SAN LUIS OBISPO COUNTY AIR POLLUTION CONTROL DISTRICT

RULE 440 - PETROLEUM COKE CALCINING AND STORAGE OPERATIONS
(Adopted 5/31/2006)

A.   APPLICABILITY
       This rule applies to any facility that produces or stores petroleum coke.

B.   DEFINITIONS
       For the purpose of this rule the following definitions apply:

       1.   "Petroleum Coke": A carbonaceous solid derived from the thermal decomposition of
              petroleum oil.

       2.   "Petroleum Coke Calcining": The processing of petroleum coke through a kiln.

C.   EXEMPTIONS

       1.   The requirements of Section F.2 below are not applicable to a facility that has agreed in
              writing by February 28, 2007 to surrender their permit to calcine coke and cease coke
              calcining by December 31, 2007.

D.   REQUIREMENTS

       1.   Emissions of oxides of sulfur, expressed as sulfur dioxide (SO2), shall be reduced
              by at least eighty percent (80%) by weight. Reductions shall be determined by
              the following: [controlled mass/uncontrolled mass]* 100%
       2.   Open storage of petroleum coke shall not exceed the volume of coke stored on-
              site as of January 1, 2006.
       3.   Coke storage volume shall be determined monthly according to an Air Pollution
              Control Officer (APCO) approved method.

E.   TEST METHODS

       1.   Oxides of sulfur emissions, expressed as sulfur dioxide (SO2), shall be
              determined by ARB Method 100. An alternative source test method may be used
              if approved by the APCO.

F.   COMPLIANCE SCHEDULE
       Any equipment owner or operator subject to the provisions of this rule shall comply with
       the following schedule of increments of progress:

       1.   By November 30, 2006, obtain APCO approval for the coke storage calculation
              method under D.2 and D.3 and meet the requirements of D.2.
       2.   By February 28, 2007, submit to the APCO an application for Authority to
              Construct describing at a minimum the steps that will be taken to achieve
              compliance section D.1 of this rule.
       3.   By May 31, 2008, complete on-site construction of equipment authorized under
              the Authority to Construct.
       4.   By August 31, 2008, meet the requirements of section D.1.