

STATE OF MICHIGAN

DEPARTMENT OF ENVIRONMENTAL QUALITY LANSING



August 17, 2018

UPS NEXT DAY DELIVERY

Mr. Michael Marr, Chief Operating Officer Mr. Robert Suida, Plant Manager Detroit Renewable Power, LLC 5700 Russell Street Detroit, Michigan 48211-2545

Dear Mr. Marr and Mr. Suida:

On October 20, 2014, Detroit Renewable Power, LLC (Company) and the Michigan Department of Environmental Quality (DEQ), Air Quality Division (AQD) entered into a Consent Judgment filed in Ingham County Circuit Court, File No: 14-1184-CE. The Consent Judgment was entered to resolve alleged violations of Part 55, of the Natural Resources and Environmental Protection Act (NREPA), Rule 901, and common law nuisance. It also subjects the Company to stipulated fines for failure to comply with the terms of the Consent Judgment.

In Violation Notices dated May 22, 2018, June 21, 22, 25, and 29, 2018, and on July 18, 2018, the AQD cited the Company for violating Rule 901(b) on May 18, 2018; on June 9, 10, 11, 15, 21, 24 and 25, 2018; and on July 14, 15, and 16, 2018, after investigations by AQD inspectors on these days verified moderate to strong, consistent garbage odors emitting from the Company's facility and impacting nearby neighborhoods.

Paragraph 6.2 b. of the Consent Judgment states the following condition:

- b. Defendants are subject to a stipulated fine of up to \$5,000.00 for each calendar day Defendants fail to be in compliance with Rule 901, whatever the cause, and even if the compliance failure is the result of operations subject to the Odor Management Plan. Rule 901 states:
 - "Notwithstanding the provisions of any other department rule, a person shall not cause or permit the emission of an air contaminant or water vapor in quantities that cause, alone or in reaction with other air contaminants, either of the following:
 - (a) Injurious effect to human health or safety, animal life, plant life of significant economic value, or property.
 - (b) Unreasonable interference with the comfortable enjoyment of life and property."

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After reviewing the Violation Notices and the Company's letters of response dated July 12, 2018; July 20, 2018; and August 6, 2018, the following conclusions were made:

- 1) AQD Compliant investigations on the dates referenced above, detected odors of sufficient intensity and frequency to confirm a violation of Rule 901(b).
- 2) The Company is subject to a stipulated fine of up to \$5,000.00 for each calendar day of confirmed Rule 901 violation.

Therefore, the AQD has determined the amount of the stipulated fines to be \$55,000.00.

The Company is hereby requested to submit the stipulated fines of \$55,000.00 in accordance with the provisions of Paragraph 6.2.e of Consent Judgment No: 14-1184-CE within 30 days, by September 18, 2018. To ensure proper credit, all payments shall include the Agreement Identification No. AQD-400060-S on the face of the check. Stipulated fines submitted under this Consent Judgment shall be by check, payable to the "State of Michigan" and delivered to the Michigan Department of Environmental Quality, Accounting Services Division, Cashier's Office, P.O. Box 30657, Lansing, Michigan 48909-8157. In addition, please submit a paper or electronic copy to me.

Sincerely,

Malcolm Mead-O'Brien Enforcement Unit Air Quality Division meadm1@michigan.gov 517-284-6771

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cc: Mr. Neil Gordon, Department of Attorney General Mr. John Leone, Department of Attorney General

Ms. Wilhemina McLemore, DEQ

Mr. Todd Zynda, DEQ

Mr. Jonathan Lamb, DEQ

Ms. Jenine Camilleri, DEQ