STATEMENT OF BASIS

For the issuance of Draft Air Permit # 1987-AOP-R9 AFIN: 30-00337

1. PERMITTING AUTHORITY:

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

2. APPLICANT:

Arkansas Electric Cooperative Corporation - Magnet Cove Generating Station 410 Henderson Road Malvern, Arkansas 72104

3. PERMIT WRITER:

Jesse Smith

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)	
7/16/2025	Minor Mod	N/a

6. REVIEWER'S NOTES:

Arkansas Electric Cooperative Corporation – Magnet Cove Generating Station (Magnet Cove) is located in Malvern, Hot Spring County, Arkansas. This permitting action revises the throughput limits for SN-01 and SN-02 duct burners from hours of operation limits to MMscf of natural gas burned limits. There were no changes to permitted emissions as a result of this modification.

7. COMPLIANCE STATUS:

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

The facility was last inspected on December 12, 2023. There were no areas of concern noted at this time nor any significant violations noted in EPA's ECHO database.

8. PSD/GHG APPLICABILITY:

- a) Did the facility undergo PSD review in this permit (i.e., BACT, Modeling, etc.)? N If yes, were GHG emission increases significant? N
- b) Is the facility categorized as a major source for PSD? Y
- Single pollutant ≥ 100 tpy and on the list of 28 or single pollutant ≥ 250 tpy and not on list

If yes for 8(b), explain why this permit modification is not PSD. No emissions increase associated with this permitting change.

9. SOURCE AND POLLUTANT SPECIFIC REGULATORY APPLICABILITY:

Source	Pollutant	Regulation (NSPS, NESHAP or PSD)
	NOx	NSPS Subpart GG – Standards of Performance for Stationary Gas Turbines
SN-01 & SN-02	NO _x and SO ₂	NSPS Db – Standards of Performance for Industrial- Commercial-Institutional Steam Generating Units and 40 CFR Part 75 – Acid Deposition Control
	VOC, CO, NO _x and PM ₁₀	PSD
SN-16 & SN-17	НАР	NESHAP Subpart ZZZZ – National Emissions Standards for Hazardous Air Pollutants for Stationary Reciprocating Internal Combustion Engines
SN-18	PM, VOC, CO, NO _x	NSPS Subpart IIII – Standards of Performance for Stationary Compression Ignition Internal Combustion Engines

10. UNCONSTRUCTED SOURCES:

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I I a a a a a tura at a d	Permit	Extension	Extension	If Greater than 18 Months without	
Unconstructed	Approval	Requested	Approval	Approval, List Reason for	
Source	Date	Date	Date	Continued Inclusion in Permit	
N/A					

11. PERMIT SHIELD – TITLE V PERMITS ONLY:

Did the facility request a permit shield in this application? Y (Note - permit shields are not allowed to be added, but existing ones can remain, for minor modification applications or any Rule 18 requirement.)

If yes, are applicable requirements included and specifically identified in the permit? Y If not, explain why.

For any requested inapplicable regulation in the permit shield, explain the reason why it is not applicable in the table below.

Source	Inapplicable Regulation	Reason
01 & 02	40 C.F.R. Par 60, Subpart Da	The rated heat input capacity of duct burners is not greater than 250 MMBtu/hr
01 & 02	40 C.F.R. Par 60, Subpart Dc	The rated heat input capacity of the facility process heater is less than 10 MMBtu/hr
01 & 02	40 C.F.R. 60 Subpart KKKK	Construction of the combustion turbines was started prior to February 18, 2005, the regulation's applicability date
04 thru 15	40 C.F.R. Part 63 Subpart Q	The cooling tower does not use chromates for water treatment
Facility	40 C.F.R. 60, Subpart Kb	Vapor pressure of diesel is below regulated threshold of 3.5 kPa
Facility	40 C.F.R. Part 63, Subpart YYYY	The facility is not a major source of HAP
Facility	40 C.F.R. Part 60 Subpart JJJJ	There are no stationary spark ignition engines at the facility
Facility	40 C.F.R. Part 64	The combustion turbines are subject to the requirements of Acid Rain; therefore, exempt from the CAM rule 40 CFR 64.2(b)(1)(iii)

12. COMPLIANCE ASSURANCE MONITORING (CAM) – TITLE V PERMITS ONLY:

List sources potentially subject to CAM because they use a control device to achieve compliance and have pre-control emissions of at least 100 percent of the major source level. List the pollutant of concern and a brief summary of the CAM plan (temperature monitoring, CEMs, opacity monitoring, etc.) and frequency requirements of § 64.

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Source	Pollutant Controlled	Cite Exemption or CAM Plan Monitoring and Frequency			
N/A					

13. EMISSION CHANGES AND FEE CALCULATION:

See emission change and fee calculation spreadsheet in Appendix A.

14. 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 DEQ Air Permit Screening Modeling Instructions.

b) Non-Criteria Pollutants:

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/m³)	$PAER (lb/hr) = 0.11 \times TLV$	Proposed lb/hr	Pass?
Ammonia	17.4	1.91	91.42	No
Acrolein	0.23	0.0253	0.0252	Yes
Beryllium	0.00005	0.0000055	0.00000588	No
Cadmium	0.002	0.00022	0.00054	No
РАН	0.20	0.022	0.00071	Yes

^{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

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compound has been deemed by the Department to be one one-hundredth of the Threshold Limit Value as listed by the ACGIH. Since there are no increases in hourly emissions since the previous renewal, modeling for this renewal was not performed.

Pollutant	PAIL $(\mu g/m^3) = 1/100$ of Threshold Limit Value	Modeled Concentration (μg/m³)	Pass?
Ammonia	174.1	8.46	Y
Beryllium	0.0005	0.0000008	Y
Cadmium	0.02	0.02	Y

c) H₂S Modeling:

A.C.A. §8-3-103 requires hydrogen sulfide emissions to meet specific ambient standards. Many sources are exempt from this regulation, refer to the Arkansas Code for details.

Is the facility exempt from the H ₂ S Standards	Y
If exempt, explain: No H ₂ S emissions	

15. CALCULATIONS:

SN	Emission Factor Source (AP-42, testing, etc.)	Emission Factor (lb/ton, lb/hr, etc.)	Control Equipment	Control Equipment Efficiency	Comments
01- 02	Vendor data BACT	PM/PM ₁₀ 0.013 lb/MMBtu SO ₂ 0.28 ppmvd @ 15% O ₂ VOC 4.0 ppmvd @ 15% O ₂ CO 12 ppmvd @ 15% O ₂ NO _X 3.5 ppmvd @ 15% O ₂ Ammonia 10 ppmvd @ 15% O ₂ Ammonium Sulfate 0.06 ppmvd @ 15% O ₂	SCR, and low-NO _x oxidation catalyst	70%	HAP testing showed some pollutants needed higher limit than AP-42 so they have been increased, others were non-detectable but have been left in the permit at 0.1 lb/hr
	HAPS Testing CATEF	Based on Testing CT/HRSG/DB: Acetaldehyde 0.5 lb/hr	oxidation catalyst	80%	Acetaldehyde, benzene, and xylene emission rates are based on testing

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	Emission				
	Factor	Emission Factor	G , 1	Control	
SN	Source	(lb/ton, lb/hr,	Control	Equipment	Comments
DI ((AP-42,	etc.)	Equipment		Comments
	,	etc.)		Efficiency	
	testing, etc.)				
	AP-42	Benzene 0.5 lb/hr			
	Tables 1.4-3	Xylene 0.10 lb/hr			
	and 1.4-4				
	and I.I.	CATEF for			
		Turbines:			
		1,3 Butadiene 1.27			
		E-04 lb/MMscf			
		Acrolein 2.37 E-02			
		lb/MMscf			
		Ethylbenzene			
		1.79E-02 Hexane 2.59E-01			
		Propylene Oxide			
		4.78E-02			
		Toluene 7.10E-02			
		Formaldehyde			
		9.17E-01 lb/MMscf			
		POM/PAH 2.32 E-			
		03 lb/MMscf			
		Naphthalene 1.66E-			
		03 lb/MMscf			
		AP-42 for Duct			
		Burner			
		Dichlorobenzene			
		1.2E-02 lb/MMscf			
		Hexane 1.8			
		Toluene 3.4E-03			
		Formaldehyde			
		7.5E-02 lb/MMscf			
		POM/PAH 6.98E-			
		04 lb/MMscf			
		Naphthalene 6.10E-			
		04 lb/MMscf			
		Arsenic 2.00E-04 lb/MMscf			
		Beryllium 1.20E-05			
		lb/MMscf			
		Cadmium 1.10E-03			
		lb/MMscf			
		Chromium 1.40E-			
		03 lb/MMscf			
		Cobalt 8.40E-05			
		lb/MMscf			
		Lead 5.00E-04			
		lb/MMscf			
		Manganese3.80E-			
		04 lb/MMscf			

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SN	Emission Factor Source (AP-42, testing, etc.)	Emission Factor (lb/ton, lb/hr, etc.)	Control Equipment	Control Equipment Efficiency	Comments
		Mercury 2.60E-04 lb/MMscf Nickel 2.10E-03 lb/MMscf Selenium 2.40E-05 lb/MMscf			
04- 15	AP-42	see application	drift eliminator		0.0005 % drift 1500 ppmw TDS
16,17	AP-42 AP-42 Table 3.3-1 and 3.3- 2	PM/PM ₁₀ 0.31 lb/MMBtu SO ₂ 0.29 lb/MMBtu VOC 0.35 lb/MMBtu CO 0.95 lb/MMBtu NO _X 4.41 lb/MMBtu 1,3 Butadiene 3.91E-05 lb/MMBtu Acrolein 9.25 E- 05 lb/MMBtu Acetaldehyde 7.67 E-04 Benzene 9.33E- 4 lb/MMBtu Formaldehyde 1.18E-03 lb/MMBtu PAH 1.68E-04 lb/MMBtu Toluene 4.09E-4 lb/MMBtu Xylene 2.85E-4 lb/MMBtu			1.86 MMBtu/hr and 2.73 MMBtu/hr for 16 and 17 respectively
	Manufacturer data,	PM/PM ₁₀ 0.02 g/kWh			17.9 MM/D (1)/h.a.
18	AP-42 Table 3.4-3 and 3.4-4	SO ₂ 0.02 g/kWh VOC 0.04 g/kWh			17.8 MMBtu/hr

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SN	Emission Factor Source (AP-42, testing, etc.)	Emission Factor (lb/ton, lb/hr, etc.)	Control Equipment	Control Equipment Efficiency	Comments
		CO 0.6 g/kWh			
		NO _X 6.2 g/kWh			
		Acetaldehyde			
		2.52 E-05			
		lb/MMBtu			
		Acrolein 7.88 E-			
		06 lb/MMBtu			
		Benzene 7.76 E-			
		04 lb/MMBtu			
		Formaldehyde			
		7.89 E-05			
		1b/MMBtu PAH 2.12 E-04			
		lb/MMBtu			
		Toluene 2.81 E-			
		04 lb/MMBtu			
		Xylene 1.93 E-			
		04 lb/MMBtu			

16. TESTING REQUIREMENTS:

The permit requires testing of the following sources.

SN	Pollutants	Test Method	Test Interval	Justification
SN-01 or SN-02	VOC	25A	5 yr	Confirmation of BACT limit(s)

17. 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 & 02	NO _x	CEMS	Continuously	Y
01 & 02	СО	CEMS	Continuously	Y

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18. 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)
01-02	sulfur content of fuel	0.015% by volume at 15% oxygen on a dry basis	Daily	Y
01-02	Combined natural gas throughput	1,225.5 MMscf per rolling 12- month	Monthly	Y
01-02	Startup/Shutdown	N/A	Each Occurrence	N
04-15	TDS or conductivity	1,500 ppmw	Monthly or If conductivity weekly	Y
16,17	Operating hours	500 hours each, calendar annual	Monthly	N
18	Operating hours	500 hours, rolling 12- month	Monthly	N

19. OPACITY:

SN	Opacity	Justification for limit	Compliance Mechanism
01-02	5%	Dept. Standard while firing natural gas	Use of natural gas
04-15	20%	Standard for cooling towers	TDS limit
16-17	20%	Rule 19.503	Annual Observation
18	20%	Rule 19.503	Annual Observation

20. DELETED CONDITIONS:

Former SC	Justification for removal			
	N/A			

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21. GROUP A INSIGNIFICANT ACTIVITIES:

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

Source Name	Caora A			Emissio	ons (tpy)			
	Group A	PM/PM ₁₀	SO_2	VOC	CO	NO _x	HAPs	
	Category	F1V1/F1V110	302	VOC	CO		Single	Total
Process	A-1	0.31	0.03	0.24	3.61	4.29		0.08
Heater	A-1	0.51	0.03	0.24	3.01	4.29		0.08
320 gallon	A-3			0.0003				
Diesel Tank	A-3			0.0003				
EDGE Diesel	A-3			0.0006				
Storage	A-3			0.0000				
Stand-by								
Engine Diesel	A-3			0.0006				
Fuel Tank								
1000 gallon								
mobile equip	A-3			0.0004				
diesel tank								
Miscellaneous	A-13			4e-6				
Oil Storage	A-13			40-0				

22. VOIDED, SUPERSEDED, OR SUBSUMED PERMITS:

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

Permit #	
1987-AOP-1	R8



Arkansas Electric Cooperative Corporation -

Magnet Cove Generating Station

Permit #: 1987-AOP-R9

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\$/ton factor	28.14	Annual Chargeable Emissions (tpy)	945.4
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 Mino	r _		
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	Change in Emissions	Permit Fee Chargeable Emissions	Annual Chargeable Emissions
PM		240.4	240.4	0		
PM_{10}		240.4	240.4	0	0	240.4
PM _{2.5}		0	0	0		
SO_2		13.7	13.7	0	0	13.7
VOC		70.8	70.8	0	0	70.8
со		616.5	616.5	0		
NO_X		302.9	302.9	0	0	302.9

Pollutant (tpy)	Check if Chargeable Emission	Old Permit	New Permit		Permit Fee Chargeable Emissions	Annual Chargeable Emissions
Total HAPs		15.64	15.64	0		
Ammonia	~	311.6	311.6	0	0	311.6
Ammonia Sulfate	~	6	6	0	0	6