#### STATEMENT OF BASIS

For the issuance of Draft Air Permit # 0590-AOP-R19 AFIN: 60-00440

#### 1. PERMITTING AUTHORITY:

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

#### 2. APPLICANT:

AMID NLR LLC - North Little Rock 2207 Central Airport Road North Little Rock, Arkansas 72117

#### 3. PERMIT WRITER:

Elliott Marshall

#### 4. NAICS DESCRIPTION AND CODE:

NAICS Description: Petroleum Bulk Stations and Terminals

NAICS Code: 424710

#### 5. ALL SUBMITTALS:

| 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)    |                                  |
| 4/24/2017           | Minor Mod                    | Adding fugitive equipment        |

#### 6. REVIEWER'S NOTES:

American Midstream Partners, LP assumed ownership of the JP Energy ATT, LLC refined fuels terminal located at 2207 Central Aiport Road in North Little Roc, and changed the facility name to AMID NLR LLC. This modification is to add fugitive equipment (pumps, valves, flanges, etc.) to facilitate the rail car loading of transmix. The physical change involves additional piping from manifold to the rail spur and adding vapor return lines to the vapor recovery system. This permit modification results in an increase of 0.1 tpy of VOC at SN-15. AMID NLR intends to load the transmix using the existing facility wide throughput limit of 795,000,000 gallons of RVP 13.5 gasoline or lower vapor pressure product; there will be no increase in throughput limits.

AFIN: 60-00440 Page 2 of 6

#### 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 August 8, 2017. The inspector noted compliance issues related to the facility not having the required records and not submitting the required reports on time.

#### 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?
   Y
   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 is not PSD.

The total annual permitted emission rate limit changes do not exceed the PSD threshold for review

#### 9. SOURCE AND POLLUTANT SPECIFIC REGULATORY APPLICABILITY:

| Source   | Pollutant | Regulation (NSPS, NESHAP or PSD)     |
|--|-----------|--------------------------------------|
| 01, 02, 03, 05, 13, 14, 16, 17, 23,<br>25, 31                  | VOC       | NSPS 40 CFR Part 60 Subpart Kb       |
| 11   | VOC       | NSPS 40 CFR Part 60 Subpart XX       |
| Loading Rack, Gasoline Tanks,<br>Equipment in Gasoline Service | HAPs      | NESHAP 40 CFR Part 63 Subpart BBBBBB |
| 29, 30   | HAPs      | NESHAP 40 CFR Part 63 Subpart ZZZZ   |

#### 10. EMISSION CHANGES AND FEE CALCULATION:

See emission change and fee calculation spreadsheet in Appendix A.

#### 11. AMBIENT AIR EVALUATIONS:

- a) Reserved.
- b) 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

AFIN: 60-00440 Page 3 of 6

(mg/m<sup>3</sup>), as listed by the American Conference of Governmental Industrial Hygienists (ACGIH).

In permit modification #0590-AOP-R17, there were no HAP emission rate limit changes. So, the PAER table was not updated. This information is from permit revision 16. The proposed maximum hourly emissions include a roof landing event occurring at each tank. Emergency generator emissions are not modeled due to their intermittent usage.

| Pollutant                | Pollutant TLV (mg/m <sup>3</sup> ) |       | Proposed Max. lb/hr | Pass? |
|--------------------------|------------------------------------|-------|---------------------|-------|
| Benzene                  | 1.60                               | 0.18  | 5.14135             | No    |
| Toluene                  | 75.36                              | 8.29  | 2.728               | Yes   |
| Ethylbenzene             | 434.19                             | 47.76 | 0.10622             | Yes   |
| Xylene                   | 434.19                             | 47.76 | 0.2854              | Yes   |
| Hexane                   | 176.24                             | 19.39 | 18.2021             | Yes   |
| 2,2,4 - Trimethylpentane | 350.00                             | 38.50 | 2.9605              | Yes   |

<sup>2&</sup>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.

In permit modification #0590-AOP-R17, there were no HAP emission rate limit changes. So, the PAIL table was not updated. In permit modification #0590-AOP-R16, Benzene was modeled using the standing and working losses for each tank as well as tank landings occurring at two of the biggest tanks (SN-17 and SN-25) simultaneously. This limits the permittee to landing no more than two (2) tanks simultaneously. Since five (5) years of meteorological data was used, the 2<sup>nd</sup> highest concentration was taken.

| Pollutant | PAIL $(\mu g/m^3) = 1/100$ of<br>Threshold Limit Value | Modeled Concentration (μg/m³) | Pass? |
|-----------|--|-------------------------------|-------|
| Benzene   | 16.0   | 15.43                         | Yes   |

#### 12. CALCULATIONS:

| SN | Emission<br>Factor<br>Source (AP-<br>42, Testing,<br>etc) | Emission Factor and units (lbs/ton, lbs/hr, etc) | Control<br>Equipment<br>Type (if<br>any) | Control<br>Equipment<br>Efficiency | Comments (Emission factor controlled/uncontrolled, etc) |
|----|---|--|--|------------------------------------|---|
|----|---|--|--|------------------------------------|---|

AFIN: 60-00440 Page 4 of 6

| SN  | Emission<br>Factor<br>Source (AP-<br>42, Testing,<br>etc)         | Emission Factor and units (lbs/ton, lbs/hr, etc)   | Control<br>Equipment<br>Type (if<br>any) | Control<br>Equipment<br>Efficiency  | Comments (Emission factor controlled/uncontrolled, etc)   |
|---|---|--|--|---|---|
| 01, 02,<br>03, 05,<br>13, 14,<br>16, 17,<br>23, 25,<br>31 | Tanks 4.09d AP-42 7.1   | Standing & Working<br>Losses<br>Roof Landings Losses   | Internal<br>Floating<br>Roof Tank        |   |   |
| 04, 18,<br>19, 26,<br>27, 28                              | Tanks 4.09d   | Standing & Working Losses  | Vertical<br>Fixed Roof<br>Tank           |   |   |
| 11  | AP-42 5.2   | VOC Loading Loss =12.46 (SPM/T) Lb/Mgal Gasoline= 4.8407 Ethanol= 0.60 Diesel= 0.02  | Flare                                    | Capture Eff. 98.7% (AP-42 5.2-6)  Control Eff. 98.3% MFG Guarantee (10mg VOC/liter gas) | This facility is also subject to the more restrictive limits of 80 mg VOC/per liter of gasoline loaded from \$19.1005(A)(3) and the limit of 35 mg TOC/per liter of gasoline loaded from 40 CFR 60, Subpart XX. The MFG guarantees only 10mg/l of gas |
| 15  | EPA Document: 1995 Protocol for Equipment Leak Emission Estimates | Leak factors (lb/hr): Light/Heavy Liquid Pumps = 1.19 E-3 Valves= 9.48 E-5 Flanges= 1.762 E-5 O E Lines= 2.87 E-4 Other= 2.87 E-4 Vapor Pumps = N/A Valves= 2.87 E-5 Flanges= 9.26 E-5 O E Lines= 2.87 E-4 Other= 2.65 E-4 | None                                     |   | Also, include butane blending   |
| 29, 30  | AP-42 3.3   | Diesel   | None                                     |   |   |

# 13. TESTING REQUIREMENTS:

The permit requires testing of the following sources.

| SN | Pollutants | Test Method    | Test Interval | Justification          |
|----|------------|----------------|---------------|------------------------|
| 11 | VOC        | EPA Method 25A | Initial       | Plantwide Condition #3 |

AFIN: 60-00440 Page 5 of 6

## 14. MONITORING OR CEMS:

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

| SN | N Parameter or Pollutant to be Monitored (CEM, Pressure Gauge, etc.)  None |  | Frequency | Report (Y/N) |
|----|--|--|-----------|--------------|
|    |  |  |           |              |

## 15. RECORDKEEPING REQUIREMENTS:

The following are items (such as throughput, fuel usage, VOC content, etc.) that must be tracked and recorded.

| SN                                     | SN Recorded Item                                       |  | Frequency | Report (Y/N) |
|--|--|--|-----------|--------------|
| Controlled Tank Group                  | Distillate Throughput                                  | 506,000,000 gal/yr                             | Monthly   | Y            |
| Controlled Tank Group                  | Gasoline Throughput                                    | 795,000,000 gal/yr                             | Monthly   | Y            |
| Controlled Tank Group                  | Ethanol Throughput                                     | 212,000,000 gal/yr                             | Monthly   | Y            |
| Controlled Tank Group                  | Days Standing Idle<br>Filling Events<br>Filling Events | 20 days/yr<br>10 events/yr<br>2 Simultaneously | Monthly   | Y            |
| Fixed Tank Group Distillate Throughput |  | 94,000,000 gal/yr                              | Monthly   | Y            |
| 29, 30                                 | Maintenance<br>Hours of Operation                      | Listed in Permit                               | Monthly   | N            |

### 16. OPACITY:

| SN     | Opacity | Justification for limit | Compliance Mechanism  |  |  |
|--------|---------|-------------------------|-----------------------|--|--|
| 29, 30 | 20%     | 19.503                  | Inspector Observation |  |  |

## 17. DELETED CONDITIONS:

| Former SC | Justification for removal |
|-----------|---------------------------|
|           | None                      |

## 18. GROUP A INSIGNIFICANT ACTIVITIES:

AFIN: 60-00440 Page 6 of 6

|  | Group A  |                    |        | Emi  | ssions | (tpy)  |        |       |
|--|----------|--------------------|--------|------|--------|--------|--------|-------|
| Source Name  | Category | PM <sub>10</sub>   | $SO_2$ | VOC  | СО     | $NO_X$ | HA     | .Ps   |
|  |          | PIVI <sub>10</sub> | $SO_2$ | VOC  | CO     | NOX    | Single | Total |
| 550 gal Red Dye Storage Tank                       | A-3      |                    |        | 0.04 |        |        |        |       |
| 550 gal Red Dye Storage Tank                       | A-3      |                    |        | 0.04 |        |        |        |       |
| 550 gal Red Dye Storage Tank                       | A-3      |                    |        | 0.01 |        |        |        |       |
| 1,000 gal Gasoline/Jet Fuel Additive Storage Tank  | A-3      |                    |        | 0.01 |        |        |        |       |
| 2,000 gal Gasoline/Jet Fuel Additive Storage Tank  | A-3      |                    |        | 0.01 |        |        |        |       |
| 3,000 gal Gasoline/Jet Fuel Additive Storage Tank  | A-3      |                    |        | 0.01 |        |        |        |       |
| 4,000 gal Gasoline/Jet Fuel Additive Storage Tank  | A-3      |                    |        | 0.01 |        |        |        |       |
| 4,000 gal Gasoline/Jet Fuel Additive Storage Tank  | A-3      |                    |        | 0.01 |        |        |        |       |
| 4,000 gal Gasoline/Jet Fuel Additive Storage Tank  | A-3      |                    |        | 0.01 |        |        |        |       |
| 4,000 gal Gasoline/Jet Fuel Additive Storage Tank  | A-3      |                    |        | 0.01 |        |        |        |       |
| 10,000 gal Gasoline/Jet Fuel Additive Storage Tank | A-3      |                    |        | 0.01 |        |        |        |       |
| 10,000 gal Gasoline/Jet Fuel Additive Storage Tank | A-3      |                    |        | 0.01 |        |        |        |       |
| 8,000 gal Lubricity Additive Storage Tank          | A-3      |                    |        | 0.01 |        |        |        |       |
| 400 gal Diesel Fuel Storage Tank                   | A-3      |                    |        | 0.01 |        |        |        |       |
| 400 gal Diesel Fuel Storage Tank                   | A-3      |                    |        | 0.01 |        |        |        |       |
| 2,000 gal Tank Bottoms Pass Through Tank           | A-3      |                    |        | 0.01 |        |        |        |       |
| Total (Group A-3)                                  |          |                    |        | 0.23 |        |        |        |       |
| 150 gpm Oil/Water Separator                        | A-13     |                    |        | 0.02 |        |        |        |       |
| 150 gpm Oil/Water Separator                        | A-13     |                    |        | 0.02 |        |        |        |       |
| 150 gpm Oil/Water Separator                        | A-13     |                    |        | 0.02 |        |        |        |       |
| 15,000 gal Diesel Exhaust Fluid Tank               | A-13     |                    | 1      |      | N/A    | 1      | 1      |       |
| 15,000 gal Diesel Exhaust Fluid Tank               | A-13     |                    |        |      | N/A    |        |        |       |
| Total (Group A-13)                                 |          |                    |        | 0.06 |        |        |        |       |

# 19. VOIDED, SUPERSEDED, OR SUBSUMED PERMITS:

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

| Permit #     |  |
|--------------|--|
| 0590-AOP-R18 |  |



Facility Name: AMID NLR, LLC Permit Number: 0590-AOP-R19

AFIN: 60-00440

| \$/ton factor   | 23.93     | Annual Chargeable Emissions (tpy) | 138.8 |
|---|-----------|-----------------------------------|-------|
| 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 I             |           |                                   |       |
| Source General Permit   |           |                                   |       |
| If Hold Active Permit, Amt of Last Annual Air Permit Invoice \$ | 0         |                                   |       |
| Total Permit Fee Chargeable Emissions (tpy)                     | 0.1       |                                   |       |
| Initial Title V Permit Fee Chargeable Emissions (tp             | y)        |                                   |       |
| initial Title , Termit Tee Chargeable Emissions (tp             | J/        |                                   |       |

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<br>Chargeable<br>Emission | Old Permit | New Permit | Change in Emissions | Permit Fee<br>Chargeable<br>Emissions | Annual<br>Chargeable<br>Emissions |
|-------------------|------------------------------------|------------|------------|---------------------|---------------------------------------|-----------------------------------|
| PM                |                                    | 0.2        | 0.2        | 0                   |                                       |                                   |
| $PM_{10}$         |                                    | 0.2        | 0.2        | 0                   | 0                                     | 0.2                               |
| PM <sub>2.5</sub> |                                    | 0          | 0          | 0                   |                                       |                                   |
| $SO_2$            |                                    | 0.2        | 0.2        | 0                   | 0                                     | 0.2                               |
| VOC               |                                    | 136.2      | 136.3      | 0.1                 | 0.1                                   | 136.3                             |
| со                |                                    | 2.6        | 2.6        | 0                   |                                       |                                   |
| $NO_X$            |                                    | 2.1        | 2.1        | 0                   | 0                                     | 2.1                               |
| Benzene           |                                    | 0.496      | 0.496      | 0                   |                                       |                                   |

| Pollutant (tpy)          | Check if<br>Chargeable<br>Emission | Old Permit | New Permit | Change in Emissions | Permit Fee<br>Chargeable<br>Emissions | Annual<br>Chargeable<br>Emissions |
|--------------------------|------------------------------------|------------|------------|---------------------|---------------------------------------|-----------------------------------|
| Toluene                  |                                    | 0.292      | 0.292      | 0                   |                                       |                                   |
| Ethyl Benzene            |                                    | 0.0341     | 0.0341     | 0                   |                                       |                                   |
| Xylene                   |                                    | 0.0402     | 0.0402     | 0                   |                                       |                                   |
| Hexane                   |                                    | 1.82       | 1.82       | 0                   |                                       |                                   |
| 2,2,4 - Trimethylpentane |                                    | 0.272      | 0.272      | 0                   |                                       |                                   |