

South Coast Air Quality Management District

CEQA Scoping Meeting for the Marathon Los Angeles Refinery Modernization Projects

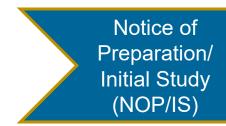
November 18, 2025 5:00 p.m.

ZOOM WEBINAR LINK: https://aqmd.zoomgov.com/j/1614593538 ZOOM WEBINAR ID: 161 459 3538 TELECONFERENCE DIAL-IN: +1 (669) 254 5252 SPANISH (ESPAÑOL) LANGUAGE WEBINAR ID: 161 104 2947

Introduction

- Marathon Los Angeles Refinery (Marathon) is seeking to upgrade multiple equipment units at the Carson and Wilmington Operations
- Marathon will need air permits from South Coast AQMD for the proposed modifications
- Proposed modifications are also subject to the California Environmental Quality Act (CEQA)
- South Coast AQMD is the CEQA lead agency responsible for evaluating the environmental impacts from the proposed projects

Purpose of CEQA Scoping Meeting



- Required because proposed projects are expected to have potentially significant environmental impacts
- Provide an overview of the proposed projects and explain the CEQA process
- Typically held during Notice of Preparation/Initial Study (NOP/IS) comment period
 - NOP/IS for proposed projects released for 34-day public review period from November 5, 2025 to December 9, 2025
- Opportunity for the public, other agencies, and interested parties to find out more about proposed project and to provide suggestions on:
 - Approaches for mitigating impacts
 - Project Alternatives
- Comments at CEQA Scoping Meeting will be considered when preparing Draft EIR

Marathon Los Angeles Refinery

- Tesoro Refining & Marketing Company, LLC, a subsidiary of Marathon Petroleum Corporation, does business as Marathon Los Angeles Refinery (Marathon)
- Refines crude oil to make a variety of petroleum-based products including transportation fuels (i.e., gasoline, diesel fuel, and jet fuel),

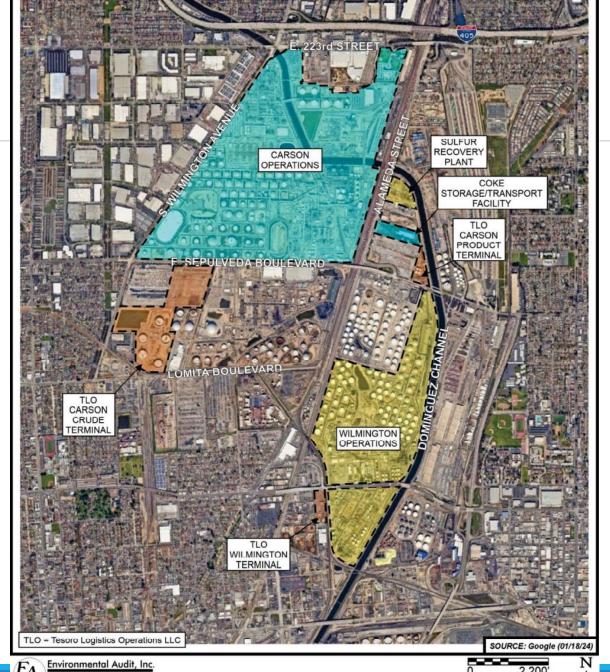
and petroleum coke

Operates 24 hours per day, every day

Location

Marathon Refinery is comprised of:

- Carson Operations at: 2350 223rd St, Carson, CA
- Wilmington Operations at: 2101 E Pacific Coast Highway, Wilmington, CA
- Wilmington Operations Sulfur Recovery Plant (SRP)* at: 23208 S Alameda St, Carson, CA

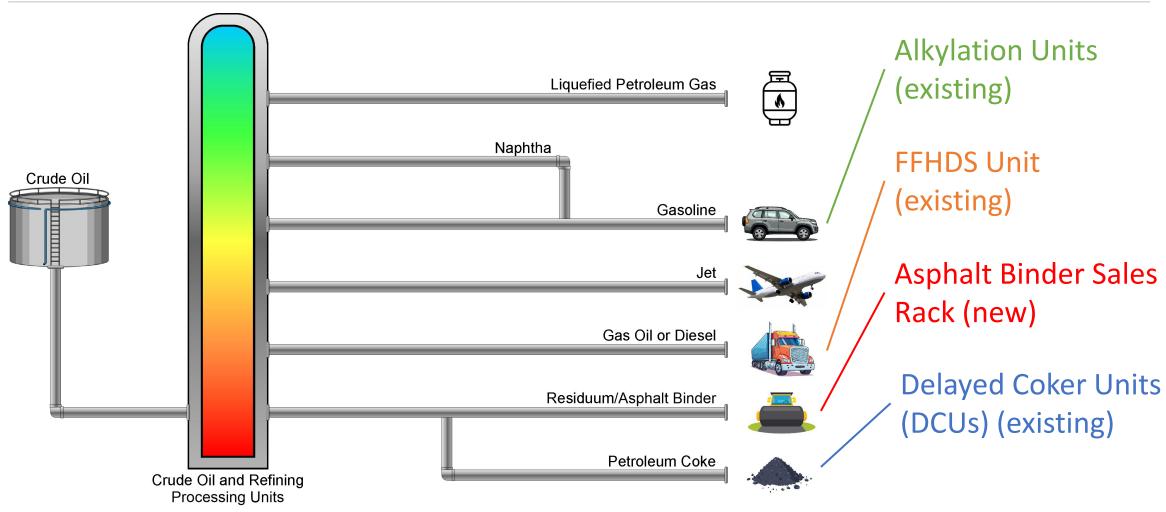


^{*}No modifications are proposed at the SRP

Proposed Projects and Purpose

- 1. Coke Drum Replacement Project
 - Replace equipment at the end-of-useful life
- 2. Asphalt Binder Sales Rack Project
 - Provide asphalt binder to meet market demand
- 3. Fluid Feed Hydrodesulfurization (FFHDS) Unit Modifications Project
 - Enable flexibility to shift between transportation fuel products
- 4. Alkylation (Alkyl) Unit Modifications Project
 - Improve production efficiency of octane-blending components needed for supplying California with gasoline

Processing Units Affected by Proposed Projects



Coke Drum Replacement Project: Delayed Coker Units (DCUs) Background

- DCUs heat heavy hydrocarbons called residuum to remove and reroute lighter hydrocarbons to the fractionator for further processing, leaving petroleum coke solids or coke to be collected
- When the coke drum is full, the coke is:
 - Cooled and broken into smaller pieces with high pressure water
 - Collected underneath the coke drum and routed to storage

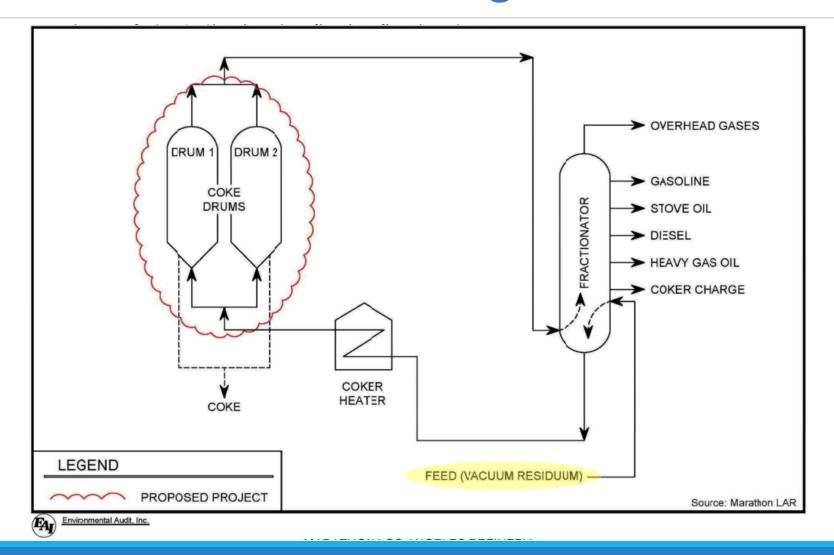


Carson Cokers No. 1 & 2 Units



Wilmington DCU

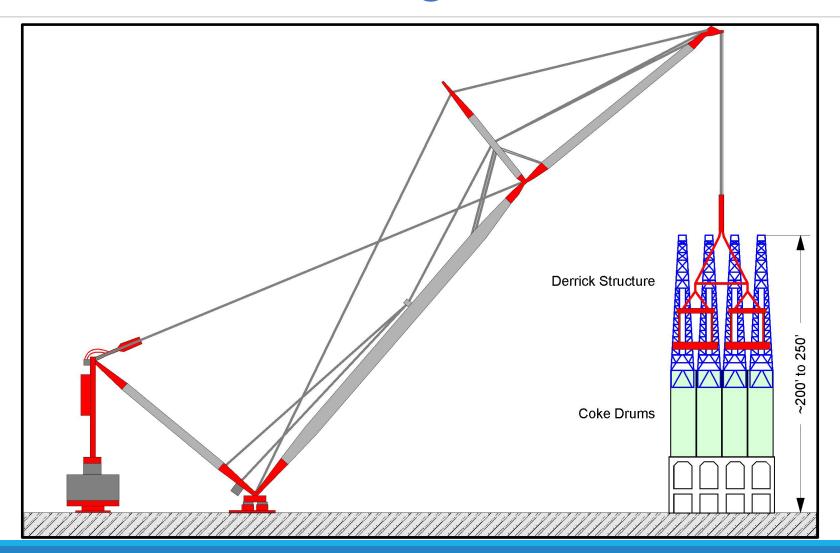
DCU Process Flow Diagram



Coke Drum Replacement Project: Scope

- Replace 10 aging coke drums
 - 1. Wilmington Delayed Coker Unit (DCU) 4 drums
 - 2. Carson No. 1 Coker Unit 4 drums
 - 3. Carson No. 2 Coker Unit 2 drums
- Construction will include:
 - Removing the derrick structure and existing drums via a large crane
 - Installing new drums with same size/capacity in the same footprint
 - Reinstalling the derrick structure above the new coke drums
 - Installing/upgrading instrumentation as needed

DCU Construction Figure



Asphalt Binder Sales Rack Project: Background

- Asphalt is the material used to pave roadways
 - Blend of crushed stone, sand, gravel mixed with asphalt binder
- Asphalt binder is the viscous liquid that holds the aggregate together when making asphalt
 - Can be made from mixing residuum with gasoil



Asphalt Binder Sales Rack Project: Scope

- Providing up to 20,000 barrels per day of asphalt binder for sale by rerouting two existing streams of residuum and gasoil from the No. 52 Vacuum Unit
- Building new loading rack to allow up to 160 trucks per day to receive the asphalt binder
- Construction will include:
 - Modifying up to 3 existing storage tanks
 - Demolishing 1 existing storage building
 - Installing a new truck loading system, with associated piping, and emission control equipment
 - Modifying and/or installing of up to 8 heat exchangers and ancillary piping
 - Installing/upgrading instrumentation, as needed

Fluid Feed Hydrodesulfurization (FFHDS) Unit Modifications Project: Background

- Carson FFHDS removes sulfur compounds from gas oil before it is routed for processing in the Fluidized Catalytic Cracking Unit (FCCU)
 - Hydrogen reacts with the sulfur in the presence of a catalyst to form hydrogen sulfide
 - Treated gas oil has a low sulfur content, allowing the FCCU to operate more efficiently and produce blending components for gasoline
 - Sulfur-based emissions are minimized at the stack

FFHDS Modifications Project: Scope

- Project seeks to increase the amount of hydrogen to increase the amount of sulfur removed from gas oil to improve the quality of gas oil routed to the FCCU (which produces gasoline)
- Additional hydrogen will be routed from other existing processing units
- Construction will include:
 - Replacing existing steam-driven recycle compressor with a new electric recycle compressor
 - Modifying vessel internals,
 - Reconfiguring 2 heat exchangers to improve heat transfer efficiency

Alkylation Units Modification Project: Background and Affected Units

- Project seeks to produce more high-octane, the low vapor pressure blending components for making gasoline
 - Need to produce more alkylate from converting C3/C4 olefins
- Modifications needed for multiple affected units

Units Involved	Function
FCCU	Converts heavy hydrocarbons into lighter, gasoline and diesel- range hydrocarbons, including C3/C4 olefins
Wilmington and Carson Operations Alkylation Units	Receives olefins with 3- & 4-carbon molecules (C3 & C4) from the FCCU and process C3/C4 olefins with sulfuric acid
Carson Operations Alky Merox	Removes sulfur-containing compounds (mercaptans) from C3/C4 olefin feed streams to the Alkylation Unit
Carson Operations C3 Splitter	Separates propanes and propylenes (C3 molecules)

Alkylation Units Modification Project: FCCU

- Construction will include:
 - Modifications to Main Fractionation Column and Gas Plant areas :
 - Revamping/replacing/adding heat exchangers and pumps
 - Modifying vessel internals, ancillary piping, equipment, and instrumentation, as needed
 - No changes to permits of existing equipment
 - No new or modified combustion equipment
 - No changes to feed rate or throughput

Alkylation Units Modification Project: Wilmington Alkylation Unit

- Construction will include:
 - Upgrading coalescing media and mist eliminators
 - Modifying trays and packing in the deisobutanizer and debutanizer columns
 - Installing an economizer vessel
 - Replacing up to 3 pumps and spares (for a total of 6 pumps)
 - Modifying refrigeration system
 - Upgrading ancillary piping, equipment and instrumentation, as needed

Alkylation Units Modification Project: Carson Alkylation Unit / Alky Merox Unit

- Construction to the Carson Alkylation Unit will include:
 - Modifying the refrigeration system (i.e., new chiller or revamping/replacing existing refrigeration compressor)
 - Upsizing existing relief valves on vessels in the acid tank farm
 - Modifying/replacing/adding heat exchangers and pumps
 - Modifying water wash and neutralization systems, vessel internals, ancillary piping, equipment
 - Installing/upgrading instrumentation, as needed
- Construction to the Alky Merox Unit, which will include:
 - Installing a new caustic prewash to operate in parallel with the existing caustic prewash
 - Installing a new extractor in parallel with the existing extractor

Alkylation Units Modification Project: Carson C3 Splitter

- Construction will include:
 - Replacing existing pressure relief valve(PRV) to the flare gas recovery system with a new PRV with a larger diameter

Construction Schedule

Project	Timeline
Coke Drum Replacement Project	
Wilmington DCU	 September 2027 to June 2030
 Carson Coker No. 1 	 November 2027 to March 2031
 Carson Coker No. 2 	 December 2031 to March 2035
Asphalt Binder Sales Rack Project	February 2027 to January 2028
FFHDS Modifications Project	January 2031 to February 2032
Alkylation Units Modification Project	
 Carson Alkyl Unit 	 August 2030 to February 2032
 Wilmington Alkyl Unit 	 June 2030 to June 2031
 Carson FCCU 	 December 2030 to March 2032

CEQA Process

Notice of Preparation/Initial Study (NOP/IS)

- ➤ Evaluates impact on 18 environmental topic areas
- ➤ Identifies potentially significant environmental topic areas to be evaluated in the Draft EIR
- ➤ CEQA Scoping

 Meeting required to seek public input

Draft
Environmental
Impact Report
(EIR)

- Responds to comments on the NOP/IS
- Analyzes potentially significant environmental topic areas, and identifies mitigation measures
- ➤ Analyzes project alternatives

Final EIR

- Responds to comments on the Draft EIR
- ➤ Includes updates to project or analysis, as applicable

Final EIR Certification

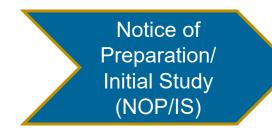
- ➤ Adopts Mitigation, Monitoring, and Reporting Plan
- Adopts Findings and Statement of Overriding Considerations for significant impacts
- Notice of Determination filed and posted

Notice of Preparation/ Initial Study (NOP/IS)



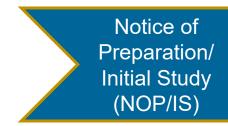
- Chapter 1 provides background information and project description
- Chapter 2 identifies and analyzes environmental resource topics/impacts
- Environmental topic areas identified as potentially significant will be analyzed in the Draft EIR:
 - Air Quality and Greenhouse Gas Emissions
 - Hazards and Hazardous Materials
 - Hydrology and Water Quality Related to Water Demand During Operations
 - Noise During Construction
 - Transportation During Construction
- Environmental topic areas identified as having either less than significant or no impacts:
 - Aesthetics, Agricultural Resources, Biological Resources, Cultural Resources, Energy, Geology and Soils, Land Use and Planning, Mineral Resources, Population and Housing, Public Services, Recreation, Solid and Hazardous Waste, and Wildfires

Notice of Preparation/ Initial Study (NOP/IS)



- NOP/IS released for 34-day public review period from November 5, 2025 to December 9, 2025
- NOP/IS can be accessed online at:
 - South Coast AQMD CEQA webpage https://www.aqmd.gov/home/research/documents-reports/lead-agency-permit-projects
 - Governor's Office of Land Use and Climate Innovation CEQAnet Portal https://ceqanet.lci.ca.gov/2025110170
- Hardcopies can be obtained at South Coast AQMD Headquarters, or by calling 909.396.2039

Notice of Preparation/ Initial Study (NOP/IS)



- Comments on NOP/IS will be considered when preparing Draft EIR
- Comments on the NOP/IS may be submitted to the South Coast AQMD no later than 5:00 p.m. December 9, 2025 to:

By Mail: Attn: Farzaneh Khalaj, Ph.D.

South Coast AQMD

21865 Copley Drive Diamond Bar, CA 91765

By Email: fkhalaj@aqmd.gov

Please note that under the California Public Records Act (Gov. Code Section 7920.000 et seq.) your written and oral comments, attachments, and associated contact information (e.g. your address, phone, email, etc.) become part of the public record and can be released to the public on request or posted on the South Coast AQMD website.

- Draft EIR will include:
 - Descriptions of proposed projects
 - Existing setting/Baseline (physical conditions)
 - Detailed analysis of environmental topic areas identified in NOP/IS as having potentially significant impacts
 - Mitigation measures to eliminate or reduce potentially significant adverse impacts
 - Analysis of feasible alternatives to the proposed projects
 - Analysis of cumulative impacts
 - Copy of the NOP/IS
 - Comments received at CEQA Scoping Meeting and on the NOP/IS with responses
 - Reference materials such as technical studies, calculations, etc.
- Will be released for 45-day public comment review and period

Final EIR



- Final EIR will include:
 - Any changes/updates made to the project after the Draft EIR was released for public review and comment
 - Comments received relative to the Draft EIR and responses to comments received
 - All previous content from the Draft EIR

Final EIR Certification



- Mitigation Monitoring and Reporting Plan, for potentially significant impact areas
- Findings identifying remaining significant adverse impacts after mitigation is applied
- Statement of Overriding Considerations, if the benefits of the proposed projects outweigh any significant adverse impacts
- South Coast AQMD Title V modified permit issued after Final EIR certified

Next Steps

- Comment Period Closes on December 9, 2025, at 5:00 p.m.
- Oral comments made during CEQA Scoping Meeting will be transcribed and responses will be included in Draft EIR
- Written comments received during public comment period and responses will be included in Draft EIR
- Preparation of the Draft EIR ongoing
 - Release date in 2026
 - 45-day public review and comment period
- Marathon required to submit applications for new and modified Permits to Construct
 - Applications and Draft Permits will be subject to review by South Coast AQMD and U.S. EPA

South Coast AQMD Contacts

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