



**BAY AREA
AIR QUALITY
MANAGEMENT
DISTRICT**

April 18, 2012

Ms. Deborah Jordan
Director, Air Division
United States Environmental Protection Agency
75 Hawthorne Street
San Francisco CA 94105

Dear Ms. Jordan:

This is to advise you that the Bay Area Air Quality Management District is issuing the renewal Major Facility Review Permit for the following facility.

Facility	Facility Name	Application	Permit Engineer	City	County
B1180	Calpine Gilroy Cogen, L.P. and Gilroy Energy Center LLC,	22569	B. Lusher	Gilroy	Santa Clara

ALAMEDA COUNTY
Tom Bates
Scott Haggerty
Jennifer Hosterman
Nate Miley
(Secretary)

CONTRA COSTA COUNTY
John Gioia
(Chairperson)
David Hudson
Mary Piepho
Mark Ross

MARIN COUNTY
Katie Rice

NAPA COUNTY
Brad Wagenknecht

SAN FRANCISCO COUNTY
John Avalos
Edwin M. Lee
Eric Mar

SAN MATEO COUNTY
Carole Groom
Carol Klatt

SANTA CLARA COUNTY
Susan Garner
Ash Kalra
(Vice-Chair)
Liz Kniss
Ken Yeager

SOLANO COUNTY
James Sperring

SONOMA COUNTY
Susan Gorin
Shirlee Zane

Jack P. Broadbent
EXECUTIVE OFFICER/APCO

The 30-day public comment period for the proposed renewal permit ended on March 1, 2012 and the 45-day EPA review period ended on March 16, 2012. The District did not receive comments on the proposed renewal permit from the EPA, ARB, or the public. Calpine did submit comments on the draft permit. Calpine's comments and the District responses to those comments are attached.

Condition No. 14297 requires that S-100 gas turbine, S-101 auxiliary boiler, and S-102 auxiliary boiler be fired on natural gas exclusively. This condition was listed in Section VI of the draft permit, but was not listed in Table IV for each source as an applicable requirement. This has been corrected in the final permit. This correction is considered to be administrative.

The District has decided to issue the renewal permit. The final permit can be viewed and/or downloaded on the BAAQMD website at the following address: <http://www.baaqmd.gov/Divisions/Engineering/Title-V-Permit-Programs/Title-V-Permits.aspx>. We will also send the final permit to you via the Electronic Permit Submittal System. If you have any questions regarding this permit, please call Barry Young, Air Quality Engineering Manager, at (415) 749-4721.

Sincerely yours,

Signed by Jeff McKay for Jack P. Broadbent
Jack P. Broadbent
Executive Officer/Air Pollution Control Officer

Enclosure

H:\Engineering\TITLE V Permit Appls\1 ALL T5 Application Files here\B1180\Renewal 22569\4.0 Final Permit\B1180_Renewal-IssLtr.docx

Spare the Air