



JUL 08 2013

Jeremy Damas City of Ceres 2220 Hackett Road Ceres, CA 95307

Re: Notice of Preliminary Decision - Authority to Construct

Facility Number: N-4967 **Project Number: N-1132210** 

Dear Mr. Damas:

Enclosed for your review and comment is the District's analysis of City of Ceres's application for an Authority to Construct for the installation of a 904 bhp diesel-fired emergency engine powering an electrical generator, at 4209 Blaker Road, Ceres, CA.

The notice of preliminary decision for this project will be published approximately three days from the date of this letter. After addressing all comments made during the 30day public notice period, the District intends to issue the Authority to Construct. Please submit your written comments on this project within the 30-day public comment period, as specified in the enclosed public notice.

Thank you for your cooperation in this matter. If you have any questions regarding this matter, please contact Mr. Fred Cruz of Permit Sérvices at (209) 557-6456.

Sincerely,

David Warner

**Director of Permit Services** 

DW:fjc

Enclosures

CC: Mike Tollstrup, CARB (w/ enclosure) via email

Seved Sadredin

Executive Director/Air Pollution Control Officer

# NOTICE OF PRELIMINARY DECISION FOR THE PROPOSED ISSUANCE OF AN AUTHORITY TO CONSTRUCT

NOTICE IS HEREBY GIVEN that the San Joaquin Valley Unified Air Pollution Control District solicits public comment on the proposed issuance of Authority to Construct to City of Ceres for the installation of a 904 bhp diesel-fired emergency engine powering an electrical generator, at 4209 Blaker Road, Ceres, CA.

The analysis of the regulatory basis for this proposed action, Project #N-1132210, is available for public inspection at http://www.valleyair.org/notices/public\_notices\_idx.htm and at any District office. For additional information, please contact the District at (209) 557-6400. Written comments on this project must be submitted by August 12, 2013 to DAVID WARNER, DIRECTOR OF PERMIT SERVICES, SAN JOAQUIN VALLEY UNIFIED AIR POLLUTION CONTROL DISTRICT, 4800 ENTERPRISE WAY, MODESTO, CA 95356.

# San Joaquin Valley Air Pollution Control District Authority to Construct Application Review Diesel-Fired Emergency Standby IC Engine

Facility Name: City of Ceres Date: June 26, 2013

2220 Hackett Road Engineer: Fred Cruz

Mailing Address: Ceres, CA 95307 Lead Engineer: Nick Peirce

Contact Person: Jeremy Damas
Telephone: (209) 538-5717

Email: Jeremy.damas@ci.ceres.ca

Email. Selemy.damas@ci.celes.d

Application No: N-4967-2-0
Project No: N-1132210
Complete: June 21, 2013

#### I. PROPOSAL:

The City of Ceres submitted an Authority to Construct application to install a 904 bhp diesel-fired emergency standby internal combustion (IC) engine powering an electrical generator at a municipal drinking water pump station.

#### II. APPLICABLE RULES:

| Rule 2201 | New and Modified Stationary Source Review Rule (4/21/2011) |
|-----------|--|
|-----------|--|

Rule 2410 Prevention of Significant Deterioration (6/16/2011)

Rule 2520 Federally Mandated Operating Permits (6/21/2001)

Rule 4001 New Source Performance Standards (4/14/1999)

Rule 4002 National Emission Standards for Hazardous Air Pollutants (5/20/2004)

Rule 4101 Visible Emissions (2/17/2005)

Rule 4102 Nuisance (12/17/1992)

Rule 4201 Particulate Matter Concentration (12/17/1992)

Rule 4701 Stationary Internal Combustion Engines – Phase 1 (8/21/2003)

Rule 4702 Stationary Internal Combustion Engines – Phase 2 (8/18/2011)

Rule 4801 Sulfur Compounds (12/17/1992)

CH&SC 41700 Health Risk Assessment

CH&SC 42301.6 School Notice

Title 17 CCR, Section 93115 - Airborne Toxic Control Measure (ATCM) for Stationary Compression-Ignition (CI) Engines

California Environmental Quality Act (CEQA)

Public Resources Code 21000-21177: California Environmental Quality Act (CEQA)

California Code of Regulations, Title 14, Division 6, Chapter 3, Sections 15000-15387: CEQA Guidelines

#### **III. PROJECT LOCATION:**

The facility is located at 4209 Blaker Road (booster pump station), Ceres, CA.

The District has verified that the equipment is not located within 1,000 feet of the outer boundary of a K-12 school. Therefore, the public notification requirement of California Health and Safety Code 42301.6 is not applicable to this project. See area site map.

#### IV. PROCESS DESCRIPTION:

The emergency standby engine powers an electrical generator. Other than emergency standby operation, the engine may be operated up to 50 hours per year for maintenance and testing purposes.

#### V. EQUIPMENT LISTING:

N-4967-2-0: 904 BHP VOLVO MODEL TWD1643GE DIESEL FIRED EMERGENCY ENGINE (TIER 2 CERTIFIED) POWERING AN ELECTRICAL GENERATOR.

#### VI. EMISSION CONTROL TECHNOLOGY EVALUATION:

The applicant has proposed to install a 2013 Model Year Tier 2 certified diesel-fired IC engine that is fired on very low-sulfur diesel fuel (0.0015% by weight sulfur maximum).

#### NOx, CO, VOC and PM10:

The proposed engine does not meet the latest published Tier Certification requirements. However, compliance with both BACT and CARB's stationary ATCM requirements will be met as described below (see Appendix B for a copy of the emissions data sheet and/or the ARB/EPA executive order).

Although Tier 4i requirements for this category of engine went into effect in 2011, CARB regulations and District policy allows for the availability of Tier 4i units to be accounted for. CARB's Stationary ATCM exemption §93115.3(u) states, "If the Executive Officer or District finds, based on verifiable information from the engine manufacturer, distributor or dealer, that current model year engines meeting the current emission standards are not available or not available in sufficient numbers or in a sufficient range of makes, models and horsepower ratings, then the Executive Officer or the District may allow the sale, purchase or installation of a new stock engine meeting the emission standards from the previous model year to meet the new stationary diesel-fueled engine emission standards pursuant to title 13 of the California Code of Regulations or 40 CFR part 89." The District has thoroughly investigated, with each of the common engine manufacturers, the availability of Tier 4i units in this size range and has found them to be currently unavailable. Since Tier 4i units are not available, as described above, the installation of a Tier 2 unit is acceptable, as Tier 2 is the prior published Tier in this engine's size range.

#### SOx:

The use of very low-sulfur diesel fuel (0.0015% by weight sulfur maximum) reduces  $SO_X$  emissions by over 99% from standard diesel fuel.

#### **VII. GENERAL CALCULATIONS:**

#### A. Assumptions

Emergency operating schedule: 24 hours/day Non-emergency operating schedule: 50 hours/year Density of diesel fuel: 7.1 lb/gal

EPA F-factor (adjusted to 60 °F): 9,051 dscf/MMBtu
Fuel heating value: 137,000 Btu/gal
BHP to Btu/hr conversion: 2,542.5 Btu/bhp-hr
Thermal efficiency of engine: commonly ≈ 35%

Fuel rate: 40.8 gal/hr (engine data sheet)

#### B. Emission Factors

The engine manufacturer supplied the emissions factor for NO<sub>X</sub>, CO, PM10 and VOC emissions for this engine.

| Pollutant | Emission Factor<br>(g/bhp-hr) | Source              |
|-----------|-------------------------------|---------------------|
| NOx       | 3.83                          | Engine manufacturer |
| CO        | 0.54                          | Engine manufacturer |
| VOC       | 0.05                          | Engine manufacturer |
| PM10      | 0.04                          | Engine manufacturer |
| SOx       | 0.005                         | Calculated below    |

The emission factor for SO<sub>x</sub> may be calculated based on the current CARB standard for diesel sulfur content, which is 15 ppm by weight.

$$\frac{0.000015 \ lb - S}{lb - fuel} \times \frac{7.1 \ lb - fuel}{gallon} \times \frac{2 \ lb - SO_2}{1 \ lb - S} \times \frac{1 \ gal}{137,000 \ Biu} \times \frac{1 \ bhp \ input}{0.35 \ bhp \ oul} \times \frac{2,542.5 \ Biu}{bhp - hr} \times \frac{453.6 \ g}{lb} = 0.005 \qquad \frac{g - SO_x}{bhp - hr}$$

#### C. Calculations

#### 1. Pre-Project Emissions (PE1)

This is a new emissions unit and PE1 will equal zero for all pollutants.

#### 2. Post-Project PE (PE2)

The potential to ernit emissions from this emergency IC engine is based on the maximum operating capacity of the engine for 24 hours per day. The following calculation for  $NO_x$  emissions is representative of emission calculations for all

pollutants. Annual emissions are based on 50 hours per year for non-emergency operation.

 $NO_x$ : 3.83 g/hp-hr × 904 hp × lb/453.6 g

NO<sub>x</sub>: 7.63 lb/hr, 183.2 lb/day, 382 lb/yr
CO: 1.08 lb/hr, 25.8 lb/day, 54 lb/yr
VOC: 0.10 lb/hr, 2.4 lb/day, 5 lb/yr
PM<sub>10</sub>: 0.08 lb/hr, 1.9 lb/day, 4 lb/yr
SO<sub>x</sub>: 0.01 lb/hr, 0.2 lb/day, 0.5 lb/yr <sup>1</sup>

|           | NO <sub>x</sub> | СО   | VOC | PM <sub>10</sub> | SO <sub>x</sub> |
|-----------|-----------------|------|-----|------------------|-----------------|
| Daily PE  | 183.2           | 25.8 | 2.4 | 1.9              | 0.2             |
| Annual PE | 382             | 54   | 5   | 4                | 0               |

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

Pursuant to Section 4.9 of District Rule 2201, the Pre-Project Stationary Source Potential to Emit (SSPE1) is the Potential to Emit (PE) from all units with valid ATCs or PTOs at the Stationary Source and the quantity of Emission Reduction Credits (ERCs) which have been banked since September 19, 1991 for Actual Emissions Reductions that have occurred at the source, and which have not been used on-site. SSPE1 emission calculations are from project N-1030843.

| Pre-Project Stationary Source Potential to Emit (SSPE1)<br>(lb/year) |        |         |        |                  |         |
|--|--------|---------|--------|------------------|---------|
| Permit No.   | NOx    | СО      | VOC    | PM <sub>10</sub> | SOx     |
| N-4967-1-0   | 1,460  | 2,847   | 803    | 22               | 2       |
| Total  | 1,460  | 2,847   | 803    | 22               | 2       |
| Major Source<br>Threshold  | 20,000 | 200,000 | 20,000 | 140,000          | 140,000 |
| Existing Major<br>Source?  | No     | No      | No     | No               | No      |

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

Pursuant to Section 4.10 of District Rule 2201, the Post Project Stationary Source Potential to Emit (SSPE2) is the Potential to Emit (PE) from all units with valid ATCs or PTOs, except for emissions units proposed to be shut down as part of the Stationary Project, at the Stationary Source and the quantity of Emission Reduction Credits (ERCs) which have been banked since September 19, 1991 for Actual Emissions Reductions that have occurred at the source, and which have not been used on-site.

Per District Policy APR 1105, Use of Significant Figures, annual emissions less than 0.5 lb are set to zero.

| Post Project Stationary Source Potential to Emit (SSPE2)<br>(lb/year) |        |         |        |                  |         |
|---|--------|---------|--------|------------------|---------|
| Permit No.  | NOx    | CO      | VOC    | PM <sub>10</sub> | SOx     |
| N-4967-1-0  | 1,460  | 2,847   | 803    | 22               | 2       |
| N-4967-2-0  | 382    | 54      | 5      | 4                | 0       |
| Total   | 1,842  | 2,901   | 808    | 26               | 2       |
| Major Source<br>Threshold   | 20,000 | 200,000 | 20,000 | 140,000          | 140,000 |
| Existing Major Source?  | No     | No      | No     | No               | No      |

#### 5. Major Source Determination

Pursuant to District Rule 2201, a Major Source is a stationary source with a SSPE2 equal to or exceeding one or more of the following threshold values. For the purposes of determining major source status the following are not included:

- any ERCs associated with the stationary source
- Emissions from non-road IC engines (i.e. IC engines at a particular site at the facility for less than 12 months)
- Fugitive emissions, except for the specific source categories specified in 40 CFR 51.165

| Rule 2201 Major Source Determination (lb/year)          |        |         |         |         |        |
|---|--------|---------|---------|---------|--------|
| NO <sub>X</sub> SO <sub>X</sub> PM <sub>10</sub> CO VOC |        |         |         |         |        |
| Facility emissions pre-project                          | 1,460  | 2       | 22      | 2,847   | 803    |
| Facility emissions – post project                       | 1,842  | 2       | 26      | 2,901   | 808    |
| Major Source Threshold                                  | 20,000 | 140,000 | 140,000 | 200,000 | 20,000 |
| Major Source?   | No     | No      | No      | No      | No     |

The facility is not an existing Major Source and is not becoming a Major Source as a result of this project.

#### Rule 2410 Major Source Determination:

The facility or the equipment evaluated under this project is not listed as one of the categories specified in 40 CFR 52.21 (b)(1)(i). Therefore the following PSD Major Source thresholds are applicable.

| PSD Major Source Determination (tons/year)                                    |      |      |       |      |                    |      |         |
|---|------|------|-------|------|--------------------|------|---------|
| NO <sub>2</sub> VOC SO <sub>2</sub> CO PM PM <sub>10</sub> CO <sub>2e</sub> * |      |      |       |      | CO <sub>2e</sub> * |      |         |
| Estimated Facility PE before<br>Project Increase                              | 0.73 | 0.40 | 0.001 | 1.42 | 0.01               | 0.01 | 18.4    |
| PSD Major Source<br>Thresholds  | 250  | 250  | 250   | 250  | 250                | 250  | 100,000 |
| PSD Major Source ? (Y/N)  | N    | N    | N     | N    | N                  | N    | N       |

<sup>\* 365</sup> bhp LPG-fired emergency engine - GHG emissions equal: (365 bhp x 2,542.5 Btu/bhp-hr)

÷ 35% Thermal efficiency = 2,651,464 Btus/hr (2,651,464 Btus/hr x 100 hr/yr) ÷ 1,000,000 Btus/MMBtus = 265.1 MMBtus/yr 265.1 MMBtus/yr x 0.0631 000metric tons- $CO_{2e}$ /MMBtus = 16.7 metric tons  $CO_{2e}$  (16.7 metric tons  $CO_{2e}$  x 2,205 lbs/metric ton) ÷ 2,000 lbs/ton = 18.4 tons  $CO_{2e}$ 

As shown above, the facility is not an existing major source for PSD for any pollutant. Therefore the facility is not an existing major source for PSD.

#### 6. Baseline Emissions (BE)

BE = Pre-project Potential to Emit for:

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

#### Otherwise,

BE = Historic Actual Emissions (HAE), calculated pursuant to Section 3.22 of District Rule 2201.

As shown in Section VII.C.5 above, the facility is not a Major Source for any pollutant. Therefore, Baseline Emissions (BE) are equal to the Pre-Project Potential to Emit (PE1).

#### 7. SB 288 Major Modification:

SB 288 Major Modification is defined in Rule 2201. As discussed in Section VII.C.5 above, the facility is not a Major Source for any pollutant. Therefore, the project does not constitute a SB 288 Major Modification.

#### 8. Federal Major Modification:

Federal Major Modification is defined in Rule 2201. As discussed in Section VII.C.5 above, the facility is not a Major Source for any pollutant. Therefore, the project does not constitute a Federal Major Modification.

#### 9. Quarterly Net Emissions Change (QNEC)

The QNEC is calculated solely to establish emissions that are used to complete the District's PAS emissions profile screen. Detailed QNEC calculations are included in Appendix C.

### 10. Rule 2410 – Prevention of Significant Deterioration (PSD) Applicability Determination:

Rule 2410 applies to pollutants for which the District is in attainment or for unclassified pollutants. The pollutants addressed in the PSD applicability determination are listed as follows:

- NO2 (as a primary pollutant)
- SO2 (as a primary pollutant)
- CO
- PM
- PM10
- Greenhouse gases (GHG): CO2, N2O, CH4, HFCs, PFCs, and SF6

The first step of this PSD applicability evaluation consists of determining whether the facility is an existing PSD Major Source. This facility is not an existing PSD Major source (See Section VII.C.5 of this document).

Since the facility is NOT an existing PSD Major Source, the second step of the PSD evaluation is to determine if the project, by itself, would be a PSD major source.

## <u>Potential to Emit for New or Modified Emission Units vs PSD Major Source Thresholds:</u>

As a screening tool, the project potential to emit from all new and modified units is compared to the PSD major source threshold and if the total project potential to emit from all new and modified units is below this threshold, no futher analysis will be needed.

The facility or the equipment evaluated under this project is not listed as one of the categories specified in 40 CFR 52.21 (b)(1)(i). Therefore the following PSD Major Source thresholds are applicable.

| PSD Major Source Determination: Potential to Emit (tons/year)                            |      |       |     |      |                               |       |         |
|--|------|-------|-----|------|-------------------------------|-------|---------|
| NO <sub>2</sub> VOC SO <sub>2</sub> CO PM PM <sub>10</sub> CO <sub>2e</sub> <sup>2</sup> |      |       |     |      | CO <sub>2e</sub> <sup>2</sup> |       |         |
| Total PE from New and Modified Units   | 0.19 | 0.003 | 0   | 0.03 | 0.002                         | 0.002 | 9.32    |
| PSD Major Source<br>threshold  | 250  | 250   | 250 | 250  | 250                           | 250   | 100,000 |
| New PSD Major<br>Source?   | N    | N     | N   | N    | N                             | N     | N       |

As shown in the table above, the project potential to emit, by itself, does not exceed any of the PSD major source thresholds. Therefore, Rule 2410 is not applicable and no further discussion is required

#### VIII. COMPLIANCE

#### Rule 2201 New and Modified Stationary Source Review Rule

#### A. <u>Best Available Control Technology (BACT)</u>

#### 1. BACT Applicability

BACT requirements are triggered on a pollutant-by-pollutant basis and on an emissions unit-by-emissions unit basis for the following\*:

- a) Any new emissions unit with a potential to emit exceeding two pounds per day,
- b) The relocation from one Stationary Source to another of an existing emissions unit with a potential to emit exceeding two pounds per day,
- c) Modifications to an existing emissions unit with a valid Permit to Operate resulting in an AIPE exceeding two pounds per day, and/or
- d) Any new or modified emissions unit, in a stationary source project, which results in a Major Modification.
  - \*Except for CO emissions from a new or modified emissions unit at a Stationary Source with an SSPE2 of less than 200,000 pounds per year of CO.

#### a. New emissions units – PE > 2.0 lb/day

Since this engine is a new emissions unit, the daily emissions are compared to the BACT thresholds in the following table. The daily emissions for this emergency engine are as follows:

GHG emissions equal: 50 hr/yr x 904 bhp-hr x 0.000187 metric tons- $CO_{2e}$ /bhp-hr = 8.45 metric tons  $CO_{2e}$  8.45 metric tons-  $CO_{2e}$  x 2,205 lbs/metric ton = 18,632 lb-  $CO_{2e}$  18,632 lb-  $CO_{2e}$  ÷ 2,000 lb/ton = 9.32 tons-  $CO_{2e}$ 

| New Emissions Unit BACT Applicability |  |                                    |                  |                    |
|---------------------------------------|--|------------------------------------|------------------|--------------------|
| Pollutant                             | Daily Emissions<br>for unit -2-0<br>(lb/day) | BACT Threshold<br>(lb/day)         | SSPE2<br>(lb/yr) | BACT<br>Triggered? |
| NO <sub>X</sub>                       | 183.2  | > 2.0                              | N/A              | Yes                |
| SO <sub>x</sub>                       | 0.2  | > 2.0                              | N/A              | No                 |
| PM <sub>10</sub>                      | 1.9  | > 2.0                              | N/A              | No                 |
| со                                    | 25.8   | > 2.0 and<br>SSPE2 ≥ 200,000 lb/yr | 2,901            | No                 |
| VOC                                   | 2.4  | > 2.0                              | N/A              | Yes                |

BACT is triggered for NO<sub>X</sub> and VOC emissions.

#### 2. BACT Guideline

BACT Guideline 3.1.1, which appears in Appendix D of this report, covers diesel-fired emergency IC engines.

#### 3. Top Down BACT Analysis

Per District Policy APR 1305, Section IX, "A top-down BACT analysis shall be performed as a part of the Application Review for each application subject to the BACT requirements pursuant to the District's NSR Rule for source categories or classes covered in the BACT Clearinghouse, relevant information under each of the following steps may be simply cited from the Clearinghouse without further analysis." Pursuant to the attached Top-Down BACT Analysis, which appears in Appendix D of this report, BACT is satisfied with:

NO<sub>X</sub>, VOC: Tier 2 engine

#### B. Offsets

Per Section 4.6.2 of Rule 2201, emergency IC engines are exempt from offset requirements. Therefore, offset calculations are not required.

#### C. Public Notification

#### 1. Applicability

Public noticing is required for:

a. Any new Major Source, which is a new facility that is also a Major Source.

This is a new facility and does not become a Major Source as a result of this project and Public Notice is not required.

#### b. Major Modifications

As previously demonstrated, this project is not a Major Modification.

 Any new emissions unit with a Potential to Emit greater than 100 lb/day for any one pollutant

As previously demonstrated, daily emissions for NOx exceed 100 lb/day and Public Notice is required.

d. Any project which results in the offset thresholds being surpassed

As previously calculated, there are no offset thresholds that are surpassed.

e. Any project with a Stationary Source project Increase in Potential (SSIPE) Emissions greater than 20,000 lb/year for any pollutant.

For this project, the proposed engine is the only emissions source that will generate an increase in Potential to Emit. Since the proposed emissions from this emergency engine are below 20,000 lb/year for all pollutants (See Section VII.C.2), the SSIPE for this project is below the public notice threshold.

#### 2. Public Notice Action

As discussed above, public noticing is required for this project since the daily emissions of NOx emissions are greater than 100 lbs/day.

#### D. Daily Emissions Limits

Daily Emissions Limitations (DELs) and other enforceable conditions are required by Section 3.15 to restrict a unit's maximum daily emissions, to a level at or below the emissions associated with the maximum design capacity. Per Sections 3.15.1 and 3.15.2, the DEL must be contained in the latest ATC and contained in or enforced by the latest PTO and enforceable, in a practicable manner, on a daily basis. Therefore, the following conditions will be listed on the ATC to ensure compliance:

- Emissions from this IC engine shall not exceed any of the following limits: 3.83 g-NOx/bhp-hr, 0.54 g-CO/bhp-hr, or 0.05 g-VOC/bhp-hr. [District Rule 2201 and 17 CCR 93115]
- Emissions from this IC engine shall not exceed 0.04 g-PM10/bhp-hr based on USEPA certification using ISO 8178 test procedure. [District Rules 2201 and 4102 and 17 CCR 93115]
- Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801 and 17 CCR 93115]

#### E. Compliance Assurance

#### 1. Source Testing

Pursuant to District Policy APR 1705, source testing is not required for emergency standby IC engines to demonstrate compliance with Rule 2201.

#### 2. Monitoring

Additional monitoring is not required to demonstrate compliance with Rule 2201.

#### 3. Recordkeeping

Recordkeeping is required to demonstrate compliance with the offset, public notification, and daily emission limit requirements of Rule 2201. As required by District Rule 4702, *Stationary Internal Combustion Engines - Phase 2*, each C engine is subject to recordkeeping requirements. Recordkeeping requirements, in accordance with District Rule 4702, will be discussed in Section VIII, *District Rule 4702*, of this evaluation.

#### 4. Reporting

Additional reporting is not required to ensure compliance with Rule 2201.

#### F. Ambient Air Quality Analysis (AAQA)

Section 4.14.1 of Rule 2201 requires that an ambient air quality analysis (AAQA) be conducted for the purpose of determining whether a new or modified Stationary Source will cause or make worse a violation of an air quality standard. The Technical Services Division of the SJVAPCD conducted the required analysis.

As shown by the AAQA summary sheet in Appendix E, the proposed equipment will not cause or make worse a violation of an air quality standard for  $NO_X$ , CO, PM10, or  $SO_X$ .

#### Rule 2410 Prevention of Significant Deterioration

As shown above, this facility is not an existing PSD major source. Also, this project's potential emissions do not exceed any PSD major source thresholds (see VII.C.10). Therefore, Rule 2410 is not applicable to this project.

#### Rule 2520 Federally Mandated Operating Permits

Since this facility's potential to emit does not exceed any major source thresholds of Rule 2201, this facility is not a major source and Rule 2520 does not apply.

#### Rule 4001 New Source Performance Standards (NSPS)

## 40 CFR 60 Subpart IIII – Standards of Performance for Stationary Compression Ignition Internal Combustion Engines

Pursuant to § 60.4200 of Subpart IIII, this engine is subject to this federal regulation. However, the District has not been delegated authorization to enforce the requirements of this regulation. The applicant will be so notified in a permit condition.

#### Rule 4002 National Emission Standards for Hazardous Air Pollutants

## 40 CFR 63 Subpart ZZZZ – National Emission Standards for Hazardous Air Pollutants for Stationary Reciprocating Internal Combustion Emissions (RICE)

Pursuant to § 63.6585 of Subpart ZZZZ, this engine is subject to this federal regulation. However, the District has not been delegated authorization to enforce the requirements of 40 CFR 63 Subpart ZZZZ for non-Part 70 sources (Major Sources). The applicant will be so notified in a permit condition.

#### Rule 4101 Visible Emissions

Rule 4101 states that no air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. Therefore, the following condition will be listed on the ATC to ensure compliance:

• {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]

#### Rule 4102 Nuisance

Rule 4102 states that no air contaminant shall be released into the atmosphere which causes a public nuisance. Public nuisance conditions are not expected as a result of these operations provided the equipment is well maintained. Therefore, the following condition will be listed on the ATC to ensure compliance:

• {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]

#### California Health & Safety Code 41700 (Health Risk Assessment)

District Policy APR 1905 - Risk Management Policy for Permitting New and Modified Sources (dated 3/2/01) specifies that for an increase in emissions associated with a proposed new source or modification, the District perform an analysis to determine the possible impact to the nearest resident or worksite. Therefore, a risk management review (RMR) was performed for this project. The RMR results are summarized in the following table and can be seen in Appendix E.

| RMR Summary                    |                                       |                   |                    |
|--------------------------------|---------------------------------------|-------------------|--------------------|
| Categories                     | Emergency<br>Diesel ICE<br>(Unit 2-0) | Project<br>Totals | Facility<br>Totals |
| Prioritization Score           | N/A <sup>1</sup>                      | N/A <sup>1</sup>  | >1                 |
| Acute Hazard Index             | N/A <sup>2</sup>                      | N/A <sup>2</sup>  | 0.00               |
| Chronic Hazard Index           | N/A <sup>2</sup>                      | N/A <sup>2</sup>  | 0.00               |
| Maximum Individual Cancer Risk | 4.3E-07                               | 4.3E-07           | 4.3E-06            |
| T-BACT Required?               | No                                    |                   |                    |
| Special Permit Conditions?     | Yes                                   | •                 |                    |

<sup>1</sup> Prioritization for this unit was not conducted since it has been determined that all dieselfired IC engines will result in a prioritization score greater than 1.0.

The individual cancer risk associated with the operation of the proposed emergency diesel IC engine is 4.3E-07, which is less than the 1 in a million threshold. In accordance with the District's Risk Management Policy, the project is approved as proposed **without** Toxic Best Available Control Technology (T-BACT).

The following conditions will be listed on the ATC to ensure compliance with the RMR:

#### Unit # 21-0:

- 1. The PM10 emissions rate shall not exceed **0.04** g/hp-hr based on US EPA certification using ISO 8178 test procedure. [District Rules 2201 and 4102; 13 CCR 2423 and 17 CCR 93115]
- 2. {1898} The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap, roof overhang, or any other obstruction. [District Rule 4102]
- 3. The engine shall be operated only for maintenance, testing, and required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed **50** hours per year. [District Rules 2201, and 4702 and 17 CCR 93115]

#### Rule 4201 Particulate Matter Concentration

Rule 4201 limits particulate matter emissions from any single source operation to 0.1 g/dscf, which, as calculated below, is equivalent to a  $PM_{10}$  emission factor of 0.4 g- $PM_{10}$ /bhp-hr.

$$0.1 \quad \frac{grain-PM}{dscf} \times \frac{g}{15.43 grain} \times \frac{1 \ Btu_{in}}{0.35 \ Btu_{out}} \times \frac{9,051 dscf}{10^6 \ Btu} \times \frac{2,542.5 \ Btu}{1 \ bhp-hr} \times \frac{0.96 g-PM_{10}}{1 g-PM} = 0.4 \frac{g-PM_{10}}{bhp-hr}$$

The new engine has a PM<sub>10</sub> emission factor less than 0.4 g/bhp-hr. Therefore, compliance is expected and the following condition will be listed on the ATC:

<sup>2</sup> Acute and Chronic Hazard Indices were not calculated since there is no risk factor, or the risk factor is so low that the risk has been determined to be insignificant for this type of unit.

Proposed Method of Compliance with

• {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]

#### Rule 4701 Internal Combustion Engines - Phase 1

District Rule 4701 is applicable to diesel-fired emergency standby or emergency IC engines. Rule 4702 is at least as stringent as this rule in all aspects, therefore, compliance with that rule will ensure compliance with Rule 4701.

#### Rule 4702 Internal Combustion Engines – Phase 2

District Rule 4702 Requirements Emergency

The following table demonstrates how the proposed engine will comply with the requirements of District Rule 4702.

| Standby IC Engines  | District Pule 4702 Paguiroments  |
|---|--|
|   | District Rule 4702 Requirements  |
| Operation of emergency standby engines is limited to 100 hours or less per calendar year for non-emergency purposes, verified through the use of a non-resettable elapsed operating time meter.   | The Air Toxic Control Measure for Stationary Compression Ignition Engines (Stationary ATCM) limits this engine maintenance and testing to 50 hours/year. Thus, compliance is expected.   |
| Emergency standby engines cannot be used to reduce the demand for electrical power when normal electrical power line service has not failed, or to produce power for the electrical distribution system, or in conjunction with a voluntary utility demand reduction program or interruptible power contract. | <ul> <li>The following conditions will be included on the permit:</li> <li>{3807} An emergency situation is an unscheduled electrical power outage caused by sudden and reasonably unforeseen natural disasters or sudden and reasonably unforeseen events beyond the control of the permittee. [District Rules 4701 and 4702]</li> <li>{3808} This engine shall not be used to produce power for the electrical distribution system, as part of a voluntary utility demand reduction program, or for an interruptible power contract. [District Rules 4701 and 4702]</li> </ul>               |
| The owner/operator must monitor the operational characteristics of each engine as recommended by the engine manufacturer or emission control system supplier.   | <ul> <li>The following condition will be included on the permit:</li> <li>{3478} During periods of operation for maintenance, testing, and required regulatory purposes, the permittee shall monitor the operational characteristics of the engine as recommended by the manufacturer or emission control system supplier (for example: check engine fluid levels, battery, cables and connections; change engine oil and filters; replace engine coolant; and/or other operational characteristics as recommended by the manufacturer or supplier). [District Rules 4701 and 4702]</li> </ul> |

Records of the total hours of operation of the emergency standby engine, type of fuel used, purpose for operating the engine, all hours of non-emergency and emergency operation, and support documentation must be maintained. All records shall be retained for a period of at least five years, shall be readily available, and be made available to the APCO upon request.

The following conditions will be included on the permit:

- {3496} The permittee shall maintain monthly records of emergency and non-emergency operation. Records shall include the number of hours of emergency operation, the date and number of hours of all testing and maintenance operations, the purpose of the operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.) and records of operational characteristics monitoring. For units with automated testing systems, the operator may, as an alternative to keeping records of actual operation for testing purposes, maintain a readily accessible written record of the automated testing schedule. [District Rule 4702 and 17 CCR 93115]
- The permittee shall maintain monthly records of the type of fuel purchased. [District Rule 4702 and 17 CCR 93115]
- {3475} All records shall be maintained and retained on-site for a minimum of five years, and shall be made available for District inspection upon request. [District Rules 4701 and 4702 and 17 CCR 93115]

#### Rule 4801 Sulfur Compounds

Rule 4801 requires that sulfur compound emissions (as SO<sub>2</sub>) shall not exceed 0.2% by volume. Using the ideal gas equation, the sulfur compound emissions are calculated as follows:

Volume 
$$SO_2 = (n \times R \times T) \div P$$
  
 $n = moles SO_2$   
T (standard temperature) = 60 °F or 520 °R  
R (universal gas constant) =  $\frac{10.73 \, psi \cdot ft^3}{lb \cdot mol \cdot °R}$ 

$$\frac{0.000015 \, lb - S}{lb - fuel} \times \frac{7.1 \, lb}{gal} \times \frac{64 \, lb - SO_2}{32 \, lb - S} \times \frac{1 \, MMBtu}{9,051 \, scf} \times \frac{1 \, gal}{0.137 \, MMBtu} \times \frac{lb - mol}{64 \, lb - SO_2} \times \frac{10.73 \, psi - ft^3}{lb - mol - °R} \times \frac{520 \, °R}{14.7 \, psi} \times 1,000,000 = 1.0 \, ppmv$$

Since 1.0 ppmv is  $\leq$  2,000 ppmv, this engine is expected to comply with Rule 4801. Therefore, the following condition will be listed on the ATC to ensure compliance:

 Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801, and 17 CCR 93115]

#### California Health & Safety Code 42301.6 (School Notice)

The District has verified that this site is not located within 1,000 feet of a school. Therefore, pursuant to California Health and Safety Code 42301.6, a school notice is not required.

## <u>Title 17 California Code of Regulations (CCR), Section 93115 - Airborne Toxic Control Measure (ATCM) for Stationary Compression-Ignition (CI) Engines</u>

The following table demonstrates how the proposed engine will comply with the requirements of Title 17 CCR Section 93115.

| Title 17 CCR Section 93115 Requirements for<br>New Emergency IC Engines Powering Electrical<br>Generators  | Proposed Method of Compliance with Title 17 CCR Section 93115 Requirements  |
|--|---|
| Emergency engines must be fired on CARB diesel fuel, or an approved alternative diesel fuel.   | The applicant has proposed the use of CARB certified diesel fuel. The proposed permit condition, requiring the use of CARB certified diesel fuel, was included earlier in this evaluation.  |
| Engines must emit diesel PM at a rate less than or equal to 0.15 g/bhp-hr or must meet the diesel PM standard, as specified in the off-road compression ignition standards for off-road engines with the same maximum rated power (17 CCR 93115)   | The applicant has proposed the use of an engine that is certified to the applicable EPA Tier Certification level for the applicable horsepower range, guaranteeing compliance with the emission standards of Subpart IIII. Additionally, the proposed diesel PM emissions rate is less than or equal to 0.15 g/bhp-hr.  |
| The engine may not be operated more than 50 hours per year for maintenance and testing purposes.   | <ul> <li>The following condition will be included on the permit:</li> <li>This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 50 hours per calendar year. [District Rule 4702 &amp; 17 CCR 93115]</li> </ul> |
| Engines, with a PM10 emissions rate greater than 0.01 g/bhp-hr and located at schools, may not be operated for maintenance and testing whenever there is a school sponsored activity on the grounds. Additionally, engines located within 500 feet of school grounds may not be operated for maintenance and testing between 7:30 AM and 3:30 PM | The District has verified that this engine is not located within 500' of a school.  |
| An owner or operator shall maintain monthly records of the following: emergency use hours of operation; maintenance and testing hours of operation; hours of operation for emission testing;   | Permit conditions enforcing these requirements were shown earlier in the evaluation.  |

| initial start-up testing hours; hours of operation for |  |
|--|--|
| all other uses; and the type of fuel used. All         |  |
| records shall be retained for a minimum of 36          |  |
| months.  |  |

#### California Environmental Quality Act (CEQA)

The California Environmental Quality Act (CEQA) requires each public agency to adopt objectives, criteria, and specific procedures consistent with CEQA Statutes and the CEQA Guidelines for administering its responsibilities under CEQA, including the orderly evaluation of projects and preparation of environmental documents. The San Joaquin Valley Unified Air Pollution Control District (District) adopted its *Environmental Review Guidelines* (ERG) in 2001.

The basic purposes of CEQA are to:

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

Consistent with California Environmental Quality Act (CEQA) and CEQA Guidelines requirements, the San Joaquin Valley Air Pollution Control District (District) has adopted procedures and guidelines for implementing CEQA. The District's Environmental Review Guidelines (ERG) establishes procedures for avoiding unnecessary delay during the District's permitting process while ensuring that significant environmental impacts are thoroughly and consistently addressed. The ERG includes policies and procedures to be followed when processing permits for projects that are exempt under CEQA.

The State Legislature granted a number of exemptions from CEQA, including projects that require only ministerial approval. Based upon analysis of its own laws and consideration of CEQA provisions, the District has identified a limited number of District permitting activities considered to be ministerial approvals. As set forth in §4.2.1 of the ERG, projects permitted consistent with the District's *Guidelines for Expedited Application Review* (GEAR) are standard application reviews in which little or no discretion is used in issuing Authority to Construct (ATC) documents. For the proposed project, the District performed an Engineering Evaluation (this document) and determined that the project qualifies for processing under the procedures set forth in the District's Permit Services Procedures Manual in the Guidelines for Expedited Application Review (GEAR). Thus, as discussed above, this issuance of such ATC(s) is a ministerial approval for the District and is not subject to CEQA provisions.

On December 17, 2009, the District's Governing Board adopted the first comprehensive regional policy and guidance on addressing and mitigating GHG emission impacts caused by industrial, commercial, and residential development in the San Joaquin Valley. The adopted District policy – *Addressing GHG Emission Impacts for Stationary Source Projects under CEQA When Serving as the Lead Agency* applies to projects for which the District has discretionary approval authority over the project and serves as the lead agency for CEQA purposes. The policy relies on the use of performance based standards, otherwise known as Best Performance Standards (BPS) to assess significance of project specific greenhouse gas emissions on global climate change during the environmental review process, as required by CEQA.

Use of BPS is a method of streamlining the CEQA process of determining significance and is not a required emission reduction measure. However, consistent with the District's objective to achieve the GHG emission reduction targets established pursuant to AB 32, BPS will be incorporated into the District's GEAR application review process. In the interim, projects meeting the existing GEAR requirements will continue to be processed as ministerial approvals.

#### IX. RECOMMENDATION:

Issue Authority to Construct N-4967-2-0 upon completion of the 30 day NSR Public Notice period and subject to the permit conditions on the attached Authority to Construct in Appendix A.

#### X. BILLING INFORMATION:

| Billing Schedule                                      |           |                   |       |  |  |
|---|-----------|-------------------|-------|--|--|
| Permit Number Fee Schedule Fee Description Fee Amount |           |                   |       |  |  |
| N-4967-2-0  | 3020-10-E | 904 bhp IC engine | \$602 |  |  |

#### Appendices:

- A. Authority to Construct permit N-4967-2-0
- B. Engine Emissions Data
- C. QNEC Calculations
- D. BACT Guideline and BACT Analysis
- E. HRA Summary

## Appendix A

Authority to Construct permit N-4967-2-0

## San Joaquin Valley Air Pollution Control District

#### **AUTHORITY TO CONSTRUCT**

PERMIT NO: N-4967-2-0

**LEGAL OWNER OR OPERATOR:** CITY OF CERES **MAILING ADDRESS:** 2720 2ND ST

CERES, CA 95307

LOCATION: 4029 BLAKER RD

**CERES, CA 95307** 

#### **EQUIPMENT DESCRIPTION:**

904 BHP VOLVO MODEL TWD1643GE DIESEL FIRED EMERGENCY ENGINE (TIER 2 CERTIFIED) POWERING AN ELECTRICAL GENERATOR.

#### CONDITIONS

- 1. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]
- 2. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]
- 3. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
- 4. {1898} The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap (flapper ok), roof overhang, or any other obstruction. [District Rule 4102]
- 5. This engine shall be equipped with an operational non-resettable elapsed time meter or other APCO approved alternative. [District Rule 4702 and 17 CCR 93115]
- 6. Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801 and 17 CCR 93115]
- Emissions from this IC engine shall not exceed any of the following limits: 3.83 g-NOx/bhp-hr, 0.54 g-CO/bhp-hr, or 0.05 g-VOC/bhp-hr. [District Rule 2201 and 17 CCR 93115]
- 8. Emissions from this IC engine shall not exceed 0.04 g-PM10/bhp-hr based on USEPA certification using ISO 8178 test procedure. [District Rules 2201 and 4102 and 17 CCR 93115]
- This engine shall be operated and maintained in proper operating condition as recommended by the engine manufacturer or emissions control system supplier. [District Rule 4702]

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (209) 557-6400 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all-other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Dikectory APCO

DAVID WARNER, Director of Permit Services

Northern Regional Office • 4800 Enterprise Way • Modesto, CA 95356-8718 • (209) 557-6400 • Fax (209) 557-6475

- 10. {3478} During periods of operation for maintenance, testing, and required regulatory purposes, the permittee shall monitor the operational characteristics of the engine as recommended by the manufacturer or emission control system supplier (for example: check engine fluid levels, battery, cables and connections; change engine oil and filters; replace engine coolant; and/or other operational characteristics as recommended by the manufacturer or supplier). [District Rule 4702]
- 11. {3807} An emergency situation is an unscheduled electrical power outage caused by sudden and reasonably unforeseen natural disasters or sudden and reasonably unforeseen events beyond the control of the permittee. [District Rule 4702]
- 12. {3808} This engine shall not be used to produce power for the electrical distribution system, as part of a voluntary utility demand reduction program, or for an interruptible power contract. [District Rule 4702]
- 13. {3496} The permittee shall maintain monthly records of emergency and non-emergency operation. Records shall include the number of hours of emergency operation, the date and number of hours of all testing and maintenance operations, the purpose of the operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.) and records of operational characteristics monitoring. For units with automated testing systems, the operator may, as an alternative to keeping records of actual operation for testing purposes, maintain a readily accessible written record of the automated testing schedule. [District Rule 4702 and 17 CCR 93115]
- 14. This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 50 hours per calendar year. [District Rule 4702 and 17 CCR 93115]
- 15. {4263} The permittee shall maintain monthly records of the type of fuel purchased. [District Rule 4702 and 17 CCR 93115]
- 16. {3475} All records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rule 4702 and 17 CCR 93115]
- 17. U.S. EPA administers the requirements of 40 CFR Part 60 Subpart IIII and 40 CFR Part 63 Subpart ZZZZ. The owner or operator shall comply with the emission and operating limitations, testing requirements, initial and continuous compliance requirements as specified in these subparts. The owner or operator shall submit all applicable notifications, reports, and records to the administrator by the required compliance dates. [District Rules 4001 and 4002]



## Appendix B

**Emissions Data Sheet** 



#### 600REOZVB

#### 60 HZ, DIESEL INDUSTRIAL GENERATOR SET **EMISSION DATA SHEET**

**ENGINE INFORMATION** 

Model:

Bore:

144mm (5,67 in.)

Nameplate BPH @ 1800 RPM:

904

Stroke:

165mm (6.50 in.)

Type:

4-Cycle, 6 Cylinder, Inline

Volvo, TWD1643GE

Displacement:

16.12 L (984 cu. in.)

Aspiration:

Turbocharged, Charge Air-Cooled

EPA Family:

DVPXL16.1ACW

Compression Ratio Emission Control Device

16.5:1 EM, TC, CAC

EPA Certificate: DVPXL16.1ACW-004

|   | 1/4            | 1/2              | 3/4            | Full           |
|---|----------------|------------------|----------------|----------------|
| PERFORMANCE DATA:   | Standby        | Standby          | Standby        | Standby        |
| Engine bkW @ Stated Load  | 167.00         | 335.00           | 503.00         | 674.00         |
| Fuel Consumption (g/kWh)  | 220.00         | 200.00           | 198.00         | 204.00         |
| Exhaust Gas Flow (m³/s)   |                |                  |                | 2,17           |
| Exhaust Temperature (°C)  |                |                  |                | 461.00         |
|   |                |                  |                |                |
| EXHAUST EMISSION DATA:  |                |                  | ·              |                |
|   | 0.185          | 0.095            | 0.071          | 0.064          |
| dC (Total Unburned Hydrocarbons)  | 0.185<br>6.041 | * 0.095<br>5.647 | 0.071<br>5.399 | 0.064<br>5.130 |
| EXHAUST EMISSION DATA:  HC (Total Unburned Hydrocarbons)  NOx (Oxides of Nitrogen as NO2)  CO (Carbon Monoxide) |                |                  |                |                |

#### **TEST METHODS AND CONDITIONS**

Test Conditions- 40 CFR part 89 - 5 Mode US constant speed test cycle

Data and specifications subject to change without notice For further information, please contact Mark Annarumma @ 920-246-1968

### **Appendix C**

#### **QNEC Calculations**

#### **Quarterly Net Emissions Change (QNEC)**

The Quarterly Net Emissions Change is used to complete the emission profile screen for the District's PAS database. The QNEC shall be calculated as follows:

QNEC = PE2 - PE1, where:

QNEC = Quarterly Net Emissions Change for each emissions unit, lb/qtr PE2 = Post-Project Potential to Emit for each emissions unit, lb/qtr

PE1 = Pre-Project Potential to Emit for each emissions unit, lb/qtr

Using the emission calculations in this evaluation, PE2<sub>quarterly</sub> and BE<sub>quarterly</sub> can be calculated as follows:

This calculation is required for application emission profile purposes. It is assumed that the unit's annual emissions are evenly distributed throughout the year as follows:  $\Delta PE$  (lb/qtr) = PE (lb/yr)  $\div$  4 qtr/yr.

#### N-4967-2-0:

 $\begin{array}{lll} \Delta PE_{NOx} &= 382 \text{ lb-NOx/year} - 0 \text{ lb-NOx/year} &= 382 \text{ lb/year} \\ \Delta PE_{CO} &= 54 \text{ lb-CO/year} - 0 \text{ lb-CO/year} &= 54 \text{ lb/year} \\ \Delta PE_{VOC} &= 5 \text{ lb-VOC/year} - 0 \text{ lb-VOC/year} &= 5 \text{ lb/year} \\ \Delta PE_{PM10} &= 4 \text{ lb-PM10/year} - 0 \text{ lb-PM10/year} &= 4 \text{ lb/year} \\ \Delta PE_{SOx} &= 0 \text{ lb-SOx/year} - 0 \text{ lb-SOx/year} &= 0 \text{ lb/year} \end{array}$ 

|                  | Quarter 1 | Quarter 2 | Quarter 3 | Quarter 4 |
|------------------|-----------|-----------|-----------|-----------|
| NOx              | 95        | 95        | 96        | 96        |
| СО               | 13        | 13        | 14        | 14        |
| VOC              | 1         | 1_        | 1         | 2         |
| PM <sub>10</sub> | 1         | 1         | 1         | 1         |
| SOx              | 0         | 0         | 0         | 0         |

## **Appendix D**

**BACT Guideline and BACT Analysis** 

# San Joaquin Valley Unified Air Pollution Control District

Best Available Control Technology (BACT) Guideline 3.1.1
Last Update: 7/10/2009
Emergency Diesel IC Engine

| Pollutant | Achieved in Practice or in the SIP   | Technologically Feasible | Alternate Basic<br>Equipment |
|-----------|--|--------------------------|------------------------------|
| СО        | Latest EPA Tier Certification level for applicable horsepower range  |                          |                              |
| NOX       | Latest EPA Tier Certification level for applicable horsepower range  |                          |                              |
| PM10      | 0.15 g/hp-hr or the Latest EPA<br>Tier Certification level for<br>applicable horsepower range,<br>whichever is more stringent.<br>(ATCM) |                          |                              |
| SOX       | Very low sulfur diesel fuel (15 ppmw sulfur or less)   |                          |                              |
| VOC       | Latest EPA Tier Certification level for applicable horsepower range  |                          |                              |

BACT is the most stringent control technique for the emissions unit and class of source. Control techniques that are not achieved in practice or contained in a state implementation plan must be cost effective as well as feasible. Economic analysis to demonstrate cost effectiveness is required for all determinations that are not achieved in practice or contained in an EPA approved State Implementation Plan.

#### Top Down BACT Analysis for NOx emissions:

BACT Guideline 3.1.1 (July 10, 2009) applies to emergency diesel IC engines. In accordance with the District BACT policy, information from that guideline will be utilized without further analysis.

#### 1. BACT analysis for NO<sub>X</sub> emissions:

#### a. Step 1 - Identify all control technologies

BACT Guideline 3.1.1 identifies only the following option:

Latest EPA Tier Certification level for applicable horsepower range

To determine the latest applicable Tier level, the following EPA and state regulations were consulted:

- 40 CFR Part 60 Subpart IIII Standards of Performance for Stationary Compression Ignition Internal Combustion Engines
- 40 CFR Part 89 Control of Emissions from New and In-Use Nonroad Compression – Ignition Engines
- 40 CFR Part 1039 Control of Emissions from New and In-Use Nonroad Compression-Ignition Engines
- Title 17 CCR, Section 93115 Airborne Toxic Control Measure (ATCM) for Stationary Compression-Ignition (CI) Engines

40 CFR Parts 89 and 1039, which apply only to nonroad engines, do not directly apply because the proposed emergency engine does not meet the definition of a nonroad engine. Therefore, only Title 17 CCR, Section 93115 and 40 CFR Part 60 Subpart IIII apply directly to the proposed emergency engine.

Title 17 CCR, Section 93115.6(a)(3)(A) (CARB stationary diesel engine ATCM) applies to emergency standby diesel-fired engines and requires that such engines be certified to the emission levels in Table 1 (below). Please note that these levels are at least as stringent or more stringent than the emission levels in 40 CFR Subpart IIII.

| Table 1: Emission Standards for New Stationary Emergency Standby Diesel-Fueled Cl<br>Engines g/bhp-hr (g/kW-hr) |          |                  |             |           |           |  |
|---|----------|------------------|-------------|-----------|-----------|--|
| Maximum Engine<br>Power   | Tier     | Model<br>Year(s) | PM          | NMHC+NOx  | со        |  |
| 50 ≤ HP < 75  | 2        | 2007             | 0.15 (0.20) | 5.6 (7.5) | 3.7 (5.0) |  |
| (37 ≤ kW < 56)  | 4i       | 2008+            | 0.13 (0.20) | 3.5 (4.7) | 3.7 (3.0) |  |
| 75 ≤ HP < 100   | 2        | 2007             | 0.15 (0.20) | 5.6 (7.5) | 3.7 (5.0) |  |
| (56 ≤ kW < 75)  | 3        | 2008+            | 0.13 (0.20) | 3.5 (4.7) | 3.7 (3.0) |  |
| 100 ≤ HP < 175  | 3        | 2007             | 0.15 (0.20) | 3.0 (4.0) | 3.7 (5.0) |  |
| (75 ≤ kW < 130)   | ,        | 2008+            | 0.13 (0.20) | 3.0 (4.0) | 3.7 (3.0) |  |
| 175 ≤ HP < 300  | 3        | 2007             | 0.15 (0.20) | 3.0 (4.0) | 2.6 (3.5) |  |
| (130 ≤ kW < 225)  | 3        | 2008+            | 0.13 (0.20) | 3.0 (4.0) | 2.0 (3.3) |  |
| 300 ≤ HP < 600  | 3        | 2007             | 0.15 (0.20) | 3.0 (4.0) | 2.6 (3.5) |  |
| (225 ≤ kW < 450)  | <u> </u> | 2008+            | 0.13 (0.20) | 3.0 (4.0) | 2.0 (3.3) |  |
| 600 ≤ HP <u>&lt;</u> 750  | 3        | 2007             | 0.15 (0.20) | 3.0 (4.0) | 2.6 (3.5) |  |
| (450 ≤ kW <u>&lt;</u> 560)  | ,        | 2008+            | 0.10 (0.20) | 3.0 (4.0) | 2.0 (3.3) |  |
| HP > 750<br>(kW > 560)  | 2        | 2007             | 0.15 (0.20) | 4.8 (6.4) | 2.6 (3.5) |  |

Additionally, 40 CFR Subpart IIII establishes emission standards for emergency diesel IC engines. These emission standards are the same as those specified in the CARB ATCM, except for engines rated greater than or equal to 50 and less than 75 hp. For such IC engines, the CARB ATCM is more stringent.

Therefore, the most stringent applicable emission standards are those listed in the CARB ATCM (Table 1). For IC engines rated greater than 750 hp the highest Tier required is a Tier 2 engine.

Also, please note that neither the state ATCM nor the Code of Federal Regulations require the installation of IC engines meeting a higher Tier standard than those listed above for emergency applications, due to concerns regarding the effectiveness of the exhaust emissions controls during periods of short-term operation (such as testing operational readiness of an emergency engine).

The proposed engine is rated at 904 bhp. Therefore, the applicable control technology option is EPA Tier 2 certification. The applicant has proposed to install a Tier 2 engine.

#### b. Step 2 - Eliminate technologically infeasible options

The control option listed in Step 1 is not technologically infeasible.

#### c. Step 3 - Rank remaining options by control effectiveness

Ranking is not necessary since there is only one control option listed in Step 1.

#### d. Step 4 - Cost Effectiveness Analysis

The applicant has proposed the only control option remaining under consideration. Therefore, a cost effectiveness analysis is not required.

#### e. Step 5 - Select BACT

BACT for NOx will be the use of an EPA Tier 2 certified engine. Therefore, the District's BACT requirements will be satisfied.

## Appendix E

HRA Summary

## San Joaquin Valley Air Pollution Control District Risk Management Review

To: Fred Cruz - Permit Services

From: Kyle Melching - Permit Services

Date: June 21, 2013

Facility Name: City of Ceres

Location: 4209 Blaker Rd., Ceres

Application No: N-4967-2-0

Project No: N-1132210

#### A. RMR SUMMARY

| RMR Summary                    |                                       |                  |                 |  |  |
|--------------------------------|---------------------------------------|------------------|-----------------|--|--|
| Categories                     | Emergency<br>Diesel ICE<br>(Unit 2-0) | Project Totals   | Facility Totals |  |  |
| Prioritization Score           | N/A <sup>1</sup>                      | N/A <sup>1</sup> | >1              |  |  |
| Acute Hazard Index             | N/A <sup>2</sup>                      | N/A <sup>2</sup> | N/A             |  |  |
| Chronic Hazard Index           | N/A <sup>2</sup>                      | N/A²             | N/A             |  |  |
| Maximum Individual Cancer Risk | 4.3E-07                               | 4.3E-07          | 4.3E-06         |  |  |
| T-BACT Required?               | No                                    |                  |                 |  |  |
| Special Permit Conditions?     | Yes                                   |                  |                 |  |  |

Prioritization for this unit was not conducted since it has been determined that all diesel-fired IC engines will result in a prioritization score greater than 1.0.

#### **Proposed Permit Conditions**

To ensure that human health risks will not exceed District allowable levels; the following permit conditions must be included for:

#### **Unit 2-0**

- 1. The PM10 emissions rate shall not exceed **0.04** g/bhp-hr based on US EPA certification using ISO 8178 test procedure. [District Rules 2201]
- 2. The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap (flapper ok), roof overhang, or any other obstruction. [District Rule 4102]
- 3. This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 50 hours per calendar year. [District Rule 4702 and 17 CCR 93115]

<sup>2</sup> Acute and Chronic Hazard Indices were not calculated since there is no risk factor, or the risk factor is so low that the risk has been determined to be insignificant for this type of unit.

#### B. **RMR REPORT**

#### I. Project Description

Technical Services received a request on June 20, 2013, to perform an Ambient Air Quality Analysis (AAQA) and a Risk Management Review (RMR) for one 904 bhp emergency diesel IC engine powering an electrical generator.

#### II. Analysis

Technical Services performed screening level health risk assessments using the District developed DICE database.

The following parameters were used for the review:

| Analysis Parameters<br>Unit 2-0 |                                       |                          |           |  |  |  |
|---------------------------------|---------------------------------------|--------------------------|-----------|--|--|--|
| Source Type                     | Point                                 | Location Type            | Urban     |  |  |  |
| внр                             | BHP 904 PM <sub>10</sub> g/hp-hr 0.04 |                          |           |  |  |  |
| Closest Receptor (m) 87 Quad 2  |                                       |                          |           |  |  |  |
| Max Hours per Year              | 50                                    | Type of Closest Receptor | Residence |  |  |  |

Technical Services also performed modeling for criteria pollutants NOx, SOx, PM<sub>10</sub>, and PM<sub>2.5</sub>; as well as the RMR. For Unit 2-0, the emission rates used for criteria pollutant modeling were 382 lb/yr NOx, 0.5 lb/yr SOx, 4 lb/yr PM<sub>10</sub>, and 4 lb/yr PM<sub>2.5</sub>.

The results from the Criteria Pollutant Modeling are as follows:

#### Criteria Pollutant Modeling Results\*

| Diesel ICE        | 1 Hour          | 3 Hours | 8 Hours         | 24 Hours        | Annual            |
|-------------------|-----------------|---------|-----------------|-----------------|-------------------|
| CO                | NA <sup>1</sup> | X       | NA <sup>1</sup> | X               | X                 |
| NO <sub>x</sub>   | NA¹             | X       | X               | X               | Pass              |
| SO <sub>x</sub>   | NA1             | NA'     | X               | NA              | Pass              |
| PM <sub>10</sub>  | X               | X       | X               | NA <sup>1</sup> | Pass²             |
| PM <sub>2.5</sub> | X               | X       | X               | NA <sup>1</sup> | Pass <sup>2</sup> |

#### III. Conclusions

The emissions from the proposed equipment will not cause or contribute significantly to a violation of the State and National AAQS.

The cancer risk associated with the operation of the proposed diesel IC engine is 4.3E-07; which is less than 1.0 in a million. In accordance with the District's Risk Management Policy, the project is approved without Toxic Best Available Control Technology (T-BACT) for PM10.

<sup>\*</sup>Results were taken from the attached PSD spreadsheet.

1The project is an intermittent source as defined in APR-1920. In accordance with APR-1920, compliance with short-term (i.e., 1-hour, 3-hour, 8-hour, and 24-hour) standards is not required.

The criteria pollutants are below EPA's level of significance as found in 40 CFR Part 51.165 (b)(2).

#### City of Ceres; N-4967, N-1132210 Page 3 of 3

To ensure that human health risks will not exceed District allowable levels; the permit conditions listed on page 1 of this report must be included for the proposed unit.

These conclusions are based on the data provided by the applicant and the project engineer. Therefore, this analysis is valid only as long as the proposed data and parameters do not change.

#### Attachments:

- A. RMR request from the project engineer
- B. Additional information from the applicant/project engineer
- C. DICE Screening Risk Tool
- D. Facility Summary
- E. AAQA Summary
- F. AERMOD Non-Regulatory Option Checklist

| Fuel Type            | EF CO2<br>kg/MMBtu | EF CH4<br>kg/MMBtu | EF N2O<br>kg/MMBtu | EF CO2e<br>kg/MMBtu | EF CO2e<br>metric tonnes/MMBtu | EF CO2e<br>metric tonnes/hp-hr |
|----------------------|--------------------|--------------------|--------------------|---------------------|--------------------------------|--------------------------------|
| Natural Gas          | 52.87              | 0.0009             | 0.0001             | 52.9199             | 0.0529                         |                                |
| LPG                  | 63.02              | 0.001              | 0.0001             | 63.0720             | 0.0631                         |                                |
| Biomass              | 93.8               | 0.03               | 0.004              | 95.6700             | 0.0957                         |                                |
| Biogas               | 104.6              | 0.0009             | 0.0001             | 104.6499            | 0.1046                         |                                |
| CA Low Sulfur Diesel | 73.1               | 0.003              | 0.0006             | 73.3490             | 0.0733                         | 0.000186757                    |