

**STATE OF MISSISSIPPI
AND FEDERALLY ENFORCEABLE
AIR POLLUTION CONTROL
PERMIT**

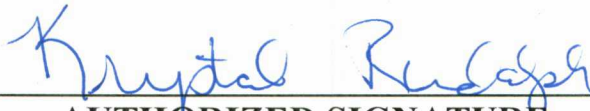
**TO OPERATE AIR EMISSIONS EQUIPMENT AT A
SYNTHETIC MINOR SOURCE**

THIS CERTIFIES THAT

Venture Oil and Gas Inc, Stringer 8-11 Number 1 Tank Battery
Well Road off of County Road 7
Taylorsville, Mississippi
Smith County

has been granted permission to operate air emissions equipment in accordance with emission limitations, monitoring requirements and conditions set forth herein. This permit is issued in accordance with the Federal Clean Air Act and the provisions of the Mississippi Air and Water Pollution Control Law (Section 49-17-1 et. seq., Mississippi Code of 1972), the regulations and standards adopted and promulgated thereunder, and the State Implementation Plan for operating permits for synthetic minor sources.

MISSISSIPPI ENVIRONMENTAL QUALITY PERMIT BOARD



AUTHORIZED SIGNATURE

MISSISSIPPI DEPARTMENT OF ENVIRONMENTAL QUALITY

Issued: MAR 21 2019

Permit No.: 2500-00094

Effective Date: As specified herein.

Expires: FEB 29 2024

Section 1.

A. GENERAL CONDITIONS

1. This permit is for air pollution control purposes only.
(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.1.D.)
2. This permit is a Federally-approved permit to operate a synthetic minor source as described in 11 Miss. Admin. Code Pt. 2, R. 2.4.D.
(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.4.D.)
3. Any activities not identified in the application are not authorized by this permit.
(Ref.: Miss. Code Ann. 49-17-29 1.b)
4. The knowing submittal of a permit application with false information may serve as the basis for the Permit Board to void the permit issued pursuant thereto or subject the applicant to penalties for constructing or operating without a valid permit.
(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(5).)
5. The issuance of a permit does not release the permittee from liability for constructing or operating air emissions equipment in violation of any applicable statute, rule, or regulation of state or federal environmental authorities.
(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(7).)
6. It shall not be a defense for a permittee in an enforcement action that it would have been necessary to halt or reduce the permitted activity in order to maintain compliance with the conditions of this permit unless halting or reducing activity would create an imminent and substantial endangerment threatening the public health and safety of the lives and property of the people of this state.
(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(15)(a).)
7. The issuance of this permit does not convey any property rights in either real or personal property, or any exclusive privileges, nor does it authorize any injury to private property or any invasion of personal rights, nor any infringement of Federal, State or local laws or regulations.
(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(15)(c).)
8. The permittee shall allow the Mississippi Department of Environmental Quality Office of Pollution Control and the Mississippi Environmental Quality Permit Board and/or their authorized representatives, upon the presentation of credentials:

- a. To enter upon the permittee's premises where an air emission source is located or in which any records are required to be kept under the terms and conditions of this permit, and
- b. At reasonable times to have access to and copy any records required to be kept under the terms and conditions of this permit; to inspect any monitoring equipment or monitoring method required in this permit; and to sample any air emission.

(Ref.: Miss. Code Ann. 49-17-21)

9. Except for data determined to be confidential under the Mississippi Air & Water Pollution Control Law, all reports prepared in accordance with the terms of this permit shall be available for public inspection at the offices of the Mississippi Department of Environmental Quality Office of Pollution Control.

(Ref.: Miss. Code Ann. 49-17-39)

10. Nothing herein contained shall be construed as releasing the permittee from any liability for damage to persons or property by reason of the installation, maintenance, or operation of the air cleaning facility, or from compliance with the applicable statutes of the State, or with local laws, regulations, or ordinances.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(7).)

11. The provisions of this permit are severable. If any provision of this permit, or the application of any provision of this permit to any circumstances, is challenged or held invalid, the validity of the remaining permit provisions and/or portions thereof or their application to other persons or sets of circumstances, shall not be affected thereby.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.1.D(7).)

12. This permit does not authorize a modification as defined in Regulation 11 Miss. Admin. Code Pt. 2, Ch.2., "Permit Regulations for the Construction and/or Operation of Air Emission Equipment." A modification may require a Permit to Construct and a modification of this permit. Modification is defined as "Any physical change in or change in the method of operation of a facility which increases the actual emissions or the potential uncontrolled emissions of any air pollutant subject to regulation under the Federal Act emitted into the atmosphere by that facility or which results in the emission of any air pollutant subject to regulation under the Federal Act into the atmosphere not previously emitted. A physical change or change in the method of operation shall not include:

- a. Routine maintenance, repair, and replacement;
- b. Use of an alternative fuel or raw material by reason of an order under Sections 2(a) and (b) of the Federal Energy Supply and Environmental Coordination Act of 1974

- (or any superseding legislation) or by reason of a natural gas curtailment plan pursuant to the Federal Power Act;
- c. Use of an alternative fuel by reason of an order or rule under Section 125 of the Federal Act;
 - d. Use of an alternative fuel or raw material by a stationary source which:
 - (1) The source was capable of accommodating before January 6, 1975, unless such change would be prohibited under any federally enforceable permit condition which was established after January 6, 1975, pursuant to 40 CFR 52.21 or under regulations approved pursuant to 40 CFR Part 51, Subpart I, or 40 CFR 51.166; or
 - (2) The source is approved to use under any permit issued under 40 CFR 52.21 or under regulations approved pursuant to 40 CFR Part 51, Subpart I, or 40 CFR 51.166;
 - e. An increase in the hours of operation or in the production rate unless such change would be prohibited under any federally enforceable permit condition which was established after January 6, 1975, pursuant to 40 CFR 52.21 or under regulations approved pursuant to 40 CFR Part 51, Subpart I or 40 CFR 51.166; or
 - f. Any change in ownership of the stationary source.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.1.C(15).)

B. GENERAL OPERATIONAL CONDITIONS

- 1. Should the Executive Director of the Mississippi Department of Environmental Quality declare an Air Pollution Emergency Episode, the permittee will be required to operate in accordance with the permittee's previously approved Emissions Reduction Schedule or, in the absence of an approved schedule, with the appropriate requirements specified in Regulation, 11 Miss. Admin. Code Pt. 2, "Regulations for the Prevention of Air Pollution Emergency Episodes" for the level of emergency declared.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.10.)

- 2. Any diversion from or bypass of collection and control facilities is prohibited, except as provided for in 11 Miss. Admin. Code Pt. 2, R. 1.10., "Air Emission Regulations for the Prevention, Abatement, and Control of Air Contaminants."

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 1.10.)

- 3. Solids removed in the course of control of air emissions shall be disposed of in a manner such as to prevent the solids from becoming windborne and to prevent the materials from entering State waters without the proper environmental permits.

(Ref.: Miss. Code Ann. 49-17-29 1.a(i and ii))

4. Except as otherwise specified herein, the permittee shall be subject to the following provisions with respect to upsets, startups, and shutdowns.

a. Upsets

- (1) For an upset defined in 11 Miss. Admin. Code Pt. 2, R. 1.2., the Commission may pursue an enforcement action for noncompliance with an emission standard or other requirement of an applicable rule, regulation, or permit. In determining whether to pursue enforcement action, and/or the appropriate enforcement action to take, the Commission may consider whether the source has demonstrated through properly signed contemporaneous operating logs or other relevant evidence the following:
 - (i) An upset occurred and that the source can identify the cause(s) of the upset;
 - (ii) The source was at the time being properly operated;
 - (iii) During the upset the source took all reasonable steps to minimize levels of emissions that exceeded the emission standard or other requirement of an applicable rule, regulation, or permit;
 - (iv) That within 5 working days of the time the upset began, the source submitted a written report to the Department describing the upset, the steps taken to mitigate excess emissions or any other noncompliance, and the corrective actions taken and;
 - (v) That as soon as practicable but no later than 24 hours of becoming aware of an upset that caused an immediate adverse impact to human health or the environment beyond the source boundary or caused a general nuisance to the public, the source provided notification to the Department.
- (2) In any enforcement proceeding by the Commission, the source seeking to establish the occurrence of an upset has the burden of proof.
- (3) This provision is in addition to any upset provision contained in any applicable requirement.
- (4) These upset provisions apply only to enforcement actions by the Commission and are not intended to prohibit EPA or third party enforcement actions.

b. Startups and Shutdowns (as defined by 11 Miss. Admin. Code Pt. 2, R. 1.2.)

- (1) Startups and shutdowns are part of normal source operation. Emission limitations apply during startups and shutdowns unless source specific emission limitations or work practice standards for startups and shutdowns are defined by an applicable rule, regulation, or permit.
- (2) Where the source is unable to comply with existing emission limitations established under the State Implementation Plan (SIP) and defined in this regulation, 11 Mississippi Administrative Code, Part 2, Chapter 1, the Department will consider establishing source specific emission limitations or work practice standards for startups and shutdowns. Source specific emission limitations or work practice standards established for startups and shutdowns are subject to the requirements prescribed in 11 Miss. Admin. Code Pt. 2, R. 1.10.B(2)(a) through (e).
- (3) Where an upset as defined in Rule 1.2 occurs during startup or shutdown, see the upset requirements above.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 1.10.)

5. Compliance Testing: Regarding compliance testing:

- a. The results of any emissions sampling and analysis shall be expressed both in units consistent with the standards set forth in any Applicable Rules and Regulations or this permit and in units of mass per time.
- b. Compliance testing will be performed at the expense of the permittee.
- c. Each emission sampling and analysis report shall include but not be limited to the following:
 - (1) Detailed description of testing procedures;
 - (2) Sample calculation(s);
 - (3) Results; and
 - (4) Comparison of results to all Applicable Rules and Regulations and to emission limitations in the permit.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.6.B(3), (4), and (6).)

C. PERMIT RENEWAL / MODIFICATION / TRANSFER / TERMINATION

6. For renewal of this permit, the applicant shall make application not less than one-hundred eighty (180) days prior to the expiration date of the permit substantiated with current emissions data, test results or reports or other data as deemed necessary by the

Mississippi Environmental Quality Permit Board. If the applicant submits a timely and complete application pursuant to this paragraph and the Permit Board, through no fault of the applicant, fails to act on the application on or before the expiration date of the existing permit, the applicant shall continue to operate the stationary source under the terms and conditions of the expired permit, which shall remain in effect until final action on the application is taken by the Permit Board. Permit expiration terminates the source's ability to operate unless a timely and complete renewal application has been submitted.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.8.)

7. The permittee shall furnish to the DEQ within a reasonable time any information the DEQ may request in writing to determine whether cause exists for modifying, revoking and reissuing, or terminating the permit or to determine compliance with the permit. Upon request, the permittee shall also furnish to the DEQ copies of records required to be kept by the permit or, for information claimed to be confidential, the permittee shall furnish such records to the DEQ along with a claim of confidentiality. The permittee may furnish such records directly to the Administrator along with a claim of confidentiality.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(15)(d).)

8. The permit and/or any part thereof may be modified, revoked, reopened, and reissued, or terminated for cause. Sufficient cause for a permit to be reopened shall exist when an air emissions stationary source becomes subject to Title V. The filing of a request by the permittee for a permit modification, revocation and reissuance, or termination, or of a notification of planned changes or anticipated noncompliance does not stay any permit condition.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(15)(b).)

9. After notice and opportunity for a hearing, this permit may be modified, suspended, or revoked in whole or in part during its term for cause including, but not limited to:
 - a. Persistent violation of any terms or conditions of this permit.
 - b. Obtaining this permit by misrepresentation or failure to disclose fully all relevant facts; or
 - c. A change in federal, state, or local laws or regulations that require either a temporary or permanent reduction or elimination of previously authorized air emission.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.C.)

10. This permit may only be transferred upon approval of the Mississippi Environmental Quality Permit Board.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.16.B.)

SECTION 2 EMISSION POINT DESCRIPTION

The permittee is authorized to construct and operate, upon certification of construction, air emissions equipment, as described in the following table.

| Emission Point | Description |
|--|---|
| AA-000 | Entire Oil and Gas Production Facility |
| AA-001 | Process Control Flare |
| AA-002 | One (1) 165-HP Natural Gas-fired Four Stroke, Rich Burn (4SRB) Engine – emissions from this unit are vented to the atmosphere |
| AA-003 | Facility-Wide Fugitive Emissions |
| AA-004 | One (1) High Pressure Separator – emissions from this unit are routed to and controlled by the process flare (AA-001) |
| AA-005 | One (1) Low Pressure Separator – emissions from this unit are routed to and controlled by the process flare (AA-001) |
| AA-006 | One (1) Heater Treater – emissions from this unit are routed to and controlled by the process flare (AA-001) |
| AA-006a | One (1) 0.5 MMBTU/hr Heater Treater Burner – emissions from this unit are vented to the atmosphere |
| AA-007a ¹ | One (1) 330 Gallon Methanol Storage Tank |
| AA-007b ¹ | One (1) 250 Gallon Anti-Foam Chemical Storage Tank |
| AA-007c ¹ | One (1) 250 Gallon Emulsion Breaker Chemical Storage Tank |
| AA-007d ¹ | One (1) 55 Gallon Corrosion Inhibitor Storage Tank |
| AA-008a | One (1) 21,000 Gallon Crude Oil Storage Tank – emissions from this unit are routed to and controlled by the process flare (AA-001) |
| AA-008b | One (1) 16,800 Gallon Crude Oil Storage Tank – emissions from this unit are routed to and controlled by the process flare (AA-001) |
| AA-008c | One (1) 16,800 Gallon Crude Oil Storage Tank – emissions from this unit are routed to and controlled by the process flare (AA-001) |
| AA-008d | One (1) 16,800 Gallon Crude Oil Storage Tank – emissions from this unit are routed to and controlled by the process flare (AA-001) |
| AA-008e | One (1) 16,800 Gallon Produced Water Storage Tank – emissions from this unit are routed to and controlled by the process flare (AA-001) |
| AA-009a | Oil Loading Operations - emissions from this unit are vented to the atmosphere |
| AA-009b | Produced Water Loading Operations - emissions from this unit are vented to the atmosphere |
| 1. These emission points are expected to produce negligible emissions. They have been included in this table for informational | |

| Emission Point | Description |
|-------------------|----------------|
| | purposes only. |

SECTION 3 EMISSION LIMITATIONS AND STANDARDS

| Emission Point | Applicable Requirement | Condition Number(s) | Pollutant/Parameter | Limitation/Standard |
|----------------|---|---------------------|--|--|
| AA-000 | 11 Miss. Admin. Code Pt. 2, R. 1.3.A. | 3.1 | Opacity | Facility-wide opacity limitations |
| | 11 Miss. Admin. Code Pt. 2, R. 1.3.B. | 3.2 | | |
| | 11 Miss. Admin. Code Pt. 2, R. 2.2.B(10). | 3.3 | VOC | 99.0 tpy |
| | | 3.4 | CO | |
| | | 3.5 | HAPs | 9.0 tpy for any individual HAP 24.0 tpy for all combined HAPs |
| | | 3.6 | Fuel Requirements | Combust only natural gas |
| | 11 Miss. Admin. Code Pt. 2, R. 1.4.B(2). | 3.7 | H ₂ S | One (1) grain per 100 standard cubic feet |
| AA-001 | 11 Miss. Admin. Code Pt. 2, R. 1.3.D(1)(b). | 3.8 | PM/PM ₁₀ (filterable only) | $E = 0.8808 * I^{-0.1667}$ ** <i>Demonstration of compliance through Condition 4.2(c)</i> |
| | 11 Miss. Admin. Code Pt. 2, R. 2.2.B(10). | 3.9 | Control Efficiency | Demonstrate a control efficiency of 98% by operating according to 40 CFR Part 60.18 |
| AA-002 | 11 Miss. Admin. Code Pt. 2, R. 1.3.D(1)(a). | 3.10 | PM/PM ₁₀ (filterable only) | 0.6 lb/MMBTU per hour heat input |
| | 40 CFR Part 63, Subpart ZZZZ - National Emissions Standards for Hazardous Air Pollutants for Stationary Reciprocating Internal Combustion Engines (63.6585(a) and (c)) | 3.11 | VOC | Applicability |
| AA-003 | 40 CFR Part 60, Subpart OOOOa - Standards of Performance for Crude Oil and Natural Gas Facilities for which Construction, Modification or Reconstruction Commenced After September 18, 2015 (60.5365a(i)) | 3.12 | VOC | Applicability |
| | 40 CFR Part 60, Subpart OOOOa (60.5397a(a-g)) | 3.13 | | Develop a fugitive emission monitoring plan |

| Emission Point | Applicable Requirement | Condition Number(s) | Pollutant/Parameter | Limitation/Standard |
|----------------|---|---------------------|--|---|
| | 40 CFR Part 60, Subpart OOOOa (60.5397a(h)) | 3.14 | | Fugitive emission source repair or replacement requirements |
| AA-003 | 40 CFR Part 60, Subpart OOOOa (60.5425a and Table 3 to Subpart OOOOa) | 3.15 | General Provisions | Applicability |
| AA-006a | 11 Miss. Admin. Code Pt. 2, R. 1.3.D(1)(a). | 3.16 | PM/PM ₁₀ (filterable only) | 0.6 lb/MMBTU per hour heat input |
| | 11 Miss. Admin. Code Pt. 2, R. 1.4.A(1). | 3.17 | SO ₂ | 4.8 lb/MMBTU |

- 3.1 For the entire facility (Emission Point AA-000), except as otherwise specified or limited herein, the permittee shall not cause, permit, or allow the emission of smoke from a point source into the open air from any manufacturing, industrial, commercial or waste disposal process which exceeds forty (40) percent opacity. Startup operations may produce emissions which exceed 40% opacity for up to fifteen (15) minutes per startup in any one hour and not to exceed three (3) startups per stack in any twenty-four (24) hour period.
(Ref.: 11 Miss. Admin. Code Pt. 2, R. 1.3.A(1) and (2).)
- 3.2 For the entire facility (Emission Point AA-000), except as otherwise specified or limited herein, the permittee shall not cause, allow, or permit the discharge into the ambient air from any point source or emissions, any air contaminant of such opacity as to obscure an observer's view to a degree in excess of 40% opacity, equivalent to that provided in Condition 3.1. This shall not apply to vision obscuration caused by uncombined water droplets.
(Ref.: 11 Miss. Admin. Code Pt. 2, R. 1.3.B.)
- 3.3 For the entire facility (Emission Point AA-000), the permittee shall limit the emissions of Volatile Organic Compounds (VOC) to no more than 99.0 tons per year for each consecutive 12-month period on a rolling basis.
(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(10).)
- 3.4 For the entire facility (Emission Point AA-000), the permittee shall limit the emissions of Carbon Monoxide (CO) to no more than 99.0 tons per year for each consecutive 12-month period on a rolling basis.
(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(10).)
- 3.5 For the entire facility (Emission Point AA-000), the permittee shall limit the emissions of any individual hazardous air pollutant (HAP) from both sources to no more than 9.0 tpy for each consecutive 12-month period on a rolling basis. The permittee shall limit the emissions of all combined HAPs from both sources to no more than 24.0 tpy for each consecutive 12-month period on a rolling basis.
(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(10).)

- 3.6 For the entire facility (Emission Point AA-000), the permittee shall only combust natural gas in all combustion units operating at the facility.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(10).)

- 3.7 For Emission Point AA-000, the permittee shall not permit the emission of any gas stream which contains hydrogen sulfide (H_2S) in excess of one grain per 100 standard cubic feet. Gas streams containing hydrogen sulfide in excess of one grain per 100 standard cubic feet shall be incinerated at temperatures of no less than 1600 °F for a period of no less than 0.5 seconds or processed in such a manner which is equivalent to or more effective for the removal of hydrogen sulfide.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 1.4.B(2).)

- 3.8 For Emission Point AA-001, the maximum permissible emission of ash and/or particulate matter from fossil fuel burning installations of equal to or greater than 10 MMBTU per hour per heat input shall not exceed an emission rate as determined by the relationship

$$E = 0.8808 * I^{0.1667}$$

where E is the emission rate in pounds per MMBTU per hour heat input and I is the heat input in MMBTU per hour.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 1.3.D(1)(b).)

- 3.9 For Emission Point AA-001, in order to demonstrate a control efficiency of at least 98%, the permittee shall operate the control flare according to the requirements of 40 CFR Part 60 (§60.18(b)) and Condition 4.2 at all times when receiving gas streams.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(10).)

- 3.10 For Emission Point AA-002, the permittee shall limit the particulate emissions from fossil fuel burning installations of less than 10 MMBTU/hr heat input to no more than 0.6 pounds per MMBTU per hour heat input.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 1.3.D(1)(a).)

- 3.11 Emission Point AA-002 is a stationary reciprocating internal combustion engine (RICE) located at an area source of HAPs. As such, this engine is subject to and shall comply with all applicable requirements of 40 CFR Part 63, Subpart ZZZZ - National Emissions Standards for Hazardous Air Pollutants for Stationary Reciprocating Internal Combustion Engines.

(Ref.: 40 CFR 63.6585(a) and (c))

- 3.12 Emission Point AA-003 is the collection of fugitive emissions components from equipment leaks at a well site. As such, this emission point is subject to and shall comply with all applicable requirements of 40 CFR Part 60, Subpart OOOOa - Standards of Performance for Crude Oil and Natural Gas Facilities for which Construction, Modification or Reconstruction Commenced After September 18, 2015.

(Ref.: 40 CFR 60.5365a(i))

- 3.13 For Emission Point AA-003, the permittee shall demonstrate compliance with Subpart OOOOa by monitoring all fugitive emission components, as defined in 40 CFR 60.5430a. For the purposes of this condition, fugitive emissions are defined as: Any visible emission from a fugitive emissions component observed using optical gas imaging or an instrument reading of 500 ppm or greater using Method 21.

The permittee shall develop an emissions monitoring plan that covers the collection of fugitive emissions components within each company-defined area. This monitoring plan shall include the information specified in paragraphs (a) through (h) below:

- (a) The permittee shall conduct an initial monitoring survey within 60 days of the startup of production, as defined in 40 CFR 60.5430a, for each collection of fugitive emissions components at a new well site. A monitoring survey shall be conducted at least semiannually after the initial survey. Consecutive semiannual monitoring surveys must be conducted at least 4 months apart. Each monitoring survey shall observe each fugitive emissions component, as defined in 40 CFR 60.5430a, for fugitive emissions.
- (b) The permittee shall specify the technique used in determining the presence of fugitive emissions (i.e. Method 21 from 40 CFR Part 60, Appendix A-7 or optical gas imaging).
- (c) The permittee shall include the manufacturer and model number of all fugitive emission detection equipment used.
- (d) The permittee shall include the procedures and timeframes for identifying and repairing fugitive emissions components from which fugitive emissions are detected. This includes timeframes for fugitive emission components that are unsafe to repair. At a minimum, the repair schedule shall meet the requirements of Condition 3.14.
- (e) The permittee shall include procedures and timeframes for verifying fugitive emission component repairs.
- (f) The permittee shall specify what records will be kept and the length of time these records will be kept.
- (g) If the permittee utilizes optical gas imaging, the monitoring plan shall include the information specified in subparagraphs (i) through (vii) below:
 - i. Verification that the optical gas imaging equipment is capable of imaging gases in the spectral range for the compound of highest concentration in the potential fugitive emissions. The optical gas imaging equipment must be capable of imaging a gas that is half methane, half propane at a concentration of 10,000 parts per million (ppm) at a flow rate of ≤ 60 grams per hour (g/hr) from a quarter inch diameter orifice. This verification is an initial verification and may either be performed by the facility, by the manufacturer, or by a third party. For the purposes of complying with the fugitives emissions monitoring program with optical gas imaging, a fugitive

emission is defined as any visible emissions observed using optical gas imaging.

- ii. Procedures for a daily verification check.
 - iii. Procedures for determining the permittee's maximum viewing distance from the equipment and procedures for how the permittee will ensure that this distance is maintained.
 - iv. Procedures for determining maximum wind speed during which monitoring can be performed and procedures for how the permittee will ensure monitoring occurs only at wind speeds below this threshold.
 - v. Procedures for conducting surveys, including how the permittee will ensure an adequate thermal background is present in order to view potential fugitive emissions, how the permittee will deal with adverse monitoring conditions, such as wind, and how the permittee will deal with interferences (e.g., steam).
 - vi. Specification of the training and experience needed prior to performing surveys.
 - vii. Procedures for calibration and maintenance. At a minimum, procedures must comply with those recommended by the manufacturer.
- (h) If the permittee utilizes Method 21 from 40 CFR Part 60, Appendix A-7, the monitoring plan shall include the information specified in subparagraphs (i) and (ii) below. For the purposes of complying with the fugitive emissions monitoring program using Method 21 a fugitive emission is defined as an instrument reading of 500 ppm or greater.
- i. Verification that all monitoring equipment meets the requirements specified in Section 6.0 of Method 21 from 40 CFR Part 60, Appendix A-7. For purposes of instrument capability, the fugitive emissions definition shall be 500 ppm or greater methane using a FID-based instrument. If the permittee uses an analyzer other than a FID-based instrument, the permittee shall develop a site-specific fugitive emission definition that would be equivalent to 500 ppm methane using a FID-based instrument (*e.g.*, 10.6 eV PID with a specified isobutylene concentration as the fugitive emission definition would provide equivalent response to your compound of interest).
 - ii. Procedures for conducting surveys. At a minimum, these procedures shall ensure that the surveys comply with the relevant sections of Method 21 from 40 CFR Part 60, Appendix A-7, including Section 8.3.1.

The monitoring plan shall include the information specified in paragraphs (i) through (l) below:

- (i) A site map
- (j) A defined observation path that ensures that all fugitive emissions components are within sight of the path. The observation path must account for interferences.

- (k) If the permittee utilizes Method 21, the plan shall also include a list of fugitive emissions components to be monitored and the method for determining location of fugitive emissions components to be monitored in the field (*e.g.* tagging, identification on a process and instrumentation diagram, etc.).
- (l) The plan shall also include the written plan developed for all of the fugitive emission components designated as difficult-to-monitor in accordance with 40 CFR 60.5397(g)(3)(i) and the written plan for fugitive emission components designated as unsafe-to-monitor in accordance with 40 CFR 60.5397(g)(3)(ii).

(Ref.: 40 CFR 60.5397a(a-g))

3.14 For Emission Point AA-003, each identified source of fugitive emissions shall be repaired or replaced in accordance with paragraphs (a) through (c) below:

- (a) Each identified source of fugitive emissions shall be repaired or replaced as soon as practicable, but no later than 30 calendar days after detection of the fugitive emissions.
- (b) If the repair or replacement is technically infeasible, a well shutdown or well shut-in, or would be unsafe to repair during operation of the unit, the repair or replacement must be completed during the next well shutdown, well shut-in, after an unscheduled, planned or emergency vent blowdown or within 2 years, whichever is earlier.
- (c) Each repaired or replaced fugitive emissions component must be resurveyed as soon as practicable, but no later than 30 days after being repaired, to ensure that there are no fugitive emissions. This survey shall comply with the requirements of subparagraphs (i) through (iv), as applicable:
 - i. For repairs that cannot be made during the monitoring survey when the fugitive emissions are initially found, the operator may resurvey the repaired fugitive emissions components using either Method 21 or optical gas imaging within 30 days of finding such fugitive emissions.
 - ii. For each repair that cannot be made during the monitoring survey when the fugitive emissions are initially found, a digital photograph must be taken of that component or the component must be tagged for identification purposes. The digital photograph must include the date that the photograph was taken, must clearly identify the component by location within the site (*e.g.*, the latitude and longitude of the component or by other descriptive landmarks visible in the picture).
 - iii. If the permittee utilizes Method 21 to resurvey the repaired fugitive emissions components, then the fugitive emissions component is considered repaired when the Method 21 instrument indicates a concentration of less than 500 ppm above background or when no soap bubbles are observed when the alternative screening procedures specified in Section 8.3.3 of Method 21 are used. The permittee shall utilize the Method 21 monitoring

requirements specified in Condition 3.13(h)(ii) or the alternative screening procedures specified in Section 8.3.3 of Method 21.

- iv. If the permittee utilizes optical gas imaging to resurvey the repaired fugitive emissions components, then the fugitive emissions component is considered repaired when the optical gas imaging instrument shows no indication of visible emissions. The permittee shall utilize the optical gas monitoring requirements specified in Condition 3.13(g).

(Ref.: 40 CFR 60.5397a(h))

- 3.15 For Emission Point AA-003, the permittee must comply with the General Provisions of 40 CFR 60.1 through 40 CFR 60.19 except for 40 CFR 60.11.

(Ref.: 40 CFR 60.5425a and Table 3 to Subpart OOOOa)

- 3.16 For Emission Point AA-006a, the permittee shall limit the particulate emissions from fossil fuel burning installations of less than 10 MMBTU/hr heat input to no more than 0.6 pounds per MMBTU per hour heat input.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 1.3.D(1)(a).)

- 3.17 For Emission Point AA-006a, the permittee shall not discharge sulfur oxides from any fuel burning installation in which fuel is burned primarily to produce heat or power by indirect heat transfer in excess of 4.8 pounds per MMBTU heat input (measured as sulfur dioxide).

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 1.4.A(1).)

SECTION 4 WORK PRACTICES

| Emission Point | Applicable Requirement | Condition Number(s) | Pollutant/Parameter | Work Practice |
|---|---|---------------------|---------------------|--|
| AA-000 | 11 Miss. Admin. Code Pt. 2, R. 2.2.B(10). | 4.1 | VOC/HAP | Operate all equipment as efficiently as possible and perform routine maintenance |
| AA-001 | 11 Miss. Admin. Code Pt. 2, R. 2.2.B(10). | 4.2 | VOC/HAP | Control flare operating requirements |
| AA-002 | 40 CFR Part 63, Subpart ZZZZ (63.6603(a) and Item 10 of Table 2d) | 4.3 | Exhaust Emissions | Operating requirements |
| AA-004, AA-005, AA-006, and AA-008a through AA-008e | 11 Miss. Admin. Code Pt. 2, R. 2.2.B(10). | 4.4 | VOC/HAP | Route all produced gas to the flare for control |

- 4.1 For the entire facility (Emission Point AA-000), in order to minimize the emissions of air pollutants, the permittee shall operate all air emissions equipment as efficiently as possible. Furthermore, the permittee shall perform routine maintenance on all air emissions equipment such that the equipment may be operated in an efficient manner.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(10).)

- 4.2 For Emission Point AA-001, the permittee shall operate the control flare according to the requirements specified in paragraphs (a) through (e):

- (a) The control flare shall be operated at all times when emissions may be vented to it.
- (b) The flare shall be operated and maintained according to the manufacturer's recommendations.
- (c) The flare shall be operated with no visible emissions as determined by EPA Method 22, except for periods not to exceed a total of five (5) minutes during any two (2) consecutive hours.
- (d) The permittee shall maintain a flare pilot flame, auto ignitor, or any equivalent device at all times when emissions may be vented to the flare.
- (e) The flare shall only be used with a combustion gas mixture whose net heating value is 300 BTU/scf or greater if the flare is air or steam-assisted. If the flare is non-assisted, the flare shall only be used with a combustion gas mixture whose net heating value is 200 BTU/scf or greater.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(10).)

- 4.3 For Emission Point AA-002, in order to demonstrate compliance with Subpart ZZZZ, the permittee shall maintain the engine according to the following work practices:
- (a) Change oil and filter every 1,440 hours of operation or annually, whichever comes first;
 - (b) Inspect spark plugs every 1,440 hours of operation or annually, whichever comes first, and replace as necessary; and
 - (c) Inspect all hoses and belts every 1,440 hours of operation or annually, whichever comes first, and replace as necessary.

The permittee has the option to utilize an oil analysis program as described in 40 CFR 63.6625(j) in order to extend the oil change required by paragraph (a) above.

(Ref.: 40 CFR 63.6603(a) and Item 10 of Table 2d)

- 4.4 For Emission Points AA-004, AA-005, AA-006, AA-008a, AA-008b, AA-008c, AA-008d, and AA-008e, the permittee shall route all gaseous emissions to Emission Point AA-001 (the process flare)) for control.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(10).)

SECTION 5 MONITORING AND RECORDKEEPING REQUIREMENTS

| Emission Point | Applicable Requirement | Condition Number(s) | Pollutant/Parameter | Monitoring/Recordkeeping Requirement |
|----------------|---|---------------------|---------------------|--|
| AA-000 | 11 Miss. Admin. Code Pt. 2, R. 2.9. | 5.1 | Recordkeeping | Maintain records for a minimum of 5 years. |
| | 11 Miss. Admin. Code Pt. 2, R. 2.2.B(11). | 5.2 | Produced Gas | Perform biennial natural gas analysis |
| | | 5.3 | Recordkeeping | Facility-wide recordkeeping requirements |
| AA-001 | 11 Miss. Admin. Code Pt. 2, R. 2.2.B(11). | 5.4 | VOC/HAP | Control flare monitoring requirements |
| | | 5.5 | | Control flare recordkeeping requirements |
| AA-002 | 40 CFR Part 63, Subpart ZZZZ (63.6625(e)(8)) | 5.6 | VOC | Monitoring requirements |
| | 40 CFR Part 63, Subpart ZZZZ (63.6625(h)) | 5.7 | | Minimize idling time during start-up |
| | 40 CFR Part 63, Subpart ZZZZ (63.6655(a), (d), and (e)) | 5.8 | | Recordkeeping requirements |
| AA-003 | 40 CFR 60, Subpart OOOOa (§60.5410a(j)) | 5.9 | VOC | Demonstration of initial compliance |
| | 40 CFR 60, Subpart OOOOa (§60.5415a(h)) | 5.10 | | Demonstration of continuous compliance |
| | 40 CFR 60, Subpart OOOOa (§60.5420a(c)) | 5.11 | | Recordkeeping requirements |

- 5.1 The permittee shall retain all required records, monitoring data, supporting information and reports for a period of at least five (5) years from the date of the monitoring sample, measurement, report, or application. Support information includes all calibration and maintenance records, all original strip-chart recordings or other data for continuous monitoring instrumentation, and copies of all reports required by this permit. Copies of such records shall be submitted to MDEQ as required by Applicable Rules and Regulations or this permit or upon request.
(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.9.)
- 5.2 The permittee shall perform a biennial natural gas analysis which shall determine the following properties of the gas: hydrogen sulfide concentration, sulfur content, methane concentration (by volume), gross heating value, molecular weight, specific gravity, and speciated VOC components. Additionally, an updated field gas analysis shall be conducted no later than 90 days following the startup of any new wells.
(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(11).)
- 5.3 For the entire facility (Emission Point AA-000), in order to demonstrate compliance with the limitations specified in Section 3, the permittee shall maintain the following records:

- (a) The amount of VOC, CO, individual HAP, and total HAPs emitted, in tons per year, on a monthly basis and for each consecutive 12-month period on a rolling basis. This record shall demonstrate compliance utilizing gas flow measurement, gas analysis, calculations, and any other relevant information.
- (b) The results of the biennial analysis conducted on the produced natural gas specified in Condition 5.2.
- (c) The calculated cubic feet of natural gas burned, as fuel, on a monthly basis.
- (d) The barrels of oil produced on a monthly basis.
- (e) The cubic feet of natural gas produced on a monthly basis.
- (f) The cubic feet of natural gas flared on a monthly basis.
- (g) Records of the monthly visible emission observation on the flare.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(11).)

5.4 For Emission Point AA-001, the permittee shall comply with the following monitoring requirements outlined in paragraphs (a) through (d):

- (a) If the permittee utilizes a pilot flame in the flare, the permittee shall monitor presence of the flare pilot flame by one of the methods described in subparagraphs (i) or (ii) below.
 - i. The use of a thermocouple or any other equivalent device to detect the presence of a flame, or
 - ii. Visual observation of the presence of a flame at least once daily.
- (b) If the permittee utilizes an auto-ignitor in the flare, the permittee shall keep a weekly log showing that the auto-ignitor is activated and operating in a manner such that the gas emissions routed to the flare are controlled.
- (c) The permittee shall perform monthly visual observations of the flare for a minimum of five (5) minutes during operation using EPA Method 22. If smoking is observed, corrective actions shall be taken. To demonstrate compliance with the visible emission limitation in Condition 4.2(c), the permittee shall perform a follow-up visual observation for a period of two (2) hours using EPA Method 22 immediately after the appropriate corrective action(s) has been made.
- (d) In order to demonstrate compliance with Condition 4.2(e), the permittee shall perform a biennial field gas analysis to determine the net heating value of the gas being combusted by the flare.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(11).)

5.5 For Emission Point AA-001, the permittee shall comply with the following recordkeeping requirements outlined in paragraphs (a) through (d):

- (a) The permittee shall keep records of all maintenance performed on the flare in order to operate the flare in accordance with the manufacturer's recommendation.

- (b) The permittee shall maintain hourly records of the thermocouple or equivalent device output demonstrating the presence of a flame in the control flare whenever the flare is in operation or operate an auto-ignition system. If the permittee is complying with the flame detection requirement using the visual observation requirement, then the permittee shall maintain daily records which document that the observation occurred, the date and time of the observation, whether or not the flame was present, and what, if any, corrective actions were taken.
- (c) The permittee shall maintain records of all visual observations, the nature and cause of any visible emissions, any corrective action(s) taken, the date and time when visual observations were conducted and any corrective action(s) was taken.
- (d) The permittee shall maintain records of the biennial field gas analysis performed to determine the net heating value of the gas being combusted.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(11).)

- 5.6 For Emission Point AA-002, in order to demonstrate compliance with Subpart ZZZZ, the permittee shall operate and maintain the engine according to the manufacturer's emission-related written instructions or develop an engine specific maintenance plan which must provide to the extent practicable for the maintenance and operation of the engine in a manner consistent with good air pollution control practice for minimizing emissions.

(Ref.: 40 CFR 63.6625(e)(8), 63.6640(a), and Item 9 of Table 6)

- 5.7 For Emission Point AA-002, the permittee shall minimize the engine's time spent at idle during startup and minimize the engine's startup time to a period needed for appropriate and safe loading of the engine, not to exceed 30 minutes, after which time the emission standards applicable to all times other than startup shall apply.

(Ref.: 40 CFR 63.6625(h))

- 5.8 For Emission Point AA-002, the permittee shall maintain the records outlined in paragraphs (a) through (d) below:

- (a) A copy of each notification and report that was submitted to comply with Subpart ZZZZ, including all documentation supporting any Initial Notification or Notification of Compliance Status that was submitted, according to the requirement in 40 CFR 63.10(b)(2)(xiv).
- (b) Records of the occurrence and duration of each malfunction of operation (i.e., process equipment).
- (c) Records of performance tests and performance evaluations as required in 40 CFR 63.10(b)(2)(viii).
- (d) Records of the required maintenance specified in Condition 5.6 in order to demonstrate that the permittee operated and maintained the engines according to the required maintenance plan.

The permittee shall keep all records in a form suitable and readily available for expeditious review according to 40 CFR 63.10(b)(1). The permittee shall keep each record for 5 years following the date of each occurrence, measurement, maintenance, corrective action, report, or record and shall keep each record readily accessible in hard

copy or electronic form for at least 5 years after the date of each occurrence, measurement, maintenance, corrective action, report, or record, according to 40 CFR 63.10(b)(1).

(Ref.: 40 CFR 63.6655(a, d, and e) and 63.6660)

5.9 For Emission Point AA-003, the permittee shall demonstrate initial compliance with the fugitive emission standards for each collection of fugitive emissions components at a well site by complying with the requirements of paragraphs (a) through (e) below. The initial compliance period begins upon initial startup and ends no later than one (1) year after the initial startup date. The initial compliance period may be less than one full year.

- (a) The permittee shall develop a fugitive emissions monitoring plan as required in Condition 3.13.
- (b) The permittee shall conduct an initial monitoring survey as required in Condition 3.13(a).
- (c) The permittee shall maintain the records specified in Condition 5.11.
- (d) The permittee shall repair each identified source of fugitive emissions for each affected facility as required in Condition 3.14.
- (e) The permittee shall submit the initial annual report for each collection of fugitive emissions components at a well site as required in Condition 6.4.

(Ref.: 40 CFR 60.5410a(j))

5.10 For Emission Point AA-003, the permittee shall demonstrate continuous compliance with the fugitive emission standards for each collection of fugitive emissions components at a well site by complying with the requirements of paragraphs (a) through (d) below:

- (a) The permittee shall conduct periodic monitoring surveys as required in Condition 3.13(a).
- (b) The permittee shall repair or replace each identified source of fugitive emissions as required in Condition 3.14.
- (c) The permittee shall maintain the records specified in Condition 5.11.
- (d) The permittee shall submit annual reports for the collection of fugitive emissions components at a well site as required in Condition 6.4.

(Ref.: 40 CFR 60.5415a(h))

5.11 For Emission Point AA-003, the permittee shall maintain the records identified in 40 CFR 60.7(f) and in all applicable paragraphs of 40 CFR 60.5420a(c)(1) through (c)(16), specifically 40 CFR 5420a(c)(15). All required records must be maintained either on-site or at the nearest local field office for at least five (5) years. Any required records which are submitted electronically via EPA's CDX may be maintained in electronic format.

(Ref.: 40 CFR 60.5420a(c))

SECTION 6 REPORTING REQUIREMENTS

| Emission Point | Applicable Requirement | Condition Number(s) | Reporting Requirement |
|----------------|---|---------------------|--|
| AA-000 | 11 Miss. Admin. Code Pt. 2, R. 2.2.B(11). | 6.1 | Report permit deviations within five (5) working days. |
| | | 6.2 | Submit certified annual monitoring report. |
| | | 6.3 | All documents submitted to MDEQ shall be certified by a Responsible Official or Duly Authorized Representative |
| AA-003 | 40 CFR 60, Subpart OOOOa (§60.5420a(b)) | 6.4 | Reporting requirements |

6.1 Except as otherwise specified herein, the permittee shall report all deviations from permit requirements, including those attributable to upsets, the probable cause of such deviations, and any corrective actions or preventive measures taken. Said report shall be made within five (5) working days of the time the deviation began.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(11).)

6.2 Except as otherwise specified herein, the permittee shall submit a certified annual synthetic minor monitoring report postmarked no later than 31st of January for the preceding calendar year. This report shall address any required monitoring specified in the permit. Specifically, this report shall include the 12-month rolling totals of VOCs, CO, and HAPs, in tons per year, for the previous calendar year. Furthermore, this report shall include the results of the required biennial field gas analysis during the years on which the biennial gas analysis occurs. Where no monitoring data is required to be reported and/or there are no deviations to report, the report shall contain the appropriate negative declaration.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(11).)

6.3 Any document required by this permit to be submitted to the MDEQ shall contain a certification signed by a responsible official or duly authorized representative stating that, based on information and belief formed after reasonable inquiry, the statements and information in the document are true, accurate and complete.

(Ref.: 11 Miss. Admin. Code Pt. 2, R. 2.2.B(11).)

6.4 For Emission Point AA-003, the permittee shall submit annual reports containing the information specified in 40 CFR 60.5420a(b)(1), (b)(7), and (b)(11). The initial annual report is due no later than 90 days after the end of the initial compliance period as determined according to Condition 5.9. Subsequent annual reports are due no later than same date each year as the initial annual report. If the permittee owns or operates more than one affected facility, the permittee may submit one report for multiple affected facilities provided the report contains all of the information required as specified in 40 CFR 60.5420a(b)(1) through (b)(8), as applicable, except as provided in 40 CFR 60.5420a(b)(13). Annual reports may coincide with the annual reports required in

Condition 6.2 as long as all the required elements of the annual report are included. The permittee may arrange with the MDEQ a common schedule on which reports required by this part may be submitted as long as the schedule does not extend the reporting period.

(Ref.: 40 CFR 60.5420a(b))