NOV 23 2009

Raymond Rodriguez
Bear Mountain Limited
34759 Lencioni Ave
Bakersfield, CA 93308-9797

Re: Notice of Final Action - Title V Permit Renewal
   District Facility # S-2049
   Project # S-1074959

Dear Mr. Rodriguez:

The District has issued the Final Renewed Title V Permit for Bear Mountain Limited. The preliminary decision for this project was made on August 21, 2009. A summary of the comments and the District's response to each comment is included as an attachment to the engineering evaluation.

The public notice for issuance of the Final Renewed Title V Permit will be published approximately three days from the date of this letter.

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

Sincerely,

David Warner
Director of Permit Services

Attachments

cc: Gurpreet Brar, Permit Services Engineer
NOV 23 2009

Gerardo C. Rios, Chief
Permits Office (AIR-3)
U.S. EPA - Region IX
75 Hawthorne St.
San Francisco, CA 94105

Re: Notice of Final Action - Title V Permit Renewal
District Facility # S-2049
Project # S-1074959

Dear Mr. Rios:

The District has issued the Final Renewed Title V Permit for Bear Mountain Limited. The preliminary decision for this project was made on August 21, 2009. A summary of the comments and the District’s response to each comment is included as an attachment to the engineering evaluation.

The public notice for issuance of the Final Renewed Title V Permit will be published approximately three days from the date of this letter.

I would like to thank you and your staff for working with us. We appreciate your concurrence with this action. Should you have any questions, please contact Mr. Jim Swaney, Permit Services Manager, at (559) 230-5900.

Sincerely,

David Warner
Director of Permit Services

Attachments

cc: Gurpreet Brar, Permit Services Engineer

Seyed Sadredin
Executive Director/Air Pollution Control Officer

Northern Region
4600 Enterprise Way
Modesto, CA 95356-6718
Tel: (209) 557-6400  FAX: (209) 557-6475

Central Region (Main Office)
1990 E. Gettysburg Avenue
Fresno, CA 93726-0244
Tel: (559) 230-8000  FAX: (559) 230-8061

Southern Region
34946 Flyover Court
Bakersfield, CA 93308-9725
Tel: 661-382-5500  FAX: 661-382-5585

www.valleyair.org  www.healthyairliving.com
NOV 23 2009

Mike Tollstrup, Chief
Project Assessment Branch
Air Resources Board
P O Box 2815
Sacramento, CA 95812-2815

Re: Notice of Final Action - Title V Permit Renewal
District Facility # S-2049
Project # S-1074959

Dear Mr. Tollstrup:

The District has issued the Final Renewed Title V Permit for Bear Mountain Limited. The preliminary decision for this project was made on August 21, 2009. A summary of the comments and the District’s response to each comment is included as an attachment to the engineering evaluation.

The public notice for issuance of the Final Renewed Title V Permit will be published approximately three days from the date of this letter.

I would like to thank you and your staff for working with us. Should you have any questions, please contact Mr. Jim Swaney, Permit Services Manager, at (559) 230-5900.

Sincerely,

David Warner
Director of Permit Services

Attachments

cc: Gurpreet Brar, Permit Services Engineer
SAN JOAQUIN VALLEY
AIR POLLUTION CONTROL DISTRICT
NOTICE OF FINAL DECISION TO ISSUE
RENEWED FEDERALLY MANDATED OPERATING PERMIT

NOTICE IS HEREBY GIVEN that the San Joaquin Valley Air Pollution Control District has made its final decision to issue the renewed Federally Mandated Operating Permit to Bear Mountain Limited for its Cogeneration Power Plant at 7001 Camino Grande Drive Bakersfield, California.

The District's analysis of the legal and factual basis for this proposed action, project #S-1074959, is available for public inspection at http://www.valleyair.org/notices/public_notices_idx.htm and the District office at the address below. For additional information regarding this matter, please contact Mr. Jim Swaney, Permit Services Manager, at (559) 230-5900, or contact David Warner, Director of Permit Services, in writing at SAN JOAQUIN VALLEY AIR POLLUTION CONTROL DISTRICT, 1990 E. GETTYSBURG AVE, FRESNO, CA 93726-0244.
## TABLE OF CONTENTS

I. PROPOSAL ............................................................................................................. 2
II. FACILITY LOCATION ............................................................................................ 2
III. EQUIPMENT LISTING ........................................................................................... 3
IV. GENERAL PERMIT TEMPLATE USAGE .................................................................. 3
V. SCOPE OF EPA AND PUBLIC REVIEW .................................................................. 4
VI. FEDERALLY ENFORCEABLE REQUIREMENTS ...................................................... 5
VII. REQUIREMENTS NOT FEDERALLY ENFORCEABLE ........................................ 7
VIII. PERMIT REQUIREMENTS .................................................................................... 8
IX. PERMIT SHIELD .................................................................................................. 13
X. PERMIT CONDITIONS ............................................................................................ 14
XI. ATTACHMENTS ..................................................................................................... 14

A. RENEWED TITLE V OPERATING PERMITS
B. PREVIOUS TITLE V OPERATING PERMITS
C. DETAILED FACILITY LIST
TITLe V PERMIT RENEWAL EVALUATION
Combustion Turbine Generator and Emergency IC Engine

Engineer: Gurpreet Brar
Date: November 9, 2009

Facility Number: S-2049
Facility Name: Bear Mountain Limited
Mailing Address: 34759 Lencioni Ave.
                Bakersfield, CA 93308-9797

Contact Name: Raymond Rodriguez
Phone: (661) 393-6885

Responsible Official: Ron Cook
Title: Plant Manager

Project #: S-1074959
Deemed Complete: October 10, 2007

I. PROPOSAL

Bear Mountain Limited was issued its initial Title V permit on May 1, 1998. As required by District Rule 2520, the applicant is requesting a permit renewal. The existing Title V permit shall be reviewed and modified to reflect all applicable District and federal rules updated, removed, or added since the issuance of the initial Title V permit.

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

II. FACILITY LOCATION

Bear Mountain Limited is located at 7001 Camino Grande Drive in Bakersfield within Kern County.
III. EQUIPMENT LISTING

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

IV. GENERAL PERMIT TEMPLATE USAGE

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

A. Template SJV-UM-0-2 Facility Wide Umbrella

The applicant has requested to utilize general permit template SJV-UM-0-2, Facility Wide Umbrella. Based on the information submitted in the Template Qualification Form, the applicant qualifies for the use of this template.

Template SJV-UM-0-2 conditions have been added as conditions 1 through 40 for the renewed facility wide requirements (S-2049-0-2) and replace conditions 1 through 40 of the existing facility wide requirements (S-2049-0-1).

B. Template SJV-GT-1-3 Series 1 Gas Turbines

The applicant has requested to utilize general permit template SJV-GT-1-3, Series 1 Gas Turbines for 48MW GE LM 5000 gas fired turbine (permit number S-2049-1-7). Based on the information submitted in the Template Qualification Form, the applicant qualifies for the use of this template.

The following conditions from the Template SJV-GT-1-3 has not been added to requirements of permit unit S-2049-1-8 since this more stringent NSR requirements are already in place that require fuel sulfur content not to exceed 1 gr/100 scf and NOx & CO concentrations to be less than 3.6 ppmv & 10 ppmv @ 15% O2.

- This unit shall be fired exclusively on natural gas as defined in 40 CFR 60.331(u) which has a total sulfur content of less than or equal to 1.0 gr/100 scf. [40 CFR 60.333(b), District Rule 4201, County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus County)]
• The owner or operator shall not operate the gas turbine under load conditions, excluding the thermal stabilization period or reduced load period, which results in the measured NOx emissions concentration exceeding 5 ppmv @ 15% O2. [40 CFR 60.332(a)(1), (a)(2) and District Rule 4703, 5.1.2.1]

• The owner or operator shall not operate the gas turbine under load conditions, excluding the thermal stabilization period or reduced load period, which results in the measured CO emissions concentration exceeding 200 ppmv @ 15% O2. [District Rule 4703, 5.2]

Condition 18, 19, 20, 21, 22, 24, 25, 27, 39, 40 & 44 from the Title V permit S-2049-1-7 has been replaced with similar Template SJV-GT-1-3 conditions and will be placed as condition 38, 40, 42, 43, 48, 50, 52, 54, 55 & 56 on the permit S-2049-1-8.

Template SJV-GT-1-3 conditions have been added as conditions 37 through 58 on the permit (S-2049-1-8).

V. SCOPE OF EPA AND PUBLIC REVIEW

Model general permit templates have been previously subject to EPA and public review. The terms and conditions from the model general permit templates as identified above are not subject to further EPA and public review.

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

The following permit conditions, including their underlying applicable requirements, originate from model general permit templates and are not subject to further EPA and Public review:

<table>
<thead>
<tr>
<th>Permit Units</th>
<th>Conditions</th>
<th>Template</th>
</tr>
</thead>
<tbody>
<tr>
<td>S-2049-0-2</td>
<td>1 through 40</td>
<td>SJV-UM-0-2</td>
</tr>
<tr>
<td>S-2049-1-8</td>
<td>37 through 58</td>
<td>SJV-GT-1-3</td>
</tr>
</tbody>
</table>


VI. FEDERALLY ENFORCEABLE REQUIREMENTS

A. Rules Updated

Following rules are that are applicable to operation of this facility has been updated since issuance of the initial Title V permit.

- District Rule 2201, New and Modified Stationary Source Review Rule (amended December 19, 2002)

- District Rule 4101, Visible Emissions (amended November 15, 2001 ⇒ amended February 17, 2005)

- District Rule 4702, Internal Combustion Engines – Phase II (amended June 16, 2005 ⇒ amended January 18, 2007)

- 40 CFR 60 Subpart GG - Standards of Performance for Stationary Combustion Turbines

- 40 CFR Part 61, Subpart M, National Emission Standard for Asbestos

- 40 CFR Part 82, Subpart B and F, Stratospheric Ozone

B. Rules Added

Following rule is applicable to operation of this facility has been adopted since issuance of the initial Title V permit.

- 40 CFR 60 Subpart KKKK - Standards of Performance for Stationary Combustion Turbines


---

1 Requirements of this Rule are addressed by Facility wide Umbrella Template SJV-UM-G/2
2 Requirements of this Rule are addressed by Gas Turbine Template SJV-ST-I-3 for permit units S-2049-I-8
C. Rules Not Updated

Following rules are that are applicable to operation of this facility has not been updated since issuance of the initial Title V permit.

- District Rule 1070, Inspections (amended December 17, 1992)
- District Rule 1080, Stack Monitoring (amended December 17, 1992)
- District Rule 1081, Source Sampling (amended December 16, 1993)
- District Rule 1100, Equipment Breakdown (amended December 17, 1992)
- District Rule 1160, Emission Statements (adopted November 18, 1992)\(^3\)
- District Rule 2010, Permits Required (amended December 17, 1992)\(^3\)
- District Rule 2020, Exemptions (amended March 21, 2002)\(^3\)
- District Rule 2031, Transfer of Permits (amended December 17, 1992)\(^3\)
- District Rule 2040, Applications (amended December 17, 1992)\(^3\)
- District Rule 2070, Standards for Granting Applications (amended December 17, 1992)\(^3\)
- District Rule 2080, Conditional Approval (amended December 17, 1992)\(^3\)
- District Rule 2520, Federally Mandated Operating Permits (amended June 21, 2001)\(^4\)
- District Rule 4001, New Source Performance Standards (amended April 14, 1999)
- District Rule 4201, Particulate Matter Concentration (amended December 17, 1992)

\(^3\) Requirements of this Rule are addressed by Facility Wide Umbrella Template SJV-UM-D-2

\(^4\) Facility Wide Umbrella Template SJV-UM-D-2 addresses requirements of Sections 5.2, 9.1, 9.4, 9.5, 9.7, 9.8, 9.9, 9.13.1, 9.13.2, 9.16, and 10.0 and Gas Turbine Template SJV-GT-I-3 addresses requirements of Sections 9.3.2 & 9.4.2 for permit units C-2049-I-8
• District Rule 4601, *Architectural Coatings* (amended October 31, 2001)

• District Rule 4663, *Organic Solvent Cleaning, Storage And Disposal* (amended December 20, 2001)

• District Rule 4703, *Stationary Gas Turbines* (amended April 25, 2002)

• District Rule 4801, *Sulfur Compounds* (amended December 17, 1992)

• District Rule 8011, *General Requirements* (adopted November 15, 2001)

• District Rule 8021, *Construction, Demolition, Excavation, Extraction, and Other Earthmoving Activities* (adopted November 15, 2001)

• District Rule 8031, *Bulk Materials* (adopted November 15, 2001)

• District Rule 8041, *Carryout and Trackout* (adopted November 15, 2001)

• District Rule 8051, *Open Areas* (adopted November 15, 2001)

• District Rule 8061, *Paved and Unpaved Roads* (adopted November 15, 2001)

• District Rule 8071, *Unpaved Vehicle/Equipment Traffic Areas* (adopted November 15, 2001)

• 40 CFR Part 68 - *Chemical Accident Prevention Provisions*

• 40 CFR 60, Subpart A – *Monitoring Requirements*

VII. REQUIREMENTS NOT FEDERALLY ENFORCEABLE

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

---

5 Requirements of this Rule are addressed by Facility wide Umbrella Template SJV-UM-0-2
For this facility, the following are not federally enforceable and will not be discussed in further detail:

A. Rules Added

None

B. Rules Not Updated

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

Condition 41 of facility wide requirements (S-2049-0-2) is based on the District Rule 4102 and will therefore not be discussed any further.

VIII. PERMIT REQUIREMENTS

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

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

District Rule 2201 has been amended since this facility’s initial Title V permit was issued. This Title V permit renewal does not constitute a modification per section 3.26, defined as an action including at least one of the following items:

1) Any change in hours of operation, production rate, or method of operation of an existing emissions unit, which would necessitate a change in permit conditions.
2) Any structural change or addition to an existing emissions unit which would necessitate a change in permit conditions. Routine replacement shall not be considered to be a structural change.
3) An increase in emissions from an emissions unit caused by a modification of the Stationary Source when the emissions unit is not subject to a daily emissions limitation.
4) Addition of any new emissions unit which is subject to District permitting requirements.
5) A change in a permit term or condition proposed by an applicant to obtain an exemption from an applicable requirement to which the source would otherwise be subject.

Therefore, the updated requirements of this rule are not applicable at this time.
B. District Rule 4101 - Visible Emissions

District Rule 4101 has been submitted to the EPA to replace SIP approved Rule 401 (all counties of the SJVUAPCD). EPA made a preliminary determination that District Rule 4101 is "more stringent" than the county versions previously referenced, per correspondence dated August 20, 1996.

Section 5.0 prohibits the discharge of any air contaminant for a period or periods aggregating more than 3 minutes in any one hour which is as dark or darker in shade as that designated as No. 1 on the Ringelmann Chart; or is of such opacity as to obscure an observer’s view to a degree equal to or greater than the smoke described in Section 5.1 of Rule 4101.

Condition 7 on PTO S-2049-2-5 and condition 22 on facility wide permit S-2049-0-2 assures compliance with District Rule 4101.

C. District Rule 4702 - Internal Combustion Engines – Phase II

The purpose of District rule 4702 is to limit the emissions of nitrogen oxides (NOX), carbon monoxide (CO), and volatile organic compounds (VOC) from internal combustion engines.

This rule applies to any internal combustion engine with a rated brake horsepower greater than 50 horsepower.

Pursuant to Section 4.3, except for the requirements of Section 6.2.3, the requirements of this rule shall not apply to an internal combustion engine that meets the following conditions:

1) The engine is operated exclusively to preserve or protect property, human life, or public health during a disaster or state of emergency, such as a fire or flood, and

2) Except for operations associated with Section 4.3.1.1, the engine is limited to operate no more than 100 hours per calendar year as determined by an operational nonresettable elapsed operating time meter, for periodic maintenance, periodic readiness testing, and readiness testing during and after repair work of the engine, and

3) The engine is operated with a nonresettable elapsed operating time meter. 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. The owner of the engine shall properly maintain and operate the time meter or alternative device in accordance with the manufacturer’s instructions.
Therefore, the emergency IC engine will only have to meet the requirements of Section 6.2.3 of this Rule.

Section 6.2.3 requires that 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 submitted to the APCO upon request and at the end of each calendar year in a manner and form approved by the APCO.

Therefore, the following conditions will be listed on the ATC to ensure compliance:

Condition 6, 11, 12 & 16 on PTO S-2049-2-5 assure compliance with District Rule 4702.

The condition 14 & 15 will be added to PTO S-2049-2-5 to define the emergency situations as required by District Rule 4702 to ensure compliance:

- This engine shall be equipped with an operational non-resettable elapsed time meter or other APCO approved alternative. [District Rule 4702, 3.15]

- 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, 3.15]

D. 40 CFR Part 64-Compliance Assurance Monitoring

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

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

This facility has add-on controls only for NOx & CO in the form of SCR and oxidation catalysts. Therefore CAM is applicable for NOx and CO. Major source threshold for NOx is 50,000 lb/yr and CO is 200,000 lb/year.
If the unit has continuous emission monitors (CEMS) for the pollutants for which the facility is considered a Major Source, CAM is not applicable and the equipment is exempt from CAM requirements. The standard conditions that require the CEMSs to be installed, calibrated, maintained, and require the data to be reported ensure that the equipment will remain exempt from CAM requirements.

E. 40 CFR 60 Subpart KKKK

The EPA promulgated this new NSPS that would apply to new stationary combustion turbines greater than or equal to 1 MW that commence construction, modification or reconstruction after February 18, 2005. The gas turbine permit unit S-2049-1-7 was initially constructed before February 18, 2005 and not been modified or reconstructed since. Therefore requirements of this NSPS are not applicable.

F. 40 CFR Part 63 Subpart ZZZZ

Subpart ZZZZ establishes national emission limitations and operating limitations for hazardous air pollutants (HAP) emitted from stationary reciprocating internal combustion engines (RICE) located at major and area sources of HAP emissions. This subpart also establishes requirements to demonstrate initial and continuous compliance with the emission limitations and operating limitations.

§6585(b) states, “A major source of HAP emissions is a plant site that emits or has the potential to emit any single HAP at a rate of 10 tons (9.07 megagrams) or more per year or any combination of HAP at a rate of 25 tons (22.68 megagrams) or more per year, except that for oil and gas production facilities, a major source of HAP emissions is determined for each surface site."

§6585(c) states, “An area source of HAP emissions is a source that is not a major source.”

The facility is not a major source as defined in §6585(b). Therefore, this facility is an area source of HAP emissions.

§6590(a) states, “An affected source is any existing, new, or reconstructed stationary RICE located at a major or area source of HAP emissions, excluding stationary RICE being tested at a stationary RICE test cell/stand.”

§6590(a)(1) defines the criteria for an existing stationary RICE as follows:
(i) For stationary RICE with a site rating of more than 500 brake horsepower (HP) located at a major source of HAP emissions, a stationary RICE is existing if you commenced construction or reconstruction of the stationary RICE before December 19, 2002.

(ii) For stationary RICE with a site rating of less than or equal to 500 brake HP located at a major source of HAP emissions, a stationary RICE is existing if you commenced construction or reconstruction of the stationary RICE before June 12, 2006.

(iii) For stationary RICE located at an area source of HAP emissions, a stationary RICE is existing if you commenced construction or reconstruction of the stationary RICE before June 12, 2006.

(iv) A change in ownership of an existing stationary RICE does not make that stationary RICE a new or reconstructed stationary RICE.

This facility is an area source of HAP emissions. The engine at this facility has not commenced construction or reconstruction on or after June 12, 2006. Therefore, the engine at this facility meet the definition of an existing stationary RICE as defined in §6590(a)(1)(iii).

§6590(b)(3) states that the following engines do not have to meet the requirements of this subpart and of subpart A of this part:

- stationary RICE which is an existing spark ignition 4 stroke rich burn (4SRB) stationary RICE located at an area source,
- existing spark ignition 4SRB stationary RICE with a site rating of less than or equal to 500 brake HP located at a major source, an existing spark ignition 2 stroke lean burn (2SLB) stationary RICE,
- existing spark ignition 4 stroke lean burn (4SLB) stationary RICE,
- existing compression ignition (CI) stationary RICE,
- existing emergency stationary RICE,
- existing limited use stationary RICE, or
- existing stationary RICE that combusts landfill gas or digester gas equivalent to 10 percent or more of the gross heat input on an annual basis

The engine at this facility is an existing emergency stationary RICE. Therefore, the engine does not have to meet the requirements of this subpart and of subpart A of this part. No further discussion is required.
G. 40 CFR Part 61, Subpart M, National Emission Standard for Asbestos

These regulations apply to demolition or renovation activity, as defined in 40 CFR 61.141. 40 CFR Section 61.150 of this Subpart was amended September 18, 2003, and condition 35 of S-2049-0-2 assures compliance with the requirements.

H. 40 CFR Part 82, Subparts B and F, Stratospheric Ozone

These regulations apply to servicing motor vehicles when this service involves the ozone-depleting refrigerant in the motor vehicle air conditioner (MVAC). Sections of this regulation were amended in 2004 and 2008, and conditions 27 and 28 of S-2049-0-2 assure compliance with the requirements.

IX. PERMIT SHIELD

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

A. Requirements Addressed by Model General Permit Templates

1. Model General Permit Template SJV-UM-0-2

By submitting Model General Permit Template SJV-UM-0-2 qualification form, the applicant has requested that a permit shield be granted for all the applicable requirements identified by the template. Therefore, the permit shields as granted in Model General Permit Template are included as conditions 39 and 40 of the facility-wide requirements (S-2049-0-2).

2. Model General Permit Template SJV-GT-1-3

By submitting Model General Permit Template SJV-GT-1-3 qualification form, the applicant has requested that a permit shield be granted for all the applicable requirements identified by the template for permit unit (S-2049-1-3). Therefore, the permit shields as granted in Model General Permit Template is included as conditions 56, 57 & 58 of requirements for permit unit S-2049-1-8.
B. Requirements not Addressed by Model General Permit Templates

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

C. Obsolete Permit Shields From Existing Permit Requirements

The exiting facility wide requirements (S-2049-0-1) contain permit shields as conditions 39 & 40. These permit shields have become obsolete since applicant has applied for umbrella template SJV-UM-0-2 and has been replaced permit shields granted as part of this template as discussed in section IX.A.1 above.

X. PERMIT CONDITIONS

See Attachment A - Renewed Title V Operating Permits.

XI. ATTACHMENTS

A. Renewed Title V Operating Permits
B. Previous Title V Operating Permits
C. Detailed Facility List
D. District's Responses to EPA Comments
ATTACHMENT A

Renewed Title V Operating Permits
Permit to Operate

FACILITY: S-2049
LEGAL OWNER OR OPERATOR: BEAR MOUNTAIN LIMITED
MAILING ADDRESS: 34759 LENCIONI AVE, SUITE A
BAKERSFIELD, CA 93308
FACILITY LOCATION: HEAVY OIL CENTRAL KERN BLUFF
FACILITY DESCRIPTION: OIL AND NATURAL GAS PRODUCTION

EXPIRATION DATE: 04/30/2013

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

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

Seyed Sadredin
Executive Director / APCO

David Warner
Director of Permit Services
1. The owner or operator shall notify the District of any breakdown condition as soon as reasonably possible, but no later than one hour after its detection, unless the owner or operator demonstrates to the District's satisfaction that the longer reporting period was necessary. [District Rule 1100, 6.1; Kern County Rule 111] Federally Enforceable Through Title V Permit

2. The District shall be notified in writing within ten days following the correction of any breakdown condition. The breakdown notification shall include a description of the equipment malfunction or failure, the date and cause of the initial failure, the estimated emissions in excess of those allowed, and the methods utilized to restore normal operations. [District Rule 1100, 7.0; Kern County Rule 111] Federally Enforceable Through Title V Permit

3. The owner or operator of any stationary source operation that emits more than 25 tons per year of nitrogen oxides or reactive organic compounds, shall provide the District annually with a written statement in such form and at such time as the District prescribes, showing actual emissions of nitrogen oxides and reactive organic compounds from that source. [District Rule 1160, 5.0] Federally Enforceable Through Title V Permit

4. Any person building, altering or replacing any operation, article, machine, equipment, or other contrivance, the use of which may cause the issuance of air contaminants or the use of which may eliminate, reduce, or control the issuance of air contaminants, shall first obtain an Authority to Construct (ATC) from the District unless exempted by District Rule 2020 (3/21/02). [District Rule 2010, 3.0 and 4.0; and 2020] Federally Enforceable Through Title V Permit

5. The permittee must comply with all conditions of the permit including permit revisions originated by the District. All terms and conditions of a permit that are required pursuant to the Clean Air Act (CAA), including provisions to limit potential to emit, are enforceable by the EPA and Citizens under the CAA. Any permit noncompliance constitutes a violation of the CAA and the District Rules and Regulations, and is grounds for enforcement action, for permit termination, revocation, reopening and reissuance, or modification; or for denial of a permit renewal application. [District Rules 2070, 7.0; 2080; and 2520, 9.8.1 and 9.12.1] Federally Enforceable Through Title V Permit

6. A Permit to Operate or an Authority to Construct shall not be transferred unless a new application is filed with and approved by the District. [District Rule 2031] Federally Enforceable Through Title V Permit

7. Every application for a permit required under Rule 2010 (12/17/92) shall be filed in a manner and form prescribed by the District. [District Rule 2040] Federally Enforceable Through Title V Permit

8. The operator shall maintain records of required monitoring that include: 1) the date, place, and time of sampling or measurement; 2) the date(s) analyses were performed; 3) the company or entity that performed the analysis; 4) the analytical techniques or methods used; 5) the results of such analysis; and 6) the operating conditions at the time of sampling or measurement. [District Rule 2520, 9.4.1] Federally Enforceable Through Title V Permit

9. The operator shall retain records of all required monitoring data and support information for a period of at least 5 years from the date of the monitoring sample, measurement, or report. Support information includes copies of all reports required by the permit and, for continuous monitoring instrumentation, all calibration and maintenance records and all original strip-chart recordings. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit

FACILITY-WIDE REQUIREMENTS CONTINUE ON NEXT PAGE

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

Facility Name: BEAR MOUNTAIN LIMITED
Location: HEAVY OIL CENTRAL, KERN BLUFF
S-2049-0-2; Rev 10 2009 4:20AM - BMWG
10. The operator shall submit reports of any required monitoring at least every six months unless a different frequency is required by an applicable requirement. All instances of deviations from permit requirements must be clearly identified in such reports. [District Rule 2520, 9.5.1] Federally Enforceable Through Title V Permit

11. Deviations from permit conditions must be promptly reported, including deviations attributable to upset conditions, as defined in the permit. For the purpose of this condition, promptly means as soon as reasonably possible, but no later than 10 days after detection. The report shall include the probable cause of such deviations, and any corrective actions or preventive measures taken. All required reports must be certified by a responsible official consistent with section 10.0 of District Rule 2520 (6/21/01). [District Rules 2520, 9.5.2 and 1100, 7.0] Federally Enforceable Through Title V Permit

12. If for any reason a permit requirement or condition is being challenged for its constitutionality or validity by a court of competent jurisdiction, the outcome of such challenge shall not affect or invalidate the remainder of the conditions or requirements in that permit. [District Rule 2520, 9.7] Federally Enforceable Through Title V Permit

13. It shall not be a defense for a permittee in an enforcement action that it would have been necessary to halt or reduce the permitted activity in order to maintain compliance with the conditions of the permit. [District Rule 2520, 9.8.2] Federally Enforceable Through Title V Permit.

14. The permit may be modified, revoked, reopened and reissued, or terminated for cause. The filing of a request by the permittee for a permit modification, revocation and reissuance, or termination, or a notification of planned changes or anticipated noncompliance does not stay any permit condition. [District Rule 2520, 9.8.3] Federally Enforceable Through Title V Permit

15. The permit does not convey any property rights of any sort, or any exclusive privilege. [District Rule 2520, 9.8.4] Federally Enforceable Through Title V Permit

16. The Permittee shall furnish to the District, within a reasonable time, any information that the District may request in writing to determine whether cause exists for modifying, revoking and reissuing, or terminating the permit or to determine compliance with the permit. Upon request, the permittee shall also furnish to the District copies of records required to be kept by the permit or, for information claimed to be confidential, the permittee may furnish such records directly to EPA along with a claim of confidentiality. [District Rule 2520, 9.8.5] Federally Enforceable Through Title V Permit

17. The permittee shall pay annual permit fees and other applicable fees as prescribed in Regulation III of the District Rules and Regulations. [District Rule 2520, 9.9] Federally Enforceable Through Title V Permit

18. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District to enter the permittee's premises where a permitted source is located or emissions related activity is conducted, or where records must be kept under condition of the permit. [District Rule 2520, 9.13.2.1] Federally Enforceable Through Title V Permit

19. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District to have access to and copy, at reasonable times, any records that must be kept under the conditions of the permit. [District Rule 2520, 9.13.2.2] Federally Enforceable Through Title V Permit

20. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District to inspect at reasonable times any facilities, equipment, practices, or operations regulated or required under the permit. [District Rule 2520, 9.13.2.3] Federally Enforceable Through Title V Permit

21. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District to sample or monitor, at reasonable times, substances or parameters for the purpose of assuring compliance with the permit or applicable requirements. [District Rule 2520, 9.13.2.4] Federally Enforceable Through Title V Permit

22. No air contaminants shall be discharged into the atmosphere for a period or periods aggregating more than 3 minutes in any one hour which is as dark or darker than Ringelmann #1 or equivalent to 20% opacity and greater, unless specifically exempted by District Rule 4101 (2/17/05). If the equipment or operation is subject to a more stringent visible emission standard as prescribed in a permit condition, the more stringent visible emission limit shall supersede this condition. [District Rule 4101, and Kern County Rule 401] Federally Enforceable Through Title V Permit

FACILITY-WIDE REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.
23. No person shall manufacture, blend, repackage, supply, sell, solicit or apply any architectural coating with a VOC content in excess of the corresponding limit specified in the Table of Standards of District Rule 4601 (10/31/01) for use or sale within the District. [District Rule 4601, 5.1] Federally Enforceable Through Title V Permit

24. All VOC-containing materials for architectural coatings subject to Rule 4601 (10/31/01) shall be stored in closed containers when not in use. [District Rule 4601, 5.4] Federally Enforceable Through Title V Permit

25. The permittee shall comply with all the Labeling and Test Methods requirements outlined in Rule 4601 sections 6.1 and 6.3 (10/31/01). [District Rule 4601, 6.1 and 6.3] Federally Enforceable Through Title V Permit

26. With each report or document submitted under a permit requirement or a request for information by the District or EPA, the permittee shall include a certification of truth, accuracy, and completeness by a responsible official. [District Rule 2520, 9.13.1 and 10.0] Federally Enforceable Through Title V Permit.

27. If the permittee performs maintenance on, or services, repairs, or disposes of appliances, the permittee shall comply with the standards for Recycling and Emissions Reduction pursuant to 40 CFR 82, Subpart F. [40 CFR 82 Subpart F] Federally Enforceable Through Title V Permit

28. If the permittee performs service on motor vehicles when this service involves the ozone-depleting refrigerant in the motor vehicle air conditioner (MVAC), the permittee shall comply with the standards for Servicing of Motor Vehicle Air Conditioners pursuant to all the applicable requirements as specified in 40 CFR 82, Subpart B. [40 CFR 82, Subpart B] Federally Enforceable Through Title V Permit

29. Disturbances of soil related to any construction, demolition, excavation, extraction, or other earthmoving activities shall comply with the requirements for fugitive dust control in District Rule 8021 unless specifically exempted under Section 4.0 of Rule 8021 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8021 and 8011] Federally Enforceable Through Title V Permit

30. Outdoor handling, storage and transport of any bulk material which emits dust shall comply with the requirements of District Rule 8031, unless specifically exempted under Section 4.0 of Rule 8031 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8031 and 8011] Federally Enforceable Through Title V Permit

31. An owner/operator shall prevent or cleanup any carryout or trackout in accordance with the requirements of District Rule 8041 Section 5.0, unless specifically exempted under Section 4.0 of Rule 8041 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8041 and 8011] Federally Enforceable Through Title V Permit

32. Whenever open areas are disturbed or vehicles are used in open areas, the facility shall comply with the requirements of Section 5.0 of District Rule 8051, unless specifically exempted under Section 4.0 of Rule 8051 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8051 and 8011] Federally Enforceable Through Title V Permit

33. Any paved road or unpaved road shall comply with the requirements of District Rule 8061 unless specifically exempted under Section 4.0 of Rule 8061 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8061 and Rule 8011] Federally Enforceable Through Title V Permit

34. Any unpaved vehicle/equipment area that anticipates more than 75 vehicle trips per day shall comply with the requirements of Section 5.1.1 of District Rule 8071. Any unpaved vehicle/equipment area that anticipates more than 100 vehicle trips per day shall comply with the requirements of Section 5.1.2 of District Rule 8071. [District Rule 8071] Federally Enforceable Through Title V Permit

35. Any owner or operator of a demolition or renovation activity, as defined in 40 CFR 61.141, shall comply with the applicable inspection, notification, removal, and disposal procedures for asbestos containing materials as specified in 40 CFR 61.145 (Standard for Demolition and Renovation). [40 CFR 61 Subpart M] Federally Enforceable Through Title V Permit

FACILITY-WIDE REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.
36. The permittee shall submit certifications of compliance with the terms and standards contained in Title V permits, including emission limits, standards and work practices, to the District and the EPA annually (or more frequently as specified in an applicable requirement or as specified by the District). The certification shall include the identification of each permit term or condition, the compliance status, whether compliance was continuous or intermittent, the methods used for determining the compliance status, and any other facts required by the District to determine the compliance status of the source. [District Rule 2520, 9.16] Federally Enforceable Through Title V Permit

37. The permittee shall submit an application for Title V permit renewal to the District at least six months, but not greater than 18 months, prior to the permit expiration date. [District Rule 2520, 5.2] Federally Enforceable Through Title V Permit

38. When a term is not defined in a Title V permit condition, the definition in the rule cited as the origin and authority for the condition in a Title V permits shall apply. [District Rule 2520, 9.1.1] Federally Enforceable Through Title V Permit

39. Compliance with permit conditions in the Title V permit shall be deemed in compliance with the following outdated SIP requirements: Kern County Rule 401 and Kern County Rule 111. A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

40. Compliance with permit conditions in the Title V permit shall be deemed in compliance with the following applicable requirements: SJVUAAPCD Rules 1100, sections 6.1 and 7.0 (12/17/92); 2010, sections 3.0 and 4.0 (12/17/92); 2031 (12/17/92); 2040 (12/17/92); 2070, section 7.0 (12/17/92); 2080 (12/17/92); 4101 (11/15/01); 4601, sections 5.1, 5.2, 5.3, 5.8 and 8.0 (10/31/01); 8021 (11/15/01); 8031 (11/15/01); 8041 (11/15/01); 8051 (11/15/01); 8061 (11/15/01); and 8071 (11/15/01). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

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

42. An owner or operator shall not use organic solvents for cleaning operations that exceed the VOC content limits specified as follows: A) Product cleaning during manufacturing process or surface preparation for adhesive application; 1) general, 50 g/l (0.42 lb/gal) and 2) electrical apparatus and electronic components, 500 g/l (4.2 lb/gal); B) repair and maintenance cleaning, 1) 50 g/l (0.42 lb/gal) and 2) electrical apparatus components and electronic components 900 g/l (7.5 lb/gal); C) cleaning of coating or adhesive application equipment, 550 g/l (4.6 lb/gal) [District Rule 4663, 5.1.2] Federally Enforceable Through Title V Permit

43. Cleaning activities that use solvents with a VOC content greater than 50 g/l (0.42 lb/gallon) shall be performed by one or more of the following methods: 1) wipe cleaning; 2) application of solvent from hand-held spray bottles from which solvents are dispensed without a propellant-induced force; 3) non-atomized solvent flow method in which the cleaning solvent is collected in a container or a collection system which is closed except for solvent collection openings and, if necessary, openings to avoid excessive pressure build-up inside the container, or; 4) solvent flushing method in which the cleaning solvent is discharged into a container that is closed except for solvent collection openings and, if necessary, openings to avoid excessive pressure build-up inside the container. The discharged solvent from the equipment must be collected into containers without atomizing into the open air. The solvent may be flushed through the system by air or hydraulic pressure, or by pumping. [District Rule 4663, 5.2.1] Federally Enforceable Through Title V Permit

44. Solvent shall not be atomized into the open air unless it is vented to a VOC emission control system. This provision shall not apply to the cleaning of nozzle tips of automated spray equipment systems, except for robotic systems, and cleaning with spray bottles or containers described elsewhere in this permit. [District Rule 4663, 5.2.2] Federally Enforceable Through Title V Permit

45. An owner or operator shall not use VOC-containing materials to clean spray equipment used for the application of coatings, adhesives, or ink, unless an enclosed system or equipment that is proven to be equally effective at controlling emissions is used for cleaning. If an enclosed system is used, it must totally enclose spray guns, cups, nozzles, bowls, and other parts during washing, rinsing and draining procedures, and it must be used according to the manufacturer's recommendations and must be closed when not in use. [District Rule 4663, 5.2.3] Federally Enforceable Through Title V Permit

FACILITY-WIDE REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.
46. All fresh or spent solvents, waste solvent cleaning materials such as cloth, paper, etc., coatings, adhesives, catalysts and thinners shall be stored in closed, non-absorbent and non-leaking containers. [District Rule 4663, 5.3] Federally Enforceable Through Title V Permit

47. In lieu of complying with the requirements in Sections 5.1.2, an owner or operator may comply with this rule by using a VOC emission collection and control system in association with the solvent cleaning operation as provided in District Rule 4663, 5.4.1 and 5.4.2 (Adopted December 30, 2001). [District Rule 4663, 5.4] Federally Enforceable Through Title V Permit

48. An owner or operator shall maintain the records required by District Rule 4663, Sections 6.2.2 through 6.2.5 (Adopted December 20, 2001) at the stationary source for a period of five years. The records shall be made available to the AFCO upon request. [District Rules 1070 and 4663, 6.2.1] Federally Enforceable Through Title V Permit

49. The VOC content of solvents and organic materials shall be determined by using United States Environmental Protection Agency (EPA) Test Method 24 or 24A, or South Coast Air Quality Management District (SCAQMD) Method 304 (Determination of Volatile Organic compounds in Various Materials), or by using the manufacturer's product formulation data and the formula for "Grams of VOC per liter of Material" in Section 3.0. [District Rule 4663, 6.3.1.1] Federally Enforceable Through Title V Permit

50. The content of exempt halogenated VOCs shall be determined by using the California Air Resources Board (ARB) Test Method 432 or SCAQMD Test Method 303 (Determination of Exempt Compounds). [District Rule 4663, 6.3.1.2] Federally Enforceable Through Title V Permit

51. The facility shall comply with all applicable requirements regarding preparation and implementation of a Risk Management Plan and shall abide by all applicable sections of 40 CFR Part 68. [40 CFR Part 68] Federally Enforceable Through Title V Permit

52. The reporting periods for the Report of Required Monitoring and the Compliance Certification Report begin January 1 of every year, unless alternative dates are approved by the District Compliance Division. These reports are due within 30 days after the end of the reporting period. [District Rule 2520] Federally Enforceable Through Title V Permit

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

1. Turbine washing operation shall take place only when the turbine is off-line. [District Rule 2201] Federally Enforceable Through Title V Permit

2. VOC emissions from off-line turbine wash operation shall not exceed 9.8 lb per day [District Rule 2201] Federally Enforceable Through Title V Permit

3. Gas fired turbine engine shall be equipped with combustor steam injection and a selective catalytic reduction (SCR) system utilizing ammonia as the reducing agent. [District Rules 2201 and 4703, 5.1.1] Federally Enforceable Through Title V Permit

4. Gas fired turbine engine shall be equipped with carbon monoxide catalytic oxidizer. [District Rule 2201] Federally Enforceable Through Title V Permit

5. Gas turbine engine combustor steam injection rate shall be maintained at a steam to fuel ratio which results in compliance with emissions limits, except during periods of startup, shutdown and malfunction as defined in this permit. Only malfunctions as defined in 40 CFR 60 qualify for this exemption. [40 CFR 60.334(c)] Federally Enforceable Through Title V Permit

6. CEM data shall be used in addition to stack testing to determine compliance with NOx and CO concentrations and daily emission limits. [District Rule 2201] Federally Enforceable Through Title V Permit

7. Gas turbine combustor steam injection system shall be equipped with continuously recording steam and fuel injection rate monitoring system accurate to within +/- 5%. [District Rules 2201 and 4703, 6.2.1 and 40 CFR 60.334 (a)] Federally Enforceable Through Title V Permit

8. The gas turbine shall be fired exclusively with PUC regulated or FERC regulated natural gas, with fuel gas sulfur content not to exceed 1 grain S/100 scf. [District Rules 2201 and 4801; 40 CFR 60.333 (a) & (b); 60.332(a) and Kern County Rule 407] Federally Enforceable Through Title V Permit

9. Startup is defined as the thermal stabilization period to bring the exhaust gas to normal operating temperature range. Shutdown is defined as the cessation of operation. [District Rule 4703 and 40 CFR Subpart A 60.2] Federally Enforceable Through Title V Permit

10. Operations during periods of startup and shutdown shall not constitute representative conditions for the purpose of a performance test nor shall emissions in excess of the level of the emission limit shown in this permit during periods of startup and shutdown be considered a violation of the applicable emission limit unless otherwise specified in the applicable standard. This requirement only applies to the subsumed NOx and SO2 emission standards under NSPS subpart GG for Stationary Gas Turbines. [40 CFR 60.8(c)] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.
11. Inlet gas temperature to oxidation catalyst bed shall be maintained within the range recommended by manufacturer except during periods of startup and shutdown as defined herein. The facility shall maintain a record of the recommended temperature range of the manufacturer onsite. [District Rule 2201] Federally Enforceable Through Title V Permit

12. All gas turbine engine exhaust shall flow through catalyst bed. [District Rule 2201] Federally Enforceable Through Title V Permit

13. When oxidation catalyst inlet temperature exceeds 800 degrees F, the VOC emission concentration at turbine exhaust shall not exceed 0.6 ppmv dry at 15% O2, except during periods of startup and shutdown. [District Rule 2201] Federally Enforceable Through Title V Permit

14. Total VOC emissions, including those from the gas turbine exhaust and lube oil vents shall not exceed 1.04 lb/hr and 25.0 lb/day, except during periods of startup and shutdown. [District Rule 2201] Federally Enforceable Through Title V Permit

15. Emission rate from the gas turbine exhaust shall not exceed the following: PM10: 75.0 lb/day, NOx (as NO2): 143.7 lb/day, SOx (as SO2): 31.1 lb/day, and CO: 252.6 lb/day. [District Rule 2201] Federally Enforceable Through Title V Permit

16. Nitrogen oxides (as NO2) concentrations from the exhaust stack shall not exceed 3.6 ppmv dry calculated to 15% O2, except during periods of startup and shutdown. [District Rules 2201 and 4703, 5.1 and 40 CFR Part 60.332(a)] Federally Enforceable Through Title V Permit

17. Carbon monoxide (CO) concentrations from the exhaust stack shall not exceed 10 ppmv dry calculated to 15% O2, except during periods of startup and shutdown. [District Rules 2201 and 4703, 5.2] Federally Enforceable Through Title V Permit

18. The circular cross section exhaust stack (after SCR unit) shall be equipped with permanent provisions to allow collection of stack gas samples consistent with EPA test methods and equipped with flow straighteners, if necessary, to minimize turbulence. The facility shall comply with this and all applicable compliance testing procedures described in District Rule 1081 (amended December 17, 1992). [District Rules 2201, 4703 and 1081] Federally Enforceable Through Title V Permit

19. Facility shall maintain file copies of all natural gas fuel invoices, including certification and quantity of gas consumed used to determine compliance with the requirements of this permit unit. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

20. Facility shall notify the APCO of a violation of any emission standards indicated by the CEMs within 96 hours of occurrence. The APCO shall be notified within 24 hours prior to a planned shut down of monitoring equipment. [District Rule 2520, 9.6.2; Rule 1080, 9.0 and 10.0 and 40 CFR 60.334(c)] Federally Enforceable Through Title V Permit

21. Startup and shutdown of the gas turbine, as defined in this permit, in 40 CFR Subpart A 60.2, and in Rule 4703 shall not exceed a time limit of two hours and one hour, respectively, per occurrence. Emission concentrations subsequent to this startup period shall not exceed the limits specified in this permit, except during shutdown. [40 CFR Subpart A 60.2] Federally Enforceable Through Title V Permit

22. All permits issued for facilities S-172, S-1118, S-1119, S-1120 and S-2049 are included in the same heavy oil central stationary source. [District Rule 2201] Federally Enforceable Through Title V Permit

23. Turbine lube oil vent shall be equipped with one pre-separator, one heat exchanger, and one air/oil separator with drain lines to turbine lube oil reservoir. [District Rule 2201] Federally Enforceable Through Title V Permit

24. All atmospheric lube oil vents from the turbine lube oil reservoir and the generator shall be equipped with a lube oil mist eliminator. [District Rule 2201] Federally Enforceable Through Title V Permit

25. Gas turbine exhaust shall be equipped with continuously recording NOx emission monitor located prior to catalyst. [District Rule 2201] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.
26. Gas temperature at SCR catalyst section inlet shall be monitored and recorded by operational temperature indicator. [District Rules 2201 and 2520, 9.3.2] Federally Enforceable Through Title V Permit

27. Ammonia injection grid shall be equipped with operational ammonia flowmeter and injection pressure indicator. [District Rule 2201] Federally Enforceable Through Title V Permit

28. Ammonia slip shall not exceed 20 ppmv and daily compliance with ammonia slip limit shall be demonstrated by means of the calculation procedure set forth in this operating permit. The "daily compliance" requirement can be met with a daily average slip value as calculated pursuant to condition 41 below. Ammonia slip shall be calculated as: slip = (a-b/cx(1,000,000)) x1,000,000/b, where a=ammonia injection rate(lb/hr)/17(lb/lb mol), b=dry exhaust gas flow rate (lb/hr)/(29(lb/lb mol)), and c=change in measured NOx concentration ppmv at stack O2. [District Rule 4102]

29. Audits of monitors shall be conducted quarterly, except during quarters in which RATA testing is performed, in accordance with EPA guidelines. Audit reports shall be submitted along with quarterly compliance reports to the District. [District Rule 2201] Federally Enforceable Through Title V Permit

30. Facility shall monitor and record exhaust gas temperature at oxidation catalyst inlet. [District Rule 2201] Federally Enforceable Through Title V Permit

31. Compliance with VOC emission limits shall be demonstrated by sample collection by independent testing laboratory annually, using EPA Test Method 25, within 60 days prior to permit anniversary date. The District shall be notified prior to the completion of any sampling event. Official test results and field data collected shall be submitted to the District within 60 days of testing. [District Rule 2201] Federally Enforceable Through Title V Permit

32. Any lube oil/accumulating vent having visible emissions with an opacity of 5% or greater shall be tested, using EPA Test Method 25, to demonstrate compliance with lube oil/accumulating vent VOC emissions limit. If no visible emissions occur, VOC emissions are assumed to be zero. [District Rule 2201] Federally Enforceable Through Title V Permit

33. The gas turbine engine shall be equipped with continuously recording fuel gas flowmeter. [District Rule 2201] Federally Enforceable Through Title V Permit

34. All CEM data required to comply with the conditions in this permit shall be rounded to the same number of significant digits as the specified limits, but not less than two significant digits. [40 CFR 60.14(h)] Federally Enforceable Through Title V Permit

35. Except during system breakdowns, repairs and maintenance, calibration checks, and zero and span adjustments, the continuous emission monitoring system shall be in continuous operation. NOx emissions in ppmv (corrected to 15% O2) and O2 concentrations must be recorded continuously (except as noted before) and data shall be reduced to 15 minute averages per 40 CFR Part 60.13(e)(2). [District Rule 2201 and 40 CFR 60.486 paragraph (b), (c) and (d)] Federally Enforceable Through Title V Permit

36. Compliance with ammonia slip (ppmv) emission limit shall be demonstrated by sample collection by independent testing laboratory annually within 60 days prior to permit anniversary date. The District shall be notified prior to the completion of any sampling event. Official test results and field data collected shall be submitted to the District within 60 days of testing. [District Rule 4102] Federally Enforceable Through Title V Permit

37. The owner or operator shall install, certify, maintain, operate and quality-assure a Continuous Emission Monitoring System (CEMS) which continuously measures and records the exhaust gas NOx and O2 concentrations. [40 CFR 60.334(b) and District Rule 4703, 6.2.1] Federally Enforceable Through Title V Permit

38. The CEMS shall complete a minimum of one cycle of operation (sampling, analyzing, and data recording) for each successive 15-minute period or shall meet equivalent specifications established by mutual agreement of the District, the ARB and the EPA. [40 CFR 60.334(b)(2) and District Rule 1080, 6.4] Federally Enforceable Through Title V Permit

39. The NOx and O2 CEMS shall meet the requirements in 40 CFR 60, Appendix F Procedure 1 and Part 60, Appendix B Performance Specifications 2 and 3, or shall meet equivalent specifications established by mutual agreement of the District, the ARB, and the EPA. [40 CFR 60.334(b)(1) and, District Rule 1080, 6.3, 6.5, 6.6, & 7.2] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.
40. The CEMS shall be linked to a data logger which is compatible with the District's Data acquisition system. Upon notice by the District that the facility's CEM system is not providing polling data, the facility may continue to operate without providing automated data for a maximum of 30 days per calendar year provided the CEM data is sent to the District by a District-approved alternative method. [District Rule 1080, 7.1] Federally Enforceable Through Title V Permit

41. The owner or operator shall maintain CEMS records that contain the following: the occurrence and duration of any start-up, shutdown or malfunction, performance testing, evaluations, calibrations, checks, adjustments, maintenance, duration of any periods during which a continuous monitoring system or monitoring device is inoperative, and emission measurements. [40 CFR 60.7(b) and District Rule 1080, 7.3] Federally Enforceable Through Title V Permit

42. The owner or operator shall submit a written report of CEM operations for each calendar quarter to the APCO. The report is due on the 30th day following the end of the calendar quarter and shall include the following: Time intervals, data and magnitude of excess NOx emissions, nature and the cause of excess (if known), corrective actions taken and preventive measures adopted; Averaging period used for data reporting corresponding to the averaging period specified in the emission test period used to determine compliance with an emission standard; Applicable time and date of each period during which the CEM was inoperative (monitor downtime), except for zero and span checks, and the nature of system repairs and adjustments; A negative declaration when no excess emissions occurred. [40 CFR 60.334(j), (j)(5) and District Rule 1080, 8.0] Federally Enforceable Through Title V Permit

43. Excess emissions shall be defined as any operating hour in which 4-hour rolling average NOx concentration exceeds applicable emissions limit and a period of monitor downtime shall be any unit operating hour in which sufficient data are not obtained to validate the hour for either NOx or O2 (or both). [40 CFR 60.334(J)(1)(iii)] Federally Enforceable Through Title V Permit

44. APCO or an authorized representative shall be allowed to inspect, as determined to be necessary, the monitoring devices required by this rule to ensure that such devices are functioning properly. [District Rule 1080, 11.0] Federally Enforceable Through Title V Permit

45. Reduced Load Period shall be defined as the time during which a gas turbine is operated at less than rated capacity in order to change the exhaust gas diverter gate not exceeding one hour. [District Rule 4703, 3.19] Federally Enforceable Through Title V Permit

46. Thermal Stabilization Period shall be defined as the start up or shut down time during which the exhaust gas is not within the normal operating range, not to exceed two hours. [District Rule 4703, 3.25] Federally Enforceable Through Title V Permit

47. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201, 3.1] Federally Enforceable Through Title V Permit

48. The sulfur content of each fuel source shall be: (i) documented in a valid purchase contract, a supplier certification, a tariff sheet or transportation contract or (ii) monitored weekly using ASTM Methods D4084, D5504, D6228, or Gas Processors Association Standard 2377. If H2S content is less than 0.25 gr/100 scf for 8 consecutive weeks, then the Monitoring frequency shall be every six (6) months. If any six (6) month monitoring show an exceedance, weekly monitoring shall resume. [40 CFR 60.334(h)(3) and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

49. Performance testing shall be conducted annually to measure NOx and CO emission concentrations using the following test methods: EPA Methods 7E or 20 for NOx emissions, EPA Methods 10 or 10B for CO emissions, EPA Methods 3, 3A, or 20 for Oxygen content of the exhaust gas. The 9-run tests shall be performed at highest physically achievable load of the gas turbine. [40 CFR 60.335(a), (b)(7) and District Rule 4703, 6.3.1, 6.4.1, 6.4.2, & 6.4.3] Federally Enforceable Through Title V Permit

50. The owner or operator shall be required to conform to the sampling facilities and testing procedures described in District Rule 1081, 3.0, & 6.0 (as amended 12/16/93). [District Rule 1081, 3.0 & 6.0] Federally Enforceable Through Title V Permit

51. The District must be notified 30 days prior to any performance testing and a test plan shall be submitted for District approval 15 days prior to such testing. [District Rule 1081, 7.1] Federally Enforceable Through Title V Permit

| Facility Name: BEAR MOUNTAIN LIMITED |
| Location: HEAVY OIL CENTRAL, KERN BLUFF |
| S-20491-E: Nov 10 2009 2:39PM - 500 |

These terms and conditions are part of the Facility-wide Permit to Operate.
52. Performance testing shall be witnessed or authorized District personnel. Test results must be submitted to the District within 60 days of performance testing. [District Rule 1081, 7.2, 7.3] Federally Enforceable Through Title V Permit

53. The owner or operator of a stationary gas turbine system shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2 and 4703, 6.2.4] Federally Enforceable Through Title V Permit

54. Results of the CEM system shall be averaged over a three hour period, using consecutive 15-minute sampling periods in accordance with all applicable requirements of CFR 60.13. [40 CFR 60.13 and District Rule 4703, 5.1, 6.4] Federally Enforceable Through Title V Permit

55. Owner or operator shall maintain a stationary gas turbine system operating log that includes, on a daily basis, the actual local time start-up and stop time, length and reason for reduced load periods, total hours of operation, type and quantity of fuel used. [District Rule 4703, 6.2.6] Federally Enforceable Through Title V Permit

56. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following subsumed requirements: Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

57. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following applicable requirements: 40 CFR 60.332 (a)(1), (a)(2), 60.333 (b); 60.334(b)(1), (b)(2), (h)(3), (j), (j)(1)(ii), and (j)(5), and 60.335(a), (b)(7), (b)(3), and District Rule 4703 (as amended 4/25/02), Sections 5.1.2.1, 5.2, 6.2.2, 6.2.6, 6.3, and 6.4. A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

58. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following applicable requirements: 40 CFR 60.7(b), 60.8, 60.13, and District Rules 1080 (as amended 12/17/92), Sections 6.3, 6.4, 6.5, 6.6, 7.1, 7.2, 7.3, 8.0, and 11.0; 1881 (as amended 12/16/93), Sections 3.0, 6.0, 7.1, 7.2, and 7.3; and 4201 (as amended 12/17/92). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

These terms and conditions are part of the Facility-wide Permit to Operate.
San Joaquin Valley
Air Pollution Control District

PERMIT UNIT: S-2049-2-5
EXPIRATION DATE: 04/30/2013
SECTION: SW12 TOWNSHIP: 29S RANGE: 28E

EQUIPMENT DESCRIPTION:
208 BHP CUMMINS MODEL 6BTA DIESEL-FIRED EMERGENCY IC ENGINE POWERING A FIRE WATER PUMP

PERMIT UNIT REQUIREMENTS

1. All equipment shall be maintained in good operating condition and shall be operated in a manner to minimize emissions of air contaminants into the atmosphere. [District NSR Rule] Federally Enforceable Through Title V Permit

2. The IC engine shall be equipped with a turbocharger and with an aftercooler or intercooler. [District NSR Rule] Federally Enforceable Through Title V Permit

3. The IC engine shall be equipped with a positive crankcase ventilation (PCV) system or a crankcase emissions control device of at least 90% control efficiency. [District NSR Rule] Federally Enforceable Through Title V Permit

4. Engine shall be equipped with an rpm indicator. [District Rule 2520, 9.3.3] Federally Enforceable Through Title V Permit


6. This engine shall be equipped with an operational non-resettable elapsed time meter or other APCO approved alternative. [District Rule 4702, 4.3 and 17 CCR 93115] Federally Enforceable Through Title V Permit

7. No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101, 5.1] Federally Enforceable Through Title V Permit

8. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201, 3.1] Federally Enforceable Through Title V Permit

9. Nitrogen oxide (NOx as NO2) emissions shall not exceed 7.1 grams/hp-hr. [District NSR Rule] Federally Enforceable Through Title V Permit

10. Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District NSR Rule and District Rule 4801 and 17 CCR 93115] Federally Enforceable Through Title V Permit

11. This engine shall be operated only for maintenance, testing, and required regulatory purposes, and during emergency situations. For testing purposes, the engine shall only be operated the number of hours necessary to comply with the testing requirements of the National Fire Protection Association (NFPA) 25 - "Standard for the Inspection, Testing, and Maintenance of Water-Based Fire Protection Systems", 1998 edition. Total hours of operation for all maintenance, testing, and required regulatory purposes shall not exceed 100 hours per calendar year. [District Rule 4702, 4.3 and 17 CCR 93115] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.
12. 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, and the purpose of the operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.). 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 Rules 4702, 6.2 and 2520, 9.4.2 and 17 CCR 93115] Federally Enforceable Through Title V Permit

13. The permittee shall maintain monthly records of the type of fuel purchased, the amount of fuel purchased, date when the fuel was purchased, signature of the permittee who received the fuel, and signature of the fuel supplier indicating that the fuel was delivered. [District Rule 2520, 9.4.2 and 17 CCR 93115] Federally Enforceable Through Title V Permit

14. 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] Federally Enforceable Through Title V Permit

15. 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] Federally Enforceable Through Title V Permit

16. All records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rules 4702, 6.2 and 2520, 9.4.2 and 17 CCR 93115] Federally Enforceable Through Title V Permit

These terms and conditions are part of the Facility-wide Permit to Operate.
ATTACHMENT B

Previous Title V Operating Permits
FACILITY-WIDE REQUIREMENTS

1. The owner or operator shall notify the District of any breakdown condition as soon as reasonably possible, but no later than one hour after its detection, unless the owner or operator demonstrates to the District's satisfaction that the longer reporting period was necessary. [District Rule 1100, 6.1; Kern County Rule 111] Federally Enforceable Through Title V Permit

2. The District shall be notified in writing within ten days following the correction of any breakdown condition. The breakdown notification shall include a description of the equipment malfunction or failure, the date and cause of the initial failure, the estimated emissions in excess of those allowed, and the methods utilized to restore normal operations. [District Rule 1100, 7.0; Kern County Rule 111] Federally Enforceable Through Title V Permit

3. The owner or operator of any stationary source operation that emits more than 25 tons per year of nitrogen oxides or reactive organic compounds, shall provide the District annually with a written statement in such form and at such time as the District prescribes, showing actual emissions of nitrogen oxides and reactive organic compounds from that source. [District Rule 1160, 5.0] Federally Enforceable Through Title V Permit

4. Any person building, altering or replacing any operation, article, machine, equipment, or other contrivance, the use of which may cause the issuance of air contaminants or use of which may eliminate, reduce, or control the issuance of air contaminants, shall first obtain an Authority to Construct (ATC) from the District unless exempted by District Rule 2020 (3/21/02). [District Rule 2010, 3.0 and 4.0; and 2020] Federally Enforceable Through Title V Permit

5. The permittee must comply with all conditions of the permit including permit revisions originated by the District. All terms and conditions of a permit that are required pursuant to the Clean Air Act (CAA), including provisions to limit potential to emit, are enforceable by the EPA and Citizens under the CAA. Any permit noncompliance constitutes a violation of the CAA and the District Rules and Regulations, and is grounds for enforcement action, for permit termination, revocation, reopening and reissuance, or modification; or for denial of a permit renewal application. [District Rules 2070, 7.0; 2080; and 2520, 9.8.1 and 9.12.1] Federally Enforceable Through Title V Permit

6. A Permit to Operate or an Authority to Construct shall not be transferred unless a new application is filed with and approved by the District. [District Rule 2031] Federally Enforceable Through Title V Permit

7. Every application for a permit required under Rule 2010 (12/17/92) shall be filed in a manner and form prescribed by the District. [District Rule 2040] Federally Enforceable Through Title V Permit

8. The operator shall maintain records of required monitoring that include: 1) the date, place, and time of sampling or measurement; 2) the date(s) analyses were performed; 3) the company or entity that performed the analysis; 4) the analytical techniques or methods used; 5) the results of such analysis; and 6) the operating conditions at the time of sampling or measurement. [District Rule 2520, 9.4.1] Federally Enforceable Through Title V Permit

9. The operator shall retain records of all required monitoring data and support information for a period of at least 5 years from the date of the monitoring sample, measurement, or report. Support information includes copies of all reports required by the permit and, for continuous monitoring instrumentation, all calibration and maintenance records and all original strip-chart recordings. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit

FACILITY-WIDE REQUIREMENTS CONTINUE ON NEXT PAGE

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

Facility Name: BEAR MOUNTAIN LIMITED
Location: HEAVY OIL CENTRAL, KERN BLUFF
10. The operator shall submit reports of any required monitoring at least every six months unless a different frequency is required by an applicable requirement. All instances of deviations from permit requirements must be clearly identified in such reports. [District Rule 2520, 9.5.1] Federally Enforceable Through Title V Permit

11. Deviations from permit conditions must be promptly reported, including deviations attributable to upset conditions, as defined in the permit. For the purpose of this condition, promptly means as soon as reasonably possible, but no later than 10 days after detection. The report shall include the probable cause of such deviations, and any corrective actions or preventive measures taken. All required reports must be certified by a responsible official consistent with section 10.0 of District Rule 2520 (6/21/01). [District Rules 2520, 9.5.2 and 1100, 7.0] Federally Enforceable Through Title V Permit

12. If for any reason a permit requirement or condition is being challenged for its constitutionality or validity by a court of competent jurisdiction, the outcome of such challenge shall not affect or invalidate the remainder of the conditions or requirements in that permit. [District Rule 2520, 9.7] Federally Enforceable Through Title V Permit

13. It shall not be a defense for a permittee in an enforcement action that it would have been necessary to halt or reduce the permitted activity in order to maintain compliance with the conditions of the permit. [District Rule 2520, 9.8.2] Federally Enforceable Through Title V Permit

14. The permit may be modified, revoked, reopened and reissued, or terminated for cause. The filing of a request by the permittee for a permit modification, revocation and reissuance, or termination, or a notification of planned changes or anticipated noncompliance does not stay any permit condition. [District Rule 2520, 9.8.3] Federally Enforceable Through Title V Permit

15. The permit does not convey any property rights of any sort, or any exclusive privilege. [District Rule 2520, 9.8.4] Federally Enforceable Through Title V Permit

16. The Permittee shall furnish to the District, within a reasonable time, any information that the District may request in writing to determine whether cause exists for modifying, revoking and reissuing, or terminating the permit or to determine compliance with the permit. Upon request, the permittee shall also furnish to the District copies of records required to be kept by the permit or, for information claimed to be confidential, the permittee may furnish such records directly to EPA along with a claim of confidentiality. [District Rule 2520, 9.8.5] Federally Enforceable Through Title V Permit

17. The permittee shall pay annual permit fees and other applicable fees as prescribed in Regulation III of the District Rules and Regulations. [District Rule 2520, 9.9] Federally Enforceable Through Title V Permit

18. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District to enter the permittee's premises where a permitted source is located or emissions related activity is conducted, or where records must be kept under condition of the permit. [District Rule 2520, 9.13.2.1] Federally Enforceable Through Title V Permit

19. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District to have access to and copy, at reasonable times, any records that must be kept under the conditions of the permit. [District Rule 2520, 9.13.2.2] Federally Enforceable Through Title V Permit

20. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District to inspect at reasonable times any facilities, equipment, practices, or operations regulated or required under the permit. [District Rule 2520, 9.13.2.3] Federally Enforceable Through Title V Permit

21. Upon presentation of appropriate credentials, a permittee shall allow an authorized representative of the District to sample or monitor, at reasonable times, substances or parameters for the purpose of assuring compliance with the permit or applicable requirements. [District Rule 2520, 9.13.2.4] Federally Enforceable Through Title V Permit

22. No air contaminants shall be discharged into the atmosphere for a period or periods aggregating more than 3 minutes in any one hour which is as dark or darker than Ringelmann #1 or equivalent to 20% opacity and greater, unless specifically exempted by District Rule 4101 (11/15/01). If the equipment or operation is subject to a more stringent visible emission standard as prescribed in a permit condition, the more stringent visible emission limit shall supersede this condition. [District Rule 4101, and Kern County Rules 401] Federally Enforceable Through Title V Permit

FACILITY-WIDE REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.
23. No person shall manufacture, blend, repackage, supply, sell, solicit or apply any architectural coating with a VOC content in excess of the corresponding limit specified in the Table of Standards of District Rule 4601 (10/31/01) for use or sale within the District. [District Rule 4601, 5.1] Federally Enforceable Through Title V Permit

24. All VOC-containing materials for architectural coatings subject to Rule 4601 (10/31/01) shall be stored in closed containers when not in use. [District Rule 4601, 5.4] Federally Enforceable Through Title V Permit

25. The permittee shall comply with all the Labeling and Test Methods requirements outlined in Rule 4601 sections 6.1 and 6.3 (10/31/01). [District Rule 4601, 6.1 and 6.3] Federally Enforceable Through Title V Permit

26. With each report or document submitted under a permit requirement or a request for information by the District or EPA, the permittee shall include a certification of truth, accuracy, and completeness by a responsible official. [District Rule 2520, 9.13.1 and 10.6] Federally Enforceable Through Title V Permit

27. If the permittee performs maintenance on, or services, repairs, or disposes of appliances, the permittee shall comply with the standards for Recycling and Emissions Reduction pursuant to 40 CFR 82, Subpart F. [40 CFR 82 Subpart F] Federally Enforceable Through Title V Permit

28. If the permittee performs service on motor vehicles when this service involves the ozone-depleting refrigerant in the motor vehicle air conditioner (MVAC), the permittee shall comply with the standards for Servicing of Motor Vehicle Air Conditioners pursuant to all the applicable requirements as specified in 40 CFR 82, Subpart B. [40 CFR 82, Subpart B] Federally Enforceable Through Title V Permit

29. Disturbances of soil related to any construction, demolition, excavation, extraction, or other earthmoving activities shall comply with the requirements for fugitive dust control in District Rule 8021 unless specifically exempted under Section 4.0 of Rule 8021 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8021 and 8011] Federally Enforceable Through Title V Permit

30. Outdoor handling, storage and transport of any bulk material which emits dust shall comply with the requirements of District Rule 8031, unless specifically exempted under Section 4.0 of Rule 8031 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8031 and 8011] Federally Enforceable Through Title V Permit

31. An owner/operator shall prevent or cleanup any carryout or trackout in accordance with the requirements of District Rule 8041 Section 5.0, unless specifically exempted under Section 4.0 of Rule 8041 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8041 and 8011] Federally Enforceable Through Title V Permit

32. Whenever open areas are disturbed or vehicles are used in open areas, the facility shall comply with the requirements of Section 5.0 of District Rule 8051, unless specifically exempted under Section 4.0 of Rule 8051 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8051 and 8011] Federally Enforceable Through Title V Permit

33. Any paved road or unpaved road shall comply with the requirements of District Rule 8061 unless specifically exempted under Section 4.0 of Rule 8061 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8061 and 8011] Federally Enforceable Through Title V Permit

34. Any unpaved vehicle/equipment area that anticipates more than 75 vehicle trips per day shall comply with the requirements of Section 5.1.1 of District Rule 8071. Any unpaved vehicle/equipment area that anticipates more than 100 vehicle trips per day shall comply with the requirements of Section 5.1.2 of District Rule 8071. All sources shall comply with the requirements of Section 5.0 of District Rule 8071 unless specifically exempted under Section 4.0 of Rule 8071 (11/15/01) or Rule 8011 (11/15/01). [District Rule 8071 and 8011] Federally Enforceable Through Title V Permit

35. Any owner or operator of a demolition or renovation activity, as defined in 40 CFR 61.141, shall comply with the applicable inspection, notification, removal, and disposal procedures for asbestos containing materials as specified in 40 CFR 61.145 (Standard for Demolition and Renovation). [40 CFR 61 Subpart M] Federally Enforceable Through Title V Permit
36. The permittee shall submit certifications of compliance with the terms and standards contained in Title V permits, including emission limits, standards and work practices, to the District and the EPA annually (or more frequently as specified in an applicable requirement or as specified by the District). The certification shall include the identification of each permit term or condition, the compliance status, whether compliance was continuous or intermittent, the methods used for determining the compliance status, and any other facts required by the District to determine the compliance status of the source. [District Rule 2520, 9.16] Federally Enforceable Through Title V Permit

37. The permittee shall submit an application for Title V permit renewal to the District at least six months, but not greater than 18 months, prior to the permit expiration date. [District Rule 2520, 5.2] Federally Enforceable Through Title V Permit

38. When a term is not defined in a Title V permit condition, the definition in the rule cited as the origin and authority for the condition in a Title V permits shall apply. [District Rule 2520, 9.1.1] Federally Enforceable Through Title V Permit

39. Compliance with permit conditions in the Title V permit shall be deemed in compliance with the following outdated SIP requirements: Kern County Rule 401 and Kern County Rule 111. A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

40. Compliance with permit conditions in the Title V permit shall be deemed in compliance with the following applicable requirements: SJVUAPCD Rules 1100, sections 6.1 and 7.0 (12/17/92); 2010, sections 3.0 and 4.0 (12/17/92); 2031 (12/17/92); 2040 (12/17/92); 2070, section 7.0 (12/17/92); 2080 (12/17/92); 4101 (11/15/01); 4601, sections 5.1, 5.2, 5.3, 5.8 and 8.0 (10/31/01); 8021 (11/15/01); 8031 (11/15/01); 8041 (11/15/01); 8051 (11/15/01); 8061 (11/15/01); and 8071 (11/15/01). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

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

42. An owner or operator shall not use organic solvents for cleaning operations that exceed the VOC content limits specified as follows: A) Product cleaning during manufacturing process or surface preparation for adhesive application; 1) general, 50 g/l (0.42 lb/gal) and 2) electrical apparatus components and electronic components, 500 g/l (4.2 lb/gal); B) repair and maintenance cleaning, 1) 50 g/l (0.42 lb/gal) and 2) electrical apparatus components and electronic components 900 g/l (7.5 lb/gal); C) cleaning of coating or adhesive application equipment, 550 g/l (4.6 lb/gal) [District Rule 4663, 5.1.2] Federally Enforceable Through Title V Permit

43. Cleaning activities that use solvents with a VOC content greater than 50 g/l (0.42 lb/gallon) shall be performed by one or more of the following methods: 1) wipe cleaning; 2) application of solvent from hand-held spray bottles from which solvents are dispensed without a propellant-induced force; 3) non-atomized solvent flow method in which the cleaning solvent is collected in a container or a collection system which is closed except for solvent collection openings and, if necessary, openings to avoid excessive pressure build-up inside the container, or 4) solvent flushing method in which the cleaning solvent is discharged into a container that is closed except for solvent collection openings and, if necessary, openings to avoid excessive pressure build-up inside the container. The discharged solvent from the equipment must be collected into containers without atomizing into the open air. The solvent may be flushed through the system by air or hydraulic pressure, or by pumping. [District Rule 4663, 5.2.1] Federally Enforceable Through Title V Permit

44. Solvent shall not be atomized into the open air unless it is vented to a VOC emission control system. This provision shall not apply to the cleaning of nozzle tips of automated spray equipment systems, except for robotic systems, and cleaning with spray bottles or containers described elsewhere in this permit. [District Rule 4663, 5.2.2] Federally Enforceable Through Title V Permit

45. An owner or operator shall not use VOC-containing materials to clean spray equipment used for the application of coatings, adhesives, or ink, unless an enclosed system or equipment that is proven to be equally effective at controlling emissions is used for cleaning. If an enclosed system is used, it must totally enclose spray guns, cups, nozzles, bowls, and other parts during washing, rinsing and draining procedures, and it must be used according to the manufacturer's recommendations and must be closed when not in use. [District Rule 4663, 5.2.3] Federally Enforceable Through Title V Permit

FACILITY-WIDE REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.
46. All fresh or spent solvents, waste solvent cleaning materials such as cloth, paper, etc., coatings, adhesives, catalysts and thinners shall be stored in closed, non-absorbent and non-leaking containers. [District Rule 4663, 5.3] Federally Enforceable Through Title V Permit

47. In lieu of complying with the requirements in Sections 5.1.2, an owner or operator may comply with this rule by using a VOC emission collection and control system in association with the solvent cleaning operation as provided in District Rule 4663, 5.4.1 and 5.4.2 (Adopted December 30, 2001). [District Rule 4663, 5.4] Federally Enforceable Through Title V Permit

48. An owner or operator shall maintain the records required by District Rule 4663, Sections 6.2.2 through 6.2.5 (Adopted December 20, 2001) at the stationary source for a period of five years. The records shall be made available to the APCO upon request. [District Rules 1070 and 4663, 6.2.1] Federally Enforceable Through Title V Permit

49. The VOC content of solvents and organic materials shall be determined by using United States Environmental Protection Agency (EPA) Test Method 24 or 24A, or South Coast Air Quality Management District (SCAQMD) Method 304 (Determination of Volatile Organic compounds in Various Materials), or by using the manufacturer's product formulation data and the formula for "Grams of VOC per liter of Material" in Section 3.0. [District Rule 4663, 6.3.1.1] Federally Enforceable Through Title V Permit

50. The content of exempt halogenated VOCs shall be determined by using the California Air Resources Board (ARB) Test Method 432 or SCAQMD Test Method 303 (Determination of Exempt Compounds). [District Rule 4663, 6.3.1.2] Federally Enforceable Through Title V Permit

51. The facility shall comply with all applicable requirements regarding preparation and implementation of a Risk Management Plan and shall abide by all applicable sections of 40 CFR Part 68. [40 CFR Part 68] Federally Enforceable Through Title V Permit

52. The reporting periods for the Report of Required Monitoring and the Compliance Certification Report are based upon May 1 of each year, unless alternative dates are approved by the District Compliance Division. These reports are due within 30 days after the end of the reporting period. [District Rule 2520] Federally Enforceable Through Title V Permit

These terms and conditions are part of the Facility-wide Permit to Operate.
San Joaquin Valley
Air Pollution Control District

PERMIT UNIT: S-2049-1-7

SECTION: SW12   TOWNSHIP: 29S   RANGE: 28E

EXPIRATION DATE: 04/30/2008

EQUIPMENT DESCRIPTION:
NOMINALLY RATED 48 MW G.T.E. COGENERATION SYSTEM WITH SCR, INCLUDING STEWART AND STEVENSON GE LM-5000 GAS TURBINE GENERATOR, HEAT RECOVERY STEAM GENERATOR, AND INLET AIR ABSORPTION CHILLER AND HEAT EXCHANGER

PERMIT UNIT REQUIREMENTS

1. Turbine washing operation shall take place only when the turbine is off-line. [District Rule 2201] Federally Enforceable Through Title V Permit

2. VOC emissions from off-line turbine wash operation shall not exceed 9.8 lb per day [District Rule 2201] Federally Enforceable Through Title V Permit

3. Gas fired turbine engine shall be equipped with combustor steam injection and a selective catalytic reduction (SCR) system utilizing ammonia as the reducing agent. [District Rules 2201 and 4703, 5.1.1] Federally Enforceable Through Title V Permit

4. Gas fired turbine engine shall be equipped with carbon monoxide catalytic oxidizer. [District Rule 2201] Federally Enforceable Through Title V Permit

5. Gas turbine engine combustor steam injection rate shall be maintained at a steam to fuel ratio which results in compliance with emissions limits, except during periods of startup, shutdown and malfunction as defined in this permit. Only malfunctions as defined in 40 CFR 60 qualify for this exemption. [40 CFR 60.334(c)] Federally Enforceable Through Title V Permit

6. CEM data can be used in addition to stack testing to determine compliance with NOx and CO concentrations and daily emission limits. [District Rule 2201] Federally Enforceable Through Title V Permit

7. Gas turbine combustor steam injection system shall be equipped with continuously recording steam and fuel injection rate monitoring system accurate to within +/- 5%. [District Rules 2201 and 4703, 6.2.1 and 40 CFR 60.334(a)] Federally Enforceable Through Title V Permit

8. The gas turbine shall be fired exclusively with PUC regulated or FERC regulated natural gas, with fuel gas sulfur content not to exceed 1 grain S/100 scf. [District Rules 2201 and 4801; 40 CFR 60.333 (a) & (b); 60.332(a) and Kern County Rule 407] Federally Enforceable Through Title V Permit

9. Startup is defined as the thermal stabilization period to bring the exhaust gas to normal operating temperature range. Shutdown is defined as the cessation of operation. [District Rule 4703 and 40 CFR Subpart A 60.2] Federally Enforceable Through Title V Permit

10. Operations during periods of startup and shutdown shall not constitute representative conditions for the purpose of a performance test nor shall emissions in excess of the level of the emission limit shown in this permit during periods of startup and shutdown be considered a violation of the applicable emission limit unless otherwise specified in the applicable standard. This requirement only applies to the subsumed NOx and SO2 emission standards under NSPS subpart GG for Stationary Gas Turbines. [40 CFR 60.8(c)] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.
11. Inlet gas temperature to oxidation catalyst bed shall be maintained within the range recommended by manufacturer except during periods of startup and shutdown as defined herein. The facility shall maintain a record of the recommended temperature range of the manufacturer onsite. [District Rule 2201] Federally Enforceable Through Title V Permit

12. All gas turbine engine exhaust shall flow through catalyst bed. [District Rule 2201] Federally Enforceable Through Title V Permit

13. When oxidation catalyst inlet temperature exceeds 800 degrees F, the VOC emission concentration at turbine exhaust shall not exceed 0.6 ppmv dry at 15% O2, except during periods of startup and shutdown. [District Rule 2201] Federally Enforceable Through Title V Permit

14. Total VOC emissions, including those from the gas turbine exhaust and lube oil vents shall not exceed 1.04 lb/hr and 25.0 lb/day, except during periods of startup and shutdown. [District Rule 2201] Federally Enforceable Through Title V Permit

15. Emission rate from the gas turbine exhaust shall not exceed the following: PM10: 75.6 lb/day, NOx (as NO2): 143.7 lb/day, SOx (as SO2): 31.1 lb/day, and CO: 252.6 lb/day. [District Rule 2201] Federally Enforceable Through Title V Permit

16. Nitrogen oxides (as NO2) concentrations from the exhaust stack shall not exceed 3.6 ppmv dry calculated to 15% O2, except during periods of startup and shutdown. [District Rules 2201 and 4703, 5.1 and 40 CFR Part 60.332(a)] Federally Enforceable Through Title V Permit

17. Carbon monoxide (CO) concentrations from the exhaust stack shall not exceed 10 ppmv dry calculated to 15% O2, except during periods of startup and shutdown. [District Rules 2201 and 4703, 5.2] Federally Enforceable Through Title V Permit

18. Total particulate matter (PM) emissions from the gas turbine exhaust shall not exceed 0.1 gr/dscf. [District Rule 4201 and Kern County Rule 404] Federally Enforceable Through Title V Permit

19. The circular cross section exhaust stack (after SCR unit) shall be equipped with permanent provisions to allow collection of stack gas samples consistent with EPA test methods and equipped with flow straighteners, if necessary, to minimize turbulence. The facility shall comply with this and all applicable compliance testing procedures described in District Rule 1081 (amended December 17, 1992). [District Rules 2201 and 4703, 6.2.1; District Rule 1081 and Kern County Rule 1081.1] Federally Enforceable Through Title V Permit

20. Nitrogen oxides (NOx) concentration from the gas turbine exhaust shall be determined using EPA Method 7E or 20, and oxygen (O2) concentration shall be determined using EPA Method 3, 3A, or 20. Carbon monoxide (CO) emissions shall be determined using EPA Test Methods 10 or 10B. Source test results will be provided to the district annually. EPA approved alternative test methods may also be used to address the source testing requirements of this permit. [District Rule 1081; District Rule 2520, 9.3; District Rule 4703, 5.1, 6.3 & 6.4 and 40 CFR 60.335(b),(c)] Federally Enforceable Through Title V Permit

21. Unfired heat recovery steam generator turbine exhaust shall be equipped with continuously recording emissions monitors for NOx, CO, and O2. The continuous NOx monitoring system shall meet the performance specification requirements in 40 CFR 60, Appendix F, 40 CFR 51, Appendix P, and Part 60, Appendix B, or shall meet equivalent specifications established by mutual agreement of the District, the ARB, and the EPA. [District Rules 2201 and 4703, 6.2.1, 6.2.3; District Rule 1080; Kern County Rule 108 and 40 CFR Part 60] Federally Enforceable Through Title V Permit

22. The facility shall comply with the applicable requirements for quality assurance testing and maintenance of the CEM equipment in accordance with the procedures and guidance specified in 40 CFR Part 60, Appendix F. [District Rule 1080, 6.5 and 40 CFR Part 60] Federally Enforceable Through Title V Permit

23. Results of continuous emissions monitoring shall be reduced according to the procedure established in 40 CFR, Part 51, Appendix P, paragraphs 5.0 through 5.3.3, or by other methods deemed equivalent by mutual agreement with the District, the ARB, and the EPA. [District Rule 1080, 7.2 and Kern County Rule 108] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.

Facility Name: BEAR MOUNTAIN LIMITED
Location: HEAVY OIL CENTRAL, KERN BLUFF
24. Except for NOx and CO emission data obtained for compliance demonstration purposes, CEM data shall be averaged in accordance with the requirements specified under 40 CFR Part 60.13. Compliance results for NOx and CO shall be averaged over a three hour period. [District Rule 4703, 5.0] Federally Enforceable Through Title V Permit

25. Records shall be maintained and shall contain: the occurrence and duration of any startup, shutdown, or malfunction; performance testing, evaluations, calibrations, checks, adjustments, any period during which a continuous monitoring system or monitoring device was inoperative, maintenance of any CEM that have been installed pursuant to District Rule 1080; emission measurements, and daily actual local startup and stop time, length and reason for reduced load periods, total hours of operation and quantity of fuel used. [40 CFR 60.332(a) & (b); District Rule 4703, 6.2.6; District Rule 1080, 7.3 and Kern County Rule 108] Federally Enforceable Through Title V Permit

26. Facility shall maintain file copies of all natural gas fuel invoices, including certification and quantity of gas consumed used to determine compliance with the requirements of this permit unit. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

27. The Operator of the CEM shall submit a written report for each calendar quarter to the APCO. The report is due on the 30th day following the end of the calendar quarter and shall include: time intervals, data and magnitude of excess emissions, nature and cause of excess (if known), corrective actions taken and preventive measures adopted; averaging period used for data reporting corresponding to the averaging period specified in the emission test period used to determine compliance with an emission standard; applicable time and date of each period during which the CEM was inoperative (except for zero and span checks) and the nature of system repairs and adjustments; and a negative declaration when no excess emissions occurred. [District Rule 2520, 9.6.1; District Rule 1080, 8.0; Kern County Rule 108 and 40 CFR 60.7(c)] Federally Enforceable Through Title V Permit

28. Facility shall notify the APCO of a violation of any emission standards indicated by the CEMs within 96 hours of occurrence. The APCO shall be notified within 8 hours after detection of a breakdown in monitoring equipment and 24 hours prior to a planned shut down of monitoring equipment. [District Rule 2520, 9.6.2; Rule 1080, 9.0 and 10.0; Kern County Rule 108 and 40 CFR 60.334(c)] Federally Enforceable Through Title V Permit

29. Startup and shutdown of the gas turbine, as defined in this permit, in 40 CFR Subpart A 60.2, and in Rule 4703 shall not exceed a time limit of two hours and one hour, respectively, per occurrence. Emission concentrations subsequent to this startup period shall not exceed the limits specified in this permit, except during shutdown. [40 CFR Subpart A 60.2] Federally Enforceable Through Title V Permit

30. All permits issued for facilities S-172, S-1118, S-1119, S-1120 and S-2049 are included in the same heavy oil central stationary source. [District Rule 2201] Federally Enforceable Through Title V Permit

31. Turbine lube oil vent shall be equipped with one pre-separator, one heat exchanger, and one air/oil separator with drain lines to turbine lube oil reservoir. [District Rule 2201] Federally Enforceable Through Title V Permit

32. All atmospheric lube oil vents from the turbine lube oil reservoir and the generator shall be equipped with a lube oil mist eliminator. [District Rule 2201] Federally Enforceable Through Title V Permit

33. Gas turbine exhaust shall be equipped with continuously recording NOx emission monitor located prior to catalyst. [District Rule 2201] Federally Enforceable Through Title V Permit

34. Gas temperature at SCR catalyst section inlet shall be monitored and recorded by operational temperature indicator. [District Rules 2201 and 2520, 9.3.2] Federally Enforceable Through Title V Permit

35. Ammonia injection grid shall be equipped with operational ammonia flowmeter and injection pressure indicator. [District Rule 2201] Federally Enforceable Through Title V Permit

36. Ammonia slip shall not exceed 20 ppmv and daily compliance with ammonia slip limit shall be demonstrated by means of the calculation procedure set forth in this operating permit. The "daily compliance" requirement can be met with a daily average slip value as calculated pursuant to condition 41 below. Ammonia slip shall be calculated as: slip = (a-(bxc/1,000,000)) x1,000,000/b, where a=ammonia injection rate(lb/hr)/17(lb/lb. mol), b=dry exhaust gas flow rate (lb/hr)/(29(lb/lb. mol), and c=change in measured NOx concentration ppmv at stack O2. [District Rule 4102]
37. Audits of monitors shall be conducted quarterly, except during quarters in which RATA testing is performed, in accordance with EPA guidelines. The District shall be notified prior to completion of the audits. Audit reports shall be submitted along with quarterly compliance reports to the District. [District Rule 2201] Federally Enforceable Through Title V Permit

38. Facility shall monitor and record exhaust gas temperature at oxidation catalyst inlet. [District Rule 2201] Federally Enforceable Through Title V Permit

39. Facility shall determine NOx and CO daily emissions by use of CEM data, fuel rate data, and daily hours of operation data. [District Rules 2201 and 2520, 9.3.2] Federally Enforceable Through Title V Permit

40. A written record of the compliance with NOx and CO daily emission limits, including periods of startup/shutdown, shall be maintained and made available for District inspection for a period of five years. [District Rules 2201 and 2520, 9.4.2] Federally Enforceable Through Title V Permit

41. Compliance with VOC emission limits shall be demonstrated by sample collection by independent testing laboratory annually, using EPA Test Method 25, within 60 days prior to permit anniversary date. The District shall be notified prior to the completion of any sampling event. Official test results and field data collected shall be submitted to the District within 60 days of testing. [District Rule 2201] Federally Enforceable Through Title V Permit

42. Any lube oil/accumulating vent having visible emissions with an opacity of 5% or greater shall be tested, using EPA Test Method 25, to demonstrate compliance with lube oil/accumulating vent VOC emissions limit. If no visible emissions occur, VOC emissions are assumed to be zero. [District Rule 2201] Federally Enforceable Through Title V Permit

43. The gas turbine engine shall be equipped with continuously recording fuel gas flowmeter. [District Rule 2201] Federally Enforceable Through Title V Permit

44. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. Official test results and field data collected by source tests required by conditions on this permit shall be submitted to the District within 60 days of testing. [District Rule 1081, 7.0; Kern County Rule 108.1] Federally Enforceable Through Title V Permit

45. All CEM data required to comply with the conditions in this permit shall be rounded to the same number of significant digits as the specified limits, but not less than two significant digits. [40 CFR 60.14(h)] Federally Enforceable Through Title V Permit

46. Except during system breakdowns, repairs and maintenance, calibration checks, and zero and span adjustments, the continuous emission monitoring system shall be in continuous operation. NOx emissions in ppmv (corrected to 15% O2) and O2 concentrations must be recorded continuously (except as noted before) and data shall be reduced to 15 minute averages per 40 CFR Part 60.13(e)(2). [District Rule 2201 and 40 CFR 60.486 paragraph (b), (c) and (d)] Federally Enforceable Through Title V Permit

47. Compliance with ammonia slip (ppmv) emission limit shall be demonstrated by sample collection by independent testing laboratory annually within 60 days prior to permit anniversary date. The District shall be notified prior to the completion of any sampling event. Official test results and field data collected shall be submitted to the District within 60 days of testing. [District Rule 4102]

These terms and conditions are part of the Facility-wide Permit to Operate.
San Joaquin Valley
Air Pollution Control District

PERMIT UNIT: S-2049-2-4
EXPIRATION DATE: 04/30/2008

SECTION: SW12   TOWNSHIP: 29S   RANGE: 28E

EQUIPMENT DESCRIPTION:
208 BHP CUMMINS MODEL 6BTA DIESEL-FIRED EMERGENCY IC ENGINE POWERING A FIRE WATER PUMP

PERMIT UNIT REQUIREMENTS

1. All equipment shall be maintained in good operating condition and shall be operated in a manner to minimize emissions of air contaminants into the atmosphere. [District NSR Rule] Federally Enforceable Through Title V Permit

2. The IC engine shall be equipped with a turbocharger and with an aftercooler or intercooler. [District NSR Rule] Federally Enforceable Through Title V Permit

3. The IC engine shall be equipped with a positive crankcase ventilation (PCV) system or a crankcase emissions control device of at least 90% control efficiency. [District NSR Rule] Federally Enforceable Through Title V Permit

4. Engine shall be equipped with an rpm indicator. [District Rule 2520, 9.3.3] Federally Enforceable Through Title V Permit


6. This engine shall be equipped with an operational non-resettable elapsed time meter or other APCO approved alternative. [District Rule 4702, 4.3 and 17 CCR 93115] Federally Enforceable Through Title V Permit

7. No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101, 5.1] Federally Enforceable Through Title V Permit

8. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201, 3.1] Federally Enforceable Through Title V Permit

9. Nitrogen oxide (NOx as NO2) emissions shall not exceed 7.1 grams/hp-hr. [District NSR Rule] Federally Enforceable Through Title V Permit

10. Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District NSR Rule and District Rule 4801 and 17 CCR 93115] Federally Enforceable Through Title V Permit

11. This engine shall be operated only for maintenance, testing, and required regulatory purposes, and during emergency situations. For testing purposes, the engine shall only be operated the number of hours necessary to comply with the testing requirements of the National Fire Protection Association (NFPA) 25 - "Standard for the Inspection, Testing, and Maintenance of Water-Based Fire Protection Systems", 1998 edition. Total hours of operation for all maintenance, testing, and required regulatory purposes shall not exceed 100 hours per calendar year. [District Rule 4702, 4.3 and 17 CCR 93115] Federally Enforceable Through Title V Permit

PERMIT UNIT REQUIREMENTS CONTINUE ON NEXT PAGE

These terms and conditions are part of the Facility-wide Permit to Operate.
12. 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, and the purpose of the operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.). 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 Rules 4702, 6.2 and 2520, 9.4.2 and 17 CCR 93115] Federally Enforceable Through Title V Permit

13. The permittee shall maintain monthly records of the type of fuel purchased, the amount of fuel purchased, date when the fuel was purchased, signature of the permittee who received the fuel, and signature of the fuel supplier indicating that the fuel was delivered. [District Rule 2520, 9.4.2 and 17 CCR 93115] Federally Enforceable Through Title V Permit

14. All records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rules 4702, 6.2 and 2520, 9.4.2 and 17 CCR 93115] Federally Enforceable Through Title V Permit

These terms and conditions are part of the Facility-wide Permit to Operate.
ATTACHMENT C

Detailed Facility List
<table>
<thead>
<tr>
<th>PERMIT NUMBER</th>
<th>FEE DESCRIPTION</th>
<th>FEE RULE</th>
<th>QTY</th>
<th>FEE AMOUNT</th>
<th>FEE TOTAL</th>
<th>PERMIT STATUS</th>
<th>EQUIPMENT DESCRIPTION</th>
</tr>
</thead>
<tbody>
<tr>
<td>S-2049-2-4</td>
<td>208 BHP</td>
<td>3020-10 B</td>
<td>1</td>
<td>117.00</td>
<td>117.00</td>
<td>A</td>
<td>208 BHP CUMMINS MODEL 6BTA DIESEL-FIRED EMERGENCY IC ENGINE POWERING A FIRE WATER PUMP</td>
</tr>
</tbody>
</table>

Number of Facilities Reported: 1
ATTACHMENT D

District's Responses to EPA Comments
EPA Comment 1: Evaluation of Area Source NESHAPs

The District's evaluation fails to discuss whether any Area Source NESHAPs apply to this facility. EPA notes the facility does have a diesel fired emergency engine, which may be subject to 40 CFR 63 Subpart ZZZZ, which became effective on March 18, 2008. This NESHAP applies to internal combustion engines located at both major and area sources of HAP (basically all sources with a RICE). As part of the Title V renewal process, the District must evaluate the applicability of this regulation and add any conditions necessary to ensure compliance. Please update the evaluation accordingly.

District's Response

The following discussion of 40 CFR 63 Subpart ZZZZ has been added to the evaluation:

§6590(a) states, "An affected source is any existing, new, or reconstructed stationary RICE located at a major or area source of HAP emissions, excluding stationary RICE being tested at a stationary RICE test cell/stand."

§6590(a)(1) defines the criteria for an existing stationary RICE as follows:

(i) For stationary RICE with a site rating of more than 500 brake horsepower (HP) located at a major source of HAP emissions, a stationary RICE is existing if you commenced construction or reconstruction of the stationary RICE before December 19, 2002.

(ii) For stationary RICE with a site rating of less than or equal to 500 brake HP located at a major source of HAP emissions, a stationary RICE is existing if you commenced construction or reconstruction of the stationary RICE before June 12, 2006.

(iii) For stationary RICE located at an area source of HAP emissions, a stationary RICE is existing if you commenced construction or reconstruction of the stationary RICE before June 12, 2006.

(iv) A change in ownership of an existing stationary RICE does not make that stationary RICE a new or reconstructed stationary RICE.

This facility is an area source of HAP emissions. The engine at this facility has not commenced construction or reconstruction on or after June 12, 2006. Therefore, the engine at this facility meet the definition of an existing stationary RICE as defined in §6590(a)(1)(ii).
§6590(b)(3) states that the following engines do not have to meet the requirements of this subpart and of subpart A of this part:

- stationary RICE which is an existing spark ignition 4 stroke rich burn (4SRB) stationary RICE located at an area source,
- existing spark ignition 4SRB stationary RICE with a site rating of less than or equal to 500 brake HP located at a major source, an existing spark ignition 2 stroke lean burn (2SLB) stationary RICE,
- existing spark ignition 4 stroke lean burn (4SLB) stationary RICE,
- existing compression ignition (CI) stationary RICE,
- existing emergency stationary RICE,
- existing limited use stationary RICE, or
- existing stationary RICE that combusts landfill gas or digester gas equivalent to 10 percent or more of the gross heat input on an annual basis

The engine at this facility is existing emergency stationary RICE. Therefore, the engine does not have to meet the requirements of this subpart and of subpart A of this part. No further discussion is required.

Comment 2: Overlap of existing Conditions with use of GT Template (S-2049-1-8)

It appears that the District simply added all the conditions of the qualified GT permit template, without reviewing existing conditions to determine whether any should be removed because they were now covered by the permit template. For example, there are numerous references to various performance specifications applicable to the CEMS. EPA believes that multiple references to these performance specification can lead to confusion as to which are the proper compliance methods to be used. EPA notes that while District Rule 1080 still makes reference to 40 CFR 51 Appendix P performance specifications, these requirements only apply if the emission unit is not subject to a NSPS. Since this unit is subject to 40 CFR Part 60 Subpart GG, Appendix P is not applicable. While in theory there is no harm in having a requirement stated twice in the permit, it can cause confusion and even enforcement issues if the conditions have even slightly differing requirements. Therefore EPA suggesting removing duplicate conditions, or at a minimum, reviewing the permit to ensure it contains no conflicting conditions.

One example of a potential conflict is that the GT template contains all of the conditions necessary to ensure proper operation of the CEMS. Page 10 of the evaluation, under Section VIII.D, states that the NOx and CO emissions trigger the CAM applicability requirements, but that since the units is equipped with CEMS for these pollutants the unit is exempt from CAM. However, Condition 6 states that "CEM data can be used in addition to stack testing to determine compliance with NOx and CO concentrations and daily limits," but the permit does not require such use. Because the CEM is being used to avoid otherwise applicable CAM requirements, Condition 6 must be removed.


District's Response.

The following condition has been modified in response to EPA comment:

6. CEM data shall be used in addition to stack testing to determine compliance with NOx and CO concentrations and daily emission limits. [District Rule 2201] Y

The following existing conditions have been removed that are covered by the GT permit template:

21. Unfired heat recovery steam generator turbine exhaust shall be equipped with continuously recording emissions monitors for NOx, CO, and O2. The continuous NOx monitoring system shall meet the performance specification requirements in 40 CFR 60, Appendix F, 40 CFR 51, Appendix P, and Part 60, Appendix B, or shall meet equivalent specifications established by mutual agreement of the District, the ARB, and the EPA. [District Rules 2201 and 4703, 6.2.1, 6.2.3; District Rule 1080; Kern County Rule 108 and 40 CFR Part 60] Y

22. The facility shall comply with the applicable requirements for quality assurance testing and maintenance of the CEM equipment in accordance with the procedures and guidance specified in 40 CFR Part 60, Appendix F. [District Rule 1080, 6.5 and 40 CFR Part 60] Y

24. Except for NOx and CO emission data obtained for compliance demonstration purposes, CEM data shall be averaged in accordance with the requirements specified under 40 CFR Part 60.13. Compliance results for NOx and CO shall be averaged over a three hour period. [District Rule 4703, 5.0] Y

39. Facility shall determine NOx and CO daily emissions by use of CEM data, fuel rate data, and daily hours of operation data. [District Rules 2201 and 2520, 9.3.2] Y

The following condition has been removed from the permit S-2049-1-8 after 45-day EPA review:

21. Unfired heat recovery steam generator turbine exhaust shall be equipped with continuously recording emissions monitors for NOx, CO, and O2. The continuous NOx monitoring system shall meet the performance specification requirements in 40 CFR 60, Appendix F, 40 CFR 51, Appendix P, and Part 60, Appendix B, or shall meet equivalent specifications established by mutual agreement of the District, the ARB, and the EPA. [District Rules 2201 and 4703, 6.2.1, 6.2.3; District Rule 1080; Kern County Rule 108 and 40 CFR Part 60] Y

The proposed turbine has no auxiliary burner and has no plans to permit an auxiliary burner.
District's Response.

The following existing condition has been modified in response to EPA comment:

6. CEM data shall be used in addition to stack testing to determine compliance with NOx and CO concentrations and daily emission limits. [District Rule 2201] Y

The following conditions from the existing permits have been removed that are covered by the GT permit template conditions:

19. Results of continuous emissions monitoring shall be reduced according to the procedure established in 40 CFR, Part 51, Appendix P, paragraphs 5.0 through 5.3.3, or by other methods deemed equivalent by mutual agreement with the District, the ARB, and the EPA. [District Rule 1080, 7.2] Y

21. Unfired heat recovery steam generator turbine exhaust shall be equipped with continuously recording emissions monitors for NOx, CO, and O2. The continuous NOx monitoring system shall meet the performance specification requirements in 40 CFR 60, Appendix F, 40 CFR 51, Appendix P, and Part 60, Appendix B, or shall meet equivalent specifications established by mutual agreement of the District, the ARB, and the EPA. [District Rules 2201 and 4703, 6.2.1, 6.2.3; District Rule 1080; Kern County Rule 108 and 40 CFR Part 60] Y

22. The facility shall comply with the applicable requirements for quality assurance testing and maintenance of the CEM equipment in accordance with the procedures and guidance specified in 40 CFR Part 60, Appendix F. [District Rule 1080, 6.5 and 40 CFR Part 60] Y

24. Except for NOx and CO emission data obtained for compliance demonstration purposes, CEM data shall be averaged in accordance with the requirements specified under 40 CFR Part 60.13. Compliance results for NOx and CO shall be averaged over a three hour period. [District Rule 4703, 5.0] Y

39. Facility shall determine NOx and CO daily emissions by use of CEM data, fuel rate data, and daily hours of operation data. [District Rules 2201 and 2520, 9.3.2] Y