### Technical Review and Evaluation of Application for Air Quality Permit #49216

#### I. INTRODUCTION

The Fairview Generating Station, located one mile north of Highway 80 on Sulphur Springs Road in Douglas, Arizona, is owned and operated by Arizona Public Service Company (APS). The station provides power to the electric grid on an as-needed basis, primarily during emergency situations such as interruption of the main power lines. The Fairview Generating Station meets the energy demands of the City of Douglas in case the main electrical supply is interrupted.

#### A. Company Information

Facility Name: Fairview Generating Station

Mailing Address: P.O. Box 53933, Mail station 4552

Phoenix, AZ 85072-3933

Facility Address: Sulphur Springs & Lawrence

Douglas, Cochise County, AZ 85607

### **B.** Attainment Classification

The source is in a non-attainment area for  $PM_{10}$ . This area is in attainment for all other criteria pollutants.

#### II. FACILITY DESCRIPTION

#### A. Description

The Fairview Generating Station has a simple cycle combustion turbine unit which provides power to the electric grid on an as-needed basis, primarily during emergency situations such as interruption of the main power lines and a starting engine which supplies power to the turbine for start up. The station went into commercial operation on May 31, 1972, and has the capacity to generate 20.95 MW firing #2 diesel fuel. The startup engine burns only #2 diesel fuel and is rated at a maximum capacity of 500 horsepower (hp). The #2 diesel fuel is delivered to the station by trucks and kept in a storage tank with a total capacity of 20,000 barrels.

### **B.** Control Equipment

The Fairview generating station has no air pollution control equipment.

### III. COMPLIANCE HISTORY

There have been 10 facility inspections of this facility since 2001. No cases or violations have been developed as a result of the inspections.

### IV. EMISSIONS

Table 1 below gives the potential emission from the facility.

**Table 1: Potential Emissions from the Facility** 

| Pollutant         | PM  | $PM_{10}$ | SO <sub>2</sub> | NO <sub>x</sub> | CO   | VOC  |
|-------------------|-----|-----------|-----------------|-----------------|------|------|
| Units             |     |           | Tons j          | per year        |      |      |
| Potential to Emit | 155 | 15.55     | 69.50           | 794.52          | 5.18 | 0.53 |

The emissions for PM, PM<sub>10</sub> and VOC were determined using EPA's Compilation of Emission factors, known as AP-42.

The emissions of NO<sub>X</sub> and CO were determined using source test data from year 2001.

The emissions of  $SO_2$  were determined with stoichiometric calculations based on sulfur content of 0.05 percent in the diesel.

## V. APPLICABLE REQUIREMENTS

**Table 2: Applicable Requirements** 

| UNIT ID                                         | CONTROL<br>EQUIPMENT | APPLICABLE<br>REQUIREMENTS                                                                                                       | VERIFICATION                                                                                                                                                                                                                                                                                                           |
|-------------------------------------------------|----------------------|----------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Combustion<br>Turbine and<br>Starting<br>Engine | None                 | A.A.C.<br>R18-2-719.B<br>R18-2-719.C.1<br>R18-2-719.E<br>R18-2-719.F<br>R18-2-719.H<br>R18-2-719.I<br>R18-2-719.J<br>R18-2-719.K | The turbine was installed on March 31, 1972, and has maximum power of 75 MMBtu per hour. The requirements of NSPS Subpart GG are applicable to turbines installed or reconstructed after October 3, 1977. This turbine has not been modified or reconstructed since 1972. Therefore NSPS Subpart GG is not applicable. |
| Diesel<br>Storage<br>Tank                       | None                 | A.A.C.<br>R18-2-730.D<br>R18-2-730.F<br>R18-2-730.G                                                                              | This rule for unclassified sources applies to the diesel storage tank.                                                                                                                                                                                                                                                 |

| UNIT ID                                               | CONTROL<br>EQUIPMENT                                                                                                             | APPLICABLE<br>REQUIREMENTS                                                                                                       | VERIFICATION                                                                                                                        |
|-------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------|
| Fugitive<br>Dust                                      | Reasonable precautions or any other method approved by the Director                                                              | A.A.C.<br>R18-2-604.A<br>R 18-2-604.B<br>R18-605.A<br>R-18-2-605.B<br>R 18-2-606<br>R 18-2-607.A<br>R 18-2-702.B<br>R 18-2-804.B | Requirements for fugitive dust sources from the Arizona Administrative Code.                                                        |
| Mobile<br>Sources                                     |                                                                                                                                  | A.A.C.R18-2-804.A                                                                                                                | Requirements for mobile sources are from Arizona Administrative Code.                                                               |
| Periodic<br>Activities:<br>Abrasive<br>Blasting       | Dust emission must be minimized through use of good modern practices.                                                            | A.A.C.R18-2-726                                                                                                                  | Requirements for abrasive blasting, spray painting, demolition and renovation and non-vehicle air conditioning maintenance from the |
| Spray<br>Painting                                     | Spray painting will be conducted in an enclosed area equipped with controls containing no less than 96 percent of the overspray. | A.A.C.R18-2-727                                                                                                                  | Arizona Administrative Code and Federal requirements.                                                                               |
| Demolition<br>and<br>Renovation<br>Non-vehicle<br>Air | None                                                                                                                             | A.A.C.R18-2-1101.A.8                                                                                                             |                                                                                                                                     |
| Conditioner<br>Maintenance<br>Services                | None                                                                                                                             | 40 CFR 82, Subpart F                                                                                                             |                                                                                                                                     |

## VI. PREVIOUS PERMITS

# A. List of the permits

All of the permits issued to APS-Fairview are listed in the table below.

**Table 3: List of Permits** 

| PERMIT<br>NUMBER | DATE PERMIT<br>ISSUED | DESCRIPTION            |
|------------------|-----------------------|------------------------|
| 30345            | 8/23/2004             | Class I Permit renewal |

## **B.** Previous Permit Conditions

## Permit #30345

**Table 4: Previous Permit Conditions** 

| CONDITION #    | DELETE | KEEP | REVISE | STREAM<br>LINE | REMARKS                                                                                                                                                                                                                         |
|----------------|--------|------|--------|----------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Attachment "A" |        |      | V      |                | Attachment "A" has been updated with the most recent Attachment "A".                                                                                                                                                            |
| Attachment "B" |        |      |        |                |                                                                                                                                                                                                                                 |
| I. A           |        | V    |        |                | Requirement of EPA Reference<br>Method 9 certified person<br>renumbered as Condition I.A.1.                                                                                                                                     |
| II. A          |        | √    |        |                | Voluntarily accepted limitations.                                                                                                                                                                                               |
| II. B.1        |        | V    |        |                | Emission limitations for PM and opacity.                                                                                                                                                                                        |
| II.B.2         |        |      | V      |                | Monitoring and recordkeeping requirements for baseline opacity have been deleting since the facility has determined the baseline opacity as specified by the previous operating permit.                                         |
| II.B.3         |        |      | V      |                | Performance testing for PM has been revised. Testing requirements have been deleted since the allowable emissions are higher than the potential emissions.                                                                      |
| II.C           |        | V    |        |                | Requirement for testing of NO <sub>x</sub> .                                                                                                                                                                                    |
| II.D           |        |      | V      |                | Requirements for SO <sub>2</sub> have been revised. Testing has been deleted since the facility is using #2 diesel containing sulfur below 0.05 percent thereby reducing the SO <sub>2</sub> emissions below 100 tons per year. |

| CONDITION #    | DELETE | KEEP | REVISE | STREAM<br>LINE | REMARKS                                                                                                                          |
|----------------|--------|------|--------|----------------|----------------------------------------------------------------------------------------------------------------------------------|
| III            |        |      | V      |                | Non Point Sources changed to<br>Fugitive Dust Requirements. Most<br>recent language has been used in the<br>renewal permit.      |
| IV             |        |      | V      |                | Requirement for Mobile Sources renumbered as Condition V. Most recent language has been used in the renewal permit.              |
| V              |        |      | V      |                | Requirements for Other Periodic Activities renumbered as Condition IV. Most recent language has been used in the renewal permit. |
| Attachment "C" |        |      | V      |                | Equipment list has been revised by adding Diesel Storage Tank.                                                                   |

### VII. MONITORING REQUIREMENTS

- A. This facility is a peaking plant and is operated on as-needed basis. The opacity of the emissions from the stack of simple cycle gas turbine and the starting engine will be monitored every 80 hours of operation. If the opacity of the emissions observed appears to exceed the standard, then the Permittee must conduct a certified EPA Reference Method 9 observation. The Permittee is required to keep records of the initial observation and any EPA Reference Method 9 observation performed. These records must include the type of observation performed, emission point observed, name of observer, date and time of observation and the result of the observation.
- B. The facility is also required to maintain a copy of the fuel oil purchase specification sheet indicating the heating value and sulfur content of the #2 diesel combusted in the engine. The purchase specification sheet should indicate the method used to determine the sulfur content of the #2 diesel being combusted.

### VIII. TESTING REQUIREMENTS

A. This operating permit does not contain emission limitations for  $NO_x$ . The potential emissions of  $NO_x$  are above 100 tons per year. Therefore performance testing for  $NO_x$  will be conducted if their emission exceeds 100 tons in any rolling 12-month period, in accordance with Arizona Testing Manual. The performance testing will be conducted within 90 days after the 12-month rolling total, determined on a daily basis, exceeds 100 tons per year. The number of hours after which 100 tons per year of  $NO_x$  is emitted can be determined as follows:

 $NO_x$ : (100 tpy \* 8,760 hrs/yr) / 795 tpy = 1,103 hrs/yr

B. The requirement for initial testing of PM has not been included in the permit since the potential to emit based on AP-42 emission factors is low compared to the allowable emissions of PM cited in A.A.C. R 18-2-719.C.1. (Potential to emit is 35.52 lbs/hour and allowable emissions are 81.1 lbs/hr.)

### IX. COMPLIANCE ASSURANCE MONITORING (CAM) (40 CFR 64):

The General Electric simple cycle combustion turbine does not have any add-on emissions controls. Therefore, CAM does not apply. CAM only applies to emission units with an add-on control device.

### X. INSIGNIFICANT ACTIVITIES

**Table 6: Insignificant Activities** 

| Source<br>No. | Insignificant Activities                                                                                        | Insignificant | Governing Rule                                  |
|---------------|-----------------------------------------------------------------------------------------------------------------|---------------|-------------------------------------------------|
| 1             | Acetylene, Butane, Propane Torches                                                                              | Yes           | A.A.C.R18-2-101.57.j                            |
| 2             | Activities Associated with<br>Maintenance Repair or<br>Dismantlement of an Emission Unit<br>or other Equipment. | Yes           | A.A.C.R18-2-101.57.a                            |
| 3             | Aerosol Can Usage                                                                                               | Yes           | A.A.C.R18-2-101.57.j                            |
| 3             | Brazing and Soldering Activities                                                                                | Yes           | A.A.C.R18-2-101.57.j                            |
| 4             | Cathodic Protection                                                                                             | Yes           | A.A.C.R18-2-101.57.j                            |
| 5             | Caulking Operations                                                                                             | Yes           | A.A.C.R18-2-101.57.j                            |
| 6             | Chemical Storage Barrels                                                                                        | Yes           | A.A.C.R18-2-101.57.j                            |
| 7             | Chemical Storage, Hazardous<br>Products and staging Area                                                        | Yes           | A.A.C.R18-2-101.57.j                            |
| 8             | Corona                                                                                                          | Yes           | A.A.C.R18-2-101.57.j                            |
| 9             | Electric Motors                                                                                                 | Yes           | There is no fuel combustion in electric motors. |
| 10            | Emissions sampling and Associated Activities                                                                    | Yes           | A.A.C.R18-2-101.57.j                            |

| Source        | Insignificant Activities                                                                                               | Insignificant | Governing Rule       |
|---------------|------------------------------------------------------------------------------------------------------------------------|---------------|----------------------|
| <b>No.</b> 11 | Evaporative Coolers                                                                                                    | Yes           | A.A.C.R18-2-101.57.j |
| 12            | Flammable Storage Cabinets                                                                                             | Yes           | A.A.C.R18-2-101.57.j |
| 13            | Flares Used to Indicate Danger to the Public                                                                           | Yes           | A.A.C.R18-2-101.57.j |
| 14            | Fuel Oil Piping Systems Including: Flanges, Valves, Pump Seals, Pressure Relief Valves and other Individual Components | Yes           | A.A.C.R18-2-101.57.j |
| 15            | Fugitive Dust Emissions From the<br>Operation of Passenger Vehicle                                                     | No            | A.A.C.R18-2-610      |
| 16            | Gas Turbine False Start Drain                                                                                          | Yes           | A.A.C.R18-2-101.57.j |
| 17            | Gas Turbine Lube Oil Vents                                                                                             | Yes           | A.A.C.R18-2-101.57.j |
| 18            | Gas Turbine Starting Diesel Engines                                                                                    | No            | A.A.C.R18-2-719      |
| 19            | Hydraulic System Reservoirs                                                                                            | Yes           | A.A.C.R18-2-101.57.j |
| 20            | Janitorial Activities                                                                                                  | Yes           | A.A.C.R18-2-101.57.a |
| 21            | Landscaping Equipment                                                                                                  | Yes           | A.A.C.R18-2-101.57.a |
| 22            | Lube Oil Storage Area (New Products)                                                                                   | Yes           | A.A.C.R18-2-101.57.j |
| 23            | Maintenance Shop Heaters                                                                                               | Yes           | A.A.C.R18-2-101.57.j |
| 24            | Normal Usage of Misc. Consumer<br>Products                                                                             | Yes           | A.A.C.R18-2-101.57.j |
| 25            | Oil Circuit Breakers                                                                                                   | Yes           | A.A.C.R18-2-101.57.j |
| 26            | Oil Filter Draining                                                                                                    | Yes           | A.A.C.R18-2-101.57.j |
| 27            | Paint Storage Area                                                                                                     | Yes           | A.A.C.R18-2-101.57.j |
| 28            | Painting                                                                                                               | No            | A.A.C.R18-2-727      |
| 29            | Pesticide/Herbicide Activity                                                                                           | Yes           | A.A.C.R18-2-101.57.j |
| 30            | Portable Testing Equipment and Testing Activities                                                                      | Yes           | A.A.C.R18-2-101.57.i |
| 31            | Portable Welder from outside                                                                                           | Yes           | A.A.C.R18-2-101.57.j |
| 32            | Production of Hot Water Not Related to Industrial Process                                                              | Yes           | A.A.C.R18-2-101.57.j |

| Source<br>No. | Insignificant Activities                                         | Insignificant | Governing Rule       |
|---------------|------------------------------------------------------------------|---------------|----------------------|
| 33            | Pump/Motor Oil Reservoirs                                        | Yes           | A.A.C.R18-2-101.57.j |
| 34            | PVC/ABS Pipe Weldings                                            | Yes           | A.A.C.R18-2-101.57.j |
| 35            | Repair and Maintenance of Roads<br>and Other Paved or Open Areas | No            | A.A.C.R18-2-605.A    |
| 36            | Safety Devices, Fire Extinguishers and Cardox System             | Yes           | A.A.C.R18-2-101.57.j |
| 37            | Sand Blasting                                                    | No            | A.A.C.R18-2-726      |
| 38            | Satellite Accumulation Barrels                                   | Yes           | A.A.C.R18-2-101.57.j |
| 39            | Portable Toilette                                                | Yes           | A.A.C.R18-2-101.57.j |
| 40            | Cooling Service Water and Piping                                 | Yes           | A.A.C.R18-2-101.57.j |
| 41            | Small Equipment fueling Area                                     | Yes           | A.A.C.R18-2-101.57.j |
| 42            | Smoking Area                                                     | Yes           | A.A.C.R18-2-101.57.j |
| 43            | Solvent Cleaning Tank (Maintenance Shop)                         | Yes           | A.A.C.R18-2-101.57.j |
| 44            | Station Transformer                                              | Yes           | A.A.C.R18-2-101.57.j |
| 45            | Steam Cleaners                                                   | Yes           | A.A.C.R18-2-101.57.j |
| 46            | Combustion Turbine Battery Tank                                  | Yes           | A.A.C.R18-2-101.57.j |
| 47            | Steam Oil Tank Vents                                             | Yes           | A.A.C.R18-2-101.57.j |
| 48            | Storm Water Drainage Area                                        | Yes           | A.A.C.R18-2-101.57.j |
| 49            | Used Oil Storage Area                                            | Yes           | A.A.C.R18-2-101.57.j |
| 50            | Welding                                                          | Yes           | A.A.C.R18-2-101.57.j |

## XI. LIST OF ABBREVIATIONS

| A.A.C                    | Arizona Administrative Code                 |
|--------------------------|---------------------------------------------|
| ADEQ                     | Arizona Department of Environmental Quality |
| APS                      | Arizona Public Services                     |
| CAM                      | Compliance Assurance Monitoring             |
| CFC                      | Chlorofluorocarbons                         |
| CFR                      | Code of Federal Regulations                 |
| CO                       | Carbon Monoxide                             |
| EPA                      | Environmental Protection Agency             |
| HP                       | Horse Power                                 |
| MMBtu                    | Million British Thermal Unit                |
| MW                       | Mega Watts                                  |
| $NO_x \dots \dots \dots$ | Nitrogen Oxide                              |
| NSPS                     | New Source Performance Standards            |
| PM                       | Particulate Matter                          |
| PM <sub>10</sub>         | Particulate Matter below 10 micron size     |
| $SO_2$                   | Sulfur Dioxide                              |
| VOC                      | Volatile Organic Compounds                  |