MAY 27 2015

Kristopher Rickards
Chevron Pipe Line Company
P O Box 1392
Bakersfield, CA 93302

RE: Notice of Final Action - Authority to Construct
Facility Number: S-8595
Project Number: S-1144590

Dear Mr. Rickards:

The Air Pollution Control Officer has issued the Authority to Construct permit to Chevron Pipe Line Company for the installation of a 4.375 MMscf/hr emergency flare, at G & W site in Bakersfield, CA. 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 April 21, 2015. The District's analysis of the proposal was also sent to CARB on April 21, 2015. No comments were received following the District's preliminary decision on this project.

Also enclosed is an invoice for the engineering evaluation fees pursuant to District Rule 3010. Please remit the amount owed, along with a copy of the attached invoice, within 60 days.

Seyed Sadredin
Executive Director/Air Pollution Control Officer

Northern Region
4800 Enterprise Way
Modesto, CA 95356-8718
Tel: (209) 557-6400 FAX: (209) 557-6475

Central Region (Main Office)
1990 E. Gettysburg Avenue
Fresno, CA 93726-0244
Tel: (559) 230-6000 FAX: (559) 230-6081

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

www.valleyair.org www.healthyairliving.com
Thank you for your cooperation in this matter. If you have any questions, please contact Mr. Jim Swaney at (559) 230-6000.

Sincerely,

Arnaud Marjollet
Director of Permit Services

AM:TM

Enclosures

cc: Mike Tollstrup, CARB (w/enclosure) via email
AUTHORITY TO CONSTRUCT (ATC)

QUICK START GUIDE

1. Pay Invoice. Please pay enclosed invoice before due date.

2. Fully Understand ATC. Make sure you understand ALL conditions in the ATC prior to construction, modification and/or operation.

3. Follow ATC. You must construct, modify and/or operate your equipment as specified on the ATC. Any unspecified changes may require a new ATC.

4. Notify District. You must notify the District’s Compliance Department, at the telephone numbers below, upon start-up and/or operation under the ATC. Please record the date construction or modification commenced and the date the equipment began operation under the ATC. You may NOT operate your equipment until you have notified the District’s Compliance Department.

5. Source Test. Schedule and perform any required source testing. See http://www.valleyair.org/busind/comply/source_testing.htm for source testing resources.

6. Maintain Records. Maintain all records required by ATC. Records are reviewed during every inspection (or upon request) and must be retained for 5 years.

By operating in compliance, you are doing your part to improve air quality for all Valley residents.

For assistance, please contact District Compliance staff at any of the telephone numbers listed below.

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www.valleyair.org www.healthyairliving.com
AUTHORITY TO CONSTRUCT

PERMIT NO: S-8595-1-0

LEGAL OWNER OR OPERATOR: CHEVRON PIPE LINE COMPANY
MAILING ADDRESS: P.O. BOX 1392
BAKERSFIELD, CA 93302

LOCATION: G&W SITE
BAKERSFIELD, CA

SECTION: SW31 TOWNSHIP: 28S RANGE: 28E

EQUIPMENT DESCRIPTION:
4.375 MMSCF/HR AIR ASSIST PACIFIC PROCESS SYSTEMS EMERGENCY FLARE WITH AUTOMATIC IGNITION SYSTEM AND GAS FLOW METER (G&W COMPRESSOR SITE)

CONDITIONS

1. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]

2. Flare shall only be operated for emergency purposes. An emergency is any situation or a condition arising from a sudden and reasonably foreseeable and unpreventable event beyond the control of the operator. Examples include, but are not limited to, non preventable equipment failure, natural disaster, act of war or terrorism, or external power curtailment, excluding a power curtailment due to an interruptible power service agreement from a utility. A flaring event due to improperly designed equipment, lack of preventative maintenance, careless or improper operation, operator error or willful misconduct does not qualify as an emergency. An emergency situation requires immediate corrective action to restore safe operation. A planned flaring event shall not be considered as an emergency. [District Rule 2201 and 4311]

3. This unit shall not be operated for maintenance or testing. [District Rules 2201 and 4201]

4. Flare shall be equipped with recording, volumetric flow meters that shall be used to individually monitor and record the volumes of produced gas and pilot gas combusted in this unit. [District Rules 2201]

5. Flare air-assist blower shall not discharge into the atmosphere emissions of any air contaminant aggregating more than 3 minutes in any hour which is as dark as or darker than Ringelmann 1 (or 20% opacity). [District Rules 2201]

6. A flame shall be present at all times when combustible gases are vented through the flare. [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

Arnaud Marjolle, Director of Permit Services

Southern Regional Office • 34946 Flyover Court • Bakersfield, CA 93308 • (661) 392-5500 • Fax (661) 392-5585
7. The flare shall be operated according to the manufacturer's specifications, a copy of which shall be maintained on site. [District Rule 2201]

8. Flare outlet shall be equipped with an automatic ignition system, or, shall operate with a pilot flame present at all times when combustible gases are vented through the flare, except during purge periods for automatic-ignition equipped flares. [District Rule 2201]

9. Except for flares equipped with a flow-sensing ignition system, a heat sensing device such as a thermocouple, ultraviolet beam sensor, infrared sensor, or an equivalent device, capable of continuously detecting the presence of at least one pilot flame or the flare flame, shall be installed and operated. [District Rule 2201]

10. The sulfur content of gas combusted in the flare shall not exceed 1 grs/100 scf equivalent to 15.9 ppmv as H2S. [District Rules 2201 and 4801]

11. Maximum amount of gas combusted shall not exceed 105.0 MMscf/day. [District Rule 2201]

12. Emission rates from this unit shall not exceed any of the following limits: 0.068 lb-NOx/MMBtu; 0.008 lb-PM10/MMBtu; 0.37 lb-CO/MMBtu; or 0.063 lb-VOC/MMBtu. [District Rule 2201]

13. To show compliance with sulfur emission limits (ppmv as H2S), the gas being flared shall be tested after a flaring event for sulfur content. [District Rule 2201]

14. The sulfur content of the gas being flared 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 Rules 1070 and 2201]

15. All in-line continuous analyzer and flow monitoring data must be continuously recorded by an electronic data acquisition system capable of one-minute averages. Flow monitoring data shall be recorded as one-minute averages. [District Rule 2201]

16. Permittee shall maintain accurate records of flared gas concentration of H2S. [District Rules 1070 and 2201]

17. Permittee shall record annual throughput, material usage, or other information necessary to demonstrate that the potential to emit, for all processes, are less than ten (10.0) tons per year of VOC and less than ten (10.0) tons per year of NOx [District Rule 4311]

18. The permittee shall maintain all records of emergency operations. Records shall include the date and number of hours of each emergency flaring operation and the amount of gas burned. [District Rules 2201]

19. All records required by this permit shall be retained on-site for a minimum of five years and shall be made available to the APCO, ARB, and EPA upon request. [District Rules 2201]