MICHIGAN DEPARTMENT OF ENVIRONMENTAL QUALITY AIR QUALITY DIVISION

December 1, 2017

PERMIT TO INSTALL 954-91A

ISSUED TO Ervin Technologies

LOCATED AT 200 Industrial Drive Tecumseh, Michigan

IN THE COUNTY OF Lenawee

ERIS PENINSULA

STATE REGISTRATION NUMBER N3246

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:

 October 24, 2017

 DATE PERMIT TO INSTALL APPROVED:
 SIGNATURE:

 December 1, 2017

 DATE PERMIT VOIDED:
 SIGNATURE:

 DATE PERMIT VOIDED:
 SIGNATURE:

 DATE PERMIT REVOKED:
 SIGNATURE:

PERMIT TO INSTALL

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Common Abbreviations / Acronyms

Common Acronyms			Pollutant / Measurement Abbreviations		
AQD	Air Quality Division	acfm	Actual cubic feet per minute		
BACT	Best Available Control Technology	BTU	British Thermal Unit		
CAA	Clean Air Act	°C	Degrees Celsius		
CAM	Compliance Assurance Monitoring	со	Carbon Monoxide		
CEM	Continuous Emission Monitoring	CO ₂ e	Carbon Dioxide Equivalent		
CFR	Code of Federal Regulations	dscf	Dry standard cubic foot		
СОМ	Continuous Opacity Monitoring	dscm	Dry standard cubic meter		
Department/	Michigan Department of Environmental	°F	Degrees Fahrenheit		
department	Quality	gr	Grains		
EU	Emission Unit	HAP	Hazardous Air Pollutant		
FG	Flexible Group	Hg	Mercury		
GACS	Gallons of Applied Coating Solids	hr	Hour		
GC	General Condition	HP	Horsepower		
GHGs	Greenhouse Gases	H ₂ S	Hydrogen Sulfide		
HVLP	High Volume Low Pressure*	kW	Kilowatt		
ID	Identification	lb	Pound		
IRSL	Initial Risk Screening Level	m	Meter		
ITSL	Initial Threshold Screening Level	mg	Milligram		
LAER	Lowest Achievable Emission Rate	mm	Millimeter		
MACT	Maximum Achievable Control Technology	MM	Million		
MAERS	Michigan Air Emissions Reporting System	MW	Megawatts		
MAP	Malfunction Abatement Plan	NMOC	Non-methane Organic Compounds		
MDEQ	Michigan Department of Environmental	NOx	Oxides of Nitrogen		
	Quality	ng	Nanogram		
MSDS	Material Safety Data Sheet	PM	Particulate Matter		
NA	Not Applicable	PM10	Particulate Matter equal to or less than 10		
NAAQS	National Ambient Air Quality Standards		microns in diameter		
NESHAP	National Emission Standard for Hazardous Air Pollutants	PM2.5	Particulate Matter equal to or less than 2.5		
	hazardous An Foliutants	FIVIZ.5	z.o microns in 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	Reasonable Available Control Technology	scf	Standard cubic feet		
ROP	Renewable Operating Permit	sec	Seconds		
SC	Special Condition	SO ₂	Sulfur Dioxide		
SCR	Selective Catalytic Reduction	TAC	Toxic Air Contaminant		
SNCR	Selective Non-Catalytic Reduction	Temp	Temperature		
SRN	State Registration Number	тнс	Total Hydrocarbons		
TEQ	Toxicity Equivalence Quotient	tpy	Tons per year		
USEPA/EPA	United States Environmental Protection	μg	Microgram		
	Agency	μm	Micrometer or Micron		
VE	Visible Emissions	VOC	Volatile Organic Compounds		
		yr	Year		

*For HVLP applicators, the pressure measured at the gun air cap shall not exceed 10 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.
- 9. 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.
- 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)
- 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)

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		
EU-RSR1A	Electric induction furnace with a 3 ton capacity used for melting raw materials to manufacture stainless-steel shot	FG-INDUCTIONR1		
EU-RSR1B	Electric induction furnace with a 3 ton capacity used for melting raw materials to manufacture stainless-steel shot	FG-INDUCTIONR1		
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.				

FLEXIBLE GROUP SUMMARY TABLE

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

Flexible Group ID	Flexible Group Description	Associated Emission Unit IDs	
FG-INDUCTIONR1	Two electric induction furnaces	EU-RSR1A, EU-RSR1B	

The following conditions apply to: FG-INDUCTIONR1

DESCRIPTION: Two electric induction furnaces

Emission Units: EU-RSR1A, EU-RSR1B

POLLUTION CONTROL EQUIPMENT: Fabric Filter Baghouse

I. EMISSION LIMITS

	Pollutant	Limit	Time Period/ Operating Scenario	Equipment	Testing / Monitoring Method	Underlying Applicable Requirements
1.	PM	0.05 lbs per 1000 lbs of exhaust gases calculated on a dry gas basis	Hourly	FG-INDUCTIONR1	SC V.1	R 336.1331
2.	Nickel	16.76 lbs/yr	12-month rolling time period	FG-INDUCTIONR1	SC VI.6	R 336.1225

II. MATERIAL LIMITS

- 1. The permittee shall limit the metal processed in FG-INDUCTIONR1 to a maximum of 13,000,000 pounds per 12-month rolling time period. (R 336.1225)
- 2. The nickel content of any products made in FG-INDUCTIONR1 shall not exceed 10 percent by weight. (R 336.1224, R 336.1225)
- 3. The permittee shall melt no more than 4,498,000 lbs of any products containing over 4.00 percent nickel by weight in a 12-month rolling time period produced in FG-INDUCTIONR1. (R 336.1225)

III. PROCESS/OPERATIONAL RESTRICTIONS

 The permittee shall conduct all necessary maintenance consistent with the preventative maintenance program attached as Appendix A. The permittee shall make all necessary attempts to keep all components of FG-INDUCTIONR1 maintained and operating in a satisfactory manner at all times. (R 336.1201, R 336.1224, R 336.1225, R 336.1301, R 336.1402, R 336.1910, R 336.1911)

IV. DESIGN/EQUIPMENT PARAMETERS

1. The permittee shall not operate FG-INDUCTIONR1 unless the associated baghouse is installed, maintained, and operated in a satisfactory manner as described in the preventative maintenance program attached as Appendix A. (R 336.1224, R 336.1225, R 336.1301, R 336.1331, R 336.1910, 40 CFR 52.21(c) and (d))

V. TESTING/SAMPLING

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

The permittee may, upon the request by the Department, be required to verify PM emission rates from FG-INDUCTIONR1 by testing at owner's expense, in accordance with Department requirements. Testing shall be performed using an approved EPA Method listed in 40 CFR Part 60, Appendix A; Part 10 of the Michigan Air Pollution Control Rules. An alternate method, or a modification to the approved EPA Method, may be specified in an AQD-approved Test Protocol. No less than 30 days prior to testing, the permittee shall submit a complete test plan to the AQD Technical Programs Unit and District Office. The AQD must approve the final plan prior to testing, including any modifications to the method in the test protocol that are proposed after initial submittal. The permittee must submit a complete report of the test results to the AQD Technical Programs Unit and District Office within 60 days following the last date of the test. (R 336.1213(3), R 336.2001, R 336.2003, R 336.2004)

VI. MONITORING/RECORDKEEPING

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

- All required calculations shall be completed in a format acceptable to the AQD District Supervisor by the last day of the calendar month, for the previous calendar month, unless otherwise specified in any monitoring/recordkeeping special condition. (R 336.1201, R 336.1224, R 336.1225, R 336.1301, R 336.1402, R 336.1910, R 336.1911)
- The permittee shall maintain a log of all significant maintenance activities conducted and all significant repairs made to FG- INDUCTIONR1. Maintenance records for the baghouse shall be consistent with the preventative maintenance program attached as Appendix A. The permittee shall keep all records on file at the facility and make them available to the Department upon request. (R 336.1201, R 336.1224, R 336.1225, R 336.1301, R 336.1402, R 336.1910, R 336.1911)

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- The permittee shall maintain a current listing of the chemical composition of each product produced in FG-INDUCTIONR1, including the weight percent of each component. The data may consist of Material Safety Data Sheets and formulation data as deemed acceptable by the AQD District Supervisor. The permittee shall keep all records on file at the facility and make them available to the Department upon request. (R 336.1224, R 336.1225)
- 4. The permittee shall monitor and record, in a satisfactory manner, the pounds of products processed in FG-INDUCTIONR1 which exceeds 4 percent nickel by weight on a monthly and 12-month rolling time period basis. **(R 336.1225)**
- The permittee shall monitor and record, in a satisfactory manner, the total pounds of products processed through FG- INDUCTIONR1 on a monthly and 12-month rolling time period basis. (R 336.1225, R 336.1301, R 336.1331, 40 CFR 52.21)
- 6. The permittee shall calculate and keep records of the annual emissions of nickel from FG- INDUCTIONR1 in Ibs per 12-month rolling time period, as required by SC I.2. The permittee shall keep all records on file at the facility and make them available to the Department upon request. (R 336.1225)

VII. <u>REPORTING</u>

NA

VIII. STACK/VENT RESTRICTIONS

The exhaust gases from the stacks listed in the table below shall be discharged unobstructed vertically upwards to the ambient air unless otherwise noted:

Stack & Vent ID	Maximum Exhaust Diameter/Dimensions (inches)	Minimum Height Above Ground (feet)	Underlying Applicable Requirements
1. SV-INDUCTIONR1	38	12	R 336.1225

IX. OTHER REQUIREMENTS

NA

Footnotes:

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

APPENDIX A

Preventative Maintenance Program for the Fabric Filter Dust Collector

The Preventative Maintenance Program for the Fabric Filter Dust Collector is for the purpose of keeping the dust collector in good operating condition, and thereby, maintaining the rated capture efficiency of the dust collector for the control of particulate matter. ALL REFERENCES TO <u>VISIBLE EMISSIONS</u> IN THIS DOCUMENT, PARTICULARLY IN SEC. 5, REFER SPECIFICALLY TO VISIBLE EMISSIONS CAUSED BY A DUST (PARTICULATE) EMISSION.

1. FABRIC FILTER DUST COLLECTOR OPERATING PRESSURE DROP.

- a. The pressure drop across the fabric filter dust collector shall be continuously measured and the minimum pressure drop shall not be less than 2 inches, water gauge, except when a large number of filter bags have been replaced or other reason acceptable to the AQD.
- b. The pressure drop across the fabric filter dust collector shall be recorded at least once per day and kept in an electronic record.

2. FABRIC FILTER DUST COLLECTOR / PLANT ALARM SYSTEM.

The fabric filter dust collector shall be equipped with a high temperature sensor and alarm system. The alarm system shall be designed to set off an alarm when the high temperature set-point has been violated, and, to begin a sequential shut-down of the plant if the situation is not resolved within a very short period of time after the alarm sounds.

3. HANDLING AND STORAGE OF FABRIC FILTER DUST.

Accumulated fabric filter dust (particulate) shall be stored and/or be disposed of in a manner which minimizes the introduction of the air contaminants to the outer air.

4. PIPING AND SEALS MAINTENANCE.

Piping and seals shall be replaced as needed.

5. VISIBLE EMISSIONS AND ACTIONS TO BE TAKEN IN THE EVENT OF.

In the event visible emissions are observed at the discharge point of the stack, the following actions shall be taken:

Melting operations shall be ceased immediately and the cause of the visible emissions determined and corrected prior to melting operations are started again.

REMINDER: If the visible emissions continue for more than 2 hours, in excess of an emission standard, an excess emissions report must be made to MDEQ.

Appendix A - Continued

6. BLACK LIGHT INSPECTIONS.

A black light test shall be conducted at least once per year. Black light inspection equipment and materials shall be available for use at the facility.

7. INVENTORY OF FILTER BAGS.

An inventory of fabric filter bags (a minimum of 12) shall be maintained by the facility owner or operator on site at all times. An inventory of other replacement parts for the fabric filter dust collector shall be maintained at all times.

8. FABRIC FILTER DUST COLLECTOR INSPECTION RECORD.

An electronic record on the facilities computerized maintenance management system (CMMS) of the following shall be maintained by the owner or operator of the facility:

- Visual inspections of the interior components of the fabric filter dust collector, including date, time, and findings;
- Black light inspections, including date, time, and findings;
- Filter bag replacement (always new) including date, time, location in the dust collector, and reason for replacement (i.e. inspection, damage, PM, etc.).
- Each observation of visible emissions at the stack discharge point and description of response to the observed visible emission, including date and time of visible emission occurrence and results of EPA Method 9 observation, if any. Any such visible emission shall be recorded in the CMMS and made available upon request to the AQD.
- All significant maintenance activities performed on the fabric filter dust collector.