STATEMENT OF BASIS

For the issuance of Draft Air Permit # 2399-A AFIN: 45-00253

1. PERMITTING AUTHORITY:

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

2. APPLICANT:

Butterball, LLC 3726 Highway 62 West Yellville, Arkansas 72687

3. PERMIT WRITER:

Elliott Marshall

4. NAICS DESCRIPTION AND CODE:

NAICS Description: Industrial Building Construction

NAICS Code: 236210

5. ALL SUBMITTALS:

The following is a list of ALL permit applications included in this permit revision.

Date of Application	Type of Application	Short Description of Any Changes
	(New, Renewal, Modification,	That Would Be Considered New or
	Deminimis/Minor Mod, or	Modified Emissions
	Administrative Amendment)	
3/6/2018	New	This permit allows Butterball, LLC to
		construct and operate a new feed mill.
		All sources will be new.

6. REVIEWER'S NOTES:

Butterball, LLC is proposing to construct and operate a feed mill to be located at 3726 Highway 62 West, Yellville, AR 72687. The facility submitted an application for an initial minor source permit. The facility is permitted at 65.1 tpy PM, 38.0 tpy PM10, 9.8 tpy SO2, 1.7 tpy VOC, 15.8 tpy CO, 29.6 tpy NOx, 0.10 tpy Chromium/Manganese, and 0.57 tpy Total Other HAPs.

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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 is the initial permit for the facility, there are no pending or active enforcement actions.

8. PSD/GHG APPLICABILITY:

- a) Did the facility undergo PSD review in this permit (i.e., BACT, Modeling, etc.)? N If yes, were GHG emission increases significant? N
- b) Is the facility categorized as a major source for PSD? N
- Single pollutant \geq 100 tpy and on the list of 28 or single pollutant \geq 250 tpy and not on list

If yes for 8(b), explain why this permit modification is not PSD.

9. SOURCE AND POLLUTANT SPECIFIC REGULATORY APPLICABILITY:

Source	Pollutant	Regulation (NSPS, NESHAP or PSD)
20	HAPs	40 CFR Part 63, Subpart ZZZZ 40 CFR Part 60, Subpart IIII
Facility	Chromium and Manganese	40 CFR Part 63, Subpart DDDDDDD
18 and 19	SO_2	40 CFR Part 60, Subpart Dc

10. PERMIT SHIELD – TITLE V PERMITS ONLY:

Did the facility request a permit shield in this application? N (Note - permit shields are not allowed to be added, but existing ones can remain, for minor modification applications or any Regulation 18 requirement.)

If yes, are applicable requirements included and specifically identified in the permit? N If not, explain why.

For any requested inapplicable regulation in the permit shield, explain the reason why it is not applicable in the table below.

Source	Inapplicable Regulation	Reason
N/A		

11. EMISSION CHANGES AND FEE CALCULATION:

See emission change and fee calculation spreadsheet in Appendix A.

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12. AMBIENT AIR EVALUATIONS:

Include the results for any ambient air evaluations or modeling. Include NSR/PSD permits and permits that require an evaluation in accordance with revisions to the Arkansas State Implementation Plan, National Ambient Air Quality Standards, Infrastructure SIPs and NAAQS SIP per Ark Code Ann. § 8-4-318, dated March 2017 and the ADEQ Air Permit Screening Modeling Instructions.

a) Reserved.

b) Non-Criteria Pollutants:

The non-criteria pollutants listed below were evaluated. Based on Department procedures for review of non-criteria pollutants, emissions of all other non-criteria pollutants are below thresholds of concern.

1st 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 ³)	$PAER (lb/hr) = 0.11 \times TLV$	Proposed lb/hr	Pass?
Arsenic	0.01	0.0011	2.01E-04	Y
Beryllium	0.00005	5.5E-06	4.23E-06	Y
Cadmium	0.002	0.00022	6.05E-05	Y
Chromium	0.5	0.055	3.58E-03	Y
Cobalt	0.02	0.0022	9.16E-04	Y
Manganese	0.1 ^(I)	0.011	0.012997	Y
Mercury	0.01	0.0011	1.72E-05	Y
POM	0.2	0.022	5.02E-04	Y
Selenium	0.2	0.022	1.04E-04	Y

⁽¹⁾Inhalable standard was used based on information in the SDS.

^{2&}lt;sup>nd</sup> Tier Screening (PAIL)

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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?
Manganese	1.0	0.89036	Y

13. CALCULATIONS:

SN	Emission Factor Source (AP-42, testing, etc.)	Emission Factor (lb/ton, lb/hr, etc.)	Control Equipment	Control Equipment Efficiency	Comments
01	AP-42 Table 9.9.1-2	0.017 lb/ton PM 0.0025 lb/ton PM ₁₀	Choke Flow and Enclosure	40% Choke Flow 50% Enclosure	Control efficiencies applied in series, not as a sum of all control efficiencies at SN-01. Calculations based on 249,600 tpy
02	AP-42 Table 9.9.1-2	0.017 lb/ton PM 0.0025 lb/ton PM ₁₀	Choke Flow and Enclosure	40% Choke Flow 50% Enclosure	Control efficiencies applied in series, not as a sum of all control efficiencies at SN-02. Calculations based on 374,400 tpy
03	AP-42 Table 9.9.1-1	0.061 lb/ton PM 0.034 lb/ton PM ₁₀	Baghouse	99.5%	Calculations based on 374,000 tpy
04	AP-42 Table 9.9.1-1	0.061 lb/ton PM 0.034 lb/ton PM ₁₀	Baghouse	99.5%	Calculations based on 249,000 tpy
05 06	AP-42 Table 9.9.1-2	0.012 lb/ton PM 0.012 lb/ton PM ₁₀	Baghouse	1	Control efficiency accounted for in EF. Calculations based on 187,200 tpy
07 08	AP-42 Table 9.9.1-1	0.061 lb/ton PM 0.034 lb/ton PM ₁₀	Baghouse	99.5%	Calculations based on 187,200 tpy
09	AP-42 Table 9.9.1-2	0.017 lb/ton PM 0.0025 lb/ton PM ₁₀	Baghouse	99.5%	Calculations based on 31,200 tpy
10	AP-42 Table 9.9.1-1	0.061 lb/ton PM 0.034 lb/ton PM ₁₀	Baghouse	99.5%	Calculations based on 7,800 tpy
11	AP-42 Table	0.025 lb/ton PM	Baghouse	99.5%	Calculations based on

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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
12	9.9.1-1	0.0063 lb/ton PM ₁₀			312,000 tpy
13 14 15	AP-42 Table 9.9.1-2	0.15 lb/ton PM 0.075 lb/ton PM ₁₀	Dual High Efficiency Cyclone	-	Control efficiency accounted for in EF. Calculations based on 208,000 tpy
16 17	Manufacturer Spec. and AP-42 Table 9.9.1-1,2	Transfer to Loadout 0.061 lb/ton PM 0.034 lb/ton PM ₁₀ Truck Loading 0.0033 lb/ton PM 0.0008 lb/ton PM ₁₀	Metal Dust Filter, Choke Flow, and Enclosure	20% Metal Dust Filter 40% Choke Flow 50% Enclosure	Control efficiencies applied in series, not as a sum of all control efficiencies at the source. Calculations based on 312,000 tpy
18 19	AP-42 Table 1.4-2 and 1.3	Nat. Gas lb/10 ⁶ scf CO: 84 VOC: 5.5 Fuel Oil lb/10 ³ gal NO _x : 20 PM: 3.3 PM ₁₀ : 4.6 SO ₂ : 7.1	-	-	Criteria pollutants and HAPs are based on worst case EF for Nat. Gas and Fuel Oil
20	AP-42 Table 3.3-1	lb/hp-hr PM: 2.20E-03 PM ₁₀ : 2.20E-03 SO ₂ : 2.05E-03 VOC: 2.47E-03 CO: 6.68E-03 NO _x : 0.031	-	-	Limited to 500 hrs/yr, AP-42 EF is an overestimate of the SO ₂ content at the engine, The NSPS limit for this engine is 15 ppm Sulfur (0.0015%)
21	Tanks 4.0.9d Report	VOC Content: 50% 45.42 lbs VOC/yr	-	-	Calculations based on 233,500 gal/yr
22	Tanks 4.0.9d Report	VOC Content: 88% 207.09 lbs VOC/yr	-	-	Calculations based on 192,500 gal/yr
23	Tanks 4.0.9d Report	VOC Content: 75% 85.16 lbs VOC/yr	-		Calculations based on 52,700 gal/yr
24	Tanks 4.0.9d Report	VOC Content: 100% 3.13 lbs VOC/yr	-	-	Calculations based on 161,000 gal/yr
25 26	Manufacturer Spec. and AP-42 Table 9.9.1-1	0.025 lb/ton PM 0.0063 lb/ton PM ₁₀	Bin Vent Fabric Filter	99.5%	Calculations based on 313,109 tpy

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14. TESTING REQUIREMENTS:

The permit requires testing of the following sources.

SN ¹	Pollutants	Test Method	Test Interval	Justification
13, 14, 15	Particulate	Method 5	60 minutes	§63.11623

¹The facility is only required to test at SN-13,14, &15 if that is the method that they choose to comply with the requirements of 40 CFR Part 63, Subpart DDDDDD for ensuring the cyclone is designed to reduce emissions of particulate matter by 95 percent or greater.

15. 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)
13, 14, 15	Inlet flow rate, inlet velocity, pressure drop, or fan amperage	In accordance with \$63.11624(c)(4)	Once per day when the pelleting process is in operation	N
20	Backpressure	Backpressure monitor	Continuous during engine operation	N

16. 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)
Facility	Grain Received	624,000 tons/yr	Monthly	N
10.10	No. 2 Fuel Oil Usage	304,232 gallons/yr total combined	Monthly	N
18, 19	Sulfur Content	0.05% by weight	As received	N
	Natural Gas Usage	360,284,235 scf	Monthly	N
20	Hours of Operation	500 hours	Monthly	N

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SN	Recorded Item	Permit Limit	Frequency	Report (Y/N)
	Records of Maintenance Conducted	Per Maintenance Plan and 40 CFR Part 60, Subpart IIII	As Needed	Y, when did not meet limitation

17. OPACITY:

SN	Opacity	Justification for limit	Compliance Mechanism
03, 04, 05, 06, 07, 08, 09, 10, 11, 12, 13, 14, 15, 18 (nat. gas), 19 (nat. gas), 25, and 26	5%	[Reg.18.501 and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. §§ 8-4-304 and 8-4-311]	Increator Observation
01, 02, 16, 17, 18 (fuel oil), 19 (fuel oil), 20	20%	[Reg.19.503 and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. §§ 8-4-304 and 8-4-311]	Inspector Observation

18. DELETED CONDITIONS:

Former SC	Justification for removal			
N/A				

19. GROUP A INSIGNIFICANT ACTIVITIES:

The following is a list of Insignificant Activities including revisions by this permit.

Source Name	Group A Category	Emissions (tpy)						
		PM/PM ₁₀	SO_2	VOC	СО	NO_x	HAPs	
Name	Category		SO_2	VOC	CO	NO_X	Single	Total
Truck Wash								
Disinfectant	A-2			1.65E-06				
(50 gal tank)								
Santoquin								
Tote (330	A-3			0.00				
gal tank)								

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20. VOIDED, SUPERSEDED, OR SUBSUMED PERMITS:

The following is a list of all active permits voided/superseded/subsumed by the issuance of this permit.

Permit #
N/A



Fee Calculation for Minor Source

Revised 03-11-16

Facility Name: Butterball, LLC

Permit Number: 2399-A

AFIN: 45-00253

			Old Permit	New Permit
\$/ton factor	23.93	Permit Predominant Air Contaminant	0	65.1
Minimum Fee \$	400	Net Predominant Air Contaminant Increase	0	
Minimum Initial Fee \$	500			
		Permit Fee \$	1557.843	
Check if Administrative Amendment		Annual Chargeable Emissions (tpy)	65.1	

Pollutant (tpy)	Old Permit	New Permit	Change
PM	0	65.1	65.1
PM_{10}	0	38	38
$PM_{2.5}$	0	0	0
SO_2	0	9.8	9.8
VOC	0	1.7	1.7
CO	0	15.8	15.8
NO_X	0	29.6	29.6
Chromium	0	0.1	0.1
Manganese	0	0.1	0.1
Total Other HAPs	0	0.57	0.57