DEPARTMENT OF ENVIRONMENTAL QUALITY AIR QUALITY DIVISION ACTIVITY REPORT: On-site Inspection

N334162235				
FACILITY: DTE Gas Company - Kalkaska Compressor Station		SRN / ID: N3341		
LOCATION: 1250 MichCon Lane, KALKASKA		DISTRICT: Cadillac		
CITY: KALKASKA		COUNTY: KALKASKA		
CONTACT: Karla Shawhan-Bonnee , Manager, Transmission Storage and Operations		ACTIVITY DATE: 02/03/2022		
STAFF: Caryn Owens	COMPLIANCE STATUS: Compliance	SOURCE CLASS: MAJOR		
SUBJECT: On-site scheduled Inspection and Records Review				
RESOLVED COMPLAINTS:				

On Thursday, February 4, 2022, Caryn Owens of the Department of Environment, Great Lakes and Energy (EGLE) - Air Quality Division (AQD) conducted an on-site field inspection of DTE Gas Company (N3341) located at 250 MichCon Lane in Kalkaska Township, Kalkaska County, Michigan. More specifically, the site is located on the south side of MichCon Lane, approximately 1/4 mile east of US-131. The purpose of this inspection was to determine the facility's compliance with Renewable Operating Permit (ROP) MI-ROP-N3341-2016a. This facility is considered a major source due to the potential to emit of nitrogen oxides (NOx) exceeds 100 tons per year, and the potential to emit of any single hazardous air pollutant (HAP) is more than 10 tons per year. I was escorted by Ms. Karla Shawhan-Bonnee during the field inspection. The site is a major source for National Emission Standards for Pollutants (NESHAP) for Stationary Reciprocating Hazardous Air Internal Combustion Engines (40 CFR, Part 63, Subpart ZZZZ – RICE MACT), but there are no applicable Conditions associated with the RICE MACT. Additionally, the site is subject to NESHAP for Major Sources: Industrial, Commercial, and Institutional Boilers and Process Heaters (40 CFR, Part 63, Subpart DDDDD – Boiler MACT). AQD received a ROP Renewal Application for this source on February 4, 2021 which is currently being worked on by AQD's ROP Central Unit.

Evaluation Summary

The activities covered during this full compliance evaluation (FCE) appear to be in compliance with ROP MI-ROP-N3341-2016a. Review of the records for the facility indicates the facility was in compliance with emission limits in accordance with the ROP. No further actions are necessary at this time. Specific permit conditions that were reviewed are discussed below.

Source Description

The compressor station transmits pipeline quality natural gas to other communities around the area through the pipelines. The facility is not involved in the production of natural gas or oil, nor is it involved in the storage or processing of natural gas.

The site consists of three compressors that are powered by three 2,700 horsepower reciprocating engines. The three engines are fueled with pipeline quality natural gas and use lean burn combustion systems that are intrinsically installed to each engine to control emissions. Additionally, there is a natural gas engine and generator set used as backup electrical power in the event power is lost from the primary grid to the site. The facility also contains a process heater for building heat, hot water heaters, and small storage tanks for hydrocarbon liquids, glycol, waste water, and

lubricating oil, and has a small use boiler used for service heating, which is rated 2.93 MMBTU per hour heat input.

The facility is located in a remote area with an electrical transmission facility to the east, the Kalkaska Gas Plant to the North, and wooded land south and west of the site. The facility is located approximately 3 miles southwest of the City of Kalkaska.

On-site Inspection:

During the field inspection it was partly cloudy with wind speeds approximately 10 to 15 miles per hour out of the northeast, and approximately 15 degrees Fahrenheit. The facility was covered in snow, and consisted of: numerous transmission lines; a main compressor building in the central portion of the site; a control room on the northern portion of the site; small utility buildings on the southeastern portion of the site; and a tank battery area containing five above ground storage tanks ranging from 1,000-gallons to approximately 6,000 gallons containing either hydrocarbon liquids, fresh glycol, waste water, and lubricating oil, and an oil water separator tank. The southwestern portion of the site contains three condensers that cool the pipeline gas prior to sending the natural gas to consumers, and a blow-down stack for pipeline maintenace. The facility was surrounded by fencing.

EGLE observed no visible emissions from the lean burn engine stacks, or the cooling towers associated with the stacks. EGLE observed a heat shimmer off engine 2 (EUGMVH2) cooling tower. During the inspection, only EUGMVH2 was operating. No other visible emissions were observed during the field inspection.

EUGMVH2 was operating at 271 revolutions per minute (RPMs), 72 percent torque, 28.6 pounds per square inch (psi) pressure, and 170 degrees Fahrenheit (J. W. Out temperature). The hour meter on the engine was at 149,057 hours. These conditions were similar to AQDs last inspection of the facility from March 4, 2020, where Engine 3 was operating at 271 RPMs, 29.1 psi, and 174 degrees. The engine data is continuously monitored on LCD screens, and the recorded in the control room.

Even though Engines 1 and 3 were not operating during the inspection, Ms. Shawhan -Bonnee displayed the total hours operated for each engine. EUGMVH1 (Engine 1) had 160,381 hours of operation and EUGMVH3 (Engine 3) had 138,303 hours of operation.

The facility is claiming the following exemptions at the facility:

- Approximately 9 natural gas forced air small furnaces that range between 50,000 BTU/hr to 165,000 BTU/hr meets exemption Rule 336.1282(2)(b)(i),
- Approximately 15 unit heaters, 2 water heaters, and a radiant heater that range between 2,500 BTU/hr to 110,000 BTU/hr, meets exemption Rule 336.1282(2)(b)(i),
- A 880 hp 4-stroke, lean-burn backup/emergency generator in case of power failure 336.1285 (2)(g), and
- The above ground storage tanks in the tank battery area meet exemption Rules 336.1284(2) (e) and 336.1284(2)(g).

Records Review:

<u>FGGMVHS:</u> Three Cooper 2,700 HP two-stroke lean burn natural gas-fired reciprocating engines using lean combustion systems that are intrinsically installed

to each engine for emission control. Only the middle engine (EUGMVH2) was operating during the field inspection.

• Emission Limits:

The highest reported emissions from each engine are in the right-hand column in the table below.

Pollutant	Permit Limit	Time Period	Highest Reported Emissions From 3/1/19 – 2/29/20 Or Test Results
1. CO	28.68 tpy	12-month rolling time period determined end of each calendar month	6.11 tpy – EUGMVH1 11.5 tpy – EUGMVH2 8.5 tpy – EUGMVH3
2. CO	7.7 pph	Hourly	5.2 pph – EUGMVH1 4.5 pph – EUGMVH2 4.6 pph – EUGMVH3
3. NOx	52.12 tpy	12-month rolling time period determined end of each calendar month	3.55 tpy – EUGMVH1 7.79 tpy – EUGMVH2 4.96 tpy – EUGMVH3
4. NOx	64.2 pph	Hourly	12.9 pph – EUGMVH1 22.0 pph – EUGMVH2 13.4 pph – EUGMVH3
5. VOC	26.1 tpy	12-month rolling time period determined end of each calendar month	1.72 tpy – EUGMVH1 3.20 tpy – EUGMVH2 2.25 tpy – EUGMVH3
6. VOC	6.0 pph	Hourly	0.9 pph – EUGMVH1 0.8 pph – EUGMVH2 0.9 pph – EUGMVH3

Based on the records reviewed, the facility was within the permitted emission limits. The records are attached for reference.

Material Limits:

There are no applicable material limits for FGGMVHS.

• Process/Operational Parameters:

According to DTE Energy, only sweet natural gas is burned at the facility. Additionally, the engines have not been modified since the previous inspection, and the lean burn combustion system appears to be operating properly.

• Design/Equipment Parameters:

As previously stated, EUGMVH2 was the only engine operating during the inspection. AQD observed that the hours are tracked, and EUGMVH2 was at 149,057 hours. As previously stated, even though Engines 1 and 3 were not operating during the inspection, Ms. Shawhan-Bonnee was able to show me the hours operated for each engine. EUGMVH1 (Engine 1) had 160,381 hours of operation and EUGMVH3 (Engine 3) had 138,303 hours of operation.

• Testing:

Performance testing is completed at least once every five years to verify the emission rates of NOx, CO, and VOCs from each engine. The latest stack test was completed October 16 and 17, 2018. Based on the results of the most recent performance test, the facility was in compliance with the emission limits.

• Monitoring/Recordkeeping:

The facility completes the required calculations for each engine, and records the amount of hours each engine operated on a daily basis. The NOx, CO, and VOC emissions are calculated on a monthly basis and are discussed above under emission limits. The monthly and 12-month rolling time period emissions records are attached.

• <u>Reporting:</u>

During the reporting period the permittee verified all monitoring and associated recordkeeping requirements of the ROP were met and there were no deviations. The semi-annual and annual reports were submitted to EGLE on a timely basis.

During the October 2018 stack testing, AQD performance test protocol and reporting requirements were followed.

• Stack/Vent Restrictions:

Based on visible observations during the field inspection, the stacks EUGMVH1 EUGMVH2, and EUGMVH3 appeared to be in compliance with permitted limits.

• Other Requirements:

There are no "Other Requirements" applicable with FGGMVHS.

<u>FGBOILERS:</u> This incorporates new and existing industrial boilers and process heaters fired by natural gas at a major source of HAPs and subject to 40 CFR Part 63, Subpart A and Subpart DDDDD. The current equipment includes a 2.93 MMBtu per hour boiler for engine jacket and space heating (EUBOILER1) and a 0.5 MMBtu per hour fuel gas heater (EUHEX). There is no pollution control equipment associated with the boilers at the facility covered under FGBOILERS.

• Emission Limits:

There are no applicable emission limits for FGBOILERS.

Material Limits:

There are no applicable material limits for FGBOILERS.

Process/Operational Parameters:

According to DTE Energy, only sweet natural gas is burned at the facility. The boilers associated with FGBOILERS appear to be operated safely and with good air pollution control practices. A tune-up of the Cleaver Brooks Boiler (2.93 mmBTU) had its most recent tune-up on January 12, 2021, and the heat exchanger (0.5 mmBTU) had its recent tune-up was January 12, 2021. The tune -ups are required to be completed every five years.

Design/Equipment Parameters:

There are no applicable design/equipment parameters for FGBOILERS.

• Testing:

There are no applicable testing requirements for FGBOILERS.

Monitoring/Recordkeeping:

The facility keeps the records of the notifications and reports on file in the main office.

• <u>Reporting:</u>

During the reporting period the permittee reported all monitoring and associated recordkeeping requirements of the ROP were met and there were no deviations. The semiannual and annual reports were submitted to EGLE on a timely basis. Additionally, the boilers tune-ups were completed within the 5-year compliance period, and discussions with DTE, the tune-ups will be reported to AQD and CEDRI by March 15, 2022 which would be within the reporting timeframe.

Stack/Vent Restrictions:

There are no applicable stack/vent restrictions were associated with FGBOILERS.

Other Requirements:

The facility is subject to NESHAP for Major Sources: Industrial, Commercial, and Institutional Boilers and Process Heaters (40 CFR, Part 63, Subpart DDDDD – Boiler MACT), and the requirements of this subpart have been addressed in the Conditions above.

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