



AUG 2 6 2015

Ms. Ashley Dahlstrom Chevron USA PO Box 1392 Bakersfield, CA 93302

Re: Final - Authority to Construct / Certificate of Conformity (Significant

Mod)

District Facility # S-1128 Project # S-1140935

Dear Ms. Dahlstrom:

The Air Pollution Control Officer has issued Authorities to Construct (ATC #1128-991-1 and '-992-1) with Certificates of Conformity to Chevron USA at the Heavy Oil Western stationary source. Chevron proposed to modify two 500 bbl crude oil tanks (Baker style) by increasing the throughput, increasing the TVP, and allowing the tank to operate at various unspecified locations. Enclosed are the Authorities to Construct and a copy of the notice of final action to be published approximately three days from the date of this letter.

Notice of the District's preliminary decision to issue the Authority to Construct permit was published on June 24, 2015. The District's analysis of the proposal was also sent to CARB and US EPA Region IX on June 10, 2015. No comments were received following the District's preliminary decision on this project.

Prior to operating with the modifications authorized by the Authority to Construct. you must submit an application to modify the Title V permit as an administrative amendment in accordance with District Rule 2520, Section 11.5. Application forms have been enclosed for your use. These forms may also be found on the District's website at www.valleyair.org.

> Seyed Sadredin Executive Director/Air Pollution Control Officer

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

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

Southern Region 34946 Flyover Court Bakersfield, CA 93308-9725 Tel: 661-392-5500 FAX: 661-392-5585 Ms. Ashley Dahlstrom Page 2

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

Sincerely,

Arnaud Marjollet Director of Permit Services

AM: sd/ya

Enclosures

Mike Tollstrup, CARB (w/enclosure) via email Gerardo C. Rios, EPA (w/enclosure) via email CC:

CC:





AUTHORITY TO CONSTRUCT

PERMIT NO: S-1128-991-2

ISSUANCE DATE: 08/04/2015

LEGAL OWNER OR OPERATOR: CHEVRON USA INC.

MAILING ADDRESS:

P O BOX 1392

BAKERSFIELD, CA 93302

LOCATION:

HEAVY OIL WESTERN STATIONARY SOURCE

KERN COUNTY

SECTION: 21 TOWNSHIP: 328

RANGE: 23E

EQUIPMENT DESCRIPTION:

MODIFICATION OF UP TO 500 BBL FIXED ROOF CRUDE OIL TANK WITH PV VALVE: INCREASE THROUGHPUT, INCREASE TVP, AND ALLOW TO OPERATE IN VARIOUS SPECIFIED LOCATIONS WITH THE HOW STATIONARY SOURCE

CONDITIONS

- This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
- Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
- 3... Prior to operating equipment under this Authority to Construct, permittee shall surrender VOC emission reduction credits for the following quantity of emissions: 1st quarter - 4404 lb, 2nd quarter - 4404 lb, 3rd quarter - 4404 lb, and fourth quarter - 4404 lb. These amounts include the applicable offset ratio specified in Rule 2201 Section 4.8 (as amended 4/21/11) for the ERC specified below. [District Rule 2201] Federally Enforceable Through Title V Permit
- ERC Certificate Number S-3722-1 (or a certificate split from this certificate) shall be used to supply the required offsets, unless a revised offsetting proposal is received and approved by the District, upon which this Authority to Construct shall be reissued, administratively specifying the new offsetting proposal. Original public noticing requirements, if any, shalf be duplicated prior to reissuance of this Authority to Construct. [District Rule 2201] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE-

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

Seyed Sadredin, Executive Director / APCO

Haud Marjollet, Director of Permit Services 5-1124-981-2 dug-11/616/9//SAM DAVIOSOS doint respection MAT Menutical

- 5. This tank is permitted to operate at the following locations: 2F (NW/4 of Sec 2, T12N, R24W) 31E (SW/4 of Sec 31, T12N, R23W) 26C (SE/4 of Sec 26, T32S, R23E) Station 1-09 (SW/4 of Sec 9, T32S, R23E) Station 2-22 (SE/4 of Sec 22, T31S, R22E). [District Rules 2201 and 4102] Federally Enforceable Through Title V Permit
- 6. The permittee shall notify the District Compliance Division of each location at which the operation is located in excess of 24 hours. Such notification shall be made no later than 48 hours after starting operation at the location. [District Rule 2080].
- 7. This tank shall only store, place, or hold organic liquid with a true vapor pressure (TVP) of less than 0.49 psia under all storage conditions. [District Rules 2201 and 4623] Federally Enforceable Through Title V Permit
- 8. Crude oil throughput shall not exceed 475 barrels per day based on a monthly average. [District Rule 2201] Federally Enforceable Through Title V Permit
- 9. VOC emission rate from the tank shall not exceed 24.4 lb/day [District Rule 2201] Federally Enforceable Through
 Title V Permit
- 10. The tank shall be equipped with a fixed roof with no holes or openings. [District Rule 2201] Federally Enforceable Through Title V Permit
- 11. This tank shall be equipped with a pressure-vacuum (PV) relief valve set to within 10% of the maximum allowable working pressure of the tank, permanently labeled with the operating pressure settings, and properly maintained in good operating order in accordance with the manufacturer's instructions. [District Rule 2201] Federally Enforceable Through Title V Permit
- 12. Permittee shall conduct true vapor pressure (TVP) testing of the organic liquid stored in this tank at least once every 24 months during summer (July September), and/or whenever there is a change in the source or type of organic liquid stored in this tank in order to maintain exemption from the rule. [District Rule 2201 and 4623] Federally Enforceable Through Title V Permit
- 13. The TVP testing shall be conducted at actual storage temperature of the organic liquid in the tank. [District Rule 4623] Federally Enforceable Through Title V Permit
- 14. For crude oil with an API gravity of 26 degrees or less, the TVP shall be determined using the latest version of the Lawrence Berkeley National Laboratory "Test Method for Vapor pressure of Reactive Organic Compounds in Heavy Crude Oil Using Gas Chromatograph", as approved by ARB and EPA. [District Rules 2201 and 4623] Federally Enforceable Through Title V Permit
- 15. The API gravity of crude oil or petroleum distillate shall be determined by using ASTM Method D 287 el "Standard Test Method for API Gravity of Crude Petroleum and Petroleum Products (Hydrometer Method). Sampling for API gravity shall be performed in accordance with ASTM Method D 4057 "Standard Practices for Manual Sampling of Petroleum and Petroleum Products." [District Rules 2201 and 4623]
- 16. Permittee shall maintain monthly records of average daily crude oil throughput and shall keep accurate records of each organic liquid stored in the tank, including its storage temperature and TVP. [District Rule 2201] Federally Enforceable Through Title V Permit
- 17. Permittee shall submit the records of TVP testing to the APCO within 45 days after the date of testing. The records shall include the tank identification number, Permit to Operate number, type of stored organic liquid, TVP of the organic liquid, test methods used, and a copy of the test results [District Rules 2201 and 4623] Federally Enforceable Through Title V Permit
- 18. All records required to be maintained by this permit shall be maintained for a period of at least five years and shall be made readily available for District inspection upon request. [District Rule 1070]





AUTHORITY TO CONSTRUCT

PERMIT NO: S-1128-992-2

ISSUANCE DATE: 08/04/2015

LEGAL OWNER OR OPERATOR: CHEVRON USA INC

MAILING ADDRESS:

P O BOX 1392 BAKERSFIELD, CA 93302

LOCATION:

HEAVY OIL WESTERN STATIONARY SOURCE

KERN COUNTY

SECTION: 21 TOWNSHIP: 32S RANGE: 23E

EQUIPMENT DESCRIPTION:

MODIFICATION OF UP TO 500 BBL FIXED ROOF CRUDE OIL TANK WITH PV VALVE: INCREASE THROUGHPUT, INCREASE TVP, AND ALLOW TO OPERATE IN VARIOUS SPECIFIED LOCATIONS WITH THE HOW STATIONARY SOURCE

CONDITIONS

- This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
- Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
- 3. Prior to operating equipment under this Authority to Construct, permittee shall surrender VOC emission reduction credits for the following quantity of emissions: 1st quarter - 4404 lb, 2nd quarter - 4404 lb, 3rd quarter - 4404 lb, and fourth quarter - 4404 lb. These amounts include the applicable offset ratio specified in Rule 2201 Section 4.8 (as amended 4/21/11) for the ERC specified below. [District Rule 2201] Federally Enforceable Through Title V Permit
- ERC Certificate Number S-3722-1 (or a certificate split from this certificate) shall be used to supply the required offsets, unless a revised offsetting proposal is received and approved by the District, upon which this Authority to Construct shall be reissued, administratively specifying the new offsetting proposal. Original public noticing requirements, if any, shall be duplicated prior to reissuance of this Authority to Construct. [District Rule 2201] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

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

Seved Sadredin, Executive Director / APCO

Arnaud Marjollet, Director of Permit Services

- 5. This tank is permitted to operate at the following locations: 2F (NW/4 of Sec 2, T12N, R24W) 31E (SW/4 of Sec 31, T12N, R23W) 26C (SE/4 of Sec 26, T32S, R23E) Station 1-09 (SW/4 of Sec 9, T32S, R23E) Station 2-22 (SE/4 of Sec 22, T31S, R22E). [District Rules 2201 and 4102] Federally Enforceable Through Title V Permit
- 6. The permittee shall notify the District Compliance Division of each location at which the operation is located in excess of 24 hours. Such notification shall be made no later than 48 hours after starting operation at the location. [District Rule 2080]
- 7. This tank shall only store, place, or hold organic liquid with a true vapor pressure (TVP) of less than 0.49 psia under all storage conditions. [District Rules 2201 and 4623] Federally Enforceable Through Title V Permit
- 8. Crude oil throughput shall not exceed 475 barrels per day based on a monthly average. [District Rule 2201] Federally Enforceable Through Title V Permit
- 9. VOC emission rate from the tank shall not exceed 24.4 lb/day [District Rule 2201] Federally Enforceable Through Title V Permit
- 10. The tank shall be equipped with a fixed roof with no holes or openings. [District Rule 2201] Federally Enforceable Through Title V Permit
- 11. This tank shall be equipped with a pressure-vacuum (PV) relief valve set to within 10% of the maximum allowable working pressure of the tank, permanently labeled with the operating pressure settings, and properly maintained in good operating order in accordance with the manufacturer's instructions. [District Rule 2201] Federally Enforceable Through Title V Permit
- 12. Permittee shall conduct true vapor pressure (TVP) testing of the organic liquid stored in this tank at least once every 24 months during summer (July September), and/or whenever there is a change in the source or type of organic liquid stored in this tank in order to maintain exemption from the rule. [District Rule 2201 and 4623] Federally Enforceable Through Title V Permit
- 13. The TVP testing shall be conducted at actual storage temperature of the organic liquid in the tank. [District Rule 4623] Federally Enforceable Through Title V Permit
- 14. For crude oil with an API gravity of 26 degrees or less, the TVP shall be determined using the latest version of the Lawrence Berkeley National Laboratory "Test Method for Vapor pressure of Reactive Organic Compounds in Heavy Crude Oil Using Gas Chromatograph", as approved by ARB and EPA. [District Rules 2201 and 4623] Federally Enforceable Through Title V Permit
- 15. The API gravity of crude oil or petroleum distillate shall be determined by using ASTM Method D 287 e1 "Standard Test Method for API Gravity of Crude Petroleum and Petroleum Products (Hydrometer Method). Sampling for API gravity shall be performed in accordance with ASTM Method D 4057 "Standard Practices for Manual Sampling of Petroleum and Petroleum Products." [District Rules 2201 and 4623]
- 16. Permittee shall maintain monthly records of average daily crude oil throughput and shall keep accurate records of each organic liquid stored in the tank, including its storage temperature and TVP. [District Rule 2201] Federally Enforceable Through Title V Permit
- 17. Permittee shall submit the records of TVP testing to the APCO within 45 days after the date of testing. The records shall include the tank identification number, Permit to Operate number, type of stored organic liquid, TVP of the organic liquid, test methods used, and a copy of the test results [District Rules 2201 and 4623] Federally Enforceable Through Title V Permit
- 18. All records required to be maintained by this permit shall be maintained for a period of at least five years and shall be made readily available for District inspection upon request. [District Rule 1070]