#### STATEMENT OF BASIS

For the issuance of Air Permit # 2248-AR-1 AFIN: 02-00317

#### 1. PERMITTING AUTHORITY:

Arkansas Department of Environmental Quality 5301 Northshore Drive North Little Rock, Arkansas 72118-5317

### 2. APPLICANT:

Arez, LLC 141 Mac McGoogan Drive Crossett, Arkansas 71635

#### 3. PERMIT WRITER:

Travis Porter

#### 4. PROCESS DESCRIPTION AND NAICS CODE:

NAICS Description: Gum and Wood Chemical Manufacturing

NAICS Code: 325191

#### 5. SUBMITTALS:

5/25/2012

#### 6. REVIEWER'S NOTES:

Arez, LLC, operates a gum and wood chemical manufacturing facility located at 141 Mac McGoogan Drive, Crossett. With this Administrative Amendment request, AREZ is seeking approval to add a 550-gallon diesel storage tank and dispenser unit as a Group A-3 Insignificant Activity. This review was limited to adding the diesel tank as an Insignificant Activity. Total permitted emissions do not change and remain: PM/PM<sub>10</sub>, 18.9 tpy, SO<sub>2</sub> 0.1 tpy, VOC, 26.1 tpy, CO, 4.6 tpy, NO<sub>x</sub>, 5.5 tpy, and HAPs, 0.75 tpy.

#### Permanent Notes:

40 CFR 60 Subpart Kb does not apply to the tanks due to low vapor pressure of the liquids. 40 CFR 63 Subpart VVVVVV does not apply because the HAP used is not on the list of applicable HAPs in the subpart.

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#### 7. COMPLIANCE STATUS:

The following summarizes the current compliance of the facility including active/pending enforcement actions and recent compliance activities and issues.

This new facility is beginning operations. At this point, no inspection has been made.

### 8. PSD APPLICABILITY:

- a. Did the facility undergo PSD review in this permit (i.e., BACT, Modeling, etc.)?
- b. Is the facility categorized as a major source for PSD? Name N = 100 tpy and on the list of 28 or single pollutant  $\geq 250 \text{ tpy}$  and not on list?

If yes, explain why this permit modification is not PSD?

#### 9. SOURCE AND POLLUTANT SPECIFIC REGULATORY APPLICABILITY:

Source	Pollutant	Regulation (NSPS, NESHAP or PSD)	
	N/A		

## 10. EMISSION CHANGES AND FEE CALCULATION:

See emission change and fee calculation spreadsheet in Appendix A.

### 11. MODELING:

#### Criteria Pollutants

Examination of the source type, location, plot plan, land use, emission parameters, and other available information indicate that modeling is not warranted at this time.

Pollutant	Emission Rate (lb/hr)	NAAQS Standard (μg/m³)	Averaging Time	Highest Concentration (μg/m³)	% of NAAQS
$PM_{10}$		150	24-Hour		
		80	Annual		
$SO_2$		1300	3-Hour		
		365	24-Hour		

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Pollutant	Emission Rate (lb/hr)	NAAQS Standard (μg/m³)	Averaging Time	Highest Concentration (μg/m³)	% of NAAQS
СО		10,000	8-Hour		
		40,000	1-Hour		
NO <sub>x</sub>		100	Annual		
Pb		0.15	Rolling 3-month Period over 3 years (not to be exceeded in any 3 month period)		

Non-Criteria Pollutants:

1<sup>st</sup> Tier Screening (PAER)

Estimated hourly emissions from the following sources were compared to the Presumptively Acceptable Emission Rate (PAER) for each compound. The Department has deemed the PAER to be the product, in lb/hr, of 0.11 and the Threshold Limit Value (mg/m³), as listed by the American Conference of Governmental Industrial Hygienists (ACGIH).

Pollutant	TLV (mg/m <sup>3</sup> )	PAER (lb/hr) = 0.11 × TLV	Proposed lb/hr	Pass?
Maleic Anhydride	0.401	0.044	0.17	N

2<sup>nd</sup> Tier Screening (PAIL)

AERMOD air dispersion modeling was performed on the estimated hourly emissions from the following sources, in order to predict ambient concentrations beyond the property boundary. The Presumptively Acceptable Impact Level (PAIL) for each compound has been deemed by the Department to be one one-hundredth of the Threshold Limit Value as listed by the ACGIH.

Pollutant	PAIL $(\mu g/m^3) = 1/100$ of Threshold Limit Value	Modeled Concentration (μg/m³)	Pass?
Maleic Anhydride	4.01	1.355	Y

Other Modeling: N/A

H<sub>2</sub>S Modeling:

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A.C.A. §8-3-103 requires hydrogen sulfide emissions to meet specific ambient standards. Many sources are exempt from this regulation, refer to the Arkansas Code for details.

Is the facility exempt from the  $H_2S$  Standards N/A If exempt, explain:

Pollutant	Threshold value	Modeled Concentration (ppb)	Pass?
	20 parts per million (5-minute average*)		
	80 parts per billion		
$H_2S$	(8-hour average) residential area		
	100 parts per billion		
	(8-hour average)		
	nonresidential area		

<sup>\*</sup>To determine the 5-minute average use the following equation

$$Cp = Cm (t_m/t_p)^{0.2}$$
 where

Cp = 5-minute average concentration

Cm = 1-hour average concentration

 $t_m = 60 \text{ minutes}$ 

 $t_p = 5$  minutes

### 12. CALCULATIONS:

SN	Emission Factor Source (AP-42, testing, etc.)	Emission Factor (lb/ton, lb/hr, etc.)	Control Equipment	Control Equipment Efficiency	Comments
01	Permittee supplied data	0.149 lb/ ft <sup>3</sup> vapor ρ	Liquid seal	N/A	372M ft <sup>3</sup> /yr volume 1.0 mmHg vapor pressure 0.149 lb/ ft <sup>3</sup> vapor ρ

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SN	Emission Factor Source (AP-42, testing, etc.)	Emission Factor (lb/ton, lb/hr, etc.)	Control Equipment	Control Equipment Efficiency	Comments
02	Permittee supplied data	0.149 lb/ ft <sup>3</sup> vapor ρ	Triple liquid seal	90%	Emissions when reactor fills, discharges, and during heating & reaction time.  301M ft³/yr fill volume 353 ft³/yr reactor discharge volume 50 mm Hg vapor pressure 0.149 lb/ ft³ vapor ρ Heating/Reaction time— 43MM ft³/yr water generated; 90% efficiency @30 mm Hg VOC load.
03	AP-42 Chapter 11.19.2	PM <sub>10</sub> =0.0024 lb/ton PM=0.0054 lb/ton	Takes place inside building	80%	25MM lbs/yr Scraping takes place inside building
04	ADEQ accepted factor	0.01 grains/DSCF	Dust Collector	Not Provided	10M SCFM blower 8760 hrs/yr.
05	ADEQ accepted factor	0.01 grains/DSCF	Dust Collector	Not Provided	25M SCFM blower 8760 hrs/yr
06	Tanks 4.0	Working loss=3.27 lb VOC/yr Breathing loss=8.36 lb/yr	None	N/A	Ink Oil Tanks
07	AP-42 Tables 1.4-1 and 1.4-2	In lb/MMscf $PM/PM_{10}=7.6$ $SO_x=0.6$ VOC=5.5 CO=84 $NO_x=100$ In lb/MM Btu $PM/PM_{10}=0.008$ $SO_x=0.001$ VOC=0.006 CO=0.084 $NO_x=0.100$	None	N/A	12.5MM Btu/hr natural gas fired Hot/Cold Oil Heater

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SN	Emission Factor Source (AP-42, testing, etc.)	Emission Factor (lb/ton, lb/hr, etc.)	Control Equipment	Control Equipment Efficiency	Comments
08	AP-42 Table 13.4-1	PM/PM <sub>10</sub> =0.019 lb/Mgal	None	N/A	Water flow = 1000gpm

## 13. TESTING REQUIREMENTS:

The permit requires testing of the following sources.

SN	Pollutants	Test Method	Test Interval	Justification
08	PM/PM <sub>10</sub>	Conductivity	Weekly when SN-08 is operating	[Regulation No. 19 §19.705, §19.703, Regulation No. 18 §18.1004 §18.1003, and A.C.A. §8-4-203 as referenced by §8-4-304 and §8-4-311]
08	PM/PM <sub>10</sub>	Total Dissolved Solids on Cooling Tower Water	Every Six Months when SN-08 is operating	[Regulation No. 19 §19.705, §19.703, Regulation No. 18 §18.1004 §18.1003, and A.C.A. §8-4-203 as referenced by §8-4-304 and §8-4-311]

## 14. MONITORING OR CEMS

The permittee must monitor the following parameters with CEMS or other monitoring equipment (temperature, pressure differential, etc.)

SN	Parameter or Pollutant to be Monitored	Method (CEM, Pressure Gauge, etc.)	Frequency	Report (Y/N)		
	None					

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# 15. RECORDKEEPING REQUIREMENTS:

The following are items (such as throughput, fuel usage, VOC content, etc.) that must be tracked and recorded.

SN	Recorded Item	Permit Limit	Frequency	Report (Y/N)
01-05	Product produced	25,000,000 pounds per rolling 12-month period.	Monthly	N
01-05	Maleic Anhydride Processed	600,000 kg per rolling 12-month period.	Monthly	N
06	Ink Oil processed	1,500,000 kg Ink Oil per rolling 12-month period	Monthly	No
08	Total Dissolved Solids (TDS)	12,000 parts/million (ppm)	Once every six months	N
08	Conductivity of cooling water	Value which correlates with 12,000 ppm TDS	Weekly	N

## 16. OPACITY:

SN	Opacity	Justification for limit	Compliance Mechanism
01, 02, 03, 04, 05, 06, 07	5%	[Regulation No. 18 §18.501 and A.C.A. §8-4-203 as referenced by §8-4-304 and §8-4-311]	Inspector Observation
08	20%	[Regulation No. 19 §19.503 and A.C.A. §8-4-203 as referenced by §8-4-304 and §8-4-311]	Inspector Observation

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## 17. DELETED CONDITIONS:

Former SC	Justification for removal
	N/A

## 18. GROUP A INSIGNIFICANT ACTIVITIES

	Group A	Emissions (tpy)						
Source Name	Category	PM/PM <sub>10</sub>	SO <sub>2</sub>	VOC	СО	NO <sub>x</sub>	HAPs	
							Single	Total
550 Gallon Diesel Storage Tank & Dispenser	A-3			0.01				

## 19. VOIDED, SUPERSEDED, OR SUBSUMED PERMITS:

List all active permits voided/superseded/subsumed by the issuance of this permit.

Permit #
2248-A

## 20. CONCURRENCE BY:

The following supervisor concurs with the permitting decision.

Phillip	Murph	y, P.E.		

## **Fee Calculation for Minor Source**

Revised 08-30-11

Facility Name: AREZ, LLC Permit Number: 2248-AR-1

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			Old Permit N	ew Permit
\$/ton factor	22.65	Permit Predominant Air Contaminant	26.1	26.1
Minimum Fee \$	400	Net Predominant Air Contaminant Increase	0	
Minimum Initial Fee \$	500			
		Permit Fee \$	0	
Check if Administrative Amendment	V	Annual Chargeable Emissions (tpy)	26.1	

Pollutant (tpy)	Old Permit	New Permit	Change
PM	18.9	18.9	0
$PM_{10}$	18.9	18.9	0
SO <sub>2</sub> VOC	0.1	0.1	0
VOC	26.1	26.1	0
CO	4.6	4.6	0
$NO_X$	5.5	5.5	0
Maleic Anhydride	0.75	0.75	0