

PERMIT Under the Environmental Conservation Law (ECL)

IDENTIFICATION INFORMATION

Permit Type: Air State Facility
Permit ID: 9-0446-00086/00001

Effective Date: 03/06/2015 Expiration Date: 03/05/2025

Permit Issued To:NATIONAL FUEL GAS SUPPLY CORPORATION

6363 MAIN ST BUFFALO, NY 14221

Contact: JOSHUA Z ENNIS

NATIONAL FUEL GAS SUPPLY CORPORATION

1100 STATE ST ERIE, PA 16501 (814) 871-8233

Facility: HINSDALE COMPRESSOR STATION

SE OF PHILLIPS RD HINSDALE, NY

Contact: JOSHUA Z ENNIS

NATIONAL FUEL GAS SUPPLY CORPORATION

1100 STATE ST ERIE, PA 16501 (814) 871-8233

Description:

The National Fuel Gas Supply Corporation Hinsdale Station is a new natural gas pipeline compressor station for transmission of natural gas. The compressor station is part of the Niagara Expansion Project and the Northern Access 2015 Project which are joint projects undertaken by National Fuel Gas Supply Corporation and Tennessee Gas Pipeline Company and are subject to permitting under the Federal Energy Regulatory Commission (FERC).

The station will include two (2) natural gas combustion turbines, each of approximately 7726 horsepower (at site conditions) and approximately 7500 horsepower at ISO standard conditions, and a natural gas-fueled emergency power generator of approximately 1053 horsepower, miscellaneous small auxiliary natural gas space heaters and a 1000 gallon pipeline liquids storage tank.

Both turbines are limited to NOx emissions concentrations of 25 parts per million by volume on a dry basis adjusted to 15 percent oxygen to meet the requirements of 40CFR60 Subpart KKKK for new turbines firing natural gas with a heat input between 50 and 850 MMBtu/hr. Compliance with this



emission standard shall be determined according to the annual performance tests as specified in §60.4340 and §60.4440 and will assure that the major source facility emission threshold for NOx is not exceeded.

The emission limit for sulfur dioxide from a stationary combustion turbine is 0.060 lb SO2/MMBtu heat input. National Fuel Gas Supply Corp. will not burn fuels which contain total potential sulfur emissions in excess of the limit.

The turbines are also subject to 6NYCRR Part 227-1.3(a) which limits the opacity of emissions to less than 20%.

The emergency generator is exempt from permitting per 6NYCRR Part 201-3.2(c)(6) but is subject to 40CFR60 Subpart JJJJ Standards of Performance for Stationary Spark Ignition Internal Combustion Engines.

Air dispersion modeling was performed to assess the impact of the compressor station's turbines and emergency generator on short-term and long-term air quality. The specific contaminants that were modeled were nitrogen dioxide (NO2), particulate matter (PM2.5 and PM10), and formaldehyde. Predicted results were compared to the NYSDEC Annual Guidance Concentrations (AGC) and Short-term Guidance Concentrations (SGC). No adverse impacts were identified.

By acceptance of this permit, the permittee agrees that the permit is contingent upon strict compliance with the ECL, all applicable regulations, the General Conditions specified and any Special Conditions included as part of this permit.

Permit Administrator:	LISA M CZECHOWICZ	
	NYSDEC - REGION 9	
	270 MICHIGAN AVE	
	BUFFALO, NY 14203-2915	
Authorized Signature:		Date: / /

DEC Permit Conditions FINAL





Notification of Other State Permittee Obligations

Item A: Permittee Accepts Legal Responsibility and Agrees to Indemnification

The permittee expressly agrees to indemnify and hold harmless the Department of Environmental Conservation of the State of New York, its representatives, employees and agents ("DEC") for all claims, suits, actions, and damages, to the extent attributable to the permittee's acts or omissions in connection with the compliance permittee's undertaking of activities in connection with, or operation and maintenance of, the facility or facilities authorized by the permit whether in compliance or not in any compliance with the terms and conditions of the permit. This indemnification does not extend to any claims, suits, actions, or damages to the extent attributable to DEC's own negligent or intentional acts or omissions, or to any claims, suits, or actions naming the DEC and arising under article 78 of the New York Civil Practice Laws and Rules or any citizen suit or civil rights provision under federal or state laws.

Item B: Permittee's Contractors to Comply with Permit

The permittee is responsible for informing its independent contractors, employees, agents and assigns of their responsibility to comply with this permit, including all special conditions while acting as the permittee's agent with respect to the permitted activities, and such persons shall be subject to the same sanctions for violations of the Environmental Conservation Law as those prescribed for the permittee.

Item C: Permittee Responsible for Obtaining Other Required Permits

The permittee is responsible for obtaining any other permits, approvals, lands, easements and rights-of-way that may be required to carry out the activities that are authorized by this permit.

Item D: No Right to Trespass or Interfere with Riparian Rights

This permit does not convey to the permittee any right to trespass upon the lands or interfere with the riparian rights of others in order to perform the permitted work nor does it authorize the impairment of any rights, title, or interest in real or personal property held or vested in a person not a party to the permit.



LIST OF CONDITIONS

DEC GENERAL CONDITIONS

General Provisions

Facility Inspection by the Department Relationship of this Permit to Other Department Orders and Determinations

> Applications for permit renewals, modifications and transfers Permit modifications, suspensions or revocations by the Department

Facility Level

Submission of application for permit modification or renewal-REGION 9 HEADQUARTERS



DEC GENERAL CONDITIONS **** General Provisions **** GENERAL CONDITIONS - Apply to ALL Authorized Permits.

Condition 1: Facility Inspection by the Department
Applicable State Requirement: ECL 19-0305

Item 1.1:

The permitted site or facility, including relevant records, is subject to inspection at reasonable hours and intervals by an authorized representative of the Department of Environmental Conservation (the Department) to determine whether the permittee is complying with this permit and the ECL. Such representative may order the work suspended pursuant to ECL 71-0301 and SAPA 401(3).

Item 1.2:

The permittee shall provide a person to accompany the Department's representative during an inspection to the permit area when requested by the Department.

Item 1.3:

A copy of this permit, including all referenced maps, drawings and special conditions, must be available for inspection by the Department at all times at the project site or facility. Failure to produce a copy of the permit upon request by a Department representative is a violation of this permit.

Condition 2: Relationship of this Permit to Other Department Orders and Determinations Applicable State Requirement: ECL 3-0301 (2) (m)

Item 2.1:

Unless expressly provided for by the Department, issuance of this permit does not modify, supersede or rescind any order or determination previously issued by the Department or any of the terms, conditions or requirements contained in such order or determination.

Condition 3: Applications for permit renewals, modifications and transfers Applicable State Requirement: 6 NYCRR 621.11

Item 3.1:

The permittee must submit a separate written application to the Department for renewal, modification or transfer of this permit. Such application must include any forms or supplemental information the Department requires. Any renewal, modification or transfer granted by the Department must be in writing.

Item 3.2:

The permittee must submit a renewal application at least 180 days before expiration of permits for Title V Facility Permits, or at least 30 days before expiration of permits for State Facility Permits.

Item 3.3:

Permits are transferrable with the approval of the department unless specifically prohibited by the statute, regulation or another permit condition. Applications for permit transfer should be submitted prior to actual transfer of ownership.

DEC Permit Conditions FINAL



Condition 4: Permit modifications, suspensions or revocations by the Department Applicable State Requirement: 6 NYCRR 621.13

Item 4.1:

The Department reserves the right to exercise all available authority to modify, suspend, or revoke this permit in accordance with 6NYCRR Part 621. The grounds for modification, suspension or revocation include:

- a) materially false or inaccurate statements in the permit application or supporting papers;
- b) failure by the permittee to comply with any terms or conditions of the permit;
- c) exceeding the scope of the project as described in the permit application;
- d) newly discovered material information or a material change in environmental conditions, relevant technology or applicable law or regulations since the issuance of the existing permit;
- e) noncompliance with previously issued permit conditions, orders of the commissioner, any provisions of the Environmental Conservation Law or regulations of the Department related to the permitted activity.

**** Facility Level ****

Condition 5: Submission of application for permit modification or renewal-REGION 9
HEADQUARTERS
Applicable State Requirement: 6 NYCRR 621.6 (a)

Item 5.1:

Submission of applications for permit modification or renewal are to be submitted to:

NYSDEC Regional Permit Administrator Region 9 Headquarters Division of Environmental Permits 270 Michigan Avenue Buffalo, NY 14203-2915 (716) 851-7165



Permit ID: 9-0446-00086/00001 Facility DEC ID: 9044600086

Permit Under the Environmental Conservation Law (ECL)

ARTICLE 19: AIR POLLUTION CONTROL - AIR STATE FACILITY

PERMIT

IDENTIFICATION INFORMATION

Permit Issued To:NATIONAL FUEL GAS SUPPLY CORPORATION 6363 MAIN ST BUFFALO, NY 14221

Facility: HINSDALE COMPRESSOR STATION

SE OF PHILLIPS RD HINSDALE, NY

Authorized Activity By Standard Industrial Classification Code: 4922 - NATURAL GAS TRANSMISSION

Permit Effective Date: 03/06/2015 Permit Expiration Date: 03/05/2025



Permit ID: 9-0446-00086/00001 Facility DEC ID: 9044600086

LIST OF CONDITIONS

FEDERALLY ENFORCEABLE CONDITIONS

Facility Level

1 6 NYCRR 211.1: Air pollution prohibited

Emission Unit Level

EU=1-00001

- 2 6 NYCRR 227-1.3 (a): Compliance Demonstration
- 3 40CFR 60, NSPS Subpart JJJJ: Compliance Demonstration
- 4 40CFR 60.4320, NSPS Subpart KKKK: Compliance Demonstration
- 5 40CFR 60.4330, NSPS Subpart KKKK: Compliance Demonstration
- 6 40CFR 60.4333, NSPS Subpart KKKK: Compliance Demonstration
- 7 40CFR 60.4375(b), NSPS Subpart KKKK: Compliance Demonstration
- 8 40CFR 60.4400, NSPS Subpart KKKK: Compliance Demonstration

STATE ONLY ENFORCEABLE CONDITIONS Facility Level

- 9 ECL 19-0301: Contaminant List
- 10 6 NYCRR 201-1.4: Malfunctions and start-up/shutdown activities
- 11 6 NYCRR Subpart 201-5: Emission Unit Definition
- 12 6 NYCRR 201-5.2 (c): Renewal deadlines for state facility permits
- 13 6 NYCRR 201-5.3 (c): Compliance Demonstration
- 14 6 NYCRR 211.2: Visible Emissions Limited

Emission Unit Level

- 15 6 NYCRR Subpart 201-5: Emission Point Definition By Emission Unit
- 16 6 NYCRR Subpart 201-5: Process Definition By Emission Unit



**** Facility Level ****

FEDERALLY ENFORCEABLE CONDITIONS

NOTIFICATION OF GENERAL PERMITTEE OBLIGATIONS

This section contains terms and conditions which are federally enforceable. Permittees may also have other obligations under regulations of general applicability

Item A: Sealing - 6 NYCRR 200.5

The Commissioner may seal an air contamination source to prevent its operation if compliance with 6 NYCRR Chapter III is not met within the time provided by an order of the Commissioner issued in the case of the violation.

Sealing means labeling or tagging a source to notify any person that operation of the source is prohibited, and also includes physical means of preventing the operation of an air contamination source without resulting in destruction of any equipment associated with such source, and includes, but is not limited to, bolting, chaining or wiring shut control panels, apertures or conduits associated with such source.

No person shall operate any air contamination source sealed by the Commissioner in accordance with this section unless a modification has been made which enables such source to comply with all requirements applicable to such modification.

Unless authorized by the Commissioner, no person shall remove or alter any seal affixed to any contamination source in accordance with this section.

Item B: Acceptable Ambient Air Quality - 6 NYCRR 200.6

Notwithstanding the provisions of 6 NYCRR Chapter III, Subchapter A, no person shall allow or permit any air contamination source to emit air contaminants in quantities which alone or in combination with emissions from other air contamination sources would contravene any applicable ambient air quality standard and/or cause air pollution. In such cases where contravention occurs or may occur, the Commissioner shall specify the degree and/or method of emission control required.

Item C: Maintenance of Equipment - 6 NYCRR 200.7

Any person who owns or operates an air contamination source which is equipped with an emission control device shall operate such device and keep it in a satisfactory state of maintenance and repair in accordance with ordinary and necessary practices, standards and procedures, inclusive of manufacturer's specifications,



required to operate such device effectively.

Item D: Unpermitted Emission Sources - 6 NYCRR 201-1.2

If an existing emission source was subject to the permitting requirements of 6 NYCRR Part 201 at the time of construction or modification, and the owner and/or operator failed to apply for a permit for such emission source then the following provisions apply:

- (a) The owner and/or operator must apply for a permit for such emission source or register the facility in accordance with the provisions of Part 201.
- (b) The emission source or facility is subject to all regulations that were applicable to it at the time of construction or modification and any subsequent requirements applicable to existing sources or facilities.

Item E: Emergency Defense - 6 NYCRR 201-1.5

An emergency constitutes an affirmative defense to an action brought for noncompliance with emissions limitations or permit conditions for all facilities in New York State.

- (a) The affirmative defense of emergency shall be demonstrated through properly signed, contemporaneous operating logs, or other relevant evidence that:
- An emergency occurred and that the facility owner and/or operator can identify the cause(s) of the emergency;
- (2) The equipment at the permitted facility causing the emergency was at the time being properly operated;
- (3) During the period of the emergency the facility owner and/or operator took all reasonable steps to minimize levels of emissions that exceeded the emission standards, or other requirements in the permit; and
 - (4) The facility owner and/or operator notified the

Department

within two working days after the event occurred. This notice must contain a description of the emergency, any steps taken to mitigate emissions, and corrective actions taken.

(b) In any enforcement proceeding, the facility owner and/or operator seeking to establish the occurrence of an emergency has the burden of proof.



Permit ID: 9-0446-00086/00001 Facility DEC ID: 9044600086

(c) This provision is in addition to any emergency or upset provision contained in any applicable requirement.

Item F: Recycling and Salvage - 6 NYCRR 201-1.7

Where practical, any person who owns or operates an air contamination source shall recycle or salvage air contaminants collected in an air cleaning device according to the requirements of 6 NYCRR.

Item G: Prohibition of Reintroduction of Collected Contaminants to the Air - 6 NYCRR 201-1.8

No person shall unnecessarily remove, handle, or cause to be handled, collected air contaminants from an air cleaning device for recycling, salvage or disposal in a manner that would reintroduce them to the outdoor atmosphere.

Item H: Proof of Eligibility for Sources Defined as Exempt Activities - 6 NYCRR 201-3.2 (a)

The owner and/or operator of an emission source or unit that is eligible to be exempt, may be required to certify that it operates within the specific criteria described in 6 NYCRR Subpart 201-3. The owner or operator of any such emission source must maintain all required records on-site for a period of five years and make them available to representatives of the Department upon request. Department representatives must be granted access to any facility which contains emission sources or units subject to 6 NYCRR Subpart 201-3, during normal operating hours, for the purpose of determining compliance with this and any other state and federal air pollution control requirements, regulations, or law.

Item I: Proof of Eligibility for Sources Defined as Trivial Activities - 6 NYCRR 201-3.3 (a)

The owner and/or operator of an emission source or unit that is listed as being trivial in 6 NYCRR Part 201 may be required to certify that it operates within the specific criteria described in 6 NYCRR Subpart 201-3. The owner or operator of any such emission source must maintain all required records on-site for a period of five years and make them available to representatives of the Department upon request. Department representatives must be granted access to any facility which contains emission sources or units subject to 6 NYCRR Subpart 201-3, during normal operating hours, for the purpose of determining compliance with this and any other state and federal air pollution control requirements, regulations, or law.

Item J: Required Emission Tests - 6 NYCRR 202-1.1



An acceptable report of measured emissions shall be submitted, as may be required by the Commissioner, to ascertain compliance or noncompliance with any air pollution code, rule, or regulation. Failure to submit a report acceptable to the Commissioner within the time stated shall be sufficient reason for the Commissioner to suspend or deny an operating permit. Notification and acceptable procedures are specified in 6 NYCRR Subpart 202-1.

Item K: Open Fires Prohibitions - 6 NYCRR 215.2

Except as allowed by section 215.3 of 6 NYCRR Part 215, no person shall burn, cause, suffer, allow or permit the burning of any materials in an open fire.

Item L: Permit Exclusion - ECL 19-0305

The issuance of this permit by the Department and the receipt thereof by the Applicant does not and shall not be construed as barring, diminishing, adjudicating or in any way affecting any legal, administrative or equitable rights or claims, actions, suits, causes of action or demands whatsoever that the Department may have against the Applicant for violations based on facts and circumstances alleged to have occurred or existed prior to the effective date of this permit, including, but not limited to, any enforcement action authorized pursuant to the provisions of applicable federal law, the Environmental Conservation Law of the State of New York (ECL) and Chapter III of the Official Compilation of the Codes, Rules and Regulations of the State of New York (NYCRR). The issuance of this permit also shall not in any way affect pending or future enforcement actions under the Clean Air Act brought by the United States or any person.

Item M: Federally Enforceable Requirements - 40 CFR 70.6 (b)

All terms and conditions in this permit required by the Act or any applicable requirement, including any provisions designed to limit a facility's potential to emit, are enforceable by the Administrator and citizens under the Act. The Department has, in this permit, specifically designated any terms and conditions that are not required under the Act or under any of its applicable requirements as being enforceable under only state regulations.

FEDERAL APPLICABLE REQUIREMENTS The following conditions are federally enforceable.

Condition 1: Air pollution prohibited



Permit ID: 9-0446-00086/00001 Facility DEC ID: 9044600086

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable Federal Requirement: 6 NYCRR 211.1

Item 1.1:

No person shall cause or allow emissions of air contaminants to the outdoor atmosphere of such quantity, characteristic or duration which are injurious to human, plant or animal life or to property, or which unreasonably interfere with the comfortable enjoyment of life or property. Notwithstanding the existence of specific air quality standards or emission limits, this prohibition applies, but is not limited to, any particulate, fume, gas, mist, odor, smoke, vapor, pollen, toxic or deleterious emission, either alone or in combination with others.

**** Emission Unit Level ****

Condition 2: Compliance Demonstration

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable Federal Requirement: 6 NYCRR 227-1.3 (a)

Item 2.1:

The Compliance Demonstration activity will be performed for:

Emission Unit: 1-00001

Item 2.2:

Compliance Demonstration shall include the following monitoring:

Monitoring Type: MONITORING OF PROCESS OR CONTROL DEVICE PARAMETERS AS SURROGATE

Monitoring Description:

No person shall operate a stationary combustion installation which exhibits greater than 20 percent opacity (six minute average), except for one-six-minute period per hour of not more than 27 percent opacity. The Department reserves the right to perform or require the performance of a Method 9 opacity evaluation at any time during facility operation.

The permittee will conduct observations of visible emissions from the emission unit, process, etc. to which this condition applies at the monitoring frequency stated below while the process is in operation. The permittee will investigate, in a timely manner, any instance where there is cause to believe that visible emissions have the potential to exceed the opacity standard.

The permittee shall investigate the cause, make any necessary corrections, and verify that the excess visible



Permit ID: 9-0446-00086/00001 Facility DEC ID: 9044600086

> emissions problem has been corrected. If visible emissions with the potential to exceed the standard continue, the permittee will conduct a Method 9 assessment within the next operating day of the sources associated with the potential noncompliance to determine the degree of opacity and will notify the NYSDEC if the method 9 test indicates that the opacity standard is not met.

Records of visible emissions observations (or any follow-up method 9 tests), investigations and corrective actions will be kept on-site. Should the Department determine that permittee's record keeping format is inadequate to demonstrate compliance with this condition, it shall provide written notice to the permittee stating the inadequacies, and permittee shall have 90 days to revise its prospective record keeping format in a manner acceptable to the Department.

Parameter Monitored: OPACITY Upper Permit Limit: 20 percent Reference Test Method: EPA Method 9 Monitoring Frequency: MONTHLY

Averaging Method: 6-MINUTE AVERAGE (METHOD 9)

Reporting Requirements: UPON REQUEST BY REGULATORY AGENCY

Condition 3: Compliance Demonstration

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable Federal Requirement: 40CFR 60, NSPS Subpart JJJJ

Item 3.1:

The Compliance Demonstration activity will be performed for:

Emission Unit: 1-00001

Item 3.2:

Compliance Demonstration shall include the following monitoring:

Monitoring Type: RECORD KEEPING/MAINTENANCE PROCEDURES Monitoring Description:

The facility is subject to 40CFR60 Subpart JJJJ, Standards of Performance for Stationary Spark Ignition Internal Combustion Engines. The applicable requirements for this specific facility are detailed in Appendix 5 of the Air State Facility permit application dated April 14, 2014.

Monitoring Frequency: AS REQUIRED - SEE PERMIT MONITORING DESCRIPTION

Reporting Requirements: UPON REQUEST BY REGULATORY AGENCY

Condition 4: Compliance Demonstration



Permit ID: 9-0446-00086/00001 Facility DEC ID: 9044600086

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable Federal Requirement: 40CFR 60.4320, NSPS Subpart KKKK

Item 4.1:

The Compliance Demonstration activity will be performed for:

Emission Unit: 1-00001

Item 4.2:

Compliance Demonstration shall include the following monitoring:

Monitoring Type: RECORD KEEPING/MAINTENANCE PROCEDURES Monitoring Description:

National Fuel Gas Supply Corp. must assure that the facility's combustion turbines do not exceed the appropriate NOx emission limit per Table 1 of 40 CFR 60 Subpart KKKK. The limit is 25 ppm at 15% oxygen for new turbines firing natural gas with a heat input between 50 and 850 MMBtu/hr.

Compliance with this emission standard shall be determined according to the annual performance tests as specified in §60.4400 and will assure that the major source facility emission threshold for NOx is not exceeded.

Monitoring Frequency: AS REQUIRED - SEE PERMIT MONITORING DESCRIPTION

Reporting Requirements: UPON REQUEST BY REGULATORY AGENCY

Condition 5: Compliance Demonstration

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable Federal Requirement:40CFR 60.4330, NSPS Subpart KKKK

Item 5.1:

The Compliance Demonstration activity will be performed for:

Emission Unit: 1-00001

Item 5.2:

Compliance Demonstration shall include the following monitoring:

Monitoring Type: RECORD KEEPING/MAINTENANCE PROCEDURES Monitoring Description:

National Fuel Gas Supply Corporation (NFGSC) must not burn in the stationary combustion turbines any fuel which contain total potential sulfur emissions in excess 0.060 lb SO2/MMBtu heat input.



As allowed per 40 CFR 60.4365, NFGSC may elect not to monitor the total sulfur content of the fuel combusted in the turbines if the fuel is demonstrated not to exceed potential sulfur emissions of 0.060 lb SO2/MMBtu input heat. One of the following sources of information must be used to make the required demonstration:

- (a) The fuel quality characteristics in a current, valid purchase contract, tariff sheet or transportation contract for the fuel, specifying that the maximum total sulfur content for natural gas use is 20 grains of sulfur or less per 100 standard cubic feet, has potential sulfur emissions of less than 0.060 lb SO2/MMBtu heat input; or
- (b) Representative fuel sampling data which show that the sulfur content of the fuel does not exceed 0.060 lb SO2/MMBtu heat input. At a minimum, the amount of fuel sampling data specified in section 2.3.1.4 or 2.3.2.4 of appendix D to part 75 of this chapter is required.

Monitoring Frequency: AS REQUIRED - SEE PERMIT MONITORING

DESCRIPTION

Reporting Requirements: UPON REQUEST BY REGULATORY AGENCY

Condition 6: Compliance Demonstration

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable Federal Requirement: 40CFR 60.4333, NSPS Subpart KKKK

Item 6.1:

The Compliance Demonstration activity will be performed for:

Emission Unit: 1-00001

Item 6.2:

Compliance Demonstration shall include the following monitoring:

Monitoring Type: RECORD KEEPING/MAINTENANCE PROCEDURES Monitoring Description:

The facility must operate and maintain any applicable stationary combustion turbine, air pollution control equipment, and monitoring equipment in a manner consistent with good air pollution control practices for minimizing emissions at all times including during startup, shutdown, and malfunction.



Permit ID: 9-0446-00086/00001 Facility DEC ID: 9044600086

Monitoring Frequency: AS REQUIRED - SEE PERMIT MONITORING

DESCRIPTION

Reporting Requirements: UPON REQUEST BY REGULATORY AGENCY

Condition 7: Compliance Demonstration

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable Federal Requirement: 40CFR 60.4375(b), NSPS Subpart

KKKK

Item 7.1:

The Compliance Demonstration activity will be performed for:

Emission Unit: 1-00001

Item 7.2:

Compliance Demonstration shall include the following monitoring:

Monitoring Type: RECORD KEEPING/MAINTENANCE PROCEDURES

Monitoring Description:

National Fuel Gas Supply Corporation must submit a written report of the results of each performance test before the close of business onthe 60th day following the completion of the performance test completed in accordance

with §60.4340(a).

Monitoring Frequency: AS REQUIRED - SEE PERMIT MONITORING

DESCRIPTION

Reporting Requirements: AS REQUIRED - SEE MONITORING DESCRIPTION

Condition 8: Compliance Demonstration

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable Federal Requirement: 40CFR 60.4400, NSPS Subpart KKKK

Item 8.1:

The Compliance Demonstration activity will be performed for:

Emission Unit: 1-00001

Regulated Contaminant(s):

CAS No: 0NY210-00-0 OXIDES OF NITROGEN

Item 8.2:

Compliance Demonstration shall include the following monitoring:

Monitoring Type: INTERMITTENT EMISSION TESTING

Monitoring Description:

National Fuel Gas Supply Corp. must conduct an initial NOx performance test on the combustion turbines (emission sources 00001 & 00002) within 60 days after achieving the maximum production rate at which the turbines will be

Air Pollution Control Permit Conditions
Page 11 FINAL



operated, but not later than 180 days after initial startup.

The initial and subsequent NOx performance tests, which shall be conducted on an annual basis (no more than 14 calendar months following the previous performance test), will be conducted in accordance with 40 CFR 60.4400.

The performance test must be done at any load condition within plus or minus 25 percent of 100 percent of peak load. Performance testing at the highest achievable load point is acceptable if at least 75 percent of peak load cannot be achieved in practice. Three separate test runs (minimum 20 minutes each) are required for each performance test.

If the NOx emission result from the performance test is less than or equal to 75 percent of the NOx emission limit for the turbines, frequency of subsequent tests may be reduced to once every 2 years (no more than 26 calendar months following the previous performance test). If the results of any subsequent performance test exceeds 75 percent of the NOx emission limit for the turbines, performance testing shall resume annually.

A test protocol shall be submitted to the Regional Air Pollution Control Engineer (RAPCE) at least 60 days prior to the proposed test date. Department staff will be afforded the opportunity to witness the performance test by notifying the RAPCE of the actual test date. A test report shall be submitted to the RAPCE within 60 days of test completion.

Parameter Monitored: OXIDES OF NITROGEN

Upper Permit Limit: 25 parts per million by volume (dry,

corrected to 15% O2)

Reference Test Method: USEPA Reference Method 7, 7E, 20, or 320 Monitoring Frequency: AS REQUIRED - SEE PERMIT MONITORING

DESCRIPTION

Averaging Method: AVERAGING METHOD AS PER REFERENCE TEST

METHOD INDICATED

Reporting Requirements: AS REQUIRED - SEE MONITORING DESCRIPTION



Permit ID: 9-0446-00086/00001 Facility DEC ID: 9044600086

STATE ONLY ENFORCEABLE CONDITIONS **** Facility Level ****

NOTIFICATION OF GENERAL PERMITTEE OBLIGATIONS

This section contains terms and conditions which are not federally enforceable. Permittees may also have other obligations under regulations of general applicability

Item A: Public Access to Recordkeeping for Facilities With State Facility Permits - 6 NYCRR 201-1.10 (a)

Where facility owners and/or operators keep records pursuant to compliance with the requirements of 6 NYCRR Subpart 201-5.4, and/or the emission capping requirements of 6 NYCRR Subpart 201-7, the Department will make such records available to the public upon request in accordance with 6 NYCRR Part 616 - Public Access to Records. Facility owners and/or operators must submit the records required to comply with the request within sixty working days of written notification by the Department.

Item B: General Provisions for State Enforceable Permit Terms and Condition - 6 NYCRR Part 201-5

Any person who owns and/or operates stationary sources shall operate and maintain all emission units and any required emission control devices in compliance with all applicable Parts of this Chapter and existing laws, and shall operate the facility in accordance with all criteria, emission limits, terms, conditions, and standards in this permit. Failure of such person to properly operate and maintain the effectiveness of such emission units and emission control devices may be sufficient reason for the Department to revoke or deny a permit.

The owner or operator of the permitted facility must maintain all required records on-site for a period of five years and make them available to representatives of the Department upon request. Department representatives must be granted access to any facility regulated by this Subpart, during normal operating hours, for the purpose of determining compliance with this and any other state and federal air pollution control requirements, regulations or law.

STATE ONLY APPLICABLE REQUIREMENTS

The following conditions are state only enforceable.

Condition 9: Contaminant List

Effective between the dates of 03/06/2015 and 03/05/2025

Air Pollution Control Permit Conditions Page 13 FINAL



Permit ID: 9-0446-00086/00001 Facility DEC ID: 9044600086

Applicable State Requirement: ECL 19-0301

Item 9.1:

Emissions of the following contaminants are subject to contaminant specific requirements in this permit(emission limits, control requirements or compliance monitoring conditions).

CAS No: 0NY210-00-0

Name: OXIDES OF NITROGEN

Condition 10: Malfunctions and start-up/shutdown activities

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable State Requirement: 6 NYCRR 201-1.4

Item 10.1:

- (a) The facility owner or operator shall take all necessary and appropriate actions to prevent the emission of air pollutants that result in contravention of any applicable emission standard during periods of start-up, shutdown, or malfunction.
- (b) The facility owner or operator shall compile and maintain records of all equipment malfunctions, maintenance, or start-up/shutdown activities when they can be expected to result in an exceedance of any applicable emission standard, and shall submit a report of such activities to the department when requested to do so, or when so required by a condition of a permit issued for the corresponding air contamination source. Such reports shall state whether any violations occurred and, if so, whether they were unavoidable, include the time, frequency and duration of the maintenance and/or start-up/shutdown activities, and an estimate of the emission rates of any air contaminants released. Such records shall be maintained for a period of at least five years and made available for review to department representatives upon request. Facility owners or operators subject to continuous stack monitoring and quarterly reporting requirements need not submit additional reports for equipment maintenance or start-up/shutdown activities for the facility to the department.
- (c) In the event that emissions of air contaminants in excess of any emission standard in this Subchapter occur due to a malfunction, the facility owner or operator shall compile and maintain records of the malfunction and notify the department as soon as possible during normal working hours, but not later than two working days after becoming aware that the malfunction occurred. When requested by the department, the facility owner or operator shall submit a written report to the department describing the malfunction, the corrective action taken, identification of air contaminants, and an estimate of the emission rates.
- (d) The department may also require the owner or operator to include, in reports described under Subdivisions (b) and (c) of this Section, an estimate of the maximum ground level concentration of each air contaminant emitted and the effect of such emissions.
- (e) A violation of any applicable emission standard resulting from start-up, shutdown, or malfunction conditions at a permitted or registered facility may not be subject to an enforcement action by the department and/or penalty if the department determines, in its sole discretion, that such a violation was unavoidable. The actions and recordkeeping and reporting requirements listed above must be adhered to in such circumstances.



Permit ID: 9-0446-00086/00001 Facility DEC ID: 9044600086

Condition 11: Emission Unit Definition

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable State Requirement: 6 NYCRR Subpart 201-5

Item 11.1:

The facility is authorized to perform regulated processes under this permit for: Emission Unit: 1-00001 Emission Unit Description:

The emission unit is the natural gas pipeline compressor station facility. It will be comprised of two (2) identical natural gas combustion turbines (emission sources) of approximately 7726 horsepower each (at site conditions) driving two pipeline compressors. The emission unit also will include one natural gas-fueled emergency power generator reciprocating engine of approximately 1053 horsepower which is exempt from permitting under 6NYCRR Part 201, several small or exempt gas-fueled space heaters and a 1000 gallon pipeline liquids storage tank.

Building(s): 00001

00002

Condition 12: Renewal deadlines for state facility permits

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable State Requirement:6 NYCRR 201-5.2 (c)

Item 12.1:

The owner or operator of a facility having an issued state facility permit shall submit a complete application at least 180 days, but not more than eighteen months, prior to the date of permit expiration for permit renewal purposes.

Condition 13: Compliance Demonstration

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable State Requirement: 6 NYCRR 201-5.3 (c)

Item 13.1:

The Compliance Demonstration activity will be performed for the Facility.

Item 13.2:

Compliance Demonstration shall include the following monitoring:

Monitoring Type: RECORD KEEPING/MAINTENANCE PROCEDURES

Monitoring Description:

Any reports or submissions required by this permit shall be submitted to the Regional Air Pollution Control Engineer (RAPCE) at the following address:



Permit ID: 9-0446-00086/00001 Facility DEC ID: 9044600086

Division of Air Resources NYS Dept. of Environmental Conservation Region 9 270 Michigan Ave. Buffalo, NY 14203

Reporting Requirements: AS REQUIRED - SEE MONITORING DESCRIPTION

Condition 14: Visible Emissions Limited

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable State Requirement: 6 NYCRR 211.2

Item 14.1:

Except as permitted by a specific part of this Subchapter and for open fires for which a restricted burning permit has been issued, no person shall cause or allow any air contamination source to emit any material having an opacity equal to or greater than 20 percent (six minute average) except for one continuous six-minute period per hour of not more than 57 percent opacity.

**** Emission Unit Level ****

Condition 15: Emission Point Definition By Emission Unit

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable State Requirement: 6 NYCRR Subpart 201-5

Item 15.1:

The following emission points are included in this permit for the cited Emission Unit:

Emission Unit: 1-00001

Emission Point: 00001

Height (ft.): 45 Diameter (in.): 60

NYTMN (km.): 4674.657 NYTME (km.): 219.9 Building: 00001

Emission Point: 00002

Height (ft.): 45 Diameter (in.): 60

NYTMN (km.): 4674.657 NYTME (km.): 219.9 Building: 00002

Condition 16: Process Definition By Emission Unit

Effective between the dates of 03/06/2015 and 03/05/2025

Applicable State Requirement: 6 NYCRR Subpart 201-5

Item 16.1:

This permit authorizes the following regulated processes for the cited Emission Unit:

Emission Unit: 1-00001

Process: 001 Source Classification Code: 2-02-002-01

Process Description:



Two (2) simple-cycle natural gas-fueled combustion turbines used to drive natural gas pipeline compressors. Both turbines have maximum NOx concentration of 25 parts per million by volume on a dry basis adjusted to 15 percent oxygen. These are approximately 7726 horsepower units at site conditions. They are regulated under 40CFR60 Subpart KKKK.

Emission Source/Control: 00001 - Combustion Design Capacity: 62.5 million Btu per hour

Emission Source/Control: 00002 - Combustion Design Capacity: 62.5 million Btu per hour

