

21. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when the unit is burning less than 50% by volume PUC quality gas on a monthly average basis: 12 ppmvd NO_x @ 3% O₂ or 0.014 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
22. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
23. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
24. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit
25. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54.0 lb-NO_x/day, 7,665 lb-NO_x/yr, 56.3 lb-CO/day, and 20,531 lb-CO/yr. [District Rule 2201] Federally Enforceable Through Title V Permit
26. 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
27. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO_x emission rate shall not exceed 15 ppmvd @ 3% O₂ or 0.018 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6 and 4306, 5.3] Federally Enforceable Through Title V Permit
28. Whenever the unit is switched to scrubbed operation, compliance source testing for SO_x shall be conducted within 60 days of initial scrubbing date unless source testing has occurred within the previous 12 months. [District Rule 2201] Federally Enforceable Through Title V Permit
29. 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 quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance has been demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rules 2201 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
30. When complying with SO_x emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6; or ARB Method 100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD ASTM D3246, double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
31. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
32. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the fuel gas being fired in the steam generator shall be determined using ASTM D 1072, D 3246, D 4084, double GC for H₂S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

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33. 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, 9.3.2; 4305, 6.2.1; 4306, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
34. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
35. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
36. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
37. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
38. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
39. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
40. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
41. Stack gas velocities for source test purposes shall be determined using EPA Method 2. [District Rule 1081] Federally Enforceable Through Title V Permit
42. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
43. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
44. 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, 5.5.5 and 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit

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45. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
46. Permittee shall keep daily records of the sulfur content of the vapor recovery gas, amount of natural gas combusted, and the amount of vapor recovery gas combusted. [District NSR Rule] Federally Enforceable Through Title V Permit
47. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit 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 non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
48. Records of the scrubber liquor pH, occurrences of the cleaning and maintenance of the scrubber mist eliminator, and the scrubber liquid-to-gas ratio shall be maintained. The records shall include identification of the equipment, date of inspection, corrective action taken, and identification of the individual performing the inspection. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
49. 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, 2520, 9.4.2, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
50. {584} Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements of SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
51. {468} The requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
52. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this permit shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
53. The Regional Administrator shall be notified by telephone within 48 hours following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner which results in an increase in emissions above any allowable emissions limit stated in the conditions below. In addition, the Regional Administrator shall be notified in writing within 15 days of any such failure. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
54. This notification shall include a description of the malfunctioning equipment or abnormal operation, the date of initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the conditions below, and the methods utilized to restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
55. The owner and operator of the proposed project shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR 52, 60 and 61 and all other applicable Federal, State and local regulations. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
56. Permittee shall have installed a hydrocarbon vapor recovery system, having a collection efficiency of 85% on the following: (143) steam drive producing wells designated in this PSD permit, plus (16) existing steam drive producing wells located in Section 16, T30S, R22E, M.D.B. & M. This system shall be installed on existing wells prior to project start-up, and on new or modified wells before venting steam to the atmosphere. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
57. At such times as specified by the USEPA, permittee shall conduct performance tests for HC and furnish the District and the USEPA a written report of the results of such tests. The tests for HC shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-32] Federally Enforceable Through Title V Permit

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58. Performance tests shall be conducted for each vapor recovery system listed above in the Cymric and Taft areas. The USEPA shall be notified at least 30 days in advance of such test to allow an observer to be present. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
59. Permittee shall not discharge or cause the discharge of VOC into the atmosphere in excess of 50.6 lbs/day for each well in the system. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
60. Permittee shall operate and maintain operable scrubbers on the equipment designated below: (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. Exhaust gases from the above units shall be ducted through operating scrubbers. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
61. Permittee shall not discharge into the atmosphere SO₂ in excess of 0.145 lb/MMBtu (maximum 2-hour average) for the steam generators designated in the previous condition. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
62. Permittee shall operate, and maintain operable excess oxygen control equipment on the units designated below: (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. The concentration of excess oxygen in the exhaust gases shall not exceed 3% for the above units on a 24-hour average basis. The excess oxygen level shall be recorded continuously in a permanent record and shall be available for periodic inspection by the USEPA. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
63. Permittee shall not discharge into the atmosphere NO_x in excess of 0.50 lb/MMBtu (maximum 2-hour average) for the 50 MMBtu/hr steam generators and 0.57 lb/MMBtu (maximum 2-hour average) for the 22 MMBtu/hr steam generators designated in the previous condition. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
64. At such times as specified by the USEPA, permittee shall conduct performance tests for SO₂ and NO_x, and furnish the District and the USEPA a written report of the results of such tests. The tests for SO₂ and NO_x shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
65. The performance tests shall be conducted for the equipment designated below: for SO₂ the units designated in condition 57; for NO_x the units designated in condition 59. Performance tests for the emissions of SO₂ and NO_x shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources on the equipment named above. The USEPA shall be notified in writing at least 30 days in advance of such test to allow time for an observer to be present and to allow time for development of an approvable performance test plan. Such prior approval will minimize the possibility of USEPA rejection of test results for procedural deficiencies. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
66. All correspondence as required by this permit shall be forwarded to: a) Director, Enforcement Div (Attn: E-5), EPA Region IX, 75 Hawthorne Street, San Francisco, CA, 94105; b) Chief, Stationary Source Control Division, California Air Resource Board, P.O. Box 2815, Sacramento, CA, 95814; and c) Director, SJVUAPCD, 1990 East Gettysburg, Fresno, CA, 93726. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
67. 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 h_hv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

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68. Permittee shall submit an analysis to the District demonstrating compliance with the fuel sulfur content and higher heating value within 60 days of startup and at least once every 12 months. The sulfur content and higher heating value of the fuel shall be determined using the test methods referenced in this permit or certified by a third party fuel supplier. [District Rule 2520, 9.3.2 and 4320 6.2.1] Federally Enforceable Through Title V Permit
69. The applicable NO_x and CO emissions concentration for each month shall be determined based on the volume and type of fuel combusted in the unit (< 50% by volume PUC quality gas or >= 50% by volume PUC quality gas). Permittee shall maintain supporting records that demonstrate the type of fuel combusted. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
70. A source test to demonstrate compliance with NO_x and CO emission limits shall be performed within 60 days of startup of this unit. The NO_x limit in effect at the time of the startup source testing will be determined based on the volume and type of fuel combusted (>= 50% PUC quality or < 50% PUC quality gas) and shall be identified in the source test protocol. Whenever the fuel type is switched from the fuel type combusted during the initial startup of this unit, compliance source testing for NO_x and CO shall be conducted within 90 days of the date the fuel type is switched. [District Rules 2201 and 4320]
71. Source testing is required at least once every twelve (12) months from the initial source test date of each fuel type (>= 50% PUC quality gas or < 50% PUC quality gas). After an initial compliance demonstration with the NO_x and CO emission limits for each fuel type on two (2) consecutive source tests, the unit shall be tested not less than once every thirty-six (36) months from the last test date for that fuel type. Testing shall not be required for any fuel type not in use during the 36 month period until such time the fuel type is switched, after which testing shall be performed within 90 days of switching fuel types. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
72. Compliance source testing after switching fuel types is not required if the unit continues to demonstrate compliance with 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas. In which case, source testing shall only be required every thirty-six(36) months for the less than 50% by PUC quality gas. If the result of a source test demonstrates that the unit does not meet 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas, the source test frequency shall revert to at least one test every 36 months for each fuel type. [District Rules 2201 and 4320, 6.3.1] Federally Enforceable Through Title V Permit
73. Permittee shall maintain daily records of total combined volume of fuel gas and vapor recovery gas burned, the dates of any fuel type switching, the monthly NO_x and CO emissions limit determinations, the sulfur content and higher heat value as determined by periodic analytical testing or fuel supplier invoices/certifications, and permit number(s) of systems providing gas for incineration. [District Rule 2201, 2520, 4320] Federally Enforceable Through Title V Permit
74. Fuel gas sulfur content shall not exceed 5 gr-S/100 dscf unless SO_x is reduced by 95% or to 9 ppmvd SO_x @ 3% O₂ in exhaust with scrubber. [District Rule 2201] Federally Enforceable Through Title V Permit
75. Source testing to measure NO_x and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
76. This ATC shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT
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PERMIT NO: S-1128-15-38

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 02 TOWNSHIP: 11N RANGE: 24W

EQUIPMENT DESCRIPTION:

MODIFICATION OF 62.5 MMBTU/HR NATURAL GAS/VAPOR RECOVERY GAS FIRED STEAM GENERATOR #50-1-2F (DIS# 43002-81) WITH SO2 SCRUBBER AND NORTH AMERICAN GLE MAGNA-FLAME ULTRA-LOW NOX BURNER: LIMIT FUEL GAS SULFUR CONTENT TO 5 GR S/100 DSCF OR REDUCE SOX BY 95% BY WEIGHT BY SCRUBBING OR TO AN OUTLET CONCENTRATION NOT EXCEEDING 9 PPMVD @ 3% O2 ALL FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
4. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]
5. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Amended December 16, 1993). [District Rule 1081] Federally Enforceable Through Title V Permit
6. All wells producing from strata steamed by this unit shall be connected to a District-approved emissions control system, have District-approved closed casing vents or be District-approved uncontrolled cyclic wells. [District Rule 4401] Federally Enforceable Through Title V Permit

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YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

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DAVID WARNER, Director of Permit Services

S-1128-15-38 : Apr 10 2010 4:41PM - RINALDIR : Joint Inspection NOT Required

7. {521} Particulate matter emissions shall not exceed 0.1 grain/dscf, calculated to 12% CO₂, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit
8. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO₂. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rules 2520, 9.3.2 and 4301, 5.2.1]
9. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period (Kern County Rule 407). To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas; or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; 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, 9.3.2, 4301, 5.2.1, 4801] Federally Enforceable Through Title V Permit
10. Nitrogen oxide (NO_x) emissions shall not exceed 140 lb/hr, calculated as NO₂. [District Rules 4301, 5.2.2, 5.3, and 5.5 and 2520, 9.3.2]
11. Steam generator firebox convection section, scrubber bypass valve, and all flue gas ductwork shall be maintained with no detectable leaks. [District NSR Rule] Federally Enforceable Through Title V Permit
12. Scrubber recirculation liquid pH shall be maintained only by the addition of caustic unless prior approval for an alternative pH maintenance method is received from the District. [District NSR Rule] Federally Enforceable Through Title V Permit
13. Scrubber liquor pH shall be maintained above 6 and shall be continuously monitored. [District Rules 2201 and 2520, 9.4.1] Federally Enforceable Through Title V Permit
14. Scrubber mist eliminator shall be properly cleaned and maintained per the recommendations of the manufacturer. Each occurrence of the cleaning and maintenance shall be recorded. [District Rules 2201 and 2520, 9.4.1] Federally Enforceable Through Title V Permit
15. Scrubber recirculation liquor liquid to gas ratio shall be maintained at no less than 8.0 gpm/1000 acfm. The scrubber recirculation liquor liquid to gas ratio shall be recorded on a weekly basis. [District Rules 2201 and 2520, 9.4.1] Federally Enforceable Through Title V Permit
16. Emissions from the steam generator shall not exceed any of the following limits: 0.324 lb-SO_x/MMBtu, 0.050 lb-PM₁₀/MMBtu, or 0.003 lb-VOC/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
17. Except during start-up and shutdown periods emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO_x @ 3% O₂ or 0.0182 lb-NO_x/MMBtu or 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
18. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
19. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
20. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit

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21. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54.0 lb-NOx/day, 9,965 lb-NOx/yr, 56.3 lb-CO/day, and 20,531 lb-CO/yr. [District Rule 2201] Federally Enforceable Through Title V Permit
22. Source testing to measure natural gas-combustion NOx and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. 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 4305, 6.3.1 and 4306, 6.3.1] Federally Enforceable Through Title V Permit
23. 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
24. Whenever the unit is switched to scrubbed operation, compliance source testing for SOx shall be conducted within 60 days of initial scrubbing date unless source testing has occurred within the previous 12 months. [District Rule 2201] Federally Enforceable Through Title V Permit
25. 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 quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance has been demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rules 2201 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
26. When complying with SOx emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6; or ARB Method 100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD ASTM D3246, double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
27. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
28. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the fuel gas being fired in the steam generator shall be determined using ASTM D 1072, D 3246, D 4084, double GC for H2S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
29. 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, 9.3.2; 4305, 6.2.1; 4306, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
30. The permittee shall monitor and record the stack concentration of NOx, 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
31. If either the NOx 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit

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32. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
33. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
34. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
35. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
36. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
37. Stack gas velocities for source test purposes shall be determined using EPA Method 2. [District Rule 1081] Federally Enforceable Through Title V Permit
38. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
39. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
40. 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, 5.5.5 and 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
41. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
42. Permittee shall keep daily records of the sulfur content of the vapor recovery gas, amount of natural gas combusted, and the amount of vapor recovery gas combusted. [District NSR Rule] Federally Enforceable Through Title V Permit
43. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit 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 non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
44. Records of the scrubber liquor pH, occurrences of the cleaning and maintenance of the scrubber mist eliminator, and the scrubber liquid-to-gas ratio shall be maintained. The records shall include identification of the equipment, date of inspection, corrective action taken, and identification of the individual performing the inspection. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
45. 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, 2520, 9.4.2, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit

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46. {584} Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements of SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
47. {468} The requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
48. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this permit shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
49. The Regional Administrator shall be notified by telephone within 48 hours following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner which results in an increase in emissions above any allowable emissions limit stated in the conditions below. In addition, the Regional Administrator shall be notified in writing within 15 days of any such failure. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
50. This notification shall include a description of the malfunctioning equipment or abnormal operation, the date of initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the conditions below, and the methods utilized to restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
51. The owner and operator of the proposed project shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR 52, 60 and 61 and all other applicable Federal, State and local regulations. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
52. Permittee shall have installed a hydrocarbon vapor recovery system, having a collection efficiency of 85% on the following: (143) steam drive producing wells designated in this PSD permit, plus (16) existing steam drive producing wells located in Section 16, T30S, R22E, M.D.B. & M. This system shall be installed on existing wells prior to project start-up, and on new or modified wells before venting steam to the atmosphere. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
53. At such times as specified by the USEPA, permittee shall conduct performance tests for HC and furnish the District and the USEPA a written report of the results of such tests. The tests for HC shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
54. Performance tests shall be conducted for each vapor recovery system listed above in the Cymric and Taft areas. The USEPA shall be notified at least 30 days in advance of such test to allow an observer to be present. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
55. Permittee shall not discharge or cause the discharge of VOC into the atmosphere in excess of 50.6 lbs/day for each well in the system. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
56. Permittee shall operate and maintain operable scrubbers on the equipment designated below: (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. Exhaust gases from the above units shall be ducted through operating scrubbers. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
57. Permittee shall not discharge into the atmosphere SO₂ in excess of 0.145 lb/MMBtu (maximum 2-hour average) for the steam generators designated in the previous condition. [PSD SJ 77-32] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

58. Permittee shall operate, and maintain operable excess oxygen control equipment on the units designated below: (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. The concentration of excess oxygen in the exhaust gases shall not exceed 3% for the above units on a 24-hour average basis. The excess oxygen level shall be recorded continuously in a permanent record and shall be available for periodic inspection by the USEPA. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
59. Permittee shall not discharge into the atmosphere NO_x in excess of 0.50 lb/MMBtu (maximum 2-hour average) for the 50 MMBtu/hr steam generators and 0.57 lb/MMBtu (maximum 2-hour average) for the 22 MMBtu/hr steam generators designated in the previous condition. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
60. At such times as specified by the USEPA, permittee shall conduct performance tests for SO₂ and NO_x, and furnish the District and the USEPA a written report of the results of such tests. The tests for SO₂ and NO_x shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
61. The performance tests shall be conducted for the equipment designated below: for SO₂ the units designated in condition 57; for NO_x the units designated in condition 59. Performance tests for the emissions of SO₂ and NO_x shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources on the equipment named above. The USEPA shall be notified in writing at least 30 days in advance of such test to allow time for an observer to be present and to allow time for development of an approvable performance test plan. Such prior approval will minimize the possibility of USEPA rejection of test results for procedural deficiencies. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
62. All correspondence as required by this permit shall be forwarded to: a) Director, Enforcement Div (Attn: E-5), EPA Region IX, 75 Hawthorne Street, San Francisco, CA, 94105; b) Chief, Stationary Source Control Division, California Air Resource Board, P.O. Box 2815, Sacramento, CA, 95814; and c) Director, SJVUAPCD, 1990 East Gettysburg, Fresno, CA, 93726. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
63. 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 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
64. Fuel gas sulfur content shall not exceed 5 gr-S/100 dscf unless SO_x is reduced by 95% or to 9 ppmvd SO_x @ 3% O₂ in exhaust with scrubber. [District Rule 2201] Federally Enforceable Through Title V Permit
65. This ATC shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT

PERMIT NO: S-1128-16-27

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 02 **TOWNSHIP:** 11N **RANGE:** 24W

EQUIPMENT DESCRIPTION:

MODIFICATION OF 62.5 MMBTU/HR NATURAL GAS/VAPOR RECOVERY GAS-FIRED STEAM GENERATOR WITH A NORTH AMERICAN MODEL GLE 4231 LOW NOX BURNER AND FGR (#50-2 DIS #43003-81); LOWER NOX LIMIT TO 9 PPMV @ 3% O₂ (0.011 LB/MM BTU) OR 12 PPMV @ 3% O₂ (0.014 LB/MM BTU) FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
4. No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101] Federally Enforceable Through Title V Permit
5. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201] Federally Enforceable Through Title V Permit
6. {2417} Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

S-1128-16-27 : Apr 10 2010 4:41PM - RINALDIR : Joint Inspection NOT Required

7. Flue gas recirculation system shall be operational at all times. [Rule 2201] Federally Enforceable Through Title V Permit
8. All wells producing from strata steamed by this unit shall be connected to a District-approved emissions control system, have District-approved closed casing vents, or be District-approved uncontrolled cyclic wells. [District Rule 4401] Federally Enforceable Through Title V Permit
9. 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]
10. Fuel H₂S, total sulfur, and methane content shall be determined semi-annually using the following test methods H₂S: ASTM D6228; total sulfur: ASTM D1072; ASTM D3246, double GC for H₂S and mercaptans or ASTM D6228; and methane content: ASTM D1945. [District Rule 4320]
11. In months when PUC quality gas is burned, the permittee shall maintain records on a calendar month basis of the volume of PUC quality natural gas and the total gas fired in this unit. Permittee shall keep monthly records of the percentage by volume of PUC quality gas fired and indicate if the volume of PUC quality gas fired is less than 50% or greater than or equal to 50%. [District Rule 4320]
12. Emissions from the steam generator shall not exceed any of the following limits: 0.006 lb-SO_x/MMBtu, 0.007 lb-PM₁₀/MMBtu, or 0.011 lb-VOC/MMBtu. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
13. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when this unit is burning 50% or greater by volume PUC quality gas on a monthly average basis: 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
14. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when the unit is burning less than 50% by volume PUC quality gas on a monthly average basis: 12 ppmvd NO_x @ 3% O₂ or 0.014 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
15. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
16. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
17. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25 and 3.22, 4320] Federally Enforceable Through Title V Permit
18. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54.0 lb-NO_x/day, 7,665 lb-NO_x/yr, 56.3 lb-CO/day, and 20,531 lb-CO/yr. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
19. Whenever the unit is switched to scrubbed operation, compliance source testing for SO_x shall be conducted within 60 days of initial scrubbing date unless source testing has occurred within the previous 12 months. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
20. 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

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CONDITIONS CONTINUE ON NEXT PAGE

21. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
22. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the fuel gas being fired in the steam generator shall be determined using ASTM D 1072, D 3031, D 4084, D 3246, double GC for H₂S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
23. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
24. 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, 5.4, 4306, 5.4 & 4320] Federally Enforceable Through Title V Permit
25. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
26. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
27. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
28. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
29. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2 and 4306, 6.2] Federally Enforceable Through Title V Permit
30. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
31. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
32. 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, 5.5.5 and 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

33. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
34. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
35. Permittee shall maintain daily records of volume of natural gas burned and vapor recovery system gas incinerated. [Rule 2201] Federally Enforceable Through Title V Permit
36. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit 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 non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
37. 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, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
38. {584} Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements of SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
39. {468} The requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
40. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this permit shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
41. The Regional Administrator shall be notified by telephone within 48 hours following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner which results in an increase in emissions above any allowable emissions limit stated in the conditions below. In addition, the Regional Administrator shall be notified in writing within 15 days of any such failure. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
42. This notification shall include a description of the malfunctioning equipment or abnormal operation, the date of initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the conditions below, and the methods utilized to restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
43. The owner and operator of the proposed project shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR 52, 60 and 61 and all other applicable Federal, State and local regulations. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
44. Permittee shall have installed a hydrocarbon vapor recovery system, having a collection efficiency of 85% on the following: (143) steam drive producing wells designated in this PSD permit, plus (16) existing steam drive producing wells located in Section 16, T30S, R22E, M.D.B. & M. This system shall be installed on existing wells prior to project start-up, and on new or modified wells before venting steam to the atmosphere. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
45. At such times as specified by the USEPA, permittee shall conduct performance tests for HC and furnish the District and the USEPA a written report of the results of such tests. The tests for HC shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-32] Federally Enforceable Through Title V Permit

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46. Performance tests shall be conducted for each vapor recovery system listed above in the Cymric and Taft areas. The USEPA shall be notified at least 30 days in advance of such test to allow an observer to be present. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
47. Permittee shall not discharge or cause the discharge of VOC into the atmosphere in excess of 50.6 lbs/day for each well in the system. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
48. Permittee shall operate and maintain operable scrubbers on the equipment designated below: (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. Exhaust gases from the above units shall be ducted through operating scrubbers. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
49. Permittee shall not discharge into the atmosphere SO₂ in excess of 0.145 lb/MMBtu (maximum 2-hour average) for the steam generators designated in the previous condition. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
50. Permittee shall operate, and maintain operable excess oxygen control equipment on the units designated below: (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. The concentration of excess oxygen in the exhaust gases shall not exceed 3% for the above units on a 24-hour average basis. The excess oxygen level shall be recorded continuously in a permanent record and shall be available for periodic inspection by the USEPA. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
51. Permittee shall not discharge into the atmosphere NO_x in excess of 0.50 lb/MMBtu (maximum 2-hour average) for the 50 MMBtu/hr steam generators and 0.57 lb/MMBtu (maximum 2-hour average) for the 22 MMBtu/hr steam generators designated in the previous condition. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
52. At such times as specified by the USEPA, permittee shall conduct performance tests for SO₂ and NO_x, and furnish the District and the USEPA a written report of the results of such tests. The tests for SO₂ and NO_x shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
53. The performance tests shall be conducted for the equipment designated below: for SO₂ the units designated in condition 61; for NO_x the units designated in condition 63. Performance tests for the emissions of SO₂ and NO_x shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources on the equipment named above. The USEPA shall be notified in writing at least 30 days in advance of such test to allow time for an observer to be present and to allow time for development of an approvable performance test plan. Such prior approval will minimize the possibility of USEPA rejection of test results for procedural deficiencies. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
54. All correspondence as required by this permit shall be forwarded to: a) Director, Enforcement Div (Attn: E-5), EPA Region IX, 75 Hawthorne Street, San Francisco, CA, 94105; b) Chief, Stationary Source Control Division, California Air Resource Board, P.O. Box 2815, Sacramento, CA, 95814; and c) Director, SJVUAPCD, 1990 East Gettysburg, Fresno, CA, 93726. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
55. {4194} Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NO_x emissions from this unit for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the unit is permanently removed from service in the District or the operator demonstrates compliance with the applicable NO_x emission limit listed in Rule 4320. [District Rule 4320]
56. {4253} Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such 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 and Rule 4320]

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57. Permittee shall submit an analysis to the District demonstrating compliance with the fuel sulfur content and higher heating value within 60 days of startup and at least once every 12 months. The sulfur content and higher heating value of the fuel shall be determined using the test methods referenced in this permit or certified by a third party fuel supplier. [District Rule 2520, 9.3.2 and 4320 6.2.1] Federally Enforceable Through Title V Permit
58. The applicable NO_x and CO emissions concentration for each month shall be determined based on the volume and type of fuel combusted in the unit (< 50% by volume PUC quality gas or >= 50% by volume PUC quality gas). Permittee shall maintain supporting records that demonstrate the type of fuel combusted. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
59. A source test to demonstrate compliance with NO_x and CO emission limits shall be performed within 60 days of startup of this unit. The NO_x limit in effect at the time of the startup source testing will be determined based on the volume and type of fuel combusted (>= 50% PUC quality or < 50% PUC quality gas) and shall be identified in the source test protocol. Whenever the fuel type is switched from the fuel type combusted during the initial startup of this unit, compliance source testing for NO_x and CO shall be conducted within 90 days of the date the fuel type is switched. [District Rules 2201 and 4320]
60. Source testing is required at least once every twelve (12) months from the initial source test date of each fuel type (>= 50% PUC quality gas or < 50% PUC quality gas). After an initial compliance demonstration with the NO_x and CO emission limits for each fuel type on two (2) consecutive source tests, the unit shall be tested not less than once every thirty-six (36) months from the last test date for that fuel type. Testing shall not be required for any fuel type not in use during the 36 month period until such time the fuel type is switched, after which testing shall be performed within 90 days of switching fuel types. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
61. Compliance source testing after switching fuel types is not required if the unit continues to demonstrate compliance with 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas. In which case, source testing shall only be required every thirty-six(36) months for the less than 50% by PUC quality gas. If the result of a source test demonstrates that the unit does not meet 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas, the source test frequency shall revert to at least one test every 36 months for each fuel type. [District Rules 2201 and 4320, 6.3.1] Federally Enforceable Through Title V Permit
62. Permittee shall maintain daily records of total combined volume of fuel gas and vapor recovery gas burned, the dates of any fuel type switching, the monthly NO_x and CO emissions limit determinations, the sulfur content and higher heat value as determined by periodic analytical testing or fuel supplier invoices/certifications, and permit number(s) of systems providing gas for incineration. [District Rule 2201, 2520, 4320] Federally Enforceable Through Title V Permit
63. 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 h_hv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
64. Source testing to measure NO_x and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
65. This ATC shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
66. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO_x emission rate shall not exceed 15 ppmvd @ 3% O₂ or 0.018 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320]

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT
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PERMIT NO: S-1128-17-30

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 02 **TOWNSHIP:** 11N **RANGE:** 24W

EQUIPMENT DESCRIPTION:

MODIFICATION OF 62.5 MMBTU/HR NATURAL GAS/VAPOR RECOVERY GAS-FIRED STEAM GENERATOR (#50-3 DIS #43004-81) WITH FGR AND NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER: LOWER NOX LIMIT TO 9 PPMV @ 3% O2 (0.011 LB/MM BTU) OR 12 PPMV @ 3% O2 (0.014 LB/MM BTU) FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. This Authority to Construct shall be implemented according to the date proposed in the District approved Rule 4320 Emission Control Plan. [District Rules 4306, 6.4 and 4320] Federally Enforceable Through Title V Permit
4. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
5. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]
6. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]

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YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

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DAVID WARNER, Director of Permit Services

S-1128-17-30 : Apr 10 2010 4:42PM - RINALDIR : Joint Inspection NOT Required

7. {2417} Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit
8. 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]
9. Fuel H₂S, total sulfur, and methane content shall be determined semi-annually using the following test methods H₂S: ASTM D6228; total sulfur: ASTM D1072; ASTM D3246, double GC for H₂S and mercaptans or ASTM D6228; and methane content: ASTM D1945. [District Rule 4320]
10. In months when PUC quality gas is burned, the permittee shall maintain records on a calendar month basis of the volume of PUC quality natural gas and the total gas fired in this unit. Permittee shall keep monthly records of the percentage by volume of PUC quality gas fired and indicate if the volume of PUC quality gas fired is less than 50% or greater than or equal to 50%. [District Rule 4320]
11. Emissions from the steam generator shall not exceed any of the following limits: 0.006 lb-SO_x/MMBtu, 0.007 lb-PM₁₀/MMBtu, or 0.011 lb-VOC/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
12. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when this unit is burning 50% or greater by volume PUC quality gas on a monthly average basis: 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
13. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when the unit is burning less than 50% by volume PUC quality gas on a monthly average basis: 12 ppmvd NO_x @ 3% O₂ or 0.014 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
14. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
15. During the initial "shakedown" period emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO_x @ 3% O₂ or 0.0182 lb-NO_x/MMBtu, 0.006 lb-SO_x/MMBtu, 0.007 lb-PM₁₀/MMBtu, 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu, or 0.011 lb-VOC/MMBtu. [District Rules 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1, 4320 and 4351, 5.1] Federally Enforceable Through Title V Permit
16. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO_x emission rate shall not exceed 15 ppmvd @ 3% O₂ or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
17. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
18. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 & 4320] Federally Enforceable Through Title V Permit
19. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54.0 lb-NO_x/day, 7,665 lb-NO_x/yr, 56.3 lb-CO/day, and 20,531 lb-CO/yr. [District Rule 2201] Federally Enforceable Through Title V Permit

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20. Whenever the flue gas recirculation (FGR) system on this unit is switched from the open to the closed position, or from the closed to the open position, compliance source testing for NO_x and CO emissions shall be conducted within 60 days of change of FGR operation date unless source testing with FGR system in both the open and closed position has occurred within the previous 12 months. [District Rule 1070] Federally Enforceable Through Title V Permit
21. 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
22. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
23. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the fuel gas being fired in the steam generator shall be determined using ASTM D 1072, D 3031, D 4084, D 3246, double GC for H₂S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
24. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
25. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
26. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
27. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
28. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
29. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
30. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2 and 4306, 6.2] Federally Enforceable Through Title V Permit
31. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit

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32. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 & 4320] 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, 5.5.5 and 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
34. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
35. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
36. Permittee shall maintain daily records of volume of natural gas burned and vapor recovery system gas incinerated. [Rule 2201] Federally Enforceable Through Title V Permit
37. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit 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 non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
38. 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, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
39. {584} Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements of SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
40. {468} The requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
41. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this permit shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
42. The Regional Administrator shall be notified by telephone within 48 hours following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner which results in an increase in emissions above any allowable emissions limit stated in the conditions below. In addition, the Regional Administrator shall be notified in writing within 15 days of any such failure. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
43. This notification shall include a description of the malfunctioning equipment or abnormal operation, the date of initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the conditions below, and the methods utilized to restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
44. The owner and operator of the proposed project shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR 52, 60 and 61 and all other applicable Federal, State and local regulations. [PSD SJ 77-32] Federally Enforceable Through Title V Permit

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45. Permittee shall have installed a hydrocarbon vapor recovery system, having a collection efficiency of 85% on the following: (143) steam drive producing wells designated in this PSD permit, plus (16) existing steam drive producing wells located in Section 16, T30S, R22E, M.D.B. & M. This system shall be installed on existing wells prior to project start-up, and on new or modified wells before venting steam to the atmosphere. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
46. At such times as specified by the USEPA, permittee shall conduct performance tests for HC and furnish the District and the USEPA a written report of the results of such tests. The tests for HC shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
47. Performance tests shall be conducted for each vapor recovery system listed above in the Cymric and Taft areas. The USEPA shall be notified at least 30 days in advance of such test to allow an observer to be present. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
48. Permittee shall not discharge or cause the discharge of VOC into the atmosphere in excess of 50.6 lbs/day for each well in the system. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
49. Permittee shall operate and maintain operable scrubbers on the equipment designated below: (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. Exhaust gases from the above units shall be ducted through operating scrubbers. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
50. Permittee shall not discharge into the atmosphere SO₂ in excess of 0.145 lb/MMBtu (maximum 2-hour average) for the steam generators designated in the previous condition. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
51. Permittee shall operate, and maintain operable excess oxygen control equipment on the units designated below: (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. The concentration of excess oxygen in the exhaust gases shall not exceed 3% for the above units on a 24-hour average basis. The excess oxygen level shall be recorded continuously in a permanent record and shall be available for periodic inspection by the USEPA. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
52. Permittee shall not discharge into the atmosphere NO_x in excess of 0.50 lb/MMBtu (maximum 2-hour average) for the 50 MMBtu/hr steam generators and 0.57 lb/MMBtu (maximum 2-hour average) for the 22 MMBtu/hr steam generators designated in the previous condition. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
53. At such times as specified by the USEPA, permittee shall conduct performance tests for SO₂ and NO_x, and furnish the District and the USEPA a written report of the results of such tests. The tests for SO₂ and NO_x shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
54. The performance tests shall be conducted for the equipment designated below: for SO₂ the units designated in condition 60; for NO_x the units designated in condition 62. Performance tests for the emissions of SO₂ and NO_x shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources on the equipment named above. The USEPA shall be notified in writing at least 30 days in advance of such test to allow time for an observer to be present and to allow time for development of an approvable performance test plan. Such prior approval will minimize the possibility of USEPA rejection of test results for procedural deficiencies. [PSD SJ 77-32] Federally Enforceable Through Title V Permit

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55. 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 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
56. All correspondence as required by this permit shall be forwarded to: a) Director, Enforcement Div (Attn: E-5), EPA Region IX, 75 Hawthorne Street, San Francisco, CA, 94105; b) Chief, Stationary Source Control Division, California Air Resource Board, P.O. Box 2815, Sacramento, CA, 95814; and c) Director, SJVUAPCD, 1990 East Gettysburg, Fresno, CA, 93726. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
57. Permittee shall submit an analysis to the District demonstrating compliance with the fuel sulfur content and higher heating value within 60 days of startup and at least once every 12 months. The sulfur content and higher heating value of the fuel shall be determined using the test methods referenced in this permit or certified by a third party fuel supplier. [District Rule 2520, 9.3.2 and 4320 6.2.1] Federally Enforceable Through Title V Permit
58. The applicable NO_x and CO emissions concentration for each month shall be determined based on the volume and type of fuel combusted in the unit (< 50% by volume PUC quality gas or >= 50% by volume PUC quality gas). Permittee shall maintain supporting records that demonstrate the type of fuel combusted. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
59. A source test to demonstrate compliance with NO_x and CO emission limits shall be performed within 60 days of startup of this unit. The NO_x limit in effect at the time of the startup source testing will be determined based on the volume and type of fuel combusted (>= 50% PUC quality or < 50% PUC quality gas) and shall be identified in the source test protocol. Whenever the fuel type is switched from the fuel type combusted during the initial startup of this unit, compliance source testing for NO_x and CO shall be conducted within 90 days of the date the fuel type is switched. [District Rules 2201 and 4320]
60. Source testing is required at least once every twelve (12) months from the initial source test date of each fuel type (>= 50% PUC quality gas or < 50% PUC quality gas). After an initial compliance demonstration with the NO_x and CO emission limits for each fuel type on two (2) consecutive source tests, the unit shall be tested not less than once every thirty-six (36) months from the last test date for that fuel type. Testing shall not be required for any fuel type not in use during the 36 month period until such time the fuel type is switched, after which testing shall be performed within 90 days of switching fuel types. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
61. Compliance source testing after switching fuel types is not required if the unit continues to demonstrate compliance with 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas. In which case, source testing shall only be required every thirty-six (36) months for the less than 50% by volume PUC quality gas. If the result of a source test demonstrates that the unit does not meet 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas, the source test frequency shall revert to at least one test every 36 months for each fuel type. [District Rules 2201 and 4320, 6.3.1] Federally Enforceable Through Title V Permit
62. Permittee shall maintain daily records of total combined volume of fuel gas and vapor recovery gas burned, the dates of any fuel type switching, the monthly NO_x and CO emissions limit determinations, the sulfur content and higher heat value as determined by periodic analytical testing or fuel supplier invoices/certifications, and permit number(s) of systems providing gas for incineration. [District Rule 2201, 2520, 4320] Federally Enforceable Through Title V Permit
63. This ATC shall be implemented concurrently with or subsequent to ATC S-1128-17-24. [District Rule 2201]

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT
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PERMIT NO: S-1128-18-34

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 02 TOWNSHIP: 11N RANGE: 24W

EQUIPMENT DESCRIPTION:

MODIFICATION OF 62.5 MMBTU/HR NATURAL/VAPOR RECOVERY GAS FIRED STEAM GENERATOR #50-4-2F WITH SO2 SCRUBBER AND NORTH AMERICAN GLE MAGNA-FLAME ULTRA-LOW NOX BURNER AND FGR - TAFT (GROUP II): LOWER NOX LIMIT TO 9 PPMV@ 3% O2 (0.011 LB/MM BTU) OR 12 PPMV @ 3% O2 (0.014 LB/MM BTU), LIMIT FUEL GAS SULFUR CONTENT TO 5 GR S/100 DSCF OR REDUCE SOX BY 95% ACROSS EXHAUST SCRUBBER OR TO AN OUTLET CONCENTRATION NOT EXCEEDING 9 PPMVD @ 3% O2 ALL FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
4. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]
5. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

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DAVID WARNER, Director of Permit Services

S-1128-18-34 : Apr 10 2010 4:42PM - RINALDIR : Joint Inspection NOT Required

6. Steam generator shall be equipped with the following operational instrumentation: fuel gas volume flowmeter and TEOR gas volume flowmeter. [District Rules 2201, 4305, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
7. Exhaust gas stack shall be equipped with adequate provisions facilitating the collection of gas samples consistent with EPA Test Methods. [District Rules 1081 and 2201] Federally Enforceable Through Title V Permit
8. The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap, roof overhang, or any other obstruction. [District Rule 4102]
9. Flue gas recirculation system shall be operated at all times. [District NSR Rule] Federally Enforceable Through Title V Permit
10. Steam generator firebox convection section, scrubber bypass valve, and all flue gas ductwork shall be maintained with no detectable leaks. [District NSR Rule] Federally Enforceable Through Title V Permit
11. Scrubber recirculation liquid pH shall be maintained only by the addition of caustic unless prior approval for an alternative pH maintenance method is received from the District. [District NSR Rule] Federally Enforceable Through Title V Permit
12. Scrubber liquor pH shall be maintained above 6, and shall be continuously monitored. [District NSR Rule] Federally Enforceable Through Title V Permit
13. Scrubber mist eliminator shall be properly cleaned and maintained. [District NSR Rule] Federally Enforceable Through Title V Permit
14. Scrubber recirculation liquor liquid to gas ratio shall be maintained at no less than 8.0 gpm/1000 acfm. [District NSR Rule] Federally Enforceable Through Title V Permit
15. Whenever the unit is switched to scrubbed operation, compliance source testing for SO_x shall be conducted within 60 days of initial scrubbing date unless source testing has occurred within the previous 12 months. [District NSR Rule] Federally Enforceable Through Title V Permit
16. 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]
17. Fuel H₂S, total sulfur, and methane content shall be determined semi-annually using the following test methods H₂S: ASTM D6228; total sulfur: ASTM D1072; ASTM D3246, double GC for H₂S and mercaptans or ASTM D6228; and methane content: ASTM D1945. [District Rule 4320]
18. In months when PUC quality gas is burned, the permittee shall maintain records on a calendar month basis of the volume of PUC quality natural gas and the total gas fired in this unit. Permittee shall keep monthly records of the percentage by volume of PUC quality gas fired and indicate if the volume of PUC quality gas fired is less than 50% or greater than or equal to 50%. [District Rule 4320]
19. Emission rates shall not exceed any of the following: SO_x (as SO₂): 0.324 lb/MMBtu; PM₁₀: 0.050 lb/MMBtu; or VOC: 0.003 lb/MMBtu. [District Rules 2201, 4201, 3.1, 4301, 5.1 and 5.2, 4406, 4801 and 4320] Federally Enforceable Through Title V Permit
20. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when this unit is burning 50% or greater by volume PUC quality gas on a monthly average basis: 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 50 ppmvd CO @ 3% O₂. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
21. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when the unit is burning less than 50% by volume PUC quality gas on a monthly average basis: 12 ppmvd NO_x @ 3% O₂ or 0.014 lb-NO_x/MMBtu and 50 ppmvd CO @ 3% O₂. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
22. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District Rules 2201 and 4301] Federally Enforceable Through Title V Permit

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23. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54 lb-NO_x/day, 7,665 lb-NO_x/yr, 55.5 lb-CO/day, and 20,258 lb-CO/yr. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
24. 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 2520, 9.3.2, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
25. 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, 4306 and 4320] Federally Enforceable Through Title V Permit
26. 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, 4306 and 4320] Federally Enforceable Through Title V Permit
27. 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, 4306 and 4320] Federally Enforceable Through Title V Permit
28. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted, fuel sources, 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
29. Compliance with the sulfur emission limit requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rules 2520, 9.3.2 and 4301, 5.2.1] Federally Enforceable Through Title V Permit
30. 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 quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
31. When complying with SO_x emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6, 6A, 6B, 6C; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months, however annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

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32. If the unit is fired on noncertified gaseous fuel and compliance with SO_x emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
33. If fuel analysis is used to demonstrate compliance with the conditions of this permit, the fuel higher heating value for each fuel shall be certified by 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, 9.3.2; 4305, 6.2.1; 4306, 6.2.1; 4351, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
34. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas; or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; 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, 9.3.2 and 4801] Federally Enforceable Through Title V Permit
35. 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. 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. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
36. 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, 4306 and 4320] Federally Enforceable Through Title V Permit
37. Source testing to measure NO_x and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. 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 2520, 9.3.2, 4305, 4320] Federally Enforceable Through Title V Permit
38. Compliance demonstration (source testing) shall be conducted by independent testing laboratories and shall be witnessed, or authorized by the District. Sample collection shall be done by ARB certified testing laboratory. [District Rules 1081 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
39. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
40. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
41. 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
42. 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 ARB Method 100, SO_x (lb/MMBtu) - EPA Method 6 or ARB Method 100 and EPA Method 19, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, stack gas velocities - EPA Method 2, and stack gas moisture content - EPA Method 4. [District Rules 1081, 4305 and 4320] Federally Enforceable Through Title V Permit
43. Permittee shall keep daily records of the sulfur content of the vapor recovery gas, amount of natural gas combusted, and the amount of vapor recovery gas combusted. [District NSR Rule] Federally Enforceable Through Title V Permit
44. All records shall be maintained and retained on-site for a minimum of 5 years, and shall be made available for District inspection upon request. [District Rules 1070, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

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45. {584} Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements of SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
46. {468} The requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
47. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this permit shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
48. The Regional Administrator shall be notified by telephone within 48 hours following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner which results in an increase in emissions above any allowable emissions limit stated in the conditions below. In addition, the Regional Administrator shall be notified in writing within 15 days of any such failure. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
49. This notification shall include a description of the malfunctioning equipment or abnormal operation, the date of initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the conditions below, and the methods utilized to restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
50. The owner and operator of the proposed project shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR 52, 60 and 61 and all other applicable Federal, State and local regulations. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
51. Permittee shall have installed a hydrocarbon vapor recovery system, having a collection efficiency of 85% on the following: (143) steam drive producing wells designated in this PSD permit, plus (16) existing steam drive producing wells located in Section 16, T30S, R22E, M.D.B. & M. This system shall be installed on existing wells prior to project start-up, and on new or modified wells before venting steam to the atmosphere. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
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56. Permittee shall not discharge into the atmosphere SO₂ in excess of 0.145 lb/MMBtu (maximum 2-hour average) for the steam generators designated in the previous condition. Performance tests of these units for SO₂ shall be conducted as described below. [PSD SJ 77-32] Federally Enforceable Through Title V Permit

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57. Permittee shall operate, and maintain operable excess oxygen control equipment on the units designated below: (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. The concentration of excess oxygen in the exhaust gases shall not exceed 3% for the above units on a 24-hour average basis. The excess oxygen level shall be recorded continuously in a permanent record and shall be available for periodic inspection by the USEPA. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
58. Permittee shall not discharge into the atmosphere NOx in excess of 0.50 lb/MMBtu (maximum 2-hour average) for the 50 MMBtu/hr steam generators and 0.57 lb/MMBtu (maximum 2-hour average) for the 22 MMBtu/hr steam generators designated in the previous condition. Performance tests of these units for NOx shall be conducted as described below. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
59. At such times as specified by the USEPA, permittee shall conduct performance tests for SO2 and NOx, and furnish the District and the USEPA a written report of the results of such tests. The tests for SO2 and NOx shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
60. Performance tests for the emissions of SO2 and NOx shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources on the equipment named above. The USEPA shall be notified in writing at least 30 days in advance of such test to allow time for an observer to be present and to allow time for development of an approvable performance test plan. Such prior approval will minimize the possibility of USEPA rejection of test results for procedural deficiencies. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
61. All correspondence as required by this permit shall be forwarded to: a) Director, Enforcement Div (Attn: E-5), EPA Region IX, 75 Hawthorne Street, San Francisco, CA, 94105; b) Chief, Stationary Source Control Division, California Air Resource Board, P.O. Box 2815, Sacramento, CA, 95814; and c) Director, SJVUAPCD, 1990 East Gettysburg, Fresno, CA, 93726. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
62. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NOx emission rate shall not exceed 15 ppmvd @ 3% O2 or 0.018 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
63. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
64. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
65. Permittee shall submit an analysis to the District demonstrating compliance with the fuel sulfur content and higher heating value within 60 days of startup and at least once every 12 months. The sulfur content and higher heating value of the fuel shall be determined using the test methods referenced in this permit or certified by a third party fuel supplier. [District Rule 2520, 9.3.2 and 4320 6.2.1] Federally Enforceable Through Title V Permit
66. The applicable NOx and CO emissions concentration for each month shall be determined based on the volume and type of fuel combusted in the unit (< 50% by volume PUC quality gas or >= 50% by volume PUC quality gas). Permittee shall maintain supporting records that demonstrate the type of fuel combusted. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit

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67. A source test to demonstrate compliance with NO_x and CO emission limits shall be performed within 60 days of startup of this unit. The NO_x limit in effect at the time of the startup source testing will be determined based on the volume and type of fuel combusted ($\geq 50\%$ PUC quality or $< 50\%$ PUC quality gas) and shall be identified in the source test protocol. Whenever the fuel type is switched from the fuel type combusted during the initial startup of this unit, compliance source testing for NO_x and CO shall be conducted within 90 days of the date the fuel type is switched. [District Rules 2201 and 4320]
68. Source testing is required at least once every twelve (12) months from the initial source test date of each fuel type ($\geq 50\%$ PUC quality gas or $< 50\%$ PUC quality gas). After an initial compliance demonstration with the NO_x and CO emission limits for each fuel type on two (2) consecutive source tests, the unit shall be tested not less than once every thirty-six (36) months from the last test date for that fuel type. Testing shall not be required for any fuel type not in use during the 36 month period until such time the fuel type is switched, after which testing shall be performed within 90 days of switching fuel types. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
69. Compliance source testing after switching fuel types is not required if the unit continues to demonstrate compliance with 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas. In which case, source testing shall only be required every thirty-six(36) months for the less than 50% by PUC quality gas. If the result of a source test demonstrates that the unit does not meet 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas, the source test frequency shall revert to at least one test every 36 months for each fuel type. [District Rules 2201 and 4320, 6.3.1] Federally Enforceable Through Title V Permit
70. Permittee shall maintain daily records of total combined volume of fuel gas and vapor recovery gas burned, the dates of any fuel type switching, the monthly NO_x and CO emissions limit determinations, the sulfur content and higher heat value as determined by periodic analytical testing or fuel supplier invoices/certifications, and permit number(s) of systems providing gas for incineration. [District Rule 2201, 2520, 4320] Federally Enforceable Through Title V Permit
71. 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 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
72. Source testing to measure NO_x and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rules 2201, 4305, 4306, and 4320]
73. Fuel gas sulfur content shall not exceed 5 gr-S/100 dscf unless SO_x is reduced by 95% or to 9 ppmvd SO_x @ 3% O₂ in exhaust with scrubber. [District Rule 2201] Federally Enforceable Through Title V Permit
74. This ATC shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT

PERMIT NO: S-1128-18-35

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 02 **TOWNSHIP:** 11N **RANGE:** 24W

EQUIPMENT DESCRIPTION:

MODIFICATION OF 62.5 MMBTU/HR NATURAL/VAPOR RECOVERY GAS FIRED STEAM GENERATOR #50-4-2F WITH SO2 SCRUBBER AND NORTH AMERICAN GLE MAGNA-FLAME ULTRA-LOW NOX BURNER AND FGR - TAFT (GROUP II): LIMIT FUEL GAS SULFUR CONTENT TO 5 GR S/100 DSCF OR REDUCE SOX BY 95% ACROSS EXHAUST SCRUBBER OR TO AN OUTLET CONCENTRATION NOT EXCEEDING 9 PPMVD @ 3% O2 ALL FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
4. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]
5. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]
6. Steam generator shall be equipped with the following operational instrumentation: fuel gas volume flowmeter and TEOR gas volume flowmeter. [District Rules 2201, 4305, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit

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YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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 YAPCO

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DAVID WARNER, Director of Permit Services

S-1128-18-35 : Apr 10 2010 4:42PM - RINALDIR : Joint Inspection NOT Required

7. Exhaust gas stack shall be equipped with adequate provisions facilitating the collection of gas samples consistent with EPA Test Methods. [District Rules 1081 and 2201] Federally Enforceable Through Title V Permit
8. The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap, roof overhang, or any other obstruction. [District Rule 4102]
9. Flue gas recirculation system shall be operated at all times. [District NSR Rule] Federally Enforceable Through Title V Permit
10. Steam generator firebox convection section, scrubber bypass valve, and all flue gas ductwork shall be maintained with no detectable leaks. [District NSR Rule] Federally Enforceable Through Title V Permit
11. Scrubber recirculation liquid pH shall be maintained only by the addition of caustic unless prior approval for an alternative pH maintenance method is received from the District. [District NSR Rule] Federally Enforceable Through Title V Permit
12. Scrubber liquor pH shall be maintained above 6, and shall be continuously monitored. [District NSR Rule] Federally Enforceable Through Title V Permit
13. Scrubber mist eliminator shall be properly cleaned and maintained. [District NSR Rule] Federally Enforceable Through Title V Permit
14. Scrubber recirculation liquor liquid to gas ratio shall be maintained at no less than 8.0 gpm/1000 acfm. [District NSR Rule] Federally Enforceable Through Title V Permit
15. Whenever the unit is switched to scrubbed operation, compliance source testing for SO_x shall be conducted within 60 days of initial scrubbing date unless source testing has occurred within the previous 12 months. [District NSR Rule] Federally Enforceable Through Title V Permit
16. Emission rates shall not exceed any of the following: SO_x (as SO₂): 0.324 lb/MMBtu; PM₁₀: 0.050 lb/MMBtu; or VOC: 0.003 lb/MMBtu. [District Rules 2201, 4201, 3.1, 4301, 5.1 and 5.2, 4406, 4801 and 4320] Federally Enforceable Through Title V Permit
17. Emission rates, except during startup and shutdown, shall not exceed any of the following: NO_x (as NO₂): 0.018 lb/MMBtu or 15 ppmvd @ 3% O₂, or CO: 50 ppmvd @ 3% O₂. [District Rules 2201, 2520, 9.3.2, 4201, 3.1, 4301, 5.2, 5.3, and 5.5, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
18. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District Rules 2201 and 4301] Federally Enforceable Through Title V Permit
19. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54 lb-NO_x/day, 9,855 lb-NO_x/yr, 55.5 lb-CO/day, and 20,258 lb-CO/yr. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
20. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
21. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
22. 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 2520, 9.3.2, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

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23. 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, 4306 and 4320] Federally Enforceable Through Title V Permit
24. 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, 4306 and 4320] Federally Enforceable Through Title V Permit
25. 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, 4306 and 4320] Federally Enforceable Through Title V Permit
26. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted, fuel sources, 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
27. Compliance with the sulfur emission limit requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rules 2520, 9.3.2 and 4301, 5.2.1] Federally Enforceable Through Title V Permit
28. 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 quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
29. When complying with SO_x emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6, 6A, 6B, 6C; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months, however annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
30. If the unit is fired on noncertified gaseous fuel and compliance with SO_x emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
31. If fuel analysis is used to demonstrate compliance with the conditions of this permit, the fuel higher heating value for each fuel shall be certified by 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, 9.3.2; 4305, 6.2.1; 4306, 6.2.1; 4351, 6.2.1 and 4320] Federally Enforceable Through Title V Permit

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32. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas; or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; 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, 9.3.2 and 4801] Federally Enforceable Through Title V Permit
33. 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. 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. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. 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, 4306 and 4320] Federally Enforceable Through Title V Permit
35. Source testing to measure NOx and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. 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 2520, 9.3.2, 4305, 4320] Federally Enforceable Through Title V Permit
36. Compliance demonstration (source testing) shall be conducted by independent testing laboratories and shall be witnessed, or authorized by the District. Sample collection shall be done by ARB certified testing laboratory. [District Rules 1081 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
37. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
38. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
39. 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
40. The following test methods shall be used: NOx (ppmv) - EPA Method 7E or ARB Method 100, NOx (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, SOx (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 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
41. Permittee shall keep daily records of the sulfur content of the vapor recovery gas, amount of natural gas combusted, and the amount of vapor recovery gas combusted. [District NSR Rule] Federally Enforceable Through Title V Permit
42. All records shall be maintained and retained on-site for a minimum of 5 years, and shall be made available for District inspection upon request. [District Rules 1070, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
43. {584} Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements of SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
44. {468} The requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
45. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this permit shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 77-32] Federally Enforceable Through Title V Permit

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46. The Regional Administrator shall be notified by telephone within 48 hours following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner which results in an increase in emissions above any allowable emissions limit stated in the conditions below. In addition, the Regional Administrator shall be notified in writing within 15 days of any such failure. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
47. This notification shall include a description of the malfunctioning equipment or abnormal operation, the date of initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the conditions below, and the methods utilized to restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
48. The owner and operator of the proposed project shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR 52, 60 and 61 and all other applicable Federal, State and local regulations. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
49. Permittee shall have installed a hydrocarbon vapor recovery system, having a collection efficiency of 85% on the following: (143) steam drive producing wells designated in this PSD permit, plus (16) existing steam drive producing wells located in Section 16, T30S, R22E, M.D.B. & M. This system shall be installed on existing wells prior to project start-up, and on new or modified wells before venting steam to the atmosphere. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
50. At such times as specified by the USEPA, permittee shall conduct performance tests for HC and furnish the District and the USEPA a written report of the results of such tests. The tests for HC shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
51. Performance tests shall be conducted for each vapor recovery system listed above in the Cymric and Taft areas. The USEPA shall be notified at least 30 days in advance of such test to allow an observer to be present. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
52. Permittee shall not discharge or cause the discharge of VOC into the atmosphere in excess of 50.6 lbs/day for each well in the system. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
53. Permittee shall operate and maintain operable scrubbers on the equipment designated below: (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. Exhaust gases from the above units shall be ducted through operating scrubbers. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
54. Permittee shall not discharge into the atmosphere SO₂ in excess of 0.145 lb/MMBtu (maximum 2-hour average) for the steam generators designated in the previous condition. Performance tests of these units for SO₂ shall be conducted as described below. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
55. Permittee shall operate, and maintain operable excess oxygen control equipment on the units designated below: (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. The concentration of excess oxygen in the exhaust gases shall not exceed 3% for the above units on a 24-hour average basis. The excess oxygen level shall be recorded continuously in a permanent record and shall be available for periodic inspection by the USEPA. [PSD SJ 77-32] Federally Enforceable Through Title V Permit

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56. Permittee shall not discharge into the atmosphere NO_x in excess of 0.50 lb/MMBtu (maximum 2-hour average) for the 50 MMBtu/hr steam generators and 0.57 lb/MMBtu (maximum 2-hour average) for the 22 MMBtu/hr steam generators designated in the previous condition. Performance tests of these units for NO_x shall be conducted as described below. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
57. At such times as specified by the USEPA, permittee shall conduct performance tests for SO₂ and NO_x, and furnish the District and the USEPA a written report of the results of such tests. The tests for SO₂ and NO_x shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
58. Performance tests for the emissions of SO₂ and NO_x shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources on the equipment named above. The USEPA shall be notified in writing at least 30 days in advance of such test to allow time for an observer to be present and to allow time for development of an approvable performance test plan. Such prior approval will minimize the possibility of USEPA rejection of test results for procedural deficiencies. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
59. All correspondence as required by this permit shall be forwarded to: a) Director, Enforcement Div (Attn: E-5), EPA Region IX, 75 Hawthorne Street, San Francisco, CA, 94105; b) Chief, Stationary Source Control Division, California Air Resource Board, P.O. Box 2815, Sacramento, CA, 95814; and c) Director, SJVUAPCD, 1990 East Gettysburg, Fresno, CA, 93726. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
60. Fuel gas sulfur content shall not exceed 5 gr-S/100 dscf unless SO_x is reduced by 95% or to 9 ppmvd SO_x @ 3% O₂ in exhaust with scrubber. [District Rule 2201] Federally Enforceable Through Title V Permit
61. This ATC shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

DRAFT
ISSUANCE DATE: DRAFT

PERMIT NO: S-1128-19-27

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 02 **TOWNSHIP:** 11N **RANGE:** 24W

EQUIPMENT DESCRIPTION:

MODIFICATION OF 62.5 MMBTU/HR NATURAL GAS/VAPOR RECOVERY GAS-FIRED STEAM GENERATOR (#50-5 DIS #43006-81) WITH A NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER WITH FLUE GAS RECIRCULATION (FGR): LOWER NOX LIMIT TO 9 PPMV @ 3% O2 (0.011 LB/MM BTU) OR 12 PPMV @ 3% O2 (0.014 LB/MM BTU) FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
4. No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101] Federally Enforceable Through Title V Permit
5. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

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DAVID WARNER, Director of Permit Services

S-1128-19-27 : Apr 10 2010 4:42PM - RINALDIR : Joint Inspection NOT Required

6. {2417} Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit
7. 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]
8. Fuel H₂S, total sulfur, and methane content shall be determined semi-annually using the following test methods H₂S: ASTM D6228; total sulfur: ASTM D1072; ASTM D3246, double GC for H₂S and mercaptans or ASTM D6228; and methane content: ASTM D1945. [District Rule 4320]
9. In months when PUC quality gas is burned, the permittee shall maintain records on a calendar month basis of the volume of PUC quality natural gas and the total gas fired in this unit. Permittee shall keep monthly records of the percentage by volume of PUC quality gas fired and indicate if the volume of PUC quality gas fired is less than 50% or greater than or equal to 50%. [District Rule 4320]
10. Emissions from the steam generator shall not exceed any of the following limits: 0.006 lb-SO_x/MMBtu, 0.007 lb-PM₁₀/MMBtu, or 0.011 lb-VOC/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
11. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when this unit is burning 50% or greater by volume PUC quality gas on a monthly average basis: 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
12. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when the unit is burning less than 50% by volume PUC quality gas on a monthly average basis: 12 ppmvd NO_x @ 3% O₂ or 0.014 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
13. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
14. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320]
15. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit
16. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54.0 lb-NO_x/day, 7,665 lb-NO_x/yr, 56.3 lb-CO/day, and 20,531 lb-CO/yr. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
17. 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. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. 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 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
18. 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
19. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

20. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the fuel gas being fired in the steam generator shall be determined using ASTM D 1072, D 3031, D 4084, D 3246, double GC for H₂S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
21. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rules 2520, 9.3.2 and 4320] Federally Enforceable Through Title V Permit
22. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
23. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
24. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
25. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
26. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
27. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
28. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
29. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
30. 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, 5.5.5, 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
31. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

32. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
33. Permittee shall maintain daily records of volume of natural gas burned and vapor recovery system gas incinerated. [District Rule 2201] Federally Enforceable Through Title V Permit
34. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit 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 non-certified fuel. [District Rule 2520, 9.3.2] 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, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
36. {584} Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements of SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
37. {468} The requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
38. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this permit shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
39. The Regional Administrator shall be notified by telephone within 48 hours following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner which results in an increase in emissions above any allowable emissions limit stated in the conditions below. In addition, the Regional Administrator shall be notified in writing within 15 days of any such failure. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
40. This notification shall include a description of the malfunctioning equipment or abnormal operation, the date of initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the conditions below, and the methods utilized to restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
41. The owner and operator of the proposed project shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR 52, 60 and 61 and all other applicable Federal, State and local regulations. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
42. Permittee shall have installed a hydrocarbon vapor recovery system, having a collection efficiency of 85% on the following: (143) steam drive producing wells designated in this PSD permit, plus (16) existing steam drive producing wells located in Section 16, T30S, R22E, M.D.B. & M. This system shall be installed on existing wells prior to project start-up, and on new or modified wells before venting steam to the atmosphere. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
43. At such times as specified by the USEPA, permittee shall conduct performance tests for HC and furnish the District and the USEPA a written report of the results of such tests. The tests for HC shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
44. Performance tests shall be conducted for each vapor recovery system listed above in the Cymric and Taft areas. The USEPA shall be notified at least 30 days in advance of such test to allow an observer to be present. [PSD SJ 77-32] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

45. Permittee shall not discharge or cause the discharge of VOC into the atmosphere in excess of 50.6 lbs/day for each well in the system. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
46. Permittee shall operate and maintain operable scrubbers on the equipment designated below: (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. Exhaust gases from the above units shall be ducted through operating scrubbers. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
47. Permittee shall not discharge into the atmosphere SO₂ in excess of 0.145 lb/MMBtu (maximum 2-hour average) for the steam generators designated in the previous condition. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
48. Permittee shall operate, and maintain operable excess oxygen control equipment on the units designated below: (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. The concentration of excess oxygen in the exhaust gases shall not exceed 3% for the above units on a 24-hour average basis. The excess oxygen level shall be recorded continuously in a permanent record and shall be available for periodic inspection by the USEPA. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
49. Permittee shall not discharge into the atmosphere NO_x in excess of 0.50 lb/MMBtu (maximum 2-hour average) for the 50 MMBtu/hr steam generators and 0.57 lb/MMBtu (maximum 2-hour average) for the 22 MMBtu/hr steam generators designated in the previous condition. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
50. At such times as specified by the USEPA, permittee shall conduct performance tests for SO₂ and NO_x, and furnish the District and the USEPA a written report of the results of such tests. The tests for SO₂ and NO_x shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
51. The performance tests shall be conducted for the equipment designated below: for SO₂ the units designated in condition 60; for NO_x the units designated in condition 62. Performance tests for the emissions of SO₂ and NO_x shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources on the equipment named above. The USEPA shall be notified in writing at least 30 days in advance of such test to allow time for an observer to be present and to allow time for development of an approvable performance test plan. Such prior approval will minimize the possibility of USEPA rejection of test results for procedural deficiencies. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
52. All correspondence as required by this permit shall be forwarded to: a) Director, Enforcement Div (Attn: E-5), EPA Region IX, 75 Hawthorne Street, San Francisco, CA, 94105; b) Chief, Stationary Source Control Division, California Air Resource Board, P.O. Box 2815, Sacramento, CA, 95814; and c) Director, SJVUAPCD, 1990 East Gettysburg, Fresno, CA, 93726. [PSD SJ 77-32] Federally Enforceable Through Title V Permit
53. {4194} Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NO_x emissions from this unit for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the unit is permanently removed from service in the District or the operator demonstrates compliance with the applicable NO_x emission limit listed in Rule 4320. [District Rule 4320]
54. {4253} Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such 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 and Rule 4320]
55. Permittee shall submit an analysis to the District demonstrating compliance with the fuel sulfur content and higher heating value within 60 days of startup and at least once every 12 months. The sulfur content and higher heating value of the fuel shall be determined using the test methods referenced in this permit or certified by a third party fuel supplier. [District Rule 2520, 9.3.2 and 4320 6.2.] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

56. The applicable NO_x and CO emissions concentration for each month shall be determined based on the volume and type of fuel combusted in the unit (< 50% by volume PUC quality gas or >= 50% by volume PUC quality gas). Permittee shall maintain supporting records that demonstrate the type of fuel combusted. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
57. A source test to demonstrate compliance with NO_x and CO emission limits shall be performed within 60 days of startup of this unit. The NO_x limit in effect at the time of the startup source testing will be determined based on the volume and type of fuel combusted (>= 50% PUC quality or < 50% PUC quality gas) and shall be identified in the source test protocol. Whenever the fuel type is switched from the fuel type combusted during the initial startup of this unit, compliance source testing for NO_x and CO shall be conducted within 90 days of the date the fuel type is switched. [District Rules 2201 and 4320]
58. Source testing is required at least once every twelve (12) months from the initial source test date of each fuel type (>= 50% PUC quality gas or < 50% PUC quality gas). After an initial compliance demonstration with the NO_x and CO emission limits for each fuel type on two (2) consecutive source tests, the unit shall be tested not less than once every thirty-six (36) months from the last test date for that fuel type. Testing shall not be required for any fuel type not in use during the 36 month period until such time the fuel type is switched, after which testing shall be performed within 90 days of switching fuel types. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
59. Compliance source testing after switching fuel types is not required if the unit continues to demonstrate compliance with 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas. In which case, source testing shall only be required every thirty-six(36) months for the less than 50% by PUC quality gas. If the result of a source test demonstrates that the unit does not meet 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas, the source test frequency shall revert to at least one test every 36 months for each fuel type. [District Rules 2201 and 4320, 6.3.1] Federally Enforceable Through Title V Permit
60. Permittee shall maintain daily records of total combined volume of fuel gas and vapor recovery gas burned, the dates of any fuel type switching, the monthly NO_x and CO emissions limit determinations, the sulfur content and higher heat value as determined by periodic analytical testing or fuel supplier invoices/certifications, and permit number(s) of systems providing gas for incineration. [District Rule 2201, 2520, 4320] Federally Enforceable Through Title V Permit
61. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
62. 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 4305, 4306 and 4320]
63. Source testing to measure NO_x and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
64. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO_x emission rate shall not exceed 15 ppmvd @ 3% O₂ or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320]

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT
DRAFT

PERMIT NO: S-1128-36-25

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 26 **TOWNSHIP:** 32S **RANGE:** 23E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 62.5 MMBTU/HR NATURAL GAS/VAPOR RECOVERY GAS-FIRED STEAM GENERATOR WITH A NORTH AMERICAN MODEL MAGNA-FLAME GLE ULTRA-LOW NOX BURNER AND WITH DEDICATED SO2 SCRUBBER AND FLUE GAS RECIRCULATION (CUSA ID #50-3-26C): LOWER NOX LIMIT TO 9 PPMV@ 3% O2 (0.011 LB/MM BTU) OR 12 PPMV @ 3% O2 (0.014 LB/MM BTU), REDUCE SOX BY 95% BY WEIGHT BY SCRUBBING OR TO AN OUTLET CONCENTRATION NOT EXCEEDING 9 PPMVD @ 3% O2 ALL FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
4. No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101] Federally Enforceable Through Title V Permit
5. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

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DAVID WARNER, Director of Permit Services

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6. Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit
7. Steam generator firebox convection section, scrubber bypass valve, and all flue gas ductwork shall be maintained with no detectable leaks. [District NSR Rule] Federally Enforceable Through Title V Permit
8. Scrubber recirculation liquid pH shall be maintained only by the addition of caustic unless prior approval for an alternative pH maintenance method is received from the District. [District NSR Rule] Federally Enforceable Through Title V Permit
9. Scrubber liquor pH shall be maintained between 6 and 8 and shall be continuously monitored and recorded during operation of this unit. [District NSR Rule and District Rule 2520, 9.4.1] Federally Enforceable Through Title V Permit
10. Scrubber mist eliminator shall be properly cleaned and maintained per the recommendations of the manufacturer. Each occurrence of the cleaning and maintenance shall be recorded. [District NSR Rule and District Rule 2520, 9.4.1] Federally Enforceable Through Title V Permit
11. Scrubber recirculation liquor liquid to gas ratio shall be maintained at no less than 8.0 gpm/1000 acfm. The scrubber recirculation liquor liquid to gas ratio shall be recorded on a weekly basis. [District NSR Rule and District Rule 2520, 9.4.1] Federally Enforceable Through Title V Permit
12. Testing for vapor recovery gas sulfur content shall be conducted no less than monthly. [District NSR Rule] Federally Enforceable Through Title V Permit
13. 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]
14. Fuel H₂S, total sulfur, and methane content shall be determined semi-annually using the following test methods H₂S: ASTM D6228; total sulfur: ASTM D1072; ASTM D3246, double GC for H₂S and mercaptans or ASTM D6228; and methane content: ASTM D1945. [District Rule 4320]
15. In months when PUC quality gas is burned, the permittee shall maintain records on a calendar month basis of the volume of PUC quality natural gas and the total gas fired in this unit. Permittee shall keep monthly records of the percentage by volume of PUC quality gas fired and indicate if the volume of PUC quality gas fired is less than 50% or greater than or equal to 50%. [District Rule 4320]
16. Emissions from the steam generator shall not exceed any of the following limits: 0.324 lb-SO_x/MMBtu, 0.037 lb-PM₁₀/MMBtu, or 0.003 lb-VOC/MMBtu. [District Rules 2201 & 4320] Federally Enforceable Through Title V Permit
17. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when this unit is burning 50% or greater by volume PUC quality gas on a monthly average basis: 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
18. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when the unit is burning less than 50% by volume PUC quality gas on a monthly average basis: 12 ppmvd NO_x @ 3% O₂ or 0.014 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
19. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District NSR Rule] Federally Enforceable Through Title V Permit
20. During the initial "shakedown" period emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO_x @ 3% O₂ or 0.0182 lb-NO_x/MMBtu, 0.324 lb-SO_x/MMBtu, 0.037 lb-PM₁₀/MMBtu, 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu, or 0.003 lb-VOC/MMBtu. [District Rules 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1, 4320 and 4351, 5.1] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

21. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NOx emission rate shall not exceed 15 ppmvd @ 3% O2 or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
22. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
23. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit
24. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54.0 lb-NOx/day, 7,665 lb-NOx/yr, 56.3 lb-CO/day, and 20,531 lb-CO/yr. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
25. Source testing to measure natural gas-combustion NOx and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District NSR Rule and District Rules 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
26. Whenever the unit is switched to scrubbed operation, compliance source testing for SOx shall be conducted within 60 days of initial scrubbing date unless source testing has occurred within the previous 12 months. [District NSR Rule] Federally Enforceable Through Title V Permit
27. Source testing to measure natural gas-combustion NOx and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. 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 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
28. 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
29. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
30. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the fuel gas being fired in the steam generator shall be determined using ASTM D 1072, D 3031, D 4084, D 3246, double GC for H2S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2 and 4320] Federally Enforceable Through Title V Permit
31. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
32. The permittee shall monitor and record the stack concentration of NOx, 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit

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33. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
34. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
35. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
36. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
37. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
38. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
39. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
40. 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, 5.5.5 and 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
41. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
42. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
43. Permittee shall maintain daily records of volume of natural gas burned and vapor recovery system gas incinerated. [District NSR Rule] Federally Enforceable Through Title V Permit
44. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit 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 non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

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45. Records of the scrubber liquor pH, occurrences of the cleaning and maintenance of the scrubber mist eliminator, and the scrubber liquid-to-gas ratio shall be maintained. The records shall include identification of the equipment, date of inspection, corrective action taken, and identification of the individual performing the inspection. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
46. 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, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
47. {584} Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements of SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
48. {468} The requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
49. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this permit shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
50. The Regional Administrator shall be notified by telephone within 48 hours following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner which results in an increase in emissions above any allowable emissions limit stated in the conditions below. In addition, the Regional Administrator shall be notified in writing within 15 days of any such failure. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
51. This notification shall include a description of the malfunctioning equipment or abnormal operation, the date of initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the conditions below, and the methods utilized to restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
52. The owner and operator of the proposed project shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR 52, 60 and 61 and all other applicable Federal, State and local regulations. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
53. Annual source testing shall be performed on one vapor recovery system consisting of 32 wells and on a second vapor recovery system on 3 wells to establish the efficiency of the vapor recovery system. The efficiency the 3-well system. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
54. Permittee shall operate and maintain operable scrubbers on the equipment designated below: (2) 50 MMBtu/hr steam generators and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E, M.D.B. & M., Kern County, CA. (One of the 50 MMBtu/hr units is to be scrubbed for offset purposes.) Exhaust gases from the above units shall be ducted through operating scrubbers. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
55. Permittee shall not discharge into the atmosphere SO₂ in excess of 0.13 lb/MMBtu (maximum 2-hour average) for the steam generators designated in condition 38. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
56. Permittee shall operate, and maintain operable excess oxygen control equipment on the units designated below: (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E, M.D.B. & M., Kern County, CA. The concentration of excess oxygen in the exhaust gases shall not exceed 3% for the above units on a 24-hour average basis. The excess oxygen level shall be recorded continuously in a permanent record and shall be available for periodic inspection by USEPA. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
57. Permittee shall not discharge into the atmosphere NO_x in excess of 0.50 lb/MMBtu (maximum 2-hour average) for the 50 MMBtu/hr steam generator and 0.57 lb/MMBtu (maximum 2-hour average) for the 22 MMBtu/hr steam generators designated in condition 40. [PSD SJ 77-29] Federally Enforceable Through Title V Permit

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58. At such times as specified by the USEPA, permittee shall conduct performance tests for SO₂ and NO_x, and furnish the District and the USEPA a written report of the results of such tests. The tests for SO₂ and NO_x shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
59. The performance tests shall be conducted for the equipment designated below: for SO₂ the units designated in condition 38; for NO_x the units designated in condition 40. Performance tests for the emissions of SO₂ and NO_x shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources on the equipment named above. The USEPA shall be notified in writing at least 30 days in advance of such test to allow time for an observer to be present and to allow time for development of an approvable performance test plan. Such prior approval will minimize the possibility of USEPA rejection of test results for procedural deficiencies. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
60. All correspondence as required by this permit shall be forwarded to: a) Director, Enforcement Div (Attn: E-5), EPA Region IX, 75 Hawthorne Street, San Francisco, CA, 94105; b) Chief, Stationary Source Control Division, California Air Resource Board, P.O. Box 2815, Sacramento, CA, 95814; and c) Director, SJVUAPCD, 1990 East Gettysburg, Fresno, CA, 93726. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
61. {4194} Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NO_x emissions from this unit for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the unit is permanently removed from service in the District or the operator demonstrates compliance with the applicable NO_x emission limit listed in Rule 4320. [District Rule 4320]
62. {4253} Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such 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 and Rule 4320]
63. Permittee shall submit an analysis to the District demonstrating compliance with the fuel sulfur content and higher heating value within 60 days of startup and at least once every 12 months. The sulfur content and higher heating value of the fuel shall be determined using the test methods referenced in this permit or certified by a third party fuel supplier. [District Rule 2520, 9.3.2 and 4320 6.2.1] Federally Enforceable Through Title V Permit
64. The applicable NO_x and CO emissions concentration for each month shall be determined based on the volume and type of fuel combusted in the unit (< 50% by volume PUC quality gas or >= 50% by volume PUC quality gas). Permittee shall maintain supporting records that demonstrate the type of fuel combusted. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
65. A source test to demonstrate compliance with NO_x and CO emission limits shall be performed within 60 days of startup of this unit. The NO_x limit in effect at the time of the startup source testing will be determined based on the volume and type of fuel combusted (>= 50% PUC quality or < 50% PUC quality gas) and shall be identified in the source test protocol. Whenever the fuel type is switched from the fuel type combusted during the initial startup of this unit, compliance source testing for NO_x and CO shall be conducted within 90 days of the date the fuel type is switched. [District Rules 2201 and 4320]
66. Source testing is required at least once every twelve (12) months from the initial source test date of each fuel type (>= 50% PUC quality gas or < 50% PUC quality gas). After an initial compliance demonstration with the NO_x and CO emission limits for each fuel type on two (2) consecutive source tests, the unit shall be tested not less than once every thirty-six (36) months from the last test date for that fuel type. Testing shall not be required for any fuel type not in use during the 36 month period until such time the fuel type is switched, after which testing shall be performed within 90 days of switching fuel types. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit
67. Compliance source testing after switching fuel types is not required if the unit continues to demonstrate compliance with 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas. In which case, source testing shall only be required every thirty-six (36) months for the less than 50% by PUC quality gas. If the result of a source test demonstrates that the unit does not meet 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas, the source test frequency shall revert to at least one test every 36 months for each fuel type. [District Rules 2201 and 4320, 6.3.1] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

68. Permittee shall maintain daily records of total combined volume of fuel gas and vapor recovery gas burned, the dates of any fuel type switching, the monthly NOx and CO emissions limit determinations, the sulfur content and higher heat value as determined by periodic analytical testing or fuel supplier invoices/certifications, and permit number(s) of systems providing gas for incineration. [District Rule 2201, 2520, 4320] Federally Enforceable Through Title V Permit
69. The following test methods shall be used: NOx (ppmv) - EPA Method 7E or ARB Method 100, NOx (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, SOx (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 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
70. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
71. SOx emissions shall be reduced by 95% or to 9 ppmvd SOx @ 3% O2. [District Rule 2201] Federally Enforceable Through Title V Permit
72. Source testing to measure NOx and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT
DRAFT

PERMIT NO: S-1128-36-26

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 26 TOWNSHIP: 32S RANGE: 23E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 62.5 MMBTU/HR NATURAL GAS/VAPOR RECOVERY GAS-FIRED STEAM GENERATOR WITH A NORTH AMERICAN MODEL MAGNA-FLAME GLE ULTRA-LOW NOX BURNER AND WITH DEDICATED SO2 SCRUBBER AND FLUE GAS RECIRCULATION (CUSA ID #50-3-26C); REDUCE SOX BY 95% BY WEIGHT VIA SCRUBBING OR TO AN OUTLET CONCENTRATION NOT EXCEEDING 9 PPMVD @ 3% O2 ALL FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
4. No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101] Federally Enforceable Through Title V Permit
5. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU **MUST** NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

S-1128-36-26 : Apr 10 2010 4:42PM - RINALDIR : Joint Inspection NOT Required

6. Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit
7. Steam generator firebox convection section, scrubber bypass valve, and all flue gas ductwork shall be maintained with no detectable leaks. [District NSR Rule] Federally Enforceable Through Title V Permit
8. Scrubber recirculation liquid pH shall be maintained only by the addition of caustic unless prior approval for an alternative pH maintenance method is received from the District. [District NSR Rule] Federally Enforceable Through Title V Permit
9. Scrubber liquor pH shall be maintained between 6 and 8 and shall be continuously monitored and recorded during operation of this unit. [District NSR Rule and District Rule 2520, 9.4.1] Federally Enforceable Through Title V Permit
10. Scrubber mist eliminator shall be properly cleaned and maintained per the recommendations of the manufacturer. Each occurrence of the cleaning and maintenance shall be recorded. [District NSR Rule and District Rule 2520, 9.4.1] Federally Enforceable Through Title V Permit
11. Scrubber recirculation liquor liquid to gas ratio shall be maintained at no less than 8.0 gpm/1000 acfm. The scrubber recirculation liquor liquid to gas ratio shall be recorded on a weekly basis. [District NSR Rule and District Rule 2520, 9.4.1] Federally Enforceable Through Title V Permit
12. Testing for vapor recovery gas sulfur content shall be conducted no less than monthly. [District NSR Rule] Federally Enforceable Through Title V Permit
13. Emissions from the steam generator shall not exceed any of the following limits: 0.324 lb-SO_x/MMBtu, 0.037 lb-PM₁₀/MMBtu, or 0.003 lb-VOC/MMBtu. [District Rules 2201 & 4320] Federally Enforceable Through Title V Permit
14. Except during start-up and shutdown periods emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO_x @ 3% O₂ or 0.0182 lb-NO_x/MMBtu or 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District NSR Rule, and District Rules 4301, 5.2, 4305, 5.1, 4306, 5.1, 4320 and 4351, 5.1] Federally Enforceable Through Title V Permit
15. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District NSR Rule] Federally Enforceable Through Title V Permit
16. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
17. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit
18. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54.0 lb-NO_x/day, 9,965 lb-NO_x/yr, 56.3 lb-CO/day, and 20,531 lb-CO/yr. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
19. Source testing to measure natural gas-combustion NO_x and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District NSR Rule and District Rules 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
20. Whenever the unit is switched to scrubbed operation, compliance source testing for SO_x shall be conducted within 60 days of initial scrubbing date unless source testing has occurred within the previous 12 months. [District NSR Rule] Federally Enforceable Through Title V Permit

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21. 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. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. 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 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
22. 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
23. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
24. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the fuel gas being fired in the steam generator shall be determined using ASTM D 1072, D 3031, D 4084, D 3246, double GC for H₂S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
25. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
26. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
27. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
28. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
29. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
30. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
31. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
32. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit

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33. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
34. 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, 5.5.5 and 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
35. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
36. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
37. Permittee shall maintain daily records of volume of natural gas burned and vapor recovery system gas incinerated. [District NSR Rule] Federally Enforceable Through Title V Permit
38. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit 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 non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
39. Records of the scrubber liquor pH, occurrences of the cleaning and maintenance of the scrubber mist eliminator, and the scrubber liquid-to-gas ratio shall be maintained. The records shall include identification of the equipment, date of inspection, corrective action taken, and identification of the individual performing the inspection. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
40. 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, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
41. {584} Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements of SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
42. {468} The requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
43. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this permit shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
44. The Regional Administrator shall be notified by telephone within 48 hours following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner which results in an increase in emissions above any allowable emissions limit stated in the conditions below. In addition, the Regional Administrator shall be notified in writing within 15 days of any such failure. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
45. This notification shall include a description of the malfunctioning equipment or abnormal operation, the date of initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the conditions below, and the methods utilized to restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 77-29] Federally Enforceable Through Title V Permit

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46. The owner and operator of the proposed project shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR 52, 60 and 61 and all other applicable Federal, State and local regulations. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
47. Annual source testing shall be performed on one vapor recovery system consisting of 32 wells and on a second vapor recovery system on 3 wells to establish the efficiency of the vapor recovery system. The efficiency the 3-well system. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
48. Permittee shall operate and maintain operable scrubbers on the equipment designated below: (2) 50 MMBtu/hr steam generators and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E, M.D.B. & M., Kern County, CA. (One of the 50 MMBtu/hr units is to be scrubbed for offset purposes.) Exhaust gases from the above units shall be ducted through operating scrubbers. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
49. Permittee shall not discharge into the atmosphere SO₂ in excess of 0.13 lb/MMBtu (maximum 2-hour average) for the steam generators designated in condition 38. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
50. Permittee shall operate, and maintain operable excess oxygen control equipment on the units designated below: (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E, M.D.B. & M., Kern County, CA. The concentration of excess oxygen in the exhaust gases shall not exceed 3% for the above units on a 24-hour average basis. The excess oxygen level shall be recorded continuously in a permanent record and shall be available for periodic inspection by USEPA. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
51. Permittee shall not discharge into the atmosphere NO_x in excess of 0.50 lb/MMBtu (maximum 2-hour average) for the 50 MMBtu/hr steam generator and 0.57 lb/MMBtu (maximum 2-hour average) for the 22 MMBtu/hr steam generators designated in condition 40. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
52. At such times as specified by the USEPA, permittee shall conduct performance tests for SO₂ and NO_x, and furnish the District and the USEPA a written report of the results of such tests. The tests for SO₂ and NO_x shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
53. The performance tests shall be conducted for the equipment designated below: for SO₂ the units designated in condition 38; for NO_x the units designated in condition 40. Performance tests for the emissions of SO₂ and NO_x shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources on the equipment named above. The USEPA shall be notified in writing at least 30 days in advance of such test to allow time for an observer to be present and to allow time for development of an approvable performance test plan. Such prior approval will minimize the possibility of USEPA rejection of test results for procedural deficiencies. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
54. All correspondence as required by this permit shall be forwarded to: a) Director, Enforcement Div (Attn: E-5), EPA Region IX, 75 Hawthorne Street, San Francisco, CA, 94105; b) Chief, Stationary Source Control Division, California Air Resource Board, P.O. Box 2815, Sacramento, CA, 95814; and c) Director, SJVUAPCD, 1990 East Gettysburg, Fresno, CA, 93726. [PSD SJ 77-29] Federally Enforceable Through Title V Permit
55. {4194} Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NO_x emissions from this unit for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the unit is permanently removed from service in the District or the operator demonstrates compliance with the applicable NO_x emission limit listed in Rule 4320. [District Rule 4320]
56. {4253} Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such 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 and Rule 4320]
57. On and after July 1, 2011, the permittee shall submit an analysis showing the fuel's sulfur content at least once every year. Valid purchase contracts, supplier certifications, tariff sheets, or transportation contracts may be used to satisfy this requirement, provided they establish the fuel parameters mentioned above. [District Rule 4320]
58. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

59. 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 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
60. SO_x emissions shall be reduced by 95% or to 9 ppmvd SO_x @ 3% O₂. [District Rule 2201] Federally Enforceable Through Title V Permit

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT

PERMIT NO: S-1128-44-8

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 26 **TOWNSHIP:** 32S **RANGE:** 23E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 27.5 MMBTU/HR NATURAL GAS-FIRED STEAM GENERATOR (SN 22-3) WITH NORTH AMERICAN GLE MAGNA-FLAME ULTRA LOW NOX BURNER: INSTALL FLUE GAS RECIRCULATION, LOWER NOX LIMIT TO 9 PPMV @ 3% O2 (0.011 LB/MM BTU) OR 12 PPMV @ 3% O2 (0.014 LB/MM BTU) AND RESTATE SOX LIMITS EXPRESSED AS 0.75 GR S/100 SCF TO 0.00285 LB/MMBTU ALL FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. This Authority to Construct shall be implemented according to the date proposed in the District approved Rule 4320 Emission Control Plan. [District Rule 4306, 6.4 and 4320] Federally Enforceable Through Title V Permit
4. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
5. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]
6. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

S-1128-44-8 : Apr 10 2010 4:42PM - RINALDIR : Joint Inspection NOT Required

7. {2417} Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit
8. 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]
9. Fuel H₂S, total sulfur, and methane content shall be determined semi-annually using the following test methods H₂S: ASTM D6228; total sulfur: ASTM D1072; ASTM D3246, double GC for H₂S and mercaptans or ASTM D6228; and methane content: ASTM D1945. [District Rule 4320]
10. In months when PUC quality gas is burned, the permittee shall maintain records on a calendar month basis of the volume of PUC quality natural gas and the total gas fired in this unit. Permittee shall keep monthly records of the percentage by volume of PUC quality gas fired and indicate if the volume of PUC quality gas fired is less than 50% or greater than or equal to 50%. [District Rule 4320]
11. Emissions from the steam generator shall not exceed any of the following limits: 0.00285 lb-SO_x/MMBtu, 0.0076 lb-PM₁₀/MMBtu, or 0.0055 lb-VOC/MMBtu. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
12. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when this unit is burning 50% or greater by volume PUC quality gas on a monthly average basis: 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
13. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when the unit is burning less than 50% by volume PUC quality gas on a monthly average basis: 12 ppmvd NO_x @ 3% O₂ or 0.014 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
14. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
15. During the initial "shakedown" period emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO_x @ 3% O₂ or 0.0182 lb-NO_x/MMBtu, 0.00285 lb-SO_x/MMBtu, 0.0076 lb-PM₁₀/MMBtu, 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu, or 0.0055 lb-VOC/MMBtu. [District Rules 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1, 4320 and 4351, 5.1] Federally Enforceable Through Title V Permit
16. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO_x emission rate shall not exceed 15 ppmvd @ 3% O₂ or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
17. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320]
18. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25 and 3.22] Federally Enforceable Through Title V Permit
19. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 23.8 lb-NO_x/day, 3,373 lb-NO_x/yr, 55.4 lb-CO/day, and 9,034 lb-CO/yr. [District Rule 2201] Federally Enforceable Through Title V Permit

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20. Source testing to measure natural gas-combustion NOx and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rules 2201, 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
21. Source testing to measure natural gas-combustion NOx and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. 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 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
22. 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
23. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
24. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the natural gas being fired in the engine shall be determined using ASTM D 1072, D 3031, D 4084, D 3246, double GC for H2S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
25. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
26. The permittee shall monitor and record the stack concentration of NOx, 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
27. If either the NOx 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
28. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
29. NOx emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
30. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

31. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
32. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
33. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
34. 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, 5.5.5, 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
35. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
36. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
37. Permittee shall maintain daily records of volume of natural gas burned and vapor recovery system gas incinerated. [District NSR Rule] Federally Enforceable Through Title V Permit
38. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit 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 non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
39. 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, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
40. Permittee shall submit an analysis to the District demonstrating compliance with the fuel sulfur content and higher heating value within 60 days of startup and at least once every 12 months. The sulfur content and higher heating value of the fuel shall be determined using the test methods referenced in this permit or certified by a third party fuel supplier. [District Rule 2520, 9.3.2 and 4320 6.2.1] Federally Enforceable Through Title V Permit
41. The applicable NO_x and CO emissions concentration for each month shall be determined based on the volume and type of fuel combusted in the unit (< 50% by volume PUC quality gas or >= 50% by volume PUC quality gas). Permittee shall maintain supporting records that demonstrate the type of fuel combusted. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
42. A source test to demonstrate compliance with NO_x and CO emission limits shall be performed within 60 days of startup of this unit. The NO_x limit in effect at the time of the startup source testing will be determined based on the volume and type of fuel combusted (>= 50% PUC quality or < 50% PUC quality gas) and shall be identified in the source test protocol. Whenever the fuel type is switched from the fuel type combusted during the initial startup of this unit, compliance source testing for NO_x and CO shall be conducted within 90 days of the date the fuel type is switched. [District Rules 2201 and 4320]
43. Source testing is required at least once every twelve (12) months from the initial source test date of each fuel type (>= 50% PUC quality gas or < 50% PUC quality gas). After an initial compliance demonstration with the NO_x and CO emission limits for each fuel type on two (2) consecutive source tests, the unit shall be tested not less than once every thirty-six (36) months from the last test date for that fuel type. Testing shall not be required for any fuel type not in use during the 36 month period until such time the fuel type is switched, after which testing shall be performed within 90 days of switching fuel types. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

44. Compliance source testing after switching fuel types is not required if the unit continues to demonstrate compliance with 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas. In which case, source testing shall only be required every thirty-six(36) months for the less than 50% by volume PUC quality gas. If the result of a source test demonstrates that the unit does not meet 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas, the source test frequency shall revert to at least one test every 36 months for each fuel type. [District Rules 2201 and 4320, 6.3.1] Federally Enforceable Through Title V Permit
45. Permittee shall maintain daily records of total combined volume of fuel gas and vapor recovery gas burned, the dates of any fuel type switching, the monthly NO_x and CO emissions limit determinations, the sulfur content and higher heat value as determined by periodic analytical testing or fuel supplier invoices/certifications, and permit number(s) of systems providing gas for incineration. [District Rule 2201, 2520, 4320] Federally Enforceable Through Title V Permit
46. 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 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
47. This ATC shall be implemented concurrently with or subsequent to ATC S-1141-44-9. [District Rule 2201] Federally Enforceable Through Title V Permit

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT
DRAFT

PERMIT NO: S-1128-44-9

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 26 **TOWNSHIP:** 32S **RANGE:** 23E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 27.5 MMBTU/HR NATURAL GAS-FIRED STEAM GENERATOR (SN 22-3): INSTALL NORTH AMERICAN GLE MAGNA-FLAME ULTRA LOW NOX BURNER: RESTATE SOX LIMITS EXPRESSED AS 0.75 GR S/100 SCF TO 0.00285 LB/MMBTU ALL FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. This Authority to Construct shall be implemented according to the date proposed in the District approved Rule 4320 Emission Control Plan. [District Rule 4306, 6.4 and 4320] Federally Enforceable Through Title V Permit
4. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
5. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]
6. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

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DAVID WARNER, Director of Permit Services

S-1128-44-9 : Apr 10 2010 4:42PM - RINALDIR : Joint Inspection NOT Required

7. {2417} Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit
8. Emissions from the steam generator shall not exceed any of the following limits: 0.00285 lb-SO_x/MMBtu, 0.0076 lb-PM₁₀/MMBtu, or 0.0055 lb-VOC/MMBtu. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
9. Except during start-up and shutdown periods emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO_x @ 3% O₂ or 0.0182 lb-NO_x/MMBtu or 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1, 4320 and 4351, 5.1] Federally Enforceable Through Title V Permit
10. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
11. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320]
12. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25 and 3.22] Federally Enforceable Through Title V Permit
13. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 23.8 lb-NO_x/day, 4,384 lb-NO_x/yr, 55.4 lb-CO/day, and 9,034 lb-CO/yr. [District Rule 2201] Federally Enforceable Through Title V Permit
14. Source testing to measure natural gas-combustion NO_x and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rules 2201, 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
15. 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. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. 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 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
16. 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
17. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
18. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the natural gas being fired in the engine shall be determined using ASTM D 1072, D 3031, D 4084, D 3246, double GC for H₂S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
19. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

20. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
21. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
22. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
23. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
24. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
25. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
26. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
27. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
28. 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, 5.5.5, 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
29. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
30. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
31. Permittee shall maintain daily records of volume of natural gas burned and vapor recovery system gas incinerated. [District NSR Rule] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

32. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit 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 non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
33. 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 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. 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, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT

PERMIT NO: S-1128-45-10

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 26 **TOWNSHIP:** 32S **RANGE:** 23E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 27.5 MMBTU/HR NATURAL GAS-FIRED STEAM GENERATOR (SN 22-4) WITH A NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER: INSTALL FLUE GAS RECIRCULATION, LOWER NOX LIMIT TO 9 PPMV@ 3% O2 (0.011 LB/MM BTU) OR 12 PPMV @ 3% O2 (0.014 LB/MM BTU) AND RESTATE SOX LIMITS EXPRESSED AS 0.75 GR S/100 SCF TO 0.00285 LB/MMBTU ALL FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. This Authority to Construct shall be implemented according to the date proposed in the District approved Rule 4320 Emission Control Plan. [District Rule 4306, 6.4 and 4320] Federally Enforceable Through Title V Permit
4. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
5. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]
6. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

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DAVID WARNER, Director of Permit Services

S-1128-45-10 : Apr 10 2010 4:42PM - RINALDIR : Joint Inspection NOT Required

7. {2417} Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit
8. In months when PUC quality gas is burned, the permittee shall maintain records on a calendar month basis of the volume of PUC quality natural gas and the total gas fired in this unit. Permittee shall keep monthly records of the percentage by volume of PUC quality gas fired and indicate if the volume of PUC quality gas fired is less than 50% or greater than or equal to 50%. [District Rule 4320]
9. Emissions from the steam generator shall not exceed any of the following limits: 0.00285 lb-SO_x/MMBtu, 0.0076 lb-PM₁₀/MMBtu, or 0.0055 lb-VOC/MMBtu. [District Rule 2201 & 4320] Federally Enforceable Through Title V Permit
10. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when this unit is burning 50% or greater by volume PUC quality gas on a monthly average basis: 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
11. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when the unit is burning less than 50% by volume PUC quality gas on a monthly average basis: 12 ppmvd NO_x @ 3% O₂ or 0.014 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
12. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
13. During the initial "shakedown" period emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO_x @ 3% O₂ or 0.0182 lb-NO_x/MMBtu, 0.00285 lb-SO_x/MMBtu, 0.0076 lb-PM₁₀/MMBtu, 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu, or 0.0055 lb-VOC/MMBtu. [District Rules 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1, 4320 and 4351, 5.1] Federally Enforceable Through Title V Permit
14. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO_x emission rate shall not exceed 15 ppmvd @ 3% O₂ or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
15. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320]
16. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit
17. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 23.8 lb-NO_x/day, 3,373 lb-NO_x/yr, 55.4 lb-CO/day, and 9,034 lb-CO/yr. [District Rule 2201] Federally Enforceable Through Title V Permit
18. Source testing to measure natural gas-combustion NO_x and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rules 2201, 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

19. 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. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. 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 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
20. 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
21. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
22. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the natural gas being fired in the engine shall be determined using ASTM D 1072, D 3031, D 4084, D 3246, double GC for H₂S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
23. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
24. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
25. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
26. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
27. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
28. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
29. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2 and 4306, 6.2] Federally Enforceable Through Title V Permit
30. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

31. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
32. 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, 5.5.5, 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
33. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
34. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
35. Permittee shall maintain daily records of volume of natural gas burned and vapor recovery system gas incinerated. [District NSR Rule] Federally Enforceable Through Title V Permit
36. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit 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 non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
37. 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, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
38. Permittee shall submit an analysis to the District demonstrating compliance with the fuel sulfur content and higher heating value within 60 days of startup and at least once every 12 months. The sulfur content and higher heating value of the fuel shall be determined using the test methods referenced in this permit or certified by a third party fuel supplier. [District Rule 2520, 9.3.2 and 4320 6.2.1] Federally Enforceable Through Title V Permit
39. The applicable NO_x and CO emissions concentration for each month shall be determined based on the volume and type of fuel combusted in the unit (< 50% by volume PUC quality gas or >= 50% by volume PUC quality gas). Permittee shall maintain supporting records that demonstrate the type of fuel combusted. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
40. A source test to demonstrate compliance with NO_x and CO emission limits shall be performed within 60 days of startup of this unit. The NO_x limit in effect at the time of the startup source testing will be determined based on the volume and type of fuel combusted (>= 50% PUC quality or < 50% PUC quality gas) and shall be identified in the source test protocol. Whenever the fuel type is switched from the fuel type combusted during the initial startup of this unit, compliance source testing for NO_x and CO shall be conducted within 90 days of the date the fuel type is switched. [District Rules 2201 and 4320]
41. Source testing is required at least once every twelve (12) months from the initial source test date of each fuel type (>= 50% PUC quality gas or < 50% PUC quality gas). After an initial compliance demonstration with the NO_x and CO emission limits for each fuel type on two (2) consecutive source tests, the unit shall be tested not less than once every thirty-six (36) months from the last test date for that fuel type. Testing shall not be required for any fuel type not in use during the 36 month period until such time the fuel type is switched, after which testing shall be performed within 90 days of switching fuel types. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

42. Compliance source testing after switching fuel types is not required if the unit continues to demonstrate compliance with 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas. In which case, source testing shall only be required every thirty-six(36) months for the less than 50% by PUC quality gas. If the result of a source test demonstrates that the unit does not meet 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas, the source test frequency shall revert to at least one test every 36 months for each fuel type. [District Rules 2201 and 4320, 6.3.1] Federally Enforceable Through Title V Permit
43. Permittee shall maintain daily records of total combined volume of fuel gas and vapor recovery gas burned, the dates of any fuel type switching, the monthly NO_x and CO emissions limit determinations, the sulfur content and higher heat value as determined by periodic analytical testing or fuel supplier invoices/certifications, and permit number(s) of systems providing gas for incineration. [District Rule 2201, 2520, 4320] Federally Enforceable Through Title V Permit
44. 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 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
45. This ATC shall be implemented concurrently with or subsequent to ATC S-1128-45-6. [District Rule 2201] Federally Enforceable Through Title V Permit

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT

PERMIT NO: S-1128-45-11

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 26 **TOWNSHIP:** 32S **RANGE:** 23E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 27.5 MMBTU/HR NATURAL GAS-FIRED STEAM GENERATOR (SN 22-4) WITH A NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER: RESTATE SOX LIMITS EXPRESSED AS 0.75 GR S/100 SCF TO 0.00285 LB/MMBTU FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. This Authority to Construct shall be implemented according to the date proposed in the District approved Rule 4320 Emission Control Plan. [District Rule 4306, 6.4 and 4320] Federally Enforceable Through Title V Permit
4. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
5. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]
6. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

S-1128-45-11 : Apr 10 2010 4:43PM - RINALDIR : Joint Inspection NOT Required

7. {2417} Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit
8. Emissions from the steam generator shall not exceed any of the following limits: 0.00285 lb-SO_x/MMBtu, 0.0076 lb-PM₁₀/MMBtu, or 0.0055 lb-VOC/MMBtu. [District Rule 2201 & 4320] Federally Enforceable Through Title V Permit
9. Except during start-up and shutdown periods emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO_x @ 3% O₂ or 0.0182 lb-NO_x/MMBtu or 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1, 4320 and 4351, 5.1] Federally Enforceable Through Title V Permit
10. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
11. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320]
12. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit
13. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 23.8 lb-NO_x/day, 4,384 lb-NO_x/yr, 55.4 lb-CO/day, and 9,034 lb-CO/yr. [District Rule 2201] Federally Enforceable Through Title V Permit
14. Source testing to measure natural gas-combustion NO_x and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rules 2201, 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
15. 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. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. 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 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
16. 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
17. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
18. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the natural gas being fired in the engine shall be determined using ASTM D 1072, D 3031, D 4084, D 3246, double GC for H₂S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
19. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

20. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
21. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
22. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
23. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
24. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
25. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2 and 4306, 6.2] Federally Enforceable Through Title V Permit
26. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
27. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
28. 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, 5.5.5, 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
29. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
30. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
31. Permittee shall maintain daily records of volume of natural gas burned and vapor recovery system gas incinerated. [District NSR Rule] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

32. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit 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 non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
33. 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, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
34. 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 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
35. This ATC shall be implemented concurrently with or subsequent to ATC S-1128-45-6. [District Rule 2201] Federally Enforceable Through Title V Permit

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT
DRAFT

PERMIT NO: S-1128-47-8

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 25 **TOWNSHIP:** 32S **RANGE:** 23E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 25.2 MMBTU/HR STEAM GENERATOR WITH NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER: INSTALL FLUE GAS RECIRCULATION, LOWER NOX LIMIT TO 9 PPMV@ 3% O2 (0.011 LB/MM BTU) OR 12 PPMV @ 3% O2 (0.014 LB/MM BTU) AND RESTATE SOX LIMITS EXPRESSED AS 0.75 GR S/100 SCF TO 0.00285 LB/MMBTU ALL FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. This Authority to Construct shall be implemented according to the date proposed in the District approved Rule 4320 Emission Control Plan. [District Rule 4306, 6.4 and 4320] Federally Enforceable Through Title V Permit
4. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
5. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]
6. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

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DAVID WARNER, Director of Permit Services

S-1128-47-8 : Apr 10 2010 4:43PM - RINALDIR : Joint Inspection NOT Required

7. {2417} Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit
8. 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]
9. Fuel H₂S, total sulfur, and methane content shall be determined semi-annually using the following test methods H₂S: ASTM D6228; total sulfur: ASTM D1072; ASTM D3246, double GC for H₂S and mercaptans or ASTM D6228; and methane content: ASTM D1945. [District Rule 4320]
10. In months when PUC quality gas is burned, the permittee shall maintain records on a calendar month basis of the volume of PUC quality natural gas and the total gas fired in this unit. Permittee shall keep monthly records of the percentage by volume of PUC quality gas fired and indicate if the volume of PUC quality gas fired is less than 50% or greater than or equal to 50%. [District Rule 4320]
11. Emissions from the steam generator shall not exceed any of the following limits: 0.00285 lb-SO_x/MMBtu, 0.0076 lb-PM₁₀/MMBtu, or 0.0055 lb-VOC/MMBtu. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
12. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when this unit is burning 50% or greater by volume PUC quality gas on a monthly average basis: 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
13. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when the unit is burning less than 50% by volume PUC quality gas on a monthly average basis: 12 ppmvd NO_x @ 3% O₂ or 0.014 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
14. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
15. During the initial "shakedown" period emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO_x @ 3% O₂ or 0.0182 lb-NO_x/MMBtu, 0.00285 lb-SO_x/MMBtu, 0.0076 lb-PM₁₀/MMBtu, 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu, or 0.0055 lb-VOC/MMBtu. [District Rules 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1, and 4351, 5.1] Federally Enforceable Through Title V Permit
16. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO_x emission rate shall not exceed 15 ppmvd @ 3% O₂ or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
17. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6 and 4306, 5.3]
18. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit
19. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 21.8 lb-NO_x/day, 3,127 lb-NO_x/yr, 50.8 lb-CO/day, and 8,278 lb-CO/yr. [District Rule 2201] Federally Enforceable Through Title V Permit

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20. Source testing to measure natural gas-combustion NOx and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rules 2201, 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
21. Source testing to measure natural gas-combustion NOx and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. 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 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
22. 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
23. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
24. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the natural gas being fired in the engine shall be determined using ASTM D 1072, D 3031, D 4084, D 3246, double GC for H2S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
25. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
26. The permittee shall monitor and record the stack concentration of NOx, 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
27. If either the NOx 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
28. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
29. NOx emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
30. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

31. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2 and 4306, 6.2] Federally Enforceable Through Title V Permit
32. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
33. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
34. 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, 5.5.5 and 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
35. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
36. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
37. Permittee shall maintain daily records of volume of natural gas burned and vapor recovery system gas incinerated. [District NSR Rule] Federally Enforceable Through Title V Permit
38. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit 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 non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
39. Permittee shall submit an analysis to the District demonstrating compliance with the fuel sulfur content and higher heating value within 60 days of startup and at least once every 12 months. The sulfur content and higher heating value of the fuel shall be determined using the test methods referenced in this permit or certified by a third party fuel supplier. [District Rule 2520, 9.3.2 and 4320 6.2.1] Federally Enforceable Through Title V Permit
40. The applicable NO_x and CO emissions concentration for each month shall be determined based on the volume and type of fuel combusted in the unit (< 50% by volume PUC quality gas or >= 50% by volume PUC quality gas). Permittee shall maintain supporting records that demonstrate the type of fuel combusted. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
41. A source test to demonstrate compliance with NO_x and CO emission limits shall be performed within 60 days of startup of this unit. The NO_x limit in effect at the time of the startup source testing will be determined based on the volume and type of fuel combusted (>= 50% PUC quality or < 50% PUC quality gas) and shall be identified in the source test protocol. Whenever the fuel type is switched from the fuel type combusted during the initial startup of this unit, compliance source testing for NO_x and CO shall be conducted within 90 days of the date the fuel type is switched. [District Rules 2201 and 4320]
42. Source testing is required at least once every twelve (12) months from the initial source test date of each fuel type (>= 50% PUC quality gas or < 50% PUC quality gas). After an initial compliance demonstration with the NO_x and CO emission limits for each fuel type on two (2) consecutive source tests, the unit shall be tested not less than once every thirty-six (36) months from the last test date for that fuel type. Testing shall not be required for any fuel type not in use during the 36 month period until such time the fuel type is switched, after which testing shall be performed within 90 days of switching fuel types. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

43. Compliance source testing after switching fuel types is not required if the unit continues to demonstrate compliance with 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas. In which case, source testing shall only be required every thirty-six(36) months for the less than 50% by PUC quality gas. If the result of a source test demonstrates that the unit does not meet 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu while firing on less than 50% by volume PUC quality gas, the source test frequency shall revert to at least one test every 36 months for each fuel type. [District Rules 2201 and 4320, 6.3.1] Federally Enforceable Through Title V Permit
44. Permittee shall maintain daily records of total combined volume of fuel gas and vapor recovery gas burned, the dates of any fuel type switching, the monthly NO_x and CO emissions limit determinations, the sulfur content and higher heat value as determined by periodic analytical testing or fuel supplier invoices/certifications, and permit number(s) of systems providing gas for incineration. [District Rule 2201, 2520, 4320] Federally Enforceable Through Title V Permit
45. 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 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
46. 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, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
47. This ATC shall be implemented concurrently with or subsequent to ATC S-1128-47-4. [District Rule 2201] Federally Enforceable Through Title V Permit

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

DRAFT
ISSUANCE DATE: DRAFT

PERMIT NO: S-1128-47-9

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 25 TOWNSHIP: 32S RANGE: 23E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 25.2 MMBTU/HR STEAM GENERATOR WITH NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER: RESTATE SOX LIMITS EXPRESSED AS 0.75 GR S/100 SCF TO 0.00285 LB/MMBTU FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. This Authority to Construct shall be implemented according to the date proposed in the District approved Rule 4320 Emission Control Plan. [District Rule 4306, 6.4 and 4320] Federally Enforceable Through Title V Permit
4. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
5. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]
6. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

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DAVID WARNER, Director of Permit Services

S-1128-47-9: Apr 10 2010 4:43PM - RINALDIR : Joint Inspection NOT Required

7. {2417} Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit
8. Emissions from the steam generator shall not exceed any of the following limits: 0.00285 lb-SO_x/MMBtu, 0.0076 lb-PM₁₀/MMBtu, or 0.0055 lb-VOC/MMBtu. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
9. Except during start-up and shutdown periods emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO_x @ 3% O₂ or 0.0182 lb-NO_x/MMBtu or 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1, 4320 and 4351, 5.1] Federally Enforceable Through Title V Permit
10. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO_x/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
11. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6 and 4306, 5.3]
12. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit
13. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 21.8 lb-NO_x/day, 4,018 lb-NO_x/yr, 50.8 lb-CO/day, and 8,278 lb-CO/yr. [District Rule 2201] Federally Enforceable Through Title V Permit
14. Source testing to measure natural gas-combustion NO_x and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rules 2201, 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
15. 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. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. 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 4305, 6.3.1, 4306, 6.3.1, 4320 and 4351, 6.3.1] Federally Enforceable Through Title V Permit
16. 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
17. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
18. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the natural gas being fired in the engine shall be determined using ASTM D 1072, D 3031, D 4084, D 3246, double GC for H₂S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
19. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

20. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
21. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
22. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
23. NO_x emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
24. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
25. Stack gas oxygen (O₂) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2 and 4306, 6.2] Federally Enforceable Through Title V Permit
26. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
27. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
28. 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, 5.5.5 and 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
29. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
30. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
31. Permittee shall maintain daily records of volume of natural gas burned and vapor recovery system gas incinerated. [District NSR Rule] Federally Enforceable Through Title V Permit

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CONDITIONS CONTINUE ON NEXT PAGE

32. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit 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 non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
33. 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 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. 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, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
35. This ATC shall be implemented concurrently with or subsequent to ATC S-1128-47-4. [District Rule 2201] Federally Enforceable Through Title V Permit

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San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

ISSUANCE DATE: DRAFT
DRAFT

PERMIT NO: S-1128-48-28

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

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY

SECTION: 26 **TOWNSHIP:** 32S **RANGE:** 23E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 62.5 MMBTU/HR NATURAL GAS/VAPOR RECOVERY GAS FIRED STEAM GENERATOR (CUSA ID# 50-4-26C) EQUIPPED WITH A NORTH AMERICAN MAGNAFLAME GLE ULTRA-LOW NOX BURNER WITH SO2 SCRUBBER AND FLUE GAS RECIRCULATION: LOWER NOX LIMIT TO 9 PPMV @ 3% O2 (0.011 LB/MM BTU) OR 12 PPMV @ 3% O2 (0.014 LB/MM BTU) AND REDUCE SOX EMISSIONS BY AT LEAST 95% OR LIMIT EXHAUST SO2 EMISSIONS TO 9 PPMV @ 3% O2 ALL FOR RULE 4320 COMPLIANCE

CONDITIONS

1. {1830} This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. {1831} Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
4. No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101] Federally Enforceable Through Title V Permit
5. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 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

S-1128-48-28 : Apr 10 2010 4:43PM - RINALDIR : Joint Inspection NOT Required

6. Steam generator firebox convection section, scrubber bypass valve, and all flue gas ductwork shall be maintained with no detectable leaks. [District NSR Rule] Federally Enforceable Through Title V Permit
7. Scrubber recirculation liquid pH shall be maintained only by the addition of caustic unless prior approval for an alternative pH maintenance method is received from the District. [District NSR Rule] Federally Enforceable Through Title V Permit
8. Scrubber liquor pH shall be maintained between 6 and 8, and shall be continuously monitored. [District NSR Rule] Federally Enforceable Through Title V Permit
9. Scrubber mist eliminator shall be properly cleaned and maintained. [District NSR Rule] Federally Enforceable Through Title V Permit
10. Scrubber recirculation liquor liquid to gas ratio shall be maintained at no less than 8.0 gpm/1000 acfm. [District NSR Rule] Federally Enforceable Through Title V Permit
11. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO₂. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rules 2520, 9.4.2 and 4301, 5.2.1] Federally Enforceable Through Title V Permit
12. 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 quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
13. When complying with SO_x emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6; or ARB Method 100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by double GC for H₂S and mercaptans performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
14. If the unit is fired on noncertified gaseous fuel and compliance with SO_x emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3246, D 4084, D 4468, D6667, or double GC for H₂S and mercaptans. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
15. 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; 4320 and 4351, 6.2.1] Federally Enforceable Through Title V Permit
16. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period (Kern County Rule 407). To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas; or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; 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 Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
17. Nitrogen oxide (NO_x) emissions shall not exceed 140 lb/hr, calculated as NO₂. [District Rules 4301, 5.2.2, 5.3, and 5.5 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
18. 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]

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19. Fuel H₂S, total sulfur, and methane content shall be determined semi-annually using the following test methods H₂S: ASTM D6228; total sulfur: ASTM D1072; ASTM D3246, double GC for H₂S and mercaptans or ASTM D6228; and methane content: ASTM D1945. [District Rule 4320]
20. In months when PUC quality gas is burned, the permittee shall maintain records on a calendar month basis of the volume of PUC quality natural gas and the total gas fired in this unit. Permittee shall keep monthly records of the percentage by volume of PUC quality gas fired and indicate if the volume of PUC quality gas fired is less than 50% or greater than or equal to 50%. [District Rule 4320]
21. Emissions from the steam generator shall not exceed any of the following limits: 0.324 lb-SO_x/MMBtu, 0.037 lb-PM₁₀/MMBtu, or 0.003 lb-VOC/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
22. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when this unit is burning 50% or greater by volume PUC quality gas on a monthly average basis: 9 ppmvd NO_x @ 3% O₂ or 0.011 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
23. Except during startup, shutdown and the shakedown period, emissions shall not exceed any of the following limits when the unit is burning less than 50% by volume PUC quality gas on a monthly average basis: 12 ppmvd NO_x @ 3% O₂ or 0.014 lb-NO_x/MMBtu and 51 ppmvd CO @ 3% O₂ or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 4305, 4306, 4320 and 4351] Federally Enforceable Through Title V Permit
24. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
25. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO_x emission rate shall not exceed 15 ppmvd @ 3% O₂ or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6 and 4306, 5.3] Federally Enforceable Through Title V Permit
26. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit
27. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54.0 lb-NO_x/day, 7,665 lb-NO_x/yr, 31.5 lb-CO/day, and 11,498 lb-CO/yr. [District Rule 2201] Federally Enforceable Through Title V Permit
28. Source testing to measure NO_x and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. 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 4305, 6.3.1, 4306, 6.3.1 and 4320] Federally Enforceable Through Title V Permit
29. 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
30. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
31. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested quarterly for sulfur content and higher heating value. If a fuel content test fails to show compliance, weekly testing is required until compliance is demonstrated for 8 consecutive weeks, after which quarterly testing may resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

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32. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
33. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
34. 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, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
35. 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 ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, stack gas velocities - EPA Method 2, stack gas moisture content - EPA Method 4, SO_x (lb/MMBtu) - EPA Method 6 or ARB Method 100 and EPA Method 19. [District Rules 1081, 4305 and 4320] Federally Enforceable Through Title V Permit
36. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
37. 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. 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. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
38. 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, 5.5.5 and 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
39. Source testing shall be conducted using the methods and procedures approved by the District. 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. [District Rule 1081] Federally Enforceable Through Title V Permit
40. 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, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
41. Whenever the unit is switched to scrubbed operation, compliance source testing for SO_x shall be conducted within 60 days of initial scrubbing date unless source testing has occurred within the previous 12 months. [District NSR Rule] Federally Enforceable Through Title V Permit
42. Testing for vapor recovery gas sulfur content shall be conducted no less than monthly. [District NSR Rule] Federally Enforceable Through Title V Permit

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43. The permittee shall keep daily records of the amount of natural gas and vapor recovery gas combusted, and the date and duration of scrubber operation, for a period of five years, and shall make records available for inspection upon request. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
44. 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, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
45. {533} Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
46. {468} The requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
47. {535} The requirements of SJVUAPCD Rule 4351 (Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
48. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this permit shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
49. The Regional Administrator shall be notified by telephone within 48 hours following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner which results in an increase in emissions above any allowable emissions limit stated in the conditions below. In addition, the Regional Administrator shall be notified in writing within 15 days of any such failure. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
50. This notification shall include a description of the malfunctioning equipment or abnormal operation, the date of initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the conditions below, and the methods utilized to restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
51. The owner and operator of the proposed project shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR 52, 60 and 61 and all other applicable Federal, State and local regulations. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
52. Permittee shall have installed a hydrocarbon vapor recovery system, having a collection efficiency of 85% on the following: (143) steam drive producing wells designated in this PSD permit, plus (16) existing steam drive producing wells located in Section 16, T30S, R22E, M.D.B. & M. This system shall be installed on existing wells prior to project start-up, and on new or modified wells before venting steam to the atmosphere. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
53. At such times as specified by the USEPA, permittee shall conduct performance tests for HC and furnish the District and the USEPA a written report of the results of such tests. The tests for HC shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
54. Performance tests shall be conducted for each vapor recovery system listed above in the Cymric and Taft areas. The USEPA shall be notified at least 30 days in advance of such test to allow an observer to be present. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
55. Permittee shall not discharge or cause the discharge of VOC into the atmosphere in excess of 50.6 lbs/day for each well in the system. [PSD SJ 77-31] Federally Enforceable Through Title V Permit

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56. Permittee shall operate and maintain operable scrubbers on the equipment designated below: (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. Exhaust gases from the above units shall be ducted through operating scrubbers. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
57. Permittee shall not discharge into the atmosphere SO₂ in excess of 0.145 lb/MMBtu (maximum 2-hour average) for the steam generators designated in the previous condition. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
58. Permittee shall operate, and maintain operable excess oxygen control equipment on the units designated below: (2) 22 MMBtu/hr steam generators to be located in Section 1, T11N, R24W; (5) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 2, T11N, R24W; (1) 50 MMBtu/hr steam generator to be located in Section 31, T12N, R23W; (3) 50 MMBtu/hr steam generators and (1) 22 MMBtu/hr steam generator to be located in Section 25, T32S, R23E; and (1) 50 MMBtu/hr steam generator and (2) 22 MMBtu/hr steam generators to be located in Section 26, T32S, R23E. The concentration of excess oxygen in the exhaust gases shall not exceed 3% for the above units on a 24-hour average basis. The excess oxygen level shall be recorded continuously in a permanent record and shall be available for periodic inspection by the USEPA. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
59. Permittee shall not discharge into the atmosphere NO_x in excess of 0.50 lb/MMBtu (maximum 2-hour average) for the 50 MMBtu/hr steam generators and 0.57 lb/MMBtu (maximum 2-hour average) for the 22 MMBtu/hr steam generators designated in the previous condition. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
60. At such times as specified by the USEPA, permittee shall conduct performance tests for SO₂ and NO_x, and furnish the District and the USEPA a written report of the results of such tests. The tests for SO₂ and NO_x shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
61. The performance tests shall be conducted for the equipment designated below: for SO₂ the units designated in condition 41; for NO_x the units designated in condition 43. Performance tests for the emissions of SO₂ and NO_x shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources on the equipment named above. The USEPA shall be notified in writing at least 30 days in advance of such test to allow time for an observer to be present and to allow time for development of an approvable performance test plan. Such prior approval will minimize the possibility of USEPA rejection of test results for procedural deficiencies. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
62. All correspondence as required by this permit shall be forwarded to: a) Director, Enforcement Div (Attn: A-5), EPA Region IX, 75 Hawthorne Street, San Francisco, CA, 94105; b) Chief, Stationary Source Control Division, California Air Resource Board, P.O. Box 2815, Sacramento, CA, 95814; and c) Director, SJVUAPCD, 1990 East Gettysburg, Fresno, CA, 93726. [PSD SJ 77-31] Federally Enforceable Through Title V Permit
63. 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 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
64. Permittee shall submit an analysis to the District demonstrating compliance with the fuel sulfur content and higher heating value within 60 days of startup and at least once every 12 months. The sulfur content and higher heating value of the fuel shall be determined using the test methods referenced in this permit or certified by a third party fuel supplier. [District Rule 2520, 9.3.2 and 4320 6.2.1] Federally Enforceable Through Title V Permit
65. The applicable NO_x and CO emissions concentration for each month shall be determined based on the volume and type of fuel combusted in the unit (< 50% by volume PUC quality gas or >= 50% by volume PUC quality gas). Permittee shall maintain supporting records that demonstrate the type of fuel combusted. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit

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