Iowa Department of Natural Resources Air Quality Construction Permit

Permit Holder

Firm: Holnam

Contact: Responsible Party:

Cindy M. Garza J. Paul Stewart Environmental Engineer Plant Manager

(515) 421-3313 (515) 421-3215

1840 N. Federal Avenue 1840 N. Federal Avenue Mason City, IA 50401 Mason City, IA 50401

Permitted Equipment

Emission Unit(s): Finish Mill 3 and Separator System (40 tons/hr)

Control Equipment: Baghouse

Emission Point: 34

Equipment Location: 1840 N. Federal Avenue

Mason City, IA 50401

Plant Number: 17-01-009

| Permit No. | Proj. No. | Description | Date | Testing |
|-------------|--------------|--|---------|---------|
| 97-A-729 | 97-485 | Original permit. | 9/3/97 | Yes |
| 97-A-729-S1 | 97-519 | Amended PM ₁₀ emission limit. | 9/15/97 | Yes |
| 97-A-729-S2 | 99-511 | Amended PM ₁₀ emission limit. | 7/24/01 | Yes |
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PERMIT CONDITIONS

The owner or operator of the facility shall assure that the installation, operation, and maintenance of this equipment is in compliance with all of the following conditions.

1. Departmental Review

This permit is issued based on information submitted by the applicant. Any misinformation, false statements or misrepresentations by the applicant shall cause this permit to be void. In addition, the applicant may be subject to criminal penalties according to lowa Code Section 455B.146A.

This permit is issued under the authority of 567 Iowa Administrative Code (IAC) 22.3. The proposed equipment has been evaluated for conformance with Iowa Code Chapter 455B; 567 IAC Chapters 20-31; and 40 CFR Parts 51, 52, 60, 61 and 63 and has the potential to comply.

No review has been undertaken on the engineering aspects of the equipment or control equipment other than the potential of that equipment for reducing air contaminant emissions. The DNR assumes no liability, directly or indirectly, for any loss due to damage to persons or property caused by, resulting from, or arising out of the design, installation, maintenance or operation of the proposed equipment.

2. Transferability

As limited by 567 IAC 22.3 (3)", this permit is not transferable from one location to another or from one piece of equipment to another, unless the equipment is portable. When portable equipment for which a permit has been issued is to be transferred from one location to another, the DNR shall be notified in writing at least thirty (30) days prior to transferring to the new location. The owner will be notified at least ten (10) days prior to the scheduled relocation if the relocation will cause a violation of the National Ambient Air Quality Standards. In such case, a supplemental permit shall be required prior to the initiation of construction of additional control equipment or equipment modifications needed to meet the standards.

This permit is for the construction and operation of the specific emission unit(s), control equipment and emission point as described in this permit and in the application for this permit. Any owner or operator of the specified emission unit(s), control equipment or emission point, including any person who becomes an owner or operator subsequent to the date on which this permit is issued, is responsible for compliance with the provisions of this permit. No person shall construct, install, reconstruct or alter this emission unit, control equipment or emission point without the required revisions to this permit.

3. Construction

This permit shall become void if construction on the proposed project has not been initiated within eighteen (18) months after the date of the issuance of this permit and completed within thirty-six (36) months after the date of the issuance of this permit.

It shall be the responsibility of the owner to ensure that construction conforms to the final plans and specifications as submitted and that adequate operation and maintenance is provided to ensure that no condition of air pollution is created. A supplement to this permit shall be obtained if the owner proposes changes to the final submitted plans and specifications.

4. Credible Evidence

As stated in 567 IAC 21.5 and also in 40 CFR Part 60.11(g), where applicable, any credible evidence may be used for the purpose of establishing whether a person has violated or is in violation of any provisions specified in this permit or any provisions of 567 IAC Chapters 20 through 31.

5. Owner Responsibility

Issuance of this permit shall not relieve the owner or operator of the responsibility to comply fully with applicable provisions of the State Implementation Plan (SIP), and any other requirements of local, state, and federal law.

The owner or operator of any emission unit or control equipment shall maintain and operate the equipment and control equipment at all times in a manner consistent with good practice for minimizing emissions, as required by paragraph 567 IAC 24.2(1) "Maintenance and Repair".

6. Disposal of Contaminants

The disposal of materials collected by the control equipment shall meet all applicable rules.

7. Excess Emissions

Excess emissions during a period of startup, shutdown, or cleaning of control equipment are not a violation of the emission standard if it is accomplished expeditiously and in a manner consistent with good practice for minimizing emissions except when another regulation applicable to the unit or process provides otherwise. Cleaning of control equipment, which does not require the shutdown of process equipment, shall be limited to one six-minute period per one-hour period. An incident of excess emissions other than the above is a violation and may be subject to criminal penalties according to lowa Code 455B.146A. If excess emissions are occurring, either the control equipment causing the excess shall be repaired in an expeditious manner, or the process generating the emissions shall be shutdown within a reasonable period of time, as specified in 567 IAC 24.1.

An incident of excess emissions shall be orally reported to the appropriate DNR field office within eight (8) hours of, or at the start of, the first working day following the onset of the incident. A written report of an incident of excess emissions shall be submitted as a follow-up to all required oral reports within seven (7) days of the onset of the upset condition.

8. Notification, Reporting and Recordkeeping

- A. The owner shall furnish the DNR the following written notifications:
 - 1. The date construction, installation, or alteration is initiated postmarked within thirty (30) days following initiation of construction, installation, or alteration;
 - 2. If the equipment or control equipment is subject to a New Source Performance Standard (see Condition 13), the date of intended startup, at least ten (10) days before the equipment or control equipment involved is placed into operation;
 - 3. The actual date of startup, postmarked within fifteen (15) days following the start of operation;
 - 4. The date of each compliance test required by Permit Condition 12, at least thirty (30) days before the anticipated compliance test date;

- 8. Notification, Reporting and Recordkeeping (Continued)
 - 5. The date of each pretest meeting, at least fifteen (15) days before the proposed meeting date. The owner shall request a proposed test plan protocol questionnaire at least sixty (60) days prior to each compliance test date. The completed questionnaire shall be received by the DNR at least fifteen (15) days before the pretest meeting date;
 - 6. Transfer of equipment ownership, within 30 days of the occurrence;
 - 7. Portable equipment relocation, at least thirty (30) days before equipment relocation.
 - B. The owner shall furnish DNR with the following reports:
 - 1. Oral excess emissions reports, in accordance with 567 IAC 24.1;
 - 2. Indicator opacity reports in accordance with Opacity Policy 3-b-08;
 - 3. A written compliance demonstration report for each compliance testing event, whether successful or not, postmarked not later than forty-five (45) days after the completion of the test period unless other regulations provide for other notification requirements. In that case, the more stringent reporting requirement shall be met;
 - 4. Operation of this emission unit(s) or control equipment outside of those limits specified in Permit Conditions 10 and 14 and according to the schedule set forth in 567 IAC 24.1.
 - C. The owner shall send correspondence regarding this permit to the following addresses:

Mr. David Phelps
Construction Permit Supervisor
Air Quality Bureau
Iowa Department of Natural Resources
7900 Hickman Road, Suite 1
Urbandale, IA 50322
Telephone: (515) 281-8189

Fax: (515) 242-5094

D. The owner shall send correspondence concerning stack testing to:

Stack Testing Coordinator
Air Quality Bureau
lowa Department of Natural Resources
7900 Hickman Road, Suite 1
Urbandale, Iowa 50322
Telephone: (515) 242-6001

FAX: (515) 242-5127

E. The owner shall send reports and notifications to:

Mr. Chuck Corell Compliance Unit Supervisor Air Quality Bureau Iowa Department of Natural Resources 7900 Hickman Road, Suite 1 Urbandale, IA 50322

Telephone: (515) 281-8448

Fax: (515) 242-5127

DNR Field Office 2 PO Box 1443 2300 15th Street SW Mason City, IA 50401 Telephone: (641) 424-4073

Fax: (641) 424-9342

F. All data, records, reports, documentation, construction plans, and calculations required under this permit shall be available at the plant during normal business hours for inspection and copying by federal, state, or local air pollution regulatory agencies and their authorized representatives, for a minimum of two (2) years from the date of recording.

Knowingly committing a violation of this permit may carry a criminal penalty of up to \$10,000 per day fine and 2 years in jail according to lowa Code Section 455B.146A.

10. Emission Limits

| Pollutant | Lb/Hr | Tons/Yr | Additional Limits | Reference (567 IAC) |
|-------------------------------------|-------------------|---------|----------------------|---------------------------|
| Particulate Matter (PM) | NA | NA | 0.1 gr/scf | 23.3(2)"a" |
| PM ₁₀ | 3.41 ¹ | NA | NA | NAAQS |
| Opacity | NA | NA | 10%² | 23.1 (4)"bl" ³ |
| Sulfur Oxides (SO _x) | NA | NA | NA | NA |
| Nitrogen Dioxide (NO ₂) | NA | NA | NA | NA |
| Volatile Organic Compounds | NA NA | NA | NA | NA |
| Carbon Monoxide (CO) | NA | NA | NA | NA |
| Lead (Pb) | NA | NA | NA | NA |
| (Single HAP) | NA | NA | NA | NA |
| (Total HAP) | NA | NA | NA | NA |

¹Emission rate used in the facility-wide SIP (State Implementation Plan) maintenance plan dispersion modeling to demonstrate no exceedences of the National Ambient Air Quality Standards (NAAQS).

Emission Point Characteristics

This emission point shall conform to the specifications listed below.

| Parameter | Value | | |
|-------------------------------------|-----------------------|--|--|
| Stack Height, (ft, from the ground) | 102.6 | | |
| Discharge Style | Unobstructed vertical | | |
| Stack Opening, (inches, dia.) | 40 | | |
| Exhaust Temperature (°F) | 175 | | |
| Exhaust Flowrate (scfm) | 39,100 | | |

It shall be the owner's responsibility to ensure that construction conforms with the emission point characteristics stated above. If it is determined that any of the emission point characteristics are different than stated above, the owner must notify the Department and obtain a permit amendment, if required.

² If opacity greater than that observed in the initial performance test is viewed other than startup, shutdown, or malfunction, a stack test may be required to demonstrate compliance with the particulate standard.

³ See also NESHAP Subpart LLL (40 CFR §63.1340 – 40 CFR §63.1359).

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12. Initial Performance Testing Requirements

| Pollutant | Testing Required | Test Method |
|------------------|---------------------|--|
| PM | No | Iowa Compliance Sampling Manual Method 5 |
| PM ₁₀ | Yes ¹ | 40 CFR 51, Appendix M, 201A with 202 |
| Opacity | Yes | 40 CFR 60, Appendix A, Method 9 |
| SO _x | No | 40 CFR 60, Appendix A, Method 6C |
| NO ₂ | No | 40 CFR 60, Appendix A, Method 7E |
| VOC | No | 40 CFR 60, Appendix A, Method 25A |
| СО | No | 40 CFR 60, Appendix A, Method 10 |
| Pb | No | 40 CFR 60, Appendix A, Method 12 |
| Other | No | |

¹ This test may be waived by the Department if EP 33 (permit 00-A-453) demonstrates compliance with its PM_{10} emission rate.

If specified above, the owner shall verify compliance with the emission limitations contained in Permit Condition 10 within ninety (90) days after the issuance of this permit. The unit(s) being sampled should be operated in a normal manner at it maximum continuous output as rated by the equipment manufacturer, or the rate specified by the owner as the maximum production rate at which this unit(s) will be operated. In cases where compliance is to be demonstrated at less than the maximum continuous output as rated by the manufacturer, and it is the owner's intent to limit the capacity to that rating, the owner may submit evidence to the department that this unit(s) has been physically altered so that capacity cannot be exceeded, or the department may require additional testing, continuous monitoring, reports of operating levels, or any other information deemed necessary by the department to determine whether this unit(s) is in compliance.

Each emissions compliance test must be approved by the DNR. Unless otherwise specified by the DNR, each test shall consist of three separate runs. The duration of each run shall be established by the DNR at the pretest meeting. The arithmetic mean of three acceptable test runs shall apply for compliance, unless otherwise indicated by the DNR. The test methods to be used are those stated above unless otherwise approved by the DNR.

A pretest meeting shall be held at a mutually agreeable site no less than fifteen (15) days prior to the date of each test. Representatives from the DNR shall attend this meeting, along with the owner and the testing firm, if any. It shall be the responsibility of the owner to coordinate and schedule the pretest meeting. The owner shall be responsible for the installation and maintenance of test ports. The DNR shall reserve the right to impose additional, different, or more detailed testing requirements.

13. NSPS and NESHAP Applicability

This emission unit is not subject to the New Source Performance Standards (NSPS) at this time.

This emission unit is subject to Subpart A (General Provisions, 40 CFR §63.1 through 40 CFR §63.15) and Subpart LLL (National Emission Standards for Hazardous Air Pollutants from the Portland Cement Manufacturing Industry) of the National Emission Standards for Hazardous Air Pollutants (NESHAP).

14. Operating Limits

Operating limits for this emission point are:

A. This emission point shall not operate more than 7,534 hours per rolling twelve (12) month period.

15. Operating Condition Monitoring

All records as required by this permit shall be kept on-site for a minimum of two (2) years and shall be available for inspection by the DNR. Records shall be legible and maintained in an orderly manner. The records shall show the following:

- A. Monitoring for NESHAP Subpart LLL at the facility (plant number 17-01-009) shall be done per 40 CFR §63.1350.
- B. Recordkeeping for NESHAP Subpart LLL at the facility (plant number 17-01-009) shall be done per 40 CFR §63.1355.
- C. For the first twelve (12) months operation, determine the cumulative hours of operation for the emission point for each month of operation.
- D. After the first twelve (12) months of operation determine the annual hours of operation for the emission point on a rolling-12-month total for each month of operation.

16. Continuous Emission Monitoring

Continuous emission monitoring is not required by this permit at this time.

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17. Descriptions of Terms and Acronyms

acfm Actual cubic foot per minute

Applicant The owner, company official or authorized agent

CFR Code of Federal Regulations

Department Iowa Department of Natural Resources
DNR Iowa Department of Natural Resources
gr/dscf Grains per dry standard cubic foot

HAP Hazardous Air Pollutant(s)
IAC Iowa Administrative Code

MM Btu One million British thermal units

NA Not Applicable

NAAQS National Ambient Air Quality Standards

 NO_2 Nitrogen Dioxide, a criteria pollutant measured as NO_x

Owner The owner or authorized representative

Permit This document including permit conditions and all submitted application

materials

PM₁₀ Particulate Matter equal to or less than 10 microns in aerodynamic

diameter

scfm Standard cubic foot per minute SIP State Implementation Plan

SO₂ Sulfur Dioxide, the measured surrogate for SO_x

SO_x Sulfur Oxides, a criteria pollutant

VOC Volatile Organic Compound

END OF PERMIT CONDITIONS