MICHIGAN DEPARTMENT OF ENVIRONMENTAL QUALITY AIR QUALITY DIVISION

June 26, 2012

PERMIT TO INSTALL 704-84A

ISSUED TOThe Andersons, Inc.

LOCATED AT 2690 Stockbridge Road Webberville, Michigan

IN THE COUNTY OF Ingham

STATE REGISTRATION NUMBER N0869

The Air Quality Division has approved this Permit to Install, pursuant to the delegation of authority from the Michigan Department of Environmental Quality. This permit is hereby issued in accordance with and subject to Section 5505(1) of Article II, Chapter I, Part 55, Air Pollution Control, of the Natural Resources and Environmental Protection Act, 1994 PA 451, as amended. Pursuant to Air Pollution Control Rule 336.1201(1), this permit constitutes the permittee's authority to install the identified emission unit(s) in accordance with all administrative rules of the Department and the attached conditions. Operation of the emission unit(s) identified in this Permit to Install is allowed pursuant to Rule 336.1201(6).

DATE OF RECEIPT OF ALL INFORMATION REQUIRED BY RULE 203: June 21, 2012			
DATE PERMIT TO INSTALL APPROVED: June 26, 2012	SIGNATURE:		
DATE PERMIT VOIDED:	SIGNATURE:		
DATE PERMIT REVOKED:	SIGNATURE:		

PERMIT TO INSTALL Common Abbreviations / Acronyms

	Common Acronyms	Pollutant / Measurement Abbreviations		
AQD	Air Quality Division	BTU	British Thermal Unit	
BACT	Best Available Control Technology	°C	Degrees Celsius	
CAA	Clean Air Act	СО	Carbon Monoxide	
CEM	Continuous Emission Monitoring	dscf	Dry standard cubic foot	
CFR	Code of Federal Regulations	dscm	Dry standard cubic meter	
CO ₂ e	Carbon Dioxide Equivalent	°F	Degrees Fahrenheit	
COM	Continuous Opacity Monitoring	gr	Grains	
EPA	Environmental Protection Agency	Hg	Mercury	
EU	Emission Unit	hr	Hour	
FG	Flexible Group	H ₂ S	Hydrogen Sulfide	
GACS	Gallon of Applied Coating Solids	hp	Horsepower	
GC	General Condition	lb	Pound	
GHGs	Greenhouse Gases	kW	Kilowatt	
HAP	Hazardous Air Pollutant	m	Meter	
HVLP	High Volume Low Pressure *	mg	Milligram	
ID	Identification	mm	Millimeter	
LAER	Lowest Achievable Emission Rate	MM	Million	
MACT	Maximum Achievable Control Technology	MW	Megawatts	
MAERS	Michigan Air Emissions Reporting System	ng	Nanogram	
MAP	Malfunction Abatement Plan	NO _x	Oxides of Nitrogen	
MDEQ	Michigan Department of Environmental Quality (Department)	РМ	Particulate Matter	
MSDS	Material Safety Data Sheet	PM10	PM less than 10 microns diameter	
NESHAP	National Emission Standard for Hazardous Air Pollutants	PM2.5	PM less than 2.5 microns diameter	
NSPS	New Source Performance Standards	pph	Pounds per hour	
NSR	New Source Review	ppm	Parts per million	
PS	Performance Specification	ppmv	Parts per million by volume	
PSD	Prevention of Significant Deterioration	ppmw	Parts per million by weight	
PTE	Permanent Total Enclosure	psia	Pounds per square inch absolute	
PTI	Permit to Install	psig	Pounds per square inch gauge	
RACT	Reasonably Available Control Technology	scf	Standard cubic feet	
ROP	Renewable Operating Permit	sec	Seconds	
SC	Special Condition	SO ₂	Sulfur Dioxide	
SCR	Selective Catalytic Reduction	THC	Total Hydrocarbons	
SRN	State Registration Number	tpy	Tons per year	
TAC	Toxic Air Contaminant	μg	Microgram	
TEQ	Toxicity Equivalence Quotient	VOC	Volatile Organic Compound	
VE	Visible Emissions	yr	Year	

^{*} For High Volume Low Pressure (HVLP) applicators, the pressure measured at the HVLP gun air cap shall not exceed ten (10) pounds per square inch gauge (psig).

GENERAL CONDITIONS

- 1. The process or process equipment covered by this permit shall not be reconstructed, relocated, or modified, unless a Permit to Install authorizing such action is issued by the Department, except to the extent such action is exempt from the Permit to Install requirements by any applicable rule. (R 336.1201(1))
- 2. If the installation, construction, reconstruction, relocation, or modification of the equipment for which this permit has been approved has not commenced within 18 months, or has been interrupted for 18 months, this permit shall become void unless otherwise authorized by the Department. Furthermore, the permittee or the designated authorized agent shall notify the Department via the Supervisor, Permit Section, Air Quality Division, Michigan Department of Environmental Quality, P.O. Box 30260, Lansing, Michigan 48909-7760, if it is decided not to pursue the installation, construction, reconstruction, relocation, or modification of the equipment allowed by this Permit to Install. (R 336.1201(4))
- 3. If this Permit to Install is issued for a process or process equipment located at a stationary source that is not subject to the Renewable Operating Permit program requirements pursuant to R 336.1210, operation of the process or process equipment is allowed by this permit if the equipment performs in accordance with the terms and conditions of this Permit to Install. (R 336.1201(6)(b))
- 4. The Department may, after notice and opportunity for a hearing, revoke this Permit to Install if evidence indicates the process or process equipment is not performing in accordance with the terms and conditions of this permit or is violating the Department's rules or the Clean Air Act. (R 336.1201(8), Section 5510 of Act 451, PA 1994)
- 5. The terms and conditions of this Permit to Install shall apply to any person or legal entity that now or hereafter owns or operates the process or process equipment at the location authorized by this Permit to Install. If the new owner or operator submits a written request to the Department pursuant to R 336.1219 and the Department approves the request, this permit will be amended to reflect the change of ownership or operational control. The request must include all of the information required by subrules (1)(a), (b), and (c) of R 336.1219 and shall be sent to the District Supervisor, Air Quality Division, Michigan Department of Environmental Quality. (R 336.1219)
- 6. Operation of this equipment shall not result in the emission of an air contaminant which causes injurious effects to human health or safety, animal life, plant life of significant economic value, or property, or which causes unreasonable interference with the comfortable enjoyment of life and property. (R 336.1901)
- 7. The permittee shall provide notice of an abnormal condition, start-up, shutdown, or malfunction that results in emissions of a hazardous or toxic air pollutant which continue for more than one hour in excess of any applicable standard or limitation, or emissions of any air contaminant continuing for more than two hours in excess of an applicable standard or limitation, as required in Rule 912, to the Department. The notice shall be provided not later than two business days after start-up, shutdown, or discovery of the abnormal condition or malfunction. Written reports, if required, must be filed with the Department within 10 days after the start-up or shutdown occurred, within 10 days after the abnormal conditions or malfunction has been corrected, or within 30 days of discovery of the abnormal condition or malfunction, whichever is first. The written reports shall include all of the information required in Rule 912(5). (R 336.1912)
- 8. Approval of this permit does not exempt the permittee from complying with any future applicable requirements which may be promulgated under Part 55 of 1994 PA 451, as amended or the Federal Clean Air Act.
- Approval of this permit does not obviate the necessity of obtaining such permits or approvals from other units of government as required by law.
- 10. Operation of this equipment may be subject to other requirements of Part 55 of 1994 PA 451, as amended and the rules promulgated thereunder.

- 11. Except as provided in subrules (2) and (3) or unless the special conditions of the Permit to Install include an alternate opacity limit established pursuant to subrule (4) of R 336.1301, the permittee shall not cause or permit to be discharged into the outer air from a process or process equipment a visible emission of density greater than the most stringent of the following. The grading of visible emissions shall be determined in accordance with R 336.1303. (R 336.1301)
 - a) A six-minute average of 20 percent opacity, except for one six-minute average per hour of not more than 27 percent opacity.
 - b) A visible emission limit specified by an applicable federal new source performance standard.
 - c) A visible emission limit specified as a condition of this Permit to Install.
- 12. Collected air contaminants shall be removed as necessary to maintain the equipment at the required operating efficiency. The collection and disposal of air contaminants shall be performed in a manner so as to minimize the introduction of contaminants to the outer air. Transport of collected air contaminants in Priority I and II areas requires the use of material handling methods specified in R 336.1370(2). (R 336.1370)
- 13. The Department may require the permittee to conduct acceptable performance tests, at the permittee's expense, in accordance with R 336.2001 and R 336.2003, under any of the conditions listed in R 336.2001. (R 336.2001)

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SPECIAL CONDITIONS

EMISSION UNIT SUMMARY TABLE

The descriptions provided below are for informational purposes and do not constitute enforceable conditions.

Emission Unit ID	Emission Unit Description (Process Equipment & Control Devices)	Flexible Group ID		
	Fertilizer distribution facility including storage domes and bins, a blending tower, and rail receiving and truck loading facilities.	NA		
Changes to the equipment described in this table are subject to the requirements of R 336.1201, except as allowed by R 336.1278 to R 336.1290.				

The following conditions apply to: EUFERTILIZER

<u>DESCRIPTION</u>: Fertilizer distribution facility including storage domes and bins, a blending tower, and rail receiving and truck loading facilities.

Flexible Group ID: NA

POLLUTION CONTROL EQUIPMENT:

I. EMISSION LIMITS

- 1. Visible emissions from the EUFERTILIZER truck loading area, three storage domes, two storage bins, rail car unloading, loading trucks from the front end loader, loading trucks from the blending tower, and loading the blending tower feed hopper shall not exceed 10 percent opacity. (R 336.1301, R 336.2803, R 336.2804, 40 CFR 52.21 (c) & (d))
- 2. Visible emissions from all wheel loaders and all truck traffic, operated in conjunction with EUFERTILIZER, shall not exceed five (5) percent opacity. Compliance shall be demonstrated using Test Method 9D as defined in Section 324.5525(j) of Part 55, Air Pollution Control, of the Natural Resources and Environmental Protection Act, 1994 PA 451, as amended (Act 451). (R 336.1301, R 336.2803, R 336.2804, 40 CFR 52.21(c) & (d))
- 3. There shall be no visible emissions from EUFERTILIZER Covered trough conveyor, the blending tower, or the enclosed bucket conveyor. (R 336.1301, R 336.2803, R 336.2804, 40 CFR 52.21(c) & (d))

II. MATERIAL LIMITS

1. The permittee shall not process more than 663,000 tons of material through EUFERTILIZER per 12-month rolling time period as determined at the end of each calendar month. (R 336.1901, R 336.2803, R 336.2804, 40 CFR 52.21 (c) & (d))

III. PROCESS/OPERATIONAL RESTRICTIONS

1. The permittee shall not operate the EUFERTILIZER rail receiving facility or load trucks from the blending tower unless the material freefall drop distance is two feet or less. (R 336.1901, R 336.2803, R 336.2804, 40 CFR 52.21 (c) & (d))

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2. The permitee shall take the necessary actions to minimize the freefall drop distance when loading fertilizer on a truck or into the blending tower feed hopper with a front end loader. (R 336.1901, R 336.2803, R 336.2804, 40 CFR 52.21 (c) & (d))

- 3. The permittee shall keep all doors of the domes and bins closed when filling any dome or bin. (R 336.1901, R 336.2803, R 336.2804, 40 CFR 52.21 (c) & (d))
- 4. The permittee shall only load trucks inside the enclosed loadout building and shall use the telescoping spouts for truck loading whenever it is practical to do so. (R 336.1901, R 336.2803, R 336.2804, 40 CFR 52.21 (c) & (d))
- 5. The permittee shall not operate the fertilizer distribution facility unless the program for continuous fugitive emissions control for all plant roadways, the plant yard, and all material handling operations specified in Appendix A, or an alternate plan approved by the AQD District Supervisor, has been implemented and is maintained. (R 336.1371, R 336.1901)

IV. DESIGN/EQUIPMENT PARAMETERS

NA

V. TESTING/SAMPLING

Records shall be maintained on file for a period of five years. (R 336.1201(3))

NA

VI. MONITORING/RECORDKEEPING

Records shall be maintained on file for a period of five years. (R 336.1201(3))

 The permittee shall keep monthly records of the amount of material processed through EUFERTILIZER. Further the permittee shall calculate on a monthly basis, the yearly throughput rate based upon the most recent 12-month rolling time period. The permittee shall keep records of the amount of material processed on file and make them available to the Department upon request. (R 336.2803, R 336.2804, 40 CFR 52.21 (c) & (d))

VII. REPORTING

NA

VIII. STACK/VENT RESTRICTIONS

NA

IX. OTHER REQUIREMENTS

NA

Footnotes:

¹This condition is state only enforceable and was established pursuant to Rule 201(1)(b).

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Appendix A

Fugitive Dust Program

- 1. Any vehicle traveling on plant roads shall not exceed 8 mph.
- 2. Signs, displaying the 8 mph speed limit, shall be posted at the entrance and exit of the plant yard.
- 3. The interior road surfaces shall be maintained to prevent fugitive dust. This includes, but is not limited to, patching of cement and asphalt roads, maintaining sufficient gravel on roads and regarding roads to prevent dust build-up, and using dust suppressants on roadways as required.
- 4. The graveled plant roads shall be treated with emulsified asphalt at least twice annually, or more often if required, to prevent dust from being raised by vehicles or wind. The permittee shall keep records of treatment on file for a minimum of five years and shall make them available to the Department upon request.
- 5. The paved truck loadout area shall be swept clean daily to prevent dust build-up.
- 6. All vehicles that are filled with fertilizer leaving the plant site shall be so constructed or loaded so as to prevent their contents from dropping, sifting, leaking, blowing off or otherwise escaping. Those vehicles shall also be loaded so that no part of the load making contact with any sideboard or side panel or rear enclosure shall be within 6 inches of the top of the part of the enclosure contacted, unless the load is covered with a firmly secured canvas or similar type covering.