PETITION FOR VARIANCE BEFORE THE HEARING BOARD OF THE CLEAR OF THE DAY SOUTH COAST AIR QUALITY MANAGEMENT DISTRICT

CILITY ADDRESS: <u>1490 Rubidoux Bivd</u> cation of equipment/site of violation; specify busines	FACILITY ID:195306
CILITY ADDRESS: 1490 Rubidoux Blvd cation of equipment/site of violation; specify busines	
	ss/corporate address, if different, under Item 2, below
y, State, Zip <u>: Jurupa Valley, CA 92509</u>	
selecting)	e box may be checked; see Attachment A, Item 1, before EMERGENCY EX PARTE EMERGENCY
CONTACT: Name, title, company (if different the authorized to receive notices regarding this Petition Leanna East, CalPortland	
Environmental Specialist	Debbie Murphey, CalPortland Associate General Counsel
19409 National Trails Hwy	19409 National Trails Hwy
Oro Grande CA Zip 92368	Oro Grande CA Zip92368
	☎ <u>(626</u>) 852-6293
Fax_()	Fax_()
E-mail_least@calportland.com	E-mail_dmurphey@calportland.com
RECLAIM Permit Yes No	Title V Permit Yes No
Persons with disabilities may request this do the Clerk of the Board at 909-396-2500 or by	cument in an alternative format by contacting v e-mail at <u>clerkofboard@agmd.gov</u> .

[ALL DOCUMENTS FILED WITH CLERK'S OFFICE BECOME PUBLIC RECORD]

4. **GOOD CAUSE:** Explain why your petition was not filed in sufficient time to issue the required public notice. (Required only for Emergency and Interim Variances; see Attachment A, Item 4)

Due to extenuating weather conditions, beginning on January 7, 2025, SoCal Edison (SCE) began notifying that there would be a need for Public Safety Power Shutoffs (PSPS). The initial notification estimated outages over 1/7/25-1/8/25; however, our facility endured outages beyond the estimated timeline provided by SCE. An additional notification was sent on January 20, 2025, with expected outages from 1/20/25-1/23/25. With the Clay Fire in Jurupa Valley starting on January 21, 2025, CalPortland anticipates additional outages and has uncertainty of consistent, stable power due to the extreme winds.

Our Crestmore facility has an emergency generator on-site to maintain power in the event of an electrical outage. The outages have required CalPortland to rely on the emergency generator, causing CalPortland to approach the permitted 200-hours per calendar year. CalPortland is requesting a variance petition in anticipation of exceeding the hour limitation for 2025.

As of 1/23/2025, the emergency generator is currently on and has operated 167-hours, leaving a remaining 33 hours, less than two days of usage, for the remainder of 2025. The longest duration the emergency generator was operated under the mandatory outages is 72 hours and 49 minutes. With this in mind, CalPortland anticipates exceeding the 200-hour limit on January 24, 2025.

CalPortland is applying for the ex-parte emergency variance because the next available hearing appointment date would likely be beyond the 200-hour exceedance. Because the ex-parte is only valid for 30-days, CalPortland is applying for an interim variance to remain in compliance until a hearing for the regular variance is scheduled.

5. Briefly describe the type of business and processes at your facility.

CalPortland manufactures and sells cement and concrete throughout the western part of the United States, bridging and building communities. We supply high quality materials to ensure that our roads, bridges, and other critical infrastructure are safe. At our Crestmore facility, we have an accredited lab that analyzes our product to guarantee our customers are receiving a quality product to build California.

6. List the equipment and/or activity(s) that are the subject of this petition (see Attachment A, Item 6, Example #1). Attach copies of the Permit(s) to Construct and/or Permit(s) to Operate for the subject equipment. For RECLAIM or Title V facilities, attach *only* the relevant sections of the Facility Permit showing the equipment or process and conditions that are subject to this petition. You must bring the entire Facility Permit to the hearing.

Equipment/Activity	Application/ Permit No.	RECLAIM Device No.	Date Application/Plan Denied (if relevant)*
Emergency Generator	G66914	N/A	N/A

^{*}Attach copy of denial letter

7.	Briefly describe the activity or equipment, and why it is necessary or diagram may be attached, in addition to the descriptive text.	to the operation of your business. A schematic
	The Crestmore Laboratory is required to maintain consistent te accreditation, which is critical for CalPortland to continue to prowith temperature and humidity requirements, there are X-ray mathey are not turned off correctly.	vide a safe and quality-assured product. Along
8.	Is there a regular maintenance and/or inspection schedule for this	oguinment? Vee 🖂 N. 🗇
	Describe the maintenance and/or inspection that was performed.	intenance and/or inspection 1/20/2025
	Once a month the generator is turned on to ensure the equipme	ont is stanting and south
	levels, belts and fans are also checked. All maintenance and er	nergency hours are logged. In events of
0	extended outages, the generator is checked more often to ensu	the state of the s
9.	List all District rules, and/or permit conditions [indicating the specifiare seeking variance relief (if requesting variance from Rule 401 of explain how you are or will be in violation of each rule or condition	r permit condition, see Attachment Δ\ Briefly
	Rule	Explanation
	Rule 203(b) Condition No. 4 of facility P/O No. 966914 Due to the anticipated exceedar CalPortland would be in violation	nce of the 200-hour per calendar year limit, n of the condition.
10.	Are the equipment or activities subject to this request currently und	er variance coverage? Yes \(\square \) No \(\square \)
	Case No. Date of Action Final Compliance Date	Explanation
11.	Are any other equipment or activities at this location currently (or w coverage? Yes No 🔀	ithin the last six months) under variance
	Case No. Date of Action Final Compliance Date	Explanation
[YOU M	MAY ATTACH ADDITIONAL PAGES IF NECESSARY]	Page 3 of 12

12,	Were you issued any Notice(s) of Violation or Notice(s) to Comply concerning this equipment or activity within the past year? Yes \square No \boxtimes
	If yes, you must attach a copy of each notice.
13.	Have you received any complaints from the public regarding the operation of the subject equipment or activity within the last six months? Yes No
	If yes, you should be prepared to present details at the hearing.
14.	Explain why it is beyond your reasonable control to comply with the rule(s) and/or permit condition(s). Provide specific event(s) and date(s) of occurrence(s), if applicable.
	SCE shut off power to the Crestmore Laboratory between January 7 and January 15 with additional outages on January 21. Although SCE provided a few notices regarding the shutoffs, the notices have been inconsistent and inaccurate with outages lasting longer than communicated. Due to the extended outages and inconsistencies with the notifications coupled with continued extreme weather conditions, CalPortland is requesting this variance to ensure they are prepared for additional outages and able to perform required maintenance and testing for the remainder of 2025.
15.	When and how did you first become aware that you would not be in compliance with the rule(s) and/or permit condition(s)? Provide specific event(s) and date(s) of occurrence(s).
	From January 7 to January 11 the generator was operating due to a mandatory outage by SCE and on January 11, 2025, CalPortland was notified by SCE that the outages were to continue. On January 14, 2025, the generator had operated for 116-hours. Given that the permit has a limitation of 200-hours, and we were within the first two weeks of the calendar year at the time, Leanna East reached out to South Coast AQMD for guidance.
16.	List date(s) and action(s) you have taken since that time to achieve compliance. That the Petition Form HB-V, and any related instructions, include requirement that the Petitioner include a timeline in suitable, chronological format to address the events, dates, and actions called for by Questions 15 and 16, including the dates of

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[YOU MAY ATTACH ADDITIONAL PAGES IF NECESSARY]

communication with the South Coast AQMD to notify them of the occurrence(s) giving rise to the requested variance.

On January 14, 2025, Leanna East contacted SCAQMD and spoke with Terrence Mann at 5:00 pm. East asked Mann if the Wildfire Executive Order was specific to the whole jurisdiction of SCAQMD, or if it only applied to LA County facilities. The Crestmore Laboratory is located in Riverside County and is not eligible for exemptions granted by the Executive Order. East explained that due to the extreme weather conditions contributing to the devastating fires, the laboratory has been without power and using the generator for an extended period of time. Mann advised East to apply for a variance.

17.	What would be the harm to your business during and/or after the period of the variance if the variance were not pranted?
	granted?

Economic losses: \$Not able to be calculated but significant	
Number of employees laid off (if any):	

Provide detailed information regarding economic losses, if any, (anticipated business closure, breach of contracts, hardship on customers, layoffs, and/or similar impacts).

The Crestmore Laboratory offices 50 employees and is a critical component of CalPortland's operations. The laboratory provides QA/QC services to ensure that the company is delivering consistent, quality products to our customers, which include key infrastructure projects. In addition, the laboratory is the main hub for the company's research and development where they are actively researching ways to make quality products while meeting the state's carbon neutrality goals.

18. Can you curtail or terminate operations in lieu of, or in addition to, obtaining a variance? Please explain.

No, operations are not able to be terminated in lieu of obtaining a variance. Laboratory accreditation is at risk if there is a loss of power. Laboratory services are critical to our operations. Construction projects throughout the state would be delayed or stopped due to the loss of lab accreditation.

19. Estimate excess emissions, if any, on a daily basis, including, if applicable, excess opacity (the percentage of total opacity above 20% during the variance period). If the variance will result in no excess emissions, insert "N/A" here and skip to No. 20.

Pollutant	(A) Total Estimated Excess Emissions (lbs/day)	(B) Reduction Due to Mitigation (lbs/day)	(C)* Net Emissions After Mitigation (lbs/day)
NOx	92.73	N/A	92.73

	СО	12.10	N/A	12.10		
	PM * Column A minus Column B = Column C	0.60	N/A	0.60		
Andrew Control of the	Excess Opacity: %					
20. Show calculations used to estimate quantities in No. 19, or explain why there will be no excess emissions. These calculations are estimated based on the generator specifications and assuming an average of operation per day. This generator operates at lower emissions levels than that which is specified in Condition 8 of P/O No. 966914.						
	The outages are out of our control and vary nor are there daily emission limits.	in duration. To not	e, the permit does	not restrict on daily usage,		
21.	Explain how you plan to reduce (mitigate) excleasible, or why reductions are not feasible. The use of this generator is solely for emerging the use of the automatically powers down of the use of the automatically powers down of the use of the automatically powers.	gency purposes and once SCE restores	d for maintenance	and testing requirements.		
22.	the use of the emergency generator; however operating. Reductions are not feasible due. How do you plan to monitor or quantify emission period, and to make such records available to RECLAIM facilities from applicable missing.	to the uncertainty o on levels from the e the District? Any p	f the mandatory ou equipment or activity	tages.		
	Quantifying the emission levels will be calconour operated in excess of the annual 200-hour levels.	ulated using the eq imit.	uation in #20 abov	e with the number of hours		
How do you intend to achieve compliance with the rule(s) and/or permit condition(s)? Include a detailed description of any equipment to be installed, modifications or process changes to be made, permit condit to be amended, etc., dates by which the actions will be completed, and an estimate of total costs.						
	Due to the extenuating circumstances with e acceptance of this variance submittal by extending is the first year that this occurs, CalPorti	ending the 200-hou	ır limitation set in c	ondition 4 of the permit As		
24.	State the date you are requesting the variance by which you expect to achieve final compliance	to begin:1/2 ee:01/0	4/2025 01/2026	; and the date		
[YOU M	AY ATTACH ADDITIONAL PAGES IF NECESSARY]			Page 6 of 12		

	specifying dates or time increme of Increments of Progress (see A	nts for steps needed	d to achieve comp	e a Schedule bliance. See I	of Increments of Progress, District Rule 102 for definition	
	List Increments of Progress he	ere:				
	N/A.					
25.	List the names of any District per- variance petition or any related N	List the names of any District personnel with whom facility representatives have had contact concerning this variance petition or any related Notice of Violation or Notice to Comply.				
	Terrence Mann (909) 396-	3023	Ext.			
	Rosalinda Diaz (909) 396-				_Ext	
	If the petition was completed by	someone other than	the petitioner, ple	ease provide t	heir name and title below.	
	Leanna East Name	CalPortland Company	Company	Environme Title	ental Specialist	
	The undersigned, under penalty therein set forth, is true and corre	of perjury, states tha	it the above petition		attachments and the items	
	Executed on01/23/2025					
	Signature		Print Name	na East		
	Title: Environmental Specialist					
26. individ followi	SMALL BUSINESS and TABLE I duals, or entities meeting small busing:	II SCHEDULE A FE	ES: To be eligible criterion [see Dist	e for reduced trict Rule 303(fees for small businesses, (h)], you must complete the	
	Dec	laration Re Red	luced Fee Elig	ibility		
	 The petitioner is a) ☐ an individual, or b) ☐ an officer, partner or own authorized to make the 	ner of the petitioner representations set	herein, or a duly a forth herein.	authorized age	ent of the petitioner	
	If you selected 1a, above, sk	cip item 2.				
	 The petitioner is a) ☐ a business that meets the SMALL BUSINESS mear following criteria, or if affil 	ns a business which	is independently	owned and or		
	(b) the total gros	of employees is 10 o s annual receipts ar a not-for-profit traini	e \$500,000 or les ng center.	s or		
	b) \square an entity with total gross	Ol: annual receipts of s	-			
	Therefore, I believe the petition fee calculations, in accordance.	ner qualifies for redu		ose of filing fe	ees and excess emission	
[YOU M	1AY ATTACH ADDITIONAL PAGES IF NECI	` ,			Page 7 of 12	



South Coast Air Quality Management District 21865 Copley Drive, Diamond Bar, CA 91765-4178 PERMIT TO CONSTRUCT/OPERATE

Page 1 Permit No. G66914 A/N 631641

This initial permit must be renewed ANNUALLY unless the equipment is moved, or changes ownership. If the billing for the animal renewal fac (Rule 30)(d)) is not received by the expiration date, contact the District

Legal Owner or Operator:

ID 195306

CALPORTLAND CRESTMORE LABORATORY

19409 NATIONAL TRAILS HWY ORO GRANDE, CA 92368

Equipment Location:

1490 RUBIDOUX BLVD, JURUPA VALLEY, CA 92509

Equipment Description:

Internal Combustion Engine, Caterpillar, Model No. C15, Diesel-Fueled, Lean Burn, Four-Stroke Cycle, Turbocharged, Aftercooled, 6-Cylinder, 762 Bhp, Driving an Emergency Electrical Generator

Conditions:

- 1. Operation of this equipment shall be conducted in accordance with all data and specifications submitted with the application under which this permit is issued unless otherwise noted below.
- This equipment shall be properly maintained and kept in good operating condition at all times.
- An operational non-resettable totalizing time meter shall be installed and maintained to indicate the engine elapsed operating time.
- 4. This engine shall not be operated more than 200 hours in any calendar year, which includes no more than 50 hours in any calendar year for maintenance and testing purposes, and 4.2 hours per calendar month for maintenance and testing purposes.
- 5. The operation of the engine beyond the 50 hours per year allotted for engine maintenance and testing shall be allowed only in the event of a loss of grid power or up to 30 minutes prior to a rotating outage, provided that the electrical grid operator or electric utility has ordered rotating outages in the control area where the engine is located or has indicated that it expects to issue such an order at a certain time, and the engine is located in a utility service block that is subject to the rotating outage. Engine operation shall be terminated immediately after the utility distribution company advises that a rotating outage is no longer imminent or in effect.
- 6. This engine shall not be used as part of a demand response program using an interruptible service contract in which a facility receives a payment or reduced rates in return for reducing its electric load on the grid when requested to do so by the utility or the grid operator.
- 7. This engine shall comply with all applicable requirements of Rule 431.2, Rule 1470, 40 CFR 60 Subpart IIII, and 40 CFR 63 Subpart ZZZZ.
- 8. This engine shall comply with the following emission limits:



South Coast Air Quality Management District 21865 Copley Drive, Diamond Bar, CA 91765-4178 PERMIT TO CONSTRUCT/OPERATE

Page 2 Permit No. G66914 A/N 631641

NMHC + NOx: 4.8 g/bhp-hr CO: 2.6 g/bhp-hr PM: 0.15 g/bhp-hr

- 9. Sulfur content of the diesel fuel supplied to the engine shall not exceed 15 ppm by weight.
- 10. An engine operating log shall be maintained which on a monthly basis shall list all engine operations in each of the following areas:
 - A. Emergency use hours of operation
 - B. Maintenance and testing hours
 - C. Other operating hours (describe the reason for operation)
- 11. On or before January 15th of each year, the operator shall record in the engine operating log the following:
 - A. The total hours of operation for the previous calendar year, and
 - B. The total hours of engine operation for maintenance and testing for the previous calendar year.

Engine operating log shall be retained on site for a minimum of three calendar years and shall be made available to the Executive Officer or representative upon request.



South Coast Air Quality Management District 21865 Copley Drive, Diamond Bar, CA 91765-4178 PERMIT TO CONSTRUCT/OPERATE

Page 3 Permit No. G66914 A/N 631641

NOTICE

In accordance with Rule 206, this Permit to Operate or copy shall be posted on or within 8 meters of the equipment.

This permit does not authorize the emission of air contaminants in excess of those allowed by Division 26 of the Health and Safety Code of the State of California or the applicable Rules and Regulations of the South Coast Air Quality Management District (SCAQMD). This permit cannot be considered as permission to violate existing laws, ordinances, regulations or statutes of other government agencies.

Executive Officer

BY JASON ASPELL/RC14

11/5/2021



January 23, 2025

Rosalinda Diaz SCAQMD Hearing Board 21865 Copley Dr Diamond Bar, CA 91765

Subject:

Petition for Variance

CalPortland Crestmore Laboratory, Permit No. G66914

Dear Ms. Diaz,

CalPortland Company is submitting a Petition for Variance to operate beyond the 200-hour annual operating limit for the Crestmore Laboratory's emergency generator, as outlined in Condition no. 4 of Permit no. G66914. This request is driven by ongoing severe weather events and continued mandatory electrical outages. The Crestmore Laboratory, which is accredited, plays a vital role in providing essential services to ensure the delivery of high-quality products for critical infrastructure projects.

If you need additional information, please contact me at (626) 635-0551.

Sincerely,

Leanna East

Environmental Specialist