MAR 09 2010

Chris Nelson
San Francisco Public Utilities Commission
1155 Market Street, 6th Floor
San Francisco, CA 94103

Re: Notice of Preliminary Decision - Authorities to Construct
Project Number: N-1100326

Dear Mr. Nelson:

Enclosed for your review and comment is the District's analysis of San Francisco Public Utilities Commission's application for Authorities to Construct for the installation of two identical 2,206 bhp diesel-fired emergency standby IC engines powering electrical generators, at 9000 West Vernalis Road, Tracy in California.

The notice of preliminary decision for this project will be published approximately three days from the date of this letter. Please submit your written comments on this project within the 30-day public comment period which begins on the date of publication of the public notice.

Thank you for your cooperation in this matter. If you have any questions regarding this matter, please contact Mr. Wai-Man So of Permit Services at (209) 557-6449.

Sincerely,

David Warner
Director of Permit Services

DW: WMS/cm

Enclosures

Cc: Jim Hensley
PCL Construction Inc.
1711 West Greentree Drive, Suite 201
Tempe, AZ 85284

Seyed Sadredin
Executive Director/Air Pollution Control Officer

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

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

Southern Region
34846 Flyover Court
Bakersfield, CA 93308-9725
Tel: 861-392-5500  FAX: 661-392-5585

www.valleyair.org  www.healthyairliving.com
MAR 09 2010

Mike Tollstrup, Chief
Project Assessment Branch
Stationary Source Division
California Air Resources Board
PO Box 2815
Sacramento, CA 95812-2815

Re: Notice of Preliminary Decision - Authorities to Construct
Project Number: N-1100326

Dear Mr. Tollstrup:

Enclosed for your review and comment is the District's analysis of San Francisco Public Utilities Commission's application for Authorities to Construct for the installation of two identical 2,206 bhp diesel-fired emergency standby IC engines powering electrical generators, at 9000 West Vernalis Road, Tracy in California.

The notice of preliminary decision for this project will be published approximately three days from the date of this letter. Please submit your written comments on this project within the 30-day public comment period which begins on the date of publication of the public notice.

Thank you for your cooperation in this matter. If you have any questions regarding this matter, please contact Mr. Wai-Man So of Permit Services at (209) 557-6449.

Sincerely,

David Warner
Director of Permit Services

DW: WMS/cm

Enclosure
NOTICE OF PRELIMINARY DECISION
FOR THE PROPOSED ISSUANCE OF
AUTHORITIES TO CONSTRUCT

NOTICE IS HEREBY GIVEN that the San Joaquin Valley Unified Air Pollution Control District solicits public comment on the proposed issuance of Authorities to Construct to San Francisco Public Utilities Commission for the installation of two identical 2,206 bhp diesel-fired emergency standby IC engines powering electrical generators, at 9000 West Vernalis Road, Tracy in California.

The analysis of the regulatory basis for this proposed action, Project #N-1100326, is available for public inspection at http://www.valleyair.org/notices/public_notices_idx.htm and the District office at the address below. Written comments on this project must be submitted within 30 days of the publication date of this notice to DAVID WARNER, DIRECTOR OF PERMIT SERVICES, SAN JOAQUIN VALLEY UNIFIED AIR POLLUTION CONTROL DISTRICT, 4800 ENTERPRISE WAY, MODESTO, CA 95356-8718
San Joaquin Valley Air Pollution Control District
Authority to Construct

Emergency standby diesel-fired IC engine power electrical generator

Facility Name: City & County of San Francisco – SF Public Utilities Commission
Mailing Address: 1155 Market Street, 6th Floor
San Francisco, CA 94103
Contact Person: Chris Nelson
Telephone: (415) 551 – 4640
Email: cnelson@sfwater.org
Application #(s): N-8152-1-0 and N-8152-2-0
Project #: N-1100326
Deemed Complete: February 22, 2010

Date: February 25, 2010
Engineer: Wai-Man, So
Lead Engineer: Nick Peirce
Jim Hensley [PCL Construction Inc]
(480) 763-2787
jhensley@pcl.com

I. PROPOSAL

City and County of San Francisco – San Francisco Public Utilities Commission (SFPUC) requests Authority to Construct (ATC) permits for the installation of two identical 2,206 bhp Caterpillar model 3512C (Tier 2) diesel-fired emergency standby internal combustion (IC) engines powering electrical generators.

II. APPLICABLE RULES

District Rule 2201 New and Modified Stationary Source Review Rule (09/21/06)
District Rule 2520 Federally Mandated Operating Permit (06/21/2001)
District Rule 4001 New Source Performance Standard (NSPS) (04/14/1999)
District Rule 4101 Visible Emissions (2/17/05)
District Rule 4102 Nuisance (12/17/92)
District Rule 4201 Particulate Matter Concentration (12/17/92)
District Rule 4701 Stationary Internal Combustion Engines – Phase 1 (8/21/2003)
District Rule 4702 Stationary Internal Combustion Engines – Phase 2 (1/18/2007)
District Rule 4801 Sulfur Compounds (12/17/92)
CH&SC 41700 Health Risk Assessment
CH&SC 42301.6 School Notice
Title 13 California Code of Regulations (CCR), Section 2423
- Exhaust Emission Standards and Test Procedures, Off-Road Compression-Ignition Engines and Equipment
Title 17 California Code of Regulations (CCR), Section 93115
- Airborne Toxic Control Measure (ATCM) for Stationary Compression-Ignition (CI) Engines
California Environmental Quality Act (CEQA)
Public Resources Code 21000-21177: California Environmental Quality Act (CEQA)
III. PROJECT LOCATION

This facility is located at 9000 West Vernalis Road, Tracy, California. The District has verified that the facility is not located within 1,000 feet of the outer boundary of any K-12 school. Therefore, the public notification requirement of California Health and Safety Code 42301.6 is not applicable to this project.

IV. PROCESS DESCRIPTION

These diesel-fired emergency IC engines power electrical generators. Other than emergency operation, each engine may be operated up to 50 hours per calendar year for maintenance and testing purposes.

V. EQUIPMENT LISTING

N-8152-1-0

2,206 BHP CATERPILLAR MODEL 3512C TIER 2 CERTIFIED DIESEL-FIRED EMERGENCY STANDBY IC ENGINE POWERING AN ELECTRICAL GENERATOR #1 (EAST)

N-8152-2-0

2,206 BHP CATERPILLAR MODEL 3512C TIER 2 CERTIFIED DIESEL-FIRED EMERGENCY STANDBY IC ENGINE POWERING AN ELECTRICAL GENERATOR #2 (WEST)

VI. EMISSION CONTROL TECHNOLOGY EVALUATION

Each engine is equipped with:

[ ] Turbocharger
[ ] Intercooler/aftercooler
[ ] Injection timing retard (or equivalent per District Policy SSP-1805, dated 8/14/1996)
[ ] Positive Crankcase Ventilation (PCV) or 90% efficient control device
[ ] This engine is required to be, and is UL certified
[ ] Catalytic particulate filter
[ ] Very Low (0.0015%) sulfur diesel

The emission control devices/technologies and their effect on diesel engine emissions detailed below are from Non-catalytic NOX Control of Stationary Diesel Engines, by Don Koeberlein, CARB.

The turbocharger reduces the NOX emission rate from the engine by approximately 10% by increasing the efficiency and promoting more complete burning of the fuel.
The intercooler/aftercooler functions in conjunction with the turbocharger to reduce the inlet air temperature. By reducing the inlet air temperature, the peak combustion temperature is lowered, which reduces the formation of thermal NO\textsubscript{X}. NO\textsubscript{X} emissions are reduced by approximately 15% with this control technology.

The use of very low-sulfur diesel fuel (0.0015% by weight sulfur maximum) reduces SO\textsubscript{X} emissions by over 99% from standard diesel fuel.

VII. GENERAL CALCULATIONS

These two diesel-fired emergency standby IC engines are identical engines. Therefore, only single emissions calculation will be performed.

A. Assumptions

<table>
<thead>
<tr>
<th>Parameter</th>
<th>Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>Emergency operating schedule:</td>
<td>24 hours/day</td>
</tr>
<tr>
<td>Non-emergency operating schedule:</td>
<td>50 hours/year</td>
</tr>
<tr>
<td>Density of diesel fuel:</td>
<td>7.1 lb/gal</td>
</tr>
<tr>
<td>EPA F-factor (adjusted to 60 °F):</td>
<td>9,051 dscf/MMBtu</td>
</tr>
<tr>
<td>Fuel heating value:</td>
<td>137,000 Btu/gal</td>
</tr>
<tr>
<td>BHP to Btu/hr conversion:</td>
<td>2,542.5 Btu/bhp-hr</td>
</tr>
</tbody>
</table>

B. Emission Factors

N-8152-1-0 and N-8152-2-0

Pre-Project Emission Factors (EF1)

These are new emissions units, therefore, EF1 is equal to zero for each criteria pollutant.

Post-Project Emission Factors (EF2)

The engine manufacturer provided the emission factors for NO\textsubscript{X} + VOC, CO and PM\textsubscript{10} based on their performance data sheet as follows:

- NO\textsubscript{X} + VOC: 4.33 g/bhp-hr
- CO: 0.89 g/bhp-hr
- PM\textsubscript{10}: 0.127 g/bhp-hr

The applicant has only supplied an emissions factor for NO\textsubscript{X} and VOC emissions combined. Therefore the District will use data from the EPA document "Exhaust and Crankcase Emission Factors for Nonroad Engine Modeling – Compressions Ignition", dated November 2002, as presented in the following table to estimate NO\textsubscript{X} and VOC emissions (District assumption).
# Tier 2 and Tier 3 Diesel-Fired IC Engines NO\textsubscript{X} and VOC Estimated Emissions

<table>
<thead>
<tr>
<th>Horsepower Range (bhp)</th>
<th>Combined Standard, NO\textsubscript{X} + VOC (g/bhp-hr)</th>
<th>Estimated NO\textsubscript{X} Emissions (g/bhp-hr)</th>
<th>Estimated VOC Emissions (g/bhp-hr)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Tier 2</td>
<td>Tier 3</td>
<td>Tier 2</td>
</tr>
<tr>
<td>≥ 50 to &lt; 100</td>
<td>5.6</td>
<td>3.5</td>
<td>5.2</td>
</tr>
<tr>
<td>≥ 100 to &lt; 175</td>
<td>4.9</td>
<td>3.0</td>
<td>4.5</td>
</tr>
<tr>
<td>≥ 175 to &lt; 300</td>
<td>4.9</td>
<td>3.0</td>
<td>4.5</td>
</tr>
<tr>
<td>≥ 300 to &lt; 600</td>
<td>4.8</td>
<td>3.0</td>
<td>4.5</td>
</tr>
<tr>
<td>≥ 600 to &lt; 750</td>
<td>4.8</td>
<td>N/A</td>
<td>4.5</td>
</tr>
<tr>
<td>≥ 750</td>
<td>4.8</td>
<td>N/A</td>
<td>4.5</td>
</tr>
</tbody>
</table>

For this application for the installation of two 2,206 bhp Tier 2 certified IC engines the applicant supplied NO\textsubscript{X} + VOC emissions factor for each unit is 4.33 g/bhp-hr. Therefore, the NO\textsubscript{X} and VOC emissions factors for these engines are calculated as follows:

\[
\text{NO}_\text{X} (\text{g/bhp-hr}) = \text{NO}_\text{X} + \text{VOC} (\text{g/bhp-hr}) \times (4.5 \text{ g/bhp-hr} + 4.8 \text{ g/bhp-hr}) \\
\text{NO}_\text{X} \text{ g/bhp-hr} = 4.33 \text{ g/bhp-hr} \times (4.5 \text{ g/bhp-hr} + 4.8 \text{ g/bhp-hr}) \\
\text{NO}_\text{X} = 4.1 \text{ g/bhp-hr}
\]

\[
\text{VOC} (\text{g/bhp-hr}) = \text{NO}_\text{X} + \text{VOC} (\text{g/bhp-hr}) \times (0.3 \text{ g/bhp-hr} + 4.8 \text{ g/bhp-hr}) \\
\text{VOC} \text{ g/bhp-hr} = 4.33 \text{ g/bhp-hr} \times (0.3 \text{ g/bhp-hr} + 4.8 \text{ g/bhp-hr}) \\
\text{VOC} = 0.27 \text{ g/bhp-hr}
\]

Only California Air Resources Board (CARB) certified diesel fuel containing no more than 0.0015% sulfur by weight could be used. The emission factor for SO\textsubscript{X} is calculated by following equation:

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

For these units, post-project emission factors (EF2) for all the criteria pollutants are listed in the table below:

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>Post-Project Emission Factors (EF2)</th>
<th>Source</th>
</tr>
</thead>
<tbody>
<tr>
<td>NO\textsubscript{X}</td>
<td>4.1 g/hp-hr</td>
<td>Manufacturer Data Sheet</td>
</tr>
<tr>
<td>SO\textsubscript{X}</td>
<td>0.0051 g/hp-hr</td>
<td>Mass balance equation above</td>
</tr>
<tr>
<td>PM\textsubscript{10}</td>
<td>0.127 g/hp-hr</td>
<td>Manufacturer Data Sheet</td>
</tr>
<tr>
<td>CO</td>
<td>0.89 g/hp-hr</td>
<td>Manufacturer Data Sheet</td>
</tr>
<tr>
<td>VOC</td>
<td>0.27 g/hp-hr</td>
<td>Manufacturer Data Sheet</td>
</tr>
</tbody>
</table>
C. Potential to Emit (PE) Calculations

1. Daily and Annual PE

Pre-Project Potential to Emit (PE1)

These are new emissions units, therefore, PE1 is equal to zero for each criteria pollutant.

Post-Project Potential to Emit (PE2)

The PE2 for each pollutant is calculated as follow:
PE2 = EF2 (g/hp-hr) × Power Rating (hp) × Operating Schedule (hr/day or hr/year) + Conversion (g/lb)

Daily PE2 = EF2 (g/hp-hr) × 2,206 (hp) × 24 (hr/day) + 453.6 (g/lb)
Annual PE2 = EF2 (g/hp-hr) × 2,206 (hp) × 501 (hr/yr) + 453.6 (g/lb)

For these units, both daily and annual post-project potential to emit (PE2) for all criteria pollutants are listed in the tables below.

### N-8152-1-0:

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>EF2 (g/hp-hr)</th>
<th>Power Rating (hp)</th>
<th>Operating Schedule (hr/day)</th>
<th>Conversion (g/lb)</th>
<th>Daily PE2 (lb/day)</th>
<th>Annual PE2 (lb/yr)</th>
</tr>
</thead>
<tbody>
<tr>
<td>NOx</td>
<td>4.1</td>
<td>2,206</td>
<td>24</td>
<td>453.6</td>
<td>478.6</td>
<td>997</td>
</tr>
<tr>
<td>SOx</td>
<td>0.0051</td>
<td>2,206</td>
<td>24</td>
<td>453.6</td>
<td>0.6</td>
<td>1</td>
</tr>
<tr>
<td>PM10</td>
<td>0.127</td>
<td>2,206</td>
<td>24</td>
<td>453.6</td>
<td>14.8</td>
<td>31</td>
</tr>
<tr>
<td>CO</td>
<td>0.89</td>
<td>2,206</td>
<td>24</td>
<td>453.6</td>
<td>103.9</td>
<td>216</td>
</tr>
<tr>
<td>VOC</td>
<td>0.27</td>
<td>2,206</td>
<td>24</td>
<td>453.6</td>
<td>31.5</td>
<td>66</td>
</tr>
</tbody>
</table>

### N-8152-2-0:

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>EF2 (g/hp-hr)</th>
<th>Power Rating (hp)</th>
<th>Operating Schedule (hr/day)</th>
<th>Conversion (g/lb)</th>
<th>Daily PE2 (lb/day)</th>
<th>Annual PE2 (lb/yr)</th>
</tr>
</thead>
<tbody>
<tr>
<td>NOx</td>
<td>4.1</td>
<td>2,206</td>
<td>24</td>
<td>453.6</td>
<td>478.6</td>
<td>997</td>
</tr>
<tr>
<td>SOx</td>
<td>0.0051</td>
<td>2,206</td>
<td>24</td>
<td>453.6</td>
<td>0.6</td>
<td>1</td>
</tr>
<tr>
<td>PM10</td>
<td>0.127</td>
<td>2,206</td>
<td>24</td>
<td>453.6</td>
<td>14.8</td>
<td>31</td>
</tr>
<tr>
<td>CO</td>
<td>0.89</td>
<td>2,206</td>
<td>24</td>
<td>453.6</td>
<td>103.9</td>
<td>216</td>
</tr>
<tr>
<td>VOC</td>
<td>0.27</td>
<td>2,206</td>
<td>24</td>
<td>453.6</td>
<td>31.5</td>
<td>66</td>
</tr>
</tbody>
</table>

1 The maximum annual operating hours of this diesel-fired IC engine is limited to 50 hr/yr (per Title 17 CCR, Section 93115).
2. Quarterly Net Emissions Change

The Quarterly Net Emissions Change (QNEC) is calculated for each pollutant, for each unit, as the difference between the quarterly PE2 and the quarterly baseline emissions (BE). The annual emissions are evenly distributed throughout each quarter using the following equation:

\[ \text{QNEC} (\text{lb/quarter}) = \frac{[\text{Annual PE2} - \text{Annual PE1}] (\text{lb/year})}{4} \ (\text{quarter/year}) \]

The QNEC for all criteria pollutants are shown in the tables below:

**N-8152-1-0:**

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>1st Quarter (lb/quarter)</th>
<th>2nd Quarter (lb/quarter)</th>
<th>3rd Quarter (lb/quarter)</th>
<th>4th Quarter (lb/quarter)</th>
</tr>
</thead>
<tbody>
<tr>
<td>NO\textsubscript{X}</td>
<td>249</td>
<td>249</td>
<td>249</td>
<td>250</td>
</tr>
<tr>
<td>SO\textsubscript{X}</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>1</td>
</tr>
<tr>
<td>PM\textsubscript{10}</td>
<td>7</td>
<td>8</td>
<td>8</td>
<td>8</td>
</tr>
<tr>
<td>CO</td>
<td>54</td>
<td>54</td>
<td>54</td>
<td>54</td>
</tr>
<tr>
<td>VOC</td>
<td>16</td>
<td>16</td>
<td>17</td>
<td>17</td>
</tr>
</tbody>
</table>

**N-8152-2-0:**

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>1st Quarter (lb/quarter)</th>
<th>2nd Quarter (lb/quarter)</th>
<th>3rd Quarter (lb/quarter)</th>
<th>4th Quarter (lb/quarter)</th>
</tr>
</thead>
<tbody>
<tr>
<td>NO\textsubscript{X}</td>
<td>249</td>
<td>249</td>
<td>249</td>
<td>250</td>
</tr>
<tr>
<td>SO\textsubscript{X}</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>1</td>
</tr>
<tr>
<td>PM\textsubscript{10}</td>
<td>7</td>
<td>8</td>
<td>8</td>
<td>8</td>
</tr>
<tr>
<td>CO</td>
<td>54</td>
<td>54</td>
<td>54</td>
<td>54</td>
</tr>
<tr>
<td>VOC</td>
<td>16</td>
<td>16</td>
<td>17</td>
<td>17</td>
</tr>
</tbody>
</table>

3. Adjusted increase in Permitted Emissions (AIPE)

AIPE is used to determine if Best Available Control Technology (BACT) is required for emission units that are being modified.

These are new emission units. Therefore, AIPE calculations are not required.

D. Facility Emissions

1. Pre-Project Stationary Source Potential to Emit (SSPE1)

Pursuant to District Rule 2201, § 4.9, the Pre-Project Stationary Source Potential to Emit (SSPE1) is the Potential to Emit (PE) from all units with valid Authorities to Construct (ATC) or Permits to Operate (PTO) at the Stationary Source and the quantity of Emission Reduction Credits (ERC) which have been banked since
September 19, 1991 for Actual Emissions Reductions that have occurred at the source, and which have not been used on-site.

This is a new facility; therefore, SSPE1 is equal to zero for each criteria pollutant.

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

Pursuant to District Rule 2201, § 4.10, the Post-Project Stationary Source Potential to Emit (SSPE2) is the Potential to Emit (PE) from all units with valid Authorities to Construct (ATC) or Permits to Operate (PTO) at the Stationary Source and the quantity of Emission Reduction Credits (ERC) which have been banked since September 19, 1991 for Actual Emissions Reductions that have occurred at the source, and which have not been used on-site.

<table>
<thead>
<tr>
<th>Permit Number</th>
<th>NOx (lb/yr)</th>
<th>SOx (lb/yr)</th>
<th>PM10 (lb/yr)</th>
<th>CO (lb/yr)</th>
<th>VOC (lb/yr)</th>
</tr>
</thead>
<tbody>
<tr>
<td>ATC N-8152-1-0</td>
<td>997</td>
<td>1</td>
<td>31</td>
<td>216</td>
<td>66</td>
</tr>
<tr>
<td>ATC N-8152-2-0</td>
<td>997</td>
<td>1</td>
<td>31</td>
<td>216</td>
<td>66</td>
</tr>
<tr>
<td>SSPE2</td>
<td>1,994</td>
<td>2</td>
<td>62</td>
<td>432</td>
<td>132</td>
</tr>
<tr>
<td>Major Source Threshold Level</td>
<td>50,000</td>
<td>140,000</td>
<td>140,000</td>
<td>200,000</td>
<td>50,000</td>
</tr>
<tr>
<td>Major Source?</td>
<td>No</td>
<td>No</td>
<td>No</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>Offset Threshold Level</td>
<td>20,000</td>
<td>54,750</td>
<td>29,200</td>
<td>200,000</td>
<td>20,000</td>
</tr>
<tr>
<td>Offset Triggered?</td>
<td>No</td>
<td>No</td>
<td>No</td>
<td>No</td>
<td>No</td>
</tr>
</tbody>
</table>

3. Stationary Source Increase in Permitted Emissions (SSIPE)

SSIPE calculations are used to determine if the project triggers public notice pursuant to District Rule 2201, § 5.4.5. If SSIPE results greater than 20,000 lb/yr for any one pollutant then project requires public notification. At this time, it is District Practice to define the SSIPE as the difference of SSPE2 to SSPE1, and calculated by the following equation:

\[
SSIPE \text{ (lb/yr)} = SSPE2 \text{ (lb/yr)} - SSPE1 \text{ (lb/yr)}
\]

<table>
<thead>
<tr>
<th>SSIPE</th>
<th>NOx (lb/yr)</th>
<th>SOx (lb/yr)</th>
<th>PM10 (lb/yr)</th>
<th>CO (lb/yr)</th>
<th>VOC (lb/yr)</th>
</tr>
</thead>
<tbody>
<tr>
<td>SSPE2</td>
<td>1,994</td>
<td>2</td>
<td>62</td>
<td>432</td>
<td>132</td>
</tr>
<tr>
<td>SSPE1</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>SSIPE</td>
<td>1,994</td>
<td>2</td>
<td>62</td>
<td>432</td>
<td>132</td>
</tr>
</tbody>
</table>

As shown above, SSIPE is less than 20,000 lb/yr for each pollutant. Therefore, public notification and publication requirement are not required for this purpose.

4. Major Source Determination

Pursuant to District Rule 2201, § 3.23, a major source is a stationary source a Post-Project Stationary Source Potential to Emit (SSPE2), equal to or exceeding
one or more of the Major Source threshold values (excluding ERCs banked on-site that have not been used on-site).

As shown in section VII.D.2 of this document, the facility is not becoming a major source as a result of this project.

5. Baseline Emissions (BE)

The BE calculation (in lb/year) is performed on a pollutant-by-pollutant basis to determine the amount of offsets required, where necessary, when the SSPE1 is greater than the offset threshold. Pursuant to section 3.7, baseline emissions shall be equal to the sum of:

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

Otherwise,
BE = Historic Actual Emissions (HAE), calculated pursuant to section 3.22.

As shown in section VII.D.2 of this document, this facility is not a major source. Therefore, the baseline emissions are equal to the pre-project potential to emit for each unit. BE = PE1 = 0.

6. Major Modification

Major Modification calculation is to determine the following:

1) Pursuant to District Rule 2201, section 4.1.3, if Best Available Control Technology (BACT) is triggered for a new or modified emission unit that results in a Major Modification; and

2) Pursuant to District Rule 2201, section 5.4.1, if a public notification is triggered.

As shown in section VII.D.2 of this document, this facility is not a major source for any pollutant. Therefore, the proposed project cannot trigger a District Rule 2201 Major Modification.

7. Federal Major Modification

Federal Major Modification is to determine the following:

1) Pursuant to Rule 2201, section 4.2.3.3, if a Rule-compliance project qualifies for District Rule 2201’s Best Available Control Technology (BACT) and offset exemptions and
2) Pursuant to Rule 2201, section 4.15, if an Alternate Siting analysis must be performed; and if the applicant must provide certification that all California stationary sources owned, operated, or controlled by the applicant that are subject to emission limits are in compliance with those limits or are on a schedule for compliance with all applicable emission limits and standards; and

3) Pursuant to Rule 2201, section 5.4.1, if a public notification is triggered. Although the language in section 5.4.1 states "Major Modifications", the District is taking a conservative approach by assuming this applies to both District Rule 2201 Major Modifications and Federal Major Modifications.

As the project is not considered a Major Modification, it cannot be a Federal Major Modification.

VIII. COMPLIANCE

District Rule 2201 New and Modified Stationary Source Review Rule

1. Best Available Control Technology (BACT)

Pursuant to District Rule 2201, section 4.1.2, BACT requirements are triggered in a pollutant-by-pollutant basis for any new emissions unit with a Potential to Emit exceeds 2.0 lb/day, unless the unit is otherwise exempt per section 4.2. Section 4.2.1 provides an exemption from BACT requirements for CO emissions if the facility is located in a CO attainment area and the SSPE2\textsubscript{CO} is less than 200,000 lb/yr. As well, BACT may be triggered if the modification is a major modification per section 4.1.3.

As shown in section VII.C.1 of this document, the emission will result in greater than 2.0 lb/day for NO\textsubscript{x}, PM\textsubscript{10}, CO, and VOC for each new emission unit. However, SSPE2 (per section VII.D.2) for CO is less than 200,000 lb/yr; therefore, BACT is not triggered for CO emissions. BACT analysis is required for NO\textsubscript{x}, PM\textsubscript{10}, and VOC emissions.

BACT Guideline 3.1.1, first quarter of 2010 lists NO\textsubscript{x}, PM\textsubscript{10}, and VOC emissions control requirements for emergency diesel IC engine. The requirement is listed in the following table:

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>Achieved in Practice or contained in the SIP</th>
<th>Technologically Feasible</th>
</tr>
</thead>
<tbody>
<tr>
<td>NO\textsubscript{x}</td>
<td>Latest EPA Tier Certification level for applicable horsepower range</td>
<td></td>
</tr>
<tr>
<td>PM\textsubscript{10}</td>
<td>0.15 g/hp-hr or the Latest EPA Tier Certification level for applicable horsepower range, whichever is more stringent. (ATCM)</td>
<td></td>
</tr>
<tr>
<td>VOC</td>
<td>Latest EPA Tier Certification level for applicable horsepower range</td>
<td></td>
</tr>
</tbody>
</table>

The "Top-Down BACT Analysis" for NO\textsubscript{x}, PM\textsubscript{10} and VOC emissions is preformed in Appendix II of this document.
According to this analysis, the District BACT requirement of NO\textsubscript{X}, PM10, and VOC is satisfied by utilize the latest EPA certified Tier 2 diesel-fired engines with certified PM\textsubscript{10} emissions of 0.127 g/hp-hr.

2. Offsets

Since emergency IC engines are exempt from the offset requirements of Rule 2201, per Section 4.6.2, offsets are not required for this engine, and no offset calculations are required.

3. Public Notification

District Rule 2201, § 5.4, requires a public notification for the affected pollutants from the following types of projects:

a. New Major Source

There is no new major source as a result of this project. Therefore, public noticing for this purpose is not required.

b. Major Modification

This is a new facility. Therefore, public noticing for this purpose is not required.

c. New emission unit with PE > 100 lb/day for any one pollutant

Each new emissions unit has PE greater than 100 lb/day for NO\textsubscript{X} and CO emissions. Therefore public noticing for this purpose is required.

d. Modifications with SSPE1 below an Offset threshold and SSPE2 above an Offset threshold on a pollutant-by-pollutant basis:

The propose project does not result SSPE from below offset threshold level to above offset threshold level for any one pollutant. Therefore, public noticing for this purpose is not required.

e. New stationary sources with SSPE2 exceeding Offset thresholds:

As shown in section VII.D.2 of this document, SSPE2 is not exceeding any offset thresholds. Therefore public noticing for this purpose is not required.

f. Any permitting action with an SSPE exceeding 20,000 lb/yr for any one pollutant:

As shown in section VII.D.3 of this document, SSPE is less than 20,000 lb/yr for each criteria pollutant. Therefore public noticing for this purpose is not required.

As discussed above, public noticing is required for this project for each new emissions unit daily NO\textsubscript{X} and CO potential emissions (PE) greater than 100 pounds.
public notice documents will be submitted to the California Air Resources Board (CARB) and a public notice will be published in a local newspaper of general circulation prior to the issuance of the ATCs for these equipment. Public notice is required for this project.

4. Daily Emission Limits (DELs)

Daily Emissions Limitations (DELs) and other enforceable conditions are required by Section 3.15 to restrict a unit’s maximum daily emissions. Therefore, the following conditions will be listed on each permit to ensure compliance:

- **Emissions from this IC engine shall not exceed any of the following limits:** 4.1 g-NOx/bhp-hr, 0.89 g-CO/bhp-hr, or 0.27 g-VOC/bhp-hr. [District Rule 2201 and 13 CCR 2423 and 17 CCR 93115]

- **Emissions from this IC engine shall not exceed 0.127 g-PM10/bhp-hr based on USEPA certification using ISO 8178 test procedure.** [District Rules 2201 and 4102 and 13 CCR 2423 and 17 CCR 93115]

In addition, the DEL for SOx is established by the sulfur content of the fuel being combusted in the engine. Therefore, the following condition will be listed on the ATC to ensure compliance:

- **{3395} Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used.** [District Rules 2201 and 4801 and 17 CCR 93115]

5. Compliance Assurance

a. Source Testing

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

b. Monitoring

No monitoring is required to demonstrate compliance with Rule 2201.

c. Recordkeeping

Recordkeeping is required to demonstrate compliance with the offset, public notification, and daily emission limit requirements of Rule 2201. As required by District Rule 4702, *Stationary Internal Combustion Engines - Phase 2*, this IC engine is subject to recordkeeping requirements. Recordkeeping requirements, in accordance with District Rule 4702, will be discussed in Section VIII, *District Rule 4702*, of this evaluation.

d. Reporting

No reporting is required to ensure compliance with Rule 2201.
6. Ambient Air Quality Analysis

Section 4.14.1 of this Rule requires that an ambient air quality analysis (AAQA) be conducted for the purpose of determining whether a new or modified Stationary Source will cause or make worse a violation of a State or National ambient air quality standard. An AAQA is required to be performed for all New Source Review (NSR) public notice projects. As previously discussed in Section VIII.3.C this project requires that a public notice be performed before issuance of the ATCs for this project. Therefore, the District is required to perform an AAQA for this project.

The Technical Services Division of the SJVAPCD conducted the required AAQA, criteria pollutant modeling for this project. The results of the criteria pollutant modeling are presented in the following table. See Appendix III of this document for the detail AAQA summary sheet.

Criteria Pollutant Modeling Results in (μg/m³):

<table>
<thead>
<tr>
<th>DieselICE</th>
<th>1 Hour</th>
<th>3 Hours</th>
<th>8 Hours</th>
<th>24 Hours</th>
<th>Annual</th>
</tr>
</thead>
<tbody>
<tr>
<td>CO</td>
<td>Pass</td>
<td>N/A</td>
<td>Pass</td>
<td>N/A</td>
<td>N/A</td>
</tr>
<tr>
<td>NOx</td>
<td>Pass²</td>
<td>N/A</td>
<td>N/A</td>
<td>N/A</td>
<td>Pass</td>
</tr>
<tr>
<td>SOx</td>
<td>Pass</td>
<td>Pass</td>
<td>N/A</td>
<td>Pass</td>
<td>Pass</td>
</tr>
<tr>
<td>PM₁₀</td>
<td>N/A</td>
<td>N/A</td>
<td>N/A</td>
<td>Pass³</td>
<td>Pass³</td>
</tr>
</tbody>
</table>

The criteria modeling runs indicate the emissions from the equipment as proposed will cause or significant contribute to a violation of a State or National AAQS, therefore, the total hours of operation for both engines must be limited to a maximum of 5.5 hours in any rolling 24 hour period.

District Rule 2520  Federally Mandated Operating Permit

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

District Rule 4001  New Source Performance Standards (NSPS)

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

This subpart is applicable to owners and operators of stationary compression ignited internal combustion engines that commence construction after July 11, 2005, where the engines are:

1) Manufactured after April 1, 2006, if not a fire pump engine.

² The NOx 1-Hour passed after using the Ozone Limiting Model (OLM).
³ The criteria pollutants are above EPA’s level of significance as found in 40 CFR Part 51.165 (b)(2), therefore, total hours of operation for both engines must be limited to a maximum 5.5 hours in any rolling 24 hour period.
2) Manufactured as a National Fire Protection Association (NFPA) fire pump engine after July 1, 2006.

Since the proposed engines will be installed after July 11 2005, and were manufactured after April 1, 2006, therefore, this subpart applies.

All of the applicable standards of this subpart are less restrictive than current District and/or State requirements. Since these engines are expected to comply with all District and State requirements, compliance with Subpart III requirements is also expected. Therefore, the following conditions will be listed on each permit to ensure compliance:

- This engine shall be equipped with an operational non-resettable elapsed time meter or other APCO approved alternative. [District Rule 4702 and 17 CCR 93115 and 40 CFR 60 Subpart III]

- This engine shall be operated and maintained in proper operating condition as recommended by the engine manufacturer or emissions control system supplier. [District Rule 4702 and 40 CFR 60 Subpart III]

- Emissions from this IC engine shall not exceed any of the following limits: 4.1 g-NOx/bhp-hr, 0.89 g-CO/bhp-hr, or 0.27 g-VOC/bhp-hr. [District Rule 2201 and 13 CCR 2423 and 17 CCR 93115 and 40 CFR 60 Subpart III]

- Emissions from this IC engine shall not exceed 0.127 g-PM10/bhp-hr based on USEPA certification using ISO 8178 test procedure. [District Rules 2201 and 4102 and 13 CCR 2423 and 17 CCR 93115 and 40 CFR 60 Subpart III]

- Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801 and 17 CCR 93115 and 40 CFR 60 Subpart III]

- During periods of operation for maintenance, testing, and required regulatory purposes, the permittee shall monitor the operational characteristics of the engine as recommended by the manufacturer or emission control system supplier (for example: check engine fluid levels, battery, cables and connections; change engine oil and filters; replace engine coolant; and/or other operational characteristics as recommended by the manufacturer or supplier). [District Rule 4702 and 40 CFR 60 Subpart III]

- The permittee shall maintain monthly records of emergency and non-emergency operation. Records shall include the number of hours of emergency operation, the date and number of hours of all testing and maintenance operations, the purpose of the operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.) and records of operational characteristics monitoring. For units with automated testing systems, the operator may, as an alternative to keeping records of actual operation for testing purposes, maintain a readily accessible written record of the automated testing schedule. [District Rule 4702 and 17 CCR 93115 and 40 CFR 60 Subpart III]
District Rule 4101 Visible Emissions

District Rule 4101, Section 5.0, indicates that no air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour, which is dark or darker than Ringelmann 1 or equivalent to 20% opacity. The following condition will be listed on each permit to ensure compliance:

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

District Rule 4102 Nuisance

Section 4.0 prohibits discharge of air contaminants, which could cause injury, detriment, nuisance or annoyance to the public. Public nuisance conditions are not expected as a result of these operations provided the equipment is well maintained. The following condition will be listed on each permit to ensure compliance:

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

California Health & Safety Code 41700 (Health Risk Assessment)

District Policy APR 1905-1 (March 2, 2001) - Risk Management Policy for Permitting New and Modified Sources specifies that for an increase in emissions associated with a proposed new source or modification, the District perform an analysis to determine the possible impact to the nearest resident or worksite. The health risk assessment results are as follow:

<table>
<thead>
<tr>
<th>Categories</th>
<th>RMR Summary</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Two Identical Emergency DICEs</td>
</tr>
<tr>
<td></td>
<td>(Unit 1-0 &amp; 2-0)</td>
</tr>
<tr>
<td>Prioritization Score</td>
<td>N/A(^4)</td>
</tr>
<tr>
<td>Acute Hazard Index</td>
<td>N/A(^5)</td>
</tr>
<tr>
<td>Chronic Hazard Index</td>
<td>N/A(^6)</td>
</tr>
<tr>
<td>Maximum Individual Cancer Risk</td>
<td>1.74 E-06 (each)</td>
</tr>
<tr>
<td>T-BACT Required?</td>
<td>Yes (PM(_{10}))</td>
</tr>
<tr>
<td>Special Permit Conditions?</td>
<td>Yes</td>
</tr>
</tbody>
</table>

The cancer risk associated with the operation of the proposed emergency diesel IC engines is 1.74 E-06 (each), which is greater than one but less than 10 in a million. In accordance with the District’s Risk Management Policy, the project is approved with Toxic Best Available

\(^4\) Prioritization for these units was not conducted since it has been determined that all diesel-fired IC engines will result in a prioritization score greater than 1.0.

\(^5\) Acute and Chronic Hazard Indices were not calculated since there is no risk factor, or the risk factor is so low that the risk has been determined to be insignificant for these type of units.
Control Technology (T-BACT). Therefore, T-BACT analysis is required for PM_{10} emissions. In accordance with District policy, BACT for this unit will be considered to be T-BACT.

BACT Guideline 3.1.1, first quarter of 2010 lists PM_{10} emissions control requirements for emergency diesel IC engine. The requirement is listed in the following table:

<table>
<thead>
<tr>
<th>Pollutant</th>
<th>Achieved in Practice or contained in the SIP</th>
<th>Technologically Feasible</th>
<th>Alternate Basic Equipment</th>
</tr>
</thead>
<tbody>
<tr>
<td>PM_{10}</td>
<td>0.15 g/bhp-hr or the Latest EPA Tier Certification level for applicable horsepower range, whichever is more stringent. (ATCM)</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

The T-BACT analysis is preformed in Appendix III of this document. According to this analysis, the T-BACT requirement of PM_{10} emissions is satisfied with utilizes Tier 2 certified emergency standby diesel IC engine with certified PM_{10} emissions factor of 0.127 g/bhp-hr.

To ensure that human health risks will not exceed District allowable levels. The following conditions will be listed on each permit to ensure compliance with this Safety Code.

- The PM_{10} emissions rate shall not exceed 0.127 g/hp-hr based on US EPA certification using ISO 8178 test procedure. [District Rule 2201 and 4102 and 13 CCR 2423 and 17 CCR 93115]

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

- The engine shall be operated only for maintenance, testing, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 50 hours per year. [District Rule 2201 and 4702 and 17 CCR 93115] N

- The combined hours of operation for both engines shall not exceed 5.5 hours in any rolling 24 hour period. [District Rule 2201 and 4102] N

**District Rule 4201 Particulate Matter Concentration**

Section 3.0 prohibits discharge of dust, fumes, or total particulate matter into the atmosphere from any single source operation in excess of 0.1 grain per dry standard cubic foot.

N-8152-1-0 and N-8152-2-0:

\[
\frac{0.127 \text{ g}}{\text{bhp-hr}} \times \frac{1 \text{ g}}{\text{PM}_{10}} \times \frac{1 \text{ bhp-hr}}{2,542.5 \text{ Btu}} \times \frac{10^6 \text{ Btu}}{9,051 \text{ dscf}} \times \frac{0.35 \text{ Btu}}{1 \text{ Btu in}} \times \frac{15.43 \text{ grain}}{\text{g}} = 0.031 \frac{\text{ grain}}{\text{dscf}}
\]

Particulate Matter concentration = 0.031 (grain/dscf) < 0.1 (grain/dscf)
Therefore, compliance with District Rule 4201 requirements is expected and a permit condition will be listed on each permit as follow:

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

**District Rule 4701  Internal Combustion Engines – Phase 1**

Pursuant to Section 7.5.2.3 of District Rule 4702, as of June 1, 2006, District Rule 4701 is no longer applicable to diesel-fired emergency standby or emergency IC engines. Therefore, this diesel-fired emergency IC engine will comply with the requirements of District Rule 4702 and no further discussion is required.

**District Rule 4702  Internal Combustion Engines – Phase 2**

- The purpose of this rule is to limit the emissions of nitrogen oxides (NOx), carbon monoxide (CO), and volatile organic compounds (VOC) from internal combustion engines. This rule applies to any internal combustion engine with a rated brake horsepower greater than 50 horsepower.

Pursuant to Section 4.2, except for the requirements of Sections 5.7 and 6.2.3, the requirements of this rule shall not apply to an internal combustion engine that meets the following: An emergency standby engine as defined in Section 3.0 of this rule, and provided that it is operated with a non-resettable elapsed operating time meter. In lieu of a non-resettable time meter, the owner of an emergency engine may use an alternative device, method, or technique, in determining operating time provided that the alternative is approved by the APCO. The owner of the engine shall properly maintain and operate the time meter or alternative device in accordance with the manufacturer’s instructions.

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

Therefore, the emergency standby IC engines involved with this project will only have to meet the requirements of Sections 5.7 and 6.2.3 of this Rule.

Section 5.7 of this Rule requires that the owner of an emergency standby engine shall comply with the requirements specified in Section 5.7.2 through Section 5.7.5 below: 1)
properly operate and maintain each engine as recommended by the engine manufacturer or emission control system supplier; 2) monitor the operational characteristics of each engine as recommended by the engine manufacturer or emission control system supplier; 3) install and operate a non-resettable elapsed operating time meter. In lieu of installing a non-resettable time meter, the owner of an engine may use an alternative device, method, or technique, in determining operating time provided that the alternative is approved by the APCO and is allowed by Permit-to-Operate or Permit-Exempt Equipment Registration condition. 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 following conditions will be listed on each permit to ensure compliance:

- **This engine shall be operated and maintained in proper operating condition as recommended by the engine manufacturer or emissions control system supplier.** [District Rule 4702 and CFR 60 Subpart III]

- **During periods of operation for maintenance, testing, and required regulatory purposes, the permittee shall monitor the operational characteristics of the engine as recommended by the manufacturer or emission control system supplier (for example: check engine fluid levels, battery, cables and connections; change engine oil and filters; replace engine coolant; and/or other operational characteristics as recommended by the manufacturer or supplier).** [District Rule 4702 and CFR 60 Subpart III]

- **This engine shall be equipped with an operational non-resettable elapsed time meter or other APCO approved alternative.** [District Rule 4702 and 17 CCR 93115 and CFR 60 Subpart III]

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

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

- **3810** This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 50 hours per calendar year. [District Rule 4702 and 17 CCR 93115]

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 each permit to ensure compliance:

- **The permittee shall maintain monthly records of emergency and non-emergency operation. Records shall include the number of hours of emergency operation, the date and number of hours of all testing and maintenance operations, the purpose of the**
operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.) and records of operational characteristics monitoring. For units with automated testing systems, the operator may, as an alternative to keeping records of actual operation for testing purposes, maintain a readily accessible written record of the automated testing schedule. [District Rule 4702 and 17 CCR 93115 and CFR 60 Subpart III]

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

District Rule 4801  Sulfur Compounds

Rule 4801 requires that sulfur compound emissions (as SO₂) shall not exceed 0.2% by volume. Using the ideal gas equation, the sulfur compound emissions are calculated as follows:

N-8152-1-0 and N-8152-2-0:

\[ \text{Volume} \ SO_2 = \left( n \times R \times T \right) \div P \]
\[ n = \text{moles} \ SO_2 \]
\[ T \ (\text{standard temperature}) = 60 \ ^\circ F \text{ or } 520 \ ^\circ R \]
\[ R \ (\text{universal gas constant}) = \frac{10.73 \text{ psi} \cdot \text{ft}^3}{\text{lb} \cdot \text{mol} \cdot \ ^\circ R} \]

\[
\frac{0.000015 \text{ lb} - \text{fuel}}{\text{gal}} \times \frac{7.1 \text{ lb}}{\text{SO}_2} \times \frac{64 \text{ lb} - \text{SO}_2}{1 \text{ MMBtu}} \times \frac{1 \text{ gal}}{9.051 \text{ scf}} \times \frac{0.137 \text{ MMBtu}}{\text{lb} - \text{moles}} \times \frac{10.73 \text{ psi} \cdot \text{ft}^3}{\text{lb} - \text{mol} \cdot \ ^\circ R} \times \frac{520^\circ R}{14.7 \text{ psi}} \times 1,000,000 = 1.0 \text{ ppmv}
\]

Since 1.0 ppmv is ≤ 2,000 ppmv, this engine is expected to comply with Rule 4801.

California Health & Safety Code 42301.6 (School Notice)

This facility is not located within 1,000 feet of the outer boundary of any K-12 school. Therefore, the public notification requirement of California Health and Safety Code 42301.6 is not applicable to this project.

Title 13 California Code of Regulations (CCR), Section 2423
- Exhaust Emission Standards and Test Procedures, Off-Road Compression-Ignition Engines and Equipment (Required by Title 17 CCR, Section 93115 for New Emergency Standby Diesel IC Engines)

Title 13 CCR, Section 2423 lists a diesel particulate emission standard of 0.15 g/bhp-hr (with 1.341 bhp/kW, equivalent to 0.20 g/kW-hr) for 2006 and later model year engines with maximum power ratings of ≥ 751.1 bhp (equivalent to ≥ 50 kW). The PM standards given in Title 13 CCR, Section 2423 are less stringent than the PM standards given in Title 17 CCR, Section 93115 (ATCM), thus the ATCM standards are the required standards and will be discussed in the following section.
Title 17 CCR, Section 93115, (e)(2)(A)(3)(b) stipulates that new stationary emergency standby diesel-fueled CI engines (> 50 bhp) must meet the VOC + NOₓ, and CO standards for off-road engines of the same model year and maximum rated power as specified in the Off-Road Compression-Ignition Engine Standards (Title 13 CCR, Section 2423) or the Tier 1 standards for an off-road engine if no standards have been established for an off-road engine of the same model year and maximum rated power.

The engines involved with this project are certified 2009 model (Tier 2) 2,206 bhp engines. The following table compares the requirements of Title 13 CCR, Section 2423 to the emissions factors for the 2,206 bhp Caterpillar model 3512C diesel-fired emergency standby IC engine as given by the manufacturer (for NOₓ + VOC, PM, and CO emissions).

<table>
<thead>
<tr>
<th>Source</th>
<th>Maximum Rated Power</th>
<th>Model Year</th>
<th>NOₓ</th>
<th>VOC</th>
<th>NOₓ + VOC</th>
<th>CO</th>
<th>PM</th>
</tr>
</thead>
<tbody>
<tr>
<td>Title 13 CCR, §2423</td>
<td>≥ 751.0 bhp (≥ 560 kW)</td>
<td>2000-2005</td>
<td>6.9 g/bhp-hr (9.2 g/kW-hr)</td>
<td>1.0 g/bhp-hr (1.3 g/kW-hr)</td>
<td>--</td>
<td>8.5 g/bhp-hr (11.4 g/kW-hr)</td>
<td>0.40 g/bhp-hr (0.54 g/kW-hr)</td>
</tr>
<tr>
<td>Title 13 CCR, §2423</td>
<td>≥ 751.0 bhp (≥ 560 kW)</td>
<td>2006 and later (Tier 2)</td>
<td>--</td>
<td>--</td>
<td>4.8 g/bhp-hr (6.4 g/kW-hr)</td>
<td>2.6 g/bhp-hr (3.5 g/kW-hr)</td>
<td>0.15 g/bhp-hr (0.20 g/kW-hr)</td>
</tr>
<tr>
<td>Caterpillar, Model #3512C</td>
<td>2,206 bhp</td>
<td>2009</td>
<td>--</td>
<td>--</td>
<td>4.33 g/bhp-hr (5.81 g/kW-hr)</td>
<td>0.89 g/bhp-hr (1.19 g/kW-hr)</td>
<td>0.127 g/bhp-hr (0.17 g/kW-hr)</td>
</tr>
</tbody>
</table>

| Meets Standard? | N/A | N/A | Yes | Yes | Yes |

As presented in the table above, the proposed engines will satisfy the requirements of this section and compliance is expected.

Right of the District to Establish More Stringent Standards:

This regulation also stipulates that the District:

1. May establish more stringent diesel PM, NOₓ + VOC, VOC, NOₓ, and CO emission rate standards; and
2. May establish more stringent limits on hours of maintenance and testing on a site-specific basis; and
3. Shall determine an appropriate limit on the number of hours of operation for demonstrating compliance with other District rules and initial start-up testing

The District has not established more stringent standards at this time. Therefore, the standards previously established in this Section will be utilized.
Title 17 California Code of Regulations (CCR), Section 93115
- Airborne Toxic Control Measure (ATCM) for Stationary Compression-Ignition (CI) Engines

Emergency Operating Requirements:

This regulation stipulates that no owner or operator shall operate any new or in-use stationary diesel-fueled compression ignition (CI) emergency standby engine, in response to the notification of an impending rotating outage, unless specific criteria are met.

This section applies to emergency standby IC engines that are permitted to operate during non-emergency conditions for the purpose of providing electrical power. However, District Rule 4702 states that emergency standby IC engines may only be operated during non-emergency conditions for the purposes of maintenance and testing. Therefore, this section does not apply and no further discussion is required.

Fuel and Fuel Additive Requirements:

This regulation also stipulates that as of January 1, 2006 an owner or operator of a new or in-use stationary diesel-fueled CI emergency standby engine shall fuel the engine with CARB Diesel Fuel.

Since the engines for this project are new stationary diesel-fueled CI emergency standby engines, these fuel requirements are applicable. The following condition (previously stated in this engineering evaluation) will be listed on each permit to ensure compliance:

- {3395} Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801 and 17 CCR 93115]

At-School and Near-School Provisions:

This regulation stipulates that no owner or operator shall operate a new stationary emergency standby diesel-fueled CI engine, with a PM$_{10}$ emissions factor > than 0.01 g/bhp-hr, for non-emergency use, including maintenance and testing, during the following periods:

1. Whenever there is a school sponsored activity, if the engine is located on school grounds, and
2. Between 7:30 a.m. and 3:30 p.m. on days when school is in session, if the engine is located within 500 feet of school grounds.

The District has verified that these engines will not be located within 500 feet of a K-12 school. Therefore, conditions prohibiting non-emergency use of the engine during school hours will not be placed on the permit.
Recordkeeping Requirements:

This regulation stipulates that as of January 1, 2005, each owner or operator of an emergency standby diesel-fueled CI engine shall keep a monthly log of usage that shall list and document the nature of use for each of the following:

a. Emergency use hours of operation;
b. Maintenance and testing hours of operation;
c. Hours of operation for emission testing;
d. Initial start-up hours; and
e. If applicable, hours of operation to comply with the testing requirements of National Fire Protection Association (NFPA) 25 — “Standard for the Inspection, Testing, and Maintenance of Water-Based Fire Protection Systems,” 1998 edition;
f. Hours of operation for all uses other than those specified in sections ‘a’ through ‘d’ above; and
g. For in-use emergency standby diesel-fueled engines, the fuel used. The owner or operator shall document fuel use through the retention of fuel purchase records that account for all fuel used in the engine and all fuel purchased for use in the engine, and, at a minimum, contain the following information for each individual fuel purchase transaction:

I. Identification of the fuel purchased as either CARB Diesel, or an alternative diesel fuel that meets the requirements of the Verification Procedure, or an alternative fuel, or CARB Diesel fuel used with additives that meet the requirements of the Verification Procedure, or any combination of the above;
II. Amount of fuel purchased;
III. Date when the fuel was purchased;
IV. Signature of owner or operator or representative of owner or operator who received the fuel; and
V. Signature of fuel provider indicating fuel was delivered.

The engines associated with this project are new emergency standby engines, each powering an electrical generator. Therefore, the following conditions (previously proposed in this engineering evaluation) will be listed on each permit to ensure compliance:

- {3479} The permittee shall maintain monthly records of emergency and non-emergency operation. Records shall include the number of hours of emergency operation, the date and number of hours of all testing and maintenance operations, the purpose of the operation (for example: load testing, weekly testing, emergency usage, etc.) and records of operational characteristics monitoring. For units with automated testing systems, the operator may, as an alternative to keeping records of actual operation for testing purposes, maintain a readily accessible written record of the automated testing schedule. [District Rule 4702 and 17 CCR 93115]

- All records shall be maintained and retained on-site for a minimum of five years, and shall be made available for District inspection upon request. [District Rule 4702 and 17 CCR 93115]
PM Emissions and Hours of Operation Requirements for New Diesel Engines:

This regulation stipulates that as of January 1, 2005, no person shall operate any new stationary emergency standby diesel-fueled CI engine that has a rated brake horsepower greater than 50, unless it meets all of the following applicable emission standards and operating requirements.

1. Emits diesel PM at a rate greater than 0.01 g/bhp-hr or less than or equal to 0.15 g/bhp-hr; and
2. Meets the current model year diesel PM standard specified in the Off-Road Compression Ignition Engine Standards for off-road engines with the same maximum rated power (Title 13 CCR, Section 2423), whichever is more stringent; and
3. Does not operate more than 50 hours per year for maintenance and testing purposes. Engine operation is not limited during emergency use and during emissions source testing to show compliance with the ATCM.

The proposed emergency diesel IC engines powering electrical generators. Therefore, the following conditions (previously proposed in this engineering evaluation) will be listed on each permit to ensure compliance:

- *Emissions from this IC engine shall not exceed 0.127 g-PM10/bhp-hr based on USEPA certification using ISO 8178 test procedure. [District Rules 2201 and 4102 and 13 CCR 2423 and 17 CCR 93115]*

- *{3810} This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 50 hours per calendar year. [District Rule 4702 and 17 CCR 93115]*

California Environmental Quality Act (CEQA)

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

- Inform governmental decision-makers and the public about the potential, significant environmental effects of proposed activities.
- Identify the ways that environmental damage can be avoided or significantly reduced.
- Prevent significant, avoidable damage to the environment by requiring changes in projects through the use of alternatives or mitigation measures when the governmental agency finds the changes to be feasible.
- Disclose to the public the reasons why a governmental agency approved the project in the manner the agency chose if significant environmental effects are involved.
Consistent with California Environmental Quality Act (CEQA) and CEQA Guidelines requirements, the San Joaquin Valley Air Pollution Control District (District) has adopted procedures and guidelines for implementing CEQA. The District’s Environmental Review Guidelines (ERG) establishes procedures for avoiding unnecessary delay during the District’s permitting process while ensuring that significant environmental impacts are thoroughly and consistently addressed. The ERG includes policies and procedures to be followed when processing permits for projects that are exempt under CEQA.

The State Legislature granted a number of exemptions from CEQA, including projects that require only ministerial approval. Based upon analysis of its own laws and consideration of CEQA provisions, the District has identified a limited number of District permitting activities considered to be ministerial approvals. As set forth in §4.2.1 of the ERG, projects permitted consistent with the District’s Guidelines for Expedited Application Review (GEAR) are standard application reviews in which little or no discretion is used in issuing Authority to Construct (ATC) documents.

For the proposed project, the District performed an Engineering Evaluation (this document) and determined that the project qualifies for processing under the procedures set forth in the District’s Permit Services Procedures Manual in the Guidelines for Expedited Application Review (GEAR). Thus, as discussed above, this issuance of such ATC(s) is a ministerial approval for the District and is not subject to CEQA provisions.

On December 17, 2009, the District’s Governing Board adopted the first comprehensive regional policy and guidance on addressing and mitigating GHG emission impacts caused by industrial, commercial, and residential development in the San Joaquin Valley. The adopted District policy – Addressing GHG Emission Impacts for Stationary Source Projects Under CEQA When Serving as the Lead Agency applies to projects for which the District has discretionary approval authority over the project and serves as the lead agency for CEQA purposes. The policy relies on the use of performance based standards, otherwise known as Best Performance Standards (BPS) to assess significance of project specific greenhouse gas emissions on global climate change during the environmental review process, as required by CEQA.

Use of BPS is a method of streamlining the CEQA process of determining significance and is not a required emission reduction measure. However, consistent with the District’s objective to achieve the GHG emission reduction targets established pursuant to AB 32, BPS will be incorporated into the District’s GEAR application review process. In the interim, projects meeting the existing GEAR requirements will continue to be processed as ministerial approvals.

IX. RECOMMENDATION

Pending a successful NSR Public Noticing period, issue Authorities to Construct N-8152-1-0 and N-8152-2-0 subject to the permit conditions on the attached draft Authorities to Construct in Appendix I.
## X. BILLING INFORMATION

<table>
<thead>
<tr>
<th>Permit Number</th>
<th>Fee Schedule</th>
<th>Description</th>
<th>Annual Fee</th>
</tr>
</thead>
<tbody>
<tr>
<td>N-8152-1-0</td>
<td>3020-10-F</td>
<td>2,206 bhp</td>
<td>$749</td>
</tr>
<tr>
<td></td>
<td>(1,000 or Greater but less Than 5,000 bhp)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>N-8152-2-0</td>
<td>3020-10-F</td>
<td>2,206 bhp</td>
<td>$749</td>
</tr>
<tr>
<td></td>
<td>(1,000 or Greater but less Than 5,000 bhp)</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

## APPENDICES

- **Appendix I:** Draft Authorities to Construct (ATC)
- **Appendix II:** BACT Guideline & Top-Down BACT Analysis
- **Appendix III:** RMR and AAQA Summary
APPENDIX I

Draft Authorities to Construct (ATC)
San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

PERMIT NO: N-8152-1-0

LEGAL OWNER OR OPERATOR: CITY AND COUNTY OF SAN FRANCISCO
MAILING ADDRESS: 1000 WEST CAMINO REAL
                  MILLBRAE, CA 94030-2048

LOCATION: 9000 WEST VERNALIS ROAD
            TRACY, CA

EQUIPMENT DESCRIPTION: 2,206 BHP CATERPILLAR MODEL 3512C TIER 2 CERTIFIED DIESEL-FIRED EMERGENCY STANDBY IC ENGINE
POWERING AN ELECTRICAL GENERATOR #1

CONDITIONS

1. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]

2. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]

3. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]

4. This engine shall be equipped with an operational non-resettable elapsed time meter or other APCO approved alternative. [District Rule 4702 and 17 CCR 93115 and 40 CFR 60 Subpart III]

5. {1898} The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap (flapper ok), roof overhang, or any other obstruction. [District Rule 4102]

6. This engine shall be operated and maintained in proper operating condition as recommended by the engine manufacturer or emissions control system supplier. [District Rule 4702 and 40 CFR 60 Subpart III]

7. Emissions from this IC engine shall not exceed any of the following limits: 4.1 g-NOx/bhp-hr, 0.89 g-CO/bhp-hr, or 0.27 g-VOC/bhp-hr. [District Rule 2201 and 13 CCR 2423 and 17 CCR 93115 and 40 CFR 60 Subpart III]

8. Emissions from this IC engine shall not exceed 0.127 g-PM10/bhp-hr based on USEPA certification using ISO 8178 test procedure. [District Rules 2201 and 4102 and 13 CCR 2423 and 17 CCR 93115 and 40 CFR 60 Subpart III]

9. Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801 and 17 CCR 93115 and 40 CFR 60 Subpart III]

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (209) 557-6400 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director, APCO

DAVID WARNER, Director of Permit Services
Northern Regional Office • 4800 Enterprise Way • Modesto, CA 95356-8718 • (209) 557-6400 • Fax (209) 557-5475
10. {3810} This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 50 hours per calendar year. [District Rule 4702 and 17 CCR 93115]

11. The combined hours of non-emergency operation (testing and maintenance of the engine, and required regulatory purposes) for this unit and permit unit N-8152-2-0 shall not exceed 5.5 hours in any rolling 24 hours period. [District Rules 2201 and 4102]

12. {3807} An emergency situation is an unscheduled electrical power outage caused by sudden and reasonably unforeseen natural disasters or sudden and reasonably unforeseen events beyond the control of the permittee. [District Rule 4702]

13. {3808} This engine shall not be used to produce power for the electrical distribution system, as part of a voluntary utility demand reduction program, or for an interruptible power contract. [District Rule 4702]

14. During periods of operation for maintenance, testing, and required regulatory purposes, the permittee shall monitor the operational characteristics of the engine as recommended by the manufacturer or emission control system supplier (for example: check engine fluid levels, battery, cables and connections; change engine oil and filters; replace engine coolant; and/or other operational characteristics as recommended by the manufacturer or supplier). [District Rule 4702 and 40 CFR 60 Subpart IIII]

15. The permittee shall maintain monthly records of emergency and non-emergency operation. Records shall include the number of hours of emergency operation, the date and number of hours of all testing and maintenance operations, the purpose of the operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.) and records of operational characteristics monitoring. For units with automated testing systems, the operator may, as an alternative to keeping records of actual operation for testing purposes, maintain a readily accessible written record of the automated testing schedule. [District Rule 4702 and 17 CCR 93115 and 40 CFR 60 Subpart IIII]

16. {3475} All records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rule 4702 and 17 CCR 93115]
San Joaquin Valley
Air Pollution Control District

AUTHORITY TO CONSTRUCT

PERMIT NO: N-8152-2-0

LEGAL OWNER OR OPERATOR: CITY AND COUNTY OF SAN FRANCISCO
MAILING ADDRESS: 1000 WEST CAMINO REAL
MILLBRAE, CA 94030-2048

LOCATION: 9000 WEST VERNALIS ROAD
TRACY, CA

EQUIPMENT DESCRIPTION: 2,206 BHP CATERPILLAR MODEL 3512C TIER 2 CERTIFIED DIESEL-FIRED EMERGENCY STANDBY IC ENGINE POWERING AN ELECTRICAL GENERATOR #2

CONDITIONS

1. {98} No air contaminant shall be released into the atmosphere which causes a public nuisance. [District Rule 4102]
2. {15} No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101]
3. {14} Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]
4. This engine shall be equipped with an operational non-resettable elapsed time meter or other APCO approved alternative. [District Rule 4702 and 17 CCR 93115 and 40 CFR 60 Subpart III]
5. {1898} The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap (flapper ok), roof overhang, or any other obstruction. [District Rule 4102]
6. This engine shall be operated and maintained in proper operating condition as recommended by the engine manufacturer or emissions control system supplier. [District Rule 4702 and 40 CFR 60 Subpart III]
7. Emissions from this IC engine shall not exceed any of the following limits: 4.1 g-NOx/bhp-hr, 0.89 g-CO/bhp-hr, or 0.27 g-VOC/bhp-hr. [District Rule 2201 and 13 CCR 2423 and 17 CCR 93115 and 40 CFR 60 Subpart III]
8. Emissions from this IC engine shall not exceed 0.125 g-PM10/bhp-hr based on USEPA certification using ISO 8178 test procedure. [District Rules 2201 and 4102 and 13 CCR 2423 and 17 CCR 93115 and 40 CFR 60 Subpart III]
9. Only CARB certified diesel fuel containing not more than 0.0015% sulfur by weight is to be used. [District Rules 2201 and 4801 and 17 CCR 93115 and 40 CFR 60 Subpart III]

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (209) 557-6400 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. THIS IS NOT A PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be canceled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadreidin, Executive Director APCO

DAVID WARNER, Director of Permit Services
N-8152-2-0  Mar 2018  827AM - 50W : Joint Inspection NOT Required
Northern Regional Office • 4800 Enterprise Way • Modesto, CA 95356-8718 • (209) 557-6400 • Fax (209) 557-6475
10. {3810} This engine shall be operated only for testing and maintenance of the engine, required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 50 hours per calendar year. [District Rule 4702 and 17 CCR 93115]

11. The combined hours of non-emergency operation (testing and maintenance of the engine, and required regulatory purposes) for this unit and permit unit N-8152-1-0 shall not exceed 5.5 hours in any rolling 24 hours period. [District Rules 2201 and 4102]

12. {3807} An emergency situation is an unscheduled electrical power outage caused by sudden and reasonably unforeseen natural disasters or sudden and reasonably unforeseen events beyond the control of the permittee. [District Rule 4702]

13. {3808} This engine shall not be used to produce power for the electrical distribution system, as part of a voluntary utility demand reduction program, or for an interruptible power contract. [District Rule 4702]

14. During periods of operation for maintenance, testing, and required regulatory purposes, the permittee shall monitor the operational characteristics of the engine as recommended by the manufacturer or emission control system supplier (for example: check engine fluid levels, battery, cables and connections; change engine oil and filters; replace engine coolant; and/or other operational characteristics as recommended by the manufacturer or supplier). [District Rule 4702 and 40 CFR 60 Subpart III]

15. The permittee shall maintain monthly records of emergency and non-emergency operation. Records shall include the number of hours of emergency operation, the date and number of hours of all testing and maintenance operations, the purpose of the operation (for example: load testing, weekly testing, rolling blackout, general area power outage, etc.) and records of operational characteristics monitoring. For units with automated testing systems, the operator may, as an alternative to keeping records of actual operation for testing purposes, maintain a readily accessible written record of the automated testing schedule. [District Rule 4702 and 17 CCR 93115 and 40 CFR 60 Subpart III]

16. {3475} All records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rule 4702 and 17 CCR 93115]
APPENDIX II

BACT Guideline & Top-Down BACT Analysis
San Joaquin Valley
Unified Air Pollution Control District

Best Available Control Technology (BACT) Guideline 3.1.1*
Last Update: 7/10/2009

Emergency Diesel IC engine

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

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

*This is a Summary Page for this Class of Source - Permit Specific BACT Determinations on Next Page(s)
Top-Down BACT Analysis for NO\textsubscript{X} emissions

Oxides of nitrogen (NO\textsubscript{x}) are generated from the high temperature combustion of the diesel fuel. A majority of the NO\textsubscript{x} emissions are formed from the high temperature reaction of nitrogen and oxygen in the inlet air. The remaining NO\textsubscript{x} emissions are formed from the reaction of fuel-bound nitrogen with oxygen in the inlet air.

NO\textsubscript{x} emission control technologies are listed in BACT guideline 3.1.1, 1\textsuperscript{st} quarter of 2010 for emergency diesel IC engine as follows:

**Step 1 - Identify all control technologies**

*Achieved in Practice or contained in the SIP:*

Latest EPA Tier Certification level for applicable horsepower range

*Technologically Feasible:*

There is no technologically feasible control technology listed on this guideline.

*Alternate Basic Equipment:*

There is no alternate basic equipment listed on this guideline.

**Step 2 - Eliminate technologically infeasible options**

There are no technologically infeasible options that can be eliminated from step 1.

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

Ranking of the control technologies is not required, since the applicant has proposed utilize the only control technology, achieved in practice control technology listed on this guideline.

**Step 4 - Cost Effectiveness Analysis**

Pursuant to District BACT Policy APR 1305 IX.D.3 (11/99), a cost-effective analysis is not required since the applicant has proposed utilize the most stringent control technology option listed in Step 3. Therefore, the cost effectiveness analysis is not required.

**Step 5 - Select BACT**

BACT for NO\textsubscript{x} emissions from the emergency diesel IC engine is the latest EPA Tier Certification level for the applicable horsepower range. The applicant has proposed to install a Tier 2 certified 2,206 bhp emergency diesel IC engine which is the latest Tier Certification for an engine this size as shown in the attached Tier Certification table at the end of this Appendix. Therefore, BACT for NO\textsubscript{x} emissions is satisfied.
Top-Down T-BACT Analysis for PM$_{10}$ Emissions

Particulate matter (PM$_{10}$) emissions occur from the reaction of various elements in the diesel fuel including fuel sulfur.

PM$_{10}$ emission control technologies are listed in BACT guideline 3.1.1, 1$^{st}$ quarter of 2010 for emergency diesel IC engine as follows:

Step 1 - Identify all control technologies

Achieved in Practice or contained in the SIP:

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

Technologically Feasible:

There is no technologically feasible control technology listed on this guideline.

Alternate Basic Equipment:

There is no alternate basic equipment listed on this guideline.

Step 2 - Eliminate technologically infeasible options

There are no technologically infeasible options that can be eliminated from step 1.

Step 3 - Rank remaining options by control effectiveness

Ranking of the control technologies is not required, since the applicant has proposed utilize the only control technology, achieved in practice control technology listed on this guideline.

Step 4 - Cost Effectiveness Analysis

Pursuant to District BACT Policy APR 1305 IX.D.3 (11/99), a cost-effective analysis is not required since the applicant has proposed utilize the most stringent control technology option listed in Step 3. Therefore, the cost effectiveness analysis is not required.

Step 5 - Select BACT

BACT for PM$_{10}$ emissions from the emergency diesel IC engine is 0.15 g/hp-hr or the latest EPA Tier Certification level for the applicable horsepower range, whichever is more stringent. The applicant has proposed to install a Tier 2 certified 2,206 bhp emergency standby diesel IC engine with certified PM$_{10}$ emissions of 0.127 g/hp-hr, which less than the latest Tier certification requirement for an engine this size as shown in the attached Tier certification table at the end of this Appendix. Therefore, BACT for PM$_{10}$ emissions is satisfied.
Top-Down BACT Analysis for VOC emissions

Volatile organic compounds (VOC) are emitted from the crankcase of the engine as a result of piston ring blow-by.

VOC emission control technologies are listed in BACT guideline 3.1.1, 1st quarter of 2010 for emergency diesel IC engine as follows:

Step 1 - Identify all control technologies

Achieved in Practice or contained in the SIP:

Latest EPA Tier Certification level for applicable horsepower range

Technologically Feasible:

There is no technologically feasible control technology listed on this guideline.

Alternate Basic Equipment:

There is no alternate basic equipment listed on this guideline.

Step 2 - Eliminate technologically infeasible options

There are no technologically infeasible options that can be eliminated from step 1.

Step 3 - Rank remaining options by control effectiveness

Ranking of the control technologies is not required, since the applicant has proposed utilize the only control technology, achieved in practice control technology listed on this guideline.

Step 4 - Cost Effectiveness Analysis

Pursuant to District BACT Policy APR 1305 IX.D.3 (11/99), a cost-effective analysis is not required since the applicant has proposed utilize the most stringent control technology option listed in Step 3. Therefore, the cost effectiveness analysis is not required.

Step 5 - Select BACT

BACT for VOC emissions from the emergency diesel IC engine is the latest EPA Tier Certification level for the applicable horsepower range. The applicant has proposed to install a Tier 2 certified 2,206 bhp emergency diesel IC engine which is the latest Tier Certification for an engine this size as shown in the attached Tier Certification table at the end of this Appendix. Therefore, BACT for VOC emissions is satisfied.
<table>
<thead>
<tr>
<th>Power Rating (hp)</th>
<th>Tier</th>
<th>Model Year</th>
<th>NO₂</th>
<th>HC</th>
<th>NMHC +NO₂</th>
<th>CO</th>
<th>PM</th>
</tr>
</thead>
<tbody>
<tr>
<td>50 ≤ hp &lt; 75</td>
<td>1</td>
<td>1998 - 2003</td>
<td>6.9</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>2</td>
<td>2004 - 2007</td>
<td>-</td>
<td>-</td>
<td>5.6</td>
<td>3.7</td>
<td>0.3</td>
</tr>
<tr>
<td></td>
<td>3</td>
<td>2008 - 2011</td>
<td>-</td>
<td>3.5</td>
<td>3.7</td>
<td>0.3</td>
<td></td>
</tr>
<tr>
<td></td>
<td>4*</td>
<td>2008 - 2012</td>
<td>3.5</td>
<td>3.7</td>
<td>0.22</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>(Interim)</td>
<td></td>
<td>3.5</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>75 ≤ hp &lt; 100</td>
<td>1</td>
<td>1998 - 2003</td>
<td>6.9</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>2</td>
<td>2004 - 2007</td>
<td>-</td>
<td>-</td>
<td>5.6</td>
<td>3.7</td>
<td>0.3</td>
</tr>
<tr>
<td></td>
<td>3</td>
<td>2008 - 2011</td>
<td>-</td>
<td>3.5</td>
<td>3.7</td>
<td>0.3</td>
<td></td>
</tr>
<tr>
<td>100 ≤ hp &lt; 175</td>
<td>1</td>
<td>1997 - 2002</td>
<td>6.9</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>2</td>
<td>2003 - 2006</td>
<td>-</td>
<td>-</td>
<td>4.9</td>
<td>3.7</td>
<td>0.22</td>
</tr>
<tr>
<td></td>
<td>3</td>
<td>2007 - 2011</td>
<td>-</td>
<td>3.0</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>175 ≤ hp &lt; 300</td>
<td>1</td>
<td>1996 - 2002</td>
<td>6.9</td>
<td>1.0</td>
<td>-</td>
<td>8.5</td>
<td>0.4</td>
</tr>
<tr>
<td></td>
<td>2</td>
<td>2003 - 2005</td>
<td>-</td>
<td>-</td>
<td>4.9</td>
<td>2.6</td>
<td>0.15</td>
</tr>
<tr>
<td></td>
<td>3</td>
<td>2006 - 2010</td>
<td>-</td>
<td>3.0</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>300 ≤ hp &lt; 600</td>
<td>1</td>
<td>1996 - 2000</td>
<td>6.9</td>
<td>1.0</td>
<td>-</td>
<td>8.5</td>
<td>0.4</td>
</tr>
<tr>
<td></td>
<td>2</td>
<td>2001 - 2005</td>
<td>-</td>
<td>-</td>
<td>4.8</td>
<td>2.6</td>
<td>0.15</td>
</tr>
<tr>
<td></td>
<td>3</td>
<td>2006 - 2010</td>
<td>-</td>
<td>3.0</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>600 ≤ hp ≤ 750</td>
<td>1</td>
<td>1996 - 2001</td>
<td>6.9</td>
<td>1.0</td>
<td>-</td>
<td>8.5</td>
<td>0.4</td>
</tr>
<tr>
<td></td>
<td>2</td>
<td>2002 - 2005</td>
<td>-</td>
<td>-</td>
<td>4.8</td>
<td>2.6</td>
<td>0.15</td>
</tr>
<tr>
<td></td>
<td>3</td>
<td>2006 - 2010</td>
<td>-</td>
<td>3.0</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>&gt; 750</td>
<td>1</td>
<td>2000 - 2005</td>
<td>6.9</td>
<td>1.0</td>
<td>-</td>
<td>8.5</td>
<td>0.4</td>
</tr>
<tr>
<td></td>
<td>2</td>
<td>2006 - 2010</td>
<td>-</td>
<td>-</td>
<td>4.8</td>
<td>2.6</td>
<td>0.15</td>
</tr>
</tbody>
</table>

* Manufacturers may optionally certify engine families to the interim Tier 4 for this power category through 2012.
APPENDIX III

RMR & AAQA Summary
San Joaquin Valley Air Pollution Control District
Risk Management Review

To: Wai-Man So – Permit Services
From: Ester Davila – Technical Services
Date: February 25, 2010
Facility Name: City & County of San Francisco – SF PUC
Location: 9000 W Vernalis Road, Tracy CA 95377
Application #(s): N-8152-1-0 & 2-0
Project #: N-1100326

A. RMR SUMMARY

<table>
<thead>
<tr>
<th>Categories</th>
<th>Two Identical Emergency Diesel ICES (Unit 1-0 &amp; 2-0)</th>
<th>Project Totals</th>
<th>Facility Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Prioritization Score</td>
<td>N/A(^1)</td>
<td>&gt;1</td>
<td>&gt;1</td>
</tr>
<tr>
<td>Acute Hazard Index</td>
<td>N/A(^2)</td>
<td>N/A</td>
<td>N/A</td>
</tr>
<tr>
<td>Chronic Hazard Index</td>
<td>N/A(^2)</td>
<td>N/A</td>
<td>N/A</td>
</tr>
<tr>
<td>Maximum Individual Cancer Risk</td>
<td>1.74E-06 (each)</td>
<td>3.48E-06</td>
<td>3.48E-06</td>
</tr>
<tr>
<td>T-BACT Required?</td>
<td>Yes (PM10)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Special Permit Conditions?</td>
<td>Yes</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

1 Prioritization for this unit was not conducted since it has been determined that all diesel-fired IC engines will result in prioritization scores greater than 1.0.
2 Acute and Chronic Hazard Indices were not calculated since there is no risk factor or the risk factor is so low that it has been determined to be insignificant for these types of units.

Proposed Permit Conditions

To ensure that human health risks will not exceed District allowable levels; the following permit conditions must be included for:

**Units #1-0 & 2-0**

1. Modified (1901) The PM10 emissions rate shall not exceed 0.127 g/hp-hr based on US EPA certification using ISO 8178 test procedure. [District Rule 2201]
2. (1898) The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap (flapper ok), roof overhang, or any other obstruction. [District Rule 4102] N
3. Modified (1344) The engine shall be operated only for maintenance, testing, and required regulatory purposes, and during emergency situations. Operation of the engine for maintenance, testing, and required regulatory purposes shall not exceed 50 hours per year. [District NSR Rule and District Rule 4701] N
4. The combined hours of operation for both engines shall not exceed 5.5 hours in any rolling 24 hour period.
B. RMR REPORT

I. Project Description

Technical Services received a request on February 22, 2010, to perform a Risk Management Review (RMR) and Ambient Air Quality Analysis (AAQA) for two identical 2206 bhp standby emergency diesel IC engines powering electrical generators.

II. Analysis

Technical Services performed a screening level health risk assessment using the District’s Diesel Exhaust Risk Screening spreadsheet.

The following parameters were used for the review:

<table>
<thead>
<tr>
<th>Analysis Parameters</th>
</tr>
</thead>
<tbody>
<tr>
<td>Unit #</td>
</tr>
<tr>
<td>-------</td>
</tr>
<tr>
<td>1-0</td>
</tr>
<tr>
<td>2-0</td>
</tr>
</tbody>
</table>

| Location Type | Urban | Met Site | Tracy | Receptor Type | Residence |

Technical Services also performed modeling for criteria pollutants CO, NOx, SOx, and PM$_{10}$. Emission rates used for criteria pollutant modeling were 4.33 lb/hr CO, 19.94 lb/hr NOx, 0.25 lb/hr SOx, and 0.62 lb/hr PM$_{10}$ per engine. The engineer supplied the maximum fuel rate for the IC engines used during the analysis.

The results from the Criteria Pollutant Modeling are as follows:

Criteria Pollutant Modeling Results
Values are in μg/m$^3$

<table>
<thead>
<tr>
<th>Diesel ICE</th>
<th>1 Hour</th>
<th>3 Hours</th>
<th>8 Hours</th>
<th>24 Hours</th>
<th>Annual</th>
</tr>
</thead>
<tbody>
<tr>
<td>CO</td>
<td>Pass</td>
<td>X</td>
<td>Pass</td>
<td>X</td>
<td>X</td>
</tr>
<tr>
<td>NOx</td>
<td>Pass</td>
<td>X</td>
<td>X</td>
<td>Pass</td>
<td>Pass</td>
</tr>
<tr>
<td>SOx</td>
<td>Pass</td>
<td>Pass</td>
<td>X</td>
<td>Pass</td>
<td>Pass</td>
</tr>
<tr>
<td>PM$_{10}$</td>
<td>X</td>
<td>X</td>
<td>X</td>
<td>Pass</td>
<td>Pass</td>
</tr>
</tbody>
</table>

*Results were taken from the attached PSD spreadsheets.

The criteria pollutants are above EPA’s level of significance as found in 40 CFR Part 51.185 (b)(2), therefore total hours of operation for both engines must be limited to a maximum of 5.5 hours in any rolling 24 hour period.

The NOX 1-Hour passed after using the Ozone Limiting Model (OLM).
III. Conclusion

The criteria modeling runs indicate the emissions from the equipment as proposed will cause or significantly contribute to a violation of a State or National AAQS, therefore the total hours of operation for both engines must be limited to a maximum of 5.5 hours in any rolling 24 hour period.

The cancer risk associated with the operation of the proposed emergency diesel IC engines is 1.74E-06 (each), which is greater than one but less than 10 in a million. In accordance with the District's Risk Management Policy, the engine is approved with Toxic Best Available Control Technology (T-BACT).

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

These conclusions are based on the data provided by the applicant and the project engineer. Therefore, this analysis is valid only as long as the proposed data and parameters do not change.