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

September 11, 2024

PERMIT TO INSTALL 174-04B

ISSUED TOAtmosphere Heat Treating, Inc.

LOCATED AT 30760 Century Drive Wixom, Michigan 48393

IN THE COUNTY OF Oakland

STATE REGISTRATION NUMBER N7379

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).

August 6, 2024	QUIRED BY RULE 203:
DATE PERMIT TO INSTALL APPROVED:	SIGNATURE:
September 11, 2024	
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 absorption

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 µg 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))
- 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 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.

- 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	201100(0))		
EULINE1	Belt Furnace #1 that includes a hardening furnace, a salt bath heater, and a water bath heater, all fueled by natural gas.	1998 (hardening furnace), 1998 (salt bath heater), 07-2014 (water heater)	FGHEATTREAT
EULINE2	Belt Furnace #2 that includes a hardening furnace, a salt bath heater, and a water bath heater, all fueled by natural gas.	1998/2024 (hardening furnace), 1998 (salt bath heater), 12-2013 (water heater),	FGHEATTREAT
EULINE3	Belt Furnace #3 that includes a hardening furnace, a salt bath heater, a water bath heater, and a tempering/draw furnace, all fueled by natural gas.	1998 (hardening furnace), 1998 (salt bath heater), 12-2011 (water heater), 1998 (tempering furnace)	FGHEATTREAT
EURECLAIM1	Salt-filled vessel equipped with a natural gas-fired heater used to boil off water.	2013	FGRECLAIM
EURECLAIM2	Salt-filled vessel equipped with a natural gas-fired heater used to boil off water.	2013	FGRECLAIM

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
FGHEATTREAT	Heat treatment process lines that contain three hardening furnaces, three quench salt baths, one tempering furnace, and three water heaters.	
FGRECLAIM	Two reclaim heater tanks.	EURECLAIM1, EURECLAIM2

FGHEATTREAT FLEXIBLE GROUP CONDITIONS

DESCRIPTION

Heat treatment process lines that contain three hardening furnaces, three quench salt baths, one tempering furnace, and three water heaters.

Emission Unit: EULINE1, EULINE2, EULINE3

POLLUTION CONTROL EQUIPMENT

NA

I. EMISSION LIMIT(S)

	Pollutant	Limit	Time Period / Operating Scenario	Equipment	Monitoring / Testing Method	Underlying Applicable Requirements
1.	РМ	4.7 tpy	12-month rolling time period as determined at the end of each calendar month	The salt quench portion of FGHEATTREAT	SC VI.2	R 336.1225, R 336.1331
2.	Visible Emissions	10% Opacity	6-minute average	The salt quench portion of FGHEATTREAT	SC VI.3	R 336.1301(1)(c)

II. MATERIAL LIMIT(S)

- 1. The permittee shall not exceed the net molten quench salt usage rate of 9400 pounds in FGHEATTREAT per year, based on a 12-month rolling time period as determined at the end of each calendar month. The net molten quench salt usage is defined as the amount of quench salt added to bring the quench tank levels up to operating levels less any amount of quench salt reclaimed, disposed of, or spilled/cleaned up. (R 336.1225, R 336.1331)
- 2. The permittee shall only burn natural gas in FGHEATTREAT. (R 336.1205, R 336.1225, R 336.1702(a))

III. PROCESS/OPERATIONAL RESTRICTION(S)

NA

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

NA

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 by the last day of the production month, for the previous production month, unless otherwise specified in any recordkeeping, reporting or notification special condition. (R 336.1205, R 336.1225)
- 2. The permittee shall calculate the Particulate emission rate from FGHEATTREAT for each calendar month, using a mass balance for quench salt usage in Appendix A:
 - a) Total salt added to replenish lost quench salt and bring the quench tank levels up to operating levels (column A).
 - b) Amount of spent salt reclaimed on-site or sent off-site for recycling (column B).
 - c) Amount of salt sent off site for disposal/salt remaining on parts after the heat-treating process (column C).
 - d) Amount of salt spilled (column D).
 - e) Emission calculations determining the monthly emission rates in tons per calendar month (column E).
 - f) Emission calculations determining the annual emission rate in tons per 12-month rolling time period as determined at the end of each calendar month.

The permittee shall keep the records on file at the facility, in the format specified in Appendix A or an alternate format that has been approved 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 336.1331)

3. The permittee shall perform and document non-certified visible emissions observations as required in Emission Limit SC I.2 on a daily basis when FGHEATTREAT is operating. If during the observation there are any visible emissions detected from an emission point, a USEPA Method 9 certified visible emissions observation shall be conducted for a minimum of 15 minutes to determine the actual opacity from that emission point. Records of the non-certified visible emissions observations, USEPA Method 9 observations that are performed, the reason for any visible emissions observed and any corrective actions taken shall be kept on file and in a format acceptable to the AQD. (R 336.1301(1)(c))

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:

	Stack & Vent ID	Maximum Exhaust Diameter / Dimensions (inches)	Minimum Height Above Ground (feet)	Underlying Applicable Requirements
1.	S2 (Hardening Furnace #1)	42	30	R 336.1225, 40 CFR 52.21(c) & (d)
2.	S4 (Hardening Furnace #2)	42	30	R 336.1225, 40 CFR 52.21(c) & (d)
3.	S6 (Hardening Furnace #3)	42	30	R 336.1225, 40 CFR 52.21(c) & (d)

Stack & Vent ID	Maximum Exhaust Diameter / Dimensions (inches)	Minimum Height Above Ground (feet)	Underlying Applicable Requirements
4. S7 (Tempering/Draw Furnace)	42	30	R 336.1225, 40 CFR 52.21(c) & (d)
5. RF1	42	30	R 336.1225, 40 CFR 52.21(c) & (d)
6. RF2	42	30	R 336.1225, 40 CFR 52.21(c) & (d)
7. RF3	42	30	R 336.1225, 40 CFR 52.21(c) & (d)
8. RF4	42	30	R 336.1225, 40 CFR 52.21(c) & (d)
9. RF5	42	30	R 336.1225, 40 CFR 52.21(c) & (d)
10. RF6	42	30	R 336.1225, 40 CFR 52.21(c) & (d)
11. RF7	42	30	R 336.1225, 40 CFR 52.21(c) & (d)
12. RF8	42	30	R 336.1225, 40 CFR 52.21(c) & (d)

IX. OTHER REQUIREMENT(S)

NA

Footnotes:

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

FGRECLAIM FLEXIBLE GROUP CONDITIONS

DESCRIPTION

Two reclaim heater tanks.

Emission Unit: EURECLAIM1, EURECLAIM2

POLLUTION CONTROL EQUIPMENT

NA

I. EMISSION LIMIT(S)

NA

II. MATERIAL LIMIT(S)

1. The permittee shall only burn natural gas in FGRECLAIM. (R 336.1205, R 336.1225, R 336.1702(a))

III. PROCESS/OPERATIONAL RESTRICTION(S)

NA

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

NA

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))

NA

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:

Stack & Vent ID	Maximum Exhaust Diameter / Dimensions (inches)	Minimum Height Above Ground (feet)	Underlying Applicable Requirements
1. RC1*	42	30	R 336.1225, 40 CFR 52.21(c) & (d)
2. RC7*	42	30	R 336.1225, 40 CFR 52.21(c) & (d)
* Stack has a rain cap.			

IX. OTHER REQUIREMENT(S)

NA

Footnotes:

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

FGFACILITY CONDITIONS

DESCRIPTION

The following conditions apply source-wide to all process equipment including equipment covered by other permits, grand-fathered equipment, and exempt equipment.

POLLUTION CONTROL EQUIPMENT

NA

I. EMISSION LIMIT(S)

	Pollutant	Limit	Time Period / Operating Scenario	Equipment	Monitoring / Testing Method	Underlying Applicable Requirements
1.	Cadmium (CAS No. 7440-4-39)	0.42 lbs/year	12-month rolling time period as determined at the end of each calendar month	FGFACILITY	SC VI.2	R 336.1225(2)

II. MATERIAL LIMIT(S)

NA

III. PROCESS/OPERATIONAL RESTRICTION(S)

NA

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

NA

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 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, R 336.1702)
- 2. The permittee shall calculate the Cadmium emission rate from FGFACILITY for each calendar month, using Appendix B:
 - a) Cadmium (CAS No. 7440-4-39) mass emission calculations determining the annual emission rate in pounds per 12-month rolling time period as determined at the end of each calendar month.
 - b) Amount of natural gas used per month in million standard cubic feet (MMSCF).

The permittee shall keep the records using mass balance, or an alternative 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(2), R 336.1702)

VII. REPORTING

NA

VIII. STACK/VENT RESTRICTION(S)

NA

IX. OTHER REQUIREMENT(S)

NA

Footnotes:

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

APPENDIX A: MONTHLY QUENCH SALT BALANCE AND PM EMISION ESTIMATE

<u>Month</u>	A (B <u>Recla</u>		C (3) Disposed/Drag- Out		D (4) Spill		_		E (5) Emitted	
	Gal. Ibs.		Gal.	lbs.	Gal.	lbs.	Gal.	lbs.	Gal.	lbs.		
PM Emitted per calendar month (tons), F = E/2000 F:												
PM Emitted per 12-month rolling time period (tons), G = F + TOTAL OF 11 PREVIOUS MONTHS G:												

- (1) Total salt added to replenish lost quench salt and bring the quench tank levels up to operating levels.
- (2) Spent salt reclaimed on site or sent to off-site reclamation.
- (3) Salt sent off site for disposal / salt remaining on parts from going through the heat-treating process.
- (4) Salt lost to spill.
- (5) Balance of salt lost in air emissions: E = A B C D

APPENDIX B: MONTHLY EMISSION RATE OF CADMIUM

The permittee shall demonstrate compliance with the cadmium (CAS No. 7440-4-39) limit in this permit by computing the emission rate of cadmium using the actual amount of natural gas used during the calendar month. The calculation can be done using the following equation or an alternative method can be submitted to the AQD District Supervisor:

$$Cd\ ER = (NG) * 1.1 \times 10^{-3}\ \frac{lb}{MMSCF}$$

Where:

Cd ER = Cadmium monthly emission rate in lbs/month

NG = Monthly natural gas consumption in million standard cubic feet (MMSCF)