MICHIGAN DEPARTMENT OF ENVIRONMENTAL QUALITY AIR QUALITY DIVISION

August 1, 2003

PERMIT TO INSTALL No. 74-03 ISSUED TO Metokote Corporation LOCATED AT 3001 Hollow Ridge Drive Eaton Rapids, Michigan 48827 IN THE COUNTY OF Eaton

STATE REGISTRATION NUMBER

N7241

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: 7/8/2003			
DATE PERMIT TO INSTALL APPROVED: 8/1/2003	SIGNATURE:		
DATE PERMIT VOIDED:	SIGNATURE:		
DATE PERMIT REVOKED:	SIGNATURE:		

PERMIT TO INSTALL

Table of Contents

Section	Page
Alphabetic al Listing of Common Abbreviations / Acronyms	2
General Conditions	3
Emission Unit Identification	5
Emission Unit Special Conditions	5

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	CO Carbon Monoxide		
CEM	Continuous Emission Monitoring	dscf	Dry standard cubic foot	
CFR	Code of Federal Regulations	dscm Dry standard cubic meter		
COM	Continuous Opacity Monitoring	°F	Degrees Fahrenheit	
EPA	Environmental Protection Agency	gr	Grains	
EU	Emission Unit	Hg	Mercury	
FG	Flexible Group	hr	Hour	
GACS	Gallon of Applied Coating Solids	H_2S	Hydrogen Sulfide	
GC	General Condition	hp	Horsepower	
HAP	Hazardous Air Pollutant	lb	Pound	
HVLP	High Volume Low Pressure *	m	Meter	
ID	Identification	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	NOx	Oxides of Nitrogen	
MDEQ	Michigan Department of Environmental Quality	PM	Particulate Matter	
MSDS	Material Safety Data Sheet	PM-10	Particulate Matter less than 10 microns diameter	
NESHAP	National Emission Standard for Hazardous Air Pollutants	pph	Pound per hour	
NSPS	New Source Performance Standards	ppm	Parts per million	
NSR	New Source Review	ppmv	Parts per million by volume	
PS	Performance Specification	ppmw	Parts per million by weight	
PSD	Prevention of Significant Deterioration	psia	Pounds per square inch absolute	
PTE	Permanent Total Enclosure	psig	Pounds per square inch gauge	
PTI	Permit to Install	scf	Standard cubic feet	
RACT	Reasonable Available Control Technology	sec	Seconds	
SC	Special Condition Number	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	
VE	Visible Emissions	VOC	Volatile Organic Compounds	
		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. [R336.1201(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. [R336.1201(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 R336.1210, 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. [R336.1201(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. [R336.1201(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 R336.1219 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 R336.1219. The written request shall be sent to the District Supervisor, Air Quality Division, Michigan Department of Environmental Quality. [R336.1219]
- 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. [R336.1901]
- 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 condition 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). [R336.1912]
- 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.

Metokote Corporation Permit No. 74-03

- 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 R336.1301, 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 R336.1303. [R336.1301]
 - 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 R336.1370(2). [R336.1370]
- 13. The Department may require the permittee to conduct acceptable performance tests, at the permittee's expense, in accordance with R336.2001 and R336.2003, under any of the conditions listed in R336.2001. [R336.2001]

SPECIAL CONDITIONS

Emission Unit Identification

Emission Unit ID	Emission Unit Description	Stack Identification		
EU-ACIDTANK	A 7500 gallon acid tank (38'long-5'wide) used for	SV-ACIDTANK		
	pretreatment of substrate for (exempt) chemical			
	conversion coating process.			
Changes to the equipment described in this table are subject to the requirements of R336.1201, except as				
allowed by R336.1278 to R336.1290.				

The following conditions apply to:

Material Limits

- 1.1 The permittee shall not add more than a total of 31,500 gallons of sulphuric acid, when using sulfuric acid, to the acid cleaning tank of EU-ACIDTANK per 12-month rolling time period as determined at the end of each calendar month. [R336.1225, R336.1901]
- 1.2 The permittee shall not add more than a total of 31,500 gallons of acetic acid, when using acetic acid, to the acid cleaning tank of EU-ACIDTANK per 12-month rolling time period as determined at the end of each calendar month. [R336.1225, R336.1901]
- 1.3 The bath concentration of sulfuric acid used in the cleaning tank of EU-ACIDTANK shall not exceed 10 percent by weight of the total tank solution. [R336.1225, R336.1901]
- 1.4 The bath concentration of acetic acid used in the cleaning tank of EU-ACIDTANK shall not exceed 12 percent by weight of the total tank solution. [R336.1225, R336.1901]

Process / Operational Limits

- 1.5 The permittee may operate acid cleaning tank in the EU-ACIDTANK at room temperature only. [R 336. 1224, R 336. 1225, R 336. 1901]
- 1.6 All waste materials including spent and/or waste sulfuric acid and/or acetic acid shall be captured and stored in closed containers and shall be disposed of in an acceptable manner in compliance with all applicable rules and regulations. [R336.1224]

Equipment

- 1.7 The permittee shall not operate the EU-ACIDTANK unless the mist eliminator is installed and operating properly and equipped with properly designed hooding and ductwork to control the acid cleaning process tank. [R336.1224, R 336.1225, R336.1910]
- 1.8 The permittee shall install, calibrate, maintain and operate in a satisfactory manner a device to monitor and record the operating temperature of the acid cleaning tank in EU-ACIDTANK on a once every 8-hour shift basis. [R336.1224, R336.1225, R336.1901]

Metokote Corporation

Permit No. 74-03

August 1, 2003

Page 6 of 6

Record / Reporting / Notification

All records shall be completed and made available by the 15th. day of each calendar month, unless otherwise specified in any recordkeeping, reporting or notification special condition. [**R336.1201(3)**]

- 1.9 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. All records shall be kept on file for a period of at least five years and made available to the Department upon request. [R336.1224, R336.1225]
- 1.10 The permittee shall keep, in a satisfactory manner, monthly records of the amount (in gallons) of sulfuric and/or acetic acid used, and the hours of operation of the EU-ACIDTANK shall be kept on file for a period of at least five years and made available to the Air Quality Division upon request. [R336.1205, R 336. 1224, R 336.1225,R336.1702(a)]

Stack/Vent Restrictions

	Stack & Vent ID	Maximum Diameter (inches)	Minimum Height Above Ground Level (feet)	Applicable Requirement			
1.11	SV-ACIDTANK	36	53	R336.1225, R336.1901,			
				40 CFR 52.21(c) & (d)			
	The exhaust gases shall be discharged unobstructed vertically upwards to the ambient air.						