



AUG 14 2014

Brent Winn
Aera Energy, LLC
PO Box 11164
Bakersfield, CA 93389-1164

Re: Notice of Final Action - Minor Title V Permit Modification
District Facility # S-1547
Project # S1142802

Dear Mr. Winn:

The Air Pollution Control Officer has modified the Title V permit for Aera Energy, LLC by incorporating S-1547-796-10. The ATC permit authorized the steam generator to reduce the maximum NOx emissions to 9 ppm which is the Rule 4320 allowable limit for units firing on less than 50%, by volume, PUC quality gas.

Enclosed is the modified Title V permit. The application and proposal were sent to US EPA Region IX on June 24, 2014. No comments were received following the District's preliminary decision on this project.

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

Sincerely,



Arnaud Marjollet
Director of Permit Services

AM:sdd

Enclosures

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

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
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Southern Region
34946 Flyover Court
Bakersfield, CA 93308-9725
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San Joaquin Valley Air Pollution Control District

PERMIT UNIT: S-1547-796-16

EXPIRATION DATE: 05/31/2016

SECTION: NW19 **TOWNSHIP:** 26S **RANGE:** 21E

EQUIPMENT DESCRIPTION:

62.5 MMBTU/HR GAS-FIRED STEAM GENERATOR, WITH COEN QLN-ULN LOW-NOX BURNER ASSEMBLY, FLUE GAS RECIRCULATION WITH PLC CONTROL, OXYGEN MONITOR/CONTROLLER, AND NON-CONDENSIBLE PIPING FROM VAPOR CONTROL SYSTEM S-1547-714. (401J) (LOST HILLS 2 LEASE)

PERMIT UNIT REQUIREMENTS

1. Permittee shall submit written notification to the District upon designating the unit as dormant or active. [District Rule 2080] Federally Enforceable Through Title V Permit
2. When this unit is dormant, the fuel supply line shall be physically disconnected. [District Rule 4320] Federally Enforceable Through Title V Permit
3. When designated as a dormant emissions unit, the permittee shall not be required to perform source testing or monitoring requirements otherwise required by this permit. [District Rule 4320] Federally Enforceable Through Title V Permit
4. Copies of all fuel invoices showing quantity and delivery points of supplier-certified gas delivered and copies of quality terms of supplier-certified gas delivery contracts shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
5. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit has been demonstrated for 8 consecutive weeks for a fuel source, then the testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
6. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by ASTM D 1826 or D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.4.2; 4305, 6.2.1; and 4351, 6.2.1] Federally Enforceable Through Title V Permit
7. The operator shall demonstrate compliance with this unit's sulfur compound exhaust concentration limit(s) using one of the following: test the sulfur content of each fuel source, or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rules 2520, 9.4.2, 4301, 5.2.1 and Rule 4801, 3.1] Federally Enforceable Through Title V Permit
8. Compliance with permit conditions in the Title V permit shall be deemed compliance with the requirements of 40 CFR 60, Subpart Dc (except 60.44c(g) and (h) and 60.48c). 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.

9. Duration of startup and shutdown (as defined in Rule 4320) shall not exceed 2 hours each per occurrence. Refractory curing period is defined as a maintenance-based reduced-load period of time during which a unit is brought from a shutdown status to staged rates of firing for the sole purpose of curing new refractory lining of the unit, and shall not exceed 30 hours per occurrence. The operator shall maintain records of the duration of start-up, shutdown, and refractory curing periods. [District Rules 4305, 4306 and 4320]
10. Unit shall be equipped with natural gas and TEOR non-condensable gas volume flow meters and flue gas oxygen monitor/controller. [District NSR Rule] Federally Enforceable Through Title V Permit
11. Only natural gas or a combination of natural gas and scrubbed non-condensable gas from sulfur scrubbing system(s) S-1547-714 and/or S-1547-1211 shall be used as fuel in this steam generator. [District Rule 2201] Federally Enforceable Through Title V Permit
12. Maximum vapor recovery gas flow rate for this unit shall not exceed 610.8 Mcf/day. [District Rule 2201] Federally Enforceable Through Title V Permit
13. Total mass flow rate of sulfur compounds from all fuel sources entering District approved steam generators connected to sulfur scrubbing systems of S-1547-714 and/or S-1547-1211 shall not exceed 103.4 lb/day as S. [District Rule 2201] Federally Enforceable Through Title V Permit
14. Emission rates, except during startup, shutdown, and refractory curing, shall not exceed any of the following: NO_x (as NO₂): 0.011 lb/MMBtu or 9 ppmv @ 3% O₂, , VOC: 0.003 lb/MMBtu, or CO: 50 ppmv @ 3% O₂. [District Rules 2201, 2520, 4301, 4305, 4306, 4320, and 4351] Federally Enforceable Through Title V Permit
15. Fuel sulfur content of all gas sources combined shall not exceed 5 gr-S/100 dscf. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
16. The total fuel burned in this unit shall be less than 50% by volume PUC quality natural gas determined on a calendar month basis. PUC quality natural gas is any gaseous fuel where the sulfur content is no more than one-fourth (0.25) grain of hydrogen sulfide per one hundred (100) standard cubic feet, no more than five (5) grains of total sulfur per one hundred (100) standard cubic feet, and at least 80% methane by volume. [District Rule 4320] Federally Enforceable Through Title V Permit
17. Fuel H₂S, total sulfur, and methane content shall be determined semi-annually using the following test methods (or other approved methods listed in this permit) H₂S: ASTM D6228; total sulfur: ASTM D1072; ASTM D3246, or ASTM D6228; and methane content: ASTM D1945. A separate H₂S test is not required if results of Total Sulfur test demonstrates compliance with applicable H₂S limits. [District Rule 4320] Federally Enforceable Through Title V Permit
18. Permittee shall maintain monthly records of the percentage by volume of PUC quality natural gas burned in the unit. [District Rule 4320] Federally Enforceable Through Title V Permit
19. When natural gas and TEOR gas fired, maximum PM₁₀ emissions shall not exceed the lb/hr limit calculated as follows: $PM_{10} = \{(7.2 \text{ lb/day}) + (17.1 \text{ lb/day}) \times (\text{fraction of total TEOR gas incinerated in this unit during testing})\} / (24 \text{ hr/day})$. [District NSR Rule] Federally Enforceable Through Title V Permit
20. Emission rates during refractory curing shall not exceed: particulate matter - 10 pounds per hour, or 0.1 grains/dscf calculated to 12% CO₂; sulfur - 200 pounds of SO₂ per hour, or 2000 ppmv as SO₂, or 0.11 pounds sulfur (as S) per MMBtu on average-wide basis for all units in Rule 4406 plan; NO₂ - 140 pounds per hour or 0.14 pounds per MMBtu. [District Rules 4101, 4102, 4301, 4405, 4406, and 4801] Federally Enforceable Through Title V Permit
21. Emission rates shall not exceed any of the following: NO_x (as NO₂): 54.0 lb/day or 6023 lb/yr. [District Rule 2201] Federally Enforceable Through Title V Permit
22. Permittee shall perform District-witnessed, or approved fuel gas sulfur analysis of non-TEOR gas combusted in the unit on an annual basis. [District NSR Rule] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE
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23. The permittee shall monitor and record the stack concentration of NO_x, CO, and O₂ at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
24. If either the NO_x or CO concentrations corrected to 3% O₂, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of the performing the notification and testing required by this condition. [District Rules 4305 and 4306] Federally Enforceable Through Title V Permit
25. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305 and 4306] Federally Enforceable Through Title V Permit
26. The permittee shall maintain records of: (1) the date and time of NO_x, CO, and O₂ measurements, (2) the O₂ concentration in percent and the measured NO_x and CO concentrations corrected to 3% O₂, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305 and 4306] Federally Enforceable Through Title V Permit
27. The following test methods shall be used: NO_x (ppmv) - EPA Method 7E or ARB Method 100, NO_x (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SO_x (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H₂S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 1081, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
28. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. Unless otherwise specified in the Permit to Operate no determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4320. For the purposes of permittee-performed alternate monitoring, emissions measurements may be performed at any time after the unit reaches conditions representative of normal operation. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
29. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
30. Source testing to measure natural gas-combustion NO_x and CO emissions from this unit shall be conducted at least once every twelve (12) months, (no more than 30 days before or after the required annual source test date). After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months, (no more than 30 days before or after the required 36 months source test date). If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4306 and 4320] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE
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31. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
32. Permittee shall maintain records of daily quantity of natural gas/vapor recovery gas consumed and annual sulfur analyses of vapor recovery gas burned in this steam generator. [District Rules 1070 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
33. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305 and 4306] Federally Enforceable Through Title V Permit
34. Permittee shall perform daily sulfur mass balance calculations from records required on vapor control system S-1547-714 and sulfur scrubber '-1211, and such records shall be made readily available for District inspection upon request for a period of five years. [District Rules 1070 and 2201] Federally Enforceable Through Title V Permit
35. All records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rules 1070, 2201, 2520, 4305, and 4306] Federally Enforceable Through Title V Permit
36. Formerly S-1511-157

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