



JAN 1 2 2010

Wes Knapp Oildale Energy, LLC PO Box 5487 Bakersfield, Ca 93388

Re: Notice of Preliminary Decision - Title V Permit Renewal

> **District Facility # S-73 Project # S-1094592**

Dear Mr. Knapp:

Enclosed for your review and comment is the District's analysis of the application to renew the Federally Mandated Operating Permit for Oildale Energy, LLC for its cogeneration facility located at 1134 Manor Street, Bakersfield, California.

The notice of preliminary decision for this project will be published approximately three days from the date of this letter. Please submit your written comments on this project within the 30-day comment period which begins on the date of publication of the public notice.

Thank you for your cooperation in this matter. If you have any questions regarding this matter, please contact Mr. Leonard Scandura, Permit Services Manager, at (661) 392-5500.

Sincerely,

David Warner

Director of Permit Services

Attachments

C: Ashley Dahlstrom, Permit Services Engineer

Seyed Sadredin

Executive Director/Air Pollution Control Officer





JAN 1 2 2010

Gerardo C. Rios, Chief Permits Office (AIR-3) U.S. EPA - Region IX 75 Hawthorne St. San Francisco, CA 94105

Re: Notice of Preliminary Decision – Title V Permit Renewal

District Facility # S-73 Project # S-1094592

Dear Mr. Rios:

Enclosed for your review and comment is the District's analysis of the application to renew the Federally Mandated Operating Permit for Oildale Energy, LLC for its cogeneration facility located at 1134 Manor Street, Bakersfield, California.

The notice of preliminary decision for this project will be published approximately three days from the date of this letter. Please submit your written comments on this project? within the 45-day comment period which begins on the date of publication of the public notice.

Thank you for your cooperation in this matter. If you have any questions regarding this matter, please contact Mr. Leonard Scandura, Permit Services Manager, at (661) 392-5500.

Sincerely,

David Warner

Director of Permit Services

Attachments

C: Ashley Dahlstrom, Permit Services Engineer

Seyed Sadredin

Executive Director/Air Pollution Control Officer





JAN 1 2 2010

Mike Tollstrup, Chief Project Assessment Branch Air Resources Board P O Box 2815 Sacramento, CA 95812-2815

Notice of Preliminary Decision - Title V Permit Renewal Re:

> **District Facility # S-73** Project # S-1094592

Dear Mr. Tollstrup:

Enclosed for your review and comment is the District's analysis of the application to renew the Federally Mandated Operating Permit for Oildale Energy, LLC for its cogeneration facility located at 1134 Manor Street, Bakersfield, California.

The notice of preliminary decision for this project will be published approximately three days from the date of this letter. Please submit your written comments on this project within the 30-day comment period which begins on the date of publication of the public notice.

Thank you for your cooperation in this matter. If you have any questions regarding this matter, please contact Mr. Leonard Scandura, Permit Services Manager, at (661) 392-5500.

Sincerely.

David Warner

Director of Permit Services

Attachments

C: Ashley Dahlstrom, Permit Services Engineer

Seyed Sadredin **Executive Director/Air Pollution Control Officer**

NOTICE OF PRELIMINARY DECISION FOR THE PROPOSED RENEWAL OF THE FEDERALLY MANDATED OPERATING PERMIT

NOTICE IS HEREBY GIVEN that the San Joaquin Valley Air Pollution Control District solicits public comment on the proposed renewal of the Federally Mandated Operating Permit to Oildale Energy, LLC for its cogeneration facility located at 1134 Manor Street, Bakersfield, California.

The District's analysis of the legal and factual basis for this proposed action, #S-1094592. available public inspection project is for http://www.valleyair.org/notices/public notices idx.htm and the District office at the address below. There are no emission changes associated with this proposed action. This will be the public's only opportunity to comment on the specific conditions of the proposed renewal of the Federally Mandated Operating permit. If requested by the public, the District will hold a public hearing regarding issuance of this renewed permit. For additional information, please contact Mr. Jim Swaney, Permit Services Manager, at (559) 230-5900. Written comments on the proposed renewed permit must be submitted within 30 days of the publication date of this notice to DAVID WARNER, DIRECTOR OF PERMIT SERVICES, SAN JOAQUIN VALLEY AIR POLLUTION CONTROL DISTRICT, 1990 E. GETTYSBURG AVE, FRESNO, CALIFORNIA 93726-0244.

SAN JOAQUIN VALLEY AIR POLLUTION CONTROL DISTRICT

Proposed Title V Permit Renewal Evaluation Oildale Energy LLC S-73

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TITLE V PERMIT RENEWAL EVALUATION

Co-Generation

Engineer: Ashley Dahlstrom

Date: November 12, 2010

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DEC 2 9 2010

Facility Number: S-73

Facility Name: Oildale Energy, LLC

Mailing Address: PO Box 5487

Bakersfield, Ca 93388

Contact Name: Wes Knapp - Facility Manager

Phone: (661) 392-0301

Responsible Official: Roger W. Day

Title: Vice President

Project #: S-1094592

Deemed Complete: September 14, 2009

I. PROPOSAL

Oildale Energy LLC was issued a Title V permit on July 23, 1999. As required by District Rule 2520, the applicant is requesting a permit renewal. The existing Title V permit shall be reviewed and modified to reflect all applicable District and federal rules updated, removed, or added since the issuance of the initial Title V permit.

The purpose of this evaluation is to provide the legal and factual basis for all updated applicable requirements and to determine if the facility will comply with these updated requirements. It also specifically identifies all additions, deletions, and/or changes made to permit conditions or equipment descriptions.

II. FACILITY LOCATION

Oildale Energy LLC is located at 1134 Manor Street, Bakersfield, CA.

III. EQUIPMENT LISTING

A detailed facility printout listing all permitted equipment at the facility is included as Attachment A.

IV. GENERAL PERMIT TEMPLATE USAGE

The applicant does not propose to use any model general permit templates.

V. SCOPE OF EPA AND PUBLIC REVIEW

The applicant is not requesting any model general permit templates. Therefore, all federally enforceable conditions in this current Title V permit will be subject to EPA and public review.

VI. FEDERALLY ENFORCEABLE REQUIREMENTS

A. Rules Updated

- District Rule 2020, <u>Exemptions</u> (amended December 20, 2007)
- District Rule 2201, <u>New and Modified Stationary Source Review Rule</u> (amended December 18, 2008)
- District Rule 4306, <u>Boilers, Steam Generators and Process Heaters</u> <u>Phase 3</u>, (amended October 16, 2008)
- District Rule 4601, <u>Architectural Coatings</u> (amended December 17, 2009)
- District Rule 4703, <u>Stationary Gas Turbines</u> (amended September 20, 2007)
- 40 CFR 60.332 through 60.335 (e) NSPS Subpart GG, <u>Standards of Performance for Stationary Gas Turbines</u>

B. Rules Removed

- 40 CFR 60.7 (c), 60.8 and 60.13 NSPS, Subpart A, New Source Performance Standards General Provisions: Excess Emissions Reporting: Conducting Performance Tests; Continuous Emissions Monitoring Standards
- 40 CFR 52.21 PSD Permit SJ 83-07 (as amended December 20, 1991)

C. Rules Added

- District Rule 4351, <u>Boilers, Steam Generators, and Process Heaters Phase I</u> (amended August 21, 2003)
- 40 CFR 60.7 (b) Notification and Record Keeping
- 40 CFR 64 Compliance Assurance Monitoring
- 40 CFR 82 Subpart B Servicing of Motor Vehicle Air Conditioners

D. Rules Not Updated

- District Rule 1080, Stack Monitoring, (amended December 17, 1992)
- District Rule 1081, <u>Source Sampling</u>, (amended December 16, 1993)
- District Rule 1100, <u>Equipment Breakdown</u>, (amended December 17, 1992)
- District Rule 1160, Emission Statements (adopted November 18, 1992)
- District Rule 2010, Permits Required, (amended December 17, 1992)
- District Rule 2031, <u>Transfer of Permits</u>, (amended December 17, 1992)
- District Rule 2040, <u>Applications</u>, (amended December 17, 1992)
- District Rule 2070, <u>Standards for Granting Applications</u>, (amended December 17, 1992)
- District Rule 2080, <u>Conditional Approval</u>, (amended December 17, 1992)
- District Rule 2520, <u>Federally Mandated Operating Permits</u> (amended June 21, 2001)

- District Rule 4101, <u>Visible Emissions</u> (amended February 17, 2005)
- District Rule 4201, <u>Particulate Matter Concentrations</u> (amended December 17, 1992)
- District Rule 4301, <u>Fuel Burning Equipment</u> (amended December 17, 1992)
- District Rule 4305, <u>Boilers, Steam Generators and Process Heaters Phase 1</u>, (amended August 21, 2003)
- District Rule 8011, General Requirements (amended August 19, 2004)
- District Rule 8021, <u>Construction</u>, <u>Demolition</u>, <u>Excavation</u>, <u>Extraction</u>, <u>and</u>
 Other Earthmoving Activities (amended August 19, 2004)
- District Rule 8031, <u>Bulk Materials</u> (amended August 19, 2004)
- District Rule 8041, Carryout and Trackout (amended August 19, 2004)
- District Rule 8051, Open Areas (amended August 19, 2004)
- District Rule 8061, Paved and Unpaved Roads (amended August 19, 2004)
- District Rule 8071, <u>Unpaved Vehicle/Equipment Traffic Areas</u> (amended September 16, 2004)
- 40 CFR 61, Subpart M Asbestos
- 40 CFR 82 Subpart F, Stratospheric Ozone

VII. REQUIREMENTS NOT FEDERALLY ENFORCEABLE

For each Title V source, the District issues a single permit that contains the Federally Enforceable requirements, as well as the District-only requirements. The District-only requirements are not a part of the Title V Operating Permits. The terms and conditions that are part of the facility's Title V permit are designated as "Federally Enforceable Through Title V Permit".

For this facility, the following are not federally enforceable and will not be discussed in further detail:

A. Rules Removed

• District Rule 4801, Sulfur Compounds (amended December 17, 1992)

B. Rules Not Updated

District Rule 4102, Nuisance (as amended December 17, 1992)

Condition 5 of permit unit -2-24 is based on District Rule 4102 and will therefore not be discussed any further.

VIII. PERMIT REQUIREMENTS

The purpose of this evaluation is to review changes to federally enforceable requirements; therefore, this compliance section will only address rules that have been amended or added since the issuance of the initial Title V permit.

A. District Rule 2020 - Exemptions

District Rule 2020 lists equipment which are specifically exempt from obtaining permits and specifies recordkeeping requirements to verify such exemptions. The amendments to this rule do not have any affect on current permit requirements and will therefore not be addressed in this evaluation.

B. District Rule 2201 - New and Modified Stationary Source Review Rule

District Rule 2201 has been amended since this facility's initial Title V permit was issued. This Title V permit renewal does not constitute a modification per section 3.26, defined as an action including at least one of the following items:

- Any change in hours of operation, production rate, or method of operation of an existing emissions unit, which would necessitate a change in permit conditions.
- Any structural change or addition to an existing emissions unit which would necessitate a change in permit conditions. Routine replacement shall not be considered to be a structural change.
- An increase in emissions from an emissions unit caused by a modification of the Stationary Source when the emissions unit is not subject to a daily emissions limitation.
- 4) Addition of any new emissions unit which is subject to District permitting requirements.
- 5) A change in a permit term or condition proposed by an applicant to obtain an exemption from an applicable requirement to which the source would otherwise be subject.

Therefore, the updated requirements of this rule are not applicable at this time.

C. District Rule 2520 - Federally Mandated Operating Permits

There are no federally applicable Greenhouse Gas (GHG) requirements for this source. It should be noted that the Mandatory Greenhouse Gas

Reporting rule (40CFR Part 98) is not included in the definition of an applicable requirement within Title V (per 40CFR 71.2). Therefore, there will be no further discussion of GHG in this evaluation.

D. District Rule 4306 – Boilers, Steam Generators, and Process Heaters – Phase 3

This rule applies to any boiler, steam generator or process heater, with a rated heat input greater than 5 million Btu per hour that is fired with gaseous and/or liquid fuels. This rule was amended on October 16, 2008.

Rule 4306 was modified to address an EPA concern regarding the exemption from BACT and offset exemption to include provisions of start-up or shutdown in the Permit to Operate (PTO). The modified provision included a statement that modification of PTO may qualify for exemption from BACT and offset provided it met the criteria specified in Rule 2201 (New and Modified Stationary Source Review Rule), Section 4.4 (BACT Exemption) and Section 4.6 (Offset Exemption).

The following permit requirements ensure compliance with this rule:

- S-73-3-8 DORMANT 93 MMBTU/HR NATURAL GAS FIRED VERTICAL HEAT TRANSFER FLUID (HTF) HEATER WITH CALLIDUS MODEL LE-CGS-W BURNER, FLUE GAS RECIRCULATION (FGR), AND OXYGEN MONITOR/CONTROLLER
 - Conditions 2, 3, 4, 5, 7, 8, 9, 10, 13, 14, 21, 26, 27, and 28 assure compliance with the requirements of this rule.

E. District Rule 4351 – Boilers, Steam Generators, and Process Heaters – Phase 1

The only potential unit subject to this requirement is S-73-3-8. The unit is natural gas-fired with a maximum heat input of 93 MMBtu/hr. Pursuant to Section 2.0 of District Rule 4351, the unit is subject to District Rule 4351, Boilers, Steam Generators and Process Heaters – Phase 1.

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

Since emissions limits of District Rule 4306 and all other requirements are equivalent or more stringent than District Rule 4351 requirements, compliance with District Rule 4306 requirements will satisfy requirements of District Rule 4351.

F. District Rule 4601 - Architectural Coatings

This rule limits the emissions of VOCs from architectural coatings. It requires limiting the application of any architectural coating to no more than what is listed in the Table of Standards (Section 5.0). The rule was amended on December 17, 2009. Since the following changes included in the latest rule amendment did not result in adding new requirements and/or revising current requirements in the facility-wide permit, no further evaluation is needed.

Section 2.0 - Applicability

The phrase "blends or repackages" was added to rule language to extend the applicability of rule language to facilities involved in those activities.

Section 3.0 - Definitions

Numerous definitions was added, deleted or modified in order to make the amended rule harmonize with definitions and rule requirements presented in the California Air Resources Board (ARB) Suggested Control Measures (SCM).

Section 4.0 – Exemptions

A reporting requirement was added for any architectural coating that is sold in a container with a volume of one liter or less. The exemption for architectural coatings was further defined by adding "coatings that are supplied and offered for sale" to current language, in order to make the rule consistent with the ARB SCM.

Section 5.0 – Requirements

The amended rule implements the recommended VOC limits per the ARB SCM. The following changes were as follows: 15 coating categories were eliminated, ten were added, nineteen coatings categories remained unchanged, and the VOC content limits for 19 categories were lowered.

Section 6.0 – Administrative Requirements

Section 6.1 – Labeling Requirements

Labeling requirements were updated to add new labeling standards consistent with new coatings categories per the SCM.

Section 6.2 – Reporting Requirements

A new section was added to include reporting requirements per the SCM. The SCM contains a new requirement to submit sales data. Collection of this data is authorized in the California Health and Safety Code which requires submission of data to estimate emissions.

Section 6.3 – Test Methods

New sections were added to coincide with new coating categories pursuant to the ARB SCM.

Section 7.0 – Compliance Schedule

This section was updated to account for the new amendments to rule language by adding the phrase "the dates specified within the text of the rule."

Section 8.0 – Averaging Compliance Option This section was deleted in its entirety.

S-73-0-3 – Facility-Wide Requirements

• Conditions 23, 24, 25, and 26 on the proposed permit assure compliance with this rule.

G. District Rule 4703 - Stationary Gas Turbines

This rule limits oxides of nitrogen (NO_X) emissions from stationary gas turbine systems. The provisions of this rule apply to all stationary gas turbine systems, which are subject to District permitting requirements, and with ratings equal to or greater than 0.3 megawatt (MW) or a maximum heat input rating of more than 3,000,000 Btu per hour. This rule was amended September 20, 2007.

- a. S-73-2-25 COGENERATION SYSTEM WITH GENERAL ELECTRIC LM6000 GAS TURBINE ENGINE (GTE) WITH STEAM INJECTION, DUCT BURNER, OXIDATION CATALYST, WASTE HEAT RECOVERY SYSTEM, EMERGENCY BYPASS STACK, AND SELECTIVE CATALYTIC REDUCTION (SCR) SYSTEM
 - Conditions 1, 2, 3, 4, 19, 24, 27, 29, 35, 36, 37, 38, 40, 42, 48, 50, 52, and 55 on the proposed permit assure compliance with the requirements of this rule.

H. 40 CFR 60.7 (b), Notification and Record Keeping

Section (a) specifies the required written notification which must be presented to the administrator as follows:

- (1) Notification of date of construction or reconstruction
- (2) Notification of actual date of initial startup

- (3) Notification of any physical or operational change to an existing facility which may increase the emission rates of the facility
- (4) Notification of the date of demonstration of continuous monitoring system performance commences
- (5) Notification of the date for conducting opacity observations
- (6) Notification that continuous opacity monitoring results will be used to determine compliance with applicable opacity requirements

Section (b) specifies the records which must be maintained by the facility as follows:

- (1) Occurrence and duration of any startup, shutdown, or malfunction in the operation of the facility
- (2) Occurrence and duration of any malfunction of the air pollution control equipment
- (3) Occurrence and duration of any period during which a continuous monitoring system or device is not operating properly

Section (c) specifies that each facility required to install continuous monitoring devices shall submit excess emissions and monitoring systems performance reports and-or summary report forms as follows:

- (1) Amount of excess emissions computed and any conversion factors used. As well as the date and time of the period of excess emissions
- (2) Identification of each period of excess emissions which occurs during startups, shutdowns and malfunctions. As well as the nature and cause of any malfunction and the correction action taken or preventive measures adopted.
- (3) Date and time during which the continuous monitoring system was inoperative and nature of system repairs or adjustments.
- (4) If no excess emissions have occurred or the continuous monitoring system has not been inoperative, repaired or adjusted, this shall be stated in the report.

Section (d) specifies when the excess emission report must be submitted as follows:

- (7) If total duration of excess emissions is less than 1 percent of total operating time and CMS downtime for the period is less than 5 percent of the operating time, then only the summary report shall be submitted and the excess emission report does not need to be submitted unless asked for specifically.
- (8) If total duration of excess emissions is equal to or greater than 1 percent of the total operating time and CMS downtime is 5 percent or greater, then both the summary report form and the excess emission report must be submitted.
- a. S-73-2-25 COGENERATION SYSTEM WITH GENERAL ELECTRIC LM6000 GAS TURBINE ENGINE (GTE) WITH STEAM INJECTION, DUCT BURNER, OXIDATION CATALYST, WASTE HEAT RECOVERY SYSTEM, EMERGENCY BYPASS STACK, AND SELECTIVE CATALYTIC REDUCTION (SCR) SYSTEM
 - Conditions 44 and 45 on the proposed permit assure compliance with the requirements of this rule.

I. 40 CFR 60 Subpart GG

The provisions of this subpart are applicable to all stationary gas turbines with a heat input at peak load equal to or greater than 10 million Btu per hour. Section 60.334 and 60.335 of this Subpart was amended February 24, 2006. The amended provisions, 40 CFR 60.334(c), (e), and (f) clarify the monitoring methods are options rather than requirements for turbines that do not use water or steam to control NO_X emissions. In addition, the introductory text of 46 CFR 60.334(j), 60.334(j)(1)(iv), and 40 CFR 60.335(b)(8) were also revised to reflect the amended provisions of 40 CFR 60.334(c), (e), and (f).

Since the gas turbine permit units S-73-2-25 uses steam injection to control NO_X emissions, the options of the amended provisions are not applicable.

J. 40 CFR Part 64, Compliance Assurance Monitoring

40 CFR Part 64 requires Compliance Assurance Monitoring (CAM) for units that meet the following three criteria:

- 1) the unit must have an emission limit for the pollutant;
- 2) the unit must have add-on controls for the pollutant; these are devices such as flue gas recirculation (FGR), baghouses, and catalytic oxidizers; and
- 3) the unit must have a pre-control potential to emit of greater than the major source thresholds.
- 1. S-73-2-25 COGENERATION SYSTEM WITH GENERAL ELECTRIC LM6000 GAS TURBINE ENGINE (GTE) WITH STEAM INJECTION, DUCT BURNER, OXIDATION CATALYST, WASTE HEAT RECOVERY SYSTEM, EMERGENCY BYPASS STACK, AND SELECTIVE CATALYTIC REDUCTION (SCR) SYSTEM

This permit unit has emissions limits for SO_X , VOC, and PM10 but it does not have add-on controls for these criteria pollutants. Therefore, this permit unit is not subject to CAM for SO_X , VOC or PM10.

This permit unit has emissions limits for CO, and has an add-on control for this criteria pollutant; however, the unit does not have a pre-control potential to emit greater than major source thresholds for this pollutant. Therefore, this permit is not subject to CAM for CO.

This permit is subject to CAM for NO_X . This permit unit complies with CAM for NO_X with the use of a continuous emission monitoring (CEM) for NO_X .

 Conditions 40 through 45 assure compliance with the requirements of this rule.

K. 40 CFR Part 82, Subpart B and F-Stratospheric Ozone

These regulations apply to servicing motor vehicles when this service involves the ozone-depleting refrigerant in the motor vehicle air conditioner (MVAC). Sections of this regulation were amended in 2004 and 2008, and condition 28 of S-73-0-3 assures compliance with the requirements.

IX. PERMIT SHIELD

A permit shield legally protects a facility from enforcement of the shielded regulations when a source is in compliance with the terms and conditions of the Title V permit. Compliance with the terms and conditions of the Operating Permit is considered compliance with all applicable requirements upon which those conditions are based, including those that have been subsumed.

A. Requirements Addressed by Model General Permit Templates

The applicant does not propose to use any model general permit templates.

B. Requirements not Addressed by Model General Permit Templates

The applicant does not propose to use any model general permit templates.

C. Obsolete Permit Shields From Existing Permit Requirements

1. County Rules 401

This county rule has been replaced in the SIP by District Rule 4101, <u>Visible Emissions (as amended 02/17/05)</u>. As a result, a permit shield against them is no longer necessary.

X. PERMIT CONDITIONS

See Attachment A - Draft Renewed Title V Operating Permit.

XI. ATTACHMENTS

- A. Draft Renewed Title V Operating Permit
- B. Previous Title V Operating Permit
- C. Detailed Facility List

ATTACHMENT A

Draft Renewed Title V Operating Permit

San Joaquin Valley Air Pollution Control District

FACILITY: S-73-0-3

EXPIRATION

FACILITY-WIDE REQUIREMENTS

- The owner or operator shall notify the District of any breakdown condition as soon as reasonably possible, but no later than one hour after its detection, unless the owner or operator demonstrates to the District's satisfaction that the longer reporting period was necessary. [Kern County Rule 111; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- The District shall be notified in writing within ten days following the correction of any breakdown condition. The breakdown notification shall include a description of the equipment malfunction or failure, the date and cause of the initial failure, the estimated emissions in excess of those allowed, and the methods utilized to restore normal operations. [Kern County Rule 111; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- The owner or operator of any stationary source operation that emits more than 25 tons per year of nitrogen oxides or reactive organic compounds, shall provide the District annually with a written statement in such form and at such time as the District prescribes, showing actual emissions of nitrogen oxides and reactive organic compounds from that source. [District Rule 1160, 5.0] Federally Enforceable Through Title V Permit
- Any person building, altering or replacing any operation, article, machine, equipment, or other contrivance, the use of which may cause the issuance of air contaminants or the use of which may eliminate, reduce, or control the issuance of air contaminants, shall first obtain an Authority to Construct (ATC) from the District unless exempted by District Rule 2020. [District Rule 2010, 3.0 and 4.0; and 2020] Federally Enforceable Through Title V Permit
- The permittee must comply with all conditions of the permit including permit revisions originated by the District. All terms and conditions of a permit that are required pursuant to the Clean Air Act (CAA), including provisions to limit potential to emit, are enforceable by the EPA and Citizens under the CAA. Any permit noncompliance constitutes a violation of the CAA and the District Rules and Regulations, and is grounds for enforcement action, for permit termination, revocation, reopening and reissuance, or modification; or for denial of a permit renewal application. [District Rules 2070, 7.0; 2080; and 2520, 9.8.1 and 9.12.1] Federally Enforceable Through Title V Permit
- A Permit to Operate or an Authority to Construct shall not be transferred unless a new application is filed with and approved by the District. [District Rule 2031 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 7. Every application for a permit required under Rule 2010 (Permits Required) shall be filed in a manner and form prescribed by the District. [District Rule 2040] Federally Enforceable Through Title V Permit
- The operator shall maintain records of required monitoring that include: 1) the date, place, and time of sampling or measurement; 2) the date(s) analyses were performed; 3) the company or entity that performed the analysis; 4) the analytical techniques or methods used; 5) the results of such analysis; and 6) the operating conditions at the time of sampling or measurement. [District Rule 2520, 9.4.1] Federally Enforceable Through Title V Permit
- The operator shall retain records of all required monitoring data and support information for a period of at least five years from the date of the monitoring sample, measurement, or report. Support information includes copies of all reports required by the permit and, for continuous monitoring instrumentation, all calibration and maintenance records and all original strip-chart recordings. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit

FACILITY-WIDE REDUIRENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Pelmillo Operate. Any amendments to these Facility-wide Requirements that affect specific Permit Units may constitute modification of those Permit Units

Facility Name: OILDALE ENERGY LLC

Location: 1134 MANOR ST & NORRIS RD, OILDALE, CA 93308 5-73-0-3: Jan 7 2011 844AM - DAHLSTRA

- 10. The operator shall submit reports of any required monitoring at least every six months unless a different frequency is required by an applicable requirement. All instances of deviations from permit requirements must be clearly identified in such reports. [District Rule 2520, 9.5.1] Federally Enforceable Through Title V Permit
- 11. Deviations from permit conditions must be promptly reported, including deviations attributable to upset conditions, as defined in the permit. For the purpose of this condition, promptly means as soon as reasonably possible, but no later than 10 days after detection. The report shall include the probable cause of such deviations, and any corrective actions or preventive measures taken. All required reports must be certified by a responsible official consistent with section 10.0 of District Rule 2520. [District Rules 2520, 9.5.2 and Kern County Rule 111] Federally Enforceable Through Title V Permit
- 12. If for any reason a permit requirement or condition is being challenged for its constitutionality or validity by a court of competent jurisdiction, the outcome of such challenge shall not affect or invalidate the remainder of the conditions or requirements in that permit. [District Rule 2520, 9.7 and PSD ATC SJ 83-07] Federally Enforceable Through Title V **Permit**
- 13. It shall not be a defense for a permittee in an enforcement action that it would have been necessary to halt or reduce the permitted activity in order to maintain compliance with the conditions of the permit. [District Rule 2520, 9.8.2] Federally Enforceable Through Title V Permit
- 14. The permit may be modified, revoked, reopened and reissued, or terminated for cause. The filing of a request by the permittee for a permit modification, revocation and reissuance, or termination, or a notification of planned changes or anticipated noncompliance does not stay any permit condition. [District Rule 2520, 9.8.3] Federally Enforceable Through Title V Permit
- 15. The permit does not convey any property rights of any sort, or any exclusive privilege. [District Rule 2520, 9.8.4] Federally Enforceable Through Title V Permit
- 16. The Permittee shall furnish to the District, within a reasonable time, any information that the District may request in writing to determine whether cause exists for modifying, revoking and reissuing, or terminating the permit or to determine compliance with the permit. Upon request, the permittee shall also furnish to the District copies of records required to be kept by the permit or, for information claimed to be confidential, the permittee may furnish such records directly to EPA along with a claim of confidentiality. [District Rule 2520, 9.8.5] Federally Enforceable Through Title V Permit
- 17. The permittee shall pay annual permit fees and other applicable fees as prescribed in Regulation III of the District Rules and Regulations. [District Rule 2520, 9.9] Federally Enforceable Through Title V Permit
- 18. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District, the ARB, or EPA to enter the permittee's premises where a permitted source is located or emissions related activity is conducted, or where records must be kept under condition of the permit. [District Rule 2520, 9.13.2.1 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 19. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District, the ARB, or EPA to have access to and copy, at reasonable times, any records that must be kept under the conditions of the permit. [District Rule 2520, 9.13.2.2 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 20. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District, the ARB, or EPA to inspect at reasonable times any facilities, equipment, practices, or operations regulated or required under the permit. [District Rule 2520, 9.13.2.3 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 21. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District, the ARB, or EPA to sample or monitor, at reasonable times, substances or parameters for the purpose of assuring compliance with the permit or applicable requirements. [District Rule 2520, 9.13.2.4 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit

FACILITY-WIDE REQUIREMENTS CONTINUE ON NEXT PAGE
These terms and conditions are part of the Facility-wide Permit to Operate.

Facility Name: OILDALE ENERGY LLC

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- 22. {4383} No air contaminants shall be discharged into the atmosphere for a period or periods aggregating more than 3 minutes in any one hour which is as dark or darker than Ringelmann #1 or equivalent to 20% opacity and greater, unless specifically exempted by District Rule 4101 (02/17/05). If the equipment or operation is subject to a more stringent visible emission standard as prescribed in a permit condition, the more stringent visible emission limit shall supersede this condition. [District Rule 4101, and County Rules 401 (in all eight counties in the San Joaquin Valley)] Federally Enforceable Through Title V Permit
- 23. {4384} No person shall manufacture, blend, repackage, supply, sell, solicit or apply any architectural coating with a VOC content in excess of the corresponding limit specified in Table of Standards 1 effective until 12/30/10 or Table of Standards 2 effective on and after 1/1/11 of District Rule 4601 (12/17/09) for use or sale within the District. [District Rule 4601, 5.1] Federally Enforceable Through Title V Permit
- 24. {4385} All VOC-containing materials subject to Rule 4601 (12/17/09) shall be stored in closed containers when not in use. [District Rule 4601, 5.4] Federally Enforceable Through Title V Permit
- 25. {4386} The permittee shall comply with all the Labeling and Test Methods requirements outlined in Rule 4601 sections 6.1 and 6.3 (12/17/09). [District Rule 4601, 6.1 and 6.3] Federally Enforceable Through Title V Permit
- 26. With each report or document submitted under a permit requirement or a request for information by the District or EPA, the permittee shall include a certification of truth, accuracy, and completeness by a responsible official. [District Rule 2520, 9.13.1 and 10.0] Federally Enforceable Through Title V Permit
- 27. If the permittee performs maintenance on, or services, repairs, or disposes of appliances, the permittee shall comply with the standards for Recycling and Emissions Reduction pursuant to 40 CFR Part 82, Subpart F. [40 CFR 82 Subpart F] Federally Enforceable Through Title V Permit
- 28. If the permittee performs service on motor vehicles when this service involves the ozone-depleting refrigerant in the motor vehicle air conditioner (MVAC), the permittee shall comply with the standards for Servicing of Motor Vehicle Air Conditioners pursuant to all the applicable requirements as specified in 40 CFR Part 82, Subpart B. [40 CFR Part 82, Subpart B] Federally Enforceable Through Title V Permit
- 29. Disturbances of soil related to any construction, demolition, excavation, extraction, or other earthmoving activities shall comply with the requirements for fugitive dust control in District Rule 8021 unless specifically exempted under Section 4.0 of Rule 8021 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8021 and 8011] Federally Enforceable Through Title V Permit
- 30. Outdoor handling, storage and transport of any bulk material which emits dust shall comply with the requirements of District Rule 8031, unless specifically exempted under Section 4.0 of Rule 8031 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8031 and 8011] Federally Enforceable Through Title V Permit
- 31. An owner/operator shall prevent or cleanup any carryout or trackout in accordance with the requirements of District Rule 8041 Section 5.0, unless specifically exempted under Section 4.0 of Rule 8041 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8041 and 8011] Federally Enforceable Through Title V Permit
- 32. Whenever open areas are disturbed or vehicles are used in open areas, the facility shall comply with the requirements. of Section 5.0 of District Rule 8051, unless specifically exempted under Section 4.0 of Rule 8051 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8051 and 8011] Federally Enforceable Through Title V Permit
- 33. Any paved road or unpaved road shall comply with the requirements of District Rule 8061 unless specifically exempted under Section 4.0 of Rule 8061 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8061 and Rule 8011] Federally Enforceable Through Title V Permit
- 34. Any unpaved vehicle/equipment area that anticipates more than 75 vehicle trips per day shall comply with the requirements of Section 5.1.1 of District Rule 8071. Any unpaved vehicle/equipment area that anticipates more than 100 vehicle trips per day shall comply with the requirements of Section 5.1.2 of District Rule 8071. All sources shall comply with the requirements of Section 5.0 of District Rule 8071 unless specifically exempted under Section 4.0 of Rule 8071 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8071 and Rule 8011] Federally Enforceable Through Title V Permit

FACILITY-WIRE REQUIREMENTS CONTINUE ON NEXT PAGE These terms and donditions are part of the Facility-wide Permit to Operate.

Facility Name: OILDALE ENERGY LLC

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- 35. Any owner or operator of a demolition or renovation activity, as defined in 40 CFR 61.141, shall comply with the applicable inspection, notification, removal, and disposal procedures for asbestos containing materials as specified in 40 CFR 61.145 (Standard for Demolition and Renovation). [40 CFR 61 Subpart M] Federally Enforceable Through Title V Permit
- 36. The permittee shall submit certifications of compliance with the terms and standards contained in Title V permits, including emission limits, standards and work practices, to the District and the EPA annually (or more frequently as specified in an applicable requirement or as specified by the District). The certification shall include the identification of each permit term or condition, the compliance status, whether compliance was continuous or intermittent, the methods used for determining the compliance status, and any other facts required by the District to determine the compliance status of the source. [District Rule 2520, 9.16] Federally Enforceable Through Title V Permit
- 37. The permittee shall submit an application for Title V permit renewal to the District at least six months, but not greater than 18 months, prior to the permit expiration date. [District Rule 2520, 5.2] Federally Enforceable Through Title V Permit
- 38. When a term is not defined in a Title V permit condition, the definition in the rule cited as the origin and authority for the condition in a Title V permit shall apply. [District Rule 2520, 9.1.1] Federally Enforceable Through Title V Permit
- 39. Equipment covered by this permit shall at all times be maintained in good working order and be operated as efficiently as possible so to minimize air pollutant emissions. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 40. In the event of changes in control or ownership, this Operating Permit shall be binding on new owners and operators. The applicant shall notify successor of the existence of this Operating Permit and its conditions in writing and forward a copy to the District, California Air Resources Board, and EPA, [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 41. The applicant shall construct and operate the facility in compliance with all other applicable provisions of 40 CFR Parts 52, 60 and 61 and all other applicable Federal, State and District air quality regulations. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 42. At all times, including periods of startup, shutdown, and malfunction, the emissions units and associated air pollution control equipment shall be operated in a manner consistent with good air pollution control practice for minimizing emissions. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 43. Operation of rental units during periods of startup, shutdown, or malfunction of equipment covered by this permit shall be reported to EPA in the quarterly excess emissions report. Reports shall include the date and time of startup of all rental units, the date and time of shutdown of all rental units, and any excess emissions associated with the operation of the rental units. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 44. All conditions contained within this permit are applicable to the operation of any rental units. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 45. Variances issued by the APCO or the ARB do not relieve the permittee from compliance with any of the terms or conditions imposed by the PSD permit. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 46. All correspondence as required by this Operating Permit shall be forwarded to: the District; Director, Air Div. (Attn: Air-3-3), EPA Region 9, 75 Hawthorne St. San Francisco, CA 94105; and Director, Stationary Source Div., CARB, Box 2815, Sacramento, CA 95812. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 47. No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
- 48. The reporting periods for the Report of Required Monitoring and the Compliance Certification Report begin September 23 of each year, unless alternative dates are approved by the District Compliance Division. These reports are due within 30 days after the end of the reporting period. [District Rule 2520] Federally Enforceable Through Title V Permit

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

Facility Name: OILDALE ENERGY LLC

Location: 1134 MANOR ST & NORRIS RD, OILDALE, CA 93908

San Joaquin Valley Air Pollution Control District

PERMIT UNIT: S-73-2-25

SECTION: 07 TOWNSHIP: 298 RANGE: 28E

EQUIPMENT DESCRIPTION:

COGENERATION SYSTEM WITH GENERAL ELECTRIC LM6000 GAS TURBINE ENGINE (GTE) WITH STEAM INJECTION, OXIDATION CATALYST, WASTE HEAT RECOVERY SYSTEM, EMERGENCY BYPASS STACK, AND DORMANT DUCT BURNER

PERMIT UNIT REQUIREMENTS

- 1. When the duct burner is not operated, the fuel line to the duct burner shall be physically disconnected. [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- 2. When duct burner is dormant, monitoring, source testing and other operational requirements shall be waived for the duct burner. Upon recommencing operation of the duct burner, permittee shall adhere to all monitoring, source testing and operational requirements as set forth on this permit. [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- 3. A source test to demonstrate compliance with the NOx and CO emission limits for the gas turbine engine and duct burner shall be performed within 60 days of recommencing operation of the duct burner. [District Rule 4703] Federally Enforceable Through Title V Permit
- 4. Permittee shall notify the District at least seven (7) calendar days prior to recommencing operation of the duct burner. [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- 5. No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102] Federally Enforceable Through Title V Permit
- 6. Waste heat recovery system shall include: heat transfer fluid (HTF) system; high pressure steam generator with economizer, evaporator, superheater, and Coen Low-NOx auxiliary duct burner upstream of heat recovery steam generator; oxidation catalyst bed; low pressure steam generator system with economizer and evaporator, and feedwater heater supplying high pressure steam generator; main exhaust stack downstream of waste heat recover unit; and emergency bypass exhaust stack positioned before waste heat recovery unit. [District NSR Rule and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 7. Gas turbine engine and duct burner shall be equipped with operational recording fuel flowmeters. [District NSR Rule; District Rule 2080; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 8. Selective catalytic reduction system shall be equipped with continuously recording ammonia injection flowmeter and continuously recording inlet temperature indicator. [District Rule 2201] Federally Enforceable Through Title V Permit
- 9. Steam injection system shall be equipped with continuously recording flowmeter. [District NSR Rule; District Rule 2080; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 10. Electrical generator shall be equipped with recording power output meter. [District NSR Rule and District Rule 2080] Federally Enforceable Through Title V Permit
- 11. GTE shall be equipped with NOx monitor upstream of SCR unit and NOx and CO CEM after SCR unit. [District Rule 1080] Federally Enforceable Through Title V Permit

PERMIT UNIT REPUIREMENTS CONTINUE ON NEXT PAGE
These terms and conditions are part of the Facility-wide Permit to Operate.

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- 12. Heat transfer fluid (HTF) shall not contain any volatile organic compounds as defined in District Rule 1020 (amended December 18, 1997). [District NSR Rule] Federally Enforceable Through Title V Permit
- 13. There shall be no visible emissions from coalescer exhaust stack. [District NSR Rule] Federally Enforceable Through Title V Permit
- 14. Gas turbine engine and duct burner shall be fired only on PUC quality natural gas. [District NSR Rule; 40 CFR 60.333(a) & (b); 60.332(a); Kern County Rule 407; and PSD ATC SJ 83-07] Federally Enforceable Through Title V **Permit**
- 15. Gas turbine engine may operate concurrently with heaters listed in any single permit S-44-1, -2, -3, -4, or -6 provided the cumulative concurrent operation of gas turbine engine with any heaters listed in any of permit units S-44-1, -2, -3, -4, and -6 does not exceed 360 hours per year. [District NSR Rule] Federally Enforceable Through Title V Permit
- 16. Gas turbine engine may operate when boiler S-44-13 is operating, provided boiler S-44-13 is operating only at low fire. [District Rule 2201] Federally Enforceable Through Title V Permit
- 17. The gas turbine engine and duct burner shall only operate as a cogeneration facility. [District Rule 2080] Federally Enforceable Through Title V Permit
- 18. Heat recovered in HTF system shall be used only at facility S-44. [District Rule 2080] Federally Enforceable Through Title V Permit
- 19. Reduced Load Period shall be defined as the time during which a gas turbine is operated at less than rated capacity. Startup and shutdown shall not exceed a time period of two hours and two hours, respectively, per occurrence. [District Rules 2080 and 4703, 3.23, 3.26 & 3.29 Federally Enforceable Through Title V Permit
- 20. Steam injection and SCR systems for NOx control shall be utilized at all times, except during startup/shutdown, to achieve compliance with NOx mass emission and concentration limits. [District NSR Rule] Federally Enforceable Through Title V Permit
- 21. Ammonia shall be injected whenever the selective catalytic reduction system catalyst temperature exceeds the minimum ammonia injection temperature recommended by the manufacturer. [District NSR Rule] Federally Enforceable Through Title V Permit
- 22. Compliance with ammonia slip limit shall be demonstrated by using the following calculation procedure: ammonia slip ppmv @ $15\% O2 = ((a-(bxc/1,000,000)) \times 1,000,000 / b) \times d$, where a = ammonia injection rate(lb/hr)/17(lb/lb. mol), b = dry exhaust gas flow rate (lb/hr)/(29(lb/lb. mol), c = change in measured NOx concentration ppmv at 15% O2 across catalyst, and d = correction factor. The correction factor shall be derived annually during compliance testing by comparing the measured and calculated ammonia slip. [District Rule 4102]
- 23. Ammonia emission rate shall not exceed 10 ppmvd @ 15% O2 on a twenty four hour rolling average. [District Rule 4102]
- 24. The emissions control system shall be in operation and emissions shall be minimized insofar as technologically feasible during startup, shutdown or reduced load period. [District Rule 4703, 5.3] Federally Enforceable Through Title V Permit
- 25. Emission rate from GTE and duct burner shall not exceed PM10: 142.0 lb/day, SOx (as SO2): 12.8 lb/day, NOx (as NO2): 930.4 lb/day nor 175,581 lb/yr, VOC: 115.7 lb/day, and CO: 446.6 lb/day. [District NSR Rule] Federally Enforceable Through Title V Permit
- 26. Except during periods of startup/shutdown, GTE and duct burner emission rates (three-hour rolling average) shall not exceed PM10: 5.92 lb/hr, SOx as SO2: 0.54 lb/hr, NOx as NO2: 6.07 lb/hr, VOC: 4.82 lb/hr, and CO: 18.61 lb/hr. [District NSR Rule] Federally Enforceable Through Title V Permit
- 27. Except during startup, shutdown, and reduced load periods as defined in Rule 4703, emissions shall not exceed: NOx (as NO2): 3 ppmv, and CO: 18.3 ppmv, dry @ 15% O2, (three-hour rolling average). [District NSR Rule, District Rule 4703, 5.1 and 5.2, and 40 CFR 60.332(a)(1)] Federally Enforceable Through Title V Permit

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- 28. On days of GTE startup/shutdown, permittee shall demonstrate compliance with NOx and CO daily emission limitations by records of calculations using CEM data, fuel rate data, and daily hours of operation. [District NSR Rule] Federally Enforceable Through Title V Permit
- 29. HHV and LHV of the fuel shall be determined using ASTM D3588, ASTM 1826, or ASTM 1945. [District Rule 4703, 6.4] Federally Enforceable Through Title V Permit
- 30. Operator shall not discharge into the atmosphere combustion contaminants (PM) exceeding in concentration at the point of discharge, 0.1 gr/dscf. [District Rule 4201] Federally Enforceable Through Title V Permit
- 31. NOx, ammonia, and CO emissions shall be determined by District-witnessed sample collection by independent testing laboratory not less than once every 12 months and at such other times as may be specified by EPA. [District NSR Rule and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 32. The District must be notified 30 days prior to any compliance source testing and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081, 7.1] Federally Enforceable Through Title V Permit
- 33. At least 30 days prior to actual testing, operator shall submit to EPA Region IX a written test plan detailing methods and procedures to be used and a written quality assurance project plan that conforms to EPA guidelines for developing project plans, QAMS 0505/80. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 34. Compliance source testing shall be conducted at fuel use rates and load conditions which represent maximum rated output (depending on ambient conditions) of the gas turbine engine. [District NSR Rule and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 35. Operator shall perform source testing for the NOx, CO, and O2 concentrations using following methods: EPA Method 7E or 20 for NOx; EPA Method 10 or 10B for CO; and EPA Method 3, 3A, or 20 for O2; or equivalent methods may be used with prior written approval from EPA. Ammonia testing methods will be those approved by either the District or CARB. [40 CFR 60.335(a)(b)(e) and District Rule 4703, 6.4] Federally Enforceable Through Title V Permit
- 36. The operator shall provide source test information on the SCR system annually. [District Rule 4703, 5.0] Federally Enforceable Through Title V Permit
- 37. Compliance source testing shall be conducted on the gas turbine operating alone, and on both the gas turbine and duct burner operating together. These tests shall be conducted at the outlet stack of the heat recovery unit. [40 CFR] 60.335(b); District Rule 4703, 6.3; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 38. The main exhaust stack shall be equipped with permanent provisions to allow collection of stack gas samples using approved EPA test methods. The facility shall comply with this and all applicable compliance testing procedures described in District Rule 1081 (amended December 17, 1992). [District Rule 4703; District Rule 1081; Kern County Rule 108.1; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 39. The results of each source test shall be submitted to the District, the ARB, and EPA, postmarked no later than 30 days following completion of the testing. [District Rule 1081 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- The owner or operator shall install, certify, maintain in calibration, operate and quality-assure a Continuous Emission Monitoring System (CEMS) which continuously measures and records control system operating parameters; elapsed time of operation; and exhaust gas NOx, CO, and O2 concentrations. [District NSR Rule, District Rule 1080, 4.0 & 5.1; District Rule 4703, 6.2; 40 CFR 60.334(a)(b) & 60.335(c); PSD ATC SJ 83-07; and 40 CFR 64] Federally Enforceable Through Title V Permit
- 41. The CEMS shall complete a minimum of one cycle of operation (sampling, analyzing, and data recording) for each successive 15-minute period or shall meet equivalent specifications established by mutual agreement of the District, the ARB and the EPA. [District Rule 1080, 6.5; 40 CFR 60.334(b); 40 CFR 64 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 42. The NOx and O2 CEMS shall meet the requirements in 40 CFR 60, Appendix F Procedure 1 and Part 60, Appendix B Performance Specifications 2 and 3, or shall meet equivalent, specifications established by mutual agreement of the District, the ARB, and the EPA. [40 CFR 60.334(b); 40 CFR 64; District Rule 4703, 5.1; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit

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

Facility Name: OILDALE ENERGY LLC

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- 43. The CEMS shall be linked to a data logger which is compatible with the District's Data acquisition system. Upon notice by the District that the facility's CEM system is not providing polling data, the facility may continue to operate without providing automated data for a maximum of 30 days per calendar year provided the CEM data is sent to the District by a District-approved alternative method. [District Rule 1080, 7.2; and 40 CFR 64] Federally Enforceable Through Title V Permit
- The owner or operator shall maintain CEMS records that contain the following: the occurrence and duration of any start-up, shutdown or malfunction, performance testing, evaluations, calibrations, checks, adjustments, maintenance, duration of any periods during which a continuous monitoring system or monitoring device is inoperative, and emission measurements. [District Rule 1080, 7.3; 40 CFR 60.7 (b); 40 CFR 64 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 45. The owner or operator shall submit a written report of CEM operations for each calendar quarter to the APCO. The report is due on the 30th day following the end of the calendar quarter and shall include the following: Time intervals, data and magnitude of excess NOx emissions, nature and the cause of excess (if known), corrective actions taken and preventive measures adopted; Averaging period used for data reporting corresponding to the averaging period specified in the emission test period used to determine compliance with an emission standard; Applicable time and date of each period during which the CEM was inoperative (monitor downtime), except for zero and span checks, and the nature of system repairs and adjustments; A negative declaration when no excess emissions occurred. [District Rule 1080, 8.0; 40 CFR 60.7 (b); 40 CFR 64 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 46. Excess emissions shall be defined as any operating hour in which 3-hour rolling average NOx concentration exceeds applicable emissions limit and a period of monitor downtime shall be any unit operating hour in which sufficient data are not obtained to validate the hour for either NOx or O2 (or both). [District NSR Rule and 40 CFR 60.334(J)(1)(iii)] Federally Enforceable Through Title V Permit
- 47. The APCO or an authorized representative shall be allowed to inspect, as determined to be necessary, the monitoring devices required by this rule to ensure that such devices are functioning properly. [District Rule 1080, 11.0] Federally Enforceable Through Title V Permit
- 48. Operator shall maintain a stationary gas turbine operating log that includes, on a daily basis, the actual local start-up and stop time, length and reason for reduced load periods, total hours of operation and quantity of fuel used. [District Rule 4703, 6.2] Federally Enforceable Through Title V Permit
- 49. Testing methods contained in 40 CFR 60, Appendix A, and CEMs monitoring data may be used to determine compliance with the emission limits for NOx and CO contained within this permit. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 50. Permittee shall maintain records of gas turbine engine and duct burner fuel use, electrical power output, and gas turbine engine steam injection to fuel ratio on a mass basis. Records shall be retained for a period of at least five years and shall be made available for District inspection upon request. [District NSR Rule, District Rule 4703, 6.2 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 51. Total combined natural gas usage for the gas turbine engine, the duct burner, and the HTF heater shall not exceed 4.74 billion cubic feet per year. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 52. The operator of a stationary gas turbine system shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2 and District Rule 4703, 6.2] Federally Enforceable Through Title V Permit
- 53. The permittee may operate the gas turbine at loads less than 100% of rated capacity provided that the turbine comply with all applicable District, State, and Federal regulations and meet all other permit conditions. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 54. The cogeneration facility shall comply with all portions of 40 CFR 60, Subpart GG, Standards of Performance for Stationary Gas Turbines. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE
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Facility Name: OILDALE ENERGY LLC

Location: 1134 MANOR ST & NORRIS RD, OILDALE, CA \$3308 \$-73-2-25 : Nov 12 2010 10 20044 - DAHLSTRA

- 55. Sulfur content of the natural gas being fired shall be tested weekly using ASTM method D 1072, D 4084 or D 3246 except that if compliance with the daily SOx limit has been demonstrated for 8 consecutive weeks for a fuel source, then the testing frequency shall be quarterly. If a test shows noncompliance with the sulfur content requirement, the source must return to weekly testing until eight consecutive weeks show compliance. [District Rule 2520, 9.3.2 and 40 CFR 60.334(h)(1)] Federally Enforceable Through Title V Permit
- 56. The owner or operator shall demonstrate and maintain compliance with the Tier 2 NOx emission limit of 3.0 ppmvd @ 15% O2 (enhanced option), by the earlier of: April 30, 2008; or within 90 days following the next major overhaul that occurs after April 30, 2004. [District Rule 4703, 7.2] Federally Enforceable Through Title V Permit

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Facility Name: OILDALE ENERGY LLC Location: 1134 MANOR ST & NORRIS RD,OILDALE, CA 5-73-2-25: Nov 12 2010 10:204M - DAHLSTRA

San Joaquin Valley Air Pollution Control District

PERMIT UNIT: S-73-3-8

SECTION: 07 TOWNSHIP: 29S RANGE: 28E

EQUIPMENT DESCRIPTION:

DORMANT 93 MMBTU/HR NATURAL GAS FIRED VERTICAL HEAT TRANSFER FLUID (HTF) HEATER WITH

CALLIDUS MODEL LE-CGS-W BURNER, FLUE GAS RECIRCULATION (FGR), AND OXYGEN

MONITOR/CONTROLLER

PERMIT UNIT REQUIREMENTS

- No modification to this unit shall be performed without an Authority to Construct for such modification(s), except for changes specified in conditions below. [District Rule 2010] Federally Enforceable Through Title V Permit
- 2. Permittee shall institute dormant emissions unit status by physically disconnecting the fuel supply line from this unit or by enacting other APCO approved method(s) to ensure that this unit is not operated. [District Rules 2201, 4305 and 4306] Federally Enforceable Through Title V Permit
- During dormant emissions unit status, monitoring, source testing and other operational requirements shall be waived. Upon recommending operation of this unit, permittee shall adhere to all monitoring, source testing and operational requirements as set forth on this permit. [District Rules 2201, 4305 and 4306] Federally Enforceable Through Title V Permit
- A source test to demonstrate compliance with the indicated NOx and CO emission limits shall be performed within 60 days of recommencing operation of this unit. [District Rule 4305 and 4306] Federally Enforceable Through Title V Permit
- Permittee shall notify the District at least seven (7) calendar days prior to recommencing operation of this unit, at which time this permit will be administratively modified to remove all references to dormant emissions unit status. [District Rule 2201, 4305 and 4306] Federally Enforceable Through Title V Permit
- HTF heater shall be fired only on PUC quality natural gas. [District NSR Rule and PSD ATC SJ83-07] Federally Enforceable Through Title V Permit
- Emission rates shall not exceed any of the following PM10: 0.92 lb/hr, SOx (as SO2): 0.05 lb/hr, NOx (as NO2): 25 ppmvd @ 3% O2 or 0.031 lb/MMBtu, VOC: 1.00 lb/hr, and CO: 3.71 lb/hr and 400 ppmv @ 3% O2. [District NSR Rule, District Rules 4305, 4306, 5.1; and 4351] Federally Enforceable Through Title V Permit
- When the heater is fired more than 220 MSCFD (hot standby) the permittee shall measure and record exhaust gas NOx (as NO2), CO, and O2 concentration on a monthly basis. Measurement shall be performed using a District-approved portable analyzer. The portable analyzer shall be calibrated prior to each use with two point calibration method (zero and span) using protocol 1 gases. [District NSR Rule; District Rules 4305, 4306, 5.4; & 4351; and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
- If the NOx or CO concentrations, as measured by the portable analyzer, exceed the allowable emission rate, the permittee shall promptly notify the District and take corrective action. If the portable analyzer readings continue to exceed the allowable emissions rate, the permittee shall conduct an emissions test within 60 days, utilizing Districtapproved test methods. [District NSR Rule and District Rules 4305, 4306, 5.4; & 4351] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS ON NEXT PAGE These terms and conditions are part of the Facility-wide Permit to Operate.

Facility Name: OILDALE ENERGY LLC

Location: 1134 MANOR ST & NORRIS RD, OILDALE, CA 93308 \$-73-3-8: Nov 12 2010 10 204M - DAHLSTRA

- 10. Source testing for NOx and CO emissions shall be conducted not less than once every 12 months. Gaseous fired units shall test not less than once every 36 months, if compliance is shown for two consecutive years. If a test shows noncompliance with NOx requirements, the source shall return to annual source testing until compliance is again shown for two consecutive years. [District Rules 4305, 6.3.1; 4306, 6.3; and 4351, 6.3; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 11. Source testing shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081, 7.2] Federally Enforceable Through Title V Permit
- 12. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081, 7.1] Federally Enforceable Through Title V Permit
- 13. NOx emissions (ppmv) shall be determined by EPA Method 7E (or ARB Method 100), CO emissions (ppmv) by EPA Method 10 (or ARB Method 100), stack gas oxygen by EPA Method 3 or 3A (or ARB Method 100), NOx emission rate (heat input basis) by EPA Method 19, stack gas velocities by EPA Method 2, and stack gas moisture content by EPA Method 4 or equivalent methods may be used with prior written approval from EPA. [District Rules 4305, 6.2; 4306, 6.2; and 4351, 6.2; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 14. When the heater is fired more than 220 MSCFD (hot standby) the permittee shall keep records of the NOx and CO concentrations corrected to 3% O2, and the O2 concentration on a monthly basis. The records shall include a description of any corrected action taken to maintain the emissions within the acceptable range. [District NSR Rule, District Rules 2520, 9.4.2, 4305, and 4306; and PSD ATC 83-07] Federally Enforceable Through Title V Permit
- 15. Source testing shall be conducted at fuel use rate and load conditions which represent maximum rated output (depending on ambient conditions) of the HTF heater. These tests shall be conducted at the HTF heater outlet stack. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 16. At least 30 days prior to actual testing, operator shall submit to EPA Region IX a written test plan detailing methods and procedures to be used and a written quality assurance project plan that conforms to EPA guidelines for developing project plans, QAMS 0505/80. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 17. The main exhaust stack shall be equipped with permanent provisions to allow collection of stack gas samples using approved EPA test methods. The facility shall comply with this and all applicable compliance testing procedures described in District Rule 1081 (amended December 17, 1992). [District Rule 1081; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 18. The owner or operator shall ensure that all required source testing conforms to the compliance testing procedures described in District Rule 1081. [District Rule 1081, 6.0] Federally Enforceable Through Title V Permit
- 19. The results of each source test shall be submitted to the District, the ARB, and EPA, postmarked no later than 30 days following completion of the testing. [District Rule 2520, 9.3.2; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 20. Particulate matter emissions shall not exceed 0.1 grain/dscf at operating conditions, nor 0.1 grain/dscf calculated to 12% CO2, nor 10 lb/hr. [District Rules 4201, and 4301, 5.1 & 5.2.3] Federally Enforceable Through Title V Permit
- 21. Fuel hhv 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, 6.2.1.2, 4306; and 4351, 6.2] Federally Enforceable Through Title V Permit
- Records of fuel heating value and daily consumption shall be maintained for at least five years and shall be made available for District inspection upon request. [District Rule 2520, 9.3.2, 9.4.2; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 23. Total combined natural gas usage for the gas turbine engine, the duct burner, and the HTF heater shall not exceed 4.74 billion cubic feet per year. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- The owner or operator shall maintain all records for at least five years and conform to the recordkeeping requirements described in District Rule 2520. [District Rule 2520, 9.42] 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.

Facility Name: OILDALE ENERGY LLC

Location: 1134 MANOR ST & NORRIS RD, OILDALE, CA 93308 5-73-3-6: Nov 12 2010 1020AM - DAHLSTRA

- 25. Sulfur content of the natural gas being fired shall be tested weekly using ASTM method D 1072, D 4084, or D 3246 except that if compliance with the hourly SOx limit has been demonstrated for 8 consecutive weeks for a fuel source, then the testing frequency shall be quarterly. If a test shows noncompliance with the sulfur content requirement, the source must return to weekly testing until eight consecutive weeks show compliance. [District Rule 2520, 9.3.2] 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. 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 4306. [District Rules 4305 and 4306, 5.5] Federally Enforceable Through Title V Permit
- 27. 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 and 4306, 5.5] Federally Enforceable Through Title V Permit
- 28. 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 and 4306, 5.5] Federally Enforceable Through Title V Permit

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

Facility Name: OILDALE ENERGY LLC Location: 1134 MANOR ST & NOR

Location: 1134 MANOR ST & NORRIS RD,OILDALE, C 8-73-3-8: Nov 12 2010 10 20AM - DAHLSTRA

ATTACHMENT B

Previous Title V Operating Permit

San Joaquin Valley Air Pollution Control District

FACILITY: S-73-0-2 EXPIRATION DATE: 08/31/2009

FACILITY-WIDE REQUIREMENTS

- 1. The owner or operator shall notify the District of any breakdown condition as soon as reasonably possible, but no later than one hour after its detection, unless the owner or operator demonstrates to the District's satisfaction that the longer reporting period was necessary. [District Rule 1100, 6.1; Kern County Rule 111; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- The District shall be notified in writing within ten days following the correction of any breakdown condition. The breakdown notification shall include a description of the equipment malfunction or failure, the date and cause of the initial failure, the estimated emissions in excess of those allowed, and the methods utilized to restore normal operations. [District Rule 1100, 7.0; Kern County Rule 111; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- The owner or operator of any stationary source operation that emits more than 25 tons per year of nitrogen oxides or reactive organic compounds, shall provide the District annually with a written statement in such form and at such time as the District prescribes, showing actual emissions of nitrogen oxides and reactive organic compounds from that source. [District Rule 1160, 5.0] Federally Enforceable Through Title V Permit
- Any person building, altering or replacing any operation, article, machine, equipment, or other contrivance, the use of which may cause the issuance of air contaminants or the use of which may eliminate, reduce, or control the issuance of air contaminants, shall first obtain an Authority to Construct (ATC) from the District unless exempted by District Rule 2020. [District Rule 2010, 3.0 and 4.0; 2020; and Kern County Rule 201] Federally Enforceable Through Title V **Permit**
- The permittee must comply with all conditions of the permit including permit revisions originated by the District. All terms and conditions of a permit that are required pursuant to the Clean Air Act (CAA), including provisions to limit potential to emit, are enforceable by the EPA and Citizens under the CAA. Any permit noncompliance constitutes a violation of the CAA and the District Rules and Regulations, and is grounds for enforcement action, for permit termination, revocation, reopening and reissuance, or modification; or for denial of a permit renewal application. [District Rules 2070, 7.0; 2080; and 2520, 9.8.1 and 9.12.1] Federally Enforceable Through Title V Permit
- A Permit to Operate or an Authority to Construct shall not be transferred unless a new application is filed with and approved by the District. [District Rule 2031 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- Every application for a permit required under Rule 2010 (Permits Required) shall be filed in a manner and form 7. prescribed by the District. [District Rule 2040] Federally Enforceable Through Title V Permit
- The operator shall maintain records of required monitoring that include: 1) the date, place, and time of sampling or measurement; 2) the date(s) analyses were performed; 3) the company or entity that performed the analysis; 4) the analytical techniques or methods used; 5) the results of such analysis; and 6) the operating conditions at the time of sampling or measurement. [District Rule 2520, 9.4.1] Federally Enforceable Through Title V Permit
- The operator shall retain records of all required monitoring data and support information for a period of at least five years from the date of the monitoring sample, measurement, or report. Support information includes copies of all reports required by the permit and, for continuous monitoring instrumentation, all calibration and maintenance records and all original strip-chart recordings. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit

FACILITY-WIDE REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate. Any amendments to these Facility-wide Requirements that affect specific Permit Units may constitute modification of those Permit Units.

Facility Name: OILDALE ENERGY LLC

Location: 1134 MANOR ST & NORRIS RD, OILDALE, CA 93308 5-73-0-2: Nov 12 2010 8:14AM - DAHLSTRA

- 10. The operator shall submit reports of any required monitoring at least every six months unless a different frequency is required by an applicable requirement. All instances of deviations from permit requirements must be clearly identified in such reports. [District Rule 2520, 9.5.1] Federally Enforceable Through Title V Permit
- 11. Deviations from permit conditions must be promptly reported, including deviations attributable to upset conditions, as defined in the permit. For the purpose of this condition, promptly means as soon as reasonably possible, but no later than 10 days after detection. The report shall include the probable cause of such deviations, and any corrective actions or preventive measures taken. All required reports must be certified by a responsible official consistent with section 10.0 of District Rule 2520. [District Rules 2520, 9.5.2 and 1100, 7.0] Federally Enforceable Through Title V Permit
- 12. If for any reason a permit requirement or condition is being challenged for its constitutionality or validity by a court of competent jurisdiction, the outcome of such challenge shall not affect or invalidate the remainder of the conditions or requirements in that permit. [District Rule 2520, 9.7 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 13. It shall not be a defense for a permittee in an enforcement action that it would have been necessary to halt or reduce the permitted activity in order to maintain compliance with the conditions of the permit. [District Rule 2520, 9.8.2] Federally Enforceable Through Title V Permit
- 14. The permit may be modified, revoked, reopened and reissued, or terminated for cause. The filing of a request by the permittee for a permit modification, revocation and reissuance, or termination, or a notification of planned changes or anticipated noncompliance does not stay any permit condition. [District Rule 2520, 9.8.3] Federally Enforceable Through Title V Permit
- 15. The permit does not convey any property rights of any sort, or any exclusive privilege. [District Rule 2520, 9.8.4] Federally Enforceable Through Title V Permit
- 16. The Permittee shall furnish to the District, within a reasonable time, any information that the District may request in writing to determine whether cause exists for modifying, revoking and reissuing, or terminating the permit or to determine compliance with the permit. Upon request, the permittee shall also furnish to the District copies of records required to be kept by the permit or, for information claimed to be confidential, the permittee may furnish such records directly to EPA along with a claim of confidentiality. [District Rule 2520, 9.8.5] Federally Enforceable Through Title V Permit
- 17. The permittee shall pay annual permit fees and other applicable fees as prescribed in Regulation III of the District Rules and Regulations. [District Rule 2520, 9.9] Federally Enforceable Through Title V Permit
- 18. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District, the ARB, or EPA to enter the permittee's premises where a permitted source is located or emissions related activity is conducted, or where records must be kept under condition of the permit. [District Rule 2520, 9.13.2.1 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 19. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District, the ARB, or EPA to have access to and copy, at reasonable times, any records that must be kept under the conditions of the permit. [District Rule 2520, 9.13.2.2 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 20. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District, the ARB, or EPA to inspect at reasonable times any facilities, equipment, practices, or operations regulated or required under the permit. [District Rule 2520, 9.13.2.3 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 21. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District, the ARB, or EPA to sample or monitor, at reasonable times, substances or parameters for the purpose of assuring compliance with the permit or applicable requirements. [District Rule 2520, 9.13.2.4 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit

- 22. No air contaminants shall be discharged into the atmosphere for a period or periods aggregating more than 3 minutes in any one hour which is as dark or darker than Ringelmann #1 or equivalent to 20% opacity and greater, unless specifically exempted by District Rule 4101, by using EPA method 9. If the equipment or operation is subject to a more stringent visible emission standard as prescribed in a permit condition, the more stringent visible emission limit shall supersede this condition. [District Rule 4101, and Kern County Rule 401] Federally Enforceable Through Title V **Permit**
- 23. No person shall manufacture, blend, repackage, supply, sell, solicit or apply any architectural coating with a VOC content in excess of the corresponding limit specified in the Table of Standards of District Rule 4601 (10/31/01) for use or sale within the District. [District Rule 4601, 5.1] Federally Enforceable Through Title V Permit
- 24. All VOC-containing materials for architectural coatings subject to Rule 4601 (10/31/01) shall be stored in closed containers when not in use. [District Rule 4601, 5.4] Federally Enforceable Through Title V Permit
- 25. The permittee shall comply with all the Labeling and Test Methods requirements outlined in Rule 4601 sections 6.1 and 6.3 (10/31/01). [District Rule 4601, 6.1 and 6.3] Federally Enforceable Through Title V Permit
- 26. With each report or document submitted under a permit requirement or a request for information by the District or EPA, the permittee shall include a certification of truth, accuracy, and completeness by a responsible official. [District Rule 2520, 9.13.1 and 10.0] Federally Enforceable Through Title V Permit
- 27. If the permittee performs maintenance on, or services, repairs, or disposes of appliances, the permittee shall comply with the standards for Recycling and Emissions Reduction pursuant to 40 CFR Part 82, Subpart F. [40 CFR 82 Subpart F] Federally Enforceable Through Title V Permit
- 28. If the permittee performs service on motor vehicles when this service involves the ozone-depleting refrigerant in the motor vehicle air conditioner (MVAC), the permittee shall comply with the standards for Servicing of Motor Vehicle Air Conditioners pursuant to all the applicable requirements as specified in 40 CFR Part 82, Subpart B. [40 CFR Part 82, Subpart B] Federally Enforceable Through Title V Permit
- 29. Disturbances of soil related to any construction, demolition, excavation, extraction, or other earthmoving activities shall comply with the requirements for fugitive dust control in District Rule 8021 unless specifically exempted under Section 4.0 of Rule 8021 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8021 and 8011] Federally Enforceable Through Title V Permit
- 30. Outdoor handling, storage and transport of any bulk material which emits dust shall comply with the requirements of District Rule 8031, unless specifically exempted under Section 4.0 of Rule 8031 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8031 and 8011] Federally Enforceable Through Title V Permit
- 31. An owner/operator shall prevent or cleanup any carryout or trackout in accordance with the requirements of District Rule 8041 Section 5.0, unless specifically exempted under Section 4.0 of Rule 8041 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8041 and 8011] Federally Enforceable Through Title V Permit
- 32. Whenever open areas are disturbed or vehicles are used in open areas, the facility shall comply with the requirements of Section 5.0 of District Rule 8051, unless specifically exempted under Section 4.0 of Rule 8051 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8051 and 8011] Federally Enforceable Through Title V Permit
- 33. Any paved road or unpaved road shall comply with the requirements of District Rule 8061 unless specifically exempted under Section 4.0 of Rule 8061 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8061 and Rule 8011] Federally Enforceable Through Title V Permit
- 34. Any unpaved vehicle/equipment area that anticipates more than 75 vehicle trips per day shall comply with the requirements of Section 5.1.1 of District Rule 8071. Any unpaved vehicle/equipment area that anticipates more than 100 vehicle trips per day shall comply with the requirements of Section 5.1.2 of District Rule 8071. All sources shall comply with the requirements of Section 5.0 of District Rule 8071 unless specifically exempted under Section 4.0 of Rule 8071 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8071 and Rule 8011] Federally Enforceable Through Title V Permit

- 35. Any owner or operator of a demolition or renovation activity, as defined in 40 CFR 61.141, shall comply with the applicable inspection, notification, removal, and disposal procedures for asbestos containing materials as specified in 40 CFR 61.145 (Standard for Demolition and Renovation). [40 CFR 61 Subpart M] Federally Enforceable Through Title V Permit
- 36. The permittee shall submit certifications of compliance with the terms and standards contained in Title V permits, including emission limits, standards and work practices, to the District and the EPA annually (or more frequently as specified in an applicable requirement or as specified by the District). The certification shall include the identification of each permit term or condition, the compliance status, whether compliance was continuous or intermittent, the methods used for determining the compliance status, and any other facts required by the District to determine the compliance status of the source. [District Rule 2520, 9.16] Federally Enforceable Through Title V Permit
- 37. The permittee shall submit an application for Title V permit renewal to the District at least six months, but not greater than 18 months, prior to the permit expiration date. [District Rule 2520, 5.2] Federally Enforceable Through Title V **Permit**
- 38. When a term is not defined in a Title V permit condition, the definition in the rule cited as the origin and authority for the condition in a Title V permit shall apply. [District Rule 2520, 9.1.1] Federally Enforceable Through Title V Permit
- 39. Equipment covered by this permit shall at all times be maintained in good working order and be operated as efficiently as possible so to minimize air pollutant emissions. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 40. In the event of changes in control or ownership, this Operating Permit shall be binding on new owners and operators. The applicant shall notify successor of the existence of this Operating Permit and its conditions in writing and forward a copy to the District, California Air Resources Board, and EPA. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 41. The applicant shall construct and operate the facility in compliance with all other applicable provisions of 40 CFR Parts 52, 60 and 61 and all other applicable Federal, State and District air quality regulations. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 42. At all times, including periods of startup, shutdown, and malfunction, the emissions units and associated air pollution control equipment shall be operated in a manner consistent with good air pollution control practice for minimizing emissions. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 43. Operation of rental units during periods of startup, shutdown, or malfunction of equipment covered by this permit shall be reported to EPA in the quarterly excess emissions report. Reports shall include the date and time of startup of all rental units, the date and time of shutdown of all rental units, and any excess emissions associated with the operation of the rental units. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 44. All conditions contained within this permit are applicable to the operation of any rental units. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 45. Variances issued by the APCO or the ARB do not relieve the permittee from compliance with any of the terms or conditions imposed by the PSD permit. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 46. All correspondence as required by this Operating Permit shall be forwarded to: the District; Director, Air Div. (Attn: Air-3-3), EPA Region 9, 75 Hawthorne St. San Francisco, CA 94105; and Director, Stationary Source Div., CARB, Box 2815, Sacramento, CA 95812. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 47. No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
- 48. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following outdated SIP requirements: Kern County Rule 401. A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
- 49. The reporting periods for the Report of Required Monitoring and the Compliance Certification Report begin September 23 of each year, unless alternative dates are approved by the District Compliance Division. These reports are due within 30 days after the end of the reporting period. [District Rule 2520] Federally Enforceable Through Title V Permit

San Joaquin Valley Air Pollution Control District

PERMIT UNIT: S-73-2-24

EXPIRATION DATE: 08/31/2009

SECTION: 07 TOWNSHIP: 29S RANGE: 28E

EQUIPMENT DESCRIPTION:

COGENERATION SYSTEM WITH GENERAL ELECTRIC LM6000 GAS TURBINE ENGINE (GTE) WITH STEAM INJECTION, DUCT BURNER, OXIDATION CATALYST, WASTE HEAT RECOVERY SYSTEM, EMERGENCY BYPASS STACK, AND SELECTIVE CATALYTIC REDUCTION (SCR) SYSTEM

PERMIT UNIT REQUIREMENTS

- When the duct burner is not operated, the fuel line to the duct burner shall be physically disconnected. [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- When duct burner is dormant, monitoring, source testing and other operational requirements shall be waived for the duct burner. Upon recommencing operation of the duct burner, permittee shall adhere to all monitoring, source testing and operational requirements as set forth on this permit. [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- A source test to demonstrate compliance with the NOx and CO emission limits for the gas turbine engine and duct burner shall be performed within 60 days of recommencing operation of the duct burner. [District Rule 4703] Federally Enforceable Through Title V Permit
- Permittee shall notify the District at least seven (7) calendar days prior to recommencing operation of the duct burner. [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102] Federally Enforceable Through Title V Permit
- Waste heat recovery system shall include: heat transfer fluid (HTF) system; high pressure steam generator with economizer, evaporator, superheater, and Coen Low-NOx auxiliary duct burner upstream of heat recovery steam generator; oxidation catalyst bed; low pressure steam generator system with economizer and evaporator, and feedwater heater supplying high pressure steam generator; main exhaust stack downstream of waste heat recover unit; and emergency bypass exhaust stack positioned before waste heat recovery unit. [District NSR Rule and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- Gas turbine engine and duct burner shall be equipped with operational recording fuel flowmeters. [District NSR Rule; District Rule 2080; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- Selective catalytic reduction system shall be equipped with continuously recording ammonia injection flowmeter and 8. continuously recording inlet temperature indicator. [District Rule 2201] Federally Enforceable Through Title V Permit
- Steam injection system shall be equipped with continuously recording flowmeter. [District NSR Rule; District Rule 2080; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 10. Electrical generator shall be equipped with recording power output meter. [District NSR Rule and District Rule 2080] Federally Enforceable Through Title V Permit
- 11. GTE shall be equipped with NOx monitor upstream of SCR unit and NOx and CO CEM after SCR unit. [District Rule 10801

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE These terms and conditions are part of the Facility-wide Permit to Operate.

Facility Name: OILDALE ENERGY LLC

Location: 1134 MANOR ST & NORRIS RD, OILDALE, CA 93308 5-73-2-24: Nov 12 2010 8:14AM - DAHLSTRA

- 12. Heat transfer fluid (HTF) shall not contain any volatile organic compounds as defined in District Rule 1020 (amended December 18, 1997). [District NSR Rule] Federally Enforceable Through Title V Permit
- 13. There shall be no visible emissions from coalescer exhaust stack. [District NSR Rule] Federally Enforceable Through Title V Permit
- 14. Gas turbine engine and duct burner shall be fired only on PUC quality natural gas. [District NSR Rule; 40 CFR 60.333(a) & (b); 60.332(a); Kern County Rule 407; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 15. Gas turbine engine may operate concurrently with heaters listed in any single permit S-44-1, -2, -3, -4, or -6 provided the cumulative concurrent operation of gas turbine engine with any heaters listed in any of permit units S-44-1, -2, -3, -4, and -6 does not exceed 360 hours per year. [District NSR Rule] Federally Enforceable Through Title V Permit
- 16. Gas turbine engine may operate when boiler S-44-13 is operating, provided boiler S-44-13 is operating only at low fire. [District Rule 2201] Federally Enforceable Through Title V Permit
- 17. The gas turbine engine and duct burner shall only operate as a cogeneration facility. [District Rule 2080] Federally Enforceable Through Title V Permit
- 18. Heat recovered in HTF system shall be used only at facility S-44. [District Rule 2080] Federally Enforceable Through Title V Permit
- 19. Reduced Load Period shall be defined as the time during which a gas turbine is operated at less than rated capacity. Startup and shutdown shall not exceed a time period of two hours and two hours, respectively, per occurrence. [District Rules 2080 and 4703, 3.19 & 3.25] Federally Enforceable Through Title V Permit
- 20. Steam injection and SCR systems for NOx control shall be utilized at all times, except during startup/shutdown, to achieve compliance with NOx mass emission and concentration limits. [District NSR Rule] Federally Enforceable Through Title V Permit
- 21. Ammonia shall be injected whenever the selective catalytic reduction system catalyst temperature exceeds the minimum ammonia injection temperature recommended by the manufacturer. [District NSR Rule] Federally Enforceable Through Title V Permit
- 22. Compliance with ammonia slip limit shall be demonstrated by using the following calculation procedure: ammonia slip ppmv @ $15\% \text{ O2} = ((a-(bxc/1,000,000)) \times 1,000,000 / b) \times d$, where a = ammonia injection rate(lb/hr)/17(lb/lb, mol), b = dry exhaust gas flow rate (lb/hr)/(29(lb/lb. mol), c = change in measured NOx concentration ppmv at 15% O2 across catalyst, and d = correction factor. The correction factor shall be derived annually during compliance testing by comparing the measured and calculated ammonia slip. [District Rule 4102]
- 23. Ammonia emission rate shall not exceed 10 ppmvd @ 15% O2 on a twenty four hour rolling average. [District Rule 4102]
- 24. The emissions control system shall be in operation and emissions shall be minimized insofar as technologically feasible during startup, shutdown or reduced load period. [District Rule 4703, 5.3.2] Federally Enforceable Through Title V Permit
- 25. Emission rate from GTE and duct burner shall not exceed PM10: 142.0 lb/day, SOx (as SO2): 12.8 lb/day, NOx (as NO2): 930.4 lb/day nor 175,581 lb/yr, VOC: 115.7 lb/day, and CO: 446.6 lb/day. [District NSR Rule] Federally Enforceable Through Title V Permit
- 26. Except during periods of startup/shutdown, GTE and duct burner emission rates (three-hour rolling average) shall not exceed PM10: 5.92 lb/hr, SOx as SO2: 0.54 lb/hr, NOx as NO2: 6.07 lb/hr, VOC: 4.82 lb/hr, and CO: 18.61 lb/hr. [District NSR Rule] Federally Enforceable Through Title V Permit
- 27. Except during startup, shutdown, and reduced load periods as defined in Rule 4703, emissions shall not exceed: NOx (as NO2): 3 ppmv, and CO: 18.3 ppmv, dry @ 15% O2, (three-hour rolling average). [District NSR Rule, District Rule 4703, 5.2, and 40 CFR 60.332(a)(1)] Federally Enforceable Through Title V Permit

Location: 1134 MANOR ST & NORRIS RD, OILDALE, CA 93308 S-73-2-24: Nov 12 2010 8:14AM - DAHLSTRA

- 28. On days of GTE startup/shutdown, permittee shall demonstrate compliance with NOx and CO daily emission limitations by records of calculations using CEM data, fuel rate data, and daily hours of operation. [District NSR Rule] Federally Enforceable Through Title V Permit
- 29. HHV and LHV of the fuel shall be determined using ASTM D3588, ASTM 1826, or ASTM 1945. [District Rule 4703, 6.4.5] Federally Enforceable Through Title V Permit
- 30. Operator shall not discharge into the atmosphere combustion contaminants (PM) exceeding in concentration at the point of discharge, 0.1 gr/dscf. [District Rule 4201] Federally Enforceable Through Title V Permit
- 31. NOx, ammonia, and CO emissions shall be determined by District-witnessed sample collection by independent testing laboratory not less than once every 12 months and at such other times as may be specified by EPA. [District NSR Rule and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 32. The District must be notified 30 days prior to any compliance source testing and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081, 7.1] Federally Enforceable Through Title V Permit
- 33. At least 30 days prior to actual testing, operator shall submit to EPA Region IX a written test plan detailing methods and procedures to be used and a written quality assurance project plan that conforms to EPA guidelines for developing project plans, QAMS 0505/80. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 34. Compliance source testing shall be conducted at fuel use rates and load conditions which represent maximum rated output (depending on ambient conditions) of the gas turbine engine. [District NSR Rule and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 35. Operator shall perform source testing for the NOx, CO, and O2 concentrations using following methods: EPA Method 7E or 20 for NOx; EPA Method 10 or 10B for CO; and EPA Method 3, 3A, or 20 for O2; or equivalent methods may be used with prior written approval from EPA. Ammonia testing methods will be those approved by either the District or CARB. [40 CFR 60.335(a)(b)(e) and District Rule 4703, 6.4] Federally Enforceable Through Title V Permit
- 36. The operator shall provide source test information on the SCR system annually. [District Rule 4703, 5.0] Federally Enforceable Through Title V Permit
- 37. Compliance source testing shall be conducted on the gas turbine operating alone, and on both the gas turbine and duct burner operating together. These tests shall be conducted at the outlet stack of the heat recovery unit. [40 CFR] 60.335(b); District Rule 4703, 6.3.3; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 38. The main exhaust stack shall be equipped with permanent provisions to allow collection of stack gas samples using approved EPA test methods. The facility shall comply with this and all applicable compliance testing procedures described in District Rule 1081 (amended December 17, 1992). [District Rule 4703; District Rule 1081; Kern County Rule 108.1; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 39. The results of each source test shall be submitted to the District, the ARB, and EPA, postmarked no later than 30 days following completion of the testing. [District Rule 1081 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 40. The owner or operator shall install, certify, maintain in calibration, operate and quality-assure a Continuous Emission Monitoring System (CEMS) which continuously measures and records control system operating parameters; elapsed time of operation; and exhaust gas NOx, CO, and O2 concentrations. [District NSR Rule, District Rule 1080, 4.0 & 5.1; District Rule 4703, 6.2.1; 40 CFR 60.334(a)(b) & 60.335(c); PSD ATC SJ 83-07; and 40 CFR 64] Federally Enforceable Through Title V Permit
- 41. The CEMS shall complete a minimum of one cycle of operation (sampling, analyzing, and data recording) for each successive 15-minute period or shall meet equivalent specifications established by mutual agreement of the District, the ARB and the EPA. [Kern County Rule 108; District Rule 1080, 6.5; 40 CFR 60.334(b); 40 CFR 64 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 42. The NOx and O2 CEMS shall meet the requirements in 40 CFR 60, Appendix F Procedure 1 and Part 60, Appendix B Performance Specifications 2 and 3, or shall meet equivalent specifications established by mutual agreement of the District, the ARB, and the EPA. [40 CFR 60.334(b); 40 CFR 64; District Rule 4703, 5.1; and PSD ATC SJ 83-07] 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.

Facility Name: OILDALE ENERGY LLC

- 43. The CEMS shall be linked to a data logger which is compatible with the District's Data acquisition system. Upon notice by the District that the facility's CEM system is not providing polling data, the facility may continue to operate without providing automated data for a maximum of 30 days per calendar year provided the CEM data is sent to the District by a District-approved alternative method. [Kern County Rule 108; District Rule 1080, 7.2; and 40 CFR 64] Federally Enforceable Through Title V Permit
- The owner or operator shall maintain CEMS records that contain the following: the occurrence and duration of any start-up, shutdown or malfunction, performance testing, evaluations, calibrations, checks, adjustments, maintenance, duration of any periods during which a continuous monitoring system or monitoring device is inoperative, and emission measurements. [Kern County Rule 108; District Rule 1080, 7.3; 40 CFR 60.7 (b); 40 CFR 64 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 45. The owner or operator shall submit a written report of CEM operations for each calendar quarter to the APCO. The report is due on the 30th day following the end of the calendar quarter and shall include the following: Time intervals, data and magnitude of excess NOx emissions, nature and the cause of excess (if known), corrective actions taken and preventive measures adopted; Averaging period used for data reporting corresponding to the averaging period specified in the emission test period used to determine compliance with an emission standard; Applicable time and date of each period during which the CEM was inoperative (monitor downtime), except for zero and span checks, and the nature of system repairs and adjustments; A negative declaration when no excess emissions occurred. [Kern County Rule 108; District Rule 1080, 8.0; 40 CFR 60.7 (b); 40 CFR 64 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 46. Excess emissions shall be defined as any operating hour in which 3-hour rolling average NOx concentration exceeds applicable emissions limit and a period of monitor downtime shall be any unit operating hour in which sufficient data are not obtained to validate the hour for either NOx or O2 (or both). [District NSR Rule and 40 CFR 60.334(J)(1)(iii)] Federally Enforceable Through Title V Permit
- 47. The APCO or an authorized representative shall be allowed to inspect, as determined to be necessary, the monitoring devices required by this rule to ensure that such devices are functioning properly. [District Rule 1080, 11.0] Federally Enforceable Through Title V Permit
- 48. Operator shall maintain a stationary gas turbine operating log that includes, on a daily basis, the actual local start-up and stop time, length and reason for reduced load periods, total hours of operation and quantity of fuel used. [District Rule 4703, 6.2.6] Federally Enforceable Through Title V Permit
- Testing methods contained in 40 CFR 60, Appendix A, and CEMs monitoring data may be used to determine compliance with the emission limits for NOx and CO contained within this permit. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 50. Permittee shall maintain records of gas turbine engine and duct burner fuel use, electrical power output, and gas turbine engine steam injection to fuel ratio on a mass basis. Records shall be retained for a period of at least five years and shall be made available for District inspection upon request. [District NSR Rule, District Rule 4703, 6.2.4 and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 51. Total combined natural gas usage for the gas turbine engine, the duct burner, and the HTF heater shall not exceed 4.74 billion cubic feet per year. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 52. The operator of a stationary gas turbine system shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2 and District Rule 4703, 6.2.4] Federally Enforceable Through Title V Permit
- 53. The permittee may operate the gas turbine at loads less than 100% of rated capacity provided that the turbine comply with all applicable District, State, and Federal regulations and meet all other permit conditions. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 54. The cogeneration facility shall comply with all portions of 40 CFR 60, Subpart GG, Standards of Performance for Stationary Gas Turbines. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit

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- 55. Sulfur content of the natural gas being fired shall be tested weekly using ASTM method D 1072, D 4084 or D 3246 except that if compliance with the daily SOx limit has been demonstrated for 8 consecutive weeks for a fuel source, then the testing frequency shall be quarterly. If a test shows noncompliance with the sulfur content requirement, the source must return to weekly testing until eight consecutive weeks show compliance. [District Rule 2520, 9.3.2 and 40 CFR 60.334(h)(1)] Federally Enforceable Through Title V Permit
- 56. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following outdated SIP requirement: Kern County Rule 401. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
- 57. The owner or operator shall demonstrate and maintain compliance with the Tier 2 NOx emission limit of 3.0 ppmvd @ 15% O2 (enhanced option), by the earlier of: April 30, 2008; or within 90 days following the next major overhaul that occurs after April 30, 2004. [District Rule 4703, 7.2.4] Federally Enforceable Through Title V Permit

San Joaquin Valley Air Pollution Control District

PERMIT UNIT: S-73-3-7 **EXPIRATION DATE: 08/31/2009**

SECTION: 07 TOWNSHIP: 29S RANGE: 28E

EQUIPMENT DESCRIPTION:

DORMANT 93 MMBTU/HR NATURAL GAS FIRED VERTICAL HEAT TRANSFER FLUID (HTF) HEATER WITH

CALLIDUS MODEL LE-CGS-W BURNER, FLUE GAS RECIRCULATION (FGR), AND OXYGEN

MONITOR/CONTROLLER

PERMIT UNIT REQUIREMENTS

- No modification to this unit shall be performed without an Authority to Construct for such modification(s), except for changes specified in conditions below. [District Rule 2010] Federally Enforceable Through Title V Permit
- 2. Permittee shall institute dormant emissions unit status by physically disconnecting the fuel supply line from this unit or by enacting other APCO approved method(s) to ensure that this unit is not operated. [District Rules 2201, 4305 and 4306] Federally Enforceable Through Title V Permit
- During dormant emissions unit status, monitoring, source testing and other operational requirements shall be waived. Upon recommencing operation of this unit, permittee shall adhere to all monitoring, source testing and operational requirements as set forth on this permit. [District Rules 2201, 4305 and 4306] Federally Enforceable Through Title V **Permit**
- A source test to demonstrate compliance with the indicated NOx and CO emission limits shall be performed within 60 days of recommencing operation of this unit. [District Rule 4305 and 4306] Federally Enforceable Through Title V **Permit**
- Permittee shall notify the District at least seven (7) calendar days prior to recommencing operation of this unit, at which time this permit will be administratively modified to remove all references to dormant emissions unit status. [District Rule 2201, 4305 and 4306] Federally Enforceable Through Title V Permit
- HTF heater shall be fired only on PUC quality natural gas. [District NSR Rule and PSD ATC SJ83-07] Federally Enforceable Through Title V Permit
- Emission rates shall not exceed any of the following PM10: 0.92 lb/hr, SOx (as SO2): 0.05 lb/hr, NOx (as NO2): 25 ppmvd @ 3% O2 or 0.031 lb/MMBtu, VOC: 1.00 lb/hr, and CO: 3.71 lb/hr and 400 ppmv @ 3% O2. [District NSR Rule, District Rules 4305, 4306, 5.1; and 4351] Federally Enforceable Through Title V Permit
- When the heater is fired more than 220 MSCFD (hot standby) the permittee shall measure and record exhaust gas NOx (as NO2), CO, and O2 concentration on a monthly basis. Measurement shall be performed using a District-approved portable analyzer. The portable analyzer shall be calibrated prior to each use with two point calibration method (zero and span) using protocol 1 gases. [District NSR Rule; District Rules 4305, 4306, 5.4.2; & 4351; and District Rule 2520, 9.3.21 Federally Enforceable Through Title V Permit
- If the NOx or CO concentrations, as measured by the portable analyzer, exceed the allowable emission rate, the permittee shall promptly notify the District and take corrective action. If the portable analyzer readings continue to exceed the allowable emissions rate, the permittee shall conduct an emissions test within 60 days, utilizing Districtapproved test methods. [District NSR Rule and District Rules 4305, 4306, 5.4.2; & 4351] 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.

Facility Name: OILDALE ENERGY LLC

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- 10. Source testing for NOx and CO emissions shall be conducted not less than once every 12 months. Gaseous fired units shall test not less than once every 36 months, if compliance is shown for two consecutive years. If a test shows noncompliance with NOx requirements, the source shall return to annual source testing until compliance is again shown for two consecutive years. [District Rules 4305, 6.3.1; 4306, 6.3.1; and 4351, 6.3.1; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 11. Source testing shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081, 7.2] Federally Enforceable Through Title V Permit
- 12. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081, 7.1] Federally Enforceable Through Title V Permit
- 13. NOx emissions (ppmv) shall be determined by EPA Method 7E (or ARB Method 100), CO emissions (ppmv) by EPA Method 10 (or ARB Method 100), stack gas oxygen by EPA Method 3 or 3A (or ARB Method 100), NOx emission rate (heat input basis) by EPA Method 19, stack gas velocities by EPA Method 2, and stack gas moisture content by EPA Method 4 or equivalent methods may be used with prior written approval from EPA. [District Rules 4305, 6.2; 4306, 6.2; and 4351, 6.2; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 14. When the heater is fired more than 220 MSCFD (hot standby) the permittee shall keep records of the NOx and CO concentrations corrected to 3% O2, and the O2 concentration on a monthly basis. The records shall include a description of any corrected action taken to maintain the emissions within the acceptable range. [District NSR Rule, District Rules 2520, 9.4.2, 4305, and 4306; and PSD ATC 83-07] Federally Enforceable Through Title V Permit
- 15. Source testing shall be conducted at fuel use rate and load conditions which represent maximum rated output (depending on ambient conditions) of the HTF heater. These tests shall be conducted at the HTF heater outlet stack. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 16. At least 30 days prior to actual testing, operator shall submit to EPA Region IX a written test plan detailing methods and procedures to be used and a written quality assurance project plan that conforms to EPA guidelines for developing project plans, QAMS 0505/80. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 17. The main exhaust stack shall be equipped with permanent provisions to allow collection of stack gas samples using approved EPA test methods. The facility shall comply with this and all applicable compliance testing procedures described in District Rule 1081 (amended December 17, 1992). [District Rule 1081; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 18. The owner or operator shall ensure that all required source testing conforms to the compliance testing procedures described in District Rule 1081. [District Rule 1081, 6.0] Federally Enforceable Through Title V Permit
- 19. The results of each source test shall be submitted to the District, the ARB, and EPA, postmarked no later than 30 days following completion of the testing. [District Rule 2520, 9.3.2; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 20. Particulate matter emissions shall not exceed 0.1 grain/dscf at operating conditions, nor 0.1 grain/dscf calculated to 12% CO2, nor 10 lb/hr. [District Rules 4201, and 4301, 5.1 & 5.2.3] Federally Enforceable Through Title V Permit
- 21. Fuel hhv 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, 6.2.1.2, 4306; and 4351, 6.2.1.2] Federally Enforceable Through Title V Permit
- 22. Records of fuel heating value and daily consumption shall be maintained for at least five years and shall be made available for District inspection upon request. [District Rule 2520, 9.3.2, 9.4.2; and PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 23. Total combined natural gas usage for the gas turbine engine, the duct burner, and the HTF heater shall not exceed 4.74 billion cubic feet per year. [PSD ATC SJ 83-07] Federally Enforceable Through Title V Permit
- 24. The owner or operator shall maintain all records for at least five years and conform to the recordkeeping requirements described in District Rule 2520. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit

- 25. Sulfur content of the natural gas being fired shall be tested weekly using ASTM method D 1072, D 4084, or D 3246 except that if compliance with the hourly SOx limit has been demonstrated for 8 consecutive weeks for a fuel source, then the testing frequency shall be quarterly. If a test shows noncompliance with the sulfur content requirement, the source must return to weekly testing until eight consecutive weeks show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
- 26. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following subsumed requirement: Kern County Rules 401. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
- 27. 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. 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 4306. [District Rules 4305 and 4306, 5.5.2] 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 and 4306, 5.5.4] Federally Enforceable Through Title V Permit
- 29. 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 and 4306, 5.5.5] Federally Enforceable Through Title V Permit

ATTACHMENT C

Detailed Facility List

SJVUAPCD SOUTHERN

OILDALE ENERGY LLC

Detailed Facility Report For Facility=73

S 73

FAC#

Sorted by Facility Name and Permit Number

TYPE:

TitleV

EXPIRE ON:

11/29/10 2:39 pm

08/31/2009

1134 MANOR ST & NORRIS RD OILDALE, CA 93308			STATUS: A TELEPHONE:		A	TOXIC ID: 50185 AREA: INSP. DATE:	
PERMIT NUMBER	FEE DESCRIPTION	FEE RULE	QTY	FEE AMOUNT	FEE TOTAL	PERMIT STATUS	EQUIPMENT DESCRIPTION
S-73-1-6	93,000,000 BTU/HR	3020-02 H	1	1,030.00	1,030.00	D	93 MMBTU/HR VERTICAL HEAT TRANSFER FLUID (HTF) HEATER INCLUDING JOHN ZINK MODEL AVR-DZX-26-SFGO THREE-STAGE STAGED COMBUSTION LOW NOX BURNER, AUTOMATIC FUEL SHUTOFFS FOR FLAMEOUT, AND STACK O2 MONITORING SYSTEM
S-73-2-24	40,000 kW	3020-08A G	1	10,215.00	10,215.00	A	COGENERATION SYSTEM WITH GENERAL ELECTRIC LM6000 GAS TURBINE ENGINE (GTE) WITH STEAM INJECTION, DUCT BURNER, OXIDATION CATALYST, WASTE HEAT RECOVERY SYSTEM, EMERGENCY BYPASS STACK, AND SELECTIVE CATALYTIC REDUCTION (SCR) SYSTEM
S-73-3-7	93,000 KBTU/HR HEATER	3020-02 H	1	1,030.00	1,030.00	A	DORMANT 93 MMBTU/HR NATURAL GAS FIRED VERTICAL HEAT TRANSFER FLUID (HTF) HEATER WITH CALLIDUS MODEL LE-CGS-W BURNER, FLUE GAS RECIRCULATION (FGR), AND OXYGEN MONITOR/CONTROLLER

Number of Facilities Reported: 1