Bryan W. Shaw, Ph.D., *Chairman* Buddy Garcia, *Commissioner* Carlos Rubinstein, *Commissioner* Mark R. Vickery, P.G., *Executive Director*



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY Protecting Texas by Reducing and Preventing Pollution

March 16, 2010

MS SHAWN GLACKEN SENIOR VICE PRESIDENT LUMINANT GENERATION COMPANY LLC 500 N AKARD ST LP 9 DALLAS TX 75201-3302

Re: Effective Federal Operating Permit and Acid Rain Permit Approval Renewal Permit Number: O67 Luminant Generation Company LLC Lake Creek Steam Electric Station Riesel, McLennan County Regulated Entity Number: RN101698520 Customer Reference Number: CN603256413 Account Number: MB-0117-A

Dear Ms. Glacken:

The effective federal operating permit (FOP) and acid rain permit for Luminant Generation Company LLC, Lake Creek Steam Electric Station, is enclosed. This FOP constitutes authority to operate the emission units identified in the FOP application.

All site operating permits are subject to public petition for 60 days following the expiration of the 45-day U.S. Environmental Protection Agency (EPA) review. The public petition period for the FOP extends from March 06, 2010 until May 04, 2010. If the EPA receives a valid petition and objects to the above-referenced permit, you will be notified promptly by the Texas Commission on Environmental Quality (TCEQ).

Please note, changes have been made to the permit since commencement of the public notice period. A detailed explanation of these changes is enclosed.

It should be noted that from the date of this letter Luminant Generation Company LLC, Lake Creek Steam Electric Station, must operate in accordance with the requirements of Title 30 Texas Administrative Code Chapter 122 (30 TAC Chapter 122) and the FOP. Some of the terms and conditions contained in the FOP include recordkeeping conditions, reporting conditions (which includes deviation reporting), and compliance certification conditions. All reports, along with any questions regarding the reports, shall be forwarded to the Texas Commission on Environmental Quality Waco Regional Office, 6801 Sanger Avenue, Suite 2500, Waco, Texas 76710-7826.

Ms. Shawn Glacken Page 2 March 16, 2010

Consistent with 30 TAC Chapter 122, Subchapter C, the permit holder shall submit an application to the Air Permits Division (APD) for a revision to an FOP for those activities at a site which change, add, or remove one or more FOP terms or conditions. The permit holder shall also submit an application to the APD for a revision to a permit to address the following: the adoption of an applicable requirement previously designated as federally enforceable only; the promulgation of a new applicable requirement; the adoption of a new state-only requirement; or a change in a state-only designation.

Thank you again for your cooperation in this matter. If you have questions concerning the review or this notice, please contact Mr. Chuck Lowary, P.E., at (512) 239-1263.

This action is taken under authority delegated by the Executive Director of the TCEQ.

Sincerely,

Steve Hagle, P.E., Director Air Permits Division Office of Permitting and Registration Texas Commission on Environmental Quality

SH/EL/kp

- cc: Mr. Paul H. Coon, Air Permitting Coordinator, Luminant Generation Company LLC, Dallas
 - Mr. Ric Federwisch, Senior Vice President, Luminant Generation Company LLC, Dallas

Air Section Manager, Region 9 - Waco

Enclosure: Effective Permit Modifications Made from Draft to the Final Permit

cc: Air Permit Section Chief, U.S. Environmental Protection Agency, Region 6, Dallas

Project Number: 14012

Modifications Made from the Draft to the Final Permit

General Terms and Condition reports requirement was updated to reflect the most current approved language.