#### STATEMENT OF BASIS

For the issuance of Draft Air Permit # 1527-AOP-R6 AFIN: 63-00010

### 1. PERMITTING AUTHORITY:

Arkansas Department of Environmental Quality 8001 National Drive Little Rock, Arkansas 72219-8913

### 2. APPLICANT:

Almatis, Inc. 4701 Alcoa Road Bauxite, Arkansas 72011

### 3. PERMIT WRITER:

Joseph Hurt

### 4. PROCESS DESCRIPTION AND NAICS CODE:

NAICS Description: Alumina Refining

NAICS Code: 331331

### 5. SUBMITTALS:

June 16, 2006

### 6. REVIEWER'S NOTES:

Almatis, Inc. is a manufacturer of various forms of alumina located at 4701 Alcoa Road in Bauxite, AR. This permit modification includes modification to an existing baghouse (426BH3314) and a request to install a new product recovery system, which includes a bucket elevator and screener, with a baghouse (405BH0134) to control emissions. The modification to the # 2 Tabular Baghouse (426BH3314) includes an internal reconfiguration and a switch from filter bags to cartridge type filters. The new product recovery system is associated with the Calcined Aluminas Production Process. There are no production increases due to the installation of the bucket elevator, screener, and baghouse (405BH0134). For the modification proposed, permitted emission rates will increase by 6.4 tpy of PM and PM<sub>10</sub>.

### 7. COMPLIANCE STATUS:

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

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There are no known enforcement actions against the facility.

#### 8. APPLICABLE REGULATIONS:

# **PSD** Applicability

Did the facility undergo PSD review in this permit (i.e., BACT, Modeling, etc.)?	N
Has the facility undergone PSD review in the past?	N
Is the facility categorized as a major source for PSD?	Y
$\geq$ 100 tpy and on the list of 28?	Y
$\geq$ 250 tpy all other?	Y
PSD Netting	

Was netting performed to avoid PSD review in this permit?

N

# Source and Pollutant Specific Regulatory Applicability

Source	Pollutant	Regulation (NSPS, NESHAP or PSD)
046BL01 046BL02 046BL03 046BL04 046BL05	fuel record keeping only	NSPS Part Dc
451BH011 451BH015	PM, Opacity	NSPS Subpart UUU
426BH3314 405BH0134	PM, Opacity	NSPS Subpart LL

#### 9. EMISSION CHANGES:

The following table summarizes plantwide emission changes associated with this permitting action.

	Plantwide Permitted Emissions (tpy)					
Pollutant Permit # 1527-AOP-R5 Permit # 1527-AOP-R6 Change						
PM	892.5	898.9	+ 6.4			
$PM_{10}$	885.6	892.0	+ 6.4			
$SO_2$	40.2	40.2	0			
VOC	60.9	60.9	0			

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Plantwide Permitted Emissions (tpy)					
CO	344.9	344.9	0		
NO <sub>x</sub>	685.2	680.0*	- 5.2		
Formaldehyde	0.03	0.05*	+ 0.02		
HF	109.5	109.5	0		
Diethanolamine	1.5	1.5	0		
HCl	0	0	0		

<sup>\*</sup> Includes corrections to previous permit

### 10. MODELING:

### Criteria Pollutants

Pollutant	Emission Rate (lb/hr)	NAAQS Standard (μg/m³)	Averaging Time	Highest Concentration (µg/m³)	% of NAAQS
$PM_{10}$	228.7	50	Annual	2.31	4.6
1 1/110	220.7	150	24-Hour	20.31	13.5
		80	Annual	4	0.5
$SO_2$	9.6	1300	3-Hour	17.2	1.3
			24-Hour	6.5	1.7
СО	79.1	10,000	8-Hour	112	1.12
		40,000	1-Hour	218	0.5
$NO_x$	150.5	100	Annual	7.5	7.5

<sup>1.</sup> Emissions for the new Special Cycle Baghouse (405BH0134) increased annual and 24-Hour concentrations by an additional 1.1  $\mu$ g/m³ and 4.3  $\mu$ g/m³, respectively

### 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).

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Pollutant	TLV (mg/m <sup>3</sup> )	$PAER (lb/hr) = 0.11 \times TLV$	Proposed lb/hr	Pass?
Formaldehyde	1.5	.17	.001	Y
Hydrogen Fluoride	2.45	0.27	58.1	N
Diethanolamine	2	.22	0.4	N

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

ISCST3 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?
Hydrogen Fluoride	24.5	14.7	Y
Diethanolamine	20	0.1	Y

### 11. CALCULATIONS:

SN	Emission Factor Source (AP-42, testing, etc.)	Emission Factor (lb/ton, lb/hr, etc.)	Control Equipment	Control Equipment Efficiency	Comments
All Natural Gas Fired Sources	AP-42	Varied	Varied	Varied	
All Baghouses and Scrubbers	Grain Loading	Varied	Baghouse or Scrubber	Varied	
HF emissions from 405BH0133 and EP0233	Testing	915 lb HF per ton Aluminum Fluoride	N/A		

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### 12. TESTING REQUIREMENTS:

The permit requires testing of the following sources.

SN	Pollutants	Test Method	Test Interval	Justification
046BL01 thru 05	CO NO <sub>x</sub>	7E 10	Every 5 years	Department Guidance
405BH0133 405EP0233 060EP0241 425EP04 426EP06 426EP07	PM CO NO <sub>x</sub>	5 and 202 7E 10	Annual or Bi- annual	Department Guidance
405BH0133 405EP0233	HF	26	Annual or Bi- annual	Department Guidance
060BH0573	PM	5 and 202	Annual or Bi- annual	Department Guidance
426BH3314 405BH0134	PM	5 or 17	Within 180 days of startup	NSPS Subpart LL

# 13. MONITORING OR CEMS

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

There are no monitoring or CEMs required by this permit.

### 14. RECORD KEEPING 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)
046BL01-05	Dc fuel usage	None	Monthly	N
415BH015 415BH011	Records of initial tests	None	Kept on site	N
Hydrate Section	Silane coated alumina trihydrate production	8.2 million pounds	Monthly	Y
405BH0133 405EP0233	Aluminum fluoride feed rate	127 lb/hr and 109.5 tpy HF emissions	Daily and monthly	Y

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SN	Recorded Item	Permit Limit	Frequency	Report (Y/N)
425AUC01	Alumina load-	20,000 tons/12	Monthly	v
423A0C01	out	mo	Wilding	1

### 15. OPACITY:

	SN	Opacity	Justification for limit	Compliance Mechanism	
Ī	Appendix B of the permit is a summary of all the opacity requirements in the permit.				

# 16. DELETED CONDITIONS:

Former SC	Justification for removal
N/A	N/A

# 17. VOIDED, SUPERCEDED, OR SUBSUMED PERMITS:

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

Permit #	
1527-AOP-R5	

# 18. CONCURRENCE BY:

The following supervisor concurs with the permitting decision.

David Triplett, P.E.