April 1, 2022

Seferina Hawkins
Grimmius Cattle Co- East Ranch
15605 Avenue 208
Strathmore, CA 93267

Re: Notice of Preliminary Decision - Authority to Construct
Facility Number: S-5171
Project Number: S-1212638

Dear Ms. Hawkins:

Enclosed for your review and comment is the District's analysis of Grimmius Cattle Co-East Ranch’s application for an Authority to Construct for a 917 horsepower Tier 2 certified diesel engine to provide emergency power in the event of an electrical outage, at 15605 Avenue 208 in Strathmore, CA.

The notice of preliminary decision for this project has been posted on the District’s website (www.valleyair.org). After addressing all comments made during the 30-day public notice period, the District intends to issue the Authority to Construct. Please submit your written comments on this project within the 30-day public comment period, as specified in the enclosed public notice.

Thank you for your cooperation in this matter. If you have any questions regarding this matter, please contact Ms. GaEun Lee of Permit Services at (559) 230-6162 or gaeun.lee@valleyair.org.

Sincerely,

Brian Clements
Director of Permit Services

BC:gl

Enclosures

cc: Courtney Graham, CARB (w/ enclosure) via email
cc: Ryan Sundstrom, Reddy Power Services LLC (w/ enclosure) via email
I. Proposal

Grimmius Cattle Co- East Ranch is proposing to install a 917 bhp (intermittent) Tier 2 certified diesel-fired emergency standby internal combustion (IC) engine powering an electrical generator.

Best Available Control Technology (BACT) for NOx, PM10, and VOC and public notification are required for this project.

II. Applicable Rules

Rule 1070 Inspections (12/17/92)
Rule 2201 New and Modified Stationary Source Review Rule (8/15/19)
Rule 2410 Prevention of Significant Deterioration (6/16/11)
Rule 2520 Federally Mandated Operating Permits (8/15/19)
Rule 4001 New Source Performance Standards (4/14/99)
Rule 4002 National Emission Standards for Hazardous Air Pollutants (5/20/04)
Rule 4101 Visible Emissions (2/17/05)
Rule 4102 Nuisance (12/17/92)
Rule 4201 Particulate Matter Concentration (12/17/92)
Rule 4701 Internal Combustion Engines - Phase 1 (8/21/03)
Rule 4702 Internal Combustion Engines (8/19/21)
Rule 4801 Sulfur Compounds (12/17/92)
CH&SC 41700 Health Risk Assessment
CH&SC 42301.6  School Notice  
Title 17 CCR, Section 93115 - Airborne Toxic Control Measure (ATCM) for Stationary Compression-Ignition (CI) Engines  
Public Resources Code 21000-21177: California Environmental Quality Act (CEQA)  
California Code of Regulations, Title 14, Division 6, Chapter 3, Sections 15000-15387: CEQA Guidelines

III. Project Location

The equipment will be located at 15605 Avenue 208 in Strathmore, CA.

The District has verified that the equipment is not located within 1,000 feet of the outer boundary of a K-12 school. Therefore, the public notification requirement of California Health and Safety Code 42301.6 is not applicable to this project.

IV. Process Description

The emergency standby IC engine powers an electrical generator which will be used for the growing of crops and/or animals. Other than emergency standby operation, the engine may be operated up to 100 hours per year for maintenance and testing purposes.

V. Equipment Listing

S-5171-14-0:  917 BHP (INTERMITTENT) VOLVO MODEL TWD1643GE TIER 2 CERTIFIED DIESEL-FIRED EMERGENCY STANDBY IC ENGINE POWERING AN ELECTRICAL GENERATOR

VI. Emission Control Technology Evaluation

The applicant has proposed to install a Tier 2 certified diesel-fired IC engine that is fired on very low-sulfur diesel fuel.

The proposed engine meets the latest Tier Certification requirements for emergency standby engines; therefore, the engine meets the latest ARB/EPA emissions standards for diesel particulate matter, hydrocarbons, nitrogen oxides, and carbon monoxide (see Appendix C for a copy of the emissions data sheet).

The use of CARB certified diesel fuel (0.0015% by weight sulfur maximum) reduces SOx emissions by over 99% from standard diesel fuel.

VII. General Calculations

A. Assumptions

Emergency operating schedule: 24 hours/day
Non-emergency operating schedule: 100 hours/year (District Rule 4702)
Density of diesel fuel: 7.1 lb/gal
EPA F-factor (adjusted to 60 °F): 9,051 dscf/MMBtu
Fuel heating value: 137,000 Btu/gal
BHP to Btu/hr conversion: 2,542.5 Btu/bhp-hr
Thermal efficiency of engine: commonly ≈ 35%
PM10 fraction of diesel exhaust: 0.96 (CARB, 1988)
Conversion factor: 1.34 bhp/kw

B. Emission Factors

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>Emission Factor (g/kw-hr)</th>
<th>Emission Factor (g/bhp-hr)</th>
<th>Source</th>
</tr>
</thead>
<tbody>
<tr>
<td>NOX</td>
<td>5.63</td>
<td>4.20</td>
<td>Engine Manufacturer</td>
</tr>
<tr>
<td>SOX</td>
<td>-</td>
<td>0.0051</td>
<td>Mass Balance Equation Below</td>
</tr>
<tr>
<td>PM10</td>
<td>0.076</td>
<td>0.057</td>
<td>Engine Manufacturer</td>
</tr>
<tr>
<td>CO</td>
<td>0.41</td>
<td>0.31</td>
<td>Engine Manufacturer</td>
</tr>
<tr>
<td>VOC</td>
<td>0.11</td>
<td>0.08</td>
<td>Engine Manufacturer</td>
</tr>
</tbody>
</table>

\[
\frac{0.000015 \text{ lb} - S}{\text{lb fuel}} \times \frac{7.1 \text{ lb} - \text{fuel}}{\text{gallon}} \times \frac{2 \text{ lb} - \text{SO}_2}{1 \text{ lb} - S} \times \frac{1 \text{ gal}}{137,000 \text{ Btu}} \times \frac{1 \text{ bhp input}}{0.35 \text{ bhp out}} \times \frac{2,542.5 \text{ Btu}}{\text{bhp - hr}} \times \frac{453.6 \text{ g}}{\text{lb}} = 0.0051 \frac{\text{g} - \text{SO}_x}{\text{bhp - hr}}
\]

C. Calculations

1. Pre-Project Potential to Emit (PE1)
   Since this is a new emissions unit, PE1 = 0.

2. Post-Project Potential to Emit (PE2)
   The daily and annual PE2 are calculated as follows:

   Daily PE2 (lb-pollutant/day) = EF (g-pollutant/bhp-hr) \times \text{rating (bhp)} \times \text{operation (hr/day)} / 453.6 \text{ g/lb}

   Annual PE2 (lb-pollutant/yr) = EF (g-pollutant/bhp-hr) \times \text{rating (bhp)} \times \text{operation (hr/yr)} / 453.6 \text{ g/lb}
3. Pre-Project Stationary Source Potential to Emit (SSPE1)

Pursuant to District Rule 2201, the SSPE1 is the Potential to Emit (PE) from all units with valid Authorities to Construct (ATC) or Permits to Operate (PTO) at the Stationary Source and the quantity of Emission Reduction Credits (ERC) which have been banked since September 19, 1991 for Actual Emissions Reductions (AER) that have occurred at the source, and which have not been used on-site.

The PE values for permit units S-5171-1, ‘-2, and ‘-7 were taken from District project S-1194236 and the value for permit unit ‘-6 was taken from District project S-1182614. The PE values for permit units ‘-12 and ‘-13 were taken from District project S-1192034.

Pursuant to District project S-1194236, upon implementation of ATCs S-5171-1-6 and ‘-2-3, PTO S-5171-8-1 was set to be cancelled. Based on a 2020 District inspection, these ATCs have been commenced. Therefore, emissions from permit unit ‘-8 will not be included in the facility’s SSPE.
### SSPE1 (lb/year)

<table>
<thead>
<tr>
<th>Permit unit</th>
<th>NO&lt;sub&gt;x&lt;/sub&gt;</th>
<th>SO&lt;sub&gt;x&lt;/sub&gt;</th>
<th>PM&lt;sub&gt;10&lt;/sub&gt;</th>
<th>CO</th>
<th>VOC</th>
<th>NH&lt;sub&gt;3&lt;/sub&gt;</th>
<th>H&lt;sub&gt;2&lt;/sub&gt;S</th>
</tr>
</thead>
<tbody>
<tr>
<td>ATC S-5171-1-6 (Calf Ranch)</td>
<td>0</td>
<td>0</td>
<td>69,304</td>
<td>0</td>
<td>83,171</td>
<td>107,483</td>
<td>0</td>
</tr>
<tr>
<td>ATC S-5171-2-3 (Solid Manure Handling)</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>4,265</td>
<td>12,795</td>
<td>0</td>
</tr>
<tr>
<td>S-5171-6-0 (Agricultural Gasoline Dispensing)</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>558</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>S-5171-7-3 (Liquid Manure Handling)</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>17,061</td>
<td>34,121</td>
<td>537</td>
</tr>
<tr>
<td>S-5171-12-0 (IC Engine)</td>
<td>424</td>
<td>1</td>
<td>6</td>
<td>31</td>
<td>8</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>S-5171-13-0 (IC Engine)</td>
<td>424</td>
<td>1</td>
<td>6</td>
<td>31</td>
<td>8</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td><strong>SSPE1</strong></td>
<td><strong>848</strong></td>
<td><strong>2</strong></td>
<td><strong>69,316</strong></td>
<td><strong>62</strong></td>
<td><strong>105,071</strong></td>
<td><strong>154,399</strong></td>
<td><strong>537</strong></td>
</tr>
</tbody>
</table>

### 4. Post-Project Stationary Source Potential to Emit (SSPE2)

Pursuant to District Rule 2201, the Post-Project Stationary Source Potential to Emit (SSPE2) is the PE from all units with valid ATCs or PTOs, except for emissions units proposed to be shut down as part of the Stationary Project, at the Stationary Source and the quantity of ERCs which have been banked since September 19, 1991 for AER that have occurred at the source, and which have not been used on-site.

For this project the change in emissions for the facility is due to the installation of the new emergency standby IC engine. Thus:
5. Major Source Determination

**Rule 2201 Major Source Determination:**

Pursuant to District Rule 2201, a Major Source is a stationary source with a SSPE2 equal to or exceeding one or more of the following threshold values. For the purposes of determining major source status the following shall not be included:

- any ERCs associated with the stationary source
- Emissions from non-road IC engines (i.e. IC engines at a particular site at the facility for less than 12 months), pursuant to the Clean Air Act, Title 3, Section 302, US Codes 7602(j) and (z)
- Fugitive emissions, except for the specific source categories specified in 40 CFR 70.2

As mentioned above and pursuant to District Rule 2201, fugitive emissions are not counted when determining if a facility is a major source unless the facility belongs to one of the specific source categories identified in the major source definition in 40 CFR Part 70.2, or when determining if a stationary source is a major air toxics source. 40 CFR 70.2 (Definitions, Major Source (2)) states the following:
(2) A major stationary source of air pollutants, as defined in section 302 of the Act, that directly emits, or has the potential to emit, 100 tpy or more of any air pollutant subject to regulation (including any major source of fugitive emissions of any such pollutant, as determined by rule by the Administrator). The fugitive emissions of a stationary source shall not be considered in determining whether it is a major stationary source for the purposes of section 302(j) of the Act, unless the source belongs to one of the following categories of stationary source: (i) Coal cleaning plants (with thermal dryers); (ii) Kraft pulp mills; (iii) Portland cement plants; (iv) Primary zinc smelters; (v) Iron and steel mills; (vi) Primary aluminum ore reduction plants; (vii) Primary copper smelters; (viii) Municipal incinerators capable of charging more than 250 tons of refuse per day; (ix) Hydrofluoric, sulfuric, or nitric acid plants; (x) Petroleum refineries; (xi) Lime plants; (xii) Phosphate rock processing plants; (xiii) Coke oven batteries; (xiv) Sulfur recovery plants; (xv) Carbon black plants (furnace process); (xvi) Primary lead smelters; (xvii) Fuel conversion plants; (xviii) Sintering plants; (xix) Secondary metal production plants; (xx) Chemical process plants—The term chemical processing plant shall not include ethanol production facilities that produce ethanol by natural fermentation included in NAICS codes 325193 or 312140; (xxi) Fossil-fuel boilers (or combination thereof) totaling more than 250 million British thermal units per hour heat input; (xxii) Petroleum storage and transfer units with a total storage capacity exceeding 300,000 barrels; (xxiii) Taconite ore processing plants; (xxiv) Glass fiber processing plants; (xxv) Charcoal production plants; (xxvi) Fossil-fuel-fired steam electric plants of more than 250 million British thermal units per hour heat input; or (xxvii) Any other stationary source category, which as of August 7, 1980 is being regulated under section 111 or 112 of the Act.

Because agricultural operations do not fall under any of the specific source categories listed above, fugitive emissions are not counted when determining if an agricultural operation is a major source. 40 CFR 70.2 defines fugitive emissions as "those emissions which could not reasonably pass through a stack, chimney, vent, or other functionally-equivalent opening."

Since emissions at the dairy are not actually collected, a determination of whether emissions could be reasonably collected must be made by the permitting authority. The California Air Pollution Control Association (CAPCOA) prepared guidance in 2005 for estimating potential to emit of Volatile Organic Compounds from dairy farms. The guidance states that “VOC emissions from the milking centers, cow housing areas, corrals, common manure storage areas, and land application of manure are not physically contained and could not reasonably pass through a stack, chimney, vent, or other functionally-equivalent opening. No collection technologies currently exist for VOC emissions from these emissions units. Therefore, the VOC emissions from these sources are considered fugitive.” The guidance also concludes that, because VOC collection technologies do exist for liquid waste systems at dairies, “…the VOC emissions from waste lagoons and storage ponds are considered non-fugitive.” The District has researched this issue.
and concurs with the CAPCOA assessment. Therefore, the emissions from the cow housing units, solid manure storage areas, and feed storage and handling are considered fugitive. The District has determined that control technology to capture emissions from lagoons (biogas collection systems, for instance) is in use and these emissions can be reasonably collected and are not fugitive.

Therefore, only emissions from the lagoons/storage ponds, IC engines, and gasoline dispensing operation will be used to determine if this facility is a major source.

Pre-Project Non-Fugitive SSPE:

The non-fugitive PE value for permit unit ‘-7 was taken from District project S-1194236. The non-fugitive SSPE1 is summarized in the table below:

<table>
<thead>
<tr>
<th>Permit Unit</th>
<th>NOx</th>
<th>SOx</th>
<th>PM10</th>
<th>PM2.5</th>
<th>CO</th>
<th>VOC</th>
<th>H2S</th>
</tr>
</thead>
<tbody>
<tr>
<td>S-5171-6-0 (Agricultural Gasoline Dispensing)</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>558</td>
<td>0</td>
</tr>
<tr>
<td>S-5171-7-3 (Liquid Manure Handling – Lagoons/Storage Ponds Only)</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>5,908(^1)</td>
<td>537</td>
</tr>
<tr>
<td>S-5171-12-0 (IC Engine)</td>
<td>424</td>
<td>1</td>
<td>6</td>
<td>6</td>
<td>31</td>
<td>8</td>
<td>0</td>
</tr>
<tr>
<td>S-5171-13-0 (IC Engine)</td>
<td>424</td>
<td>1</td>
<td>6</td>
<td>6</td>
<td>31</td>
<td>8</td>
<td>0</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>848</strong></td>
<td><strong>2</strong></td>
<td><strong>12</strong></td>
<td><strong>12</strong></td>
<td><strong>62</strong></td>
<td><strong>6,482</strong></td>
<td><strong>537</strong></td>
</tr>
</tbody>
</table>

**Post-Project Non-Fugitive SSPE:**

As mentioned previously, the current project results in an increase in emissions due to the installation of the proposed emergency standby IC engine (permit unit S-5171-14-0). Therefore, the non-fugitive SSPE2 is summarized in the table below:

\(^1\) From District project S-1194236.
Based on the non-fugitive SSPE values above, the major source determination is summarized in the following table:

<table>
<thead>
<tr>
<th>Permit Unit</th>
<th>NOₓ</th>
<th>SOₓ</th>
<th>PM₁₀</th>
<th>PM₂.₅</th>
<th>CO</th>
<th>VOC</th>
<th>H₂S</th>
</tr>
</thead>
<tbody>
<tr>
<td>S-5171-6-0 (Agricultural Gasoline Dispensing)</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>558</td>
<td>0</td>
</tr>
<tr>
<td>S-5171-7-3 (Liquid Manure Handling – Lagoons/Storage Ponds Only)</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>5,908</td>
<td>537</td>
</tr>
<tr>
<td>S-5171-12-0 (IC Engine)</td>
<td>424</td>
<td>1</td>
<td>6</td>
<td>6</td>
<td>31</td>
<td>8</td>
<td>0</td>
</tr>
<tr>
<td>S-5171-13-0 (IC Engine)</td>
<td>424</td>
<td>1</td>
<td>6</td>
<td>6</td>
<td>31</td>
<td>8</td>
<td>0</td>
</tr>
<tr>
<td>S-5171-14-0 (IC Engine)</td>
<td>849</td>
<td>1</td>
<td>12</td>
<td>12</td>
<td>63</td>
<td>16</td>
<td>0</td>
</tr>
<tr>
<td>Total</td>
<td>1,697</td>
<td>3</td>
<td>24</td>
<td>24</td>
<td>125</td>
<td>6,498</td>
<td>537</td>
</tr>
</tbody>
</table>

As seen in the table above, the facility is not an existing Major Source and is not becoming a Major Source as a result of this project.

### Rule 2410 Major Source Determination:

The facility or the equipment evaluated under this project is not listed as one of the categories specified in 40 CFR 52.21 (b)(1)(iii). Therefore, the PSD Major Source threshold is 250 tpy for any regulated NSR pollutant.
Fugitive emissions at dairies are excluded in determining if a source is a major source for PSD. For this facility, only emissions from the lagoons/storage ponds, IC engines, and gas dispensing operation are non-fugitive emissions. Emissions from all other sources are considered fugitive and are excluded from PSD calculations.

<table>
<thead>
<tr>
<th>PSD Major Source Determination (tons/year)</th>
</tr>
</thead>
<tbody>
<tr>
<td>NOx</td>
</tr>
<tr>
<td>Estimated Facility PE before Project Increase</td>
</tr>
<tr>
<td>PSD Major Source Thresholds</td>
</tr>
<tr>
<td>PSD Major Source?</td>
</tr>
</tbody>
</table>

As shown above, the facility is not an existing PSD major source for any regulated NSR pollutant expected to be emitted at this facility.

6. **Baseline Emissions (BE)**

BE = Pre Project Potential to Emit for:
- Any unit located at a non-Major Source,
- Any Highly-Utilized Emissions Unit, located at a Major Source,
- Any Fully-Offset Emissions Unit, located at a Major Source, or
- Any Clean Emissions Unit, located at a Major Source.

otherwise,

BE = Historic Actual Emissions (HAE), calculated pursuant to District Rule 2201

Since this is a new emissions unit, BE = PE1 = 0 for all pollutants.

In addition, agricultural operations that are not major sources are exempt from offsets pursuant to Section 4.6.9 of District Rule 2201. As seen above in Section IV, this engine will power an electrical generator which will be used for the growing of crops and/or animals. Therefore, BE calculations are not required for this permit.

7. **SB 288 Major Modification**

SB 288 Major Modification is defined in 40 CFR Part 51.165 as "any physical change in or change in the method of operation of a major stationary source that would result in a significant net emissions increase of any pollutant subject to regulation under the Act."
Since this facility is not a major source for any of the pollutants addressed in this project, this project does not constitute an SB 288 major modification.

8. Federal Major Modification / New Major Source

Federal Major Modification

District Rule 2201 states that a Federal Major Modification is the same as a “Major Modification” as defined in 40 CFR 51.165 and part D of Title I of the CAA.

As defined in 40 CFR 51.165, Section (a)(1)(v) and part D of Title I of the CAA, a Federal Major Modification is any physical change in or change in the method of operation of a major stationary source that would result in a significant net emissions increase of any pollutant subject to regulation under the Act. The significant net emission increase threshold for each criteria pollutant is included in Rule 2201.

Since this facility is not a Major Source for any pollutants, this project does not constitute a Federal Major Modification and no further discussion is required.

New Major Source

As demonstrated above, this facility is not becoming a Major Source as a result of this project, therefore, this facility is not a New Major Source pursuant to 40 CFR 51.165 a(1)(iv)(A)(3).

9. Rule 2410 - Prevention of Significant Deterioration (PSD) Applicability Determination

Rule 2410 applies to any pollutant regulated under the Clean Air Act, except those for which the District has been classified nonattainment. The pollutants which must be addressed in the PSD applicability determination for sources located in the SJV and which are emitted in this project are: (See 52.21 (b) (23) definition of significant)

- NO2
- SO2
- CO
- PM
- PM10
I. Project Emissions Increase - New Major Source Determination

The post-project potentials to emit from all new and modified units are compared to the PSD major source thresholds to determine if the project constitutes a new major source subject to PSD requirements.

The facility or the equipment evaluated under this project is not listed as one of the categories specified in 40 CFR 52.21 (b)(1)(iii). Therefore, the following PSD Major Source thresholds are applicable, and fugitive emissions are not considered when determining if the operation is a PSD Major Source.

<table>
<thead>
<tr>
<th>PSD Major Source Determination: Potential to Emit (tons/year)</th>
</tr>
</thead>
<tbody>
<tr>
<td>NO₂</td>
</tr>
<tr>
<td>Total PE from New and Modified Units</td>
</tr>
<tr>
<td>PSD Major Source threshold</td>
</tr>
<tr>
<td>New PSD Major Source?</td>
</tr>
</tbody>
</table>

As discussed in Section VII.C.5 above, all emissions from the proposed IC engine (permit unit S-5171-14-0) are non-fugitive and, therefore, are included in the PSD major source determination calculations.

As shown in the table above, the potential to emit for the project, by itself, does not exceed any PSD major source threshold. Therefore, Rule 2410 is not applicable and no further analysis is required.

10. Quarterly Net Emissions Change (QNEC)

The QNEC is calculated solely to establish emissions that are used to complete the District’s PAS emissions profile screen. Detailed QNEC calculations are included in Appendix E.

VIII. Compliance Determination

Rule 1070 Inspections

This rule applies to any source operation, which emits or may emit air contaminants.

This rule allows the District to perform inspections for the purpose of obtaining information necessary to determine whether air pollution sources are in compliance with applicable rules and regulations. The rule also allows the District to require record keeping, to make inspections and to conduct tests of air pollution sources.
The following conditions will be listed on the ATC permit to ensure compliance:

- {3215} 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 1070]

- {3216} 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 1070]

**Rule 2201  New and Modified Stationary Source Review Rule**

**A. Best Available Control Technology (BACT)**

1. **BACT Applicability**

   Pursuant to District Rule 2201, Section 4.1, BACT requirements are triggered on a pollutant-by-pollutant basis and on an emissions unit-by-emissions unit basis. Unless specifically exempted by Rule 2201, BACT shall be required for the following actions*:

   a. Any new emissions unit with a potential to emit exceeding two pounds per day,
   b. The relocation from one Stationary Source to another of an existing emissions unit with a potential to emit exceeding two pounds per day,
   c. Modifications to an existing emissions unit with a valid Permit to Operate resulting in an Adjusted Increase in Permitted Emissions (AIPE) exceeding two pounds per day, and/or
   d. Any new or modified emissions unit, in a stationary source project, which results in an SB 288 Major Modification or a Federal Major Modification, as defined by the rule.

   *Except for CO emissions from a new or modified emissions unit at a Stationary Source with an SSPE2 of less than 200,000 pounds per year of CO.

   As discussed in Section I, the facility is proposing to install a new emergency standby IC engine. Additionally, as determined in Sections VII.C.7 and VII.C.8, this project does not result in an SB288 Major Modification or a Federal Major Modification, respectively. Therefore, BACT can only be triggered if the daily emissions exceed 2.0 lb/day for any pollutant.

   The daily emissions from the new engine are compared to the BACT threshold levels in the following table:
### New Emissions Unit BACT Applicability

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>Daily Emissions for the new unit (lb/day)</th>
<th>BACT Threshold (lb/day)</th>
<th>SSPE2 (lb/yr)</th>
<th>BACT Triggered?</th>
</tr>
</thead>
<tbody>
<tr>
<td>NO\textsubscript{x}</td>
<td>203.8</td>
<td>&gt; 2.0</td>
<td>n/a</td>
<td>Yes</td>
</tr>
<tr>
<td>SO\textsubscript{x}</td>
<td>0.2</td>
<td>&gt; 2.0</td>
<td>n/a</td>
<td>No</td>
</tr>
<tr>
<td>PM\textsubscript{10}</td>
<td>2.8</td>
<td>&gt; 2.0</td>
<td>n/a</td>
<td>Yes</td>
</tr>
<tr>
<td>CO</td>
<td>15.0</td>
<td>&gt; 2.0 and SSPE2 ≥ 200,000 lb/yr</td>
<td>125</td>
<td>No</td>
</tr>
<tr>
<td>VOC</td>
<td>3.9</td>
<td>&gt; 2.0</td>
<td>n/a</td>
<td>Yes</td>
</tr>
</tbody>
</table>

As shown above, BACT will be triggered for NO\textsubscript{x}, PM\textsubscript{10}, and VOC emissions from the engine for this project.

2. **BACT Guideline**

BACT Guideline 3.1.1, which appears in Appendix B of this report, covers diesel-fired emergency IC engines.

3. **Top Down BACT Analysis**

Per District Policy APR 1305, Section IX, “A top down BACT analysis shall be performed as a part of the Application Review for each application subject to the BACT requirements pursuant to the District’s NSR Rule for source categories or classes covered in the BACT Clearinghouse, relevant information under each of the following steps may be simply cited from the Clearinghouse without further analysis.”

Pursuant to the attached top down BACT Analysis, which appears in Appendix B of this report, BACT is satisfied with:

- **NO\textsubscript{x}:** Latest Available Tier Certification level for applicable horsepower
- **VOC:** Latest Available Tier Certification level for applicable horsepower
- **PM\textsubscript{10}:** 0.15 g/bhp-hr or the latest EPA Tier Certification level for applicable horsepower range, whichever is more stringent

The facility has proposed to install a 917 bhp Tier 2 certified IC engine (with a PM\textsubscript{10} emissions rate of 0.057 g/bhp-hr). Therefore, BACT is satisfied for NO\textsubscript{x}, VOC, and PM\textsubscript{10}.
B. Offsets

1. Offset Applicability

Pursuant to Section 4.6.2 of this rule, offsets are not required for emergency IC engines. The engine in this project is an emergency IC engine; therefore, this exemption is applicable to this project.

However, even when there is an applicable exemption, the SSPE2 values are compared to the offset threshold to determine if offsets are triggered. In its PAS database, the District keeps track of facilities where offsets are triggered but an exemption applies. The SSPE2 values are compared to the offset trigger thresholds in the following table:

<table>
<thead>
<tr>
<th>Offset Determination (lb/year)</th>
<th>NOx</th>
<th>SOx</th>
<th>PM$_{10}$</th>
<th>CO</th>
<th>VOC</th>
</tr>
</thead>
<tbody>
<tr>
<td>SSPE2</td>
<td>1,697</td>
<td>3</td>
<td>69,328</td>
<td>125</td>
<td>105,087</td>
</tr>
<tr>
<td>Offset Thresholds</td>
<td>20,000</td>
<td>54,750</td>
<td>29,200</td>
<td>200,000</td>
<td>20,000</td>
</tr>
<tr>
<td>Offsets Triggered?</td>
<td>No</td>
<td>No</td>
<td>Yes</td>
<td>No</td>
<td>Yes</td>
</tr>
</tbody>
</table>

2. Quantity of Offsets Required

The SSPE values for PM$_{10}$ and VOC emissions exceed the offset threshold level. However, per Section 4.6.9 of Rule 2201, offsets are not required for agricultural sources unless they are a major source. As determined in Section VII.C.5 of this evaluation, this facility is not a major source for any pollutant. Therefore, offsets are not required.

C. Public Notification

1. Applicability

Public noticing is required for:

a. New Major Sources, SB288 Major Modifications, and Federal Major Modifications

As shown in Sections VII.C.5, VII.C.7, and VII.C.8, this facility is not a new Major Source, not an SB 288 Major Modification, and not a Federal Major Modification, respectively.
b. Any new emissions unit with a Potential to Emit greater than 100 pounds during any one day for any pollutant

As calculated in Section VII.C.2, daily emissions for NO\textsubscript{X} are greater than 100 lb/day.

c. Any project which results in the offset thresholds being surpassed

Public notification is required if the Pre-Project Stationary Source Potential to Emit (SSPE1) is increased from a level below the offset threshold to a level exceeding the emissions offset threshold, for any pollutant.

<table>
<thead>
<tr>
<th>Offset Thresholds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pollutant</td>
</tr>
<tr>
<td>----------</td>
</tr>
<tr>
<td>NO\textsubscript{X}</td>
</tr>
<tr>
<td>SO\textsubscript{X}</td>
</tr>
<tr>
<td>PM\textsubscript{10}</td>
</tr>
<tr>
<td>CO</td>
</tr>
<tr>
<td>VOC</td>
</tr>
</tbody>
</table>

As detailed above, there were no thresholds surpassed with this project; therefore public noticing is not required for offset purposes.

d. Any project with a Stationary Source Project Increase in Permitted Emissions (SSIPE) greater than 20,000 lb/year for any pollutant

For this project, the proposed engine is the only emissions unit that will generate an increase in Potential to Emit. Since the proposed engine emissions are well below 20,000 lb/year for all pollutants (See Section VII.C.2), the SSIPE for this project will be below the public notice threshold.

e. Any project which results in a Title V significant permit modification

Since this facility does not have a Title V operating permit, this change is not a Title V significant Modification, and therefore public noticing is not required.
2. Public Notice Action

As demonstrated above, this project will require public noticing. Therefore, public notice documents will be submitted to the California Air Resources Board (CARB) and a public notice will be electronically published on the District’s website prior to the issuance of the ATC for this equipment.

D. Daily Emissions Limits

Daily Emissions Limitations (DELs) and other enforceable conditions are required by Rule 2201 to restrict a unit’s maximum daily emissions, to a level at or below the emissions associated with the maximum design capacity. The DEL must be contained in the latest ATC and contained in or enforced by the latest PTO and enforceable, in a practicable manner, on a daily basis. Therefore, the following conditions will be listed on the ATC as a mechanism to ensure compliance:

- \{4771\} Emissions from this IC engine shall not exceed any of the following limits: 4.20 g-NOx/bhp-hr, 0.31 g-CO/bhp-hr, or 0.08 g-VOC/bhp-hr. [District Rule 2201 and 17 CCR 93115]

- \{4772\} Emissions from this IC engine shall not exceed 0.057 g-PM10/bhp-hr based on USEPA certification using ISO 8178 test procedure. [District Rules 2201 and 4102, and 17 CCR 93115]

- \{4258\} Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801, and 17 CCR 93115]

E. Compliance Assurance

1. Source Testing

Pursuant to District Policy APR 1705, source testing is not required for emergency standby IC engines to demonstrate compliance with District Rule 2201.

2. Monitoring

No monitoring is required to demonstrate compliance with District Rule 2201.

3. Recordkeeping

Recordkeeping requirements, in accordance with District Rule 4702, will be discussed in Section VIII, District Rule 4702, of this evaluation.
4. Reporting

No reporting is required to ensure compliance with District Rule 2201.

F. Ambient Air Quality Analysis (AAQA)

An AAQA shall be conducted for the purpose of determining whether a new or modified Stationary Source will cause or make worse a violation of an air quality standard. The District’s Technical Services Division conducted the required analysis. Refer to Appendix D of this document for the AAQA summary sheet.

The proposed location is in an attainment area for NOx, CO, and SOx. As shown by the AAQA summary sheet the proposed equipment will not cause a violation of an air quality standard for NOx, CO, or SOx.

The proposed location is in a non-attainment area for the state’s PM10 as well as federal and state PM2.5 thresholds. As shown by the AAQA summary sheet the proposed equipment will not cause a violation of an air quality standard for PM10 and PM2.5.

Rule 2410  Prevention of Significant Deterioration

As shown in Section VII.C.9 above, this project does not result in a new PSD major source or PSD major modification. No further discussion is required.

Rule 2520  Federally Mandated Operating Permits

Since this facility’s potential to emit does not exceed any Major Source thresholds of Rule 2201, this facility is not a Major Source, and Rule 2520 does not apply.

Rule 4001  New Source Performance Standards (NSPS)

40 CFR 60 Subpart III - Standards of Performance for Stationary Compression Ignition Internal Combustion Engines

The District has not been delegated the authority to implement Subpart III requirements for non-Major Sources; therefore, no requirements shall be included on the permit.
Rule 4002  National Emission Standards for Hazardous Air Pollutants


The District has not been delegated the authority to implement NESHAP regulations for Area Source requirements for non-Major Sources; therefore, no requirements shall be included on the permit.

Rule 4101  Visible Emissions

Rule 4101 states that no air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. Therefore, the following condition will be listed on the ATC as a mechanism to ensure compliance:

- {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]

Rule 4102  Nuisance

Rule 4102 states that no air contaminant shall be released into the atmosphere which causes a public nuisance. Public nuisance conditions are not expected as a result of these operations, provided the equipment is well maintained. Therefore, the following condition will be listed on the ATC as a mechanism to ensure compliance:

- {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]

California Health & Safety Code 41700 (Health Risk Assessment)

District Policy APR 1905 – Risk Management Policy for Permitting New and Modified Sources specifies that for an increase in emissions associated with a proposed new source or modification, the District perform an analysis to determine the possible impact to the nearest resident or worksite.

District policy APR 1905 also specifies that the increase in emissions associated with a proposed new source or modification of an existing source shall not result in an increase in cancer risk greater than the District’s significance level (20 in a million) and shall not result in acute and/or chronic risk indices greater than 1.
According to the Technical Services Memo for this project, the total facility prioritization score including this project was greater than one. Therefore, an HRA was required to determine the short-term acute and long-term chronic exposure from this project.

The resulting prioritization score, acute hazard index, chronic hazard index, and cancer risk for this project is shown below.

<table>
<thead>
<tr>
<th>Units</th>
<th>Prioritization Score</th>
<th>Acute Hazard Index</th>
<th>Chronic Hazard Index</th>
<th>Maximum Individual Cancer Risk</th>
<th>T-BACT Required</th>
<th>Special Permit Requirements</th>
</tr>
</thead>
<tbody>
<tr>
<td>14-0</td>
<td>1.11</td>
<td>NA (^1)</td>
<td>0.00</td>
<td>9.14E-08</td>
<td>No</td>
<td>Yes</td>
</tr>
<tr>
<td>Project Totals</td>
<td>1.11</td>
<td>NA (^1)</td>
<td>0.00</td>
<td>9.14E-08</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Facility Totals</td>
<td>&gt;1</td>
<td>0.00</td>
<td>0.00</td>
<td>4.46E-07</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Notes:
1. Acute Hazard Index was not calculated for Unit 14 since there is no risk factor or the risk factor is so low that it has been determined to be insignificant for this type of unit.

**Discussion of T-BACT**

BACT for toxic emission control (T-BACT) is required if the cancer risk exceeds one in one million. As demonstrated above, T-BACT is not required for this project because the HRA indicates that the risk is not above the District’s thresholds for triggering T-BACT requirements; therefore, compliance with the District’s Risk Management Policy is expected.

District policy APR 1905 also specifies that the increase in emissions associated with a proposed new source or modification not have acute or chronic indices, or a cancer risk greater than the District’s significance levels (i.e. acute and/or chronic indices greater than 1 and a cancer risk greater than 20 in a million). As outlined by the Technical Services Memo in Appendix D of this report, the emissions increases for this project were determined to be less than significant.

The following conditions will be listed on the ATC as a mechanism to ensure compliance with the RMR:

- {1898} The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap (flapper ok), roof overhang, or any other obstruction. [District Rule 4102]

- {4772} Emissions from this IC engine shall not exceed 0.057 g-PM10/bhp-hr based on USEPA certification using ISO 8178 test procedure. [District Rules 2201 and 4102, and 17 CCR 93115]
• {modified 4775} This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 100 hours per calendar year. [District Rules 2201, 4102 and 4702]

Rule 4201 Particulate Matter Concentration

Rule 4201 limits particulate matter emissions from any single source operation to 0.1 g/dscf, which, as calculated below, is equivalent to a PM$_{10}$ emission factor of 0.4 g-PM$_{10}$/bhp-hr.

$$0.1 \frac{\text{grain}}{\text{dscf}} x \frac{\text{g}}{15.43 \text{ grain}} x \frac{1 \text{Btu}_{in}}{0.35 \text{ Btu}_{out}} x \frac{9.051 \text{ dscf}}{10^6 \text{ Btu}} x \frac{2.542.5 \text{ Btu}}{1 \text{ bhp} - \text{hr}} x \frac{0.96 \text{ g} - \text{PM}_{10}}{1 \text{ g} - \text{PM}_{10}} = 0.4 \frac{\text{g} - \text{PM}_{10}}{\text{bhp} - \text{hr}}$$

The new engine has a PM$_{10}$ emission factor less than 0.4 g/bhp-hr. Therefore, compliance is expected and the following condition will be listed on the ATC as a mechanism to ensure compliance:

• {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]

Rule 4701 Internal Combustion Engines - Phase 1

The purpose of this rule is to limit the emissions of nitrogen oxides (NOx), carbon monoxide (CO), and volatile organic compounds (VOC) from internal combustion engines. Except as provided in Section 4.0, the provisions of this rule apply to any internal combustion engine, rated greater than 50 bhp, that requires a PTO.

Section 4.1 of the rule specifically exempts IC engines in agricultural operations used for the growing of crops or raising of fowl or animals. Since the engine is used for the growing of crops or raising of fowl or animals, this is exempt from the requirements of this rule. Therefore, the following condition will be listed on the ATC to ensure compliance.

• {4002} This IC engine shall only be used for the growing and harvesting of crops or the raising of fowl or animals for the primary purpose of making a profit, providing a livelihood, or conducting agricultural research or instruction by an educational institution. [District Rules 4701 and 4702, and 17 CCR 93115]

Rule 4702 Internal Combustion Engines

Emergency standby engines are subject to District Rule 4702 requirements. Emergency standby engines are defined in Section 3.0 of District Rule 4702 as follows:
3.15 Emergency Standby Engine: an internal combustion engine which operates as a temporary replacement for primary mechanical or electrical power during an unscheduled outage caused by sudden and reasonably unforeseen natural disasters or sudden and reasonably unforeseen events beyond the control of the operator. An engine shall be considered to be an emergency standby engine if it is used only for the following purposes: (1) periodic maintenance, periodic readiness testing, or readiness testing during and after repair work; (2) unscheduled outages, or to supply power while maintenance is performed or repairs are made to the primary power supply; and (3) if it is limited to operate 100 hours or less per calendar year for non-emergency purposes. An engine shall not be considered to be an emergency standby engine if it is used: (1) to reduce the demand for electrical power when normal electrical power line service has not failed, or (2) to produce power for the utility electrical distribution system, or in conjunction with a voluntary utility demand reduction program or interruptible power contract.

Emergency standby engines cannot be used to reduce the demand for electrical power when normal electrical power line service has not failed, or to produce power for the electrical distribution system, or in conjunction with a voluntary utility demand reduction program or interruptible power contract. The following conditions will be included on the permit:

- {3807} An emergency situation is an unscheduled electrical power outage caused by sudden and reasonably unforeseen natural disasters or sudden and reasonably unforeseen events beyond the control of the permittee. [District Rule 4702 and 17 CCR 93115]

- {3808} This engine shall not be used to produce power for the electrical distribution system, as part of a voluntary utility demand reduction program, or for an interruptible power contract. [District Rule 4702 and 17 CCR 93115]

- {modified 4775} This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 100 hours per calendar year. [District Rules 2201, 4102, and 4702]

The following exemption in Section 4.2 of District Rule 4702 applies to emergency standby engines:

4.2 Except for the requirements of Section 5.10 and Section 6.2.3, the requirements of this rule shall not apply to:
4.2.1 An emergency standby engine as defined in Section 3.0 of this rule, and provided that it is operated with a nonresettable elapsed operating time meter. In lieu of a nonresettable time meter, the owner of an emergency engine may use an alternative device, method, or technique, in determining operating time provided that the alternative is approved by the APCO. The owner of the engine shall properly maintain and operate the time meter or alternative device in accordance with the manufacturer’s instructions.

Pursuant to the exemption in Section 4.2, the following requirements of Section 5.10 are applicable to emergency standby engines.

Section 5.10 states monitoring requirements for engines that are not subject to Section 5.9.

5.10.1 The operator of any of the following engines shall comply with the requirements specified in Section 5.10.2 through Section 5.10.5 below:

5.10.1.1 An AO spark-ignited engine subject to the requirements of Section 5.2;
5.10.1.2 A compression-ignited engine subject to the requirements of Section 5.2; or
5.10.1.3 An engine subject to Section 4.2.

The proposed engine is subject to Section 4.2; therefore, it’s subject to the requirements specified in Section 5.10.2 through Section 5.10.5.

5.10.2 Properly operate and maintain each engine as recommended by the engine manufacturer or emission control system supplier.

Properly operate and maintain each engine as recommended by the engine manufacturer or emission control system supplier. The following condition will be included on the permit:

- {4261} This engine shall be operated and maintained in proper operating condition as recommended by the engine manufacturer or emissions control system supplier. [District Rule 4702]

5.10.3 Monitor the operational characteristics of each engine as recommended by the engine manufacturer or emission control system supplier.

Monitor the operational characteristics of each engine as recommended by the engine manufacturer or emission control system supplier. The following condition will be included on the permit:
During periods of operation for maintenance, testing, and required regulatory purposes, the permittee shall monitor the operational characteristics of the engine as recommended by the manufacturer or emission control system supplier (for example: check engine fluid levels, battery, cables and connections; change engine oil and filters; replace engine coolant; and/or other operational characteristics as recommended by the manufacturer or supplier). [District Rule 4702]

5.10.4 Install and operate a nonresettable elapsed operating time meter.

5.10.4.1 In lieu of installing a nonresettable time meter, the owner of an engine may use an alternative device, method, or technique, in determining operating time provided that the alternative is approved by the APCO and is allowed by Permit-to-Operate or Permit-Exempt Equipment Registration condition.

5.10.4.2 The operator shall properly maintain and operate the time meter or alternative device in accordance with the manufacturer’s instructions.

Install and operate a nonresettable elapsed time meter. In lieu of installing a nonresettable elapsed time meter, the operator may use an alternative device, method, or technique, in determining operating time provided that the alternative is approved by the APCO and EPA and is allowed by Permit-to-Operate condition. The operator shall properly maintain and operate the nonresettable elapsed time meter or alternative device in accordance with the manufacturer’s instructions. The following condition will be included on the permit:

- {4749} This engine shall be equipped with a non-resettable hour meter with a minimum display capability of 9,999 hours, unless the District determines that a non-resettable hour meter with a different minimum display capability is appropriate in consideration of the historical use of the engine and the owner or operator’s compliance history. [District Rule 4702 and 17 CCR 93115]

5.10.5 All AO spark-ignited engines and compression-ignited engines that have been retro-fitted with a NOx exhaust control, except certified spark-ignited engines, engines certified per Section 9.0, and certified compression-ignited engines, shall comply with Sections 5.10.5.1 through 5.10.5.6.

The proposed engines is a compression-ignited engine and has not been retro-fitted with a NOx exhaust control. Therefore, this section is not applicable.

The exemption in Rule 4702 Section 4.2 for emergency standby engines requires the engines to comply with Section 6.2.3, shown below.
6.2.3 An owner claiming an exemption under Section 4.2 or Section 4.3 shall maintain annual operating records. This information shall be retained for at least five years, shall be readily available, and provided to the APCO upon request. The records shall include, but are not limited to, the following:

6.2.3.1 Total hours of operation,
6.2.3.2 The type of fuel used,
6.2.3.3 The purpose for operating the engine,
6.2.3.4 For emergency standby engines, all hours of non-emergency and emergency operation shall be reported, and
6.2.3.5 Other support documentation necessary to demonstrate claim to the exemption.

Records of the total hours of operation, type of fuel used, purpose for operating the engine, all hours of non-emergency and emergency operation, and other support documentation must be maintained. All records shall be retained for a period of at least five years, shall be readily available, and be made available to the APCO upon request. The following conditions will be included on the permit:

- {3496} The permittee shall maintain monthly records of emergency and non-emergency operation. Records shall include the number of hours of emergency operation, the date and number of hours of all testing and maintenance operations, the purpose of the operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.) and records of operational characteristics monitoring. For units with automated testing systems, the operator may, as an alternative to keeping records of actual operation for testing purposes, maintain a readily accessible written record of the automated testing schedule. [District Rule 4702 and 17 CCR 93115]

- {4263} The permittee shall maintain monthly records of the type of fuel purchased. [District Rule 4702 and 17 CCR 93115]

- {3475} All records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rule 4702 and 17 CCR 93115]

**Rule 4801  Sulfur Compounds**

Rule 4801 requires that sulfur compound emissions (as SO$_2$) shall not exceed 0.2% by volume. Using the ideal gas equation, the sulfur compound emissions are calculated as follows:

\[
\text{Volume SO}_2 = \frac{(n \times R \times T)}{P}
\]

\[
n = \text{moles SO}_2
\]

\[
T \text{ (standard temperature)} = 60 \text{ °F or 520 °R}
\]
R (universal gas constant) = \frac{10.73 \text{psi} \cdot \text{ft}^3}{\text{lb} \cdot \text{mol} \cdot \circ{\text{R}}}

\frac{0.000015 \text{ lb} - \text{S}}{\text{lb} - \text{fuel}} \times \frac{7.1 \text{ lb}}{\text{gal}} \times \frac{64 \text{ lb} - \text{SO}_2}{32 \text{ lb} - \text{S}} \times \frac{1 \text{ MMBtu}}{9,051 \text{ scf}} \times \frac{1 \text{ gal}}{0.137 \text{ MMBtu}} \times \frac{\text{lb} - \text{mol}}{64 \text{ lb} - \text{SO}_2} \times \frac{10.73 \text{ psi} - \text{ft}^3}{\text{lb} - \text{mol} \cdot \circ{\text{R}}} \times \frac{520^\circ{\text{R}}}{14.7 \text{ psi}} \times 1,000,000 = 1.0 \text{ ppmv}

Since 1.0 ppmv is \leq 2,000 ppmv, this engine is expected to comply with Rule 4801. Therefore, the following condition will be listed on the ATC as a mechanism to ensure compliance:

- \{4258\} Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801, and 17 CCR 93115]

**California Health & Safety Code 42301.6 (School Notice)**

The District has verified that this engine is not located within 1,000 feet of a school. Therefore, pursuant to California Health and Safety Code 42301.6, a school notice is not required.

**Title 17 California Code of Regulations (CCR), Section 93115 - Airborne Toxic Control Measure (ATCM) for Stationary Compression-Ignition (CI) Engines**

The following requirements apply to new engines (those installed after 1/1/05):

<table>
<thead>
<tr>
<th>Title 17 CCR Section 93115 Requirements for New Emergency IC Engines Powering Electrical Generators</th>
<th>Proposed Method of Compliance with Title 17 CCR Section 93115 Requirements</th>
</tr>
</thead>
<tbody>
<tr>
<td>The requirements in Sections 93115.6, 93115.7, and 93115.10(a) do not apply to new stationary diesel-fueled CI engines used in agricultural operations.</td>
<td>The following condition will be added to the permit:</td>
</tr>
<tr>
<td></td>
<td>- {4002} This IC engine shall only be used for the growing and harvesting of crops or the raising of fowl or animals for the primary purpose of making a profit, providing a livelihood, or conducting agricultural research or instruction by an educational institution. [District Rules 4701 and 4702, and 17 CCR 93115]</td>
</tr>
<tr>
<td>Emergency engine(s) must be fired on CARB diesel fuel, or an approved alternative diesel fuel.</td>
<td>The applicant has proposed the use of CARB certified diesel fuel. The proposed permit condition, requiring the use of CARB certified diesel fuel, is included on the permit.</td>
</tr>
<tr>
<td></td>
<td>- {4258} Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801, and 17 CCR 93115]</td>
</tr>
</tbody>
</table>
The engine(s) must meet Table 6 of the ATCM, which requires the Off-road engine certification standard for the specific power rating of the proposed engine on the date of acquisition (purchase date) or permit application submittal to the District, whichever is earliest.

The applicant has proposed the use of an engine that is certified to the latest EPA Tier Certification standards for the applicable horsepower range, guaranteeing compliance with the emission standards of the ATCM. Additionally, the proposed diesel PM emissions rate is less than or equal to 0.15 g/bhp-hr.

Engines, with a PM10 emissions rate greater than 0.01 g/bhp-hr and located at schools, may not be operated for maintenance and testing whenever there is a school sponsored activity on the grounds. Additionally, engines located within 500 feet of school grounds may not be operated for maintenance and testing between 7:30 AM and 3:30 PM.

The District has verified that this engine is not located within 500’ of a school.

A non-resettable hour meter with a minimum display capability of 9,999 hours shall be installed upon engine installation, or by no later than January 1, 2005, on all engines subject to all or part of the requirements of sections 93115.6, 93115.7, or 93115.8(a) unless the District determines on a case-by-case basis that a non-resettable hour meter with a different minimum display capability is appropriate in consideration of the historical use of the engine and the owner or operator’s compliance history.

The following condition will be included on the permit:

- {4749} This engine shall be equipped with a non-resettable hour meter with a minimum display capability of 9,999 hours, unless the District determines that a non-resettable hour meter with a different minimum display capability is appropriate in consideration of the historical use of the engine and the owner or operator’s compliance history. [District Rule 4702 and 17 CCR 93115]

An owner or operator shall maintain monthly records of the following: emergency use hours of operation; maintenance and testing hours of operation; hours of operation for emission testing; initial start-up testing hours; hours of operation for all other uses; and the type of fuel used. All records shall be retained for a minimum of 36 months.

The following condition will be included on the permit:

- {3496} The permittee shall maintain monthly records of emergency and non-emergency operation. Records shall include the number of hours of emergency operation, the date and number of hours of all testing and maintenance operations, the purpose of the operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.) and records of operational characteristics monitoring. For units with automated testing systems, the operator may, as an alternative to keeping records of actual operation for testing purposes, maintain a readily accessible written record of the automated testing schedule. [District Rule 4702 and 17 CCR 93115]
California Environmental Quality Act (CEQA)

The California Environmental Quality Act (CEQA) requires each public agency to adopt objectives, criteria, and specific procedures consistent with CEQA Statutes and the CEQA Guidelines for administering its responsibilities under CEQA, including the orderly evaluation of projects and preparation of environmental documents. The San Joaquin Valley Unified Air Pollution Control District (District) adopted its Environmental Review Guidelines (ERG) in 2001. The basic purposes of CEQA are to:

- Inform governmental decision-makers and the public about the potential, significant environmental effects of proposed activities.
- Identify the ways that environmental damage can be avoided or significantly reduced.
- Prevent significant, avoidable damage to the environment by requiring changes in projects through the use of alternatives or mitigation measures when the governmental agency finds the changes to be feasible.
- Disclose to the public the reasons why a governmental agency approved the project in the manner the agency chose if significant environmental effects are involved.

The District performed an Engineering Evaluation (this document) for the proposed project and determined that the project qualifies for ministerial approval under the District’s Guideline for Expedited Application Review (GEAR). Section 21080 of the Public Resources Code exempts from the application of CEQA those projects over which a public agency exercises only ministerial approval. Therefore, the District finds that this project is exempt from the provisions of CEQA.

To ensure that issuance of this permit does not conflict with any conditions imposed by any local agency permit process, the following permit condition will be listed on the ATC:

- {3658} This permit does not authorize the violation of any conditions established for this facility in the Conditional Use Permit (CUP), Special Use Permit (SUP), Site Approval, Site Plan Review (SPR), or other approval documents issued by a local, state, or federal agency. [Public Resources Code 21000-21177: California Environmental Quality Act]

Indemnification Agreement/Letter of Credit Determination

According to District Policy APR 2010 (CEQA Implementation Policy), when the District is the Lead or Responsible Agency for CEQA purposes, an indemnification agreement and/or a letter of credit may be required. The decision to require an indemnity agreement and/or a letter of credit is based on a case-by-case analysis of a particular project's potential for litigation risk, which in turn may be based on a project’s potential to generate public concern, its potential for significant impacts, and the project proponent’s ability to pay for the costs of litigation without a letter of credit, among other factors.
As described above, the project requires only ministerial approval, and is exempt from the provisions of CEQA. As such, an Indemnification Agreement or a Letter of Credit will not be required for this project in the absence of expressed public concern.

IX. Recommendation

Pending a successful NSR public noticing period, issue ATC S-5171-14-0 subject to the permit conditions on the attached draft ATC in Appendix A.

X. Billing Information

<table>
<thead>
<tr>
<th>Billing Schedule</th>
</tr>
</thead>
<tbody>
<tr>
<td>Permit Number</td>
</tr>
<tr>
<td>S-5171-14-0</td>
</tr>
</tbody>
</table>

Appendixes

A. Draft ATC
B. BACT Guideline and BACT Analysis
C. Emissions Data Sheet
D. Technical Services Memo and AAQA
E. QNEC Calculations
Appendix A
Draft ATC
AUTHORITY TO CONSTRUCT

PERMIT NO: S-5171-14-0

LEGAL OWNER OR OPERATOR: GRIMMIUS CATTLE CO- EAST RANCH
MAILING ADDRESS: 15605 AVENUE 208
STRATHMORE, CA 93267

LOCATION: 15605 AVENUE 208
STRATHMORE, CA 93267

EQUIPMENT DESCRIPTION:
917 BHP (INTERMITTENT) VOLVO MODEL TWD1643GE TIER 2 CERTIFIED DIESEL-FIRED EMERGENCY STANDBY IC ENGINE POWERING AN ELECTRICAL GENERATOR

CONDITIONS

1. {3215} 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 1070]

2. {3216} 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 1070]

3. {3658} This permit does not authorize the violation of any conditions established for this facility in the Conditional Use Permit (CUP), Special Use Permit (SUP), Site Approval, Site Plan Review (SPR), or other approval documents issued by a local, state, or federal agency. [Public Resources Code 21000-21177: California Environmental Quality Act]

4. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]

5. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]

6. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Samir Sheikh, Executive Director / APCO

Brian Clements, Director of Permit Services

Southern Regional Office • 34946 Flyover Court • Bakersfield, CA 93308 • (661) 392-5500 • Fax (661) 392-5585
7. {4002} This IC engine shall only be used for the growing and harvesting of crops or the raising of fowl or animals for the primary purpose of making a profit, providing a livelihood, or conducting agricultural research or instruction by an educational institution. [District Rules 4701 and 4702, and 17 CCR 93115]

8. {1898} The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap (flapper ok), roof overhang, or any other obstruction. [District Rule 4102]

9. {4749} This engine shall be equipped with a non-resettable hour meter with a minimum display capability of 9,999 hours, unless the District determines that a non-resettable hour meter with a different minimum display capability is appropriate in consideration of the historical use of the engine and the owner or operator's compliance history. [District Rule 4702 and 17 CCR 93115]

10. {4258} Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801, and 17 CCR 93115]

11. Emissions from this IC engine shall not exceed any of the following limits: 4.20 g-NOx/bhp-hr, 0.31 g-CO/bhp-hr, or 0.08 g-VOC/bhp-hr. [District Rule 2201 and 17 CCR 93115]

12. Emissions from this IC engine shall not exceed 0.057 g-PM10/bhp-hr based on USEPA certification using ISO 8178 test procedure. [District Rules 2201 and 4102, and 17 CCR 93115]

13. {4261} This engine shall be operated and maintained in proper operating condition as recommended by the engine manufacturer or emissions control system supplier. [District Rule 4702]

14. {3478} During periods of operation for maintenance, testing, and required regulatory purposes, the permittee shall monitor the operational characteristics of the engine as recommended by the manufacturer or emission control system supplier (for example: check engine fluid levels, battery, cables and connections; change engine oil and filters; replace engine coolant; and/or other operational characteristics as recommended by the manufacturer or supplier). [District Rule 4702]

15. {3807} An emergency situation is an unscheduled electrical power outage caused by sudden and reasonably unforeseen natural disasters or sudden and reasonably unforeseen events beyond the control of the permittee. [District Rule 4702 and 17 CCR 93115]

16. {3808} This engine shall not be used to produce power for the electrical distribution system, as part of a voluntary utility demand reduction program, or for an interruptible power contract. [District Rule 4702 and 17 CCR 93115]

17. {3496} The permittee shall maintain monthly records of emergency and non-emergency operation. Records shall include the number of hours of emergency operation, the date and number of hours of all testing and maintenance operations, the purpose of the operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.) and records of operational characteristics monitoring. For units with automated testing systems, the operator may, as an alternative to keeping records of actual operation for testing purposes, maintain a readily accessible written record of the automated testing schedule. [District Rule 4702 and 17 CCR 93115]

18. This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 100 hours per calendar year. [District Rules 2201, 4102, and 4702]

19. {4263} The permittee shall maintain monthly records of the type of fuel purchased. [District Rule 4702 and 17 CCR 93115]

20. {3475} All records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rule 4702 and 17 CCR 93115]
Appendix B
BACT Guideline and BACT Analysis
### Best Available Control Technology (BACT) Guideline 3.1.1
#### San Joaquin Valley Unified Air Pollution Control District

**Emergency Diesel IC Engine**

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>Achieved in Practice or in the SIP</th>
<th>Technologically Feasible</th>
<th>Alternate Basic Equipment</th>
</tr>
</thead>
<tbody>
<tr>
<td>CO</td>
<td>Latest EPA Tier Certification level for applicable horsepower range</td>
<td></td>
<td></td>
</tr>
<tr>
<td>NOX</td>
<td>Latest EPA Tier Certification level for applicable horsepower range</td>
<td></td>
<td></td>
</tr>
<tr>
<td>PM10</td>
<td>0.15 g/bhp-hr or the Latest EPA Tier Certification level for applicable horsepower range, whichever is more stringent. (ATCM)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>SOX</td>
<td>Very low sulfur diesel fuel (15 ppmw sulfur or less)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>VOC</td>
<td>Latest EPA Tier Certification level for applicable horsepower range</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

BACT is the most stringent control technique for the emissions unit and class of source. Control techniques that are not achieved in practice or contained in a state implementation plan must be cost effective as well as feasible. Economic analysis to demonstrate cost effectiveness is required for all determinations that are not achieved in practice or contained in an EPA approved State Implementation Plan.
Top Down BACT Analysis for the Emergency IC Engine

This application was deemed complete on October 21, 2021. Therefore, BACT Guideline 3.1.1 (June 13, 2019) was in effect at the time the project was deemed complete and will be used for this emergency diesel IC engine. In accordance with the District BACT policy, information from that guideline will be utilized without further analysis.

1. BACT Analysis for NOx Emissions:

a. Step 1 - Identify all control technologies

BACT Guideline 3.1.1 identifies only the following option:

- Latest EPA Tier Certification level for applicable horsepower range

To determine the latest applicable Tier level, the following steps were taken:

- Conduct a survey of all the emergency IC engines permitted in the District to determine the latest EPA Tier certification level that has been permitted for the proposed engine size
- Conduct a survey of the major IC engine manufacturers/genset vendors to determine the latest EPA Tier certification level that is readily available for the proposed engine size and use
- Review Title 17 CCR, Section 93115 - Airborne Toxic Control Measure (ATCM) for Stationary Compression-Ignition (CI) Engines to determine the latest Tier certification level required in California for the proposed engine size

Survey of Permitted Units:

The proposed emergency IC engine is rated at 917 bhp. Based on the latest survey of all permitted emergency IC engines powering electrical generators in the horsepower range applicable to the proposed unit, the District found that the Tier 4 Final certification level is the highest certification level that has been permitted for an IC engine of the size associated with the proposed project. The District currently has eight different existing Tier 4F and numerous Tier 3 diesel-fired IC engines permitted for emergency standby use with a rating greater than 750 bhp.
Survey of IC Engine Manufacturers/Genset Vendors:

The 917 bhp emergency IC engine evaluated under this project needs to be online as soon as possible to ensure that the facility would have continuous power for operations in the event of a power outage. Dairies require continuous power to operate fans and misters for cooling of the cattle. Lack of power for cooling fans during extreme heat is detrimental to the health and productivity of cows. Based on information from IC engine/genset manufacturers and vendors (Generac, Kohler, and Blue Star Power Systems) regarding the availability of Tier 4 Final certified units in the size range associated with the proposed project that are suitable for stationary emergency standby applications, the District determined that a Tier 4 Final certified stationary emergency standby IC engine in the size range appropriate for the proposed project was not available in the timeframe that was required for the installation of the new engine.

The applicant also inquired about purchasing “add-on” emissions control equipment to meet EPA Tier 4 Final emissions levels. According to Kidd Daniel, an Industrial Application Engineering Supervisor with Volvo Penta of the Americas, the engine warranty would not be affected as long as the add-on equipment does not alter the engine itself. Therefore, the following has been identified as an add-on control device that would lower NOx emissions from the proposed engine to the Tier 4 Final emissions level:

- Selective Catalytic Reduction (SCR)

SCR decreases NOx emissions by using a catalyst and the injection of a reductant such as ammonia or urea to convert NOx into water and nitrogen. This is accomplished when the catalyst lowers the temperature of the reaction that is needed to convert NOx into water and nitrogen. Once the engine exhaust heats up to at least 260 °C, the catalyst activates and the reductant is added into the exhaust stream. The aforementioned chemical reaction then takes place which reduces the NOx emissions by approximately 95%.

Stationary ATCM:

Title 17 CCR, Section 93115.6(a)(3)(A) of the CARB Stationary Air Toxic Control Measure (ATCM) applies to emergency standby diesel-fired engines and requires that such engines be certified to the emission level in Table 1 (below). Please note that these emission requirements are at least as stringent or more stringent than the emission requirements in 40 CFR Subpart III.

<table>
<thead>
<tr>
<th>Maximum Engine Power</th>
<th>Tier</th>
<th>Model Year(s)</th>
<th>PM</th>
<th>NMHC+NOx</th>
<th>CO</th>
</tr>
</thead>
<tbody>
<tr>
<td>HP &gt; 750 (kW &gt; 560)</td>
<td>2</td>
<td>2007</td>
<td>0.15 (0.20)</td>
<td>4.8 (6.4)</td>
<td>2.6 (3.5)</td>
</tr>
</tbody>
</table>
The ATCM does not require a Tier certification level higher than Tier 2 for engines rated greater than 750 bhp.

Summary:

The proposed standby IC engine is rated at 917 bhp. Tier 4F diesel IC engine generator sets were determined not to be readily available for the applicable horsepower range to meet the installation date needed by the facility. After taking Tier 4F IC engine availability and the engine manufacturer survey into consideration, the District has determined that SCR is a technologically feasible add-on control option for this project.

b. Step 2 - Eliminate technologically infeasible options

The control options listed in Step 1 are not technologically infeasible.

c. Step 3 - Rank remaining options by control effectiveness

- Selective Catalytic Reduction (SCR)
- Latest EPA Tier Certification level for applicable horsepower range

d. Step 4 - Cost Effectiveness Analysis

1) Selective Catalytic Reduction (SCR)

   A) Emission Reduction

   Based on the NOx potential emissions calculated in Section VII.C.2 of this evaluation and assuming a NOx conversion efficiency of 95%, the amount of NOx emissions reduction is calculated below:

   \[
   \text{NOx Emission Reductions} = \frac{\text{Annual PE}_{\text{NOx}} \times 1 \text{ tons}/2,000 \text{ lb}}{\text{Overall Control Eff.}} \times \frac{1 \text{ tons}}{2,000 \text{ lb}} \times 0.95 \\
   = 849 \text{ lb/year} \times \frac{1 \text{ tons}}{2,000 \text{ lb}} \times 0.95 \\
   = 0.40 \text{ ton/year}
   \]

   B) Total Capital Cost Investment (TCI)

   Based on ARB's 2010 article titled "Analysis of the Technical Feasibility and Costs of After-Treatment Controls on New Emergency Standby Engines"², the average capital cost of installing an SCR system on an engine is $80/hp.

   Based on the Consumer Price Index Inflation Calculator (https://www.bls.gov/data/inflation_calculator.htm), the average capital cost of $80/hp in September 2010 has increased to $103.91/hp in February 2022.

In addition, according to the ARB’s article identified above, this average capital cost does not include the cost of installation, which according to the SCR manufacturers could increase capital cost by 25% to over 100%. To be conservative, the District will assume a minimum 25% SCR installation cost. Thus:

\[
\text{SCR Cost per engine} = \text{Cost/hp} \times \text{BHP rating} = \$103.91/\text{hp} \times 917 \text{ bhp} = \$95,285
\]

Cost of Installation per engine = SCR Cost \times 25% = \$95,285 \times 0.25 = \$23,821

Capital Investment per engine = SCR Cost + Cost of Installation
= \$95,285 + \$23,821
= \$119,106 per engine

**Annualized Capital Costs**

Annualized Capital Investment = Total Capital Investment \times Amortization Factor

Amortization Factor = \frac{0.04(1.04)^{10}}{(1.04)^{10} - 1} = 0.123 per District policy, amortizing over 10 years at 4%

Therefore, Annualized Capital Investment = \$119,106 \times 0.123 = \$14,650

C) **Cost Effectiveness of a SCR with 95% Control**

\[
\text{Cost Effectiveness} = \frac{\text{Annualized Capital Costs} \ (\$/\text{year})}{\text{Emission Reduction} \ (\text{ton-NOx/}\text{year})}
= \frac{\$14,650/\text{year}}{0.40 \text{ ton-NOx/}\text{year}}
= \$36,625/\text{ton-NOx}
\]

As shown above, the capital cost of SCR system with 95% control efficiency is $36,625 per ton, which is greater than the District’s NOx cost-effectiveness threshold of $31,600/ton. Therefore, the NOx control option is not cost effective and is being removed from consideration for this project.

2) **Latest EPA Tier Certification level for applicable horsepower range**

This option is currently Achieved-in-Practice, therefore, a cost effective analysis is not required.
e. Step 5 - Select BACT

As discussed above, retrofitting the engine with an add-on control device (SCR) to meet the current applicable Tier certification (Tier 4F) is not a cost effective option. Thus, pursuant to ATCM requirements, the District has determined the latest available EPA tier certification level in this case is Tier 2 certification. The applicant is proposing such a unit. Therefore, BACT will be satisfied.
2. BACT Analysis for VOC Emissions:

a. Step 1 - Identify all control technologies

BACT Guideline 3.1.1 identifies only the following option:

- *Latest EPA Tier Certification level for applicable horsepower range*

The latest EPA Tier Certification level for an engine of the proposed model year and horsepower rating is Tier 2. Refer to the Top-Down BACT analysis for NOx for a discussion regarding the determination of the EPA Tier level to be considered.

Please note the proposed Tier 2 IC engine has a VOC emission factor of 0.08 g/hp-hr. Additionally, the ATCM requires a VOC emission standard of 0.24 g/hp-hr for all new emergency standby diesel IC engines, assuming the NOx + VOC emission factor of 4.8 g/hp-hr is split 95% NOx and 5% VOC per the Carl Moyer program.

Therefore, the proposed VOC emission factor of 0.08 g/hp-hr meets BACT requirements, and also satisfies the stationary ATCM requirement for new emergency standby diesel IC engines.

b. Step 2 - Eliminate technologically infeasible options

The control option listed in Step 1 is not technologically infeasible.

c. Step 3 - Rank remaining options by control effectiveness

Ranking is not necessary since there is only one control option listed in Step 1.

d. Step 4 - Cost Effectiveness Analysis

The applicant has proposed the only control option remaining under consideration. Therefore, a cost effectiveness analysis is not required.

e. Step 5 - Select BACT

BACT for VOC will be the use of an EPA Tier 2 certified engine. The applicant is proposing such a unit. Therefore, BACT will be satisfied.
3. **BACT Analysis for PM\textsubscript{10} Emissions:**

   a. **Step 1 - Identify all control technologies**

   BACT Guideline 3.1.1 identifies only the following option:

   - 0.15 g/bhp-hr or the Latest EPA Tier Certification level for applicable horsepower range, whichever is more stringent. (ATCM)

   The latest EPA Tier Certification level for an engine of the proposed model year and horsepower rating is Tier 2. Refer to the Top-Down BACT analysis for NO\textsubscript{x} for a discussion regarding the determination of the EPA Tier level to be considered.

   Please note the proposed Tier 2 IC engine has a PM emission factor of 0.057 g/hp-hr. Additionally, the ATCM requires a PM emission standard of 0.15 g/hp-hr for all new emergency standby diesel IC engines.

   Therefore, the proposed PM/PM\textsubscript{10} emission factor of 0.057 g/hp-hr meets BACT requirements, and also satisfies the stationary ATCM requirement for new emergency standby diesel IC engines.

   b. **Step 2 - Eliminate technologically infeasible options**

   The control option listed in Step 1 is not technologically infeasible.

   c. **Step 3 - Rank remaining options by control effectiveness**

   No ranking needs to be done because there is only one control option listed in Step 1.

   d. **Step 4 - Cost Effectiveness Analysis**

   The applicant has proposed the only control option remaining under consideration. Therefore, a cost effectiveness analysis is not required.

   e. **Step 5 - Select BACT**

   BACT for PM\textsubscript{10} is emissions of 0.15 g/hp-hr or less. The applicant is proposing an engine that meets this requirement. Therefore, BACT will be satisfied.
Appendix C
Emissions Data Sheet
EXHAUST EMISSION DECLARATION

The emission data in this declaration are measured according to the test procedures specified below and on one member engine of the engine type. Emission data may vary among production engines.

TECHNICAL SPECIFICATION

Engine type: TWD1643GE
Specification: 869523
Module No: 136052022
Rated crankshaft power *): 674 kW
Rated speed: 1800 rpm
*) Stand-by power without fan acc. to ISO 3046.

TEST INFORMATION

Test conditions 40 CFR part 89
Test identification 29003822
Test date December 4, 2006
Test cycle 5-mode US constant speed test cycle

EXHAUST EMISSIONS (weighted cycle)

<p>| | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>CO (g/kWh)</td>
<td>0,41</td>
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<tr>
<td>HC (g/kWh)</td>
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</tr>
<tr>
<td>NOx (g/kWh)</td>
<td>5,63</td>
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<tr>
<td>PM (g/kWh)</td>
<td>0,076</td>
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EXHAUST EMISSIONS (per cycle mode)

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<thead>
<tr>
<th>Mode</th>
<th>#</th>
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<th>2</th>
<th>3</th>
<th>4</th>
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<tbody>
<tr>
<td>Power (kW)</td>
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<td>503</td>
<td>335</td>
<td>167</td>
<td>67</td>
<td></td>
</tr>
<tr>
<td>NOx (g/h)</td>
<td>3427</td>
<td>2716</td>
<td>1892</td>
<td>1009</td>
<td>629</td>
<td></td>
</tr>
<tr>
<td>HC (g/h)</td>
<td>43</td>
<td>36</td>
<td>32</td>
<td>31</td>
<td>44</td>
<td></td>
</tr>
<tr>
<td>CO (g/h)</td>
<td>486</td>
<td>179</td>
<td>68</td>
<td>83</td>
<td>155</td>
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</tr>
<tr>
<td>PM (g/h)</td>
<td>33</td>
<td>20</td>
<td>16</td>
<td>32</td>
<td>133</td>
<td></td>
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<tr>
<td>CO₂ (kg/h)</td>
<td>441</td>
<td>324</td>
<td>219</td>
<td>120</td>
<td>64</td>
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<tr>
<td>NOx (ppm)</td>
<td>629</td>
<td>599</td>
<td>540</td>
<td>441</td>
<td>366</td>
<td></td>
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<tr>
<td>HC (ppm)</td>
<td>23</td>
<td>23</td>
<td>26</td>
<td>40</td>
<td>81</td>
<td></td>
</tr>
<tr>
<td>CO (ppm)</td>
<td>138</td>
<td>61</td>
<td>30</td>
<td>56</td>
<td>147</td>
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<tr>
<td>CO₂ (%)</td>
<td>7,85</td>
<td>6,93</td>
<td>6,06</td>
<td>5,1</td>
<td>3,8</td>
<td></td>
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<tr>
<td>O₂ (%)</td>
<td>10</td>
<td>11,23</td>
<td>12,45</td>
<td>13,75</td>
<td>15,55</td>
<td></td>
</tr>
</tbody>
</table>

TA-Luft

Test identification 29003831
Test date December 4, 2006

Gothenburg 2011-05-24

Hanna Österling

AB Volvo Penta
47 436, Engine Emission Certification
Appendix D
Technical Services Memo and AAQA
1. Summary

1.1 RMR

<table>
<thead>
<tr>
<th>Units</th>
<th>Prioritization Score</th>
<th>Acute Hazard Index</th>
<th>Chronic Hazard Index</th>
<th>Maximum Individual Cancer Risk</th>
<th>T-BACT Required</th>
<th>Special Permit Requirements</th>
</tr>
</thead>
<tbody>
<tr>
<td>14-0</td>
<td>1.11</td>
<td>NA</td>
<td>0.00</td>
<td>9.14E-08</td>
<td>No</td>
<td>Yes</td>
</tr>
<tr>
<td>Project Totals</td>
<td>1.11</td>
<td>NA</td>
<td>0.00</td>
<td>9.14E-08</td>
<td>No</td>
<td>Yes</td>
</tr>
<tr>
<td>Facility Totals</td>
<td>&gt;1</td>
<td>0.00</td>
<td>0.00</td>
<td>4.46E-07</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Notes:
1. Acute Hazard Index was not calculated for Unit 14 since there is no risk factor or the risk factor is so low that it has been determined to be insignificant for this type of unit.

1.2 AAQA

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>Air Quality Standard (State/Federal)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>1 Hour</td>
</tr>
<tr>
<td>CO</td>
<td>NA</td>
</tr>
<tr>
<td>NOx</td>
<td>NA</td>
</tr>
<tr>
<td>SO2</td>
<td>NA</td>
</tr>
<tr>
<td>PM10</td>
<td>NA</td>
</tr>
<tr>
<td>PM2.5</td>
<td>NA</td>
</tr>
</tbody>
</table>

Notes:
1. Results were taken from the attached AAQA Report.
2. The project is an intermittent source as defined in APR-1920. In accordance with APR-1920, compliance with short-term (i.e., 1-hour, 3-hour, 8-hour, and 24-hour) standards is not required.
3. The criteria pollutants are below EPA’s level of significance as found in 40 CFR Part 51.165 (b)(2) unless otherwise noted below.
4. Modeled PM10 concentrations were below the District SIL for non-fugitive sources of 1 μg/m³ for the annual concentration.
5. Modeled PM2.5 concentrations were below the District SIL for non-fugitive sources of 0.2 μg/m³ for the annual concentration.

To ensure that human health risks will not exceed District allowable levels; the following shall be included as requirements for:

Unit # 14-0
1. The PM$_{10}$ emissions rate shall not exceed 0.057 g/bhp-hr based on US EPA certification using ISO 8178 test procedure.

2. The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap (flapper ok), roof overhang, or any other obstruction.

3. This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 100 hours per calendar year.

2. Project Description

Technical Services received a request on December 13, 2021 to perform a Risk Management Review (RMR) and Ambient Air Quality Analysis (AAQA) for the following:

- Unit -14-0: 917 BHP (INTERMITTENT) VOLVO MODEL TWD1643GE TIER 2 CERTIFIED DIESEL-FIRED EMERGENCY STANDBY IC ENGINE POWERING AN ELECTRICAL GENERATOR

3. RMR Report

3.1 Analysis

The District performed an analysis pursuant to the District’s Risk Management Policy for Permitting New and Modified Sources (APR 1905, May 28, 2015) to determine the possible cancer and non-cancer health impact to the nearest resident or worksite. This policy requires that an assessment be performed on a unit by unit basis, project basis, and on a facility-wide basis. If a preliminary prioritization analysis demonstrates that:

- A unit’s prioritization score is less than the District’s significance threshold and;
- The project’s prioritization score is less than the District’s significance threshold and;
- The facility’s total prioritization score is less than the District’s significance threshold

Then, generally no further analysis is required.

The District’s significant prioritization score threshold is defined as being equal to or greater than 1.0. If a preliminary analysis demonstrates that either the unit’s or the project’s or the facility’s total prioritization score is greater than the District threshold, a screening or a refined assessment is required.

If a refined assessment is greater than one in a million but less than 20 in one million for carcinogenic impacts (Cancer Risk) and less than 1.0 for the Acute and Chronic hazard indices (Non-Carcinogenic) on a unit by unit basis, project basis and on a facility-wide basis the proposed application is considered less than significant. For unit’s that exceed a cancer risk of 1 in one million, Toxic Best Available Control Technology (TBACT) must be implemented.

Toxic emissions for this project were calculated using the following methods:

- Toxic emissions for the proposed unit were calculated and provided by the processing engineer.

These emissions were input into the San Joaquin Valley APCD’s Hazard Assessment and Reporting Program (SHARP). In accordance with the District’s Risk Management Policy, risks from the proposed unit’s toxic emissions were prioritized using the procedure in the 2016
CAPCOA Facility Prioritization Guidelines. The prioritization score for this proposed facility was greater than 1.0 (see RMR Summary Table). Therefore, a refined health risk assessment was required.

The AERMOD model was used, with the parameters outlined below and meteorological data for 2007-2011 from Tipton (rural dispersion coefficient selected) to determine the dispersion factors (i.e., the predicted concentration or X divided by the normalized source strength or Q) for a receptor grid. These dispersion factors were input into the SHARP Program, which then used the Air Dispersion Modeling and Risk Tool (ADMRT) of the Hot Spots Analysis and Reporting Program Version 2 (HARP 2) to calculate the chronic and acute hazard indices and the carcinogenic risk for the project.

The following parameters were used for the review:

<table>
<thead>
<tr>
<th>Source Process Rates</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Unit ID</strong></td>
<td><strong>Process ID</strong></td>
</tr>
<tr>
<td>14-0</td>
<td>1</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Point Source Parameters</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Unit ID</strong></td>
<td><strong>Unit Description</strong></td>
</tr>
<tr>
<td>14-0</td>
<td>917 BHP Emergency DICE</td>
</tr>
</tbody>
</table>

4. AAQA Report

The District modeled the impact of the proposed project on the National Ambient Air Quality Standard (NAAQS) and/or California Ambient Air Quality Standard (CAAQS) in accordance with District Policy APR-1925 (Policy for District Rule 2201 AAQA Modeling) and EPA’s Guideline for Air Quality Modeling (Appendix W of 40 CFR Part 51). The District uses a progressive three level approach to perform AAQAs. The first level (Level 1) uses a very conservative approach. If this analysis indicates a likely exceedance of an AAQS or Significant Impact Level (SIL), the analysis proceeds to the second level (Level 2) which implements a more refined approach. For the 1-hour NO₂ standard, there is also a third level that can be implemented if the Level 2 analysis indicates a likely exceedance of an AAQS or SIL.

The modeling analyses predicts the maximum air quality impacts using the appropriate emissions for each standard’s averaging period. Required model inputs for a refined AAQA include background ambient air quality data, land characteristics, meteorological inputs, a receptor grid, and source parameters including emissions. These inputs are described in the sections that follow.

Ambient air concentrations of criteria pollutants are recorded at monitoring stations throughout the San Joaquin Valley. Monitoring stations may not measure all necessary pollutants, so background data may need to be collected from multiple sources. The following stations were used for this evaluation:
### Monitoring Stations

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>Station Name</th>
<th>County</th>
<th>City</th>
<th>Measurement Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>NOx</td>
<td>Visalia - N. Church</td>
<td>Tulare</td>
<td>Visalia</td>
<td>2018</td>
</tr>
<tr>
<td>PM10</td>
<td>Visalia - N. Church</td>
<td>Tulare</td>
<td>Visalia</td>
<td>2018</td>
</tr>
<tr>
<td>PM2.5</td>
<td>Visalia - N. Church</td>
<td>Tulare</td>
<td>Visalia</td>
<td>2018</td>
</tr>
<tr>
<td>SOx</td>
<td>Fresno - Garland</td>
<td>Fresno</td>
<td>Fresno</td>
<td>2018</td>
</tr>
</tbody>
</table>

Technical Services performed modeling for directly emitted criteria pollutants with the emission rates below:

#### Emission Rates (lbs/hour)

<table>
<thead>
<tr>
<th>Unit ID</th>
<th>Process</th>
<th>NOx</th>
<th>SOx</th>
<th>CO</th>
<th>PM10</th>
<th>PM2.5</th>
</tr>
</thead>
<tbody>
<tr>
<td>14-0</td>
<td>1</td>
<td>NA</td>
<td>NA</td>
<td>NA</td>
<td>NA</td>
<td>NA</td>
</tr>
</tbody>
</table>

Notes:
1. The project is an intermittent source as defined in APR-1920. In accordance with APR-1920, compliance with short-term (i.e., 1-hour, 3-hour, 8-hour and 24-hour) standards is not required.

#### Emission Rates (lbs/year)

<table>
<thead>
<tr>
<th>Unit ID</th>
<th>Process</th>
<th>NOx</th>
<th>SOx</th>
<th>CO</th>
<th>PM10</th>
<th>PM2.5</th>
</tr>
</thead>
<tbody>
<tr>
<td>14-0</td>
<td>1</td>
<td>849</td>
<td>1</td>
<td>63</td>
<td>12</td>
<td>12</td>
</tr>
</tbody>
</table>

The AERMOD model was used to determine if emissions from the project would cause or contribute to an exceedance of any state of federal air quality standard. The parameters outlined below and meteorological data for 2007-2011 from Tipton (rural dispersion coefficient selected) were used for the analysis:

The following parameters were used for the review:

#### Point Source Parameters

<table>
<thead>
<tr>
<th>Unit ID</th>
<th>Unit Description</th>
<th>Release Height (m)</th>
<th>Temp. (°K)</th>
<th>Exit Velocity (m/sec)</th>
<th>Stack Diameter (m)</th>
<th>Vertical/Horizontal/Capped</th>
</tr>
</thead>
<tbody>
<tr>
<td>14-0</td>
<td>917 BHP Emergency DICE</td>
<td>3.81</td>
<td>768</td>
<td>58.85</td>
<td>0.20</td>
<td>Vertical</td>
</tr>
</tbody>
</table>

5. **Conclusion**

5.1 **RMR**

The cumulative acute and chronic indices for this facility, including this project, are below 1.0; and the cumulative cancer risk for this facility, including this project, is less than 20 in a million. In addition, the cancer risk for each unit in this project is less than 1.0 in a million. **In accordance with the District’s Risk Management Policy, the project is approved without Toxic Best Available Control Technology (T-BACT).**

To ensure that human health risks will not exceed District allowable levels; the permit requirements listed on page 1 of this report must be included for this proposed unit.

These conclusions are based on the data provided by the applicant and the project engineer. Therefore, this analysis is valid only as long as the proposed data and parameters do not change.
5.2 AAQA
The emissions from the proposed equipment will not cause or contribute significantly to a violation of the State and National AAQS.

6. Attachments
A. Modeling request from the project engineer
B. Additional information from the applicant/project engineer
C. Prioritization score w/ toxic emissions summary
D. Facility Summary
E. AAQA results
Appendix E
QNEC Calculations
Quarterly Net Emissions Change (QNEC)

The Quarterly Net Emissions Change is used to complete the emission profile screen for the District’s PAS database. The QNEC shall be calculated as follows:

\[
QNEC = PE2 - PE1,
\]

where:

- \( QNEC \) = Quarterly Net Emissions Change for each emissions unit, lb/qtr,
- \( PE2 \) = Post-Project Potential to Emit for each emissions unit, lb/qtr,
- \( PE1 \) = Pre-Project Potential to Emit for each emissions unit, lb/qtr.

Since this is a new unit, \( PE1 = 0 \) for all pollutants. Thus, \( QNEC = PE2 \) (lb/qtr).

Using the \( PE2 \) (lb/yr) values calculated in Section VII.C.2, Quarterly PE2 is calculated as follows:

\[
PE2_{\text{quarterly}} = \frac{PE2 \text{ (lb/yr)}}{4 \text{ quarters/year}} = QNEC
\]

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>PE2 Total (lb/yr)</th>
<th>Quarterly PE2 (lb/qtr)</th>
</tr>
</thead>
<tbody>
<tr>
<td>NO\textsubscript{x}</td>
<td>849</td>
<td>212.3</td>
</tr>
<tr>
<td>SO\textsubscript{x}</td>
<td>1</td>
<td>0.3</td>
</tr>
<tr>
<td>PM\textsubscript{10}</td>
<td>12</td>
<td>3</td>
</tr>
<tr>
<td>CO</td>
<td>63</td>
<td>15.8</td>
</tr>
<tr>
<td>VOC</td>
<td>16</td>
<td>4.0</td>
</tr>
</tbody>
</table>