.

498 **SECTION 60.** ATCP 94.400 (5) is amended to read:

ATCP 94.400 (5) No person may transfer a fuel product to any place for retail sale or offer to sell that fuel product if it has been <u>contaminated with a dissimilar product or</u> altered after being <u>testing_tested_under this chapter</u>, unless either approved otherwise by the department or further testing shows the altered product complies with this chapter.

SECTION 61. ATCP 94.400 (5) (Note), (6), and (7) are repealed. 503 SECTION 62. ATCP 94.400 (8), (9), (10), (11), and (12) are created to read: 504 ATCP 94.400 (8) No person may falsify any records and reports required under this 505 chapter. 506 (9) No person may remove or tamper with any red-tag without written authorization from 507 508 the department. (10) No person may fail to comply with an administrative order issued by the department. 509 (11) No person may blend a fuel product in an underground storage tank. 510 511 (12) No person may remove contaminated product from a storage tank system without first notifying the department. 512 SECTION 63. ATCP 94.410 (1) is renumbered ATCP 94.410 (3) and is amended to read: 513 ATCP 94.410 (1) (3) OUTSIDE TESTING. An owner or seller of products which are subjected 514 to a qualitative an analysis that cannot be performed by department equipment and which are 515 therefore sent to an outside testing source shall reimburse the department for the actual cost of the 516 analysis, the cost of and shipping, the fee specified in sub. (2), and pay any fee assessed under eh. 517

- 518 SPS 302 this chapter.
- 519 **SECTION 64.** ATCP 94.410 (2) is repealed.

520 SECTION 65. ATCP 94.410 (1) and (2) are created to read:

(1) INVESTIGATIONS AND TESTING. An owner or seller of a product shall reimburse
 the department for the following, as specified in sub. (2):

523 (a) Investigation and testing of fuel specification failures, misdeliveries, and 524 contaminated fuel.

525 (b) Investigation and testing of mislabeled products.

(c) Investigation and testing related to accidents or explosions under s. ATCP 94.100(6).

528 (d) Investigation and testing requested by the owner or seller of the product.

- 529 (2) COSTS. An owner or seller of a product shall reimburse the department the cost of530 shipping plus:
- (a) \$80 per hour for investigations and testing by the department conducted between 7:45
 a.m. and 4:30 p.m. on weekdays Monday through Friday.

(b) \$120 per hour for investigations and testing performed by the department on Saturdays,
Sundays, holidays and at times other than scheduled from 7:45 a.m. and 4:30 p.m. on weekdays
Monday through Friday.

536 **SECTION 66.** ATCP 94.410 (3) is renumbered ATCP 94.410 (6).

537 **SECTION 67.** ATCP 94.410 (5) is amended to read:

(5) CONTINUATION OF SHUTDOWN. Failure to pay any reimbursements or fees
 required under this section, for a liquid fuel storage tank system that has been shut down under s.
 ATCP 94.100 (8), shall result in a continuation of that shutdown.

541 SECTION 68. EFFECTIVE DATE: This rule takes effect on the first day of the month
542 following publication.

(END OF RULE TEXT)

Dated this 9th day of November, 2021.

WISCONSIN DEPARTMENT OF AGRICULTURE, TRADE AND CONSUMER PROTECTION

Randy Romandi

By:

Randy Romanski Secretary

1. Type of Estimate and Analysis	2. Date					
☐ Original ☐ Updated ☐Corrected	November 18, 2021					
3. Administrative Rule Chapter, Title and Number (and Clearinghouse Number if applicable) ATCP 94						
4. Subject Petroleum and Other Liquid Fuel Products						
5. Fund Sources Affected □ GPR □ FED □ PRO □ PRS □ SEG □ SEG-S	6. Chapter 20, Stats. Appropriations Affected					
7. Fiscal Effect of Implementing the Rule						
No Fiscal Effect Increase Existing Revenues	□ Increase Costs □ Decrease Costs					
Indeterminate Decrease Existing Revenues	🛛 Could Absorb Within Agency's Budget					
8. The Rule Will Impact the Following (Check All That Apply)						
State's Economy						
Local Government Units Public	ic Utility Rate Payers					
Small Businesses (if checked, complete Attachment A)						
9. Estimate of Implementation and Compliance to Businesses, Loca	al Governmental Units and Individuals, per s. 227.137(3)(b)(1).					
\$						
Any 2-year Period, per s. 227.137(3)(b)(2)?	al Governmental Units and Individuals Be \$10 Million or more Over					
TYes X No						

11. Policy Problem Addressed by the Rule

With the enactment of 2013 Wisconsin Act 20 (the biennial budget bill), the state of Wisconsin transferred the Petroleum and Other Liquid Fuel Products program, also known as the Petroleum Inspection Program, from the Department of Safety and Professional Services (DSPS) to DATCP. Act 20 also authorized the transfer of existing administrative rules relating to this program with the approval of the Secretary of the Department of Administration. The Legislative Reference Bureau used its authority to renumber the affected rule from ch. SPS 348 to ch. ATCP 94.

Other aspects of the transfer must be addressed through administrative rulemaking. DATCP rule revisions make technical and organizational changes to portions of ch. ATCP 94. These changes integrate the petroleum inspection program into DATCP's other regulatory programs and provide clarity to regulated industries.

The amendments to ATCP 94 also clarify Wisconsin law on E15 and address ongoing producer concerns about base versus blend.

13. Identify the Local Governmental Units that Participated in the Development of this EIA.

^{12.} Summary of the Businesses, Business Sectors, Associations Representing Business, Local Governmental Units, and Individuals that may be Affected by the Proposed Rule that were Contacted for Comments.

None at this time. The fiscal estimate and flexibility analyses will be posted with the draft rule, and the concerns of the regulated community will be identified and addressed more thoroughly.

None involved. Because the program is a state responsibility, DATCP does not expect local governments to have any additional expenses.

14. Summary of Rule's Economic and Fiscal Impact on Specific Businesses, Business Sectors, Public Utility Rate Payers, Local Governmental Units and the State's Economy as a Whole (Include Implementation and Compliance Costs Expected to be Incurred)

This rule will impact businesses that sell or distribute petroleum and other liquid fuel products, either at wholesale or retail. Although these businesses are already regulated under the existing rule, they might need to make minor changes to comply with updated requirements, such as a reduction in the water levels permitted in tanks containing certain fuels.

15. Benefits of Implementing the Rule and Alternative(s) to Implementing the Rule

Benefits

Eliminating outdated standards that conflict with national and federal standards benefits producers, wholesalers, and retailers of petroleum and other liquid fuel products by reducing confusion and the overall burden of compliance. Those businesses also benefit from updates in the rule that clarify definitions and processes, including fee authority and the process by which to request a variance. In addition, updates allow for the sale of E15 as gasoline.

This rule benefits manufacturers and sellers of vehicles and small engines that should never use E15 by adopting and enforcing EPA requirements that aim to prevent mis-fueling with E15.

This rule benefits consumers of petroleum and other liquid fuel products by ensuring that the Wisconsin Administrative Code is consistent with national standards. Consumers also benefit from the option to choose E15 for use in appropriate vehicles and from regulations protecting vehicles and small engines that should never use E15.

Alternatives

Do nothing. If the department does not implement the numerous technical updates, the rule will be more difficult to understand than necessary, and it will remain inconsistent with the latest national standards. In addition, if the department does not implement the rule, businesses that wish to sell or dispense E15 as gasoline (rather than as alternative fuel) will be unable to do so easily. Finally, numerous changes have been made in state statute concerning fuel quality. Without adoption of this rule, ATCP 94 will continue to be outdated and inconsistent with statute.

16. Long Range Implications of Implementing the Rule There are no expected long-term implications to implementing this rule.

17. Compare With Approaches Being Used by Federal Government

The federal Clean Air Act (CAA) authorizes the Environmental Protection Agency (EPA) to establish emissions standards for motor vehicles to address air pollution that may reasonably be anticipated to endanger public health or welfare. EPA also has authority to establish fuel controls to address such air pollution. 40 CFR Parts 79, 80, 85, and 86 establish fuel quality and emissions standards by rule, which are enforced by EPA. These rules incorporate by reference ASTM International standards and test methods.

EPA regulates the vapor pressure of gasoline sold at retail stations during the summer ozone season. The EPA does so to reduce evaporative emissions from gasoline that contribute to ground-level ozone and to diminish the effects of ozone-related health problems.

42 U.S.C. § 7545 regulates fuels and allows for a temporary waiver of a control or prohibition respecting the use of a fuel or fuel additive. By this authority, EPA may grant partial waivers allowing for gasoline-ethanol blends greater than 10 percent and up to 15 percent (E15) for use in MY2001 and newer light-duty vehicles. 40 CFR Part 80 establishes E15 labeling and survey requirements, as well as transfer document requirements for gasoline-oxygenate blends.

18. Compare With Approaches Being Used by Neighboring States (Illinois, Iowa, Michigan and Minnesota)

Illinois

Illinois adopts by reference the most recent revisions of ASTM standards regarding motor fuel. Illinois adopts by reference sections of the most current revision of NIST Handbook 130, including the standards and test methods regarding gasoline-ethanol blends, which include E15 as gasoline. Illinois allows the sale of E15 as gasoline. Illinois requires fuel to meet specifications at base and blend.

Iowa

Iowa adopts ASTM standards and test methods regarding motor fuel. Iowa allows the sale of E15 as gasoline. Iowa requires fuel to meet specifications at base and blend.

Michigan

Michigan adopts standards and test methods regarding gasoline, motor fuel additives, and grading. Michigan allows the sale of E15 as gasoline. Michigan requires fuel to meet specifications at base and blend.

Minnesota

Minnesota requires petroleum products to meet ASTM standards, and allows for gasoline-ethanol blends to be blended up to any percentage specifically authorized by an EPA waiver under the Clean Air Act. Minnesota allows the sale of E15 as gasoline. Minnesota allows fuel to meet specifications at base or blend.

19. Contact Name	20. Contact Phone Number
David A. Woldseth	608-224-5164

This document can be made available in alternate formats to individuals with disabilities upon request.

ATTACHMENT A

1. Summary of Rule's Economic and Fiscal Impact on Small Businesses (Separately for each Small Business Sector, Include Implementation and Compliance Costs Expected to be Incurred)

2. Summary of the data sources used to measure the Rule's impact on Small Businesses

- 3. Did the agency consider the following methods to reduce the impact of the Rule on Small Businesses?
- Less Stringent Compliance or Reporting Requirements
- Less Stringent Schedules or Deadlines for Compliance or Reporting
- Consolidation or Simplification of Reporting Requirements
- Establishment of performance standards in lieu of Design or Operational Standards
- Exemption of Small Businesses from some or all requirements

Other, describe:

4. Describe the methods incorporated into the Rule that will reduce its impact on Small Businesses

None.

5. Describe the Rule's Enforcement Provisions

6. Did the Agency prepare a Cost Benefit Analysis (if Yes, attach to form)

🗌 Yes 🛛 No

Wisconsin Department of Agriculture, Trade and Consumer Protection

Initial Regulatory Flexibility Analysis

Rule Subject:Petroleum and Other Liquid Fuel ProductsAdm. Code Reference:ATCP 94Rules Clearinghouse #:n/aDATCP Docket #:21-R-06

Rule Summary

This rule does all of the following:

- Adds standard definitions and applies consistent use of terminology.
- Adopts by reference portions of National Institute of Standards and Technology (NIST) Handbook 130 (2020 edition).
- Creates new section on E15.
- Updates petition of variance and fee requirements to conform to DATCP policies and authority.
- Updates allowance for water in tanks to match national standards and standards established in ATCP 93.

Other changes

The proposed rule makes other minor clarifying and corrective changes to the rule.

Small Business Affected

This rule will apply to businesses that sell or distribute petroleum and other liquid fuel products, either at wholesale or at retail. Although these businesses are already regulated under the existing rule, they might need to make minor changes to comply with updated requirements, such as a reduction in the water levels permitted in tanks containing certain fuels.

Recalibration of water sensors in tanks will pose the greatest impact on businesses selling petroleum and other liquid fuel products. Sellers are already required to complete annual checks of fueling systems, at which time a recalibration of water sensors to meet the new standard can be done, thereby avoiding the cost of additional visits from service providers.

The new rule also largely eliminates the need to consult SPS rules in the assessment of fees. This should help small businesses in reviewing relevant rules.

Recordkeeping requirements

There are no changes to recordkeeping requirements.

Accommodation for Small Business

Many of the businesses affected by this rule are "small businesses." However, given the subject matter, there are very few accommodations or special exceptions that can be made for small businesses.

Conclusion

This rule will have minimal impact on affected businesses, including "small businesses." Negative effects, if any, will be few and limited. Because this rule will not have a significant adverse effect on "small business," it is not subject to the delayed "small business" effective date provided in Wis. Stat. s. 227.22 (2) (e).

Dated this 8th day of November, 2021.

STATE OF WISCONSIN DEPARTMENT OF AGRICULTURE, TRADE AND CONSUMER PROTECTION

Lara Sutherlin, Administrator Division of Trade and Consumer Protection