MICHIGAN DEPARTMENT OF ENVIRONMENTAL QUALITY AIR QUALITY DIVISION

April 12, 2007

PERMIT TO INSTALL

No. 1102-92C

ISSUED TO

L. E. Jones Company

LOCATED AT

1200 34th Avenue Menominee, Michigan 49858

IN THE COUNTY OF

Menominee

STATE REGISTRATION NUMBER

A3999

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: 3/14/2007 | | | |
|---|------------|--|--|
| DATE PERMIT TO INSTALL APPROVED: 4/12/2007 | SIGNATURE: | | |
| DATE PERMIT VOIDED: | SIGNATURE: | | |
| DATE PERMIT REVOKED: | SIGNATURE: | | |

PERMIT TO INSTALL

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Common Abbreviations / Acronyms

| | Common Abbreviations / Acronyms | | | | | |
|-----------------|---|------------------|--|--|--|--|
| Common Acronyms | | | Pollutant/Measurement Abbreviations | | | |
| AQD | Air Quality Division | Btu | British Thermal Unit | | | |
| ANSI | American National Standards Institute | °C | Degrees Celsius | | | |
| BACT | Best Available Control Technology | CO | Carbon Monoxide | | | |
| CAA | Clean Air Act | dscf | Dry standard cubic foot | | | |
| CEM | Continuous Emission Monitoring | dscm | Dry standard cubic meter | | | |
| CFR | Code of Federal Regulations | °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 | | | |
| 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 | PM | Particulate Matter | | | |
| MIOSHA | Michigan Occupational Safety & Health Administration | PM-10 | Particulate Matter less than 10 microns diameter | | | |
| MSDS | Material Safety Data Sheet | pph | Pound per hour | | | |
| NESHAP | National Emission Standard for Hazardous Air Pollutants | ppm | Parts per million | | | |
| NSPS | New Source Performance Standards | ppmv | Parts per million by volume | | | |
| NSR | New Source Review | ppmw | Parts per million by weight | | | |
| PS | Performance Specification | psia | Pounds per square inch absolute | | | |
| PSD | Prevention of Significant Deterioration | psig | Pounds per square inch gauge | | | |
| PTE | Permanent Total Enclosure | scf | Standard cubic feet | | | |
| PTI | Permit to Install | sec | Seconds | | | |
| RACT | Reasonably Available Control Technology | SO ₂ | Sulfur Dioxide | | | |
| ROP | Renewable Operating Permit | THC | Total Hydrocarbons | | | |
| SC | Special Condition | tpy | Tons per year | | | |
| SCR | Selective Catalytic Reduction | μg | Microgram | | | |
| SRN | State Registration Number | VOC | Volatile Organic Compounds | | | |
| TAC | Toxic Air Contaminant | yr | Year | | | |
| TEQ | Toxicity Equivalence Quotient | | | | | |
| VE | Visible Emissions | | | | | |
| | | | | | | |

^{*} 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, 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 AQD District Supervisor shall be notified, in writing, of a change in ownership or operational control of the stationary source or emission unit(s) authorized by this Permit to Install pursuant to R 336.1219. The notification shall include all of the information required by R 336.1219(1)(a) and (b). In addition, a new owner or operator must submit a written statement pursuant to R 336.1219(1)(c), agreeing to and accepting the terms and conditions of this Permit to Install, and shall notify the AQD District Supervisor of any change in the contact person for this Pemit to Install. (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 nor does it affect any liability for past violations under the Natural Resources and Environmental Protection Act, 1994 PA 451.
- 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)

SPECIAL CONDITIONS

Emission Unit Identification

| Emission Unit ID | Emission Unit Description | Stack Identification | | |
|--|--|----------------------|--|--|
| EUSANDMOLD | Ten mold machines, one stack vents two | SVMOLD1, SVMOLD2, | | |
| | machines. Resin coated sand is heated in the | SVMOLD3, SVMOLD4, | | |
| | mold machine and cures in the desired form. | SVMOLD5 | | |
| EUISOCURE | One small mold machine used to make pouring cups and bottom distributing molds for stacks of shell sand molds. This equipment is controlled by an internally vented acid scrubber. | N/A | | |
| EUCOOLING | DLING Post pouring cooling zone, the emissions generated from pouring and cooling are controlled by the externally vented wet scrubber. | | | |
| 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 Identification

| Flexible Group ID | Emission Units Included in Flexible Group | Stack Identification |
|-------------------|---|----------------------|
| FGSCRUBBERS | EUISOCURE, EUCOOLING | SVSCRUBBERS |

The following conditions apply to: EUSANDMOLD

Emission Limits

| | Pollutant | Limit | Time Period | Equipment | Testing/ Monitoring Method | Applicable Requirement |
|------|----------------------------------|-----------------|------------------|---------------|----------------------------------|---------------------------|
| 1.1a | PM | Each Individual | 0.1 lbs per 1000 | Test Protocol | General | R 336.1331 |
| | | Stack in | lbs of exhaust | | Condition | |
| | | EUSANDMOLD | gases* | | No. 13 | |
| 1.1b | PM-10 | Each Individual | 0.675 Pounds | Test Protocol | General | R 336.2803, |
| | | Stack in | Per Hour | | Condition | R 336.2804, |
| | | EUSANDMOLD | | | No. 13 | 40 CFR 52.21 |
| | | | | | | Subparts (c) & |
| | | | | | | (d) |
| | * Calculated on a dry gas basis. | | | | | |

Stack/Vent Restrictions

| Otac | Otacin vent restrictions | | | | | | |
|------|---|---------------------------|---|---------------------------|--|--|--|
| | Stack & Vent ID | Maximum Diameter (inches) | Minimum Height Above Ground Level (feet) | Applicable Requirement | | | |
| 1.2a | SVMOLD1 | 24 | 40 | R 336.1901, R 336.2803, | | | |
| | | | | R 336.2804, | | | |
| | | | | 40 CFR 52.21 (c) & (d) | | | |
| 1.2b | SVMOLD2 | 24 | 40 | R 336.1901, R 336.2803, | | | |
| | | | | R 336.2804, | | | |
| | | | | 40 CFR 52.21 (c) & (d) | | | |
| 1.2c | SVMOLD3 | 24 | 40 | R 336.1901, R 336.2803, | | | |
| | | | | R 336.2804, | | | |
| | | | | 40 CFR 52.21 (c) & (d) | | | |
| 1.2d | SVMOLD4 | 24 | 40 | R 336.1901, R 336.2803, | | | |
| | | | | R 336.2804, | | | |
| | | | | 40 CFR 52.21 (c) & (d) | | | |
| 1.2e | SVMOLD5 | 24 | 40 | R 336.1901, R 336.2803, | | | |
| | | | | R 336.2804, | | | |
| | | | | 40 CFR 52.21 (c) & (d) | | | |
| | The exhaust gases shall be discharged unobstructed vertically upwards to the ambient air. | | | | | | |

The following conditions apply to: FGSCRUBBERS

Emission Limits

| | Pollutant | Limit | Time Period | Equipment | Testing/ Monitoring Method | Applicable Requirement |
|-----|-----------|-------------|----------------------|--|----------------------------------|------------------------------|
| 2.1 | VOC | FGSCRUBBERS | 3.5 tons per year | 12-month rolling time period as determined at the end of each calendar month | | R 336.1702(a), R 336.1901 |

Equipment

2.2 The permittee shall not operate FGSCRUBBERS unless the scrubbers are installed, maintained, and operated in a satisfactory manner. (R 336.1702(a), R 336.1901, R 336.1910)

Recordkeeping / Reporting / Notification

- 2.3 The permittee shall complete all required calculations in a format acceptable to the AQD District Supervisor by the 15th day of the calendar month, for the previous calendar month, unless otherwise specified in any recordkeeping, reporting or notification special condition. (R 336.1702(a), R 336.1901)
- 2.4 The permittee shall maintain a current listing from the manufacturer of the chemical composition of each material, including the weight percent of each component. The data may consist of Material Safety Data Sheets, manufacturer's formulation data, or both as deemed acceptable by the AQD District Supervisor. The permittee shall keep all records on file for a period of at least five years and make them available to the Department upon request. (R 336.1702(a), R 336.1901)
- 2.5 The permittee shall keep the following information on a monthly basis for FGSCRUBBERS:
 - a) Gallons of each material used.
 - b) VOC content of each material as applied.
 - c) VOC mass emission calculations determining the monthly emission rate in tons per calendar month.
 - d) VOC mass emission calculations determining the annual emission rate in tons per 12-month rolling time period as determined at the end of each calendar month.

The permittee shall keep the records on file at the facility, in a format acceptable to the AQD District Supervisor, for a period of at least five years and make them available to the Department upon request. (R 336.1702(a), R 336.1901)

Stack/Vent Restrictions

| | Stack & Vent ID | Maximum Diameter (inches) | Minimum Height Above Ground Level (feet) | Applicable Requirement | |
|-----|---|------------------------------|--|--|--|
| 2.6 | SVSCRUBBERS | 35 x 57 | 12 | R 336.1901, R 336.2803, R 336.2804, 40 CFR 52.21 (c) & (d) | |
| | The exhaust gases shall be discharged unobstructed vertically upwards to the ambient air. | | | | |