STATEMENT OF BASIS

For the issuance of Draft Air Permit # 1860-AOP-R7 AFIN: 29-00304

1. PERMITTING AUTHORITY:

Arkansas Department of Environmental Quality 5301 Northshore Drive North Little Rock, Arkansas 72118-5317

2. APPLICANT:

Arkansas Electric Cooperative Corporation - Fulton CT1 Generating Station 100 AECC Road Fulton, Arkansas 71838

3. PERMIT WRITER:

John Mazurkiewicz

4. NAICS DESCRIPTION AND CODE:

NAICS Description: Fossil Fuel Electric Power Generation

NAICS Code: 221112

5. ALL SUBMITTALS:

The following is a list of ALL permit applications included in this permit revision.

Date of Application	Type of Application	Short Description of Any Changes
	(New, Renewal, Modification,	That Would Be Considered New or
	Deminimis/Minor Mod, or	Modified Emissions
	Administrative Amendment)	
5/12/2020	Renewal	Total HAP limits increased based on
		revised calculations

6. REVIEWER'S NOTES:

- Process descriptions and regulatory citations have been updated.
- Various formatting changes were made.

7. COMPLIANCE STATUS:

The following summarizes the current compliance of the facility including active/pending enforcement actions and recent compliance activities and issues.

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The last inspection was conducted on February 26, 2019. No areas of concern were identified. A review of ECHO revealed no CAA violations in the last twelve (12) quarters.

8. PSD/GHG APPLICABILITY:

- a) Did the facility undergo PSD review in this permit (i.e., BACT, Modeling, etc.)? No. If yes, were GHG emission increases significant? N/A.
- b) Is the facility categorized as a major source for PSD? No.
- Single pollutant \geq 100 tpy and on the list of 28 or single pollutant \geq 250 tpy and not on list

If yes for 8(b), explain why this permit modification is not PSD. N/A.

9. SOURCE AND POLLUTANT SPECIFIC REGULATORY APPLICABILITY:

Source	Pollutant	Regulation (NSPS, NESHAP or PSD)
01	SO_2 NO_X	40 C.F.R. § 60 Subpart GG— Standards of Performance for Stationary Gas Turbines 40 C.F.R. §§ 72, 73, and 75— Acid Rain Program
02	HAPs	40 C.F.R. § 63 Subpart ZZZZ—National Emissions Standards for Hazardous Air Pollutants for Stationary Reciprocating Internal Combustion Engines

10. PERMIT SHIELD – TITLE V PERMITS ONLY:

Did the facility request a permit shield in this application? No. (Note - permit shields are not allowed to be added, but existing ones can remain, for minor modification applications or any Regulation 18 requirement.)

If yes, are applicable requirements included and specifically identified in the permit? N/A.

11. EMISSION CHANGES AND FEE CALCULATION:

See emission change and fee calculation spreadsheet in Appendix A.

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12. AMBIENT AIR EVALUATIONS:

The following are results for ambient air evaluations or modeling.

a) NAAQS

A NAAQS evaluation is not required under the Arkansas State Implementation Plan, National Ambient Air Quality Standards, Infrastructure SIPs and NAAQS SIP per Ark. Code Ann. § 8-4-318, dated March 2017 and the ADEQ Air Permit Screening Modeling Instructions.

b) Non-Criteria Pollutants:

The non-criteria pollutants listed below were evaluated. Based on Department procedures for review of non-criteria pollutants, emissions of all other non-criteria pollutants are below thresholds of concern.

1st Tier Screening (PAER)

Estimated hourly emissions from the following sources were compared to the Presumptively Acceptable Emission Rate (PAER) for each compound. The Department has deemed the PAER to be the product, in lb/hr, of 0.11 and the Threshold Limit Value (mg/m³), as listed by the American Conference of Governmental Industrial Hygienists (ACGIH).

Pollutant	TLV (mg/m ³)	$PAER (lb/hr) = 0.11 \times TLV$	Proposed lb/hr	Pass?
Acrolein	0.23	0.0253	0.0111	Yes
POM	0.2	0.022	1.2	No

^{2&}lt;sup>nd</sup> Tier Screening (PAIL)

AERMOD air dispersion modeling was performed on the estimated hourly emissions from the following sources, in order to predict ambient concentrations beyond the property boundary. The Presumptively Acceptable Impact Level (PAIL) for each compound has been deemed by the Department to be one one-hundredth of the Threshold Limit Value as listed by the ACGIH.

Pollutant	PAIL $(\mu g/m^3) = 1/100$ of Threshold Limit Value	Modeled Concentration (μg/m³)	Pass?
POM	2	0.0127	Yes

c) H₂S Modeling: N/A.

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13. CALCULATIONS:

SN	Emission Factor Source (AP-42, testing, etc.)	Emission Factor (lb/ton, lb/hr, etc.)	Control Equipment	Control Equipment Efficiency	Comments
	NOx and CO: Manufacturer Guarantee	172 lb NO _X /hr 42 lb CO/hr			
01	Particulates, SO ₂ , VOC, and HAPs: AP-42 Section 3.1	6.6E-03 lb PM ₁₀ /MMBtu 6E-04 lb SO ₂ /MMBtu 2.1E-03 lb VOC/MMBtu	DLN - Dry Low NOx Burners	N/A	
02	AP-42 Section 3.3	0.31 lb PM ₁₀ /MMBtu 0.29 lb SO ₂ /MMBtu 0.35 lb VOC/MMBtu 0.95 lb CO/MMBtu 4.41 lb NO _X /MMBtu	Oxidation Catalyst	75% (CO)	2.674 MMBtu/hr 500 hr/yr

14. TESTING REQUIREMENTS:

The permit requires testing of the following sources.

SN	Pollutants Test Method		Test Interval	Justification
		None.		

15. MONITORING OR CEMS:

The permittee must monitor the following parameters with CEMS or other monitoring equipment (temperature, pressure differential, etc.)

SN	Parameter or Pollutant to be Monitored	Method (CEM, Pressure Gauge, etc.)	Frequency	Report (Y/N)
01	NOx, corrected to 15% O ₂	CEM	Continuous	Y

16. RECORDKEEPING REQUIREMENTS:

The following are items (such as throughput, fuel usage, VOC content, etc.) that must be tracked and recorded.

SN	Recorded Item	Permit Limit	Frequency	Report (Y/N)
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SN	Recorded Item	Permit Limit	Permit Limit Frequency	
01	Fuel usage	5,832 MMSCF/yr	Monthly	Y
02	Opacity	20%	Annual	N
02	Hours of operation	500 hr/yr	Monthly	Y

17. OPACITY:

SN	Opacity	Justification for limit	Compliance Mechanism
01	5%	Department Standard	pipeline quality natural gas only
02	20%	Department Standard	annual observation

18. DELETED CONDITIONS:

Former SC	Justification for removal
	None.

19. GROUP A INSIGNIFICANT ACTIVITIES:

The following is a list of Insignificant Activities including revisions by this permit.

Source	Group A	Emissions (tpy)						
Name	Group A Category	PM/PM ₁₀	SO_2	VOC	СО	NO_x	HA	.Ps
Name	Category	FIVI/FIVI ₁₀	SO_2	VOC	CO	NO _x	Single	Total
3.75 MMBtu/hr Natural Gas Fired Fuel Heater	A-1	0.2	0.1	0.1	1.5	1.8	0.01	0.01
500 Gallon Diesel Storage Tank	A-3			0.1			0.01	0.01

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20. VOIDED, SUPERSEDED, OR SUBSUMED PERMITS:

The following is a list of all active permits voided/superseded/subsumed by the issuance of this permit.

Permit #
1860-AOP-R6



Facility Name: Arkansas Electric Cooperative Corporation-Fulton CT1 Generating Station

Permit Number: 1860-AOP-R7

AFIN: 29-00304

\$/ton factor	23.93	Annual Chargeable Emissions (tpy)	271.6
Permit Type	Minor Mod	Permit Fee \$	500
**			
Minor Modification Fee \$	500		
Minimum Modification Fee \$	1000		
Renewal with Minor Modification \$	500		
Check if Facility Holds an Active Minor Source or Minor	or		
Source General Permit			
If Hold Active Permit, Amt of Last Annual Air Permit Invoice \$	0		
Total Permit Fee Chargeable Emissions (tpy)	0		
Initial Title V Permit Fee Chargeable Emissions (tpy)			

HAPs not included in VOC or PM:

Chlorine, Hydrazine, HCl, HF, Methyl Chloroform, Methylene Chloride, Phosphine, Tetrachloroethylene, Titanium Tetrachloride

Air Contaminants:

All air contaminants are chargeable unless they are included in other totals (e.g., H2SO4 in condensible PM, H2S in TRS, etc.)

Pollutant (tpy)	Check if Chargeable Emission	Old Permit	New Permit		Permit Fee Chargeable Emissions	Annual Chargeable Emissions
PM		16.3	16.3	0		
PM_{10}		16.3	16.3	0	0	16.3
PM _{2.5}		0	0	0		
SO_2		1.8	1.8	0	0	1.8
VOC		5.5	5.5	0	0	5.5
СО		60.1	60.1	0		
NO_X		248	248	0	0	248

Pollutant (tpy)	Check if Chargeable Emission	Old Permit	New Permit	Change in Emissions	Permit Fee Chargeable Emissions	
Total HAPs		1.78	4.35	2.57		