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

May 20, 2024

PERMIT TO INSTALL 63-24

ISSUED TO City of Marshall Power Plant

LOCATED AT 906 South Marshall Avenue Marshall, Michigan 49068

IN THE COUNTY OF

Calhoun

STATE REGISTRATION NUMBER C6230

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:

May 20, 2024

| DATE PERMIT TO INSTALL APPROVED: May 21, 2024 | SIGNATURE: |
|---|------------|
| 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 |
| FGENGINES2,4 | 7 |

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 mm MM MW NMOC NO _x ng PM PM10 PM2.5 pph PM10 PM2.5 pph ppmv ppmv ppmv ppmv ppmv ppmv ppmv | 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 Millimeter Million Megawatts Non-Methane Organic Compounds Oxides of Nitrogen Nanogram Particulate Matter Particulate Matter Particulate Matter equal to or less than 10 microns in diameter Particulate Matter Particulate Matter Partisculate Matter equal to or less than 2.5 microns in diameter Partisculate Matter Parts per million Parts per million by volume Parts per million by volume Parts per million by volume Parts per square inch absolute Pounds per square inch absolute Pounds per square inch gauge Standard cubic feet Seconds Sulfur Dioxide Toxic Air Contaminant Temperature Total Hydrocarbons |
|---|--|
| | |
| | |
| tpy | Tons per year |
| hð | 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 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)) | Installation Date / Modification Date | Flexible Group ID |
|------------------|---|---|-------------------|
| EU-ENG-2 | Nordberg engine and generator using No. 2 fuel oil and natural gas. The unit is rated at 1130 KW. | 1-1-53 TBD | FGENGINES2, 4 |
| EU-ENG-4 | Nordberg diesel engine and generator. The unit fires only No. 2 fuel oil. The unit is rated at 1000 KW. | 1-1-42 TBD | FGENGINES2,4 |

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.

FGENGINES2,4 FLEXIBLE GROUP CONDITIONS

DESCRIPTION

Two engine and generator units sharing the same fuel sampling requirements, and recordkeeping requirements during operational testing.

Emission Unit: EU-ENG-2, EU-ENG-4

POLLUTION CONTROL EQUIPMENT

Each engine will be controlled by an oxidation catalyst

I. EMISSION LIMIT(S)

NA

II. MATERIAL LIMIT(S)

- 1. The permittee shall only use No. 2 fuel oil and/or pipeline grade sweet natural gas in FGEngines2,4.¹ (R 336.1205, R 336.1225)
- 2. The permittee shall not burn more than 84 gallons of No. 2 fuel oil and 60 Mcf of natural gas in EU-ENG-2, during the lifetime of this permit.¹ (**R 336.1205, R 336.1225)**
- 3. The permittee shall not burn more than 516 gallons of No. 2 fuel oil in EU-ENG-4, during the lifetime of this permit.¹ (**R 336.1205, R 336.1225)**

III. PROCESS/OPERATIONAL RESTRICTION(S)

- 1. The permittee shall not operate EU-ENG-2 and EU-ENG-4 simultaneously.¹ (R 336.1205)
- The permittee shall not operate EU-ENG-2 for more than 6 hours total, during the lifetime of this permit. Upon voidance of this permit, as referenced in SC IX.2, the permittee shall not operate EU-ENG-2.¹ (R 336.1205, R 336.1225)
- The permittee shall not operate EU-ENG-4 for more than 6 hours total, during the lifetime of this permit. Upon voidance of this permit, as referenced in SC IX.2, the permittee shall not operate EU-ENG-4.¹ (R 336.1205, R 336.1225)

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))

- The permittee shall maintain purchase records for ASTM specification fuel oil, specifications or analyses provided by the vendor at the time of delivery, analytical results from laboratory testing or any other records adequate to demonstrate compliance with the material limit in SC II.1.¹ (R 336.1402, R 336.2803, R 336.2804, 40 CFR 52.21(c) & (d))
- 2. The permittee shall keep, in a satisfactory manner, records of the following while operating each engine in FGENGINES2,4:

a) The total number of hours in which each engine in FGENGINE2,4 has been in operation, since approval of this permit.¹

b) The total amount of No. 2 Fuel oil, in gallons, that has been burned in each engine in FGENGINE2,4, since approval of this permit.¹

c) The total amount of natural gas, in Mcf/hr, that has been burned in EU-ENG-2, since approval of this permit.¹ (R 336.1205, R 336.1225, 40 CFR 52.21 (c) & (d))

VII. <u>REPORTING</u>

1. The permittee or the authorized agent pursuant to Rule 204, shall notify the AQD District Supervisor, as well as the AQD Permit Section, upon commencement of, and cessation of, the testing operations of FGENGINES2,4. (R 336.1201(3))

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. SV-ENG-2 ¹ | 54 | 30 | R 336.1225 |
| | | | 40 CFR 52.21 (c) & (d) |
| 1. SV-ENG-4 ¹ | 48 | 34 | R 336.1225 |
| | | | 40 CFR 52.21 (c) & (d) |

IX. OTHER REQUIREMENT(S)

- 1. The permittee shall remove each engine in FGENGINES2,4 from operation immediately following the completion of the respective testing. To continue operation of FGENGINES2,4 at this site after this date, the permittee must apply for and receive a new PTI. (R 336.1205(1)(a) & (3))
- 2. This permit shall become voided on May 25, 2024. To continue operation of FGENGINES2,4 at this site after this date, the permittee must apply for and receive a new PTI. (R 336.1205(1)(a) & (3))
- 3. The permittee shall comply with all applicable provisions of the National Emission Standards for Hazardous Air Pollutants, as specified in 40 CFR Part 63, Subpart A and Subpart ZZZZ, for Stationary Reciprocating Internal Combustion Engines. (40 CFR 63.6595, 40 CFR Part 63, Subparts A and ZZZZ)

Footnotes:

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