

APR - 4 2018

Bryan Thompson, EHS Director Hermann Companies, Inc. d/b/a Anchor Packaging Divison of Hermann Companies, Inc. 2211 North 12th Avenue Paragould, AR 72450

Dear Mr. Thompson:

In response to your Administrative Amendment permit application, you will find enclosed a copy of your final permit. Section 19.407 (A) of the Arkansas Plan of Implementation for Air Pollution Control (SIP) and 18.307 (A) of the Arkansas Air Pollution Control Act do not require a public notice or public comment period for Administrative Amendments.

Sincerely,

Stuart Spencer

Associate Director, Office of Air Quality

Enclosure: Final Permit

ADEQ DRAFT MINOR SOURCE AIR PERMIT

Permit No.: 2373-AR-2

IS ISSUED TO:

Hermann Companies, Inc. d/b/a Anchor Packaging Divison of Hermann Companies, Inc. 4708 Krueger Drive Jonesboro, AR 72401 Craighead County AFIN: 16-00181

THIS PERMIT IS THE ABOVE REFERENCED PERMITTEE'S AUTHORITY TO CONSTRUCT, MODIFY, OPERATE, AND/OR MAINTAIN THE EQUIPMENT AND/OR FACILITY IN THE MANNER AS SET FORTH IN THE DEPARTMENT'S MINOR SOURCE AIR PERMIT AND THE APPLICATION. THIS PERMIT IS ISSUED PURSUANT TO THE PROVISIONS OF THE ARKANSAS WATER AND AIR POLLUTION CONTROL ACT (ARK. CODE ANN. § 8-4-101 ET SEQ.) AND THE REGULATIONS PROMULGATED THEREUNDER, AND IS SUBJECT TO ALL LIMITS AND CONDITIONS CONTAINED HEREIN.

Signed:	
SY	APR - 4 2018
Stuart Spencer Associate Director, Office of Air Quality	Date

Hermann Companies, Inc. d/b/a Anchor Packaging Divison of Hermann Companies, Inc. Permit #: 2373-AR-2

AFIN: 16-00181

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List of Acronyms and Abbreviations

Ark. Code Ann. Arkansas Code Annotated

AFIN ADEQ Facility Identification Number

C.F.R. Code of Federal Regulations

CO Carbon Monoxide

HAP Hazardous Air Pollutant

lb/hr Pound Per Hour

No. Number

NO_x Nitrogen Oxide

PM Particulate Matter

PM₁₀ Particulate Matter Smaller Than Ten Microns

SO₂ Sulfur Dioxide

Tpy Tons Per Year

UTM Universal Transverse Mercator

VOC Volatile Organic Compound

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Section I: FACILITY INFORMATION

PERMITTEE: Hermann Companies, Inc. d/b/a Anchor Packaging

Divison of Hermann Companies, Inc.

AFIN: 16-00181

PERMIT NUMBER: 2373-AR-2

FACILITY ADDRESS: 4708 Krueger Drive

Jonesboro, AR 72401

MAILING ADDRESS: 2211 North 12th Avenue

Paragould, AR 72450

COUNTY: Craighead County

CONTACT NAME: Bryan Thompson

CONTACT POSITION: EHS Director

TELEPHONE NUMBER: (870) 236-2262

REVIEWING ENGINEER: Kyle Crane

UTM North South (Y): Zone 15: 3965819.33 m

UTM East West (X): Zone 15: 713349.99 m

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Section II: INTRODUCTION

Summary of Permit Activity

Anchor Packaging (Anchor) manufactures plastic containers used primarily in the food industry for packaging and is located at 4708 Krueger Drive, Jonesboro, Craighead County, Arkansas. Anchor has submitted an application for an administrative amendment to permit the operation of a breaker plate cleaning oven as an insignificant activity.

Process Description

Inline (IL) Machines

There will be twelve (12) inline thermoforming machines. An inline thermoforming machine extrudes purchased plastic resin pellets, sometimes with additives, into a continuous sheet and then forms containers from the sheet and trims them out of the sheet. Each machine also incorporates a grinder, which grinds plastic scrap, mostly for immediate reprocessing. Nine (9) of the machines will run polypropylene (PP) products only. The other three (3) machines will run primarily amorphous polyester terephthalate (APET) products, but will be capable of running PP products. Emissions will be vented through ceiling and/or wall mounted exhaust fans without controls and without ductwork.

Pollution Prevention

Anchor's processes will be generally characterized as using stable, non-hazardous chemicals. Manufacturing machines will be purchased from OEMs or Vendors, and will be common in the plastics industries. (No production painting, metal coating or chemical treating, or other processes that are typically associated with industries with a high potential to pollute are performed.)

Processes that require heating will utilize electric heat. Noncontact cooling water or air will be used in processes that require cooling. Fossil based fuels (e.g. natural gas) will be used only for space heating. No boilers will be utilized.

Most of the plastic scraps and/or finished goods that don't meet quality standards will be simply reground and then reprocessed.

Emission stacks will be simple exhaust fans whose primary purpose is the exhausting of excess process generated heat to improve employee working conditions, and flues for the natural gas fired space heaters (for winter months). No control devices will be used for these sources. There will be a two baghouse collection system.

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Eight (8) exterior silos will be used for material storage. No below ground chemical storage tanks will be used. Raw materials are delivered by the vender to the plant by railcar, bulk hopper truck, or in "Gaylord" boxes, each holding 500 – 2000 pounds of raw material.

Regrinds Material Handling and Storage System (RMH&SS)

The RMH&SS will be a system of metallic tubing, surge bins/cyclones, vacuum pumps and canisters, and storage silos, with the necessary electrical components. The purpose of this system will be to semi-automatically collect a portion of the regrinds being generated by the thermoforming scrap grinders and store them in interior storage bins. Then, as needed, the RMH&SS will pneumatically deliver the regrinds to the demanding machine for reprocessing.

The eight (8) exterior storage silos will be loaded with top mounted vacuum receiver RCU's (pressure) and therefore won't require baghouses. Associated vacuum pumps will be located in the interior, ported to the interior, and have inline filters. Thermal exhaust is vented to the exterior.

Emission Stacks

The majority of the designated stacks will be simple roof or wall mounted exhaust fans.

The fans of interest will be mounted in the inline process area. These fans will be used to clear the production areas of gassed chemicals rising from the extruders' die areas, and to induce fresh air and rid the areas of excess heat generated by the production machines for employee comfort.

Insignificant Sources

There will be emissions from parts washers (two in the Maintenance area). These emissions will be fugitive in that they will not associate with a specific exhaust fan or stack.

The plant will be equipped with seventeen (17) regrind surge bins and two (2) dust collector systems located on the rail dock. These emissions will be exhausted to the exterior.

Many of the machines will be equipped with ink jet printers which prints the date and lot code information on some of the finished goods cartons.

The facility also operates three (3) natural gas- fired pre-heaters with a rated heat input capacity of 0.5 MMBtu/hr each and an electric breaker plate cleaning oven.

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Regulations

The following table contains the regulations applicable to this permit.

Regulations		
Arkansas Air Pollution Control Code, Regulation 18, effective March 14, 2016		
Regulations of the Arkansas Plan of Implementation for Air Pollution Control, Regulation 19, effective March 14, 2016		

Total Allowable Emissions

The following table is a summary of emissions from the facility. This table, in itself, is not an enforceable condition of the permit.

TOTAL ALLOWABLE EMISSIONS			
Pollutant	Emission Rates		
	lb/hr	tpy	
PM	1.9	8.0	
PM_{10}	1.9	8.0	
PM _{2.5}	See Note*		
VOC	10.3	45.1	
СО	20.1	88.0	
NO _x	2.2	9.7	

^{*}PM_{2.5} limits are source specific, if required. Not all sources have PM_{2.5} limits.

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Section III: PERMIT HISTORY

Permit #2373-A was issued on October 31, 2016 as the initial permit for the facility. The facility submitted an application for a minor source permit, due to anticipated growth and expansion projects, to operate twelve (12) inline thermoforming machines.

Permit #2373-AR-1 was issued on July 28, 2016. This administrative amendment permitted the operation of three natural gas-fired preheaters as insignificant activities.

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Section IV: EMISSION UNIT INFORMATION

Specific Conditions

1. The permittee shall not exceed the emission rates set forth in the following table. [Reg.19.501 *et seq.* and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]

SN	Description	Pollutant	lb/hr	tpy
01, 02, 03, 04, 05 06, 07, 08, 09, 10, 11, and 12	Inline Processing Area	PM_{10}	1.9*	8.0*
		VOC	10.3*	45.1*
		СО	20.1*	88.0*
		NO _x	2.2*	9.7*

^{*}Combined emissions from SN-01 through SN-12.

2. The permittee shall not exceed the emission rates set forth in the following table. [Reg.18.801 and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]

SN	Description	Pollutant	lb/hr	tpy
01, 02, 03, 04, 05 06, 07, 08, 09, 10, 11, and 12	Inline Processing Area	PM	1.9*	8.0*

^{*}Combined emissions from SN-01 through SN-12.

3. Visible emissions may not exceed the limits specified in the following table of this permit as measured by EPA Reference Method 9. [Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. §§ 8-4-304 and 8-4-311]

SN	Limit	Regulatory Citation
01, 02, 03, 04, 05, 06, 07, 08, 09, 10, 11, and 12	20%	Reg.19.503 and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. §§ 8-4-304 and 8-4-311

4. The permittee shall not cause or permit the emission of air contaminants, including odors or water vapor and including an air contaminant whose emission is not otherwise prohibited by Regulation 18, if the emission of the air contaminant constitutes air pollution within the meaning of Ark. Code Ann. § 8-4-303. [Reg.18.801 and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]

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5. The permittee shall not conduct operations in such a manner as to unnecessarily cause air contaminants and other pollutants to become airborne. [Reg.18.901 and Ark. Code Ann.

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Section V: INSIGNIFICANT ACTIVITIES

The Department deems the following types of activities or emissions as insignificant on the basis of size, emission rate, production rate, or activity in accordance with Group A of the Insignificant Activities list found in Regulation 18 and Regulation 19 Appendix A. Group B insignificant activities may be listed but are not required to be listed in permits. Insignificant activity emission determinations rely upon the information submitted by the permittee in an application dated March 2, 2018. [Reg.19.408 and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]

Description	Category
Three (3) Pre-heaters (0.5 MMBtu/hr each)	A-1
Pressurized Silos	A-13
Inking	A-13
Regrind Operation	A-13
Cooling Towers	A-13
Two (2) Parts Washers	A-13
Breaker Plate Cleaning Oven	A-13

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Section VI: GENERAL CONDITIONS

- 1. Any terms or conditions included in this permit that specify and reference Arkansas Pollution Control & Ecology Commission Regulation 18 or the Arkansas Water and Air Pollution Control Act (Ark. Code Ann. § 8-4-101 *et seq.*) as the sole origin of and authority for the terms or conditions are not required under the Clean Air Act or any of its applicable requirements, and are not federally enforceable under the Clean Air Act. Arkansas Pollution Control & Ecology Commission Regulation 18 was adopted pursuant to the Arkansas Water and Air Pollution Control Act (Ark. Code Ann. § 8-4-101 *et seq.*). Any terms or conditions included in this permit that specify and reference Arkansas Pollution Control & Ecology Commission Regulation 18 or the Arkansas Water and Air Pollution Control Act (Ark. Code Ann. § 8-4-101 *et seq.*) as the origin of and authority for the terms or conditions are enforceable under this Arkansas statute.
- 2. This permit does not relieve the owner or operator of the equipment and/or the facility from compliance with all applicable provisions of the Arkansas Water and Air Pollution Control Act and the regulations promulgated under the Act. [Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]
- 3. The permittee shall notify the Department in writing within thirty (30) days after each of the following events: commencement of construction, completion of construction, first operation of equipment and/or facility, and first attainment of the equipment and/or facility target production rate. [Reg.19.704 and/or Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]
- 4. Construction or modification must commence within eighteen (18) months from the date of permit issuance. [Reg.19.410(B) and/or Reg.18.309(B) and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]
- 5. The permittee must keep records for five years to enable the Department to determine compliance with the terms of this permit such as hours of operation, throughput, upset conditions, and continuous monitoring data. The Department may use the records, at the discretion of the Department, to determine compliance with the conditions of the permit. [Reg.19.705 and/or Reg.18.1004 and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]
- 6. A responsible official must certify any reports required by any condition contained in this permit and submit any reports to the Department at the address below. [Reg.19.705 and/or Reg.18.1004 and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]

Arkansas Department of Environmental Quality Office of Air Quality

ATTN: Compliance Inspector Supervisor

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> 5301 Northshore Drive North Little Rock, AR 72118-5317

- 7. The permittee shall test any equipment scheduled for testing, unless stated in the Specific Conditions of this permit or by any federally regulated requirements, within the following time frames: (1) newly constructed or modified equipment within sixty (60) days of achieving the maximum production rate, but no later than 180 days after initial start up of the permitted source or (2) existing equipment already operating according to the time frames set forth by the Department. The permittee must notify the Department of the scheduled date of compliance testing at least fifteen (15) business days in advance of such test. The permittee must submit compliance test results to the Department within sixty (60) calendar days after the completion of testing. [Reg.19.702 and/or Reg.18.1002 and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]
- 8. The permittee shall provide: [Reg.19.702 and/or Reg.18.1002 and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]
 - a. Sampling ports adequate for applicable test methods;
 - b. Safe sampling platforms;
 - c. Safe access to sampling platforms; and
 - d. Utilities for sampling and testing equipment
- 9. The permittee shall operate equipment, control apparatus and emission monitoring equipment within their design limitations. The permittee shall maintain in good condition at all times equipment, control apparatus and emission monitoring equipment. [Reg.19.303 and/or Reg.18.1104 and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]
- 10. If the permittee exceeds an emission limit established by this permit, the permittee will be deemed in violation of said permit and will be subject to enforcement action. The Department may forego enforcement action for emissions exceeding any limits established by this permit provided the following requirements are met: [Reg.19.601 and/or Reg.18.1101 and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]
 - a. The permittee demonstrates to the satisfaction of the Department that the emissions resulted from an equipment malfunction or upset and are not the result of negligence or improper maintenance, and the permittee took all reasonable measures to immediately minimize or eliminate the excess emissions.
 - b. The permittee reports the occurrence or upset or breakdown of equipment (by telephone, facsimile, or overnight delivery) to the Department by the end of the next business day after the occurrence or the discovery of the occurrence.
 - c. The permittee must submit to the Department, within five business days after the occurrence or the discovery of the occurrence, a full, written report of such

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occurrence, including a statement of all known causes and of the scheduling and nature of the actions to be taken to minimize or eliminate future occurrences, including, but not limited to, action to reduce the frequency of occurrence of such conditions, to minimize the amount by which said limits are exceeded, and to reduce the length of time for which said limits are exceeded. If the information is included in the initial report, the information need not be submitted again.

- 11. The permittee shall allow representatives of the Department upon the presentation of credentials: [Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]
 - a. To enter upon the permittee's premises, or other premises under the control of the permittee, where an air pollutant source is located or in which any records are required to be kept under the terms and conditions of this permit;
 - b. To have access to and copy any records required to be kept under the terms and conditions of this permit, or the Act;
 - c. To inspect any monitoring equipment or monitoring method required in this permit;
 - d. To sample any emission of pollutants; and
 - e. To perform an operation and maintenance inspection of the permitted source.
- 12. The Department issued this permit in reliance upon the statements and presentations made in the permit application. The Department has no responsibility for the adequacy or proper functioning of the equipment or control apparatus. [Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]
- 13. The Department may revoke or modify this permit when, in the judgment of the Department, such revocation or modification is necessary to comply with the applicable provisions of the Arkansas Water and Air Pollution Control Act and the regulations promulgated the Arkansas Water and Air Pollution Control Act. [Reg.19.410(A) and/or Reg.18.309(A) and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. §§ 8-4-304 and 8-4-311]
- 14. This permit may be transferred. An applicant for a transfer must submit a written request for transfer of the permit on a form provided by the Department and submit the disclosure statement required by Arkansas Code Annotated §8-1-106 at least thirty (30) days in advance of the proposed transfer date. The permit will be automatically transferred to the new permittee unless the Department denies the request to transfer within thirty (30) days of the receipt of the disclosure statement. The Department may deny a transfer on the basis of the information revealed in the disclosure statement or other investigation or, deliberate falsification or omission of relevant information. [Reg.19.407(B) and/or Reg.18.307(B) and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. §§ 8-4-304 and 8-4-311]

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- 15. This permit shall be available for inspection on the premises where the control apparatus is located. [Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]
- 16. This permit authorizes only those pollutant emitting activities addressed herein. [Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. §§ 8-4-304 and 8-4-311]
- 17. This permit supersedes and voids all previously issued air permits for this facility. [Reg. 18 and/or Reg. 19 and Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311]
- 18. The permittee must pay all permit fees in accordance with the procedures established in Regulation 9. [Ark. Code Ann. § 8-1-105(c)]
- 19. The permittee may request in writing and at least 15 days in advance of the deadline, an extension to any testing, compliance or other dates in this permit. No such extensions are authorized until the permittee receives written Department approval. The Department may grant such a request, at its discretion in the following circumstances:
 - a. Such an extension does not violate a federal requirement;
 - b. The permittee demonstrates the need for the extension; and
 - c. The permittee documents that all reasonable measures have been taken to meet the current deadline and documents reasons it cannot be met.

[Reg.18.314(A) and/or Reg.19.416(A), Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311, and 40 C.F.R. § 52 Subpart E]

- 20. The permittee may request in writing and at least 30 days in advance, temporary emissions and/or testing that would otherwise exceed an emission rate, throughput requirement, or other limit in this permit. No such activities are authorized until the permittee receives written Department approval. Any such emissions shall be included in the facility's total emissions and reported as such. The Department may grant such a request, at its discretion under the following conditions:
 - a. Such a request does not violate a federal requirement;
 - b. Such a request is temporary in nature;
 - c. Such a request will not result in a condition of air pollution;
 - d. The request contains such information necessary for the Department to evaluate the request, including but not limited to, quantification of such emissions and the date/time such emission will occur;
 - e. Such a request will result in increased emissions less than five tons of any individual criteria pollutant, one ton of any single HAP and 2.5 tons of total HAPs; and

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f. The permittee maintains records of the dates and results of such temporary emissions/testing.

[Reg.18.314(B) and/or Reg.19.416(B), Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311, and 40 C.F.R. § 52 Subpart E]

- 21. The permittee may request in writing and at least 30 days in advance, an alternative to the specified monitoring in this permit. No such alternatives are authorized until the permittee receives written Department approval. The Department may grant such a request, at its discretion under the following conditions:
 - a. The request does not violate a federal requirement;
 - b. The request provides an equivalent or greater degree of actual monitoring to the current requirements; and
 - c. Any such request, if approved, is incorporated in the next permit modification application by the permittee.

[Reg.18.314(C) and/or Reg.19.416(C), Ark. Code Ann. § 8-4-203 as referenced by Ark. Code Ann. § 8-4-304 and 8-4-311, and 40 C.F.R. § 52 Subpart E]

CERTIFICATE OF SERVICE

I, Cynthia Hoo	k, hereby ce	rtify that a copy	y of this permit has been mailed by first class mail to
Hermann Com	panies, Inc.	i/b/a Anchor Pa	ackaging
	<u>^</u>	anies, Inc., 221 April	11 North 12th Avenue, Paragould, AR, 72450, on this, 2018.
			Cynthia Hook, ASIII, Office of Air Quality