



June 25, 2020

Mr. Jason Goklaney
Sentinel Peak Resources CA LLC
1200 Discovery Drive, Suite 100
Bakersfield, CA 93309

Re: Proposed ATC / Certificate of Conformity (Significant Mod)
Facility Number: S-1372
Project Number: S-1201688

Dear Mr. Goklaney:

Enclosed for your review is the District's analysis of an application for Authority to Construct for the facility identified above. You requested that a Certificate of Conformity with the procedural requirements of 40 CFR Part 70 be issued with this project. The project modifies a steam generator.

The notice of preliminary decision for this project has been posted on the District's website (www.valleyair.org). After addressing all comments made during the 30-day public notice and the 45-day EPA comment periods, the District intends to issue the Authority to Construct with a Certificate of Conformity. Please submit your comments within the 30-day public comment period, as specified in the enclosed public notice. Prior to operating with modifications authorized by the Authority to Construct, the facility must submit an application to modify the Title V permit as an administrative amendment, in accordance with District Rule 2520, Section 11.5.

If you have any questions, please contact Mr. Leonard Scandura, Permit Services Manager, at (661) 392-5500.

Thank you for your cooperation in this matter.

Sincerely,

Arnaud Marjollet
Director of Permit Services

Enclosures

cc: Courtney Graham, CARB (w/enclosure) via email
cc: Gerardo C. Rios, EPA (w/enclosure) via EPS

Samir Sheikh
Executive Director/Air Pollution Control Officer

Northern Region
4800 Enterprise Way
Modesto, CA 95356-8718
Tel: (209) 557-6400 FAX: (209) 557-6475

Central Region (Main Office)
1990 E. Gettysburg Avenue
Fresno, CA 93726-0244
Tel: (559) 230-6000 FAX: (559) 230-6061

Southern Region
34946 Flyover Court
Bakersfield, CA 93308-9725
Tel: (661) 392-5500 FAX: (661) 392-5585

San Joaquin Valley Air Pollution Control District
Authority to Construct Application Review
Modify Existing Steam Generator for Post-Combustion SO₂ Scrubbing

Facility Name: Sentinel Peak Resources	Date: 06/22/20
Mailing Address: 1200 Discovery Drive, Suite 100 Bakersfield, CA 93309	Engineer: Richard Edgehill Lead Engineer: Richard Karrs
Contact Person: Jason Goklaney	<i>RWK 5/21/20</i>
Telephone: (661) 395-5285	
Application #(s): S-1372-16-26, '-127-27, and '-317-17	
Project #: 1201688	
Deemed Complete: 05/04/20	

I. Proposal

Sentinel Peak Resources (SPR) has requested Authority to Construct (ATC) permits to modify sulfur treatment for 62.5 MMBtu/hr steam generator PTO S-1372-16. S-1372-16 is currently authorized to combust both natural gas and TEOR gas with a requirement of 95% sulfur removal of the gas prior to combustion. SPR has requested authorization to change from pre-combustion sulfur removal to exhaust gas treatment of SO₂ using the existing scrubber/electrostatic precipitator (ESP) system listed on '-127.

Note that both permits S-1372-127 and '-317 list a scrubber/ESP system in the equipment description, implying that there are two control systems. There is in fact only one scrubber/ESP system. The unit will be listed on '-127 which will be referenced by '-317. The changes to permits '-127 and '-317, to list '-16 as being connected to '-127 scrubber/ESP and correct '-317 equipment description to delete scrubber/ESP equipment and reference the '-127 scrubber/ESP are administrative and not subject to Rule 2201 (not NSR Modification).

The project is a Federal Major Modification requiring BACT and public notice. Offsets are not required.

Current PTOs are included in **Attachment I**.

SPR has received their Title V Permit. This modification can be classified as a Title V Significant Modification pursuant to Rule 2520, and can be processed with a Certificate of Conformity (COC). Since the facility has specifically requested that this project be processed in that manner, the 45-day EPA comment period will be satisfied prior to the issuance of the Authority to Construct. SPR must apply to administratively amend their Title V permit.

II. Applicable Rules

Rule 2201	New and Modified Stationary Source Review Rule (8/15/19)
Rule 2410	Prevention of Significant Deterioration (6/16/11)
Rule 2520	Federally Mandated Operating Permits (8/15/19)
Rule 4001	New Source Performance Standards (4/14/99)
Rule 4002	National Emissions Standards for Hazardous Air Pollutants (5/20/04)
Rule 4101	Visible Emissions (2/17/05)

Rule 4102 Nuisance (12/17/92)
Rule 4201 Particulate Matter Concentration (12/17/92)
Rule 4301 Fuel Burning Equipment (12/17/92)
Rule 4305 Boilers, Steam Generator, and Process Heaters – Phase 2 (8/21/03)
Rule 4306 Boilers, Steam Generator, and Process Heaters – Phase 3 (10/16/08)
Rule 4320 Advanced Emission Reduction Options for Boilers, Steam Generator, and Process Heaters Greater than 5.0 MMBtu/hr (10/16/08)
Rule 4801 Sulfur Compounds (12/17/92)
CH&SC 41700 Health Risk Assessment
CH&SC 42301.6 School Notice
Public Resources Code 21000-21177: California Environmental Quality Act (CEQA)
California Code of Regulations, Title 14, Division 6, Chapter 3, Sections 15000-15387: CEQA Guidelines

III. Project Location

The equipment will be located at the McKittrick Front Lease within the NW/4 of Section 6, Township 30S, Range 22E in SPR's Heavy Oil Western stationary source. The equipment is not located within 1,000 feet of the outer boundary of a K-12 school. Therefore, the public notification requirement of California Health and Safety Code 42301.6 is not applicable to this project.

A location photo is included in **Attachment II**.

IV. Process Description

SPR operates permitted equipment utilized for the production of crude oil and natural gas. In thermally enhanced oil recovery (TEOR) operations, natural gas is combusted in steam generators to produce steam for injection into heavy crude oil bearing strata via injection wells to reduce the viscosity of the crude oil, thereby facilitating thermally enhanced oil production.

Waste gas in SPR's Cymric oil field is currently processed through TEOR operation PTO S-1372-100 with the gas primarily being combusted in steam generator PTOs S-1372-127 and '-317 which are equipped with a shared exhaust gas scrubber/ESP. SPR also has DOGGR approved gas disposal wells, however the DOGGR permits stipulate that the disposal wells can be used on a standby basis only and have a limited annual disposal volume. As a result, most of the waste gas must be combusted.

PTO S-1372-16 already allows for combustion of TEOR vapors after treatment in a sulfur removal system, however, it has historically been fired on PUC natural gas. Condition #11 stipulates that H₂S must be scrubbed 95% prior to combustion.

The purpose of this project is to connect steam generator S-1372-16 to the existing shared exhaust gas scrubber in order to combust vapors (without pre-treatment of the gas) and to provide back up in the event steam generators S-1372-127 or '-317 are inoperable.

The applicant indicated that the existing scrubber/ESP is designed to handle the emissions from 3 steam generators '-16, '-127, and '-317. The pumps handling scrubber liquid are adequately sized to provide enough flow rate for 3 steam generators. A control valve limits the flowrate of scrubber liquid to control the outlet liquid pH to a specific value (set point).

PTO S-1372-16 is already located in the same steam generator bank and will not need to be relocated.

A process flow diagram is included in **Attachment III**.

V. Equipment Listing

Pre-Project Equipment Description:

- S-1372-16-25: 62.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR (#12) (DIS# 44519-76) EQUIPPED WITH A NORTH AMERICAN GLE ULTRA LOW NOX BURNER, FGR AND O2 CONTROLLER (MCKITTRICK FRONT LEASE)
- S-1372-127-26: 62.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR #43 EQUIPPED WITH A NORTH AMERICAN MODEL MAGNA-FLAME G-LE LOW NOX BURNER, FGR, O2 CONTROLLER, AND EXHAUST GAS SOX SCRUBBER W/ESP SHARED WITH S-1372-317 (MCKITTRICK FRONT LEASE)
- S-1372-317-16: 67.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR EQUIPPED WITH A NORTH AMERICAN MODEL MAGNA-FLAME G-LE LOW NOX BURNER, FGR AND EXHAUST GAS SOX SCRUBBER W/ESP SHARED WITH S-1372-127 (MCKITTRICK FRONT LEASE)

Proposed Modification:

- S-1372-16-26: 62.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR (#12) (DIS# 44519-76) EQUIPPED WITH A NORTH AMERICAN GLE ULTRA LOW NOX BURNER, FGR AND O2 CONTROLLER (MCKITTRICK FRONT LEASE): CONNECT TO SCRUBBER/ESP LISTED ON '-127
- S-1372-127-27: 62.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR #43 EQUIPPED WITH A NORTH AMERICAN MODEL MAGNA-FLAME G-LE LOW NOX BURNER, FGR, O2 CONTROLLER, AND EXHAUST GAS SOX SCRUBBER W/ESP SHARED WITH S-1372-317 (MCKITTRICK FRONT LEASE): ADD '-16 TO UNITS SHARING SCRUBBER/ESP
- S-1372-317-17: MODIFICATION TO 67.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR EQUIPPED WITH A NORTH AMERICAN MODEL MAGNA-FLAME G-LE LOW NOX BURNER, FGR AND EXHAUST GAS SOX SCRUBBER W/ESP SHARED WITH S-1372-127 (MCKITTRICK FRONT LEASE): REVISE EQUIPMENT TO INDICATE UNIT SHARES SCRUBBER/ESP THAT IS LISTED ON '-127, CORRECT VOC EMISSIONS FACTOR

Post-Project Equipment Description:

- S-1372-16-27: 62.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR (#12) (DIS# 44519-76) EQUIPPED WITH A NORTH AMERICAN GLE ULTRA LOW NOX BURNER, FGR AND O2 CONTROLLER AND EXHAUST GAS CONNECTED TO SCRUBBER/ESP LISTED ON S-1372-127 (MCKITTRICK FRONT LEASE)
- S-1372-127-27: 62.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR #43 EQUIPPED WITH A NORTH AMERICAN MODEL MAGNA-FLAME G-LE LOW NOX BURNER, FGR, O2 CONTROLLER, AND EXHAUST GAS SOX SCRUBBER/ESP SHARED WITH S-1372-317 (MCKITTRICK FRONT LEASE)
- S-1372-317-17: 67.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR EQUIPPED WITH A NORTH AMERICAN MODEL MAGNA-FLAME G-LE LOW NOX BURNER, FGR AND EXHAUST GAS CONNECTED TO SCRUBBER/ESP LISTED ON S-1372-127 (MCKITTRICK FRONT LEASE)

VI. Emission Control Technology Evaluation

No change to NOx, PM10, CO, and VOC control technology is proposed.

Steam generators S-1372-16 will be equipped with a spray tower scrubber for acid removal and a wet electrostatic precipitator for particulate matter removal. The removal efficiency for SOx is expected to be at least 95% by weight.

VII. General Calculations

A. Assumptions

The changes to '-127 and '-317 are not NSR modifications and therefore formal calculations are not required. The existing PE for units, from PAS, is shown below:

Permit #: S 1372-127 -26 Implemented: 05/05/16		Last Updated: 06/23/16 DAVIDSOS	
Facility: SENTINEL PEAK RESOURCES CA LLC		Equipment Prebaselined: ☐ Yes ☐ No	
PM2.5/PM10 %			
PM2.5 (lb/Yr)			
	NOX	SOX	PM10
Potential to Emit (lb/Yr):	6662	0	4161
Daily Emis. Limit (lb/Day):	18.3	486.0	12.0
			CO
			19930
			VOC
			1643
			54.6
			4.6

Permit #: S 1372-317 -16 Implemented: 05/05/16 Facility: SENTINEL PEAK RESOURCES CA LLC		Last Updated 06/23/16 DAVIDSOS				
PM2.5/PM10 % PM2.5 (lb/Yr)		Equipment Prebaselined: ☐ Yes ☐ No				
		<u>NOX</u>	<u>SOX</u>	<u>PM10</u>	<u>CO</u>	<u>VOC</u>
Potential to Emit (lb/Yr):	7194	0	4161	21523	23060	
Daily Emis. Limit (lb/Day):	19.8	524.9	13.0	58.9	63.2	

Average annual fuel use during baseline period: 143,220 MMBtu/yr (**Attachment IV**)

Actual NO_x emissions for the last 24 months (latest source test): 5.55 ppmv @ 3% O₂ (equivalent to 0.0063 lb/MMBtu).

(Attachment IV)

B. Emission Factors

Current PTO emissions Limits

Pollutant	Emission Factors
	S-1372-16
NO _x	7 ppmv @ 3%O ₂ (0.008 lb/MMBtu)
SO _x	92.5 lb/day
PM10	0.014 lb/MMBtu
CO	138 ppm @ 3%O ₂ (0.102 lb/MMBtu)
VOC	0.0012 lb-VOC/MMBtu

Startup up shutdown emissions is 15 ppmv NO_x @ 3% O₂ (0.018 lb/MMBtu)

C. Calculations

1. Pre-Project Potential to Emit (PE1)

S-1372-16 (NO_x daily emissions include startup and shutdown emissions and are listed below the following table)

Pollutant	Daily PE1			
	EF1 (lb/MMBtu)	Heat Input (MMBtu/hr)	Operating Schedule (hr/day)	Daily PE1 (lb/day)
NO _x		62.5	24	27.0*
SO _x		62.5	24	92.5
PM ₁₀	0.0140	62.5	24	21.0
CO	0.102	62.5	24	153.0
VOC	0.0012	62.5	24	1.8

Pollutant	Annual PE1			
	EF1 (lb/MMBtu)	Heat Input (MMBtu/hr)	Operating Schedule (hr/year)	Annual PE1 (lb/year)
NO _x	0.008	62.5	8,760	4,380
SO _x		62.5	8,760	33,763
PM ₁₀	0.0140	62.5	8,760	7,665
CO	0.102	62.5	8,760	55,845
VOC	0.0012	62.5	8,760	657

*On days when a startup/shutdown occurs, NO_x = 27 lb/day, per PTO.

2. Post Project Potential to Emit (PE2)

The PE2 for each pollutant is calculated with the following equation:

- PE2 = EF (lb/MMBtu) × Heat Input (MMBtu/hr) × Op. Sched. (hr/day or hr/year)

Please note that NO_x daily emissions include startup and shutdown emissions and are listed below the following table:

Pollutant	Daily PE2			
	EF2 (lb/MMBtu)	Heat Input (MMBtu/hr)	Operating Schedule (hr/day)	Daily PE2 (lb/day)
NO _x	0.008	62.5	24	27.0*
SO _x		62.5	24	92.5
PM ₁₀	0.0140	62.5	24	21.0
CO	0.102	62.5	24	153.0
VOC	0.0012	62.5	24	1.8

Pollutant	Annual PE2			
	EF2 (lb/MMBtu)	Heat Input (MMBtu/hr)	Operating Schedule (hr/year)	Annual PE2 (lb/year)
NO _x	0.008	62.5	8,760	4,380
SO _x		62.5	8,760	33,763
PM ₁₀	0.0140	62.5	8,760	7,665
CO	0.102	62.5	8,760	55,845
VOC	0.0012	62.5	8,760	657

*On days when a startup/shutdown occurs, NO_x = 27 lb/day, per PTO.

Emissions Profiles are included in **Attachment V**.

3. Pre-Project Stationary Source Potential to Emit (SSPE1)

Facility emissions are already above the Offset and Major Source Thresholds for all pollutants; therefore, SSPE1 calculations are not necessary.

4. Post Project Stationary Source Potential to Emit (SSPE2)

Facility emissions are already above the Offset and Major Source Thresholds for all pollutants; therefore, SSPE2 calculations are not necessary.

5. Major Source Determination

Rule 2201 Major Source Determination:

This source is an existing Major Source for all pollutants and will remain so. No change in other pollutants are proposed or expected as a result of this project.

Rule 2410 Major Source Determination:

The facility or the equipment evaluated under this project is not listed as one of the categories specified in 40 CFR 52.21 (b)(1)(iii). Therefore the PSD Major Source threshold is 250 tpy for any regulated NSR pollutant.

PSD Major Source Determination (tons/year)						
	NO ₂	VOC	SO ₂	CO	PM	PM ₁₀
Estimated Facility PE before Project Increase				>250		
PSD Major Source Thresholds	250	250	250	250	250	250
PSD Major Source?				Y		

As shown above, the facility is an existing PSD major source for at least one pollutant.

6. Baseline Emissions (BE)

The BE calculation (in lb/year) is performed pollutant-by-pollutant for each unit within the project to calculate the QNEC, and if applicable, to determine the amount of offsets required.

Pursuant to District Rule 2201, BE = PE1 for:

- Any unit located at a non-Major Source,
- Any Highly-Utilized Emissions Unit, located at a Major Source,
- Any Fully-Offset Emissions Unit, located at a Major Source, or
- Any Clean Emissions Unit, located at a Major Source.

otherwise,

BE = Historic Actual Emissions (HAE), calculated pursuant to District Rule 2201.

S-1372-16

S-1372-16 is a clean emissions unit as the unit meets the following current Achieved-in-Practice BACT Guideline 1.2.1 requirements:

Best Available Control Technology (BACT) Guideline 1.2.1*

Last Update: 3/24/2014

Oilfield Steam Generator (> or =20 MMBtu/hr)

Pollutant	Achieved in Practice or contained in the SIP	Technologically Feasible	Alternate Basic Equipment
VOC	Gaseous fuel		
SOx	Fired on PUC quality natural gas, commercial propane, and/or commercial LPG; or gaseous fuel treated to remove 95% by weight of sulfur compounds; or treated such that the sulfur content of all fuel streams combined does not exceed 1 gr of sulfur compounds (as S) per 100 dscf; or use of a continuously operating SO2 scrubber and either achieve 95% by weight control of sulfur compounds or achieve an emission rate of 9 ppmvd SO2 @ 3% O2		
PM10	Fired on PUC quality natural gas, commercial propane, and/or commercial LPG; or gaseous fuel treated to remove 95% by weight of sulfur compounds; or treated such that the sulfur content of all fuel streams combined does not exceed 1 gr of sulfur compounds (as S) per 100 dscf; or use of a continuously operating SO2 scrubber and either achieve 95% by weight control of sulfur compounds or achieve an emission rate of 9 ppmvd SO2 @ 3% O2		
NOx	•Units rated 85 MMBtu/hr and fired solely on PUC quality natural gas: 6 ppmvd @ 3% O2; or •Units firing on > or = 50% PUC quality natural gas; commercial propane; and/or LPG: 7 ppmvd @ 3% O2, except units rated 85 MMBtu/hr and fired solely on PUC quality natural gas; or •Units firing on <50% PUC quality natural gas; commercial propane; and/or LPG: 9 ppmvd @ 3% O2	5 ppmvd @ 3% O2	
CO	25 ppmvd @ 3% O2		

7. SB 288 Major Modification

SB 288 Major Modification is defined in 40 CFR Part 51.165 as "any physical change in or change in the method of operation of a major stationary source that would result in a significant net emissions increase of any pollutant subject to regulation under the Act."

Since this facility is a major source for all pollutants, the project's PE2 is compared to the SB 288 Major Modification Thresholds in the following table in order to determine if the SB 288 Major Modification calculation is required.

SB 288 Major Modification Thresholds			
Pollutant	Project PE2 (lb/year)	Threshold (lb/year)	SB 288 Major Modification Calculation Required?
NO _x	4,380	50,000	No
SO _x	33,763	80,000	No
PM ₁₀	7,665	30,000	No
VOC	657	50,000	No

Since none of the SB 288 Major Modification Thresholds are surpassed with this project, this project does not constitute an SB 288 Major Modification.

8. Federal Major Modification

District Rule 2201 states that a Federal Major Modification is the same as a “Major Modification” as defined in 40 CFR 51.165 and part D of Title I of the CAA.

The determination of Federal Major Modification is based on a two-step test. For the first step, only the emission *increases* are counted. Emission decreases may not cancel out the increases for this determination.

Step 1

For existing emissions units, the increase in emissions is calculated as follows.

$$\text{Emission Increase} = \text{PE} - \text{BAE}$$

Please note that in this case, the applicant has chosen not to utilize the provisions in 40 CFR 51.165 related to projected annual emissions.

NO_x

$$\begin{aligned} \text{BAE} &= 0.0006 \text{ lb/MMBtu} \times 5.55/7 \times 143,220 \text{ MMBtu/yr} \\ &= 908 \text{ lb/yr} \end{aligned}$$

$$\text{PE} = 4,380 \text{ lb/year}$$

$$\begin{aligned} \text{Emissions Increase} &= 4,380 - 908 \text{ lb/year} \\ &= 3,472 \text{ lb/yr NO}_x \end{aligned}$$

SO_x

$$\begin{aligned} \text{BAE} &= 0.00285 \text{ lb/MMBtu} \times 143,220 \text{ MMBtu/yr} \\ &= 408 \text{ lb/yr (natural gas combustion)} \end{aligned}$$

$$\text{PE} = 33,763 \text{ lb/yr}$$

Emissions Increase = 33,763 – 408 lb/year
= 33,355 lb/yr SO_x

PM₁₀

BAE = 0.014 lb/MMBtu x 143,220 MMBtu/yr
= 2,005 lb/yr

PE = 7,665 lb/yr

Emissions Increase = 7,665 – 2,005 lb/year
= 5,660 lb/year

VOC

BAE = 0.0012 lb/MMBtu x 143,220 MMBtu/yr
= 172 lb/yr

PE = 657 lb/yr

Emissions Increase = 657 – 172 lb/year
= 485 lb/yr VOC

Federal Major Modification Thresholds for Emission Increases			
Pollutant	Total Emissions Increases (lb/yr)	Thresholds (lb/yr)	Federal Major Modification?
NO _x *	3,472	0	Yes
VOC*	485	0	Yes
PM ₁₀	5,660	30,000	No
PM _{2.5}	4,984	20,000	No
SO _x	33,355	80,000	No

*If there is any emission increases in NO_x or VOC, this project is a Federal Major Modification and no further analysis is required.

Since there is an increase in NO_x and VOC emissions over the applicable thresholds, this project constitutes a Federal Major Modification. Federal Offset quantities are calculated below.

Federal Offset Quantities:

The Federal offset quantity is only calculated only for the pollutants for which the project is a Federal Major Modification. The Federal offset quantity is the sum of the annual emission changes for all new and modified emission unit in a project calculated as the

potential to emit after the modification (PE2) minus the actual emissions (AE) during the baseline period for each emission unit multiplied by the applicable federal offset ratio. There are no special calculations performed for unit covered by an SLC.

NOx		Federal Offset Ratio	1.5
Permit No.	Actual Emissions (lb/year) BAE	Potential Emissions (lb/year) PE	Emissions Change (lb/yr)
S-1372-16	908	4,380	3,472
	Net Emission Change (lb/year):		3,472
	Federal Offset Quantity: (NEC * 1.5)		5,208

VOC		Federal Offset Ratio	1.5
Permit No.	Actual Emissions (lb/year) BAE	Potential Emissions (lb/year) PE	Emissions Change (lb/yr)
S-1372-16	172	657	485
	Net Emission Change (lb/year):		485
	Federal Offset Quantity: (NEC * 1.5)		728

9. Rule 2410 – Prevention of Significant Deterioration (PSD) Applicability Determination

Rule 2410 applies to any pollutant regulated under the Clean Air Act, except those for which the District has been classified nonattainment. The pollutants which must be addressed in the PSD applicability determination for sources located in the SJV and which are emitted in this project are: (See 52.21 (b) (23) definition of significant)

I. Project Location Relative to Class 1 Area

As demonstrated in the “PSD Major Source Determination” Section above, the facility was determined to be a existing PSD Major Source. Because the project is not located within 10 km (6.2 miles) of a Class 1 area – modeling of the emission increase is not required to determine if the project is subject to the requirements of Rule 2410.

II. Project Emission Increase – Significance Determination

a. Evaluation of Calculated Post-project Potential to Emit for New or Modified Emissions Unit vs PSD Significant Emission Increase Thresholds

As a screening tool, the post-project potential to emit from all new and modified unit is compared to the PSD significant emission increase thresholds, and if the total potentials to emit from all new and modified unit are below the applicable thresholds, no further PSD analysis is needed.

PSD Significant Emission Increase Determination: Potential to Emit (tons/year)					
	NO₂	SO₂	CO	PM	PM₁₀
Total PE from New and Modified Unit	2.2	16.9	27.9	3.8	3.8
PSD Significant Emission Increase Thresholds	40	40	100	25	15
PSD Significant Emission Increase?	n	n	N	n	n

As demonstrated above, because the post-project total potentials to emit from all new and modified emission unit are below the PSD significant emission increase thresholds, this project is not subject to the requirements of Rule 2410 and no further discussion is required.

10. Quarterly Net Emissions Change (QNEC)

The QNEC is calculated solely to establish emissions that are used to complete the District's PAS emissions profile screen.

The QNEC shall be calculated as follows:

$QNEC = (PE2 - BE)/4$, where:

QNEC = Quarterly Net Emissions Change for each emissions unit, lb/qtr.

PE2 = Post Project Potential to Emit for each emissions unit, lb/yr.

BE = Baseline Emissions (per Rule 2201) for each emissions unit, lb/yr.

S-1372-16

QNEC (lb/qtr)					
Pollutant	NO_x	SO_x	PM₁₀	CO	VOC
PE2 (lb/yr)	4,380	33,763	7,665	55,845	657
PE1 (lb/yr)	4,380	33,763	7,665	55,845	657
QNEC	0	0	0	0	0

VIII. Compliance Determination

Rule 2201 New and Modified Stationary Source Review Rule

A. Best Available Control Technology (BACT)

1. BACT Applicability

Pursuant to District Rule 2201, Section 4.1, BACT requirements are triggered on a pollutant-by-pollutant basis and on an emissions unit-by-emissions unit basis. Unless specifically exempted by Rule 2201, BACT shall be required for the following actions*:

- a. Any new emissions unit with a potential to emit exceeding two pounds per day,
- b. The relocation from one Stationary Source to another of an existing emissions unit with a potential to emit exceeding two pounds per day,
- c. Modifications to an existing emissions unit with a valid Permit to Operate resulting in an Adjusted Increase in Permitted Emissions (AIPE) exceeding two pounds per day, and/or
- d. Any new or modified emissions unit, in a stationary source project, which results in an SB 288 Major Modification or a Federal Major Modification, as defined by the rule.

*Except for CO emissions from a new or modified emissions unit at a Stationary Source with an SSPE2 of less than 200,000 pounds per year of CO.

a. New emissions unit – PE > 2 lb/day

As discussed in Section I above, there are no new emissions units associated with this project. Therefore BACT for new units with PE > 2 lb/day purposes is not triggered.

b. Relocation of emissions unit – PE > 2 lb/day

As discussed in Section I above, there are no emissions units being relocated from one stationary source to another; therefore BACT is not triggered.

c. Modification of emissions unit – AIPE > 2 lb/day

$$\text{AIPE} = \text{PE2} - \text{HAPE}$$

Where,

AIPE = Adjusted Increase in Permitted Emissions, (lb/day)

PE2 = Post-Project Potential to Emit, (lb/day)

HAPE = Historically Adjusted Potential to Emit, (lb/day)

$$\text{HAPE} = \text{PE1} \times (\text{EF2}/\text{EF1})$$

Where,

PE1 = The emissions unit's PE prior to modification or relocation, (lb/day)

EF2 = The emissions unit's permitted emission factor for the pollutant after modification or relocation. If EF2 is greater than EF1 then EF2/EF1 shall be set to 1

EF1 = The emissions unit's permitted emission factor for the pollutant before the modification or relocation

$$AIPE = PE2 - (PE1 * (EF2 / EF1))$$

S-1372-16:

$$PE1 = PE2, EF1 = EF2$$

for NO_x, SO_x, PM₁₀, CO, and VOC

$$AIPE = 0.0 \text{ lb/day}$$

d. SB 288/Federal Major Modification

As discussed in Sections VII.C.8 above, this project constitutes a Federal Major Modification for NO_x and VOC emissions. Therefore, BACT is triggered for NO_x and VOC as there are emissions increases for these pollutants.

2. BACT Guideline

BACT Guideline 1.2.1 Oilfield Steam Generator (≥ 20 MMBtu/hr) requirements are listed above in Section VII.

3. Top-Down BACT Analysis

Per Permit Services Policies and Procedures for BACT, a Top-Down BACT analysis shall be performed as a part of the application review for each application subject to the BACT requirements pursuant to the District's NSR Rule.

Pursuant to the attached Top-Down BACT Analysis (see **Attachment VI**), BACT has been satisfied with the following:

NO_x: 7 ppmvd @ 3% O₂
VOC: Gaseous fuel

B. Offsets

1. Offset Applicability

Pursuant to District Rule 2201, Section 4.5, offset requirements shall be triggered on a pollutant by pollutant basis and shall be required if the SSPE2 equals or exceeds the offset threshold levels in Table 4-1 of Rule 2201.

The SSPE2 is compared to the offset thresholds in the following table.

Offset Determination (lb/year)					
	NO _x	SO _x	PM ₁₀	CO	VOC
SSPE2	> 20,000	> 54,750	> 29,200	> 200,000	> 20,000
Offset Thresholds	20,000	54,750	29,200	200,000	20,000
Offsets triggered?	Yes	Yes	Yes	Yes	Yes

2. Quantity of Offsets Required

As seen above, the SSPE2 is greater than the offset thresholds for NO_x, SO_x, PM₁₀, CO, VOC. Therefore offset calculations will be required for this project.

The quantity of offsets in pounds per year is calculated as follows for sources with an SSPE1 greater than the offset threshold levels before implementing the project being evaluated.

Offsets Required (lb/year) = $(\Sigma[PE2 - BE] + ICCE) \times DOR$, for all new or modified emissions unit in the project,

Where,

PE2 = Post Project Potential to Emit, (lb/year)

BE = Baseline Emissions, (lb/year)

ICCE = Increase in Cargo Carrier Emissions, (lb/year)

DOR = Distance Offset Ratio, determined pursuant to Section 4.8

BE = PE1 for:

- Any unit located at a non-Major Source,
- Any Highly-Utilized Emissions Unit, located at a Major Source,
- Any Fully-Offset Emissions Unit, located at a Major Source, or
- Any Clean Emissions Unit, Located at a Major Source.

otherwise,

BE = HAE

PE2 = BE = PE1 for all pollutants as the unit is a clean emissions unit. No offsets are required.

C. Public Notification

1. Applicability

Pursuant to District Rule 2201, Section 5.4, public noticing is required for:

- a. New Major Sources, Federal Major Modifications, and SB 288 Major Modifications,

- b. Any new emissions unit with a Potential to Emit greater than 100 pounds during any one day for any one pollutant,
- c. Any project which results in the offset thresholds being surpassed,
- d. Any project with an SSPE of greater than 20,000 lb/year for any pollutant, and/or
- e. Any project which results in a Title V significant permit modification

a. New Major Sources, Federal Major Modifications, and SB 288 Major Modifications

New Major Sources are new facilities, which are also Major Sources. Since this is not a new facility, public noticing is not required for this project for New Major Source purposes.

As demonstrated in Sections VII.C.7 and VII.C.8, this project is a Federal Major Modification. Therefore, public noticing for Federal Major Modification purposes is required.

b. PE > 100 lb/day

Applications which include a new emissions unit with a PE greater than 100 pounds during any one day for any pollutant will trigger public noticing requirements. As seen in Section VII.C.2 above, this project does not include a new emissions unit, therefore public noticing for PE > 100 lb/day purposes is not required.

c. Offset Threshold

Pursuant to District Rule 2201, Section 4.5.3, offset requirements shall be triggered on a pollutant-by-pollutant basis, unless exempted pursuant to Section 4.6, offsets shall be required if the post-project Stationary Source Potential to Emit (SSPE2) equals or exceeds specific threshold levels.

The SSPE1 and SSPE2 are compared to the offset thresholds in the following table.

Offset Thresholds				
Pollutant	SSPE1 (lb/year)	SSPE2 (lb/year)	Offset Threshold	Public Notice Required?
NO _x	> 20,000	> 20,000	20,000 lb/year	No
SO _x	> 54,750	> 54,750	54,750 lb/year	No
PM ₁₀	> 29,200	> 29,200	29,200 lb/year	No
CO	> 200,000	> 200,000	200,000 lb/year	No
VOC	> 20,000	> 20,000	20,000 lb/year	No

As detailed above, there were no thresholds surpassed with this project; therefore public noticing is not required for offset purposes.

d. SSIPE > 20,000 lb/year

Public notification is required for any permitting action that results in a SSIPE of more than 20,000 lb/year of any affected pollutant. According to District policy, the SSIPE = SSPE2 – SSPE1. The SSIPE is compared to the SSIPE Public Notice thresholds in the following table.

SSIPE Public Notice Thresholds			
Pollutant	SSIPE (lb/year)	SSIPE Public Notice Threshold	Public Notice Required?
NO _x	0	20,000 lb/year	No
SO _x	0	20,000 lb/year	No
PM ₁₀	0	20,000 lb/year	No
CO	0	20,000 lb/year	No
VOC	0	20,000 lb/year	No

As demonstrated above, the SSIPEs for all pollutants were less than 20,000 lb/year; therefore public noticing for SSIPE purposes is not required.

e. Title V Significant Permit Modification

As shown in the Discussion of Rule 2520 below, this project constitutes a Title V Significant Modification. Therefore, public noticing for Title V Significant Modifications is required for this project.

2. Public Notice Action

As discussed above, public noticing is required for this project which is a Title V Significant Modification. Therefore, public notice documents will be submitted to the California Air Resources Board (CARB) and a public notice will be published at the District's website for public review prior to the issuance of the ATC for this equipment.

D. Daily Emission Limits (DELs)

DELs and other enforceable conditions are required by Rule 2201 to restrict a unit's maximum daily emissions, to a level at or below the emissions associated with the maximum design capacity. The DEL must be contained in the latest ATC and contained in or enforced by the latest PTO and enforceable, in a practicable manner, on a daily basis. DELs are also required to enforce the applicability of BACT.

Proposed Rule 2201 (DEL) Conditions:

S-1372-16

SOx (as SO₂) emissions shall not exceed 92.5 lb/day except as provided below. [District Rule 2201] Y

Total casing gas sulfur oxide (SOx as SO₂) emissions shall not exceed 1193.5 lb/day for the following steam generators and standby flare: S-1372-13 (#16), S-1372-16 (#12), S-1372-24 (#20), and S-1372-76. SOx as SO₂ emissions from '-16 shall be calculated as [(mscf combusted in '-16)/(combined mscf combusted in '-16, '-127, and '-317)] x total SOx emissions from scrubber/ESP '-127. [District Rule 2201] Y

Emissions shall not exceed any of the following: 27 lb NOx/day, 4,380 lb NOx/year. [District Rule 2201] Y

Except during startup and shutdown emissions shall not exceed any of the following: PM₁₀: 0.014 lb/MMBtu; NOx (as NO₂): 0.008 lb/MMBtu or 7 ppmv @ 3% O₂; VOC: 0.0012 lb/MMBtu; or CO: 138 ppmv @ 3% O₂. [District Rules 2201, 4305, 4306, and 4320] Y

E. Compliance Assurance

1. Source Testing

The unit are subject to District Rule 4320, *Advanced Emission Reduction Options for Boilers, Steam Generator, and Process Heaters Greater than 5.0 MMBtu/hr*. Source testing requirements, in accordance with District Rule 4320, will be discussed in Section VIII, *District Rule 4320*, of this evaluation.

2. Monitoring

As required by District Rule 4320, *Advanced Emission Reduction Options for Boilers, Steam Generator, and Process Heaters Greater than 5.0 MMBtu/hr*, this unit is subject to monitoring requirements. Monitoring requirements, in accordance with District Rule 4320, will be discussed in Section VIII, *District Rule 4320*, of this evaluation.

3. Recordkeeping

Recordkeeping is required to demonstrate compliance with the offset, public notification and daily emission limit requirements of Rule 2201. The following condition(s) are listed on the permit to operate:

New-

45. *Permittee shall maintain daily records of SOx (as SO₂) emissions (lb/day) from steam generator. [District Rule 2201] Y*

{519} Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.4.2] Y

Permittee shall maintain records of volume of fuel gas burned and TEOR gas incinerated, fuel gas and TEOR gas sulfur content, and such records shall be retained on site for a period of at least five years and shall be made readily available for District inspection upon request. [District Rules 1070 and 2520, 9.4.2] Y

4. Reporting

No reporting is required to demonstrate compliance with Rule 2201.

F. Ambient Air Quality Analysis (AAQA)

Section 4.14 of District Rule 2201 requires that an AAQA be conducted for the purpose of determining whether a new or modified Stationary Source will cause or make worse a violation of an air quality standard.

There is no increase in emissions associated with the project and therefore AAQA modelling is not required.

G. Compliance Certification

Section 4.15.2 of this Rule requires the owner of a new Major Source or a source undergoing a Federal Major Modification to demonstrate to the satisfaction of the District that all other Major Sources owned by such person and operating in California are in compliance or are on a schedule for compliance with all applicable emission limitations and standards. As discussed in Section VIII above, this facility is a new major source and this project does constitute a Federal Major Modification, therefore this requirement is applicable. SPR's Compliance Certification is included in **Attachment VII**.

H. Alternate Siting Analysis

The current project occurs at an existing facility and the proposed project it solely to modify an exiting steam generator.

Since the project will provide steam to be used at the same location, the existing site will result in the least possible impact from the project. Alternative sites would involve the relocation and/or construction of various support structures on a much greater scale, and would therefore result in a much greater impact.

Rule 2410 Prevention of Significant Deterioration

As shown in Section VII.C.9 above, this project does not result in a new PSD major source or PSD major modification. No further discussion is required.

Rule 2520 Federally Mandated Operating Permits

This facility is subject to this Rule, and has received their Title V Operating Permit. A significant permit modification is defined as a “permit amendment that does not qualify as a minor permit modification or administrative amendment.”

Minor permit modifications are not Title I modifications as defined in this rule. This project triggers a Federal Major Modification, as a result, the proposed project constitutes a Significant Modification to the Title V Permit. SPR’s Title V Compliance Certification form is included in **Attachment VIII**.

Rule 4001 New Source Performance Standards (NSPS)

40 CFR Part 60, Subpart Dc applies to Small Industrial-Commercial-Industrial Steam Generator between 10 MMBtu/hr and 100 MMBtu/hr (post-6/9/89 construction, modification or, reconstruction).

The subject steam generator has a rating of 85 MMBtu/hr and are fired on natural/TEOR gas. Subpart Dc has no standards for gas-fired steam generator. Therefore the subject steam generator is not affected facility(s) and subpart Dc does not apply.

Rule 4101 Visible Emissions

Per Section 5.0, no person shall discharge into the atmosphere emissions of any air contaminant aggregating more than 3 minutes in any hour which is as dark as or darker than Ringelmann 1 (or 20% opacity). The units currently operate in compliance with the rule and continued compliance is expected.

Therefore, compliance with the requirements of this rule is expected.

Rule 4102 Nuisance

Rule 4102 prohibits discharge of air contaminants which could cause injury, detriment, nuisance or annoyance to the public. Public nuisance conditions are not expected as a result of these operations, provided the equipment is well maintained. Therefore, compliance with this rule is expected.

California Health & Safety Code 41700 (Health Risk Assessment)

District Policy APR 1905 – *Risk Management Policy for Permitting New and Modified Sources* specifies that for an increase in emissions associated with a proposed new source or modification, the District perform an analysis to determine the possible impact to the nearest resident or worksite.

As demonstrated above, there are no increases in emissions associated with this project, therefore a health risk assessment is not necessary and no further risk analysis is required.

Rule 4201 Particulate Matter Concentration

Section 3.1 prohibits discharge of dust, fumes, or total particulate matter into the atmosphere from any single source operation in excess of 0.1 grain per dry standard cubic foot. Units S-1372-16, 127, and '317 will be served by an electrostatic precipitator are expected to continue to operate in compliance with the rule.

Therefore, compliance with the requirements of this rule is expected.

District Rule 4305 Boilers, Steam Generator and Process Heaters – Phase 2

The units have a maximum heat input of 62.5 MMBtu/hr. Pursuant to Section 2.0 of District Rule 4305, the unit is subject to District Rule 4305, *Boilers, Steam Generator and Process Heaters – Phase 2*.

In addition, the unit is also subject to District Rule 4306, *Boilers, Steam Generator and Process Heaters – Phase 3*.

Since emissions limits of District Rule 4320 and all other requirements are equivalent or more stringent than District Rule 4305 requirements, compliance with District Rule 4320 requirements will satisfy requirements of District Rule 4305.

District Rule 4306 Boilers, Steam Generator and Process Heaters – Phase 3

Pursuant to Section 2.0 of District Rule 4306, the units are subject to District Rule 4306, *Boilers, Steam Generator and Process Heaters – Phase 3*.

Since emissions limits of District Rule 4320 and all other requirements are equivalent or more stringent than District Rule 4306 requirements, compliance with District Rule 4320 requirements will satisfy requirements of District Rule 4306.

Rule 4320 – Advanced Emission Reduction Options for Boilers, Steam Generator, and Process Heaters Greater than 5.0 MMBtu/hr

This rule limits NO_x, CO, SO₂ and PM₁₀ emissions from boilers, steam generator and process heaters rated greater than 5 MMBtu/hr. This rule also provides a compliance option of payment of fees in proportion to the actual amount of NO_x emitted over the previous year.

The units in this project are all rated at greater than 5 MMBtu/hr heat input and are subject to this rule. They currently meet the emissions limits, compliance testing, and administrative requirements of the rule and the project is not expected to affect compliance status. Continued compliance is expected.

Rule 4801 Sulfur Compounds

A person shall not discharge into the atmosphere sulfur compounds, which would exist as a liquid or gas at standard conditions, exceeding in concentration at the point of discharge: 0.2 % by volume calculated as SO₂, on a dry basis averaged over 15 consecutive minutes.

The project modifies sulfur removal for unit '-16 from pre-project to post-project with no expected change is sulfur removal efficiency. Therefore, continued compliance is expected.

California Health & Safety Code 42301.6 (School Notice)

The District has verified that this site is not located within 1,000 feet of a school. Therefore,

California Environmental Quality Act (CEQA)

CEQA requires each public agency to adopt objectives, criteria, and specific procedures consistent with CEQA Statutes and the CEQA Guidelines for administering its responsibilities under CEQA, including the orderly evaluation of projects and preparation of environmental documents. The District adopted its *Environmental Review Guidelines* (ERG) in 2001. The basic purposes of CEQA are to:

- Inform governmental decision-makers and the public about the potential, significant environmental effects of proposed activities;
- Identify the ways that environmental damage can be avoided or significantly reduced;
- Prevent significant, avoidable damage to the environment by requiring changes in projects through the use of alternatives or mitigation measures when the governmental agency finds the changes to be feasible; and
- Disclose to the public the reasons why a governmental agency approved the project in the manner the agency chose if significant environmental effects are involved.

Greenhouse Gas (GHG) Significance Determination

It is determined that no other agency has or will prepare an environmental review document for the project. Thus the District is the Lead Agency for this project.

The District's engineering evaluation (this document) demonstrates that the project would not result in an increase in project specific greenhouse gas emissions. The District therefore concludes that the project would have a less than cumulatively significant impact on global climate change.

District CEQA Findings

The District is the Lead Agency for this project because there is no other agency with broader statutory authority over this project. The District performed an Engineering Evaluation (this document) for the proposed project and determined that the activity will occur at an existing facility and the project involves negligible expansion of the existing

or former use. Furthermore, the District determined that the activity will not have a significant effect on the environment. Therefore, the District finds that the activity is categorically exempt from the provisions of CEQA pursuant to CEQA Guideline § 15301 (Existing Facilities), and finds that the project is exempt per the common sense exemption that CEQA applies only to projects which have the potential for causing a significant effect on the environment (CEQA Guidelines §15061(b)(3)).

Indemnification Agreement/Letter of Credit Determination

According to District Policy APR 2010 (CEQA Implementation Policy), when the District is the Lead or Responsible Agency for CEQA purposes, an indemnification agreement and/or a letter of credit may be required. The decision to require an indemnity agreement and/or a letter of credit is based on a case-by-case analysis of a particular project's potential for litigation risk, which in turn may be based on a project's potential to generate public concern, its potential for significant impacts, and the project proponent's ability to pay for the costs of litigation without a letter of credit, among other factors.

The criteria pollutant emissions and toxic air contaminant emissions associated with the proposed project are not significant, and there is minimal potential for public concern for this particular type of facility/operation. Therefore, an Indemnification Agreement and/or a Letter of Credit will not be required for this project in the absence of expressed public concern.

IX. Recommendation

Compliance with all applicable rules and regulations is expected. Pending a successful NSR Public Noticing period, issue the ATCs subject to the permit conditions on the attached draft ATCs in **Attachment VIII**.

X. Billing Information

Annual Permit Fees			
Permit Number	Fee Schedule	Fee Description	Annual Fee
S-1372-16	3020-02 H	62.5 MMBtu/hr	\$1238.00
S-1372-127	3020-02 H	62.5 MMBtu/hr	\$1238.00
S-1372-317	3020-02 H	62.5 MMBtu/hr	\$1238.00

Attachments

- I: Current PTOs
- II: Location Map
- III: Process Diagram
- IV: Baseline Actual Emission Data
- V: Emissions Profiles
- VI: BACT Analysis
- VII: Title V and Statewide Compliance Documents
- VIII: Draft ATCs

Attachment I
Current PTOs

San Joaquin Valley

Air Pollution Control District

PERMIT UNIT: S-1372-16-25

EXPIRATION DATE: 05/31/2021

SECTION: NW 6 **TOWNSHIP:** 30S **RANGE:** 22E

EQUIPMENT DESCRIPTION:

62.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR (#12) (DIS# 44519-76) EQUIPPED WITH A NORTH AMERICAN GLE ULTRA LOW NOX BURNER, FGR AND O2 CONTROLLER (MCKITTRICK FRONT LEASE)

PERMIT UNIT REQUIREMENTS

1. This steam generator is approved to operate at the following locations: Sec. 23, T31S, R22E, NW 1/4 Sec. 6, T30S, R22E, and NW 1/4 Sec. 10, T29S, R21E [District Rule 2201] Federally Enforceable Through Title V Permit
2. The permittee shall notify the District Compliance Division of each location at which the operation is located in excess of 24 hours. Such notification shall be made no later than 48 hours after starting operation at the location. [District Rule 2201] Federally Enforceable Through Title V Permit
3. No less than 0.5 miles of roadway shall be paved and maintained in good repair. [District Rule 2201] Federally Enforceable Through Title V Permit
4. The steam generator shall be equipped with piping from TEOR operation S-1372-100 to fuel gas inlet on burner when operating at Sec. 23, T31S, R22E. [District Rule 2201] Federally Enforceable Through Title V Permit
5. SOx (as SO2) emissions shall not exceed 92.5 lb/day except as provided below. [District Rule 2201] Federally Enforceable Through Title V Permit
6. Steam generator S-1372-317 shall be exclusively fired on PUC quality natural gas when this steam generator is incinerating TEOR vapors. [District Rule 2201] Federally Enforceable Through Title V Permit
7. Total casing gas sulfur oxide (SOx as SO2) emissions shall not exceed 1193.5 lb/day for the following steam generators and standby flare: S-1372-13 (#16), S-1372-16 (#12), S-1372-24 (#20), and S-1372-76. [District Rule 2201] Federally Enforceable Through Title V Permit
8. Emissions shall not exceed any of the following: 27 lb NOx/day, 4,380 lb NOx/year. [District Rule 2201] Federally Enforceable Through Title V Permit
9. Duration of start-up and shutdown shall not exceed 2 hours each per occurrence. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
10. Except during startup and shutdown emissions shall not exceed any of the following: PM10: 0.014 lb/MMBtu; NOx (as NO2): 0.008 lb/MMBtu or 7 ppmv @ 3% O2; VOC: 0.0012 lb/MMBtu; or CO: 138 ppmv @ 3% O2. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
11. All vapor recovery gas burned in this device shall first be treated by the sulfur removal system listed on S-1372-100 so that at least 95% by weight of the sulfur is removed. [District Rules 2201, 4301, 4320, 4406, and 4801] Federally Enforceable Through Title V Permit
12. Compliance with 95% by weight sulfur removal efficiency requirement shall be conducted annually. [District Rule 4320] Federally Enforceable Through Title V Permit
13. Exhaust stack shall be equipped with adequate provisions facilitating the collection of gas samples consistent with EPA Test Methods. [District Rule 1081] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.

14. The permittee shall monitor and record the stack concentration of NO_x, CO, and O₂ at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
15. If either the NO_x or CO concentrations corrected to 3% O₂, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
16. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
17. The permittee shall maintain records of: (1) the date and time of NO_x, CO, and O₂ measurements, (2) the O₂ concentration in percent and the measured NO_x and CO concentrations corrected to 3% O₂, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
18. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
19. Source testing to measure NO_x and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
20. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
21. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
22. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
23. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. Unless otherwise specified in the Permit to Operate, no determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4320. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.

24. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
25. NOx emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
26. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
27. Stack gas oxygen (O2) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
28. Fuel sulfur content shall be determined using EPA Method 11 or Method 15. [District Rule 4320] Federally Enforceable Through Title V Permit
29. Stack gas velocities shall be determined using EPA Method 2. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
30. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
31. In lieu of the annual source testing requirements of Rule 4320, compliance with the applicable emission limits may be demonstrated by submittal of annual emissions test results to the District from a unit or units that represents a group of units, provided that all of the conditions in Section 6.3.2 are met and documented. [District Rule 4320] Federally Enforceable Through Title V Permit
32. Annual test results submitted to the District from unit(s) representing a group of units may be used to demonstrate compliance with NOx and CO limits of this permit for that group, provided the selection of the representative unit(s) is approved by the APCO prior to testing. Should any of the representative units exceed the required NOx or CO emissions limits of this permit, each of the units in the group shall demonstrate compliance by emissions testing within 90 days of the failed test. (This requirement shall not supersede a more stringent NSR or PSD permit testing requirement.) [District Rules 4305, 6.3.2, 4306, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
33. The following conditions must be met for representative unit(s) to be used to demonstrate compliance for NOx and CO limits for a group of units: 1) all units are initially source tested and emissions from each unit in group are less than 90% of the permitted value and vary 25% or less from the average of all runs, 2) all units in group are similar in terms of rated heat input (rating not to exceed 100 MMBtu/hr), make and series, operation conditions, and control method, and 3) the group is owned by a single owner and located at a single stationary source. [District Rules 4305, 6.3.2, 4306, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
34. All units in a group for which representative units are source tested to demonstrate compliance for NOx and CO limits of this permit shall have received the same maintenance and tune-up procedures as the representative unit(s). These tune-up procedures shall be completed according to District Rule 4304 (Adopted October 19, 1995) and tune-up test results shall show comparable results for each unit in the group. Records shall be maintained for the each unit of the group including all preventative and corrective maintenance work done. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
35. All units in a group for which representative units are source tested to demonstrate compliance for NOx and CO limits of this permit shall be fired on the same fuel type during the entire compliance period. If a unit switches for any time to an alternate fuel type (e.g. from natural gas to oil) then that unit shall not be considered part of the group and shall be required to undergo a source test for all fuel types used, within one year of the switch. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
36. The number of representative units source tested to demonstrate compliance for NOx and CO limits shall be at least 30% of the total number of units in the group. The units included in the 30% shall be rotated, so that in 3 years, all units in the entire group will have been tested at least once. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.

37. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be quarterly. If a quarterly fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
38. When complying with SOx emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
39. If the unit is fired on noncertified gaseous fuel and compliance with SOx emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3246, D 4084, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
40. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by third party fuel supplier or determined by: ASTM D 1826 or D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rules 2520, 9.3.2; 4305, 6.2; 4306, 6.2; and 4320, 6.2] Federally Enforceable Through Title V Permit
41. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
42. Permittee shall maintain records of volume of fuel gas burned and TEOR gas incinerated, fuel gas and TEOR gas sulfur content, and such records shall be retained on site for a period of at least five years and shall be made readily available for District inspection upon request. [District Rules 1070 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
43. Sulfur compound emissions shall not exceed 0.11 lb of sulfur per million BTU. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. [District Rule 4406]
44. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas; or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rules 4801 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
45. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

These terms and conditions are part of the Facility-wide Permit to Operate.

San Joaquin Valley Air Pollution Control District

PERMIT UNIT: S-1372-127-26

EXPIRATION DATE: 05/31/2021

SECTION: 06 **TOWNSHIP:** 30S **RANGE:** 22E

EQUIPMENT DESCRIPTION:

62.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR #43 EQUIPPED WITH A NORTH AMERICAN MODEL MAGNA-FLAME G-LE LOW NOX BURNER, FGR, O2 CONTROLLER, AND EXHAUST GAS SOX SCRUBBER W/ESP SHARED WITH S-1372-317 (MCKITTRICK FRONT LEASE)

PERMIT UNIT REQUIREMENTS

1. If continuous operation oxygen analyzer/controller is utilized, excess O2 shall be maintained between 0.5 and 4.0%. If not utilized, excess air shall be maintained at no less than 15%. [District Rule 2201] Federally Enforceable Through Title V Permit
2. A non-resettable, totalizing mass or volumetric fuel flow meter to measure the amount of gas combusted in the unit shall be installed, utilized and maintained for each fuel line. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
3. Exhaust from unit shall be directed only to SO2 scrubber/wet ESP authorized herein except when burning PUC quality natural gas exclusively. [District Rule 2201] Federally Enforceable Through Title V Permit
4. Scrubber/wet ESP shall be in operation when combusting TEOR gas. [District Rule 2201] Federally Enforceable Through Title V Permit
5. Vapors from TEOR operation, permit # S-1372-100 may be incinerated in this steam generator. [District Rule 2201] Federally Enforceable Through Title V Permit
6. Except during start-up and shutdown, emissions from the steam generator shall not exceed any of the following limits: 9 ppmvd NOx @ 3% O2 or 0.011 lb-NOx/MMBtu, 0.324 lb-SOx/MMBtu, 0.008 lb-PM10/MMBtu, 50 ppmvd CO @ 3% O2 or 0.0364 lb-CO/MMBtu, or 0.003 lb-VOC/MMBtu. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
7. During start-up and shutdown, emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NOx @ 3% O2 or 0.018 lb-NOx/MMBtu, 0.324 lb-SOx/MMBtu, 0.008 lb-PM10/MMBtu, 50 ppmvd CO @ 3% O2 or 0.0364 lb-CO/MMBtu, or 0.003 lb-VOC/MMBtu. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
8. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306 and 4320] Federally Enforceable Through Title V Permit
9. Duration of startup and shutdown shall not exceed 2 hours each per occurrence and, combined, shall not exceed 4 hours per day. During startup or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. The operator shall maintain daily records of the duration of startup and shutdown periods [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
10. Daily records of start-up and shutdown durations and number of occurrences of each shall be maintained. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.

11. Total sulfur oxide (SOx as SO₂) emissions shall not exceed 1,075.2 lb/day from steam generators S-1372-1, '2, '4, '127, '317, and flare '100. [District Rule 2201] Federally Enforceable Through Title V Permit
12. All vapor recovery gas burned in this device shall first be treated by the scrubber/wet ESP so at least 95% by weight of the sulfur is removed. [District Rules 2201, 4301, 4320, 4406, and 4801] Federally Enforceable Through Title V Permit
13. Compliance with the 95% by weight sulfur removal efficiency shall be conducted at least once every twelve months. [District Rule 4320] Federally Enforceable Through Title V Permit
14. The SOx emission control system efficiency shall be determined using the following equation: Percent Control Efficiency = $[(\text{CSO}_2, \text{inlet} - \text{CSO}_2, \text{outlet}) / \text{CSO}_2, \text{inlet}] \times 100$, where "CSO₂, inlet" is equal to the concentration of SOx (expressed as SO₂) at the inlet side of the SOx emission control system (in lb/dscf) and "CSO₂, outlet" is equal to the concentration of SOx (expressed as SO₂) at the outlet side of the SOx emission control system (in lb/dscf). [District Rule 4320] Federally Enforceable Through Title V Permit
15. The total gas fired in this unit, on a monthly average, shall be less than 50% PUC quality natural gas, by volume. PUC quality natural gas is any gaseous fuel where the sulfur content is no more than one-fourth (0.25) grain of hydrogen sulfide per one hundred (100) standard cubic feet and no more than five (5) grains of total sulfur per one hundred (100) standard cubic feet. PUC quality natural gas also means high methane gas of at least 80% methane by volume. [District Rule 4320] Federally Enforceable Through Title V Permit
16. The permittee shall maintain monthly records of the volume of PUC quality natural gas and the total gas fired in this unit. Permittee shall keep monthly records of the percentage by volume of PUC quality gas fired and indicate if the volume of PUC quality gas fired is less than 50%. [District Rule 4320] Federally Enforceable Through Title V Permit
17. Scrubber/wet ESP control efficiency shall not be less than 95% by weight sulfur compounds. [District Rule 2201] Federally Enforceable Through Title V Permit
18. Scrubber liquor pH shall be maintained within the range demonstrated to achieve compliance with SO₂ emissions limit and control efficiency performance, and shall be continuously monitored. [District Rule 2201] Federally Enforceable Through Title V Permit
19. Scrubber mist eliminator shall be properly cleaned and maintained. [District Rule 2201] Federally Enforceable Through Title V Permit
20. The wet ESP's secondary DC voltage shall be monitored weekly to ensure it is operating between 35 to 50KV [District Rule 2201] Federally Enforceable Through Title V Permit
21. Scrubber recirculation liquor liquid to gas ratio shall be maintained at no less than that demonstrated to achieve compliance during source testing. [District Rule 2201] Federally Enforceable Through Title V Permit
22. When any unit connected to scrubber/wet ESP is burning TEOR gas, scrubber/wet ESP shall be operating and permittee shall demonstrate compliance with sulfur oxide emissions limit by stack source testing within 60 days of initial scrubbing date and annually thereafter unless no TEOR gas has been burned since the last scrubber performance source test. Sulfur removal efficiency of scrubber/wet ESP shall be demonstrated during initial stack source test and calculated with subsequent tests. Ongoing compliance with sulfur oxide emissions limit shall be by calculation using the scrubber liquid pH, the demonstrated sulfur removal efficiency, and the fuel gas sulfur content. Fuel gas sulfur content shall be obtained by sample analysis at least quarterly. [District Rule 2201] Federally Enforceable Through Title V Permit
23. When unit is operated without scrubber/wet ESP, permittee shall demonstrate compliance with the sulfur oxide emissions limit by analysis of the fuel gas sulfur content within 60 days of initiating operation without scrubber. Analyses, as approved by the APCO, provided by the gas supplier may be used to satisfy this requirement. [District Rule 2201] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.

24. When complying with SOx emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Methods 6, 6B, 8, or ARB 100. When operating unscrubbed, a grab sample analysis by double GC performed in the laboratory and EPA Method 19 may be used to calculate SOx emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every 36 months unless testing is required by scrubber operational mode change as noted above. Annual source testing shall resume if any test fails to show compliance. [District Rule 2201] Federally Enforceable Through Title V Permit
25. Exhaust stack shall be equipped with adequate provisions facilitating the collection of gas samples consistent with EPA Test Methods. [District Rule 1081] Federally Enforceable Through Title V Permit
26. The permittee shall monitor and record the stack concentration of NOx, CO, and O2 at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
27. If either the NOx or CO concentrations corrected to 3% O2, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
28. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
29. The permittee shall maintain records of: (1) the date and time of NOx, CO, and O2 measurements, (2) the O2 concentration in percent and the measured NOx and CO concentrations corrected to 3% O2, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
30. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
31. Source testing to measure NOx and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
32. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
33. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.

34. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
35. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. Unless otherwise specified in the Permit to Operate, no determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4320. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
36. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
37. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
38. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
39. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
40. Fuel sulfur content shall be determined using EPA Method 11 or Method 15. [District Rule 4320] Federally Enforceable Through Title V Permit
41. Stack gas velocities shall be determined using EPA Method 2. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
42. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
43. In lieu of the annual source testing requirements of Rule 4320, compliance with the applicable emission limits may be demonstrated by submittal of annual emissions test results to the District from a unit or units that represents a group of units, provided that all of the conditions in Section 6.3.2 are met and documented. [District Rule 4320] Federally Enforceable Through Title V Permit
44. Annual test results submitted to the District from unit(s) representing a group of units may be used to demonstrate compliance with NO_x and CO limits of this permit for that group, provided the selection of the representative unit(s) is approved by the APCO prior to testing. Should any of the representative units exceed the required NO_x or CO emissions limits of this permit, each of the units in the group shall demonstrate compliance by emissions testing within 90 days of the failed test. (This requirement shall not supersede a more stringent NSR or PSD permit testing requirement.) [District Rules 4305, 6.3.2, 4306, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
45. The following conditions must be met for representative unit(s) to be used to demonstrate compliance for NO_x and CO limits for a group of units: 1) all units are initially source tested and emissions from each unit in group are less than 90% of the permitted value and vary 25% or less from the average of all runs, 2) all units in group are similar in terms of rated heat input (rating not to exceed 100 MMBtu/hr), make and series, operation conditions, and control method, and 3) the group is owned by a single owner and located at a single stationary source. [District Rules 4305, 6.3.2, 4306, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
46. All units in a group for which representative units are source tested to demonstrate compliance for NO_x and CO limits of this permit shall have received the same maintenance and tune-up procedures as the representative unit(s). These tune-up procedures shall be completed according to District Rule 4304 (Adopted October 19, 1995) and tune-up test results shall show comparable results for each unit in the group. Records shall be maintained for the each unit of the group including all preventative and corrective maintenance work done. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.

47. All units in a group for which representative units are source tested to demonstrate compliance for NO_x and CO limits of this permit shall be fired on the same fuel type during the entire compliance period. If a unit switches for any time to an alternate fuel type (e.g. from natural gas to oil) then that unit shall not be considered part of the group and shall be required to undergo a source test for all fuel types used, within one year of the switch. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
48. The number of representative units source tested to demonstrate compliance for NO_x and CO limits shall be at least 30% of the total number of units in the group. The units included in the 30% shall be rotated, so that in 3 years, all units in the entire group will have been tested at least once. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
49. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be quarterly. If a quarterly fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
50. When complying with SO_x emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
51. If the unit is fired on noncertified gaseous fuel and compliance with SO_x emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3246, D 4084, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
52. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by third party fuel supplier or determined by: ASTM D 1826 or D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rules 2520, 9.3.2; 4305, 6.2; 4306, 6.2; and 4320, 6.2] Federally Enforceable Through Title V Permit
53. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
54. Permittee shall maintain records of the wet ESP's secondary DC voltage and shall be made readily available for District inspection upon request [District Rule 2201] Federally Enforceable Through Title V Permit
55. Permittee shall maintain records of volume of fuel gas burned and TEOR gas incinerated, fuel gas and TEOR gas sulfur content, and such records shall be retained on site for a period of at least five years and shall be made readily available for District inspection upon request. [District Rules 1070 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
56. Sulfur compound emissions shall not exceed 0.11 lb of sulfur per million BTU. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. [District Rule 4406]
57. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas; or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rules 4801 and 2520, 9.4.2] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.

58. Compliance with permit conditions in the Title V permit shall be deemed compliance with the requirements of 40 CFR 60, Subpart Dc (except 60.44c(g) and (h) and 60.48c). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
59. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

These terms and conditions are part of the Facility-wide Permit to Operate.

San Joaquin Valley Air Pollution Control District

PERMIT UNIT: S-1372-317-16

EXPIRATION DATE: 05/31/2021

SECTION: 06 **TOWNSHIP:** 30S **RANGE:** 22E

EQUIPMENT DESCRIPTION:

67.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR EQUIPPED WITH A NORTH AMERICAN MODEL MAGNA-FLAME G-LE LOW NOX BURNER, FGR AND EXHAUST GAS SOX SCRUBBER W/ESP SHARED WITH S-1372-127 (MCKITTRICK FRONT LEASE)

PERMIT UNIT REQUIREMENTS

1. Unit shall be fired only on PUC quality natural gas or TEOR waste gas. [District Rule 2201] Federally Enforceable Through Title V Permit
2. A non-resettable, totalizing mass or volumetric fuel flow meter to measure the amount of gas combusted in the unit shall be installed, utilized and maintained for each fuel line. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
3. Vapors from TEOR operation, permit # S-1372-100 may be incinerated in this steam generator. [District Rule 2201] Federally Enforceable Through Title V Permit
4. Exhaust from unit shall be directed only to SO2 scrubber/wet ESP listed on S-1372-127 except when burning PUC quality natural gas exclusively. [District Rule 2201] Federally Enforceable Through Title V Permit
5. Scrubber/wet ESP listed on S-1372-127 shall be in operation when combusting TEOR gas. [District Rule 2201] Federally Enforceable Through Title V Permit
6. All wells producing from strata steamed by this unit shall be connected to a District-approved emissions control system, have District-approved closed casing vents or be District-approved uncontrolled cyclic wells. [District Rule 4401] Federally Enforceable Through Title V Permit
7. This steam generator shall be exclusively fired on PUC quality natural gas when steam generators S-1372-13, 16, and 24 are gas fired and incinerating TEOR waste gas. [District Rule 2201] Federally Enforceable Through Title V Permit
8. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306 and 4320] Federally Enforceable Through Title V Permit
9. Duration of startup and shutdown shall not exceed 2 hours each per occurrence and, combined, shall not exceed 4 hours per day. During startup or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. The operator shall maintain daily records of the duration of startup and shutdown periods. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
10. Except during start-up and shutdown, emissions from the steam generator shall not exceed any of the following limits: 9 ppmvd NOX @ 3% O2 or 0.011 lb-NOX/MMBtu, 0.324 lb-SOX/MMBtu, 0.008 lb-PM10/MMBtu, 50 ppmvd CO @ 3% O2 or 0.0364 lb-CO/MMBtu, or 0.039 lb-VOC/MMBtu. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.

11. During start-up and shutdown, emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NOX @ 3% O2 or 0.018 lb-NOX/MMBtu, 0.324 lb-SOX/MMBtu, 0.008 lb-PM10/MMBtu, 50 ppmvd CO @ 3% O2 or 0.0364 lb-CO/MMBtu, or 0.039 lb-VOC/MMBtu. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
12. Total sulfur oxide (SOx as SO2) emissions shall not exceed 1,075.2 lb/day from steam generators S-1372-1, '2, '4, '127, '317, and flare '100. [District Rule 2201] Federally Enforceable Through Title V Permit
13. All vapor recovery gas burned in this device shall first be treated by the scrubber/wet ESP so at least 95% by weight of the sulfur is removed. [District Rules 2201, 4301, 4320, 4406, and 4801] Federally Enforceable Through Title V Permit
14. Compliance with the 95% by weight sulfur removal efficiency shall be conducted at least once every twelve months. [District Rule 4320] Federally Enforceable Through Title V Permit
15. The SOx emission control system efficiency shall be determined using the following equation: Percent Control Efficiency = $[(\text{CSO}_2, \text{inlet} - \text{CSO}_2, \text{outlet}) / \text{CSO}_2, \text{inlet}] \times 100$, where "CSO2, inlet" is equal to the concentration of SOx (expressed as SO2) at the inlet side of the SOx emission control system (in lb/dscf) and "CSO2, outlet" is equal to the concentration of SOx (expressed as SO2) at the outlet side of the SOx emission control system (in lb/dscf). [District Rule 4320] Federally Enforceable Through Title V Permit
16. The total gas fired in this unit, on a monthly average, shall be less than 50% PUC quality natural gas, by volume. PUC quality natural gas is any gaseous fuel where the sulfur content is no more than one-fourth (0.25) grain of hydrogen sulfide per one hundred (100) standard cubic feet and no more than five (5) grains of total sulfur per one hundred (100) standard cubic feet. PUC quality natural gas also means high methane gas of at least 80% methane by volume. [District Rule 4320] Federally Enforceable Through Title V Permit
17. The permittee shall maintain monthly records of the volume of PUC quality natural gas and the total gas fired in this unit. Permittee shall keep monthly records of the percentage by volume of PUC quality gas fired and indicate if the volume of PUC quality gas fired is less than 50%. [District Rule 4320] Federally Enforceable Through Title V Permit
18. When complying with SOx emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Methods 6, 6B, 8, or ARB 100. When operating unscrubbed, a grab sample analysis by double GC performed in the laboratory and EPA Method 19 may be used to calculate SOx emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every 36 months unless testing is required by scrubber operational mode change as noted above. Annual source testing shall resume if any test fails to show compliance. [District Rule 2201] Federally Enforceable Through Title V Permit
19. Sulfur compound (SO2) emission limit compliance shall be demonstrated by fuel gas sulfur analysis performed 60 days prior to permit anniversary date. [District Rule 1081] Federally Enforceable Through Title V Permit
20. Compliance with casing gas sulfur compound emission limits shall be demonstrated by record keeping of TEOR gas flowrate and H2S concentration. [District Rule 1070] Federally Enforceable Through Title V Permit
21. The wet ESP's secondary DC voltage shall be monitored weekly to ensure it is operating between 35 to 50KV [District Rule 2201] Federally Enforceable Through Title V Permit
22. Permittee shall maintain daily records of volume of natural gas burned and TEOR waste gas incinerated. [District Rule 2201] Federally Enforceable Through Title V Permit
23. Permittee shall measure and record, at least monthly, the sulfur content and BTU content of the TEOR waste gas incinerated in this unit. [District Rule 4406, 4.0] Federally Enforceable Through Title V Permit
24. Permittee shall measure and record the natural gas sulfur content and BTU content at the time of NOx testing, except for natural gas purchased from a PUC regulated utility. [District Rule 4406, 4.0] Federally Enforceable Through Title V Permit
25. Exhaust stack shall be equipped with adequate provisions facilitating the collection of gas samples consistent with EPA Test Methods. [District Rule 1081] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.

26. The permittee shall monitor and record the stack concentration of NO_x, CO, and O₂ at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
27. If either the NO_x or CO concentrations corrected to 3% O₂, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
28. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
29. The permittee shall maintain records of: (1) the date and time of NO_x, CO, and O₂ measurements, (2) the O₂ concentration in percent and the measured NO_x and CO concentrations corrected to 3% O₂, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
30. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
31. Source testing to measure NO_x and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
32. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
33. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
34. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
35. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. Unless otherwise specified in the Permit to Operate, no determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4320. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.

36. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
37. NOx emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
38. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
39. Stack gas oxygen (O2) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
40. Fuel sulfur content shall be determined using EPA Method 11 or Method 15. [District Rule 4320] Federally Enforceable Through Title V Permit
41. Stack gas velocities shall be determined using EPA Method 2. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
42. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
43. In lieu of the annual source testing requirements of Rule 4320, compliance with the applicable emission limits may be demonstrated by submittal of annual emissions test results to the District from a unit or units that represents a group of units, provided that all of the conditions in Section 6.3.2 are met and documented. [District Rule 4320] Federally Enforceable Through Title V Permit
44. Annual test results submitted to the District from unit(s) representing a group of units may be used to demonstrate compliance with NOx and CO limits of this permit for that group, provided the selection of the representative unit(s) is approved by the APCO prior to testing. Should any of the representative units exceed the required NOx or CO emissions limits of this permit, each of the units in the group shall demonstrate compliance by emissions testing within 90 days of the failed test. (This requirement shall not supersede a more stringent NSR or PSD permit testing requirement.) [District Rules 4305, 6.3.2, 4306, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
45. The following conditions must be met for representative unit(s) to be used to demonstrate compliance for NOx and CO limits for a group of units: 1) all units are initially source tested and emissions from each unit in group are less than 90% of the permitted value and vary 25% or less from the average of all runs, 2) all units in group are similar in terms of rated heat input (rating not to exceed 100 MMBtu/hr), make and series, operation conditions, and control method, and 3) the group is owned by a single owner and located at a single stationary source. [District Rules 4305, 6.3.2, 4306, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
46. All units in a group for which representative units are source tested to demonstrate compliance for NOx and CO limits of this permit shall have received the same maintenance and tune-up procedures as the representative unit(s). These tune-up procedures shall be completed according to District Rule 4304 (Adopted October 19, 1995) and tune-up test results shall show comparable results for each unit in the group. Records shall be maintained for the each unit of the group including all preventative and corrective maintenance work done. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
47. All units in a group for which representative units are source tested to demonstrate compliance for NOx and CO limits of this permit shall be fired on the same fuel type during the entire compliance period. If a unit switches for any time to an alternate fuel type (e.g. from natural gas to oil) then that unit shall not be considered part of the group and shall be required to undergo a source test for all fuel types used, within one year of the switch. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
48. The number of representative units source tested to demonstrate compliance for NOx and CO limits shall be at least 30% of the total number of units in the group. The units included in the 30% shall be rotated, so that in 3 years, all units in the entire group will have been tested at least once. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.

49. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be quarterly. If a quarterly fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
50. When complying with SOx emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
51. If the unit is fired on noncertified gaseous fuel and compliance with SOx emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3246, D 4084, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
52. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by third party fuel supplier or determined by: ASTM D 1826 or D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rules 2520, 9.3.2; 4305, 6.2; 4306, 6.2; and 4320, 6.2] Federally Enforceable Through Title V Permit
53. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
54. Permittee shall maintain records of the wet ESP's secondary DC voltage and shall be made readily available for District inspection upon request [District Rule 2201] Federally Enforceable Through Title V Permit
55. Permittee shall maintain records of volume of fuel gas burned and TEOR gas incinerated, fuel gas and TEOR gas sulfur content, and such records shall be retained on site for a period of at least five years and shall be made readily available for District inspection upon request. [District Rules 1070 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
56. Sulfur compound emissions shall not exceed 0.11 lb of sulfur per million BTU. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. [District Rule 4406]
57. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas; or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rules 4801 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
58. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

These terms and conditions are part of the Facility-wide Permit to Operate.

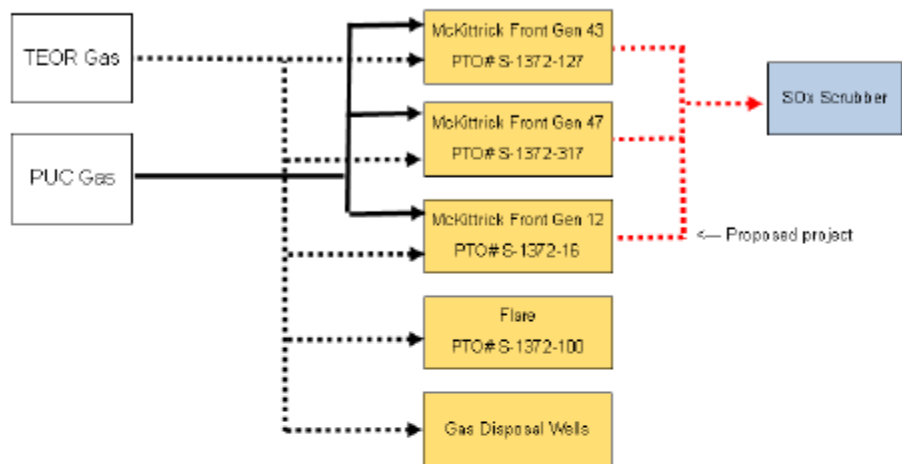
Attachment II
Location Map



Distance to lease boundaries: North: 3074', South: 6118' East: 1214', West: 2141'
No known business or residence within 2000'.

Attachment III

Process Diagram



Attachment IV
Baseline Actual Emission Data

PTO S-1372-16
Historical Fuel Use (PUC Only):

January 2018 thru December 2019

Month	MCF	BTU	MMBTU
1	20,718	1,030	21,340
2	14,444	1,030	14,877
3	2,804	1,030	2,888
4	11,832	1,030	12,187
6	3,330	1,030	3,430
7	639	1,030	658
8	3,202	1,030	3,298
9	15,473	1,030	15,937
10	32,267	1,030	33,235
11	31,437	1,030	32,380
12	25,780	1,030	26,553
Annual Total			166,783
13	18,056	1,030	18,598
14	11,532	1,030	11,878
15	10,447	1,030	10,760
16	15,668	1,030	16,138
17	5,498	1,030	5,663
18	11,030	1,030	11,361
19	2,797	1,030	2,881
20	4,162	1,030	4,287
21	5,611	1,030	5,779
22	12,913	1,030	13,300
23	10,756	1,030	11,079
24	7,701	1,030	7,932
Annual Total			119,656
2 yr Annual Average			(166,783 +119,656)/2 = 143,220

Aeros Environmental, Inc.

Summary of Results

Sentinel Peak Resources California, LLC
McKittrick Front Lease
Steam Generator 12

Project 430-2066
December 31, 2019
Permit No. S-1372-16-25

Pollutant	Run 1	Run 2	Run 3	Mean	Permit Limits
O₂					
%	3.59	3.57	3.59	3.58	N/A
NO_x					
ppm	5.20	5.35	5.55	5.37	
ppm @ 3% O ₂	5.38	5.52	5.74	5.55	7 ppm @ 3% O ₂
CO					
ppm	0.00	0.00	0.00	0.00	
ppm @ 3% O ₂	0.00	0.00	0.00	0.00	138 ppm @ 3% O ₂

Attachment V

Emissions Profiles

Permit #: S 1372-16 -26 Issued: / /
Implemented: / /
Facility: SENTINEL PEAK RESOURCES CA LLC

Last Updated
05/07/20 EDGEHILR

☐ Use PTO emissions Equipment Prebaselined: ☐ Yes ☐ No

PM2.5/PM10 % PM2.5 (lb/Yr)	NOX	SOX	PM10	CO	VOC
Potential to Emit (lb/Yr):	4380	33763	7665	55845	657
Daily Emis. Limit (lb/Day):	27.0	92.5	21.0	153.0	1.8
Quarterly Net Emissions Change (lb/Qtr)	1: 0	1: 0	1: 0	1: 0	1: 0
	2: 0	2: 0	2: 0	2: 0	2: 0
	3: 0	3: 0	3: 0	3: 0	3: 0
	4: 0	4: 0	4: 0	4: 0	4: 0
Check if offsets are triggered but exemption applies	☐	☐	☐	☐	☐
Offset Ratio:					
Quarterly Offset Amounts (lb/Qtr)	1:	1:	1:	1:	1:
	2:	2:	2:	2:	2:
	3:	3:	3:	3:	3:
	4:	4:	4:	4:	4:
SLC ID (PTE):					
SLC ID (DEL):					

Facility SLC

Exit

Permit #: S 1372-127 -27

Issued: / /
Implemented: / /

Last Updated

05/07/20 EDGEHILR

Facility: SENTINEL PEAK RESOURCES CA LLC

☐ Use PTO
emissions

Equipment
Prebaselined: ☐ Yes
☐ No

PM2.5/PM10 %

PM2.5 (lb/Yr)

NOX

SOX

PM10

CO

VOC

Potential to Emit (lb/Yr):

6023

177390

4380

10129

1643

Daily Emis. Limit (lb/Day):

18.3

486.0

12.0

54.6

4.5

1:

0

0

0

0

0

Quarterly Net Emissions 2:

0

0

0

0

0

Change (lb/Qtr)

3:

0

0

0

0

0

4:

0

0

0

0

0

Check if offsets are triggered
but exemption applies

☐

☐

☐

☐

☐

Offset Ratio:

1:

Quarterly Offset 2:

Amounts (lb/Qtr)

3:

4:

SLC ID (PTE):

SLC ID (DEL):

Facility SLC

Exit

Permit #: S 1372-317 -17

Issued: //
Implemented: //

Last Updated:

05/07/20 EDGEHILR

Facility: SENTINEL PEAK RESOURCES CA LLC

☐ Use PTO
emissions

Equipment
Prebaselined: ☐ Yes
☐ No

PM2.5/PM10 %
PM2.5 (lb/Yr)

	NOX	SOX	PM10	CO	VOC
Potential to Emit (lb/Yr):	6023	177390	4380	10129	2135
Daily Emis. Limit (lb/Day):	18.3	486.0	12.0	54.6	5.9
Quarterly Net Emissions Change (lb/Qtr)					
1:	0	0	0	0	0
2:	0	0	0	0	0
3:	0	0	0	0	0
4:	0	0	0	0	0

Check if offsets are triggered
but exemption applies

☐ ☐ ☐ ☐ ☐

Offset Ratio:

Quarterly Offset Amounts (lb/Qtr)

1:					
2:					
3:					
4:					

SLC ID (PTE):

SLC ID (DEL):

Facility SLC

Exit

Attachment VI
BACT Analysis

Top Down BACT Analysis for Steam Generator S-1372-16

For steam generator S-1372-16 BACT is required for NO_x and VOC.

Top-Down BACT Analysis for NO_x Emissions

a. Step 1 - Identify All Possible Control Technologies

From the SJVUAPCD BACT Clearinghouse, Guideline 1.2.1, Oilfield Steam Generator ($\geq$ 20 MMBtu/hr), 4th quarter 2014, identifies BACT for NO_x emissions as follows:

Pollutant	Achieved in Practice or contained in SIP	Technologically Feasible	Alternate Basic Equipment
NO _x	- Units rated 85 MMBtu/hr and fired solely on PUC quality natural gas: 6 ppmvd @ 3% O₂; or - Units firing on > 50% PUC quality natural gas, commercial propane, and/or LPG: 7 ppmvd @ 3% O₂, except units rated 85 MMBtu/hr and fired solely on PUC qualify natural gas; or - Units firing on < 50% PUC quality natural gas, commercial propane, and/or LPG: 9 ppmvd @ 3% O₂	5 ppmvd @ 3% O ₂	

Step 2 - Eliminate Technologically Infeasible Options

None of the above listed technologies are technologically infeasible.

Step 3 - Rank Remaining Control Technologies by Control Effectiveness

- 5 ppmvd @ 3% O₂ (Technologically Feasible)
- Units rated 85 MMBtu/hr and fired solely on PUC quality natural gas: 6 ppmvd @ 3% O₂ (Achieved in Practice) – not applicable to the subject steam generator as it is not 85 MMBtu/hr and not fired solely on PUC quality natural gas.

3. Units firing on > 50% PUC quality natural gas, commercial propane, and/or LPG: 7 ppmvd @ 3% O₂, except units rated 85 MMBtu/hr and fired solely on PUC quality natural gas (Achieved in Practice) - not applicable to the subject steam generator as it not fired on > 50% PUC quality gas.
4. Units firing on < 50% PUC quality natural gas, commercial propane, and/or LPG: 9 ppmvd @ 3% O₂ (Achieved in Practice)

Step 4 - Cost Effectiveness Analysis

The applicant has proposed to meet the existing permit limit of 7 ppmv @ 3% O₂ which does not satisfy the Technologically feasible requirement of 5 ppmv @ 3%O₂; therefore a cost effective analysis is required.

Per an estimate provided by the applicant, the cost to install an ultra low NO_x burner capable of meeting 5 ppmv @ 3% O₂ is \$395,000. Please note that actual costs may be higher.

Equivalent Annual Control Equipment Cost calculation per APCD Policy APR 1305-9 Section X(A)(1). Assume i = 10% and n = 10 years.

$$A = P * ((i * (1 + i)^n) / ((1 + i)^n - 1))$$

$$A = \$395,000 * 0.1627$$

$$A = \$ 64,267/\text{yr}$$

The reduction in NO_x is from the Industrial Standard 7 ppmv NO_x @ 3% O₂, 0.008 lb NO_x/MMBtu to 5 ppmv NO_x @ 3% O₂, 0.0062 lb NO_x/MMBtu.

$$(0.008 \text{ lb/MMBtu} - 0.0061 \text{ lb/MMBtu}) (62.5 \text{ MMBtu/hr})(8760 \text{ hr/yr})$$

$$= 1,040 \text{ lb NO}_x/\text{yr} (0.52 \text{ ton/yr})$$

$$\begin{aligned} \text{Cost effectiveness} &= (\$ 64,267/\text{yr})/(0.52 \text{ ton VOC/yr}) \\ &= \$ 123,590/\text{ton NO}_x \end{aligned}$$

This exceeds the cost effectiveness threshold for NO_x of \$ 24,500/ton. Therefore, an ultra-Low NO_x burner is not cost effective.

Step 5 - Select BACT

As demonstrated below, the NO_x emissions limit of 5 ppmvd @ 3% O₂ (Technologically Feasible) is not cost effective. The applicant has proposed to install a steam generator with a NO_x limit of 7 ppmvd @ 3% O₂; therefore, BACT for NO_x emissions is satisfied.

Top Down BACT Analysis for VOC Emissions

Step 1 - Identify all control technologies

From the SJVUAPCD BACT Clearinghouse, Guideline 1.2.1, Oilfield Steam Generator ($\geq$

20 MMBtu/hr), 4th quarter 2014, identifies BACT for VOC emissions as follows:

Pollutant	Achieved in Practice or contained in SIP	Technologically Feasible	Alternate Basic Equipment
VOC	Gaseous Fuel		

Step 2 - Eliminate Technologically Infeasible Options

None of the above listed technologies are technologically infeasible.

Step 3 - Rank Remaining Control Technologies by Control Effectiveness

Gaseous fuel

Step 4 - Cost Effectiveness Analysis

The applicant has proposed to the only alternative listed above; therefore a cost effective analysis is not required.

Attachment VII
Title V and Statewide Compliance Documents



San Joaquin Valley Air Pollution Control District



TITLE V MODIFICATION - COMPLIANCE CERTIFICATION FORM

I. TYPE OF PERMIT ACTION (Check appropriate box)

☐ ADMINISTRATIVE AMENDMENT ☒ MINOR MODIFICATION ☐ SIGNIFICANT MODIFICATION

COMPANY NAME: Sentinel Peak Resources California, LLC		FACILITY ID: S-1372	
1. Type of Organization: ☒ Corporation ☐ Sole Ownership ☐ Government ☐ Partnership ☐ Utility			
2. Owner's Name: Sentinel Peak Resources California, LLC			
3. Agent to the Owner: Daniel Taimuty			

II. COMPLIANCE CERTIFICATION (Read each statement carefully and initial applicable circles for confirmation):

- ☒ Based on information and belief formed after reasonable inquiry, the equipment identified in this application will continue to comply with the applicable federal requirement(s).
- ☒ Based on information and belief formed after reasonable inquiry, the equipment identified in this application will comply with applicable federal requirement(s) that will become effective during the permit term, on a timely basis.
- ☒ Corrected information will be provided to the District when I become aware that incorrect or incomplete information has been submitted.
- ☒ Based on information and belief formed after reasonable inquiry, information and statements in the submitted application package, including all accompanying reports, and required certifications are true, accurate, and complete.
- ☒ For minor modifications, this application meets the criteria for use of minor permit modification procedures pursuant to District Rule 2520.

I declare, under penalty of perjury under the laws of the state of California, that the forgoing is correct and true:

Daniel Taimuty
Signature of Responsible Official

4/15/2020
Date

Daniel Taimuty
Name of Responsible Official (please print)

EH&S Compliance Manager
Title of Responsible Official (please print)



1200 Discovery Drive, Ste 100
Bakersfield, CA 93309

May 4, 2020

Mr. Leonard Scandura
Manager of Permit Services
San Joaquin Valley Unified APCD
34946 Flyover Court
Bakersfield, CA 93308

Subject: Steam Generator - Compliance Certification

Dear Mr. Scandura:

I hereby certify that all major Stationary Sources owned or operated by such person (or by any entity controlling, controlled by, or under common control with such person) in California, which are subject to emission limitations, are in compliance or on a schedule for compliance with all applicable emission limitations and standards.

Alternative siting analysis is required for any project, which constitutes a New Major Source or a Federal Major Modification.

The current project occurs at existing facilities. The applicant proposes to operate a steam generator to thermally enhance existing wells at the site.

Since the project will provide thermal enhancement to be used at the same location, the existing site will result in the least possible impact from the project. Alternative sites would involve the relocation and/or construction of various support structures on a much greater scale, and would therefore result in a much greater impact.

Daniel Timmity

Signature

EH&S Compliance Manager

Title

Attachment VIII
Draft ATCs

*San Joaquin Valley
Air Pollution Control District*

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT

PERMIT NO: S-1372-16-26

LEGAL OWNER OR OPERATOR: SENTINEL PEAK RESOURCES CA LLC

MAILING ADDRESS: 1200 DISCOVERY DR, STE 500
BAKERSFIELD, CA 93309

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
CA

SECTION: NW 6 **TOWNSHIP:** 30S **RANGE:** 22E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 62.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR (#12) (DIS# 44519-76) EQUIPPED WITH A NORTH AMERICAN GLE ULTRA LOW NOX BURNER, FGR AND O2 CONTROLLER (MCKITTRICK FRONT LEASE): CONNECT TO SCRUBBER/ESP LISTED ON '-127

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. ATC shall be implemented concurrently with or subsequent to ATC S-1372-127-27. [District Rule 2201] Federally Enforceable Through Title V Permit
4. This steam generator is approved to operate at the following locations: Sec. 23, T31S, R22E, NW 1/4 Sec. 6, T30S, R22E, and NW 1/4 Sec. 10, T29S, R21E [District Rule 2201] Federally Enforceable Through Title V Permit
5. The permittee shall notify the District Compliance Division of each location at which the operation is located in excess of 24 hours. Such notification shall be made no later than 48 hours after starting operation at the location. [District Rule 2201] Federally Enforceable Through Title V Permit
6. No less than 0.5 miles of roadway shall be paved and maintained in good repair. [District Rule 2201] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Samir Sheikh, Executive Director / APCO

Arnaud Marjollet, Director of Permit Services

S-1372-16-26 : Jun 23 2020 8:31AM -- SCANDURL : Joint Inspection NOT Required

Southern Regional Office • 34946 Flyover Court • Bakersfield, CA 93308 • (661) 392-5500 • Fax (661) 392-5585

7. The steam generator shall be equipped with piping from TEOR operation S-1372-100 to fuel gas inlet on burner when operating at Sec. 23, T31S, R22E. [District Rule 2201] Federally Enforceable Through Title V Permit
8. SO_x (as SO₂) emissions shall not exceed 92.5 lb/day except as provided below. [District Rule 2201] Federally Enforceable Through Title V Permit
9. Steam generator S-1372-317 shall be exclusively fired on PUC quality natural gas when this steam generator is incinerating TEOR vapors. [District Rule 2201] Federally Enforceable Through Title V Permit
10. Total casing gas sulfur oxide (SO_x as SO₂) emissions shall not exceed 1193.5 lb/day for the following steam generators and standby flare: S-1372-13 (#16), S-1372-16 (#12), S-1372-24 (#20), and S-1372-76. SO_x as SO₂ emissions from '-16 shall be calculated as [(mscf combusted in '-16)/(combined mscf combusted in '-16, '-127, and '-317)] x total SO_x emissions from scrubber/ESP '-127. [District Rule 2201] Federally Enforceable Through Title V Permit
11. Emissions shall not exceed any of the following: 27 lb NO_x/day, 4,380 lb NO_x/year. [District Rule 2201] Federally Enforceable Through Title V Permit
12. Duration of start-up and shutdown shall not exceed 2 hours each per occurrence. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
13. Except during startup and shutdown emissions shall not exceed any of the following: PM₁₀: 0.014 lb/MMBtu; NO_x (as NO₂): 0.008 lb/MMBtu or 7 ppmv @ 3% O₂; VOC: 0.0012 lb/MMBtu; or CO: 138 ppmv @ 3% O₂. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
14. All vapor recovery gas burned in this device shall first be treated by the sulfur removal system listed on S-1372-100 so that at least 95% by weight of the sulfur is removed. [District Rules 2201, 4301, 4320, 4406, and 4801] Federally Enforceable Through Title V Permit
15. Compliance with 95% by weight sulfur removal efficiency requirement shall be conducted annually. [District Rule 4320] Federally Enforceable Through Title V Permit
16. Exhaust stack shall be equipped with adequate provisions facilitating the collection of gas samples consistent with EPA Test Methods. [District Rule 1081] Federally Enforceable Through Title V Permit
17. The permittee shall monitor and record the stack concentration of NO_x, CO, and O₂ at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
18. If either the NO_x or CO concentrations corrected to 3% O₂, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
19. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

20. The permittee shall maintain records of: (1) the date and time of NO_x, CO, and O₂ measurements, (2) the O₂ concentration in percent and the measured NO_x and CO concentrations corrected to 3% O₂, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
21. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
22. Source testing to measure NO_x and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
23. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
24. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
25. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
26. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. Unless otherwise specified in the Permit to Operate, no determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4320. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
27. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
28. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
29. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
30. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
31. Fuel sulfur content shall be determined using EPA Method 11 or Method 15. [District Rule 4320] Federally Enforceable Through Title V Permit
32. Stack gas velocities shall be determined using EPA Method 2. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
33. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
34. In lieu of the annual source testing requirements of Rule 4320, compliance with the applicable emission limits may be demonstrated by submittal of annual emissions test results to the District from a unit or units that represents a group of units, provided that all of the conditions in Section 6.3.2 are met and documented. [District Rule 4320] Federally Enforceable Through Title V Permit

DRAFT

CONDITIONS CONTINUE ON NEXT PAGE

35. Annual test results submitted to the District from unit(s) representing a group of units may be used to demonstrate compliance with NO_x and CO limits of this permit for that group, provided the selection of the representative unit(s) is approved by the APCO prior to testing. Should any of the representative units exceed the required NO_x or CO emissions limits of this permit, each of the units in the group shall demonstrate compliance by emissions testing within 90 days of the failed test. (This requirement shall not supersede a more stringent NSR or PSD permit testing requirement.) [District Rules 4305, 6.3.2, 4306, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
36. The following conditions must be met for representative unit(s) to be used to demonstrate compliance for NO_x and CO limits for a group of units: 1) all units are initially source tested and emissions from each unit in group are less than 90% of the permitted value and vary 25% or less from the average of all runs, 2) all units in group are similar in terms of rated heat input (rating not to exceed 100 MMBtu/hr), make and series, operation conditions, and control method, and 3) the group is owned by a single owner and located at a single stationary source. [District Rules 4305, 6.3.2, 4306, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
37. All units in a group for which representative units are source tested to demonstrate compliance for NO_x and CO limits of this permit shall have received the same maintenance and tune-up procedures as the representative unit(s). These tune-up procedures shall be completed according to District Rule 4304 (Adopted October 19, 1995) and tune-up test results shall show comparable results for each unit in the group. Records shall be maintained for the each unit of the group including all preventative and corrective maintenance work done. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
38. All units in a group for which representative units are source tested to demonstrate compliance for NO_x and CO limits of this permit shall be fired on the same fuel type during the entire compliance period. If a unit switches for any time to an alternate fuel type (e.g. from natural gas to oil) then that unit shall not be considered part of the group and shall be required to undergo a source test for all fuel types used, within one year of the switch. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
39. The number of representative units source tested to demonstrate compliance for NO_x and CO limits shall be at least 30% of the total number of units in the group. The units included in the 30% shall be rotated, so that in 3 years, all units in the entire group will have been tested at least once. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
40. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be quarterly. If a quarterly fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
41. When complying with SO_x emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
42. If the unit is fired on noncertified gaseous fuel and compliance with SO_x emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3246, D 4084, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
43. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by third party fuel supplier or determined by: ASTM D 1826 or D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rules 2520, 9.3.2; 4305, 6.2; 4306, 6.2; and 4320, 6.2] Federally Enforceable Through Title V Permit
44. {519} Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

45. Permittee shall maintain daily records of SO_x (as SO₂) emissions (lb/day) from steam generator. [District Rule 2201] Federally Enforceable Through Title V Permit
46. Permittee shall maintain records of volume of fuel gas burned and TEOR gas incinerated, fuel gas and TEOR gas sulfur content, and such records shall be retained on site for a period of at least five years and shall be made readily available for District inspection upon request. [District Rules 1070 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
47. Sulfur compound emissions shall not exceed 0.11 lb of sulfur per million BTU. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. [District Rule 4406]
48. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas; or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rules 4801 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
49. {1677} This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

DRAFT

*San Joaquin Valley
Air Pollution Control District*

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT

PERMIT NO: S-1372-127-27

LEGAL OWNER OR OPERATOR: SENTINEL PEAK RESOURCES CA LLC

MAILING ADDRESS: 1200 DISCOVERY DR, STE 500
BAKERSFIELD, CA 93309

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
CA

SECTION: 06 **TOWNSHIP:** 30S **RANGE:** 22E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 62.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR #43 EQUIPPED WITH A NORTH AMERICAN MODEL MAGNA-FLAME G-LE LOW NOX BURNER, FGR, O2 CONTROLLER, AND EXHAUST GAS SOX SCRUBBER W/ESP SHARED WITH S-1372-317 (MCKITTRICK FRONT LEASE): ADD '-16 TO UNITS SHARING SCRUBBER/ESP

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. If continuous operation oxygen analyzer/controller is utilized, excess O2 shall be maintained between 0.5 and 4.0%. If not utilized, excess air shall be maintained at no less than 15%. [District Rule 2201] Federally Enforceable Through Title V Permit
4. A non-resettable, totalizing mass or volumetric fuel flow meter to measure the amount of gas combusted in the unit shall be installed, utilized and maintained for each fuel line. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
5. Exhaust from unit shall be directed only to SO2 scrubber/wet ESP authorized herein except when burning PUC quality natural gas exclusively. [District Rule 2201] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Samir Sheikh, Executive Director / APCO

Arnaud Marjollet, Director of Permit Services

S-1372-127-27 : Jun 23 2020 8:31AM -- SCANDURL : Joint Inspection NOT Required

6. Scrubber/wet ESP shall be in operation when combusting TEOR gas. [District Rule 2201] Federally Enforceable Through Title V Permit
7. Vapors from TEOR operation, permit # S-1372-100 may be incinerated in this steam generator. [District Rule 2201] Federally Enforceable Through Title V Permit
8. Except during start-up and shutdown, emissions from the steam generator shall not exceed any of the following limits: 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu, 0.324 lb-SO_x/MMBtu, 0.008 lb-PM₁₀/MMBtu, 50 ppmvd CO @ 3% O₂ or 0.0364 lb-CO/MMBtu, or 0.003 lb-VOC/MMBtu. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
9. During start-up and shutdown, emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO_x @ 3% O₂ or 0.018 lb-NO_x/MMBtu, 0.324 lb-SO_x/MMBtu, 0.008 lb-PM₁₀/MMBtu, 50 ppmvd CO @ 3% O₂ or 0.0364 lb-CO/MMBtu, or 0.003 lb-VOC/MMBtu. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
10. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306 and 4320] Federally Enforceable Through Title V Permit
11. Duration of startup and shutdown shall not exceed 2 hours each per occurrence and, combined, shall not exceed 4 hours per day. During startup or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. The operator shall maintain daily records of the duration of startup and shutdown periods [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
12. Daily records of start-up and shutdown durations and number of occurrences of each shall be maintained. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
13. Total sulfur oxide (SO_x as SO₂) emissions shall not exceed 1,075.2 lb/day from steam generators S-1372-1, '2, '4, '127, '317, and flare '100. [District Rule 2201] Federally Enforceable Through Title V Permit
14. All vapor recovery gas burned in this device shall first be treated by the scrubber/wet ESP so at least 95% by weight of the sulfur is removed. [District Rules 2201, 4301, 4320, 4406, and 4801] Federally Enforceable Through Title V Permit
15. Compliance with the 95% by weight sulfur removal efficiency shall be conducted at least once every twelve months. [District Rule 4320] Federally Enforceable Through Title V Permit
16. The SO_x emission control system efficiency shall be determined using the following equation: Percent Control Efficiency = [(CSO₂, inlet - CSO₂, outlet) / CSO₂, inlet] x 100, where "CSO₂, inlet" is equal to the concentration of SO_x (expressed as SO₂) at the inlet side of the SO_x emission control system (in lb/dscf) and "CSO₂, outlet" is equal to the concentration of SO_x (expressed as SO₂) at the outlet side of the SO_x emission control system (in lb/dscf). [District Rule 4320] Federally Enforceable Through Title V Permit
17. The total gas fired in this unit, on a monthly average, shall be less than 50% PUC quality natural gas, by volume. PUC quality natural gas is any gaseous fuel where the sulfur content is no more than one-fourth (0.25) grain of hydrogen sulfide per one hundred (100) standard cubic feet and no more than five (5) grains of total sulfur per one hundred (100) standard cubic feet. PUC quality natural gas also means high methane gas of at least 80% methane by volume. [District Rule 4320] Federally Enforceable Through Title V Permit
18. The permittee shall maintain monthly records of the volume of PUC quality natural gas and the total gas fired in this unit. Permittee shall keep monthly records of the percentage by volume of PUC quality gas fired and indicate if the volume of PUC quality gas fired is less than 50%. [District Rule 4320] Federally Enforceable Through Title V Permit
19. Scrubber/wet ESP control efficiency shall not be less than 95% by weight sulfur compounds. [District Rule 2201] Federally Enforceable Through Title V Permit
20. Scrubber liquor pH shall be maintained within the range demonstrated to achieve compliance with SO₂ emissions limit and control efficiency performance, and shall be continuously monitored. [District Rule 2201] Federally Enforceable Through Title V Permit

DRAFT
CONDITIONS CONTINUE ON NEXT PAGE

21. Scrubber mist eliminator shall be properly cleaned and maintained. [District Rule 2201] Federally Enforceable Through Title V Permit
22. The wet ESP's secondary DC voltage shall be monitored weekly to ensure it is operating between 35 to 50KV [District Rule 2201] Federally Enforceable Through Title V Permit
23. Scrubber recirculation liquor liquid to gas ratio shall be maintained at no less than that demonstrated to achieve compliance during source testing. [District Rule 2201] Federally Enforceable Through Title V Permit
24. When any unit connected to scrubber/wet ESP is burning TEOR gas, scrubber/wet ESP shall be operating and permittee shall demonstrate compliance with sulfur oxide emissions limit by stack source testing within 60 days of initial scrubbing date and annually thereafter unless no TEOR gas has been burned since the last scrubber performance source test. Sulfur removal efficiency of scrubber/wet ESP shall be demonstrated during initial stack source test and calculated with subsequent tests. Ongoing compliance with sulfur oxide emissions limit shall be by calculation using the scrubber liquid pH, the demonstrated sulfur removal efficiency, and the fuel gas sulfur content. Fuel gas sulfur content shall be obtained by sample analysis at least quarterly. [District Rule 2201] Federally Enforceable Through Title V Permit
25. When unit is operated without scrubber/wet ESP, permittee shall demonstrate compliance with the sulfur oxide emissions limit by analysis of the fuel gas sulfur content within 60 days of initiating operation without scrubber. Analyses, as approved by the APCO, provided by the gas supplier may be used to satisfy this requirement. [District Rule 2201] Federally Enforceable Through Title V Permit
26. When complying with SO_x emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Methods 6, 6B, 8, or ARB 100. When operating unscrubbed, a grab sample analysis by double GC performed in the laboratory and EPA Method 19 may be used to calculate SO_x emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every 36 months unless testing is required by scrubber operational mode change as noted above. Annual source testing shall resume if any test fails to show compliance. [District Rule 2201] Federally Enforceable Through Title V Permit
27. Exhaust stack shall be equipped with adequate provisions facilitating the collection of gas samples consistent with EPA Test Methods. [District Rule 1081] Federally Enforceable Through Title V Permit
28. The permittee shall monitor and record the stack concentration of NO_x, CO, and O₂ at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
29. If either the NO_x or CO concentrations corrected to 3% O₂, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
30. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

DRAFT

CONDITIONS CONTINUE ON NEXT PAGE

31. The permittee shall maintain records of: (1) the date and time of NO_x, CO, and O₂ measurements, (2) the O₂ concentration in percent and the measured NO_x and CO concentrations corrected to 3% O₂, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
32. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
33. Source testing to measure NO_x and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
34. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
35. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
36. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
37. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. Unless otherwise specified in the Permit to Operate, no determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4320. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
38. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
39. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
40. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
41. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
42. Fuel sulfur content shall be determined using EPA Method 11 or Method 15. [District Rule 4320] Federally Enforceable Through Title V Permit
43. Stack gas velocities shall be determined using EPA Method 2. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
44. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
45. In lieu of the annual source testing requirements of Rule 4320, compliance with the applicable emission limits may be demonstrated by submittal of annual emissions test results to the District from a unit or units that represents a group of units, provided that all of the conditions in Section 6.3.2 are met and documented. [District Rule 4320] Federally Enforceable Through Title V Permit

DRAFT

CONDITIONS CONTINUE ON NEXT PAGE

46. Annual test results submitted to the District from unit(s) representing a group of units may be used to demonstrate compliance with NO_x and CO limits of this permit for that group, provided the selection of the representative unit(s) is approved by the APCO prior to testing. Should any of the representative units exceed the required NO_x or CO emissions limits of this permit, each of the units in the group shall demonstrate compliance by emissions testing within 90 days of the failed test. (This requirement shall not supersede a more stringent NSR or PSD permit testing requirement.) [District Rules 4305, 6.3.2, 4306, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
47. The following conditions must be met for representative unit(s) to be used to demonstrate compliance for NO_x and CO limits for a group of units: 1) all units are initially source tested and emissions from each unit in group are less than 90% of the permitted value and vary 25% or less from the average of all runs, 2) all units in group are similar in terms of rated heat input (rating not to exceed 100 MMBtu/hr), make and series, operation conditions, and control method, and 3) the group is owned by a single owner and located at a single stationary source. [District Rules 4305, 6.3.2, 4306, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
48. All units in a group for which representative units are source tested to demonstrate compliance for NO_x and CO limits of this permit shall have received the same maintenance and tune-up procedures as the representative unit(s). These tune-up procedures shall be completed according to District Rule 4304 (Adopted October 19, 1995) and tune-up test results shall show comparable results for each unit in the group. Records shall be maintained for the each unit of the group including all preventative and corrective maintenance work done. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
49. All units in a group for which representative units are source tested to demonstrate compliance for NO_x and CO limits of this permit shall be fired on the same fuel type during the entire compliance period. If a unit switches for any time to an alternate fuel type (e.g. from natural gas to oil) then that unit shall not be considered part of the group and shall be required to undergo a source test for all fuel types used, within one year of the switch. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
50. The number of representative units source tested to demonstrate compliance for NO_x and CO limits shall be at least 30% of the total number of units in the group. The units included in the 30% shall be rotated, so that in 3 years, all units in the entire group will have been tested at least once. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
51. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be quarterly. If a quarterly fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
52. When complying with SO_x emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
53. If the unit is fired on noncertified gaseous fuel and compliance with SO_x emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3246, D 4084, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
54. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by third party fuel supplier or determined by: ASTM D 1826 or D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rules 2520, 9.3.2; 4305, 6.2; 4306, 6.2; and 4320, 6.2] Federally Enforceable Through Title V Permit
55. {519} Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

56. Permittee shall maintain records of the wet ESP's secondary DC voltage and shall be made readily available for District inspection upon request [District Rule 2201] Federally Enforceable Through Title V Permit
57. Permittee shall maintain records of volume of fuel gas burned and TEOR gas incinerated, fuel gas and TEOR gas sulfur content, and such records shall be retained on site for a period of at least five years and shall be made readily available for District inspection upon request. [District Rules 1070 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
58. Sulfur compound emissions shall not exceed 0.11 lb of sulfur per million BTU. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. [District Rule 4406]
59. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas; or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rules 4801 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
60. {565} Compliance with permit conditions in the Title V permit shall be deemed compliance with the requirements of 40 CFR 60, Subpart Dc (except 60.44c(g) and (h) and 60.48c). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
61. {1670} This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

DRAFT

*San Joaquin Valley
Air Pollution Control District*

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT

PERMIT NO: S-1372-317-17

LEGAL OWNER OR OPERATOR: SENTINEL PEAK RESOURCES CA LLC

MAILING ADDRESS: 1200 DISCOVERY DR, STE 500
BAKERSFIELD, CA 93309

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
CA

SECTION: 06 **TOWNSHIP:** 30S **RANGE:** 22E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 67.5 MMBTU/HR NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR EQUIPPED WITH A NORTH AMERICAN MODEL MAGNA-FLAME G-LE LOW NOX BURNER, FGR AND EXHAUST GAS SOX SCRUBBER W/ESP SHARED WITH S-1372-127 (MCKITTRICK FRONT LEASE): REVISE EQUIPMENT TO INDICATE UNIT SHARES SCRUBBER/ESP THAT IS LISTED ON '-127, CORRECT VOC EMISSIONS FACTOR

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. Unit shall be fired only on PUC quality natural gas or TEOR waste gas. [District Rule 2201] Federally Enforceable Through Title V Permit
4. A non-resettable, totalizing mass or volumetric fuel flow meter to measure the amount of gas combusted in the unit shall be installed, utilized and maintained for each fuel line. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
5. Vapors from TEOR operation, permit # S-1372-100 may be incinerated in this steam generator. [District Rule 2201] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Samir Sheikh, Executive Director / APCO

Arnaud Marjollet, Director of Permit Services

S-1372-317-17 : Jun 23 2020 8:31AM -- SCANDURL : Joint Inspection NOT Required

6. Exhaust from unit shall be directed only to SO₂ scrubber/wet ESP listed on S-1372-127 except when burning PUC quality natural gas exclusively. [District Rule 2201] Federally Enforceable Through Title V Permit
7. Scrubber/wet ESP listed on S-1372-127 shall be in operation when combusting TEOR gas. [District Rule 2201] Federally Enforceable Through Title V Permit
8. All wells producing from strata steamed by this unit shall be connected to a District-approved emissions control system, have District-approved closed casing vents or be District-approved uncontrolled cyclic wells. [District Rule 4401] Federally Enforceable Through Title V Permit
9. This steam generator shall be exclusively fired on PUC quality natural gas when steam generators S-1372-13, 16, and 24 are gas fired and incinerating TEOR waste gas. [District Rule 2201] Federally Enforceable Through Title V Permit
10. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306 and 4320] Federally Enforceable Through Title V Permit
11. Duration of startup and shutdown shall not exceed 2 hours each per occurrence and, combined, shall not exceed 4 hours per day. During startup or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. The operator shall maintain daily records of the duration of startup and shutdown periods. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
12. Except during start-up and shutdown, emissions from the steam generator shall not exceed any of the following limits: 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu, 0.324 lb-SOX/MMBtu, 0.008 lb-PM₁₀/MMBtu, 50 ppmvd CO @ 3% O₂ or 0.0364 lb-CO/MMBtu, or 0.039 lb-VOC/MMBtu. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
13. During start-up and shutdown, emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO_x @ 3% O₂ or 0.018 lb-NO_x/MMBtu, 0.324 lb-SOX/MMBtu, 0.008 lb-PM₁₀/MMBtu, 50 ppmvd CO @ 3% O₂ or 0.0364 lb-CO/MMBtu, or 0.039 lb-VOC/MMBtu. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
14. Total sulfur oxide (SO_x as SO₂) emissions shall not exceed 1,075.2 lb/day from steam generators S-1372-1, '2, '4, '127, '317, and flare '100. [District Rule 2201] Federally Enforceable Through Title V Permit
15. All vapor recovery gas burned in this device shall first be treated by the scrubber/wet ESP so at least 95% by weight of the sulfur is removed. [District Rules 2201, 4301, 4320, 4406, and 4801] Federally Enforceable Through Title V Permit
16. Compliance with the 95% by weight sulfur removal efficiency shall be conducted at least once every twelve months. [District Rule 4320] Federally Enforceable Through Title V Permit
17. The SO_x emission control system efficiency shall be determined using the following equation: Percent Control Efficiency = $[(\text{CSO}_2, \text{inlet} - \text{CSO}_2, \text{outlet}) / \text{CSO}_2, \text{inlet}] \times 100$, where "CSO₂, inlet" is equal to the concentration of SO_x (expressed as SO₂) at the inlet side of the SO_x emission control system (in lb/dscf) and "CSO₂, outlet" is equal to the concentration of SO_x (expressed as SO₂) at the outlet side of the SO_x emission control system (in lb/dscf). [District Rule 4320] Federally Enforceable Through Title V Permit
18. The total gas fired in this unit, on a monthly average, shall be less than 50% PUC quality natural gas, by volume. PUC quality natural gas is any gaseous fuel where the sulfur content is no more than one-fourth (0.25) grain of hydrogen sulfide per one hundred (100) standard cubic feet and no more than five (5) grains of total sulfur per one hundred (100) standard cubic feet. PUC quality natural gas also means high methane gas of at least 80% methane by volume. [District Rule 4320] Federally Enforceable Through Title V Permit
19. The permittee shall maintain monthly records of the volume of PUC quality natural gas and the total gas fired in this unit. Permittee shall keep monthly records of the percentage by volume of PUC quality gas fired and indicate if the volume of PUC quality gas fired is less than 50%. [District Rule 4320] Federally Enforceable Through Title V Permit

DRAFT

CONDITIONS CONTINUE ON NEXT PAGE

20. When complying with SOx emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Methods 6, 6B, 8, or ARB 100. When operating unscrubbed, a grab sample analysis by double GC performed in the laboratory and EPA Method 19 may be used to calculate SOx emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every 36 months unless testing is required by scrubber operational mode change as noted above. Annual source testing shall resume if any test fails to show compliance. [District Rule 2201] Federally Enforceable Through Title V Permit
21. Sulfur compound (SO₂) emission limit compliance shall be demonstrated by fuel gas sulfur analysis performed 60 days prior to permit anniversary date. [District Rule 1081] Federally Enforceable Through Title V Permit
22. Compliance with casing gas sulfur compound emission limits shall be demonstrated by record keeping of TEOR gas flowrate and H₂S concentration. [District Rule 1070] Federally Enforceable Through Title V Permit
23. The wet ESP's secondary DC voltage shall be monitored weekly to ensure it is operating between 35 to 50KV [District Rule 2201] Federally Enforceable Through Title V Permit
24. Permittee shall maintain daily records of volume of natural gas burned and TEOR waste gas incinerated. [District Rule 2201] Federally Enforceable Through Title V Permit
25. Permittee shall measure and record, at least monthly, the sulfur content and BTU content of the TEOR waste gas incinerated in this unit. [District Rule 4406, 4.0] Federally Enforceable Through Title V Permit
26. Permittee shall measure and record the natural gas sulfur content and BTU content at the time of NOx testing, except for natural gas purchased from a PUC regulated utility. [District Rule 4406, 4.0] Federally Enforceable Through Title V Permit
27. Exhaust stack shall be equipped with adequate provisions facilitating the collection of gas samples consistent with EPA Test Methods. [District Rule 1081] Federally Enforceable Through Title V Permit
28. The permittee shall monitor and record the stack concentration of NOx, CO, and O₂ at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
29. If either the NOx or CO concentrations corrected to 3% O₂, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
30. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
31. The permittee shall maintain records of: (1) the date and time of NOx, CO, and O₂ measurements, (2) the O₂ concentration in percent and the measured NOx and CO concentrations corrected to 3% O₂, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

32. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
33. Source testing to measure NOx and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
34. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
35. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
36. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
37. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. Unless otherwise specified in the Permit to Operate, no determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4320. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
38. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
39. NOx emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
40. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
41. Stack gas oxygen (O2) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
42. Fuel sulfur content shall be determined using EPA Method 11 or Method 15. [District Rule 4320] Federally Enforceable Through Title V Permit
43. Stack gas velocities shall be determined using EPA Method 2. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
44. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
45. In lieu of the annual source testing requirements of Rule 4320, compliance with the applicable emission limits may be demonstrated by submittal of annual emissions test results to the District from a unit or units that represents a group of units, provided that all of the conditions in Section 6.3.2 are met and documented. [District Rule 4320] Federally Enforceable Through Title V Permit
46. Annual test results submitted to the District from unit(s) representing a group of units may be used to demonstrate compliance with NOx and CO limits of this permit for that group, provided the selection of the representative unit(s) is approved by the APCO prior to testing. Should any of the representative units exceed the required NOx or CO emissions limits of this permit, each of the units in the group shall demonstrate compliance by emissions testing within 90 days of the failed test. (This requirement shall not supersede a more stringent NSR or PSD permit testing requirement.) [District Rules 4305, 6.3.2, 4306, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit

DRAFT

CONDITIONS CONTINUE ON NEXT PAGE

47. The following conditions must be met for representative unit(s) to be used to demonstrate compliance for NO_x and CO limits for a group of units: 1) all units are initially source tested and emissions from each unit in group are less than 90% of the permitted value and vary 25% or less from the average of all runs, 2) all units in group are similar in terms of rated heat input (rating not to exceed 100 MMBtu/hr), make and series, operation conditions, and control method, and 3) the group is owned by a single owner and located at a single stationary source. [District Rules 4305, 6.3.2, 4306, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
48. All units in a group for which representative units are source tested to demonstrate compliance for NO_x and CO limits of this permit shall have received the same maintenance and tune-up procedures as the representative unit(s). These tune-up procedures shall be completed according to District Rule 4304 (Adopted October 19, 1995) and tune-up test results shall show comparable results for each unit in the group. Records shall be maintained for the each unit of the group including all preventative and corrective maintenance work done. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
49. All units in a group for which representative units are source tested to demonstrate compliance for NO_x and CO limits of this permit shall be fired on the same fuel type during the entire compliance period. If a unit switches for any time to an alternate fuel type (e.g. from natural gas to oil) then that unit shall not be considered part of the group and shall be required to undergo a source test for all fuel types used, within one year of the switch. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
50. The number of representative units source tested to demonstrate compliance for NO_x and CO limits shall be at least 30% of the total number of units in the group. The units included in the 30% shall be rotated, so that in 3 years, all units in the entire group will have been tested at least once. [District Rules 4305, 6.3.2, 4306, 6.3.2, 4320, and 4351, 6.3.2] Federally Enforceable Through Title V Permit
51. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be quarterly. If a quarterly fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
52. When complying with SO_x emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
53. If the unit is fired on noncertified gaseous fuel and compliance with SO_x emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3246, D 4084, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
54. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by third party fuel supplier or determined by: ASTM D 1826 or D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rules 2520, 9.3.2; 4305, 6.2; 4306, 6.2; and 4320, 6.2] Federally Enforceable Through Title V Permit
55. {519} Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
56. Permittee shall maintain records of the wet ESP's secondary DC voltage and shall be made readily available for District inspection upon request [District Rule 2201] Federally Enforceable Through Title V Permit
57. Permittee shall maintain records of volume of fuel gas burned and TEOR gas incinerated, fuel gas and TEOR gas sulfur content, and such records shall be retained on site for a period of at least five years and shall be made readily available for District inspection upon request. [District Rules 1070 and 2520, 9.4.2] Federally Enforceable Through Title V Permit

DRAFT
CONDITIONS CONTINUE ON NEXT PAGE

58. Sulfur compound emissions shall not exceed 0.11 lb of sulfur per million BTU. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. [District Rule 4406]
59. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas; or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rules 4801 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
60. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

DRAFT