DEPARTMENT OF ENVIRONMENTAL QUALITY AIR QUALITY DIVISION ACTIVITY REPORT: Scheduled Inspection

N032943410		
FACILITY: Z TECHNOLOGIES CORP		SRN / ID: N0329
LOCATION: 26500 CAPITOL AVENUE, REDFORD TWP		DISTRICT: Detroit
CITY: REDFORD TWP		COUNTY: WAYNE
CONTACT: Ellis Breskman , President		ACTIVITY DATE: 02/22/2018
STAFF: Todd Zynda	COMPLIANCE STATUS: Compliance	SOURCE CLASS: SM OPT OUT
SUBJECT: Scheduled Inspection		
RESOLVED COMPLAINTS:		

REASON FOR INSPECTION: Targeted Inspection INSPECTED BY: Todd Zynda, AQD PERSONNEL PRESENT: Wayne Hall, Plant Manager FACILITY PHONE NUMBER: 313-937-0710 FACILITY FAX NUMBER: 313-937-1470 FACILITY WEBSITE: http://www.ztechcoatings.com/

FACILITY BACKGROUND

Z Technologies Corporation (Z Tech) is located at 26500 Capitol Avenue, Redford, Michigan. The facility is a chemical batch processing plant that manufactures coatings and sealants for the automobile industry, marine equipment, oil and gas industry and other specialty products. The primary use of the sealants produced is to protect the surface of coated materials. The facility is located in an industrial area, west of Beech Daly Road and south of the C & O Railroad line in Redford. Residential areas are located immediately adjacent to the south. A public park is located immediately adjacent to the west of the facility.

Z Tech currently has 20 full time employees. Operations are conducted during two shifts that span from 5 AM to 10:30 PM.

Z Tech was issued Title V Opt-Out Permit (Permit to install [PTI] 184-97A) on June 26, 2008. PTI 184-97A limits the facility's potential to emit (PTE) of hazardous air pollutants (HAPs) to less than 8.9 tons per year (tpy) for any individual HAP, and 25 tpy for all HAPs combined.

PROCESS OVERVIEW

Z Tech produces coatings and sealants by mixing solvents with solid components to produce a desired chemical composition of a product. During the mixing process, chemical reactions may occur which requires heat or the release of heat. Some mixing tanks are either covered and sealed or pressurized to withstand elevated temperatures or high/vacuum pressures.

The production rooms are equipped with a central air ventilation system that captures process related volatile organic compound (VOC) emissions and exhausts uncontrolled to ambient air through a stack located on the roof.

The facility also operates a 2.4 million British thermal unit per hour (MMBtu/hr) natural gas fired boiler which provides steam for batch vessels and a 6.28 MMBtu/hr natural gas fired boiler for hot water and "runs" as needed.

COMPLAINT/COMPLIANCE HISTORY

During June 2007, the facility was inspected and determined to be in noncompliance with several special conditions within PTI 184-97. A Letter of Violation (LOV) was issued for violations of permit record keeping requirements, Rule 287(c)/Rule 201, and Rule 210. As a result, the company submitted a PTI application and was issued PTI 184-97A to operate as a synthetic minor source. The company also began to maintain the required permit records.

During July 2011, the facility was inspected and was determined to be in compliance with PTI 184-97A.

During July 2014, the facility was inspected and was determined to be in compliance with PTI 184-97A.

OUTSTANDING CONSENT ORDERS

Consent Order AQD No. 7-2009 was terminated on October 6, 2014. The facility does not have any active Consent Orders.

OUTSTANDING VIOLATION NOTICES

None

INSPECTION NARRATIVE

On February 22, 2018 the Michigan Department of Environmental Quality (MDEQ) Air Quality Division (AQD) inspector, Mr. Todd Zynda conducted an announced inspection of Z Tech located at 26500 Capitol Avenue, Redford, Michigan. During the inspection, Mr. Wayne Hall, Plant Manager provided information and tour of facility operations relating to air quality permits. Mr. Ellis Breskman provided additional information and the required records for Z Tech emissions via email on March 1 and 5, 2018. The inspection was conducted to determine the facility's compliance with the Natural Resources and Environmental Protection Act (NREPA), Act 451, Part 55, and PTI 184-97A. Z Tech is permitted for the operation of flexible chemical batch processing plant.

At approximately 1:45 PM, AQD staff arrived in the area and performed outside observations. Opacity was not observed from any stack located on the facility building. Additionally, odors were not observed on adjacent properties to the facility.

At 2:00 PM AQD staff entered the facility, stated the purpose for the inspection, and was greeted by Mr. Wayne Hall, Plant Manager. The inspection began with a facility tour.

The tour began with observation of the raw material storage area, the empty storage container area and the hazardous waste storage area. Containers in the raw material storage area and the hazardous waste storage area appeared to be properly covered and secured.

During the inspection the reactor/mixing tanks and holding tanks were observed. The upper level of the facility contains the mixing/reactor tanks. The first floor contains additional mixing/holding tanks. During the inspection the lids were closed on mixers, reactors, and holding tanks. During the inspection dried materials (spilled) were observed on the floor of the second level near the mixing containers. The ventilation hoods were observed that evacuate vapors from the mixing and discharge untreated to ambient air. During the inspection, several areas contained pooled water on the facility floor. According to Mr. Hall, and later in a phone call with Mr. Breskman, the facility is in need on a new roof and the recent heavy rains have identified several leaks in the facility roof.

The tour continued with observation of two natural gas fired boilers which provides steam for batch vessels as necessary or hot water to the facility.

The inspection continued at the maintenance area where a small sand blast enclosure was observed. Emissions from the sand blasting equipment are exhausted in the general in-plant environment. Following observation of the maintenance area, the application room was observed. The application room contains an eight feet by eight feet spray booth with filters in place. According to Mr. Hall approximately one gallon of paint is applied a week.

The inspection concluded with the observation of the laboratory area where three laboratory work stations (two in service), three portable ovens (one in service), and two small heated salt baths used for corrosion testing were observed.

APPLICABLE RULES/PERMIT CONDITIONS

<u>PTI 184-97A</u>

The Special Conditions (SC) are listed as appropriate. For brevity, permit conditions and the language of federal and state rules have been paraphrased.

EUPROCESS

SC 1.1a. **TESTING NOT REQUESTED**. VOC emissions shall not exceed 16 pounds per hour (pph). At this time, the AQD has not required stack testing to determine the VOC emission rate. Per the monthly summaries submitted the highest monthly VOC emissions since the last inspection occurred at the end of January 2016 at 1.13 tons. Based on 212.2 hours of operation for that month, the calculated average VOC emission rate was 10.65 pph.

SC 1.1b and SC 1.10. **COMPLIANCE**. VOC emissions shall not exceed 27.1 tons per year (tpy) based on a 12-month rolling time period as determined at the end of each calendar month. The highest 12-month rolling VOC emission occurred at the end of February 2016 at 13.28 tpy.

SC 1.1c. **TESTING NOT REQUESTED**. Particulate matter (PM) emissions shall not exceed 0.1 pounds per 1,000 pounds of exhaust gas. At this time the AQD has not required the facility to conduct PM testing.

SC 1.1d. **TESTING NOT REQUESTED**. PM emissions shall not exceed 5.5 pph. At this time the AQD has not required the facility to conduct PM testing.

SC 1.2 and SC 1.9. **COMPLIANCE**. Shall not produce more than 2.260 million gallons of product per 12-month rolling time period. The maximum 12-month rolling gallons of product produced occurred at the end of February 2018 at 867,534 gallons.

SC 1.3 and SC 1.8. **COMPLIANCE**. Shall not manufacture product for more than 3,400 hours per 12-month rolling time period. The maximum 12-month rolling production hours occurred at the end of February 2016 at 2,499.4 hours.

SC 1.5. **COMPLIANCE**. Shall handle all VOC and HAP containing materials (products, resins, solvents) in a manner to minimize the generation of fugitive emissions. All containers

shall be covered at all times except when operator access is necessary. During the inspection all tanks were covered as required.

SC 1.6. **COMPLIANCE**. Shall capture all waste solvents and store them in closed containers. Waste material (hazardous waste) was stored properly in closed containers.

SC 1.4 and 1.7. **COMPLIANCE**. Shall not operate unless all applicable provisions of Rule 630 are met (closed mixer openings, closed wash solvents, cleaning of paint manufacturing equipment). Shall equip process tanks with covers that completely cover all openings except those which are no larger than necessary to allow safe clearance for the mixer shaft. During the inspection the facility appeared to be in compliance with Rule 630. Cleaning of paint manufacturing equipment was not observed during the inspection. During the inspection all tanks were covered as required.

SC 1.11. **COMPLIANCE**. Stack SVPROCESS shall be a maximum 72 inches in diameter and a minimum 36 feet above ground surface. During the inspection the stack was not observed. During the previous inspection in July 10, 2014 the stack appeared to meet the specifications in the permit. According to Mr. Breskman the stack has not changed.

FGFACILITY

SC 2.1a, 2.1b. and SC 2.2. **COMPLIANCE**. Emissions of each individual hazardous air pollutant (HAP) shall not exceed 8.9 tpy based on a 12-month rolling time period. Emissions of total HAPs shall not exceed 22.4 tpy based on a 12-month rolling time period. The maximum total HAPs based on a 12-month rolling time period occurred at the end of January 2016 at 0.2102 tons.

PERMIT TO INSTALL EXEMPT EQUIPMENT

Sand Blast Enclosure

The sand blast enclosure unit appears to be exempt from PTI requirements under R336.1285 (2)(I)(vi)(B).

Paint Booth

The facility paint booth appears to be exempt from PTI requirements under R336.1287(2) (c). The facility estimates that approximately 1 gallon per month is used in the paint booth. It was recommended that the facility begin to maintain the required records under R336.1287(2) (c)(iii). During the inspections dry filter control was installed and appeared in good condition. The facility implemented recording keeping in the paint booth as documented by email correspondence dated March 5, 2018.

Natural Gas Boilers

The boilers at the facility are exempt from PTI requirements under R336.1282(2)(b)(i).

FEDERAL REQUIREMENTS

<u>40 CFR Part 60, Subpart Dc - Standards of Performance for Small Industrial, Commercial, Institutional Steam Generating Units</u>

Both boilers at the facility were installed in 1978. Therefore, per 40 CFR 60.40c, the boilers are not subject to Subpart Dc, as the installation took place prior to June 9, 1989.

<u>40 CFR Part 63, Subpart CCCCCC – National Emission Standards for Hazardous Air</u> <u>Pollutants for Area Sources: Paints and Allied Products Manufacturing</u>

Subpart CCCCCCC was not evaluated during the inspection. The AQD has not accepted delegation to implement and enforce this regulation. The facility was provided with a copy of the regulation via email on March 5, 2018.

APPLICABLE FUGITIVE DUST CONTROL PLAN CONDITIONS:

Not applicable. All lots are paved.

MAERS REPORT REVIEW:

The 2016 MAERS report was timely and complete.

FINAL COMPLIANCE DETERMINATION:

At this time, this facility appears to be in compliance with PTI 184-97A and federal and state regulations.

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DATE 3/12/18 SUPERVISOR