State Registration Number

B1548

Michigan Department of Environment, Great Lakes, and Energy Air Quality Division

RENEWABLE OPERATING PERMIT STAFF REPORT ROP Number MI-ROP-B1548-2020a

Post Foods, LLC

State Registration Number (SRN): B1548

Located at

275 Cliff Street, Battle Creek, Calhoun County, Michigan 49015

Permit Number:MI-ROP-B1548-2020aStaff Report Date:April 27, 2020

Amended Date: August 25, 2020

This Staff Report is published in accordance with Sections 5506 and 5511 of Part 55, Air Pollution Control, of the Natural Resources and Environmental Protection Act, 1994 PA 451, as amended (Act 451). Specifically, Rule 214(1) of the administrative rules promulgated under Act 451, requires that the Michigan Department of Environment, Great Lakes, and Energy (EGLE), Air Quality Division (AQD), prepare a report that sets forth the factual basis for the terms and conditions of the Renewable Operating Permit (ROP).

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Michigan Department of Environmental Quality Air Quality Division

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RENEWABLE OPERATING PERMIT April 27, 2020 STAFF REPORT ROP Number MI-ROP-B1548-2020

<u>Purpose</u>

Major stationary sources of air pollutants, and some non-major sources, are required to obtain and operate in compliance with an ROP pursuant to Title V of the federal Clean Air Act; and Michigan's Administrative Rules for Air Pollution Control promulgated under Section 5506(1) of Act 451. Sources subject to the ROP program are defined by criteria in Rule 211(1). The ROP is intended to simplify and clarify a stationary source's applicable requirements and compliance with them by consolidating all state and federal air quality requirements into one document.

This Staff Report, as required by Rule 214(1), sets forth the applicable requirements and factual basis for the draft ROP terms and conditions including citations of the underlying applicable requirements, an explanation of any equivalent requirements included in the draft ROP pursuant to Rule 212(5), and any determination made pursuant to Rule 213(6)(a)(ii) regarding requirements that are not applicable to the stationary source.

General Information

Stationary Source Mailing Address:	Post Foods, LLC
	275 Cliff Street
	Battle Creek, Michigan 49015
Source Registration Number (SRN):	B1548
North American Industry Classification System (NAICS) Code:	311230
Number of Stationary Source Sections:	1
Is Application for a Renewal or Initial Issuance?	Renewal
Application Number:	201800137
Responsible Official:	Ty Hakman, Plant Manager
	269-966-1000
AQD Contact:	Monica Brothers, Environmental Quality Analyst
	269-312-2535
Date Application Received:	November 2, 2018
Date Application Was Administratively Complete:	November 2, 2018
Is Application Shield in Effect?	Yes
Date Public Comment Begins:	April 27, 2020
Deadline for Public Comment:	May 27, 2020

Source Description

Post Foods, LLC (Post Foods) is a cereal manufacturing facility. Operations at the plant include cooking, flaking, coating, drying, and packaging grain based ingredients such as wheat, rice, oats, and corn to produce ready-to-eat breakfast cereals. The facility is located in the southeast portion of downtown Battle Creek, in both an industrial and residential area. Other industrial facilities are located north of Post Foods, LLC, but it is mostly residential to the south.

The following table lists stationary source emission information as reported to the Michigan Air Emissions Reporting System (MAERS) for the year **2018**.

TOTAL STATIONARY SOURCE EMISSIONS

Pollutant	Tons per Year
Carbon Monoxide (CO)	14.22
Nitrogen Oxides (NO _x)	59.26
Particulate Matter (PM)	68.26
Sulfur Dioxide (SO ₂)	0.22
Volatile Organic Compounds (VOCs)	34.44

**As listed pursuant to Section 112(b) of the federal Clean Air Act.

See Parts C and D in the ROP for summary tables of all processes at the stationary source that are subject to process-specific emission limits or standards.

Regulatory Analysis

The following is a general description and history of the source. Any determinations of regulatory nonapplicability for this source are explained below in the Non-Applicable Requirement part of the Staff Report and identified in Part E of the ROP.

The stationary source is in Calhoun County, which is currently designated by the United States Environmental Protection Agency (USEPA) as attainment/unclassified for all criteria pollutants.

The stationary source is subject to Title 40 of the Code of Federal Regulations (CFR) Part 70, because the potential to emit of NOx, VOC, and PM exceeds 100 tons per year.

The stationary source is a minor source of HAP emissions because the potential to emit of any single HAP regulated by Section 112 of the federal Clean Air Act, is less than 10 tons per year and the potential to emit of all HAPs combined are less than 25 tons per year.

The stationary source is considered a "synthetic minor" source in regards to the Prevention of Significant Deterioration regulations of 40 CFR 52.21 because the stationary source accepted legally enforceable permit conditions limiting the potential to emit of PM to less than 250 tons per year.

The stationary source is also subject to the federal regulations on ozone-depleting substances under 40 CFR Part 82.

EU_52_Fire at the stationary source is subject to the National Emissions Standards for Hazardous Air Pollutants for Reciprocating Internal Combustion Engines promulgated in 40 CFR Part 63, Subparts A and ZZZZ (RICE MACT). The ROP contains special conditions provided by Post Foods, LLC for applicable requirements from 40 CFR Part 63, Subparts A and ZZZZ. The AQD is not a delegated regulatory authority for this area source MACT; therefore, the special conditions for the MACT contained in FG-MACT4Z-Emerg were not reviewed by the AQD.

EUGasTank at the stationary source is subject to the National Emissions Standards for Hazardous Air Pollutants for Gasoline Dispensing Facilities promulgated in 40 CFR Part 63, Subparts A and CCCCCC. The ROP contains special conditions provided by Post Foods, LLC for applicable requirements from 40 CFR Part 63, Subparts A and CCCCCC. The AQD is not a delegated regulatory authority for this area source MACT; therefore, the special conditions for the MACT contained in EUGasTank were not reviewed by the AQD.

Post Foods, LLC is in compliance with all applicable requirements of this ROP except for FG2983CoatOxdOn, SC IV.2. On December 10, 2019, the AQD sent Post Foods, LLC a Violation Notice because stack test results showed that the facility was unable to comply with the required 85.5% combined capture and destruction efficiency for their catalytic oxidizer. The facility's Violation Notice response indicated that they plan to either conduct a retest or modify their permit to remedy the issue. As a result, the permittee was required to submit a Schedule of Compliance, which will be outlined in Appendix 2 of this ROP.

The AQD's Rules 287 and 290 were revised on December 20, 2016. FGRULE287(2)(c) and FGRULE290 are flexible group tables created for emission units subject to these rules. Emission units installed before December 20, 2016, can comply with the requirements of Rule 287 and Rule 290 in effect at the time of installation or modification as identified in the tables. However, emission units installed or modified on or after December 20, 2016, must comply with the requirements of the current rules as outlined in the tables.

The monitoring conditions contained in the ROP are necessary to demonstrate compliance with all applicable requirements and are consistent with the "Procedure for Evaluating Periodic Monitoring Submittals."

Emission Unit/Flexibl e group ID	Pollutant/ Emission Limit	UAR(s)	Control Equipment	Monitoring (Include Monitoring Range)	Emission Unit/Flexible Group for CAM	PAM? *
EU407	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 407	Daily Opacity Checks	FGCAM_UNITS	No
EU417	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 417	Daily Opacity Checks	FGCAM_UNITS	No
EU418	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 418	Daily Opacity Checks	FGCAM_UNITS	No
EU419	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2),	Baghouse 419	Daily Opacity Checks	FGCAM_UNITS	No

The following Emission Units/Flexible Groups are subject to CAM:

Emission Unit/Flexibl e group ID	Pollutant/ Emission Limit	UAR(s)	Control Equipment	Monitoring (Include Monitoring Range)	Emission Unit/Flexible Group for CAM	PAM? *
		40 CFR				
EU420	PM10	64.7(d) 40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 420	Daily Opacity Checks	FGCAM_UNITS	No
EU427	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Aerodyne 427	Daily Opacity Checks	FGCAM_UNITS	No
EU430	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Aerodyne 430	Daily Opacity Checks	FGCAM_UNITS	No
EU433	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Aerodyne 433	Daily Opacity Checks	FGCAM_UNITS	No
EU435	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 435	Daily Opacity Checks	FGCAM_UNITS	No
EU492	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 492	Daily Opacity Checks	FGCAM_UNITS	No
EU1101	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 1101	Daily Opacity Checks	FGCAM_UNITS	No
EU1701	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2),	Aerodyne 1701	Daily Opacity Checks	FGCAM_UNITS	No

Emission Unit/Flexibl e group ID	Pollutant/ Emission Limit	UAR(s)	Control Equipment	Monitoring (Include Monitoring Range)	Emission Unit/Flexible Group for CAM	PAM? *
		40 CFR				
EU1702	PM10	64.7(d) 40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Aerodyne 1702	Daily Opacity Checks	FGCAM_UNITS	No
EU1703	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Aerodyne 1703	Daily Opacity Checks	FGCAM_UNITS	No
EU1723	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 1723	Daily Opacity Checks	FGCAM_UNITS	No
EU2001	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 2001	Daily Opacity Checks	FGCAM_UNITS	No
EU2011	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 2011	Daily Opacity Checks	FGCAM_UNITS	No
EU2027	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 2027	Daily Opacity Checks	FGCAM_UNITS	No
EU2032	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 2032	Daily Opacity Checks	FGCAM_UNITS	No
EU2035	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2),	Baghouse 2035	Daily Opacity Checks	FGCAM_UNITS	No

Emission Unit/Flexibl e group ID	Pollutant/ Emission Limit	UAR(s)	Control Equipment	Monitoring (Include Monitoring Range)	Emission Unit/Flexible Group for CAM	PAM? *
		40 CFR				
EU2091	PM10	64.7(d) 40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Wet Scrubber 2091 and Aerodyne 2091	Daily Opacity Checks	FGCAM_UNITS	No
EU2092	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Wet Scrubber 2092 and Aerodyne 2092	Daily Opacity Checks	FGCAM_UNITS	No
EU2101	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 2101	Daily Opacity Checks	FGCAM_UNITS	No
EU2910	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 2910	Daily Opacity Checks	FGCAM_UNITS	No
EU2914	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Aerodyne 2914	Daily Opacity Checks	FGCAM_UNITS	No
EU2922	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Aerodyne 2922	Daily Opacity Checks	FGCAM_UNITS	No
EU2928	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 2928	Daily Opacity Checks	FGCAM_UNITS	No
EU29122	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2),	Horiz Dust Sep 29122 and Wet Scrubber 29122	Daily Opacity Checks	FGCAM_UNITS	No

Emission Unit/Flexibl e group ID	Pollutant/ Emission Limit	UAR(s)	Control Equipment	Monitoring (Include Monitoring Range)	Emission Unit/Flexible Group for CAM	PAM? *
		40 CFR 64.7(d)				
EU32109	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Baghouse 32109	Daily Opacity Checks	FGCAM_UNITS	No
EU32113	PM10	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Cyclone 32113 and Wet Scrubber 32113	Daily Opacity Checks	FGCAM_UNITS	No
FG2983Coat OxdOn	VOC	40 CFR 64.6(c)(1), 40 CFR 64.6(c)(2), 40 CFR 64.7(d)	Catalytic Oxidizer 29113	Continuous monitoring of inlet and outlet temperatures	FGCAM_UNITS	No

*Presumptively Acceptable Monitoring (PAM)

Please refer to Parts B, C and D in the draft ROP for detailed regulatory citations for the stationary source. Part A contains regulatory citations for general conditions.

Source-Wide Permit to Install (PTI)

Rule 214a requires the issuance of a Source-Wide PTI within the ROP for conditions established pursuant to Rule 201. All terms and conditions that were initially established in a PTI are identified with a footnote designation in the integrated ROP/PTI document.

The following table lists all individual PTIs that were incorporated into previous ROPs. PTIs issued after the effective date of ROP No. MI-ROP-B1548-2014 are identified in Appendix 6 of the ROP.

	PTI Number				
626-93A	380-92	76-07	76-07A		
76-07B	76-07C	76-07D	213-04		
76-07E	149-11	1-12	208-10A		
36-13	63-13	76-07F	128-13		
128-13A					

Streamlined/Subsumed Requirements

This ROP does not include any streamlined/subsumed requirements pursuant to Rules 213(2) and 213(6).

Non-applicable Requirements

Part E of the ROP lists requirements that are not applicable to this source as determined by the AQD, if any were proposed in the ROP Application. These determinations are incorporated into the permit shield provision set forth in Part A (General Conditions 26 through 29) of the ROP pursuant to Rule 213(6)(a)(ii).

Processes in Application Not Identified in Draft ROP

The following table lists processes that were included in the ROP Application as exempt devices under Rule 212(4). These processes are not subject to any process-specific emission limits or standards in any applicable requirement.

PTI Exempt Emission Unit ID	Description of PTI Exempt Emission Unit	Rule 212(4) Citation	PTI Exemption Rule Citation
EU-NAT-GAS_EQUIP	Miscellaneous equipment that burns natural gas	Rule 212(4)(c)	Rule 282(2)(b)(i)
EUGasTank	One 1,000 gallon, above ground fuel storage tank	Rule 212(4)(d)	Rule 284(2)(g)(ii)
EU_31_DieselTank1	One 2,000 gallon, above ground diesel storage tank in Building 31	Rule 212(4)(d)	Rule 284(2)(g)(ii)
EU_31_DieselTank2	One 500 gallon, above ground diesel storage tank in Building 31	Rule 212(4)(d)	Rule 284(2)(g)(ii)
EU_52_DieselTank	One 130 gallon, above ground diesel storage tank in Building 52	Rule 212(4)(d)	Rule 284(2)(g)(ii)

Draft ROP Terms/Conditions Not Agreed to by Applicant

This draft ROP does not contain any terms and/or conditions that the AQD and the applicant did not agree upon pursuant to Rule 214(2).

Compliance Status

The AQD finds that the stationary source is expected to be in compliance with all applicable requirements at the time of issuance of the ROP except for requirements listed in Appendix 2. The table in Appendix 2 contains a Schedule of Compliance developed pursuant to Rule 119(a)(i). The applicant must adhere to this schedule and provide the required certified progress reports at least semiannually or in accordance with the schedule in the table. A Schedule of Compliance for any applicable requirement that the source is not in compliance with at the time of ROP issuance is supplemental to, and shall not sanction non-compliance with, the applicable requirements on which it is based.

Action taken by the EGLE, AQD

The AQD proposes to approve this ROP. A final decision on the ROP will not be made until the public and affected states have had an opportunity to comment on the AQD's proposed action and draft permit. In addition, the USEPA is allowed up to 45 days to review the draft ROP and related material. The AQD is not required to accept recommendations that are not based on applicable requirements. The delegated decision maker for the AQD is Mr. Rex Lane, Kalamazoo District Supervisor. The final determination for ROP approval/disapproval will be based on the contents of the ROP Application, a judgment that the stationary source will be able to comply with applicable emission limits and other terms and conditions, and resolution of any objections by the USEPA.

Michigan Department of Environment, Great Lakes, and Energy

State Registration Number

Air Quality Division RENEWABLE OPERATING PERMIT

ROP Number

B1548

June 3, 2020 - STAFF REPORT ADDENDUM

MI-ROP-B1548-2020

<u>Purpose</u>

A Staff Report dated April, 27, 2020, was developed to set forth the applicable requirements and factual basis for the draft Renewable Operating Permit (ROP) terms and conditions as required by Rule 214(1) of the administrative rules promulgated under Act 451. The purpose of this Staff Report Addendum is to summarize any significant comments received on the draft ROP during the 30-day public comment period as described in Rule 214(3). In addition, this addendum describes any changes to the draft ROP resulting from these pertinent comments.

General Information

Responsible Official:	Ty Hakman, Plant Manager 269-966-1000
AQD Contact:	Monica Brothers, Environmental Quality Analyst 269-312-2535

Summary of Pertinent Comments

No pertinent comments were received during the 30-day public comment period.

Changes to the April 27,2020 Draft ROP

No changes were made to the draft ROP.

Michigan Department of Environment, Great Lakes, and Energy Air Quality Division

State Registration Number

B1548

RENEWABLE OPERATING PERMIT

ROP Number MI-ROP-B1548-2020a

August 25, 2020 - STAFF REPORT FOR RULE 216(2) MINOR MODIFICATION

<u>Purpose</u>

On July 22, 2020, the Department of Environment, Great Lakes, and Energy (EGLE), Air Quality Division (AQD), approved and issued Renewable Operating Permit (ROP) No. MI-ROP-B1548-2020 to Post Foods, LLC pursuant to Rule 214 of the administrative rules promulgated under Act 451. Once issued, a company is required to submit an application for changes to the ROP as described in Rule 216. The purpose of this Staff Report is to describe the changes that were made to the ROP pursuant to Rule 216(2).

General Information

Responsible Official:	Ty Hakman, Plant Manager
	269-966-1000
AQD Contact:	Caryn Owens, Environmental Engineer
	231-878-6688
Application Number:	202000117
Date Application for Minor Modification was	July 20, 2020
Submitted:	

Regulatory Analysis

The AQD has determined that the change requested by the stationary source meets the qualifications for a Minor Modification pursuant to Rule 216(2).

Description of Changes to the ROP

Minor Modification Number 202000117 was to incorporate PTI 38-20. PTI 38-20 was for control equipment reconfiguration to existing equipment EU487 and EU488. References to EU487 were removed from FGBLD-4Rice/Bran.

Compliance Status

The AQD finds that the stationary source is expected to be in compliance with all applicable requirements associated with the emission unit(s) involved with the change as of the date of approval of the Minor Modification to the ROP.

Action Taken by EGLE

The AQD proposes to approve a Minor Modification to ROP No. MI-ROP-B1548-2020, as requested by the stationary source. A final decision on the Minor Modification to the ROP will not be made until any affected states and the United States Environmental. Protection Agency (USEPA) has been allowed 45 days to review the proposed changes to the ROP. The delegated decision maker for the AQD is the District Supervisor. The final determination for approval of the Minor Modification will be based on the contents of the permit application, a judgment that the stationary source will be able to comply with applicable emission limits and other requirements, and resolution of any objections by any affected states or the USEPA.