MICHIGAN DEPARTMENT OF ENVIRONMENTAL QUALITY AIR QUALITY DIVISION

December 11, 2018

PERMIT TO INSTALL 184-18

ISSUED TO DDP Specialty Electronic Materials US 9, LLC

> LOCATED AT 5300 11 Mile Road Auburn, Michigan

IN THE COUNTY OF

Bay

STATE REGISTRATION NUMBER B4022

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:

November 5, 2018

| DATE PERMIT TO INSTALL APPROVED: December 11, 2018 | SIGNATURE: |
|---|------------|
| DATE PERMIT VOIDED: | SIGNATURE: |
| DATE PERMIT REVOKED: | SIGNATURE: |

PERMIT TO INSTALL

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COMMON ACRONYMS

| AQD BACT CAA CAM CEMS CFR COMS Department/department EU FG GACS GC GHGS HVLP ID IRSL ITSL LAER MACT MAERS MAP MDEQ MSDS NA NAAQS NESHAP NSPS NSR PS PSD PTE PTI RACT ROP SC SCR SCR SCR SRN TBD TEQ USEPA/EPA VE | Air Quality Division Best Available Control Technology Clean Air Act Compliance Assurance Monitoring Continuous Emission Monitoring System Code of Federal Regulations Continuous Opacity Monitoring System Michigan Department of Environmental Quality Emission Unit Flexible Group Gallons of Applied Coating Solids General Condition Greenhouse Gases High Volume Low Pressure* Identification Initial Risk Screening Level Lowest Achievable Emission Rate Maximum Achievable Control Technology Michigan Air Emissions Reporting System Malfunction Abatement Plan Michigan Department of Environmental Quality Material Safety Data Sheet Not Applicable National Ambient Air Quality Standards National Emission Standard for Hazardous Air Pollutants New Source Performance Standards New Source Review Performance Specification Prevention of Significant Deterioration Permanent Total Enclosure Permit to Install Reasonable Available Control Technology Renewable Operating Permit Special Condition Selective Catalytic Reduction State Registration Number To Be Determined Toxicity Equivalence Quotient United States Environmental Protection Agency Visible Emissions |
|--|---|
| VE | VISIDIE ETTISSIONS |

POLLUTANT / MEASUREMENT ABBREVIATIONS

| acfm | Actual cubic feet per minute |
|-------------------|--|
| BTU | British Thermal Unit |
| °C | Degrees Celsius |
| СО | Carbon Monoxide |
| CO ₂ e | Carbon Dioxide Equivalent |
| dscf | Dry standard cubic foot |
| dscm | Dry standard cubic meter |
| °F | Degrees Fahrenheit |
| gr | Grains |
| HAP | Hazardous Air Pollutant |
| Hg | Mercury |
| hr | Hour |
| HP | Horsepower |
| H ₂ S | Hydrogen Sulfide |
| kW | Kilowatt |
| lb | Pound |
| m | Meter |
| mg | Milligram |
| mm | Millimeter |
| MM | Million |
| MW | Megawatts |
| NMOC | Non-Methane Organic Compounds |
| NOx | 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 |
| SO ₂ | Sulfur Dioxide |
| TAC | Toxic Air Contaminant |
| Temp | Temperature |
| THC | Total Hydrocarbons |
| tpy | Tons per year |
| hð | Microgram |
| μm | Micrometer or Micron |
| VOC | Volatile Organic Compounds |
| yr | Year |
| | |

GENERAL CONDITIONS

- 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 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 Environmental Quality. (R 336.1219)
- 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, 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 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)
- 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)) | Flexible Group ID |
|------------------|--|-------------------|
| EUAUB-55 | Capacitance-voltage testing process for silicon carbide wafers, including the testing machine and booth, an acid bath and rinse to clean the tested wafers, and a wastewater collection lift station. | NA |

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.

EUAUB-55 EMISSION UNIT CONDITIONS

DESCRIPTION

Capacitance-voltage testing process for silicon carbide wafers, including the testing machine and booth, an acid bath and rinse to clean the tested wafers, and a wastewater collection lift station.

Flexible Group ID: NA

POLLUTION CONTROL EQUIPMENT

- Activated charcoal filter to control mercury vapors emitted from the testing booth.
- Two-part activated charcoal filter (3 acid gas filters operating in parallel and 3 Hg vapor filters operating in parallel) to control emission from the acid bath and rinse station.
- A two-part activated charcoal filter (acid gas filter and Hg vapor filter) for the lift station.
- A two-part activated charcoal filter (acid gas filter and Hg vapor filter) for the tote station.

I. EMISSION LIMIT(S)

NA

II. MATERIAL LIMIT(S)

NA

III. PROCESS/OPERATIONAL RESTRICTION(S)

- 1. The permittee shall replace the activated charcoal in the testing booth filter at least once every six months. The permittee shall submit any request for a change in the replacement frequency to the AQD District Supervisor for review and approval. (R 336.1224, R 336.1225, R 336.1910)
- The permittee shall replace the activated charcoal in the acid bath two-part filter at least once every 519 hours that the bath was operated (turned "on"). The permittee shall submit any request for a change in the replacement frequency to the AQD District Supervisor for review and approval. (R 336.1224, R 336.1225, R 336.1910)
- 3. The permittee shall replace the following activated charcoal filters at least once every two years:
 - a) two-part activated charcoal filter controlling emissions from the lift station
 - b) two-part activated charcoal filter controlling emissions from the tote station

The permittee shall submit any request for a change in the replacement frequency to the AQD District Supervisor for review and approval. (R 336.1224, R 336.1225, R 336.1910)

IV. DESIGN/EQUIPMENT PARAMETER(S)

- 1. The permittee shall not operate the testing booth unless the activated charcoal filter is installed, maintained, and operated in a satisfactory manner. (R 336.1224, R 336.1225, R 336.1910)
- The permittee shall not operate the acid bath unless the two-part activated charcoal filter system to control acid gas and mercury vapor is installed, maintained, and operated in a satisfactory manner. (R 336.1224, R 336.1225, R 336.1910)
- 3. The permittee shall install and maintain a device to monitor and record the hours that the acid bath is operated (turned "on"). (R 336.1224, R 336.1225)

4. The permittee shall not transfer wastewater to the lift station and tote station unless the two-part activated charcoal filter systems to control acid gas and mercury vapor are installed, maintained, and operated in a satisfactory manner. (R 336.1224, R 336.1225, 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))

- The permittee shall keep, in a satisfactory manner, all records of activated charcoal replacement for the testing booth filter on file at the facility and make them available to the Department upon request. (R 336.1224, R 336.1225, R 336.1910)
- The permittee shall keep, in a satisfactory manner, a record of the hours that the acid bath was operated (turned "on"). Records shall be kept on file at the facility and made available to the Department upon request. (R 336.1224, R 336.1225, R 336.1910)
- The permittee shall keep, in a satisfactory manner, all records of activated charcoal replacement for the acid bath two-part filter on file at the facility and make them available to the Department upon request. (R 336.1224, R 336.1225, R 336.1910)
- 4. The permittee shall keep, in a satisfactory manner, all records of activated charcoal replacement for the lift station and tote station two-part filters on file at the facility and make them available to the Department upon request. (R 336.1224, R 336.1225, R 336.1910)

VII. <u>REPORTING</u>

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 | Maximum Exhaust Diameter / Dimensions (inches) | Minimum Height Above Ground (feet) | Underlying Applicable Requirements |
|-----------------|--|--|---------------------------------------|
| 1. SVA-MOD5-37 | 20 ¹ | 36.5 ¹ | R 336.1225 |
| 2. SVA-MOD5-38 | 20 ¹ | 36.5 ¹ | R 336.1225 |
| 3. SVA-MOD5-32 | 36 ¹ | 41.5 ¹ | R 336.1225 |

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 that is part of DDP Specialty Electronic Materials US9, LLC, SRN B4022. Note that, as of the date of this permit, DDP Specialty Electronic Materials US9, LLC is part of the same stationary source as Dow Silicones Corporation, SRN B4022. So long as these two facilities are a single stationary source, total emissions from both facilities must be added together to determine if the stationary source is a major source.

POLLUTION CONTROL EQUIPMENT

Dust collectors for solids-charging activities where particulate matter could be vented to the atmosphere.

- DV3750-FL1
- DV3750-FL2

I. EMISSION LIMIT(S)

| Pollutant | Limit | Time Period / Operating Scenario | Equipment | Monitoring / Testing Method | Underlying Applicable Requirements |
|--|----------------------|--|------------|--------------------------------|--|
| 1. PM | Less than 9.9 tpy | 12-month rolling time period as determined at the end of each calendar month | FGFACILITY | SC VI.2, VI.3 | R 336.1205(3) |
| 2. PM10 | Less than 9.9 tpy | 12-month rolling time period as determined at the end of each calendar month | FGFACILITY | SC VI.2, VI.3 | R 336.1205(3) |
| 3. PM2.5 | Less than 9.9 tpy | 12-month rolling time period as determined at the end of each calendar month | FGFACILITY | SC VI.2, VI.3 | R 336.1205(3) |
| 4. VOC | Less than 6.0 tpy | 12-month rolling time period as determined at the end of each calendar month | FGFACILITY | SC VI.4* | R 336.1205(3) |
| 5. Total Less than HAPs 0.8 tpy | | 12-month rolling time period as determined at the end of each calendar month | FGFACILITY | SC VI.5 | R 336.1205(3) |
| 6. Each individual HAP | Less than 0.4 tpy | 12-month rolling time period as determined at the end of each calendar month | FGFACILITY | SC VI.5 | R 336.1205(3) |
| * The permittee shall calculate VOC emissions from FGFACILITY according to the method specified in Appendix A or an alternate method acceptable to the AQD District Supervisor. | | | | | |

II. MATERIAL LIMIT(S)

| | | | Time Period / Operating | | Monitoring / Testing | Underlying Applicable |
|----|----------------------|----------------------------|--|------------|-------------------------|--------------------------|
| | Material | Limit | Scenario | Equipment | Method | Requirements |
| 1. | Product Family 37 | 133,000 wafers per year | 12-month rolling time period as determined at the end of each calendar month | FGFACILITY | SC VI.4.a | R 336.1205(3) |
| 2. | Product Family 38 | 66,000 EPI wafers per year | 12-month rolling time period as determined at the end of each calendar month | FGFACILITY | SC VI.4.a | R 336.1205(3) |
| 3. | Product Family 39 | 7,000 boules per year | 12-month rolling time period as determined at the end of each calendar month | FGFACILITY | SC VI.4.a | R 336.1205(3) |

III. PROCESS/OPERATIONAL RESTRICTION(S)

 The permittee shall not conduct any solids-charging activities where particulate matter could be vented to the atmosphere unless the activities are exhausted to a dust collector and the associated dust collector is installed, maintained, and operated in a satisfactory manner. Satisfactory operation of each dust collector includes a pressure drop across the dust collector as specified below. Upon written approval by the AQD District Supervisor, an alternate pressure drop range may be used. (R 336.1205(1)(a))

| Dust Collector | Collector ID | Target pressure drop range (inches water column) |
|----------------|--------------|--|
| MOD6 East | DV3750-FL1 | 0.1 < pressure drop < 7.0 |
| MOD6 West | DV3750-FL2 | 0.1 < pressure drop < 7.0 |

IV. DESIGN/EQUIPMENT PARAMETER(S)

1. The permittee shall equip and maintain each dust collector with a device to indicate the pressure drop across the collector. (R 336.1205, 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 complete all required calculations in a format acceptable to the AQD District Supervisor by the last day of the calendar month, for the previous calendar month, unless otherwise specified in any monitoring/recordkeeping special condition. (R 336.1205)
- 2. The permittee shall monitor and record, in a satisfactory manner, the pressure drop across each dust collector once each shift that the collector operates. (R 336.1910)
- 3. The permittee shall calculate the PM, PM10, and PM2.5 emission rates from FGFACILITY for each calendar month and for the 12-month rolling time period ending that month using a method acceptable to the AQD District Supervisor. (**R 336.1205**)
- 4. The permittee shall keep the following information on a monthly basis for FGFACILITY:
 - a) Quantity of each product family produced per month and 12-month rolling time period.
 - b) VOC emission calculations determining the monthly emission rate in tons per calendar month.
 - c) VOC emission calculations determining the annual emission rate in tons per 12-month rolling time period as determined at the end of each calendar month.

VOC emission calculations shall be conducted according to the method in Appendix A or an alternate method acceptable to the AQD District Supervisor. The permittee shall keep the records on file at the facility, in a format acceptable to the AQD District Supervisor, and make them available to the Department upon request. (R 336.1205(1)(a), R 336.1205(3))

- 5. The permittee shall keep the following information on a monthly basis for FGFACILITY. Calculations shall use methods acceptable to the AQD District Supervisor.
 - a) Quantity of each product family produced per month and 12-month rolling time period.
 - b) Individual and aggregate HAP emission calculations determining the monthly emission rate of each in tons per calendar month.
 - c) 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. For the first month following permit issuance, the calculations shall include the summation of emissions from the 11-month period immediately preceding the issuance date. For each month thereafter, calculations shall include the summation of emissions for the appropriate number of months prior to permit issuance plus the months following permit issuance for a total of 12 consecutive months.

The permittee shall keep the records on file at the facility, in a format acceptable to the AQD District Supervisor, and make them available to the Department upon request. (R 336.1205(3))

VII. <u>REPORTING</u>

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:

NA

IX. OTHER REQUIREMENT(S)

NA

Footnotes:

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

APPENDIX A: VOC Emission Calculations for FGFACILITY

The permittee shall calculate VOC emissions from FGFACILITY based on production data recorded according to FGFACILITY SC VI.4 and the emission factors and calculation methods specified below or using an alternate method acceptable to the AQD District Supervisor.

Product Families

For each product family, emissions shall be calculated according to methods from Emission Inventory Improvement Project, Volume II, Chapter 16.