MICHIGAN DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY AIR QUALITY DIVISION

December 21, 2022

PERMIT TO INSTALL 295-03G

ISSUED TO MAHLE Industries, Inc.

LOCATED AT
23030 MAHLE Drive
Farmington Hills, Michigan 48335

IN THE COUNTY OF Oakland

STATE REGISTRATION NUMBER N7320

The Air Quality Division has approved this Permit to Install, pursuant to the delegation of authority from the Michigan Department of Environment, Great Lakes, and Energy. 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:				
December 19, 2022				
DATE PERMIT TO INSTALL APPROVED:	SIGNATURE:			
December 21, 2022				
DATE PERMIT VOIDED:	SIGNATURE:			
DATE PERMIT REVOKED:	SIGNATURE:			

PERMIT TO INSTALL

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COMMON ACRONYMS

AQD Air Quality Division

BACT Best Available Control Technology

CAA Clean Air Act

CAM Compliance Assurance Monitoring
CEMS Continuous Emission Monitoring System

CFR Code of Federal Regulations

COMS Continuous Opacity Monitoring System

Department/department/EGLE Michigan Department of Environment, Great Lakes, and Energy

EU Emission Unit FG Flexible Group

GACS Gallons of Applied Coating Solids

GC General Condition
GHGs Greenhouse Gases

HVLP High Volume Low Pressure*

ID Identification

IRSLInitial Risk Screening LevelITSLInitial Threshold Screening LevelLAERLowest Achievable Emission RateMACTMaximum Achievable Control TechnologyMAERSMichigan Air Emissions Reporting System

MAP Malfunction Abatement Plan MSDS Material Safety Data Sheet

NA Not Applicable

NAAQS National Ambient Air Quality Standards

NESHAP National Emission Standard for Hazardous Air Pollutants

NSPS New Source Performance Standards

NSR New Source Review
PS Performance Specification

PSD Prevention of Significant Deterioration

PTE Permanent Total Enclosure

PTI Permit to Install

RACT Reasonable Available Control Technology

ROP Renewable Operating Permit

SC Special Condition

SCR Selective Catalytic Reduction
SNCR Selective Non-Catalytic Reduction

SRN State Registration Number

TBD To Be Determined

TEQ Toxicity Equivalence Quotient

USEPA/EPA United States Environmental Protection Agency

VE Visible Emissions

^{*}For HVLP applicators, the pressure measured at the gun air cap shall not exceed 10 psig.

POLLUTANT / MEASUREMENT ABBREVIATIONS

acfm Actual cubic feet per minute

BTU British Thermal Unit °C Degrees Celsius CO Carbon Monoxide

CO2e Carbon Dioxide Equivalent dscf Dry standard cubic foot dscm Dry standard cubic meter Pegrees Fahrenheit

gr Grains

HAP Hazardous Air Pollutant

Hg Mercury hr Hour

HP Horsepower Hydrogen Sulfide

kW Kilowatt
lb Pound
m Meter
mg Milligram
mm Millimeter
MM Million
MW Megawatts

NMOC Non-Methane Organic Compounds

NO_x Oxides of Nitrogen

ng Nanogram

PM Particulate Matter

PM10 Particulate Matter equal to or less than 10 microns in diameter PM2.5 Particulate Matter equal to or less than 2.5 microns in diameter

pph Pounds per hour ppm Parts per million

ppmv Parts per million by volume
ppmw Parts per million by weight
psia Pounds per square inch absolute

psig Pounds per square inch gauge

scf Standard cubic feet

 $\begin{array}{ccc} \text{sec} & \text{Seconds} \\ \text{SO}_2 & \text{Sulfur Dioxide} \end{array}$

TAC Toxic Air Contaminant

Temp Temperature

THC Total Hydrocarbons tpy Tons per year Microgram

µm Micrometer or Micron
VOC Volatile Organic Compounds

yr Year

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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 Environment, Great Lakes, and Energy, 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 Rule 210 (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 Rule 219 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 Rule 219 and shall be sent to the District Supervisor, Air Quality Division, Michigan Department of Environment, Great Lakes, and Energy. (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 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.

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- 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 Rule 301, 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 Rule 303 (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 Rule 370(2). (R 336.1370)
- 13. The Department may require the permittee to conduct acceptable performance tests, at the permittee's expense, in accordance with Rule 1001 and Rule 1003, under any of the conditions listed in Rule 1001. (R 336.2001)

EMISSION UNIT 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
EU-TCell1A	Engine dynamometer test cell capable of testing diesel, liquefied petroleum gas (LPG), compressed natural gas (CNG), hydrogen, E85/ethanol, or unleaded gasoline engines. This test cell can accommodate an engine rated up to 670 HP. EU-TCell1 and EU-TCell2 share a cooling system that restricts their total operating rating to 780 HP.	TBD	FG-TESTCELLSA
EU-TCell2A	Engine dynamometer test cell capable of testing diesel, liquefied petroleum gas (LPG), compressed natural gas (CNG), hydrogen, E85/ethanol, or unleaded gasoline engines. This test cell can accommodate an engine rated up to 453 HP. EU-TCell1 and EU-TCell2 share a cooling system that restricts their total operating rating to 780 HP.	TBD	FG-TESTCELLSA
EU-TCell3A	Engine dynamometer test cell capable of testing diesel, liquefied petroleum gas (LPG), compressed natural gas (CNG), hydrogen, E85/ethanol, or unleaded gasoline engines. This test cell can accommodate an engine rated up to 844 HP.	TBD	FG-TESTCELLSA
EU-TCell4A	Engine dynamometer test cell capable of testing diesel, liquefied petroleum gas (LPG), compressed natural gas (CNG), hydrogen, E85/ethanol, or unleaded gasoline engines. This test cell can accommodate an engine rated up to 603 HP.	TBD	FG-TESTCELLSA
EU-TCell5A	Engine dynamometer test cell capable of testing diesel, liquefied petroleum gas (LPG), compressed natural gas (CNG), hydrogen, E85/ethanol, or unleaded gasoline engines. This test cell can accommodate an engine rated up to 335 HP.	TBD	FG-TESTCELLSA

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 336.1291.

FLEXIBLE GROUP SPECIAL CONDITIONS

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
FG-TESTCELLSA	Five engine dynamometer test cells capable of testing diesel, liquefied petroleum gas (LPG), compressed natural gas (CNG), hydrogen, E85/ethanol, or unleaded gasoline engines.	EU-TCell1A, EU-TCell2A, EU-TCell3A, EU-TCell4A, EU-TCell5A

FG-TESTCELLSA FLEXIBLE GROUP CONDITIONS

DESCRIPTION

Five engine dynamometer test cells capable of testing diesel, liquefied petroleum gas (LPG), compressed natural gas (CNG), hydrogen, E85/ethanol, or unleaded gasoline engines.

Emission Unit: EU-TCell1A, EU-TCell2A, EU-TCell3A, EU-TCell4A, and EU-TCell5A

POLLUTION CONTROL EQUIPMENT

NA

I. EMISSION LIMIT(S)

Pollutant	Limit	Time Period / Operating Scenario	Equipment	Monitoring / Testing Method	Underlying Applicable Requirements
1. NOx	0.138 lb/gallon diesel	Hourly	FG-TESTCELLSA	SC V.2	R 336.1205(1)(a) & (3)
2. NOx	5.74E-2 lb/kg liquefied petroleum gas (LPG)	Hourly	FG-TESTCELLSA	SC V.2	R 336.1205(1)(a) & (3)
3. NOx	0.15 lb/gallon Gasoline, E85/ethanol, and gasoline/alcoh ol blends	Hourly	FG-TESTCELLSA	SC V.2	R 336.1205(1)(a) & (3)
4. NOx	6.0E-2 lb/kg compressed natural gas (CNG) and hydrogen	Hourly	FG-TESTCELLSA	SC V.2	R 336.1205(1)(a) & (3)
5. NOx	17.4 tpy	12-month rolling time period as determined at the end of each calendar month.	FG-TESTCELLSA	SC VI.2	R 336.1205(1)(a) & (3) 40 CFR 52.21(c) & (d)
6. CO	0.0137 lb/gallon diesel	Hourly	FG-TESTCELLSA	SC V.2	R 336.1205(1)(a) & (3)

Pollutant	Limit	Time Period / Operating Scenario	Equipment	Monitoring / Testing Method	Underlying Applicable Requirements
7. CO	0.956 lb/kg liquefied petroleum gas (LPG)	Hourly	FG-TESTCELLSA	SC V.2	R 336.1205(1)(a) & (3)
8. CO	0.84 lb/kg compressed natural gas (CNG)	Hourly	FG-TESTCELLSA	SC V.2	R 336.1205(1)(a) & (3)
9. CO	6.49 lb/gallon Gasoline, E85/ethanol, and Gasoline/alcoh ol blends	Hourly	FG-TESTCELLSA	SC V.2	R 336.1205(1)(a) & (3)
10. CO	79.7 tpy	12-month rolling time period as determined at the end of each calendar month.	FG-TESTCELLSA	SC VI.2	R 336.1205(1)(a) & (3) 40 CFR 52.21(d)

*Alternate equivalent emission factors (lb/gal) may be used with the approval of the AQD District Supervisor

II. MATERIAL LIMIT(S)

- 1. The permittee shall only burn unleaded gasoline, E85/ethanol, diesel, LPG, CNG, and hydrogen in FG-TESTCELLSA. (R 336.1205(1)(a) & (3), R 336.1224, R 336.1225, R 336.1702, 40 CFR 52.21(c) & (d))
- 2. The combined unleaded gasoline and E85/ethanol usage for FG-TESTCELLSA shall not exceed 20,000 gallons per 12-month rolling time period as determined at the end of each calendar month. (R 336.1205(1)(a) & (3), R 336.1225, R 336.1702(a), 40 CFR 52.21 (c) & (d))
- 3. The diesel fuel usage for FG-TESTCELLSA shall not exceed 200,000 gallons per 12-month rolling time period as determined at the end of each calendar month. (R 336.1205(1)(a) & (3), R 336.1225, R 336.1702(a), 40 CFR 52.21(c) & (d))
- The LPG usage for FG-TESTCELLSA shall not exceed 15,000 kilograms per 12-month rolling time period as determined at the end of each calendar month. (R 336.1205(1)(a) & (3), R 336.1225, R 336.1702(a), 40 CFR 52.21(c) & (d))
- 5. The CNG usage for FG-TESTCELLSA shall not exceed 15,000 kilograms per 12-month rolling time period as determined at the end of each calendar month. (R 336.1205(1)(a) & (3), R 336.1225, R 336.1702(a), 40 CFR 52.21(c) & (d))
- 6. The hydrogen usage for FG-TESTCELLSA shall not exceed 15,000 kilograms 15,000 kilograms per 12-month rolling time period as determined at the end of each calendar month. (R 336.1205(1)(a) & (3), R 336.1225, R 336.1702(a), 40 CFR 52.21(c) & (d))

III. PROCESS/OPERATIONAL RESTRICTION(S)

IV. DESIGN/EQUIPMENT PARAMETER(S)

- 1. The permittee shall install, calibrate, maintain and operate in a satisfactory manner, devices to monitor and record the fuel usage rates for FG-TESTCELLSA on a monthly basis. (R 336.1205(1)(a) & (3), R 336.1225, R 336.1702(a), 40 CFR 52.21(c) & (d))
- The permittee shall not modify or replace the cooling system for FG-TESTCELLSA if the system would allow engines exceeding 2,562 hp to be operated simultaneously. (R 336.1205(1)(a) & (3), R 336.1225, R 336.1702(a), 40 CFR 52.21(c) & (d))
- 3. Before burning CNG in any dynamometer test cell in FG-TESTCELLSA, the permittee shall verify the accuracy of the device to monitor and record the CNG usage of FG-TESTCELLSA. Accuracy of the monitoring device will be demonstrated by having an annual calibration test on file. (R 336.1205(1)(a) and (b), R 336.1224, R 336.1225, R 336.1702(a), 40 CFR 52.21(c) and (d))

V. TESTING/SAMPLING

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

1. Upon request of the AQD District Supervisor, the permittee shall verify NOx and CO emission rates from any unit in FG-TESTCELLSA by testing at the owner's expense, in accordance with Department requirements. Testing shall be performed to account for how often durability testing is typically performed in FG-TESTCELLSA. Testing shall be performed using an approved EPA Method listed in:

Pollutant	Test Method Reference		
NOx	40 CFR Part 60, Appendix A		
CO	40 CFR Part 60, Appendix A		

An alternate method, or a modification to the approved EPA Method, may be specified in an AQD approved Test Protocol and must meet the requirements of the federal Clean Air Act, all applicable state and federal rules and regulations, and be within the authority of the AQD to make the change. 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, including any modifications to the method in the test protocol that are proposed after initial submittal. The permittee must submit 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, R 336.1224, R 336.1225, R 336.1702, R 336.1902, R 336.2001, R 336.2003, R 336.2004, 40 CFR 52.21(c) & (d))

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 30th day of the calendar month, for the previous calendar month, unless otherwise specified in any recordkeeping, reporting or notification special condition. (R 336.1205(1)(a) & (3), 40 CFR 52.21(c) & (d))
- 2. The permittee shall keep the following information on a monthly basis for FG-TESTCELLSA:
 - a) Combined gallons of unleaded gasoline and E85/ethanol used per month and 12-month rolling time period.
 - b) Diesel used per month and 12-month rolling time period.
 - c) LPG used per month and 12-month rolling time period.
 - d) CNG used per month and 12-month rolling time period.
 - e) Hydrogen used per month and 12-month rolling time period.
 - f) NOx and CO emission calculations determining the monthly emission rate in tons per calendar month.
 - g) NOx and CO 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 in a format acceptable to the AQD District Supervisor. The permittee shall keep all records on file for a period of at least five years and make them available to the Department upon request. (R 336.1205(1)(a) & (3), R 336.1224, R 336.1225, R 336.1702(a), 40 CFR 52.21(c) & (d))

2. The permittee shall keep, in a satisfactory manner, records of the verification of the accuracy of the device to monitor the CNG usage per SC IV.3. (R 336.1205(1)(a) and (b), R 336.1224, R 336.1225, R 336.1702(a), 40 CFR 52.21(c) and (d))

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 the applicable emission unit in FG-TESTCELLSA. (R 336.1201(7)(a))

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 Diameter / Dimensions (inches)	Minimum Height Above Ground (feet)	Underlying Applicable Requirements
1. SV-TCell1	16	40.0	R 336.1225, 40 CFR 52.21(c) & (d)
2. SV-TCell2	24	40.0	R 336.1225, 40 CFR 52.21(c) & (d)
3. SV-TCell3	10	40.0	R 336.1225, 40 CFR 52.21(c) & (d)
4. SV-TCell4	12	40.0	R 336.1225, 40 CFR 52.21(c) & (d)
5. SV-TCell5	10	40.0	R 336.1225, 40 CFR 52.21(c) & (d)

IX. OTHER REQUIREMENT(S)

NA

Footnotes:

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