

## Proposed Amended Rule 1118

Control of Emissions from Refinery Flares

THIRD WORKING GROUP

APRIL 27, 2017



#### Agenda

- Introduction and Background
- Overview of Proposed Rule Concepts
- Detailed walkthrough of Proposed Rule Concepts
- Proposed Optical Remote Sensing Pilot Program
- Next Steps
- Comments/Questions



#### SCAQMD

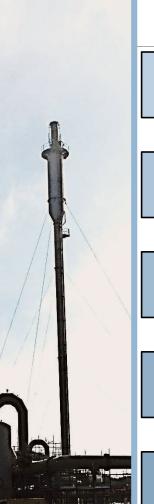
- Multi-County Air Pollution Control Agency
  - ➤ Governed by 13-member Board of local elected and appointed officials



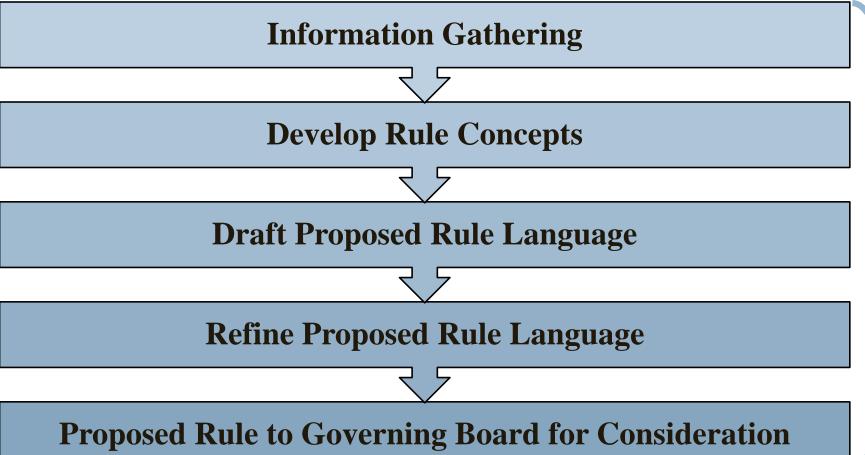


#### Background

- → 1<sup>st</sup> Working Group February 2017
  - Summarized current regulations and recent flaring emissions trends
  - Presented initial draft rule concepts
- > 2<sup>nd</sup> Working Group March 2017
  - Discussed Planned vs. Unplanned Flaring
  - Compared EPA Refinery Sector Rule update with current Rule 1118
- Slides available online:
  <a href="http://www.aqmd.gov/home/regulations/rules/proposed-rules#1118">http://www.aqmd.gov/home/regulations/rules/proposed-rules#1118</a>



## General Overview of Rule Development Process



Stakeholder
Input
Incorporated
Throughout
Entire
Process



#### Key Rule Amendments

- Incorporation of key EPA Refinery Sector Rule updates (e.g., Three Strikes)
- Requirement that facilities prepare Scoping Document
  - Evaluate feasibility of eliminating Planned Flaring
  - Evaluate alternatives to avoid Unplanned Flaring
- Remove \$4 million annual cap on Mitigation Fees
- Update Volatile Organic Compound emission factor
- Update Notification requirements
- Information collected from this rule amendment including Scoping Document would lead to second phase of rulemaking beginning in 2018



#### Draft Rule Language

- (a) Purpose and Applicability
- (b) Definitions
- (c) Requirements
- (d) Performance Targets
- (e) Flare Minimization Plan
- (f) Flare Monitoring and Recording Plan
- (g) Operation, Monitoring, and Recording Requirements
- (h) Recordkeeping
- (i) Notification and Reporting Requirements
- (j) Testing and Monitoring Methods
- (k) Exemptions
- Attachment A Flare Monitoring System Requirements
- Attachment B Guidelines for Calculating Flare Emissions



# Draft Rule Language (a) Purpose and Applicability (b) Definitions

- (a) Purpose and Applicability
  - No Changes
- > (b) Definitions
  - Removed
    - Clean Service Flares, Emergency Service Flares, General Service Flare
  - Added
    - Clean Service Streams, Flare Tip Velocity, Planned Flare Event, Smokeless Capacity
  - Amended
    - Essential Operational Need, Flare, Flare Event, Sampling Flare Event



## Draft Rule Language (c) Requirements

- Removed Deadlines that have already occurred
- ➤ New Maintain Net Heating Value in combustion zone (NHV<sub>CZ</sub>) >270 BTU
  - Consistent with EPA Refinery Sector Rule (RSR), but earlier compliance possible if Revised Flare Monitoring Plan is approved by July 30, 2018
- New − If operating flare below smokeless capacity, Flare Tip Velocity must be below 60 feet/second, or lesser of 400 feet/second or

$$Log_{10}(V_{Max}) = \frac{Net \ Heating \ Value_{Vent \ Gas} + 1,212}{850}$$

- Consistent with EPA RSR
- Amended Specific Cause Analyses now required for flare events above thresholds during start-up/shut-down/turnarounds that result from non-standard operating procedure



- ➤ New Specific Cause Analysis now required if flare events above smokeless capacity and either above flare tip velocity or visible emission limits
- Amended Extensions for Specific Cause Analyses reduced from 30 to 15 days
  - Consistent with EPA RSR 45 day requirement
- New Corrective actions identified in Specific Cause Analysis must be implemented within 45 days or as soon as practicable
  - Consistent with EPA RSR



- New EPA 'Three Strikes' violations
  - One flare event above smokeless capacity and above either visible emission or flare tip velocity limits if caused by operator error
  - Two flare events above smokeless capacity and either visible emission or flare tip velocity limits with same specific cause in any three year period
  - Three flare events above smokeless capacity and either visible emission or flare tip velocity limits with any cause in any three year period
  - Effective date of January 30, 2019
    - Consistent with EPA RSR
    - > Time needed to install flare monitoring instrumentation
  - ➤ Visible emission limits refer to existing Rule 401 and Rule 1118 methods
    - > EPA RSR uses same method as used in Rule 1118



- New − Facilities must submit by February 1, 2018 a Scoping Document to minimize flaring which must include:
  - Planned Flare Events
    - ➤ Evaluation of feasibility of reducing emissions from Planned Flare Events to Performance Targets of 0.1, 0.05, and 0.0 tons SOx/mmbbl
      - Current Performance Target for all flaring events is 0.5 tons SOx/mmbbl
    - ➤ Evaluate cost, technical feasibility, and time constraints to meeting target by January 1, 2021
    - Scoping Document must evaluate two alternatives to achieve each Performance Target



- Scoping Document continued
  - Emergency Flare Events
    - > Evaluation of feasibility of reducing emissions from emergency flare events
      - Acts of war/terrorism and natural disasters excluded
      - > Analyze three alternatives to emergency flaring by January 1, 2021
        - Examples: flare gas recovery system, cogeneration units that can provide backup power, cogeneration units that can utilize all flare gases, steam power backup for power loss, etc.
  - Description of technical design of flares
    - > Scoping Documents expected to contain technical, proprietary information
      - Potential role for third party consultant with expertise to review



#### Draft Rule Language (d) Performance Targets and (e) Flare Minimization Plan

- - Removed Deadlines that have already occurred
  - Removed \$4 million annual cap
    - Only two periods when cap was exceeded (ExxonMobil)
      - > Bypass around flow meter led to under-reporting of flaring emissions
        - Bypass removed from service in 2013
      - February 2015 explosion of Electro-Static Precipitator (ESP) led to substantially modified operations through rest of year
- > (e) Flare Minimization Plan
  - Some details of flare system description removed from (e) and placed into section (c) [Requirements]



#### Draft Rule Language (f) Flare Monitoring and Recording Plan Requirements

- Removed Deadlines that have already occurred
- > Removed Outdated provision regarding alternative sampling QA/QC
- New Added requirement to monitor steam and/or air assist to flare tip
  - Consistent with EPA RSR
- New Facilities must submit a Revised Flare Monitoring Plan by February 1, 2018
  - Plan must incorporate new monitoring requirements from EPA RSR
  - > Plan must be submitted one year before EPA RSR deadline



#### Review of Flare System Monitoring

- Current Monitoring
  - Continuously measure and record flare gases inside flare gas system for:
    - > Flow rate
    - Heating value
    - > Sulfur content
    - > Pilot Flame indicator
- Proposed Monitoring
  - > Flow rate of steam/air assist, pilot gas, and purge gas



#### Draft Rule Language (g) Operation, Monitoring, and Recording Requirements

- Removed Deadlines that have already occurred
- Removed Alternative sampling methods no longer used because continuous monitors now installed
- New − Net Heating Value of Combustion Zone (NHV<sub>CZ</sub>) requirements by January 30, 2019
  - Monitor flare gas with calorimeter (NHV<sub>Vent Gas</sub>)
  - Monitor flare gas, pilot gas, purge gas, and steam/air assist flow rate
  - > Equation must be used to calculate NHV<sub>CZ</sub> using flow rates and NHV<sub>Vent Gas</sub>
- New Increased video refresh rate from once/minute to once/second
  - > Added language to ensure video is suitable for visible emissions monitoring



#### Draft Rule Language (h) Recordkeeping Requirements and (i) Notification and Reporting Requirements

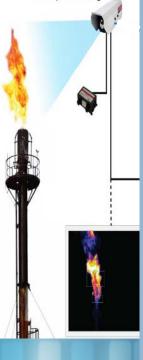
- > (h) Recordkeeping
  - Changed Video recordkeeping increased from 90 days to 5 years
- > (i) Notification and Reporting
  - Removed Deadlines that have already occurred
  - New Facilities required to use web-tool to notify SCAQMD instead of phone
  - New Facilities required to notify SCAQMD of all flare events from emergencies and essential operational needs (except clean service)
    - Notification must indicate if emissions over existing thresholds
    - Existing thresholds will still be used for public notification
  - New Facilities must notify SCAQMD at least 4 hours before planned flare events from a start-up within 48 hours of an unplanned shut-down of that unit
  - New Data collected from new monitors must be reported as soon as available, and no later than January 30, 2019



#### Draft Rule Language (j) Testing and Monitoring Methods and (k) Exemptions

- > (j) Testing and Monitoring Methods
  - Removed Deadlines that have already occurred
  - Removed Outdated alternative sampling of flare gas before current continuous monitoring systems were installed
  - Updated Outdated test methods for alternative sampling for clean service flares
- > (k) Exemptions
  - New Added exemption from 'three strikes' provision in (c) for external causes including power disruptions, natural disasters, and acts of war or terrorism
    - Consistent with EPA RSR







## Flare Optical Remote Sensing Pilot Program

- > Goal of Pilot Program is to evaluate ability of ORS technologies to:
  - Provide more accurate quantification of emissions
  - Provide real-time feedback to operator and potential ability to reduce flaring emissions
- Potential approach
  - Release Request-For-Information regarding commercially available technologies that have already conducted validation studies
  - ➤ If ORS technologies available that meet criteria, then release RFP and work with facilities to conduct Pilot Study
  - If ORS technologies do not have sufficient validation, then develop validation study to test multiple technologies before conducting Pilot Study



#### Next Steps

- Develop final Staff Report and Final PAR 1118 rule language
- Hold Additional Working Group Meetings if necessary
- Public Workshop:

Thursday, May 11, 2017 SCAQMD Headquarters 21865 Copley Drive Diamond Bar, CA 91765 Auditorium 2:00 p.m.

- Stationary Source Committee Meeting May 19, 2017
- Governing Board Meeting (set hearing) June 2, 2017
- Governing Board Meeting (consider for adoption) July 7, 2017



#### Staff Contacts and Rulemaking Materials

> Staff Contacts

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> PAR 1118 Materials available online:

http://www.aqmd.gov/home/regulations/rules/proposed-rules#1118

## Questions / Comments