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

February 10, 2022

PERMIT TO INSTALL 185-18A

ISSUED TO
Hemlock Semiconductor Operations, LLC

LOCATED AT 12334 Geddes Road Hemlock, Michigan 48626

IN THE COUNTY OF Saginaw

STATE REGISTRATION NUMBER B2644

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:			
January 11, 2022			
•			
DATE PERMIT TO INSTALL APPROVED:	SIGNATURE:		
February 10, 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

sec Seconds SO₂ Sulfur Dioxide

TAC Toxic Air Contaminant

Temp Temperature

THC Total Hydrocarbons tpy Tons per year Microgram

µm Micrometer or Micron
VOC Volatile Organic Compounds

yr Year

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.

- 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
EUBOILER10	A natural gas fired boiler rated at 152 MMBtu/hr. used to generate steam and process heat for the facility. The boiler will utilize low NOx burners (LNB) and flue gas recirculation (FGR).	2/24/2020	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.

EUBOILER10 EMISSION UNIT CONDITIONS

DESCRIPTION

A natural gas-fired boiler rated at 152 MMBTU/hr. used to generate steam and process heat for the facility. The boiler utilizes low NOx burners (LNB) and flue gas recirculation (FGR).

Flexible Group ID: NA

POLLUTION CONTROL EQUIPMENT

The boiler is equipped with low NOx burners and flue gas recirculation.

I. EMISSION LIMIT(S)

Pollutant	Limit	Time Period/ Operating Scenario	Equipment	Monitoring/	Underlying
		Scenario		Testing Method	Applicable Requirements
1. NOx	0.20 lb/MMBTU	30-day rolling average	EUBOILER10	SC VI.2, VI.3,	40 CFR
		time period		VI.7	60.44b(l)(1)
2. NOx	24.6 tpy	12-month rolling time	EUBOILER10	SC VI.2, VI.4,	R 336.1205(1)(a)
		period as determined at		VI. 7	and (3)
		the end of each calendar			
		month			
3. NOx	5.6 pph	Hourly	EUBOILER10	SC VI.2	R 336.2803
					R 336.2804

II. MATERIAL LIMIT(S)

1. The permittee shall burn only natural gas in EUBOILER10. (R 336.1205(1)(a) and (3), R 336.1224, R 336.1225, R 336.1331, R 336.1702(a))

III. PROCESS/OPERATIONAL RESTRICTION(S)

- 1. The permittee shall not operate EUBOILER10 unless a malfunction abatement plan (MAP) as described in Rule 911(2), or an alternate plan approved by the AQD District Supervisor, is implemented and maintained. The MAP shall include the following:
 - a) Recordkeeping of repairs and maintenance of each boiler:
 - b) Procedures for maintaining and operating each boiler and any monitoring equipment in a satisfactory manner during malfunction events;
 - 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 emission limits.

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 emission limits. (R 336.1205(1)(a) and (3), R 336.1910, R 336.1911)

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IV. DESIGN/EQUIPMENT PARAMETER(S)

- 1. The maximum design heat input capacity for EUBOILER10 shall not exceed 152 MMBTU per hour on a fuel heat input basis. (R 336.1205(1)(a) and (3), R 336.1225, 40 CFR 52.21(j), 40 CFR Part 60, Subpart Db)
- 2. The permittee shall not operate EUBOILER10 unless the low NOx burner and flue gas recirculation system are installed, maintained, and operated in a satisfactory manner. Satisfactory manner includes operating and maintaining the equipment in accordance with the MAP required in SC III.1. (R 336.1205(1)(a) and (3), R 336.1910)
- 3. The permittee shall install, calibrate, maintain, and operate, in a satisfactory manner, a device to monitor and record the daily natural gas usage for EUBOILER10. (R 336.1205(1)(a) and (3), R 336.1224, R 336.1225, R 336.1702(a), 40 CFR 60.49b(d)(1))
- 4. The permittee shall install, calibrate, maintain, and operate in a satisfactory manner, devices to monitor and record the NOx emissions, and oxygen (O2) or carbon dioxide (CO2), content of the exhaust gas from EUBOILER10 on a continuous basis. The permittee shall install and operate the Continuous Emission Monitoring System (CEMS) to meet the timelines, requirements and reporting detailed in Appendix 3. If the permittee chooses to use a PEMS in lieu of a CEMS to monitor NOx emissions, the permittee shall follow the protocol in 60.49b(c). (R 336.1205(1)(a) and (b), 40 CFR 60.48b(b), 40 CFR 60.49b(c))

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 30th day of the calendar month, for the previous calendar month, unless otherwise specified in any monitoring/recordkeeping special condition. (R 336.1205(1)(a) and (3), R 336.1224, R 336.1225, R 336.1702(a), 40 CFR 60.44b(i), 40 CFR 60.49b(d), (g), and (w))
- 2. The permittee shall continuously monitor and record, in a satisfactory manner, the NOx emissions and the O2, or CO2, emissions from EUBOILER10. If the permittee chooses to use a PEMS in lieu of a CEMS to monitor NOx emissions, the permittee shall follow the protocol in 40 CFR 60.49b(c). The permittee shall operate each CEMS or PEMS to meet the timelines, requirements and reporting detailed in Appendix 3 and shall use the CEMS or PEMS data for determining compliance with SC I.1 and 2. (R 336.1205(1)(a) and (3), 40 CFR 60.48b(b))
- 3. The permittee shall keep, in a satisfactory manner, daily and 30-day rolling average NOx emission rate records for EUBOILER10, as required by SC I.1. The permittee shall keep all records on file and make them available to the Department upon request. (R 336.1205(1)(a) and (3), 40 CFR 60.44b(i), 40 CFR 60.49b(g))
- 4. The permittee shall calculate and keep, in a satisfactory manner, records of the monthly and 12-month rolling emissions for NOx. The permittee shall keep all records on file and make them available to the Department upon request. (R 336.1205(3))
- 5. The permittee shall keep, in a satisfactory manner, records of the daily, monthly, and 12-month rolling natural gas usage records for EUBOILER10. The records must indicate the total amount of natural gas used in cubic feet. The permittee shall keep all records on file at the facility and make them available to the Department upon request. (R 336.1205(1)(a) and (3), R 336.1224, R 336.1225, R 336.1702(a), 40 CFR 60.49b(d))
- 6. The permittee shall calculate and keep, in a satisfactory manner, records of the monthly and 12-month rolling annual capacity factor for natural gas for EUBOILER10. The permittee shall keep all records on file and make them available to the Department upon request. (40 CFR 60.49b(d))

- 7. The permittee shall maintain records of all information necessary for all notifications and reports as specified in these special conditions as well as that information necessary to demonstrate compliance with the emission limits of this permit. This information shall include, but shall not be limited to the following:
 - a) Compliance tests and any testing required under the special conditions of this permit;
 - b) Monitoring data;
 - c) Documentation of heat input capacity required to show compliance with SC IV.1;
 - d) Identification, type, and the amounts of fuel combusted in EUBOILER10 on an hourly basis, calendar day basis, and calendar month basis;
 - e) All records required by 40 CFR 60.7 and 40 CFR 60.49b;
 - f) All calculations or documents necessary to show compliance with the limits contained in this permit.

All of the above information shall be stored in a format acceptable to the Air Quality Division and shall be consistent with the requirements of 40 CFR 60.7(f). The permittee shall keep all records on file and make them available to the Department upon request. (R 336.1205(1)(a) and (3), R 336.1224, R 336.1225, R 336.1331(1)(c), R 336.1702(a), R 336.1912, 40 CFR 60.7(f), 40 CFR Part 60, Subpart Db)

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	Maximum Exhaust Diameter / Dimensions (inches)	Minimum Height Above Ground (feet)	Underlying Applicable Requirements
1. SVS407-025	60	56	R 336.1225

IX. OTHER REQUIREMENT(S)

 The permittee shall comply with all provisions of the federal Standards of Performance for New Stationary Sources as specified in 40 CFR Part 60 Subparts A and Db, as they apply to EUBOILER10. (40 CFR Part 60 Subparts A & Db)

Footnotes:

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

APPENDIX A

Continuous Emission Monitoring System or Parametric Emission Monitoring System (CEMS/PEMS) Requirements

- Within 30 calendar days after commencement of initial start-up, the permittee shall submit two copies of a Monitoring Plan to the AQD, for review and approval. The Monitoring Plan shall include drawings or specifications showing proposed locations and descriptions of the required CEMS/PEMS equipment.
- 2. Within 150 calendar days after commencement of initial start-up, the permittee shall submit two copies of a complete test plan for the CEMS/PEMS to the AQD for approval.
- 3. Within 180 calendar days after commencement of initial start-up, the permittee shall complete the installation and testing of the CEMS/PEMS.
- 4. Within 60 days of completion of testing, the permittee shall submit to the AQD two copies of the final report demonstrating the CEMS/PEMS complies with the requirements of the corresponding Performance Specifications (PS) in the following table:

Pollutant	Applicable PS	
NOx	2	
CO ₂ /O ₂	3	

- 5. The span value shall be 2.0 times the lowest emission standard or as specified in the federal regulations.
- 6. The CEMS shall be installed, calibrated, maintained, and operated in accordance with the procedures set forth in 40 CFR 60.13 and PS 2, 3, and Appendix B to 40 CFR Part 60.
- 7. Each calendar quarter, the permittee shall perform the Quality Assurance Procedures of the CEMS set forth in Appendix F of 40 CFR Part 60. Within 30 days following the end of each calendar quarter, the permittee shall submit the results to the AQD in the format of the data assessment report (Figure 1, Appendix F of 40 CFR Part 60).
- 8. In accordance with 40 CFR 60.7(c) and (d), the permittee shall submit two copies of an excess emission report (EER) and summary report in an acceptable format to the AQD, within 30 days following the end of each calendar quarter. The summary report shall follow the format of Figure 1 in 40 CFR 60.7(d). The EER shall include the following information:
 - a) A report of each exceedance above the limits specified in the Emission Limits of this permit. This includes the date, time, magnitude, cause and corrective actions of all occurrences during the reporting period.
 - b) A report of all periods of CEMS/PEMS downtime and corrective action.
 - c) A report of the total operating time of EUBOILER10 during the reporting period.
 - d) A report of any periods that the CEMS/PEMS exceeds the instrument range.
 - e) If no exceedances or CEMS/PEMS downtime occurred during the reporting period, the permittee shall report that fact.
- 9. The permittee shall keep all monitoring data on file for a period of at least five years and make them available to the AQD upon request.