



FFB 0 5 2020

Dann Torres World Class Distribution, Inc. 343 S Lena Road San Bernardino, CA 92408

Re: Notice of Preliminary Decision - Authority to Construct

> Facility Number: N-8942 Project Number: N-1193924

Dear Mr. Torres:

Enclosed for your review and comment is the District's analysis of World Class Distribution, Inc.'s application for an Authority to Construct for the installation of a 2,722 bhp diesel-fired emergency engine powering a 1,800 kW generator, at 4239 Pock Lane, Stockton, CA.

The notice of preliminary decision for this project has been posted on the District's website (www.valleyair.org). After addressing all comments made during the 30-day public notice period, the District intends to issue the Authority to Construct. Please submit your written comments on this project within the 30-day public comment period, as specified in the enclosed public notice.

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

Sincerely.

Arnaud Marjollet

Director of Permit Services

AM:fic

CC:

Enclosures

Courtney Graham, CARB (w/ enclosure) via email

Samir Sheikh Executive Director/Air Pollution Control Officer

San Joaquin Valley Air Pollution Control District

Authority to Construct Application Review **Emergency Standby IC Engine**

Date: 1/30/2020 Facility Name: World Class Distribution, Inc.

Engineer: Fred Cruz Mailing Address: 343 S Lena Road

San Bernardino, CA 92408

Lead Engineer: James Harader

Wendy Fairchild Contact Person: Dann Torres

Telephone: (909) 391-1387 (510) 981-9075

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Application Nos: N-8942-4-0

Project No: N-1193924

Deemed Complete: December 19, 2019

Proposal: I.

World Class Distribution, Inc. submitted an Authority to Construct application to install a 2,722 bhp diesel-fired emergency engine powering a 1,800 kW electrical generator.

11. **Applicable Rules:**

Rule 2201	New and Modified Stationary Source Review Rule (8/15/2019)
Rule 2410	Prevention of Significant Deterioration (6/16/2011)
Rule 2520	Federally Mandated Operating Permits (8/15/2019)
Rule 4001	New Source Performance Standards (4/14/1999)
Rule 4002	National Emission Standards for Hazardous Air Pollutants (5/20/2004)
Rule 4101	Visible Emissions (2/17/2005)
Rule 4102	Nuisance (12/17/1992)
Rule 4201	Particulate Matter Concentration (12/17/1992)
Rule 4701	Stationary Internal Combustion Engines – Phase 1 (8/21/2003)
Rule 4702	Stationary Internal Combustion Engines – Phase 2 (11/14/2013)
Rule 4801	Sulfur Compounds (12/17/1992)
CH&SC 4170	00 Health Risk Assessment

CH&SC 42301.6 **School Notice**

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

California Environmental Quality Act (CEQA)

Public Resources Code 21000-21177: California Environmental Quality Act (CEQA) California Code of Regulations, Title 14, Division 6, Chapter 3, Sections 15000-15387: **CEQA Guidelines**

III. Project Location:

The facility is located at 4239 Pock Lane, Stockton, CA.
The project is not located within 1,000 feet of a K-12 school. Therefore, the school notification requirements of CH&SC Section 42301.6 are not required.

IV. Process Description:

The 2,722 bhp Caterpillar diesel-fired emergency engine powers an electrical generator.

V. Equipment Listing:

N-8942-4-0: 2,722 BHP CATERPILLAR MODEL 3516C DIESEL-FIRED EMERGENCY ENGINE (TIER 2 CERTIFIED) POWERING A 1,800 KW GENERATOR

VI. Emission Control Technology Evaluation:

The applicant has proposed to install a Tier 2 certified diesel-fired IC engine that is fired on very low-sulfur diesel fuel.

The proposed engine meets the latest Tier Certification requirements for emergency standby engines. Therefore, this engine meets the latest ARB/EPA emissions standards for diesel particulate matter, hydrocarbons, nitrogen oxides, and carbon monoxide (see Appendix B for a copy of the emissions data sheet and/or the ARB/EPA executive order).

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

VII. Emission Calculations:

A. Assumptions:

Operating schedule: 24 hours/day, 50 hours/year

Density of diesel fuel: 7.1 lb/gal

EPA F-factor: 9051 dscf/MMBtu (corrected to 60° F)

PM₁₀ fraction of diesel exhaust is 96% (Reference - CARB, 1988)

Fuel heating value: 137,000 Btu/gal BHP to Btu/hr conversion: 2542.5 Btu/hp-hr

Thermal efficiency of engine commonly $\approx 35\%$

Fuel rate: 128.4 gal/hr @ 100% load

B. Emission Factors:

The engine manufacturer supplied the emissions factor for NOx and VOC emissions as a combined emission factor for this 2,722 bhp engine. This engine has certified NOx + VOC emissions of 3.95 g/bhp-hr (5.3 g/kW-hr). It will be assumed the NOx + VOC emission factor is split 95% NOx and 5% VOC (per the Carl Moyer program).

The applicant supplied the combined NOx + VOC emissions factor as 3.95 g/bhp-hr. Therefore, the NOx and VOC emissions factors are calculated as follows:

NO_x g/bhp-hr = 3.95 g/bhp-hr x 0.95

 $NO_X = 3.76 \text{ g/bhp-hr}$

VOC (g/bhp-hr) = 3.95 g/bhp-hr x 0.05

VOC = 0.19 g/bhp-hr

Pollutant	Emission Factor (g/bhp-hr)	Source
NOx	3.76	Engine manufacturer
CO	0.67	Engine manufacturer
VOC	0.19	Engine manufacturer
PM ₁₀	0.075	Engine manufacturer
SOx	0.0051	See calculation below

The emission factor for SOx may be calculated based on the current CARB standard for diesel sulfur content, which is 15 ppm by weight.

$$\frac{0.000015 \ lb - S}{lb - fuel} \times \frac{7.1 \ lb - fuel}{gallon} \times \frac{2 \ lb - SO_2}{1 \ lb - S} \times \frac{1 \ gal}{137,000 \ Biu} \times \frac{1 \ bhp \ input}{0.35 \ bhp \ out} \times \frac{2.542.5 \ Biu}{bhp - hr} \times \frac{453.6 \ g}{lb} = 0.0051$$

C. Calculations:

1. Pre-Project Emissions (PE1)

This emergency engine is considered as new emission units and PE1 will equal zero for all pollutants.

2. Post Project PE (PE2)

The potential to emit emissions from each emergency IC engine is based on the maximum operating capacity of the engine for 24 hours per day. The following calculation for NO_x emissions is representative of emission calculations for all pollutants. Annual emissions are calculated using 50 hours per year for non-emergency operation for this engine.

NO_x: $3.76 \text{ g/hp-hr} \times 2,722 \text{ hp} \times \text{lb/453.6 g}$

NO_x: 22.56 lb/hr, 541.5 lb/day, 1,128 lb/yr CO: 4.02 lb/hr, 96.5 lb/day, 201 lb/yr VOC: 1.14 lb/hr, 27.4 lb/day, 57 lb/yr PM₁₀: 0.45 lb/hr, 10.8 lb/day, 23 lb/yr

SO_x: 0.03 lb/hr, 0.7 lb/day, 2 lb/yr

	NOx	CO	VOC	PM ₁₀	SOx
Daily PE	541.5	96.5	27.4	10.8	0.7
Annual PE	1,128	201	57	23	2

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

Pursuant to Section 4.9 of District Rule 2201, the Pre-Project Stationary Source Potential to Emit (SSPE1) is the Potential to Emit (PE) from all units with valid ATCs or PTOs at the Stationary Source and the quantity of Emission Reduction Credits (ERCs) which have been banked since September 19, 1991 for Actual Emissions Reductions that have occurred at the source, and which have not been used on-site. This is an existing facility and SSPE1 emissions are from project N-1171539, unless otherwise noted.

	SSPE1 (lb/year)						
Permit Unit	NOx	SOx	PM ₁₀	со	voc		
N-8942-2-0	750	1	23	212	27		
N-8942-3-0	750	1	23	212	27		
SSPE1	1,500	2	46	424	54		

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

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

SSPE2 (lb/year)						
Permit Unit	NO _X	SOx	PM ₁₀	СО	voc	
N-8942-2-0	750	1	23	212	27	
N-8942-3-0	750	1	23	212	27	
N-8942-4-0 (ATC)	1,128	2	23	201	57	
SSPE2	2,628	4	69	625	111	

5. Major Source Determination:

Pursuant to Section 3.24 of District Rule 2201, a Major Source is a stationary source with post project emissions or a Post Project Stationary Source Potential to Emit (SSPE2), equal to or exceeding one or more of the following threshold values. However, Section 3.24.2 states, "for the purposes of determining major source status, the SSPE2 shall not include the quantity of emission reduction credits (ERC) which have been banked since September 19, 1991 for Actual Emissions Reductions that have occurred at the source, and which have not been used on-site." This facility does not have ERCs, which have been banked at the source; therefore, SSPE2 does not have to be adjusted.

	Major Source Determination						
Pollutant SSPE1 SSPE2 Major Source Existing Becoming a Threshold Major Major Source?							
NOx	1,500	2,628	20,000	No	No		
SOx	2	4	140,000	No	No		
PM ₁₀	46	69	140,000	No	No		
СО	424	625	200,000	No	No		
VOC	54	111	20,000	No	No		

As seen in the table above, the facility is not an existing Major Source and does not become a Major Source as a result of this project.

Rule 2410 Major Source Determination:

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

PSD Major Source Determination (tons/year)						
NO ₂ VOC SO ₂ CO PM PM ₁₀						PM ₁₀
Estimated Facility PE before Project Increase	0.75	0.03	0.001	0.21	0.02	0.02
PSD Major Source Thresholds	250	250	250	250	250	250
PSD Major Source ? (Y/N)	N	N	N	N	N	N

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

6. Baseline Emissions (BE):

The equipment is considered as a new emissions unit and the baseline emissions will equal zero for all pollutants.

7. \$B 288 Major Modification:

SB 288 Major Modification is defined in 40 CFR Part 51.165 as "any physical change in or change in the method of operation of a major stationary source that would result in a significant net emissions increase of any pollutant subject to regulation under the Act." Since this facility is not a major source for any of the pollutants addressed in this project, this project does not constitute an SB 288 major modification.

8. Federal Major Modification

District Rule 2201 states that a Federal Major Modification is the same as a "Major Modification" as defined in 40 CFR 51.165 and part D of Title I of the CAA. Since this facility is not a Major Source for any pollutants, this project does not constitute a Federal Major Modification.

9. Quarterly Net Emissions Change (QNEC)

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

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

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

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

The first step of this PSD applicability evaluation consists of determining whether the facility is an existing PSD Major Source. This facility is not an existing PSD Major source (See Section VII.C.5 of this document). In the case the facility is NOT an existing PSD Major Source, the second step of the PSD evaluation is to determine if the project, by itself, would be a PSD major source.

Potential to Emit of attainment/unclassified pollutant for New or Modified Emission Units vs PSD Significant Emission Increase Thresholds

As a screening tool, the potential to emit from all new and modified units is compared to the PSD significant emission increase thresholds, and if total potential to emit from all new and modified units is below this threshold, no futher analysis will be needed

PSD Major Source Determination: Potential to Emit (tons/yr)						
	NO ₂	voc	SO ₂	co	PM	PM ₁₀
Total PE from New and Modified Units	0.56	0.03	0.001	0.10	0.01	0.01
PSD Major Source threshold	250	250	250	250	250	250
New PSD Major Source?	N	N	N	N	N	N

As demonstrated above, because the project has a total potential to emit from all new and modified emission units below the PSD significant emission increase thresholds, this project is not subject to the requirements of Rule 2410 due to a significant emission increase and no further discussion is required.

VII. Compliance

Rule 2201 New and Modified Stationary Source Review Rule

A. Best Available Control Technology (BACT):

1. BACT Applicability:

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

- a) Any new emissions unit with a potential to emit exceeding 2.0 pounds per day,
- b) The relocation from one Stationary Source to another of an existing emissions unit with a potential to emit exceeding 2.0 pounds per day,
- c) Modifications to an existing emissions unit with a valid Permit to Operate resulting in an AIPE exceeding 2.0 pounds per day, and/or
- d) Any new or modified emissions unit, in a stationary source project, which results in a Major Modification.
 - *Except for CO emissions from a new or modified emissions unit at a Stationary Source with an SSPE2 of less than 200,000 pounds per year of CO.

a. New emissions units - PE > 2.0 lb/day

These engines will be considered as new emission units at the time of installation and the daily emissions from this engine is compared to the BACT thresholds in the following table:

New Emissions Unit BACT Applicability						
Pollutant Daily Emissions for unit -4-0 (lb/day) BACT Threshold (lb/day) SSPE2 (lb/yr) Tr						
NOx	541.5	> 2.0	N/A	Yes		
SOx	0.7	> 2.0	N/A	No		
PM ₁₀	10.8	> 2.0	N/A	Yes		
СО	96.5	> 2.0 and SSPE2 ≥ 200,000 lb/yr	625	No		
VOC	27.4	> 2.0	N/A	Yes		

BACT will be triggered for NOx, PM10 and VOC emissions for this engine.

b. Relocation of emissions units - PE > 2.0 lb/day

This engine is not being relocated from one stationary source to another stationary source as a result of this project.

c. Modification of emissions units – Adjusted Increase in Permitted Emissions (AIPE) > 2.0 lb/day

This engine is not being modified. Therefore, BACT is not triggered for the modification of emissions units with an AIPE > 2.0 lb/day.

d. Major Modification

This project does not constitute a Major Modification. Therefore, BACT is not triggered for a Major Modification.

2. BACT Guideline:

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

3. Top Down BACT Analysis

Per District Policy APR 1305, Section IX, "A top down BACT analysis shall be performed as a part of the Application Review for each application subject to the BACT requirements pursuant to the District's NSR Rule for source categories or classes covered in the BACT Clearinghouse, relevant information under each of the following steps may be simply cited from the Clearinghouse without further analysis."

Pursuant to the attached top down BACT Analysis, which appears in Appendix D of this report, BACT is satisfied with:

NOx: Tier 2 certified IC engine VOC: Tier 2 certified IC engine

PM₁₀: Tier 2 certified IC engine with PM₁₀ emissions of 0.15 g/bhp-hr, or less

The applicant has proposed to install a 2,722 bhp Tier 2 certified IC engine with a PM_{10} emissions rate of 0.075 g/bhp-hr. Therefore, BACT is satisfied for NO_x , VOC, and PM_{10} .

B. Offsets:

1. Offset Applicability:

Pursuant to Section 4.6.2 of this rule, offsets are not required for emergency IC engines. The engine in this project is an emergency IC engine; therefore, this exemption is applicable to this project.

However, even when there is an applicable exemption, the SSPE2 values are compared to the offset threshold to determine if offsets are triggered. In its PAS database, the District keeps track of facilities where offsets are triggered but an exemption applies. The SSPE2 values are compared to the offset trigger thresholds in the following table:

Offset Determination (lb/year)							
NOX SOX PM ₁₀ CO VOC							
SSPE2	2,628	4	69	625	111		
Offset Thresholds	20,000	54,750	29,200	200,000	20,000		
Offsets Triggered?	No	No	No	No	No		

2. Quantity of Offsets Required:

As shown in the table above, no offset thresholds are exceeded with this project. Further, as previously stated, the offset exemption from Section 4.6.2 of District Rule 2201 is applicable to this project. Therefore, offset calculations are not necessary and offsets are not required.

C. Public Notification:

1. Applicability:

Public noticing is required for:

- a. New Major Sources, which is a new facility that also becomes a Major Source,
- b. Major Modifications,

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

a. New Major Source

A New Major Source is a new facility, which also becomes a major source. This is an existing facility and does not become a Major Source from this project. Public noticing is not required for this project for New Major Source purposes.

b. Major Modification

As demonstrated previously in Sections VII.C.7 and VII.C.8, this project does not constitute a Major Modification; therefore, public noticing for Major Modification purposes is not required.

c. PE > 100 lb/day

The Daily PE for this new emissions unit is compared to the daily PE Public Notice Thresholds in the following table:

PE > 100 lb/day Public Notice Thresholds						
Pollutant	Daily PE for unit -4-0 (lb/day)	Public Notice Threshold (lb/day)	Public Notice Triggered?			
NOx	541.5	100	Yes			
SOx	0.7	100	No			
PM ₁₀	10.8	100	No			
СО	96.5	100	No			
VOC	27.4	100	No			

As detailed in the preceding table, NOx emissions from this engine exceed the pollutant public notice threshold and public noticing is required for this project.

d. Offset Threshold

The following table compares the SSPE1 and SSPE2 with the offset thresholds to determine if any offset thresholds have been surpassed.

Offset Threshold						
Pollutant SSPE1 SSPE2 Offset Threshold (lb/yr) Public Not Required						
NOx	1,500	2,628	20,000	No		
SOx	2	4	54,750	No		
PM ₁₀	46	69	29,200	No		
СО	424	625	200,000	No		
VOC	54	111	20,000	No		

As detailed in the preceding table, there are no offset thresholds surpassed with this project. Therefore, public noticing is not required for this project

e. SSIPE > 20,000 lb/year

Public notification is required for any permitting action that results in a Stationary Source Increase in Permitted Emissions (SSIPE) of more than 20,000 lb/year of any affected pollutant. According to District policy, the SSIPE is calculated as the Post Project Stationary Source Potential to Emit (SSPE2) minus the Pre-Project Stationary Source Potential to Emit (SSPE1), i.e. SSIPE = SSPE2 – SSPE1. The values for SSPE2 and SSPE1 are calculated according to Rule 2201, Sections 4.9 and 4.10, respectively. The SSIPE is compared to the SSIPE Public Notice thresholds in the following table:

SSIPE Public Notice Threshold						
Pollutant	SSPE2 (lb/yr)	SSPE1 (lb/yr)	SSIPE (lb/yr)	SSIPE Threshold (lb/yr)	Public Notice Required?	
NOx	2,628	1,500	1,128	20,000	No	
SOx	4	2	2	20,000	No	
PM ₁₀	69	46	23	20,000	No	
СО	625	424	201	20,000	No	
VOC	111	54	57	20,000	No	

As detailed in the preceding table, there are no SSIPE thresholds surpassed with this project. Therefore, public noticing is not required for exceeding the SSIPE thresholds.

f. Title V Significant Modification:

This facility is not a Major Source and has not been issued a Title V permit. Therefore, public noticing for a Title V Significant Modification is not required.

2. Public Notice Action

As discussed above, this project results in emissions exceeding the 100-lb/day threshold for NOx emissions from this emergency engine. Therefore, public notice is required for this project.

D. Daily Emissions Limits

Daily Emissions Limitations (DELs) and other enforceable conditions are required by Section 3.15 to restrict a unit's maximum daily emissions, to a level at or below the emissions associated with the maximum design capacity. Per Sections 3.15.1 and 3.15.2, the DEL must be contained in the latest ATC and contained in or enforced by the latest PTO and enforceable, in a practicable manner, on a daily basis. DELs are also required to enforce the applicability of BACT. For this emergency standby IC engine, the DELs are stated in the form of emission factors, the maximum engine horsepower rating, and the maximum operational time of 24 hours per day. Therefore, the following conditions will be listed on the ATC to ensure compliance:

N-8942-4-0:

- Emissions from this IC engine shall not exceed any of the following limits: 3.76 g-NOx/bhp-hr, 0.67 g-CO/bhp-hr, or 0.19 g-VOC/bhp-hr. [District Rule 2201 and 17 CCR 93115]
- Emissions from this IC engine shall not exceed 0.075 g-PM₁₀/bhp-hr based on USEPA certification using ISO 8178 test procedure. [District Rules 2201 and 4102, and 17 CCR 93115]
- Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801, and 17 CCR 93115]

E. Compliance Assurance:

1. Source Testing

Per District Practice, source testing is not required for emergency standby IC engines to demonstrate compliance with Rule 2201.

2. Monitoring

Monitoring is not required to demonstrate compliance with Rule 2201.

3. Recordkeeping

Recordkeeping is required to demonstrate compliance with the offset, public notification, and daily emission limit requirements of Rule 2201. As required by

District Rule 4702, Stationary Internal Combustion Engines - Phase 2, this IC engine is subject to recordkeeping requirements. Recordkeeping requirements, in accordance with District Rule 4702, will be discussed in Section VIII, District Rule 4702, of this evaluation.

4. Reporting

Reporting is not required to ensure compliance with Rule 2201.

F. Ambient Air Quality Analysis (AAQA)

An AAQA shall be conducted for the purpose of determining whether a new or modified Stationary Source will cause or make worse a violation of an air quality standard. The District's Technical Services Division conducted the required analysis. Refer to Appendix E of this document for the AAQA summary sheet.

The proposed location is in an attainment area for NOx, CO, and SOx. As shown by the AAQA summary sheet the proposed equipment will not cause a violation of an air quality standard for NOx, CO, or SOx.

The proposed location is in a non-attainment area for the state's PM₁₀ as well as federal and state PM_{2.5} thresholds. As shown by the AAQA summary sheet the proposed equipment will not cause a violation of an air quality standard for PM₁₀ and PM_{2.5}.

Rule 2520 Federally Mandated Operating Permits

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

Rule 4001 New Source Performance Standards (NSPS)

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

The District has not been delegated the authority to implement Subpart IIII requirements for non-Major Sources; therefore, no requirements shall be included on the permit.

Rule 4002 National Emission Standards for Hazardous Air Pollutants

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

The District has not been delegated the authority to implement NESHAP regulations for Area Source requirements for non-Major Sources; therefore, no requirements shall be included on the permit.

Rule 4101 Visible Emissions

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

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

Rule 4102 Nuisance

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

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

California Health & Safety Code 41700 (Health Risk Assessment)

District Policy APR 1905 - Risk Management Policy for Permitting New and Modified Sources (dated 3/2/01) specifies that for an increase in emissions associated with a proposed new source or modification, the District perform an analysis to determine the possible impact to the nearest resident or worksite.

The District performed an analysis pursuant to the District's Risk Management Policy for Permitting New and Modified Sources (APR 1905, May 28, 2015) to determine the possible cancer and non-cancer health impact to the nearest resident or worksite. This policy requires that an assessment be performed on a unit by unit basis, project basis, and on a facility-wide basis. If a preliminary prioritization analysis demonstrates that:

- A unit's prioritization score is less than the District's significance threshold and;
- The project's prioritization score is less than the District's significance threshold and;
- The facility's total prioritization score is less than the District's significance threshold Then, generally no further analysis is required.

The District's significant prioritization score threshold is defined as being equal to or greater than 1.0. If a preliminary analysis demonstrates that either the unit(s) or the project's or the facility's total prioritization score is greater than the District threshold, a screening or a refined assessment is required

If a refined assessment is greater than one in a million but less than 20 in one million for carcinogenic impacts (Cancer Risk) and less than 1.0 for the Acute and Chronic hazard indices(Non-Carcinogenic) on a unit by unit basis, project basis and on a facility-wide basis

the proposed application is considered less than significant. For unit's that exceed a cancer risk of 1 in one million, Toxic Best Available Control Technology (TBACT) must be implemented.

Toxic emissions for this project were calculated using the following methods:

• Toxic emissions for the proposed unit were calculated and provided by the processing engineer.

These emissions were input into the San Joaquin Valley APCD's Hazard Assessment and Reporting Program (SHARP). In accordance with the District's Risk Management Policy, risks from the proposed unit's toxic emissions were prioritized using the procedure in the 2016 CAPCOA Facility Prioritization Guidelines. The prioritization score for this proposed facility was greater than 1.0 (see RMR Summary Table). Therefore, a refined health risk assessment was required.

The AERMOD model was used, with the parameters outlined below and meteorological data for 2013-2017 from the Stockton area to determine the dispersion factors for a receptor grid. These dispersion factors were input into the SHARP Program, which then used the Air Dispersion Modeling and Risk Tool (ADMRT) of the Hot Spots Analysis and Reporting Program Version 2 (HARP 2) to calculate the chronic and acute hazard indices and the carcinogenic risk for the project.

Units	Prioritization Score	Acute Hazard Index	Chronic Hazard Index	Maximum Individual Cancer Risk	T-BACT Required	Special Permit Requirements
4	N/A¹	N/A ²	0.00	5.65E-07	No	Yes
Project Totals	N/A ¹	N/A ²	0.00	5.65E-07		•
Facility Totals	>1	0.00	0.00	9.39E-07		

Notes:

- Prioritization for this unit was not conducted since it has been determined that all diesel-fired IC engines will result in a prioritization score greater than 1.0.
- Acute Hazard Index was not calculated since there is no risk factor or the risk factor is so low that it has been determined to be insignificant for this type of unit.

The cumulative acute and chronic indices for this facility, including this project, are below 1.0; and the cumulative cancer risk for this facility, including this project, is less than 20 in a million. In addition, the cancer risk for each unit in this project is less than 1.0 in a million. In accordance with the District's Risk Management Policy, the project is approved without Toxic Best Available Control Technology (T-BACT).

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

Units N-8942-4-0:

- 1. The PM₁₀ emissions rate shall not exceed 0.075 g/bhp-hr based on US EPA certification using ISO 8178 test procedure.
- 2. The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap (flapper ok), roof overhang, or any other obstruction.
- 3. This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for

maintenance, testing, and required regulatory purposes shall not exceed 50 hours per calendar year.

Rule 4201 Particulate Matter Concentration

Particulate matter emissions from the engine will be less than or equal to the rule limit of 0.1 grain per cubic foot of gas at dry standard conditions as shown by the following:

$$0.075 \qquad \frac{g - PM_{10}}{bhp - hr} \times \frac{1 \, bhp - hr}{2.542.5 \, Btu} \times \frac{10^6 \, Btu}{8.578 \, dscf} \times \frac{0.35 \, Btu_{out}}{1 \, Btu_{in}} \times \frac{15.43 \, grain}{g} = 0.02 \qquad \frac{grain - PM}{dscf}$$

Since 0.02 grain-PM/dscf is ≤ to 0.1 grain per dscf, compliance with Rule 4201 is expected.

Therefore, the following condition will be listed on the ATC permit to ensure compliance:

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

Rule 4701 Internal Combustion Engines – Phase 1

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

Rule 4702 Internal Combustion Engines – Phase 2

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

District Rule 4702 Requirements Emergency Standby IC Engines	Proposed Method of Compliance with District Rule 4702 Requirements			
Operation of emergency standby engines is limited to 100 hours or less per calendar year for non-emergency purposes, verified by the use of a non-resettable elapsed operating time meter.	The Air Toxic Control Measure for Stationary Compression Ignition Engines (Stationary ATCM) limits these engines for maintenance and testing purposes to 50 hours/year. Thus, compliance is expected.			
	The following conditions will be included on the permit:			
Emergency standby engines cannot be used to reduce the demand for electrical power when normal electrical power line service has not failed, or to produce power for the electrical distribution system, or in conjunction with a voluntary utility demand reduction program or interruptible power contract.	{3807} An emergency situation is an unscheduled electrical power outage caused by sudden and reasonably unforeseen natural disasters or sudden and reasonably unforeseen events beyond the control of the permittee. [District Rules 4701 and 4702]			
·	 {3808} This engine shall not be used to produce power for the electrical distribution system, as part of a voluntary utility demand 			

	·
	reduction program, or for an interruptible power contract. [District Rules 4701 and 4702]
The owner/operator must monitor the operational characteristics of each engine as recommended by the engine manufacturer or emission control system supplier.	 The following condition will be included on the permit: {3478} During periods of operation for maintenance, testing, and required regulatory purposes, the permittee shall monitor the operational characteristics of the engine as recommended by the manufacturer or emission control system supplier (for example: check engine fluid levels, battery, cables and connections; change engine oil and filters; replace engine coolant; and/or other operational characteristics as recommended by the manufacturer or supplier). [District Rules 4701 and 4702]
Records of the total hours of operation of the emergency standby engine, type of fuel used, purpose for operating the engine, all hours of non-emergency and emergency operation, and support documentation must be maintained. All records shall be retained for a period of at least five years, shall be readily available, and be made available to the APCO upon request.	 The following conditions will be included on the permit: {3496} The permittee shall maintain monthly records of emergency and non-emergency operation. Records shall include the number of hours of emergency operation, the date and number of hours of all testing and maintenance operations, the purpose of the operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.) and records of operational characteristics monitoring. For units with automated testing systems, the operator may, as an alternative to keeping records of actual operation for testing purposes, maintain a readily accessible written record of the automated testing schedule. [District Rule 4702 and 17 CCR 93115] The permittee shall maintain monthly records of the type of fuel purchased. [District Rule 4702 and 17 CCR 93115] {3475} All records shall be maintained and retained on-site for a minimum of five years, and shall be made available for District inspection upon request. [District Rules 4701 and 4702 and 17 CCR 93115]

Rule 4801 Sulfur Compounds

Rule 4801 requires that sulfur compound emissions (as SO₂) shall not exceed 0.2% by volume. Using the ideal gas equation, the sulfur compound emissions are calculated as follows:

Volume
$$SO_2 = (n \times R \times T) \div P$$

n = moles SO_2

T (standard temperature) = 60 °F or 520 °R

R (universal gas constant) =
$$\frac{10.73 \,\mathrm{psi} \cdot \mathrm{ft}^3}{\mathrm{lb} \cdot \mathrm{mol} \cdot {}^{\circ}\mathrm{R}}$$

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

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

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

California Health & Safety Code 42301.6 (School Notice)

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

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

The following requirements apply to new engines (those installed after 1/1/2005):

Title 17 CCR Section 93115 Requirements for New Emergency IC Engines Powering Electrical Generators	Proposed Method of Compliance with Title 17 CCR Section 93115 Requirements
Emergency engines must be fired on CARB diesel fuel, or an approved alternative diesel fuel.	The applicant has proposed the use of CARB certified diesel fuel. The proposed permit condition, requiring the use of CARB certified diesel fuel, is included on each permit. • {4258} Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801, and 17 CCR 93115]
The engine must meet the emission standards in Table 1 of the ATCM for the specific power rating and model year of the proposed engine.	The applicant has proposed the use of an engine that is certified to the latest EPA Tier Certification standards for the applicable horsepower range, guaranteeing compliance with the emission standards of the ATCM.

Additionally, the proposed diesel PM emissions rate is less than or equal to 0.15 g/bhp-hr.

The following conditions will be included on the permit:

The engine may not be operated more than 50 hours per year for maintenance and testing purposes unless the PM emissions are ≤ 0.01 g/bhp-hr, then the engine is allowed 100 hours per year. Emissions from this engine are certified at 0.075 g/bhp-hr, therefore the engine is allowed 50 hours.

- Emissions from this IC engine shall not exceed 0.075 g-PM10/bhp-hr based on USEPA certification using ISO 8178 test procedure. [District Rules 2201 and 4102, and 17 CCR 93115]
- {4920} This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 50 hours per calendar year. [District Rules 2201, 4102, and 4702, and 17 CCR 93115]

A non-resettable hour meter with a minimum display capability of 9,999 hours shall be installed upon engine installation, or by no later than January 1, 2005, on all engines subject to all or part of the requirements of sections 93115.6, 93115.7, or 93115.8(a) unless the District determines on a case-by-case basis that a non-resettable hour meter with a different minimum display capability is appropriate in consideration of the historical use of the engine and the owner or operator's compliance history.

The following condition will be included on the permit:

{4749} This engine shall be equipped with a non-resettable hour meter with a minimum display capability of 9,999 hours, unless the District determines that a non-resettable hour meter with a different minimum display capability is appropriate in consideration of the historical use of the engine and the owner or operator's compliance history. [District Rule 4702 and 17 CCR 93115]

The following conditions will be included on the permit:

- An owner or operator shall maintain monthly records of the following: emergency use hours of operation; maintenance and testing hours of operation; hours of operation for emission testing; initial start-up testing hours; hours of operation for all other uses; and the type of fuel used. All records shall be retained for a minimum of 36 months.
- {3496} The permittee shall maintain monthly records of emergency and non-emergency operation. Records shall include the number of hours of emergency operation, the date and number of hours of all testing and maintenance operations, the purpose of the operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.) and records of operational characteristics monitoring. For units with automated testing systems, the operator may, as an alternative to keeping records of actual operation for testing purposes, maintain a readily accessible written record of the automated testing schedule. [District Rule 4702 and 17 CCR 93115]
- {4263} The permittee shall maintain monthly records of the type of fuel purchased. [District Rule 4702 and 17 CCR 93115]

	{3475} All records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rule 4702 and 17 CCR 93115]
--	--

California Environmental Quality Act (CEQA)

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

The basic purposes of CEQA are to:

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

The District performed an Engineering Evaluation (this document) for the proposed project and determined that the project qualifies for ministerial approval under the District's Guideline for Expedited Application Review (GEAR). Section 21080 of the Public Resources Code exempts from the application of CEQA those projects over which a public agency exercises only ministerial approval. Therefore, the District finds that this project is exempt from the provisions of CEQA.

Indemnification Agreement/Letter of Credit Determination

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

As described above, the project requires only ministerial approval, and is exempt from the provisions of CEQA. As such, an Indemnification Agreement or a Letter of Credit will not be required for this project in the absence of expressed public concern.

IX. Recommendation:

Compliance with all applicable prohibitory rules and regulations is expected. Issue the Authority to Construct permit subject to the conditions on the attached permit.

X. Billing Information:

Permit Number	Fee Schedule	Fee Description
N-8942-4-0	3020-10-F	2,722 bhp (\$900)

Appendix A - Authority to Construct permit N-8942-4-0

Appendix B - Engine Emissions Certification Sheet

Appendix C - QNEC Calculations

Appendix D - BACT Top-down Analysis

Appendix E - RMR Summary

Appendix A

Authority to Construct Permit N-8942-4-0

San Joaquin Valley Air Pollution Control District

AUTHORITY TO CONSTRUCT

PERMIT NO: N-8942-4-0

LEGAL OWNER OR OPERATOR: WORLD CLASS DISTRIBUTION, INC.

MAILING ADDRESS:

10288 CALABASH AVE

FONTANA, CA 92335

LOCATION:

2121 BOEING DRIVE STOCKTON, CA 95206

EQUIPMENT DESCRIPTION:

2,722 BHP CATERPILLAR MODEL 3516C DIESEL-FIRED EMERGENCY ENGINE (TIER 2 CERTIFIED) POWERING A 1,800 KW GENERATOR

CONDITIONS

- 1. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
- 2. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]
- 3. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]
- 4. {1898} The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap (flapper ok), roof overhang, or any other obstruction. [District Rule 4102]
- 5. {4749} This engine shall be equipped with a non-resettable hour meter with a minimum display capability of 9,999 hours, unless the District determines that a non-resettable hour meter with a different minimum display capability is appropriate in consideration of the historical use of the engine and the owner or operator's compliance history. [District Rule 4702 and 17 CCR 93115]
- 6. {4258} Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801, and 17 CCR 93115]
- 7. Emissions from this IC engine shall not exceed any of the following limits: 3.76 g-NOx/bhp-hr, 0.67 g-CO/bhp-hr, or 0.19 g-VOC/bhp-hr. [District Rule 2201 and 17 CCR 93115]
- 8. Emissions from this IC engine shall not exceed 0.075 g-PM10/bhp-hr based on USEPA certification using ISO 8178 test procedure. [District Rules 2201 and 4102, and 17 CCR 93115]

CONDITIONS CONTINUE ON NEXT PAGE

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

Samir Sheikh, Executive Director APCO

- 9. {4261} This engine shall be operated and maintained in proper operating condition as recommended by the engine manufacturer or emissions control system supplier. [District Rule 4702]
- 10. {3478} During periods of operation for maintenance, testing, and required regulatory purposes, the permittee shall monitor the operational characteristics of the engine as recommended by the manufacturer or emission control system supplier (for example: check engine fluid levels, battery, cables and connections; change engine oil and filters; replace engine coolant; and/or other operational characteristics as recommended by the manufacturer or supplier). [District Rule 4702]
- 11. {3807} An emergency situation is an unscheduled electrical power outage caused by sudden and reasonably unforeseen natural disasters or sudden and reasonably unforeseen events beyond the control of the permittee. [District Rule 4702 and 17 CCR 93115]
- 12. {3808} This engine shall not be used to produce power for the electrical distribution system, as part of a voluntary utility demand reduction program, or for an interruptible power contract. [District Rule 4702 and 17 CCR 93115]
- 13. {3496} The permittee shall maintain monthly records of emergency and non-emergency operation. Records shall include the number of hours of emergency operation, the date and number of hours of all testing and maintenance operations, the purpose of the operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.) and records of operational characteristics monitoring. For units with automated testing systems, the operator may, as an alternative to keeping records of actual operation for testing purposes, maintain a readily accessible written record of the automated testing schedule. [District Rule 4702 and 17 CCR 93115]
- 14. {4920} This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 50 hours per calendar year. [District Rules 2201, 4102, and 4702, and 17 CCR 93115]
- 15. {4263} The permittee shall maintain monthly records of the type of fuel purchased. [District Rule 4702 and 17 CCR 93115]
- 16. {3475} All records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rule 4702 and 17 CCR 93115]



Appendix B

Engine Emissions Certification Sheet



CATERPILLAR INC.

EXECUTIVE ORDER U-R-001-0334 New Off-Road Compression-Ignition Engines

Pursuant to the authority vested in the Air Resources Board by Sections 43013, 43018, 43101, 43102, 43104 and 43105 of the Health and Safety Code; and

Pursuant to the authority vested in the undersigned by Sections 39515 and 39516 of the Health and Safety Code and Executive Order G-02-003;

IT IS ORDERED AND RESOLVED: That the following compression-ignition engine and emission control system produced by the manufacturer are certified as described below for use in off-road equipment. Production engines shall be in all material respects the same as those for which certification is granted.

MODEL YEAR	ENGINE FAMILY	DISPLACEMENT (liters)	FUEL TYPE	USEFUL LIFE (hours)	
2008	8CPXL78.1T2E	69.0 and 78.1	Diesei	8000	
SPECIAL FEATURES & EMISSION CONTROL SYSTEMS			TYPICAL EQUIPMENT APPLICATION		
Direct Diesel Injection, Turbocharger, Charge Air Cooler, Smoke Puff Limiter and Engine Control Module			Generato	r	

The engine models and codes are attached.

The following are the exhaust certification standards (STD) and certification levels (CERT) for hydrocarbon (HC), oxides of nitrogen (NOx), or non-methane hydrocarbon plus oxides of nitrogen (NMHC+NOx), carbon monoxide (CO), and particulate matter (PM) in grams per kilowatt-hour (g/kw-hr), and the opacity-of-smoke certification standards and certification levels in percent (%) during acceleration (Accel), lugging (Lug), and the peak value from either mode (Peak) for this engine family (Title 13, California Code of Regulations, (13 CCR) Section 2423):

RATED				EXHAUST (g/kw-hr)					OPACITY (%)		
POWER CLASS	STANDARD		HC	NOx	NMHC+NOx	CO	PM	ACCEL	LUG	PEAK	
KW > 560	Tier 2	STD	N/A	N/A	6.4	3.5	0.20	N/A	N/A	N/A	
		CERT	_	-	5.3	0.9	0.10	_		-	

BE IT FURTHER RESOLVED: That for the listed engine models, the manufacturer has submitted the information and materials to demonstrate certification compliance with 13 CCR Section 2424 (emission control labels), and 13 CCR Sections 2425 and 2426 (emission control system warranty).

Engines certifled under this Executive Order must conform to all applicable California emission regulations.

This Executive Order is only granted to the engine family and model-year listed above. Engines in this family that are produced for any other model-year are not covered by this Executive Order.

Executed at El Monte, California on this

Annette Hebert, Chief

Mobile Source Operations Division

day of December 2007.

ATTACHMENT 1 OF 1

Engine Model Summary Template

u-R-001-0334

Engine Family	1.Engine Code	2.Engine Model	3.BHP@RPM (SAE Gross)	4.Fuel Rate: mm/stroke @ peak HP (for diesel only)	5.Fuel Rate: (lbs/hr) @ peak HP (for diesels only)	6.Torque @ RPM (SEA Gross)	7.Fuel Rata: mm/stroke@peak torque		9.Emission Control 9Device Per SAE J1930
3CPXL78.1T2E	1	3516C	3634@1800	757.3	1223.1	10595@1800	NA	NA CAK	
3CPXL78.1T2E	2	3516C	3319@1800	692.1	1117.9	9677@1800	NA	NA NA	EM,DI,TC,ECM
BCPXL78.1T2E	3	3516C	2997@1800	632.3	1021,4	8738@1800	NA	NA NA	EM,DI,TC,ECM
8CPXL78,112E	4	3516C	2937@1800	601.9	972.2	8563@1800	NA NA	NA	
8CPXL78.1T2E	5	3516C	2696@1800	553.2	893.5	7860@1800	NA NA	NA NA	EM,DI,TC,ECM
8CPXL78.1T2E	6	3516C	2441@1800	508.1	820.7	7117@1800	NA NA		EM,DI,TC,ECM
SCPXL78.1T2E	7	3516C	3004@1800	681.9	1101.4	8758@1800	NA NA	NA NA	EM,DI,TC,ECM
3CPXL78.1T2E	8	3516C	3279@1800	629.9	1017.4	9560@1800	NA NA	NA NA	EM,DI,TC,ECM
8CPXL78.1T2E	9	3516C	2150@1200	690.0	743.0	9403@1200		NA NA	EM,DI,TC,ECM
8CFXL78.1T2E	10	3516C	1855@1200	589.8	635.0	8113@1200	NA	NA NA	EM,DI,TC,ECM
the state of the same of the s	. 11	3516C	3273@1800	678.8	1096.4	9540@1800	NA NA	NA IL	EM,DI,TC,ECM EM,DI,TC,ECM

Appendix C QNEC Calculations

Quarterly Net Emissions Change (QNEC)

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

QNEC = PE2 - PE1, where:

QNEC = Quarterly Net Emissions Change for each emissions unit, lb/qtr
PE2 = Post-Project Potential to Emit for each emissions unit, lb/qtr
PE1 = Pre-Project Potential to Emit for each emissions unit, lb/qtr

Using the emission calculations in this evaluation, PE2quarterly and BEquarterly can be calculated as follows:

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

N-8942-4-0:

 ΔPE_{NOx} = 1,128 lb-NOx/year - 0 lb-NOx/year = 1,128 lb/year ΔPE_{CO} = 201 lb-CO/year - 0 lb-CO/year = 201 lb/year ΔPE_{VOC} = 57 lb-VOC/year - 0 lb-VOC/year = 57 lb/year ΔPE_{PM10} = 23 lb-PM10/year - 0 lb-PM10/year = 23 lb/year ΔPE_{SOx} = 2 lb-SOx/year - 0 lb-SOx/year = 2 lb/year

	Quarter 1	Quarter 2	Quarter 3	Quarter 4
NOx	282	282	282	282
CO	50	50	50	51
VOC.	14	14	14	15
PM ₁₀	5	6	6	6
SOx	0	0	1	1

Appendix D

BACT Guideline and BACT Analysis

San Joaquin Valley Unified Air Pollution Control District

Best Available Control Technology (BACT) Guideline 3.1.1
Last Update: 6/13/2019
Emergency Diesel IC Engine

Pollutant	Achieved in Practice or in the SIP	Technologically Feasible	Alternate Basic Equipment
СО	Latest EPA Tier Certification level for applicable horsepower range		
NOx	Latest EPA Tier Certification level for applicable horsepower range		
PM ₁₀	0.15 g/bhp-hr or the Latest EPA Tier Certification level for applicable horsepower range, whichever is more stringent. (ATCM)		
SOx	Very low sulfur diesel fuel (15 ppmw sulfur or less)		
voc	Latest EPA Tier Certification level for applicable horsepower range		

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

Top Down BACT Analysis for the Emergency IC Engine

This application was deemed complete on July 11, 2019. Therefore, BACT Guideline 3.1.1 (June 13, 2019) was in effect at the time the project was deemed complete and will be used for this emergency diesel IC engine. In accordance with the District BACT policy, information from that guideline will be utilized without further analysis.

1. BACT Analysis for NO_X and VOC Emissions:

a. Step 1 - Identify all control technologies

BACT Guideline 3.1.1 identifies only the following option:

Latest EPA Tier Certification level for applicable horsepower range

To determine the latest applicable Tier level, the following steps were taken:

- Conduct a survey of all the emergency IC engines permitted in the District to determine the latest EPA Tier certification level that has been permitted for the proposed engine size
- Conduct a survey of the major IC engine manufacturers/genset vendors to determine the latest EPA Tier certification level that is readily available for the proposed engine size and use
- Review Title 17 CCR, Section 93115 Airborne Toxic Control Measure (ATCM) for Stationary Compression-Ignition (CI) Engines to determine the latest Tier certification level required in California for the proposed engine size

Survey of Permitted Units:

The District surveyed of all permitted emergency IC engines powering electrical generators in the horsepower range applicable to the proposed unit and found that a Tier 2 certification level is the highest certification level that has been permitted for an IC engine of the size associated with the proposed project.

Survey of IC Engine Manufacturers/Genset Vendors:

Based on the latest survey of the major IC engine/genset manufacturers and vendors (Cummins, Caterpillar, Kohler, MQ Power, etc.) to determine the availability of Tier 4F certified units in the size range associated with the proposed project that are suitable for stationary emergency standby applications, the District concluded that no Tier 4F certified unit is suitable and available for stationary emergency standby use in the size range appropriate for the proposed project.

Stationary ATCM:

Table 1 of the CARB Stationary Air Toxic Control Measure (ATCM) for stationary emergency standby diesel-fired IC engines requires a Tier 2 certification level for IC engines rated greater than 750 bhp. The ATCM does not require a Tier certification level higher than Tier 2 for engines rated greater than 750 bhp.

Summary:

The proposed emergency IC engine is rated at 2,722 bhp. The District has not permitted any emergency diesel-fired IC engines rated greater than 750 bhp with a tier certification level higher than Tier 2. Moreover, according to the engine manufacturers and genset vendors contacted, a Tier 2 certification level is the latest available for a 2,722 bhp emergency standby diesel-fired IC engine powering a generator.

Based on the above analysis, the District finds that a Tier 4F emergency IC engine/generator with a rating of approximately 2,722 hp is not readily available.

Consequently, the District considers a Tier 2 certification level to be the latest available Tier certification level for the proposed engine size. Furthermore, a Tier 2 certification level satisfies the stationary ATCM requirement for emergency standby IC engines rated greater than 750 bhp.

b. Step 2 - Eliminate technologically infeasible options

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

c. Step 3 - Rank remaining options by control effectiveness

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

d. Step 4 - Cost Effectiveness Analysis

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

e. Step 5 - Select BACT

BACT for NOx and VOC will be the use of an EPA Tier 2 certified engine. The applicant is proposing such a unit. Therefore, BACT will be satisfied.

2. BACT Analysis for PM₁₀ Emissions:

a. Step 1 - Identify all control technologies

BACT Guideline 3.1.1 identifies only the following option:

 0.15 g/bhp-hr or the latest EPA Tier Certification level for applicable horsepower range, whichever is more stringent. (ATCM)

b. Step 2 - Eliminate technologically infeasible options

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

c. Step 3 - Rank remaining options by control effectiveness

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

d. Step 4 - Cost Effectiveness Analysis

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

e. Step 5 - Select BACT

The applicant has proposed to install a 2,722 bhp Tier 2 certified IC engine with a PM₁₀ emissions rate of 0.075 g/bhp-hr. As determined above, the District considers a Tier 2 certification level to be the latest available Tier certification level for the proposed engine size. Therefore, BACT will be satisfied.

Appendix E

RMR Summary

San Joaquin Valley Air Pollution Control District Risk Management Review and Ambient Air Quality Analysis

To:

Fred Cruz - Permit Services

From:

Jessica Rosas - Technical Services

Date:

January 17, 2020

Facility Name:

WORLD CLASS DISTRIBUTION, INC.

Location:

2121 BOEING DRIVE, STOCKTON

Application #(s):

N-8942-4-0

Project #:

N-1193924

1. Summary

1.1 RMR

Units	Prioritization Score	Acute Hazard Index	Chronic Hazard Index	Maximum Individual Cancer Risk	T-BACT Required	Special Permit Requirements
4	N/A ¹	N/A²	0.00	5.65E-07	No	Yes
Project Totals	N/A ¹	N/A ²	0.00	5.65E-07		
Facility Totals	>1	0.00	0.00	9.39E-07		

Notes:

1.2 Proposed Permit Requirements

To ensure that human health risks will not exceed District allowable levels; the following shall be included as requirements for:

Unit # 4-0

- 1. The PM₁₀ emissions rate shall not exceed 0.15 g/bhp-hr based on US EPA certification using ISO 8178 test procedure.
- 2. The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap (flapper ok), roof overhang, or any other obstruction.
- This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 50 hours per calendar year.

2. Project Description

Technical Services received a request on January 17, 2020 to perform a Risk Management Review (RMR) and Ambient Air Quality Analysis (AAQA) for the following:

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

^{2.} Acute Hazard Index was not calculated since there is no risk factor or the risk factor is so low that it has been determined to be insignificant for this type of unit.

 Unit -4-0: 2,722 BHP DIESEL-FIRED EMERGENCY IC ENGINE POWERING A GENERATOR

3. RMR Report

3.1 Analysis

The District performed an analysis pursuant to the District's Risk Management Policy for Permitting New and Modified Sources (APR 1905, May 28, 2015) to determine the possible cancer and non-cancer health impact to the nearest resident or worksite. This policy requires that an assessment be performed on a unit by unit basis, project basis, and on a facility-wide basis. If a preliminary prioritization analysis demonstrates that:

- A unit's prioritization score is less than the District's significance threshold and;
- The project's prioritization score is less than the District's significance threshold and;
- The facility's total prioritization score is less than the District's significance threshold

Then, generally no further analysis is required.

The District's significant prioritization score threshold is defined as being equal to or greater than 1.0. If a preliminary analysis demonstrates that either the unit(s) or the project's or the facility's total prioritization score is greater than the District threshold, a screening or a refined assessment is required

If a refined assessment is greater than one in a million but less than 20 in one million for carcinogenic impacts (Cancer Risk) and less than 1.0 for the Acute and Chronic hazard indices(Non-Carcinogenic) on a unit by unit basis, project basis and on a facility-wide basis the proposed application is considered less than significant. For unit's that exceed a cancer risk of 1 in one million, Toxic Best Available Control Technology (TBACT) must be implemented.

Toxic emissions for this project were calculated using the following methods:

• Toxic emissions for the proposed unit were calculated and provided by the processing engineer.

These emissions were input into the San Joaquin Valley APCD's Hazard Assessment and Reporting Program (SHARP). In accordance with the District's Risk Management Policy, risks from the proposed unit's toxic emissions were prioritized using the procedure in the 2016 CAPCOA Facility Prioritization Guidelines. The prioritization score for this proposed facility was greater than 1.0 (see RMR Summary Table). Therefore, a refined health risk assessment was required.

The AERMOD model was used, with the parameters outlined below and meteorological data for 2013-2017 from Stockton (urban dispersion coefficient selected) to determine the dispersion factors (i.e., the predicted concentration or X divided by the normalized source strength or Q) for a receptor grid. These dispersion factors were input into the SHARP Program, which then used the Air Dispersion Modeling and Risk Tool (ADMRT) of the Hot Spots Analysis and Reporting Program Version 2 (HARP 2) to calculate the chronic and acute hazard indices and the carcinogenic risk for the project.

The following parameters were used for the review:

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Source Process Rates								
Unit ID	Process ID	Process Material	Process Units	Hourly Process Rate	Annual Process Rate			
1	1	PM10	Lb	0.900	45			

	Point Source Parameters								
Unit ID	Unit Description	Release Height (m)	Temp. (°K)	Exit Velocity (m/sec)	Stack Diameter (m)	Vertical/ Horizontal/ Capped			
1	DIÇE	2.90	661	92.74	0.31	Vertical			

4. AAQA Report

The District modeled the impact of the proposed project on the National Ambient Air Quality Standard (NAAQS) and/or California Ambient Air Quality Standard (CAAQS) in accordance with District Policy APR-1925 (Policy for District Rule 2201 AAQA Modeling) and EPA's Guideline for Air Quality Modeling (Appendix W of 40 CFR Part 51). The District uses a progressive three level approach to perform AAQAs. The first level (Level 1) uses a very conservative approach. If this analysis indicates a likely exceedance of an AAQS or Significant Impact Level (SIL), the analysis proceeds to the second level (Level 2) which implements a more refined approach. For the 1-hour NO₂ standard, there is also a third level that can be implemented if the Level 2 analysis indicates a likely exceedance of an AAQS or SIL.

The modeling analyses predicts the maximum air quality impacts using the appropriate emissions for each standard's averaging period. Required model inputs for a refined AAQA include background ambient air quality data, land characteristics, meteorological inputs, a receptor grid, and source parameters including emissions. These inputs are described in the sections that follow.

Ambient air concentrations of criteria pollutants are recorded at monitoring stations throughout the San Joaquin Valley. Monitoring stations may not measure all necessary pollutants, so background data may need to be collected from multiple sources. The following stations were used for this evaluation:

Criteria Pollutant Modeling Results*

	Background Site	1 Hour	3 Hours	8 Hours	24 Hours	Annual
CO	Stockton-Hazelton (2016)	NA ¹	Х	NA ¹	X	Х
NOx	Stockton-Hazelton (2016)	NA ¹	X	X	Х	Pass
SOx	Fresno - Garland (2016)	NA ¹	NA ¹	X	NA ¹	Pass
PM ₁₀	Stockton-Hazelton (2016)	Х	Х	X	NA ¹	Pass ²
PM _{2.5}	Stockton-Hazelton (2016)	X	Х	Х	NA ¹	Pass ³

^{*}Results were taken from the attached PSD spreadsheet.

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

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

The court has vacated EPA's PM_{2.5} SILs. Until such time as new SIL values are approved, the District will use the corresponding PM₁₀ SILs for both PM₁₀ and PM_{2.5} analyses.

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Technical Services performed modeling for directly emitted criteria pollutants with the emission rates below:

Emission Rates (lbs/hour)								
Unit ID	Process	NOx	SOx	СО	PM10	PM2.5		
1	1	0.00	0.00	0.00	0.00	0.00		

Emission Rates (lbs/year)								
Unit ID	Process	NOx	SOx	CO	PM10	PM2.5		
1	1	1,362	2_	0.00	45	45		

The AERMOD model was used to determine if emissions from the project would cause or contribute to an exceedance of any state of federal air quality standard. The parameters outlined below and meteorological data for 2013-2017 from Stockton (urban dispersion coefficient selected) were used for the analysis:

The following parameters were used for the review:

Point Source Parameters								
Unit ID	Unit Description	Release Height (m)	Temp. (°K)	Exit Velocity (m/sec)	Stack Diameter (m)	Vertical/ Horizontal/ Capped		
1	DICE	2.90	661	92.74	0.31	Vertical		

5. Conclusion

5.1 RMR

The cumulative acute and chronic indices for this facility, including this project, are below 1.0; and the cumulative cancer risk for this facility, including this project, is less than 20 in a million. In addition, the cancer risk for each unit in this project is less than 1.0 in a million. In accordance with the District's Risk Management Policy, the project is approved without Toxic Best Available Control Technology (T-BACT).

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

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

5.2 AAQA

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

6. Attachments

- A. Modeling request from the project engineer
- B. Additional information from the applicant/project engineer
- C. Facility Summary
- D. AAQA results