

JUN 13 2012

Dan Martin
E & J Gallo Winery
18000 W River Rd
Livingston, CA 95334

**Re: Notice of Minor Title V Permit Modification
District Facility # N-1237
Project # N-1120420**

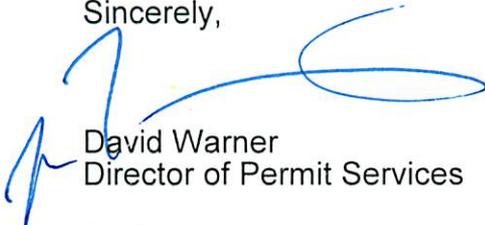
Dear Mr. Martin:

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 Authority to Construct N-1237-596-0 into the Title V operating permit. The applicant proposes to install an oak sawdust handling system.

Enclosed is the engineering evaluation with the following attachments: proposed modified Title V permit, recently issued Authority to Construct N-1237-596-0, 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
Fresno, CA 93726-0244
Tel: (559) 230-6000 FAX: (559) 230-6061

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



JUN 1 3 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 # N-1237
Project # N-1120420

Dear Mr. Rios:

Enclosed for you to review is an application for minor Title V permit modification for the facility identified above. E & J Gallo Winery is proposing a Title V minor permit modification to incorporate the recently issued Authority to Construct N-1237-596-0 into the Title V operating permit. The applicant proposes to install an oak sawdust handling system.

Enclosed is the engineering evaluation with the following attachments: proposed modified Title V permit, recently issued Authority to Construct N-1237-596-0, 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

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
Fresno, CA 93726-0244
Tel: (559) 230-6000 FAX: (559) 230-6061

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

TITLE V APPLICATION REVIEW

Minor Modification
Project #: N-1120420

Engineer: Stanley Tom
Date: May 14, 2012

Facility Number: N-1237
Facility Name: E & J Gallo Winery
Mailing Address: 18000 W River Rd
Livingston, CA 95334

Contact Name: Dan Martin
Phone: (209) 394-6211

Responsible Official: Dan Martin
Title: Plant Manager

I. PROPOSAL

E & J Gallo Winery is proposing a Title V minor permit modification to incorporate the recently issued ATC N-1237-596-0 into the Title V operating permit. The applicant proposes to install an oak sawdust handling system.

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

18000 W River Rd
Livingston, CA 95334

III. EQUIPMENT DESCRIPTION

N-1237-596-0: OAK SAWDUST HANDLING SYSTEM CONSISTING OF DRY OAK HOPPER AND HOOD COLLECTION SYSTEM SERVED BY AIRLANCO MODEL 36AVS8 STYLE III 80302072 BAGHOUSE, INCLINED SCREW CONVEYOR, OAK SLURRY PUMP, AND 283 GALLON OAK SLURRY MIX TANK

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

ATC N-1237-596-0 is a new permit unit; therefore, there is no existing Title V PTO that it will be modifying.

Condition 1 of ATC N-1237-596-0 has been removed as this application satisfies the requirements of the condition.

Condition 2 of ATC N-1237-596-0 has been removed as the condition is listed on the facility-wide permit N-1237-0-2.

All other ATC conditions will be carried over to the proposed PTO.

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. N-1237-596-1
- B. Authority to Construct No. N-1237-596-0
- C. Emissions Increases
- D. Application

ATTACHMENT A

Proposed Modified Title V Operating Permit No.
N-1237-596-1

San Joaquin Valley Air Pollution Control District

PERMIT UNIT: N-1237-596-1

EXPIRATION DATE: 09/30/2015

EQUIPMENT DESCRIPTION:

OAK SAWDUST HANDLING SYSTEM CONSISTING OF DRY OAK HOPPER AND HOOD COLLECTION SYSTEM SERVED BY AIRLANCO MODEL 36AVS8 STYLE III 80302072 BAGHOUSE, INCLINED SCREW CONVEYOR, OAK SLURRY PUMP, AND 283 GALLON OAK SLURRY MIX TANK

PERMIT UNIT REQUIREMENTS

1. Visible emissions from each baghouse shall not exceed 5% opacity for a period of periods aggregating more than three minutes in any one hour. [District Rule 2201] Federally Enforceable Through Title V Permit
2. Material removed from the dust collector shall be disposed of in a manner preventing entrainment into the atmosphere. [District Rule 4102]
3. All equipment shall be maintained in good operating condition and shall be operated in a manner to minimize emissions of air contaminants into the atmosphere. [District Rule 4102]
4. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201] Federally Enforceable Through Title V Permit
5. The baghouse shall be maintained and operated according to manufacturer's specifications. [District Rule 2201] Federally Enforceable Through Title V Permit
6. The cleaning frequency and duration for the baghouse shall be adjusted to optimize the control efficiency. [District Rule 2201] Federally Enforceable Through Title V Permit
7. Replacement bags numbering at least 10% of the total number of bags in each baghouse shall be maintained on the premises. [District Rule 2201] Federally Enforceable Through Title V Permit
8. The baghouse shall be equipped with a pressure differential gauge to indicate the pressure drop across the bags. The gauge shall be maintained in good working condition at all times and shall be located in an easily accessible location. [District Rule 2201] Federally Enforceable Through Title V Permit
9. The differential pressure gauge reading range for the baghouse shall be established per manufacturer's recommendation at time of start up inspection. [District Rule 2201] Federally Enforceable Through Title V Permit
10. Controlled PM10 emissions from the dust collector shall not exceed 0.06 lb/ton oak sawdust material throughput. [District Rule 2201] Federally Enforceable Through Title V Permit
11. Maximum daily amount of oak sawdust material throughput shall not exceed either of the following: 24,000 pounds per day or 3,300,000 pounds per year. [District Rule 2201] Federally Enforceable Through Title V Permit
12. The oak slurry mix tank shall be operated as a constant level tank. [District Rule 2201] Federally Enforceable Through Title V Permit
13. Differential operating pressure for the baghouse shall be monitored and recorded on each day that the baghouse operates. [District Rule 2201] Federally Enforceable Through Title V Permit
14. Records of all maintenance of each baghouse, including all change outs of filter media, shall be maintained. [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.

15. All records shall be maintained and retained on-site for a period of at least 5 years and shall be made available for District inspection upon request. [District Rule 1070] Federally Enforceable Through Title V Permit

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

DRAFT

ATTACHMENT B

Authority to Construct No.
N-1237-596-0



AUTHORITY TO CONSTRUCT

PERMIT NO: N-1237-596-0

ISSUANCE DATE: 02/28/2012

LEGAL OWNER OR OPERATOR: E & J GALLO WINERY
MAILING ADDRESS: 18000 W RIVER RD
LIVINGSTON, CA 95334

LOCATION: 18000 W RIVER RD
LIVINGSTON, CA 95334

EQUIPMENT DESCRIPTION:

OAK SAWDUST HANDLING SYSTEM CONSISTING OF DRY OAK HOPPER AND HOOD COLLECTION SYSTEM SERVED BY AIRLANCO MODEL 36AVS8 STYLE III 80302072 BAGHOUSE, INCLINED SCREW CONVEYOR, OAK SLURRY PUMP, AND 283 GALLON OAK SLURRY MIX TANK

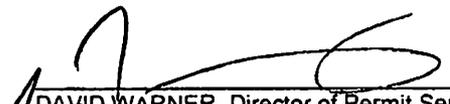
CONDITIONS

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 air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
3. Visible emissions from each baghouse shall not exceed 5% opacity for a period of periods aggregating more than three minutes in any one hour. [District Rule 2201]
4. Material removed from the dust collector shall be disposed of in a manner preventing entrainment into the atmosphere. [District Rule 4102]
5. All equipment shall be maintained in good operating condition and shall be operated in a manner to minimize emissions of air contaminants into the atmosphere. [District Rule 4102]
6. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]
7. The baghouse shall be maintained and operated according to manufacturer's specifications. [District Rule 2201]
8. The cleaning frequency and duration for the baghouse shall be adjusted to optimize the control efficiency. [District Rule 2201]
9. Replacement bags numbering at least 10% of the total number of bags in each baghouse shall be maintained on the premises. [District Rule 2201]

CONDITIONS CONTINUE ON NEXT PAGE

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

Seyed Sadredin, Executive Director / APCO



DAVID WARNER, Director of Permit Services
N-1237-596-0: Feb 28 2012 7:40AM - TOMS Joint Inspection NOT Required

10. The baghouse shall be equipped with a pressure differential gauge to indicate the pressure drop across the bags. The gauge shall be maintained in good working condition at all times and shall be located in an easily accessible location. [District Rule 2201]
11. The differential pressure gauge reading range for the baghouse shall be established per manufacturer's recommendation at time of start up inspection. [District Rule 2201]
12. Controlled PM10 emissions from the dust collector shall not exceed 0.06 lb/ton oak sawdust material throughput. [District Rule 2201]
13. Maximum daily amount of oak sawdust material throughput shall not exceed either of the following: 24,000 pounds per day or 3,300,000 pounds per year. [District Rule 2201]
14. The oak slurry mix tank shall be operated as a constant level tank. [District Rule 2201]
15. Differential operating pressure for the baghouse shall be monitored and recorded on each day that the baghouse operates. [District Rule 2201]
16. Records of all maintenance of each baghouse, including all change outs of filter media, shall be maintained. [District Rule 2201]
17. All records shall be maintained and retained on-site for a period of at least 5 years and shall be made available for District inspection upon request. [District Rule 1070]

ATTACHMENT C

Emissions Increases

	SSIPE (lb/yr)				
	NOx	VOC	CO	SOx	PM10
N-1237-596-0	0	0	0	0	99
TOTAL	0	0	0	0	99

ATTACHMENT D

Application

San Joaquin Valley Air Pollution Control District

www.valleyair.org

RECEIVED

MAR 01 2012

Permit Application For:

Permits Services
SJVAPCD

- AUTHORITY TO CONSTRUCT (ATC) - New Emission Unit
- AUTHORITY TO CONSTRUCT (ATC) - Modification Of Emission Unit With Valid PTO/Valid Authority
- AUTHORITY TO CONSTRUCT (ATC) - Renewal of Valid Authority to Construct
- PERMIT TO OPERATE (PTO) - Existing Emission Unit Now Requiring a Permit to Operate

1. PERMIT TO BE ISSUED TO: E&J Gallo Winery-Livingston	
2. MAILING ADDRESS: STREET/P.O. BOX: 18000 W. River Road	
CITY: Livingston	STATE: CA ZIP CODE: 95334
3. LOCATION WHERE THE EQUIPMENT WILL BE OPERATED: STREET: same as above CITY: _____ _____/4 SECTION _____ TOWNSHIP _____ RANGE _____	WITHIN 1,000 FT OF A SCHOOL? <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO S.I.C. CODE(S) OF FACILITY (If known):
4. GENERAL NATURE OF BUSINESS: Production of wine, brandy and concentrates	INSTALL DATE: 1 st Quarter 2012
5. TITLE V PERMIT HOLDERS ONLY:	Do you request a COC (EPA Review) prior to receiving your ATC <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO yes, please complete and attach a Compliance Certification form (TVFORM-009)?
6. DESCRIPTION OF EQUIPMENT OR MODIFICATION FOR WHICH APPLICATION IS MADE (include Permit #'s if known, and use additional sheets if necessary)	
Request minor modification permit for LT Oak Handling System, N-1237-596. The minor modification permit application is completed and submitted to the District prior to the pre-startup inspection with the District.	
Please see attached the completed compliance certification form (TV-9)	
7. PERMIT REVIEW PERIOD: Do you request a three- or ten-day period to review the draft Authority to Construct permit? Please note that checking "YES" will delay issuance of your final permit by a corresponding number of working days. See instructions for more information on this review process.	
<input type="checkbox"/> 3-day review <input type="checkbox"/> 10-day review <input type="checkbox"/> No review requested	
8. HAVE YOU EVER APPLIED FOR AN ATC OR PTO IN THE PAST?	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
9. IS THIS APPLICATION FOR THE CONSTRUCTION OF A NEW FACILITY? (If "Yes" is checked, please complete the CEQA Information form)	If yes, ATC/PTO #: N-1237 <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
10. IS THIS APPLICATION SUBMITTED AS THE RESULT OF EITHER A NOTICE OF VIOLATION	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
Optional Section 11. DO YOU WANT TO PARTICIPATE IN EITHER OF THE FOLLOWING VOLUNTARY PROGRAMS: "HEALTHY AIR LIVING (HAL)" <input type="checkbox"/> Yes, please send info "INSPECT"	

OR A NOTICE TO COMPLY? If yes, NOV/NTC #: _____	<input type="checkbox"/> Yes, please send info
12. TYPE OR PRINT NAME OF APPLICANT: Mr. Dan Martin	TITLE OF APPLICANT: Plant Manager-Livingston Winery
13. SIGNATURE OF APPLICANT: 	DATE: 02/28/12 PHONE #: (209) 394-6211 E-MAIL: dan.martin@ejgallo.com

FOR APCD USE ONLY:

DATE STAMP:	FILING FEE RECEIVED: \$ _____ CHECK #: _____ DATE PAID: _____ PROJECT #: <u>N-1120420</u> FACILITY ID: <u>N-1237</u>
-------------	--

San Joaquin Valley
Unified Air Pollution Control District

TITLE V MODIFICATION - COMPLIANCE CERTIFICATION FORM

I. TYPE OF PERMIT ACTION (Check appropriate box)

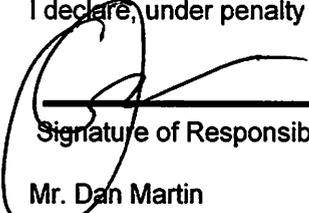
- Federal Major Permit MODIFICATION ADMINISTRATIVE
 MINOR PERMIT MODIFICATION AMENDMENT

COMPANY NAME: E&J Gallo Winery - Livingston	FACILITY ID N - 1237
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: E&J Gallo Winery-Livingston	
3. Agent to the Owner: Mr. Dan Martin	

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
Mr. Dan Martin

02/28/12

Date

Name of Responsible Official (please print)
Plant Manager-Livingston Winery

Title of Responsible Official (please print)