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

June 16, 2022

PERMIT TO INSTALL 80-22

ISSUED TO Midland Cogeneration Venture Limited Partnership

> LOCATED AT 100 Progress Place Midland, Michigan 48640

IN THE COUNTY OF Midland

STATE REGISTRATION NUMBER B6527

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:

June 7, 2022

DATE PERMIT TO INSTALL APPROVED: June 16, 2022	SIGNATURE:
DATE PERMIT VOIDED:	SIGNATURE:
DATE PERMIT REVOKED:	SIGNATURE:

PERMIT TO INSTALL

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COMMON ACRONYMS

POLLUTANT / MEASUREMENT ABBREVIATIONS

acfm BTU °C CO CO ₂ e dscf dscm °F gr HAP Hg hr HP H ₂ S kW Ib m mg	Actual cubic feet per minute British Thermal Unit Degrees Celsius Carbon Monoxide Carbon Dioxide Equivalent Dry standard cubic foot Dry standard cubic meter Degrees Fahrenheit Grains Hazardous Air Pollutant Mercury Hour Horsepower Hydrogen Sulfide Kilowatt Pound Meter Milligram
mm	Millimeter
MM	Million
MW	Megawatts
NMOC	Non-Methane Organic Compounds
NOx	Oxides of Nitrogen
ng PM	Nanogram 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
hà	Microgram Micrometer of Microp
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 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))
- 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)
- 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 conditions 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
EUENGINE61	Dual fuel engine generator with maximum hourly rated capacity of 7,385 horsepower, installed August 1979. The engine generator will serve as both a black start unit (utilizing diesel fuel) and a peaking unit (utilizing natural gas fuel).	1979; TBD	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.

EUENGINE61 EMISSION UNIT CONDITIONS

DESCRIPTION

Dual fuel engine generator with maximum hourly rated capacity of 7,385 horsepower, installed August 1979. The engine generator will serve as both a black start unit (utilizing diesel fuel) and a peaking unit (utilizing natural gas fuel).

Flexible Group ID: NA

POLLUTION CONTROL EQUIPMENT

NA

I. EMISSION LIMIT(S)

		Time Period / Operating		Monitoring /	Underlying Applicable
Pollutant	Limit	Scenario	Equipment	Testing Method	
1. NO _x	18.4 pph	Hourly	EUENGINE61	SC V.1,	R 336.1205(1)(a) & (3),
(Natural Gas fuel with				SC VI.1	R 336.2803,
micro-pilot Diesel					R 336.2804
Fuel)					
2. NO _x	260.2 pph	Hourly	EUENGINE61	SC V.1,	R 336.1205(1)(a) & (3),
(Diesel fuel)				SC VI.1	R 336.2803,
					R 336.2804
3. NO _x	35.9 tpy	12-month rolling	EUENGINE61	SC VI.4	R 336.1205(1)(a) & (3)
(Both fuels)		time period as			
. ,		determined at the			
		end of each month			

II. MATERIAL LIMIT(S)

1. The permittee shall burn only natural gas and/or ultra-low sulfur diesel fuel, in EUENGINE61 with the maximum sulfur content of 15 ppm (0.0015 percent) by weight, and a minimum Cetane index of 40 or a maximum aromatic content of 35 volume percent. (R 336.1205(1)(a) & (3), R 336.2803, R 336.2804)

III. PROCESS/OPERATIONAL RESTRICTION(S)

- 1. The permittee shall not operate EUENGINE61 for more than 3,600 hours per year on a 12-month rolling time period basis as determined at the end of each calendar month, while burning natural gas with micro-pilot diesel fuel as a peaking unit. (R 336.1205(1)(a) & (3), R 336.1702, R 336.2803, R 336.2804)
- The permittee shall not operate EUENGINE61 for more than 16 hours per year on a 12-month rolling time period basis as determined at the end of each calendar month, while burning only diesel fuel for black start unit readiness testing. (R 336.1205(1)(a) & (3), R 336.1225, R 336.2803, R 336.2804)
- 3. The permittee shall not operate EUENGINE61 for more than 250 startup events per year on a 12-month rolling time period basis as determined at the end of each calendar month, while burning natural gas with micro-pilot diesel fuel as a peaking unit. (R 336.1205(1)(a) & (3), R 336.1225, R 336.2803, R 336.2804)
- 4. The permittee shall not exceed the electrical output of EUENGINE61 of 4,400kW while in operation. (R 336.1205(1)(a) & (3), R 336.2803, R 336.2804)

IV. DESIGN/EQUIPMENT PARAMETER(S)

- 1. The permittee shall equip and maintain EUENGINE61 with a non-resettable hours meters to track the operating hours. (R 336.1205(1)(a) & (3), R 336.2803, R 336.2804)
- 2. The EUENGINE61 nameplate capacity shall not exceed 7,385 HP at full prime for the engine, as certified by the equipment manufacturer. (R 336.1205(1)(a) & (3), R 336.1225, R 336.1702(a), R 336.2803, R 336.2804)
- 3. The permittee shall equip and maintain a device to measure the electrical output of the engine. (R 336.1205(1)(a) & (3), R 336.2803, R 336.2804)

V. TESTING/SAMPLING

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

1. Within 180 days after commencement of initial startup, the permittee shall verify NOx emission rates from EUENGINE61 by testing at the owner's expense, in accordance with Department requirements. Testing shall be performed using an approved EPA Method listed in the table below. 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.

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

No less than 60 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(3), R 336.2001, R 336.2003, R 336.2004, R 336.2803, R 336.2804)

VI. MONITORING/RECORDKEEPING

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

- 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(1)(a) & (3), R 336.1225, R 336.1702, R 336.2803, R 336.2804)
- The permittee shall monitor in a satisfactory manner the hours of operation and the type of operation as described in SC III.1, 2, and 3 for EUENGINE61 on a monthly and 12-month rolling time period basis. 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) & (3), R 336.1225, R 336.1702(a), R 336.2803, R 336.2804)
- 3. The permittee shall monitor and record in a satisfactory manner the electrical output (kW) for EUENGINE61 on an hourly period basis while operating. 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) & (3), R 336.1225, R 336.1702(a), R 336.2803, R 336.2804)
- 4. The permittee shall keep, in a satisfactory manner, monthly and 12-month rolling time period NOx emission calculation records, for EUENGINE61. 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) & (3), R 336.2803, R 336.2804)
- 5. The permittee shall maintain fuel supplier certification records, ASTM specifications, or fuel sample analyses for each delivery, or storage tank of fuel oil, used in EUENGINE61, demonstrating that the fuel meets the requirements of 40CFR 80.510(b). The certification or analyses shall include the name of the oil suppler or laboratory, the sulfur content, and cetane index or aromatic content of the fuel oil. 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) & (3), R 336.1910, 40 CFR 52.21(c) & (d))

VII. <u>REPORTING</u>

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 EUENGINE61. (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	Minimum Height	Underlying
	Diameter / Dimensions	Above Ground	Applicable
	(inches)	(feet)	Requirements
1. SVENGINE61	35.3	61	R 336.1225, R 336.2803, R 336.2804

IX. OTHER REQUIREMENT(S)

 The permittee shall comply with the provisions of the National Emission Standards for Hazardous Air Pollutants as specified in 40 CFR Part 63, Subparts A and ZZZZ, as they apply to EUENGINE61. (40 CFR Part 63, Subparts A & ZZZZ, 40 CFR 63.6585)