

Florida Department of Environmental Regulation

Twin Towers Office Bldg. • 2600 Blair Stone Road • Tallahassee, Florida 32399-2400

Lawton Chiles, Governor

Virginia B. Wetherell, Secretary

April 20, 1993

CERTIFIED MAIL-RETURN RECEIPT REQUESTED

Mr. L. A. Stanley, General Manager
Seminole Kraft Corporation
9469 East Port Road
Jacksonville, Florida 32229

Dear Mr. Stanley:

Attached is one copy of the Revised Technical Evaluation and Preliminary Determination and proposed permit for Seminole Kraft Corporation to construct three gas-fired packaged boilers at their facility in Duval County.

Please submit any written comments you wish to have considered concerning the Department's proposed action to Mr. Preston Lewis of the Bureau of Air Regulation.

Sincerely,

C. H. Fancy, P.E.
Chief
Bureau of Air Regulation

CHF/JR/kt

Attachments

cc: J. Cole, NED
R. Roberson, BESD
J. Harper, EPA
J. Bunyak, NPS
D. Buff, KBN
B. Collum, GEPD
C. Hurd, SKC
R. Donelan, OGC

STATE OF FLORIDA
DEPARTMENT OF ENVIRONMENTAL REGULATION

CERTIFIED MAIL

In the Matter of an
Application for Permit by:

DER File No. AC16-222359
PSD-FL-198

Seminole Kraft Corporation
9469 East Port Road
Jacksonville, Florida 32229

INTENT TO ISSUE

The Department of Environmental Regulation gives notice of its intent to issue a permit (copy attached) for the proposed project as detailed in the application specified above, for the reasons stated in the attached Revised Technical Evaluation and Preliminary Determination.

The applicant, Seminole Kraft Corporation, applied on November 24, 1992, to the Department of Environmental Regulation for a permit to construct three packaged boilers at their facility in Jacksonville, Duval County, Florida.

The Department has permitting jurisdiction under the provisions of Chapter 403, Florida Statutes, and Florida Administrative Code (F.A.C.) Chapters 17-212 and 17-4. The project is not exempt from permitting procedures. The Department has determined that a construction permit is required for the proposed work.

Pursuant to Section 403.815, Florida Statutes and Rule 17-103.150, F.A.C., you (the applicant) are required to publish at your own expense the enclosed Notice of Intent to Issue Permit. The notice shall be published one time only within 30 days in the legal ad section of a newspaper of general circulation in the area affected. For the purpose of this rule, "publication in a newspaper of general circulation in the area affected" means publication in a newspaper meeting the requirements of Sections 50.011 and 50.031, F.S., in the county where the activity is to take place. The applicant shall provide proof of publication to the Department's Bureau of Air Regulation, 2600 Blair Stone Road, Tallahassee, Florida 32399-2400, within seven days of publication. Failure to publish the notice and provide proof of publication within the allotted time may result in the denial of the permit.

The Department will issue the permit with the attached conditions unless a petition for an administrative proceeding (hearing) is filed pursuant to the provisions of Section 120.57, F.S.

A person whose substantial interests are affected by the Department's proposed permitting decision may petition for an administrative proceeding (hearing) in accordance with Section 120.57, Florida Statutes. The petition must contain the information set forth below and must be filed (received) in the Office of General Counsel of the Department at 2600 Blair Stone Road, Tallahassee, Florida 32399-2400. Petitions filed by the permit applicant and the parties listed below must be filed within 14 days of receipt of this intent. Petitions filed by other persons must be filed within 14 days of publication of the public notice or within 14 days of their receipt of this intent, whichever first occurs. Petitioner shall mail a copy of the petition to the applicant at the address indicated above at the time of filing. Failure to file a petition within this time period shall constitute a waiver of any right such person may have to request an administrative determination (hearing) under Section 120.57, Florida Statutes.

The Petition shall contain the following information;

- (a) The name, address, and telephone number of each petitioner, the applicant's name and address, the Department Permit File Number and the county in which the project is proposed;
- (b) A statement of how and when each petitioner received notice of the Department's action or proposed action;
- (c) A statement of how each petitioner's substantial interests are affected by the Department's action or proposed action;
- (d) A statement of the material facts disputed by Petitioner, if any;
- (e) A statement of facts which petitioner contends warrant reversal or modification of the Department's action or proposed action;
- (f) A statement of which rules or statutes petitioner contends require reversal or modification of the Department's action or proposed action; and
- (g) A statement of the relief sought by petitioner, stating precisely the action petitioner wants the Department to take with respect to the Department's action or proposed action.

If a petition is filed, the administrative hearing process is designed to formulate agency action. Accordingly, the Department's final action may be different from the position taken by it in this intent. Persons whose substantial interests will be affected by any decision of the Department with regard to the application have the right to petition to become a party to the proceeding. The petition must conform to the requirements specified above and be filed (received) within 14 days of receipt of this intent in the Office of General Counsel at the above address of the Department. Failure to petition within the allowed time frame constitutes a waiver of any right such person has to request a hearing under Section 120.57, F.S., and to participate as a party to this

proceeding. Any subsequent intervention will only be at the approval of the presiding officer upon motion filed pursuant to Rule 28-5.207, F.A.C.

Executed in Tallahassee, Florida.

STATE OF FLORIDA DEPARTMENT
OF ENVIRONMENTAL REGULATION



C. H. Fancy, P.E., Chief
Bureau of Air Regulation
2600 Blair Stone Road
Tallahassee, Florida 32399
904-488-1344

CERTIFICATE OF SERVICE

The undersigned duly designated deputy clerk hereby certifies that this INTENT TO ISSUE and all copies were mailed by certified mail before the close of business on 4-21-93 to the listed persons.

Clerk Stamp

FILING AND ACKNOWLEDGMENT
FILED, on this date, pursuant to §120.52(11), Florida Statutes, with the designated Department Clerk, receipt of which is hereby acknowledged.


Clerk

4-21-93
Date

Copies furnished to:

J. Cole, NED
R. Roberson, BESD
J. Bunyak, NPS
D. Buff, KBN
B. Collum, GEPD
C. Hurd, SKC
R. Donelan, OGC

STATE OF FLORIDA
DEPARTMENT OF ENVIRONMENTAL REGULATION
NOTICE OF INTENT TO ISSUE PERMIT

The Department of Environmental Regulation gives notice of its intent to issue a permit to Seminole Kraft Corporation, 9469 East Port Road, Jacksonville, Florida 32229 to construct three packaged boilers at their facility in Jacksonville, Duval County, Florida. The maximum predicted all sources PSD Class II sulfur dioxide increments which would be consumed after this project is completed are the following: 5.0 ug/m³, annual average, or 25% of the available annual increment of 20 ug/m³, 133 ug/m³, 24-hour average or 146% of the available 24-hour increment of 91 ug/m³; and 447 ug/m³, 3-hour average or 87% of the available 3-hour increment of 512 ug/m³. Seminole Kraft and Cedar Bay combined do not contribute significantly to any predicted violations of the PSD Class II 24-hour increment. The maximum predicted PSD Class I sulfur dioxide increments which would be consumed are the following: 0.0 ug/m³, annual average, or 0% of the available annual increment of 2.0 ug/m³; 4.1 ug/m³, 24-hour average or 82% of the available 24-hour increment of 5.0 ug/m³, and 19 ug/m³, 3-hour average or 76% of the available 3-hour increment of 25 ug/m³. A determination of Best Available Control Technology (BACT) was required. The Department is issuing this Intent to Issue for the reasons stated in the Revised Technical Evaluation and Preliminary Determination.

A person whose substantial interests are affected by the Department's proposed permitting decision may petition for an administrative proceeding (hearing) in accordance with Section 120.57, Florida Statutes. The petition must contain the information set forth below and must be filed (received) in the Office of General Counsel of the Department at 2600 Blair Stone Road, Tallahassee, Florida 32399-2400, within 14 days of publication of this notice. Petitioner shall mail a copy of the petition to the applicant at the address indicated above at the time of filing. Failure to file a petition within this time period shall constitute a waiver of any right such person may have to request an administrative determination (hearing) under Section 120.57, Florida Statutes.

The Petition shall contain the following information; (a) The name, address, and telephone number of each petitioner, the applicant's name and address, the Department Permit File Number and the county in which the project is proposed; (b) A statement of how and when each petitioner received notice of the Department's action or proposed action; (c) A statement of how each petitioner's substantial interests are affected by the Department's action or proposed action; (d) A statement of the material facts disputed by Petitioner, if any; (e) A statement of facts which petitioner contends warrant reversal or modification of the Department's action or proposed action; (f) A statement of which rules or

statutes petitioner contends require reversal or modification of the Department's action or proposed action; and (g) A statement of the relief sought by petitioner, stating precisely the action petitioner wants the Department to take with respect to the Department's action or proposed action.

If a petition is filed, the administrative hearing process is designed to formulate agency action. Accordingly, the Department's final action may be different from the position taken by it in this Notice. Persons whose substantial interests will be affected by any decision of the Department with regard to the application have the right to petition to become a party to the proceeding. The petition must conform to the requirements specified above and be filed (received) within 14 days of publication of this notice in the Office of General Counsel at the above address of the Department. Failure to petition within the allowed time frame constitutes a waiver of any right such person has to request a hearing under Section 120.57, F.S., and to participate as a party to this proceeding. Any subsequent intervention will only be at the approval of the presiding officer upon motion filed pursuant to Rule 28-5.207, F.A.C.

The application is available for public inspection during normal business hours, 8:00 a.m. to 5:00 p.m., Monday through Friday, except legal holidays, at:

Department of Environmental Regulation
Bureau of Air Regulation
111 South Magnolia Drive
Tallahassee, Florida

Department of Environmental Regulation
Northeast District
7825 Baymeadows Way
Jacksonville, Florida 32256-3767

Duval County Air Quality Division
421 West Church Street, Suite 412
Jacksonville, Florida 32202-4111

Any person may send written comments on the proposed action to Mr. Preston Lewis at the Department's Tallahassee address. All comments received within 30 days of the publication of this notice will be considered in the Department's final determination.

Further, a public hearing can be requested by any persons. Such requests must be submitted within 30 days of this notice.

Revised
Technical Evaluation
and
Preliminary Determination

Seminole Kraft Corporation
Duval County
Jacksonville, Florida

Three Gas-Fired Packaged Boilers
Permit Number: AC 16-222359
PSD-FL-198

Department of Environmental Regulation
Division of Air Resources Management
Bureau of Air Regulation

April 16, 1993

I. Application

A. Applicant

Seminole Kraft Corporation
9469 East Port Road
Jacksonville, Florida 32229

B. Project/Location/Classification

The Department received a complete application on February 10, 1993, for a permit to construct three packaged boilers at the Seminole Kraft Corporation (SKC) existing facility in Jacksonville, Duval County, Florida. The applicant's recycled fiber paper mill facility (SIC Code 2621) is located at 9469 East Port Road. UTM coordinates of the site are 441.8 km E and 3,365.6 km N.

On April 2, 1993, the Department issued its Intent to Issue package. Since that time, the Cedar Bay Cogeneration Plant project and its Certification process resulted in some negotiated changes, which affected some operational conditions to this project. Consequently, a revised Intent to Issue package has been made.

II. Project Description

Seminole Kraft (SKC) proposes to install three 125,000 lbs/hr packaged steam boilers at their recycled fiber paper mill facility in Jacksonville, Florida, while contemporaneously shutting down several boilers and pulping facilities. SKC's project is tied in with the coal-fired Cedar Bay Cogeneration Project (CBCP), formerly known as AES Cedar Bay, by way of an agreement for SKC to receive a major portion of their process steam from the adjacent CBCP facility. Plans call for the CBCP facility to begin operation in early 1994. SKC requires that the three new packaged boilers be sized to provide enough steam to operate their largest paper machine independently of the CBCP facility during periods when CBCP does not operate.

SKC's conversion to a 100% recycled fiber paper mill was completed in 1992 by shutting down all kraft mill facilities processing virgin wood pulp. The equipment involved in the contemporaneous shutdowns is listed below:

<u>Equipment</u>	<u>Date Shutdown</u>	<u>Date to be Shutdown</u>
Recovery Boiler 1	September '92	-
Recovery Boiler 2	"	-
Recovery Boiler 3	"	-
Smelt Dissolving Tank 1	"	-
Smelt Dissolving Tank 2	"	-
Smelt Dissolving Tank 3	"	-

Lime Kiln 1	"	-
Lime Kiln 2	"	-
Lime Kiln 3	"	-
Slaker No. 3	"	-
Bark Boiler 1	-	Early 1994*
Bark Boiler 2	-	"
Power Boiler 1	-	"
Power Boiler 2	-	"
Power Boiler 3	-	"

*These boilers are required to be taken out of service under provisions of the site certification for CBCP, with creditable emission reduction going to CBCP.

III. Emissions

SKC submitted their application in November 1992, proposing to fire No. 2 fuel oil, with natural gas backup, as they had not been able to obtain a firm natural gas contract. Since then, SKC has obtained a contract for natural gas. Firing of fuel oil, as originally proposed, would result in emissions exceeding PSD significant rates for sulfur dioxide and beryllium, after applying contemporaneous emission reductions from the shutdowns listed above. Filing an application for oil firing triggered application of the Prevention of Significant Deterioration (PSD) rule, thus requiring a determination of Best Available Control Technology (BACT). This is discussed in the rule applicability section. Tabulated below are the emission credits and the actual emissions after application of BACT:

Contemporaneous Emissions Credit (TPY)

Source	CO	PM/PM ₁₀	SO ₂	NO _x	VOC	TRS	H ₂ SO ₄
RB #1	1118.5	107.8	3.7	117.5	114.3	7.2	9.5
RB #2	1169.8	156.0	2.8	129.0	185.0	12.3	19.9
RB #3	468.5	129.7	1.2	139.5	36.6	14.0	13.9
LK #1	1.4	3.8	0.1	9.0	2.1	0.2	--
LK #2	10.1	21.6	8.5	41.3	19.1	1.7	--
LK #3	9.9	19.6	6.7	60.2	18.6	1.4	--
SDT #1	--	22.6	2.9	--	--	1.6	--
SDT #2	--	23.8	2.8	--	--	1.8	--
SDT #3	--	36.9	2.9	--	--	1.6	--
Slaker #3	--	0.9	--	--	--	--	--
Totals:	2778.2	522.7	31.6	496.5	375.7	41.8	43.3

Future Emissions (TPY)*

Source	CO	PM/PM ₁₀	SO ₂	NOx	VOC	TRS	H ₂ SO ₄
PB #1	184.2	3.6	-	103.4	0.7	--	negl.
PB #2	184.2	3.6	-	103.4	0.7	--	negl.
PB #3	184.2	3.6	-	103.4	0.7	--	negl.
Totals:	552.6	10.8	25**	310.2	2.1	--	negl.
Net Change:	-2225.6	-511.9	-24.1	-186.3	-373.6	-41.8	-43.3
PSD Level:	100	25/15	40	40	40	10	7

* See the revised BACT Determination for details on calculation of future emissions.

** In the event that the ceiling for SO₂ is expected to be exceeded due to unavailability of natural gas caused by factors beyond the control of SKC, SKC shall notify the Department that it anticipates exceeding the ceiling as provided herein; and, the emissions of SO₂ during the period of such curtailment shall not be counted against the yearly emissions ceiling of 25 tons unless administrative proceedings result in a finding that the exceedance was within SKC's control. In no event shall the total annual emissions of SO₂ from the three steam boilers exceed a ceiling of 41 tons per year.

Future emission were determined on the basis of fuel consumption levels contemplated during CBCP's site certification proceedings; namely, that the SKC packaged boilers would be permitted to operate such that when the SKC facility is importing 380 M lbs/hr of steam (heat equivalent of 456 MMBtu/hr) from CBCP, the SKC packaged boilers would produce 260 M lbs/hr for a total SKC steam production of 640 M lbs/hr. This steam production level is the basis of the modeling that was done for the CBCP facility and therefore is the basis for the allowable emission levels in the Department's proposed permit for the SKC packaged boilers. The 640 M lbs steam/hr is equivalent to a peak fuel consumption level of 354 MMBtu/hr when SKC is receiving 380 M lbs/hr of steam from the CBCP.

IV. Rule Applicability

The proposed project is subject to preconstruction review in accordance with Chapter 403 of the Florida Statutes and Florida Administrative Code (F.A.C.) Chapters 17-210 through 297 and 17-4. The proposed facility will be located in an area classified as attainment for all regulated pollutants except ozone for which the area is designated as a transitional nonattainment area. The federal new source performance standards under 40 CFR Subpart Db (standards of performance for Industrial Steam Generating Units) apply for NOx control. Also, F.A.C. Rule 17-296.406, Fossil Fuel Steam Generators, applies to these boilers requiring a BACT analysis for particulate matter and sulfur dioxide.

As originally filed, the application is subject to the provisions of F.A.C. Rule 17-212.400, Prevention of Significant Deterioration (PSD), because the proposed oil-firing emissions, after applying offsets, would exceed PSD-significant levels for sulfur dioxide and beryllium. Upon applying Best Available Control Technology (BACT) required under the PSD rule, the firing of natural gas as the primary fuel resulted in emissions that are well below PSD-significant levels. This is somewhat unusual in that the application of BACT has resulted in the project netting out of PSD significance. Yet, the proposed facility remains a PSD project since, without application of BACT, the PSD-significant levels would be exceeded.

V. AIR QUALITY IMPACT ANALYSIS

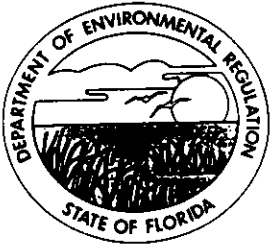
The applicant proposed emissions of sulfur dioxide and beryllium in PSD-significant amounts. The applicant submitted the air quality analysis required by the PSD regulations for these two pollutants. The applicant's SO₂ analysis was based on the proposed full time use of fuel oil with a maximum sulfur content of 0.5 percent (average 0.3 percent). The Department's revised BACT determination requires the use of natural gas instead of fuel oil as a primary fuel. This substantially restricts the emissions of both pollutants. Re-calculation of the emissions from the proposed project after the application of BACT shows that projected emissions of all pollutants are below PSD-significant amount.

Modeling results for full time fuel oil firing show predicted violations of the annual and 24-hour SO₂ ambient air quality standards (AAQS) of 60 ug/m³ and 260 ug/m³ and also of the 24-hour PSD Class II increment of 91 ug/m³. All of these predicted violations occur at a distance of 4.0 to 11.0 km southwest and west of Seminole Kraft. With the applicant's proposed use of 0.5 percent (maximum) sulfur fuel oil, there is one predicted violation of the 24-hour AAQS where Seminole Kraft and Cedar Bay combined contribute significantly to the violation. However, the Department's revised BACT determination restricts Seminole Kraft to the use of fuel oil containing a maximum sulfur content of only 0.05 percent as an emergency fuel when natural gas is unavailable. Modeling results based on the use of 0.05 percent fuel oil show that Seminole Kraft and Cedar Bay do not contribute significantly to this violation of the AAQS. Therefore, the Department has reasonable assurance that the proposed project, as described in the report and subject to the conditions of approval proposed herein, will not cause or contribute to a violation of any AAQS or PSD increment.

VI. Conclusion

Based on the information provided by Seminole Kraft, the Department has reasonable assurance that the proposed installation, as described in this evaluation, and subject to the conditions proposed herein, will not cause or contribute to a violation of any air quality standard, PSD increment, or any other technical provision of Chapters 17-210 thru 297 of the Florida Administrative Code.

4-20-93
C. J. May



Florida Department of Environmental Regulation

Twin Towers Office Bldg. • 2600 Blair Stone Road • Tallahassee, Florida 32399-2400

Lawton Chiles, Governor

Virginia B. Wetherell, Secretary

PERMITTEE:
Seminole Kraft Corp.
9469 East Port Road
Jacksonville, Florida 32229

Permit Number: AC16-222359
PSD-FL-198
Expiration Date: April 30, 1995
County: Duval
Latitude/Longitude: 30°25'15"N
81°36'00"W
Project: Three Gas-Fired
Packaged Boilers

This permit is issued under the provisions of Chapter 403, Florida Statutes, and Florida Administrative Code Chapters 17-210 through 297 and 17-4. The above named permittee is hereby authorized to perform the work or operate the facility shown on the application and approved drawings, plans, and other documents attached hereto or on file with the Department and made a part hereof and specifically described as follows:

For the construction of three 125,000 lbs/hr packaged process steam boilers. The facility is located at 9469 East Port Road, Jacksonville, Duval County, Florida. UTM coordinates of the site are: Zone 17, 441.8 km E and 3,365.6 km N.

Emissions shall be controlled by using clean fuels and good combustion practices.

The source shall be constructed in accordance with the permit application, plans, documents, amendments and drawings, except as otherwise noted in the General and Specific Conditions.

Attachments are listed below:

1. Letter (with proposed gas contract) from Oertel to Pennington (12/3/92).
2. Letter from KBN to DER (12/9/92).
3. Letter from Georgia DNR to DER (12/10/92).
4. Letter from KBN to DER (12/22/92).
5. Incompleteness letter from DER to SKC (12/23/92).
6. Letter from KBN to DER (12/23/92).
7. Second Incompleteness letter from DER to SKC (1/5/93).
8. Letter from KBN to DER (1/8/93).
9. Letter from EPA to DER (1/15/93).
10. Letter from Oertel to DER (1/19/93).
11. Third Incompleteness letter from DER to SKC (1/25/93).
12. Letter from Oertel to DER (1/29/93).
13. Letter from Oertel to DER (1/29/93).
14. Completeness letter from DER to SKC (2/10/93).

PERMITTEE:
Seminole Kraft Corp.

Permit Number: AC16-222359
PSD-FL-198
Expiration Date: April 30, 1995

GENERAL CONDITIONS:

1. The terms, conditions, requirements, limitations, and restrictions set forth in this permit are "Permit Conditions" and are binding and enforceable pursuant to Sections 403.161, 403.727, or 403.859 through 403.861, Florida Statutes. The permittee is placed on notice that the Department will review this permit periodically and may initiate enforcement action for any violation of these conditions.
2. This permit is valid only for the specific processes and operations applied for and indicated in the approved drawings or exhibits. Any unauthorized deviation from the approved drawings, exhibits, specifications, or conditions of this permit may constitute grounds for revocation and enforcement action by the Department.
3. As provided in Subsections 403.087(6) and 403.722(5), Florida Statutes, the issuance of this permit does not convey any vested rights or any exclusive privileges. Neither does it authorize any injury to public or private property or any invasion of personal rights, nor any infringement of federal, state or local laws or regulations. This permit is not a waiver of or approval of any other Department permit that may be required for other aspects of the total project which are not addressed in the permit.
4. This permit conveys no title to land or water, does not constitute State recognition or acknowledgement of title, and does not constitute authority for the use of submerged lands unless herein provided and the necessary title or leasehold interests have been obtained from the State. Only the Trustees of the Internal Improvement Trust Fund may express State opinion as to title.
5. This permit does not relieve the permittee from liability for harm or injury to human health or welfare, animal, or plant life, or property caused by the construction or operation of this permitted source, or from penalties therefore; nor does it allow the permittee to cause pollution in contravention of Florida Statutes and Department rules, unless specifically authorized by an order from the Department.
6. The permittee shall properly operate and maintain the facility and systems of treatment and control (and related appurtenances) that are installed or used by the permittee to achieve compliance with the conditions of this permit, as required by Department rules. This provision includes the operation of backup or auxiliary facilities or similar systems when necessary to achieve compliance with the conditions of the permit and when required by Department rules.

PERMITTEE:
Seminole Kraft Corp.

Permit Number: AC16-222359
PSD-FL-198
Expiration Date: April 30, 1995

GENERAL CONDITIONS:

7. The permittee, by accepting this permit, specifically agrees to allow authorized Department personnel, upon presentation of credentials or other documents as may be required by law and at a reasonable time, access to the premises, where the permitted activity is located or conducted to:

- a. Have access to and copy any records that must be kept under the conditions of the permit;
- b. Inspect the facility, equipment, practices, or operations regulated or required under this permit; and
- c. Sample or monitor any substances or parameters at any location reasonably necessary to assure compliance with this permit or Department rules.

Reasonable time may depend on the nature of the concern being investigated.

8. If, for any reason, the permittee does not comply with or will be unable to comply with any condition or limitation specified in this permit, the permittee shall immediately provide the Department with the following information:

- a. a description of and cause of non-compliance; and
- b. the period of noncompliance, including dates and times; or, if not corrected, the anticipated time the non-compliance is expected to continue, and steps being taken to reduce, eliminate, and prevent recurrence of the non-compliance.

The permittee shall be responsible for any and all damages which may result and may be subject to enforcement action by the Department for penalties or for revocation of this permit.

9. In accepting this permit, the permittee understands and agrees that all records, notes, monitoring data and other information relating to the construction or operation of this permitted source which are submitted to the Department may be used by the Department as evidence in any enforcement case involving the permitted source arising under the Florida Statutes or Department rules, except where such use is prescribed by Sections 403.73 and 403.111, Florida Statutes. Such evidence shall only be used to the extent it is consistent with the Florida Rules of Civil Procedure and appropriate evidentiary rules.

10. The permittee agrees to comply with changes in Department rules and Florida Statutes after a reasonable time for compliance,

PERMITTEE:
Seminole Kraft Corp.

Permit Number: AC16-222359
PSD-FL-198
Expiration Date: April 30, 1995

GENERAL CONDITIONS:

provided, however, the permittee does not waive any other rights granted by Florida Statutes or Department rules.

11. This permit is transferable only upon Department approval in accordance with Florida Administrative Code Rules 17-4.120 and 17-730.300, F.A.C., as applicable. The permittee shall be liable for any non-compliance of the permitted activity until the transfer is approved by the Department.

12. This permit or a copy thereof shall be kept at the work site of the permitted activity.

13. This permit also constitutes:

- (x) Determination of Best Available Control Technology (BACT)
- (x) Determination of Prevention of Significant Deterioration
- (x) Compliance with New Source Performance Standards (NSPS)

14. The permittee shall comply with the following:

- a. Upon request, the permittee shall furnish all records and plans required under Department rules. During enforcement actions, the retention period for all records will be extended automatically unless otherwise stipulated by the Department.
- b. The permittee shall hold at the facility or other location designated by this permit records of all monitoring information (including all calibration and maintenance records and all original strip chart recordings for continuous monitoring instrumentation) required by the permit, copies of all reports required by this permit, and records of all data used to complete the application for this permit. These materials shall be retained at least three years from the date of the sample, measurement, report, or application unless otherwise specified by Department rule.
- c. Records of monitoring information shall include:
 - the date, exact place, and time of sampling or measurements;
 - the person responsible for performing the sampling or measurements;
 - the dates analyses were performed;
 - the person responsible for performing the analyses;

PERMITTEE:
Seminole Kraft Corp.

Permit Number: AC16-222359
PSD-FL-198
Expiration Date: April 30, 1995

GENERAL CONDITIONS:

- the analytical techniques or methods used; and
- the results of such analyses.

15. When requested by the Department, the permittee shall within a reasonable time furnish any information required by law which is needed to determine compliance with the permit. If the permittee becomes aware that relevant facts were not submitted or were incorrect in the permit application or in any report to the Department, such facts or information shall be corrected promptly.

SPECIFIC CONDITIONS:

1. The construction and operation of these sources shall be in accordance with the capacities stated in the Revised Technical Evaluation and Preliminary Determination.
2. The packaged boilers may be operated continuously (8760 hrs/yr).
3. The maximum allowable NOx emissions shall not exceed 0.2 lb/MMBtu, 23.6 lbs/hr, and 103.4 tons/yr per boiler.
4. Sulfur content of the No. 2 fuel oil shall not exceed 0.05 percent by weight. Annual SO₂ emissions, total for all three boilers, shall not exceed 25 tons per year. In the event that the ceiling for SO₂ is expected to be exceeded due to unavailability of natural gas caused by factors beyond the control of SKC, SKC shall notify the Department that it anticipates exceeding the ceiling as provided herein; and, the emissions of SO₂ during the period of such curtailment shall not be counted against the yearly emissions ceiling of 25 tons unless administrative proceedings result in a finding that the exceedance was within SKC's control. In no event shall the total annual emissions of SO₂ from the three steam boilers exceed a ceiling of 41 tons per year.
5. Visible emissions (VE) shall not exceed 5% opacity during natural gas firing and 10% opacity during fuel oil firing.
6. In accordance with requirements of 40 CFR 60.48(b), a monitoring system (CEMS) for nitrogen oxides shall be installed, operated, and maintained. Also, the natural gas, fuel oil and steam flows (both from the packaged boilers and from the CBCP facility) shall be metered and continuously recorded. The data shall be logged daily and maintained so that it can be provided to DER upon request.
7. Before this construction permit expires, the common packaged boiler stack shall be tested and monitored for compliance with the emission limits in Specific Conditions No. 4, 5, and 6. Compliance tests for NOx shall be conducted in accordance with 40 CFR

PERMITTEE:
Seminole Kraft Corp.

Permit Number: AC16-222359
PSD-FL-198
Expiration Date: April 30, 1995

SPECIFIC CONDITIONS:

60.46b(e)(3). Compliance with SO₂ limits shall be in accordance with 40 CFR 60.49b(r). Compliance with visible emission limits shall be demonstrated initially and annually in accordance with EPA Method 9.

8. The DER Northeast District office and the RESD (Regulatory and Environmental Services Department) shall be notified at least 15 days prior to the compliance tests. Compliance test results shall be submitted to the DER Northeast District office and the Bureau of Air Regulation office within 45 days after completion of the tests. Sampling facilities, methods, and reporting shall be in accordance with 40 CFR 60.49b, F.A.C. Rule 17-2.700 and 40 CFR 60, Appendix A.

9. The following Seminole Kraft Corporation (SKC) sources shall be permanently shut down and made incapable of operation: the No. 1 PB (power boiler), the No. 2 PB, the No. 3 PB, the No. 1 BB (bark boiler), and the No. 2 BB; and, SKC shall turn in their operation permits to the Division of Air Resources Management's Bureau of Air Regulation, within 30 days of written confirmation by DER of the successful completion of the initial compliance tests on the Cedar Bay Cogeneration Plant's boilers. The Regulatory and Environmental Services Division of Jacksonville shall be specifically informed in writing within thirty days after each individual shut down of the above referenced equipment.

10. The permittee, for good cause, may request that this construction permit be extended. Such a request shall be submitted to the Bureau of Air Regulation prior to 60 days before the expiration of the permit (F.A.C. Rule 17-4.090).

11. An application for an operation permit must be submitted to the Northeast District office and the RESD at least 90 days prior to the expiration date of this construction permit. To properly apply for an operation permit, the applicant shall submit the appropriate application form, fee, certification that construction was completed noting any deviations from the conditions in the construction permit, and compliance test reports as required by this permit (F.A.C. Rules 17-4.055 and 17-4.220).

Issued this _____ day
of _____, 1993

**STATE OF FLORIDA DEPARTMENT
OF ENVIRONMENTAL REGULATION**

Virginia B. Wetherell, Secretary

Revised Best Available Control Technology (BACT) Determination
Seminole Kraft Corporation
Duval County
PSD-FL-198
AC16-222359

The applicant proposes to install three packaged boilers at their recycled fiber paper mill facility in Jacksonville, Duval County, Florida. Each of the three boilers will be sized to provide up to 125,000 lbs/hr of process steam for Seminole Kraft Corporation's (SKC) paper machines. SKC will also receive process steam from the adjacent Cedar Bay Cogeneration Project (CBCP). According to terms of the CBCP Site Certification proceedings, SKC is to be limited to a total steam production of 640,000 lbs/hr which includes 380,000 lbs/hr imported from the CBCP facility. This leaves 260,000 lbs/hr to be produced by the three packaged boilers under normal operating conditions. During periods when CBCP is not operating or operating at reduced rates, SKC will be allowed to make up the difference between the 380,000 lbs/hr and the steam production level that CBCP provides. This is equivalent to a maximum firing rate of 524 MMBTU/hr for all three SKC packaged boilers when the CBCP facility is down.

Date of Receipt of a Complete Application

February 10, 1993

BACT Determination Requested by Applicant

SKC's application called for the firing of fuel oil on a full time or as needed basis since a firm natural gas contract had not been obtained at the time of filing. Consequently, the application required a BACT determination for SO₂ and beryllium since these pollutants would be emitted in amounts exceeding PSD-significant levels. BACT was proposed by the applicant as firing fuel oil with a 0.5 percent maximum sulfur content (0.3 average). Since there are no specific control technologies for beryllium, an uncontrolled beryllium emission level was proposed.

BACT Determination by the Department

During initial permitting discussions with SKC, the Department indicated to them that BACT would require the use of natural gas as the primary fuel, if available. Subsequently, SKC obtained a natural gas contract. Therefore, the Department's determination of BACT is the use of natural gas as the primary fuel and No. 2 fuel oil (0.05% sulfur max.) as backup when natural gas is not available. Allowable emissions under normal operating conditions (i.e. 380,000 lbs/hr steam supplied by CBCP) are listed below for each boiler along with the limit basis:

<u>Pollutant</u>	<u>Emission Limits</u>	<u>Basis</u>
NO _x	23.6 lbs/hr and 103.4 tons/yr	Subpart D _b (0.2 lb/mm BTU)
SO ₂	25 tons/yr total-3 boilers*	BACT (0.05%S)
VE	Natural Gas - 5% opacity	BACT
VE	No. 2 Fuel Oil - 10% opacity	BACT

* In the event that the ceiling for SO₂ is expected to be exceeded due to unavailability of natural gas caused by factors beyond the control of SKC, SKC shall notify the Department that it anticipates exceeding the ceiling as provided herein; and, the emissions of SO₂ during the period of such curtailment shall not be counted against the yearly emissions ceiling of 25 tons unless administrative proceedings result in a finding that the exceedance was within SKC's control. In no event shall the total annual emissions of SO₂ from the three steam boilers exceed a ceiling of 41 tons per year.

BACT Determination Procedure

In accordance with F.A.C. Rules 17-210 through 297, this BACT determination is based on the maximum degree of reduction of each pollutant emitted which the Department, on a case by case basis, taking into account energy, environmental and economic impacts, and other costs, determines is achievable through application of production processes and available control methods, systems and techniques. In addition, the regulations require that in making the BACT determination the Department shall give consideration to:

- (a) Any Environmental Protection Agency determination of Best Available Control Technology pursuant to Section 169, and any emission limitation contained in 40 CFR Part 60 (Standards of Performance for New Stationary Sources) or 40 CFR Part 61 (National Emission Standards for Hazardous Air Pollutants).
- (b) All scientific, engineering and technical material and other information available to the Department.
- (c) The emission limiting standards or BACT determinations of any other State.
- (d) The social and economic impact of the application of such technology.

The EPA currently stresses that BACT should be determined using the "top-down" approach. The first step in this approach is to

Revised BACT
Seminole Kraft Corp.
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determine for the emission source in question the most stringent control available for a similar or identical source or source category. If it is shown that this level of control is technically or economically infeasible for the source in question, then the next most stringent level of control is determined and similarly evaluated. This process continues until the BACT level under consideration cannot be eliminated by any substantial or unique technical, environmental, or economic objections.

BACT Determination Rationale

BACT review for particulate emissions and sulfur-dioxide are required under F.A.C. Rule 17-296.406. Visible emissions may be regulated as a surrogate parameter for PM/PM₁₀ and have been established at 5% opacity for natural gas fired boilers (10% opacity for No. 2 fuel oil).

For SO₂ emissions from oil firing, only two alternatives exist that would result in stringent SO₂ emissions; using low sulfur content fuel oil or flue gas desulfurization (FGD). EPA has recognized that FGD technology is inappropriate to apply to these combustion units. Sludge would be generated that would have to be disposed of properly, and there would be greatly increased costs associated with the construction and operation of a FGD system. Finally, there is no information in the literature to indicate that FGD has ever been applied to burning distillate oil. This leaves the use of natural gas and low sulfur fuel oil as backup as the best option for this project. Due to the anticipated availability of very low sulfur oil by October 1993, the Department will require the use of No. 2 fuel oil with 0.05% sulfur by weight as BACT.

Details of the Analysis May be Obtained by Contacting:

Preston Lewis, P.E., BACT Coordinator
Department of Environmental Regulation
Bureau of Air Regulation
Twin Towers Office Building
2600 Blair Stone Road
Tallahassee, Florida 32399-2400

Recommended by:

Approved by:

C. H. Fancy, P.E., Chief
Bureau of Air Regulation

Virginia B. Wetherell, Secretary
Dept. of Environmental Regulation

Date 1993

Date 1993

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1 Also wish to receive the following services (for an extra fee):

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3 Article Addressed to:
LA Stanley, New York
Seminole Craft Corp.
9469 E. Port Rd.
Jacksonville, FL 32229

4 Article Number:
P 360 528 705

4b Service Type:
 Registered Insured
 Certified COD
 Express Mail Return Receipt for Merchandise

7 Date of Delivery:
4/26/93

5 Signature (Addressee):
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6 Signature (Agent):
[Signature]

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Postage	\$
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TOTAL Postage & Fees	\$
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