STATEMENT OF BASIS Title V Permit Renewal

Facility Name: El Cajon Energy LLC

Title V App. Number: APCD2021-APP-007115

Title V Permit Number: APCD2013-TVP-00036

Facility ID: APCD2009-SITE-06554

Equipment Address: 222 N. Johnson Ave, El Cajon, CA 92020

Facility Contact: Stephen Cobbe

Contact Phone: (916) 447-5171

Permit Engineer: Allison Weller/Liliana Jaime

Date: 05/15/2024

Senior Engineer:

5/15/2024



Nicholas Horres Senior Engineer Signed by: NHorres

1.0 Type of Action and Summary of Changes

This application is for the renewal of the Title V operating permit (APCD2013-TVP-00036) including a minor modification to the permitted turbine. The minor modification included in this renewal modified the turbine's permit conditions to include provisions for the installation and operation of replacement turbines (of exact make and model) in the event that equipment is shutdown for repairs.

2.0 History of Title V Applications and Modifications/Applications since previous Renewal

The renewal application was received on January 5, 2022. This renewal application was submitted at least 12 months but not more than 18 months prior to permit expiration, in accordance with Rule 1410. Therefore, the renewal application is timely.

The following table summarizes all previous applications at this facility affecting the Title V permit APCD2013-TVP-00036.

| Title V Application History Since Initial Title V Permit | | | | |
|--|--|-----------------------|----------|--|
| Application Number Application Description | | Equipment | Outcome | |
| APCD2011-APP- 001657 | Initial Title V permit application | Combustion Turbine | Approved | |
| APCD2017-APP- 005202 | Permit Renewal | Combustion Turbine | Approved | |
| APCD2019-APP- 005685 | Minor Modification (associated with application APCD2015-APP-003978) | Combustion Turbine | Pending | |
| APCD2022-APP- 007115 | Permit Renewal (this application) | Combustion Turbine | Pending | |

Since the previous renewal, the District has received applications from this facility as shown in the following table. These applications are submitted under the District's local permitting program and typically are associated with a corresponding Title V application to implement the same change to the Title V permit once the modified local permit is issued (see appendix A of the permit).

| Application History for facility since most recent renewal | | | | | |
|--|-------------------------------|---|-----------------------|---|--|
| Application Number | Affected Permit to Operate | Description | Equipment | Outcome | |
| APCD2015-APP- 003978 | APCD2011-PTO- 000946 | Modification – condition change | Combustion Turbine | Approved – Included in 2023 renewal | |
| APCD2019-APP- 005686 | APCD2011-PTO- 000946 | Modification – to install perforation plates and flow strengtheners in turbine stack. No change in emissions or requirements. | SCR & AIG | Open – no CCN, not included on 2023 renewal | |

3.0 Facility Description

El Cajon Energy LLC is a peaker plant facility which generates power to support the grid during times of high electricity demand. Cal ISO determines when this equipment is needed.

| Permit Number | Equipment Description | |
|---------------|--|--|
| APCD2011-PTO- | Gas Turbine Engine Generator: General Electric, Model LM- | |
| 000946 | 6000PC Sprint, 49.95 MW capacity, 472.5 MMBtu/hr (HHV) heat | |
| | input, natural gas-fired, simple-cycle, S/N 191-619 with an | |
| | integrated water injection system; a Cormetech selective catalytic | |
| | reduction ("SCR") system, including an automatic ammonia | |
| | injection control system; an oxidation catalyst; a Continuous | |
| | Emission Monitoring System (" CEMS") for NOx, CO and O2; | |
| | and a data acquisition and handling system ("DAS"); two (2) | |

| Cambridge Engineering Industrial Process Heaters, Model S1600, |
|--|
| rated at 1.375 MMBtu/hr each. |

4.0 Compliance History

The following table summarizes all relevant compliance violations at this facility affecting the Title V permit emission units in recent years:

| Title V Application History Since Initial Title V Permit | | | | |
|--|-------------------------------|---|--|--|
| Notice of Violation Record | Affected Permit to Operate | Violation Description | Outcome | |
| APCD2018- NOV-000787 | APCD2011-PTO- 000946 | Use of incorrect formula for calculating ammonia slip during source test | Formula was corrected and updated value showed no emission exceedance | |
| APCD2019- NOV-000409 | APCD2011-PTO- 000946 | Exceeded startup NOx emission limit due to failure of water injection system | Cause was investigated and no repeat failures occurred | |
| APCD2021- NOV-000534 | APCD2011-PTO- 000946 | Exceedance of NOx emission limit by minor amount during a single hour | Operator procedures revised to better respond to this type of event | |
| APCD2023- NOV-000373 | APCD2011-PTO- 000946 | Failure to conduct RATA within timeframe due to increase in dispatches during heat wave and inavailability of contractor to perform testing | RATA was performed and passed shortly after exceeding allowable number of operating hours with no test | |

All violations listed were one-time issues that were properly investigated and actions taken to prevent same issue in the future. Currently there are no unresolved violations, hearing board variances, or abatement orders.

5.0 Title V Applicability & Acid Rain

The Title V regulation applies to any stationary source that is a major stationary source as defined in Rule 1401(c)(26) or is subject to the acid rain provisions of Title IV of the federal Clean Air Act (CAA).

El Cajon Energy LLC's potential to emit is well below all major source thresholds, but it is subject to the acid rain provisions under Title IV of the Federal CAA as given at 40 Code of Federal Regulation (CFR) § 72.6(a) and District Rule 1412. Under the acid rain program, the facility is subject to Title V permitting pursuant to District Rule 1401 and 40 CFR § 70.3(a)(4).

The modification included in this renewal qualifies as a minor modification of the Title V permit because it allows for the alteration of the physical characteristics of the equipment (replacement with identical turbine) and therefore required an Authority to Construct but did not trigger any requirements that must be satisfied through a significant modification. The modification did not result in violations of applicable requirements, relaxation of requirements, affecting a MACT standard, nor avoiding of federal NSR rules.

6.0 Potential to Emit and Actual Emissions

The following table shows the actual and potential emissions for the facility that are used to establish the major source status for Title V. For all pollutants, emissions are below major source thresholds.

| Title V Major Source Determination | | | | |
|------------------------------------|------------|-----------------|--------------------|--------|
| | Toı | ns per Year: | | |
| Pollutant | Thresholds | Facility Actual | Facility Potential | Major |
| | | Emissions | to Emit | Source |
| Highest Federal HAP | 10 | 0.17 | 4.19E-02 | No |
| Sum of Federal HAPs | 25 | 0.20 | 8.02E-02 | No |
| NOx | 25 | 0.76 | 7.4 | No |
| VOC | 25 | 0.01 | 2.5 | No |
| PM10 | 100 | 0.58 | 4.2 | No |
| SOx | 100 | 0.02 | 1.2 | No |
| CO | 100 | 0.24 | 14.1 | No |

- Actual emissions are from the District's latest approved emissions inventory (CEI 2021).
- HAP potential emissions are based on standard EPA emission factors for natural gas fired stationary gas turbines and assumed 90% control efficiency from oxidation catalyst
- Criteria pollutant potential emissions are based on permit condition limits for PTE

7.0 40 CFR Part 64 CAM (Compliance Assurance Monitoring)

Pursuant to New Source Review (NSR) the turbine is required to operate and maintain the CEMS to measure NOx and CO, which is also required by District Rules 69.3.1, and 40 CFR 60 Subpart KKKK. Monitoring and testing are required in the existing District permit. For the related Title V permit, additional recordkeeping and reporting are required pursuant to District Rule 1421. The emission unit has an uncontrolled PTE for NOx in excess of the major source thresholds. For this reason, Compliance Assurance Monitoring (CAM) under 40 CFR Part 64 was considered for this review.

§ 64.2 (b)(vi) specifies that the requirements of Part 64 shall not apply to emission limitations or standards for which a part 70 or 71 permit specifies a continuous compliance determination method, as defined in § 64.1. Both the District and Federal operating permit require the turbine to be equipped with Continuous Emissions Monitoring Systems (CEMS), which meets the definition for a continuous compliance determination method, as it is used to determine compliance with an emission limitation or standard on a continuous basis and provides the data in units of the standard or is correlated directly with the compliance limit. Therefore, the emission unit is exempt from the requirements of 40 CFR 64, pursuant to § 64.2 (b)(vi).

8.0 Applicable Requirements

This section summarizes the major types of requirements for this facility. These types of requirements include facility-wide and permit specific applicable requirements. Additionally for each emission unit, the rule that results in the primary emission limitation is listed.

General Permit Program Applicable Requirements

| Regulation | Rule Citation | Title |
|-------------------|------------------|---|
| SDCAPCD Reg. II | 10(a) | Permits Required – (a) Authority to Construct |
| | 10(b) | Permits Required – (b) Permit to Operate |
| SDCAPCD Reg. II | 19 | Provision of Sampling & Testing Facilities |
| SDCAPCD Reg. II | 19.3 | Emission Information |
| SDCAPCD Reg. II | 20 | Standards for Granting Permits |
| SDCAPCD Reg. II | 20.1, 20.2 | New Source Review (NSR) |
| SDCAPCD Reg. II | 21 | Permit Conditions |
| SDCAPCD Reg. II | 24 | Temporary Permit to Operate |
| SDCAPCD Reg. II | 25 | Appeals |
| SDCAPCD Reg. IV | 60 | Circumvention |
| SDCAPCD Reg. V | 98 | Breakdown Conditions: Emergency Variance |
| SDCAPCD Reg. VI | 101 | Burning Control |
| SDCAPCD Reg. VIII | 131 | Stationary Source Curtailment Plan |
| 40 CFR Part 68 | Part 68 | Risk Management Plan (Ammonia Storage) |
| 40 CFR Part 82 | Subpart B | Servicing of Motor Vehicle Air Conditioners |
| 40 CFR Part 82 | Subpart F | Recycling and Emission Reducing |

Facility-wide Prohibitory Requirements

| Regulation | Rule Citation | Title |
|------------------|------------------|--|
| SDAPCD Reg. II | 19.2 | Continuous Emission Monitoring Requirements |
| SDCAPCD Reg. IV | 50 | Visible Emissions |
| SDCAPCD Reg. IV | 51 | Nuisance |
| SDCAPCD Reg. IV | 53 | Specific Contaminants |
| SDCAPCD Reg. IV | 62 | Sulfur Content of Fuels |
| SDCAPCD Reg. XII | 1200 | Toxic Air Contaminants – New Source Review |
| SDCAPCD Reg. XII | 1206* | Asbestos Removal, Renovation, and Demolition |
| SDCAPCD Reg. X | Subpart A | NSPS - General Provisions |
| SDCAPCD Reg. XI | Subpart A | NESHAPS - General Provisions |
| SDCAPCD Reg. XI | Subpart M* | NESHAPS – Asbestos |
| 40 CFR Part 72 | Part 72 | Acid Rain |
| 40 CFR Part 73 | Part 73 | Sulfur Dioxide Allowance System |

^{*}Breakdowns/variances are not recognized by EPA and cannot grant relief from federal enforcement of requirements

^{*} The District issued its own Asbestos Rule 1206 intended to be as stringent as Subpart M. The facility is subject to the most stringent requirements of either rule, which at the time of this report is ensured by compliance with Rule 1206.

Permit Specific Applicable Requirements:

| SDAPCD | Title V Permit | Permit Description | Applicable |
|------------|----------------|---|-------------|
| Permit No. | No. | | Rules |
| APCD2011- | APCD2013-TVP- | Gas Turbine Engine Generator: | 19 |
| PTO-000946 | 00036 | General Electric, Model LM- | 20.3 |
| | | 6000PC Sprint, 49.95 MW capacity, | 21 |
| | | 472.5 MMBtu/hr (HHV) heat input, | 62 |
| | | natural gas-fired, simple-cycle, S/N | 69.3* |
| | | 191-619 with an integrated water | 69.3.1* |
| | | injection system; a Cormetech selective | 98 |
| | | catalytic reduction ("SCR") system, | 1200 |
| | | including an automatic ammonia | 1421 |
| | | injection control system; an oxidation | 40 CFR-Part |
| | | catalyst; a Continuous Emission | 60_Subpart |
| | | Monitoring System (" CEMS") for | KKKK |
| | | NOx, CO and O2; and a data | 40 CFR Part |
| | | acquisition and handling system | 75 |
| | | ("DAS"); two (2) Cambridge | |
| | | Engineering Industrial Process Heaters, | |
| | | Model S1600, rated at 1.375 | |
| | | MMBtu/hr each. | |

^{*}Rule 69.3 has been repealed by the District and replaced with an amended version of Rule 69.4.1 which incorporates the same requirements. However, EPA has not approved Rule 69.3.1 into the SIP due to concerns with startup and shutdown exemptions, so both rules are currently applicable to this turbine.

Emission Limitations

| Combustion Turbines | | | |
|---------------------|------------------------------|--|--|
| Pollutant | Primary Limiting Regulations | | |
| NOx | Rule 20.3 | | |
| SO2 | Rule 53 | | |
| | Rule 62 | | |
| VOC | Rule 20.3 | | |
| CO | Rule 20.3 | | |
| PM10 | Rule 20.3 | | |
| Toxic Pollutants | Rule 1200 | | |

The permit emission limits for NOx, SOx, CO, VOC, and PM10 for the combustion turbine reflects BACT requirements that the combustion turbine must meet to comply with Rule 20.3 of New Source Review. Rule 69.3.1 was revised on 12/9/2021. However, none of the requirements applicable to this permit renewal were changed.

9.0 Updates to the Title V Permit Incorporated into this Action

This Title V permit renewal shall also include a minor modification to the permitted emission unit for the allowance of identical replacement equipment to be installed and operated through permitting conditions (below):

Condition #1: In the event that the gas turbine engine with S/N 191-619 is removed from service for required repair, the permit holder may install an identical gas turbine engine (General Electric, Model LM-6000, 46.5 MW capacity) as a temporary replacement. The temporary turbine may be operated for a time period not to exceed 120 calendar days for each time the gas turbine engine with S/N 191-619 is repaired. This time period shall begin on the day that construction has been completed on the installation of the temporary gas turbine engine. Prior to operating the temporary gas turbine engine, the applicant shall notify the District, in writing, that this construction has been completed. The time period shall end on the day that construction has been completed on the re-installation of the gas turbine engine with S/N 191-619 after it has been repaired. Prior to operating the gas turbine engine with S/N 191-619, the applicant shall notify the District, in writing, that this construction has been completed.

Condition #2: The temporary gas turbine engine shall be not be operated unless the air pollution control equipment, CEMS, and data acquisition and recording system specified in the equipment description are in full operation at all times. All conditions specified in this Permit to Operate shall apply to the temporary gas turbine engine.

Through the conditions outlined above, the modification did not increase the permitted unit's potential to emit nor shall it have the potential to increase the unit's emissions. Therefore, the modification can be considered a minor modification because it did not result in violations of applicable requirements, relaxation of applicable requirements, affect a MACT standard, or avoid federal NSR rules (this facility is not a major source).

In addition to this minor modification, there are updates to the Applicable Requirements and updates to the Rule Adoption dates and Rule SIP approval dates to this permit renewal.

These changes have been included in appendix A of the Title V permit.

10.0 Multiple Applicable Requirement Streamlining

The applicant does not request any multiple applicable requirements streamlining for this renewal application.

Permit conditions do incorporate some streamlining to improve readability and reduce confusion between similar requirements. Fuel sulfur limits and recordkeeping requirements of NSPS subpart KKKK and District Rule 62 have been streamlined into a single condition.

Streamlining is not done for NOx emission limits, since there are NOx emission limits for Rule 20.3 and Rule 69.3.1 that do not apply during startups and shutdowns, and there is NOx emission limit from NSPS Subpart KKKK that applies at all times, including startups and shutdowns.

11.0 Permit Shield

The applicant does not request any permit shields.

12.0 Permit Process-Public Notification and Notice to EPA and Affected States

Before issuing the final permit, The District will provide the opportunity for review by EPA and affected states and a public notice period. Notice will be provided to the EPA electronically through the EPS and will be sent electronically to affected states and tribes. The public notice and associated documents will be provided on our website and the public notice will be published in a newspaper. The District will incorporate any suggested changes made by the EPA, public comments, or El Cajon Energy LLC upon review.

13.0 Recommendations

The facility is expected to comply with all applicable requirements including those cited in the current District permit as well as those under District Rule 1401 and 40 CFR Part 70. Therefore, the recommendation of this report is for the subject renewal Title V permit to be issued following public notice, EPA review, and response to any comments.

14.0 Attachments

The following are attached:

- Application Package
- Draft Permit
- Public Notice