

NORTHERN NEVADA PUBLIC HEALTH AIR QUALITY MANAGEMENT DIVISION 1001 East Ninth Street Suite B171 Reno, Nevada 89512

NOTICE OF VIOLATION No.: AQMV25-0018 ISSUED TO

Smith's Food & Drug Centers, Inc. Location: 175 Lemmon Drive, Reno, NV 89506 Permit Number: AAIR16-0800 Date of Issuance: October 3, 2025 Case No.: 1585

Northern Nevada Public Health, Air Quality Management Division (AQMD) has determined that Smith's Food & Drug Centers, Inc. is in violation of District Board of Health Regulations Governing Air Quality Management PART 040.080 - Gasoline Transfer and Dispensing Facilities.

1. VIOLATION

Failure to comply with the provisions on Permit to Operate AAIR16-0800. Specifically, Condition of Operation No. 10 and Condition of Operation No. 11.

Condition of Operation No. 10: The owner/operator must conduct and pass a 2 Inch WC Static Pressure Performance Test of Vapor Recovery System annually to demonstrate compliance with the California Air Resource Board (CARB) Executive Orders.

Condition of Operation No. 11: The owner/operator must conduct and pass an Air to Liquid (A/L) Volume Ratio Test of the Vapor Recovery System annually to demonstrate compliance with the California Air Resource Board (CARB) Executive Orders.

2. BASIS OF VIOLATION

A. Regulatory Authority
The District Board of Health Regulations Governing Air Quality Management paragraph
040.080.C.1.b.:

A "District Approved Vapor Control System" is utilized, preventing the release to the atmosphere of not less than 95 percent by weight, of organic compounds in the vapors displaced. The displaced vapors shall be recovered by a vapor control system involving the transfer of fuel from the distribution vehicle to the stationary storage vessel.

B. Facts to Constitute the Violation On March 23, 2023, a 2 Inch WC Static Pressure Performance Test of the Vapor Recovery System was completed with passing results at Smith's Food & Drug Centers, Inc., 175 Lemmon Drive, Reno, NV 89506. The next test of this system was completed with passing Subject: Notice of Violation AQMV25-0018 / Smith's Food & Drug Centers, Inc.

Date: October 3, 2025

Page 2 of 2



results on February 17, 2025. This is an exceedance of the testing interval indicated on the Permit to Operate.

On March 23, 2023, an Air to Liquid (A/L) Volume Ratio Test of the Vapor Recovery System was completed with passing results at Smith's Food & Drug Centers, Inc., 175 Lemmon Drive, Reno, NV 89506. The next test of this system was completed with passing results on February 17, 2025. This is an exceedance of the testing interval indicated on the Permit to Operate.

3. APPEAL PROCEDURE AND TIME LIMITATIONS

A. Appeal Procedure

Smith's Food & Drug Centers, Inc. is advised that within (10) working days of the receipt of this Notice of Violation, Smith's Food & Drug Centers, Inc. may submit a written petition for appeal to the Northern Nevada Public Health - Air Quality Hearing Board. The written petition for appeal shall be submitted to the AQMD at the following address:

Northern Nevada Public Health Air Quality Management Division 1001East Ninth Street Suite B171 Reno, Nevada 89512

Failure to submit a petition for appeal within the specified timeframe will result in the submission of this Notice of Violation to the Northern Nevada Public Health - District Board of Health with a recommendation for the assessment of an administrative fine of 500.00.

10/3/25

Date

Jeff Jeppson

Senior Air Quality Specialist, AQMD Northern Nevada Public Health

Northern Nevada Public Health Air Quality Management Division Recommended Penalty Calculation Worksheet

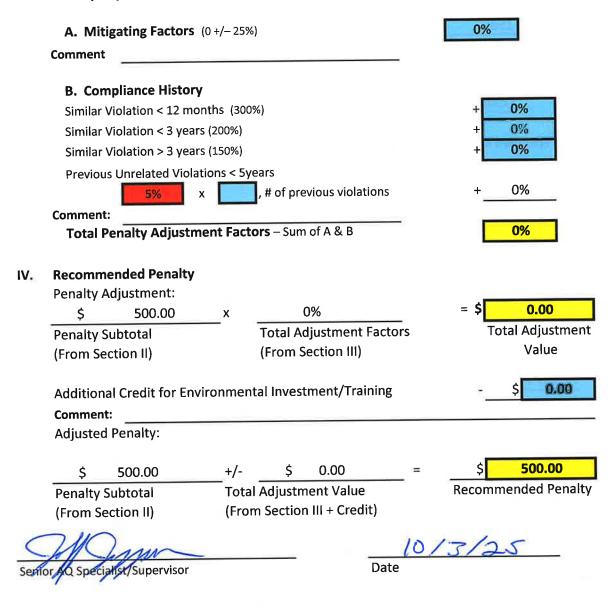
Company Name		Smith's Food & Drug Centers,					
Contact Name		Jim Dye					
Case Number		1585					
			ED AND DISDENSING FA		c		
I. Violation of S	Section	040.080 - GASOLINE TRANSFE	R AND DISPENSING FA	CILITE	5		
I. Recomm	nended Pen	alty	=	\$	500.00		
II. Violation of	Section	0					
II. Recomm	nended Pen	alty	=	\$	0.00		
III. Violation of	Section	0					
III. Recomm	nended Pen	alty	=	\$_	0.00		
IV. Violation of	f Section	0					
IV. Recomm	nended Pen	alty	Ξ	\$	0.00		
V. Violation of	Section	0					
V. Recomm	nended Pen	alty	=	\$_	0.00		
Total F	Recomme	ended Penalty	=	\$_	500.00		
Septor AQ Speci	alist/Supervi	sor	10/3/	25	·		

Northern Nevada Public Health Air Quality Management Division Recommended Penalty Calculation Worksheet

Company Name		Smith's Food & Drug Centers, Inc.							
Contact Name		Jim Dye							
Case Number		1585							
Violation Number		AQMV25-0018							
Violation	n of Section	040.080 - GAS0	OLINE TRANSEE	R AND DISPEN	ISING FACII	TIES			
Permit Condition		040.080 - GASOLINE TRANSFER AND DISPENSING FACILTIES Condition of Operation No. 10 and 11							
				did II					
I. Ba	Base Penalty as specified in the Penalty Table					\$ 5	00.00		
II. Se	verity of Violation								
A.	Public Health Imp	act							
	Toxicity of Release	(For Emissions Exc	eedances)						
Una	able to Quantify - 1x	Criteria Po	llutant - 1x	Hazardous Air I	Pollutant - 2:	×			
				Adjust	tment Facto	r	1		
	mment: Penalty by								
2. Environmental/Public Health Risk (Proximity to sensitive environment or group)									
Negligible – 1x Moderate – 1.5x Significant – 2x Adjustment Factor 1.									
Cor	mment: Penalty by	Rule							
		Total Adjustme	nt Factors (1 x 2	2) =	1				
В. ,	Adjusted Base Pen	alty							
Bas	se Penalty \$	500.00	x Adjustr	nent Factor	1	= \$	500.00		
C. 1	Number of Days/W	/eeks/Months o	r Units in Viola	tion					
	usted Penalty \$		lumber of Days	17-	1] = \$[500.00		
Con	nment: Penalty by			,	#	, T	300.00		
	_								
	Economic Benefit			-					
Avo	oided Costs \$	0.00 +	Delayed Cost	:s \$	0.00	= \$	0.00		
Com	nment: Penalty by	Rule							
Penalty S	Subtotal								
Adjusted I	Base Penalty \$	500.00	+ Economic	Benefit \$	0.00	= \$	500.00		
	-					1. T. C.	300.00		

Northern Nevada Public Health Air Quality Management Division Recommended Penalty Calculation Worksheet

III. Penalty Adjustment Consideration





November 3, 2025

Dear Joshua Restori:

The following is in response to your request for proof of delivery on your item with the tracking number: **9489 0090 0027 6623 4339 93**.

Item Details

Status: Delivered, Individual Picked Up at Post Office

Status Date / Time: October 14, 2025, 5:27 am
Location: NASHVILLE, TN 37230

Postal Product: First-Class Mail[®]
Extra Services: Certified Mail[™]

Return Receipt Electronic

Shipment Details

Weight: 2.3oz

Recipient Signature

Signature of Recipient:

Address of Recipient:

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service® for your mailing needs. If you require additional assistance, please contact your local Post Office™ or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004



July 13, 2022

Smith's Food & Drug Centers, Inc. c/o Kroger Business License Dept PO Box 305103 Nashville, TN 37230

RE: Incident of Noncompliance Associated with Case No. 1378

To whom it may concern,

On May 26, 2022 the Washoe County Health District, Air Quality Management Division (AQMD) identified an incident of noncompliance associated with Permit to Operate AAIR16-0800 located at 175 Lemmon Drive, Reno, NV 89506. Specifically, the Permit to Operate indicates:

Condition No. 10: The owner/operator must conduct and pass a 2 Inch WC Static Pressure Performance Test of Vapor Recovery System annually demonstrate compliance with the California Air Resource Board (CARB) Executive Orders.

Condition No. 11: The owner/operator must conduct and pass an Air to Liquid (A/L) Volume Ratio Test of the Vapor Recovery System annually to demonstrate compliance with the California Air Resource Board (CARB) Executive Orders.

A records review by the AQMD indicated that the 2 Inch WC Static Pressure Performance Test and the Air to Liquid (A/L) Volume Ratio Test were conducted and passed on 08/27/2020. The next 2 Inch WC Static Pressure Performance Test and the Air to Liquid (A/L) Volume Ratio Test was conducted and passed on 06/10/2022, which exceeding the testing interval indicated in the Permit to Operate.

Based on the information available, it has been determined that Smith's Food & Drug Centers, Inc. has allegedly violated the following Section of the District Board of Health Regulations Governing Air Quality Management:

040.080 (Gasoline Transfer and Dispensing Facilities) Section C (Standards) 1. (Gasoline Transfer into Stationary Storage Containers (Phase 1)):

b. A "District Approved Vapor Control System" is utilized, preventing the release to the atmosphere of not less than 95 percent by weight, of organic compounds in the vapors displaced. The displaced vapors shall be recovered by a vapor control system involving the transfer of fuel from the distribution vehicle to the stationary storage vessel.

d. The vapor control equipment at the facility shall be maintained in such a way that the vapor control system meets the specifications set forth in this section at all times.

In response to the incident of noncompliance described above, the AQMD has made the determination to issue a **Warning** to Smith's Food & Drug Centers, Inc. under AAIR16-0800.



Subject: Incident of Noncompliance Case No. 1378 / Smith's Food & Drug Centers, Inc.

Date: July 13, 2022

Page 2 of 2

Please be aware that although no fine amount will be issued as part of this determination, any future incidents of noncompliance may be affected by the issuance of this warning. Specifically, this warning may result in a future penalty recommendation being compounded, by as much as 300%, as a result of this issuance. In Attachment 1, please find the penalty table the AQMD uses to establish base penalty amounts. In addition, in Attachment 2 is the "Recommended Penalty Calculation Worksheet" the AQMD uses to adjust the base penalty amount. Under III.B, Compliance History, of the "Recommended Penalty Calculation Worksheet" is how past compliance history may affect future penalty recommendations made by the AQMD.

If you have any questions regarding the information contained in this letter, please contact me at (775) 784-7232.

Sincerely,

Jeff Jeppson

Senior Air Quality Specialist Air Quality Management Division Washoe County Health District

Enclosed:

Attachment 1- Penalty Table
Attachment 2 - Recommended Penalty Calculation Worksheet
E-copy: AQMD Enforcement Group

Cert. Mail No .:

9171 9690 0935 0218 9203 19