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

May 23, 2022

PERMIT TO INSTALL 62-22

ISSUED TO
State Heat Treating Company

LOCATED AT
520 32nd Street SE
Grand Rapids, Michigan 49548

IN THE COUNTY OF Kent

STATE REGISTRATION NUMBER P1208

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:						
May 13, 2022						
DATE PERMIT TO INSTALL APPROVED:	SIGNATURE:					
May 23, 2022						
DATE DEDMIT VOIDED:	SIGNATURE:					
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

 $\begin{array}{ccc} \text{HP} & \text{Horsepower} \\ \text{H}_2 \text{S} & \text{Hydrogen Sulfide} \end{array}$

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
EU-P63	"U"-shaped metal heat treating line consisting of one hardening furnace with oil quench, one spray parts washer, and one draw furnace. This EU can use ammonia for metal nitriding and has a maximum total natural gas capacity of 11.3 MMBtu/hr.	1993 / 05-23-2022	FG-P63&P64
EU-P64	"U"-shaped metal heat treating line consisting of one hardening furnace with oil quench, one spray parts washer, and one draw furnace. This EU can use ammonia for metal nitriding and has a maximum total natural gas capacity of 4.0 MMBtu/hr.	1993 / 05-23-2022	FG-P63&P64

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-P63&P64	Two metal heat treat lines with oil quenching and ammonia nitriding operations.	EU-P63, EU-P64		

FG-P63&P64 FLEXIBLE GROUP CONDITIONS

DESCRIPTION

Two metal heat treat lines with oil quenching and ammonia nitriding operations.

Emission Unit: EU-P63, EU-P64

POLLUTION CONTROL EQUIPMENT

Each line contains:

- Effluent burners (flares)
- Flame curtain
- Parts washer process that utilizes spray water to remove oil from metal parts leftover from the quench process

I. EMISSION LIMIT(S)

Pollutant	Limit	Time Period / Operating Scenario	Equipment	Monitoring / Testing Method	Underlying Applicable Requirements
1. VOCs	1.8 tpy*	12-month rolling time period as determined at the end of each calendar month	FG-P63&P64	SC VI.3	R 336.1225, R 336.1702

^{*} This emission limit includes emissions from quench oil usage only and does not include emissions from natural gas combustion.

II. MATERIAL LIMIT(S)

Material	Limit	Time Period / Operating Scenario	Equipment	Monitoring / Testing Method	Underlying Applicable Requirements
Net Quench Oil	_	12-month rolling time period as determined at the end of each calendar month		SC VI.3	R 336.1225, R 336.1702

2. The permittee shall burn only natural gas in FG-P63&P64. (R 336.1224, R 336.1225, R 336.1702, 40 CFR 52.21(c) & (d))

III. PROCESS/OPERATIONAL RESTRICTION(S)

NA

IV. <u>DESIGN/EQUIPMENT PARAMETER(S)</u>

1. The permittee shall not operate any EU in FG-P63&P64 unless the associated effluent burners (flares), flame curtain, and parts washer are installed, maintained, and operated in a satisfactory manner. Satisfactory operation includes but is not limited to maintaining and operating the effluent burners, flame curtain, and parts washer according to manufacturer specifications. (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 and make them available by the last day of the calendar month, for the previous calendar month, unless otherwise specified in any monitoring/recordkeeping special condition. (R 336.1225, R336.1702(a))
- 2. The permittee shall maintain a current listing from the manufacturer of the chemical composition of the quench oil, including the weight percent of each component. The data may consist of Material Safety Data Sheets, manufacturer's formulation data, or both as deemed acceptable by the AQD District Supervisor. The permittee shall keep all records on file and make them available to the Department upon request. (R 336.1225, R 336.1702(a))
- 3. The permittee shall keep the following information on a monthly basis for FG-P63&P64:
 - a) Quench oil purchased or usage rate to replenish lost quench oil (Appendix A column A).
 - b) Amount of spent oil sent off-site for recycling (Appendix A column B).
 - c) Amount of spent oil or sludge sent off-site for disposal (Appendix A column C).
 - d) Amount of oil spilled (Appendix A column D).
 - e) Net quench oil usage and VOC mass emission calculations in gallons and tons per calendar month (Appendix A column E).
 - f) Net quench oil usage and VOC mass emission calculations in gallons and tons per 12-month rolling time period as determined at the end of each calendar month.

The permittee shall keep the mass balance records using the format in Appendix A or an alternate method and format acceptable to the AQD District Supervisor. The permittee shall keep all records on file and make them available to the Department upon request. (R 336.1225, R 336.1702(a))

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:

NA

IX. OTHER REQUIREMENT(S)

1. The permittee shall label each EU in FG-P63&P64 with its respective name in a manner acceptable to the AQD District Supervisor within 45 days of permit issuance. (R 336.1205)

Footnotes:

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

APPENDIX A MONTHLY QUENCH OIL USAGE AND VOC EMISSION ESTIMATE

<u>Month</u>	A (1) Oil Addition		B (2) Reclaimed		C ⁽³⁾ <u>Disposed</u>		D ⁽⁴⁾ Spill/Clean-Up		E (5) VOC Emitted	
	Gal.	lbs.	Gal.	lbs.	Gal.	lbs.	Gal.	lbs.	Gal.	lbs.
VOC Emitted per calendar month (tons), F = E/2000 F:										
VOC Emitted per 12-month rolling time period (tons), G = F + TOTAL OF 11 PREVIOUS MONTHS G:										

- (1) New oil added/used to replenish lost quench oil.
- (2) Spent oil transported to off-site reclamation.
- (3) Oil in sludge generated from tank cleaning; sent to off-site disposal facility.
- (4) Oil lost to spill or used for clean-up.
- (5) Balance of oil lost in air emissions: E = A B C D.

<u>Note</u>: A, B, C, and D are the amounts or volumes of liquid oil only and should not include any solid content or residues. "lbs." in A, B, C, D, and E can be determined as follows: lbs. = Usage (gal.) x Density (lbs/gal)