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

March 6, 2023

PERMIT TO INSTALL 181-06D

ISSUED TO
Magni Industries, Inc.

LOCATED AT 2771 Hammond Street Detroit, Michigan 48209

IN THE COUNTY OF Wayne

STATE REGISTRATION NUMBER N1014

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 REQ	UIRED BY RULE 203:			
February 17, 2023				
DATE PERMIT TO INSTALL APPROVED:	SIGNATURE:			
March 6, 2023				
DATE PERMIT VOIDED:	SIGNATURE:			
DATE PERIVITI 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

sec Seconds SO₂ Sulfur Dioxide

TAC Toxic Air Contaminant

Temp Temperature
THC Total Hydrocal

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
EU00001	Five mill tanks used for mixing solvents, resins, and pigments together. Includes: five (5) HCP HSD Immersion Mills.	1982 / 5-30-2012	FGPROCESS
EU00002	Production area. Process mixers premix paint pigments and catalyst materials. Five fugitive emission stacks service this area.	1982 / 3-6-2023	FGPROCESS
EU00003	Weigh-up area. Resins, pigments, additives, and solvents are measured out according to the formula and combined in a drum or tote. One fugitive emission stack services this area.	1982 / 9-11-2006	FGPROCESS

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
FGPROCESS	A combination of processes including weighing, mixing	EU00001,
	and milling that produces corrosion resistant coatings.	EU00002,
		EU00003

FGPROCESS FLEXIBLE GROUP CONDITIONS

DESCRIPTION

A combination of processes including weighing, mixing, and milling that produces corrosion resistant coatings.

Emission Unit: EU00001, EU00002, EU00003

POLLUTION CONTROL EQUIPMENT

NA

I. EMISSION LIMIT(S)

Pollutant	Limit	Time Period / Operating Scenario	Equipment	Monitoring / Testing Method	Underlying Applicable Requirements
1. VOC	0.02 lb VOC per lb solvent used ¹	Test protocol*	FGPROCESS	GC 13	R 336.1901
2. VOC	32.1 pph ¹	Test protocol*	FGPROCESS	GC 13	R 336.1901
3. PM	0.10 lb per 1000 lbs of exhaust gas	Test protocol*	EU00003	GC 13	R 336.1331
4. VOC	44.6 tpy	12-month rolling time period as determined at the end of each calendar month	FGPROCESS	SC VI.3	R 336.1702(a), R 336.1901
*Test protocol shall specify averaging time					

II. MATERIAL LIMIT(S)

Material	Limit	Time Period / Operating Scenario	Equipment	Testing / Monitoring Method	Underlying Applicable Requirements
1. Solvent	4,550 gallons per day ¹	Daily	FGPROCESS	SC VI.1, VI.2	R 336.1901
2. Solvent	490,000 gallons per year ¹	12-month rolling time period as determined at the end of each calendar month	FGPROCESS	SC VI.1, VI.2	R 336.1901
3. Solvent	9.1 lb VOC per gallon ¹	Instantaneous	FGPROCESS	GC 13	R 336.1901
4. Resin	310,000 gallons per year ¹	12-month rolling time period as determined at the end of each calendar month	FGPROCESS	SC VI.1, VI.2	R 336.1901

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Material	Limit	Time Period / Operating Scenario	Equipment	Testing / Monitoring Method	Underlying Applicable Requirements
5. Solvent (Bulk storage tanks)	300,000 gallons per year ¹	12-month rolling time period as determined at the end of each calendar month	FGPROCESS	SC VI.1, VI.2	R 336.1901

- The permittee shall not produce more than 6,500 gallons of paint per day. (R 336.1225, R 336.1702(a), R 336.1901)
- 7. The permittee shall not produce more than 750,000 gallons of paint per 12-month rolling time period as determined at the end of each calendar month. (R 336.1225, R 336.1702(a), R 336.1901)

III. PROCESS/OPERATIONAL RESTRICTION(S)

- 1. The permittee shall not operate the paint manufacturing equipment at FGPROCESS for more than 6,000 hours per 12-month rolling time period as determined at the end of each calendar month. (R 336.1225, R 336.1702, R 336.1901)
- 2. The permittee shall not operate FGPROCESS unless all provisions of Rule 630 are met. (R 336.1630, R 336.1702(a) and (d))
- 3. The permittee shall handle all VOC-containing materials, including finished products, resins, and solvents, in a manner to minimize the generation of fugitive emissions. The permittee shall keep mixers, mills, and containers covered at all times except when operator access is necessary. (R 336.1225, R 336.1702(a), R 336.1901)

IV. DESIGN/EQUIPMENT PARAMETER(S)

- 1. The permittee shall not operate EU00003 unless the fabric filter is installed, maintained, and operated in a satisfactory manner. Satisfactory operation includes, but is not limited to, maintaining and operating the unit in accordance with manufacturer's recommendations. (R 336.1301, R 336.1331, R 336.1901, R 336.1910)
- 2. The permittee shall not operate the FGPROCESS storage tanks unless the corresponding pressure-vacuum vent, vapor balance system, and submerged fill pipe are installed, maintained, and operated in a satisfactory manner. (R 336.1225, R 336.1702(a), R 336.1901, R 336.1910)

V. TESTING/SAMPLING

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

NA

VI. MONITORING/RECORDKEEPING

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

- 1. The permittee shall keep, in a satisfactory manner, daily records of the hours of operation, type and amount of raw materials used, and amount of paint produced for FGPROCESS. The permittee shall keep all records on file at the facility and make them available to the Department upon request. (R 336.1225, R 336.1702(a), R 336.1901)
- 2. The permittee shall keep, in a satisfactory manner, records of the raw materials in each FGPROCESS storage tank. The permittee shall keep all records on file at the facility and make them available to the Department upon request. (R 336.1225, R 336.1702(a), R 336.1901)

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3. The permittee shall calculate the VOC emission rates from FGPROCESS monthly, for the preceding 12-month rolling time period, using a method acceptable to the AQD District Supervisor. The permittee shall keep all records on file at the facility and make them available to the Department upon request. (R 336.1225, R 336.1702(a), R 336.1901)

VII. REPORTING

NA

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	Stack & Vent ID Maximum Exhaust Diameter/Dimensions (inches)		Underlying Applicable Requirements	
1. SVEF1	32	46	40 CFR 52.21 (c)&(d)	
2. SVEF2	32	46	40 CFR 52.21 (c)&(d)	
3. SVEF3	18	46	40 CFR 52.21 (c)&(d)	
4. SVEF4	18	46	40 CFR 52.21 (c)&(d)	
5. SVEF5	14	46	40 CFR 52.21 (c)&(d)	
6. SVEF14	22	28	40 CFR 52.21 (c)&(d)	
7. SVEF15	24	28	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).

FGFACILITY CONDITIONS

DESCRIPTION:

The following conditions apply source-wide to all process equipment including equipment covered by other permits, grand-fathered equipment and exempt equipment.

POLLUTION CONTROL EQUIPMENT

NA

I. EMISSION LIMITS

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

NA

VI. MONITORING/RECORDKEEPING

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

1. The permittee shall calculate the individual HAP, and aggregate HAPs emission rates from FGFACILITY monthly, for the preceding 12-month rolling time period, using a method acceptable to the AQD District Supervisor. The permittee shall keep all records on file at the facility and make them available to the Department upon request. (R 336.1205(3))

VII. REPORTING

NA

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VIII. STACK/VENT RESTRICTIONS

NA

IX. OTHER REQUIREMENTS

NA

<u>Footnotes:</u> ¹This condition is state only enforceable and was established pursuant to Rule 201(1)(b).