

February 4, 2021

Bo Woods East Butte Gathering System, LLC North Dunkirk Compressor Facility 574 Laird Road Chester, MT 58522

Dear Mr. Woods:

Montana Air Quality Permit #2843-05 is deemed final as of January 28, 2021, by the Department of Environmental Quality (Department). This permit is for a natural gas compression facility. All conditions of the Department's Decision remain the same. Enclosed is a copy of your permit with the final date indicated.

For the Department,

Julis A Merkel

Julie A. Merkel Permitting Services Section Supervisor Air Quality Bureau (406) 444-3626

JM:EW Enclosure

6 Dames

Ed Warner Lead Engineer – Permitting Services Section Air Quality Bureau (406) 444-2467

Montana Department of Environmental Quality Air, Energy & Mining Division

Montana Air Quality Permit #2843-05

East Butte Gathering System, LLC North Dunkirk Compressor Facility 574 Laird Road Chester, MT 58522

January 28, 2021



MONTANA AIR QUALITY PERMIT

Issued To: East Butte Gathering System, LLC North Dunkirk Compressor Facility 574 Laird Road Chester, MT 59522 MAQP: #2843-05 Administrative Amendment (AA) Request Received: 01/06/2021 Department's Decision on AA: 01/12/2021 Permit Final: 01/28/2021

A Montana Air Quality Permit, with conditions, is hereby granted to East Butte Gathering System, LLC (EBGS), pursuant to Sections 75-2-204 and 211 of the Montana Code Annotated (MCA), as amended, and Administrative Rules of Montana (ARM) 17.8.740, *et seq.*, as amended, for the following:

SECTION I: Permitted Facilities

A. Plant Location

EBGS owns and operates a natural gas compressor station and associated equipment located in the SE¹/₄ of the SE¹/₄ of Section 35, Township 33 North, Range 1 West, in Toole County, Montana. The facility is known as the North Dunkirk Compressor Facility. A complete listing of the permitted equipment is contained in the permit analysis.

B. Current Permit Action

On January 6, 2021, the Department of Environmental Quality (Department) received a request to transfer ownership of MAQP #2843-04 to EBGS from Taylor Gas Compression, Inc. The Department updated the ownership of the MAQP as requested, as well as updated the document to reflect current Department language.

SECTION II: Conditions and Limitations

- A. Emission Limitations
 - 1. Emissions from the 500-horsepower (hp) Caterpillar G-398-NA compressor engine shall be controlled with a non-selective catalytic reduction (NSCR) unit and shall not exceed the following (ARM 17.8.752):

Nitrous Oxides (NO _x)	2.21 pounds per hour (lb/hr)
Carbon Monoxide (CO)	3.31 lb/hr
Volatile Organic Compounds (VOC)	1.10 lb/hr

2. Emissions from the 650-hp White Superior compressor engine shall be controlled by an NSCR unit and shall not exceed the following (ARM 17.8.752):

NO_X	2.87 lb/hr
CO	4.30 lb/hr
VOC	1.43 lb/hr

- 3. EBGS shall not cause or authorize emissions to be discharged into the outdoor atmosphere from any sources installed after November 23, 1968, that exhibit an opacity of 20% or greater averaged over 6 consecutive minutes (ARM 17.8.304).
- 4. EBGS shall not cause or authorize the use of any street, road, or parking lot without taking reasonable precautions to control emissions of airborne particulate matter (ARM 17.8.308).
- 5. EBGS shall treat all unpaved portions of the haul roads, access roads, parking lots, or general plant area with water and/or chemical dust suppressant as necessary to maintain compliance with the reasonable precautions limitation in Section II.A.4 (ARM 17.8.749).
- B. Testing Requirements
 - 1. The 500-hp Caterpillar G-398 compressor engine shall be tested concurrently for NO_x and CO and compliance demonstrated with the conditions contained in Section II.A.1 on an every 5-year basis or another testing/monitoring schedule as may be approved by the Department (ARM 17.8.105 and ARM 17.8.749).
 - 2. The 650-hp White Superior compressor engine shall be tested concurrently for NO_x and CO and compliance demonstrated with the conditions contained in Section II.A.2 on an every 5-year basis or another testing/monitoring schedule as may be approved by the Department (ARM 17.8.105 and ARM 17.8.749).
 - 3. All compliance source tests shall conform to the requirements of the Montana Source Test Protocol and Procedures Manual (ARM 17.8.106).
 - 4. The Department may require further testing (ARM 17.8.105).
- C. Operational Reporting Requirements
 - 1. EBGS shall supply the Department with annual production information for all emission points, as required by the Department in the annual emission inventory request. The request will include, but is not limited to, all sources of emissions identified in the emission inventory contained in the permit analysis.

Production information shall be gathered on a calendar-year basis and submitted to the Department by the date required in the emission inventory request. Information shall be in the units required by the Department. This information may be used to calculate operating fees, based on actual emissions from the facility, and/or to verify compliance with permit limitations (ARM 17.8.505).

2. EBGS shall notify the Department of any construction or improvement project conducted pursuant to ARM 17.8.745, that would include a change in control equipment, stack height, stack diameter, stack flow, stack gas temperature, source location or fuel specifications, or would result in an increase in source capacity above its permitted operation or the addition of a new emission unit.

The notice must be submitted to the Department, in writing, 10 days prior to start up or use of the proposed de minimis change, or as soon as reasonably practicable in the event of an unanticipated circumstance causing the de minimis change, and must include the information requested in ARM 17.8.745(1)(d) (ARM 17.8.745).

3. All records compiled in accordance with this permit must be maintained by EBGS as a permanent business record for at least five years following the date of the measurement, must be available at the plant site for inspection by the Department, and must be submitted to the Department upon request (ARM 17.8.749).

SECTION III: General Conditions

- A. Inspection EBGS shall allow the Department's representatives access to the source at all reasonable times for the purpose of making inspections or surveys, collecting samples, obtaining data, auditing any monitoring equipment (CEMS, CERMS) or observing any monitoring or testing, and otherwise conducting all necessary functions related to this permit.
- B. Waiver The permit and the terms, conditions, and matters stated herein shall be deemed accepted if EBGS fails to appeal as indicated below.
- C. Compliance with Statutes and Regulations Nothing in this permit shall be construed as relieving EBGS of the responsibility for complying with any applicable federal or Montana statute, rule, or standard, except as specifically provided in ARM 17.8.740, *et seq.* (ARM 17.8.756).
- D. Enforcement Violations of limitations, conditions and requirements contained herein may constitute grounds for permit revocation, penalties, or other enforcement action as specified in Section 75-2-401, *et seq.*, MCA.
- E. Appeals Any person or persons jointly or severally adversely affected by the Department's decision may request, within 15 days after the Department renders its decision, upon affidavit setting forth the grounds therefore, a hearing before the Board of Environmental Review (Board). A hearing shall be held under the provisions of the Montana Administrative Procedures Act. The filing of a request for a hearing does not stay the Department's decision, unless the Board issues a stay upon receipt of a petition and a finding that a stay is appropriate under Section 75-2-211(11)(b), MCA. The issuance of a stay on a permit by the Board postpones the effective date of the Department's decision until conclusion of the hearing and issuance of a final decision by the Board. If a stay is not issued by the Board, the Department's decision is final 16 days after the Department's decision is made.
- F. Permit Inspection As required by ARM 17.8.755, Inspection of Permit, a copy of the air quality permit shall be made available for inspection by the Department at the location of the source.

G. Permit Fee – Pursuant to Section 75-2-220, MCA, failure to pay the annual operation fee by EBGS may be grounds for revocation of this permit, as required by that section and rules adopted thereunder by the Board.

Montana Air Quality Permit Analysis East Butte Gathering System, LLC North Dunkirk Compressor Facility MAQP #2843-05

I. Introduction/Process Description

East Butte Gathering System, LLC (EBGS) owns and operates a natural gas compressor station and associated equipment located in the SE¹/₄ of the SE¹/₄ of Section 35, Township 33 North, Range 1 West, in Toole County, Montana. The facility is known as the North Dunkirk Compressor Facility.

A. Permitted Equipment

This EBGS facility includes the following equipment:

- One 1964, 500-horsepower (hp) Caterpillar G-398-NA compressor engine with a non-selective catalytic reduction (NSCR) unit;
- One 1978, 650- hp White Superior 6G825 compressor engine;
- One 1981 0.750- MMBtu/hr Hycon 81-91 heater
- One 250 thousand British thermal unit per hour (MBtu/hr) NATCO reboiler;
- One 250-barrel (bbl) sealed tank;
- One 1989 MYCM Refrigeration Unit (electric); and
- Various valves, relief valves, and flanges.
- B. Source Description

The two primary purposes of this facility are to compress and dry natural gas. At first, approximately 1.7 million cubic feet per day (MMCFD) of sweet natural gas enters the plant. The 500-hp compressor engine and the 650-hp compressor engine compress approximately 0.85 MMCFD natural gas from 1 pound per square inch gauge (psig) to 650 psig.

The second purpose of the complex is to "dry" the gas as it is being processed. The gas contains some moisture, which must be removed from the system prior to being sent into the transmission system. This is accomplished with a dehydrator, also commonly called a reboiler or glycol unit.

The gas is treated with a glycol solution, which absorbs the water in the gas stream. The glycol solution is then heated to about 350 degrees Fahrenheit to drive off the water and return the glycol. The water that is driven off is released to the atmosphere. The heat necessary for this activity is generated by burning natural gas in the dehydrator reboiler. After dehydration, approximately 0.13 MMCFD of dry gas is used as fuel by the compressor engines.

C. Permit History

On April 5, 1995, Hadson Gas Gathering & Processing Company (Hadson) was issued **Montana Air Quality Permit (MAQP) #2843-00** for the operation of their compressor station and associated equipment, located in SE¹/₄ of the SE¹/₄ of Section 35, Township 33 North, Range 1 West, in Toole County, Montana. The facility was permitted to operate four compressor engines, one heater, one tank, and various valves, relief valves, and flanges.

On December 17, 1999, the Department of Environmental Quality (Department) received a complete Montana Air Quality Permit Application from Spectrum Energy, Inc. (Spectrum). Spectrum notified the Department that Spectrum had purchased the facility from Hadson. In addition, Spectrum requested that several pieces of equipment be removed from the permit and several other pieces of equipment be added to the permit. Specifically, this permit action removed a 230-hp Ajax DPC-230 compressor engine, a 425-hp Caterpillar G-398-NA compressor engine, and a 500-hp Caterpillar G-398 compressor engine from the permit. In addition, a 650-hp White Superior compressor engine, a NATCO reboiler, and an MYCM refrigeration unit were added to the permit. Further, the rule references and permit format were updated. **MAQP #2843-01** replaced MAQP #2843-00.

On April 7, 2005, the Department received a letter from Taylor Gas Compression, Inc. (TGC) and Spectrum requesting that MAQP #2843-01 be transferred from Spectrum to TGC. The permit action changed the name on the permit from Spectrum to TGC. In addition, the permit was updated to reflect current permit language and rule references used by the Department. **MAQP #2843-02** replaced MAQP #2843-01.

On July 20, 2005, the Department received a letter from TGC updating the permitted equipment listed in Section I.A of the permit analysis. One 1978, 650- hp White Superior 6G825 compressor engine and one 1981 0.750- MMBtu/hr Hycon 81-91 heater were removed from the facility. **MAQP #2843-03** replaced MAQP #2843-02.

On August 26, 2008, the Department received a complete application from TGC requesting that a 650-hp White Superior compressor engine currently permitted in MAQP #3410-00 be moved to **MAQP #2843-04** where it originally resided. The Department updated the permit, as requested. **MAQP #2843-04** replaced MAQP #2843-03.

D. Current Permit Action

On January 6, 2021, the Department received a request to transfer ownership of MAQP #2843-04 to East Butte Gathering System, LLC (EBGC) from Taylor Gas Compression, Inc. The change of ownership of the site known as the North Dunkirk Compression Facility occurred on November 1, 2019. The Department updated the ownership of the MAQP as requested, as well as updated the document to reflect current Department language. **MAQP #2843-07** replaces MAQP #2843-04.

E. Additional Information

Additional information, such as applicable rules and regulations, Best Available Control Technology (BACT)/Reasonably Available Control Technology (RACT) determinations,

air quality impacts, and environmental assessments, is included in the analysis associated with each change to the permit.

II. Applicable Rules and Regulations

The following are partial explanations of some applicable rules and regulations that apply to the facility. The complete rules are stated in the Administrative Rules of Montana (ARM) and are available, upon request, from the Department. Upon request, the Department will provide references for location of complete copies of all applicable rules and regulations or copies where appropriate.

- A. ARM 17.8, Subchapter 1 General Provisions, including but not limited to:
 - 1. <u>ARM 17.8.101 Definitions</u>. This rule includes a list of applicable definitions used in this chapter, unless indicated otherwise in a specific subchapter.
 - 2. <u>ARM 17.8.105 Testing Requirements</u>. Any person or persons responsible for the emission of any air contaminant into the outdoor atmosphere shall, upon written request of the Department, provide the facilities and necessary equipment (including instruments and sensing devices) and shall conduct tests, emission or ambient, for such periods of time as may be necessary using methods approved by the Department.
 - 3. <u>ARM 17.8.106 Source Testing Protocol</u>. The requirements of this rule apply to any emission source testing conducted by the Department, any source or other entity as required by any rule in this chapter, or any permit or order issued pursuant to this chapter, or the provisions of the Clean Air Act of Montana, 75-2-101, *et seq.*, Montana Code Annotated (MCA).

EBGS shall comply with the requirements contained in the Montana Source Test Protocol and Procedures Manual, including, but not limited to, using the proper test methods and supplying the required reports. A copy of the Montana Source Test Protocol and Procedures Manual is available from the Department upon request.

- 4. <u>ARM 17.8.110 Malfunctions</u>. (2) The Department must be notified promptly by telephone whenever a malfunction occurs that can be expected to create emissions in excess of any applicable emission limitation or to continue for a period greater than 4 hours.
- 5. <u>ARM 17.8.111 Circumvention</u>. (1) No person shall cause or permit the installation or use of any device or any means that, without resulting in reduction of the total amount of air contaminant emitted, conceals or dilutes an emission of air contaminant that would otherwise violate an air pollution control regulation. (2) No equipment that may produce emissions shall be operated or maintained in such a manner as to create a public nuisance.
- B. ARM 17.8, Subchapter 2 Ambient Air Quality, including, but not limited to the following:
 - 1. ARM 17.8.204 Ambient Air Monitoring
 - 2. ARM 17.8.210 Ambient Air Quality Standards for Sulfur Dioxide

- 3. ARM 17.8.211 Ambient Air Quality Standards for Nitrogen Dioxide
- 4. ARM 17.8.212 Ambient Air Quality Standards for Carbon Monoxide
- 5. ARM 17.8.213 Ambient Air Quality Standard for Ozone
- 6. ARM 17.8.214 Ambient Air Quality Standard for Hydrogen Sulfide
- 7. ARM 17.8.220 Ambient Air Quality Standard for Settled Particulate Matter
- 8. ARM 17.8.221 Ambient Air Quality Standard for Visibility
- 9. ARM 17.8.222 Ambient Air Quality Standard for Lead
- 10. ARM 17.8.223 Ambient Air Quality Standard for PM₁₀

EBGS must maintain compliance with the applicable ambient air quality standards.

- C. ARM 17.8, Subchapter 3 Emission Standards, including, but not limited to:
 - 1. <u>ARM 17.8.304 Visible Air Contaminants</u>. This rule requires that no person may cause or authorize emissions to be discharged into the outdoor atmosphere from any source installed after November 23, 1968, that exhibit an opacity of 20% or greater averaged over 6 consecutive minutes.
 - 2. <u>ARM 17.8.308 Particulate Matter, Airborne</u>. (1) This rule requires an opacity limitation of less than 20% for all fugitive emission sources and that reasonable precautions be taken to control emissions of airborne particulate matter. (2) Under this rule, EBGS shall not cause or authorize the use of any street, road, or parking lot without taking reasonable precautions to control emissions of airborne particulate matter.
 - 3. <u>ARM 17.8.309 Particulate Matter, Fuel Burning Equipment</u>. This rule requires that no person shall cause, allow, or permit to be discharged into the atmosphere particulate matter caused by the combustion of fuel in excess of the amount determined by this rule.
 - 4. <u>ARM 17.8.310 Particulate Matter, Industrial Process</u>. This rule requires that no person shall cause, allow, or permit to be discharged into the atmosphere particulate matter in excess of the amount set forth in this rule.
 - 5. <u>ARM 17.8.322 Sulfur Oxide Emissions--Sulfur in Fuel</u>. (4) Commencing July 1, 1972, no person shall burn liquid or solid fuels containing sulfur in excess of 1 pound of sulfur per million Btu fired. (5) Commencing July 1, 1971, no person shall burn any gaseous fuel containing sulfur compounds in excess of 50 grains per 100 cubic feet of gaseous fuel, calculated as hydrogen sulfide at standard conditions. EBGS will burn pipeline quality natural gas in its fuel burning equipment, which will meet this limitation.
 - 6. <u>ARM 17.8.324 Hydrocarbon Emissions--Petroleum Products</u>. (3) No person shall load or permit the loading of gasoline into any stationary tank with a capacity of 250 gallons or more from any tank truck or trailer, except through a permanent submerged fill pipe, unless such tank is equipped with a vapor loss control device as described in (1) of this rule.
 - 7. <u>ARM 17.8.340 Standard of Performance for New Stationary Sources and Emission</u> <u>Guidelines for Existing Sources</u>. This rule incorporates, by reference, 40 CFR 60,

Standards of Performance for New Stationary Sources (NSPS). EBGS is not an NSPS affected source because it does not meet the definition of a natural gas processing plant defined in 40 CFR 60, Subpart KKK. The MYCM Refrigeration Unit is not capable of fractionating gases.

8. <u>ARM 17.8.342 Emission Standards for Hazardous Air Pollutants for Source</u> <u>Categories</u>. The source, as defined and applied in 40 CFR 63, shall comply with the requirements of 40 CFR 63, as listed below:

40 CFR 63, Subpart HH - National Emission Standards for Hazardous Air Pollutants From Oil and Natural Gas Production Facilities. Owners or operators of oil and natural gas production facilities, as defined and applied in 40 CFR Part 63, shall comply with the applicable provisions of 40 CFR Part 63, Subpart HH. In order for a natural gas production facility to be subject to 40 CFR Part 63, Subpart HH requirements, certain criteria must be met. First, the facility must be a major source of Hazardous Air Pollutants (HAP) as determined according to paragraphs (a)(1)(i) through (a)(1)(iii) of 40 CFR 63, Subpart HH. Second, a facility that is determined to be major for HAPs must also either process, upgrade, or store hydrocarbon liquids prior to the point of custody transfer, or process, upgrade, or store natural gas prior to the point at which natural gas enters the natural gas transmission and storage source category or is delivered to a final end user. Third, the facility must also contain an affected source as specified in paragraphs (b)(1) through (b)(4) of 40 CFR Part 63, Subpart HH. Finally, if the first three criteria are met, and the exemptions contained in paragraphs (e)(1) and (e)(2) of 40 CFR Part 63, Subpart HH do not apply, the facility is subject to the applicable provisions of 40 CFR Part 63, Subpart HH. Based on previous information provided for North Dunkirk Compression Facility, the facility is not subject to the provisions of 40 CFR Part 63, Subpart HH because the facility is not a major source of HAPs. In addition, area source provisions also don't apply because no TEG unit is on site.

40 CFR 63, Subpart HHH National Emission Standards for Hazardous Air Pollutants From Natural Gas Transmission and Storage Facilities. Owners or operators of natural gas transmission or storage facilities, as defined and applied in 40 CFR Part 63, shall comply with the standards and provisions of 40 CFR Part 63, Subpart HHH. In order for a natural gas transmission and storage facility to be subject to 40 CFR Part 63, Subpart HHH requirements, certain criteria must be met. First, the facility must transport or store natural gas prior to the gas entering the pipeline to a local distribution company or to a final end user if there is no local distribution company. In addition, the facility must be a major source of HAPs as determined using the maximum natural gas throughput as calculated in either paragraphs (a)(1) and (a)(2) or paragraphs (a)(2) and (a)(3) of 40 CFR Part 63, Subpart HHH. Second, a facility must contain an affected source (glycol dehydration unit) as defined in paragraph (b) of 40 CFR Part 63, Subpart HHH. Finally, if the first two criteria are met, and the exemptions contained in paragraph (f) of 40 CFR Part 63, Subpart HHH, do not apply, the facility is subject to the applicable provisions of 40 CFR Part 63, Subpart HHH. Based on previous information provided for North Dunkirk Compression Facility, the facility is not subject to the provisions of 40 CFR 63, Subpart HHH because the facility is not a major source of HAPs.

<u>40 CFR 63, Subpart ZZZZ - National Emissions Standards for Hazardous Air</u> <u>Pollutants (HAPs) for Stationary Reciprocating Internal Combustion Engines (RICE)</u>. An owner or operator of a stationary reciprocating internal combustion engine (RICE) at a major or area source of HAP emissions is subject to this rule except if the stationary RICE is being tested at a stationary RICE test cell/stand. An area source of HAP emissions is a source that is not a major source. The RICE equipment to be used under MAQP #2843-05 is subject to this subpart because they are RICE operating at an area source of HAP.

- D. ARM 17.8, Subchapter 5 Air Quality Permit Application, Operation, and Open Burning Fees, including, but not limited to:
 - 1. <u>ARM 17.8.504 Air Quality Permit Application Fees</u>. This rule requires that an applicant submit an air quality permit application fee concurrent with the submittal of an air quality permit application. A permit application is incomplete until the proper application fee is paid to the Department. A permit fee is not required for the current permit action because the permit action is considered an administrative permit change.
 - 2. <u>ARM 17.8.505 Air Quality Operation Fees</u>. An annual air quality operation fee must, as a condition of continued operation, be submitted to the Department by each source of air contaminants holding an air quality permit (excluding an open burning permit) issued by the Department. The air quality operation fee is based on the actual or estimated actual amount of air pollutants emitted during the previous calendar year.

An air quality operation fee is separate and distinct from an air quality permit application fee. The annual assessment and collection of the air quality operation fee, described above, shall take place on a calendar-year basis. The Department may insert into any final permit issued after the effective date of these rules, such conditions as may be necessary to require the payment of an air quality operation fee on a calendaryear basis, including provisions that prorate the required fee amount.

- E. ARM 17.8, Subchapter 7 Permit, Construction, and Operation of Air Contaminant Sources, including, but not limited to:
 - 1. <u>ARM 17.8.740 Definitions</u>. This rule is a list of applicable definitions used in this chapter, unless indicated otherwise in a specific subchapter.
 - 2. <u>ARM 17.8.743 Montana Air Quality Permits--When Required</u>. This rule requires a person to obtain an air quality permit or permit modification to construct, modify, or use any air contaminant sources that have the Potential to Emit (PTE) greater than 25 tons per year of any pollutant. EBGS has a PTE greater than 25 tons per year of nitrogen oxides (NO_x) and carbon monoxide (CO); therefore, an air quality permit is required.
 - 3. <u>ARM 17.8.744 Montana Air Quality Permits--General Exclusions</u>. This rule identifies the activities that are not subject to the Montana Air Quality Permit program.
 - 4. <u>ARM 17.8.745 Montana Air Quality Permits--Exclusion for De Minimis Changes</u>. This rule identifies the de minimis changes at permitted facilities that do not require a permit under the Montana Air Quality Permit Program.

- 5. <u>ARM 17.8.748 New or Modified Emitting Units--Permit Application Requirements.</u> (1) This rule requires that a permit application be submitted prior to installation, modification or use of a source. A permit application was not required for the current permit action because the permit change is considered an administrative permit change. (7) This rule requires that the applicant notify the public by means of legal publication in a newspaper of general circulation in the area affected by the application for a permit. An affidavit of publication of public notice was not required for the current permit action because the permit change is considered an administrative permit permit action because the permit change is considered an administrative permit for the current permit action because the permit change is considered an administrative permit change.
- 6. <u>ARM 17.8.749 Conditions for Issuance or Denial of Permit</u>. This rule requires that the permits issued by the Department must authorize the construction and operation of the facility or emitting unit subject to the conditions in the permit and the requirements of this subchapter. This rule also requires that the permit must contain any conditions necessary to assure compliance with the Federal Clean Air Act (FCAA), the Clean Air Act of Montana, and rules adopted under those acts.
- 7. <u>ARM 17.8.752 Emission Control Requirements</u>. This rule requires a source to install the maximum air pollution control capability that is technically practicable and economically feasible, except that BACT shall be utilized. The BACT analysis is discussed in Section III of this permit analysis.
- 8. <u>ARM 17.8.755 Inspection of Permit</u>. This rule requires that air quality permits shall be made available for inspection by the Department at the location of the source.
- 9. <u>ARM 17.8.756 Compliance with Other Requirements</u>. This rule states that nothing in the permit shall be construed as relieving EBGS of the responsibility for complying with any applicable federal or Montana statute, rule, or standard, except as specifically provided in ARM 17.8.740, *et seq.*
- 10. <u>ARM 17.8.759 Review of Permit Applications</u>. This rule describes the Department's responsibilities for processing permit applications and making permit decisions on those permit applications that do not require the preparation of an environmental impact statement.
- 11. <u>ARM 17.8.762 Duration of Permit</u>. An air quality permit shall be valid until revoked or modified, as provided in this subchapter, except that a permit issued prior to construction of a new or modified source may contain a condition providing that the permit will expire unless construction is commenced within the time specified in the permit, which in no event may be less than 1 year after the permit is issued.
- 12. <u>ARM 17.8.763 Revocation of Permit</u>. An air quality permit may be revoked upon written request of the permittee, or for violations of any requirement of the Clean Air Act of Montana, rules adopted under the Clean Air Act of Montana, the FCAA, rules adopted under the FCAA, or any applicable requirement contained in the Montana State Implementation Plan (SIP).
- 13. <u>ARM 17.8.764 Administrative Amendment to Permit</u>. An air quality permit may be amended for changes in any applicable rules and standards adopted by the Board of

Environmental Review (Board) or changed conditions of operation at a source or stack that do not result in an increase of emissions as a result of those changed conditions. The owner or operator of a facility may not increase the facility's emissions beyond permit limits unless the increase meets the criteria in ARM 17.8.745 for a de minimis change not requiring a permit, or unless the owner or operator applies for and receives another permit in accordance with ARM 17.8.748, ARM 17.8.749, ARM 17.8.752, ARM 17.8.755, and ARM 17.8.756, and with all applicable requirements in ARM Title 17, Chapter 8, Subchapters 8, 9, and 10.

- 14. <u>ARM 17.8.765 Transfer of Permit</u>. This rule states that an air quality permit may be transferred from one person to another if written notice of Intent to Transfer, including the names of the transferor and the transferee, is sent to the Department.
- F. ARM 17.8, Subchapter 8 Prevention of Significant Deterioration of Air Quality, including, but not limited to:
 - 1. <u>ARM 17.8.801 Definitions</u>. This rule is a list of applicable definitions used in this subchapter.
 - 2. <u>ARM 17.8.818 Review of Major Stationary Sources and Major Modifications--Source</u> <u>Applicability and Exemptions</u>. The requirements contained in ARM 17.8.819 through ARM 17.8.827 shall apply to any major stationary source and any major modification, with respect to each pollutant subject to regulation under the FCAA that it would emit, except as this subchapter would otherwise allow.

This facility is not a major stationary source since this facility is not a listed source and the facility's PTE is below 250 tons per year of any pollutant (excluding fugitive emissions).

- G. ARM 17.8, Subchapter 12 Operating Permit Program Applicability, including, but not limited to:
 - 1. <u>ARM 17.8.1201 Definitions</u>. (23) Major Source under Section 7412 of the FCAA is defined as any source having:
 - a. PTE greater than 100 tons per year of any pollutant;
 - b. PTE greater than 10 tons per year of any one HAP, PTE greater than 25 tons per year of a combination of all HAPs, or lesser quantity as the Department may establish by rule; or
 - c. PTE greater than 70 tons per year of particulate matter with an aerodynamic diameter of 10 microns or less (PM₁₀) in a serious PM₁₀ nonattainment area.
 - 2. <u>ARM 17.8.1204 Air Quality Operating Permit Program</u>. (1) Title V of the FCAA amendments of 1990 requires that all sources, as defined in ARM 17.8.1204(1), obtain a Title V Operating Permit. In reviewing and issuing MAQP #2843-05 for EBGS, the following conclusions were made:
 - a. The facility's PTE is less than 100 tons per year for any pollutant.

- b. The facility's PTE is less than 10 tons per year for any one HAP and less than 25 tons per year for all HAPs.
- c. This source is not located in a serious PM_{10} nonattainment area.
- d. This facility is not subject to any current NSPS.
- e. This facility is subject to a current NESHAP (40 CFR 63, Subparts A and ZZZZ).
- f. This source is not a Title IV affected source, nor a solid waste combustion unit.
- g. This source is not an EPA designated Title V source.

Based on these facts, the Department determined that EBGS would be a minor source of emissions as defined under Title V.

III. BACT Determination

A BACT determination is required for each new or modified source. EBGS shall install on the new or modified source the maximum air pollution control capability, which is technically practicable and economically feasible, except that BACT shall be utilized.

A BACT determination was not required for the current permit action because the permit change is considered an administrative permit change.

Ton/year					
Source	PM ₁₀	NO _x	VOC	CO	SOx
500-hp Caterpillar G-398	0.22	9.68	4.82	14.50	0.00
NATCO Reboiler	0.01	0.11	0.01	0.02	0.00
650-hp White Superior 6G825	0.21	12.56	6.28	18.83	0.01
750,000-Btu/hr Heater/Regenerator	0.03	0.31	0.02	0.13	0.00
Totals	0.47	22.66	11.13	33.48	0.01

IV. Emission Inventory

500-hp Caterpillar G-398

Brake Horsepower:	500 Bhp	
Hours of operation:	8,760 hr/yr	
Fuel Consumption:	43,800,000 ft ³ /yr	(Company Information)
<u>TSP Emissions</u> Emission Factor: Calculations:	10 lb/MMft ³ 43,800,000 ft ³ /yr * 10.0 lb/M 0.05 lb/hr * 8,760 hr/yr * 0.0	(2-02-002-02, AFSSCC page 32) Mft ³ gas * 1yr/8,760 hr = 0.05 lb/hr 005 ton/lb = 0.22 ton/yr
<u>PM₁₀ Emissions</u> Emission Factor: Calculations:	10 lb/MMft ³ 43,800,000 ft ³ /yr * 10.0 lb/M 0.05 lb/hr * 8,760 hr/yr * 0.0	(2-02-002-02, AFSSCC page 32) Mft ³ gas * 1yr/8,760 hr = 0.05 lb/hr 005 ton/lb = 0.22 ton/yr

<u>NO_x Emissions</u> Emission factor: Calculations:	2.0 gram/bhp-hr 2.0 gram/bhp-hr * 500 bhp* 2.21 lb/hr * 8,760 hr/yr * 0.0	(BACT Determination) 0.002205 lb/gram = 2.21 lb/hr 005 ton/lb = 9.68 ton/yr
<u>VOC Emissions</u> Emission factor: Calculations:	1.0 gram/bhp-hr 1.0 gram/bhp-hr* 500 bhp* 0 1.10 lb/hr * 8,760 hr/yr * 0.0	(BACT Determination) 0.002205 lb/gram = 1.10 lb/hr 005 ton/lb = 4.82 ton/yr
<u>CO Emissions</u> Emission factor: Calculations:	3.0 gram/bhp-hr 3.0 gram/bhp-hr * 500 bhp* 3.31 lb/hr * 8,760 hr/yr * 0.0	(BACT Determination) 0.002205 lbs/gram = 3.31 lb/hr 005 ton/lb = 14.50 ton/yr
<u>SO_x Emissions</u> Emission factor: Calculations:	0.0020 gram/bhp-hr 0.0020 gram/bhp-hr * 500 bh 0.0022 lb/hr * 8,760 hr/yr * 0	p * 0.002205 lb/gram = 0.0022 lb/hr
NATCO Reboiler		
Hours of operation: Fuel Consumption:	8,760 hr/yr 250 ft³/hr	(Company Information)
<u>TSP Emissions</u> Emission Factor: Calculations:	5 lb/MMft ³ 250.0 ft ³ /hr * 8,760 hr/yr * 5 ton/yr	(AP-42, 1.4-1) lb/MM ft ³ * 0.0005 ton/lb = 0.01
<u>PM₁₀ Emissions</u> Emission Factor: Calculations: ton/yr	5 lb/MMft ³ 250.0 ft ³ /hr * 8,760 hr/yr * 5	(AP-42, 1.4-1) lb/MM ft ³ * 0.0005 ton/lb = 0.01
<u>NO_x Emissions</u> Emission Factor: Calculations:	100 lb/MMft ³ 250.0 ft ³ /hr * 8,760 hr/yr * 10 ton/yr	(AP-42, 1.4-1) 00 lb/MM ft ³ * 0.0005 ton/lb = 0.11
<u>VOC Emissions</u> Emission Factor: Calculations:	8 lb/MMft ³ 250.0 ft ³ /hr * 8,760 hr/yr * 8 ton/yr	(AP-42, 1.4-1) lb/MM ft ³ * 0.0005 ton/lb = 0.01
<u>CO Emissions</u> Emission Factor: Calculations:	20 lb/MMft ³ 250.0 ft ³ /hr * 8,760 hr/yr * 20 ton/yr	(AP-42, 1.4-1) 0 lb/MM ft ³ * 0.0005 ton/lb = 0.02

<u>SO_x Emissions</u> Emission Factor: Calculations:

0.6 lb/MMft³ (AP-42, 1.4-1) 250.0 ft³/hr * 8,760 hr/yr * 0.6 lb/MM ft³ * 0.0005 ton/lb = 0.00 ton/yr

650-hp White Superior 6G825Compressor Engine

Brake Horsepowe Hours of operatio	1	
<u>PM₁₀ Emissions</u> Emission Factor: Fuel Consumption Calculations:	9.50E-03 lb/MMBtu n:5.07 MMBtu/hr 5.07 MMBtu/hr * 9.50E-03 lb/MME 0.05 lb/hr * 8,760 hr/yr * 0.0005 tor	
<u>NO_x Emissions</u> Emission factor: Calculations:	2.0 g/bhp-hour 2.0 g/bhp-hour * 650 bhp * 0.00220 2.87 lb/hr * 8,760 hr/yr * 0.0005 tor	
<u>VOC Emissions</u> Emission factor: Calculations:	1.00 g/bhp-hour 1.00 g/bhp-hour * 650 bhp * 0.0022 1.43 lb/hr * 8,760 hr/yr * 0.0005 tor	6
<u>CO Emissions</u> Emission factor: Calculations:	3.0 g/bhp-hour 3.0 g/bhp-hour * 650 bhp * 0.00220 4.30 lb/hr * 8,760 hr/yr * 0.0005 tor	
<u>SO₂ Emission</u> Emission factor: Fuel Consumption Calculations:	5.07 MMBtu/hr * 5.88E-04 lb/MMF 0.00 lb/hr * 8,760 hr/hr * 0.0005 tor	
0,000-Btu/hr Hea	ter/Regenerator	

750,000-Btu/hr Heater/Regenerator

Fuel Consumption	: 0.75 MMBtu/hr	(Maximum Rated Design Capacity)
Fuel Usage:	0.001 MMscf/MMBtu * 0.75 MM	MBtu/hr * 8760 hr/yr = 6.57 MMScf/yr

PM Emissions

Emission Factor:	7.6 lb/MMScf	(AP-42, Chapter 1, Table 1.4-1, 7/98)
Calculations:	6.57 MMscf/yr * ((7.6 lb/MMscf *	1000 Btu/scf) / 1000 Btu/scf) * 1
	$\tan/2000 \text{ lb} = 0.03 \tan/\text{yr}$	

NO_x Emissions

Emission Factor: 94.0 lb/MMScf	(AP-42, Chapter 1, Table 1.4-1, 7/98)
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Calculations: 6.57 MMscf/yr * ((94.0 lb/MMscf * 1000 Btu/scf) / 1000 Btu/scf) * 1 ton/2000 lb = 0.31 ton/yr

CO Emissions

Emission Factor:	40 lb/MMScf	(AP-42, Chapter 1, Table 1.4-1, 7/98)
Calculations:	6.57 MMscf/yr * ((40 lb/MM	scf * 1000 Btu/scf) / 1000 Btu/scf) * 1
	$\tan/2000 \text{ lb} = 0.13 \tan/\text{yr}$	

VOC Emissions

Emission Factor:	5.5 lb/MMScf	(AP-42, Chapter 1, Table 1.4-2, 7/98)
Calculations:	6.57 MMscf/yr * ((5.5 lb/MMscf *	1000 Btu/scf) / 1000 Btu/scf) * 1
	$\tan/2000 \text{ lb} = 0.02 \tan/\text{yr}$	

SO₂ Emissions

Emission Factor:	0.6 lb/MMScf	(AP-42, Chapter 1, Table 1.4-1, 7/98)
Calculations:	6.57 MMscf/yr * ((0.6 lb/M	IMscf * 1000 Btu/scf) / 1000 Btu/scf) * 1
	ton/2000 lb = 0.002 ton/yr	

MYCM Refrigeration Unit

Emissions from the MYCM refrigeration unit and its corresponding storage tank are considered negligible because the operation is a closed system and is contained under pressure. The fugitive VOC emissions from the transfer of the condensed product from this facility are also considered to be negligible because the transfer lines are also pressurized. The flanges and connections of this unit are state-of-the-art, further preventing any loss of product, which would also reduce emissions.

V. Existing Air Quality

The facility is located the SE¹/₄ of the SE¹/₄ of Section 35, Township 33 North, Range 1 West, in Toole County, Montana. The air quality of this area is classified as either better than National Standards or unclassifiable/attainment for the National Ambient Air Quality Standards (NAAQS) for criteria pollutants.

VI. Ambient Air Impact Analysis

The Department determined that any air impacts from the EBGS facility will be minor. The Department believes it will not cause or contribute to a violation of any ambient air quality standard.

VII. Taking or Damaging Implication Analysis

As required by 2-10-105, MCA, the Department conducted the following private property taking and damaging assessment.

YES	NO	
Х		1. Does the action pertain to land or water management or environmental regulation
		affecting private real property or water rights?
	Х	2. Does the action result in either a permanent or indefinite physical occupation of private
		property?

Х	3 Does the action dery a fundamental attribute of ownership? (ax : right to exclude others
Λ	3. Does the action deny a fundamental attribute of ownership? (ex.: right to exclude others,
	disposal of property)
Х	4. Does the action deprive the owner of all economically viable uses of the property?
Х	5. Does the action require a property owner to dedicate a portion of property or to grant an
	easement? [If no, go to (6)].
	5a. Is there a reasonable, specific connection between the government requirement and
	legitimate state interests?
	5b. Is the government requirement roughly proportional to the impact of the proposed use
	of the property?
Х	6. Does the action have a severe impact on the value of the property? (consider economic
	impact, investment-backed expectations, character of government action)
Х	7. Does the action damage the property by causing some physical disturbance with respect
	to the property in excess of that sustained by the pubic generally?
Х	7a. Is the impact of government action direct, peculiar, and significant?
Х	7b. Has government action resulted in the property becoming practically inaccessible,
	waterlogged or flooded?
Х	7c. Has government action lowered property values by more than 30% and necessitated the
	physical taking of adjacent property or property across a public way from the property in
	question?
X	Takings or damaging implications? (Taking or damaging implications exist if YES is
	checked in response to question 1 and also to any one or more of the following questions:
	2, 3, 4, 6, 7a, 7b, 7c; or if NO is checked in response to questions 5a or 5b; the shaded areas)

Based on this analysis, the Department determined there are no taking or damaging implications associated with this permit action.

VIII. Environmental Assessment

This permitting action will not result in an increase of emissions from the facility and is considered an administrative action; therefore, an Environmental Assessment is not required.

Analysis Prepared By: Ed Warner Date: January 7, 2021