

Jeb Bush
Governor

Department of Environmental Protection

Twin Towers Office Building
2600 Blair Stone Road
Tallahassee, Florida 32399-2400

David B. Struhs
Secretary

May 20, 2002

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Florida Gas Transmission Company
1400 Smith Street
Houston, TX 77002

Authorized Representative:

Mr. Danny Pribble, V.P. of Operations

Re: Florida Gas Transmission Company - Santa Rosa Compressor Station No. 12
2nd Extension of Air Construction Permit Expiration Date
Air Permit No. 1130037-003-AC

Dear Mr. Pribble:

On May 15, 2002, Florida Gas Transmission Company (FGTC) requested an extension of the expiration date of air construction Permit No. 1130037-003-AC for the Santa Rosa Compressor Station No. 12 located north of Munson on Highway 191, approximately 5 miles north of Highway 4 in Santa Rosa County, Florida. FGTC requests the additional time to complete construction, perform the required tests and submit a timely Title V operation permit. Specifically, FGTC requests additional time to complete shakedown of the Pignone Model PGT-10B gas turbine (Unit No. 1208) to ensure its capability of operation at the manufacturer's rated capacity. The Department approves this request.

The expiration date is hereby extended from **October 1, 2002** to **April 1, 2003** to provide the necessary time to complete construction, testing and submittal of a complete application for a Title V air operation permit. This permitting action does not authorize any new construction. A copy of this letter shall be filed with the referenced permit and shall become part of the permit. This permitting decision is issued pursuant to Chapter 403, Florida Statutes.

A person whose substantial interests are affected by the proposed permitting decision may petition for an administrative proceeding (hearing) under Sections 120.569 and 120.57 of the Florida Statutes (F.S.). The petition must contain the information set forth below and must be filed (received) in the Office of General Counsel of the Department at 3900 Commonwealth Boulevard, Mail Station #35, Tallahassee, Florida, 32399-3000. Petitions filed by the permit applicant or any of the parties listed below must be filed within fourteen (14) days of receipt of this notice of intent. Petitions filed by any persons other than those entitled to written notice under section 120.60(3), F.S., must be filed within fourteen (14) days of publication of the public notice or within fourteen (14) days of receipt of this notice of intent, whichever occurs first. Under Section 120.60(3), F.S., however, any person who asked the Department for notice of agency action may file a petition within fourteen (14) days of receipt of that notice, regardless of the date of publication. A petitioner shall mail a copy of the petition to the applicant at the address indicated above at the time of filing. The failure of any person to file a petition within the appropriate time period shall constitute a waiver of that person's right to request an administrative determination (hearing) under Sections 120.569 and 120.57, F.S., or to intervene in this proceeding and participate as a party to it. Any subsequent intervention will be only at the approval of the presiding officer upon the filing of a motion in compliance with Rule 28-106.205 of the Florida Administrative Code (F.A.C.)

"More Protection, Less Process"

Printed on recycled paper.

A petition that disputes the material facts on which the Department's action is based must contain the following information: (a) The name and address of each agency affected and each agency's file or identification number, if known; (b) The name, address, and telephone number of the petitioner, the name, address, and telephone number of the petitioner's representative, if any, which shall be the address for service purposes during the course of the proceeding; and an explanation of how the petitioner's substantial interests will be affected by the agency determination; (c) A statement of how and when petitioner received notice of the agency action or proposed action; (d) A statement of all disputed issues of material fact. If there are none, the petition must so indicate; (e) A concise statement of the ultimate facts alleged, including the specific facts the petitioner contends warrant reversal or modification of the agency's proposed action; (f) A statement of the specific rules or statutes the petitioner contends require reversal or modification of the agency's proposed action; and (g) A statement of the relief sought by the petitioner, stating precisely the action petitioner wishes the agency to take with respect to the agency's proposed action.

A petition that does not dispute the material facts upon which the Department's action is based shall state that no such facts are in dispute and otherwise shall contain the same information as set forth above, as required by Rule 28-106.301, F.A.C.

Because the administrative hearing process is designed to formulate final agency action, the filing of a petition means that 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 such final decision of the Department on the application have the right to petition to become a party to the proceeding, in accordance with the requirements set forth above.

Mediation is not available in this proceeding.

In addition to the above, a person subject to regulation has a right to apply for a variance from or waiver of the requirements of particular rules, on certain conditions, under Section 120.542, F.S. The relief provided by this state statute applies only to state rules, not statutes, and not to any federal regulatory requirements. Applying for a variance or waiver does not substitute or extend the time for filing a petition for an administrative hearing or exercising any other right that a person may have in relation to the action proposed in this notice of intent.

The application for a variance or waiver is made by filing a petition with the Office of General Counsel of the Department, 3900 Commonwealth Boulevard, Mail Station #35, Tallahassee, Florida 32399-3000. The petition must specify the following information: (a) The name, address, and telephone number of the petitioner; (b) The name, address, and telephone number of the attorney or qualified representative of the petitioner, if any; (c) Each rule or portion of a rule from which a variance or waiver is requested; (d) The citation to the statute underlying (implemented by) the rule identified in (c) above; (e) The type of action requested; (f) The specific facts that would justify a variance or waiver for the petitioner; (g) The reason why the variance or waiver would serve the purposes of the underlying statute (implemented by the rule); and (h) A statement whether the variance or waiver is permanent or temporary and, if temporary, a statement of the dates showing the duration of the variance or waiver requested.

The Department will grant a variance or waiver when the petition demonstrates both that the application of the rule would create a substantial hardship or violate principles of fairness, as each of those terms is defined in Section 120.542(2), F.S., and that the purpose of the underlying statute will be or has been achieved by other means by the petitioner.

Persons subject to regulation pursuant to any federally delegated or approved air program should be aware that Florida is specifically not authorized to issue variances or waivers from any requirements of any such federally delegated or approved program. The requirements of the program remain fully enforceable by the Administrator of the EPA and by any person under the Clean Air Act unless and until the Administrator separately approves any variance or waiver in accordance with the procedures of the

federal program.

This permitting decision is final and effective on the date filed with the clerk of the Department unless a petition is filed in accordance with the above paragraphs or unless a request for extension of time in which to file a petition is filed within the time specified for filing a petition pursuant to Rule 62-110.106, F.A.C., and the petition conforms to the content requirements of Rules 28-106.201 and 28-106.301, F.A.C. Upon timely filing of a petition or a request for extension of time, this action will not be effective until further order of the Department.

Any party to this permitting decision (order) has the right to seek judicial review of it under Section 120.68, F.S., by filing a notice of appeal under Rule 9.110 of the Florida Rules of Appellate Procedure with the clerk of the Department of Environmental Protection in the Office of General Counsel, Mail Station #35, 3900 Commonwealth Boulevard, Tallahassee, Florida, 32399-3000, and by filing a copy of the notice of appeal accompanied by the applicable filing fees with the appropriate District Court of Appeal. The notice must be filed within thirty (30) days after this order is filed with the clerk of the Department.

Executed in Tallahassee, Florida.



Howard L. Rhodes, Director
Division of Air Resources Management

CERTIFICATE OF SERVICE

The undersigned duly designated deputy agency clerk hereby certifies that this order was sent by certified mail (*) and copies were mailed by U.S. Mail before the close of business on 5/23/02 to the person(s) listed:

Mr. Danny Pribble, FGTC*
Mr. Jim Thompson, FGTC
Mr. Kevin McGlynn, McGlynn Consulting Co.

Mr. V. Duane Pierce, AQMcS
Ms. Sandra Veazey, NWD

Clerk Stamp

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

Victoria Gibson May 23, 2002
(Clerk) (Date)



Florida Gas Transmission Company

Capital Projects Field Office, 111 Kelsey Lane, Ste. A., Tampa, FL 33619
813.655.7441 / 800.381.1477

May 10, 2002

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Mr. Jeff Koerner, P.E.
New Source Review Section
Bureau of Air Regulation
Florida Department of Environmental Protection
Twin Towers Office Bldg.
2600 Blairstone Road
Tallahassee, FL 32399-2400

RECEIVED

MAY 15 2002

BUREAU OF AIR REGULATION

Reference: Permit No. 1130037-003-AC
FGT Compressor Station No. 12, Santa Rosa County

Permit No. 0390029-003-AC
Compressor Station No. 14, Gadsden County

Dear Mr. Koerner:

Subject: Extension of Construction Permit Expiration

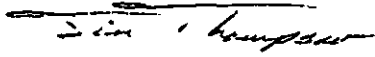
The above referenced construction permits have extended expiration dates of October 1, 2002. It will not be possible for Florida Gas Transmission Company (FGT) to complete the modifications to these facilities, perform the required initial emissions compliance tests and apply for a Title V operating permit at least 90 days before their expiration dates.

The initial emissions tests that were scheduled for Engine Nos. 1208 and 1408 at the above referenced facilities have been delayed due to continuing problems with engine performance. All four of the Nuovo Pignone PGT-10B turbines that Florida Gas Transmission Company has purchased are still having problems. This includes not being able to reach their normal operating capacity of 15,700 bhp ISO. Several manufacturer representatives are currently working to resolve these problems. It is anticipated that all problems will be resolved and emissions testing can be completed by July 1, 2002.

FGT requests another 90-day extension to both of the referenced construction permits in order to complete construction, perform the required initial emissions performance tests and to submit applications for the Title V operating permits.

If you have any questions or need additional information, please call me at (800) 381-1477 or Dr. Duane Pierce at (281) 373-5365.

Sincerely,

A handwritten signature in black ink that reads "Jim Thompson". The signature is written in a cursive style and is positioned above the typed name.

Jim Thompson
Project Manager, Environmental

ATTACHMENTS

CC: Frank Diemont
Jake Krautsch
Duane Pierce
CS 12
CS 14

Florida Department of
Environmental Protection

Memorandum

TO: Howard Rhodes
THRU: Clair Fancy *CAF*
Al Linero *AL*
FROM: Jeff Koerner *JK*
DATE: May 20, 2002
SUBJECT: Florida Gas Transmission Company - Santa Rosa Compressor Station No. 12
Extension of Air Construction Permit Expiration Date
Air Permit No. 1130037-003-AC

Attached for your approval and signature is a permit modification that extends the permit expiration date for the above referenced project. This is the second extension for this permit. The requests have been the direct result of problems with the Pignone PGT-10B gas turbine attaining the manufacturer's rated capacity, which has caused delays in the testing schedule.

Day 74 is July 27, 2002. I recommend your approval and signature.

Attachments

CHF/AAL/jfk



Florida Gas Transmission Company

Capital Projects Field Office, 111 Kelsey Lane, Ste. A., Tampa, FL 33619
813.655.7441 / 800.381.1477

May 10, 2002

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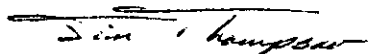
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Jim Thompson
Project Manager, Environmental

ATTACHMENTS

CC: Frank Diemont
Jake Krautsch
Duane Pierce
CS 12
CS 14

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Write your name and address on the reverse of this card to be returned to you. Attach this card to the back of the mailpiece, on the front if space permits.

Article Addressed to:

Mr. Danny Pribble
 Vice President of Operations
 Florida Gas Transmission Company
 P.O. Box 1188
 Houston, TX 77251

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) *D. W. Pratt* B. Date of Delivery **MAY 28 2002**

C. Signature *D. W. Pratt* Agent Addressee

D. Is delivery address different from item 1? Yes No
 If YES, enter delivery address below:

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merc
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee)

7001 0320 0001 3692 8741

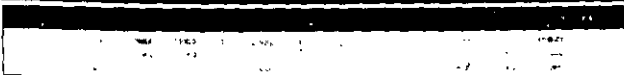
PS Form 3811, July 1999

Domestic Return Receipt

1025

**U.S. Postal Service
 CERTIFIED MAIL RECEIPT
 (Domestic Mail Only; No Insurance Coverage Provided)**

7001 0320 0001 3692 8741



Postage	\$	Postmark Here
Certified Fee		
Return Receipt Fee (Endorsement Required)		
Restricted Delivery Fee (Endorsement Required)		

Total Postage Mr. Danny Pribble
 Sent To Vice President of Operations
 Florida Gas Transmission Company
 Street, Apt. No., or PO Box No. P.O. Box 1188
 City, State, Zip. Houston, TX 77251

PS Form 3800, January 2001

See Reverse for Instructions