

AIR QUALITY
MANAGEMENT
DISTRICT

July 24, 2001

Mirant Delta, LLC P O Box 1687 Antioch, CA 94509

Attention: Joseph Bittner

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> solano county William Carroll

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Ellen Garvey EXECUTIVE OFFICER/ AIR POLLUTION CONTROL OFFICER Application Number: 1000
Plant Number: 18
Equipment Location: 1456 Wilbur Avenue

Antioch, CA 94509

Dear Applicant:

This is your Authority to Construct the following:

- S-41 Combustion Gas Turbine #1, General Electric Frame 7FA, 1872 MM Btu per hour, equipped with dry low-NO_x Combustors, abated by A-11 Selective Catalytic Reduction System and A-12 CO Catalyst System.
- S-42 Heat Recovery Steam Generator #1, 395 MM Btu per hour, abated by A-11 Selective Catalytic Reduction System and A-12 CO Catalyst System.
- S-43 Combustion Gas Turbine #2, General Electric Frame 7FA, 1872 MM Btu per hour, equipped with dry low-NO_x Combustors, abated by A-13 Selective Catalytic Reduction System and A-14 CO Catalyst System.
- S-44 Heat Recovery Steam Generator #2, 395 MM Btu per hour, abated by A-13 Selective Catalytic Reduction System and A-14 CO Catalyst System.
- S-45 Gas-Fired Fuel Preheater, 12 MM Btu per hour.
- S-46 10-Cell Wet Cooling Tower, 125,000 gallons per minute

The equipment described above is subject to condition no. 18138.

Notification

Please contact your assigned Permit Engineer, listed in the correspondence section of this letter, by phone, by fax, or in writing at least three days before the initial operation of the equipment so that we may observe the equipment in operation and verify conformance with the Authority to Construct. Operation includes any start-up of the source for testing or other purposes. Operation of equipment without notification to the District may result in enforcement action. Do not send start-up notifications to the Air Pollution Control Officer.

Start-up Period

After receipt of the start-up letter required above, this Authority to Construct authorizes operation during the start-up period from the date of initial operation noted in your start-up letter until the Permit to Operate is issued, up to a maximum of 90 days. All conditions (specific or implied) of the Authority to Construct are in effect during the start-up period.

Application: 1000 July 24, 2001

Fees

District Regulation 3 requires a fee for each new Permit to Operate. You will be invoiced upon receipt of your start-up letter. No permits will be issued until all outstanding fees are paid.

Implied Conditions

In the absence of specific permit conditions to the contrary, the throughputs, fuel and material consumption, capacities, and hours of operation described in your permit application will be considered maximum allowable limits. A new permit will be required before any increase in these parameters, or change in raw material handled, may be made.

Expiration

In accordance with Regulation 2-1-407, this Authority to Construct expires two years from the date of issuance unless substantial use of the authority has begun.

Confidentiality

Unless you have already designated specifically identified materials in your permit application as confidential, under the California Public Records Act, all data in your permit application, the permit itself and all permit conditions will be considered a matter of public record and may be disclosed to a third party. Please contact you permit reviewer immediately if you wish to amend your permit application submittals or to designate certain permit conditions as confidential. Unless we hear from you within ten (10) calendar days of this letter, except for materials which have been previously designated as confidential, you shall be deemed to have waived any claim of confidentiality with respect to all materials in the District's files relating to this permit application.

Right of Entry

The Air Pollution Control Officer of the Bay Area Air Quality Management District, the Chairman of the California Air Resources Board, the Regional Administrator of the Environmental Protection Agency, and/or their designees, upon presentation of credentials, shall be granted the right of entry to any premises on which an air pollution source is located for the purposes of:

- A. The inspection of the source
- B. The sampling of materials used at the source
- C. The conduction of an emissions source test
- D. The inspection of any records required by District rule or permit condition.

Correspondence

Please include you application number with any correspondence with the District. The District's regulations may be viewed online at www.baaqmd.gov/regs/rulereg.htm. If you have any questions on this matter, please call Dick Wocasek, Air Quality Engineer II at (415) 749-4984. Startup information may be faxed to the Permit Division at 415-749-5030.

Very truly yours,

Ellen Garvey
Executive Officer/

Air Pollution Control Officer

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Permit Services Division

FRW: ilh

COND# 18138

CCPP Unit 8 Permit Conditions

Definitions:

1-hour period:

Any continuous 60-minute period

beginning on the hour.

Calendar Day:

Any continuous 24-hour

period beginning at 12:00 AM

or 0000 hours.

Year:

Any consecutive twelve-month

period of time

Heat Input:

All heat inputs refer to the heat input at the higher heating value (HHV) of the

fuel, in Btu/scf.

Rolling 3-hour period:

Any three-hour period that begins on the hour and does not

include start-up or shutdown periods.

Firing Hours:

Period of time during which fuel is flowing to a unit, measured in fifteen-minute

increments.

MM Btu:

million British thermal

units

Gas Turbine Start-up Mode: The lesser of the first 256

minutes of continuous fuel flow to the Gas Turbine after fuel flow is initiated or the period of time from Gas Turbine fuel flow initiation

until the Gas Turbine

achieves two consecutive CEM data points in compliance

with the emission concentration limits of conditions 27(b) and

27(d).

Gas Turbine Shutdown Mode: The lesser of the 30 minute

period immediately prior to the

termination of fuel flow to the Gas Turbine or the period of time from non-

compliance with any requirement listed in Conditions 27(b) through 27(d) until termination

of fuel flow to the Gas Turbine.

Specified PAHs:

The polycyclic aromatic hydrocarbons listed below shall be considered to

Specified PAHs for these permit

conditions. Any emission limits for Specified PAHs refer to the sum of the emissions for all six of the following compounds.

Benzo[a]anthracene Benzo[b]fluoranthene Benzo[k]fluoranthene Benzo[a]pyrene Dibenzo[a,h]anthracene Indeno[1,2,3-cd]pyrene

Corrected Concentration: The concentration of any

pollutant (generally NOx, CO, or NH3) corrected to a standard stack gas oxygen concentration. For emission point P-11 (combined exhaust of S-41 Gas Turbine and S-42 HRSG duct burners) and emission point P-12 (combined exhaust of S-43 Gas Turbine and S-44 HRSG duct burners) the standard stack gas oxygen concentration is 15% O2 by volume on a dry basis.

Commissioning Activities: All testing, adjustment,

tuning, and calibration activities recommended by the equipment manufacturers and the CCPP Unit#8 construction contractor to insure safe and reliable steady state operation of the gas turbines, heat recovery steam generators, steam turbine, and associated electrical delivery systems.

Commissioning Period: The Period shall commence when

all mechanical, electrical, and control systems are installed and individual system start-up has been completed, or when a gas turbine is first fired, whichever occurs first. The period shall terminate when the plant has completed

performance testing, is available for commercial operation, and has initiated sales to the

power exchange.

Precursor Organic Compounds (POCs):

CEC CPM:

 Any compound of carbon, excluding methane, ethane, carbon monoxide,

carbon dioxide, carbonic acid, metallic carbides or carbonates,

and ammonium carbonate

California Energy Commission

CCPP Unit#8: Compliance Program Manager
CCPP Unit#8: Contra Costa Power Plant Unit 8

Conditions for the Commissioning Period

1. The owner/operator of the CCPP Unit 8 (CCPP Unit#8) shall minimize emissions of carbon monoxide and nitrogen

oxides from S-41 and S-43 Gas Turbines and S-42 and S-44 Heat Recovery Steam Generators (HRSGs) to the maximum extent possible during the commissioning period. Conditions 1 through 12 shall only apply during the commissioning period as defined above. Unless otherwise indicated, Conditions 13 through 47 shall apply after the commissioning period has ended.

- 2. At the earliest feasible opportunity in accordance with the recommendations of the equipment manufacturers and the construction contractor, the S-41 & S-43 Gas Turbine combustors and S-42 & S-44 Heat Recovery Steam Generator duct burners shall be tuned to minimize the emissions of carbon monoxide and nitrogen oxides.
- 3. At the earliest feasible opportunity, in accordance with the recommendations of the equipment manufacturers and the construction contractor, the A-11 and A-13 SCR Systems and A-12 and A-14 CO Oxidation Catalyst Systems shall be installed, adjusted, and operated to minimize the emissions of carbon monoxide and nitrogen oxides from S-41 & S-43 Gas Turbines and S-42 & S-44 Heat Recovery Steam Generators.
- 4. Coincident with the as designed operation of A-11 & A-13 SCR Systems, pursuant to conditions 3, 10, 11, and 12, the Gas Turbines (S-41 & S-43) and the HRSGs (S-42 & S-44) shall comply with the NOx and CO emission limitations specified in conditions 20(a) through 20(d).
- 5. The owner/operator of the CCPP Unit#8 shall submit a plan to the District Permit Services Division and the CEC CPM at least four weeks prior to first firing of S-41 or S-43 Gas Turbines describing the procedures to be followed during the commissioning of the gas turbines, HRSGs and gas-fired preheater. The plan shall include a description of each commissioning activity, the anticipated duration of each activity in hours, and the purpose of the activity. The activities described shall include, but not be limited to, the tuning of the Dry-Low-NOx combustors, the installation and operation of the SCR systems and oxidation catalysts, the installation, calibration, and testing of the CO and NOx continuous emission monitors, and any activities requiring the firing of the Gas Turbines (S-41 & S-43) and HRSGs (S-42 & S-44) without abatement by their respective SCR and CO Catalyst Systems.
- 6. During the commissioning period, the owner/operator of the CCPP Unit#8 shall demonstrate compliance with conditions 8 through 11 through the use of properly operated and maintained continuous emission monitors and data recorders for the following parameters:

firing hours for each gas turbine and each HRSG fuel flow rates to each train

stack gas nitrogen oxide emission concentrations at P-11 and P-12

stack gas carbon monoxide emission concentrations P-11 and P-12

stack gas carbon dioxide concentrations P-11 and

The monitored parameters shall be recorded at least once every 15 minutes (excluding normal calibration periods or when the monitored source is not in operation) for the Gas Turbines (S-41 & S-43) and HRSGs (S-42 & S-44). The owner/operator shall use District-approved methods to calculate heat input rates, NOx mass emission rates, carbon monoxide mass emission rates, and NOx and CO emission concentrations, summarized for each clock hour and each calendar day. All records shall be retained on site for at least 5 years from the date of entry and made available to District personnel upon request.

- 7. The District-approved continuous emission monitors specified in condition 6 shall be installed, calibrated, and operational prior to first firing of the Gas Turbines (S-41 & S-43) and Heat Recovery Steam Generators (S-42 & S-44). After first firing of the turbines, the detection range of these continuous emission monitors shall be adjusted as necessary to accurately measure the resulting range of CO and NOx emission concentrations. The type, specifications, and location of these monitors shall be subject to District review and approval.
- 8. The total number of firing hours of S-41 Gas Turbine and S-42 Heat Recovery Steam Generator without abatement of nitrogen oxide emissions by A-11 SCR System and/or A-12 Oxidation Catalyst System shall not exceed 500 hours during the commissioning period. Such operation of S-41 Gas Turbine and S-42 HRSG without abatement shall be limited to discrete commissioning activities that can only be properly executed without the SCR or Oxidation Catalyst Systems fully operational. Upon completion of these activities, the owner/operator shall provide written notice to the District Permit Services and Enforcement Divisions and the unused balance of the 500 firing hours without abatement shall expire.
- 9. The total number of firing hours of S-43 Gas Turbine and S-44 Heat Recovery Steam Generator without abatement of nitrogen oxide emissions by A-13 SCR System and/or A-14 Oxidation Catalyst System shall not exceed 500 hours during the commissioning period. Such operation of S-43 Gas Turbine and S-44 HRSG without abatement shall be limited to discrete commissioning activities that can only be properly executed without the SCR or Oxidation Catalyst Systems fully operational. Upon completion of these activities, the owner/operator shall provide written notice to the District Permit Services and Enforcement Divisions and the unused balance of the 500 firing hours without abatement shall expire.
- 10. The total mass emissions of nitrogen oxides, carbon monoxide, precursor organic compounds, PM10, and sulfur dioxide that are emitted by the Gas Turbines (S-41 & S-43) and Heat Recovery Steam Generators (S-42 & S-44) during the commissioning period shall accrue towards the consecutive twelve-month emission limitations specified in condition 24.

11. Combined pollutant mass emissions from the Gas Turbines (S-41 & S-43) and Heat Recovery Steam Generators (S-42 & S-44) shall not exceed the following limits during the commissioning period. These emission limits shall include emissions resulting from the start-up and shutdown of the Gas Turbines (S-41 & S-43).

NOx(as NO2) 8,400 pounds/calendar day 400 pounds/hour CO 13,000 pounds/calendar day 584 pounds/hour POC(as CH4) 535 pounds/calendar day PM10 624 pounds/calendar day SO2 297 pounds/calendar day

12. Prior to the end of the Commissioning Period, the Owner/Operator shall conduct a District and CEC approved source test using external continuous emission monitors to determine compliance with condition 21. The source test shall determine NOx, CO, and POC emissions during start-up and shutdown of the gas turbines. The POC emissions shall be analyzed for methane and ethane to account for the presence of unburned natural gas. The source test shall include a minimum of three start-up and three shutdown periods. No later than twenty working days before the execution of the source tests, the Owner/Operator shall submit to the District and the CEC Compliance Program Manager (CPM) a detailed source test plan designed to satisfy the requirements of this condition. The District and the CEC CPM will notify the Owner/Operator of any necessary modifications to the plan within 20 working days of receipt of the plan; otherwise, the plan shall be deemed approved. The Owner/Operator shall incorporate the District and CEC CPM comments into the test plan. The Owner/Operator shall notify the District and the CEC CPM within seven (7) working days prior to the planned source testing date. Source test results shall be submitted to the District and the CEC CPM within 30 days of the source testing date.

Conditions for the Gas Turbines (S-41 & S-43) and the Heat Recovery Steam Generators (HRSGs; S-42 & S-44)

- 13. The Gas Turbines (S-41 and S-43) and HRSG Duct Burners (S-42 and S-44) shall be fired exclusively on natural gas. (BACT for SO2 and PM10)
- 14. The combined heat input rate to each power train consisting of a Gas Turbine and its associated HRSG (S-41 & S-42 and S-43 & S-44) shall not exceed 2,227 MM Btu per hour, averaged over any rolling 3-hour period. (PSD for NOx)
- 15. The combined heat input rate to each power train consisting of a Gas Turbine and its associated HRSG (S-41 & S-42 and S-43 & S-44) shall not exceed 49,950 MM Btu per calendar day. (PSD for PM10)
- 16. The combined cumulative heat input rate for the Gas Turbines (S-41 & S-43) and the HRSGs (S-42 & S-44) shall not exceed 34,900,000 MM Btu per year. (Offsets)

- 17. The HRSG duct burners (S-42 and S-44) shall not be fired unless its associated Gas Turbine (S-41 and S-43, respectively) is in operation. (BACT for NOx)
- 18. Except as provided in Condition No. 8, S-41 Gas Turbine and S-42 HRSG shall be abated by the properly operated and properly maintained A-11 Selective Catalytic Reduction (SCR) System whenever fuel is combusted at those sources and the A-11 catalyst bed has reached minimum operating temperature. (BACT for NOx)
- 19. Except as provided in Condition No. 9, S-43 Gas Turbine and S-44 HRSG shall be abated by the properly operated and properly maintained A-13 Selective Catalytic Reduction (SCR) System whenever fuel is combusted at those sources and the A-13 catalyst bed has reached minimum operating temperature. (BACT for NOx)
- 20. The Gas Turbines (S-41 & S-43) and HRSGs (S-42 & S-44) shall comply with requirements (a) through (h) under all operating scenarios, including duct burner firing mode and steam injection power augmentation mode. Requirements (a) through (h) do not apply during a gas turbine start-up or shutdown. (BACT, PSD, and Toxic Risk Management Policy)
- (a) Nitrogen oxide mass emissions (calculated in accordance with District approved methods as NO2) at P-11 (the combined exhaust point for the S-41 Gas Turbine and the S-42 HRSG after abatement by A-11 SCR System) shall not exceed 20 pounds per hour or 0.0090 lb./MM Btu (HHV) of natural gas fired. Nitrogen oxide mass emissions (calculated in accordance with District approved methods as NO2) at P-12 (the combined exhaust point for the S-43 Gas Turbine and the S-44 HRSG after abatement by A-13 SCR System) shall not exceed 20 pounds per hour or 0.0090 lb./MM Btu (HHV) of natural gas fired. (PSD for NOx)
- (b) The nitrogen oxide emission concentration at emission points P-11 and P-12 each shall not exceed 2.5 ppmv, on a dry basis, corrected to 15% O2, averaged over any 1-hour period. (BACT for NOx)
- (c) Carbon monoxide mass emissions at P-11 and P-12 each shall not exceed 0.013 lb./MM Btu (HHV) of natural gas fired or 29.22 pounds per hour, averaged over any rolling 3-hour period. (PSD for CO)
- (d The carbon monoxide emission concentration at P-11 and P-12 each shall not exceed 6 ppmv, on a dry basis, corrected to 15% O2, averaged over any rolling 3-hour period. (BACT for CO)
- (e) Ammonia (NH3) emission concentrations at P-11 and P-12 each shall not exceed 5 ppmv, on a dry basis, corrected to 15% O2, averaged over any rolling 3-hour period. This ammonia emission concentration shall be verified by the continuous recording of the ammonia injection rate to A-11 and A-13 SCR Systems. The

correlation between the gas turbine and HRSG heat input rates, A-11 and A-13 SCR System ammonia injection rates, and corresponding ammonia emission concentration at emission points P-11 and P-12 shall be determined in accordance with permit condition #29. (TRMP for NH3)

- (f) Precursor organic compound (POC) mass emissions (as CH4) at P-11 and P-12 each shall not exceed 5.6 pounds per hour or 0.0025 lb./MM Btu of natural gas fired. (BACT)
- (g) Sulfur dioxide (SO2) mass emissions at P-11 and P-12 each shall not exceed 6.18 pounds per hour or 0.0028 lb./MM Btu of natural gas fired. (BACT)
- (h) Particulate matter (PM10) mass emissions at P-11 and P-12 each shall not exceed 11 pounds per hour or 0.00588 lb./MM Btu of natural gas fired when the HRSG duct burners are not in operation. Particulate matter (PM10) mass emissions at P-11 and P-12 each shall not exceed 13 pounds per hour or 0.00584 lb./MM Btu of natural gas fired when the HRSG duct burners are in operation. (BACT)
- 21. The regulated air pollutant mass emission rates from each of the Gas Turbines (S-41 and S-43) during a start-up or a shutdown shall not exceed the limits established below. (PSD)

Cold Start-Up Hot Start-Up Shutdown (lb./start-up) lb./start-up) (lb./shutdown) 59 Oxides of Nitrogen 452 189 (as NO2) 291 73 Carbon Monoxide (CO) 990 109 26 Precursor Organic ก Compounds (as CH4) 22. The Gas Turbines (S-41 and S-43) shall not be in start-up mode simultaneously. (PSD) 23. Total combined emissions from the Gas Turbines and HRSGs (S-41, S-42, S-43, and S-44), including emissions generated during Gas Turbine start-ups and shutdowns shall not exceed the following limits during any calendar day:

- (a) 1,994 pounds of NOx (as NO2) per day (CEQA)
- (b) 3,602 pounds of CO per day (PSD)
- (c) 468 pounds of POC (as CH4) per day (CEQA)
- (d) 624 pounds of PM10 per day (PSD)
- (e) 297 pounds of SO2 per day (BACT)
- 24. Cumulative combined emissions from the Gas Turbines and HRSGs (S-41, S-42, S-43, and S-44) and the Fuel Gas Preheater (S-45) and the Cooling Tower (S-46), including emissions generated during gas turbine start-ups and

shutdowns shall not exceed the following limits during any consecutive twelve-month period:

- (a) 174.3 tons of NOx (as NO2) per year (Offsets, PSD)
- (b) 259.1 tons of CO per year (Cumulative Increase)
- (c) 46.6 tons of POC (as CH4) per year (Offsets)
- (d) 112.2 tons of PM10 per year (Offsets, PSD)

25. Toxic and HAP Emission Limits

- 25.1. The maximum projected annual toxic air contaminant emissions (per condition 28) from the Gas Turbines and HRSGs combined (S-41, S-42, S-43, and S-44) shall not exceed the following limits:
- 4,102 pounds of formaldehyde per year 506 pounds of benzene per year 38 pounds of Specified polycyclic aromatic hydrocarbons (PAHs) per year

unless the following requirement is satisfied:

The owner/operator shall perform a health risk assessment using the emission rates determined by source test and the most current Bay Area Air Quality Management District approved procedures and unit risk factors in effect at the time of the analysis. This risk analysis shall be submitted to the District and the CEC CPM within 60 days of the source test date. The owner/operator may request that the District and the CEC CPM revise the carcinogenic compound emission limits specified above. If the owner/operator demonstrates to the satisfaction of the APCO that these revised emission limits will result in a cancer risk of not more than 1.0 in one million, the District and the CEC CPM may, at their discretion, adjust the carcinogenic compound emission limits listed above. (TRMP)

25.2. The maximum projected annual Hazardous Air Pollutant (HAP) emissions from the Gas Turbines and HRSGs combined (S-41, S-42, S-43, and S-44) shall not exceed the following limit:

20,000 pounds of hexane per year (US-CAA, Section 112(g))

Conformance with this limit shall be verified by the source testing in condition 32.

26. The owner/operator shall demonstrate compliance with conditions 14 through 17, 20(a) through 20(d), 21, 23(a), 23(b), 24(a), and 24(b) by using properly operated and maintained continuous monitors (during all hours of operation including equipment Start-up and

Shutdown periods) for all of the following parameters:

- (a) Firing Hours and Fuel Flow Rates for each of the following sources: S-41 & S-42 combined and S-43 & S-44 combined.
- (b) Carbon Dioxide (CO2) or Oxygen (O2) concentrations, Nitrogen Oxides (NOx) concentrations, and Carbon Monoxide (CO) concentrations at each of the following exhaust points: P-11 and P-12.
- (c) Ammonia injection rate at A-11 and A-13 SCR Systems
- (d) Steam injection rate at S-41 & S-43 Gas Turbine Combustors

The owner/operator shall record all of the above parameters every 15 minutes (excluding normal calibration periods) and shall summarize all of the above parameters for each clock hour. For each calendar day, the owner/operator shall calculate and record the total firing hours, the average hourly fuel flow rates, and average hourly pollutant emission concentrations.

The owner/operator shall use the parameters measured above and District-approved calculation methods to calculate the following parameters:

- (e) Heat Input Rate for each of the following sources: S-41 & S-42 combined and S-43 & S-44 combined.
- (f) Corrected NOx concentrations, NOx mass emissions (as NO2), corrected CO concentrations, and CO mass emissions at each of the following exhaust points: P-11 and P-12.

Applicable to emission points P-11 and P-12, the owner/operator shall record the parameters specified in conditions 26(e) and (26f) at least once every 15 minutes (excluding normal calibration periods). As specified below, the owner/operator shall calculate and record the following data:

- (g) total Heat Input Rate for every clock hour and the average hourly Heat Input Rate for every rolling 3-hour period.
- (h) on an hourly basis, the cumulative total Heat Input Rate for each calendar day for the following: each Gas Turbine and associated HRSG combined and all four sources (S-41, S-42, S-43, and S-44) combined.
- (i) the average NOx mass emissions (as NO2), CO mass emissions, and corrected NOx and CO emission concentrations for every clock hour and for every rolling 3-hour period.
- (j) on an hourly basis, the cumulative total NOx mass emissions (as NO2) and the cumulative total CO mass emissions, for each calendar day for the following: each Gas Turbine and associated HRSG combined, and all four sources (S-41, S-42, S-43, and S-44) combined.
- (k) For each calendar day, the average hourly Heat Input Rates, Corrected NOx emission concentrations, NOx mass emissions (as NO2), corrected CO emission concentrations, and CO mass emissions for each Gas Turbine and associated HRSG combined.

(1) on a daily basis, the cumulative total NOx mass emissions (as NO2) and cumulative total CO mass emissions, for the previous consecutive twelve month period for all four sources (S-41, S-42, S-43, and S-44) combined.

(1-520.1, 9-9-501, BACT, Offsets, NSPS, PSD, Cumulative Increase)

27. To demonstrate compliance with conditions 20(f), 20(g), 20(h), 23(c) through 23(e), and 24(c) through 24(e), the owner/operator shall calculate and record on a daily basis, the Precursor Organic Compound (POC) mass emissions, Fine Particulate Matter (PM10) mass emissions (including condensable particulate matter), and Sulfur Dioxide (SO2) mass emissions from each power train. The owner/operator shall use the actual Heat Input Rates calculated pursuant to condition 26, actual Gas Turbine Start-up Times, actual Gas Turbine Shutdown Times, and CEC and District-approved emission factors to calculate these emissions. The calculated emissions shall be presented as follows:

- (a) For each calendar day, POC, PM10, and SO2 emissions shall be summarized for: each power train (Gas Turbine and its respective HRSG combined) and all four sources (S-41, S-42, S-43, and S-44) combined.
- (b) on a daily basis, the 365 day rolling average cumulative total POC, PM10, and SO2 mass emissions, for all four sources (S-41, S-42, S-43, and S-44) combined.

(Offsets, PSD, Cumulative Increase)

28. To demonstrate compliance with Condition 25, the owner/operator shall calculate and record on an annual basis the maximum projected annual emissions of Formaldehyde, Benzene, and Specified PAHs. Maximum projected annual emissions shall be calculated using the maximum Heat Input Rate of 34,900,000 MM Btu/year and the highest emission factor (pounds of pollutant per MM Btu of Heat Input) determined by any source test of the S-41 & S-43 Gas Turbines and/or S-42 & S-44 Heat Recovery Steam Generators. If this calculation method results in an unrealistic mass emission rate (the highest emission factor occurs at a low firing rate) the applicant may use an alternate calculation, subject to District approval. (TRMP)

29. Within 60 days of start-up of the CCPP Unit#8, the owner/operator shall conduct a District-approved source test on exhaust point P-11 or P-12 to determine the corrected ammonia (NH3) emission concentration to determine compliance with condition 20(e). The source test shall determine the correlation between the heat input rates of the gas turbine and associated HRSG, A-11 or A-13 SCR System ammonia injection rate, and the corresponding NH3 emission concentration at emission point P-11 or P-12. The source test shall be conducted over the expected operating range of the turbine and HRSG (including, but not limited to minimum, 70%, 85%, and

100% load) to establish the range of ammonia injection rates necessary to achieve NOx emission reductions while maintaining ammonia slip levels. Continuing compliance with condition 20(e) shall be demonstrated through calculations of corrected ammonia concentrations based upon the source test correlation and continuous records of ammonia injection rate. (TRMP)

- 30. Within 60 days of start-up of the CCPP Unit#8 and on an annual basis thereafter, the owner/operator shall conduct a District-approved source test on exhaust points P-11 and P-12 while each Gas Turbine and associated Heat Recovery Steam Generator are operating at maximum load (including steam injection power augmentation mode) to determine compliance with Conditions 20(a), (b), (c), (d), (f), (g), and (h), while each Gas Turbine and associated Heat Recovery Steam Generator are operating at minimum load to determine compliance with Conditions 20(c) and (d), and to verify the accuracy of the continuous emission monitors required in condition 26. The owner/operator shall test for (as a minimum): water content, stack gas flow rate, oxygen concentration. precursor organic compound concentration and mass emissions, nitrogen oxide concentration and mass emissions (as NO2), carbon monoxide concentration and mass emissions, sulfur dioxide concentration and mass emissions, methane, ethane, and particulate matter (PM10) emissions including condensable particulate matter. (BACT, offsets)
- 31. The owner/operator shall obtain approval for all source test procedures from the District's Source Test Section and the CEC CPM prior to conducting any tests. The owner/operator shall comply with all applicable testing requirements for continuous emission monitors as specified in Volume V of the District's Manual of Procedures. The owner/operator shall notify the District's Source Test Section and the CEC CPM in writing of the source test protocols and projected test dates at least 7 days prior to the testing date(s). As indicated above, the Owner/Operator shall measure the contribution of condensable PM (back half) to the total PM10 emissions. However, the Owner/Operator may propose alternative measuring techniques to measure condensable PM such as the use of a dilution tunnel or other appropriate method used to capture semi-volatile organic compounds. Source test results shall be submitted to the District and the CEC CPM within 60 days of conducting the (BACT)
- 32. Within 60 days of start-up of the CCPP Unit#8 and on an biennial basis (once every two years) thereafter, the owner/operator shall conduct a District-approved source test on exhaust point P-11 or P-12 while the Gas Turbine and associated Heat Recovery Steam Generator are operating at maximum allowable operating rates to demonstrate compliance with Condition 25. If three consecutive biennial source tests demonstrate that the annual emission rates calculated pursuant to condition 28 for any of the compounds listed below are less than the

BAAQMD Toxic Risk Management Policy trigger levels shown, then the owner/operator may discontinue future testing for that pollutant:

Benzene less than or equal 26.8 pounds/year Formaldehyde less than or equal 132 pounds/year Specified PAHs less than or equal 0.18 pounds/year (TRMP)

- 33. The owner/operator of the CCPP Unit#8 shall submit all reports (including, but not limited to monthly CEM reports, monitor breakdown reports, emission excess reports, equipment breakdown reports, etc.) as required by District Rules or Regulations and in accordance with all procedures and time limits specified in the Rule, Regulation, Manual of Procedures, or Enforcement Division Policies & Procedures Manual. (Regulation 2-6-502)
- 34. The owner/operator of the CCPP Unit#8 shall maintain all records and reports on site for a minimum of 5 years. These records shall include but are not limited to: continuous monitoring records (firing hours, fuel flows, emission rates, monitor excesses, breakdowns, etc.), source test and analytical records, natural gas sulfur content analysis results, emission calculation records, records of plant upsets and related incidents. The owner/operator shall make all records and reports available to District and the CEC CPM staff upon request. (Regulation 2-6-501)
- 35. The owner/operator of the CCPP Unit#8 shall notify the District and the CEC CPM of any violations of these permit conditions. Notification shall be submitted in a timely manner, in accordance with all applicable District Rules, Regulations, and the Manual of Procedures. Notwithstanding the notification and reporting requirements given in any District Rule, Regulation, or the Manual of Procedures, the owner/operator shall submit written notification (facsimile is acceptable) to the Enforcement Division within 96 hours of the violation of any permit condition. (Regulation 2-1-403)
- 36. The stack height of emission points P-11 and P-12 shall each be at least 195 feet above grade level at the stack base. (PSD, TRMP)
- 37. The Owner/Operator of CCPP Unit#8 shall provide adequate stack sampling ports and platforms to enable the performance of source testing. The location and configuration of the stack sampling ports shall be subject to BAAQMD review and approval. (Regulation 1-501)
- 38. Within 180 days of the issuance of the Authority to Construct for the CCPP Unit#8, the Owner/Operator shall contact the BAAQMD Technical Services Division regarding requirements for the continuous monitors, sampling ports, platforms, and source tests required by conditions 26, 29, 30 and 32. All source testing and monitoring shall

be conducted in accordance with the BAAQMD Manual of Procedures. (Regulation 1-501)

- 39. Prior to the issuance of the BAAQMD Authority to Construct for the CCPP Unit 8, the Owner/Operator shall demonstrate that valid emission reduction credits in the amount of 200.5 tons/year of Nitrogen Oxides, 53.6 tons/year of Precursor Organic Compounds or equivalent (as defined by District Regulations 2-2-302.1 and 2-2-302.2), and 112.2 tons of Particulate Matter less than 10 microns are under their control through enforceable contracts, option to purchase agreements, or equivalent binding legal documents. (Offsets)
- 40. Prior to the start of construction of the CCPP Unit 8, the Owner/Operator shall provide to the District valid emission reduction credit banking certificates in the amount of 200.5 tons/year of Nitrogen Oxides, 53.6 tons/year of Precursor Organic Compounds or equivalent as defined by District Regulations 2-2-302.1 and 2-2-302.2 and 112.2 tons of Particulate Matter less than 10 microns. (Offsets)
- 41. Pursuant to BAAQMD Regulation 2, Rule 6, section 404.3, the owner/operator of the CCPP Unit#8 shall submit an application to the BAAQMD for a significant revision to the Major Facility Review Permit prior to commencing operation. (Regulation 2-6-404.3)
- 42. Pursuant to 40 CFR Part 72.30(b)(2)(ii) of the Federal Acid Rain Program, the owner/operator of the CCPP Unit 8 shall not operate either of the gas turbines until either: 1) a Title IV Operating Permit has been issued; 2) 24 months after a Title IV Operating Permit Application has been submitted, whichever is earlier. (Regulation 2, Rule 7)
- 43. The CCPP Unit 8 shall comply with the continuous emission monitoring requirements of 40 CFR Part 75. (Regulation 2, Rule 7)
- 44. The owner/operator shall take monthly samples of the natural gas combusted at the CCPP Unit#8. The samples shall be analyzed for sulfur content using District-approved laboratory methods or the owner/operator shall obtain certified analytical results from the gas supplier. The sulfur content test results shall be retained on site for a minimum of five years from the test date and shall be utilized to satisfy the requirements of 40 CFR Part 60, subpart GG. Sulfur content shall be no more than 1.0 grains/100scf. (cumulative increase)
- 45. The cooling towers shall be properly installed and maintained to minimize drift losses. The cooling towers shall be equipped with high-efficiency mist eliminators with a maximum guaranteed drift rate of 0.0005%. The maximum total dissolved solids (TDS) measured at the base of the cooling towers or at the point of return to the wastewater facility shall not be higher than 5,666 ppmw

- (mg/l). The owner/operator shall sample the water at least once per day. (PSD)
- 46. The owner/operator shall perform a visual inspection of the cooling tower drift eliminators at least once per calendar year, and repair or replace any drift eliminator components which are broken or missing. Prior to the initial operation of the CCPP Unit 8, the owner/operator shall have the cooling tower vendor's field representative inspect the cooling tower drift eliminators and certify that the installation was performed in a satisfactory manner. The CEC CPM may, in years 5 and 15 of cooling tower operation, require the owner/operator to perform a source test to determine the PM10 emission rate from the cooling tower to verify compliance with the vendor-guaranteed drift rate specified in condition 45. (PSD)
- 47. The Fuel Gas Preheater (S-45) shall not be operated more than 16 hours in any day. (BACT)