



MAR 29 2012

Jason Donchin
Chevron USA, Inc.
P.O. Box 1392
Bakersfield, CA 93302

**Re: Notice of Minor Title V Permit Modification
District Facility # C-311
Project # C-1113421**

Dear Mr. Donchin:

Enclosed is the District's analysis of your application for minor Title V permit modification for the facility identified above. You proposed a Title V minor permit modification to incorporate recently issued Authorities to Construct C-311-13-10 and -15-10 into the Title V operating permit. The modification involves with designating each of the two cogeneration gas turbine engines as non-compliant dormant emissions units.

Enclosed is the engineering evaluation with the following attachments: proposed modified Title V permit, recently issued Authorities to Construct C-311-13-10 and -15-10, emission increases, application, and previous Title V permit. This project will be subject to a 45-day EPA commenting period prior to the District taking final action.

Thank you for your cooperation in this matter. If you have any questions, please contact Mr. Jim Swaney at (559) 230-5900.

Sincerely,

David Warner
Director of Permit Services

Enclosures

Seyed Sadredin
Executive Director/Air Pollution Control Officer

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

Central Region (Main Office)
1990 E. Gettysburg Avenue
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34946 Flyover Court
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MAR 29 2012

Gerardo C. Rios, Chief
Permits Office
Air Division
U.S. EPA - Region IX
75 Hawthorne St
San Francisco, CA 94105

Re: **Notice of Minor Title V Permit Modification**
District Facility # C-311
Project # C-1113421

Dear Mr. Rios:

Enclosed for you to review is an application for minor Title V permit modification for the facility identified above. Chevron USA, Inc. is proposing a Title V minor permit modification to incorporate the recently issued Authorities to Construct C-311-13-10 and -15-10 into the Title V operating permit. The modification involves with designating each of the two cogeneration gas turbine engines as non-compliant dormant emissions units.

Enclosed is the engineering evaluation with the following attachments: proposed modified Title V permit, recently issued Authorities to Construct C-311-13-10 and -15-10, emission increases, application, and previous Title V permit. Please submit your written comments on this project within the 45-day comment period that begins on the date you receive this letter.

Thank you for your cooperation in this matter. If you have any questions, please contact Mr. Jim Swaney at (559) 230-5900.

Sincerely,

David Warner
Director of Permit Services

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TITLE V APPLICATION REVIEW

Minor Modification
Project #: C-1113421

Engineer: Gurpreet Brar
Date: March 21, 2012

Facility Number: C-311
Facility Name: Chevron USA, Inc.
Mailing Address: P.O. Box 1392
Bakersfield, CA 93302

Contact Name: Jason Donchin
Phone: (661) 654-7144

Responsible Official: Carla Musser
Title: Assistant Secretary

I. PROPOSAL

Chevron USA, Inc. is proposing a Title V minor permit modification to incorporate the recently issued Authorities to Construct C-311-13-10 and -15-10 into the Title V operating permit. The modification involves designating each of the two cogeneration gas turbine engines as non-compliant dormant emissions units.

The purpose of this evaluation is to identify all applicable requirements, determine if the facility will comply with the applicable requirements and to provide the legal and factual basis for the proposed revisions.

II. FACILITY LOCATION

These gas turbines are located at Chevron's Coalinga Oilfield in Fresno County, within Section 6, Township 20S, Range 15E.

III. EQUIPMENT DESCRIPTION

After Implementation of DEU ATCs:

- C-311-13-10: MODIFICATION OF 86.4 MMBTU/HR COGENERATION SYSTEM WITH A NOMINAL RATED 40.9 MMBTU/HR SOLAR MODEL CENTAUR 40-4500 TURBINE ENGINE #TG-105, DRIVING A 2.7 MW ELECTRICAL GENERATOR AND INCLUDING A STRUTHERS WASTE HEAT RECOVERY STEAM GENERATOR #SG-205, WITH A 36.4 MMBTU/HR COEN DUCT BURNER: DESIGNATE AS A NON-COMPLIANT DORMANT EMISSIONS UNIT FOR TIER-3 NOX STANDARDS OF RULE 4703
- C-311-15-10: MODIFICATION OF 86.4 MMBTU/HR COGENERATION SYSTEM WITH A NOMINAL RATED 40.9 MMBTU/HR SOLAR MODEL CENTAUR 40-4500 TURBINE ENGINE #TG-106, DRIVING A 2.7 MW ELECTRICAL GENERATOR AND INCLUDING A STRUTHERS WASTE HEAT RECOVERY STEAM GENERATOR #SG-206 WITH A 36.4 MMBTU/HR COEN DUCT BURNER: DESIGNATE AS A NON-COMPLIANT DORMANT EMISSIONS UNIT FOR TIER-3 NOX STANDARDS OF RULE 4703

After Implementation of SCR Retrofit ATCs:

- C-311-13-13: NON-COMPLIANT DORMANT EMISSIONS UNIT CONSISTING OF 86.4 MMBTU/HR COGENERATION SYSTEM WITH A NOMINAL RATED 40.9 MMBTU/HR SOLAR MODEL CENTAUR 40-4500 TURBINE ENGINE #TG-105, DRIVING A 2.7 MW ELECTRICAL GENERATOR AND INCLUDING A STRUTHERS WASTE HEAT RECOVERY STEAM GENERATOR #SG-205, WITH A 36.4 MMBTU/HR COEN DUCT BURNER
- C-311-15-12: NON-COMPLIANT DORMANT EMISSIONS UNIT CONSISTING OF 86.4 MMBTU/HR COGENERATION SYSTEM WITH A NOMINAL RATED 40.9 MMBTU/HR SOLAR MODEL CENTAUR 40-4500 TURBINE ENGINE #TG-106, DRIVING A 2.7 MW ELECTRICAL GENERATOR AND INCLUDING A STRUTHERS WASTE HEAT RECOVERY STEAM GENERATOR #SG-206 WITH A 36.4 MMBTU/HR COEN DUCT BURNER

IV. SCOPE OF EPA AND PUBLIC REVIEW

This change to a Title V permit is considered to be a minor modification and, as such, requires no public review.

V. APPLICABLE REQUIREMENTS

District Rule 2520, Federally Mandated Operating Permits (Adopted June 21, 2001)

VI. DESCRIPTION OF PROPOSED MODIFICATIONS

Chevron USA, Inc. is proposing to incorporate the recently issued Authorities to Construct C-311-13-10 and -15-10 into the Title V operating permit. The modification involves with designating each of the two cogeneration gas turbine engines as non-compliant dormant emissions units.

Both of the permit units modified under this project are identical in function, as such, the previous Title V operating permits are nearly identical. The modifications made to these units are also identical; therefore, the description of the modifications to both permit units is described below:

Dormant Emissions Unit ATCs C-311-13-10 and -15-10:

Conditions deleted from the ATCs:

Condition 1 on the ATCs was not included on the proposed PTOs, since the requirement has been satisfied with the submittal of this Title V Minor Modification application.

VII. COMPLIANCE

In accordance with Rule 2520, 3.20, these modifications:

1. Do not violate requirements of any applicable federally enforceable local or federal requirement;
2. Do not relax monitoring, reporting, or recordkeeping requirements in the permit and are not significant changes in existing monitoring permit terms or conditions;
3. Do not require or change a case-by-case determination of an emission limitation or other standard, or a source-specific determination for temporary sources of ambient impacts, or a visibility or increment analysis;

4. Do not seek to establish or change a permit term or condition for which there is no corresponding underlying applicable requirement and that the source has assumed to avoid an applicable requirement to which the source would otherwise be subject. Such terms and conditions include:
 - a. A federally enforceable emission cap assumed to avoid classification as a modification under any provisions of Title I of the Federal Clean Air Act; and
 - b. An alternative emissions limit approved pursuant to regulations promulgated under section 112(i)(5) of the Federal Clean Air Act; and
5. Are not Title I modifications as defined in District Rule 2520 or modifications as defined in section 111 or 112 of the Federal Clean Air Act; and
6. Do not seek to consolidate overlapping applicable requirements.

In accordance with Rule 2520, the application meets the procedural requirements of section 11.4 by including;

1. A description of the change, the emissions resulting from the change, and any new applicable requirements that will apply if the change occurs;
2. The source's suggested draft permit; and
3. Certification by a responsible official that the proposed modification meets the criteria for use of minor permit modification procedures and a request that such procedures be used.

VIII. ATTACHMENTS

- A. Proposed Modified Title V Operating Permit No. C-311-13-13 and -15-12 (after the implementation of DEU ATCs)
- B. Authorities to Construct No.'s C-311-13-10 and -15-10
- C. Emissions Increases
- D. Application
- E. Previous Title V Operating Permit No.'s C-311-13-8 and -15-8

ATTACHMENT A

Proposed Modified Title V Operating Permit No.
C-311-13-13 and -15-12
(after the implementation of DEU ATCs)

San Joaquin Valley Air Pollution Control District

PERMIT UNIT: C-311-13-13

EXPIRATION DATE: 12/31/2016

SECTION: 6C **TOWNSHIP:** 20S **RANGE:** 15E

EQUIPMENT DESCRIPTION:

NON-COMPLIANT DORMANT EMISSIONS UNIT CONSISTING OF 86.4 MMBTU/HR COGENERATION SYSTEM WITH A NOMINAL RATED 40.9 MMBTU/HR SOLAR MODEL CENTAUR 40-4500 TURBINE ENGINE #TG-105, DRIVING A 2.7 MW ELECTRICAL GENERATOR AND INCLUDING A STRUTHERS WASTE HEAT RECOVERY STEAM GENERATOR #SG-205, WITH A 36.4 MMBTU/HR COEN DUCT BURNER

PERMIT UNIT REQUIREMENTS

1. No modification to this unit shall be performed without an Authority to Construct for such modification(s), except for changes specified in conditions below. [District Rule 2010] Federally Enforceable Through Title V Permit
2. The fuel supply line shall be physically disconnected from this unit. [District Rule 4703] Federally Enforceable Through Title V Permit
3. This equipment shall not be operated for any reason until an Authority to Construct permit is issued approving all necessary retrofits required to comply with the applicable requirements of District Rule 4703 and all other applicable District regulations. [District Rule 4703] Federally Enforceable Through Title V Permit
4. {2256} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201, 3.1] Federally Enforceable Through Title V Permit
5. The Owner/Operator shall maintain a separate fuel meter to the turbine and a fuel meter to the duct burners. [District Rule 2201] Federally Enforceable Through Title V Permit
6. Natural gas consumption by the cogeneration system (turbine and duct burner) shall not exceed 1,812,000 scf/day. Natural gas consumption by the cogeneration system shall not exceed 654 million scf/year. [District Rule 2201]
7. Emissions from the cogeneration system shall not exceed any of the following limits: 233.7 lb-NOx/day, 3.6 lb-SOx/day, 47.1 lb-PM10/day, 257.3 lb-CO/day, or 47.1 lb-VOC/day. [District Rule 2201] Federally Enforceable Through Title V Permit
8. The owner or operator shall not operate the gas turbine under load conditions, excluding the thermal stabilization period or reduced load period, which results in the measured NOx emissions concentration exceeding 35 ppmv @ 15% O2. [40 CFR 60.332(a)(1), (a)(2) and District Rules 2201 and 4703, 5.1.2.1] Federally Enforceable Through Title V Permit
9. CO emissions from the cogeneration system with the duct burner firing shall not exceed 53 ppmv CO @ 15% O2 or 0.119 lb-CO/MMBtu, excluding thermal stabilization periods or reduced load periods. [District Rule 4703, 5.2] Federally Enforceable Through Title V Permit
10. CO emissions from the cogeneration system without duct burner firing shall not exceed 63 ppmv CO @ 15% O2 or 0.142 lb CO/MMBtu, excluding thermal stabilization periods or reduced load periods. [District Rule 4703, 5.2] Federally Enforceable Through Title V Permit
11. Emissions from the cogeneration system (with or without duct burner firing) shall not exceed any of the following limits: 0.002 lb-SOx/MMBtu, 0.026 lb-PM10/MMBtu, or 0.026 lb-VOC/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

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

12. Reduced Load Period shall be defined as the time during which the gas turbine is operated at less than rated capacity in order to change the position of the exhaust gas diverter gate, not exceeding one hour. [District Rule 4703, 3.19] Federally Enforceable Through Title V Permit
13. Thermal Stabilization Period shall be defined as the startup or shutdown, as defined in 40 CFR 60.2, time during which the exhaust gas is not within the normal operating temperature range, not to exceed two hours per startup or shutdown event. [District Rule 4703, 3.25] Federally Enforceable Through Title V Permit
14. This unit shall be fired exclusively on natural gas as defined in 40 CFR 60.331(u) and the natural gas shall have a total sulfur content less than or equal to 1.0 gr/100 scf. [40 CFR 60.333(b) and District Rules 2201 and 4201] Federally Enforceable Through Title V Permit
15. The sulfur fuel content of each fuel source shall be: (i) documented in a valid purchase contract, a supplier certification, a tariff sheet or transportation contract or (ii) monitored weekly using ASTM Methods D4084, D5504, D6228, or Gas Processors Association Standard 2377, or double GC for H₂S and mercaptans. If the sulfur fuel content is less than 1.0 gr/100 scf for eight consecutive weeks, then the monitoring frequency shall be every 6 months. If any six-month monitoring tests result in a sulfur fuel content exceedance, weekly monitoring shall resume. [40 CFR 60.334(h)(3)] Federally Enforceable Through Title V Permit
16. Performance testing shall be conducted annually to measure NO_x and CO emissions concentrations using the following test methods: EPA Methods 7E or 20 for NO_x emissions, EPA Methods 10 or 10B for CO emissions, EPA Methods 3, 3A, or 20 for Oxygen content of the exhaust gas. The test will be comprised of three test runs performed at the highest physically achievable load of the gas turbine. The measured NO_x concentrations shall be averaged over a three hour period, using consecutive 15-minute sampling periods. [40 CFR 60.335(a), (b)(2) and District Rule 4703, 5.1, 6.3.1, 6.3.2, and 6.4] Federally Enforceable Through Title V Permit
17. Any gas turbine with an intermittently operated auxiliary burner shall demonstrate compliance with the auxiliary burner both on and off. Source testing shall not be required with the duct burner on if it has not been in operation during the previous 12 months, i.e. the duct burner need not be started to solely perform source testing. Source testing shall not be required with the duct burner off if it has been in continuous operation during the previous 12 months, i.e. the duct burner need not be shut-down solely to perform source testing. Source testing shall be performed within 60 days of startup or shutdown of the duct burner unless source testing of the duct burner has been performed in the previous 12 months. [40 CFR 60.335(b) and District Rule 4703, 6.3.3] Federally Enforceable Through Title V Permit
18. HHV and LHV of the fuel shall be determined using ASTM D3588, ASTM 1826, or ASTM 1945. [40 CFR 60.335(b) and District Rule 4703, 6.4.5] Federally Enforceable Through Title V Permit
19. The owner or operator shall be required to conform to the sampling facilities and testing procedures described in Rule 1081 (as amended 12/16/93), Sections 3.0 and 6.1. [District Rule 1081] Federally Enforceable Through Title V Permit
20. The District must be notified 30 days prior to any performance testing and a test plan shall be submitted for approval 15 days prior to such testing. [District Rule 1081] Federally Enforceable Through Title V Permit
21. Performance testing shall be witnessed or authorized by District personnel. Test results must be submitted to the District within 60 days of performance testing. [District Rule 1081] Federally Enforceable Through Title V Permit
22. The owner or operator shall operate and maintain in calibration a system which continuously measures and records: control system operating parameters, elapsed time of operation, the fuel consumption and the ratio of water to fuel being fired in the turbine. [40 CFR 60.334(a) and District Rule 4703, 6.2.2] Federally Enforceable Through Title V Permit
23. The owner or operator shall develop and keep on-site a parameter monitoring plan which includes the procedures used to document the proper operation of the NO_x emissions controls (water injection). This plan shall include the parameter(s) monitored, such as the water-to-fuel ratio, and the acceptable range(s) of the parameter(s) as well as the basis for designating the parameter(s) and acceptable range(s). Any supplemental data such as engineering analyses, design specifications, manufacturers recommendations and other relevant information shall be included in the monitoring plan. [40 CFR 60.334(g)] Federally Enforceable Through Title V Permit
24. The water to fuel ratio shall not be less than 0.45 on a weight basis. [District Rule 4703, 6.2.5] Federally Enforceable Through Title V Permit

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

25. The owner or operator shall submit a semi-annual excess NOx emissions and monitor downtime report to the APCO. Excess emissions shall be reported for all periods of operation, including startup, shutdown and malfunction. The report, post marked by the 30th day following the end of every other calendar quarter, shall include the following: Time intervals, average steam or water-to-fuel ratio, turbine load, nature and cause of excess emissions (if known), and corrective actions taken and preventative measures adopted. [40 CFR 60.334(j), (j)(5) and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
26. Excess emissions shall be defined as any operating hour for which the steam or water to fuel ratio, as measured by the continuous monitoring system, falls below the established steam or water to fuel ratio. Any operating hour in which no steam or water is injected into the turbine shall also be considered as excess emissions. [40 CR 60.334(j)(1)(i)(A)] Federally Enforceable Through Title V Permit
27. Monitor downtime shall be any operating hour in which the water or steam is injected into the turbine, but essential parametric data needed to determine the steam or water to fuel ratio are unavailable or invalid. [40 CFR 60.334(j)(1)(i)(B)] Federally Enforceable Through Title V Permit
28. Fuel consumption and the water-to-fuel ratio shall be monitored continuously with a system that is accurate to within 5 percent. [District Rule 2201] Federally Enforceable Through Title V Permit
29. The cogeneration system shall be equipped with a meter recording the total elapsed operating time. [District NSR Rule] Federally Enforceable Through Title V Permit
30. Permittee shall notify the District of any breakdown condition as soon as reasonably possible, but no later than one hour after its detection, unless the owner or operator demonstrates to the District's satisfaction that the longer reporting period was necessary. [District Rule 1100] Federally Enforceable Through Title V Permit
31. The District shall be notified in writing within ten days following the correction of any breakdown condition. The breakdown notification shall include a description of the equipment malfunction or failure, the date and cause of the initial failure, the estimated emissions in excess of those allowed, and the methods utilized to restore normal operations. [District Rule 1100] Federally Enforceable Through Title V Permit
32. If the water injection system is inoperative when the turbine is running, the operator shall follow procedures pursuant to District Rule 1100 (Equipment Breakdown). [District Rule 1100] Federally Enforceable Through Title V Permit
33. {741} The requirements of 40 CFR 72.6 (b) do not apply to this source because only non-Title IV sources can qualify to use the applicable template. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
34. If the turbine is fired on PUC-regulated natural gas, then the operator shall maintain a log describing the source of natural gas and quantity used. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
35. Records shall be maintained and shall contain: the occurrence and duration of any start-up, shutdown or malfunction, performance testing, evaluations, calibrations, checks, adjustments and emissions measurements. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
36. The owner or operator shall maintain a record of the cumulative rolling 12 month fuel usage for each turbine. The record shall be updated at the end of each calendar month. [District Rule 2201] Federally Enforceable Through Title V Permit
37. {787} Operator shall maintain a stationary gas turbine operating log that includes, on a daily basis, the actual local start-up and stop time, length and reason for reduced load periods, total hours of operation and quantity of fuel used. [40 CFR 60.332(a),(b) and District Rule 4703, 6.2.4] Federally Enforceable Through Title V Permit
38. {2271} The owner or operator of a stationary gas turbine system shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
39. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following applicable requirements: 40 CFR 60.332(a)(1), (a)(2), 60.333 (b), (g), (h)(3), (j), (j)(1)(i)(A), (j)(1)(i)(b), and (j)(5); 60.335(a), (b)(2), (b)(3); and District Rule 4703 (as amended 4/25/02), Sections 5.1.2.1, 5.2, 6.2.2, 6.4, and 6.2.6. A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

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

40. Compliance with permit conditions in the Title V permit shall be deemed compliance with District Rule 1081(as amended 12/16/93), Section 3.0, 6.0, 7.1, 7.2, 7.3 and Rule 4201 (as amended 12/17/92). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

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

DRAFT

San Joaquin Valley Air Pollution Control District

PERMIT UNIT: C-311-15-12

EXPIRATION DATE: 12/31/2016

SECTION: 6C **TOWNSHIP:** 20S **RANGE:** 15E

EQUIPMENT DESCRIPTION:

NON-COMPLIANT DORMANT EMISSIONS UNIT CONSISTING OF 86.4 MMBTU/HR COGENERATION SYSTEM WITH A NOMINAL RATED 40.9 MMBTU/HR SOLAR MODEL CENTAUR 40-4500 TURBINE ENGINE #TG-106, DRIVING A 2.7 MW ELECTRICAL GENERATOR AND INCLUDING A STRUTHERS WASTE HEAT RECOVERY STEAM GENERATOR #SG-206 WITH A 36.4 MMBTU/HR COEN DUCT BURNER

PERMIT UNIT REQUIREMENTS

1. No modification to this unit shall be performed without an Authority to Construct for such modification(s), except for changes specified in conditions below. [District Rule 2010] Federally Enforceable Through Title V Permit
2. The fuel supply line shall be physically disconnected from this unit. [District Rule 4703] Federally Enforceable Through Title V Permit
3. This equipment shall not be operated for any reason until an Authority to Construct permit is issued approving all necessary retrofits required to comply with the applicable requirements of District Rule 4703 and all other applicable District regulations. [District Rule 4703] Federally Enforceable Through Title V Permit
4. {2256} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201, 3.1] Federally Enforceable Through Title V Permit
5. The Owner/Operator shall maintain a separate fuel meter to the turbine and a fuel meter to the duct burners. [District Rule 2201] Federally Enforceable Through Title V Permit
6. Natural gas consumption by the cogeneration system (turbine and duct burner) shall not exceed 1,812,000 scf/day. Natural gas consumption by the cogeneration system shall not exceed 654 million scf/year. [District Rule 2201]
7. Emissions from the cogeneration system shall not exceed any of the following limits: 233.7 lb-NOx/day, 3.6 lb-SOx/day, 47.1 lb-PM10/day, 257.3 lb-CO/day, or 47.1 lb-VOC/day. [District Rule 2201] Federally Enforceable Through Title V Permit
8. The owner or operator shall not operate the gas turbine under load conditions, excluding the thermal stabilization period or reduced load period, which results in the measured NOx emissions concentration exceeding 35 ppmv @ 15% O2. [40 CFR 60.332(a)(1), (a)(2) and District Rules 2201 and 4703, 5.1.2.1] Federally Enforceable Through Title V Permit
9. CO emissions from the cogeneration system with the duct burner firing shall not exceed 53 ppmv CO @ 15% O2 or 0.119 lb-CO/MMBtu, excluding thermal stabilization periods or reduced load periods. [District Rule 4703, 5.2] Federally Enforceable Through Title V Permit
10. CO emissions from the cogeneration system without duct burner firing shall not exceed 63 ppmv CO @ 15% O2 or 0.142 lb CO/MMBtu, excluding thermal stabilization periods or reduced load periods. [District Rule 4703, 5.2] Federally Enforceable Through Title V Permit
11. Emissions from the cogeneration system (with or without duct burner firing) shall not exceed any of the following limits: 0.002 lb-SOx/MMBtu, 0.026 lb-PM10/MMBtu, or 0.026 lb-VOC/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit

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

12. Reduced Load Period shall be defined as the time during which the gas turbine is operated at less than rated capacity in order to change the position of the exhaust gas diverter gate, not exceeding one hour. [District Rule 4703, 3.19] Federally Enforceable Through Title V Permit
13. Thermal Stabilization Period shall be defined as the startup or shutdown, as defined in 40 CFR 60.2, time during which the exhaust gas is not within the normal operating temperature range, not to exceed two hours per startup or shutdown event. [District Rule 4703, 3.25] Federally Enforceable Through Title V Permit
14. This unit shall be fired exclusively on natural gas as defined in 40 CFR 60.331(u) and the natural gas shall have a total sulfur content less than or equal to 1.0 gr/100 scf. [40 CFR 60.333(b) and District Rules 2201 and 4201] Federally Enforceable Through Title V Permit
15. The sulfur fuel content of each fuel source shall be: (i) documented in a valid purchase contract, a supplier certification, a tariff sheet or transportation contract or (ii) monitored weekly using ASTM Methods D4084, D5504, D6228, or Gas Processors Association Standard 2377, or double GC for H₂S and mercaptans. If the sulfur fuel content is less than 1.0 gr/100 scf for eight consecutive weeks, then the monitoring frequency shall be every 6 months. If any six-month monitoring tests result in a sulfur fuel content exceedance, weekly monitoring shall resume. [40 CFR 60.334(h)(3)] Federally Enforceable Through Title V Permit
16. Performance testing shall be conducted annually to measure NO_x and CO emissions concentrations using the following test methods: EPA Methods 7E or 20 for NO_x emissions, EPA Methods 10 or 10B for CO emissions, EPA Methods 3, 3A, or 20 for Oxygen content of the exhaust gas. The test will be comprised of three test runs performed at the highest physically achievable load of the gas turbine. The measured NO_x concentrations shall be averaged over a three hour period, using consecutive 15-minute sampling periods. [40 CFR 60.335(a), (b)(2) and District Rule 4703, 5.1, 6.3.1, 6.3.2, and 6.4] Federally Enforceable Through Title V Permit
17. Any gas turbine with an intermittently operated auxiliary burner shall demonstrate compliance with the auxiliary burner both on and off. Source testing shall not be required with the duct burner on if it has not been in operation during the previous 12 months, i.e. the duct burner need not be started to solely perform source testing. Source testing shall not be required with the duct burner off if it has been in continuous operation during the previous 12 months, i.e. the duct burner need not be shut-down solely to perform source testing. Source testing shall be performed within 60 days of startup or shutdown of the duct burner unless source testing of the duct burner has been performed in the previous 12 months. [40 CFR 60.335(b) and District Rule 4703, 6.3.3] Federally Enforceable Through Title V Permit
18. HHV and LHV of the fuel shall be determined using ASTM D3588, ASTM 1826, or ASTM 1945. [40 CFR 60.335(b) and District Rule 4703, 6.4.5] Federally Enforceable Through Title V Permit
19. The owner or operator shall be required to conform to the sampling facilities and testing procedures described in Rule 1081 (as amended 12/16/93), Sections 3.0 and 6.1. [District Rule 1081] Federally Enforceable Through Title V Permit
20. The District must be notified 30 days prior to any performance testing and a test plan shall be submitted for approval 15 days prior to such testing. [District Rule 1081] Federally Enforceable Through Title V Permit
21. Performance testing shall be witnessed or authorized by District personnel. Test results must be submitted to the District within 60 days of performance testing. [District Rule 1081] Federally Enforceable Through Title V Permit
22. The owner or operator shall operate and maintain in calibration a system which continuously measures and records: control system operating parameters, elapsed time of operation, the fuel consumption and the ratio of water to fuel being fired in the turbine. [40 CFR 60.334(a) and District Rule 4703, 6.2.2] Federally Enforceable Through Title V Permit
23. The owner or operator shall develop and keep on-site a parameter monitoring plan which includes the procedures used to document the proper operation of the NO_x emissions controls (water injection). This plan shall include the parameter(s) monitored, such as the water-to-fuel ratio, and the acceptable range(s) of the parameter(s) as well as the basis for designating the parameter(s) and acceptable range(s). Any supplemental data such as engineering analyses, design specifications, manufacturers recommendations and other relevant information shall be included in the monitoring plan. [40 CFR 60.334(g)] Federally Enforceable Through Title V Permit
24. The water to fuel ratio shall not be less than 0.45 on a weight basis. [District Rule 4703, 6.2.5] Federally Enforceable Through Title V Permit

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

25. The owner or operator shall submit a semi-annual excess NOx emissions and monitor downtime report to the APCO. Excess emissions shall be reported for all periods of operation, including startup, shutdown and malfunction. The report, post marked by the 30th day following the end of every other calendar quarter, shall include the following: Time intervals, average steam or water-to-fuel ratio, turbine load, nature and cause of excess emissions (if known), and corrective actions taken and preventative measures adopted. [40 CFR 60.334(j), (j)(5) and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
26. Excess emissions shall be defined as any operating hour for which the steam or water to fuel ratio, as measured by the continuous monitoring system, falls below the established steam or water to fuel ratio. Any operating hour in which no steam or water is injected into the turbine shall also be considered as excess emissions. [40 CR 60.334(j)(1)(i)(A)] Federally Enforceable Through Title V Permit
27. Monitor downtime shall be any operating hour in which the water or steam is injected into the turbine, but essential parametric data needed to determine the steam or water to fuel ratio are unavailable or invalid. [40 CFR 60.334(j)(1)(i)(B)] Federally Enforceable Through Title V Permit
28. Fuel consumption and the water-to-fuel ratio shall be monitored continuously with a system that is accurate to within 5 percent. [District Rule 2201] Federally Enforceable Through Title V Permit
29. The cogeneration system shall be equipped with a meter recording the total elapsed operating time. [District NSR Rule] Federally Enforceable Through Title V Permit
30. Permittee shall notify the District of any breakdown condition as soon as reasonably possible, but no later than one hour after its detection, unless the owner or operator demonstrates to the District's satisfaction that the longer reporting period was necessary. [District Rule 1100] Federally Enforceable Through Title V Permit
31. The District shall be notified in writing within ten days following the correction of any breakdown condition. The breakdown notification shall include a description of the equipment malfunction or failure, the date and cause of the initial failure, the estimated emissions in excess of those allowed, and the methods utilized to restore normal operations. [District Rule 1100] Federally Enforceable Through Title V Permit
32. If the water injection system is inoperative when the turbine is running, the operator shall follow procedures pursuant to District Rule 1100 (Equipment Breakdown). [District Rule 1100] Federally Enforceable Through Title V Permit
33. {741} The requirements of 40 CFR 72.6 (b) do not apply to this source because only non-Title IV sources can qualify to use the applicable template. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
34. If the turbine is fired on PUC-regulated natural gas, then the operator shall maintain a log describing the source of natural gas and quantity used. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
35. Records shall be maintained and shall contain: the occurrence and duration of any start-up, shutdown or malfunction, performance testing, evaluations, calibrations, checks, adjustments and emissions measurements. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
36. The owner or operator shall maintain a record of the cumulative rolling 12 month fuel usage for each turbine. The record shall be updated at the end of each calendar month. [District Rule 2201] Federally Enforceable Through Title V Permit
37. {787} Operator shall maintain a stationary gas turbine operating log that includes, on a daily basis, the actual local start-up and stop time, length and reason for reduced load periods, total hours of operation and quantity of fuel used. [40 CFR 60.332(a),(b) and District Rule 4703, 6.2.4] Federally Enforceable Through Title V Permit
38. {2271} The owner or operator of a stationary gas turbine system shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
39. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following applicable requirements: 40 CFR 60.332(a)(1), (a)(2), 60.333 (b), (g), (h)(3), (j), (j)(1)(i)(A), (j)(1)(i)(b), and (j)(5); 60.335(a), (b)(2), (b)(3); and District Rule 4703 (as amended 4/25/02), Sections 5.1.2.1, 5.2, 6.2.2, 6.4, and 6.2.6. A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

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

40. Compliance with permit conditions in the Title V permit shall be deemed compliance with District Rule 1081(as amended 12/16/93), Section 3.0, 6.0, 7.1, 7.2, 7.3 and Rule 4201 (as amended 12/17/92). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

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

DRAFT

ATTACHMENT B

Authorities to Construct No.'s
(C-311-13-10 and -15-10)



AUTHORITY TO CONSTRUCT

PERMIT NO: C-311-13-10

ISSUANCE DATE: 12/23/2009

LEGAL OWNER OR OPERATOR: CHEVRON USA INC
MAILING ADDRESS: PO BOX 1392
BAKERSFIELD, CA 93302

LOCATION: HEAVY OIL PRODUCTION
FRESNO COUNTY, CA

SECTION: 6C TOWNSHIP: 20S RANGE: 15E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 86.4 MMBTU/HR COGENERATION SYSTEM WITH A NOMINAL RATED 40.9 MMBTU/HR SOLAR MODEL CENTAUR 40-4500 TURBINE ENGINE #TG-105, DRIVING A 2.7 MW ELECTRICAL GENERATOR AND INCLUDING A STRUTHERS WASTE HEAT RECOVERY STEAM GENERATOR #SG-205, WITH A 36.4 MMBTU/HR COEN DUCT BURNER: DESIGNATE AS A NON-COMPLIANT DORMANT EMISSIONS UNIT FOR TIER-3 NOX STANDARDS OF RULE 4703

CONDITIONS

1. The facility shall submit an application to modify the Title V permit in accordance with the timeframes and procedures of District Rule 2520. [District Rule 2520] Federally Enforceable Through Title V Permit
2. No modification to this unit shall be performed without an Authority to Construct for such modification(s), except for changes specified in conditions below. [District Rule 2010]
3. The fuel supply line shall be physically disconnected from this unit. [District Rule 4703]
4. This equipment shall not be operated for any reason until an Authority to Construct permit is issued approving all necessary retrofits required to comply with the applicable requirements of District Rule 4703 and all other applicable District regulations. [District Rule 4703]
5. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201, 3.1] Federally Enforceable Through Title V Permit
6. The Owner/Operator shall maintain a separate fuel meter to the turbine and a fuel meter to the duct burners. [District Rule 2201] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (559) 230-5950 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO

DAVID WARNER, Director of Permit Services

7. Natural gas consumption by the cogeneration system (turbine and duct burner) shall not exceed 1,812,000 scf/day. Natural gas consumption by the cogeneration system shall not exceed 654 million scf/year. [District Rule 2201]
8. Emissions from the cogeneration system shall not exceed any of the following limits: 233.7 lb-NO_x/day, 3.6 lb-SO_x/day, 47.1 lb-PM₁₀/day, 257.3 lb-CO/day, or 47.1 lb-VOC/day. [District Rule 2201] Federally Enforceable Through Title V Permit
9. The owner or operator shall not operate the gas turbine under load conditions, excluding the thermal stabilization period or reduced load period, which results in the measured NO_x emissions concentration exceeding 35 ppmv @ 15% O₂. [40 CFR 60.332(a)(1), (a)(2) and District Rules 2201 and 4703, 5.1.2.1] Federally Enforceable Through Title V Permit
10. CO emissions from the cogeneration system with the duct burner firing shall not exceed 53 ppmv CO @ 15% O₂ or 0.119 lb-CO/MMBtu, excluding thermal stabilization periods or reduced load periods. [District Rule 4703, 5.2] Federally Enforceable Through Title V Permit
11. CO emissions from the cogeneration system without duct burner firing shall not exceed 63 ppmv CO @ 15% O₂ or 0.142 lb CO/MMBtu, excluding thermal stabilization periods or reduced load periods. [District Rule 4703, 5.2] Federally Enforceable Through Title V Permit
12. Emissions from the cogeneration system (with or without duct burner firing) shall not exceed any of the following limits: 0.002 lb-SO_x/MMBtu, 0.026 lb-PM₁₀/MMBtu, or 0.026 lb-VOC/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
13. Reduced Load Period shall be defined as the time during which the gas turbine is operated at less than rated capacity in order to change the position of the exhaust gas diverter gate, not exceeding one hour. [District Rule 4703, 3.19] Federally Enforceable Through Title V Permit
14. Thermal Stabilization Period shall be defined as the startup or shutdown, as defined in 40 CFR 60.2, time during which the exhaust gas is not within the normal operating temperature range, not to exceed two hours per startup or shutdown event. [District Rule 4703, 3.25] Federally Enforceable Through Title V Permit
15. This unit shall be fired exclusively on natural gas as defined in 40 CFR 60.331(u) and the natural gas shall have a total sulfur content less than or equal to 1.0 gr/100 scf. [40 CFR 60.333(b) and District Rules 2201 and 4201] Federally Enforceable Through Title V Permit
16. The sulfur fuel content of each fuel source shall be: (i) documented in a valid purchase contract, a supplier certification, a tariff sheet or transportation contract or (ii) monitored weekly using ASTM Methods D4084, D5504, D6228, or Gas Processors Association Standard 2377, or double GC for H₂S and mercaptans. If the sulfur fuel content is less than 1.0 gr/100 scf for eight consecutive weeks, then the monitoring frequency shall be every 6 months. If any six-month monitoring tests result in a sulfur fuel content exceedance, weekly monitoring shall resume. [40 CFR 60.334(h)(3)] Federally Enforceable Through Title V Permit
17. Performance testing shall be conducted annually to measure NO_x and CO emissions concentrations using the following test methods: EPA Methods 7E or 20 for NO_x emissions, EPA Methods 10 or 10B for CO emissions, EPA Methods 3, 3A, or 20 for Oxygen content of the exhaust gas. The test will be comprised of three test runs performed at the highest physically achievable load of the gas turbine. The measured NO_x concentrations shall be averaged over a three hour period, using consecutive 15-minute sampling periods. [40 CFR 60.335(a), (b)(2) and District Rule 4703, 5.1, 6.3.1, 6.3.2, and 6.4] Federally Enforceable Through Title V Permit
18. Any gas turbine with an intermittently operated auxiliary burner shall demonstrate compliance with the auxiliary burner both on and off. Source testing shall not be required with the duct burner on if it has not been in operation during the previous 12 months, i.e. the duct burner need not be started to solely perform source testing. Source testing shall not be required with the duct burner off if it has been in continuous operation during the previous 12 months, i.e. the duct burner need not be shut-down solely to perform source testing. Source testing shall be performed within 60 days of startup or shutdown of the duct burner unless source testing of the duct burner has been performed in the previous 12 months. [40 CFR 60.335(b) and District Rule 4703, 6.3.3] Federally Enforceable Through Title V Permit
19. HHV and LHV of the fuel shall be determined using ASTM D3588, ASTM 1826, or ASTM 1945. [40 CFR 60.335(b) and District Rule 4703, 6.4.5] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

20. The owner or operator shall be required to conform to the sampling facilities and testing procedures described in Rule 1081 (as amended 12/16/93), Sections 3.0 and 6.1. [District Rule 1081] Federally Enforceable Through Title V Permit
21. The District must be notified 30 days prior to any performance testing and a test plan shall be submitted for approval 15 days prior to such testing. [District Rule 1081] Federally Enforceable Through Title V Permit
22. Performance testing shall be witnessed or authorized by District personnel. Test results must be submitted to the District within 60 days of performance testing. [District Rule 1081] Federally Enforceable Through Title V Permit
23. The owner or operator shall operate and maintain in calibration a system which continuously measures and records: control system operating parameters, elapsed time of operation, the fuel consumption and the ratio of water to fuel being fired in the turbine. [40 CFR 60.334(a) and District Rule 4703, 6.2.2] Federally Enforceable Through Title V Permit
24. The owner or operator shall develop and keep on-site a parameter monitoring plan which includes the procedures used to document the proper operation of the NOx emissions controls (water injection). This plan shall include the parameter(s) monitored, such as the water-to-fuel ratio, and the acceptable range(s) of the parameter(s) as well as the basis for designating the parameter(s) and acceptable range(s). Any supplemental data such as engineering analyses, design specifications, manufacturers recommendations and other relevant information shall be included in the monitoring plan. [40 CFR 60.334(g)] Federally Enforceable Through Title V Permit
25. The water to fuel ratio shall not be less than 0.45 on a weight basis. [District Rule 4703, 6.2.5] Federally Enforceable Through Title V Permit
26. The owner or operator shall submit a semi-annual excess NOx emissions and monitor downtime report to the APCO. Excess emissions shall be reported for all periods of operation, including startup, shutdown and malfunction. The report, post marked by the 30th day following the end of every other calendar quarter, shall include the following: Time intervals, average steam or water-to-fuel ratio, turbine load, nature and cause of excess emissions (if known), and corrective actions taken and preventative measures adopted. [40 CFR 60.334(j), (j)(5) and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
27. Excess emissions shall be defined as any operating hour for which the steam or water to fuel ratio, as measured by the continuous monitoring system, falls below the established steam or water to fuel ratio. Any operating hour in which no steam or water is injected into the turbine shall also be considered as excess emissions. [40 CR 60.334(j)(1)(i)(A)] Federally Enforceable Through Title V Permit
28. Monitor downtime shall be any operating hour in which the water or steam is injected into the turbine, but essential parametric data needed to determine the steam or water to fuel ratio are unavailable or invalid. [40 CFR 60.334(j)(1)(i)(B)] Federally Enforceable Through Title V Permit
29. Fuel consumption and the water-to-fuel ratio shall be monitored continuously with a system that is accurate to within 5 percent. [District Rule 2201] Federally Enforceable Through Title V Permit
30. The cogeneration system shall be equipped with a meter recording the total elapsed operating time. [District NSR Rule] Federally Enforceable Through Title V Permit
31. Permittee shall notify the District of any breakdown condition as soon as reasonably possible, but no later than one hour after its detection, unless the owner or operator demonstrates to the District's satisfaction that the longer reporting period was necessary. [District Rule 1100] Federally Enforceable Through Title V Permit
32. The District shall be notified in writing within ten days following the correction of any breakdown condition. The breakdown notification shall include a description of the equipment malfunction or failure, the date and cause of the initial failure, the estimated emissions in excess of those allowed, and the methods utilized to restore normal operations. [District Rule 1100] Federally Enforceable Through Title V Permit
33. If the water injection system is inoperative when the turbine is running, the operator shall follow procedures pursuant to District Rule 1100 (Equipment Breakdown). [District Rule 1100] Federally Enforceable Through Title V Permit
34. The requirements of 40 CFR 72.6 (b) do not apply to this source because only non-Title IV sources can qualify to use the applicable template. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

35. If the turbine is fired on PUC-regulated natural gas, then the operator shall maintain a log describing the source of natural gas and quantity used. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
36. Records shall be maintained and shall contain: the occurrence and duration of any start-up, shutdown or malfunction, performance testing, evaluations, calibrations, checks, adjustments and emissions measurements. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
37. The owner or operator shall maintain a record of the cumulative rolling 12 month fuel usage for each turbine. The record shall be updated at the end of each calendar month. [District Rule 2201] Federally Enforceable Through Title V Permit
38. Operator shall maintain a stationary gas turbine operating log that includes, on a daily basis, the actual local start-up and stop time, length and reason for reduced load periods, total hours of operation and quantity of fuel used. [40 CFR 60.332(a),(b) and District Rule 4703, 6.2.4] Federally Enforceable Through Title V Permit
39. The owner or operator of a stationary gas turbine system shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
40. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following applicable requirements: 40 CFR 60.332(a)(1), (a)(2), 60.333 (b), (g), (h)(3), (j), (j)(1)(i)(A), (j)(1)(i)(b), and (j)(5); 60.335(a), (b)(2), (b)(3); and District Rule 4703 (as amended 4/25/02), Sections 5.1.2.1, 5.2, 6.2.2, 6.4, and 6.2.6. A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
41. Compliance with permit conditions in the Title V permit shall be deemed compliance with District Rule 1081(as amended 12/16/93), Section 3.0, 6.0, 7.1, 7.2, 7.3 and Rule 4201 (as amended 12/17/92). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit



AUTHORITY TO CONSTRUCT

PERMIT NO: C-311-15-10

ISSUANCE DATE: 12/23/2009

LEGAL OWNER OR OPERATOR: CHEVRON USA INC
MAILING ADDRESS: PO BOX 1392
BAKERSFIELD, CA 93302

LOCATION: HEAVY OIL PRODUCTION
FRESNO COUNTY, CA

SECTION: 6C TOWNSHIP: 20S RANGE: 15E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 86.4 MMBTU/HR COGENERATION SYSTEM WITH A NOMINAL RATED 40.9 MMBTU/HR SOLAR MODEL CENTAUR 40-4500 TURBINE ENGINE #TG-106, DRIVING A 2.7 MW ELECTRICAL GENERATOR AND INCLUDING A STRUTHERS WASTE HEAT RECOVERY STEAM GENERATOR #SG-206 WITH A 36.4 MMBTU/HR COEN DUCT BURNER; DESIGNATE AS A NON-COMPLIANT DORMANT EMISSIONS UNIT FOR TIER-3 NOX STANDARDS OF RULE 4703

CONDITIONS

1. The facility shall submit an application to modify the Title V permit in accordance with the timeframes and procedures of District Rule 2520. [District Rule 2520] Federally Enforceable Through Title V Permit
2. No modification to this unit shall be performed without an Authority to Construct for such modification(s), except for changes specified in conditions below. [District Rule 2010]
3. The fuel supply line shall be physically disconnected from this unit. [District Rule 4703]
4. This equipment shall not be operated for any reason until an Authority to Construct permit is issued approving all necessary retrofits required to comply with the applicable requirements of District Rule 4703 and all other applicable District regulations. [District Rule 4703]
5. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201, 3.1] Federally Enforceable Through Title V Permit
6. The Owner/Operator shall maintain a separate fuel meter to the turbine and a fuel meter to the duct burners. [District Rule 2201] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU **MUST** NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (559) 230-5950 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO

DAVID WARNER, Director of Permit Services
C-311-15-10 Dec 23 2009 2:15PM - BRARG Joint Inspection Required with BRARG

7. Natural gas consumption by the cogeneration system (turbine and duct burner) shall not exceed 1,812,000 scf/day. Natural gas consumption by the cogeneration system shall not exceed 654 million scf/year. [District Rule 2201]
8. Emissions from the cogeneration system shall not exceed any of the following limits: 233.7 lb-NOx/day, 3.6 lb-SOx/day, 47.1 lb-PM10/day, 257.3 lb-CO/day, or 47.1 lb-VOC/day. [District Rule 2201] Federally Enforceable Through Title V Permit
9. The owner or operator shall not operate the gas turbine under load conditions, excluding the thermal stabilization period or reduced load period, which results in the measured NOx emissions concentration exceeding 35 ppmv @ 15% O2. [40 CFR 60.332(a)(1), (a)(2) and District Rules 2201 and 4703, 5.1.2.1] Federally Enforceable Through Title V Permit
10. CO emissions from the cogeneration system with the duct burner firing shall not exceed 53 ppmv CO @ 15% O2 or 0.119 lb-CO/MMBtu, excluding thermal stabilization periods or reduced load periods. [District Rule 4703, 5.2] Federally Enforceable Through Title V Permit
11. CO emissions from the cogeneration system without duct burner firing shall not exceed 63 ppmv CO @ 15% O2 or 0.142 lb CO/MMBtu, excluding thermal stabilization periods or reduced load periods. [District Rule 4703, 5.2] Federally Enforceable Through Title V Permit
12. Emissions from the cogeneration system (with or without duct burner firing) shall not exceed any of the following limits: 0.002 lb-SOx/MMBtu, 0.026 lb-PM10/MMBtu, or 0.026 lb-VOC/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
13. Reduced Load Period shall be defined as the time during which the gas turbine is operated at less than rated capacity in order to change the position of the exhaust gas diverter gate, not exceeding one hour. [District Rule 4703, 3.19] Federally Enforceable Through Title V Permit
14. Thermal Stabilization Period shall be defined as the startup or shutdown, as defined in 40 CFR 60.2, time during which the exhaust gas is not within the normal operating temperature range, not to exceed two hours per startup or shutdown event. [District Rule 4703, 3.25] Federally Enforceable Through Title V Permit
15. This unit shall be fired exclusively on natural gas as defined in 40 CFR 60.331(u) and the natural gas shall have a total sulfur content less than or equal to 1.0 gr/100 scf. [40 CFR 60.333(b) and District Rules 2201 and 4201] Federally Enforceable Through Title V Permit
16. The sulfur fuel content of each fuel source shall be: (i) documented in a valid purchase contract, a supplier certification, a tariff sheet or transportation contract or (ii) monitored weekly using ASTM Methods D4084, D5504, D6228, or Gas Processors Association Standard 2377, or double GC for H2S and mercaptans. If the sulfur fuel content is less than 1.0 gr/100 scf for eight consecutive weeks, then the monitoring frequency shall be every 6 months. If any six-month monitoring tests result in a sulfur fuel content exceedance, weekly monitoring shall resume. [40 CFR 60.334(h)(3)] Federally Enforceable Through Title V Permit
17. Performance testing shall be conducted annually to measure NOx and CO emissions concentrations using the following test methods: EPA Methods 7E or 20 for NOx emissions, EPA Methods 10 or 10B for CO emissions, EPA Methods 3, 3A, or 20 for Oxygen content of the exhaust gas. The test will be comprised of three test runs performed at the highest physically achievable load of the gas turbine. The measured NOx concentrations shall be averaged over a three hour period, using consecutive 15-minute sampling periods. [40 CFR 60.335(a), (b)(2) and District Rule 4703, 5.1, 6.3.1, 6.3.2, and 6.4] Federally Enforceable Through Title V Permit
18. Any gas turbine with an intermittently operated auxiliary burner shall demonstrate compliance with the auxiliary burner both on and off. Source testing shall not be required with the duct burner on if it has not been in operation during the previous 12 months, i.e. the duct burner need not be started to solely perform source testing. Source testing shall not be required with the duct burner off if it has been in continuous operation during the previous 12 months, i.e. the duct burner need not be shut-down solely to perform source testing. Source testing shall be performed within 60 days of startup or shutdown of the duct burner unless source testing of the duct burner has been performed in the previous 12 months. [40 CFR 60.335(b) and District Rule 4703, 6.3.3] Federally Enforceable Through Title V Permit
19. HHV and LHV of the fuel shall be determined using ASTM D3588, ASTM 1826, or ASTM 1945. [40 CFR 60.335(b) and District Rule 4703, 6.4.5] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

20. The owner or operator shall be required to conform to the sampling facilities and testing procedures described in Rule 1081 (as amended 12/16/93), Sections 3.0 and 6.1. [District Rule 1081] Federally Enforceable Through Title V Permit
21. The District must be notified 30 days prior to any performance testing and a test plan shall be submitted for approval 15 days prior to such testing. [District Rule 1081] Federally Enforceable Through Title V Permit
22. Performance testing shall be witnessed or authorized by District personnel. Test results must be submitted to the District within 60 days of performance testing. [District Rule 1081] Federally Enforceable Through Title V Permit
23. The owner or operator shall operate and maintain in calibration a system which continuously measures and records: control system operating parameters, elapsed time of operation, the fuel consumption and the ratio of water to fuel being fired in the turbine. [40 CFR 60.334(a) and District Rule 4703, 6.2.2] Federally Enforceable Through Title V Permit
24. The owner or operator shall develop and keep on-site a parameter monitoring plan which includes the procedures used to document the proper operation of the NOx emissions controls (water injection). This plan shall include the parameter(s) monitored, such as the water-to-fuel ratio, and the acceptable range(s) of the parameter(s) as well as the basis for designating the parameter(s) and acceptable range(s). Any supplemental data such as engineering analyses, design specifications, manufacturers recommendations and other relevant information shall be included in the monitoring plan. [40 CFR 60.334(g)] Federally Enforceable Through Title V Permit
25. The water to fuel ratio shall not be less than 0.45 on a weight basis. [District Rule 4703, 6.2.5] Federally Enforceable Through Title V Permit
26. The owner or operator shall submit a semi-annual excess NOx emissions and monitor downtime report to the APCO. Excess emissions shall be reported for all periods of operation, including startup, shutdown and malfunction. The report, post marked by the 30th day following the end of every other calendar quarter, shall include the following: Time intervals, average steam or water-to-fuel ratio, turbine load, nature and cause of excess emissions (if known), and corrective actions taken and preventative measures adopted. [40 CFR 60.334(j), (j)(5) and District Rule 2520, 9.3.2)] Federally Enforceable Through Title V Permit
27. Excess emissions shall be defined as any operating hour for which the steam or water to fuel ratio, as measured by the continuous monitoring system, falls below the established steam or water to fuel ratio. Any operating hour in which no steam or water is injected into the turbine shall also be considered as excess emissions. [40 CR 60.334(j)(1)(i)(A)] Federally Enforceable Through Title V Permit
28. Monitor downtime shall be any operating hour in which the water or steam is injected into the turbine, but essential parametric data needed to determine the steam or water to fuel ratio are unavailable or invalid. [40 CFR 60.334(j)(1)(i)(B)] Federally Enforceable Through Title V Permit
29. Fuel consumption and the water-to-fuel ratio shall be monitored continuously with a system that is accurate to within 5 percent. [District Rule 2201] Federally Enforceable Through Title V Permit
30. The cogeneration system shall be equipped with a meter recording the total elapsed operating time. [District NSR Rule] Federally Enforceable Through Title V Permit
31. Permittee shall notify the District of any breakdown condition as soon as reasonably possible, but no later than one hour after its detection, unless the owner or operator demonstrates to the District's satisfaction that the longer reporting period was necessary. [District Rule 1100] Federally Enforceable Through Title V Permit
32. The District shall be notified in writing within ten days following the correction of any breakdown condition. The breakdown notification shall include a description of the equipment malfunction or failure, the date and cause of the initial failure, the estimated emissions in excess of those allowed, and the methods utilized to restore normal operations. [District Rule 1100] Federally Enforceable Through Title V Permit
33. If the water injection system is inoperative when the turbine is running, the operator shall follow procedures pursuant to District Rule 1100 (Equipment Breakdown). [District Rule 1100] Federally Enforceable Through Title V Permit
34. The requirements of 40 CFR 72.6 (b) do not apply to this source because only non-Title IV sources can qualify to use the applicable template. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

35. If the turbine is fired on PUC-regulated natural gas, then the operator shall maintain a log describing the source of natural gas and quantity used. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
36. Records shall be maintained and shall contain: the occurrence and duration of any start-up, shutdown or malfunction, performance testing, evaluations, calibrations, checks, adjustments and emissions measurements. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
37. The owner or operator shall maintain a record of the cumulative rolling 12 month fuel usage for each turbine. The record shall be updated at the end of each calendar month. [District Rule 2201] Federally Enforceable Through Title V Permit
38. Operator shall maintain a stationary gas turbine operating log that includes, on a daily basis, the actual local start-up and stop time, length and reason for reduced load periods, total hours of operation and quantity of fuel used. [40 CFR 60.332(a),(b) and District Rule 4703, 6.2.4] Federally Enforceable Through Title V Permit
39. The owner or operator of a stationary gas turbine system shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
40. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following applicable requirements: 40 CFR 60.332(a)(1), (a)(2), 60.333 (b), (g), (h)(3), (j), (j)(1)(i)(A), (j)(1)(i)(b), and (j)(5); 60.335(a), (b)(2), (b)(3); and District Rule 4703 (as amended 4/25/02), Sections 5.1.2.1, 5.2, 6.2.2, 6.4, and 6.2.6. A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
41. Compliance with permit conditions in the Title V permit shall be deemed compliance with District Rule 1081(as amended 12/16/93), Section 3.0, 6.0, 7.1, 7.2, 7.3 and Rule 4201 (as amended 12/17/92). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

ATTACHMENT C

Emissions Increases

	SSIPE (lb/yr)				
	NOx	VOC	CO	SOx	PM10
C-311-13-13	0	0	0	0	0
C-311-15-12	0	0	0	0	0
TOTAL	0	0	0	0	0

Chevron USA, Inc.
Facility # C-311
Project # C-1113421

March 21, 2012

ATTACHMENT D

Application

San Joaquin Valley Air Pollution Control District

www.valleyair.org

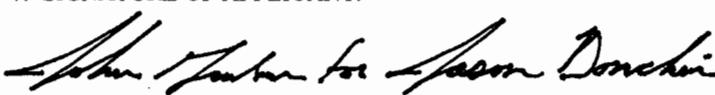
RECEIVED

DEC - 7 2011

SJVAPCD
Southern Region

Permit Application For:

[] ADMINISTRATIVE AMENDMENT MINOR MODIFICATION [] SIGNIFICANT MODIFICATION

1. PERMIT TO BE ISSUED TO: CHEVRON U.S.A INC.	
2. MAILING ADDRESS: STREET/P.O. BOX: P.O. BOX 1392	
CITY: Bakersfield STATE: CA	9-DIGIT ZIP CODE: 93302
3. LOCATION WHERE THE EQUIPMENT WILL BE OPERATED: STREET: Coalinga Oilfield (Facility C-311) CITY: _____ 1/4 SECTION 6 TOWNSHIP 20S RANGE 15E	INSTALLATION DATE: December, 2011
4. GENERAL NATURE OF BUSINESS: Oil and Gas Production	
5. DESCRIPTION OF EQUIPMENT OR MODIFICATION FOR WHICH APPLICATION IS MADE (include Permit #'s if known, and use additional sheets if necessary) Authority to Construct (ATC) documents C-311-13-10 and C-311-15-10 (copies attached) issued without Certificates of Conformity. This Title V application has been submitted in accordance with Section 6.2 of District Rule 2520.	
6. TYPE OR PRINT NAME OF APPLICANT: Jason Donchin	TITLE OF APPLICANT: HES Manager
7. SIGNATURE OF APPLICANT: 	DATE: 12/07/2011 PHONE: (661) 654-7144 FAX: (661) 654-7004 EMAIL: john.gruber@chevron.com

For APCD Use Only:

DATE STAMP	FILING FEE RECEIVED: \$ _____ CHECK#: _____
	DATE PAID: _____
	PROJECT NO: C-1113421 FACILITY ID: C-311

San Joaquin Valley
Unified Air Pollution Control District

RECEIVED
DEC - 7 2011
SJVAPCD
Southern Region

TITLE V MODIFICATION - COMPLIANCE CERTIFICATION FORM

I. TYPE OF PERMIT ACTION (Check appropriate box)

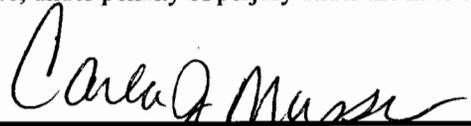
- SIGNIFICANT PERMIT MODIFICATION ADMINISTRATIVE
 MINOR PERMIT MODIFICATION AMENDMENT

COMPANY NAME: CHEVRON U.S.A. INC.	FACILITY ID: C- 311
1. Type of Organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Sole Ownership <input type="checkbox"/> Government <input type="checkbox"/> Partnership <input type="checkbox"/> Utility	
2. Owner's Name: CHEVRON U.S.A. INC.	
3. Agent to the Owner:	

II. COMPLIANCE CERTIFICATION (Read each statement carefully and initial all circles for confirmation):

- Based on information and belief formed after reasonable inquiry, the equipment identified in this application will continue to comply with the applicable federal requirement(s).
- Based on information and belief formed after reasonable inquiry, the equipment identified in this application will comply with applicable federal requirement(s) that will become effective during the permit term, on a timely basis.
- Corrected information will be provided to the District when I become aware that incorrect or incomplete information has been submitted.
- Based on information and belief formed after reasonable inquiry, information and statements in the submitted application package, including all accompanying reports, and required certifications are true accurate and complete.

I declare, under penalty of perjury under the laws of the state of California, that the forgoing is correct and true:



Signature of Responsible Official

12/07/2011

Date

Carla Musser

Name of Responsible Official (please print)

Assistant Secretary

Title of Responsible Official (please print)

ATTACHMENT E

Previous Title V Operating Permit No.'s
C-311-13-8 and -15-8

San Joaquin Valley Air Pollution Control District

PERMIT UNIT: C-311-13-8

EXPIRATION DATE: 12/31/2016

SECTION: 6C **TOWNSHIP:** 20S **RANGE:** 15E

EQUIPMENT DESCRIPTION:

86.4 MMBTU/HR COGENERATION SYSTEM WITH A NOMINAL RATED 40.9 MMBTU/HR SOLAR MODEL CENTAUR 40-4500 TURBINE ENGINE #TG-105, DRIVING A 2.7 MW ELECTRICAL GENERATOR AND INCLUDING A STRUTHERS WASTE HEAT RECOVERY STEAM GENERATOR #SG-205, WITH A 36.4 MMBTU/HR COEN DUCT BURNER

PERMIT UNIT REQUIREMENTS

1. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201, 3.1] Federally Enforceable Through Title V Permit
2. The Owner/Operator shall maintain a separate fuel meter to the turbine and a fuel meter to the duct burners. [District Rule 2201] Federally Enforceable Through Title V Permit
3. Natural gas consumption by the cogeneration system (turbine and duct burner) shall not exceed 1,812,000 scf/day. Natural gas consumption by the cogeneration system shall not exceed 654 million scf/year. [District Rule 2201]
4. Emissions from the cogeneration system shall not exceed any of the following limits: 233.7 lb-NOx/day, 3.6 lb-SOx/day, 47.1 lb-PM10/day, 257.3 lb-CO/day, or 47.1 lb-VOC/day. [District Rule 2201] Federally Enforceable Through Title V Permit
5. The owner or operator shall not operate the gas turbine under load conditions, excluding the thermal stabilization period or reduced load period, which results in the measured NOx emissions concentration exceeding 35 ppmv @ 15% O2. [40 CFR 60.332(a)(1), (a)(2) and District Rules 2201 and 4703, 5.1.2.1] Federally Enforceable Through Title V Permit
6. CO emissions from the cogeneration system with the duct burner firing shall not exceed 53 ppmv CO @ 15% O2 or 0.119 lb-CO/MMBtu, excluding thermal stabilization periods or reduced load periods. [District Rule 4703, 5.2] Federally Enforceable Through Title V Permit
7. CO emissions from the cogeneration system without duct burner firing shall not exceed 63 ppmv CO @ 15% O2 or 0.142 lb CO/MMBtu, excluding thermal stabilization periods or reduced load periods. [District Rule 4703, 5.2] Federally Enforceable Through Title V Permit
8. Emissions from the cogeneration system (with or without duct burner firing) shall not exceed any of the following limits: 0.002 lb-SOx/MMBtu, 0.026 lb-PM10/MMBtu, or 0.026 lb-VOC/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
9. Reduced Load Period shall be defined as the time during which the gas turbine is operated at less than rated capacity in order to change the position of the exhaust gas diverter gate, not exceeding one hour. [District Rule 4703, 3.19] Federally Enforceable Through Title V Permit
10. Thermal Stabilization Period shall be defined as the startup or shutdown, as defined in 40 CFR 60.2, time during which the exhaust gas is not within the normal operating temperature range, not to exceed two hours per startup or shutdown event. [District Rule 4703, 3.25] Federally Enforceable Through Title V Permit

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

11. This unit shall be fired exclusively on natural gas as defined in 40 CFR 60.331(u) and the natural gas shall have a total sulfur content less than or equal to 1.0 gr/100 scf. [40 CFR 60.333(b) and District Rules 2201 and 4201] Federally Enforceable Through Title V Permit
12. The sulfur fuel content of each fuel source shall be: (i) documented in a valid purchase contract, a supplier certification, a tariff sheet or transportation contract or (ii) monitored weekly using ASTM Methods D4084, D5504, D6228, or Gas Processors Association Standard 2377, or double GC for H₂S and mercaptans. If the sulfur fuel content is less than 1.0 gr/100 scf for eight consecutive weeks, then the monitoring frequency shall be every 6 months. If any six-month monitoring tests result in a sulfur fuel content exceedance, weekly monitoring shall resume. [40 CFR 60.334(h)(3)] Federally Enforceable Through Title V Permit
13. Performance testing shall be conducted annually to measure NO_x and CO emissions concentrations using the following test methods: EPA Methods 7E, 20, or CARB Method 100 for NO_x emissions, EPA Methods 10, 10B, or CARB Method 100 for CO emissions, EPA Methods 3, 3A, or 20 for Oxygen content of the exhaust gas. The test will be comprised of three test runs performed at the highest physically achievable load of the gas turbine. The measured NO_x concentrations shall be averaged over a three hour period, using consecutive 15-minute sampling periods. [40 CFR 60.335(a), (b)(2) and District Rule 4703, 5.1, 6.3.1, 6.3.2, and 6.4] Federally Enforceable Through Title V Permit
14. Any gas turbine with an intermittently operated auxiliary burner shall demonstrate compliance with the auxiliary burner both on and off. Source testing shall not be required with the duct burner on if it has not been in operation during the previous 12 months, i.e. the duct burner need not be started to solely perform source testing. Source testing shall not be required with the duct burner off if it has been in continuous operation during the previous 12 months, i.e. the duct burner need not be shut-down solely to perform source testing. Source testing shall be performed within 60 days of startup or shutdown of the duct burner unless source testing of the duct burner has been performed in the previous 12 months. [40 CFR 60.335(b) and District Rule 4703, 6.3.3] Federally Enforceable Through Title V Permit
15. HHV and LHV of the fuel shall be determined using ASTM D3588, ASTM 1826, or ASTM 1945. [40 CFR 60.335(b) and District Rule 4703, 6.4.5] Federally Enforceable Through Title V Permit
16. The owner or operator shall be required to conform to the sampling facilities and testing procedures described in Rule 1081 (as amended 12/16/93), Sections 3.0 and 6.1. [District Rule 1081] Federally Enforceable Through Title V Permit
17. The District must be notified 30 days prior to any performance testing and a test plan shall be submitted for approval 15 days prior to such testing. [District Rule 1081] Federally Enforceable Through Title V Permit
18. Performance testing shall be witnessed or authorized by District personnel. Test results must be submitted to the District within 60 days of performance testing. [District Rule 1081] Federally Enforceable Through Title V Permit
19. The owner or operator shall operate and maintain in calibration a system which continuously measures and records: control system operating parameters, elapsed time of operation, the fuel consumption and the ratio of water to fuel being fired in the turbine. [40 CFR 60.334(a) and District Rule 4703, 6.2.2] Federally Enforceable Through Title V Permit
20. The owner or operator shall develop and keep on-site a parameter monitoring plan which includes the procedures used to document the proper operation of the NO_x emissions controls (water injection). This plan shall include the parameter(s) monitored, such as the water-to-fuel ratio, and the acceptable range(s) of the parameter(s) as well as the basis for designating the parameter(s) and acceptable range(s). Any supplemental data such as engineering analyses, design specifications, manufacturers recommendations and other relevant information shall be included in the monitoring plan. [40 CFR 60.334(g)] Federally Enforceable Through Title V Permit
21. The water to fuel ratio shall not be less than 0.45 on a weight basis. [District Rule 4703, 6.2.5] Federally Enforceable Through Title V Permit
22. The owner or operator shall submit a semi-annual excess NO_x emissions and monitor downtime report to the APCO. Excess emissions shall be reported for all periods of operation, including startup, shutdown and malfunction. The report, post marked by the 30th day following the end of every other calendar quarter, shall include the following: Time intervals, average steam or water-to-fuel ratio, turbine load, nature and cause of excess emissions (if known), and corrective actions taken and preventative measures adopted. [40 CFR 60.334(j), (j)(5) and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

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

23. Excess emissions shall be defined as any operating hour for which the steam or water to fuel ratio, as measured by the continuous monitoring system, falls below the established steam or water to fuel ratio. Any operating hour in which no steam or water is injected into the turbine shall also be considered as excess emissions. [40 CR 60.334(j)(1)(i)(A)] Federally Enforceable Through Title V Permit
24. Monitor downtime shall be any operating hour in which the water or steam is injected into the turbine, but essential parametric data needed to determine the steam or water to fuel ratio are unavailable or invalid. [40 CFR 60.334(j)(1)(i)(B)] Federally Enforceable Through Title V Permit
25. Fuel consumption and the water-to-fuel ratio shall be monitored continuously with a system that is accurate to within 5 percent. [District Rule 2201] Federally Enforceable Through Title V Permit
26. The cogeneration system shall be equipped with a meter recording the total elapsed operating time. [District NSR Rule] Federally Enforceable Through Title V Permit
27. If the water injection system is inoperative when the turbine is running, the operator shall follow procedures pursuant to District Rule 1100 (Equipment Breakdown). [District Rule 1100] Federally Enforceable Through Title V Permit
28. The requirements of 40 CFR 72.6 (b) do not apply to this source because only non-Title IV sources can qualify to use the applicable template. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
29. If the turbine is fired on PUC-regulated natural gas, then the operator shall maintain a log describing the source of natural gas and quantity used. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
30. Records shall be maintained and shall contain: the occurrence and duration of any start-up, shutdown or malfunction, performance testing, evaluations, calibrations, checks, adjustments and emissions measurements. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
31. The owner or operator shall maintain a record of the cumulative rolling 12 month fuel usage for each turbine. The record shall be updated at the end of each calendar month. [District Rule 2201] Federally Enforceable Through Title V Permit
32. Operator shall maintain a stationary gas turbine operating log that includes, on a daily basis, the actual local start-up and stop time, length and reason for reduced load periods, total hours of operation and quantity of fuel used. [40 CFR 60.332(a),(b) and District Rule 4703, 6.2.4] Federally Enforceable Through Title V Permit
33. The owner or operator of a stationary gas turbine system shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
34. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following applicable requirements: 40 CFR 60.332(a)(1), (a)(2), 60.333 (b), (g), (h)(3), (j), (j)(1)(i)(A), (j)(1)(i)(b), and (j)(5); 60.335(a), (b)(2), (b)(3); and District Rule 4703 (as amended 4/25/02), Sections 5.1.2.1, 5.2, 6.2.2, 6.4, and 6.2.6. A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
35. Compliance with permit conditions in the Title V permit shall be deemed compliance with District Rule 1081(as amended 12/16/93), Section 3.0, 6.0, 7.1, 7.2, 7.3 and Rule 4201 (as amended 12/17/92). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

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

San Joaquin Valley Air Pollution Control District

PERMIT UNIT: C-311-15-8

EXPIRATION DATE: 12/31/2016

SECTION: 6C **TOWNSHIP:** 20S **RANGE:** 15E

EQUIPMENT DESCRIPTION:

86.4 MMBTU/HR COGENERATION SYSTEM WITH A NOMINAL RATED 40.9 MMBTU/HR SOLAR MODEL CENTAUR 40-4500 TURBINE ENGINE #TG-106, DRIVING A 2.7 MW ELECTRICAL GENERATOR AND INCLUDING A STRUTHERS WASTE HEAT RECOVERY STEAM GENERATOR #SG-206 WITH A 36.4 MMBTU/HR COEN DUCT BURNER

PERMIT UNIT REQUIREMENTS

1. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201, 3.1] Federally Enforceable Through Title V Permit
2. The Owner/Operator shall maintain a separate fuel meter to the turbine and a fuel meter to the duct burners. [District Rule 2201] Federally Enforceable Through Title V Permit
3. Natural gas consumption by the cogeneration system (turbine and duct burner) shall not exceed 1,812,000 scf/day. Natural gas consumption by the cogeneration system shall not exceed 654 million scf/year. [District Rule 2201]
4. Emissions from the cogeneration system shall not exceed any of the following limits: 233.7 lb-NOx/day, 3.6 lb-SOx/day, 47.1 lb-PM10/day, 257.3 lb-CO/day, or 47.1 lb-VOC/day. [District Rule 2201] Federally Enforceable Through Title V Permit
5. The owner or operator shall not operate the gas turbine under load conditions, excluding the thermal stabilization period or reduced load period, which results in the measured NOx emissions concentration exceeding 35 ppmv @ 15% O2. [40 CFR 60.332(a)(1), (a)(2) and District Rules 2201 and 4703, 5.1.2.1] Federally Enforceable Through Title V Permit
6. CO emissions from the cogeneration system with the duct burner firing shall not exceed 53 ppmv CO @ 15% O2 or 0.119 lb-CO/MMBtu, excluding thermal stabilization periods or reduced load periods. [District Rule 4703, 5.2] Federally Enforceable Through Title V Permit
7. CO emissions from the cogeneration system without duct burner firing shall not exceed 63 ppmv CO @ 15% O2 or 0.142 lb CO/MMBtu, excluding thermal stabilization periods or reduced load periods. [District Rule 4703, 5.2] Federally Enforceable Through Title V Permit
8. Emissions from the cogeneration system (with or without duct burner firing) shall not exceed any of the following limits: 0.002 lb-SOx/MMBtu, 0.026 lb-PM10/MMBtu, or 0.026 lb-VOC/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
9. Reduced Load Period shall be defined as the time during which the gas turbine is operated at less than rated capacity in order to change the position of the exhaust gas diverter gate, not exceeding one hour. [District Rule 4703, 3.19] Federally Enforceable Through Title V Permit
10. Thermal Stabilization Period shall be defined as the startup or shutdown, as defined in 40 CFR 60.2, time during which the exhaust gas is not within the normal operating temperature range, not to exceed two hours per startup or shutdown event. [District Rule 4703, 3.25] Federally Enforceable Through Title V Permit

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

11. This unit shall be fired exclusively on natural gas as defined in 40 CFR 60.331(u) and the natural gas shall have a total sulfur content less than or equal to 1.0 gr/100 scf. [40 CFR 60.333(b) and District Rules 2201 and 4201] Federally Enforceable Through Title V Permit
12. The sulfur fuel content of each fuel source shall be: (i) documented in a valid purchase contract, a supplier certification, a tariff sheet or transportation contract or (ii) monitored weekly using ASTM Methods D4084, D5504, D6228, or Gas Processors Association Standard 2377, or double GC for H₂S and mercaptans. If the sulfur fuel content is less than 1.0 gr/100 scf for eight consecutive weeks, then the monitoring frequency shall be every 6 months. If any six-month monitoring tests result in a sulfur fuel content exceedance, weekly monitoring shall resume. [40 CFR 60.334(h)(3)] Federally Enforceable Through Title V Permit
13. Performance testing shall be conducted annually to measure NO_x and CO emissions concentrations using the following test methods: EPA Methods 7E, 20, or CARB Method 100 for NO_x emissions, EPA Methods 10, 10B, or CARB Method 100 for CO emissions, EPA Methods 3, 3A, or 20 for Oxygen content of the exhaust gas. The test will be comprised of three test runs performed at the highest physically achievable load of the gas turbine. The measured NO_x concentrations shall be averaged over a three hour period, using consecutive 15-minute sampling periods. [40 CFR 60.335(a), (b)(2) and District Rule 4703, 5.1, 6.3.1, 6.3.2, and 6.4] Federally Enforceable Through Title V Permit
14. Any gas turbine with an intermittently operated auxiliary burner shall demonstrate compliance with the auxiliary burner both on and off. Source testing shall not be required with the duct burner on if it has not been in operation during the previous 12 months, i.e. the duct burner need not be started to solely perform source testing. Source testing shall not be required with the duct burner off if it has been in continuous operation during the previous 12 months, i.e. the duct burner need not be shut-down solely to perform source testing. Source testing shall be performed within 60 days of startup or shutdown of the duct burner unless source testing of the duct burner has been performed in the previous 12 months. [40 CFR 60.335(b) and District Rule 4703, 6.3.3] Federally Enforceable Through Title V Permit
15. HHV and LHV of the fuel shall be determined using ASTM D3588, ASTM 1826, or ASTM 1945. [40 CFR 60.335(b) and District Rule 4703, 6.4.5] Federally Enforceable Through Title V Permit
16. The owner or operator shall be required to conform to the sampling facilities and testing procedures described in Rule 1081 (as amended 12/16/93), Sections 3.0 and 6.1. [District Rule 1081] Federally Enforceable Through Title V Permit
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19. The owner or operator shall operate and maintain in calibration a system which continuously measures and records: control system operating parameters, elapsed time of operation, the fuel consumption and the ratio of water to fuel being fired in the turbine. [40 CFR 60.334(a) and District Rule 4703, 6.2.2] Federally Enforceable Through Title V Permit
20. The owner or operator shall develop and keep on-site a parameter monitoring plan which includes the procedures used to document the proper operation of the NO_x emissions controls (water injection). This plan shall include the parameter(s) monitored, such as the water-to-fuel ratio, and the acceptable range(s) of the parameter(s) as well as the basis for designating the parameter(s) and acceptable range(s). Any supplemental data such as engineering analyses, design specifications, manufacturers recommendations and other relevant information shall be included in the monitoring plan. [40 CFR 60.334(g)] Federally Enforceable Through Title V Permit
21. The water to fuel ratio shall not be less than 0.45 on a weight basis. [District Rule 4703, 6.2.5] Federally Enforceable Through Title V Permit
22. The owner or operator shall submit a semi-annual excess NO_x emissions and monitor downtime report to the APCO. Excess emissions shall be reported for all periods of operation, including startup, shutdown and malfunction. The report, post marked by the 30th day following the end of every other calendar quarter, shall include the following: Time intervals, average steam or water-to-fuel ratio, turbine load, nature and cause of excess emissions (if known), and corrective actions taken and preventative measures adopted. [40 CFR 60.334(j), (j)(5) and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

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

23. Excess emissions shall be defined as any operating hour for which the steam or water to fuel ratio, as measured by the continuous monitoring system, falls below the established steam or water to fuel ratio. Any operating hour in which no steam or water is injected into the turbine shall also be considered as excess emissions. [40 CR 60.334(j)(1)(i)(A)] Federally Enforceable Through Title V Permit
24. Monitor downtime shall be any operating hour in which the water or steam is injected into the turbine, but essential parametric data needed to determine the steam or water to fuel ratio are unavailable or invalid. [40 CFR 60.334(j)(1)(i)(B)] Federally Enforceable Through Title V Permit
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30. Records shall be maintained and shall contain: the occurrence and duration of any start-up, shutdown or malfunction, performance testing, evaluations, calibrations, checks, adjustments and emissions measurements. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
31. The owner or operator shall maintain a record of the cumulative rolling 12 month fuel usage for each turbine. The record shall be updated at the end of each calendar month. [District Rule 2201] Federally Enforceable Through Title V Permit
32. Operator shall maintain a stationary gas turbine operating log that includes, on a daily basis, the actual local start-up and stop time, length and reason for reduced load periods, total hours of operation and quantity of fuel used. [40 CFR 60.332(a),(b) and District Rule 4703, 6.2.4] Federally Enforceable Through Title V Permit
33. The owner or operator of a stationary gas turbine system shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
34. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following applicable requirements: 40 CFR 60.332(a)(1), (a)(2), 60.333 (b), (g), (h)(3), (j), (j)(1)(i)(A), (j)(1)(i)(b), and (j)(5); 60.335(a), (b)(2), (b)(3); and District Rule 4703 (as amended 4/25/02), Sections 5.1.2.1, 5.2, 6.2.2, 6.4, and 6.2.6. A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
35. Compliance with permit conditions in the Title V permit shall be deemed compliance with District Rule 1081(as amended 12/16/93), Section 3.0, 6.0, 7.1, 7.2, 7.3 and Rule 4201 (as amended 12/17/92). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

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