

## Appendix A – Examples of Implementation of Alternative NOx Standard

### Example 1: Establish Mass Emission Limit for Alternate NOx Compliance Plan

#### Assumptions:

Data for Pre-1994 Heaters Subject to 9-10-301 (for simplicity, all are assumed to operate at a consistent NOx emission factor and to operate at 100% capacity on each of the 10 baseline days, and all are still in service and subject to Reg. 9-10 at the time of application for the alternate compliance plan):

Heater	Rated Heat Input (MM BTU/hr)	Emission Factor (lb NOx/MM BTU)	Daily Fuel Use (MM BTU)	NOx Emissions (lb)
#1	50	0.080	1200	96
#2	100	0.050	2400	120
#3	150	0.040	3600	144
#4	150	0.040	3600	144
#5	250	0.009	6000	54
<b>Weighted Average (lb NOx/MM BTU)</b>		<b>0.033</b>		
<b>Total (MM BTU)</b>			<b>16800</b>	
<b>Total (lb)</b>				<b>558</b>

#### Calculations

The NOx mass emission limit is: **558 lb/day**.

#### Future Implementation of 9-10-308.3:

If Heater #2 was later replaced (after the alternate compliance plan was approved), the NOx emission limit would become:

$$(558 - 120) \text{ lb NOx/day} = 438 \text{ lb NOx/day}$$

If Heater #5 was later replaced (after the alternate compliance plan was approved), the NOx emission limit would become:

$$(558 - 54) \text{ lb NOx/day} = 504 \text{ lb NOx/day}$$

**Example 2: Establishing Mass Emission Limit for Alternate NOx Compliance Plan (IERC used to comply with 9-10-301)**

**Assumptions:**

The only difference from Example 1 is the higher NOx emission factor at Heater #5 during the 10 baseline days, which makes the daily average NOx emission rate exceed the limit in 9-10-301. The refinery complies under the current rule by the use of Interchangeable Emission Reduction Credits.

Heater	Rated Heat Input (MM BTU/hr)	Emission Factor (lb NOx/MM BTU)	Daily Fuel Use (MM BTU)	NOx Emissions (lb)	Difference between actual daily emissions and emissions @ 0.033 lb NOx/MM BTU (lb)
#1	50	0.08	1200	96	
#2	100	0.05	2400	120	
#3	150	0.04	3600	144	
#4	150	0.04	3600	144	
#5	250	0.025	6000	150	
<b>Total (MM BTU)</b>			<b>16800</b>		
<b>Total (lb)</b>				<b>654</b>	<b>96</b>

**Calculations**

The proposed amendments require that the difference between actual emissions during the baseline period and allowed NOx emissions (daily average of 0.033 lb / MM BTU) be addressed at the time the NOx mass emission limit is set. The difference here is:

$(654 - 558) \text{ lb NOx/day} = 96 \text{ lb NOx/day}$ .

The refinery has 3 options to comply:

- 1) Continue to apply IERC under Reg. 2-9.
- 2) Mitigate the reduction by surrendering NOx ERC at a 1.15 to 1 ratio. The maximum mitigation that can occur is up to the actual emission level, which results in a daily NOx mass limit of 654 lb NOx/day, and requires the following ERC:

$(96 \text{ lb NOx /day})(365 \text{ day})(1.15) = 40,296 \text{ lb NOx} = 20.15 \text{ tons NOx ERC}$

- 3) Improve NOx emissions controls and/or reduce heater use to reduce emissions to no more than 558 lb NOx/day.

### Example 3: Application to Modify or Remove Heater #5

#### Assumptions:

At the time of the application to use the alternative standard, the refinery had already submitted an application for an Authority to Construct that includes modifying heater #5 or removing this heater from service (either circumstance removes the heater from the pre-1994 population). The data from Example 1 is changed to reduce the rated heat input of Heater #5 to zero to show the effect on the overall NOx emission rate:

Heater	Rated Heat Input (MM BTU/hr)	Emission Factor (lb NOx/MM BTU)	Daily Fuel Use (MM BTU)	NOx Emissions (lb)
#1	50	0.08	1200	96
#2	100	0.05	2400	120
#3	150	0.04	3600	144
#4	150	0.04	3600	144
#5	0	0.009	0	0
<b>Total (MM BTU)</b>			<b>10800</b>	
<b>Total (lb)</b>				<b>504</b>

#### Calculations

Because Heater #5 has a lower-than-average NOx emission rate, removing this heater would raise the weighted-average NOx emission rate at the remaining heaters, even though total NOx emissions are reduced, and the resulting emission rate would exceed the limit in 9-10-301. If the refinery remained subject to 9-10-301, it would have to mitigate the resulting increase in NOx emission rate. The proposed amendments require that in this specific situation, the baseline NOx emission limit (558 lb NOx/day from Example 1) be reduced to a level that would comply with 9-10-301:

$$(10800 \text{ MM BTU})(0.033 \text{ lb NOx/MM BTU}) = \mathbf{356 \text{ lb NOx/day}}$$

The allowable emissions are calculated only for the heaters that would remain subject to 9-10-301. The amount is the difference between the NOx emissions allowed (356 lb NOx/day) and the current emissions (504 lb NOx/day):

$$504 \text{ lb NOx/day} - 356 \text{ lb NOx/day} = \mathbf{148 \text{ lb NOx/day}}$$

Example 3 (continued)

The refinery has 3 options to comply:

1) Apply IERC under Reg. 2-9.

2) Surrender NOx ERC at a 1.15 to 1 ratio to mitigate the difference. ERC can be surrendered up to the actual emission level from Example 1, which results in a daily NOx mass limit of 558 lb NOx/day. The following amount of ERC would be required:

$$(148 \text{ lb NOx /day})(365 \text{ day})(1.15) = 62,123 \text{ lb NOx} = 31.06 \text{ tons NOx ERC}$$

3) Improve NOx emissions controls and/or reduce heater use to reduce emissions to no more than 360 lb NOx/day.

**Note: The adjustment in Example 3 is independent of the adjustment in Example 2. If the circumstances in both examples occurred, then both adjustments would be made, and both sets of mitigation options could be used.**