STATEMENT OF BASIS

For the issuance of Draft Air Permit # 1016-AOP-R7 AFIN: 10-00004

1. PERMITTING AUTHORITY:

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

2. APPLICANT:

Reynolds Metals Company (Gum Springs) 500 East Reynolds Road Arkadelphia, Arkansas 71923

3. PERMIT WRITER:

Adam McDaniel

4. NAICS DESCRIPTION AND CODE:

NAICS Description: Hazardous Waste Treatment and Disposal

NAICS Code: 562211

5. SUBMITTALS:

12/31/2013

6. REVIEWER'S NOTES:

Reynolds Metals Company (Reynolds) operates a spent potliner thermal treatment process at its facility located in Gum Springs, Arkansas. The facility requested a modification to add new High-Water Feed Streams to its incinerator at SN-19. The facility has performed stack testing and requests that the SO₂ emissions be adjusted to 122.4 lb/hr to reflect actual operating parameters. No annual SO₂ emission increases are requested. The new feed stream would also emit an estimated 1.7 tpy VOC as fugitive emissions at SN-34. The facility would also like to add 6 new organic liquid storage tanks, to be designated as SN-35. The total annual permitted emission rate limit changes associated with this permit includes: +12.6 tpy VOC, +1.254 tpy Ethylbenzene, +7.387 tpy Methanol, +0.01465 tpy Phenol, +0.7364 tpy Styrene, and +1.548 tpy Toluene.

7. COMPLIANCE STATUS:

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

The facility was last inspected on September 24, 2013 which revealed no violations.

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, or
- CO_2e potential to emit $\geq 100,000$ tpy and ≥ 100 tpy/ ≥ 250 tpy of combined GHGs?

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9. GHG Status:

Ind	icate	one:
	10460	OALO:

	Fac	cility	is cla	assifie	d a	s a 1	major	source	for	GHG	and	the	permit	includ	les 1	this
	des	signat	tion													
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☒ Facility does not have the physical potential to be a major GHG source

☐ Facility has restrictions on GHG or throughput rates that limit facility to a minor GHG source. Describe these restrictions:

10. SOURCE AND POLLUTANT SPECIFIC REGULATORY APPLICABILITY:

Source	Pollutant	Regulation (NSPS, NESHAP or PSD)
01, 02, 05, 06, 08, 09, 10, 11, 12, 13, 14, 15, 16, 17, 18, 20, 21, 22, 23, 24, 25, 26, and 27	PM ₁₀	CAM
Facility	All	MACT EEE
32	HAPs	NSPS 40 CFR Part 60 Subpart IIII
33	HAPs	NESHAP 40 CFR Part 63 Subpart
		ZZZZ
19	$CO \& O_2$	CEMs

11. EMISSION CHANGES AND FEE CALCULATION:

See emission change and fee calculation spreadsheet in Appendix A.

12. NAAQS EVALUATIONS AND NON-CRITERIA POLLUTANTS:

a) NAAQS:

Pursuant to Act 1302 of the Regular Session of the 89th General Assembly of the State of Arkansas, no dispersion modeling was performed by ADEQ because it was not voluntarily proposed and agreed to by the facility. No other information was submitted by the applicant. Criteria pollutants were not evaluated for impacts on the NAAQS.

b) 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).

The permittee updated two sources and added another source in Permit Modification #1016-AOP-R7. There were only five new or updated HAP (Ethylbenzene, Methanol, Phenol, Styrene, and Toluene) emissions added to the PAER table and the rest were not updated.

Pollutant	TLV (mg/m ³)	$PAER (lb/hr) = 0.11 \times TLV$	Proposed lb/hr	Pass?
Ammonia	17.41	1.92	15.98	N
Arsenic Compounds	0.01	0.0011	1.92E-02	N

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Pollutant	TLV (mg/m ³)	$PAER (lb/hr) = 0.11 \times TLV$	Proposed lb/hr	Pass?
Beryllium Compounds	0.002	2.2E-04	1.94E-02	N
Cadmium Compounds	0.01	0.0011	4.81E-02	N
Chlorine	1.45	0.1595	22.87	N
Chromium Compounds	0.01	0.0011	2.1E-02	N
Fluorides	2.5	0.275	1.48	N
Hydrochloric Acid (Hydrogen Chloride)	2.98	0.3278	22.87	N
Mercury	0.025	0.00275	0.03	N
Polycyclic Aromatic Hydrocarbons	0.2	0.022	0.69	N
Lead	0.05	0.0055	0.1	N
Ethylbenzene	86.8	9.55	0.286	Y
Methanol	262.08	28.82	1.682	Y
Phenol	19.25	2.11	0.00334	Y
Styrene	85.2	9.37	0.1681	Y
Toluene	75.36	8.29	0.354	Y

^{2&}lt;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. Non-criteria pollutants were not re-modeled because there weren't any changes in HAP emissions.

The five new or updated HAPs passed the PAER. So, the PAIL table was not updated.

Pollutant	PAIL $(\mu g/m^3) = 1/100$ of Threshold Limit Value	Modeled Concentration (μg/m³)	Pass?
Ammonia	200-Annual 3200-1 Hour	4.37=Annual 254.3=1 Hour	Y
Arsenic Compounds	0.11	0.01443	Y
Beryllium Compounds	0.007	0.00296	Y
Cadmium Compounds	0.02	0.00156	Y
Chlorine	14.5	1.67045	Y
Chromium Compounds	0.1	0.05434	Y
Fluorides	25.0	0.11172	Y
Hydrochloric Acid (Hydrogen Chloride)	29.8	1.67045	Y
Mercury	0.25	0.00219	Y
Polycyclic Aromatic Hydrocarbons	2.0	0.07	Y
Lead	0.5	0.00191	Y

^{*} The facility Risk Assessment

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13. CALCULATIONS:

SN	Emission Factor Source (AP-42, testing, etc.)	Emission Factor (lb/ton, lb/hr, etc.)	Control Equipment	Control Equipment Efficiency	Comments
01, 02, 05, 06, 26, 27, 30, 31	Grain Loading	0.002 gr/acf	Baghouse	99.9%	
07, 08, 09, 10, 11, 12, 13, 14, 15, 16, 18, 20, 21, 22, 23, 24, 25	Grain Loading	0.005 gr/acf	Baghouse	99.9%	
19	MACT EEE Limits, Stack Testing (SO ₂ & NO _X), and MSDS for VOC	SO ₂ Max %: 4.0 Max Flow= 10 gal/min SO ₂ = (0.24 lb SO ₂ /lb S)(510 lb S supplied/hr)= 122.4 lb/hr SO ₂ = 241.1 tpy NO _X testing showed max to be much lower (29.62 lb/hr & 129.7 tpy) than permitted, but leaving it the same as last permit.	Afterburner Baghouse	99.9% 99.9%	Throughput higher than 20tph, SO ₂ = 0.18 lb SO ₂ /lb S Less than = 0.24
	AP-42 11.19.2	Operation lb/ton Screen=0.072 Crusher=0.015 Loading/Unloading= 0.0004	Primary Screen= Baghouse Crusher= Building	99.9%	
32	MSDS	Conveyor= 0.0077 2 nd Cut = 0.1% Sodium Beryllium Fluoride Based on Molecular Weight	Loading/Unloading= Baghouse	99.9%	Portable Baghouse is 190HP Diesel
	AP-42 3.3	Ratio $PM= 0.31 \text{ lb/MMBtu}$ $PM_{10}= 0.31 \text{ lb/MMBtu}$ $SO_2= 0.29 \text{ lb/MMBtu}$ $VOC= 0.36 \text{ lb/MMBtu}$ $CO= 0.95 \text{ lb/MMBtu}$ $NO_X= 4.41 \text{ lb/MMBtu}$	Conveyor (7 drop off pts)= building	80%	Engine operated 8,760 hr/yr

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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
33	AP-42 Chapter 3.3 for Combustion	Ib/MMBtu PM=0.31 PM ₁₀ =0.31 SO ₂ =0.29 VOC=0.36 CO=0.95 NO _X =4.41	None		Calculated at 500 hours of operation per year
34	Table 2-9, 2- 11 of EPA "Protocol for Equipment Leak & Emission Estimates" Nov, 1995	Max VOC Concentration 500 ppmv Light Liquid Valves= 42 Light Liquid Pumps= 14 Connectors= 112	None		
35	Tanks Program	Organic Fuel Max throughput= 10,512,000 gal/yr Worst Case= 30% throughput Methyl Alcohol	Tank Vent	99%	(2)- 50,000 Gallon and (4)- 24,000 gallon Tanks

14. TESTING REQUIREMENTS:

The permit requires testing of the following sources.

SN	Pollutants	Test Method	Test Interval	Justification
19	EEE	EEE See Plantwide	Annual	MACT EEE
19	NO _X SO ₂	7E 6C	Annual After 3 years of testing that demonstrates compliance, facility can test once every 5 years.	Emissions Verification

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)
19	Various AFS systems	CEM	Continuous	N
19	CO Concentration	CEM	Continuous	N
19	PM Concentration	CEM	Continuous	N

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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)
33	Maintenance/Malfunction	N/A	Monthly	N
33	Hours of Operation	500 Hours per year	Monthly	N

17. OPACITY:

SN	Opacity	Justification for limit	Compliance Mechanism
32	5%	§18.501	Inspector Observation
01, 05, 06, 09, 10, 11, 18, 20, 21, 22, 26, 27	7%	-CAM	Weekly
07, 08, 12, 13, 14, 15, 16, 23, 24, 25	10%	CAM	Weekly
19, 33, 34	20%	Guidance	Daily

18. DELETED CONDITIONS:

Former SC	Justification for removal
	None

19. GROUP A INSIGNIFICANT ACTIVITIES:

	Group A	Emissions (tpy)							
Source Name	Category	PM/PM ₁₀	SO ₂ VOC	СО	NO	HAPs			
		1 1001 10110	$3O_2$	VOC		NO _X	Single	Total	
Five Diesel Fuel Storage Tanks 4000, 2 @ 3000, 2000, and 1000 gallon capacity.	3							0.002	
Gasoline Storage Tanks #1 and #2 (SN-28)	3			0.34					
Laboratory Dust Collector and Vent	5	0.0001							
Lime Handling Fugitives (SN-29)	13	0.003							
Cooling Tower	13	0.22							
Cooler Conveyor Dust Collector	13	0.0001							
Leachate Tanks	13			0.0001					
Loading Silos	13	PM= 0.19 PM ₁₀ =0.09							

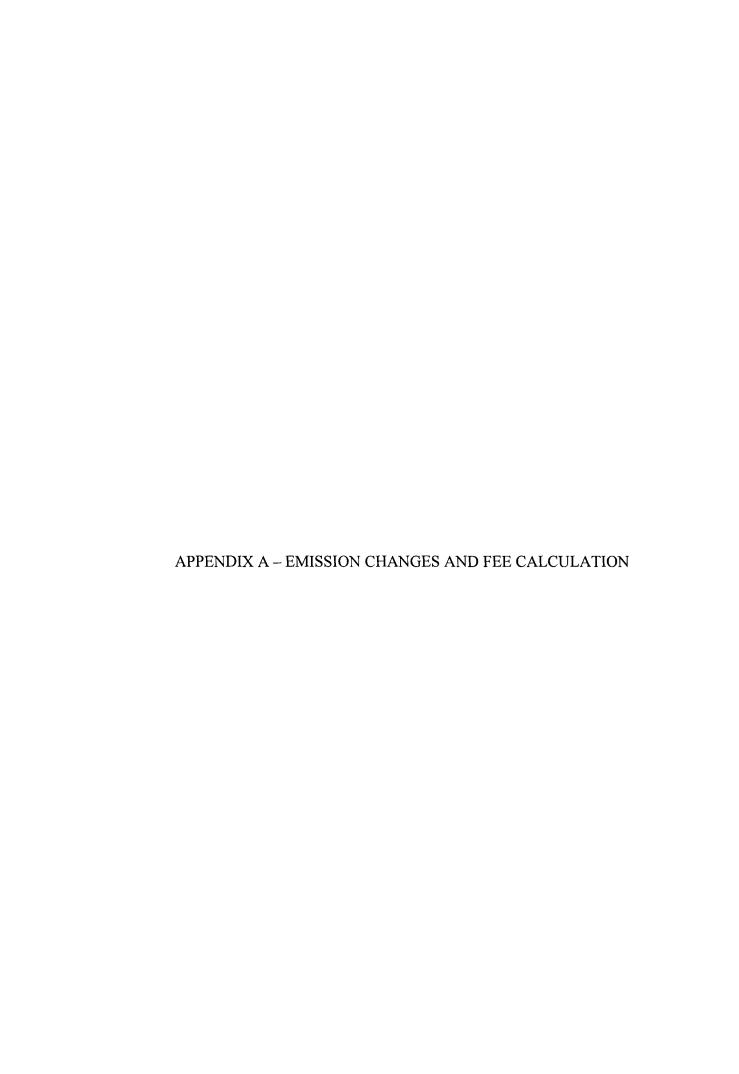
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	Group A	Emissions (tpy)							
Source Name	Category	PM/PM ₁₀	SO ₂	VOC	СО	NO _X	HAPs		
							Single	Total	
Air Duct Systems	13	0.0001							
Initial Size Reduction	13	0.0001							
System	13	0.0001	<u> </u>						
Loadout Inline Dust	13	0.19	}				7.44e-5	2.65e-4	
Collector (SN-31)		0.19	<u> </u>	L	<u> </u>		/. 446- 3	2.036-4	
Hot Water Heater #1	13	0.05	0.05	0.06	0.15	0.66	5.24e-4	7.16e-4	
Hot Water Heater #2	13	0.05	0.05	0.05	0.14	0.14	4.76e-4	2.23e-3	
Total	13	0.7033	0.1	0.1101	0.29	0.80	1.08E-3	3.21E-3	

20. VOIDED, SUPERSEDED, OR SUBSUMED PERMITS:

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

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Permit #	
r ennit #	
1016-AOP-R6	1
1010 7101 110	



Facility Name: Reynolds Metals Company

Permit Number: 1016-AOP-R7

AFIN: 10-00004

\$/ton factor	23.42	Annual Chargeable Emissions (tpy)	855.6
Permit Type	Minor Mod	Permit Fee \$	500
Minor Modification Fee \$	500		
Minimum Modification Fee \$	1000		
Renewal with Minor Modification \$	500		
Check if Facility Holds an Active Minor Source or Min	or		
Source General Permit	I		
If Hold Active Permit, Amt of Last Annual Air Permit Invoice \$	0		
Total Permit Fee Chargeable Emissions (tpy)	12.6		
Initial Title V Permit Fee Chargeable Emissions (tpy)			

HAPs not included in VOC or PM:

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

Air Contaminants:

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

Pollutant (tpy)	Check if Chargeable Emission	Old Permit	New Permit	Change in Emissions	Permit Fee Chargeable Emissions	Annual Chargeable Emissions
PM		49.1	49.1	0	!	
PM_{10}		49.1	49.1	0	0	49.1
SO ₂		243	243	0	0	243
voc		35.6	48.2	12.6	12.6	48.2
co		105.8	105.8	0		
NO _X		245	245	0	0	245
Lead	<u> </u>	0.211	0.211	0		
Arsenic Compounds		0.0861	0.0861	0	[

Pollutant (tpy)	Check if Chargeable Emission	Old Permit	New Permit	Change in Emissions	Permit Fee Chargeable Emissions	Annual Chargeable Emissions
Beryllium Compounds		0.0865	0.0865	0		
Cadmium Compounds		0.211	0.211	0		
Chlorine	₽	100.18	100.18	o	0	100.18
Chromium Compounds		0.0901	0.0901	0		:
Dioxins and Furans	r	8.43E-07	8.43E-07	0		ļ
Fluorides		6.48	6.48	0		;
Mercury		0.11	0.11	0	3	ľ
Polycyclic Armomatic Hydrocarbons (PAH)		2.99	2.99	0	}	ľ
Ammonia	V	69.94	69.94	0	0	69.94
Hydrochloric Acid (HCl)	□	100.18	100.18	0	0	100.18
Ethylbenzene		0	1.254	1.254		
Methanol		0	7.387	7.387		ļ
Phenol		0	0.01465	0.01465		
Styrene		0	0.7364	0.7364		,
Toluene	-	0	1.548	1.548		·