MAY 02 2013

Robert Boston
Berry Petroleum Company
5201 Truxton Avenue Suite 300
Bakersfield CA, 93309

RE: Notice of Final Action - Authority to Construct
    Facility Number: S-1246
    Project Number: S-1111128

Dear Mr. Boston:

The Air Pollution Control Officer has issued the Authority to Construct permits to Berry Petroleum Company for four (4) new 85 MMBtu/hr natural gas-fired steam generators, increasing the number of thermally enhanced oil recovery (TEOR) wells from 875 to 1015 for TEOR operation S-1246-296, and authorization of the combustion of TEOR vapors in any of the four new steam generators, at the Midway Sunset oilfield. Enclosed are the Authority to Construct permits and a copy of the notice of final action to be published approximately three days from the date of this letter.

Notice of the District's preliminary decision to issue the Authority to Construct permits was published on March 1, 2013. The District's analysis of the proposal was also sent to CARB and US EPA Region IX on February 26, 2013. All comments received following the District's preliminary decision on this project were considered.

Comments received by the District during the public notice period resulted in minor changes (see comment and response attachment). These changes were minor and did not trigger additional public notification requirements, nor did they have any impact upon the Best Available Control Technology determination or on the amount of offsets required for project approval.

Seyed Sadreddin
Executive Director/Air Pollution Control Officer
Mr. Robert Boston
Page 2

Thank you for your cooperation in this matter. If you have any questions, please contact Mr. Leonard Scandura at (661) 392-5500.

Sincerely,

David Warner
Director of Permit Services

DW:sdd

Enclosures

cc: Mike Tollstrup, CARB (w/enclosure) via email
cc: Gerardo C. Rios, EPA (w/enclosure) via email
NOTICE OF FINAL DECISION
FOR THE ISSUANCE OF AUTHORITY TO CONSTRUCT AND
THE PROPOSED MINOR MODIFICATION OF FEDERALLY
MANDATED OPERATING PERMIT

NOTICE IS HEREBY GIVEN that the Air Pollution Control Officer has issued the Authority to Construct permits to Berry Petroleum Company for four (4) new 85 MMBtu/hr natural gas-fired steam generators, increasing the number of thermally enhanced oil recovery (TEOR) wells from 875 to 1015 for TEOR operation S-1246-296, and authorization of the combustion of TEOR vapors in any of the four new steam generators, at the Midway Sunnset oilfield.

All comments received following the District’s preliminary decision on this project were considered.

Comments received by the District during the public notice period resulted in minor changes. These changes were minor and did not trigger additional public notification requirements, nor did they have any impact upon the Best Available Control Technology determination or on the amount of offsets required for project approval.

The application review for Project #1111128 is available for public inspection at http://www.valleyair.org/notices/public_notices_idx.htm, the SAN JOAQUIN VALLEY UNIFIED AIR POLLUTION CONTROL DISTRICT, 34946 FLYOVER COURT, BAKERSFIELD, CA 93308, and at any other District office. For additional information, please contact the District at (661) 392-5500.
EPA Comments for Proposed Title V Permit Modification for Berry Petroleum Company, Facility ID S-1246, Project # S-1111128

Comment 1:
On page 1 of the evaluation, the District cites Rule 2201, Section 3.39 to explain the conditions required when the increase in emissions is based on emission reductions from an existing emission unit. The condition states that the necessary emission reductions shall occur not later than the date of initial operation of the new or modified emissions unit. It goes on to state that if the unit is replacement unit, than the APCO may allow 90 days for simultaneous operation of both units. On page 2, the District then proposes a condition to satisfy this requirement, but the condition provides for 90 days of simultaneous operation, even though the new steam generators are not a replacement for tank S-1246-213. Please revise the condition, consistent with the requirements of Rule 2201, Section 3.39, to require shutdown of PTO S-1248-213 prior to operation of the new equipment, rather than 90 days after startup of the new equipment.

Response 1:
The district concurs that the unit is not a replacement unit. Therefore, the condition will be replaced with the following condition:

- S-1246-213-2 shall be surrendered to the District shall be cancelled prior to or concurrent to this ATC. [District Rule 2201]

Comment 2:
On page 11 of the evaluation, the District states that the facility is not one of the categories specified in 40 CFR 52.21(b)(1)(i), and that therefore the major source threshold is 100 tpy for all pollutants except CO2e. This is incorrect. Since the source is not one of the listed source categories, the major source threshold for all pollutants except CO2e is 250 tpy, rather than 100 tpy. The 100 tpy threshold applies if the facility is one of the listed source categories. For this evaluation, the point is moot, since the source stipulates that it is a Rule 2410 stationary source (e.g., a major PSD source), but we note it here for future reference of District evaluations.

Response 2:
The district concurs that the facility is not one of the categories specified in 40 CFR 52.21(b)(1)(i). Therefore, the evaluation has been changed to state 250 tpy, rather than 100 tpy.

Comment 3:
On page 14 of the evaluation, the table shows that the project is not a Federal Major Modification (FMM) for PM10 and SOx, but on the next page the evaluation states:

Since the Federal Major Modification thresholds have been surpassed for PM10 and SOx emissions for 26 steam generators recently approved and currently being evaluated, Step 2 is required.

This statement is contrary to the statement on page 13, under Section 7 which states: “These applications are a separate "project" from other pending applications submitted by Berry (S-1111.978 and S-1124502) for new steam generators…” Please revise and clarify which statement is correct. Also on
page 15, under Step 2, the evaluation states that “The project is not a Federal Major Modification for SOx but could be for PM 10 (Step 2 is required).” No explanation is provided for why SOX is not a FMM, when the paragraph right above it stated that SOx needed to be evaluated under the Step 2 evaluation. Again, please revise and clarify the evaluation.

Response 3:

These applications are a separate project as stated on page 13; therefore, the project is not a federal major modification and as stated in the table on page 14 Step 2 is not required. The evaluation has been corrected.

Comment 4:

On page 15, under Section 9, the evaluation states “Rule 2410 applies to pollutants for which the District is in attainment or for unclassified, pollutants.” And then lists those pollutants. This is incorrect. Rule 2410 applies to all regulated NSR pollutants, as defined in 40 CFR 52.21, except those pollutants for which the District has been classified as non-attainment. Therefore, using the definition of “significant” as a reference which lists most of the regulated NSR pollutants, the District’s list in the evaluation should include other pollutants such as lead, fluorides, sulfuric acid mist, hydrogen sulfide, total reduced sulfur and reduced sulfur compounds. Rather than list all of the regulated NSR pollutants which are subject to the PSD program, EPA suggests revising the wording in this portion of the evaluation to state that PSD applies to all regulated NSR pollutants, except for those which the District has been classified as non-attainment, and that of those pollutants, the ones emitted from the subject emission units are listed below. This will allow the evaluation to leave off the list any pollutants, such as fluorides or lead that are not emitted from the proposed project. EPA also suggests calling the pollutants that will be evaluated “subject PSD pollutants”, rather than the phrase used now of “Attainment/Unclassified Pollutant.” EPA requests that the District take note of this issue for all future PSD evaluations and correct the evaluation form accordingly.

Response 4:

The District concurs and the District has made the changes. In order to correct this in future evaluations, the District is modifying District Policy APR 1010, Application Review Format, and the proposed changes will be addressed at that time.

Comment 5:

On page 21, under Subsection d, the evaluation states that the project is a FMM for NOx, but in the referenced Section VII.C.7 above, the evaluation determined that the project was a FMM for both VOC and NOx. Please correct this statement.

Response 4:

The District has corrected the error.
AUTHORITY TO CONSTRUCT

PERMIT NO: S-1246-296-20

LEGAL OWNER OR OPERATOR: BERRY PETROLEUM COMPANY
MAILING ADDRESS: 5201 TRUXTUN AVENUE SUITE 100
ATTN: EH&S MANAGER
BAKERSFIELD, CA 93309-0422

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY, CA

SECTION: 02 TOWNSHIP: 31S RANGE: 22E

EQUIPMENT DESCRIPTION:
MODIFICATION OF THERMALLY ENHANCED OIL RECOVERY (TEOR) OPERATION WELL VENT VAPOR CONTROL SYSTEM SERVING 875 WELLS INCLUDING GAS/LIQUID SEPARATORS, HEAT EXCHANGERS, COMPRESSORS, INLET SEPARATOR VESSELS, CONDENSATE PUMPS, SULFUR SCRUBBER, VAPOR PIPING FROM TANKS '337 AND '339 AND VAPOR PIPING TO STEAM GENERATORS S-1246-3, -24, -46, -119, -292, AND -293 AND/OR DOGGR APPROVED GAS DISPOSAL WELLS (NMWSS): INCREASE NUMBER OF TEOR WELLS FROM 875 TO 1015, INCLUDE STEAM GENERATORS S-1246-347 THROUGH '350 AS ADDITIONAL DISPOSAL DEVICES

CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit

2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520. [District Rule 2520] Federally Enforceable Through Title V Permit

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

4. TEOR operation is authorized to operate at the following locations: Sections 1, 2, 3, 11, and 12 T31S, R22E. [District Rule 2201] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5503 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 Sadedin, Executive Director / APCO

DAVID WARNER, Director of Permit Services
Southern Regional Office • 34946 Flyover Court • Bakersfield, CA 93308 • (661) 392-5500 • Fax (661) 392-5585
5. Well vent vapor from this TEOR operation shall only be incinerated in approved steam generators or disposed of in DOGGR approved gas disposal wells. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

6. Well vent vapor from this TEOR operation shall not be incinerated in approved steam generators unless it is first scrubbed in a fuel gas sulfur scrubber and sulfur compounds are reduced by a minimum of 95%. [District Rules 2201 and 2410] Federally Enforceable Through Title V Permit

7. Compliance with scrubber sulfur removal efficiency requirement shall be demonstrated by measurement of total sulfur compound concentrations at scrubber inlet and outlet. The measurement shall be conducted on grab samples taken at scrubber inlet and outlet using one of the following test methods: ASTM D3246 or double GC for H2S and mercaptans, or equivalent test method with prior District approval. Grab samples shall be taken and analyzed upon initial use of the scrubber and, thereafter, every six months. If scrubber is not in use at six-month anniversary date, then efficiency shall be demonstrated within two weeks of returning scrubber to service. For each month in which scrubber is operated and laboratory analysis of grab samples is not required, operator shall monitor and adjust scrubber performance as needed using gas-detection tubes calibrated for existing sulfur species or other equivalent District approved sulfur detection method(s) or device(s). [District Rules 2201 and 2410] Federally Enforceable Through Title V Permit

8. Well vent vapor collection and control system includes piping from sulfur scrubbers to District approved incinerating devices. Well vent vapor collection and control system includes bypass piping around sulfur scrubbers to DOGGR-approved vapor disposal well(s). [District Rules 2201 and 2410] Federally Enforceable Through Title V Permit

9. Fugitive VOC emissions rate for the TEOR operation, calculated using CAPCOA California Implementation Guidelines for Estimating Mass Emissions of Fugitive Hydrocarbon Leaks at Petroleum Facilities. Table IV-2c, Oil and Gas Production Screening Value Ranges Emission Factors (Feb 1999) and the total number of components in gas/light liquid service, shall not exceed 401.8 lb-VOC/day. [District Rules 2201 and 2410] Federally Enforceable Through Title V Permit

10. During the time any steam-enhanced crude oil production well is undergoing service or repair while the well is not producing, it shall be exempt from the emission control requirements of District Rule 4401, Section 5 (as amended December 14, 2006). [District Rules 2201, 2410, 4401] Federally Enforceable Through Title V Permit

11. The annual inspection requirements of Rule 4401 shall not apply to components exclusively handling gas/vapor or liquid with a VOC content of ten percent by weight (10 wt %) or less, as determined by the test methods in Rule 4401. [District Rules 2201, 2410 and 4401] Federally Enforceable Through Title V Permit

12. An operator shall not operate a steam-enhanced crude oil production well unless the operator complies with the following requirements: The steam-enhanced crude oil production well vent is closed and the front line production equipment downstream of the wells that carry produced fluids (crude oil or mixture of crude oil and water) is connected to a VOC collection and control system as defined in Section 3.0 of Rule 4401, the well vent may be temporarily opened during period of attended service or repair of the well provided such activity is done as expeditiously as possible with minimal spillage of material and VOC emissions to the atmosphere, the steam-enhanced crude oil production well vent is open and the well vent is connected to a VOC collection and control system as defined in Section 3 of Rule 4401. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

13. An operator shall be in violation of this rule if any District inspection demonstrates or if any operator inspection conducted pursuant to Rule 4401 demonstrates the existence of a component with a major liquid leak, a component with a gas leak greater than 50,000 ppmv, or an open-ended line or a valve located at the end of the line that is not sealed with a blind flange, plug, cap or a second closed valve that is not closed at all times, except during attended operations as defined by Rule 4401 requiring process fluid flow through the open-ended lines. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

14. Gas and liquid leaks are as defined in Section 3 of Rule 4401. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE
15. An operator shall be in violation of this rule if any District inspection demonstrates or if any operator inspection conducted pursuant to Rule 4401 demonstrates the existence of any combination of components with minor liquid leaks, minor gas leaks, or gas leaks greater than 10,000 ppmv up to 50,000 ppmv that totals more than number of leaks allowed by Table 2 of Rule 4401. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

16. An operator shall not use any component with a leak as defined in Section 3 of Rule 4401, or that is found to be in violation of the provisions of Rule 4401. However, components that were found leaking may be used provided such leaking components have been identified with a tag for repair, are repaired, or awaiting re-inspection after being repaired within the applicable time frame specified in Rule 4401. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

17. Each hatch shall be closed at all times except during sampling or adding of process material through the hatch, or during attended repair, replacement, or maintenance operations, provided such activities are done as expeditiously as possible with minimal spillage of material and VOC emissions to the atmosphere. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

18. An operator shall comply with the requirements of Rule 4401 if there is any change in the description of major components or critical components. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

19. Except for pipes and unsafe-to-monitor components, an operator shall inspect all other components pursuant to the requirements of Rule 4401 at least once every year. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

20. An operator shall visually inspect all pipes at least once every year. Any visual inspection of pipes that indicates a leak that cannot be immediately repaired to meet the leak standards of this rule shall be inspected within 24 hours after detecting the leak. If a leak is found, the leak shall be repaired as soon as practicable but not later than the time frame specified in Table 3 of Rule 4401. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

21. In addition to the inspections required by Rule 4401, an operator shall inspect for leaks all accessible operating pumps, compressors, and PRDs in service as follows: An operator shall audio-visual (by hearing and by sight) inspect for leaks all accessible operating pumps, compressors, and PRDs in service at least once each calendar week. Any audio-visual inspection of an accessible operating pump, compressor, and PRD performed by an operator that indicates a leak that cannot be immediately repaired to meet the leak standards of this rule shall be inspected not later than 24 hours after conducting the audio-visual inspection. If a leak is found, the leak shall be repaired as soon as practicable but not later than the time frame specified in Table 3 of Rule 4401. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

22. In addition to the inspections required by Rule 4401, operator shall perform the following: initially inspect a PRD that releases to the atmosphere as soon as practicable but not later than 24 hours after the discovery of the release, re-inspect the PRD not earlier than 24 hours after the initial inspection but not later than 15 calendar days after the initial inspection, inspect all new, replaced, or repaired fittings, flanges, and threaded connections within 72 hours of placing the component in service. Except for PRDs subject to the requirements of Rule 4401, an operator shall inspect a component that has been repaired or replaced not later than 15 calendar days after the component was repaired or replaced. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

23. An operator shall inspect all unsafe-to-monitor components during each turnaround. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

24. District inspection in no way fulfills any of the mandatory inspection requirements that are placed upon operators and cannot be used or counted as an inspection required of an operator. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

25. An operator shall affix a readily visible weatherproof tag to a leaking component upon detection of the leak and shall include the following information on the tag: date and time of leak detection, date and time of leak measurement, for a gaseous leak, the leak concentration in ppmv, for a liquid leak, whether it is a major liquid leak or a minor liquid leak, whether the component is an essential component, an unsafe-to-monitor component, or a critical component. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE
26. An operator shall keep the tag affixed to the component until an operator has met all of the following conditions: repaired or replaced the leaking component, re-inspected the component using the test method in Rule 4401, or the component is found to be in compliance with the requirements of this rule. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

27. An operator shall minimize a component leak in order to stop or reduce leakage to the atmosphere immediately to the extent possible, but not later than one (1) hour after detection of the leak. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

28. Except for leaking critical components or leaking essential components subject to the requirements of Rule 4401, if an operator has minimized a leak but the leak still exceeds the applicable leak limits as defined in Section 3 of Rule 4401, an operator shall comply with at least one of the following requirements as soon as practicable but not later than the time period specified in Table 3 of Rule 4401: Repair or replace the leaking component; or vent the leaking component to a VOC collection and control system as defined in Section 3 of Rule 4401, or remove the leaking component from operation. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

29. The repair period in calendar days shall not exceed 14 days for minor gas leaks, 5 days for major gas leaks less than or equal to 50,000 ppmv, 2 days for gas leak greater than 50,000 ppmv, 3 days for minor liquid leaks, 2 days for major liquid leaks. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

30. The leak rate measured after leak minimization has been performed shall be the leak rate used to determine the applicable repair period specified in Table 3 of Rule 4401. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

31. The time of the initial leak detection shall be the start of the repair period specified in Table 3 of Rule 4401. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

32. If the leaking component is an essential component or a critical component that cannot be immediately shut down for repairs, and if the leak has been minimized but the leak still exceeds the applicable leak standard of this rule, the operator shall repair or replace the essential component or critical component to eliminate the leak during the next process unit turnaround, but in no case later than one year from the date of the original leak detection, whichever comes earlier. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

33. The operator of any steam-enhanced crude oil production well shall maintain records of the date and well identification where steam injection or well stimulation occurs. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

34. An operator of any steam-enhanced crude oil production well shall keep source test records which demonstrate compliance with the control efficiency requirements of the VOC collection and control system as defined in Section 3 of Rule 4401. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

35. Operator of any steam-enhanced crude oil production well shall keep an inspection log maintained pursuant to Rule 4401. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

36. Records of each calibration of the portable hydrocarbon detection instrument utilized for inspecting components, including a copy of current calibration gas certification from the vendor of said calibration gas cylinder, the date of calibration, concentration of calibration gas, instrument reading of calibration gas before adjustment, instrument reading of calibration gas after adjustment, calibration gas expiration date, and calibration gas cylinder pressure at the time of calibration shall be maintained. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

37. An operator shall maintain copies at the facility of the training records of the training program operated pursuant to Rule 4401. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

38. Operator shall keep a copy of the APCO-approved Operator Management Plan at the facility. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

39. An operator that discovers that a PRD has released shall record the date that the release was discovered, and the identity and location of the PRD that released. An operator shall submit such information recorded during the calendar year to the APCO no later than 60 days after the end of the calendar year. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE
40. An operator shall source test annually all vapor collection and control systems used to control emissions from steam-enhanced crude oil production well vents to determine the control efficiency of the device(s) used for destruction or removal of VOC. Compliance testing shall be performed annually by source testers certified by ARB. Testing shall be performed during June, July, August, or September of each year if the system's control efficiency is dependent upon ambient air temperature. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

41. If approved by EPA, ARB, and the APCO, an operator need not comply with the annual testing requirement of Rule 4401 if all uncondensed VOC emissions collected by a vapor collection and control system are incinerated in fuel burning equipment, an internal combustion engine or in a smokeless flare. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

42. If approved by EPA, ARB, and the APCO, an operator need not comply with the annual testing requirement of Rule 4401 for a vapor control system which does not have a VOC destruction device. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

43. An operator seeking approval pursuant to Rule 4401 shall submit a written request and supporting information to the APCO. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

44. An operator shall comply with the following requirements for each gauge tank, as defined in Section 3 of Rule 4401: Conduct an initial TVP testing of the produced fluid in each gauge tank not later than June 14, 2007. Thereafter, an operator shall conduct periodic TVP testing of each gauge tank at least once every 24 months during summer (July - September), and whenever there is a change in the source or type of produced fluid in the gauge tank. The TVP testing shall be conducted at the actual storage temperature of the produced fluid in the gauge tank using the applicable TVP test method specified in Section 6.3 of Rule 4623 (Storage of Organic Liquids). The operator shall submit the TVP testing results to the APCO as specified in Rule 4401. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

45. The control efficiency of any VOC control device, measured and calculated as carbon, shall be determined by EPA Method 25, except when the outlet concentration must be below 50 ppm in order to meet the standard, in which case EPA Method 25a may be used. EPA Method 18 may be used in lieu of EPA Method 25 or EPA Method 25a provided the identity and approximate concentrations of the analytes/compounds in the sample gas stream are known before analysis with the gas chromatograph and the gas chromatograph is calibrated for each of those known analyte/compound to ensure that the VOC concentrations are neither under- or over-reported. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

46. VOC content shall be analyzed by using the latest revision of ASTM Method E168, E169, or E260 as applicable. Analysis of halogenated exempt compounds shall be performed by using ARB Method 432. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

47. Leak inspection, other than audio-visual, and measurements of gaseous leak concentrations shall be conducted according to EPA Method 21 using an appropriate portable hydrocarbon detection instrument calibrated with methane. The instrument shall be calibrated in accordance with the procedures specified in EPA Method 21 or the manufacturer's instruction, as appropriate, not more than 30 days prior to its use. The operator shall record the calibration date of the instrument. Where safety is a concern, such as measuring leaks from compressor seals or pump seals when the shaft is rotating, a person shall measure leaks by placing the instrument probe inlet at a distance of one (1) centimeter or less from the surface of the component interface. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

48. The VOC content by weight percent (wt.%) shall be determined using American Society of Testing and Materials (ASTM) D1945 for gases and South Coast Air Quality Management District (SCAQMD) Method 304-91 or the latest revision of ASTM Method E168, E169 or E260 for liquids. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE
49. Operator shall maintain an inspection log in which an operator records, at a minimum, all of the following information for each inspection performed: The total number of components inspected, total number and percentage of leaking components found by component type, location, type, and name or description of each leaking component and description of any unit where the leaking component is found, date of leak detection and the method of leak detection. For gaseous leaks, the leak concentration in ppmv, and for liquid leaks record whether the leak is a major liquid leak or a minor liquid leak, the date of repair, replacement, or removal from operation of leaking components, identify and location of essential components and critical components found leaking that cannot be repaired until the next process unit turnaround or not later than one year after leak detection, whichever comes earlier, methods used to minimize the leak from essential components and critical components found leaking that cannot be repaired until the next process unit turnaround or not later than one year after leak detection, whichever comes earlier, the date of re-inspection and the leak concentration in ppmv after the component is repaired or is replaced, the inspector’s name, business mailing address, and business telephone number, date and signature of the facility operator responsible for the inspection and repair program certifying the accuracy of the information recorded in the log. [District Rules 2201, 2410, and 4401] Federally Enforceable Through Title V Permit

50. All records of required monitoring data and support information shall be maintained for a period of at least five years and shall be made readily available for District inspection upon request. [District Rules 2201, 2410, 2520, and 4401] Federally Enforceable Through Title V Permit

51. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit

52. Collected vapors shall be disposed of in District approved incineration devices, as listed on this permit, or in Department of Oil, Gas and Geothermal Resources (DOGGR) approved vapor disposal wells. Permitee shall make documentation of DOGGR approval for injection wells readily available for District inspection upon request. [District Rules 2201 and 2410] Federally Enforceable Through Title V Permit

53. The operator shall maintain records of the fugitive component count and calculated VOC emissions. [District Rules 2201 and 2410] Federally Enforceable Through Title V Permit

54. Permits shall maintain a written record of inlet and outlet sulfur compound measurements and recharging dates and such records shall be made readily available for District inspection upon request. [District Rules 2201 and 2410] Federally Enforceable Through Title V Permit

55. Permitee shall maintain with the permit a current listing of all steam enhanced wells with casing vents connected to the well vent collection and control system. [District Rules 1070 and 2520] Federally Enforceable Through Title V Permit

56. 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 1070] Federally Enforceable Through Title V Permit

57. ATC shall be implemented concurrently with or subsequent to ATC S-1246-296-27. [District Rules 2201] Federally Enforceable Through Title V Permit

58. S-1246-213-2 shall be surrendered to the District shall be cancelled prior to or concurrent to this ATC. [District Rule 2201] Federally Enforceable Through Title V Permit
AUTHORITY TO CONSTRUCT

PERMIT NO: S-1248-347-0

LEGAL OWNER OR OPERATOR: BERRY PETROLEUM COMPANY
MAILING ADDRESS: 5201 TRUXTUN AVENUE SUITE 100
ATTN: EH&S MANAGER
BAKERSFIELD, CA 93306-0422

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY, CA

SECTION: 2, 3 TOWNSHIP: 31S RANGE: 22E

EQUIPMENT DESCRIPTION:
85 MMbtu/hr C.E. NATCO ETHANE RICH-NATURAL/TEOR GAS-FIRED STEAM GENERATOR (MNJ-423) WITH A NORTH AMERICAN ULTRA LOW NOX BURNER (OR EQUIVALENT), FLUE GAS RECIRCULATION (FGR) AND AN O2 CONTROLLER

CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 22C1] Federally Enforceable Through Title V Permit

2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit

3. 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]

4. Unit is authorized to operate at NW Section 2, SW Section 3, and SE Section 3, T31S, R22E. [District Rule 2201] Federally Enforceable Through Title V Permit

5. This unit shall be equipped with horizontal convection section with at least 235 square feet of bare tube surface area (or thermodynamically equivalent number of square feet of finned tube) per MMBtu/hr of heat input. [District Rule 2410] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

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

Seyed Sadredin, Executive Director / APCO

DAVID WARNER, Director of Permit Services
Southern Regional Office • 34946 Flyover Court • Bakersfield, CA 93309 • (661) 392-5500 • Fax (661) 392-5585
6. This unit shall be equipped with variable frequency drive high efficiency electrical motors driving the blower and water pump. [District Rule 2410] Federally Enforceable Through Title V Permit

7. The permittee shall obtain written District approval for the use of any equivalent equipment not specifically approved by this Authority to Construct. Approval of the equivalent equipment shall be made only after the District's determination that the submitted design and performance of the proposed alternate equipment is equivalent to the specifically authorized equipment. [District Rule 2201] Federally Enforceable Through Title V Permit

8. The permittee's request for approval of equivalent equipment shall include the make, model, manufacturer's maximum rating, manufacturer's guaranteed emission rates, equipment drawing(s), and operational characteristics/parameters. [District Rule 2201] Federally Enforceable Through Title V Permit

9. Alternate equipment shall be of the same class and category of source as the equipment authorized by the Authority to Construct. [District Rule 2201] Federally Enforceable Through Title V Permit

10. No emission factor and no emission shall be greater for the alternate equipment than for the proposed equipment. No changes in the hours of operation, operating rate, throughput, or firing rate may be authorized for any alternate equipment. [District Rule 2201] Federally Enforceable Through Title V Permit

11. 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] Federally Enforceable Through Title V Permit

12. All equipment shall be maintained in good operating condition and shall be operated in a manner to minimize emissions of air contaminants into the atmosphere. [District Rule 2201] Federally Enforceable Through Title V Permit

13. This unit shall be fired on natural gas treated to remove 95% by weight of sulfur compounds or treated such that the sulfur content does not exceed 1 gr of sulfur compounds (as S) per 100 scf. [District Rule 2201] Federally Enforceable Through Title V Permit

14. The maximum fuel sulfur content shall not exceed 1.75 gr S/100scf. [District Rule 2201] Federally Enforceable Through Title V Permit

15. The higher heating value of each non-certified fuel shall be certified by a third party fuel supplier or determined by ASTM D1826 or D1945 in conjunction with ASTM D 3588. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit

16. Except for periods of startup and shutdown, emissions from the natural gas-fired unit shall not exceed any of the following limits: 7 ppmv NOx @ 3% O2 or 0.0015 lb-NOx/MMMBtu, 0.005 lb-PM10/MMMBtu, 35 ppmv CO @ 3% O2 or 0.026 lb-CO/MMMBtu, or 0.0055 lb-VOC/MMMBtu. [District Rules 2201, 4201, 4301, 4305, 4306, 4320, and 4801] Federally Enforceable Through Title V Permit

17. Source testing to measure natural gas-combustion NOx and CO emissions from this unit shall be conducted within 60 days of initial startup and at least once every twelve (12) months thereafter. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

18. The source test plan shall identify which basis (ppmv or lb/MMMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

19. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit

20. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit

21. NOx emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppnmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE
22. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

23. Stack gas oxygen (O2) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

24. Fuel sulfur content shall be determined using EPA Method 11 or Method 15. [District Rule 4320] Federally Enforceable Through Title V Permit

25. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. No determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4306. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

26. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

27. At least quarterly, the permittee shall monitor using the methods specified in this permit the higher heating value of each non-certified fuel supplied to this unit, or, alternatively, have the higher heating value certified by the fuel supplier. The records of higher heating value and quantity of fuel combusted shall be used to demonstrate that the rated heat input capacity of this unit, as averaged over a calendar quarter, is not exceeded. [District Rules 2201] Federally Enforceable Through Title V Permit

28. Permittee shall determine sulfur content of combusted gas weekly for eight consecutive weeks. After demonstrating compliance for eight consecutive weeks testing may be conducted on a quarterly basis. Weekly sulfur testing shall resume if quarterly testing does not indicate compliance. Weekly gas analysis shall be performed using Draeger tubes and quarterly analysis using ASTM method D3246 or double GC for H2S and mercaptans. First of the weekly gas analyses shall be done using laboratory analysis. [District Rules 1081 and 2201] Federally Enforceable Through Title V Permit

29. Compliance with fuel sulfur limit(s) can be demonstrated either by monitoring sulfur content at location(s) after all fuel sources are combined prior to incineration, or by monitoring the sulfur content and volume of each fuel source and performing mass balance calculations. Records of monitoring locations, detected sulfur concentrations, and mass balance calculations, if necessary, shall be maintained and kept onsite and made readily available for District inspection upon request. [District Rules 1081 and 2201] Federally Enforceable Through Title V Permit

30. The permittee shall monitor and record the stack concentration of NOx, CO, and O2 at least once every month (in which a source is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

31. If either the NOx or CO concentrations corrected to 3% O2, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of the performing the notification and testing required by this condition. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE
32. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

33. The permittee shall maintain records of: (1) the date and time of NOx, CO, and O2 measurements, (2) the O2 concentration in percent and the measured NOx and CO concentrations corrected to 3% O2, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

34. Permittee shall maintain monthly records of gas combusted in this unit. [District Rule 2201] Federally Enforceable Through Title V Permit

35. 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 1070, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

36. Prior to operating equipment under this Authority to Construct, permittee shall surrender emission reduction credits for the following quantities of emissions: NOx: 2234 lb/quarter; SOx: 1397 lb/quarter; and PM10: 1397 lb/quarter. Offsets include the applicable offset ratio specified in Section 4.8 of Rule 2201 (as amended 4/21/11). PM10 may be offset using SOx at an interpollutant offset ratio of 1.0 tons SOx/ton PM10. [District Rule 2201] Federally Enforceable Through Title V Permit

37. ERC Certificate Numbers S-3820-2, S-3879-5, and S-3917-5 (or certificates split from theses certificates) shall be used to supply the required offsets, unless a revised offsetting proposal is received and approved by the District, upon which this Authority to Construct shall be reissued, administratively specifying the new offsetting proposal. Original public noticing requirements, if any, shall be duplicated prior to reissuance of this Authority to Construct. [District Rule 2201] Federally Enforceable Through Title V Permit

38. S-1246-213-2 shall be surrendered to the District shall be cancelled prior to or concurrent to this ATC. [District Rule 2201] Federally Enforceable Through Title V Permit
AUTHORITY TO CONSTRUCT

PERMIT NO: S-1246-348-0
LEGAL OWNER OR OPERATOR: BERRY PETROLEUM COMPANY
MAILING ADDRESS: 5201 TRUXTUN AVENUE SUITE 100
ATTN: EH&S MANAGER
BAKERSFIELD, CA 93309-0422

ISSUANCE DATE: 04/23/2013
LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY, CA
SECTION: 2, 3 TOWNSHIP: 31S RANGE: 22E

EQUIPMENT DESCRIPTION:
85 MMBTU/HR C. E. NATCO ETHANE RICH-NATURAL/TEOR GAS-FIRED STEAM GENERATOR (MNJ-424) WITH A NORTH AMERICAN ULTRA LOW NOX BURNER (OR EQUIVALENT), FLUE GAS RECIRCULATION (FGR) AND AN O2 CONTROLLER

CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit

2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit

3. 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]

4. Unit is authorized to operate at NW Section 2, SW Section 3, and SE Section 3, T31S, R22E. [District Rule 2201] Federally Enforceable Through Title V Permit

5. This unit shall be equipped with horizontal convection section with at least 235 square feet of bare tube surface area (or thermodynamically equivalent number of square feet of finned tube) per MMBtu/hr of heat input. [District Rule 2410] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. THIS IS NOT A PERMIT TO OPERATE. APPROVAL OR DENIAL OF A PERMIT TO OPERATE WILL BE MADE AFTER AN INSPECTION TO VERIFY THAT THE EQUIPMENT HAS BEEN CONSTRUCTED IN ACCORDANCE WITH THE APPROVED PLANS, SPECIFICATIONS AND CONDITIONS OF THIS AUTHORITY TO CONSTRUCT, AND TO DETERMINE IF THE EQUIPMENT CAN BE OPERATED IN COMPLIANCE WITH ALL RULES AND REGULATIONS OF THE SAN JOAQUIN VALLEY UNIFIED AIR POLLUTION CONTROL DISTRICT. UNLESS CONSTRUCTION HAS COMMENCED PURSUANT TO RULE 2050, THIS AUTHORITY TO CONSTRUCT SHALL EXPIRE AND APPLICATION SHALL BE CANCELLED TWO YEARS FROM THE DATE OF ISSUANCE. THE APPLICANT IS RESPONSIBLE FOR COMPLYING WITH ALL LAWS, ORDINANCES AND REGULATIONS OF ALL OTHER GOVERNMENTAL AGENCIES WHICH MAY PERTAIN TO THE ABOVE EQUIPMENT.

Seyed Sadredin, Executive Director / APCO

DAVID WARNER, Director of Permit Services
Southern Regional Office • 34946 Flyover Court • Bakersfield, CA 93308 • (661) 392-5500 • Fax (661) 392-5585
6. This unit shall be equipped with variable frequency drive high efficiency electrical motors driving the blower and water pump. [District Rule 2410] Federally Enforceable Through Title V Permit

7. The permittee shall obtain written District approval for the use of any equivalent equipment not specifically approved by this Authority to Construct. Approval of the equivalent equipment shall be made only after the District's determination that the submitted design and performance of the proposed alternate equipment is equivalent to the specifically authorized equipment. [District Rule 2201] Federally Enforceable Through Title V Permit

8. The permittee's request for approval of equivalent equipment shall include the make, model, manufacturer's maximum rating, manufacturer's guaranteed emission rates, equipment drawing(s), and operational characteristics/parameters. [District Rule 2201] Federally Enforceable Through Title V Permit

9. Alternate equipment shall be of the same class and category of source as the equipment authorized by the Authority to Construct. [District Rule 2201] Federally Enforceable Through Title V Permit

10. No emission factor and no emission shall be greater for the alternate equipment than for the proposed equipment. No changes in the hours of operation, operating rate, throughput, or firing rate may be authorized for any alternate equipment. [District Rule 2201] Federally Enforceable Through Title V Permit

11. 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] Federally Enforceable Through Title V Permit

12. All equipment shall be maintained in good operating condition and shall be operated in a manner to minimize emissions of air contaminants into the atmosphere. [District Rule 2201] Federally Enforceable Through Title V Permit

13. This unit shall be fired on natural gas treated to remove 95% by weight of sulfur compounds or treated such that the sulfur content does not exceed 1 gr of sulfur compounds (as S) per 100 scf. [District Rule 2201] Federally Enforceable Through Title V Permit

14. The maximum fuel sulfur content shall not exceed 1.75 gr S/100scf. [District Rule 2201] Federally Enforceable Through Title V Permit

15. The higher heating value of each non-certified fuel shall be certified by a third party fuel supplier or determined by ASTM D1826 or D1945 in conjunction with ASTM D 3588. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit

16. Except for periods of startup and shutdown, emissions from the natural gas-fired unit shall not exceed any of the following limits: 7 ppmv NOx @ 3% O2 or 0.0085 lb-NOx/MMBtu, 0.005 lb-PM10/MMBtu, 35 ppmv CO @ 3% O2 or 0.026 lb-CO/MMBtu, or 0.0055 lb-VOC/MMBtu. [District Rules 2201, 4201, 4301, 4305, 4306, 4320, and 4801] Federally Enforceable Through Title V Permit

17. Source testing to measure natural gas-combustion NOx and CO emissions from this unit shall be conducted within 60 days of initial startup and at least once every twelve (12) months thereafter. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

18. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

19. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit

20. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit

21. NOx emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
22. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

23. Stack gas oxygen (O2) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

24. Fuel sulfur content shall be determined using EPA Method 11 or Method 15. [District Rule 4320] Federally Enforceable Through Title V Permit

25. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. No determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4306. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

26. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

27. At least quarterly, the permittee shall monitor using the methods specified in this permit the higher heating value of each non-certified fuel supplied to this unit, or, alternatively, have the higher heating value certified by the fuel supplier. The records of higher heating value and quantity of fuel combusted shall be used to demonstrate that the rated heat input capacity of this unit, as averaged over a calendar quarter, is not exceeded. [District Rule 2201] Federally Enforceable Through Title V Permit

28. Permittee shall determine sulfur content of combusted gas weekly for eight consecutive weeks. After demonstrating compliance for eight consecutive weeks testing may be conducted on a quarterly basis. Weekly sulfur testing shall resume if quarterly testing does not indicate compliance. Weekly gas analysis shall be performed using Draeger tubes and quarterly analysis using ASTM method D3246 or double GC for H2S and mercaptans. First of the weekly gas analyses shall be done using laboratory analysis. [District Rules 1081 and 2201] Federally Enforceable Through Title V Permit

29. Compliance with fuel sulfur limit(s) can be demonstrated either by monitoring sulfur content at location(s) after all fuel sources are combined prior to incineration, or by monitoring the sulfur content and volume of each fuel source and performing mass balance calculations. Records of monitoring locations, detected sulfur concentrations, and mass balance calculations, if necessary, shall be maintained and kept onsite and made readily available for District inspection upon request. [District Rules 1081 and 2201] Federally Enforceable Through Title V Permit

30. The permittee shall monitor and record the stack concentration of NOx, CO, and O2 at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

31. If either the NOx or CO concentrations corrected to 3% O2, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE
32. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

33. The permittee shall maintain records of: (1) the date and time of NOx, CO, and O2 measurements, (2) the O2 concentration in percent and the measured NOx and CO concentrations corrected to 3% O2, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

34. Permittee shall maintain monthly records of gas combusted in this unit. [District Rule 2201] Federally Enforceable Through Title V Permit

35. 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 1070, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

36. Prior to operating equipment under this Authority to Construct, permittee shall surrender emission reduction credits for the following quantities of emissions: NOx: 2234 lb/quarter; SOx: 1397 lb/quarter; and PM10: 1397 lb/quarter. Offsets include the applicable offset ratio specified in Section 4.8 of Rule 2201 (as amended 4/21/11). PM10 may be offset using SOx at an interpollutant offset ratio of 1.0 tons SOx/ton PM10. [District Rule 2201] Federally Enforceable Through Title V Permit

37. ERC Certificate Numbers S-3820-2, S-3879-5, and S-3917-5 (or certificates split from theses certificates) shall be used to supply the required offsets, unless a revised offsetting proposal is received and approved by the District, upon which this Authority to Construct shall be reissued, administratively specifying the new offsetting proposal. Original public noticing requirements, if any, shall be duplicated prior to reissuance of this Authority to Construct. [District Rule 2201] Federally Enforceable Through Title V Permit

38. S-1246-213-2 shall be surrendered to the District shall be cancelled prior to or concurrent to this ATC. [District Rule 2201] Federally Enforceable Through Title V Permit
AUTHORITY TO CONSTRUCT

PERMIT NO: S-1246-349-0
LEGAL OWNER OR OPERATOR: BERRY PETROLEUM COMPANY
MAILING ADDRESS: 5201 TRUXTUN AVENUE SUITE 100
                  ATTN: EH&S MANAGER
                  BAKERSFIELD, CA 93309-0422

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
           KERN COUNTY, CA

SECTION: 2, 3   TOWNSHIP: 31S   RANGE: 22E

EQUIPMENT DESCRIPTION:
85 MMBtu/hr C.E. NATCO ETHANE RICH-NATURAL/TEOR GAS-FIRED STEAM GENERATOR (MNJ-425) WITH A
NORTH AMERICAN ULTRA LOW NOX BURNER (OR EQUIVALENT), FLUE GAS RECIRCULATION (FGR) AND AN O2
CONTROLLER

CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR
   70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable
   Through Title V Permit

2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application
to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4.
   [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit

3. 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]

4. Unit is authorized to operate at NW Section 2, SW Section 3, and SE Section 3. T31S, R22E. [District Rule 2201]
   Federally Enforceable Through Title V Permit

5. This unit shall be equipped with horizontal convection section with at least 235 square feet of bare tube surface area
   (or thermodynamically equivalent number of square feet of finned tube) per MMBtu/hr of heat input. [District Rule
   2410] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

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

Seyed Saderedin, Executive Director / APCO

DAVID WARNER, Director of Permit Services
Southern Regional Office • 34946 Flyover Court • Bakersfield, CA 93308 • (661) 392-5500 • Fax (661) 392-5585
6. This unit shall be equipped with variable frequency drive high efficiency electrical motors driving the blower and water pump. [District Rule 2410] Federally Enforceable Through Title V Permit

7. The permittee shall obtain written District approval for the use of any equivalent equipment not specifically approved by this Authority to Construct. Approval of the equivalent equipment shall be made only after the District's determination that the submitted design and performance of the proposed alternate equipment is equivalent to the specifically authorized equipment. [District Rule 2201] Federally Enforceable Through Title V Permit

8. The permittee's request for approval of equivalent equipment shall include the make, model, manufacturer's maximum rating, manufacturer's guaranteed emission rates, equipment drawing(s), and operational characteristics/parameters. [District Rule 2201] Federally Enforceable Through Title V Permit

9. Alternate equipment shall be of the same class and category of source as the equipment authorized by the Authority to Construct. [District Rule 2201] Federally Enforceable Through Title V Permit

10. No emission factor and no emission shall be greater for the alternate equipment than for the proposed equipment. No changes in the hours of operation, operating rate, throughput, or firing rate may be authorized for any alternate equipment. [District Rule 2201] Federally Enforceable Through Title V Permit

11. 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] Federally Enforceable Through Title V Permit

12. All equipment shall be maintained in good operating condition and shall be operated in a manner to minimize emissions of air contaminants into the atmosphere. [District Rule 2201] Federally Enforceable Through Title V Permit

13. This unit shall be fired on natural gas treated to remove 95% by weight of sulfur compounds or treated such that the sulfur content does not exceed 1 gr of sulfur compounds (as S) per 100 scf. [District Rule 2201] Federally Enforceable Through Title V Permit

14. The maximum fuel sulfur content shall not exceed 1.75 gr S/100scf. [District Rule 2201] Federally Enforceable Through Title V Permit

15. The higher heating value of each non-certified fuel shall be certified by a third party fuel supplier or determined by ASTM D1826 or D1945 in conjunction with ASTM D 3588. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit

16. Except for periods of startup and shutdown, emissions from the natural gas-fired unit shall not exceed any of the following limits: 7 ppmvd NOx @ 3% O2 or 0.0085 lb-NOx/MMBtu, 0.005 lb-FM10/MMBtu, 35 ppmvd CO @ 3% O2 or 0.026 lb-CO/MMBtu, or 0.0055 lb-VOC/MMBtu. [District Rules 2201, 4201, 4301, 4305, 4306, 4320, and 4801] Federally Enforceable Through Title V Permit

17. Source testing to measure natural gas-combustion NOX and CO emissions from this unit shall be conducted within 60 days of initial startup and at least once every twelve (12) months thereafter. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

18. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

19. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit

20. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit

21. NOx emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE
22. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

23. Stack gas oxygen (O2) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

24. Fuel sulfur content shall be determined using EPA Method 11 or Method 15. [District Rule 4320] Federally Enforceable Through Title V Permit

25. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. No determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4306. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

26. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of these runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

27. At least quarterly, the permittee shall monitor using the methods specified in this permit the higher heating value of each non-certified fuel supplied to this unit, or, alternatively, have the higher heating value certified by the fuel supplier. The records of higher heating value and quantity of fuel combusted shall be used to demonstrate that the rated heat input capacity of this unit, as averaged over a calendar quarter, is not exceeded. [District Rules 2201] Federally Enforceable Through Title V Permit

28. Permittee shall determine sulfur content of combusted gas weekly for eight consecutive weeks. After demonstrating compliance for eight consecutive weeks testing may be conducted on a quarterly basis. Weekly sulfur testing shall resume if quarterly testing does not indicate compliance. Weekly gas analysis shall be performed using Draeger tubes and quarterly analysis using ASTM method D3246 or double GC for H2S and mercaptans. First of the weekly gas analyses shall be done using laboratory analysis. [District Rules 1081 and 2201] Federally Enforceable Through Title V Permit

29. Compliance with fuel sulfur limit(s) can be demonstrated either by monitoring sulfur content at location(s) after all fuel sources are combined prior to incineration, or by monitoring the sulfur content and volume of each fuel source and performing mass balance calculations. Records of monitoring locations, detected sulfur concentrations, and mass balance calculations, if necessary, shall be maintained and kept onsite and made readily available for District inspection upon request. [District Rules 1081 and 2201] Federally Enforceable Through Title V Permit

30. The permittee shall monitor and record the stack concentration of NOx, CO, and O2 at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

31. If either the NOx or CO concentrations corrected to 3% O2, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of the performing the notification and testing required by this condition. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
32. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer’s specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

33. The permittee shall maintain records of: (1) the date and time of NOx, CO, and O2 measurements, (2) the O2 concentration in percent and the measured NOx and CO concentrations corrected to 3% O2, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

34. Permittee shall maintain monthly records of gas combusted in this unit. [District Rule 2201] Federally Enforceable Through Title V Permit

35. 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 1070, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

36. Prior to operating equipment under this Authority to Construct, permittee shall surrender emission reduction credits for the following quantities of emissions: NOx: 2234 lb/quarter; SOx: 1397 lb/quarter; and PM10: 1397 lb/quarter. Offsets include the applicable offset ratio specified in Section 4.8 of Rule 2201 (as amended 4/21/11). PM10 may be offset using SOx at an interpollutant offset ratio of 1.0 tons SOx/ton PM10. [District Rule 2201] Federally Enforceable Through Title V Permit

37. ERC Certificate Numbers S-3820-2, S-3879-5, and S-3917-5 (or certificates split from theses certificates) shall be used to supply the required offsets, unless a revised offsetting proposal is received and approved by the District, upon which this Authority to Construct shall be reissued, administratively specifying the new offsetting proposal. Original public noticing requirements, if any, shall be duplicated prior to reissuance of this Authority to Construct. [District Rule 2201] Federally Enforceable Through Title V Permit

38. S-1246-213-2 shall be surrendered to the District shall be cancelled prior to or concurrent to this ATC. [District Rule 2201] Federally Enforceable Through Title V Permit
AUTHORITY TO CONSTRUCT

PERMIT NO: S-1246-390-0

LEGAL OWNER OR OPERATOR: BERRY PETROLEUM COMPANY
MAILING ADDRESS: 5201 TRUXTUN AVENUE SUITE 100
ATTN: EH&S MANAGER
BAKERSFIELD, CA 93309-0422

LOCATION: HEAVY OIL WESTERN STATIONARY SOURCE
KERN COUNTY, CA

SECTION: 2, 3 TOWNSHIP: 31S RANGE: 22E

EQUIPMENT DESCRIPTION:
85 MM BTU/HR C.E. NATCO ETHANE RICH-NATURAL/TEOR GAS-FIRED STEAM GENERATOR (NNU-426) WITH A NORTH AMERICAN ULTRA LOW NOX BURNER (OR EQUIVALENT), FLUE GAS RECIRCULATION (FGR) AND AN O2 CONTROLLER

CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit

2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit

3. 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]

4. Unit is authorized to operate at NW Section 2, SW Section 3, and SE Section 3, T31S, R22E. [District Rule 2201] Federally Enforceable Through Title V Permit

5. This unit shall be equipped with horizontal convection section with at least 235 square feet of bare tube surface area or thermodynamically equivalent number of square feet of finned tube per MMBtu/hr of heat input. [District Rule 2410] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-6603 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
Southern Regional Office • 34946 Flyover Court • Bakersfield, CA 93308 • (661) 392-5500 • Fax (661) 392-5585
6. This unit shall be equipped with variable frequency drive high efficiency electrical motors driving the blower and water pump. [District Rule 2410] Federally Enforceable Through Title V Permit

7. The permittee shall obtain written District approval for the use of any equivalent equipment not specifically approved by this Authority to Construct. Approval of the equivalent equipment shall be made only after the District's determination that the submitted design and performance of the proposed alternate equipment is equivalent to the specifically authorized equipment. [District Rule 2201] Federally Enforceable Through Title V Permit

8. The permittee's request for approval of equivalent equipment shall include the make, model, manufacturer's maximum rating, manufacturer's guaranteed emission rates, equipment drawing(s), and operational characteristics/parameters. [District Rule 2201] Federally Enforceable Through Title V Permit

9. Alternate equipment shall be of the same class and category of source as the equipment authorized by the Authority to Construct. [District Rule 2201] Federally Enforceable Through Title V Permit

10. No emission factor and no emission shall be greater for the alternate equipment than for the proposed equipment. No changes in the hours of operation, operating rate, throughput, or firing rate may be authorized for any alternate equipment. [District Rule 2201] Federally Enforceable Through Title V Permit

11. 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] Federally Enforceable Through Title V Permit

12. All equipment shall be maintained in good operating condition and shall be operated in a manner to minimize emissions of air contaminants into the atmosphere. [District Rule 2201] Federally Enforceable Through Title V Permit

13. This unit shall be fired on natural gas treated to remove 95% by weight of sulfur compounds or treated such that the sulfur content does not exceed 1 gr of sulfur compounds (as S) per 100 scf. [District Rule 2201] Federally Enforceable Through Title V Permit

14. The maximum fuel sulfur content shall not exceed 1.75 gr S/100 scf. [District Rule 2201] Federally Enforceable Through Title V Permit

15. The higher heating value of each non-certified fuel shall be certified by a third party fuel supplier or determined by ASTM D1826 or D1945 in conjunction with ASTM D 3588. [District Rules 2201 and 4320] Federally Enforceable Through Title V Permit.

16. Except for periods of startup and shutdown, emissions from the natural gas-fired unit shall not exceed any of the following limits: 7 ppmvd NOx @ 3% O2 or 0.0085 lb-NOx/MMBtu, 0.005 lb-PM10/MMBtu, 35 ppmvd CO @ 3% O2 or 0.026 lb-CO/MMBtu, or 0.0055 lb-VOC/MMBtu. [District Rules 2201, 4201, 4301, 4305, 4306, 4320, and 4801] Federally Enforceable Through Title V Permit

17. Source testing to measure natural gas-combustion NOx and CO emissions from this unit shall be conducted within 60 days of initial startup and at least once every twelve (12) months thereafter. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

18. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

19. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit

20. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit

21. NOx emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
22. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

23. Stack gas oxygen (O2) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

24. Fuel sulfur content shall be determined using EPA Method 11 or Method 15. [District Rule 4320] Federally Enforceable Through Title V Permit

25. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. No determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4306. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

26. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

27. At least quarterly, the permittee shall monitor using the methods specified in this permit the higher heating value of each non-certified fuel supplied to this unit, or, alternatively, have the higher heating value certified by the fuel supplier. The records of higher heating value and quantity of fuel combusted shall be used to demonstrate that the rated heat input capacity of this unit, as averaged over a calendar quarter, is not exceeded. [District Rules 2201] Federally Enforceable Through Title V Permit

28. Permittee shall determine sulfur content of combusted gas weekly for eight consecutive weeks. After demonstrating compliance for eight consecutive weeks testing may be conducted on a quarterly basis. Weekly sulfur testing shall resume if quarterly testing does not indicate compliance. Weekly gas analysis shall be performed using Draeger tubes and quarterly analysis using ASTM method D3246 or double GC for H2S and mercaptans. First of the weekly gas analyses shall be done using laboratory analysis. [District Rules 1081 and 2201] Federally Enforceable Through Title V Permit

29. Compliance with fuel sulfur limit(s) can be demonstrated either by monitoring sulfur content at location(s) after all fuel sources are combined prior to incineration, or by monitoring the sulfur content and volume of each fuel source and performing mass balance calculations. Records of monitoring locations, detected sulfur concentrations, and mass balance calculations, if necessary, shall be maintained and kept onsite and made readily available for District inspection upon request. [District Rules 1081 and 2201] Federally Enforceable Through Title V Permit

30. The permittee shall monitor and record the stack concentration of NOx, CO, and O2 at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

31. If either the NOx or CO concentrations corrected to 3% O2, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of the performing the notification and testing required by this condition. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE
32. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

33. The permittee shall maintain records of: (1) the date and time of NOx, CO, and O2 measurements, (2) the O2 concentration in percent and the measured NOx and CO concentrations corrected to 3% O2, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

34. Permittee shall maintain monthly records of gas combusted in this unit. [District Rule 2201] Federally Enforceable Through Title V Permit

35. 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 1070, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit

36. Prior to operating equipment under this Authority to Construct, permittee shall surrender emission reduction credits for the following quantities of emissions: NOx: 2234 lb/quarter; SOx: 1397 lb/quarter; and PM10: 1397 lb/quarter. Offsets include the applicable offset ratio specified in Section 4.8 of Rule 2201 (as amended 4/21/11). PM10 may be offset using SOx at an interpollutant offset ratio of 1.0 tons SOX/ton PM10. [District Rule 2201] Federally Enforceable Through Title V Permit

37. ERC Certificate Numbers S-3820-2, S-3879-5, and S-3917-5 (or certificates split from these certificates) shall be used to supply the required offsets, unless a revised offsetting proposal is received and approved by the District, upon which this Authority to Construct shall be reissued, administratively specifying the new offsetting proposal. Original public noticing requirements, if any, shall be duplicated prior to reissuance of this Authority to Construct. [District Rule 2201] Federally Enforceable Through Title V Permit

38. S-1246-213-2 shall be surrendered to the District shall be cancelled prior to or concurrent to this ATC. [District Rule 2201] Federally Enforceable Through Title V Permit