STATEMENT OF BASIS

For the issuance of Air Permit # 0427-AOP-R8 AFIN: 06-00014

1. PERMITTING AUTHORITY:

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

2. APPLICANT:

Armstrong Hardwood Flooring Company - Witt Facility 688 Hwy 278 Bypass Warren, Arkansas 71671

3. PERMIT WRITER:

Travis Porter

4. PROCESS DESCRIPTION AND NAICS CODE:

NAICS Description: Finished Hardwood Flooring Manufacturer NAICS Code: 321918

5. SUBMITTALS:

11/2/2009, 10/1/2009

6. **REVIEWER'S NOTES**:

Armstrong Hardwood Flooring Company, formerly Robbins Hardwood Flooring, Inc., is located at 688 Highway 278 Bypass, Warren, Arkansas. The facility manufactures finished hardwood flooring. This permit combines one minor modification request dated 11/2/2009 and one administrative amendment request, dated 10/1/2009. In the minor modification, the facility proposes to install a third rip saw to SN-37, milling operations. The minor modification is expected to result in no throughput increase and no permitted emission increase because bottlenecks exist elsewhere in the process. The administrative amendment requests to remove a permitted dust collector for SN-01 through SN-12, finishing operations, because the collector was never installed. Dust from the finishing line will continue to be collected from the three dust collectors controlling dust from SN-37 and SN-38, as they were prior to the new, never installed, dust collector being permitted. In addition, the administrative amendment corrects a typographical error, replacing "fourth cyclone" with "fifth cyclone" on page 6, paragraph 4 of the permit. Permit 0427-AOP-R7 lists PM and PM₁₀ emissions at 27.3 tpy each for bubbled sources

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SN-37/SN-38. This is a typographical error. The correct value is 27.6 tpy each. This revision also corrects a typographical error which omits SN-14 from the list of 16 drying kilns. These activities will reduce permitted emissions of PM and PM_{10} by 1.7 tpy each. The above addresses the only aspects of the permit investigated for the minor modification and administrative amendment requests.

7. COMPLIANCE STATUS:

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

The latest inspection resulted in no enforcement actions.

- 8. PSD APPLICABILITY:
 - a. Did the facility undergo PSD review in this permit (i.e., BACT, Modeling, etc.)? N
 - b. Is the facility categorized as a major source for PSD? N Single pollutant ≥ 100 tpy and on the list of 28 or single pollutant ≥ 250 tpy and not on list?

If yes, explain why this permit modification not PSD?

9. SOURCE AND POLLUTANT SPECIFIC REGULATORY APPLICABILITY:

| Source | Pollutant | Regulation (NSPS, NESHAP or PSD) |
|--------|-----------|-------------------------------------|
| 41 | РМ | NSPS Subpart Dc |

10. EMISSION CHANGES AND FEE CALCULATION:

See emission change and fee calculation spreadsheet in Appendix A.

11. MODELING:

Criteria Pollutants

| Pollutant | Emission Rate (lb/hr) | NAAQS Standard (µg/m ³) | Averaging Time | Highest Concentration (µg/m ³) | % of NAAQS |
|------------------|--------------------------|-------------------------------------------|----------------|--------------------------------------------------|---------------|
| PM ₁₀ | 29.2* | 50 | Annual | 9.95 | 19.9 |
| 1 10110 | 29.2 | 150 | 24-Hour | 48.35 | 32.2 |
| СО | 23.1 | 10,000 | 8-Hour | 73.3 | 0.733 |

| Pollutant | Emission Rate (lb/hr) | NAAQS Standard (µg/m ³) | Averaging Time | Highest Concentration $(\mu g/m^3)$ | % of NAAQS |
|-----------|--------------------------|-------------------------------------------|----------------|-------------------------------------------|---------------|
| | | 40,000 | 1-Hour | 91.1 | 0.91 |
| NOx | 40.0 | 100 | Annual | 8.8 | 8.8 |

*Modeling in the table was performed for the previous version, 0427-AOP-R7 at 31.2 pph for PM_{10} . Since permitted emissions are decreasing, it was not necessary to rerun the modeling at the new, lower rate.

Non-Criteria Pollutants:

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? |
|----------------------|-----------------------------|----------------------------------|----------------|-------|
| Acrolein | 0.23 | 0.0253 | 0.34 | N |
| Benzene | 1.59 | 0.175 | 0.02 | Y |
| Beryllium | 0.004 | 0.0004 | 8.98E-05 | Y |
| Cadmium | 0.46 | 0.051 | 3.34E-04 | Y |
| Chlorine | 1.45 | 0.16 | 0.0954 | Y |
| Chromium VI | 0.01 | 0.011 | 1.17E-04 | Y |
| Ethyl Benzene | 434 | 47.74 | 3.02 | Y |
| Ethylene Glycol | 85.2* | 9.372 | 3.02 | Y |
| Formaldehyde | 1.5 | 0.165 | 0.35 | N |
| Hydrochloric Acid | 2.98 | 0.3278 | 1.56 | N |
| MIBK | 205 | 22.55 | 3.0 | Y |

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| Pollutant | TLV (mg/m ³) | $PAER (lb/hr) = 0.11 \times TLV$ | Proposed lb/hr | Pass? |
|-----------|-----------------------------|----------------------------------|----------------|-------|
| Manganese | 0.2 | 0.022 | 0.14 | Ν |
| Mercury | 0.025 | 0.00275 | 2.85E-4 | Y |
| Phenol | 19 | 2.09 | 0.02 | Y |
| Toluene | 188.0 | 20.68 | 3.08 | Y |
| Xylene | 434.0 | 47.74 | 3.02 | Y |
| Styrene | 85.2 | 9.37 | 0.17 | Y |
| Pb | 0.05 | 0.0055 | 0.0125 | N |

* No TLV listed in ACGIH. Haz chem. Desk Ref. Pg 1040.

2nd 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 $(\mu g/m^3)$ | Pass? |
|-------------------|--------------------------------------------------------|-------------------------------------|-------|
| Acrolein | 2.3 | 0.67 | Y |
| Pb | 0.5 | 0.03 | Y |
| Manganese | 2.0 | 0.25 | Y |
| Formaldehyde | 15 | 0.71 | Y |
| Hydrogen Chloride | 29.8 | 3.07 | Y |

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12. CALCULATIONS:

| SN | Emission Factor Source (AP-42, testing, etc.) | Emission Factor (lb/ton, lb/hr, etc.) | Control Equipment | Control Equipment Efficiency | Comments |
|-------|---------------------------------------------------------------------------------------------|-------------------------------------------------------------------------|------------------------------------------|--------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1-12 | MSDS | VOC: Mass | None | N/A | Max coat usage 19 gal/hr. |
| 13 | PM, CO factor through testing SO ₂ , VOC, NO _x : AP-42 | 9.3 lb/hr CO 14.6 lb/hr PM 0.017 lb/MMBtu PM condensable | cyclone with flyash reinjection | 50 | 2003 stack averages: 7.1 lb/hr CO and 1.3 safety 10.85 lb/hr PM and 1.3 fos plus PM-condensable) No reduction in particulate HAPs assumed |
| 37&38 | Baghouse exhaust PM concentration | 0.006 gr/scf | Baghouses | 99% | BH-1 49,250 scfm BH-2 27,000 scfm BH-3 45,000 scfm |
| 41 | PM, CO factor through testing SO ₂ , VOC, NO _x : AP-42 | 13.8 lb/hr CO 1.9 lb/hr PM 0.017 lb/MMBtu PM condensable | ESP and flyash reinjection | 96.4 | 2003 stack averages: 10.62 lb/hr CO and 1.3 safety 0.77 lb/hr PM and 1.3 fos plus PM-condensable No reduction in particulate HAPs assumed |
| 14-29 | PM, VOC: Arkansas recommended emission factors | various | None | N/A | 1.0 lb VOC/ 10 ⁶ bdft |
| 43 | AP-42 10.4-2 | 350 trucks/mon. truck/hr | Baghouse | 75% equipment 80% building contained | 22.5 ton/truck capacity, 2.0 lb/ton |

13. TESTING REQUIREMENTS:

The permit requires testing of the following sources.

| SN | Pollutants | Test Method | Test Interval | Justification |
|---------|-----------------|-------------|---------------|-------------------------------------------------------------------------------|
| 13 & 41 | РМ,СО | 1, 5,10 | 5 years | Verify estimates and control effectiveness of particulate control |
| 13 & 41 | NO _x | 10E | Initial | Verify emission rates. |

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) |
|----|-------------------------------------------|---------------------------------------|-----------|--------------|
| 41 | Secondary Current and Voltage | N/A | Daily | Y |

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) |
|-------|----------------------------|--------------------------|-----------|--------------|
| 01-12 | VOC Usage | 189.9 tpy | Monthly | Y |
| 01-12 | HAPs Usage | Plantwide Total limit | Monthly | Y |
| 13,41 | HAPs from WW combustion | Various | Monthly | Y |
| 13 | Wood Waste Usage limits | 15,600 tons/yr | Daily | Y |

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| SN | Recorded Item | Permit Limit | Frequency | Report (Y/N) |
|-------|---------------------------------|-----------------------------|-----------|--------------|
| 41 | Wood Waste Usage Limits | 31,300 tons/yr | Daily | Y |
| 41 | ESP Operating Parameters | 10 mADC 20 kV | Daily | Y |
| 14-29 | Hardwood Lumber purchases | 76,470,000 board feet/yr | Annual | Y |
| 43 | Trucks Loaded | 4200 trucks/yr | Monthly | N |

16. OPACITY:

| SN | Opacity | Justification for limit | Compliance Mechanism |
|-------|---------|-------------------------|-------------------------|
| 37 | 5% | Departmental Guidance | Weekly Observation |
| 38 | 20% | Departmental Guidance | Daily Observation |
| 14-29 | 10% | Departmental Guidance | Weekly Observation |
| 13,41 | 20% | NSPS Subpart Dc | Daily Observation |
| 43 | 10% | Departmental Guidance | Daily Method 9 |

17. DELETED CONDITIONS:

| Former SC | Justification for removal |
|-----------|-------------------------------------------------------------------------|
| 7, 8, & 9 | Dust Collector was never installed and is being removed from the permit |

18. GROUP A INSIGNIFICANT ACTIVITIES

| | | Emissions (tpy) | | | | | | |
|-----------------------------|---------------------|-------------------------|--------|-----|----|-----------------|------------------|--------------|
| Source Name | Group A Category | PM/ PM ₁₀ | SO_2 | VOC | СО | NO _x | HA Singl e | .Ps Total |
| 1,000 gallon diesel tank | A-3 | | | | | | | |

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| | | Emissions (tpy) | | | | | | |
|------------------------------------------------------------------------------------------|---------------------|-------------------------|-----------------|-------|------|-----------------|------------|-------|
| Source Name | Group A Category | PM/ PM ₁₀ | SO ₂ | VOC | СО | NO _x | HAPs | |
| | | | | | | | Singl e | Total |
| Chemical storage room and exhaust fan | A-13 | | | 0.016 | | | | |
| Small (11 gallon) Solvent Distillation Unit | A-10 | | | 0.065 | | | | |
| Drums and small containers for coating and cleanup solvent storage and handling | A-2 | | | | | | | |
| Diesel-Fired Fire Pump (345 hp) | A-1 | 0.21 | 0.2 | 0.25 | 0.64 | 2.95 | | |
| 150-kW Natural Gas Fired Emergency Generator | A-1 | 0.005 | 0.0003 | 0.25 | 0.17 | 2.2 | | |
| Green Planer | A-13 | 0.018 | | | | | | |

19. VOIDED, SUPERSEDED, OR SUBSUMED PERMITS:

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

| Permit # | |
|-------------|--|
| 0427-AOP-R7 | |

20. CONCURRENCE BY:

The following supervisor doncurs with the permitting decision.

Phil Murphy, P.E.

Fee Calculation for Major Source

Facility Name: Armstrong Hardwood Flooring Company--Witt Facility Permit Number: 0427-AOP-R8 AFIN: 06-00014

| \$/ton factor | 22.07 | Annual Chargeable Emissions (tpy) | 546.69 |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------|-----------------------------------|--------|
| Permit Type | Minor Mod | Permit Fee \$ | |
| Minor Modification Fee \$ Minimum Modification Fee \$ Renewal with Minor Modification \$ Check if Facility Holds an Active Minor Source Permit If Hold Active Permit, Amt of Last Annual Air Permit Invoice \$ Total Permit Fee Chargeable Emissions (tpy) Initial Title V Permit Fee Chargeable Emissions (tpy) | 500 1000 500 -8.2 | | |

HAPs not included in VOC or PM:

Chlorine, Hydrazine, HCl, HF, Methyl Chloroform, Methylene Chloride, Phosphine, Tetrachloroethylene, Titanium Tetrachloride

Air Contaminants:

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All air contaminants are chargeable unless they are included in other totals (e.g., H2SO4 in condensible PM, H2S in TRS, etc.)

| | Check if | | | | Permit Fee | Annual |
|-------------------|------------|--------|--------|-----------|------------|-----------|
| | Chargeable | Old | New | - | Chargeable | _ |
| Pollutant (tpy) | Emission | Permit | Permit | Emissions | Emissions | Emissions |
| PM | | 120.9 | 112.7 | -8.2 | -8.2 | 112.7 |
| PM ₁₀ | Г | 120.9 | 112.7 | -8.2 | | |
| SO ₂ | ▼ | 9 | 9 | 0 | 0 | 9 |
| VOC | | 242.8 | 242.8 | 0 | 0 | 242.8 |
| СО | Γ | 101.2 | 101.2 | 0 | | |
| NO _x | I• | 175.1 | 175.1 | 0 | 0 | 175.1 |
| РЬ | ſ | 0.03 | 0.03 | 0 | | |
| Total HAPs | — | 23.75 | 23.75 | 0 | | |
| Chlorine | | 0.29 | 0.29 | 0 | 0 | 0.29 |
| Hydrochloric Acid | | 6.8 | 6.8 | 0 | 0 | 6.8 |
| | T. | 0 | 0 | 0 | | |

Revised 07-27-09