MICHIGAN DEPARTMENT OF ENVIRONMENTAL QUALITY AIR QUALITY DIVISION

August 10, 2017

PERMIT TO INSTALL 78-17

ISSUED TO Gestamp Washtenaw, LLC

LOCATED AT 5800 Sibley Road Chelsea, Michigan

IN THE COUNTY OF Washtenaw

STATE REGISTRATION NUMBER B2062

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: July 18, 2017

| DATE PERMIT TO INSTALL APPROVED: | SIGNATURE: |
|----------------------------------|------------|
| August 10, 2017 | |
| DATE PERMIT VOIDED: | SIGNATURE: |
| | |
| DATE PERMIT REVOKED: | SIGNATURE: |
| | |

PERMIT TO INSTALL

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| 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 | со | 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 EU | Quality Emission Unit | gr HAP | Grains Hazardous Air Pollutant | | |
| FG | Flexible Group | | | | |
| GACS | Gallons of Applied Coating Solids | Hg hr | Mercury Hour | | |
| GC | General Condition | HP | Horsepower | | |
| GHGs | Greenhouse Gases | H₂S | 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 | MW | Megawatts | | |
| MAP | System Malfunction Abatement Plan | NMOC | Non-methane Organic Compounds | | |
| MDEQ | Michigan Department of Environmental | NOx | Oxides of Nitrogen | | |
| | Quality | ng | Nanogram | | |
| MSDS | Material Safety Data Sheet | РM | Particulate Matter | | |
| NA | Not Applicable | PM10 | Particulate Matter equal to or less than 10 | | |
| NAAQS | National Ambient Air Quality Standards | | 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 PS | New Source Review 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 | Reasonable Available Control | psig scf | Pounds per square inch gauge Standard cubic feet | | |
| ROP | Technology 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 | | |
| | | yr | Year | | |

*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.
- 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)
- 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 | | |
|---|--|--|--|--|
| EUECOATA multi-stage electrodeposition coating line. Includes a 5 MMBTU/HR natural gas-fired curing oven and two immersion acid clean stages controlled by a packed-bed scrubber. | | Date of PTI | | |
| 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 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 |
|-------------------|--|---------------------------------|
| | All process equipment source-wide including equipment covered by other permits, grand-fathered equipment and exempt equipment. | |

The following conditions apply to: EUECOAT

DESCRIPTION: A multi-stage electrodeposition coating line. Includes a 5 MMBTU/HR natural gas-fired curing oven and two immersion acid clean stages controlled by a packed-bed scrubber.

Flexible Group ID: NA

POLLUTION CONTROL EQUIPMENT: Packed-bed scrubber

I. EMISSION LIMITS

| Pollutant | Limit | Time Period / Operating Scenario | Equipment | Testing / Monitoring Method | Underlying Applicable Requirements |
|-----------|----------|---|-----------|-----------------------------------|--|
| 1. VOCs | 10.0 tpy | 12-month rolling time period as determined at the end of each calendar month | EUECOAT | SC VI.3 | R 336.1225, R 336.1702(a) |

II. MATERIAL LIMITS

| Material | Limit | Time Period / Operating Scenario | Equipment | Testing / Monitoring Method | Underlying Applicable Requirements |
|--|--|-------------------------------------|-----------|-----------------------------------|--|
| 1. VOCs | 0.7 lb/gal (minus water) ^a as applied | Instantaneous | EUECOAT | SC V.1 | R 336.1702(a) |
| ^a The phrase "minus water" shall also include compounds which are used as organic solvents and which are excluded from the definition of volatile organic compound. (R 336.1602(4)) | | | | | |

III. PROCESS/OPERATIONAL RESTRICTIONS

- 1. The permittee shall capture all waste coatings and other materials and shall store them in closed containers. The permittee shall dispose of all waste coatings and other materials in an acceptable manner in compliance with all applicable state rules and federal regulations. (R 336.1224, R 336.1702(a))
- 2. The permittee shall handle all VOC and HAP containing materials, including coatings, reducers, solvents and thinners, in a manner to minimize the generation of fugitive emissions. The permittee shall keep containers covered at all times except when operator access is necessary. (R 336.1225, R 336.1702(a))

- 3. The permittee shall not operate the Immersion Acid Clean stages of EUECOAT unless an approvable malfunction abatement plan (MAP) as described in Rule 911(2), for the packed-bed scrubber system, has been submitted within 60 days after permit issuance, and is implemented and maintained. The 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 requirements.

If at any time the MAP fails to address or inadequately addresses an event that meets the characteristics of a malfunction, the permittee shall amend the MAP within 45 days after such an event occurs. The permittee shall also amend the MAP within 45 days, if new equipment is installed or upon request from the District Supervisor. The permittee shall submit the MAP and any amendments to the MAP to the AQD District Supervisor for review and approval. If the AQD does not notify the permittee within 90 days of submittal, the MAP or amended 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 requirements. (R 336.1224, R 336.1225, 336.1910, R 336.1911)

IV. DESIGN/EQUIPMENT PARAMETERS

- The permittee shall not operate the Immersion Acid Clean stages of EUECOAT unless the packed-bed scrubber is installed, maintained, and operated in a satisfactory manner. Satisfactory operation includes but is not limited to maintaining the scrubber system according to the MAP required by SC III.1. The MAP shall define the proper pressure drop and pH range to be maintained, as specified by the manufacturer. (R 336.1224, R 336.1225, R 336.1702, R 336.1910)
- 2. The permittee shall equip and maintain the backed-bed scrubber for EUECOAT with a device to monitor the pressure drop across the system. (R 336.1224, R 336.1225, R 336.1702, 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 determine the VOC content, water content, and density of any material, as applied and as received, using federal Reference Test Method 24. As an alternative, upon prior written approval by the AQD District Supervisor, the permittee may determine the VOC content, water content, and density from the Material Safety Data Sheet, manufacturer's formulation data, or both. If Method 24 is performed, the Method 24 test results shall be used to determine compliance unless the test results produce a zero or non-detect value for VOC content. If Method 24 test results produce a zero or non-detect value for VOC content, the permittee shall use the MSDS and/or manufacturer's formulation data to determine compliance. (R 336.1225, R 336.1702)

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 by the 15th day of the calendar month, for the previous calendar month, unless otherwise specified in any monitoring/recordkeeping special condition. (R 336.1225, R 336.1702)

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- 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 and make them available to the Department upon request. (R 336.1224, R 336.1225, R 336.1702)
- 3. The permittee shall keep the following information on a monthly basis for EUECOAT:
 - a) Gallons (with water) of each material used.
 - b) VOC content (minus water and with water) of each material as applied.
 - c) VOC mass emission calculations determining the monthly emission rate in tons per calendar month.
 - e) 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 using mass balance or an alternative method and format acceptable to the AQD District Supervisor. The permittee shall keep all records on file and make them available to the Department upon request. (R 336.1225, R 336.1702)

4. The permittee shall monitor and record, in a satisfactory manner, the pressure drop and pH of the packed-bed scrubber for EUECOAT on a weekly basis. All records shall be kept on file and made available to the Department upon request. (R 336.1224, R 336.1225, R 336.1331, R 336.1910)

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. SV-PRETREAT | 30 | 46 | R 336.1225, 40 CFR 52.21(c) & (d) |
| 2. SV-SCRUBBER | 19x15 | 46 | R 336.1225, 40 CFR 52.21(c) & (d) |
| 3. SV-OVEN | 22 | 46 | R 336.1225, 40 CFR 52.21(c) & (d) |
| 4. SV-COOLINGTUNNEL | 48 | 36 | R 336.1225, 40 CFR 52.21(c) & (d) |
| 5. SV-WATERHEATER | 24 | 46 | R 336.1225, 40 CFR 52.21(c) & (d) |

IX. OTHER REQUIREMENTS

N/A

Footnotes:

¹This condition is state only enforceable and was established pursuant to Rule 201(1)(b).

The following conditions apply Source-Wide to: FGFACILITY

POLLUTION CONTROL EQUIPMENT:

I. EMISSION LIMITS

| | Pollutant | Limit | Time Period/ Operating Scenario | Equipment | Testing/ Monitoring Method | Underlying Applicable Requirements |
|----|---------------------------|-----------------------|--|------------|----------------------------------|--|
| 1. | Each Individual HAP | Less than 8.9 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 22.4 tpy | 12-month rolling time period as determined at the end of each calendar month | FGFACILITY | SC VI.2 | R 336.1205(3) |

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))

 The permittee shall determine the HAP content of any coating, paint, adhesive, thinner, cleanup solvents, *etc.* (material) as applied and as received, using manufacturer's formulation data. Upon request of the AQD District Supervisor, the permittee shall verify the manufacturer's HAP formulation data using EPA Test Method 311. (R 336.1205(3))

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 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 the following information on a calendar month basis for FGFACILITY:
 - a) Gallons or pounds of each HAP containing material used.
 - b) Where applicable, gallons or pounds of each HAP containing material reclaimed.
 - c) HAP content, in pounds per gallon or pounds per pound, of each HAP containing material used.
 - d) Individual and aggregate HAP emission calculations determining the monthly emission rate of each in tons per calendar month.
 - 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.

The permittee shall keep records using mass balance or an alternate method and format acceptable to the AQD District Supervisor. 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