MICHIGAN DEPARTMENT OF ENVIRONMENTAL QUALITY AIR QUALITY DIVISION

April 13, 2016

PERMIT TO INSTALL 131-04E

ISSUED TO
Anderson Development Company

LOCATED AT
1415 East Michigan Street
Adrian, Michigan

IN THE COUNTY OF Lenawee

RIS PENINSULI

STATE REGISTRATION NUMBER A2851

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: February 12, 2016			
DATE PERMIT TO INSTALL APPROVED: April 13, 2016	SIGNATURE:		
DATE PERMIT VOIDED:	SIGNATURE:		
DATE PERMIT REVOKED:	SIGNATURE:		

PERMIT TO INSTALL

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Common Abbreviations / Acronyms

Common Abbreviat 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	co	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	NO _x	Oxides of Nitrogen		
MODO	Quality Material Cofete Bets Chapt	ng	Nanogram Parity late Matter		
MSDS NA	Material Safety Data Sheet Not Applicable	PM	Particulate Matter		
NAAQS	National Ambient Air Quality Standards	PM10	Particulate Matter equal to or less than 10 microns in diameter		
NESHAP	National Emission Standard for Hazardous Air Pollutants	PM2.5	Particulate Matter equal to or less than 2.5 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	THC	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		
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^{*}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.
- 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 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
EUPLT1	Manufacturing and associated unit operations for polyurethane polymers and curatives. The processes consist of reactors, vacuum pumps, a still and storage tank. The process equipment will be controlled by evaporators, a condenser, carbon adsorption units and scrubbers. Previously known as EU00009, EU00012, EU00016 and EUANDURSTRIP.	
EUPLT2LINE1	Manufacturing and associated unit operations for acrylic polymers. The process consists of reactors, storage tanks, process tanks and associated vacuum pumps. The processes are controlled by a condenser, caustic scrubber and activated carbon adsorption. Previously known as EU00003.	
EUPLT2LINE2	Manufacturing and associated unit operations for catalysts. The process consists of reactors, process tanks, waste tanks and vacuum pumps. The processes are controlled by a condenser, caustic scrubber and activated carbon unit. Previously known as EU00004.	
EUPLT2LINE3	Miscellaneous manufacturing and associated unit operations. The processes consist of reactors, a vacuum pump and other equipment. The processes are controlled by a condenser, caustic scrubber and activated carbon units. Previously known as EU00007 and EU00015.	
EUPLT2LINE4	Manufacturing and associated unit operations for thermoplastic resins. The process consists of storage tanks, distillation feed storage, reactors, filters, dryers and vacuum pumps. The processes are controlled by two condensers that each uses a different type of coolant. Previously known as EU00014.	

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
FGFACILITY	All process equipment source-wide including	
	equipment covered by other permits, grand-fathered	
	equipment and exempt equipment.	

The following conditions apply Source-Wide to: FGFACILITY

<u>POLLUTION CONTROL EQUIPMENT:</u> Environmental Condensers (cooling water, chilled-water, glycol and brine), caustic scrubbers and carbon adsorption units.

I. <u>EMISSION LIMITS</u>

Pollutant	Limit	Time Period / Operating Scenario	Equipment	Testing / Monitoring Method	Underlying Applicable Requirements
1. VOC	50.0 tpy	12-month rolling time period as determined at the end of each calendar month.	FGFACILITY	SC VI.2	R 336.1205(3), R 336.1225, R 336.1702
2. Each Individual HAP	8.0 tpy	12-month rolling time period as determined at the end of each calendar month.	FGFACILITY	SC VI.3	R 336.1205(3)
3. Aggregate HAPs	20.0 tpy	12-month rolling time period as determined at the end of each calendar month.	FGFACILITY	SC VI.3	R 336.1205(3)

II. MATERIAL LIMITS

NA

III. PROCESS/OPERATIONAL RESTRICTIONS

- 1. The permittee shall not operate any processes in EUPLT1, EUPLT2LINE1, EUPLT2LINE2, EUPLT2LINE3, or EUPLT2LINE4 unless an operation and maintenance (O&M)/malfunction abatement plan (MAP) as described in Rule 911(2), for each emission unit and associated control device(s), has been submitted within 90 days of permit issuance, and is implemented and maintained. The O&M/MAP shall, at a minimum, specify the following:
 - a) A complete preventative maintenance program including identification of the supervisory personnel responsible for overseeing the inspection, maintenance, and repair of air-cleaning devices, a description of the items or conditions that shall be inspected, the frequency of the inspections or repairs, and an identification of the major replacement parts that shall be maintained in inventory for quick replacement.
 - b) An identification of the source and air-cleaning device operating variables that shall be monitored to detect a malfunction or failure, the normal operating range of these variables, and a description of the method of monitoring or surveillance procedures.
 - c) A description of the corrective procedures or operational changes that shall be taken in the event of a malfunction or failure to achieve compliance with the applicable emission limits.

If at any time the O&M/MAP fails to address or inadequately addresses an event that meets the characteristics of a malfunction, the permittee shall amend the O&M/MAP within 45 days after such an event occurs. The permittee shall also amend the O&M/MAP within 45 days, if new equipment is installed or upon request from the District Supervisor. The permittee shall submit the O&M/MAP and any amendments to the O&M/MAP to the AQD District Supervisor for review and approval. If the AQD does not notify the permittee within 90 days of submittal, the O&M/MAP or amended O&M/MAP shall be considered approved. Until an amended plan is approved, the permittee shall implement corrective procedures or operational changes to achieve compliance with all applicable emission limits. (R 336.1225, R 336.1331, R 336.1702(a), R 336.1910, R 336.1911)

2. The permittee shall continue to keep in-place the Leak Detection and Repair (LDAR) monitoring program for all pipe fittings, flanges and pump seals in FGFACILITY. Except as otherwise provided in this condition, the LDAR monitoring shall be conducted once every two years (biennial) using methods and procedures acceptable to the District Supervisor, Air Quality Division. If the biennial LDAR monitoring demonstrates leaks of greater than five (5) percent of all monitored components, then the AQD may require LDAR monitoring on a quarterly basis until the permittee demonstrates that the monitored components can achieve a leak rate of less than five (5) percent for two consecutive quarters and then once each of the following two consecutive years, then the permittee may return to biennial monitoring. The permittee may petition the AQD by demonstrating that quarterly monitoring is unnecessary because of an error in sampling, monitoring or statistical evaluations; corrections or modifications; or other circumstances. A summary of results of any quarterly, annual or biennial monitoring shall be sent to the District Supervisor within 30 days after completion of the monitoring event. (R 336.1225, R 336.1702(a), R 336.1205(3))

IV. <u>DESIGN/EQUIPMENT PARAMETERS</u>

- 1. The permittee shall not operate any processes in EUPLT1, EUPLT2LINE1, EUPLT2LINE2, EUPLT2LINE3, or EUPLT2LINE4 unless the associated control device is installed, maintained, and operated in a satisfactory manner. (R 336.1225, R 336.1331, R 336.1702, R 336.1910)
- 2. The permittee shall equip and maintain each process in EUPLT1, EUPLT2LINE1, EUPLT2LINE2, EUPLT2LINE3, or EUPLT2LINE4 that has a control device with a device to monitor the parameters specified in the O&M/MAP, required by SC III.1. (R 336.1225, R 336.1702, R 336.1910)

V. TESTING/SAMPLING

NA

VI. MONITORING/RECORDKEEPING

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

- 1. The permittee shall complete all required calculations in a format acceptable to the AQD District Supervisor and make them available by the 15th day of the calendar month, for the previous calendar month, unless otherwise specified in any monitoring/recordkeeping special condition. (R 336.1205(3))
- 2. The permittee shall keep, in a satisfactory manner, monthly and 12-month rolling time period VOC emission calculation records for FGFACILITY, as required by SC I.1. The permittee shall keep all records on file at the facility and make them available to the Department upon request. (R 336.1205(3), R 336.1225, R 336.1702)
- 3. The permittee shall keep, in a satisfactory manner, individual and aggregate HAP emission calculations determining the annual emission rate of each HAP in tons per 12-month rolling time period as determined at the end of each calendar month, as required by SC I.2 and I.3. The permittee shall keep all records on file at the facility and make them available to the Department upon request. (R 336.1205(3), R 336.1225, R 336.1702)

- 4. The permittee shall keep for each emission unit in FGFACILITY the following records:
 - a) Number of batches in each reactor,
 - b) Weight and composition of each batch produced in each reactor.

The permittee shall keep all records on file at the facility and make them available to the Department upon request. (R 336.1205(3), R 336.1225, R 336.1702)

5. The permittee shall monitor and record the parameters for each control device, as specified in the O&M/MAP, once per batch, while the process is operating. The permittee shall keep all records on file at the facility and make them available to the Department upon request. (R 336.1205(3), R 336.1225, R 336.1702)

VII. REPORTING

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. SV00356	2	55	R 336.1225
2. SV300301	2	42	R 336.1225
3. SV00302	4	41	R 336.1225
4. SV00318	2	19.5	R 336.1225
5. SV00391	2	26	R 336.1225
6. SV00500	2	36	R 336.1225
7. SV00502	2	36	R 336.1225
8. SV00530	2	36	R 336.1225
9. SV331331	2	26	R 336.1225
10. SV00003	12	45	R 336.1225
11. SV00004	2	80	R 336.1225
12. SV00004T	6	45	R 336.1225
13. SV00081	2	20	R 336.1225
14. SV00135	2	45	R 336.1225,
			R 336.1702
15. SV01609	4	40	R 336.1225,
			R 336.1702
16. SV00015C	2	40	R 336.1225,
			R 336.1702
17. SV00165	10	55	R 336.1225,
			R 336.1702
18. SV00014	6	50	R 336.1225,
			R 336.1702

IX. OTHER REQUIREMENTS

NA