



AUG - 8 2018

Melinda Hicks
Kern Oil & Refining Co.
7724 E Panama Lane
Bakersfield, CA 93307

RE: Final - Authority to Construct / Certificate of Conformity (Significant Modification)
Facility Number: S-37
Project Number: S-1181577

Dear Mr. Hicks:

The Air Pollution Control Officer has issued the Authority to Construct permit to Kern Oil & Refining Co. for installation of IC engine and electric motor-driven compressors, at 7724 E Panama Lane, Bakersfield. Enclosed are the Authority to Construct permit 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 16, 2018. The District's analysis of the proposal was also sent to CARB and US EPA Region IX on June 12, 2018. All comments received following the District's preliminary decision on this project were considered.

Comments received by the District during the public notice period resulted in minor changes due to comments from Kern Oil & Refining Company. These changes were minor and did not trigger additional public notification requirements, nor did they have any impact upon the Best Available Control Technology determination or on the amount of offsets required for project approval.

A summary of comments and District responses to comments are included as an enclosure.

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.

Samir Sheikh
Executive Director/Air Pollution Control Officer

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

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

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

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

Sincerely,



Arnaud Marjollet
Director of Permit Services

AM:rue

Enclosure

cc: Tung Le, CARB (w/enclosure) via email
cc: Gerardo C. Rios, EPA (w/enclosure) via email

Enclosure

COMMENTS AND RESPONSES
Project S-37, 1181577

Comments were received from Kern Oil Company (Kern Oil) on 6/15/18 and 7/16/18. No EPA, CARB, or public comments were received.

The comments and District response follow.

Kern Oil Comment:

IC engines S-37-163, '-164, and '-165 will combust PUC regulated gas containing up to 5 gr S/100 scf as allowed by PUC General Order No 58A. We approve of the following changes to ATC Conditions # 12 and # 27:

12. This IC engine shall be equipped with a three-way catalyst and shall be fired on PUC-regulated natural gas ~~or fuel gas only~~. [District Rule 2201] N

~~27. Operator shall conduct annual fuel analysis using applicable test methods in Section 6.4. Records of the fuel analysis shall be kept and made available for District inspection upon request. [District Rules 2201 and 4702] Y~~

27. Permittee shall keep records of receipts and/or invoices demonstrating that the combusted gas is provided from a PUC or FERC regulated source. [District Rules 1070, 2201, and 4702] Y

District Response:

The above changes were made to ATCs S-37-163-0, '-164-0, and '-165-0.

Kern Oil Comment:

ATC S-37-119-6 erroneously included Rule 4455 conditions which were added to the facility-wide permit in an earlier project.

District Response:

The ATC was revised to exclude redundant Rule 4455 Conditions included on the facility-wide PTO.



Facility # S-37
KERN OIL & REFINING CO.
7724 E PANAMA LN
BAKERSFIELD, CA 93307-9210

AUTHORITY TO CONSTRUCT (ATC)

QUICK START GUIDE

1. **Pay Invoice:** Please pay enclosed invoice before due date.
2. **Modify Your Title V Permit.** Prior to operating the equipment authorized under this ATC, submit an application to modify your Title V permit. See application forms at <http://www.valleyair.org/busind/pto/ptoforms/1ptoformidx.htm>.
3. **Fully Understand ATC:** Make sure you understand ALL conditions in the ATC prior to construction, modification and/or operation.
4. **Follow ATC:** You must construct, modify and/or operate your equipment as specified on the ATC. Any unspecified changes may require a new ATC.
5. **Notify District:** You must notify the District's Compliance Department, at the telephone numbers below, upon start-up and/or operation under the ATC. Please record the date construction or modification commenced and the date the equipment began operation under the ATC. You may NOT operate your equipment until you have notified the District's Compliance Department. A startup inspection may be required prior to receiving your Permit to Operate.
6. **Source Test:** Schedule and perform any required source testing. See http://www.valleyair.org/busind/comply/source_testing.htm for source testing resources.
7. **Maintain Records:** Maintain all records required by ATC. Records are reviewed during every inspection (or upon request) and must be retained for at least 5 years. Sample record keeping forms can be found at http://www.valleyair.org/busind/comply/compliance_forms.htm.

By operating in compliance, you are doing your part to improve air quality for all Valley residents.

**For assistance, please contact District Compliance staff at
any of the telephone numbers listed below.**

Samir Sheikh
Executive Director/Air Pollution Control Officer

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

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

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



AUTHORITY TO CONSTRUCT

PERMIT NO: S-37-3-10

ISSUANCE DATE: 08/02/2018

LEGAL OWNER OR OPERATOR: KERN OIL & REFINING CO.
MAILING ADDRESS: 7724 E PANAMA LN
BAKERSFIELD, CA 93307-9210

LOCATION: PANAMA LN & WEEDPATCH HWY
BAKERSFIELD, CA 93307-9210

SECTION: 25 **TOWNSHIP:** 30S **RANGE:** 28E

EQUIPMENT DESCRIPTION:

MODIFICATION OF KEROSENE HYDROTREATER UNIT (KHT) INCLUDING A SPLITTER, A REACTOR, A SEPARATOR, 3 ACCUMULATORS, 11.4 MMBTU/HR CHARGE HEATER WITH ZEECO GLSF-10 LOW NOX BURNERS AND 12.5 MMBTU/HR SPLITTER REBOILER HEATER WITH ZEECO GLSF-10 LOW NOX BURNERS: REPLACE ELECTRIC COMPRESSOR WITH IC ENGINE-DRIVEN COMPRESSOR S-37-163

CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. 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 - 222 lb, 2nd quarter - 223 lb, 3rd quarter - 223 lb, and fourth quarter - 223 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
4. ERC Certificate Number S-4966-1 (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]

CONDITIONS CONTINUE ON NEXT PAGE

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

Samir Sheikh, Executive Director / APCO

Claude Marjollet, Director of Permit Services

S-37-3-10 : Aug 2 2018 3:09PM - EDGEHILL - Joint Inspection NOT Required

5. Heaters shall be fired only on purchased commercial natural gas, refinery fuel gas, or any combination thereof. [District Rule 2201, 4001] Federally Enforceable Through Title V Permit
6. Sulfur content of fuel combusted in this unit shall not exceed 100 ppmv (as total reduced sulfur), based on a 3 hour rolling average. [District Rules 2201 and 40 CFR Part 60, Subpart J, 60.104(a)(1)] Federally Enforceable Through Title V Permit
7. All refinery fuel gas combusted in the heaters shall be monitored for H₂S content by a continuous emissions monitoring (CEM) system. CEM shall be installed, calibrated, operated, and reported according to EPA guidelines as specified under 40 CFR 60, Subpart J, Specification 7, and general requirements. CEM results shall be calculated on a rolling three (3) hour basis. [District Rules 2201, 4001, Subpart J, 60.105(a)(4) and 60.105(a)(4)iii] Federally Enforceable Through Title V Permit
8. At least once per year, permittee shall obtain and analyze a representative sample for total reduced sulfur of the fuel combusted in this unit. Each sample shall be analyzed for the following reduced sulfur compounds: carbon disulfide, carbonyl sulfide, dimethyl disulfide, dimethyl sulfide, hydrogen sulfide and methyl mercaptan. For each sample, permittee shall record the analytical results for total sulfur, calculated as the sum of the results for all analytes, expressed as H₂S. Samples shall be analysed using ASTM D6228-98 or other District-approved method. [District Rule 2201] Federally Enforceable Through Title V Permit
9. The permittee shall demonstrate continuous compliance with the sulfur content limit (as total reduced sulfur) of the fuel combusted in this unit by calculation, as the sum of the non-H₂S reduced sulfur compounds (carbon disulfide, carbonyl sulfide, dimethyl disulfide, dimethyl sulfide, methyl mercaptan), based on the most recently conducted fuel sample analysis for total sulfur, and each one hour monitored H₂S result. The calculated hourly fuel sulfur values shall be averaged over a rolling three hour period to determine compliance. [District Rule 2201] Federally Enforceable Through Title V Permit
10. Emission rates from each heater, except during startup and shutdown, shall not exceed any of the following: NO_x (as NO₂): 25 ppmv @ 3% O₂ or 0.030 lb/MMBtu, VOC: 5.5 lb/MMscf, PM₁₀: 7.6 lb/MMscf or CO: 50 ppmv @ 3% O₂. [District Rules 2201, 2520, 4301, 4305, 4306, and 4351] Federally Enforceable Through Title V Permit
11. Particulate matter emissions shall not exceed 0.1 grain/dscf, 0.1 grain/dscf calculated to 12% CO₂, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit
12. Daily combustion emissions from this permit unit shall not exceed any of the following: NO_x (as NO₂): 17.2 lb/day, VOC: 3.2 lb/day, PM₁₀: 4.4 lb/day, or CO: 21.3 lb/day. [District Rule 2201] Federally Enforceable Through Title V Permit
13. The duration of each startup and shutdown period for each heater shall not exceed 12 hours and 9 hours respectively. [District Rules 4305 and 4306] Federally Enforceable Through Title V Permit
14. The combustion in the fuel gas combustion devices of gases released as a result of start-up, shutdown, upset, malfunction, or the result of relief valve leakage is exempt from the H₂S or sulfur content requirement. [District Rules 2201, 4001, Subpart J, 60.104(a)(1)] Federally Enforceable Through Title V Permit
15. The permittee shall record the date and the duration of each startup and each shutdown. [District Rules 4305 and 4306] Federally Enforceable Through Title V Permit
16. The permittee shall monitor and record the stack concentration of NO_x, CO, and O₂ at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4351] Federally Enforceable Through Title V Permit

17. If either the NO_x or CO concentrations corrected to 3% O₂, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of the performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
18. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the permit-to-operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
19. The permittee shall maintain records of: (1) the date and time of NO_x, CO, and O₂ measurements, (2) the O₂ concentration in percent and the measured NO_x and CO concentrations corrected to 3% O₂, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
20. Heater exhaust stacks shall be equipped with adequate provisions facilitating the collection of gas samples consistent with EPA Test Methods. [District Rule 1081] Federally Enforceable Through Title V Permit
21. Source testing to demonstrate compliance with NO_x and CO emission limits shall be conducted not less than once every 12 months, except as provided below. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
22. Source testing to demonstrate compliance with NO_x and CO emission limits shall be conducted not less than once every 36 months if compliance is demonstrated on two consecutive annual tests. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
23. If permittee fails any compliance demonstration for NO_x or CO emission limits when testing not less than once every 36 months, compliance with NO_x and CO emission limits shall be demonstrated not less than once every 12 months. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
24. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
25. Compliance source testing shall be conducted under conditions representative of normal operation. [District Rule 1081] Federally Enforceable Through Title V Permit
26. 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] Federally Enforceable Through Title V Permit
27. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
28. The following test methods shall be used unless otherwise approved by the APCO and EPA: NO_x (ppmv) - EPA Method 7E or ARB Method 100, NO_x (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, and stack gas oxygen - EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
29. All required source testing shall conform to the compliance testing procedures described in District Rule 1081. [District Rule 1081] Federally Enforceable Through Title V Permit

30. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results used to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
31. Nitrogen oxide (NO_x) emission concentrations in ppmv shall be referenced at dry stack gas conditions, and shall be calculated to 3.00 percent by volume stack gas oxygen and averaged over 60 minutes, and lb/MMBtu rates shall be calculated as lb NO₂/MMBtu of heat input (hhv). [District Rule 4305, 5.0, 8.2 and/or 4351, 8.1] Federally Enforceable Through Title V Permit
32. Draeger tubes shall be used as an alternative method for measuring fuel gas H₂S during scheduled maintenance or unscheduled interruptions of CEMs. Draeger tube use shall be limited to no more than 96 continuous hours and fuel gas H₂S shall be checked a minimum of every two hours during scheduled maintenance or unscheduled interruptions of CEMs. Alternate method of measuring fuel gas H₂S shall occur no more than 192 hours in any calendar year. [40CFR60.13(i)] Federally Enforceable Through Title V Permit
33. Operator shall maintain all records of the reason for alternative monitoring and required fuel gas H₂S monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
34. Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NO_x emissions from this unit for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the unit is permanently removed from service in the District or the operator demonstrates compliance with the applicable NO_x emission limit listed in Rule 4320. [District Rule 4320]
35. Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such 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 Rules 1070 and Rule 4320]
36. VOC emission rate from fugitive components associated with this emissions unit shall not exceed 89.9 lb/day. [District Rule 2201] Federally Enforceable Through Title V Permit
37. Permit holder shall maintain accurate component count and resultant emissions according to CAPCOA's "California Implementation Guidelines for Estimating Mass Emissions of Fugitive Hydrocarbon Leaks at Petroleum Facilities," Table IV-3a (Feb 1999), Correlation Equations Method. [District Rule 2201] Federally Enforceable Through Title V Permit
38. Operator shall maintain records to demonstrate compliance with fugitive VOC emissions limit of this permit annually. Compliance shall be demonstrated by calculation, using the correlation equations, zero default and 10,000 ppmv pegged factors set forth in the CAPCOA California implementation Guidelines for Estimating Mass Emissions of Fugitive Hydrocarbon Leaks at Petroleum Facilities, Table IV-3a, February 1999, and the average emission concentrations of total organic compounds measured for each component during all inspections conducted during the prior 365 day period. [District Rule 2201] Federally Enforceable Through Title V Permit
39. Permit unit shall comply with applicable District Rule 4001 (NSPS, Subpart GGG) requirements on facility wide permit S-37-0. [District Rule 4001] Federally Enforceable Through Title V Permit
40. The requirements of 40 CFR 60 Subpart GGGa do not apply to this source. A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
41. This unit is subject to Rule 4455 Leak Detection and Repair Conditions on the facility wide permit S-37-0. [District Rule 4455] Federally Enforceable Through Title V Permit
42. Permittee shall comply with all applicable testing, recordkeeping, and reporting requirements specified in Rule 4001 - New Source Performance Standards, including but not limited to Subparts A and J. [District Rule 4001] Federally Enforceable Through Title V Permit

43. Operators shall not depressurize any vessel containing VOCs unless the process unit turnaround is accomplished by employing one of the following operating procedures: The organic vapors shall either be recovered, added to the refinery fuel gas system and combusted; or controlled and piped to an appropriate firebox or incinerated for combustion; or flared, until the pressure within the process vessel is as close to atmospheric pressure as is possible. All process vessels shall be depressurized into the control facilities to less than 1020 mm Hg (5 psig) before venting/opening to atmosphere. All organic compounds which emerge from a refinery process vessel during the purging of said vessel and which otherwise would be emitted to the atmosphere shall be either directed to a flare or incinerator or shall be used for fuel until such disposition of emissions is not technically feasible or is less safe than atmospheric venting. [District Rule 4454, 4.0] Federally Enforceable Through Title V Permit



AUTHORITY TO CONSTRUCT

PERMIT NO: S-37-118-5

ISSUANCE DATE: 08/02/2018

LEGAL OWNER OR OPERATOR: KERN OIL & REFINING CO.
MAILING ADDRESS: 7724 E PANAMA LN
BAKERSFIELD, CA 93307-9210

LOCATION: PANAMA LN & WEEDPATCH HWY
BAKERSFIELD, CA 93307-9210

SECTION: 25 **TOWNSHIP:** 30S **RANGE:** 28E

EQUIPMENT DESCRIPTION:

MODIFICATION OF NAPHTHA FEED PRETREATMENT UNIT (NAPHTHA HYDROTREATER) WITH 12.6 MMBTU/HR CHARGE HEATER WITH JOHN ZINK COOLSTAR LOW NOX BURNER, 11.1 MMBTU/HR STRIPPER REBOILER HEATER WITH JOHN ZINK COOLSTAR LOW NOX BURNER, REACTOR VESSEL, HYDROGEN COMPRESSORS, HEAT EXCHANGERS, AND ASSOCIATED SEPARATOR VESSELS, KNOCKOUTS, PIPING, AND COMPONENTS: REPLACE STEAM-DRIVEN COMPRESSOR WITH IC ENGINE-DRIVEN COMPRESSOR S-37-164

CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. 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 - 224 lb, 2nd quarter - 225 lb, 3rd quarter - 225 lb, and fourth quarter - 225 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

CONDITIONS CONTINUE ON NEXT PAGE

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

Samir Sheikh, Executive Director / APCO

Arnaud Marjollet, Director of Permit Services

4. ERC Certificate Number S-4966-1 (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
5. Permittee shall comply with all applicable testing, recordkeeping, and reporting requirements specified in Rule 4001 - New Source Performance Standards, including but not limited to Subparts A and J. [District Rule 4001] Federally Enforceable Through Title V Permit
6. Heaters shall be fired only on purchased commercial natural gas, refinery fuel gas, or any combination thereof. [District Rule 2201, 4001] Federally Enforceable Through Title V Permit
7. Operator shall not burn in any fuel gas combustion device any fuel gas that contains hydrogen sulfide (H₂S) in excess of 100 ppmv @ 0% O₂. [District Rules 2201, 2520, 9.4.2 and 4301, 5.2.1, & 40 CFR Part 60, Subpart J, 60.104(a)(1)] Federally Enforceable Through Title V Permit
8. The combustion in the fuel gas combustion devices of gases released as a result of start-up, shutdown, upset, malfunction, or the result of relief valve leakage is exempt from the H₂S or sulfur content requirement. [District Rules 2201, 4001, Subpart J, 60.104(a)(1)] Federally Enforceable Through Title V Permit
9. All refinery fuel gas combusted in the heaters shall be monitored for H₂S content by a continuous emissions monitoring (CEM) system. CEM shall be installed, calibrated, operated, and reported according to EPA guidelines as specified under 40 CFR 60, Subpart J, Specification 7, and general requirements. CEM results shall be calculated on a rolling three (3) hour basis. [District Rules 2201, 4001, Subpart J, 60.105(a)(4) and 60.105(a)(4)iii] Federally Enforceable Through Title V Permit
10. Operator shall report all rolling 3-hour periods during which the average concentration of H₂S as measured by the H₂S continuous monitoring system exceeds 100 ppmv @ 0% O₂. [District Rules 2201, 4001, Subpart J, 60.105(e)(3)(ii)] Federally Enforceable Through Title V Permit
11. Emission rates from each heater, except during startup and shutdown, shall not exceed any of the following: NO_x (as NO₂): 25 ppmv @ 3% O₂, VOC: 0.0055 lb/MMBtu, or CO: 150 ppmv @ 3% O₂. [District Rules 2201, 2520, 4301, 4305, 4306, and 4351] Federally Enforceable Through Title V Permit
12. PM₁₀ emission rates from each heater shall not exceed 0.0076 lb/MMBtu. [District Rules 2201, 2520, 4201, 4301] Federally Enforceable Through Title V Permit
13. The duration of each startup and shutdown period for the charge heater shall not exceed 12.0 hours and 5.8 hours respectfully. The duration of each startup and shutdown period for the reboiler heater shall not exceed 12.0 hours and 5.0 hours respectfully. [District Rules 4305 and 4306] Federally Enforceable Through Title V Permit
14. The permittee shall monitor and record the stack concentration of NO_x, CO, and O₂ at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4351] Federally Enforceable Through Title V Permit
15. If either the NO_x or CO concentrations corrected to 3% O₂, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of the performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit

16. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the permit-to-operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
17. The permittee shall maintain records of: (1) the date and time of NO_x, CO, and O₂ measurements, (2) the O₂ concentration in percent and the measured NO_x and CO concentrations corrected to 3% O₂, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
18. Heater exhaust stacks shall be equipped with adequate provisions facilitating the collection of gas samples consistent with EPA Test Methods. [District Rule 1081] Federally Enforceable Through Title V Permit
19. Source testing to demonstrate compliance with NO_x and CO emission limits shall be conducted within 60 days of startup and not less than once every 12 months, except as provided below. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
20. Source testing to demonstrate compliance with NO_x and CO emission limits shall be conducted not less than once every 36 months if compliance is demonstrated on two consecutive annual tests. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
21. If permittee fails any compliance demonstration for NO_x or CO emission limits when testing not less than once every 36 months, compliance with NO_x and CO emission limits shall be demonstrated not less than once every 12 months. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
22. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
23. Compliance source testing shall be conducted under conditions representative of normal operation. [District Rule 1081] Federally Enforceable Through Title V Permit
24. 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] Federally Enforceable Through Title V Permit
25. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
26. The following test methods shall be used: NO_x (ppmv) - EPA Method 7E or ARB Method 100, NO_x (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, and stack gas oxygen - EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
27. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Amended December 16, 1993). [District Rule 1081, and County Rules 108 (Kings), 108.1 (Fresno, Merced, San Joaquin, Tulare, Kern, and Stanislaus), and 110 (Madera)] Federally Enforceable Through Title V Permit
28. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results used to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
29. Particulate matter emissions shall not exceed 0.1 grain/dscf, 0.1 grain/dscf calculated to 12% CO₂, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit

30. Test results submitted to the District from unit(s) representing a group of units may be used to demonstrate compliance with NOx limits for that group, provided the selection of the representative unit(s) is approved by the APCO prior to testing. Should any of the representative units exceed the required NOx emission limits of this permit, each of the units in the group shall demonstrate compliance by emissions testing within 90 days of the failed test. [District Rule 4305, 6.3.2 and 4351, 6.3] Federally Enforceable Through Title V Permit
31. The following conditions must be met for representative unit(s) used to demonstrate compliance for NOx limits for a group of units: 1) all units are initially source tested and emissions from all units in group are similar, 2) all units in group are similar in terms of rated heat input, make and series, operation conditions, fuel used, and control method, 3) the group is owned by a single owner and located at a single stationary source, and 4) all units in the group shall have received the same maintenance and tune-up procedures as the representative unit(s). [District Rule 4305, 6.3.2] Federally Enforceable Through Title V Permit
32. The number of representative units source tested to demonstrate compliance for NOx limits shall be at least 30% of the total number of units in the group. The units included in the 30% shall be rotated, so that when 3 source test cycles have been completed, all units in the entire group will have been tested. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
33. Nitrogen oxide (NOx) emission concentrations in ppmv shall be referenced at dry stack gas conditions, and shall be calculated to 3.00 percent by volume stack gas oxygen and averaged over 60 minutes, and lb/MMBtu rates shall be calculated as lb NO2/MMBtu of heat input (hhv). [District Rule 4305, 5.0, 8.2 and/or 4351, 8.1] Federally Enforceable Through Title V Permit
34. Draeger tubes shall be used as an alternative method for measuring fuel gas H2S during scheduled maintenance or unscheduled interruptions of CEMs. Draeger tube use shall be limited to no more than 96 continuous hours and fuel gas H2S shall be checked a minimum of every two hours during scheduled maintenance or unscheduled interruptions of CEMs. Alternate method of measuring fuel gas H2S shall occur no more than 192 hours in any calendar year. [40CFR60.13(i)] Federally Enforceable Through Title V Permit
35. Operator shall maintain all records of the reason for alternative monitoring and required fuel gas H2S monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
36. Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NOx emissions from this unit for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the unit is permanently removed from service in the District or the operator demonstrates compliance with the applicable NOx emission limit listed in Rule 4320. [District Rule 4320]
37. Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such 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 Rules 1070 and Rule 4320]
38. 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 Rules 1070, 4305, and 4306] Federally Enforceable Through Title V Permit
39. VOC emission rate from fugitive components associated with this emissions unit shall not exceed 30.1 lb/day. [District Rule 2201] Federally Enforceable Through Title V Permit
40. Permit holder shall maintain accurate component count and resultant emissions according to CAPCOA's "California Implementation Guidelines for Estimating Mass Emissions of Fugitive Hydrocarbon Leaks at Petroleum Facilities," Table IV-3a (Feb 1999), Correlation Equations Method. Permit holder shall update such records when new components are approved and installed. Components shall be screened and leak rate shall be measured in accordance with the frequency of inspection specified in Rule 4455 as applicable. [District Rule 2201] Federally Enforceable Through Title V Permit

41. As referenced in this permit, a fugitive component leak shall be defined as the lower of the level specified in applicable rules, permit conditions, or the following: pumps in light liquid service - 1,000 ppmv; compressors - 500 ppmv; pressure relief devices in gas/vapor service - 500 ppmv; valves in gas/vapor and light liquid service - 500 ppmv; agitators - 10,000 ppmv; pumps in heavy liquid service - 2,000 ppmv; valves, and connectors in heavy liquid service, instrumentation systems, and pressure relief devices in liquid service - 500 ppmv; connectors in gas/vapor service and in light liquid service - 500 ppmv. Component type and service referenced in this condition shall be as defined in 40 CFR 63 Subpart H. [District Rule 2201] Federally Enforceable Through Title V Permit
42. Permit unit shall comply with applicable District Rule 4001 (NSPS, Subpart GGG) requirements on facility wide permit S-37-0. [District Rule 4001] Federally Enforceable Through Title V Permit
43. This unit is subject to Rule 4455 Leak Detection and Repair Conditions on the facility wide permit S-37-0. [District Rule 4455] Federally Enforceable Through Title V Permit
44. Permit unit shall comply with applicable Rule 4001 (NSPS, Subpart QQQ) requirements. [District Rule 4001] Federally Enforceable Through Title V Permit
45. Each drain, receiving refinery wastewater from a process unit, shall be equipped with water seal controls. [40 CFR 60.692-2(a)(1)] Federally Enforceable Through Title V Permit
46. Each drain in active service, receiving refinery wastewater from a process unit, shall be checked by visual or physical inspection monthly for indications of low water levels or other conditions that would reduce the effectiveness of the water seal controls. [40 CFR 60.692-2(a)(2)] Federally Enforceable Through Title V Permit
47. Each drain out of active service shall be checked by visual or physical inspection weekly for indications of low water levels or other problems that could result in VOC emissions. As an alternative, the owner or operator may elect to install a tightly sealed cap or plug over a drain that is out of service, inspection shall be conducted initially and semiannually to ensure caps or plugs are in place and properly installed. Whenever low water levels or missing or improperly installed caps or plugs are identified, water shall be added or first efforts at repair shall be made as soon as practicable, but not later than 24 hours after detection, except if the repair is technically impossible without a complete or partial refinery or process unit shutdown. Repair of such equipment shall occur before the end of the next refinery or process unit shutdown [40 CFR 60.692-2(a) and 60.692-6] Federally Enforceable Through Title V Permit
48. Junction boxes in refinery wastewater systems shall be equipped with a cover and may have an open vent pipe. The vent pipe shall be at least 90 cm (3 ft) in length and shall not exceed 10.2 cm (4 in) in diameter. Junction box covers shall have a tight seal around the edge and shall be kept in place at all times, except during inspection and maintenance. [40 CFR 60.692-2(b)(1)] Federally Enforceable Through Title V Permit
49. Junction boxes in refinery wastewater systems shall be visually inspected semiannually to ensure that the cover is in place and to ensure that the cover has a tight seal around the edge. If a broken seal or gap is identified, first effort at repair shall be made as soon as practicable, but not later than 15 calendar days after the broken seal or gap is identified, except if the repair is technically impossible without a complete or partial refinery or process unit shutdown. Repair of such equipment shall occur before the end of the next refinery or process unit shutdown. [40 CFR 60.692-2(b)(3)(4) and 60.692-6] Federally Enforceable Through Title V Permit
50. Sewer lines, conveying refinery wastewater to wastewater treatment system, shall not be open to the atmosphere and shall be covered or enclosed in a manner so as to have no visual gaps or cracks in joints, seals, or other emission interfaces. [40 CFR 60.692-2(c)(1)] Federally Enforceable Through Title V Permit
51. The portion of each unburied sewer line shall be visually inspected semiannually for indication of cracks, gaps, or other problems that could result in VOC emissions. Whenever cracks, gaps, or other problems are detected, repairs shall be made as soon as practicable, but not later than 15 calendar days after identification, except if the repair is technically impossible without a complete or partial refinery or process unit shutdown. Repair of such equipment shall occur before the end of the next refinery or process unit shutdown. [40 CFR 60.692-2(c)(2)(3) and 60.692-6] Federally Enforceable Through Title V Permit
52. Refinery wastewater routed through new process drains and a new first common downstream junction box, either as part of a new individual drain system or an existing individual drain system, shall not be routed through a downstream catch basin. [40 CFR 60.692-2(e)] Federally Enforceable Through Title V Permit



AUTHORITY TO CONSTRUCT

PERMIT NO: S-37-119-6

ISSUANCE DATE: 08/02/2018

LEGAL OWNER OR OPERATOR: KERN OIL & REFINING CO.
MAILING ADDRESS: 7724 E PANAMA LN
BAKERSFIELD, CA 93307-9210

LOCATION: PANAMA LN & WEEDPATCH HWY
BAKERSFIELD, CA 93307-9210

SECTION: 25 **TOWNSHIP:** 30S **RANGE:** 28E

EQUIPMENT DESCRIPTION:

MODIFICATION OF NAPHTHA REFORMER UNIT WITH 25.7 MMBTU/HR CHARGE HEATER #1 WITH JOHN ZINK SMR LOW NOX BURNER OR EQUIVALENT, 13.4 MMBTU/HR CHARGE HEATER #2 WITH JOHN ZINK SMR LOW NOX BURNER OR EQUIVALENT, 8.9 MMBTU/HR CHARGE HEATER #3 WITH JOHN ZINK SMR LOW NOX BURNER OR EQUIVALENT, 8.3 MMBTU/HR SPLITTER/STABILIZER HEATER WITH JOHN ZINK SMR LOW NOX BURNER OR EQUIVALENT, REACTOR VESSELS, HYDROGEN COMPRESSORS, HEAT EXCHANGERS, AND ASSOCIATED SEPARATOR VESSELS, KNOCKOUTS, PIPING, AND COMPONENTS: REPLACE ONE STEAM DRIVEN COMPRESSOR WITH ONE ELECTRIC COMPRESSOR AND ONE ELECTRIC COMPRESSOR WITH ONE IC ENGINE DRIVEN COMPRESSOR S-37-165

CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. 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 - 635 lb, 2nd quarter - 635 lb, 3rd quarter - 635 lb, and fourth quarter - 636 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]

CONDITIONS CONTINUE ON NEXT PAGE

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

Samir Sheikh, Executive Director / APCO

Maude Marjollet, Director of Permit Services

4. ERC Certificate Number S-4966-1 (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
5. Emission rates from 25.7 MMBtu/hr Charge Heater #1, 13.4 MMBtu/hr Charge Heater #2, and 8.9 MMBtu/hr Charge Heater #3, except during startup and shutdown, shall not exceed any of the following: NO_x (as NO₂): 25 ppmv @ 3% O₂, VOC: 0.0055 lb/MMBtu, or CO: 150 ppmv @ 3% O₂. [District Rules 2201, 2520, 4301, 4305, 4306, and 4351] Federally Enforceable Through Title V Permit
6. Emission rates from 8.3 MMBtu/hr Stabilizer/Splitter Heater, except during startup and shutdown, shall not exceed any of the following: NO_x (as NO₂): 9 ppmv @ 3% O₂, VOC: 0.0055 lb/MMBtu, or CO: 150 ppmv @ 3% O₂. [District Rules 2201, 2520, 4301, 4305, 4306, and 4351] Federally Enforceable Through Title V Permit
7. PM₁₀ emission rates from each heater shall not exceed 0.0076 lb/MMBtu. [District Rules 2201, 2520, 4201, 4301] Federally Enforceable Through Title V Permit
8. Fuel burned in 8.3 MMBtu/hr Stabilizer/Splitter Heater shall not be PUC quality natural gas. PUC quality natural gas is any gaseous fuel where the sulfur content is no more than one-fourth (0.25) grain of hydrogen sulfide per one hundred (100) standard cubic feet, no more than five (5) grains of total sulfur per one hundred (100) standard cubic feet, and at least 80% methane by volume. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
9. Fuel total sulfur and methane content shall be determined annually using the following test methods: H₂S: ASTM D6228, total sulfur: EPA Method 15/16, ASTM D5504M, ASTM D1945/3588 and ASTM 3246; and methane content: ASTM D1945. [District Rule 4320] Federally Enforceable Through Title V Permit
10. The duration of each startup and shutdown period for 25.7 MMBtu/hr Charge Heater #1, 13.4 MMBtu/hr Charge Heater #2, and 8.9 MMBtu/hr Charge Heater #3 shall not exceed 12.0 hours and 9.0 hours each respectfully. The duration of each startup and shutdown period for the Splitter/Stabilizer Heater shall not exceed 8.5 hours and 5.0 hours respectfully. [District Rule 4320] Federally Enforceable Through Title V Permit
11. The permittee shall monitor and record the stack concentration of NO_x, CO, and O₂ at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4351] Federally Enforceable Through Title V Permit
12. If either the NO_x or CO concentrations corrected to 3% O₂, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of the performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
13. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the permit-to-operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit

14. The permittee shall maintain records of: (1) the date and time of NO_x, CO, and O₂ measurements, (2) the O₂ concentration in percent and the measured NO_x and CO concentrations corrected to 3% O₂, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
15. Heater exhaust stacks shall be equipped with adequate provisions facilitating the collection of gas samples consistent with EPA Test Methods. [District Rule 1081] Federally Enforceable Through Title V Permit
16. Source testing of 8.3 MMBtu/hr Stabilizer/Splitter Heater to demonstrate compliance with NO_x and CO emissions limits shall be conducted within 60 days of startup. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
17. Source testing of all heaters to demonstrate compliance with NO_x and CO emission limits shall be conducted not less than once every 12 months, except as provided below. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
18. Source testing of all heaters to demonstrate compliance with NO_x and CO emission limits shall be conducted not less than once every 36 months if compliance is demonstrated on two consecutive annual tests. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
19. If permittee fails any compliance demonstration for NO_x or CO emission limits when testing not less than once every 36 months, compliance with NO_x and CO emission limits shall be demonstrated not less than once every 12 months. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
20. Compliance source testing shall be conducted under conditions representative of normal operation. [District Rule 1081] Federally Enforceable Through Title V Permit
21. 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] Federally Enforceable Through Title V Permit
22. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
23. The following test methods shall be used: NO_x (ppmv) - EPA Method 7E or ARB Method 100, NO_x (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, and stack gas oxygen - EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 4306 and 4351] Federally Enforceable Through Title V Permit
24. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Amended December 16, 1993). [District Rule 1081, and County Rules 108 (Kings), 108.1 (Fresno, Merced, San Joaquin, Tulare, Kern, and Stanislaus), and 110 (Madera)] Federally Enforceable Through Title V Permit
25. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results used to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
26. The operator 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, 9.5.2] Federally Enforceable Through Title V Permit
27. Particulate matter emissions shall not exceed 0.1 grain/dscf, 0.1 grain/dscf calculated to 12% CO₂, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit
28. Test results submitted to the District from unit(s) representing a group of units may be used to demonstrate compliance with NO_x limits for that group, provided the selection of the representative unit(s) is approved by the APCO prior to testing. Should any of the representative units exceed the required NO_x emission limits of this permit, each of the units in the group shall demonstrate compliance by emissions testing within 90 days of the failed test. [District Rule 4305, 6.3.2, 4306, 4320, and 4351, 6.3] Federally Enforceable Through Title V Permit

29. The following conditions must be met for representative unit(s) used to demonstrate compliance for NOx limits for a group of units: 1) all units are initially source tested and emissions from all units in group are similar, 2) all units in group are similar in terms of rated heat input, make and series, operation conditions, fuel used, and control method, 3) the group is owned by a single owner and located at a single stationary source, and 4) all units in the group shall have received the same maintenance and tune-up procedures as the representative unit(s). [District Rule 4305, 6.3.2, 4306, and 4320] Federally Enforceable Through Title V Permit
30. The number of representative units source tested to demonstrate compliance for NOx limits shall be at least 30% of the total number of units in the group. The units included in the 30% shall be rotated, so that when 3 source test cycles have been completed, all units in the entire group will have been tested. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
31. Nitrogen oxide (NOx) emission concentrations in ppmv shall be referenced at dry stack gas conditions, and shall be calculated to 3.00 percent by volume stack gas oxygen and averaged over 60 minutes, and lb/MMBtu rates shall be calculated as lb NO2/MMBtu of heat input (hhv). [District Rule 4305, 5.0, 8.2, 4306, 4320, and/or 4351, 8.1] Federally Enforceable Through Title V Permit
32. Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NOx emissions from 25.7 MMBtu/hr Charge Heater #1, 13.4 MMBtu/hr Charge Heater #2, and 8.9 MMBtu/hr Charge Heater #3 for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the units are permanently removed from service in the District or the operator demonstrates compliance with the applicable NOx emission limit listed in Rule 4320. [District Rule 4320]
33. Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such 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 Rules 1070 and Rule 4320]
34. Draeger tubes shall be used as an alternative method for measuring fuel gas H2S during scheduled maintenance or unscheduled interruptions of CEMs. Draeger tube use shall be limited to no more than 96 continuous hours and fuel gas H2S shall be checked a minimum of every two hours during scheduled maintenance or unscheduled interruptions of CEMs. Alternate method of measuring fuel gas H2S shall occur no more than 192 hours in any calendar year. [40CFR60.13(i)] Federally Enforceable Through Title V Permit
35. Operator shall maintain all records of the reason for alternative monitoring and required fuel gas H2S monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
36. VOC emission rate from fugitive components associated with this emissions unit shall not exceed 76.2 lb/day. [District Rule 2201] Federally Enforceable Through Title V Permit
37. Permit holder shall maintain accurate component count and resultant emissions according to CAPCOA's "California Implementation Guidelines for Estimating Mass Emissions of Fugitive Hydrocarbon Leaks at Petroleum Facilities," Table IV-3a (Feb 1999), Correlation Equations Method. Permit holder shall update such records when new components are approved and installed. Components shall be screened and leak rate shall be measured in accordance with the frequency of inspection specified in Rule 4455 as applicable. [District Rule 2201] Federally Enforceable Through Title V Permit
38. As referenced in this permit, a fugitive component leak shall be defined as the lower of the level specified in applicable rules, permit conditions, or the following: pumps in light liquid service - 1,000 ppmv; compressors - 500 ppmv; pressure relief devices in gas/vapor service - 500 ppmv; valves in gas/vapor and light liquid service - 500 ppmv; agitators - 10,000 ppmv; pumps in heavy liquid service - 2,000 ppmv; valves, and connectors in heavy liquid service, instrumentation systems, and pressure relief devices in liquid service - 500 ppmv; connectors in gas/vapor service and in light liquid service - 500 ppmv. Component type and service referenced in this condition shall be as defined in 40 CFR 63 Subpart H. [District Rule 2201] Federally Enforceable Through Title V Permit
39. Permit unit shall comply with applicable District Rule 4001 (NSPS, Subpart GGG) requirements on facility wide permit S-37-0. [District Rule 4001] Federally Enforceable Through Title V Permit
40. Permittee shall comply with all applicable testing, recordkeeping, and reporting requirements specified in Rule 4001 - New Source Performance Standards, including but not limited to Subparts A and J. [District Rule 4001] Federally Enforceable Through Title V Permit

41. This unit is subject to Rule 4455 Leak Detection and Repair conditions on the facility-wide permit S-37-0. [District Rule 4455] Federally Enforceable Through Title V Permit
42. Heaters shall be fired only on purchased commercial natural gas, refinery fuel gas, or any combination thereof. [District Rule 2201, 4001] Federally Enforceable Through Title V Permit
43. Operator shall not burn in any fuel gas combustion device any fuel gas that contains hydrogen sulfide (H₂S) in excess of 100 ppmv@ 0% O₂. [District Rules 2201, 2520, 9.4.2 and 4301, 5.2.1, & 40 CFR Part 60, Subpart J, 60.104(a)(1)] Federally Enforceable Through Title V Permit
44. The combustion in the fuel gas combustion devices of gases released as a result of start-up, shutdown, upset, malfunction, or the result of relief valve leakage is exempt from the 100 ppmv@ 0% O₂ requirement. [District Rules 2201, 4001, Subpart J, 60.104(a)(1)] Federally Enforceable Through Title V Permit
45. All refinery fuel gas combusted in the heaters shall be monitored for H₂S content by a continuous emissions monitoring (CEM) system. CEM shall be installed, calibrated, operated, and reported according to EPA guidelines as specified under 40 CFR 60, Subpart J, Specification 7, and general requirements. CEM results shall be calculated on a rolling three (3) hour basis. [District Rules 2201, 4001, Subpart J, 60.105(a)(4) and 60.105(a)(4)iii] Federally Enforceable Through Title V Permit
46. Operator shall report all rolling 3-hour periods during which the average concentration of H₂S as measured by the H₂S continuous monitoring system exceeds 100 ppmv@ 0% O₂. [District Rules 2201, 4001, Subpart J, 60.105(e)(3)(ii)] Federally Enforceable Through Title V Permit
47. Permit unit shall comply with applicable Rule 4001 (NSPS, Subpart QQQ) requirements. [District Rule 4001] Federally Enforceable Through Title V Permit
48. Each drain, receiving refinery wastewater from a process unit, shall be equipped with water seal controls. [40 CFR 60.692-2(a)(1)] Federally Enforceable Through Title V Permit
49. Each drain in active service, receiving refinery wastewater from a process unit, shall be checked by visual or physical inspection monthly for indications of low water levels or other conditions that would reduce the effectiveness of the water seal controls. [40 CFR 60.692-2(a)(2)] Federally Enforceable Through Title V Permit
50. Each drain out of active service shall be checked by visual or physical inspection weekly for indications of low water levels or other problems that could result in VOC emissions. As an alternative, the owner or operator may elect to install a tightly sealed cap or plug over a drain that is out of service, inspection shall be conducted initially and semiannually to ensure caps or plugs are in place and properly installed. Whenever low water levels or missing or improperly installed caps or plugs are identified, water shall be added or first efforts at repair shall be made as soon as practicable, but not later than 24 hours after detection, except if the repair is technically impossible without a complete or partial refinery or process unit shutdown. Repair of such equipment shall occur before the end of the next refinery or process unit shutdown [40 CFR 60.692-2(a) and 60.692-6] Federally Enforceable Through Title V Permit
51. Junction boxes in refinery wastewater systems shall be equipped with a cover and may have an open vent pipe. The vent pipe shall be at least 90 cm (3 ft) in length and shall not exceed 10.2 cm (4 in) in diameter. Junction box covers shall have a tight seal around the edge and shall be kept in place at all times, except during inspection and maintenance. [40 CFR 60.692-2(b)(1)] Federally Enforceable Through Title V Permit
52. Junction boxes in refinery wastewater systems shall be visually inspected semiannually to ensure that the cover is in place and to ensure that the cover has a tight seal around the edge. If a broken seal or gap is identified, first effort at repair shall be made as soon as practicable, but not later than 15 calendar days after the broken seal or gap is identified, except if the repair is technically impossible without a complete or partial refinery or process unit shutdown. Repair of such equipment shall occur before the end of the next refinery or process unit shutdown. [40 CFR 60.692-2(b)(3)(4) and 60.692-6] Federally Enforceable Through Title V Permit
53. Sewer lines, conveying refinery wastewater to wastewater treatment system, shall not be open to the atmosphere and shall be covered or enclosed in a manner so as to have no visual gaps or cracks in joints, seals, or other emission interfaces. [40 CFR 60.692-2(c)(1)] Federally Enforceable Through Title V Permit

54. The portion of each unburied sewer line shall be visually inspected semiannually for indication of cracks, gaps, or other problems that could result in VOC emissions. Whenever cracks, gaps, or other problems are detected, repairs shall be made as soon as practicable, but not later than 15 calendar days after identification, except if the repair is technically impossible without a complete or partial refinery or process unit shutdown. Repair of such equipment shall occur before the end of the next refinery or process unit shutdown. [40 CFR 60.692-2(c)(2)(3) and 60.692-6] Federally Enforceable Through Title V Permit
55. Refinery wastewater routed through new process drains and a new first common downstream junction box, either as part of a new individual drain system or an existing individual drain system, shall not be routed through a downstream catch basin. [40 CFR 60.692-2(e)] Federally Enforceable Through Title V Permit



AUTHORITY TO CONSTRUCT

PERMIT NO: S-37-163-0

ISSUANCE DATE: 08/02/2018

LEGAL OWNER OR OPERATOR: KERN OIL & REFINING CO.
MAILING ADDRESS: 7724 E PANAMA LN
BAKERSFIELD, CA 93307-9210

LOCATION: PANAMA LN & WEEDPATCH HWY
BAKERSFIELD, CA 93307-9210

EQUIPMENT DESCRIPTION:
310 HP WAUKESHA MODEL MODEL F18SE, NATURAL GAS-FIRED IC ENGINE EQUIPPED WITH NONSELECTIVE CATALYTIC REDUCTION (NSCR) SERVING THE EAST HYDROGEN COMPRESSOR AT THE KHT UNIT (#S-37-3)


CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. 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. Permit S-37-87 shall be canceled upon implementation of this ATC. [District Rule 2201] Federally Enforceable Through Title V Permit
4. Prior to operating equipment under this Authority to Construct, permittee shall surrender NOX emission reduction credits for the following quantity of emissions: 1st quarter - 106 lb, 2nd quarter - 106 lb, 3rd quarter - 106 lb, and fourth quarter - 107 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
5. ERC Certificate Number C-1438-2 and S-2653-2 (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.

Samir Sheikh, Executive Director / APCO


Arnaud Marjollet, Director of Permit Services

6. Prior to operating equipment under this Authority to Construct, permittee shall surrender PM10 emission reduction credits for the following quantity of emissions: 1st quarter - 77 lb, 2nd quarter - 77 lb, 3rd quarter - 78 lb, and fourth quarter - 78 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
7. ERC Certificate Number S-4971-4 (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
8. Prior to operating equipment under this Authority to Construct, permittee shall surrender VOC emission reduction credits for the following quantity of emissions: 1st quarter - 113 lb, 2nd quarter - 113 lb, 3rd quarter - 113 lb, and fourth quarter - 114 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
9. ERC Certificate Number S-4966-1 (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
10. No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
11. 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]
12. This IC engine shall be equipped with a three-way catalyst and shall be fired on PUC-regulated natural gas. [District Rule 2201]
13. This engine shall be equipped with an operational non-resettable elapsed time meter or other APCO approved alternative. [District Rule 4702]
14. 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]
15. This engine shall be operated and maintained in proper operating condition per the manufacturer's requirements as specified on the Inspection and Monitoring (I&M) plan submitted to the District. [District Rule 4702]
16. Air-to-fuel ratio controller(s) shall be maintained and operated appropriately in order to ensure proper operation of the engine and control device to minimize emissions at all times. [District Rule 2201 and 40 CFR 60 Subpart JJJJ]
17. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201] Federally Enforceable Through Title V Permit
18. Emissions from this IC engine shall not exceed any of the following limits: 0.061 g-NO_x/bhp-hr or 5 ppmv @ 15% O₂, 0.06 g-PM₁₀/bhp-hr, 0.414 g-CO/bhp-hr or 56 ppmv @ 15% O₂, 0.051 g-VOC/bhp-hr or 12 ppmv @ 15% O₂. [District Rules 2201, 4702, and 40 CFR 60 Subpart JJJJ] Federally Enforceable Through Title V Permit
19. Sulfur content of the natural gas burned shall not exceed 1 grain/100 scf. [District Rules 2201 and 4702] Federally Enforceable Through Title V Permit
20. Source testing to measure natural gas-combustion NO_x, CO, and VOC emissions from this engine shall be conducted within 60 days of initial startup and not less than once every 24 months thereafter. [District Rules 2201 and 4702] Federally Enforceable Through Title V Permit
21. Emissions source testing shall be conducted with the engine operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. [District Rule 4702 and 40 CFR 60 Subpart JJJJ] Federally Enforceable Through Title V Permit

22. For initial emissions source testing, the arithmetic average of three 60-consecutive-minute test runs shall apply. Each test run shall be conducted within 10 percent of 100 percent peak (or the highest achievable) load. If two of three runs are above an applicable limit, the test cannot be used to demonstrate compliance with an applicable limit. NO_x and CO concentrations shall be reported in ppmv, corrected to 15% oxygen. [District Rule 4702 and 40 CFR 60 Subpart JJJJ] Federally Enforceable Through Title V Permit
23. 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. VOC emissions shall be reported as methane. VOC, NO_x, and CO concentrations shall be reported in ppmv, corrected to 15% oxygen. [District Rule 4702] Federally Enforceable Through Title V Permit
24. The following test methods shall be used: NO_x (ppmv) - EPA Method 7E or ARB Method 100, CO (ppmv) - EPA Method 10 or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, and VOC (ppmv) - EPA Method 18, 25A or 25B, or ARB Method 100. [District Rules 1081 and 4702] Federally Enforceable Through Title V Permit
25. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
26. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081 and 40 CFR 60 Subpart JJJJ] Federally Enforceable Through Title V Permit
27. Permittee shall keep records of receipts and/or invoices demonstrating that the combusted gas is provided from a PUC or FERC-regulated source. [District Rules 1070, 2201, and 4702] Federally Enforceable Through Title V Permit
28. The permittee shall monitor and record the stack concentration of NO_x, CO, and O₂ at least once every calendar quarter (in which a source test is not performed) using a portable emission monitor that meets District specifications. [In-stack O₂ monitors may be allowed if approved by the APCO.] Monitoring shall be performed not less than once every month for 12 months if 2 consecutive deviations are observed during quarterly monitoring. Monitoring shall not be required if the engine is not in operation, i.e. the engine need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the engine unless monitoring has been performed within the last month if on a monthly monitoring schedule, or within the last quarter if on a quarterly monitoring schedule. Records must be maintained of the dates of non-operation to validate extended monitoring frequencies. [District Rule 4702] Federally Enforceable Through Title V Permit
29. If either the NO_x or CO concentrations corrected to 15% O₂, as measured by the portable analyzer, exceed the allowable emission concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than eight (8) hours after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after eight (8) hours, the permittee shall notify the District within the following 1 hour, and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rule 4702] Federally Enforceable Through Title V Permit
30. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the permit-to-operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rule 4702] Federally Enforceable Through Title V Permit
31. The permittee shall maintain records of: (1) the date and time of NO_x, CO, and O₂ measurements, (2) the O₂ concentration in percent and the measured NO_x and CO concentrations corrected to 15% O₂, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rule 4702] Federally Enforceable Through Title V Permit

32. The owner/operator shall submit to the APCO for approval, an Inspection and Maintenance (I&M) plan that specifies all actions to be taken to satisfy all of the requirements of Rule 4702 Sections 5.8 and 6.5. [District Rule 4702] Federally Enforceable Through Title V Permit
33. The operator shall collect data through the I&M plan in a form approved by the APCO. [District Rule 4702] Federally Enforceable Through Title V Permit
34. The permittee shall update the I&M plan for this engine prior to any planned change in operation. The permittee must notify the District no later than seven days after changing the I&M plan and must submit an updated I&M plan to the APCO for approval no later than 14 days after the change. The date and time of the change to the I&M plan shall be recorded in the engine's operating log. For modifications, the revised I&M plan shall be submitted to and approved by the APCO prior to issuance of the Permit to Operate. The permittee may request a change to the I&M plan at any time. [District Rule 4702] Federally Enforceable Through Title V Permit
35. The permittee shall maintain an engine operating log to demonstrate compliance. The engine operating log shall include, on a monthly basis, the following information: total hours of operation, type of fuel used, maintenance or modifications performed, monitoring data, compliance source test results, and any other information necessary to demonstrate compliance. [District Rule 4702 and 40 CFR 60 Subpart JJJJ] Federally Enforceable Through Title V Permit
36. 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 Rules 2201 and 4702] Federally Enforceable Through Title V Permit



AUTHORITY TO CONSTRUCT

PERMIT NO: S-37-164-0

ISSUANCE DATE: 08/02/2018

LEGAL OWNER OR OPERATOR: KERN OIL & REFINING CO.
MAILING ADDRESS: 7724 E PANAMA LN
BAKERSFIELD, CA 93307-9210

LOCATION: PANAMA LN & WEEDPATCH HWY
BAKERSFIELD, CA 93307-9210

EQUIPMENT DESCRIPTION:
310 HP WAUKESHA MODEL MODEL F18SE, NATURAL GAS-FIRED IC ENGINE EQUIPPED WITH NONSELECTIVE CATALYTIC REDUCTION (NSCR) SERVING NAPHTHA HYDROTREATER RECYCLE COMPRESSOR (#S-37-118)

CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. 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 NOX emission reduction credits for the following quantity of emissions: 1st quarter - 106 lb, 2nd quarter - 106 lb, 3rd quarter - 106 lb, and fourth quarter - 107 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
4. ERC Certificate Number C-1438-2 and S-2653-2 (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.

Samir Sheikh, Executive Director / APCO



Arnaud Marjollet, Director of Permit Services

S-37-164-0 - Aug 2 2018 3:10PM - EDGEHLR - Joint Inspection NOT Required

5. Prior to operating equipment under this Authority to Construct, permittee shall surrender PM10 emission reduction credits for the following quantity of emissions: 1st quarter - 77 lb, 2nd quarter - 77 lb, 3rd quarter - 78 lb, and fourth quarter - 78 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
6. ERC Certificate Number S-4971-4 (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
7. Prior to operating equipment under this Authority to Construct, permittee shall surrender VOC emission reduction credits for the following quantity of emissions: 1st quarter - 113 lb, 2nd quarter - 113 lb, 3rd quarter - 113 lb, and fourth quarter - 114 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
8. ERC Certificate Number S-4966-1 (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
9. No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
10. 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]
11. This IC engine shall be equipped with a three-way catalyst and shall be fired on PUC-regulated natural gas. [District Rule 2201]
12. This engine shall be equipped with an operational non-resettable elapsed time meter or other APCO approved alternative. [District Rule 4702]
13. 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]
14. This engine shall be operated and maintained in proper operating condition per the manufacturer's requirements as specified on the Inspection and Monitoring (I&M) plan submitted to the District. [District Rule 4702]
15. Air-to-fuel ratio controller(s) shall be maintained and operated appropriately in order to ensure proper operation of the engine and control device to minimize emissions at all times. [District Rule 2201 and 40 CFR 60 Subpart JJJJ]
16. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201] Federally Enforceable Through Title V Permit
17. Emissions from this IC engine shall not exceed any of the following limits: 0.061 g-NOx/bhp-hr or 5 ppmv @ 15% O₂, 0.06 g-PM10/bhp-hr, 0.414 g-CO/bhp-hr or 56 ppmv @ 15% O₂, 0.051 g-VOC/bhp-hr or 12 ppmv @ 15% O₂. [District Rules 2201, 4702, and 40 CFR 60 Subpart JJJJ] Federally Enforceable Through Title V Permit
18. Sulfur content of the natural gas burned shall not exceed 1 grain/100 scf. [District Rules 2201 and 4702] Federally Enforceable Through Title V Permit
19. Source testing to measure natural gas-combustion NO_x, CO, and VOC emissions from this engine shall be conducted within 60 days of initial startup and not less than once every 24 months thereafter. [District Rules 2201 and 4702] Federally Enforceable Through Title V Permit
20. Emissions source testing shall be conducted with the engine operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. [District Rule 4702 and 40 CFR 60 Subpart JJJJ] Federally Enforceable Through Title V Permit

21. For initial emissions source testing, the arithmetic average of three 60-consecutive-minute test runs shall apply. Each test run shall be conducted within 10 percent of 100 percent peak (or the highest achievable) load. If two of three runs are above an applicable limit, the test cannot be used to demonstrate compliance with an applicable limit. NO_x and CO concentrations shall be reported in ppmv, corrected to 15% oxygen. [District Rule 4702 and 40 CFR 60 Subpart JJJ] Federally Enforceable Through Title V Permit
22. 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. VOC emissions shall be reported as methane. VOC, NO_x, and CO concentrations shall be reported in ppmv, corrected to 15% oxygen. [District Rule 4702] Federally Enforceable Through Title V Permit
23. The following test methods shall be used: NO_x (ppmv) - EPA Method 7E or ARB Method 100, CO (ppmv) - EPA Method 10 or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, and VOC (ppmv) - EPA Method 18, 25A or 25B, or ARB Method 100. [District Rules 1081 and 4702] Federally Enforceable Through Title V Permit
24. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
25. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081 and 40 CFR 60 Subpart JJJ] Federally Enforceable Through Title V Permit
26. Permittee shall keep records of receipts and/or invoices demonstrating that the combusted gas is provided from a PUC or FERC-regulated source. [District Rules 1070, 2201, and 4702] Federally Enforceable Through Title V Permit
27. The permittee shall monitor and record the stack concentration of NO_x, CO, and O₂ at least once every calendar quarter (in which a source test is not performed) using a portable emission monitor that meets District specifications. [In-stack O₂ monitors may be allowed if approved by the APCO.] Monitoring shall be performed not less than once every month for 12 months if 2 consecutive deviations are observed during quarterly monitoring. Monitoring shall not be required if the engine is not in operation, i.e. the engine need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the engine unless monitoring has been performed within the last month if on a monthly monitoring schedule, or within the last quarter if on a quarterly monitoring schedule. Records must be maintained of the dates of non-operation to validate extended monitoring frequencies. [District Rule 4702] Federally Enforceable Through Title V Permit
28. If either the NO_x or CO concentrations corrected to 15% O₂, as measured by the portable analyzer, exceed the allowable emission concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than eight (8) hours after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after eight (8) hours, the permittee shall notify the District within the following 1 hour, and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rule 4702] Federally Enforceable Through Title V Permit
29. 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 Rule 4702] Federally Enforceable Through Title V Permit
30. The permittee shall maintain records of: (1) the date and time of NO_x, CO, and O₂ measurements, (2) the O₂ concentration in percent and the measured NO_x and CO concentrations corrected to 15% O₂, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rule 4702] Federally Enforceable Through Title V Permit

31. The owner/operator shall submit to the APCO for approval, an Inspection and Maintenance (I&M) plan that specifies all actions to be taken to satisfy all of the requirements of Rule 4702 Sections 5.8 and 6.5. [District Rule 4702] Federally Enforceable Through Title V Permit
32. The operator shall collect data through the I&M plan in a form approved by the APCO. [District Rule 4702] Federally Enforceable Through Title V Permit
33. The permittee shall update the I&M plan for this engine prior to any planned change in operation. The permittee must notify the District no later than seven days after changing the I&M plan and must submit an updated I&M plan to the APCO for approval no later than 14 days after the change. The date and time of the change to the I&M plan shall be recorded in the engine's operating log. For modifications, the revised I&M plan shall be submitted to and approved by the APCO prior to issuance of the Permit to Operate. The permittee may request a change to the I&M plan at any time. [District Rule 4702] Federally Enforceable Through Title V Permit
34. The permittee shall maintain an engine operating log to demonstrate compliance. The engine operating log shall include, on a monthly basis, the following information: total hours of operation, type of fuel used, maintenance or modifications performed, monitoring data, compliance source test results, and any other information necessary to demonstrate compliance. [District Rule 4702 and 40 CFR 60 Subpart JJJJ] Federally Enforceable Through Title V Permit
35. 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 Rules 2201 and 4702] Federally Enforceable Through Title V Permit



AUTHORITY TO CONSTRUCT

PERMIT NO: S-37-165-0

ISSUANCE DATE: 08/02/2018

LEGAL OWNER OR OPERATOR: KERN OIL & REFINING CO.
MAILING ADDRESS: 7724 E PANAMA LN
BAKERSFIELD, CA 93307-9210

LOCATION: PANAMA LN & WEEDPATCH HWY
BAKERSFIELD, CA 93307-9210

EQUIPMENT DESCRIPTION:
310 HP WAUKESHA MODEL MODEL F18SE, NATURAL GAS-FIRED IC ENGINE EQUIPPED WITH NONSELECTIVE CATALYTIC REDUCTION (NSCR) SERVING NAPHTHA REFORMER RECYCLE COMPRESSOR (#S-37-118)

CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. 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 NOX emission reduction credits for the following quantity of emissions: 1st quarter - 106 lb, 2nd quarter - 106 lb, 3rd quarter - 106 lb, and fourth quarter - 107 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
4. ERC Certificate Number C-1438-2 and S-2653-2 (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.

Samir Sheikh, Executive Director / APCO

Claude Marjollet, Director of Permit Services

S-37-165-0; Aug 2 2018 3:10PM ~ EDGEHILL : Joint Inspection NOT Required

5. Prior to operating equipment under this Authority to Construct, permittee shall surrender PM10 emission reduction credits for the following quantity of emissions: 1st quarter - 77 lb, 2nd quarter - 77 lb, 3rd quarter - 78 lb, and fourth quarter - 78 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
6. ERC Certificate Number S-4971-4 (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
7. Prior to operating equipment under this Authority to Construct, permittee shall surrender VOC emission reduction credits for the following quantity of emissions: 1st quarter - 113 lb, 2nd quarter - 113 lb, 3rd quarter - 113 lb, and fourth quarter - 114 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
8. ERC Certificate Number S-4966-1 (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
9. No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
10. 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]
11. This IC engine shall be equipped with a three-way catalyst and shall be fired on PUC-regulated natural gas. [District Rule 2201]
12. This engine shall be equipped with an operational non-resettable elapsed time meter or other APCO approved alternative. [District Rule 4702]
13. 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]
14. This engine shall be operated and maintained in proper operating condition per the manufacturer's requirements as specified on the Inspection and Monitoring (I&M) plan submitted to the District. [District Rule 4702]
15. Air-to-fuel ratio controller(s) shall be maintained and operated appropriately in order to ensure proper operation of the engine and control device to minimize emissions at all times. [District Rule 2201 and 40 CFR 60 Subpart JJJJ]
16. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201] Federally Enforceable Through Title V Permit
17. Emissions from this IC engine shall not exceed any of the following limits: 0.061 g-NOx/bhp-hr or 5 ppmv @ 15% O₂, 0.06 g-PM10/bhp-hr, 0.414 g-CO/bhp-hr or 56 ppmv @ 15% O₂, 0.051 g-VOC/bhp-hr or 12 ppmv @ 15% O₂. [District Rules 2201, 4702, and 40 CFR 60 Subpart JJJJ] Federally Enforceable Through Title V Permit
18. Sulfur content of the natural gas burned shall not exceed 1 grain/100 scf. [District Rules 2201 and 4702] Federally Enforceable Through Title V Permit
19. Source testing to measure natural gas-combustion NO_x, CO, and VOC emissions from this engine shall be conducted within 60 days of initial startup and not less than once every 24 months thereafter. [District Rules 2201 and 4702] Federally Enforceable Through Title V Permit
20. Emissions source testing shall be conducted with the engine operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. [District Rule 4702 and 40 CFR 60 Subpart JJJJ] Federally Enforceable Through Title V Permit

21. For initial emissions source testing, the arithmetic average of three 60-consecutive-minute test runs shall apply. Each test run shall be conducted within 10 percent of 100 percent peak (or the highest achievable) load. If two of three runs are above an applicable limit, the test cannot be used to demonstrate compliance with an applicable limit. NOx and CO concentrations shall be reported in ppmv, corrected to 15% oxygen. [District Rule 4702 and 40 CFR 60 Subpart JJJ] Federally Enforceable Through Title V Permit
22. 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. VOC emissions shall be reported as methane. VOC, NOx, and CO concentrations shall be reported in ppmv, corrected to 15% oxygen. [District Rule 4702] Federally Enforceable Through Title V Permit
23. The following test methods shall be used: NOx (ppmv) - EPA Method 7E or ARB Method 100, CO (ppmv) - EPA Method 10 or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, and VOC (ppmv) - EPA Method 18, 25A or 25B, or ARB Method 100. [District Rules 1081 and 4702] Federally Enforceable Through Title V Permit
24. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
25. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081 and 40 CFR 60 Subpart JJJ] Federally Enforceable Through Title V Permit
26. Permittee shall keep records of receipts and/or invoices demonstrating that the combusted gas is provided from a PUC or FERC-regulated source. [District Rules 1070, 2201, and 4702] Federally Enforceable Through Title V Permit
27. The permittee shall monitor and record the stack concentration of NOx, CO, and O2 at least once every calendar quarter (in which a source test is not performed) using a portable emission monitor that meets District specifications. [In-stack O2 monitors may be allowed if approved by the APCO.] Monitoring shall be performed not less than once every month for 12 months if 2 consecutive deviations are observed during quarterly monitoring. Monitoring shall not be required if the engine is not in operation, i.e. the engine need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the engine unless monitoring has been performed within the last month if on a monthly monitoring schedule, or within the last quarter if on a quarterly monitoring schedule. Records must be maintained of the dates of non-operation to validate extended monitoring frequencies. [District Rule 4702] Federally Enforceable Through Title V Permit
28. If either the NOx or CO concentrations corrected to 15% O2, as measured by the portable analyzer, exceed the allowable emission concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than eight (8) hours after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after eight (8) hours, the permittee shall notify the District within the following 1 hour, and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rule 4702] Federally Enforceable Through Title V Permit
29. 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 Rule 4702] Federally Enforceable Through Title V Permit
30. The permittee shall maintain records of: (1) the date and time of NOx, CO, and O2 measurements, (2) the O2 concentration in percent and the measured NOx and CO concentrations corrected to 15% O2, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rule 4702] Federally Enforceable Through Title V Permit

31. The owner/operator shall submit to the APCO for approval, an Inspection and Maintenance (I&M) plan that specifies all actions to be taken to satisfy all of the requirements of Rule 4702 Sections 5.8 and 6.5. [District Rule 4702] Federally Enforceable Through Title V Permit
32. The operator shall collect data through the I&M plan in a form approved by the APCO. [District Rule 4702] Federally Enforceable Through Title V Permit
33. The permittee shall update the I&M plan for this engine prior to any planned change in operation. The permittee must notify the District no later than seven days after changing the I&M plan and must submit an updated I&M plan to the APCO for approval no later than 14 days after the change. The date and time of the change to the I&M plan shall be recorded in the engine's operating log. For modifications, the revised I&M plan shall be submitted to and approved by the APCO prior to issuance of the Permit to Operate. The permittee may request a change to the I&M plan at any time. [District Rule 4702] Federally Enforceable Through Title V Permit
34. The permittee shall maintain an engine operating log to demonstrate compliance. The engine operating log shall include, on a monthly basis, the following information: total hours of operation, type of fuel used, maintenance or modifications performed, monitoring data, compliance source test results, and any other information necessary to demonstrate compliance. [District Rule 4702 and 40 CFR 60 Subpart JJJJ] Federally Enforceable Through Title V Permit
35. 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 Rules 2201 and 4702] Federally Enforceable Through Title V Permit