MICHIGAN DEPARTMENT OF ENVIRONMENTAL QUALITY AIR QUALITY DIVISION

November 29, 2016

PERMIT TO INSTALL 108-16

ISSUED TO Neenah Paper, Inc.

LOCATED AT 501 East Munising Avenue Munising, Michigan

IN THE COUNTY OF

Alger

STATE REGISTRATION NUMBER B1470

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 23, 2016

DATE PERMIT TO INSTALL APPROVED: November 29, 2016	SIGNATURE:
DATE PERMIT VOIDED:	SIGNATURE:
DATE PERMIT REVOKED:	SIGNATURE:

PERMIT TO INSTALL

Table of Contents

Section	Page
Alphabetical Listing of Common Abbreviations / Acronyms	2
General Conditions	
Special Conditions	5
Emission Unit Summary Table	5
Flexible Group Summary Table	5
Special Conditions for EU05	6
Special Conditions for EUCOATER EMISSION UNIT CONDITIONS	9
Special Conditions for FGFACILITY	

	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
СОМ	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)	PM	Particulate Matter
MSDS	Material Safety Data Sheet	PM10	PM with aerodynamic diameter ≤10 microns
NESHAP	National Emission Standard for Hazardous Air Pollutants	PM2.5	PM with aerodynamic diameter \leq 2.5 microns
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

- 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 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)
- 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 (Including Process Equipment & Control Device(s))	Installation Date/ Modification Date	Flexible Group ID				
EU05	Boiler EU05 is capable of burning coal and natural gas. The boiler capacity is 202 MMBTU/hour heat input. The baghouse is utilized to reduce emissions of particulate. Sorbent Dry Absorber (SDA) will be installed to reduce HAP emissions. EU05 is a CAM subject emission unit subject to the requirements of 40 CFR Part 64. The CAM subject pollutant for the emission unit is PM-10.	and 5/1/2015	FGFACILITY				
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.							
	1, 000, 1200.						

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-	All Emission Units
	fathered equipment and exempt equipment.	

The following conditions apply to: EU05

DESCRIPTION

Boiler EU05 is capable of burning coal and natural gas. The boiler capacity is 202 MMBtu/hour heat input. This permit modification is for the purpose of adding SDA control for HAP emissions.

EU05 is a CAM subject emission unit subject to the requirements of 40 CFR Part 64. The CAM subject pollutant for the emission unit is PM-10.

Flexible Group ID: NA

POLLUTION CONTROL EQUIPMENT

Fabric filter baghouse to control particulate emissions and SDA to control HAP emissions.

I. EMISSION LIMITS

Pollutant	Limit	Time Period / Operating Scenario	Equipment	Testing / Monitoring Method	Underlying Applicable Requirements
1. Particulate	0.30 lbs/1000 lbs of exhaust gases corrected to 50% excess air	Test Protocol will determine the averaging time	EU05	GC 13	R336.1331(a)

II. MATERIAL LIMITS

1. The sulfur content of the coal used as fuel in EU05 shall not exceed 1.5 percent by weight, calculated on the basis of 12,000 BTUs per pound of coal. (R 336.1401(1))

III. PROCESS/OPERATIONAL RESTRICTIONS

- 1. If less than three baghouse modules (out of five) are operating at the baghouse collector, the permittee shall implement corrective action and maintain a record of action taken to prevent reoccurrence. (R 336.1910)
- 2. Within 60 calendar days of placing the SDA into service, the permittee shall submit to the AQD District Supervisor, an updated PM/MAP for EU05. At a minimum the plan shall contain the following:
 - Operation and maintenance criteria for EU05, add-on control device(s), and for the process and control device(s) monitoring equipment as well as a standardized checklist to document the operation a d maintenance of the equipment;
 - b. The work practice standards for the add-on control device(s) and monitoring equipment;
 - c. Procedures to be followed to ensure that equipment or process malfunctions due to poor maintenance or other preventable conditions do not occur; and
 - d. A systematic procedure for identifying process equipment, add-on control device(s) and monitoring equipment malfunctions and for implementing corrective actions to address such malfunctions. (R 336.1910, R 336.1941)

IV. DESIGN/EQUIPMENT PARAMETERS

- 1. The permittee shall equip and maintain the baghouse collector for EU05 with a pressure drop indicator. (R 336.1205(1), R 336.1910)
- 2. The permittee shall not operate EU05, after January 31, 2016, unless the SDA is installed, maintained, and operated in a satisfactory manner. Satisfactory manner includes operating and maintaining the control device in accordance with an approved PM/MAP. (R 336.1205(1), R 336.1910)

V. TESTING/SAMPLING

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

 The permittee shall verify PM emission rates from EU05 by testing at owner's expense, in accordance with Department requirements by January 31, 2017, and once every three years from the date of the previous test. No less than 60 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. Verification of emission rates includes the submittal of 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 336.2001, 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))

- The permittee shall carry out an Inspection and Maintenance Program for EU05, Coal Handling and Storage Equipment, Ash Handling and Storage Equipment and Associated Air Cleaning Devices as detailed in Appendix 4 of ROP No. MI-ROP-B1470-2013 to assure that the air cleaning devices are installed, maintained, and operated in a satisfactory manner and in accordance with the Michigan Air Pollution Control Rules and existing law. (R 336.1910)
- 2. The permittee shall monitor and record the fuel sulfur content for EU05 as detailed in Appendix 4 of ROP No. MI-ROP-B1470-2013. (R 336.1401(1))
- 3. When EU05 is operating, the permittee shall operate, calibrate, and maintain a Continuous Opacity Monitoring System on the baghouse for EU05. The permittee shall keep a summary record of all six-minute averages of opacity greater than 20 percent, except for one six-minute average per hour of not more than 27 percent opacity, including cause if known, and corrective action taken. Also, the permittee shall keep a summary record of opacity monitor downtime. The permittee shall submit these summary records with the semiannual reports. (R 336.1301, R 336.1250, R 336.1299)

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. SV05	86	135	R 336.1225

IX. OTHER REQUIREMENTS

 The permittee shall comply with the applicable requirements of 40 CFR Part 63, Subpart JJJJJJ - National Emission Standards for Hazardous Air Pollutants for Area Sources: Industrial, Commercial, and Institutional Boilers and Process Heaters. (40 CFR Part 63, Subpart JJJJJJJ)

The following conditions apply to: EUCOATER EMISSION UNIT CONDITIONS

DESCRIPTION

One Machine Coater #1.

Flexible Group ID: NA

POLLUTION CONTROL EQUIPMENT

NA

I. EMISSION LIMIT(S)

	Pollutant	Limit	Time Period/ Operating Scenario	Equipment	Monitoring/ Testing Method	Underlying Applicable Requirements
1.	VOCs	12 lb/hr and 7.8 tpy ²	According to Method	EUCOATER	GC 13 SC VI.2	R 336.1702(c)
2.	Acrylonitrile	0.19 mg/m ³ , corrected to 70°F and 29.92 inches Hg ¹	According to Method	EUCOATER	GC 13 SC VI.2	R 336.1225
3.	Formaldehyde	6.3 mg/m ³ , corrected to 70°F and 29.92 inches Hg ¹	According to Method	EUCOATER	GC 13 SC VI.2	R 336.1225
4.	Particulate	0.01 lbs/1000 lbs of exhaust gases ²	According to Method	EUCOATER	GC 13	R 336.1331
5.	Opacity	0% ²	6-minute average	EUCOATER	GC13	R 336.1301(1)(c)

II. MATERIAL LIMIT(S)

Material	Limit	Time Period/ Operating Scenario	FAIIIAMAAT	Monitoring/ Testing Method	Underlying Applicable Requirements
NA	NA	NA	NA	NA	NA

III. PROCESS/OPERATIONAL RESTRICTION(S)

1. Applicant shall not fire any fuel in the dryers other than sweet natural gas.² (R 336.1201(3))

IV. DESIGN/EQUIPMENT PARAMETER(S)

NA

V. TESTING/SAMPLING

Records shall be maintained on file for a period of five years. (R 336.1213(3)(b)(ii))

- 1. The permittee shall perform a stack test for particulate matter by January 31, 2017, and thereafter once every three years from the date of the previous stack test.² (R 336.2001, R 336.2003, R 336.2004)
- 2. The permittee shall submit a complete test protocol to the AQD for approval at least 30 days prior to the anticipated test date. (R 336.1213(3))
- 3. The permittee shall notify the AQD no less than seven days prior to the anticipated test date. (R 336.2001(3))
- 4. The permittee shall submit two complete test reports of the test results to the AQD, one to the Technical Programs Unit and one to the district office, within 60 days following the last date of the test. (R 336.2001(4))

See Appendix 5

VI. MONITORING/RECORDKEEPING

Records shall be maintained on file for a period of five years. (R 336.1213(3)(b)(ii))

- 1. Applicant shall monitor and record the paper machine feed rate from the paper machine No. 1 on a continuous basis in a manner and with instrumentation acceptable to the Air Quality Division.² (R 336.1201(3))
- 2. The permittee shall obtain and keep records of emissions and VOC content of as applied coatings as detailed in Appendix 4 and 7. (R 336.1213(3))

See Appendix 4 & 7

VII. <u>REPORTING</u>

- 1. Prompt reporting of deviations pursuant to General Conditions 21 and 22 of Part A. (R 336.1213(3)(c)(ii))
- Semiannual reporting of monitoring and deviations pursuant to General Condition 23 of Part A. The report shall be postmarked or received by the appropriate AQD District Office by March 15 for reporting period July 1 to December 31 and September 15 for reporting period January 1 to June 30. (R 336.1213(3)(c)(i))
- Annual certification of compliance pursuant to General Conditions 19 and 20 of Part A. The report shall be postmarked or received by the appropriate AQD District Office by March 15 for the previous calendar year. (R 336.1213(4)(c))

See Appendix 8

VIII. STACK/VENT RESTRICTION(S)

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 Dimensions (inches)	Minimum Height Above Ground (feet)	Underlying Applicable Requirements
1.	SVCOATER	44.8 x 30.3	90	R 336.1201(3)

IX. OTHER REQUIREMENT(S)

NA

Footnotes: ¹This condition is state only enforceable and was established pursuant to Rule 201(1)(b). ²This condition is federally enforceable and was established pursuant to Rule 201(1)(a).

The following conditions apply Source-Wide to: FGFACILITY

I. EMISSION LIMITS

Pollutant	Limit	Time Period / Operating Scenario	Equipment	Testing / Monitoring Method	Underlying Applicable Requirements		
1. Each Individual HAP	Less than 9 tpy*	12-month rolling time period as determined at the end of each calendar month	FGFACILITY	SC VI.2	R 336.1205(3)		
2. Aggregate HAPs	Less than 22.5 tpy*	12-month rolling time period as determined at the end of each calendar month	FGFACILITY	SC VI.2	R 336.1205(3)		
	* Beginning on February 1, 2016, and continuing for the first 12 calendar months, this limit applies to the cumulative total HAP emissions. Thereafter, the limit shall become a 12-month rolling limit.						

II. MATERIAL LIMITS

NA

III. PROCESS/OPERATIONAL RESTRICTIONS

NA

IV. DESIGN/EQUIPMENT PARAMETERS

NA

V. TESTING/SAMPLING

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

 Before January 31, 2017, the permittee shall determine emission rates for Hydrogen Chloride, Arsenic, Phosphorous, Manganese, Barium, Chromium, and lead and determine the Hydrogen Chloride control efficiency from EU05 (using exhaust emissions and the chlorine in the coal) by testing at owner's expense, in accordance with Department requirements. The permittee must complete the test once every five years, thereafter. 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. Verification of emission rates includes the submittal of 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 336.1205(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))

- 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 monitoring/recordkeeping special condition. Formulation data (which identifies HAP content down to the 0.1 percent) can be used in completing calculations. (R 336.1205(3))
- 2. The permittee shall keep the following information on a monthly basis for FGFACILITY:
 - a. The quantity of each HAP containing material used or emitted.
 - b. The HAP emission factor of each HAP containing material used or emitted. (Emission factors are to be based on testing at the facility or as approved by the AQD District Supervisor.)
 - d. Individual and aggregate HAP emission calculations determining the monthly emission rate of each in tons per calendar month for FGFACILITY.
 - e. Individual and aggregate HAP emission calculations determining the annual emission rate of each in tons per 12-month rolling time period as determined at the end of each calendar month for FGFACILITY. For the first month following permit issuance, the calculations shall include the summation of emissions from the 11-month period immediately preceding the issuance date. For each month thereafter, calculations shall include the summation of emissions for the appropriate number of months prior to permit issuance plus the months following permit issuance for a total of 12 consecutive months.

The permittee shall keep the records in a format acceptable to the AQD District Supervisor and as outlined in Appendix 7 of ROP No. MI-ROP-B1470-2013. The permittee shall keep all records on file and make them available to the Department upon request. (**R 336.1205(3)**)

VII. <u>REPORTING</u>

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).