Bay Area Air Quality Management District

939 Ellis Street San Francisco, CA 94109 (415) 771-6000

Final

MAJOR FACILITY REVIEW PERMIT

Issued To: Calpine Gilroy Cogen, L. P. and Gilroy Energy Center, LLC Facility #B1180

Facility Address:

1400 Pacheco Pass Highway Gilroy, CA 95020

Mailing Address:

P.O. Box 1764 Gilroy, CA 95021

Responsible Official

Roger Morales,
Operations and Maintenance Manager
(408) 847-5328; ext: 1402

Facility Contact

Maria Barroso, Compliance Manager (831) 385-4090; ext: 13

Alternate Responsible Official

Eugene Fahey, General Manager, (831) 385-4090; ext: 12 Maria Barroso, Compliance Manager, (831) 385-4090; ext: 13

Type of Facility: Cogeneration Plant & Power Plant 265 MW BAAQMD Permit Division

Contact:

Primary SIC: 4911 Krishnaswamy R. Bhagavan

Product: Cogeneration of electricity and steam

ISSUED BY THE BAY AREA AIR QUALITY MANAGEMENT DISTRICT

Signed by Jack P. Broadbent March 16, 2006

Jack P. Broadbent, Air Pollution Control Officer/Executive Officer

Date

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Facility Name: Calpine Gilroy Cogen, L.P. and Gilroy Energy Center, LLC Permit for Facility #: B1180

I. STANDARD CONDITIONS

A. Administrative Requirements

The permit holder shall comply with all applicable requirements in the following regulations:

BAAQMD Regulation 1 - General Provisions and Definitions

(as amended by the District Board on 5/2/01);

SIP Regulation 1 - General Provisions and Definitions

(as approved by EPA through 6/28/99);

BAAQMD Regulation 2, Rule 1 - Permits, General Requirements

(as amended by the District Board on 8/1/01);

SIP Regulation 2, Rule 1 - Permits, General Requirements

(as approved by EPA through 1/26/99);

BAAQMD Regulation 2, Rule 2 - Permits, New Source Review

(as amended by the District Board on 5/17/00);

SIP Regulation 2, Rule 2 - Permits, New Source Review and Prevention of Significant Deterioration

(as approved by EPA through 1/26/99); and

BAAQMD Regulation 2, Rule 4 - Permits, Emissions Banking

(as amended by the District Board on 1/16/03).

SIP Regulation 2, Rule 4 - Permits, Emissions Banking

(as approved by EPA through 1/26/99).

BAAQMD Regulation 2, Rule 6 - Permits, Major Facility Review

(as amended by the District Board on 4/16/03).

B. Conditions to Implement Regulation 2, Rule 6, Major Facility Review

- 1. This Major Facility Review Permit was issued on March 16, 2006 and expires on March 15, 2011. The permit holder shall submit a complete application for renewal of this Major Facility Review Permit no later than October 15, 2010 and no earlier than March 15, 2010. If a complete application for renewal has not been submitted in accordance with this deadline, the facility may not operate after March 15, 2011. If the permit renewal has not been issued by March 15, 2011, but a complete application for renewal has been submitted in accordance with the above deadlines, the existing permit will continue in force until the District takes final action on the renewal application. (Regulation 2-6-307, 404.2, 407, & 409.6; MOP Volume II, Part 3, §4.2)
- 2. The permit holder shall comply with all conditions of this permit. The permit consists of this document and all appendices. Any non-compliance with the terms and conditions of this permit will constitute a violation of the law and will be grounds for enforcement action; permit termination, revocation and reissuance, or modification; or denial of a permit renewal application. (Regulation 2-6-307; MOP Volume II, Part 3, §4.11)
- 3. In the event any enforcement action is brought as a result of a violation of any term or condition of this permit, the fact that it would have been necessary for the permittee to halt or reduce the permitted activity in order to maintain compliance with such term or condition shall not be a defense to such enforcement action. (MOP Volume II, Part 3, §4.11)

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- 4. This permit may be modified, revoked, reopened and reissued, or terminated for cause. (Regulation 2-6-307, 409.8, 415; MOP Volume II, Part 3, §4.11)
- 5. The filing of a request by the facility for a permit modification, revocation and reissuance, or termination, or the filing of a notification of planned changes or anticipated non-compliance does not stay the applicability of any permit condition. (Regulation 2-6-409.7; MOP Volume II, Part 3, §4.11)
- 6. This permit does not convey any property rights of any sort, or any exclusive privilege. (Regulation 2-6-409.7; MOP Volume II, Part 3, §4.11)
- 7. The permit holder shall supply within 30 days any information that the District requests in writing to determine whether cause exists for modifying, revoking and reissuing, or terminating the permit or to determine compliance with the permit. (Regulation 1-441, Regulation 2-6-409.4 & 501; MOP Volume II, Part 3, §4.11)
- 8. Any records required to be maintained pursuant to this permit that the permit holder considers to contain proprietary or trade secret information shall be prominently designated as such. Copies of any such proprietary or trade secret information which are provided to the District shall be maintained by the District in a locked confidential file, provided, however, that requests from the public for the review of any such information shall be handled in accordance with the District's procedures set forth in Section 11 of the District's Administrative Code. (Regulation 2-6-419; MOP Volume II, Part 3, §4.11)
- 9. Proprietary or trade secret information provided to EPA will be subject to the requirements of 40 CFR Part 2, Subpart B Public Information, Confidentiality of Business Information. (40 CFR Part 2)
- 10. The emissions inventory submitted with the application for this Major Facility Review Permit is an estimate of actual emissions for the time period stated and is included only as one means of determining applicable requirements for emission sources. It does not establish, or constitute a basis for establishing, any new emission limitations. (MOP Volume II, Part 3, §4.11)
- 11. The responsible official shall certify all documents submitted by the facility pursuant to the major facility review permit. The certification shall state that based on information and belief formed after reasonable inquiry, the statements and information in the document are true, accurate, and complete. The certifications shall be signed by a responsible official for the facility. (MOP Volume II, Part 3, §4.11)

C. Requirement to Pay Fees

The permit holder shall pay annual fees in accordance with District Regulation 3, including Schedule P. (Regulation 2-6-402 & 409.13, Regulation 3; MOP Volume II, Part 3, §4.12)

D. Inspection and Entry

Access to Facility: The permit holder shall provide reasonable access to the facility and equipment which is subject to this permit to the APCO and/or to his or her designee. (Regulation 1-440, Regulation 2-6-409.3; MOP Volume II, Part 3, §4.14)

E. Records

1. The permit holder must provide any information, records, and reports requested or

specified by the APCO. (Regulation 1-441, Regulation 2-6-409.4)

2. Notwithstanding the specific wording in any requirement, all records for federally enforceable requirements shall be maintained for at least five years from the date of creation of the record. (Regulation 2-6-501, MOP Volume II, Part 3, §4.7)

F. Monitoring Reports

Reports of all required monitoring must be submitted to the District at least once every six months, except where an applicable requirement specifies more frequent reporting. The reporting periods for this permit shall be May 1st to October 30th and November 1st to April 30th. Each report is due on the last day of the month after the end of the reporting period. All instances of non-compliance shall be clearly identified in these reports. The reports shall be certified by the responsible official as true, accurate, and complete. In addition, all instances of non-compliance with the permit shall be reported in writing to the District's Compliance and Enforcement Division within 10 calendar days of the discovery of the incident. Within 30 calendar days of the discovery of any incident of non-compliance, the facility shall submit a written report including the probable cause of non-compliance and any corrective or preventative actions. The reports shall be sent to the following address:

Director of Compliance and Enforcement Bay Area Air Quality Management District 939 Ellis Street San Francisco, CA 94109 Attn: Title V Reports

(Regulation 2-6-502, MOP Volume II, Part 3, §4.7)

G. Compliance Certification

Compliance certifications shall be submitted annually by the responsible official of this facility to the Bay Area Air Quality Management District and to the Environmental Protection Agency. The certification period will be December 1st (month and day) to November 30th. The certification shall be submitted by December 31 of each year. The certification must list each applicable requirement, the compliance status, whether compliance was continuous or intermittent, the method used to determine compliance and any other specific information required by the permit. The permit holder may satisfy this requirement through submittal of District-generated Compliance Certification forms. The certification should be directed to the District's Compliance and Enforcement Division at the address above, and a copy of the certification should be sent to the Environmental Protection Agency at the following address:

Director of the Air Division USEPA, Region IX 75 Hawthorne Street San Francisco, CA 94105 Attention: Air-3

(MOP Volume II, Part 3, §4.5 and 4.15)

H. Emergency Provisions

- 1. The permit holder may seek relief from enforcement action in the event of a breakdown, as defined by Regulation 1-208 of the District's Rules and Regulations, by following the procedures contained in Regulations 1-431 and 1-432. The District will thereafter determine whether breakdown relief will be granted in accordance with Regulation 1-433. (MOP Volume II, Part 3, §4.8)
- 2. The permit holder may seek relief from enforcement action for a violation of any of the terms and conditions of this permit by applying to the District's Hearing Board for a variance pursuant to Health and Safety Code Section 42350. The Hearing Board will determine after notice and hearing whether variance relief should be granted in accordance with the procedures and standards set forth in Health and Safety Code Section 42350 et seq. (MOP Volume II, Part 3, §4.8)
- 3. The granting by the District of breakdown relief or the issuance by the Hearing Board of a variance will not provide relief from federal enforcement. (MOP Volume II, Part 3, §4.8)

I. Severability

In the event that any provision of this permit is invalidated by a court or tribunal of competent jurisdiction, or by the Administrator of the EPA, all remaining portions of the permit shall remain in full force and effect. (Regulation 2-6-409.5; MOP Volume II, Part 3, §4.10)

J. Miscellaneous Conditions

The maximum capacity for each source as shown in Table II-A is the maximum allowable capacity. Exceedence of the maximum allowable capacity for any source is a violation of Regulation 2, Rule 1, Section 301. (Regulation 2-1-301)

K. Accidental Release

This facility is subject to 40 CFR Part 68, Chemical Accident Prevention Provisions. The permit holder shall submit a risk management plan (RMP) by the date specified in §68.10. The permit holder shall also certify compliance with the requirements of Part 68 as part of the annual compliance certification, as required by Regulation 2, Rule 6. (40 CFR Part 68, Regulation 2, Rule 6)

L. Conditions to Implement Regulation 2, Rule 7, Acid Rain

- 1. Every year starting January 30, 2000, the permit holder shall hold one sulfur dioxide allowance on March 1st of the following year (or February 29 in any leap year or if such day is not a business day, the first business day thereafter) for each ton of sulfur dioxide emitted during the preceding year from January 1 through December 31. (MOP Volume II, Part 3, §4.9)
- 2. The equipment installed for the continuous monitoring of CO2 and NOx shall be maintained and operated in accordance with 40 CFR Parts 72 and 75. (Regulation 2, Rule 7, Acid Rain)
- 3. A written Quality Assurance program must be established in accordance with 40 CFR Part 75, Appendix B for NOx which includes, but is not limited to: procedures for daily calibration testing, quarterly linearity testing, record keeping and reporting

- implementation, and relative accuracy testing. (Regulation 2, Rule 7, Acid Rain)
- 4. The permit holder shall monitor SO2 emissions in accordance with 40 CFR Part 72 and 75. (Regulation 2, Rule 7, Acid Rain)
- 5. The permit holder shall submit quarterly Electronic Data Reports (EDRs) to EPA for Turbines, S-3, S-4, S-5.In addition, from March 1, 2005 onward, the permit holder shall submit quarterly Electronic Data Reports (EDRs) to EPA for the combined cycle turbine S-100. These reports must be submitted within 30 days following the end of each calendar quarter and shall include all information required in § 75.64. (40 CFR Part 75)

Revision Date: March 16, 2006

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II. EQUIPMENT LIST

Table II-A

Each of the following sources has been issued a permit to operate pursuant to the requirements of BAAQMD Regulation 2, Permits. The capacities in this table are the maximum allowable capacities for each source, pursuant to Standard ConditionJ and Regulation 2-1-301.

S-#	Description	Make or Type	Model	Capacity
3	45 MW Gas Turbine Generator,	General Electric	LM6000PC	
	Natural Gas with water			467.6 MMBtu/hour
	injection			(HHV)
4	45 MW Gas Turbine Generator,	General Electric	LM6000PC	
	Natural Gas with water			467.6 MMBtu/hour
	injection			(HHV)
5	45 MW Gas Turbine Generator,	General Electric	LM6000PC	
	Natural Gas with water			467.6 MMBtu/hour
	injection			(HHV)
6	Emergency Standby Fire Pump:	Cummins	NT-495-FP	170 HP
	Diesel Engine			
100	87 MW Gas Turbine Generator,	General Electric	Frame 7EA	1085 MM Btu/hr (HHV)
	Natural Gas with steam			@ 35 F
	injection			
101	Auxiliary Boiler, Natural Gas	Nebraska	NSE68	104 MM Btu/hr
				(natural gas)
102	Auxiliary Boiler, Natural Gas	Nebraska	NSE68	104 MM Btu/hr
				(natural gas)
104	Cooling Tower, Counterflow,	Marley, Three Cell		1.44 MM gallons per hour

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II. Equipment List

Table II-B – Abatement Devices

		Source(s)	Applicable	Operating	Limit or
A- #	Description	Controlled	Requirement	Parameters	Efficiency
3	Oxidation catalyst	3	BAAQMD		CO < 6 ppm
			Condition		POC < 2 ppm
			#18102 part		
			19.3 &19.4		
4	Selective Catalytic	3	BAAQMD		NOx < 5 ppm
	Reduction System		Condition		
			#18102 part		
			19.1		
5	Oxidation catalyst	4	BAAQMD		CO < 6 ppm
			Condition		POC < 2 ppm
			#18102 part		
			19.3 &19.4		
6	Selective Catalytic	4	BAAQMD		NOx < 5 ppm
	Reduction System		Condition		
			#18102 part		
			19.1		
7	Oxidation catalyst	5	BAAQMD		CO < 6 ppm
			Condition		POC < 2 ppm
			#18102 part		
			19.3 &19.4		
8	Selective Catalytic	5	BAAQMD		NOx < 5 ppm
	Reduction System		Condition		
			#18102 part		
			19.1		
100	Oxidation Catalyst	S100	Cond #2780	All conditions except	CO < 10 ppm
			part 3	startup and shutdown	

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III. GENERALLY APPLICABLE REQUIREMENTS

The permit holder shall comply with all applicable requirements, including those specified in the BAAQMD and SIP Rules and Regulations and other federal requirements cited below. These requirements apply in a general manner to the facility and/or to sources exempt from the requirement to obtain a District Permit to Operate. The District has determined that these requirements will not be violated under normal, routine operations, and that no additional periodic monitoring or reporting to demonstrate compliance is warranted. In cases where a requirement, in addition to being generally applicable, is also specifically applicable to one or more sources, the requirement and the source are also included in Section IV, Source-Specific Applicable Requirements, of this permit. This section also contains provisions that may apply to temporary sources.

The dates in parenthese in the Title column identify the versions of the regulations being cited and are, as applicable:

- BAAQMD regulation(s):
 The date(s) of adoption or most recent amendment of the regulation by the District Board of Directors.
- 2. Any federal requirement, including a version of a District regulation that has been approved into the SIP:
 - The most recent date of EPA approval of any portion of the rule, encompassing all actions on the rule through that date

The full language of SIP requirements is on EPA Region 9's website. The address is http://yosemite.epa.gov/r9/r9sips.nsf/Agency?ReadForm&count=500&state=California&cat=Bay+Area+Air+Quality+Management+District-Agency-Wide+Provisions.

NOTE:

There are differences between the current BAAQMD rule and the version of the rule in the SIP. All sources must comply with <u>both</u> versions of the rule until US EPA has reviewed and approved the District's revision of the regulation.

Table III
Generally Applicable Requirements

		Federally
Applicable	Regulation Title or	Enforceable
Requirement	Description of Requirement	(Y/N)
BAAQMD Regulation 1	General Provisions and Definitions (05/02/01)	N
SIP Regulation 1	General Provisions and Definitions (8/27/99)	Y
BAAQMD Regulation 2, Rule 1	General Requirements (8/1/01)	N
BAAQMD 2-1-429	Federal Emissions Statement (6/7/95)	Y
SIP Regulation 2, Rule 1	General Requirements (8/27/99)	Y

III. Generally Applicable Requirements

Table III
Generally Applicable Requirements

Applicable	Regulation Title or	Federally Enforceable
Requirement	Description of Requirement	(Y/N)
BAAQMD Regulation 4	Air Pollution Episode Plan (3/20/91)	N
SIP Regulation 4	Air Pollution Episode Plan (8/06/90)	Y
BAAQMD Regulation 5	Open Burning (11/2/94)	N
BAAQMD Regulation 6	Particulate Matter and Visible Emissions (12/19/90)	N
BAAQMD Regulation 7	Odorous Substances (3/17/82)	N
BAAQMD Regulation 8, Rule 1	Organic Compounds - General Provisions (6/15/94)	Y
BAAQMD Regulation 8, Rule 3	Organic Compounds - Architectural Coatings (11/21/01)	N
BAAQMD Regulation 8, Rule 40	Organic Compounds - Aeration of Contaminated Soil and Removal of Underground Storage Tanks (12/15/99)	Y
BAAQMD Regulation 8, Rule 47	Organic Compounds - Air Stripping and Soil Vapor Extraction Operations (6/15/94)	Y
BAAQMD Regulation 8, Rule 49	Organic Compounds - Aerosol Paint Products (12/20/95)	N
SIP Regulation 8, Rule 49	Organic Compounds - Aerosol Paint Products (3/22/95)	Y
BAAQMD Regulation 8, Rule 51	Organic Compounds - Adhesive and Sealant Products (7/17/02)	N
BAAQMD Regulation 11, Rule 2	Hazardous Pollutants - Asbestos Demolition, Renovation and Manufacturing (10/7/98)	N
BAAQMD Regulation 12, Rule 4	Miscellaneous Standards of Performance - Sandblasting (7/11/90)	N
SIP Regulation 12, Rule 4	Miscellaneous Standards of Performance - Sandblasting (9/2/81)	Y
California Health and Safety Code Section 41750 et seq.	Portable Equipment	N
California Health And Safety Code Section 44300 Et Seq.	Air Toxics "Hot Spots" Information And Assessment Act Of 1987	N
40 CFR Part 61, Subpart M	National Emission Standards For Hazardous Air Pollutants – National Emission Standard For Asbestos (6/19/95)	Y
EPA Regulation 40 CFR 82	Protection of Stratospheric Ozone (2/21/95)	
Subpart F, 40 CFR 82.156	Leak Repair	Y
Subpart F, 40 CFR 82.161	Certification of Technicians	Y
Subpart F, 40 CFR 82.166	Records of Refrigerant	Y

IV. SOURCE-SPECIFIC APPLICABLE REQUIREMENTS

actions on the rule through that date

The permit holder shall comply with all applicable requirements, including those specified in the BAAQMD and SIP Rules and Regulations and other federal requirements cited below. The requirements cited in the following tables apply in a specific manner to the indicated source(s).

The dates in parenthesis in the Title column identify the versions of the regulations being cited and are, as applicable:

- BAAQMD regulation(s):
 The date(s) of adoption or most recent amendment of the regulation by the District Board of Directors.
- Any federal requirement, including a version of a District regulation that has been approved into the SIP:
 The most recent date of EPA approval of any portion of the rule, encompassing all

The full text of each permit condition cited is included in Section VI, Permit Conditions, of this permit. Additionally, where an applicable requirement is a SIP requirement, the full language of the SIP requirement is included in Appendix A of this permit on EPA Region 9's website. The address is

http://yosemite.epa.gov/r9/r9sips.nsf/Agency?ReadForm&count=500&state=California&cat=Bay+Area+Air+Quality+Management+District-Agency-Wide+Provisions. All other text may be found in the regulations themselves.

Table IV – A Source-specific Applicable Requirements S-3, S-4, S-5, GAS TURBINES

Applicable	Regulation Title or	Federally Enforceable	Future Effective
Requirement	Description of Requirement	(Y/N)	Date
BAAQMD	General Provisions and Definitions (5/2/01)	(2/1/)	24.00
Regulation 1			
1-431	Breakdown Report	Y	
1-432	Written Breakdown Report	Y	
1-433	Determination of Breakdown	Y	
1-520	Continuous Emission Monitoring	Y	
1-522	Continuous Emission Monitoring and Recordkeeping Procedures	N	
1-522.1	Plans and Specifications	Y	
1-522.2	Installation Scheduling	Y	
1-522.3	Performance Testing	Y	
1-522.4	Periods of Inoperation Greater Than 24 Hours	Y	

Table IV – A Source-specific Applicable Requirements S-3, S-4, S-5, GAS TURBINES

		Federally	Future
Applicable	Regulation Title or	Enforceable	Effective
Requirement	Description of Requirement	(Y/N)	Date
1-522.5	Calibration	Y	
1-522.6	Accuracy	Y	
1-522.7	Excesses	N	
1-522.8	Monthly Reports	Y	
1-522.9	Records	Y	
1-522.10	Monitors Required by Sections 1-521 or 2-1-403	Y	
1-523	Parametric Monitoring and Recordkeeping Procedures	Y	
1-602	Area and Continuous Emission Monitoring Requirements	Y	
SIP Regulation 1	General Provisions and Definitions (6/28/99)		
1-522	Continuous Emission Monitoring and Recordkeeping Procedures	Y ¹	
1-522.7	Emission limit exceedance reporting requirements	Y ¹	
BAAQMD	Regulation 2, Rule 1 - Permits, General Requirements (8/1/01)		
Regulation 2,			
Rule 1			
2-1-501	Monitors	Y	
BAAQMD	Particulate Matter and Visible Emissions (12/19/90)		
Regulation 6			
6-301	Ringelmann Number 1 Limitation	Y	
6-305	Visible Particles	Y	
6-310	Particulate Weight Limitation	Y	
6-401	Appearance of Emissions	Y	
BAAQMD Regulation 9, Rule 1	Inorganic Gaseous Pollutants – Sulfur Dioxide (3/15/95)		
9-1-301	Limitations on Ground Level Concentrations	Y	
9-1-302	General Emission Limitations	Y	
BAAOMD	Inorganic Gaseous Pollutants-Nitrogen Oxides from Stationary Gas	1	
Regulation 9,	Turbines (9/21/94)		
Rule 9			
9-9-113	Exemption – Inspection/Maintenance	Y	
9-9-114	Exemption – Start-Up/Shutdown	Y	
9-9-301	Emission Limits, General	Y	
9-9-301.3	Emission Limits- Turbines Rated ≥ 10 MW w/SCR	Y	
9-9-401	Certification, Efficiency	Y	

Table IV – A Source-specific Applicable Requirements S-3, S-4, S-5, GAS TURBINES

		Federally	Future
Applicable	Regulation Title or	Enforceable	Effective
Requirement	Description of Requirement	(Y/N)	Date
9-9-501	Monitoring and recordkeeping requirements	Y	
BAAQMD	Continuous Emission Monitoring Policy and Procedures (1/20/82)	Y	
Manual of			
Procedures,			
Volume V			
40 CFR 60	Standards of Performance for New Stationary Sources (12/23/71)	Y	
Subpart A	General Provisions	Y	
60.4(b)			
	Reports To EPA And District	Y	
60.7(a)	Written notification	Y	
60.7(b)	Records	Y	
60.8	Performance Tests	Y	
60.9	Availability of Information	Y	
60.11(a)	Compliance with standards and maintenance requirements	Y	
60.11(d)	Minimizing emissions	Y	
60.12	Circumvention	Y	
60.13	Monitoring Requirements	Y	
60.19	General notification and reporting requirements	Y	
Subpart GG	Standards of Performance for Stationary Gas Turbines (1/27/82)		
60.332(a)(1)	NOx limit	Y	
60.332(a)(3)	Choice of "F" values available (either NOx emission allowance for fuel-	Y	
() ()	bound nitrogen or zero) to owner/operator to use in equation in Section		
	60.332(a)(1)		
60.332(a)(4)	Definition of "F" value – if the owner/operator elects the NOx emission	Y	
	allowance for fuel-bound nitrogen option.	3.7	
60.333	Standard for SO2	Y	
60.334(b)	Requirements for CEMS consisting of NOx and O2 monitors installed at turbines which use water injection that were constructed, reconstructed,	Y	
	or modified after October 3, 1977, but before July 8, 2004		
60.334(h)(1)	Requirements for monitoring total sulfur content of fuel fired in turbines	Y	
60.334(h)(3)	Options available to owner/operator to discontinue total sulfur content	Y	
00.33 7 (11)(3)	monitoring	1	
60.334(i)(2)	Frequency (once per unit operating day) of determining the sulfur and nitrogen content of the gaseous fuel fired in the turbines	Y	

Table IV – A Source-specific Applicable Requirements S-3, S-4, S-5, GAS TURBINES

		Federally	Future
Applicable	Regulation Title or	Enforceable	Effective
Requirement	Description of Requirement	(Y/N)	Date
60.334	Nitrogen oxides:	Y	
(j)(1)(iii)	Excess emissions and monitor downtime reporting requirements for		
3 /(/(/	turbines using NOx and diluent CEMS		
60.334	Sulfur Dioxide:	Y	
(j)(2)(i)	(Applicable only if owner or operator is required to monitor sulfur		
	content of fuel per Section 60.334(h))		
	Excess emissions		
60.334	Sulfur Dioxide:	Y	
(j)(2)(iii)	Fuel sulfur content monitor downtime		
60.334(j)(5)	Postmarking requirements for reports	Y	
60.335	Test Methods and Procedures	Y	
40 CFR 60	Performance Specifications	Y	
Appendix B			
Performance	Specifications and test procedures for SO2 and NOx continuous	Y	
Specification	emission monitoring systems in stationary sources		
2			
Performance	Specifications and test procedures for O2 and CO2 continuous emission	Y	
Specification	monitoring systems		
3			
40 CFR 60	Quality Assurance Procedures		
Appendix F			
Procedure 1	Quality assurance requirements for gas continuous emission monitoring	Y	
	systems used for compliance determination		
40 CFR	Title IV – Acid Rain Program	Y	
Part 72			
40 CFR	Code of Federal Regulations, Continuous Emissions Monitoring	Y	
Part 75			
BAAQMD			
Condition			
#18102			
Definitions	Definitions	Y	
part 12	Consistency with analyses (2-1-403)	Y	
part 13	Conflicts between conditions (1-102)	Y	
part 14	Reimbursement of costs (2-1-303)	Y	
part 15	Access to Records and Facilities (1-440, 1-441)	Y	

Table IV – A Source-specific Applicable Requirements S-3, S-4, S-5, GAS TURBINES

		Federally	Future
Applicable	Regulation Title or	Enforceable	Effective
Requirement	Description of Requirement	(Y/N)	Date
part 17	Operations (2-1-307)	Y	
part 18	Visible emissions (6-301)	Y	
Part 19	Emission Limits		
Part 19.1	Emission Limit for NOX (BACT)	Y	
Part 19.2	Emission Limit for ammonia (BACT)	N	
Part 19.3	Emission Limit for carbon monoxide (BACT)	Y	
Part 19.4	Emission Limit for precursor organic compounds (BACT)	Y	
Part 19.5	Emission Limit for PM10 (BACT, cumulative increase)	Y	
Part 19.6	Emission Limit for SOX (BACT, cumulative increase)	Y	
Part 20	Turbine Startup (cumulative increase)	Y	
Part 21	Turbine Shutdown (cumulative increase)	Y	
Part 22	Mass emission limits (cumulative increase)	Y	
part 23	Operational Limits (cumulative increase)	Y	
part 24	Monitoring requirements (Cumulative Increase, BACT, 40 CFR 75, 40 CFR 60)	Y	
part 25	Source testing/RATA (40 CFR 60, BAAQMD Manual of Procedures Volume IV)	Y	
part 26	Quality assurance program (40 CFR Part 75, Appendix B and 40 CFR Part 60, Appendix F)	Y	
part 27	Compliance with 40 CFR 60, Subpart GG (NSPS)	Y	
part 28	Breakdowns (1-208)	Y	
part 29	Breakdown reports (1-208)	Y	
part 30a	Records of fuel use and heat input (cumulative increase)	Y	
part 30b	Records of startups, shutdowns, and malfunctions (BACT, cumulative increase)	Y	
part 30c	Records of emission measurements (BACT, cumulative increase, 40 CFR 60, 40 CFR 75)	Y	
part 30d	Records of hours of operation (cumulative increase)	Y	
part 30e	Records of NOX, CO, and ammonia emissions (BACT)	Y	
part 30f	Records of continuous emission monitoring systems (1-522)	Y	
part 31	Records retention for five years (2-6-501)	Y	
part 32a	Reports of fuel use and heat input (cumulative increase)	Y	
part 32b	Reports of mass emission rates (BACT, cumulative increase)	Y	
part 32c	Reports of excess emissions (BACT, cumulative increase)	Y	

Table IV – A Source-specific Applicable Requirements S-3, S-4, S-5, GAS TURBINES

		Federally	Future
Applicable	Regulation Title or	Enforceable	Effective
Requirement	Description of Requirement	(Y/N)	Date
part 32d	Reports of nature and cause of excess emissions (BACT, cumulative increase)	Y	
part 32e	Reports of continuous emission monitoring systems downtime (1-522)	Y	
part 32f	Negative declarations (BACT, cumulative increase)	Y	
part 32g	Reports of fuel analyses (cumulative increase, 40 CFR 75)	Y	
part 34	District Operating permit (2-2, 2-6)	Y	

This section has been removed from BAAQMD Regulations because it has been superseded. Nevertheless, the source must comply with this regulation until US EPA has reviewed and approved (or disapproved) the District's revision of the regulation.

Table IV-B S-100 – GAS TURBINE

		Federally	Future
Applicable	Regulation Title or	Enforceable	Effective
Requirement	Description of Requirement	(Y/N)	Date
BAAQMD			
Regulation 1	General Provisions and Definitions (5/2/01)		
1-431	Breakdown Report	Y	
1-432	Written Breakdown Report	Y	
1-433	Determination of Breakdown	Y	
1-520	Continuous Emission Monitoring	Y	
1-522	Continuous Emission Monitoring and Recordkeeping Procedures	Y	
1-522.1	Plans and Specifications	Y	
1-522.2	Installation Scheduling	Y	
1-522.3	Performance Testing	Y	
1-522.4	Periods of Inoperation Greater Than 24 Hours	Y	
1-522.5	Calibration	Y	
1-522.6	Accuracy	Y	
1-522.7	Excesses	Y	
1-522.8	Monthly Reports	Y	
1-522.9	Records	Y	
1-522.10	Monitors Required by Sections 1-521 or 2-1-403	Y	
1-523	Parametric Monitoring and Recordkeeping Procedures	Y	
1-602	Area and Continuous Emission Monitoring Requirements	N	
SIP	General Provisions and Definitions (6/28/99)		
Regulation			
1			
1-522	Continuous Emission Monitoring and Recordkeeping Procedures	Y^1	
1-522.7	Emission limit exceedance reporting requirements	Y^1	
BAAQMD			
Regulation 2,	Regulation 2, Rule 1 – Permits, General Requirements (8/1/01)		
Rule 1			
2-1-501	Monitors	Y	
BAAQMD Begulation 6	Particulate Matter and Visible Emissions (12/19/90)		
Regulation 6	Pingalmann Number 1 Limitation	Y	
6-301	Ringelmann Number 1 Limitation Visible Particles	Y	
6-310	Particulate Weight Limitation	Y	
6-401	Appearance of Emissions	Y	

Table IV-B S-100 – GAS TURBINE

		Federally	Future
Applicable	Regulation Title or	Enforceable	Effective
Requirement	Description of Requirement	(Y/N)	Date
BAAQMD	•		
Regulation 9,	Inorganic Gaseous Pollutants – Sulfur Dioxide (3/15/95)		
Rule 1			
9-1-301	Limitations on Ground Level Concentrations	Y	
9-1-302	General Emission Limitations	Y	
BAAQMD	Inorganic Gaseous Pollutants-Nitrogen Oxides from Stationary Gas		
Regulation 9,	Turbines (9/21/94)		
Rule 9			
9-9-113	Exemption – Inspection/Maintenance	Y	
9-9-114	Exemption – Start-Up/Shutdown	Y	
9-9-305	Emission Limits, Existing Low-NOx Turbines	Y	
9-9-401	Certification, Efficiency	Y	
9-9-501	Monitoring and recordkeeping requirements	Y	
BAAQMD	Continuous Emission Monitoring Policy and Procedures (1/20/82)	Y	
Manual of			
Procedures,			
Volume V			
40 CFR 60	Standards of Performance for New Stationary Sources (12/23/71)	Y	
Subpart A	General Provisions	Y	
60.4(b)	Reports to EPA and District	Y	
60.7(a)	Written notification	Y	
60.7(b)	Records	Y	
60.8	Performance Tests	Y	
60.9	Availability of Information	Y	
60.11(a)	Compliance with standards and maintenance requirements	Y	
60.11(d)	Minimizing emissions	Y	
60.12	Circumvention	Y	
60.13	Monitoring Requirements	Y	
60.19	General notification and reporting requirements	Y	
40 CFR 60	Performance Specifications	Y	
Appendix B			
Performance	Specifications and test procedures for SO2 and NOx continuous emission	Y	
Specification	monitoring systems in stationary sources		
2			
Performance	Specifications and test procedures for O2 and CO2 continuous emission	Y	
Specification	monitoring systems		
3			

Table IV-B S-100 – GAS TURBINE

		Federally	Future
Applicable	Applicable Regulation Title or		Effective
Requirement	Description of Requirement	(Y/N)	Date
40 CFR 60	Quality Assurance Procedures		
Appendix F			
Procedure 1	Quality assurance requirements for gas continuous emission monitoring	Y	
	systems used for compliance determination		
Subpart GG	Standards of Performance for Stationary Gas Turbines (1/27/82)		
60.332(a)(1)	NOx limit	Y	
60.332(a)(3)	Choice of "F" values available (either NOx emission allowance for fuel-	Y	
	bound nitrogen or zero) to owner/operator to use in equation in Section		
60.332(a)(4)	60.332(a)(1) Definition of "F" value – if the owner/operator elects the NOx emission	Y	
60.332(a)(4)	allowance for fuel-bound nitrogen option.	I	
60.333	Performance Standards, SO2	Y	
60.334(b)	Requirements for CEMS consisting of NOx and O2 monitors installed at	Y	
00.554(0)	turbines which use steam injection that were constructed, reconstructed, or	1	
	modified after October 3, 1977, but before July 8, 2004		
60.334(h)(1)	Requirements for monitoring total sulfur content of fuel fired in turbines	Y	
60.334(h)(3)	Options available to owner/operator to discontinue total sulfur content	Y	
00.33 1(11)(3)	monitoring	•	
60.334(i)(2)	Frequency (once per unit operating day) of determining the sulfur and	Y	
	nitrogen content of the gaseous fuel fired in the turbines		
60.334	Nitrogen oxides:	Y	
(j)(1)(iii)	Excess emissions and monitor downtime reporting requirements for		
	turbines using NOx and diluent CEMS		
60.334	Sulfur Dioxide:	Y	
(j)(2)(i)	(Applicable only if owner or operator is required to monitor sulfur content		
	of fuel per Section 60.334(h))		
	Excess emissions		
60.334	Sulfur Dioxide:	Y	
(j)(2)(iii)	Fuel sulfur content monitor downtime		
60.334(j)(5)	Postmarking requirements for reports	Y	
60.335	Test Methods and Procedures	Y	
BAAQMD	Continuous Emission Monitoring Policy and Procedures (1/20/82)	Y	
Manual of			
Procedures,			
Volume V			
40 CFR 72	Title IV - Acid Rain Program	Y	March 1, 2005

Table IV-B S-100 – GAS TURBINE

		Federally	Future
Applicable	Regulation Title or	Enforceable	Effective
Requirement	Description of Requirement	(Y/N)	Date
40 CFR	Code of Federal Regulations, Continuous Emissions Monitoring	Y	March 1,
Part 75			2005
BAAQMD			
Cond# 2780			
Part 1a	BACT NOX Limit (basis: BACT, PSD)	Y	
Part 1b	Startup and shutdowns (basis: BACT)	Y	
Part 1c	Steam Injection (basis: BACT, PSD)	Y	
Part 1e	RACT NOX limit adjusted for capacity increase and efficiency (basis: 2-	Y	
	2-604, 9-9-113, 9-9-114, 9-9-305, 9-9-401)		
Part 1f	Annual NOX limit (basis: BACT, 9-9-305, 2-2-604)	Y	
Part 1g	Daily NOX limit (basis: 2-2-301)	Y	
Part 3a	CO control requirement (basis: BACT)	Y	
Part 3b	Annual CO emission limit (basis: BACT)	Y	
Part 3c	CO concentration limit (basis: BACT)	Y	
Part 3d	CO emissions during Startup and shutdown periods (basis: BACT)	Y	
Part 3e	CO emissions during operation at less than 80 percent load (basis: BACT)	Y	
part 3f	CO emissions during operation at low ambient temperature (basis: BACT)	Y	
Part 4	Individual boiler NOx concentration limit averaged over a 3-hour period	Y	
	(basis: PSD, BACT)		
part 6	NMHC/TSP Limit (basis: Cumulative increase)	Y	
part 8	Steam Injection (basis: BACT)	Y	
Part 9	Continuous Emission Monitoring (basis: PSD, 2-1-403)	Y	
part 11	CEM requirement (basis: PSD, BACT, 2-1-403)	Y	
part 13a	Stack height (basis: PSD)	Y	
part 13b	Sampling ports (basis: BAAQMD 1-501)	Y	
part 14	Recordkeeping (basis: PSD, BACT)	Y	
part 18	Hours of Operation (basis: Cumulative increase)	Y	
	PSD Permit		
BAAQMD			
Condition			
# 21961			
III	Facilities Operation	Y	
V	Right to Entry	Y	
VI	Transfer of Ownership	Y	
VII	Severability	Y	

Table IV-B S-100 – GAS TURBINE

Amplicable	Dogwletien Title on	Federally Enforceable	Future Effective
Applicable	Regulation Title or		
Requirement	Description of Requirement	(Y/N)	Date
VIII	Other Applicable Regulations	Y	
IX, B	Air Pollution Control Equipment	Y	
IX, C	Emission Limits for NOx	Y	
IX, D	Performance Tests	Y	
IX, E	Continuous Emission Monitoring	Y	
IX, G	New Source Performance Standards	Y	

This section has been removed from BAAQMD Regulations because it has been superseded. Nevertheless, the source must comply with this regulation until US EPA has reviewed and approved (or disapproved) the District's revision of the regulation.

Table IV-C S-101, S-102 – BOILERS

		Federally	Future
Applicable	Regulation Title or	Enforceable	Effective
Requirement	Description of Requirement	(Y/N)	Date
BAAQMD			
Regulation 1	General Provisions and Definitions (11/3/93)		
1-431	Breakdown Report	Y	
1-432	Written Breakdown Report	Y	
1-433	Determination of Breakdown	Y	
1-520	Continuous Emission Monitoring	Y	
1-522	Continuous Emission Monitoring and Recordkeeping Procedures	Y	
1-522.1	Plans and Specifications	Y	
1-522.2	Installation Scheduling	Y	
1-522.3	Performance Testing	Y	
1-522.4	Periods of Inoperation Greater Than 24 Hours	Y	
1-522.5	Calibration	Y	
1-522.6	Accuracy	Y	
1-522.7	Excesses	Y	
1-522.8	Monthly Reports	Y	
1-522.9	Records	Y	
1-522.10	Monitors Required by Sections 1-521 or 2-1-403	Y	
1-523	Parametric Monitoring and Recordkeeping Procedures	Y	
1-602	Area and Continuous Emission Monitoring Requirements	Y	
SIP	General Provisions and Definitions (6/28/99)		
Regulation 1			
1-522	Continuous Emission Monitoring and Recordkeeping Procedures	Y^1	
1-522.7	Emission limit exceedance reporting requirements	Y^1	
BAAQMD			
Regulation 2,	Regulation 2, Rule 1 - Permits, General Requirements (8/1/01)		
Rule 1			
2-1-501	Monitors	N	
BAAQMD	Particulate Matter and Visible Emissions (12/19/90)		
Regulation 6			
6-301	Ringelmann Number 1 Limitation	Y	
6-305	Visible Particles	Y	
6-310	Particulate Weight Limitation	Y	
6-310.3	Heat transfer equipment	Y	

Table IV-C S-101, S-102 – BOILERS

		Federally	Future
Applicable	Regulation Title or	Enforceable	Effective
Requirement	Description of Requirement	(Y/N)	Date
6-401	Appearance of Emissions	Y	
BAAQMD			
Regulation 9,	Inorganic Gaseous Pollutants - Sulfur Dioxide (3/15/95)		
Rule 1			
9-1-301	Limitations on Ground Level Concentrations	Y	
9-1-302	General Emission Limitations	Y	
BAAQMD	Inorganic Gaseous Pollutants - Nitrogen Oxides and Carbon		
Regulation 9,	Monoxide from Industrial, Institutional, and Commercial		
Rule 7	Boilers, Steam Generators, and Process Heaters (9/15/93)		
9-7-301	Emission Limits-Gaseous Fuel	Y	
9-7-301.1	Emission Limits-NOx	Y	
9-7-301.2	Emission Limits-CO	Y	
9-7-303	Emission Limits-Gaseous Fuels-and Non-Gaseous Fuel	Y	
9-7-503	Records	Y	
9-7-503.3	Records of equipment testing	Y	
9-7-503.4	Source test records	Y	
9-7-603	Compliance Determination	Y	
BAAQMD	Continuous Emission Monitoring Policy and Procedures		
Manual of	(1/20/82)		
Procedures,			
Volume V			
40 CFR 60	Standards of Performance for New Stationary Sources	Y	
	(12/23/71)		
Subpart A	General Provisions	Y	
60.4(b)	Reports to EPA and District	Y	
60.7(a)	Written notification	Y	
60.7(b)	Records	Y	
60.8	Performance Tests	Y	
60.9	Availability of Information	Y	
60.11(a)	Compliance with standards and maintenance requirements	Y	
60.11(d)	Minimizing emissions	Y	
60.12	Circumvention	Y	
60.13	Monitoring Requirements	Y	
60.19	General notification and reporting requirements	Y	

Table IV-C S-101, S-102 – BOILERS

		Federally	Future
Applicable	Regulation Title or	Enforceable	Effective
Requirement	Description of Requirement	(Y/N)	Date
40 CFR 60	Performance Specifications	Y	
Appendix B			
Performance	Specifications and test procedures for SO2 and NOx continuous	Y	
Specification	emission monitoring systems in stationary sources		
2			
Performance	Specifications and test procedures for O2 and CO2 continuous	Y	
Specification 3	emission monitoring systems		
40 CFR 60	Quality Assurance Procedures		
Appendix F	Quanty Assurance Procedures		
Procedure 1	Quality assurance requirements for gas continuous emission	Y	
	monitoring systems used for compliance determination		
Subpart Db	Standards of Performance for Industrial-Commercial-	Y	
	Institutional Steam Generating Units (12/16/87)		
60.44b	NOx limit	Y	
(a)(1)(ii)			
60.44b(h)	NOx limit applicable at all times	Y	
60.44b(i)	Compliance: 24-hr basis	Y	
BAAQMD			
Cond #2780			
part 3b	Annual CO emission limit (basis: BACT)	Y	
part 4	NOx limit (basis: PSD, BACT)	Y	
part 6	NMHC/TSP Limit (basis: Cumulative increase)	Y	
part 11	CEM requirement (basis: PSD, BACT, 2-1-403)	Y	
part 13b	Sampling ports (BAAQMD 1-501)	Y	
part 14	Recordkeeping (basis: PSD, BACT)	Y	
part 18	Hours of Operation (basis: Cumulative increase)	Y	
BAAQMD	PSD Permit		
Condition			
# 21961			
III	Facilities Operation	Y	
V	Right to Entry	Y	
VI	Transfer of Ownership	Y	
VII	Severability	Y	
VIII	Other Applicable Regulations	Y	
IX, B	Air Pollution Control Equipment	Y	

Table IV-C S-101, S-102 – BOILERS

Applicable	Regulation Title or	Federally Enforceable	Future Effective
Requirement	Description of Requirement	(Y/N)	Date
IX, C	Emission Limits for NOx	Y	
IX, D	Performance Tests	Y	

This section has been removed from BAAQMD Regulations because it has been superseded. Nevertheless, the source must comply with this regulation until US EPA has reviewed and approved (or disapproved) the District's revision of the regulation.

Table IV-D S-104 – COOLING TOWER

		Federally	Future
Applicable	Regulation Title or	Enforceable	Effective
Requirement	Description of Requirement	(Y/N)	Date
BAAQMD	Particulate Matter and Visible Emissions (12/19/90)		
Regulation 6			
6-301	Ringelmann Number 1 Limitation	Y	
6-305	Visible Particles	Y	
6-310	Particulate Weight Limitation	Y	
6-311	General Operations	Y	
6-401	Appearance of Emissions	Y	

Table IV - E
Source-specific Applicable Requirements
S-6 - EMERGENCY STANDBY FIRE PUMP: DIESEL ENGINE

Applicable Requirement BAAQMD	Regulation Title or Description of Requirement Particulate Matter and Visible Emissions (12/19/90)	Federally Enforceable (Y/N)	Future Effective Date
Regulation 6	articulate Matter and Visible Emissions (12/17/70)		
6-303	Ringelmann No. 2 Limitation	Y	
6-305	Visible Particles	Y	
6-310	Particulate Weight Limitation	Y	

Facility Name: Calpine Gilroy Cogen, L.P. and Gilroy Energy Center, LLC Permit for Facility #: B1180

IV. Source-Specific Applicable Requirements

Table IV - E Source-specific Applicable Requirements S-6 - EMERGENCY STANDBY FIRE PUMP: DIESEL ENGINE

Applicable Requirement	Regulation Title or Description of Requirement	Federally Enforceable (Y/N)	Future Effective Date
6-401	Appearance of Emissions	Y	
BAAQMD	Inorganic Gaseous Pollutants, Sulfur Dioxide (3/15/95)		
Regulation			
9, Rule 1			
9-1-301	Limitations on Ground Level Concentrations	Y	
9-1-304	Fuel Burning (Liquid and Solid Fuels)	Y	
BAAQMD	Inorganic Gaseous Pollutants (8/1/01)		
Regulation			
9, Rule 8			
9-8-330	Emergency Standby Engines, Hours of Operation	N	
9-8-530	Emergency standby engines, monitoring and recordkeeping	N	

V. SCHEDULE OF COMPLIANCE

The permit holder shall continue to comply with all applicable requirements cited in this permit. The permit holder shall also comply with applicable requirements that become effective during the term of this permit on a timely basis.

VI. PERMIT CONDITIONS

Any condition that is preceded by an asterisk is not federally enforceable.

Permit Condition #2780:

For S-100 - GAS TURBINE, S-101 AND S-102, BOILERS (amended August 29, 1987, June 27, 1989, September 13, 1990 [APPLICATION NO. 5140], May, 1998 [Application #25841], December, 1998 [Application #18872], and January, 2000 [Application #455])

- 1a. The oxides of nitrogen (NOx) concentration in the gas turbine exhaust shall not exceed 25 ppmvd at 15% oxygen averaged over any three-hour period. (BACT, PSD)
- 1b. The limit in part 1a shall not apply during cold start-up, which is not to exceed four hours, or shutdown procedure, which is not to exceed two hours. However, for daily start-ups after a shutdown of twelve (12) hours or less, the start-up period shall be limited to one (1) hour. (BACT)
- 1c. During any mode of operation, the owner or operator shall inject steam for NOx control at the turbine when steam of specified pressure and temperature is available. (BACT, PSD)
- 1d. (Deleted BAAQMD Application #445)
- 1e. Effective after startup of the modification proposed in Application #445, the oxides of nitrogen (NOx) concentration in the gas turbine exhaust shall not exceed 21.0 ppmvd at 15% oxygen averaged over any calendar day, excluding periods of startup or shutdown pursuant to Regulation 9-9-114 or periods of inspection and maintenance pursuant to Regulation 9-9-113. (2-2-604, 9-9-113, 9-9-114, 9-9-305, 9-9-401)
- 1f. Mass emissions of NOx at S-100, Gas Turbine, shall not exceed 323.7 tons per any consecutive twelve months. The permit holder shall install current Best Available

Control Technology if this limit is exceeded or if the permit holder applies for a limit exceeding this limit. (BACT, 9-9-305, 2-2-604)

- 1g. Mass emissions of NOx at S-100, Gas Turbine, shall not exceed 1876 lb in any calendar day. (Regulation 2-2-301)
- 2. (Deleted BAAQMD Title V application #25841)
- 3a. An oxidizing catalyst (A100) shall reduce CO emissions from the gas turbine (S-100). The catalyst shall operate during all periods of turbine operation except during start-up, which shall not exceed one hour for warm start, or four hour for a cold start. (9/98 BACT)
- 3b. Annual CO emissions shall not exceed 100 tons in any consecutive twelve months for sources S-100, S-101, and S-102. Sampling ports for testing for compliance with this condition shall be maintained as approved by the District's Source Test Section. (6/27/89) (BACT)
- 3c. CO emissions in the gas turbine exhaust shall not exceed 10 ppmvd at 15% oxygen over any three-hour period . (9/98 BACT)
- 3d. The limit in paragraph 3c shall not apply during startup and shutdown periods. Emissions during startup and shutdown periods shall be limited to 14670 lbs per any consecutive twelve months. (6/27/89 BACT)
- 3e. The limit in paragraph 3c shall not apply during operation at less than 80 percent load, which is not to exceed 750 hours in any consecutive twelve months. The emissions during operation at less than 80 percent load shall not exceed 14.8 tons per any consecutive twelve months. (9/98 BACT)
- 3f. The limit in paragraph 3c shall not apply when ambient temperature is less than 35 degrees F. The CO limit when ambient temperature is less than 35 degrees F shall be 15 ppmvd, averaged over one hour. Operation at this alternate limit shall be limited to 100 hours in any consecutive twelve-month period. Emissions of CO while operating under this condition shall be limited to 3120 lbs. in any consecutive twelve-month period. (9/98 BACT)
- 3.g. (Deleted under BAAQMD Application # 13479)
- 4. Nitrogen oxide (NOx) emissions from each auxiliary boiler (S-101, S-102) shall not exceed 30 ppmvd at 3% oxygen averaged over any three-hour period. (PSD, BACT)
- 5. (Deleted under BAAQMD Application # 13479)

- 6. Total emissions from the gas turbine (S-100) and auxiliary boilers (S-101, S-102) shall not exceed 25 ton/year TSP or 40-ton/yr. NMHC.
- 6.a. As long as natural gas is burned exclusively at the turbine and boilers, particulate emissions shall not be monitored. (Cumulative increase)
- 6.b. (Deleted under BAAQMD Application # 13479)

6.C. (DELETED UNDER BAAQMD APPLICATION # 13479)

- 7.a. (Deleted under BAAQMD Application # 13479)
- 7.b. (Deleted under BAAQMD Application # 13479)
- 8. The steam injection to control NOx emissions from the turbine shall be operated during all periods when injection steam is available at the specified pressure and temperature. (BACT)
- 9. Pursuant to the PSD permit, the owner or operator shall install and operate a continuous monitoring system to monitor and record the fuel consumption and the ratio of steam injected to fuel fired in the turbine. (PSD, 2-1-403)
- 10.a. (Deleted under BAAQMD Application # 13479)
- 10.b. (Deleted under BAAQMD Application # 13479)
- 11. The owner or operator shall install, calibrate and operate District approved continuous in-stack emission monitors for nitrogen oxides, carbon monoxide, and either oxygen or carbon dioxide at the turbine and the boilers. (PSD, BACT, 2-1-403)
- 12. (Deleted BAAQMD Title V application #25841)
- 13a. The exhaust stack from the gas turbine (P-100) shall be constructed to a height of at least 80 feet. (PSD)
- 13b. Sampling ports for testing for compliance with these conditions shall be maintained as approved by the District's Source Test Division. (BAAQMD 1-501)
- 14. All records associated with the above conditions shall be retained by the owner or operator, for at least five years, for review by the District and shall be supplied to the District upon request. The recording format shall be subject to the approval of the APCO. (PSD, BACT)

- 15. (Deleted under BAAQMD Application # 13479)
- 16. (Deleted BAAQMD Title V application #25841)
- 17. (Deleted under BAAQMD Application # 13479)
- 18. The auxiliary boilers (S-101, S-102) shall not operate simultaneously with the gas turbine more than a combined total of 28 boiler hours/day or 3950 boiler hours/year. The auxiliary boilers may operate any time during period of gas turbine outage. (9/13/90) (Cumulative increase)

Condition #14299

For S-100 - GAS TURBINE, S-101 AND S-102, BOILERS

1. The owner/operator shall ensure that sources S-100, Gas Turbine, and S-101-S-102, Boilers exclusively combust no other fuel in them except for natural gas. (basis: 2-1-403)

Condition #18102:

For Sources S-3, S-4, S-5, Turbines

Definitions:

Clock Hour: Any continuous 60-minute period beginning on the hour.

Calendar Day: Any continuous 24-hour period beginning at 12:00 AM or 0000

hours

Year: Any consecutive twelve-month period of time

Heat Input: All heat inputs refer to the heat input at the higher heating value

(HHV) of the fuel, in Btu/scf.

Firing Hours: Period of time, during which fuel is flowing to a unit, measured in

fifteen-minute increments.

MM Btu: million British thermal units

Gas Turbine Start-up Mode: The time beginning with the introduction of continuous fuel flow to

the Gas Turbine until the requirements listed in Condition 19 are

met, but not to exceed 60 minutes.

Gas Turbine Shutdown Mode: The time from non-compliance with any requirement listed in

Condition 19 until termination of fuel flow to the Gas Turbine, but

not to exceed 30 minutes.

Corrected Concentration: The concentration of any pollutant (generally NO_x, CO or NH₃)

corrected to a standard stack gas oxygen concentration. For an emission point (exhaust of a Gas Turbine) the standard stack gas

Facility Name: Calpine Gilroy Cogen, L.P. and Gilroy Energy Center, LLC
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VI. Permit Conditions

oxygen concentration is 15% O₂ by volume on a dry basis

Precursor Organic

Compounds (POCs): Any compound of carbon, excluding methane, ethane, carbon

monoxide, carbon dioxide, carbonic acid, metallic carbides or

carbonates, and ammonium carbonate

CEC: California Energy Commission

EQUIPMENT DESCRIPTION:

Installation of Three Simple-Cycle Gas Turbine Generators Consisting Of:

- 1. Simple Cycle Gas Turbine, General Electric, LM6000PC, Maximum Heat Input 467.6 MMBtu/hr, Nominal Electrical Output 45 MW, Natural Gas-Fired.
- 2. Selective Catalytic Reduction NOx Control System.
- 3. Ammonia Injection System. (including the ammonia storage tank and control system)
- 4. Oxidation Catalyst System.
- 5. Continuous emission monitoring system (CEMS) designed to continuously record the measured gaseous concentrations, and calculate and continuously monitor and record the NOx and CO concentrations in ppmvd corrected to 15% oxygen on a dry basis.

PERMIT CONDITIONS:

Condition #18102

Conditions for the Commissioning Period (Parts 1 through 8 deleted)

9. (Deleted under BAAQMD Application # 13479)

(Parts 10 through 11 deleted)

- 12. Consistency with Analyses: Operation of this equipment shall be conducted in accordance with all information submitted with the application (and supplements thereof) and the analyses under which this permit is issued unless otherwise noted below. (2-1-403)
- 13. Conflicts Between Conditions: In the event that any condition herein is determined to be in conflict with any other condition contained herein, then, if principles of law do not provide to the contrary, the condition most protective of air quality and public health and

safety shall prevail to the extent feasible. (1-102)

- 14. Reimbursement of Costs: All reasonable expenses, as set forth in the District's rules or regulations, incurred by the District for all activities that follow the issuance of this permit, including but not limited to permit condition implementation, compliance verification and emergency response, directly and necessarily related to enforcement of the permit shall be reimbursed by the owner/operator as required by the District's rules or regulations. (2-1-303)
- 15. Access to Records and Facilities: As to any condition that requires for its effective enforcement the inspection of records or facilities by representatives of the District, the Air Resources Board (ARB), the U.S. Environmental Protection Agency (U.S. EPA), or the California Energy Commission (CEC), the owner/operator shall make such records available or provide access to such facilities upon notice from representatives of the District, ARB, U.S. EPA, or CEC. Access shall mean access consistent with California Health and Safety Code Section 41510 and Clean Air Act Section 114A. (1-440, 1-441)
 - 16. (Deleted under BAAQMD Application # 13479)
- <u>17. Operations</u>: The gas turbine, emissions controls, CEMS and associated equipment shall be properly maintained and kept in good operating condition at all times when the equipment is in operation. (2-1-307)
- 18. <u>Visible Emissions</u>: 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 or darker than Ringelmann 1 or equivalent 20% opacity. (6-301)

19. Emissions Limits:

A 1-hour rolling average is any continuous 60-minute period beginning on the hour.

- Oxides of nitrogen (NOx) emissions from the gas turbine shall not exceed 5 ppmvd @ 15% O2 (1-hour rolling average), except during periods of startup and shutdown as defined in this permit. The NOx emission concentration shall be verified by a District-approved continuous emission monitoring system (CEMS) and during any required source test. (basis: BACT)
- 19.2 Ammonia emissions from the gas turbine shall not exceed 10 ppmvd @ 15% O2 (3-hour rolling average), except during periods of startup and shutdown as defined in this permit. The ammonia emission concentration shall be verified by the continuous recording of the ratio of the ammonia injection rate to the NOx inlet rate to the SCR control system (molar ratio). The maximum allowable NH₃/NO_x molar ratio shall be determined during any required source test, and shall not be exceeded until reestablished through another valid source test. (basis: BACT)

- 19.3 Carbon monoxide (CO) emissions from the gas turbine shall not exceed 6 ppmvd @ 15 % O2 (3-hour rolling average), except during periods of startup and shutdown as defined in this permit. The CO emission concentration shall be verified by a District-approved CEMS and during any required source test. (basis: BACT)
- 19.4 Precursor organic compound (POC) emissions from the gas turbine shall not exceed 2 ppmvd @ 15% O2 (3-hour rolling average), except during periods of startup and shutdown as defined in this permit. The POC emission concentration shall be verified during any required source test. (basis: BACT)
- 19.5 Particulate matter emissions less than ten microns in diameter (PM10) from the gas turbine shall not exceed 2.5 pounds per hour, except during periods of startup and shutdown as defined in this permit. The PM10 mass emission rate shall be verified during any required source test. (basis: BACT & cumulative increase)
- 19.6 Oxides of sulfur emissions (SOx) from the gas turbine shall not exceed 0.33 pounds per hour. The SOx emission rate shall be verified during any required source test. (basis: BACT & cumulative increase)
- 20. Turbine Startup: Startup of the gas turbine shall not exceed a time period of 60 minutes each per occurrence, or another time period based on good engineering practice and approved in advance by the District. The startup clock begins with the turbine's initial firing and continues until the unit meets the emission concentration limits. (Basis: Cumulative increase)
- 21. <u>Turbine Shutdown</u>: Shutdown of the gas turbine shall not exceed a time period of 30 minutes each per occurrence, or another time period based on good engineering practice and approved in advance by the District. Shutdown begins with initiation of the turbine shutdown sequence and ends with the cessation of turbine firing. (Basis: Cumulative increase)
- <u>22.</u> <u>Mass Emission Limits</u>: Total mass emissions from the three gas turbines shall not exceed the daily, and annual mass emission limits listed in Table 1 below.

Table 1 – Mass Emission Limits (Including Startups and Shutdowns)

Pollutant	Daily	Annual
	(lb)	(tons)
NOx (as NO ₂)	604.8	39.5
POC	84	6.9
СО	446.1	36.0
SOx (as SO ₂)	23.8	1.9
PM10	180	14.7

The daily and annual mass limits are on a calendar basis. Compliance shall be based on calendar average one-hour readings through the use of process monitors (e.g., fuel use meters), CEMS, and source test results; and the monitoring, recordkeeping and reporting conditions of this permit. (Basis: Cumulative increase)

- 23. Operational Limits: In order to comply with the emission limits of this rule, the owner/operator shall comply with the following operational limits:
 - (a) The heat input to each gas turbine shall not exceed:

Hourly: 468 MMBtu/hr Daily: 11,222 MMBtu/day

The heat input to the three gas turbines shall not exceed:

Annual: 5,494,300 MMBtu/year

- (b) Only PUC Quality natural gas (General Order 58-a) shall be used to fire the gas turbine. The natural gas shall not contain total sulfur in concentrations exceeding 0.25 gr./100 scf.
- (c) The owner/operator of the gas turbine shall comply with the daily and annual emission limits listed in Table 1 by keeping running totals based on CEM data. (Basis: Cumulative increase)
- 24. <u>Monitoring Requirements</u>: The owner/operator shall comply with the following monitoring requirements for each gas turbine:
 - (a) The gas turbine exhaust stack shall be equipped with permanent provisions to allow collection of stack gas samples consistent with EPA test methods.
 - (b) The ammonia injection system shall be equipped with an operational ammonia flowmeter and injection pressure indicator accurate to plus or minus five percent at full scale and calibrated once every twelve months.
 - (c) The gas turbine exhaust shall be equipped with continuously recording emissions monitor(s) for NOx, CO and O2. Continuous emissions monitors shall comply with the requirements of 40 CFR Part 60, Appendices B and F, and 40 CFR Part 75, and shall be capable of monitoring concentrations and mass emissions during normal operating conditions and during startups and shutdowns.

- (d) The fuel heat input rate shall be continuously recorded using District-approved fuel flow meters along with quarterly fuel compositional analyses for the fuel's higher heating value (wet basis).
- (e) The total sulfur and hydrogen sulfide content of the fuel gas shall be analyzed on a quarterly basis.

(Basis: Cumulative Increase, BACT, 40 CFR 75, 40 CFR 60)

- 25. Source Testing/RATA: The owner/operator shall perform a relative accuracy test audit (RATA) on the CEMS in accordance with 40 CFR Part 60 Appendix B Performance Specifications and a source test on an annual basis. Additional source testing may be required at the discretion of the District to address or ascertain compliance with the requirements of this permit. The written test results of the source tests shall be provided to the District within forty-five days after testing. A complete test protocol shall be submitted to the District no later than 30 days prior to testing, and notification to the District at least ten days prior to the actual date of testing shall be provided so that a District observer may be present. The source test protocol shall comply with the following: measurements of NOx, CO, POC, and stack gas oxygen content shall be conducted in accordance with ARB Test Method 100; measurements of PM10 shall be conducted in accordance with ARB Test Method 5; and measurements of ammonia shall be conducted in accordance with Bay Area Air Quality Management District test method ST-1B. Alternative test methods, and source testing scope, may also be used to address the source testing requirements of the permit if approved in advance by the District. The initial and annual source tests shall include those parameters specified in the approved test protocol, and shall at a minimum include the following:
 - a. NOx (as NO_x) ppmvd at 15% O2 and lb/MMBtu(as NO2);
 - b. Ammonia ppmvd at 15% O2 (Exhaust);
 - c. CO ppmvd at 15% O2 and lb/MMBtu (Exhaust);
 - d. POC ppmvd at 15% O2 and lb/MMBtu (Exhaust);
 - e. PM10 lb/hr (Exhaust);
 - f. SOx lb/hr (Exhaust);
 - g. Natural gas consumption, fuel High Heating Value (HHV), and total fuel sulfur content;
 - h. Turbine load in megawatts;
 - i. Stack gas flow rate (SDCFM) calculated according to procedures in U.S. EPA Method 19.
 - j. Exhaust gas temperature (°F)
 - k. Ammonia injection rate (lb/hr or moles/hr)

(Basis: 40 CFR 60, BAAOMD Manual of Procedures Volume IV)

<u>26.</u> A written quality assurance program, for the CEM, must be established in accordance with 40 CFR Part 75, Appendix B and 40 CFR Part 60 Appendix F. (Basis: 40 CFR Part 75, Appendix B and 40 CFR Part 60, Appendix F)

- <u>27.</u> The owner/operator shall comply with the applicable requirements of 40 CFR Part 60 Subpart GG. (Basis: NSPS)
- 28. The owner/operator shall notify the District of any breakdown condition consistent with the District's breakdown regulations. (Basis: Regulation 1-208)
- 29. The District shall be notified in writing in a timeframe consistent with the District's breakdown regulations following the correction of any breakdown condition. The breakdown condition shall include a description of the equipment malfunction or failure, the date and cause of the initial failure, the estimated emissions in excess of those allowed, and the actions taken to restore normal operations. (Basis: Regulation 1-208)
- 30. Recordkeeping: The owner/operator shall maintain the following records:
 - (a) hourly, daily, quarterly and annual quantity of fuel used and corresponding heat input rates (cumulative increase);
 - (b) the date and time of each occurrence, duration, and type of any startup, shutdown, or malfunction along with the resulting mass emissions during such time period (BACT, cumulative increase);
 - (c) emission measurements from all source testing, RATAs and fuel analyses (Cumulative Increase, BACT, 40 CFR 75, 40 CFR 60);
 - (d) daily, quarterly and annual hours of operation (Cumulative Increase);
 - (e) hourly records of NOx and CO, emission concentrations and hourly ammonia injection rates and ammonia/NOx ratio (BACT);
 - (f) for the continuous emissions monitoring system; performance testing, evaluations, calibrations, checks, maintenance, adjustments, and any period of non-operation of any continuous emissions monitor (1-522).
- 31. All records required to be maintained by this permit shall be retained by the permittee for a period of five years and shall be made readily available for District inspection upon request. (Basis: BAAQMD 2-6-501)
- 32. <u>Reporting</u>: The owner/operator shall submit to the District a written report for each calendar quarter, within 30 days of the end of the quarter, which shall include:
 - (a) Daily and quarterly fuel use and corresponding heat input rates (Cumulative Increase);
 - (b) Daily and quarterly mass emission rates for all criteria pollutants during normal operations and during other periods (startup/shutdown, breakdowns) (BACT, cumulative increase);
 - (c) Time intervals, date, and magnitude of excess emissions (BACT, cumulative increase);
 - (d) Nature and cause of the excess emission, and corrective actions taken (BACT,

- cumulative increase);
- (e) Time and date of each period during which the CEM was inoperative, except for zero and span checks, and the nature of system repairs and adjustments (1-522);
- (f) A negative declaration when no excess emissions occurred (BACT, cumulative increase); and
- (g) Results of quarterly fuel analyses for HHV and total sulfur/hydrogen sulfide content (Cumulative increase, 40 CFR 75).
- 33. (Deleted under BAAQMD Application # 13479)
- 34. <u>District Operating Permit</u>: The owner/operator shall apply for and obtain all required operating permits from the District according to the requirements of the District's rules and regulations. (Basis: Regulations 2-2 & 2-6)
- 35. (Deleted under BAAQMD Title V application # 6748)

Condition # 21961:

For S-100 - GAS TURBINE, S-101 AND S-102, BOILERS

Following are the PSD conditions imposed by EPA before construction in 1985.

- I. (deleted BAAQMD Title V application #25841)
- II. (deleted BAAQMD Title V application #25841)
- III. Facilities Operation

All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Approval to Construct/Modify shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. (PSD)

- IV. (deleted BAAQMD Title V application #25841)
- V. Right to Entry

The Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local air pollution control agency, and/or their authorized representatives, upon the presentation of credentials, shall be permitted:

A. to enter upon the premises where the source is located or in which any records are

required to be kept under the terms and conditions of this Approval to Construct/Modify; and

- B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Approval to Construct/Modify; and
- C. to inspect any equipment, operation, or method required in this Approval to Construct/Modify; and
- D. to sample emissions from the source. (PSD)

VI. Transfer of Ownership

In the event of any changes in control or ownership of facilities to be constructed or modified, this Approval to Construct/Modify shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Approval to Construct/Modify and its conditions by letter, a copy of which shall be forwarded to the State and local Air Pollution Control Agency. (PSD)

VII. Severability

The provisions of this Approval to Construct/Modify are severable, and, if any provision of this Approval to Construct/Modify is held invalid, the remainder of this Approval to Construct/Modify shall not be affected thereby. (PSD)

VIII. Other Applicable Regulations

The owner and operator of the proposed project shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60 and 61 and all other applicable Federal, State and local air quality regulations. (PSD)

IX. Special Conditions

- A. (deleted BAAQMD Title V application #25841)
- B. Air Pollution Control Equipment

On and after the date of startup of the S100, Turbine, the owner or operator shall install, continuously operate, and maintain a steam injection system to reduce emission of nitrogen oxides from the gas turbine.

C. Emission Limits for NOX

On and after the date of startup of the gas turbine, the owner or operator shall not discharge or cause the discharge into the atmosphere NOX in excess of 25 ppmv at 15%

O2 (3-hour average). (PSD)

This limit shall not apply during cold start-up, which is not to exceed four hours, or shutdown procedure, which is not to exceed two hours. However, for daily start-ups after a shutdown of twelve (12) hours or less, the start-up period shall be limited to one (1) hour.

On and after the date of startup of the auxiliary boilers, the owner or operator shall not discharge or cause the discharge into the atmosphere NOX in excess of 40 ppmv at 3% O2 (3-hour average). (PSD)

- D. Performance Tests
- 1. The owner or operator shall conduct performance tests for NOX and furnish the Bay Area Air Quality Management District and the EPA a written report of the results of such tests upon written request of EPA or the District. Any test for NOX shall be conducted at the maximum capacity of the emission unit being tested. (PSD)
- 2. Performance tests for the emissions of NOx, shall be conducted and the results reported in accordance with the test method set forth in 40 CFR 60, Part 60.8 and Appendix A. Performance tests for the emission of NOX shall be conducted using EPA Methods 7 and 20. (PSD)

The EPA (Attn: A-3-3) shall be notified in writing at least 30 days prior to such tests to allow time for the development of an approvable performance test plan and to arrange for an observer to be present at the test. (PSD)

Such prior approval shall minimize the possibility of EPA rejection of test results for procedural deficiencies. In lieu of the above mentioned test methods, equivalent methods may be used with prior written approval from the EPA. (PSD)

- E. Continuous Emission Monitoring
- 1. Prior to the date of startup and thereafter, the owner or operator shall install, maintain and operate the following continuous monitoring systems in the heat recovery steam generator exhaust stack:
 - Continuous monitoring systems to measure stack gas NOX concentration, fuel usage, steam-to-fuel ratio, and either O2 or CO2 concentrations. The systems shall meet EPA monitoring performance specifications (40 CFR 60.13 and 40 CFR 60, Appendix B, Performance Specifications). (PSD)
- 2. The owner or operator shall maintain a file of all measurements, including

continuous monitoring system or monitoring device calibration checks; adjustments and maintenance performed on these systems or devices; and all other information required by 40 CFR 60 recorded in a permanent form suitable for inspection. The file shall be retained for at least five years following the date of such measurement, maintenance, reports and records. (PSD)

- 3. The owner or operator shall submit a written report of all excess emissions to EPA (Attn: A-3-3) for every calendar quarter. The report shall include the following:
 - a. The magnitude of excess emissions computed in accordance with 40 CFR 60.13(h), any conversion factors used, and the date and time of commencement and completion of each time period of excess emissions. (PSD)
 - b. Specific identification of each period of excess emissions that occurs during start-ups, shutdowns and malfunctions of the cogeneration gas turbine system. The nature and cause of any malfunction (if known) and the corrective action taken or preventive measures adopted shall also be reported. (PSD)
 - c. The date and time identifying each period during which the continuous monitoring system was inoperative except for zero and span checks and the nature of the system repairs or adjustments. (PSD)
 - d. When no excess emission have occurred or the continuous monitoring system has not been inoperative, repaired, or adjusted, such information shall be stated in the report. (PSD)
 - e. Excess emissions shall be defined as any three-hour period during which the average emissions of NOX, as measured by the continuous monitoring system, exceeds the NOX maximum emission limits set forth in Conditions IX. C. (PSD)
- 4. Excess emission indicated by the CEM system shall be considered violations of the applicable emission limit for the purposes of this permit. (PSD)

F. Fuel Usage and Sulfur Content

Any fuel oil fired (except as provided below) shall not exceed a maximum sulfur content 0.12% (by weight). The owner or operator shall maintain records on the duration of fuel oil firing, the sulfur content, and in which operating sources fuel oil firing took place. All fuel oil receipts must be certified to 0.12% weight sulfur or less except as provided below. (PSD)

During periods of natural gas curtailment, the maximum sulfur content of the fuel oil burned shall not exceed 0.25% (by weight), provided that the gas turbine was being fired on natural gas prior to the curtailment. (PSD)

During such periods, the gas turbine NOX emission limit in Special Condition C shall not apply; NOX shall be controlled via steam injection at no less than the rate determined by the steam/fuel ration specified for natural gas firing and no greater than the lesser of the ratio determined by the manufacturer recommended maximum steam/fuel ratio or 83,000 lb/hr at (59 degrees F). (PSD)

The owner or operator shall not consume more than 193,000 gallons of fuel oil per day or 24.4 million gallons per year when firing fuel oil at sources S-100, S-101, and S-102. (PSD)

The owner or operator shall maintain records of the amount of fuel used in the gas turbine and auxiliary boilers, and the sulfur content of the fuel, in a permanent form suitable for inspection for EPA and the Bay Area AQMD. The record shall be maintained for at least five years following the date of its making. (PSD) (Deleted under BAAQMD Title V application # 6748)

G. New Source Performance Standards

The proposed facility is subject to the Federal regulations entitled Standards of Performance for New Stationary Sources (40 CFR 60). The owner or operator shall meet all applicable requirements of Subparts A and GG of this regulation. (PSD)

Facility Name: Calpine Gilroy Cogen, L.P.
Permit for Facility #: B1180

VII. APPLICABLE EMISSION LIMITS & COMPLIANCE MONITORING REQUIREMENTS

This section has been included only to summarize the applicable emission limits contained in Section IV, Source-Specific Applicable Requirements, of this permit. The following tables show the relationship between each emission limit and the associated compliance monitoring provisions, if any. The monitoring frequency column indicates whether periodic (P) or continuous (C) monitoring is required. For periodic monitoring, the frequency of the monitoring has also been shown, using the following codes: annual (A), quarterly (Q), monthly (M), daily (D), or on an event basis (E). No monitoring (N) has been required if the current applicable rule or regulation does not require monitoring, and the operation is unlikely to deviate from the applicable emission limit based upon the nature of the operation.

This section is only a summary of the limits and monitoring requirements. In the case of a conflict with any requirement in Sections I-VI, the preceding sections take precedence over Section VII.

Table VII – A
Applicable Limits and Compliance Monitoring Requirements
S-3, S-4, S-5, TURBINES

T	GIL II		Future		Monitoring	Monitoring	34 11 1
Type of	Citation of	FE	Effective		Requirement	Frequency	Monitoring
Limit	Limit	Y/N	Date	Limit	Citation	(P/C/N)	Type
NOx	BAAQMD	Y		9 ppmv @ 15% O2, dry	BAAQMD	C	CEMS
	9-9-301.3				9-9-501 and		
					BAAQMD		
					condition		
					#18102, part		
					24		
	BAAQMD	Y		9 ppmv @ 15% O2, dry	BAAQMD	P/A	Source test
	9-9-301.3				condition		
					#18102,		
					part 25		

			Future		Monitoring	Monitoring	
Type of	Citation of	FE	Effective		Requirement	Frequency	Monitoring
Limit	Limit	Y/N	Date	Limit	Citation	(P/C/N)	Туре
NOX	NSPS, 40	Y		99 ppmv @ 15% O2, dry	NSPS, 40	C	CEMS
	CFR 60.332			4-hour rolling average	CFR 60.334		
	(a)(1)			(Arithmetic average of the	(b)		
				average NOx concentration			
				measured by the CEMS for			
				a given hour and the three			
				unit operating hour average			
				NOx concentrations			
				immediately preceding that			
				unit operating hour)			
	None	Y		None	40 CFR 75.10	С	CEMS
	BAAQMD	Y		5 ppmv @ 15% O2, dry,	BAAQMD	С	CEMS
	condition			1-hr average except during	condition		
	#18102,			turbine startup or shutdown	#18102, part		
	part 19.1				19.1, 24		
	BAAQMD	Y		5 ppmv @ 15% O2, dry,	BAAQMD	P/A	Source test
	condition			1-hr average except during	condition		
	#18102,			turbine startup or shutdown	#18102,		
	part 19.1				part 25		
	BAAQMD	Y		604.8 lb/calendar day (as	BAAQMD	C	CEMS
	condition			NO2) for S-3, S-4, and S-5	condition		
	#18102,			combined	#18102,		
	part 22				part 24		
NOX	BAAQMD	Y		39.5 tons per calendar year	BAAQMD	C	CEMS
	condition			(as NO2) for S-3, S-4, and	condition		
	#18102,			S-5 combined	#18102,		
	part 22				part 24		
CO	BAAQMD	Y		6 ppmv @ 15% O2, dry,	BAAQMD	C	CEMS
	condition			3-hr average except during	condition		
	#18102,			turbine startup or shutdown	#18102,		
	part 19.3				parts 19.3 and		
					24		

Tomos	Citation of	1717	Future Effective		Monitoring Requirement	Monitoring Frequency	Manitanina
Type of Limit	Limit	FE Y/N	Date	Limit	Citation	(P/C/N)	Monitoring Type
	BAAQMD condition #18102,	Y		6 ppmv @ 15% O2, dry, 3-hr average except during turbine startup or shutdown	BAAQMD condition #18102,	P/A	Source test
	part 19.3 BAAQMD condition #18102, part 22	Y		446.1 lb/calendar day for S-3, S-4, and S-5 combined	part 25 BAAQMD condition #18102, part 24	C	CEMS
СО	BAAQMD condition #18102, part 22	Y		36.0 tons per calendar year for S-3, S-4, and S-5 combined	BAAQMD condition #18102, part 24	C	CEMS
CO2	•	Y		None	40 CFR 75.10	С	CEMS (CO2) or CEMS (O2) or fuel flow monitor
SO2	BAAQMD 9-1-301	Y		GLC ¹ of 0.5 ppm for 3 min or 0.25 ppm for 60 min or 0.05 ppm for 24 hours		N	
	BAAQMD 9-1-302	Y		300 ppm (dry)	BAAQMD condition #18102, part 24	P/Q	Total sulfur and hydrogen sulfide analysis

Type of	Citation of	FE Y/N	Future Effective Date	Limit	Monitoring Requirement Citation	Monitoring Frequency (P/C/N)	Monitoring
			Date				Туре
SO2	NSPS	Y		SO2 in gases exiting	NSPS, 40	P/D	Determine
	40 CFR			turbine $\leq 0.015\%$ (vol.)	CFR 60.334		total sulfur
	60.333(a)			@15% O ₂ (dry)	(h)(1)		content of
	or			or			the fuel fired
	60.333(b)			Total sulfur in fuel			in turbines
				combusted in turbines			using total
				\leq 0.8% by wt. (8000 ppmw)			sulfur
							methods
							described in
							40 CFR
							60.335(b)(1
							0)
SO2	None	Y		None	40 CFR		Fuel
					75.11, 40		measure-
					CFR 75,		ments,
					Appendix D,		calculations
					part 2.3		
SO2	BAAQMD	Y		0.33 lb/clock hr for S-3,	BAAQMD	P/Q	Total sulfur
	condition			S-4, and S-5 combined	condition		and
	#18102,				#18102,		hydrogen
	part 19.6				part 24		sulfide
							analysis
	BAAQMD	Y		0.33 lb/clock hr for S-3,	BAAQMD	P/A	Source test
	condition			S-4, and S-5 combined	condition		
	#18102,				#18102,		
	part 19.6				part 25		
SO2	BAAQMD	Y		23.8 lb/calendar day for S-	BAAQMD	P/Q	Total sulfur
	condition			3, S-4, and S-5 combined	condition		and
	#18102,				#18102,		hydrogen
	part 22				part 24		sulfide
							analysis

		- FIF	Future		Monitoring	Monitoring	
Type of	Citation of	FE	Effective	T ::4	Requirement	Frequency	Monitoring
Limit	Limit	Y/N	Date	Limit	Citation	(P/C/N)	Type
	BAAQMD	Y		1.9 tons/calendar year for	BAAQMD	P/Q	Total sulfur
	condition			S-3, S-4, and S-5 combined	condition		and
	#18102,				#18102,		hydrogen
	part 22				part 24		sulfide analysis
	BAAQMD	Y		Total sulfur content in	BAAQMD	P/Q	Analysis of
	condition			natural gas combusted in	condition		total sulfur
	#18102,			turbines	#18102,		content in
	part 23.b			\leq 0.25 gr/100 scf	part 24.e		fuel
Opacity	BAAQMD	Y		> Ringelmann No. 1 for no		N	
	6-301			more than 3 minutes in any			
				hour			
Opacity	BAAQMD	Y		> Ringelmann No. 1 for no		N	
	condition			more than 3 minutes in any			
	#18102,			hour or equivalent 20%			
	part 18			opacity			
FP	BAAQMD	Y		0.15 grain/dscf		N	
	6-310						
PM10	BAAQMD	Y		2.5 lb/clock hr for S-3, S-4,	BAAQMD	P/A	Source test
	condition			and S-5 combined, except	condition		
	#18102,			during turbine startup or	#18102,		
	part 19.5			shutdown	part 25		
PM10	BAAQMD	Y		180 lb/calendar day for S-3,	BAAQMD	P/A	Source Test
	condition			S-4 & S-5 combined	condition		
	#18102,				#18102,		
	part 22				part 25		
	BAAQMD	Y		14.7 tons/year for S-3, S-4	BAAQMD	P/A	Source Test
	condition			& S-5 combined	condition		
	#18102,				#18102,		
	part 22				part 25		
POC	BAAQMD	Y		2 ppmv @ 15% O2, dry,	BAAQMD	P/A	Source test
	condition			3-hr average except during	condition		
	#18102,			turbine startup or shutdown	#18102,		
	part 19.4				part 19.4		

T. 4		-	Future		Monitoring	Monitoring	
Type of	Citation of	FE	Effective	T.	Requirement	Frequency	Monitoring
Limit	Limit	Y/N	Date	Limit	Citation	(P/C/N)	Type
POC	BAAQMD	Y		2 ppmv @ 15% O2, dry,	BAAQMD	P/A	Source test
	condition			3-hr average except during	condition		
	#18102,			turbine startup or shutdown	#18102,		
	part 19.4				part 25		
	BAAQMD	Y		84 lb/calendar day for S-3,	BAAQMD	P/A	Source test
	condition			S-4, and S-5 combined	condition		
	#18102,				#18102,		
	part 22				part 25		
POC	BAAQMD	Y		6.9 ton/calendar year for S-	BAAQMD	P/A	Source test
	condition			3, S-4, and S-5 combined	condition		
	#18102,				#18102,		
	part 22				part 25		
NH3	BAAQMD	N		10 ppmv @ 15% O2, dry,	BAAQMD	C	Measure-
	condition			averaged over 3 hrs except	condition		ment ratio
	#18102,			during turbine startup or	#18102,		NH3 to
	Part 19.2			shutdown	parts 19.2 and		NOX inlet
					24		rate at SCR
	BAAQMD	N		10 ppmv @ 15% O2, dry,	BAAQMD	P/A	Source test
	condition			averaged over 3 hrs except	condition		
	#18102,			during turbine startup or	#18102,		
	Part 19.2			shutdown	part 25		
Heat	BAAQMD	Y		468 MM BTU/clock hr	BAAQMD	С	Fuel meter,
input	condition			(HHV) for each turbine,	condition		firing
limit	#18102,			S-3,S-4, and S-5	#18102,		monitor
	part 23				part 24d		
	BAAQMD	Y		468 MM BTU/clock hr	BAAQMD	P/Q	Fuel
	condition			(HHV), for each turbine,	condition		composition
	#18102,			S-3,S-4, and S-5	#18102,		analysis
	part 23				part 24d		
Heat	BAAQMD	Y		468 MM BTU/clock hr	BAAQMD	P/A	Source test
input	condition			(HHV), for each turbine,	condition		
limit	#18102,			S-3,S-4, and S-5	#18102,		
	part 23				part 25		

			Future		Monitoring	Monitoring	
Type of	Citation of	FE	Effective		Requirement	Frequency	Monitoring
Limit	Limit	Y/N	Date	Limit	Citation	(P/C/N)	Туре
	BAAQMD	Y		11,222 MM BTU/day	BAAQMD	C	fuel meter,
	condition			(HHV) for each turbine,	condition		firing
	#18102,			S-3,S-4, and S-5	#18102,		monitor,
	part 23				part 30.a		calculations
	BAAQMD	Y		11,222 MM BTU/day	BAAQMD	P/Q	Fuel
	condition			(HHV) for each turbine,	condition		composition
	#18102,			S-3,S-4, and S-5	#18102,		analysis
	part 23				part 24d		
Heat	BAAQMD	Y		5,494,300 MM BTU/yr. For	BAAQMD	С	fuel meter,
input	condition			S-3, S-4, and S-5, Turbines	condition		firing
limit	#18102,			combined	#18102,		monitor,
	part 23				part 30.a		calculations
Heat	BAAQMD	Y		5,494,300 MM BTU/yr. For	BAAQMD	P/Q	Fuel
input	condition			S-3, S-4, and S-5, Turbines	condition		composition
limit	#18102,			combined	#18102,		analysis
	part 23				part 24d		
MW				None	BAAQMD	P/A	Source test
					condition		
					#18102,		
					part 25		
Gas				None	BAAQMD	P/A	Source test
tempe-					condition		
rature					#18102,		
					part 25		
Stack gas				None	BAAQMD	P/A	Source test
flow					condition		
					#18102,		
					part 25		
NH3				None	BAAQMD	P/A	Source test
injection					condition		
rate					#18102,		
					part 25		

Table VII-B S-100 – GAS TURBINE

Type of limit	Citation of Limit	FE Y/N	Future Effective Date	Limit	Monitoring Requirement Citation	Monitoring Frequency (P/C/N)	Monitoring Type
NOx	BAAQMD	Y	Date	Dimit	BAAQMD	C	CEMS
NOA	9-9-305	1		\leq 21.0 ppmv* @ 15% O ₂	9-9-501		CLIVIS
	and			dry, 3-hr average	, , , , ,		
	9-9-401			*corrected for efficiency			
	BAAQMD	Y			BAAQMD	С	CEMS
	Permit			≤ 25 ppmv @ 15% O ₂ , 3-hr	Permit		CLIID
	Cond# 2780			avg.	Condition		
	part 1a				2780, part 11		
	BAAQMD	Y	Upon		BAAQMD	С	CEMS
	Permit		comple-	≤ 21.0 ppmv @ 15% O _{2.}	9-9-501		
	Cond# 2780		tion of	dry, calendar day average			
	part 1e		modifi-	, ,			
			cation				
NOX	BAAQMD	Y		< 323.7 tons per any twelve	BAAQMD	С	CEMS
	Permit			consecutive months	9-9-501		
	Cond# 2780						
	part 1f						
	BAAQMD	Y		< 1876 lb per calendar day	BAAQMD	C	CEMS
	Permit				9-9-501		
	Cond# 2780						
	part 1g						
	BAAQMD	Y		\leq 25 ppmv @ 15% O_2 , dry	BAAQMD	С	CEMS
	permit			3-hr average	9-9-501		
	condition #						
	21961, part						
	IX-C.						
NOX	BAAQMD	Y		Natural Gas or Fuel Oil	BAAQMD	C	CEMS
	permit			\leq 25 ppmv @ 15% O_2 , dry	permit		
	condition #			3-hr average	condition #		
	21961, part				21961, part		
	IX-C.				IX-E.		

Table VII-B S-100 – GAS TURBINE

	Citation of		Future		Monitoring	Monitoring	
Type of	Limit	FE	Effective		Requirement	Frequency	Monitoring
limit		Y/N	Date	Limit	Citation	(P/C/N)	Type
NOX	NSPS, 40	Y		82 ppmv @ 15% O2, dry	NSPS, 40	С	CEMS
	CFR 60.332			4-hour rolling average	CFR 60.334		
	(a)(1)			(Arithmetic average of the	(b)		
				average NOx concentration			
				measured by the CEMS for			
				a given hour and the three			
				unit operating hour average			
				NOx concentrations			
				immediately preceding that			
				unit operating hour)			
	None	Y		None	40 CFR 75.10	С	CEMS
POC	BAAQMD	Y		< 40 TPY NMHC for		N	
	Permit			S-100, S-101, S-102			
	Condition						
	2780 part 6						
SO2	None	Y		None	40 CFR		Fuel
					75.11, 40		measure-
					CFR 75,		ments,
					Appendix D,		calculations
					part 2.3		
SO2	BAAQMD	Y		GLC ¹ of 0.5 ppm for 3 min		N	
	9-1-301			or 0.25 ppm for 60 min or			
				0.05 ppm for 24 hours			
SO2	BAAQMD	Y		300 ppm (dry)		N	
	9-1-302						
SO2	NSPS 40	Y			NSPS, 40	P/D	Determine
	CFR			SO2 in gases exiting	CFR 60.334		total sulfur
	60.333 (a)			turbine $\leq 0.015\%$ (vol.)	(h)(1)		content of the
	or			@15% O ₂ (dry)			fuel fired in
	60.333(b)			or			turbines using
				Total sulfur in fuel			total sulfur
				combusted in turbines			methods
				\leq 0.8% by wt. (8000 ppmw)			described in
							40 CFR
							60.335(b)(10)

Table VII-B S-100 – GAS TURBINE

Type of	Citation of Limit	FE	Future Effective		Monitoring Requirement	Monitoring Frequency	Monitoring
limit	Dimit	Y/N	Date	Limit	Citation	(P/C/N)	Type
Opacity	BAAQMD 6-301	Y		> Ringelmann No. 1 for no more than 3 minutes in any hour		N	
FP	BAAQMD 6-310	Y		0.15 grain/dscf		N	
FP	BAAQMD Permit Condition 2780 part 6	Y		< 25 TPY total FP for S-100, S-101, S-102		N	
CO2	-	Y		None	40 CFR 75.10	С	CEMS (CO2) or CEMS (O2) or fuel flow monitor
Carbon Monoxide	BAAQMD Permit Condition 2780 part 3b	Y		emissions < 100 tons/yr (for S-100, S-101, and S-102)	BAAQMD Permit Condition 2780 part 11	С	CEMS
Carbon Monoxide	BAAQMD Permit Condition 2780 part 3c	Y		10 ppmvd @ 15% O2, 3-hr average, except during startup, shutdown, operation at < 80% load, and operation at low ambient temperature	BAAQMD Permit Condition 2780 part 11	С	CEMS
Carbon Monoxide	BAAQMD Permit Condition 2780 part 3d	Y		< 14670 lbs. CO during startups and shutdowns per any consecutive 12-month period	BAAQMD Permit Condition 2780 part 11	С	CEMS
	BAAQMD Permit Condition 2780 part 3e	Y		< 750 hours of operation at < 80% load per any consecutive 12-month period	BAAQMD Permit Condition 2780 part 11	С	CEMS

Table VII-B S-100 – GAS TURBINE

Type of	Citation of Limit	FE Y/N	Future Effective Date	Limit	Monitoring Requirement Citation	Monitoring Frequency (P/C/N)	Monitoring Type
-	DAAOMD	Y	Date				
Carbon	BAAQMD	Y		< 14.8 tons CO during	BAAQMD	С	CEMS
Monoxide	Permit			operation at < 80% load per	Permit		
	Condition			any consecutive 12-month	Condition		
	2780 part			period	2780 part 11		
	3e						
Carbon	BAAQMD	Y		< 100 hours of operation at	BAAQMD	С	CEMS
Monoxide	Permit			ambient temperatures < 35°	Permit		
	Condition			F. per any consecutive 12-	Condition		
	2780 part 3f			month period	2780 part 11		
Carbon	BAAQMD	Y		15 ppmvd @ 15% O2, 1-hr	BAAQMD	С	CEMS
Monoxide	Permit			average, during operation at	Permit		
	Condition			low ambient temperature	Condition		
	2780 part 3f				2780 part 11		

¹ Ground Level Concentration

Table VII-C S-101, S-102 – BOILERS

Type of limit	Citation of Limit	FE Y/N	Future Effective Date	Limit	Monitoring Requirement Citation	Monitoring Frequency (P/C/N)	Monitoring Type
NOX	BAAQMD 9-7-301.1	Y		30 ppmv @3%O2, dry, 3-hr average	BAAQMD Permit Condition 2780 part 11	С	CEMS
NOX	BAAQMD Permit Condition 2780 part 4	Y		30 ppmv @ 3%O2, dry,, 3-hr average	BAAQMD Permit Condition 2780 part 11	С	CEMS
	BAAQMD permit condition # 21961, part IX-C.	Y		\leq 40 ppmv @ 3% O ₂ , dry, 3-hr average	BAAQMD permit condition # 21961, part IX-D.	С	CEMS

Table VII-C S-101, S-102 – BOILERS

	Citation of		Future		Monitoring	Monitoring	
Type of	Limit	FE	Effective		Requirement	Frequency	Monitoring
limit		Y/N	Date	Limit	Citation	(P/C/N)	Type
NOX	NSPS	Y		0.2 lb/MM Btu,	Monitoring	N	
	60.44b(a)(1			averaged over 24 hrs	requirement		
)(ii)				subsumed by		
					BACT cond.		
					#2780, parts 3		
					and 11. See		
					Permit Shield.		
CO	BAAQMD	Y		400 ppmv @3%O2,		N	
	9-7-301.2			dry, 3-hr average			
	BAAQMD	Y		< 100 tons per year,	BAAQMD	С	CEMS
	Permit			for S-100, S-101, and	Permit		
	Condition			S-102	Condition		
	2780 part				2780 part 11		
	3b						
SO2	BAAQMD	Y		GLC ¹ of 0.5 ppm for 3		N	
	9-1-301			min or 0.25 ppm for			
				60 min or 0.05 ppm			
				for 24 hours			
	BAAQMD	Y		300 ppm (dry)		N	
	9-1-302						
Opacity	BAAQMD	Y		> Ringelmann No. 1		N	
	6-301			for no more than 3			
				minutes in any hour			
FP	BAAQMD	Y		0.15 grain/dscf		N	
	6-310.3			@ 6% O2			
FP	BAAQMD	Y		< 25 TPY FP for		N	
	Permit			S-100, S-101, S-102			
	Condition						
	2780 part 6						
POC	BAAQMD	Y		< 40 TPY NMHC for		N	
	Permit			S-100, S-101, S-102			
	Condition						
	2780 part 6						

Table VII-C S-101, S-102 – BOILERS

	Citation of		Future		Monitoring	Monitoring	
Type of	Limit	FE	Effective		Requirement	Frequency	Monitoring
limit		Y/N	Date	Limit	Citation	(P/C/N)	Type
Hours of	BAAQMD	Y		Simultaneous use with	none	P/E	records
operation	Permit			the gas turbine <			
	Condition			combined total of 28			
	2780 part			boiler hours/day or			
	18			3950 boiler hours/year			

¹ Ground Level Concentration

Table VII-D S-104 – COOLING TOWER

	Citation of		Future		Monitoring	Monitoring	
Type of	Limit	FE	Effective		Requirement	Frequency	Monitoring
limit		Y/N	Date	Limit	Citation	(P/C/N)	Type
Opacity	BAAQMD	Y		> Ringelmann No. 1		N	
	6-301			for no more than 3			
				minutes in any hour			
FP	BAAQMD	Y		0.15 grain/dscf		N	
	6-310						
	BAAQMD	Y		40 lbs/hr		N	
	6-311						

Table VII - E
Applicable Limits and Compliance Monitoring Requirements
S-6 - EMERGENCY STANDBY FIRE PUMP: DIESEL ENGINE

Type of Limit	Citation of Limit	FE Y/N	Future Effective Date	Limit	Monitoring Requirement Citation	Monitoring Frequency (P/C/N)	Monitoring Type
Opacity	BAAQMD	Y		Ringelmann 2.0	None	N	Visual
	Regulation			For less than 3			Observation
	6-303			minutes in an hour			
FP	BAAQMD	Y		0.15 grains per dscf of	None	N	None
	Regulation			exhaust gas volume			
	6-310						
SO_2	BAAQMD	Y		Ground Level	None	N	None
	Regulation			Concentration of 0.5			
	9-1-301			ppm for 3 min. or 0.25			
				ppm for 60 min. or			
				0.05 ppm for 24 hours			
SO_2	BAAQMD	Y		Sulfur Content of Fuel	None	N	Fuel
	Regulation			< 0.5% by weight			Certification
	9-1-304						by Vendor

Facility Name: Calpine Gilroy Cogen, L.P.
Permit for Facility #: B1180

VIII. TEST METHODS

The test methods associated with the emission limit of a District regulation are generally referenced in Section 600 et seq. of the regulation. The following table indicates only the test methods associated with the emission limits referenced in Section VII, Applicable Emission Limits & Compliance Monitoring Requirements, of this permit.

Table VIII Test Methods

Applicable		
Requirement	Description of Requirement	Acceptable Test Methods
BAAQMD	Ringelmann No. 1 Limitation	Manual of Procedures, Volume I, Evaluation of Visible Emissions
6-301		
BAAQMD	Particulate Weight Limitation	Manual of Procedures, Volume IV, ST-15, Particulates Sampling
6-310		or EPA Method 5, Determination of Particulate Matter Emissions
		from Stationary Sources
BAAQMD	General Operations	Manual of Procedures, Volume IV, ST-15, Particulates Sampling
6-311		or EPA Method 5, Determination of Particulate Matter Emissions
		from Stationary Sources
BAAQMD	General Emission Limitation	Manual of Procedures, Volume IV, ST-19A, Sulfur Dioxide,
9-1-302		Continuous Sampling
BAAQMD	Fuel Sulfur Content	Manual of Procedures, Volume III, Method 10, Determination of
9-1-304		Sulfur in Fuel Oils.
BAAQMD	Performance Standard, NOx,	Manual of Procedures, Volume IV, ST-13A, Oxides of Nitrogen,
9-7-301.1	Gaseous Fuel	Continuous Sampling and
		ST-14, Oxygen, Continuous Sampling
BAAQMD	Performance Standard, CO,	Manual of Procedures, Volume IV, ST-6, Carbon Monoxide,
9-7-301.2	Gaseous Fuel	Continuous Sampling and
		ST-14, Oxygen, Continuous Sampling
BAAQMD	Emission Limits- Existing Low	Manual of Procedures, Volume IV, ST-13A, Oxides of Nitrogen,
9-9-305	NOx Turbines	Continuous Sampling and
		ST-14, Oxygen, Continuous Sampling
BAAQMD	Deadline for Demonstration of	Manual of Procedures, Volume IV, ST-13A, Oxides of Nitrogen,
9-9-503.2	Compliance with §9-9-301	Continuous Sampling and
		ST-14, Oxygen, Continuous Sampling
BAAQMD		
Condition		
#2780		

IV. Test Methods

Table VIII Test Methods

Applicable					
Requirement	Description of Requirement	Acceptable Test Methods			
part 1	NOX Limit (basis: BACT, PSD)	Manual of Procedures, Volume IV, ST-13A, Oxides of Nitrog			
		Continuous Sampling and			
		ST-14, Oxygen, Continuous Sampling			
part 3	CO control requirement and	Manual of Procedures, Volume IV, ST-6, Carbon Monoxide,			
	Limit (basis: BACT)	Continuous Sampling and			
		ST-14, Oxygen, Continuous Sampling			
part 4	NOx Limit (basis: PSD, BACT)	Manual of Procedures, Volume IV, ST-13A, Oxides of Nitrogen,			
		Continuous Sampling and			
		ST-14, Oxygen, Continuous Sampling			
BAAQMD					
Condition					
#18102					
Part 19.1	NOx Limit	Test Procedure ARB 100			
Part 19.2	NH3 Limit	BAAQMD Test Procedure ST-1B			
Part 19.3	CO Limit	Test Procedure ARB 100			
Part 19.4	POC Limit	Test Procedure ARB 100			
Part 19.5	PM10 Limit	Test Procedure ARB 5			
Part 19.6	SOx Limit	Test Procedure, MOP Vol.4, ST-19A or ST-19B			
PSD Permit					
BAAQMD	PSD permit, part IX-C.	EPA Method 7,-Determination of Nitrogen Oxide Emissions from			
condition #		Stationary Sources EPA Method 20-Determination of Nitrogen Oxides, Sulfur			
21961,		Dioxide, and Diluent Emissions from Stationary Gas Turbines			
part IX-C.					
NSPS	Standards of Performance for				
Subpart GG	Stationary Gas Turbines				
	(1/27/82)				
60.332 (a)(1)	Performance Standard, NOx	EPA Method 20, Determination of Nitrogen Oxides, Sulfur			
		Dioxide, and Diluent Emissions from Stationary Gas Turbines			
60.333 (a)	SO2 Volumetric Emission Limit	EPA Method 20, Determination of Nitrogen Oxides, Sulfur			
		Dioxide, and Diluent Emissions from Stationary Gas Turbines			
60.333 (b)	Fuel Sulfur Limit (gaseous fuel)	ASTM D 1072-80, Standard Method for Total Sulfur in Fuel			
		Gases			
		ASTM D 3031-81, Standard Test Method for Total Sulfur in			
		Natural Gas by Hydrogenation			

IV. Test Methods

Table VIII Test Methods

Applicable		
Requirement	Description of Requirement	Acceptable Test Methods
NSPS 40 CFR 60.8	40 CFR 60, Appendix A	EPA Method 7,-Determination of Nitrogen Oxide Emissions from Stationary Sources
00.8		EPA Method 20-Determination of Nitrogen Oxides, Sulfur
		Dioxide, and Diluent Emissions from Stationary Gas Turbines

IX. TITLE IV ACID RAIN PERMIT

Effective October 23, 2001 through October 22, 2006

ISSUED TO:

Calpine Gilroy Cogen, L.P. and Gilroy Energy Center, LLC 1400 Pacheco Pass Highway Gilroy, CA 95020

PLANT SITE LOCATION:

1400 Pacheco Pass Highway Gilroy, CA 95020

ISSUED BY:

Jack P. Broadbent, Executive Officer/
Air Pollution Control Officer

Date

Type of Facility: Cogeneration Plant and Power Plant

Primary SIC: 4911

Product: Cogeneration of electricity and steam

DESIGNATED REPRESENTATIVE

Name: Roger Morales

Title: Operations Manager Phone: (408) 847-5328; ext: 1402

FACILITY CONTACT PERSON:

Name: Maria Barroso

Title: Compliance Manager Phone: (831) 385-4090; ext: 13

IX. Title IV Acid Rain Permit

ACID RAIN PERMIT CONTENTS

- 1) Statement of Basis
- 2) SO₂ allowance allocated under this permit and NOx requirements for each affected unit.
- 3) Comments, notes and justifications regarding permit decisions and changes made to the permit application forms during the review process, and any additional requirements of conditions.
- 4) The permit application submitted for this source. The owners and operators of the source must comply with the standard requirements and special provisions set forth in he application.

1) STATEMENT OF BASIS

Statutory and Regulatory Authorities: In accordance with District Regulation 2, Rule 7 and Titles IV and V of the Clean Air Act, the Bay Area Air Quality Management District issues this permit pursuant to District Rule Regulation 2, Rule 7.

2) SO2 ALLOWANCE ALLOCATIONS

	Year	2005	2006	2007	2008	2009
	SO ₂ allowances	None	None	None	None	None
	under Table 2 of 40					
	CFR Part 73					
S-3, Turbine	NOx Limit	This unit is not subject to the NOx requirements from				
		40 CFR Part 76 as this unit is not capable of firing on				
		coal.				

IX. Title IV Acid Rain Permit

	Year	2005	2006	2007	2008	2009
	SO ₂ allowances	None	None	None	None	None
	under Table 2 of 40					
	CFR Part 73					
S-4, Turbine	NOx Limit	This unit is not subject to the NOx requirements from				
		40 CFR Part 76 as this unit is not capable of firing on				
		coal.				

	Year	2005	2006	2007	2008	2009
	SO ₂ allowances	None	None	None	None	None
	under Table 2 of 40					
	CFR Part 73					
S-5, Turbine	NOx Limit	This unit is not subject to the NOx requirements from				
		40 CFR Part 76 as this unit is not capable of firing on				
		coal.				

3) COMMENTS, NOTES AND JUSTIFICATIONS

None

4) PERMIT APPLICATION

Attached

X. PERMIT SHIELD

A. NON-APPLICABLE REQUIREMENTS

Pursuant to District Regulations 2-6-233 and 2-6-409.12, the federally enforceable regulations and/or standards cited in the following table[s] are not applicable to the source or group of sources identified at the top of the table[s]. Enforcement actions and litigation may not be initiated against the source or group of sources covered by this shield based on the regulatory and/or statutory provisions cited.

Table X-A S-101, S-102 - BOILERS

Citation	Title or Description
	(Reason not applicable)
NSPS Subpart	Standards of Performance for Fossil-Fuel-Fired Steam Generators for Which Construction
D	Is Commenced After August 17, 1971
	(Boiler capacity below 250 million Btu/hr)
NSPS Subpart	Standards of Performance for Electric Utility Steam Generating Units for Which
Da	Construction Is Commenced After September 18, 1978
	(Boiler capacity below 250 million Btu/hr)
NSPS Subpart	Standards of Performance for Industrial-Commercial-Institutional Steam Generating Units,
Db,	Standard for Sulfur Dioxide
40 CFR	(Boilers exclusively combust natural gas)
60.42b	
NSPS Subpart	Standards of Performance for Industrial-Commercial-Institutional Steam Generating Units,
Db,	Standard for Particulate
40 CFR	(Boilers exclusively combust natural gas)
60.43b	
NSPS Subpart	Standards of Performance for Small Industrial-Commercial-Institutional Steam Generating
Dc	Units
	(Boilers built before 6/9/89 and not modified or reconstructed since 6/9/89)

B. SUBSUMED REQUIREMENTS

Pursuant to District Regulations 2-6-233 and 2-6-409.12, as of the date this permit is issued, the federally enforceable "subsumed" regulations and/or standards cited in the following table for the source or group of sources identified at the top of the table[s] are subsumed by the monitoring, recordkeeping, and reporting for more stringent requirements or by a "hybrid" monitoring scheme. The District has determined that compliance with the requirements listed below and elsewhere in this permit will assure compliance with the substantive requirements of the subsumed monitoring requirements. Enforcement actions and litigation may not be initiated against the source or group of sources covered by this shield based on the subsumed monitoring requirements cited.

Table X-B-1 S-101, S-102, Boilers

Subsumed Requirement Citation	Title or Description	Streamlined Requirements	Title or Description
NSPS	General Provisions		
Subpart A			
40 CFR	Continuous Monitoring Systems	PSD Permit	BAAQMD permit condition
60.7(c)			# 21961, Part VII, E: Continuous Emission Monitoring
40 CFR	Summary Report Forms	PSD Permit	BAAQMD permit condition
60.7(d)			# 21961, Part VII, E: Continuous
			Emission Monitoring
40 CFR	Records	PSD Permit	BAAQMD permit condition
60.7(e)			# 21961, Part VII, E: Continuous
			Emission Monitoring
40 CFR	Notification to Local Agency	PSD Permit	BAAQMD permit condition
60.7(f)			# 21961, Part VII, E: Continuous
			Emission Monitoring
40 CFR	Special Provisions	PSD Permit	BAAQMD permit condition
60.7(g)			# 21961, Part VII, E: Continuous
			Emission Monitoring
40 CFR 60.13	Monitoring Requirements	PSD Permit	BAAQMD permit condition
			# 21961, Part VII, E: Continuous
			Emission Monitoring

X. Permit Shield

Table X-B-1 S-101, S-102, Boilers

Subsumed			
Requirement		Streamlined	
Citation	Title or Description	Requirements	Title or Description
NSPS	Standards of Performance for		
Subpart Db	Industrial-Commercial-		
	Institutional Steam Generating		
	Units		
40 CFR	Compliance and performance test	BACT	BAAQMD Permit condition #2780,
60.46b	methods and procedures for	monitoring for	Parts 11 and 14
	particulate matter and nitrogen	NOx	
	oxides		
40 CFR	Emission monitoring for	BACT	BAAQMD Permit condition #2780,
60.48b	particulate matter and nitrogen	monitoring for	Parts 11 and 14
	oxides	NOx	
40 CFR	Reporting and recordkeeping	BACT	BAAQMD Permit condition #2780,
60.49b	requirements	monitoring for	Parts 11 and 14
		NOx	

XI. GLOSSARY

ACT

Federal Clean Air Act

BAAQMD

Bay Area Air Quality Management District

BACT

Best Available Control Technology

CAA

The federal Clean Air Act

CAAQS

California Ambient Air Quality Standards

CEQA

California Environmental Quality Act

CFR

The Code of Federal Regulations. 40 CFR contains the implementing regulations for federal environmental statutes such as the Clean Air Act. Parts 50-99 of 40 CFR contain the requirements for air pollution programs.

\mathbf{CO}

Carbon Monoxide

Cumulative Increase

The sum of permitted emissions from each new or modified source since a specified date pursuant to BAAQMD Rule 2-1-403, Permit Conditions (as amended by the District Board on 7/17/91) and SIP Rule 2-1-403, Permit Conditions (as approved by EPA on 6/23/95). Used to determine whether threshold-based requirements are triggered.

District

The Bay Area Air Quality Management District

EPA

The federal Environmental Protection Agency.

Excluded

Not subject to any District Regulations.

XI. Glossary

Federally Enforceable, FE

All limitations and conditions which are enforceable by the Administrator of the EPA including those requirements developed pursuant to 40 CFR Part 51, subpart I (NSR), Part 52.21 (PSD), Part 60, (NSPS), Part 61, (NESHAPS), Part 63 (HAP), and Part 72 (Permits Regulation, Acid Rain), and also including limitations and conditions contained in operating permits issued under an EPA-approved program that has been incorporated into the SIP.

FP

Filterable Particulate as measured by BAAQMD Method ST-15, Particulate.

HAP

Hazardous Air Pollutant. Any pollutant listed pursuant to Section 112(b) of the Act. Also refers to the program mandated by Title I, Section 112, of the Act and implemented by 40 CFR Part 63.

Major Facility

A facility with potential emissions of regulated air pollutants greater than or equal to 100 tons per year, greater than or equal to 10 tons per year of any single hazardous air pollutant, and/or greater than or equal to 25 tons per year of any combination of hazardous air pollutants, or such lesser quantity as determined by the EPA administrator.

MFR

Major Facility Review. The District's term for the federal operating permit program mandated by Title V of the Act and implemented by District Regulation 2, Rule 6.

MOP

The District's Manual of Procedures.

NAAQS

National Ambient Air Quality Standards

NESHAPS

National Emission Standards for Hazardous Air Pollutants. See in 40 CFR Parts 61 and 63.

NH3

Ammonia

NMHC

Non-methane Hydrocarbons

NOx

Oxides of nitrogen.

XI. Glossary

NSPS

Standards of Performance for New Stationary Sources. Federal standards for emissions from new stationary sources. Mandated by Title I, Section 111 of the Act, and implemented by both 40 CFR Part 60 and District Regulation 10.

NSR

New Source Review. A federal program for preconstruction review and permitting of new and modified sources of air pollutants for which criteria have been established in accordance with Section 108 of the Federal Clean Air Act. Mandated by Title I of the Clean Air Act and implemented by 40 CFR Parts 51 and 52 as well as District Regulation 2, Rule 2. (Note: There are additional NSR requirements mandated by the California Clean Air Act.)

Offset Requirement

A New Source Review requirement to provide federally enforceable emission offsets for the emissions from a new or modified source. Applies to emissions of POC, NOx, PM10, and SO2.

Phase II Acid Rain Facility

A facility that generates electricity for sale through fossil-fuel combustion and is not exempted by 40 CFR 72 from Titles IV and V of the Clean Air Act.

POC

Precursor Organic Compounds

PM

Total Particulate Matter

PM10

Particulate matter with aerodynamic equivalent diameter of less than or equal to 10 microns

PSD

Prevention of Significant Deterioration. A federal program for permitting new and modified sources of air pollutants for which the District is classified "attainment" of the National Air Ambient Quality Standards. Mandated by Title I of the Act and implemented by both 40 CFR Part 52 and District Regulation 2, Rule 2.

SCR

Selective Catalytic Reduction. Catalytic control for oxides of nitrogen

SIP

State Implementation Plan. State and District programs and regulations approved by EPA and developed in order to attain the National Air Ambient Quality Standards. Mandated by Title I of the Act.

SO₂

Sulfur dioxide

XI. Glossary

Title V

Title V of the federal Clean Air Act. Requires a federally enforceable operating permit program for major and certain other facilities.

TRMP

Toxic Risk Management Plant

TSP

Total Suspended Particulate

VOC

Volatile Organic Compounds

Units of Measure:

bhp	=	brake-horsepower
btu	=	British Thermal Unit
g	=	grams
gal	=	gallon
hp	=	horsepower
hr	=	hour
lb	=	pound
in	=	inches
max	=	maximum
m^2	=	square meter
min	=	minute
mm	=	million
ppmv	=	parts per million, by volume
ppmw	=	parts per million, by weight
psia	=	pounds per square inch, absolute
psig	=	pounds per square inch, gauge
scfm	=	standard cubic feet per minute
yr	=	year

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XII. REVISION HISTORY

<u>Date</u>	Action	<u>Details</u>
May 12, 1998	Initial Issuance	
December 18, 1998	Significant modification (Application 18872)	CO limit changed from destruction efficiency basis to concentration basis.
July 26, 2000	Minor modification (Application 445)	Replacement of components, increase in capacity and efficiency, minor increase in emissions.
October 23, 2001	Significant revision (Application 2686)	Addition of three gas-turbine peaker units. Capacity increased by 135 MW. Major increase in emissions. Added existing cooling tower (S-104). Revisions to facility wide SO2, PM, and CO limits. Issuance of Phase II Acid Rain permit.
March 6, 2003	Administrative Amendment (No application)	Changed name of facility from "Calpine Gilroy Cogen, L.P." to "Calpine Gilroy Cogen, L.P. and Gilroy Energy Center, LLC." Changed name on Acid Rain permit from "Calpine Gilroy Cogen, L.P." to "Gilroy Energy Center, LLC". "Cond# 18202" was corrected to "Cond# 18102" on page 64.
March 16, 2006	Renewal Issuance (Application 6748)	