MICHIGAN DEPARTMENT OF ENVIRONMENTAL QUALITY AIR QUALITY DIVISION

February 16, 2017

PERMIT TO INSTALL 188-16

ISSUED TOThe Regents of the University of Michigan

LOCATED AT 2800 Plymouth Road Ann Arbor, Michigan

IN THE COUNTY OF Washtenaw

PENINSTILA

STATE REGISTRATION NUMBER M0675

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: January 9, 2017			
DATE PERMIT TO INSTALL APPROVED: February 16, 2017	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	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	
CO ₂ e	Carbon Dioxide Equivalent	°F	Degrees Fahrenheit	
COM	Continuous Opacity Monitoring	g	Gram	
EPA	Environmental Protection Agency	gr	Grain	
EU	Emission Unit	Hg	Mercury	
FG	Flexible Group	hr	Hour	
GACS	Gallon of Applied Coating Solids	H ₂ S	Hydrogen Sulfide	
GC	General Condition	hp	Horsepower	
GHGs	Greenhouse Gases	lb	Pound	
HAP	Hazardous Air Pollutant	kW	Kilowatt	
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	ng	Nanogram	
MDEQ	Michigan Department of Environmental Quality (Department)	NO _x	Oxides of Nitrogen	
MSDS	Material Safety Data Sheet	PM	Particulate Matter	
NESHAP	National Emission Standard for Hazardous Air Pollutants	PM10	PM with aerodynamic diameter ≤10 microns	
NSPS	New Source Performance Standards	PM2.5	PM with aerodynamic diameter ≤ 2.5 microns	
NSR	New Source Review	pph	Pounds per hour	
PS	Performance Specification	ppm	Parts per million	
PSD	Prevention of Significant Deterioration	ppmv	Parts per million by volume	
PTE	Permanent Total Enclosure	ppmw	Parts per million by weight	
PTI	Permit to Install	psia	Pounds per square inch absolute	
RACT	Reasonably Available Control Technology	psig	Pounds per square inch gauge	
ROP	Renewable Operating Permit	scf	Standard cubic feet	
SC	Special Condition	sec	Seconds	
SCR	Selective Catalytic Reduction	SO ₂	Sulfur Dioxide	
SRN	State Registration Number	THC	Total Hydrocarbons	
TAC	Toxic Air Contaminant	tpy	Tons per year	
TEQ	Toxicity Equivalence Quotient	μg	Microgram	
VE	Visible Emissions	VOC	Volatile Organic Compound	
		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. (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)	Installation Date / Modification Date	Flexible Group ID
EU-PATH-DGEN1	A 1500 kilowatts (kW) diesel-fueled emergency engine with a model year of 2017, and a displacement of 4.3 liters/cylinder.	2017	FG-PATHDGENS
EU-PATH-DGEN2	A 1500 kilowatts (kW) diesel-fueled emergency engine with a model year of 2017, and a displacement of 4.3 liters/cylinder.	2017	FG-PATHDGENS

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.

The following conditions apply to: FG-PATHDGENS

DESCRIPTION: Two 1500 kilowatts (kW) diesel-fueled emergency engines manufactured in 2017.

Flexible Group ID: FG-PATHDGENS

POLLUTION CONTROL EQUIPMENT: NA

I. <u>EMISSION LIMITS</u>

Pollutant	Limit	Time Period / Operating Scenario	Equipment	Testing / Monitoring Method	Underlying Applicable Requirements
1. NOx	9.2 g/kW-hr for each engine	Test Protocol*	FG-PATHDGENS	SC VI.2	40 CFR 60.4202(a)(2), Table 1 of 40 CFR 89.112
2. HC	1.3 g/kW-hr for each engine	Test Protocol*	FG-PATHDGENS	SC VI.2	40 CFR 60.4202(a)(2), Table 1 of 40 CFR 89.112
3. NMHC + NOx	6.4 g/kW-hr for each engine	Test Protocol*	FG-PATHDGENS	SC VI.2	40 CFR 60.4202(a)(2), Table 1 of 40 CFR 89.112
4. CO	3.5 g/kW-hr for each engine	Test Protocol*	FG-PATHDGENS	SC VI.2	40 CFR 60.4202(a)(2), Table 1 of 40 CFR 89.112
5. PM	0.20 g/kW-hr for each engine	Test Protocol*	FG-PATHDGENS	SC VI.2	40 CFR 60.4202(a)(2), Table 1 of 40 CFR 89.112
*Test Protocol shall determine averaging time.					

II. MATERIAL LIMITS

1. The permittee shall burn only diesel fuel, in FG-PATHDGENS with the maximum sulfur content of 15 ppm (0.0015 percent) by weight and a minimum Cetane index of 40 or a maximum aromatic content of 35 volume percent. (40 CFR 60.4207, 40 CFR 80.510(b))

III. PROCESS/OPERATIONAL RESTRICTIONS

1. The permittee shall not operate either engine in FG-PATHDGENS for more than 500 hours per year on a 12-month rolling time period basis as determined at the end of each calendar month. The 500 hours includes the hours for the purpose of necessary maintenance checks and readiness testing as described in SC III.2. (R 336.1225, R 336.1702(a), 40 CFR 52.21 (c) & (d))

- 2. The permittee may operate each engine in FG-PATHDGENS for no more than 100 hours per calendar year for the purpose of necessary maintenance checks and readiness testing, provided that the tests are recommended by Federal, State, or local government, the manufacturer, the vendor, the regional transmission organization or equivalent balancing authority and transmission operator, or the insurance company associated with the engine. The permittee may petition the Department for approval of additional hours to be used for maintenance checks and readiness testing. A petition is not required if the owner or operator maintains records indicating that Federal, State, or local standards require maintenance and testing of emergency internal combustion engines beyond 100 hours per calendar year. (40 CFR 60.4211(f)(2))
- 3. Each engine in FG-PATHDGENS may operate up to 50 hours per calendar year in non-emergency situations, but those 50 hours are counted towards the 100 hours per calendar year provided for maintenance and testing as provided in §60.4211(f)(2). Except as provided in §60.4211(f)(3)(i), the 50 hours per calendar year for non-emergency situations cannot be used for peak shaving or non-emergency demand response, or to generate income for the permittee to supply non-emergency power as part of a financial arrangement with another entity. (40 CFR 60.4211(f)(3))
- 4. If the permittee purchased a certified engine, according to procedures specified in 40 CFR Part 60 Subpart IIII, for the same model year, the permittee shall meet the following requirements for each engine in FG-PATHDGENS:
 - a) Operate and maintain the certified engine and control device according to the manufacturer's emission-related written instructions,
 - b) Change only those emission related settings that are permitted by the manufacturer, and
 - c) Meet the requirements as specified in 40 CFR 89, 94, and/or 1068, as it applies to you.

If you do not operate and maintain the certified engine and control device according to the manufacturer's emission-related written instructions, the engine will be considered a non-certified engine. (40 CFR 60.4211(a))

5. If the permittee purchased a non-certified engine or a certified engine operating in a non-certified manner, the permittee shall keep a maintenance plan for each engine in FG-PATHDGENS and shall, to the extent practicable, maintain and operate each engine in a manner consistent with good air pollution control practice for minimizing emissions. (40 CFR 60.4211(g)(3))

IV. DESIGN/EQUIPMENT PARAMETERS

- 1. The permittee shall equip and maintain each engine in FG-PATHDGENS with non-resettable hours meters to track the operating hours. (R 336.1225, 40 CFR 60.4209)
- 2. The permittee shall install, maintain, and operate each engine in FG-PATHDGENS certified to the emission standards in §60.4205(b), as described in SC I.1, I.2, I.3, I.4, I.5, for the same model year and NFPA nameplate engine power for each engine in FG-PATHDGENS. The engine must be installed and configured according to the manufacturer's emission-related specifications. (40 CFR 60.4202, 40 CFR 60.4205)

V. TESTING/SAMPLING

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

1. The permittee shall conduct an initial performance test for each engine in FG-PATHDGENS within one year after startup of the engine to demonstrate compliance with the emission limits in 40 CFR 60.4205 unless the engines have been certified by the manufacturer and the permittee maintains the engine as required by 40 CFR Part 60 Subpart IIII. If a performance test is required, the performance tests shall be conducted according to 40 CFR 60.4212. No less than 30 days prior to testing, a complete test plan shall be submitted to the AQD. The final plan must be approved by the AQD prior to testing. Verification of emission rates includes the submittal of a complete report of the test results to the AQD within 60 days following the last date of the test. Subsequent performance testing shall be conducted every 8,760 hours of engine operation or 3 years, whichever comes first. (40 CFR 60.4211, 40 CFR 60.4212, 40 CFR Part 60 Subpart IIII)

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VI. MONITORING/RECORDKEEPING

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

- 1. The permittee shall keep all required records and calculations in a format acceptable to the AQD District Supervisor by the 30th day of the calendar month, for the previous calendar month, unless otherwise specified in any monitoring/recordkeeping special condition. (40 CFR 52.21 (c) & (d), R336.1225, 40 CFR Part 60 Subpart IIII)
- 2. For each engine in FG-PATHDGENS, the permittee shall keep, in a satisfactory manner, records of testing required in SC V.1 or manufacturer certification documentation indicating that each engine in FG-PATHDGENS meets the applicable requirements contained in the federal Standards of Performance for New Stationary Sources 40 CFR Part 60 Subpart IIII. If any engine in FG-PATHDGENS becomes uncertified then the permittee must also keep records of a maintenance plan and maintenance activities. The permittee shall keep all records on file and make them available to the Department upon request. (40 CFR 60.4211)
- 3. The permittee shall monitor and record the total hours of operation and the hours of operation during non-emergencies for each engine in FG-PATHDGENS, on a monthly and 12-month rolling time period basis, in a manner acceptable to the District Supervisor, Air Quality Division. The permittee shall document how many hours are spent for emergency operation of each engine in FG-PATHDGENS, including what classified the operation as emergency and how many hours are spent for non-emergency operation. (40 CFR 60.4211, 40 CFR 60.4214)
- 4. The permittee shall keep, in a satisfactory manner, fuel supplier certification records or fuel sample test data, for each delivery of diesel fuel oil used in FG-PATHDGENS, demonstrating that the fuel meets the requirement of 40 CFR 80.510(b). The certification or test data shall include the name of the oil supplier or laboratory, the sulfur content, and cetane index or aromatic content of the fuel oil. (40 CFR 80.510(b))

VII. REPORTING

- 1. Within 30 days after completion of the installation, construction, reconstruction, relocation, or modification authorized by this Permit to Install, the permittee or the authorized agent pursuant to Rule 204, shall notify the AQD District Supervisor, in writing, of the completion of the activity. Completion of the installation, construction, reconstruction, relocation, or modification is considered to occur not later than commencement of trial operation of FG-PATHDGENS. (R 336.1201(7)(a))
- 2. The permittee shall submit a notification specifying whether each engine in FG-PATHDGENS will be operated in a certified or a non-certified manner to the AQD District Supervisor, in writing, within 30 days following the initial startup of the engine and within 30 days of switching the manner of operation. (40 CFR Part 60 Subpart IIII)

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. SVENGINE1	14	34.5	R 336.1225, 40 CFR 52.21 (c) & (d)
2. SVENGINE2	14	34.5	R 336.1225, 40 CFR 52.21 (c) & (d)

IX. OTHER REQUIREMENTS

- 1. The permittee shall comply with the provisions of the federal Standards of Performance for New Stationary Sources as specified in 40 CFR Part 60 Subpart A and Subpart IIII, as they apply to FG-PATHDGENS. (40 CFR Part 60 Subparts A & IIII,)
- 2. The permittee shall comply with the provisions of the National Emission Standards for Hazardous Air Pollutants, as specified in 40 CFR, Part 63, Subpart A and Subpart ZZZZ, as they apply to FG-PATHDGENS. **(40 CFR Part 63 Subparts A and ZZZZ, 40 CFR 63.6595)**