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

December 7, 2023

PERMIT TO INSTALL 142-23

**ISSUED TO** VCP Michigan, LLC

#### **LOCATED AT**

Hayes 12 CPF; SE/NW Section 12 T3 0N-R04 W; UTM- East: 678 1 95. 77, North: 4986829. 82, Zone: 16; N45. 012527 - W84.738577
Hayes, Township, Michigan 49735

# IN THE COUNTY OF Otsego

# STATE REGISTRATION NUMBER N8284

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).

November 18, 2023			
December 7, 2023			
DATE PERMIT VOIDED:	SIGNATURE:		
DATE PERMIT REVOKED:	SIGNATURE:		

# **PERMIT TO INSTALL**

## **Table of Contents**

COMMON ACRONYMS	2
POLLUTANT / MEASUREMENT ABBREVIATIONS	3
GENERAL CONDITIONS	4
EMISSION UNIT SPECIAL CONDITIONS	6
EMISSION UNIT SUMMARY TABLE	6
EUENGINE	7

#### **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

<sup>\*</sup>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<sub>x</sub> 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

 $\begin{array}{ccc} \text{sec} & \text{Seconds} \\ \text{SO}_2 & \text{Sulfur Dioxide} \end{array}$ 

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))	Flexible Group ID
EUENGINE	930 HP natural gas-fired 4-stroke rich-burn internal combustion engine.	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.

# EUENGINE EMISSION UNIT CONDITIONS

#### **DESCRIPTION**

930 HP natural gas-fired 4-stroke rich-burn internal combustion engine.

Flexible Group ID: NA

#### **POLLUTION CONTROL EQUIPMENT**

EUENGINE is controlled by a NSCR 3-way catalyst

#### I. EMISSION LIMIT(S)

Pollutant	Limit	Time Period / Operating Scenario	Equipment	Monitoring / Testing Method	Underlying Applicable Requirements
1. NOx	3 tpy	12-month rolling time period as determined at the end of each calendar month	EÛÊNGINE	SC V 1, SC VI 6	R 336.1205, 40 CFR 52.21 (c) & (d)
2. CO	4 tpy	12-month rolling time period as determined at the end of each calendar month	EUENGINE	SC V 1, SC VI 7	R 336.1205, 40 CFR 52.21 (c) & (d)

#### II. MATERIAL LIMIT(S)

1. The permittee shall burn only sweet natural gas, as defined in R 336.1119. (R 336.1225, 40 CFR 52.21 (c) & (d))

#### III. PROCESS/OPERATIONAL RESTRICTION(S)

- 1. The permittee shall submit to the AQD District Supervisor, for review and approval, a preventative maintenance/malfunction abatement plan (PM/MAP) for EUENGINE. After approval of the PM/MAP by the AQD District Supervisor, the permittee shall not operate EUENGINE unless the PM/MAP, or an alternate plan approved by the AQD District Supervisor, is implemented, and maintained. The plan shall incorporate procedures recommended by the equipment manufacturer as well as incorporating standard industry practices. At a minimum the plan shall include:
  - a) Identification of the equipment and, if applicable, air-cleaning device and the supervisory personnel responsible for overseeing the inspection, maintenance, and repair.
  - b) Description of the items or conditions to be inspected and frequency of the inspections or repairs.
  - c) Identification of the equipment and, if applicable, air-cleaning device, operating parameters that shall be monitored to detect a malfunction or failure, the normal operating range of these parameters and a description of the method of monitoring or surveillance procedures.
  - d) Identification of the major replacement parts that shall be maintained in inventory for quick replacement.
  - e) 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 the plan fails to address or inadequately addresses an event that meets the characteristics of a malfunction at the time the plan is initially developed, the owner or operator shall revise the plan within 45 days after such an event occurs and submit the revised plan for approval to the AQD District Supervisor. Should the AQD determine the PM / MAP to be inadequate, the AQD District Supervisor may request modification of the plan to address those inadequacies. (R 336.1205, R 336.1225, R 336.1910, R 336.1911, R 336.1912)

2. The permittee shall not operate EUENGINE for more than 200 hours per year without the catalytic oxidation system consistent with the PM / MAP (pursuant to SC III 1). The 200 hours shall include times after general maintenance performed as allowed by the PM / MAP. The hours per year limit is based on a 12-month rolling time period as determined at the end of each calendar month. (R 336.1205, R 336.1225)

### IV. DESIGN/EQUIPMENT PARAMETER(S)

- 1. The permittee shall not operate EUENGINE unless the associated oxidation catalyst is installed, maintained, and operated in a satisfactory manner, except as specified in SC III.1. Satisfactory manner includes operating and maintaining the control device in accordance with an approved MAP for EUENGINE as required in SC III.1. (R 336.1205(1)(a) & (3), R 336.1224, R 336.1225, R 336.1702(a), R 336.1910, 40 CFR 52.21(c) & (d))
- 2. The permittee shall install, calibrate, maintain, and operate in a satisfactory manner a device to monitor and record the natural gas usage for EUENGINE on a continuous basis. (R 336.1205, 40 CFR 52.21 (c) & (d))

#### V. TESTING/SAMPLING

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

1. Upon request of the AQD District Supervisor, the permittee shall verify NO<sub>x</sub> and CO emission factors used to calculate emissions from EUENGINE, by testing at the owner's expense, in accordance with Department requirements. If a test has been conducted, any resulting increase in an emission factor shall be implemented to calculate NO<sub>x</sub> and CO. Testing shall be performed using an approved EPA Method listed:

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

An alternate method, or a modification to the approved EPA Method, may be specified in an AQD approved Test Protocol. 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, R 336.2001, R 336.2003, R 336.2004, 40 CFR 52.21(c) & (d))

 Verification of H₂S and/or sulfur content of the natural gas burned in EUENGINE may be required upon request by the AQD District Supervisor. This condition is necessary to ensure compliance with SC II.1. (R 336.1205(3))

#### 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, R 336.1702(a), R 336.1901)
- 2. The permittee shall monitor, in a satisfactory manner, the natural gas usage for EUENGINE on a continuous basis. (R 336.1205, R 336.1225)
- 3. The permittee shall maintain a log of all maintenance activities conducted according to the PM / MAP (pursuant to SC III 1). The permittee shall keep this log on file at a location approved by the AQD District

Supervisor for a period of at least five years and make it available to the Department upon request. (R 336.1205, R 336.1225)

- 4. The permittee shall keep, in a satisfactory manner, monthly and 12-month rolling time period records of the hours that EUENGINE is operated without the catalytic oxidation system. The permittee shall keep all records on file at a location approved by the AQD District Supervisor for a period of at least five years and make them available to the Department upon request. (R 336.1205, R 336.1225)
- 5. The permittee shall keep, in a satisfactory manner, monthly fuel use records for EUENGINE, as required by SC VI.2. The permittee shall keep all records on file at a location approved by the AQD District Supervisor for a period of at least five years and make them available to the Department upon request. (R 336.1205, R 336.1225)
- 6. The permittee shall keep, in a satisfactory manner, records of maintenance, corrective procedures, operational changes, and other parameters for EUENGINE, as specified in the MAP. The permittee shall keep all records on file at the facility and make them available to the Department upon request. (R 336.1301, R 336.1331, R 336.1910, 40 CFR 52.21(c) and (d))
- 7. The permittee shall keep, in a satisfactory manner, monthly and 12-month rolling time period NO<sub>x</sub> emission calculation records for EUENGINE, as required by SC I.1. The permittee shall keep all records on file at a location approved by the AQD District Supervisor and make them available to the Department upon request. (R 336.1205, 40 CFR 52.21 (c) & (d))
- 8. The permittee shall keep, in a satisfactory manner, monthly and 12-month rolling time period CO emission calculation records for EUENGINE, as required by SC I. 2. The permittee shall keep all records on file at a location approved by the AQD District Supervisor and make them available to the Department upon request. (R 336.1205)

#### VII. REPORTING

Except as provided in R 336.1285, if the engine is replaced with an equivalent-emitting or lower-emitting engine, the permittee shall notify the AQD District Supervisor of such change-out and submit acceptable emissions data to show that the alternate engine is equivalent-emitting or lower-emitting. The data shall be submitted within 30-days of the engine change out. (R 336.1205, R 336.1702(a), R 336.1911, 40 CFR 52.21 (c) & (d))

#### 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. SVENGINE	6	40	40 CFR 52.21(c) & (d)

#### IX. OTHER REQUIREMENT(S)

1. The permittee shall comply with all provisions of the 40 CFR 63, Subpart ZZZZ—National Emissions Standards for Hazardous Air Pollutants for Stationary Reciprocating Internal Combustion Engines as they apply to EUENGINE. (40 CFR Part 63, Subpart ZZZZ)