# **Environment Agency**

# Review of an Environmental Permit under the Environmental Permitting (England & Wales) Regulations 2010 (as amended)

# Decision document recording our decision-making process following review of a permit

The Permit number is: EPR/PP3633LM The Operator is: Perenco UK Limited

The Installation is: Central Bacton Gas Terminal

This Variation Notice number is: EPR/PP3633LM/V007

# What this document is about

All Environmental permits which permit the operation of large combustion plant (LCP), as defined by articles 28 and 29 of the Industrial Emissions Directive(IED), need to be varied to implement the special provisions for LCP given in the IED, by the 1 January 2016 (Article 82(3)). The IED makes special provisions for LCP under Chapter III, introducing new Emission Limit Values (ELVs) applicable to LCP, referred to in Article 30(2) and set out in Annex V.

The IED provides a period of transition towards the new ELVs via Article 32, the Transitional National Plan (TNP). It also makes provision for plant that wish to be exempted from compliance with the new ELVs in Article 33, the Limited Life Derogation (LLD). Other derogations include limited operating hour regimes for sites using 500 hr or 1500 hr derogations. There are also options for exemption from emission limits based on operating hours.

The operator has submitted responses to our notices requiring information, issued under regulation 60(1) of the Environmental Permitting Regulations (EPR), which has provided us with information on which compliance route they wish to follow for each LCP. The responses also include specific details relating to each LCP, necessary for accurate implementation the IED requirements. A copy of the regulation 60 notice and the operator's response is available on the public register.

We have reviewed the permit for this installation, including all variations since the last permit consolidation, and referred to the operator's responses to the regulation 60 notices requiring information. This is our decision document, which explains the reasoning for the consolidated variation notice that we have issued.

It explains how we have reviewed and considered the compliance routes and, where relevant, the emissions limits proposed by the Operator for each LCP on the installation. This review has been undertaken with reference to the:

- Chapter III and annex V of the IED
- "IED BAT Non-ESI Review Paper, 28 October 2014" produced by the Environment Agency (referred to as the "2014 Non-ESI BAT review paper" in this document)
- "Electricity Supply Industry IED compliance protocol for Utility Boilers and Gas Turbines", published by the Joint Environmental Programme.

It is our record of our decision-making process and shows how we have taken into account all relevant factors in reaching our position.

As well as implementing the chapter III IED compliance of the installation, the consolidated variation notice takes into account and brings together in a single document all previous variations that relate to the original permit issue. It also modernises the entire permit to reflect the conditions contained in our current generic permit template

The introduction of new template conditions makes the Permit consistent with our current general approach and philosophy and with other permits issued to installations in this sector. Although the wording of some conditions has changed, while others have been deleted because of the new regulatory approach, it does not reduce the level of environmental protection achieved by the Permit in any way. In this document we therefore address only our determination of substantive issues relating to chapter III review .

# How this document is structured

# Glossary

- 1. Our decision
- 2. How we reached our decision
- 3. The legal framework
- 4. Key Issues

#### **GLOSSARY**

Baseload means: (i) as a mode of operation, operating for >4000hrs

per annum; and (ii) as a load, the maximum load under ISO conditions that can be sustained continuously, i.e.

maximum continuous rating

BAT best available techniques

BREF best available techniques reference document

CCGT combined cycle gas turbine

Derogation as set out in Article 15(4) of the IED

Emergency use <500 operating hours per annum

ELV emission limit value set out in either IED or LCPD

FGD flue gas desulphurisation

GT gas turbine

IED Industrial Emissions Directive 2010/75/EC

LCP large combustion plant – combustion plant subject to

Chapter III of IED

LCPD Large Combustion Plant Directive 2001/80/EC

LLD Limited Life Derogation

MCR Maximum Continuous Rating

Mid merit 1500-4000 operating hours per annum

MSUL/MSDL Minimum start up load/minimum shut-down load

OCGT Open Cycle Gas Turbine

Peaking 500-1500 operating hours per annum

Part load operation operation during a 24 hr period that includes loads

between MSUL/MSDL and maximum continuous rating

(MCR)

SCR selective catalytic reduction

SNCR selective non catalytic reduction

# 1 Our decision

We have decided to issue the Variation Notice to the Operator. This will allow it to continue to operate the Installation, subject to the conditions in the Consolidated Variation Notice.

We consider that, in reaching that decision, we have taken into account all relevant considerations and legal requirements and that the varied permit will ensure that a high level of protection is provided for the environment and human health.

The Consolidated Variation Notice contains several conditions that concern the operation of the non-LCP part of the installation taken from our standard Environmental Permit template including the relevant annexes. We developed these conditions in consultation with industry, having regard to the legal requirements of the Environmental Permitting Regulations and other relevant legislation. This document does not therefore include an explanation for these standard conditions. Where they are included in the Notice, we have considered the techniques identified by the operator for the operation of their installation, and have accepted that the details are sufficient and satisfactory to make those standard conditions appropriate. This document does, however, provide an explanation of our use of "tailor-made" or installation-specific conditions, or where our Permit template provides two or more options.

# 2 How we reached our decision

# 2.1 Requesting information relating to the requirements of Chapter III of and Annex V to the IED

We issued a Notice under Regulation 60(1) of the Environmental Permitting (England and Wales) Regulations 2010 (a Regulation 60 Notice) on 31/10/14 requiring the Operator to provide information for each LCP they operate, including:

- The type of plant, size and configuration.
- The proposed compliance route.
- Minimum start up and shut down loads.
- The proposed emission limits and how they accord with the 2014 BAT review paper.

The Regulation 60 Notice response from the Operator was received on 30/03/15.

We considered that the response did not contain sufficient information for us to commence determination of the permit review. We therefore issued a further information request to the Operator. Suitable further information was provided by the Operator on 29/05/15 and 20/11/15.

We considered it was in the correct form and contained sufficient information for us to begin our determination of the permit review

The Operator made no claim for commercial confidentiality. We have not received any information in relation to the Regulation 60 Notice response that appears to be confidential in relation to any party. However, the site is covered by a national security note which covers the site plan.

The site plan is subject to National Security and is therefore not included in the permit. The operator is required to carry on the permitted activities within the site boundary.

# 3 The legal framework

The Consolidated Variation Notice will be issued under Regulations 18 and 20 of the EPR. The Environmental Permitting regime is a legal vehicle which delivers most of the relevant legal requirements for activities falling within its scope. In particular, the regulated facility is:

- an *installation* as described by the IED;
- subject to aspects of other relevant legislation which also have to be addressed.

We consider that, in issuing the Consolidated Variation Notice, it will ensure that the operation of the Installation complies with all relevant legal requirements and that a high level of protection will be delivered for the environment and human health.

We explain how we have addressed specific statutory requirements more fully in the rest of this document.

# Meeting the requirements of the IED

The table below shows how each requirement of the IED has been addressed by the permit conditions.

IED Article Reference	IED requirement	Permit condition	
30(6)	If there is an interruption in the supply of gas, an alternative fuel may be used and the permit emission limits deferred for a period of up to 10 days, except where there is an overriding need to maintain energy supplies. The EA shall be notified immediately.	Not applicable	
32(4)	For installations that have applied to derogate from the IED Annex V emission limits by means of the transitional national plan, the monitoring and reporting requirements set by UK Government shall be complied with.	Not applicable	
33(1)b	For installations that have applied to derogate from the IED Annex V emission limits by means of the Limited Life Derogation, the operator shall submit annually a record of the number of operating hours since 1 January 2016;	Not applicable	
37	Provisions for malfunction and breakdown of abatement equipment including notifying the EA.	2.3.6, 3.1.3, 4.2.2(d), 4.2.5, 4.3.1(d), 4.3.2	
38	Monitoring of air emissions in accordance with Ann V Pt 3	3.5, 3.6	
40	Multi-fuel firing	Not applicable	
41(a)	Determination of start-up and shut-down periods	2.3.5 Schedule 1 Table S1.4	
Ann V Pt 1(1)	All emission limit values shall be calculated at a temperature of 273,15 K, a pressure of 101,3 kPa and after correction for the water vapour content of the waste gases and at a standardised O2 content of 6 % for solid fuels, 3 % for combustion plants, other than gas turbines and gas engines using liquid and gaseous fuels and 15 % for gas turbines and gas engines.	Schedule 6, Interpretation	
Ann V Pt 1	Emission limit values	3.1.2 Schedule 3, Table S3.1	
Ann V Pt 1	For plants operating less than 500 hours per year, record the used operating hours	Not applicable	
Ann V Pt 1(6(1))	Definition of natural gas	Schedule 6, Interpretation	
Ann V Pt 2	Emission limit values	3.1.2 Schedule 3, Table S3.1	
AnnV Pt 3(1)	Continuous monitoring for >100MWth for specified substances	Not applicable	
AnnV Pt 3(2, 3, 5)	Monitoring derogations	3.5.1 Schedule 3, Table S3.1	

IED Article Reference	IED requirement	Permit condition	
AnnV Pt3(4)	Measurement of total mercury	Not applicable	
AnnV Pt3(6)	EA informed of significant changes in fuel type or in mode of operation so can check Pt3 (1-4) still apply	Not applicable	
AnnV Pt3(7)	Monitoring requirements	Not applicable	
AnnV Part 3(8,9,10)	Monitoring methods	3.5, 3.6	
AnnV Pt 4	Monthly, daily, 95%ile hourly emission limit value compliance	3.5.1 Schedule 3, Table S3.1	
AnnV Pt7	Refinery multi-fuel firing SO2 derogation	Not applicable	

# 4. Key Issues

Unless the decision document specifies otherwise we have accepted the applicant's proposals.

Where relevant and appropriate, we have incorporated the techniques described by the Operator in their Regulation 60 Notice response as specific operating techniques required by the permit, through their inclusion in Table S1.2 of the Consolidated Variation Notice.

The variation notice uses an updated LCP number in accordance with the most recent DEFRA LCP reference numbers. The LCP references have changed as follows:

• LCP 434 is changed to LCP 42 (emission point A17)

## **LCP 42**

This LCP consists of 1 x 75MWth gas turbine with mechanical drive which vents via its own dedicated windshield at emission point A17. The unit burns natural gas.

# Compliance Route:

The operator has proposed to operate this LCP under the ELV compliance route.

Net Rated Thermal Input:

The applicant has stated that the Net Thermal Input is 75 MWth. They have justified this figure by providing details of the manufacturers performance testing carried out by ABB on 14 December 1997. The tests were carried out in accordance with ISO 2314

This justification is accepted by the Agency.

Minimum start up load and Minimum shut-down load:

The Operator has defined the "minimum start up load" and "minimum shutdown load" for the LCP in their response to question 6 of the Reg 60, in terms of:

the output load (power generated) (MW); and this output load as a percentage of the rated output of the combustion plant (%) and three discrete processes or thresholds for operational parameters that suit the technical characteristics of the plant, which can be met at the end of start-up or start of shut-down.

We agree with all of these definitions and have set these thresholds in table S1.4 of the permit accordingly. Standard permit condition 2.3.5 has been set to define the period of start up and shut down, referring to the thresholds in this table.

**Emission limits:** 

For ELV plant:

The BAT Non-ESI paper stated a number of principles, one of these being "no backsliding" so if the IED derived ELVs are laxer than the ELVs in the existing permit then the latter will be used.

The IED Annex V ELVs for oxides of nitrogen and carbon monoxide apply to OCGTs, CCGTs and mechanical drive gas turbines when the load is >70%. This has been interpreted as 70% of the rated output load. The rated output load used here is the same as that used for calculating the percentage load when specifying the end of start-up and beginning of shut-down.

The IED associated ELV for periodic monitoring will be equivalent to the daily ELV for mechanical drives and so the ELV for NO<sub>x</sub> would be 110% of 75mg/m $^3$  (ie 82.5 mg/m $^3$ )] (Existing limit 300mg/m $^3$  will be reduced to 75mg/m $^3$ )

For CO the IED periodic monitoring ELV would be 110mg/m³ based on the above calculation though since the existing permit ELV is 75mg/m³ the latter will remain in the permit to avoid backsliding.

For <70% loads the new permit limits stand as no request was made to have additional ELV's.

Quarterly periodic monitoring data for the two year period up to September 2015 shows that the proposed ELV's can be achieved.

Consequently we have accepted the proposed limits and incorporated them into table 3.1 of the permit.

The table below summarises the ELV's:

Parameter	Existing	Reference	Annex V	New Permit
	mg/m <sup>3</sup>	Period	mg/m <sup>3</sup>	limit
				mg/m <sup>3</sup>
NO <sub>x</sub>	300	periodic	75	82.5
CO	75	periodic	100	75

#### Gas Turbines:

Sulphur dioxide emissions from natural gas firing will be reported on the basis of the fuel sulphur content without continuous or periodic monitoring since only trace quantities of sulphur are present in UK natural gas. Likewise, dust emissions for natural gas fired boilers will be reported on the basis of emission factors without continuous or periodic monitoring. Natural gas is an ash-free fuel and high efficiency combustion does not generate additional particulate matter. The fuel gas is always filtered and, in the case of gas turbines, the inlet air is also filtered resulting in a lower dust concentration in the flue than in the surrounding air.

### Energy efficiency:

The installation does not have CHP. In line with the DEFRA Part A guidance, to report on the scope for further improvement, a condition has been included for the operator to carry out a 4-yearly efficiency review.

#### Notifications:

Schedule 5, Part C, takes account of the malfunction and breakdown requirements. A breach of permit condition is NOT implicit in notification under Part C.

## Monitoring & standards:

Standards for assessment of the monitoring location and for measurement of oxygen, water vapour, temperature and pressure have been added to the permit template for clarity.

A row has been included in table S3.1 which requires the operator to confirm compliance with BS EN 15259 in respect of monitoring location and stack gas velocity profile in the event there is a significant operational change (such as a change of fuel type) to the LCP.

#### Resource efficiency metrics:

A more comprehensive suite of reporting metrics has been added to the permit template for ESI plant.

## Additional IED Chapter II requirements:

Condition 3.1.4 relating to protection of soil, groundwater and groundwater monitoring, has been added in compliance with IED requirements.

Conditions 4.3.1 and 4.3.2 relating to notifications have been amended in compliance with IED requirements.

#### **Abatement Plant**

We recognise that the catalytic converter is abatement plant and we will advise the JEP Protocol Group (responsible for drafting the IED Compliance Protocol referred to in condition 2.3.2) to include this in the part A list when they next update the protocol.