



June 15, 2021

Mr. Claude Couvillion Malaga Power, LLC 14950 W Schulte Rd Tracy, CA 95377

Re: Notice of Final Action - Title V Permit Renewal

> Facility Number: C-4305 **Project Number: C-1193556**

Dear Mr. Couvillion:

The District has issued the Final Renewed Title V Permit for Malaga Power, LLC (see enclosure). The preliminary decision for this project was made on April 26, 2021.

The public notice for issuance of the Final Title V Permit will be posted on the District's website (www.valleyair.org).

Thank you for your cooperation in this matter. If you have any questions, please contact Mr. Errol Villegas, Permit Services Manager, at (559) 230-5900.

Sincerely,

Brian Clements 6

Director of Permit Services

Enclosures

Courtney Graham, CARB (w/enclosure) via email CC: Laura Yannayon, EPA (w/enclosure) via EPS CC:

> Samir Sheikh **Executive Director/Air Pollution Control Officer**

Permit to Operate

FACILITY: C-4305 **EXPIRATION DATE:** 06/30/2025

LEGAL OWNER OR OPERATOR: MALAGA POWER, LLC **MAILING ADDRESS:** 14950 W SCHULTE RD

TRACY, CA 95377

FACILITY LOCATION: 2611 E NORTH AVE

FRESNO, CA 93725

FACILITY DESCRIPTION: POWER GENERATION

The Facility's Permit to Operate may include Facility-wide Requirements as well as requirements that apply to specific permit units.

This Permit to Operate remains valid through the permit expiration date listed above, subject to payment of annual permit fees and compliance with permit conditions and all applicable local, state, and federal regulations. This permit is valid only at the location specified above, and becomes void upon any transfer of ownership or location. Any modification of the equipment or operation, as defined in District Rule 2201, will require prior District approval. This permit shall be posted as prescribed in District Rule 2010.

Samir Sheikh
Executive Director / APCO

Brian Clements
Director of Permit Services

San Joaquin Valley Air Pollution Control District

FACILITY: C-4305-0-2 **EXPIRATION DATE:** 06/30/2025

FACILITY-WIDE REQUIREMENTS

- 1. The owner or operator shall notify the District of any breakdown condition as soon as reasonably possible, but no later than one hour after its detection, unless the owner or operator demonstrates to the District's satisfaction that the longer reporting period was necessary. [District Rule 1100, 6.1; County Rules 110 (Fresno, Stanislaus, San Joaquin); 109 (Merced); 113 (Madera); and 111 (Kern, Tulare, Kings)] Federally Enforceable Through Title V Permit
- The District shall be notified in writing within ten days following the correction of any breakdown condition. The breakdown notification shall include a description of the equipment malfunction or failure, the date and cause of the initial failure, the estimated emissions in excess of those allowed, and the methods utilized to restore normal operations. [District Rule 1100, 7.0; County Rules 110 (Fresno, Stanislaus, San Joaquin); 109 (Merced); 113 (Madera); and 111 (Kern, Tulare, Kings)] Federally Enforceable Through Title V Permit
- The owner or operator of any stationary source operation that emits more than 25 tons per year of nitrogen oxides or reactive organic compounds, shall provide the District annually with a written statement in such form and at such time as the District prescribes, showing actual emissions of nitrogen oxides and reactive organic compounds from that source. [District Rule 1160, 5.0] Federally Enforceable Through Title V Permit
- Any person building, altering or replacing any operation, article, machine, equipment, or other contrivance, the use of which may cause the issuance of air contaminants or the use of which may eliminate, reduce, or control the issuance of air contaminants, shall first obtain an Authority to Construct (ATC) from the District unless exempted by District Rule 2020 (12/20/07). [District Rule 2010, 3.0 and 4.0; and 2020] Federally Enforceable Through Title V Permit
- The permittee must comply with all conditions of the permit including permit revisions originated by the District. All terms and conditions of a permit that are required pursuant to the Clean Air Act (CAA), including provisions to limit potential to emit, are enforceable by the EPA and Citizens under the CAA. Any permit noncompliance constitutes a violation of the CAA and the District Rules and Regulations, and is grounds for enforcement action, for permit termination, revocation, reopening and reissuance, or modification; or for denial of a permit renewal application. [District Rules 2070, 7.0; 2080; and 2520, 9.8.1 and 9.13.1] Federally Enforceable Through Title V Permit
- A Permit to Operate or an Authority to Construct shall not be transferred unless a new application is filed with and approved by the District. [District Rule 2031] Federally Enforceable Through Title V Permit
- Every application for a permit required under Rule 2010 (12/17/92) shall be filed in a manner and form prescribed by the District. [District Rule 2040] Federally Enforceable Through Title V Permit
- The operator shall maintain records of required monitoring that include: 1) the date, place, and time of sampling or measurement; 2) the date(s) analyses were performed; 3) the company or entity that performed the analysis; 4) the analytical techniques or methods used; 5) the results of such analysis; and 6) the operating conditions at the time of sampling or measurement. [District Rule 2520, 9.4.1] Federally Enforceable Through Title V Permit
- The operator shall retain records of all required monitoring data and support information for a period of at least 5 years from the date of the monitoring sample, measurement, or report. Support information includes copies of all reports required by the permit and, for continuous monitoring instrumentation, all calibration and maintenance records and all original strip-chart recordings. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit

FACILITY-WIDE REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate. Any amendments to these Facility-wide Requirements that affect specific Permit Units may constitute modification of those Permit Units.

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- 10. The operator shall submit reports of any required monitoring at least every six months unless a different frequency is required by an applicable requirement. All instances of deviations from permit requirements must be clearly identified in such reports. [District Rule 2520, 9.5.1] Federally Enforceable Through Title V Permit
- 11. Deviations from permit conditions must be promptly reported, including deviations attributable to upset conditions, as defined in the permit. For the purpose of this condition, promptly means as soon as reasonably possible, but no later than 10 days after detection. The report shall include the probable cause of such deviations, and any corrective actions or preventive measures taken. All required reports must be certified by a responsible official consistent with section 10.0 of District Rule 2520 (6/21/01). [District Rules 2520, 9.5.2 and 1100, 7.0] Federally Enforceable Through Title V Permit
- 12. If for any reason a permit requirement or condition is being challenged for its constitutionality or validity by a court of competent jurisdiction, the outcome of such challenge shall not affect or invalidate the remainder of the conditions or requirements in that permit. [District Rule 2520, 9.7] Federally Enforceable Through Title V Permit
- 13. It shall not be a defense for a permittee in an enforcement action that it would have been necessary to halt or reduce the permitted activity in order to maintain compliance with the conditions of the permit. [District Rule 2520, 9.8.2] Federally Enforceable Through Title V Permit
- 14. The permit may be modified, revoked, reopened and reissued, or terminated for cause. The filing of a request by the permittee for a permit modification, revocation and reissuance, or termination, or a notification of planned changes or anticipated noncompliance does not stay any permit condition. [District Rule 2520, 9.8.3] Federally Enforceable Through Title V Permit
- 15. The permit does not convey any property rights of any sort, or any exclusive privilege. [District Rule 2520, 9.8.4] Federally Enforceable Through Title V Permit
- 16. The Permittee shall furnish to the District, within a reasonable time, any information that the District may request in writing to determine whether cause exists for modifying, revoking and reissuing, or terminating the permit or to determine compliance with the permit. Upon request, the permittee shall also furnish to the District copies of records required to be kept by the permit or, for information claimed to be confidential, the permittee may furnish such records directly to EPA along with a claim of confidentiality. [District Rule 2520, 9.8.5] Federally Enforceable Through Title V Permit
- 17. The permittee shall pay annual permit fees and other applicable fees as prescribed in Regulation III of the District Rules and Regulations. [District Rule 2520, 9.9] Federally Enforceable Through Title V Permit
- 18. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District to enter the permittee's premises where a permitted source is located or emissions related activity is conducted, or where records must be kept under condition of the permit. [District Rule 2520, 9.13.2.1] Federally Enforceable Through Title V Permit
- 19. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District to have access to and copy, at reasonable times, any records that must be kept under the conditions of the permit. [District Rule 2520, 9.13.2.2] Federally Enforceable Through Title V Permit
- 20. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District to inspect at reasonable times any facilities, equipment, practices, or operations regulated or required under the permit. [District Rule 2520, 9.13.2.3] Federally Enforceable Through Title V Permit
- 21. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District to sample or monitor, at reasonable times, substances or parameters for the purpose of assuring compliance with the permit or applicable requirements. [District Rule 2520, 9.13.2.4] Federally Enforceable Through Title V Permit
- 22. No air contaminants shall be discharged into the atmosphere for a period or periods aggregating more than 3 minutes in any one hour which is as dark or darker than Ringelmann #1 or equivalent to 20% opacity and greater, unless specifically exempted by District Rule 4101 (02/17/05). If the equipment or operation is subject to a more stringent visible emission standard as prescribed in a permit condition, the more stringent visible emission limit shall supersede this condition. [District Rule 4101, and County Rules 401 (in all eight counties in the San Joaquin Valley)] Federally Enforceable Through Title V Permit

FACILITY-WIDE REQUIREMENTS CONTINUE ON NEXT PAGE These terms and conditions are part of the Facility-wide Permit to Operate.

Facility Name: MALAGA POWER, LLC 2611 E NORTH AVE, FRESNO, CA 93725 Location:

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- 23. No person shall manufacture, blend, repackage, supply, sell, solicit or apply any architectural coating with a VOC content in excess of the corresponding limit specified in Table of Standards 1 effective until 12/30/10 or Table of Standards 2 effective on and after 1/1/11 of District Rule 4601 (12/17/09) for use or sale within the District. [District Rule 4601, 5.1] Federally Enforceable Through Title V Permit
- 24. All VOC-containing materials subject to Rule 4601 (12/17/09) shall be stored in closed containers when not in use. [District Rule 4601, 5.4] Federally Enforceable Through Title V Permit
- 25. The permittee shall comply with all the Labeling and Test Methods requirements outlined in Rule 4601 sections 6.1 and 6.3 (12/17/09). [District Rule 4601, 6.1 and 6.3] Federally Enforceable Through Title V Permit
- 26. With each report or document submitted under a permit requirement or a request for information by the District or EPA, the permittee shall include a certification of truth, accuracy, and completeness by a responsible official. [District Rule 2520, 9.13.1 and 10.0] Federally Enforceable Through Title V Permit
- 27. If the permittee performs maintenance on, or services, repairs, or disposes of appliances, the permittee shall comply with the standards for Recycling and Emissions Reduction pursuant to 40 CFR Part 82, Subpart F. [40 CFR 82 Subpart F] Federally Enforceable Through Title V Permit
- 28. If the permittee performs service on motor vehicles when this service involves the ozone-depleting refrigerant in the motor vehicle air conditioner (MVAC), the permittee shall comply with the standards for Servicing of Motor Vehicle Air Conditioners pursuant to all the applicable requirements as specified in 40 CFR Part 82, Subpart B. [40 CFR Part 82, Subpart B] Federally Enforceable Through Title V Permit
- 29. Disturbances of soil related to any construction, demolition, excavation, extraction, or other earthmoving activities shall comply with the requirements for fugitive dust control in District Rule 8021 unless specifically exempted under Section 4.0 of Rule 8021 (8/19/2004) or Rule 8011 (8/19/2004). [District Rules 8011 and 8021] Federally Enforceable Through Title V Permit
- 30. Outdoor handling, storage and transport of any bulk material which emits dust shall comply with the requirements of District Rule 8031, unless specifically exempted under Section 4.0 of Rule 8031 (8/19/2004) or Rule 8011 (8/19/2004). [District Rules 8011 and 8031] Federally Enforceable Through Title V Permit
- 31. An owner/operator shall prevent or cleanup any carryout or trackout in accordance with the requirements of District Rule 8041 Section 5.0, unless specifically exempted under Section 4.0 of Rule 8041 (8/19/2004) or Rule 8011 (8/19/2004). [District Rules 8011 and 8041] Federally Enforceable Through Title V Permit
- 32. Whenever open areas are disturbed, or vehicles are used in open areas, the facility shall comply with the requirements of Section 5.0 of District Rule 8051, unless specifically exempted under Section 4.0 of Rule 8051 (8/19/2004) or Rule 8011 (8/19/2004). [District Rules 8011 and 8051] Federally Enforceable Through Title V Permit
- 33. Any paved road or unpaved road shall comply with the requirements of District Rule 8061 unless specifically exempted under Section 4.0 of Rule 8061 (8/19/2004) or Rule 8011 (8/19/2004). [District Rules 8011 and 8061] Federally Enforceable Through Title V Permit
- 34. Any unpaved vehicle/equipment area that anticipates more than 50 Average annual daily Trips (AADT) shall comply with the requirements of Section 5.1.1 of District Rule 8071. Any unpaved vehicle/equipment area that anticipates more than 150 vehicle trips per day (VDT) shall comply with the requirements of Section 5.1.2 of District Rule 8071. On each day that 25 or more VDT with 3 or more axles will occur on an unpaved vehicle/equipment traffic area, the owner/operator shall comply with the requirements of Section 5.1.3 of District Rule 8071. On each day when a special event will result in 1,000 or more vehicles that will travel/park on an unpaved area, the owner/operator shall comply with the requirements of Section 5.1.4 of District Rule 8071. All sources shall comply with the requirements of Section 5.0 of District Rule 8071 unless specifically exempted under Section 4.0 of Rule 8071 (9/16/2004) or Rule 8011 (8/19/2004). [District Rules 8011 and 8071] Federally Enforceable Through Title V Permit
- 35. Any owner or operator of a demolition or renovation activity, as defined in 40 CFR 61.141, shall comply with the applicable inspection, notification, removal, and disposal procedures for asbestos containing materials as specified in 40 CFR 61.145 (Standard for Demolition and Renovation). [40 CFR 61 Subpart M] Federally Enforceable Through Title V Permit

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- 36. The permittee shall submit certifications of compliance with the terms and standards contained in Title V permits, including emission limits, standards and work practices, to the District and the EPA annually (or more frequently as specified in an applicable requirement or as specified by the District). The certification shall include the identification of each permit term or condition, the compliance status, whether compliance was continuous or intermittent, the methods used for determining the compliance status, and any other facts required by the District to determine the compliance status of the source. [District Rule 2520, 9.16] Federally Enforceable Through Title V Permit
- 37. The permittee shall submit an application for Title V permit renewal to the District at least six months, but not greater than 18 months, prior to the permit expiration date. [District Rule 2520, 5.2] Federally Enforceable Through Title V Permit
- 38. When a term is not defined in a Title V permit condition, the definition in the rule cited as the origin and authority for the condition in a Title V permits shall apply. [District Rule 2520, 9.1.1] Federally Enforceable Through Title V Permit
- 39. Compliance with permit conditions in the Title V permit shall be deemed in compliance with the following outdated SIP requirements: Rule 401 (Madera, Fresno, Kern, Kings, San Joaquin, Stanislaus, Tulare and Merced), Rule 110 (Fresno, Stanislaus, San Joaquin), Rule 109 (Merced), Rule 113 (Madera), Rule 111 (Kern, Tulare, Kings), and Rule 202 (Fresno, Kern, Tulare, Kings, Madera, Stanislaus, Merced, San Joaquin). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
- 40. Compliance with permit conditions in the Title V permit shall be deemed in compliance with the following applicable requirements: SJVUAPCD Rules 1100, sections 6.1 and 7.0 (12/17/92); 2010, sections 3.0 and 4.0 (12/17/92); 2031 (12/17/92); 2040 (12/17/92); 2070, section 7.0 (12/17/92); 2080 (12/17/92); 4101 (2/17/05); 4601 (12/17/09); 8021 (8/19/2004); 8031 (8/19/2004); 8041 (8/19/2004); 8051 (8/19/2004); 8061 (8/19/2004); and 8071 (9/16/2004). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
- 41. No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
- 42. On September 30, 2010, the initial Title V permit was issued. The reporting periods for the Report of Required Monitoring and the Compliance Certification Report begin October 1 of every year, unless alternative dates are approved by the District Compliance Division. These reports are due within 30 days after the end of the reporting period. [District Rule 2520] Federally Enforceable Through Title V Permit

San Joaquin Valley Air Pollution Control District

PERMIT UNIT: C-4305-1-5 **EXPIRATION DATE:** 06/30/2025

EQUIPMENT DESCRIPTION:

49.7 MW NOMINALLY RATED SIMPLE-CYCLE PEAK-DEMAND POWER GENERATING SYSTEM #1 CONSISTING OF A GENERAL ELECTRIC MODEL LM6000 PC SPRINT NATURAL GAS-FIRED COMBUSTION TURBINE GENERATOR WITH WATER SPRAY PREMIXED COMBUSTION SYSTEM. SERVED BY A SELECTIVE CATALYTIC REDUCTION (SCR) SYSTEM AND AN OXIDATION CATALYST

PERMIT UNIT REQUIREMENTS

- While dormant, the natural gas fuel line to the unit will be isolated, the main natural gas block valve will be locked out, and a fuel use meter reading will be taken before and after dormancy. [District Rule 2080] Federally Enforceable Through Title V Permit
- Permittee shall submit written notification to the District upon designating the unit as dormant or active. [District Rule 2080] Federally Enforceable Through Title V Permit
- 3. While dormant, normal source testing shall not be required. [District Rule 2080] Federally Enforceable Through Title V Permit
- Upon recommending operation of this unit, normal source testing shall resume. [District Rule 2080] Federally Enforceable Through Title V Permit
- 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] Federally Enforceable Through Title V Permit
- 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] Federally Enforceable Through Title V Permit
- 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] Federally Enforceable Through Title V Permit
- Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201] Federally Enforceable Through Title V Permit
- Combustion turbine generator (CTG) and electrical generator lube oil vents shall be equipped with mist eliminators. Visible emissions from lube oil vents shall not exhibit opacity of 5% or greater, except for a period or periods not exceeding three minutes in any one hour. [District Rules 2201 and 4101] Federally Enforceable Through Title V Permit
- 10. The turbine shall be equipped with a continuous monitoring system to measure and record hours of operation and fuel consumption. [District Rules 2201 and 4703, and 40 CFR 60.334(b)] Federally Enforceable Through Title V Permit
- 11. The exhaust stack shall be equipped with a continuous emissions monitor (CEM) for NOx, CO, and O2. The CEM shall meet the requirements of 40 CFR part 60, Appendices B and F (for CO), and 40 CFR part 75, Appendices A and B (for NOx and O2) and shall be capable of monitoring emissions during startups and shutdowns as well as during normal operating conditions. [District Rules 1080, 2201 and 4703, and 40 CFR 60.334(b)] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE These terms and conditions are part of the Facility-wide Permit to Operate.

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- 12. The facility shall install and maintain equipment, facilities, and systems compatible with the District's CEM data polling software system and shall make CEM data available to the District's automated polling system on a daily basis. [District Rule 1080] Federally Enforceable Through Title V Permit
- 13. Upon notice by the District that the facility's CEM system is not providing polling data, the facility may continue to operate without providing automated data for a maximum of 30 days per calendar year provided the CEM data is sent to the District by a District-approved alternative method. [District Rule 1080] Federally Enforceable Through Title V Permit
- 14. The exhaust stack shall be equipped with permanent provisions to allow collection of stack gas samples consistent with EPA test methods and shall be equipped with safe permanent provisions to sample stack gases with a portable NOx, CO, and O2 analyzer during District inspections. The sampling ports shall be located in accordance with the CARB regulation titled California Air Resources Board Air Monitoring Quality Assurance Volume VI, Standard Operating Procedures for Stationary Source Emission Monitoring and Testing. [District Rule 1081] Federally Enforceable Through Title V Permit
- 15. The CTG shall be fired exclusively on natural gas with a sulfur content of no greater than 0.40 grain of sulfur compounds (as S) per 100 dry scf of natural gas. [District Rule 2201 and 40 CFR 60.333] Federally Enforceable Through Title V Permit
- 16. During periods of thermal stabilization, CTG exhaust emissions shall not exceed any of the following limits: NOx (as NO2) - 20.0 lb/hr, CO - 6.20 lb/hr, or VOC - 1.60 lb/hr, based on three-hour averages. [District Rules 2201 and 4102] Federally Enforceable Through Title V Permit
- 17. Thermal Stabilization is defined as the startup or shutdown time during which the exhaust gas is not within the normal operating temperature range, not to exceed two hours per occurrence. Startup/shutdown emissions shall be counted toward all applicable emission limits (lb/day and lb/year). [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- 18. Emission rates from this unit, except during thermal stabilization periods, shall not exceed any of the following limits: NOx (as NO2) - 4.25 lb/hr and 2.5 ppmvd @ 15% O2; SOx (as SO2) - 0.53 lb/hr; PM10 - 3.40 lb/hr; CO - 6.20 lb/hr and 6.0 ppmvd @ 15% O2; or VOC (as methane) - 1.60 lb/hr and 2.0 ppmvd @ 15% O2. All emission concentration limits are based on three hour rolling averages. [District Rules 2201 and 4703, and 40 CFR 60.332] Federally Enforceable Through Title V Permit
- 19. Ammonia (NH3) emissions shall not exceed either of the following limits: 6.54 lb/hr or 10 ppmvd @ 15% O2 (based on a twenty-four hour rolling average). [District Rules 2201 and 4102] Federally Enforceable Through Title V Permit
- 20. Each one-hour period in a three-hour rolling average will commence on the hour. The three-hour average will be compiled from the three most recent one-hour periods. Each one-hour period in a twenty-four hour average will commence on the hour. [District Rule 2201] Federally Enforceable Through Title V Permit
- 21. Emissions from this unit, on days when a startup and/or shutdown occurs, shall not exceed the following: NOx (as NO2) - 133.5 lb/day; SOx (as SO2) - 12.7 lb/day; PM10 - 81.6 lb/day; CO - 148.8 lb/day; or VOC - 38.4 lb/day. [District Rule 2201] Federally Enforceable Through Title V Permit
- 22. Annual emissions from the CTG, calculated on a twelve consecutive month rolling basis, shall not exceed any of the following: NOx (as NO2) - 19,009 lb/year; SOx (as SO2) - 1,656 lb/year; PM10 - 10,618 lb/year; CO - 19,363 lb/year; or VOC - 4,997 lb/year. [District Rule 2201] Federally Enforceable Through Title V Permit
- 23. Daily emissions will be compiled for a twenty-four hour period starting and ending at twelve-midnight. Each month in the twelve consecutive month rolling average emissions shall commence at the beginning of the first day of the month. The twelve consecutive month rolling average emissions to determine compliance with annual emissions limitations shall be compiled from the twelve most recent calendar months. [District Rule 2201] Federally Enforceable Through Title V Permit

Facility Name: MALAGA POWER, LLC

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- 24. Compliance with the ammonia emission limits shall be demonstrated by calculating the daily ammonia emissions using the following equation: (ppmvd @ 15% O2) = $((a - (b \times c/1,000,000)) \times (1,000,000/b)) \times d$, where a = ammonia injection rate (lb/hr) / (17 lb/lb mol), b = dry exhaust flow rate (lb/hr) / (29 lb/lb mol), c = change in measured NOx concentration ppmvd @ 15% O2 across the catalyst, and d = correction factor. The correction factor shall be derived annually during compliance testing by comparing the measured and calculated ammonia slip. [District Rule 4102]
- 25. Source testing to measure startup NOx, CO, and VOC mass emission rates shall be conducted at least once every seven years. CEM relative accuracy audit (RAA) shall be determined during startup source testing in accordance with 40 CFR 60, Appendix F. [District Rule 1081] Federally Enforceable Through Title V Permit
- 26. Source testing to measure the NOx, CO, VOC, and NH3 emission rates (lb/hr and ppmvd @ 15% O2) and PM10 emission rate (lb/hr) shall be at least once every twelve months. [District Rules 1081 and 4703] Federally Enforceable Through Title V Permit
- 27. The sulfur content of each fuel source shall be: (i) documented in a valid purchase contract, a supplier certification, a tariff sheet or transportation contract or (ii) monitored weekly except after demonstrating compliance with the fuel sulfur content limit for eight consecutive weeks for a fuel source, then the testing frequency shall not be less than quarterly. If a test shows noncompliance with the sulfur content requirement, the facility must return to weekly testing until eight consecutive weeks show compliance. [District Rules 1081 and 2540, and 40 CFR 60.334(h)(3)] Federally Enforceable Through Title V Permit
- 28. Compliance demonstration (source testing) shall be District witnessed or authorized, and samples shall be collected by a certified testing laboratory. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
- 29. The following test methods shall be used: NOx EPA Method 7E or 20, PM10 EPA Method 5 (front half and back half), CO - EPA Method 10 or 10B, O2 - EPA Method 3, 3A, or 20, VOC - EPA Method 18 or 25, ammonia -BAAOMD ST-1B, and fuel gas sulfur content - ASTM D3246 or D5504. NOx test results shall be corrected to ISO standard conditions as defined in 40 CFR Part 60 Subpart GG Section 60.335. EPA approved alternative test methods as approved by the District may also be used to address the source testing requirements of this permit. The request to utilize EPA approved alternative source testing methods must be submitted in writing and written approval received from the District prior to the submission of the source test plan. [District Rules 1081 and 4703, and 40 CFR 60.335] Federally Enforceable Through Title V Permit
- 30. The permittee shall maintain the following records: date and time, duration, and type of any startup, shutdown, or malfunction; performance testing, evaluations, calibrations, checks, adjustments, any period during which a continuous monitoring system or monitoring device was inoperative, and maintenance of any continuous emission monitor. [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- 31. The permittee shall maintain the following records: hours of operation, fuel consumption (scf/hr and scf/rolling twelve month period), continuous emission monitor measurements, calculated ammonia slip, and calculated NOx mass emission rates (lb/hr and lb/twelve month rolling period). [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- 32. All records required to be maintained by this permit shall be maintained for a period of at least five years and shall be made readily available for District inspection upon request. [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- 33. Results of continuous emissions monitoring shall be reduced according to the procedure established in 40 CFR, Part 51, Appendix P, paragraphs 5.0 through 5.3.3, or by other methods deemed equivalent by mutual agreement with the District, the ARB, and the EPA. [District Rule 1080] Federally Enforceable Through Title V Permit
- 34. Audits of continuous emission monitors shall be conducted quarterly, except during quarters in which relative accuracy and total accuracy testing is performed, in accordance with EPA guidelines. The District shall be notified prior to completion of the audits. Audit reports shall be submitted along with quarterly compliance reports to the District. [District Rule 1080] Federally Enforceable Through Title V Permit

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- 35. For the CO CEMs, the owner/operator shall perform a relative accuracy test audit (RATA) as specified by 40 CFR Part 60, Appendix F, 5.11, at least once every four calendar quarters. The permittee shall comply with the applicable requirements for quality assurance testing and maintenance of the continuous emission monitor equipment in accordance with the procedures and guidance specified in 40 CFR Part 60, Appendix F. [District Rule 1080] Federally Enforceable Through Title V Permit
- 36. For the NOx and O2 CEMs, the owner/operator shall perform a relative accuracy test audit (RATA) as specified by 40 CFR Part 75, Appendix A, at least once every two operating quarters, unless incentive criteria has been met which allows the RATA to be performed once every fourth operating quarter. The permittee shall comply with the applicable requirements for quality assurance testing and maintenance of the continuous emission monitor equipment in accordance with the procedures and guidance specified in 40 CFR Part 75, Appendix A. [District Rule 1080] Federally Enforceable Through Title V Permit
- 37. The permittee shall submit a written report to the APCO for each calendar quarter, within 30 days of the end of the quarter, including: time intervals, data and magnitude of excess emissions, nature and cause of excess emissions (if known), corrective actions taken and preventive measures adopted; averaging period used for data reporting shall correspond to the averaging period for each respective emission standard; applicable time and date of each period during which the CEM was inoperative (except for zero and span checks) and the nature of system repairs and adjustments; and a negative declaration when no excess emissions occurred. [District Rule 1080] Federally Enforceable Through Title V Permit
- 38. Operator shall submit a semiannual report to the APCO listing any period during which the sulfur content of the fuel being fired in the gas turbine exceeded 0.8% by weight. [40 CFR 60.334] Federally Enforceable Through Title V Permit
- 39. Permittee shall provide notification and recordkeeping as required under 40 CFR, Part 60, Subpart A, 60.7. [40 CFR 60.334(j)] Federally Enforceable Through Title V Permit
- 40. The owners and operators of each affected source and each affected unit at the source shall: (i) Operate the unit in compliance with a complete Acid Rain permit application or a superceding Acid Rain permit issued by the permitting authority; and (ii) Have an Acid Rain permit. [40 CFR 72] Federally Enforceable Through Title V Permit
- 41. The owners and operators and, to the extent applicable, designated representative of each affected source and each affected unit at the source shall comply with the monitoring requirements as provided in 40 CFR part 75. [40 CFR 75] Federally Enforceable Through Title V Permit
- 42. The emissions measurements recorded and reported in accordance with 40 CFR part 75 shall be used to determine compliance by the unit with the Acid Rain emissions limitations and emissions reduction requirements for sulfur dioxide and nitrogen oxides under the Acid Rain Program. [40 CFR 75] Federally Enforceable Through Title V Permit
- 43. The owners and operators of each source and each affected unit at the source shall: (i) Hold allowances, as of the allowance transfer deadline, in the unit's compliance subaccount (after deductions under 40 CFR 73.34(c)) not less than the total annual emissions of sulfur dioxide for the previous calendar year from the unit; and (ii) Comply with the applicable Acid Rain emissions limitations for sulfur dioxide. [40 CFR 73] Federally Enforceable Through Title V **Permit**
- 44. Each ton of sulfur dioxide emitted in excess of the Acid Rain emissions limitations for sulfur dioxide shall constitute a separate violation of the Act. [40 CFR 77] Federally Enforceable Through Title V Permit
- 45. An affected unit shall be subject to the sulfur dioxide requirements starting on the later of January 1, 2000, or the deadline for monitoring certification under 40 CFR part 75, an affected unit under 40 CFR 72.6(a)(3) that is not a substitution or compensating unit. [40 CFR 72 and 40 CFR 75] Federally Enforceable Through Title V Permit
- 46. Allowances shall be held in, deducted from, or transferred among Allowance Tracking System accounts in accordance with the Acid Rain Program. [40 CFR 72] Federally Enforceable Through Title V Permit
- 47. An allowance shall not be deducted in order to comply with the requirements under 40 CFR part 73, prior to the calendar year for which the allowance was allocated. [40 CFR 73] Federally Enforceable Through Title V Permit

- 48. An allowance allocated by the Administrator under the Acid Rain Program is a limited authorization to emit sulfur dioxide in accordance with the Acid Rain Program. No provision of the Acid Rain Program, the Acid Rain permit application, the Acid Rain permit, or the written exemption under 40 CFR 72.7 and 72.8 and no provision of law shall be construed to limit the authority of the United States to terminate or limit such authorization. [40 CFR 72] Federally Enforceable Through Title V Permit
- 49. An allowance allocated by the Administrator under the Acid Rain Program does not constitute a property right. [40] CFR 72] Federally Enforceable Through Title V Permit
- 50. The owners and operators of each affected unit at the source shall comply with the applicable Acid Rain emissions limitation for nitrogen oxides. [40 CFR 72] Federally Enforceable Through Title V Permit
- 51. The designated representative of an affected unit that has excess emissions in any calendar year shall submit a proposed offset plan, as required under 40 CFR part 77. [40 CFR 77] Federally Enforceable Through Title V Permit
- 52. The owners and operators of an affected unit that has excess emissions in any calendar year shall: (i) Pay without demand the penalty required, and pay up on demand the interest on that penalty; and (ii) Comply with the terms of an approved offset plan, as required by 40 CFR part 77. [40 CFR 77] Federally Enforceable Through Title V Permit
- 53. The owners and operators of the each affected unit at the source shall keep on site the following documents for a period of five years from the date the document is created. This period may be extended for cause, at any time prior to the end of five years, in writing by the Administrator or permitting authority: (i) The certificate of representation for the designated representative for the source and all documents that demonstrate the truth of the statements in the certificate of representation, in accordance with 40 CFR 72.24; provided that the certificate and documents shall be retained on site beyond such five-year period until such documents are superceded because of the submission of a new certificate of representation changing the designated representative. [40 CFR 72] Federally Enforceable Through Title V Permit
- 54. The owners and operators of each affected unit at the source shall keep on site each of the following documents for a period of five years from the date the document is created. This period may be extended for cause, at any time prior to the end of five years, in writing by the Administrator or permitting authority; (ii) All emissions monitoring information, in accordance with 40 CFR part 75; (iii) Copies of all reports, compliance certifications and other submissions and all records made or required under the Acid Rain Program; (iv) Copies of all documents used to complete an Acid Rain permit application and any other submission that demonstrates compliance with the requirements of the Acid Rain Program. [40 CFR 75] Federally Enforceable Through Title V Permit
- 55. The designated representative of an affected source and each affected unit at the source shall submit the reports and compliance certifications required under the Acid Rain Program, including those under 40 CFR 75 Subpart I. [40 CFR 75] Federally Enforceable Through Title V Permit

Facility Name: MALAGA POWER, LLC

San Joaquin Valley Air Pollution Control District

PERMIT UNIT: C-4305-2-3 **EXPIRATION DATE:** 06/30/2025

EQUIPMENT DESCRIPTION:

49.7 MW NOMINALLY RATED SIMPLE-CYCLE PEAK-DEMAND POWER GENERATING SYSTEM #2 CONSISTING OF A GENERAL ELECTRIC MODEL LM6000 PC SPRINT NATURAL GAS-FIRED COMBUSTION TURBINE GENERATOR WITH WATER SPRAY PREMIXED COMBUSTION SYSTEM. SERVED BY A SELECTIVE CATALYTIC REDUCTION (SCR) SYSTEM AND AN OXIDATION CATALYST

PERMIT UNIT REQUIREMENTS

- 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] Federally Enforceable Through Title V Permit
- Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201] Federally 2. Enforceable Through Title V Permit
- Combustion turbine generator (CTG) and electrical generator lube oil vents shall be equipped with mist eliminators. Visible emissions from lube oil vents shall not exhibit opacity of 5% or greater, except for a period or periods not exceeding three minutes in any one hour. [District Rules 2201 and 4101] Federally Enforceable Through Title V Permit
- The turbine shall be equipped with a continuous monitoring system to measure and record hours of operation and fuel consumption. [District Rules 2201 and 4703, and 40 CFR 60.334(b)] Federally Enforceable Through Title V Permit
- The exhaust stack shall be equipped with a continuous emissions monitor (CEM) for NOx, CO, and O2. The CEM shall meet the requirements of 40 CFR part 60, Appendices B and F (for CO), and 40 CFR part 75, Appendices A and B (for NOx and O2) and shall be capable of monitoring emissions during startups and shutdowns as well as during normal operating conditions. [District Rules 1080, 2201 and 4703, and 40 CFR 60.334(b)] Federally Enforceable Through Title V Permit
- The facility shall install and maintain equipment, facilities, and systems compatible with the District's CEM data polling software system and shall make CEM data available to the District's automated polling system on a daily basis. [District Rule 1080] Federally Enforceable Through Title V Permit
- Upon notice by the District that the facility's CEM system is not providing polling data, the facility may continue to operate without providing automated data for a maximum of 30 days per calendar year provided the CEM data is sent to the District by a District-approved alternative method. [District Rule 1080] Federally Enforceable Through Title V Permit
- The exhaust stack shall be equipped with permanent provisions to allow collection of stack gas samples consistent with EPA test methods and shall be equipped with safe permanent provisions to sample stack gases with a portable NOx, CO, and O2 analyzer during District inspections. The sampling ports shall be located in accordance with the CARB regulation titled California Air Resources Board Air Monitoring Quality Assurance Volume VI, Standard Operating Procedures for Stationary Source Emission Monitoring and Testing. [District Rule 1081] Federally Enforceable Through Title V Permit
- The CTG shall be fired exclusively on natural gas with a sulfur content of no greater than 0.40 grain of sulfur compounds (as S) per 100 dry scf of natural gas. [District Rule 2201 and 40 CFR 60.333] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE These terms and conditions are part of the Facility-wide Permit to Operate.

Facility Name: MALAGA POWER, LLC Location: 2611 E NORTH AVE,FRESNO, CA 93725 C-4305-2-3 : Jun 15 2021 8:52AM -- HONGM

- 10. During periods of thermal stabilization, CTG exhaust emissions shall not exceed any of the following limits: NOx (as NO2) - 20.0 lb/hr, CO - 6.20 lb/hr, or VOC - 1.60 lb/hr, based on three-hour averages. [District Rules 2201 and 4102] Federally Enforceable Through Title V Permit
- 11. Thermal Stabilization is defined as the startup or shutdown time during which the exhaust gas is not within the normal operating temperature range, not to exceed two hours per occurrence. Startup/shutdown emissions shall be counted toward all applicable emission limits (lb/day and lb/year). [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- 12. Emission rates from this unit, except during thermal stabilization periods, shall not exceed any of the following limits: NOx (as NO2) - 4.25 lb/hr and 2.5 ppmvd @ 15% O2; SOx (as SO2) - 0.53 lb/hr; PM10 - 3.40 lb/hr; CO - 6.20 lb/hr and 6.0 ppmvd @ 15% O2; or VOC (as methane) - 1.60 lb/hr and 2.0 ppmvd @ 15% O2. All emission concentration limits are based on three hour rolling averages. [District Rules 2201 and 4703, and 40 CFR 60.332] Federally Enforceable Through Title V Permit
- 13. Ammonia (NH3) emissions shall not exceed either of the following limits: 6.54 lb/hr or 10 ppmvd @ 15% O2 (based on a twenty-four hour rolling average). [District Rules 2201 and 4102] Federally Enforceable Through Title V Permit
- 14. Each one-hour period in a three-hour rolling average will commence on the hour. The three-hour average will be compiled from the three most recent one-hour periods. Each one-hour period in a twenty-four hour average will commence on the hour. [District Rule 2201] Federally Enforceable Through Title V Permit
- 15. Emissions from this unit, on days when a startup and/or shutdown occurs, shall not exceed the following: NOx (as NO2) - 133.5 lb/day; SOx (as SO2) - 12.7 lb/day; PM10 - 81.6 lb/day; CO - 148.8 lb/day; or VOC - 38.4 lb/day. [District Rule 2201] Federally Enforceable Through Title V Permit
- 16. Annual emissions from the CTG, calculated on a twelve consecutive month rolling basis, shall not exceed any of the following: NOx (as NO2) - 19,009 lb/year; SOx (as SO2) - 1,656 lb/year; PM10 - 10,618 lb/year; CO - 19,363 lb/year; or VOC - 4,997 lb/year. [District Rule 2201] Federally Enforceable Through Title V Permit
- 17. Daily emissions will be compiled for a twenty-four hour period starting and ending at twelve-midnight. Each month in the twelve consecutive month rolling average emissions shall commence at the beginning of the first day of the month. The twelve consecutive month rolling average emissions to determine compliance with annual emissions limitations shall be compiled from the twelve most recent calendar months. [District Rule 2201] Federally Enforceable Through Title V Permit
- 18. Compliance with the ammonia emission limits shall be demonstrated by calculating the daily ammonia emissions using the following equation: (ppmyd @ 15% O2) = $((a - (b \times c/1.000.000)) \times (1.000.000 / b)) \times d$, where a = ammonia injection rate (lb/hr) / (17 lb/lb mol), b = dry exhaust flow rate (lb/hr) / (29 lb/lb mol), c = change in measured NOx concentration ppmvd @ 15% O2 across the catalyst, and d = correction factor. The correction factor shall be derived annually during compliance testing by comparing the measured and calculated ammonia slip. [District Rule 4102]
- 19. Source testing to measure startup NOx, CO, and VOC mass emission rates shall be conducted at least once every seven years. CEM relative accuracy audit (RAA) shall be determined during startup source testing in accordance with 40 CFR 60, Appendix F. [District Rule 1081] Federally Enforceable Through Title V Permit
- 20. Source testing to measure the NOx, CO, VOC, and NH3 emission rates (lb/hr and ppmvd @ 15% O2) and PM10 emission rate (lb/hr) shall be conducted at least once every twelve months. [District Rules 1081 and 4703] Federally Enforceable Through Title V Permit
- 21. The sulfur content of each fuel source shall be: (i) documented in a valid purchase contract, a supplier certification, a tariff sheet or transportation contract or (ii) monitored weekly except after demonstrating compliance with the fuel sulfur content limit for eight consecutive weeks for a fuel source, then the testing frequency shall not be less than quarterly. If a test shows noncompliance with the sulfur content requirement, the facility must return to weekly testing until eight consecutive weeks show compliance. [District Rules 1081 and 2540, and 40 CFR 60.334(h)(3)] Federally Enforceable Through Title V Permit

Facility Name: MALAGA POWER, LLC 2611 E NORTH AVE, FRESNO, CA 93725 Location:

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- 22. Compliance demonstration (source testing) shall be District witnessed or authorized and samples shall be collected by a certified testing laboratory. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
- 23. The following test methods shall be used: NOx EPA Method 7E or 20, PM10 EPA Method 5 (front half and back half), CO - EPA Method 10 or 10B, O2 - EPA Method 3, 3A, or 20, VOC - EPA Method 18 or 25, ammonia -BAAQMD ST-1B, and fuel gas sulfur content - ASTM D3246 or D5504. NOx test results shall be corrected to ISO standard conditions as defined in 40 CFR Part 60 Subpart GG Section 60.335. EPA approved alternative test methods as approved by the District may also be used to address the source testing requirements of this permit. The request to utilize EPA approved alternative source testing methods must be submitted in writing and written approval received from the District prior to the submission of the source test plan. [District Rules 1081 and 4703, and 40 CFR 60,335] Federally Enforceable Through Title V Permit
- 24. The permittee shall maintain the following records: date and time, duration, and type of any startup, shutdown, or malfunction; performance testing, evaluations, calibrations, checks, adjustments, any period during which a continuous monitoring system or monitoring device was inoperative, and maintenance of any continuous emission monitor. [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- 25. The permittee shall maintain the following records: hours of operation, fuel consumption (scf/hr and scf/rolling twelve month period), continuous emission monitor measurements, calculated ammonia slip, and calculated NOx mass emission rates (lb/hr and lb/twelve month rolling period). [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- 26. All records required to be maintained by this permit shall be maintained for a period of at least five years and shall be made readily available for District inspection upon request. [District Rules 2201 and 4703] Federally Enforceable Through Title V Permit
- 27. Results of continuous emissions monitoring shall be reduced according to the procedure established in 40 CFR, Part 51, Appendix P, paragraphs 5.0 through 5.3.3, or by other methods deemed equivalent by mutual agreement with the District, the ARB, and the EPA. [District Rule 1080] Federally Enforceable Through Title V Permit
- 28. Audits of continuous emission monitors shall be conducted quarterly, except during quarters in which relative accuracy and total accuracy testing is performed, in accordance with EPA guidelines. The District shall be notified prior to completion of the audits. Audit reports shall be submitted along with quarterly compliance reports to the District. [District Rule 1080] Federally Enforceable Through Title V Permit
- 29. For the CO CEMs, the owner/operator shall perform a relative accuracy test audit (RATA) as specified by 40 CFR Part 60, Appendix F, 5.11, at least once every four calendar quarters. The permittee shall comply with the applicable requirements for quality assurance testing and maintenance of the continuous emission monitor equipment in accordance with the procedures and guidance specified in 40 CFR Part 60, Appendix F. [District Rule 1080] Federally Enforceable Through Title V Permit
- 30. For the NOx and O2 CEMs, the owner/operator shall perform a relative accuracy test audit (RATA) as specified by 40 CFR Part 75, Appendix A, at least once every two operating quarters, unless incentive criteria has been met which allows the RATA to be performed once every fourth operating quarter. The permittee shall comply with the applicable requirements for quality assurance testing and maintenance of the continuous emission monitor equipment in accordance with the procedures and guidance specified in 40 CFR Part 75, Appendix A. [District Rule 1080] Federally Enforceable Through Title V Permit
- 31. The permittee shall submit a written report to the APCO for each calendar quarter, within 30 days of the end of the quarter, including: time intervals, data and magnitude of excess emissions, nature and cause of excess emissions (if known), corrective actions taken and preventive measures adopted; averaging period used for data reporting shall correspond to the averaging period for each respective emission standard; applicable time and date of each period during which the CEM was inoperative (except for zero and span checks) and the nature of system repairs and adjustments; and a negative declaration when no excess emissions occurred. [District Rule 1080] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE These terms and conditions are part of the Facility-wide Permit to Operate.

Facility Name: MALAGA POWER, LLC

Location: 2611 E NORTH AVE,FRESNO, CA 93725 C-4305-2-3: Jun 15 2021 8:52AM - HONGM

- 32. Operator shall submit a semiannual report to the APCO listing any period during which the sulfur content of the fuel being fired in the gas turbine exceeded 0.8% by weight. [40 CFR 60.334] Federally Enforceable Through Title V Permit
- 33. Permittee shall provide notification and recordkeeping as required under 40 CFR, Part 60, Subpart A, 60.7. [40 CFR 60.334(j)] Federally Enforceable Through Title V Permit
- 34. The owners and operators of each affected source and each affected unit at the source shall: (i) Operate the unit in compliance with a complete Acid Rain permit application or a superceding Acid Rain permit issued by the permitting authority; and (ii) Have an Acid Rain permit. [40 CFR 72] Federally Enforceable Through Title V Permit
- 35. The owners and operators and, to the extent applicable, designated representative of each affected source and each affected unit at the source shall comply with the monitoring requirements as provided in 40 CFR part 75. [40 CFR 75] Federally Enforceable Through Title V Permit
- 36. The emissions measurements recorded and reported in accordance with 40 CFR part 75 shall be used to determine compliance by the unit with the Acid Rain emissions limitations and emissions reduction requirements for sulfur dioxide and nitrogen oxides under the Acid Rain Program. [40 CFR 75] Federally Enforceable Through Title V Permit
- 37. The owners and operators of each source and each affected unit at the source shall: (i) Hold allowances, as of the allowance transfer deadline, in the unit's compliance subaccount (after deductions under 40 CFR 73.34(c)) not less than the total annual emissions of sulfur dioxide for the previous calendar year from the unit; and (ii) Comply with the applicable Acid Rain emissions limitations for sulfur dioxide. [40 CFR 73] Federally Enforceable Through Title V Permit
- 38. Each ton of sulfur dioxide emitted in excess of the Acid Rain emissions limitations for sulfur dioxide shall constitute a separate violation of the Act. [40 CFR 77] Federally Enforceable Through Title V Permit
- 39. An affected unit shall be subject to the sulfur dioxide requirements starting on the later of January 1, 2000, or the deadline for monitoring certification under 40 CFR part 75, an affected unit under 40 CFR 72.6(a)(3) that is not a substitution or compensating unit. [40 CFR 72 and 40 CFR 75] Federally Enforceable Through Title V Permit
- 40. Allowances shall be held in, deducted from, or transferred among Allowance Tracking System accounts in accordance with the Acid Rain Program. [40 CFR 72] Federally Enforceable Through Title V Permit
- 41. An allowance shall not be deducted in order to comply with the requirements under 40 CFR part 73, prior to the calendar year for which the allowance was allocated. [40 CFR 73] Federally Enforceable Through Title V Permit
- 42. An allowance allocated by the Administrator under the Acid Rain Program is a limited authorization to emit sulfur dioxide in accordance with the Acid Rain Program. No provision of the Acid Rain Program, the Acid Rain permit application, the Acid Rain permit, or the written exemption under 40 CFR 72.7 and 72.8 and no provision of law shall be construed to limit the authority of the United States to terminate or limit such authorization. [40 CFR 72] Federally Enforceable Through Title V Permit
- 43. An allowance allocated by the Administrator under the Acid Rain Program does not constitute a property right. [40] CFR 72] Federally Enforceable Through Title V Permit
- 44. The owners and operators of each affected unit at the source shall comply with the applicable Acid Rain emissions limitation for nitrogen oxides. [40 CFR 72] Federally Enforceable Through Title V Permit
- 45. The designated representative of an affected unit that has excess emissions in any calendar year shall submit a proposed offset plan, as required under 40 CFR part 77. [40 CFR 77] Federally Enforceable Through Title V Permit
- 46. The owners and operators of an affected unit that has excess emissions in any calendar year shall: (i) Pay without demand the penalty required, and pay up on demand the interest on that penalty; and (ii) Comply with the terms of an approved offset plan, as required by 40 CFR part 77. [40 CFR 77] Federally Enforceable Through Title V Permit

Facility Name: MALAGA POWER, LLC

- 47. The owners and operators of the each affected unit at the source shall keep on site the following documents for a period of five years from the date the document is created. This period may be extended for cause, at any time prior to the end of five years, in writing by the Administrator or permitting authority: (i) The certificate of representation for the designated representative for the source and all documents that demonstrate the truth of the statements in the certificate of representation, in accordance with 40 CFR 72.24; provided that the certificate and documents shall be retained on site beyond such five-year period until such documents are superceded because of the submission of a new certificate of representation changing the designated representative. [40 CFR 72] Federally Enforceable Through Title V Permit
- 48. The owners and operators of each affected unit at the source shall keep on site each of the following documents for a period of five years from the date the document is created. This period may be extended for cause, at any time prior to the end of five years, in writing by the Administrator or permitting authority; (ii) All emissions monitoring information, in accordance with 40 CFR part 75; (iii) Copies of all reports, compliance certifications and other submissions and all records made or required under the Acid Rain Program; (iv) Copies of all documents used to complete an Acid Rain permit application and any other submission that demonstrates compliance with the requirements of the Acid Rain Program. [40 CFR 75] Federally Enforceable Through Title V Permit
- 49. The designated representative of an affected source and each affected unit at the source shall submit the reports and compliance certifications required under the Acid Rain Program, including those under 40 CFR 75 Subpart I. [40 CFR 75] Federally Enforceable Through Title V Permit

SAN JOAQUIN VALLEY AIR POLLUTION CONTROL DISTRICT

Proposed Title V Permit Renewal Evaluation Malaga Power, LLC C-4305

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TITLE V PERMIT RENEWAL EVALUATION

Electric Power Generation

Engineer: Mungi Hong
Date: April 8, 2021

Facility Number: C-4305

Facility Name: Malaga Power, LLC **Mailing Address:** 14950 W Schulte Rd

Tracy, CA 95377

Contact Name: Claude Couvillion

Phone: (312) 766-8716

Responsible Official: Claude Couvillion

Title: Director of Operations

Project #: C-1193556

Deemed Complete: December 3, 2019

I. PROPOSAL

Malaga Power, LLC was issued its last renewed Title V permit on April 4, 2016. As required by District Rule 2520, the applicant has applied to renew their Title V permit. The existing Title V permit shall be reviewed and modified to reflect all applicable District and federal rules updated, removed, or added since the issuance of the renewed Title V permit.

In addition, in accordance with 40 CFR Part 75, the facility has requested to add ASTM D5504, Standard Test Method for Determination of Sulfur Compounds in Natural Gas and Gaseous Fuels by Gas Chromatography and Chemiluminescene, to Condition 29 of permit unit C-4305-1 and Condition 23 of permit unit C-4305-2 as an additional sampling method when using manual sampling to determine the sulfur content of the fuel.

The purpose of this evaluation is to provide the legal and factual basis for all updated applicable requirements and to determine if the facility will comply with these updated requirements. It also specifically identifies all additions, deletions, and/or changes made to permit conditions or equipment descriptions.

II. FACILITY LOCATION

Malaga Power, LLC is located at 2611 E North Ave in Fresno, CA.

III. EQUIPMENT LISTING

A detailed facility printout listing all permitted equipment at the facility is included as Attachment C.

IV. GENERAL PERMIT TEMPLATE USAGE

The applicant is requesting to use the following model general permit Templates:

A. Template SJV-UM-0-3 Facility Wide Umbrella

The applicant has requested to utilize template No. SJV-UM-0-3, <u>Facility Wide Umbrella</u>. Based on the information submitted in the Template Qualification Form, the applicant qualifies for the use of this template.

V. SCOPE OF EPA AND PUBLIC REVIEW

Certain segments of the proposed Renewed Operating Permit are based on model general permit templates that have been previously subject to EPA and public review. The terms and conditions from the model general permit templates are included in the proposed permit and are not subject to further EPA and public review.

For permit applications utilizing model general permit templates, public and agency comments on the District's proposed actions are limited to the applicant's eligibility for model general permit template, applicable requirements not covered by the model general permit template, and the applicable procedural requirements for issuance of Title V Operating Permits.

The following permit conditions, including their underlying applicable requirements, originate form model general permit templates and are not subject to further EPA or public review.

Conditions 1 through 40 of the requirements for permit unit C-4305-0-2.

VI. FEDERALLY ENFORCEABLE REQUIREMENTS

Rules Addressed by General Permit Template

• District Rule 2010, Permits Required (amended December 17, 1992)

- District Rule 2020, <u>Exemptions</u> (amended December 18, 2014)¹
- District Rule 2031, <u>Transfer of Permits</u> (amended December 17, 1992)
- District Rule 2070, <u>Standards for Granting Applications</u>, Section 7.0 (amended December 17, 1992)
- District Rule 2080, Conditional Approval (amended December 17, 1992)
- District Rule 2520, <u>Federally Mandated Operating Permits</u>, <u>Sections 5.2</u>, 9.1.1, 9.4, 9.5, 9.7, 9.8, 9.9, 9.13.1, 9.13.2, 9.16, 10.0 (amended June 21, 2001 ⇒ amended August 15, 2019)
- District Rule 4101, Visible Emissions (amended February 17, 2005)
- District Rule 8021, <u>Construction, Demolition Excavation, Extraction, and Other Earthmoving Activities</u> (amended August 19, 2004)
- District Rule 8031, <u>Bulk Materials</u> (amended August 19, 2004)
- District Rule 8041, Carryout and Trackout (amended August 19, 2004)
- District Rule 8051, Open Areas (amended August 19, 2004)
- District Rule 8061, Paved and Unpaved Roads (amended August 19, 2004)
- District Rule 8071, <u>Unpaved Vehicle/Equipment Traffic Areas</u> (amended September 16, 2004)
- 40 CFR Part 61, Subpart M, <u>National Emission Standards for Asbestos</u> (amended July 20, 2004)
- 40 CFR Part 82, Subpart B, <u>Servicing of Motor Vehicle Air Conditioners</u> (amended August 23, 2019)
- 40 CFR Part 82, Subpart F, <u>Recycling and Emissions Reduction</u> (amended April 10, 2020)

¹ This amendments made to this rule on August 18, 2011 and December 18, 2014 have no impact on this source; therefore, template SJV-UM-0-3 is still valid for this project.

Rules Not Addressed by General Permit Template

A. Rules Updated or Evaluated

- District Rule 2201, New and Modified Stationary Source Review Rule (amended February 18, 2016 ⇒ amended August 15, 2019)
- District Rule 2520, <u>Federally Mandated Operating Permits</u> (amended June 21, 2001 ⇒ amended August 15, 2019)
- District Rule 4601, <u>Architectural Coatings</u> (amended December 17, 2009 ⇒ amended April 16, 2020)
- 40 CFR Part 64, <u>Compliance Assurance Monitoring</u> (amended October 22, 1997)
- 40 CFR Part 72, Permits Regulation (amended March 28, 2011)
- 40 CFR Part 75, Continuous Emission Monitoring (amended April 22, 2020)

B. Rules Removed

There are no applicable rules that were removed since the last Title V renewal.

C. Rules Added

There are no applicable rules that were added since the last Title V renewal.

D. Rules Not updated

- District Rule 1070, <u>Inspections</u> (amended December 17, 1992)
- District Rule 1080, Stack Monitoring (amended December 17, 1992)
- District Rule 1081, Source Sampling (amended December 16, 1993)
- District Rule 2410, <u>Prevention of Significant Deterioration</u> (effective November 26, 2012)
- District Rule 2540, Acid Rain Program (adopted November 13, 1997)
- District Rule 4201, <u>Particulate Matter Concentration</u> (amended December 17, 1992)

- District Rule 4301, <u>Fuel Burning Equipment</u> (amended December 17, 1992)
- District Rule 4703, <u>Stationary Gas Turbines</u> (amended September 20, 2007)
- District Rule 4801, Sulfur Compounds (amended December 17, 1992)
- District Rule 8011, General Requirements (amended August 19, 2004)
- 40 CFR Part 60, Subpart GG, <u>Standards of Performance for Stationary Gas</u> <u>Turbines</u> (amended February 27, 2014)
- 40 CFR Part 73, Sulfur Dioxide Allowance System (amended April 28, 2006)
- 40 CFR Part 77, Excess Emissions (amended May 12, 2005)

VII. REQUIREMENTS NOT FEDERALLY ENFORCEABLE

For each Title V source, the District issues a single permit that contains the Federally Enforceable requirements, as well as the District-only requirements. The District-only requirements are not a part of the Title V Operating Permits. The terms and conditions that are part of the facility's Title V permit are designated as "Federally Enforceable Through Title V Permit."

For this facility, the following are not federally enforceable and will not be discussed in further detail:

Rules Addressed by General Permit Template

- District Rule 1100, <u>Equipment Breakdown</u> (amended December 17, 1992)
- District Rule 1160, Emission Statements (adopted November 18, 1992)
- District Rule 2040, <u>Applications</u> (amended December 17, 1992)

Rules Not Addressed by General Permit Template

A. Rules Added or Updated

There are no rules that are not federally enforceable being added or updated at this time.

B. Rules Not Updated

1. District Rule 4102, Nuisance (as amended December 17, 1992)

The purpose of this rule is to protect the health and safety of the public, and this rule applies to any source operation which emits or may emit air contaminants or other materials.

The following conditions are based on this rule and are therefore not federally enforceable through Title V:

| Permit Unit | Condition # |
|-------------|-------------|
| C-4305-0-2 | 41 |
| C-4305-1-5 | 24 |
| C-4305-2-3 | 18 |

VIII. PERMIT REQUIREMENTS

The purpose of this evaluation is to review changes to federally enforceable requirements; therefore, this compliance section will only address rules and permit conditions that have been amended or added since the issuance of the last renewed Title V permit.

A. District Rule 2201 - New and Modified Stationary Source Review Rule

District Rule 2201 has been amended since this facility's Title V permit was last renewed. However, the requirements of this rule are only triggered when a source installs new equipment and/or undergoes a modification. All applicable requirements from any NSR permit actions have already been incorporated into the current Title V permit. Therefore, the updated requirements of this rule are not applicable at this time.

B. District Rule 2520 - Federally Mandated Operating Permits

District Rule 2520 has been amended since this facility's Title V permit was last renewed. The amendments to this rule were administrative, relating only to the notification procedures for Title V permit modifications that are required to go through a public notice. The amendments to this rule did not have any effect on current permit requirements and will therefore not be addressed further in this evaluation. However, greenhouse gas emissions will be addressed under Rule 2520 during this renewal.

Greenhouse Gas Discussion

There are no federally applicable Greenhouse Gas (GHG) requirements for this source. It should be noted that the Mandatory Greenhouse Gas Reporting rule (40 CFR Part 98) is not included in the definition of an applicable requirement within Title V (per 40 CFR 71.2). Therefore, there will be no further discussion of GHG in this evaluation.

C. District Rule 4601 – Architectural Coatings

District Rule 4601 was amended on April 16, 2020. However, the amended rule is not SIP-approved by EPA. The previous version of this rule (amended December 17, 2009) is SIP-approved and is addressed by the District's facility-wide umbrella template. Therefore, template SJV-UM-0-3 is still valid for this project.

D. 40 CFR Part 64 - Compliance Assurance Monitoring

40 CFR Part 64 requires Compliance Assurance Monitoring (CAM) for units that meet the following three criteria:

- 1) the unit must have an emission limit for the pollutant;
- 2) the unit must have add-on controls for the pollutant; these are devices such as flue gas recirculation (FGR), baghouses, and catalytic oxidizers; and
- the unit must have a pre-control potential to emit of greater than the major source thresholds.

| Pollutant | Major Source Threshold (lb/year) |
|------------------|----------------------------------|
| NO _X | 20,000 |
| SO _X | 140,000 |
| PM ₁₀ | 140,000 |
| CO | 200,000 |
| VOC | 20,000 |

- a. C-4305-1 and '-2: NOMINALLY RATED SIMPLE-CYCLE PEAK-DEMAND POWER GENERATING SYSTEM CONSISTING OF A NATURAL GAS-FIRED COMBUSTION TURBINE GENERATOR WITH WATER SPRAY PREMIXED COMBUSTION SYSTEM, SERVED BY A SELECTIVE CATALYTIC REDUCTION (SCR) SYSTEM AND AN OXIDATION CATALYST
- 1) Each permit unit contains emission limits for NOx, SOx, PM10, CO, and VOC.

2) Each permit unit has no add-on controls for SOx or PM10 emissions; therefore, SOx and PM10 emissions are not subject to CAM. Pursuant to 40 CFR 64.2(b)(1)(vi), NOx and CO emissions are exempt from CAM since both permits already require a continuous compliance determination method for both NOx and CO.

Each unit has add-on controls (oxidation catalysts) for VOC emissions; therefore, both units may be subject to CAM for VOC emissions.

3) The pre-control potential to emit (PE) for VOC emissions for each unit is based on the following:

| Pollutant | Emission Factor (lb/MMBtu) | Maximum Heat Rating (MMBtu/hr) | Operating Schedule (hr/year) | Source |
|-----------|-------------------------------|--------------------------------------|------------------------------------|-------------------|
| VOC | 0.008 | 466.3 | 3,120 | Project C-1032086 |

Pre-control PE = Emission Factor (lb-VOC/MMBtu) x Maximum Heat Rating (MMBtu/year) x Operating Schedule (hr/year) = 0.008 (lb-VOC/MMBtu) x 466.3 MMBtu/hr x 3,120 hr/year = 11,639 lb-VOC/year

Since the pre-control PE for each unit is not greater than the major source threshold of 20,000 lb-VOC/year, these units are not subject to CAM for VOC emissions.

E. 40 CFR Part 72 – Permits Regulation

The purpose of 40 CFR Part 72 is to establish certain general provisions and the operating permit program requirements for affected sources and affected units under the Acid Rain Program, pursuant to title IV of the Clean Air Act.

40 CFR Part 72 was evaluated when this facility received its initial Title V permit in 2010. This part was subsequently amended in 2011, but was not evaluated when the last renewed Title V permit was issued on April 4, 2016.

However, the 2011 amendments to this part do not have any effect on current permit requirements and will therefore not be addressed further in this evaluation.

The following conditions on the draft renewed permits are a mechanism to ensure compliance with the requirements of this section:

| Permit | Condition # |
|------------|-------------------------------|
| C-4305-1-5 | 40, 45, 46, 48, 49, 50 and 53 |
| C-4305-2-3 | 34, 39, 40, 42, 43, 44 and 47 |

F. 40 CFR Part 75 – Continuous Emission Monitoring

The purpose of 40 CFR Part 75 is to establish requirements for the monitoring, recordkeeping, and reporting of SO2, NOx, and CO2 emissions, volumetric flow, and opacity data from affected units under the Acid Rain Program pursuant to sections 412 and 821 of the Clean Air Act. In addition, this part sets forth provisions for the monitoring, recordkeeping, and reporting of NOx mass emissions with which EPA, individual States, or groups of States may require sources to comply in order to demonstrate compliance with a NOx mass emission reduction program, to the extent these provisions are adopted as requirements under such a program.

These regulations apply to each affected unit subject to Acid Rain emission limitations or reduction requirements for SO2 or NOx, except as provided in (b) and (c) of Section 75.2 in 40 CFR Part 75.

As discussed above, the facility is proposing to add ASTM D5504 to Condition 29 of permit unit C-4305-1 and Condition 23 of permit unit C-4305-2 as an additional sampling method when using manual sampling to determine the sulfur content of the fuel. The District has verified that ASTM D5504 is one of the sampling methods specified in Section 2.3.3.1.2 of Appendix D to this part to determine the sulfur content of the fuel. Therefore, as the applicant requested, Condition 29 of permit unit C-4305-1 and Condition 23 of permit unit C-4305-2 will be revised as follows:

The following test methods shall be used: NOx - EPA Method 7E or 20, PM10 - EPA Method 5 (front half and back half), CO - EPA Method 10 or 10B, O2 - EPA Method 3, 3A, or 20, VOC - EPA Method 18 or 25, ammonia - BAAQMD ST-1B, and fuel gas sulfur content - ASTM D3246 or D5504. NOx test results shall be corrected to ISO standard conditions as defined in 40 CFR Part 60 Subpart GG Section 60.335. EPA approved alternative test methods as approved by the District may also be used to address the source testing requirements of this permit. The request to utilize EPA approved alternative source testing methods must be submitted in writing and written approval received from the District prior to the submission of the source test plan. [District Rules 1081 and 4703, and 40 CFR 60.335]

Also, the amendments to this part do not have any effect on current permit requirements and will therefore not be addressed further in this evaluation.

The following conditions on the draft renewed permits are a mechanism to ensure compliance with the requirements of this section:

| Permit | Condition # |
|------------|-----------------------|
| C-4305-1-5 | 41, 42, 45, 54 and 55 |
| C-4305-2-3 | 35, 36, 39, 48 and 49 |

G. 40 CFR Part 82, Subpart B - Serving of Motor Vehicle Air Conditioners

The purpose of 40 CFR Part 82 Subpart B is to implement section 609 of the Clean Air Act, as amended regarding the servicing of motor vehicle air conditioners (MVACs), and to implement section 608 of the Act regarding certain servicing, maintenance, repair disposal of air conditioners in MVACs and MVAC-like appliances.

These regulations apply to any person performing service on a motor vehicle for consideration when this service involves the refrigerant in the motor vehicle air conditioner.

The amendments to this subpart do not have any effect on current permit requirements and will therefore not be addressed further in this evaluation.

The following condition on the draft renewed permit is a mechanism to ensure compliance with the requirements of this section:

| Permit | Condition # |
|------------|-------------|
| C-4305-0-2 | 28 |

H. 40 CFR Part 82, Subpart F – Recycling and Emissions Reduction

The purpose of 40 CFR Part 82 Subpart F is to reduce emissions of class I and class II refrigerants and their non-exempt substitutes to the lowest achievable level by maximizing the recapture and recycling of such refrigerants during the maintenance, service, repair, and disposal of appliances and restricting the sale of refrigerants consisting in whole or in part of a class I or class Ii ozone-depleting substance or their non-exempt substitutes in accordance with Title VI of the Clean Air Act.

These regulations apply to any person maintaining, servicing, or repairing appliances containing class I, class II or non-exempt substitute refrigerants. These regulations also apply to persons disposing of such appliances (including small appliances and motor vehicle air conditioners), refrigerant reclaimers, technician certifying programs, appliance owners and operators, manufacturers of appliances, manufacturers of recovery and/or recycling

equipment, approved recovery and/or recycling equipment testing organizations, and persons buying, selling, or offering to sell class I, class II, or non-exempt substitute refrigerants.

The amendments to this subpart do not have any effect on current permit requirements and will therefore not be addressed further in this evaluation.

The following condition on the draft renewed permit is a mechanism to ensure compliance with the requirements of this section:

| Permit | Condition # |
|------------|-------------|
| C-4305-0-2 | 27 |

IX. PERMIT SHIELD

A permit shield legally protects a facility from enforcement of the shielded regulations when a source is in compliance with the terms and conditions of the Title V permit. Compliance with the terms and conditions of the Operating Permit is considered compliance with all applicable requirements upon which those conditions are based, including those that have been subsumed.

A. Requirements Addressed by Model General Permit Templates

1. Model General Permit Template SJV-UM-0-3

By submitting Model General Permit Template SJV-UM-0-3 qualification form, the applicant has requested that a permit shield be granted for all the applicable requirements identified by the template. Therefore, the permit shields as granted in Model General Permit Template is included as conditions 39 and 40 of the facility-wide requirements (C-4305-0-2).

B. Requirements not Addressed by Model General Permit Templates

The applicant has not requested any permit shields other than as discussed above.

C. Obsolete Permit Shields From Existing Permit Requirements

There were no obsolete permit shields listed in the existing permit requirements.

X. CALIFORNIA ENVIRONMENTAL QUALITY ACT

The purpose of the Title V permit renewal is to update the permit to ensure that any changes to regulations since the issuance of the initial Title V permit or most recent renewal of the Title V permit are incorporated as permit requirements.

Per the California Environmental Quality Act (CEQA) Statute §21080.24, and CEQA Guidelines §15281, the issuance, modification, amendment, or renewal of any permit by an air pollution control district or air quality management district pursuant to Title V is exempt from CEQA, unless the issuance, modification, amendment, or renewal authorizes a physical or operational change to a source or facility. There will be no physical or operational change to the source or facility. Therefore, this project, a Title V permit renewal, is subject to a ministerial action that is exempt from CEQA.

XI. PERMIT CONDITIONS

See Attachment A - Draft Renewed Title V Operating Permit.

ATTACHMENTS

- A. Draft Renewed Title V Operating Permit
- B. Previous Title V Operating Permit
- C. Detailed Summary List of Facility Permits

ATTACHMENT A

Draft Renewed Title V Operating Permit

ATTACHMENT B

Previous Title V Operating Permit

ATTACHMENT C

Detailed Summary List of Facility Permits