



DEC 19 2013

Christy Munn Salt Creek Oil, LLC. 6300 Seven Seas Avenue Bakersfield, CA 93308

Notice of Final Action - Authority to Construct

Facility Number: S-5576 **Project Number: S-1131829**

Dear Ms. Munn:

The Air Pollution Control Officer has issued the Authority to Construct permit to Salt Creek Oil, LLC. to modify the current NOx and CO emission limits for a steam generator, operating within Salt Creek's Kern County Heavy Western source. Enclosed are the Authority to Construct permit and a copy of the notice of final action to be published approximately three days from the date of this letter.

Notice of the District's preliminary decision to issue the Authority to Construct permit was published on 10/30/13. The District's analysis of the proposal was also sent to CARB on 10/25/23. No comments were received following the District's preliminary decision on this project.

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

Sincerely,

David Warner

Director of Permit Services

DW:WEJ/st

Enclosures

Mike Tollstrup, CARB (w/enclosure) via email CC:

Seyed Sadredin

Executive Director/Air Pollution Control Officer

Northern Region 480D Enterprise Way Modesto, CA 95356-8718 Tel: (209) 557-6400 FAX: (209) 557-6475

Central Region (Main Office) 1990 E. Gettysburg/Avenue Fresno, CA 93726-0244 Tel: (559) 230-6000 FAX: (559) 230-6061

Southern Region 34946 Flyover Court Bakersfield, CA 93308-9725 Tel: 681-392-5500 FAX: 661-392-5585





AUTHORITY TO CONSTRUCT

PERMIT NO: S-5576-1-6

ISSUANCE DATE: 12/06/2013

LEGAL OWNER OR OPERATOR: SALT CREEK OIL LLC

MAILING ADDRESS:

6300 SEVEN SEAS AVE BAKERSFIELD, CA 93308

LOCATION:

HEAVY OIL WESTERN

CA

SECTION: 15 TOWNSHIP: 31S

RANGE: 22E

EQUIPMENT DESCRIPTION:

MODIFICATION OF 25.2 MMBTU/HR NATURAL GAS-FIRED NATIONAL STEAM GENERATOR CHEROKEE #5 WITH FLUE GAS RECIRCULATION AND LONOX DIFFUSER MODEL SM00015 DIFFUSER PLATE: REDUCE NOX EMISSIONS LIMIT TO 9.0 PPMV, AND INCREASE THE CO LIMIT FOR COMPLIANCE WITH RULE 4320

CONDITIONS

- While dormant, the fuel line shall be physically disconnected from the unit. [District Rule 2080] 1.
- Permittee shall submit written notification to the District upon designating the unit as dormant or active. [District Rule 2080]
- While dormant, normal source testing shall not be required. [District Rule 2080] 3.
- Upon recommencing operation of this unit, normal source testing shall resume. [District Rule 2080] 4.
- Any source testing required by this permit shall be performed within 60 days of recommencing operation of this unit, regardless of whether the unit remains active or is again designated as dormant. [District Rule 2080]
- Records of all dates and times that this unit is designated as dormant or active, and copies of all corresponding notices to the District, shall be maintained, retained for a period of at least five years, and made available for District inspection upon request. [District Rule 1070]
- Steam generator is approved for operation at the following locations: Sections 20 and 21, T25S/R20E; Sections 14 and 15, T31S/R22E; and Section 24, T26S/R20E. [District Rule 2201]
- All equipment shall be maintained in good operating condition and shall be operated in a manner to minimize emissions of air contaminants into the atmosphere. [District Rule 2201]

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

WID WARNER, Director of Permit Services

- 23. If the unit is fired on natural gas, field gas, and propane, or any combination of these fuels, during any calendar year, additional source testing for NOx and CO emissions shall be performed for any fuel that is fired for more than 100 hours during that calendar year and has not been previously tested as a part of the facility's annual source testing requirement [District Rules 2201 and 4320]
- 24. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2201]
- 25. 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 6B; or Method 8; or, for units using gaseous fuel scrubbed for sulfur precombustion, a grab sample analysis by GC-FPD/TCD 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 2201]
- 26. If the unit is fired on noncertified gaseous fuel and compliance with SOx 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 GC-FPD/TCD performed in the laboratory. [District Rule 2201]
- 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 4306. [District Rules 4305 and 4306]
- 28. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305 and 4306]
- 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]
- 30. 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 ARB Method 100; Stack gas oxygen (O2) EPA Method 3 or 3A or ARB Method 100; stack gas velocities EPA Method 2; Stack gas moisture content EPA Method 4; SOx EPA Method 6C or 8 or ARB Method 100; fuel gas sulfur as H2S content EPA Method 11 or 15; and fuel hhv (MMBtu) ASTM D 1826 or D 1945 in conjunction with ASTM D 3588. [District Rules 4305, 4306 and 4320]
- 31. 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 and 4306]
- 32. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305 and 4306]
- 33. Stack gas oxygen (O2) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305 and 4306]
- 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 and 4306]
- 35. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305 and 4306]
- 36. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] CONDITIONS CONTINUE ON NEXT PAGE