State of Ohio Environmental Protection Agency

RE: FINAL PERMIT TO INSTALL **CERTIFIED MAIL**
ERIE COUNTY

Street Address: 122 S. Front Street
Lazarus Gov. Center **TELE:** (614) 644-3020 **FAX:** (614) 644-2329
Mailing Address: Lazarus Gov. Center P.O. Box 1049

Application No: 03-16248
Fac ID: 0322960002
DATE: 3/10/2005

Erie Materials, Inc.
Thomas Kueterman
4507 Tiffin Avenue
Sandusky, OH 44870

Enclosed please find an Ohio EPA Permit to Install which will allow you to install the described source(s) in a manner indicated in the permit. Because this permit contains several conditions and restrictions, I urge you to read it carefully.

The Ohio EPA is urging companies to investigate pollution prevention and energy conservation. Not only will this reduce pollution and energy consumption, but it can also save you money. If you would like to learn ways you can save money while protecting the environment, please contact our Office of Pollution Prevention at (614) 644-3469.

You are hereby notified that this action by the Director is final and may be appealed to the Ohio Environmental Review Appeals Commission pursuant to Chapter 3745.04 of the Ohio Revised Code. The appeal must be in writing and set forth the action complained of and the grounds upon which the appeal is based. It must be filed within thirty (30) days after the notice of the Directors action. A copy of the appeal must be served on the Director of the Ohio Environmental Protection Agency within three (3) days of filing with the Commission. An appeal may be filed with the Environmental Review Appeals Commission at the following address:

Environmental Review Appeals Commission
309 South Fourth Street, Room 222
Columbus, Ohio 43215

Sincerely,

Michael W. Ahern

Michael W. Ahern, Manager
Permit Issuance and Data Management Section
Division of Air Pollution Control

CC: **USEPA** **NWDO**

STATE OF OHIO ENVIRONMENTAL PROTECTION AGENCY

Permit To Install	**Issue Date: 3/10/2005**
Terms and Conditions	**Effective Date: 3/10/2005**

FINAL PERMIT TO INSTALL 03-16248

Application Number:	03-16248
Facility ID:	0322960002
Permit Fee:	**$2000**
Name of Facility:	Erie Materials, Inc.
Person to Contact:	Thomas Kueterman
Address:	4507 Tiffin Avenue Sandusky, OH 44870

Location of proposed air contaminant source(s) [emissions unit(s)]:
4507 Tiffin Avenue
Sandusky, **Ohio**

Description of proposed emissions unit(s):
1480.1 HP diesel engine generator.

The above named entity is hereby granted a Permit to Install for the above described emissions unit(s) pursuant to Chapter 3745-31 of the Ohio Administrative Code. Issuance of this permit does not constitute expressed or implied approval or agreement that, if constructed or modified in accordance with the plans included in the application, the above described emissions unit(s) of environmental pollutants will operate in compliance with applicable State and Federal laws and regulations, and does not constitute expressed or implied assurance that if constructed or modified in accordance with those plans and specifications, the above described emissions unit(s) of pollutants will be granted the necessary permits to operate (air) or NPDES permits as applicable.

This permit is granted subject to the conditions attached hereto.

Ohio Environmental Protection Agency

Joseph P. Koncelik

Director

Part I - GENERAL TERMS AND CONDITIONS

A. Permit to Install General Terms and Conditions

1. Compliance Requirements

The emissions unit(s) identified in this Permit to Install shall remain in full compliance with all applicable State laws and regulations and the terms and conditions of this permit.

2. Reporting Requirements

The permittee shall submit required reports in the following manner:

a. Reports of any required monitoring and/or recordkeeping information shall be submitted to the appropriate Ohio EPA District Office or local air agency.

b. Except as otherwise may be provided in the terms and conditions for a specific emissions unit, quarterly written reports of (a) any deviations (excursions) from emission limitations, operational restrictions, and control device operating parameter limitations that have been detected by the testing, monitoring, and recordkeeping requirements specified in this permit, (b) the probable cause of such deviations, and (c) any corrective actions or preventive measures which have been or will be taken, shall be submitted to the appropriate Ohio EPA District Office or local air agency. If no deviations occurred during a calendar quarter, the permittee shall submit a quarterly report, which states that no deviations occurred during that quarter. The reports shall be submitted quarterly, i.e., by January 31, April 30, July 31, and October 31 of each year and shall cover the previous calendar quarters. (These quarterly reports shall exclude deviations resulting from malfunctions reported in accordance with OAC rule 3745-15-06.)

3. Records Retention Requirements

Each record of any monitoring data, testing data, and support information required pursuant to this permit shall be retained for a period of five years from the date the record was created. Support information shall include, but not be limited to, all calibration and maintenance records and all original strip-chart recordings for continuous monitoring instrumentation, and copies of all reports required by this permit. Such records may be maintained in computerized form.

4. Inspections and Information Requests

The Director of the Ohio EPA, or an authorized representative of the Director, may, subject to the safety requirements of the permittee and without undue delay, enter upon the premises of this source at any reasonable time for purposes of making inspections, conducting tests, examining records or reports pertaining to any emission of air contaminants, and determining compliance with any applicable State air pollution laws and regulations and the terms and conditions of this permit. The permittee shall furnish to the Director of the Ohio EPA, or an authorized

representative of the Director, upon receipt of a written request and within a reasonable time, any information that may be requested to determine whether cause exists for modifying, reopening or revoking this permit or to determine compliance with this permit. Upon verbal or written request, the permittee shall also furnish to the Director of the Ohio EPA, or an authorized representative of the Director, copies of records required to be kept by this permit.

5. Scheduled Maintenance/Malfunction Reporting

Any scheduled maintenance of air pollution control equipment shall be performed in accordance with paragraph (A) of OAC rule 3745-15-06. The malfunction of any emissions units or any associated air pollution control system(s) shall be reported to the appropriate Ohio EPA District Office or local air agency in accordance with paragraph (B) of OAC rule 3745-15-06. Except as provided in that rule, any scheduled maintenance or malfunction necessitating the shutdown or bypassing of any air pollution control system(s) shall be accompanied by the shutdown of the emissions unit(s) that is (are) served by such control system(s).

6. Permit Transfers

Any transferee of this permit shall assume the responsibilities of the prior permit holder. The appropriate Ohio EPA District Office or local air agency must be notified in writing of any transfer of this permit.

7. Air Pollution Nuisance

The air contaminants emitted by the emissions units covered by this permit shall not cause a public nuisance, in violation of OAC rule 3745-15-07.

8. Termination of Permit to Install

This Permit to Install shall terminate within eighteen months of the effective date of the Permit to Install if the owner or operator has not undertaken a continuing program of installation or modification or has not entered into a binding contractual obligation to undertake and complete within a reasonable time a continuing program of installation or modification. This deadline may be extended by up to 12 months if application is made to the Director within a reasonable time before the termination date and the party shows good cause for any such extension.

9. Construction of New Sources(s)

The proposed emissions unit(s) shall be constructed in strict accordance with the plans and application submitted for this permit to the Director of the Ohio Environmental Protection Agency. There may be no deviation from the approved plans without the express, written approval of the Agency. Any deviations from the approved plans or the above conditions may lead to such sanctions and penalties as provided under Ohio law. Approval of these plans does not constitute an assurance that the proposed facilities will operate in compliance with all Ohio laws and regulations. Additional facilities shall be installed upon orders of the Ohio

Environmental Protection Agency if the proposed sources cannot meet the requirements of this permit or cannot meet applicable standards.

If the construction of the proposed emissions unit(s) has already begun or has been completed prior to the date the Director of the Environmental Protection Agency approves the permit application and plans, the approval does not constitute expressed or implied assurance that the proposed facility has been constructed in accordance with the approved plans. The action of beginning and/or completing construction prior to obtaining the Director's approval constitutes a violation of OAC rule 3745-31-02. Furthermore, issuance of the Permit to Install does not constitute an assurance that the proposed source will operate in compliance with all Ohio laws and regulations. Approval of the plans in any case is not to be construed as an approval of the facility as constructed and/or completed. Moreover, issuance of the Permit to Install is not to be construed as a waiver of any rights that the Ohio Environmental Protection Agency (or other persons) may have against the applicant for starting construction prior to the effective date of the permit. Additional facilities shall be installed upon orders of the Ohio Environmental Protection Agency if the proposed facilities cannot meet the requirements of this permit or cannot meet applicable standards.

10. Public Disclosure

The facility is hereby notified that this permit, and all agency records concerning the operation of this permitted source, are subject to public disclosure in accordance with OAC rule 3745-49-03.

11. Applicability

This Permit To Install is applicable only to the emissions unit(s) identified in the Permit To Install. Separate Permit To Install for the installation or modification of any other emissions unit(s) are required for any emissions unit for which a Permit To Install is required.

12. Best Available Technology

As specified in OAC Rule 3745-31-05, all new sources must employ Best Available Technology (BAT). Compliance with the terms and conditions of this permit will fulfill this requirement.

13. Source Operation and Operating Permit Requirements After Completion of Construction

This facility is permitted to operate each source described by this Permit to Install for a period of up to one year from the date the source commenced operation. This permission to operate is granted only if the facility complies with all requirements contained in this permit and all applicable air pollution laws, regulations, and policies. Pursuant to OAC Chapter 3745-35, the permittee shall submit a complete operating permit application within ninety (90) days after commencing operation of the emissions unit(s) covered by this permit.

14. Construction Compliance Certification

The applicant shall provide Ohio EPA with a written certification (see enclosed form) that the facility has been constructed in accordance with the Permit to Install application and the terms and conditions of the Permit to Install. The certification shall be provided to Ohio EPA upon completion of construction but prior to startup of the source.

15. Fees

The permittee shall pay fees to the Director of the Ohio EPA in accordance with ORC section 3745.11 and OAC Chapter 3745-78. The permittee shall pay all applicable Permit to Install fees within 30 days after the issuance of this Permit to Install.

B. Permit to Install Summary of Allowable Emissions

The following information summarizes the total allowable emissions, by pollutant, based on the individual allowable emissions of each air contaminant source identified in this permit.

SUMMARY (for informational purposes only)
TOTAL PERMIT TO INSTALL ALLOWABLE EMISSIONS

Pollutant	Tons Per Year
NOx	44.40
CO	10.18
VOC	1.29
PE	1.29
SO2	14.80

Emissions Unit ID: **P001**

PART II - SPECIAL TERMS AND CONDITIONS FOR SPECIFIC EMISSIONS UNIT(S)

A. Applicable Emissions Limitations and/or Control Requirements

1. The specific operations(s), property, and/or equipment which constitute this emissions unit are listed in the following table along with the applicable rules and/or requirements and with the applicable emissions limitations and/or control measures. Emissions from this unit shall not exceed the listed limitations, and the listed control measures shall be specified in narrative form following the table.

Operations, Property, and/or Equipment	Applicable Rules/Requirements	
P001 - 1,480.1 HP portable diesel generator.	OAC rule 3745-31-05(A)(3)	
		OAC rule 3745-17-07(A)
		OAC rule 3745-17-11(B)(5)(b)
		OAC rule 3745-18-06(G)
		OAC rule 3745-23-06(B)
		OAC rule 3745-21-08(B)
		OAC rule 3745-21-07(B)
	OAC rule 3745-31-05(C)	

Applicable Emissions Limitations/Control Measures	
35.52 lbs nitrogen oxides (NO_x)/hour	see A.2.d.
8.14 lbs carbon monoxide (CO)/hour	0.062 lb PE/mmBtu
1.03 lbs volatile organic compounds (VOC)/hour	see A.2.e.
11.84 lbs sulfur dioxide (SO_2)/hour	see A.2.f.
Visible PE shall not exceed 10% opacity as a 6-minute average, except during start-up and shutdown	see A.2.f.
see A.2.a	see A.2.f.
see B.1.	
44.40 tons NOx per rolling, 12-month period (see A.2.b)	
10.18 tons CO per rolling, 12-month period (see A.2.c)	
1.29 tons VOC per rolling, 12-month period (see A.2.c)	
14.80 tons SO_2 per rolling, 12-month period (see A.2.c)	
1.03 tons particulate emissions (PE) per rolling, 12-month period (see A.2.c)	

2. Additional Terms and Conditions

2.a The requirements of OAC rule 3745-31-05(A) also include compliance with the requirements of OAC Rule 3745-31-05(C).

2.b The emissions of NOx from emission unit P001 shall not exceed 44.40 tons per rolling 12-month period based on an hours of operation restriction (see section B.2.).

The 44.40 tons of NOx per year is a federally enforceable limitation established for purposes of limiting the potential to emit to avoid Title V and "Prevention of Significant Deterioration" (PSD) applicability associated with relocation of a portable source.

2.c The hours of operation restriction (see section B.2) established to met the requirements associated with federal enforceability for limiting NOx emissions also establishes the following federally enforceable limitations:

i. 10.18 tons CO per rolling, 12-month period

ii. 1.29 tons VOC per rolling, 12-month period

iii. 14.80 tons SO_2 per rolling, 12-month period

iv. 1.29 tons particulate emissions (PE) per rolling, 12-month period

2.d The emissions limit specified by this rule is less stringent than the emission limitation established pursuant to OAC rule 3745-31-05(A)(3).

2.e This emissions unit is exempt from requirements of OAC rule 3745-18-06 pursuant to OAC rule 3745-18-06(B).

2.f The permittee has satisfied the "latest available control techniques and operating practices" required pursuant to OAC rule 3745-23-06 (B) and OAC rule 3745-21-07 (B) and the "best available control techniques and operating practices" required pursuant to OAC rule 3745-21-08 (B) by committing to comply with the best available technology requirements established pursuant to OAC rule 3745-31-05 (A) (3) in this permit to install.

On November 5, 2002, OAC rule 3745-21-08 was revised to delete paragraph (B); therefore, paragraph (B) is no longer part of the State regulations. However, that rule revision has not yet been submitted to the U.S. EPA as a revision to Ohio's

State Implementation Plan (SIP). Therefore, until the SIP revision occurs and the U.S. EPA approves the revisions to OAC rule 3745-21-08, the requirement to satisfy the "best available control techniques and operating practices" still exists as part of the federally-approved SIP for Ohio.

B. Operational Restrictions

1. The permittee shall combust only distillate fuel oil in this emissions unit.

   The oil combusted in this emissions unit shall only be distillate oil (fuel oil numbers 1 or 2, as defined by the American Society for Testing and Materials in ASTM D396-78, 89, 90, 92, 96, or 98, "Standard Specification for Fuel Oils"). The sulfur content of the distillate oil shall contain no more than 0.5 weight percent sulfur.

2. The maximum annual hours of operation for emissions unit P001 shall not exceed 2,500 hours per year, based upon a rolling 12-month summation of the operating hours. To ensure enforceability during the first 12 calendar months of operation following the issuance of this permit, the permittee shall not exceed the levels specified in the following table:

Month(s)	Maximum Allowable Hours of Operation
1	500
1-2	1,000
1-3	1,500

1-4	2,000
1-5	2,500
1-6	2,500
1-12	2,500

After the first 12 calendar months of operation following the issuance of this permit, compliance with the annual hours of operation limitation shall be based upon a rolling, 12-month summation of the operating hours.

C. Monitoring and/or Recordkeeping Requirements

1. The permittee shall maintain monthly records of the following information for this emissions unit:

   a. the hours of operation;

   b. during the first 12 calendar months of operation, the cumulative hours of operation;

   c. beginning the first month after the first 12 calendar months of operation, the rolling, 12-month summation of the hours of operation;

   d. the calculated monthly emission rate for NOx using the following equation:
   NOx emissions in tons = (hours of operation) x (potential hourly NOx emissions)
   = (C.1.a) x (35.52 lbs NOx)

   e. beginning the first month after the 12 calendar months of operation, the rolling, 12- month summation of the emission rate for NOx, in tons.

2. For each day during which the permittee burns a fuel other than distillate oil the permittee shall maintain a record of the type and quantity of fuel burned in this emissions unit.

3. The permittee shall use records of fuel supplier certification to demonstrate compliance with the operational restriction in section B.1. Records of fuel supplier certification shall include the following information:

   i. the name of the oil supplier; and

   ii. a statement from the oil supplier that the oil complies with the specifications under the definition of distillate oil in B.1 above.

D. Reporting Requirements

1. The permittee shall submit deviation (excursion) reports which identify the following exceedances:

   a. the rolling, 12-month hours of operation limitation;

   b. the rolling, 12-month NOx emissions;

   c. for the first 12 calendar months of operation following the issuance of this permit, all exceedances of the maximum allowable cumulative hours of operation; and,

   d. the sulfur content fuel restriction described in condition B.1.

   These deviation (excursion) reports shall be submitted in accordance with the general terms and conditions of this permit.

2. The permittee shall submit deviation (excursion) reports that identify each day when a fuel other than distillate oil was burned in this emissions unit. Each report shall be submitted within 30 days after the deviation occurs.

E. Testing Requirements

1. Compliance with the emission limitations in the terms and conditions of this permit shall be determined in accordance with the following methods:

   a. Emission Limitation:
   35.52 lbs NO_x/hr & 44.40 tons NO_x per rolling 12-month period.

   Applicable Compliance Method:
   Compliance with the hourly emission limitation shall be determined by multiplying an emission factor of 0.024 lbs NOx/hp-hr (supplied by engine manufacturer) by a maximum engine rating of 1,480.1 hp. If required, the permittee shall demonstrate compliance by testing in accordance with Methods 1 - 4, and 7 of 40 CFR Part 60, Appendix A.

   Compliance with the NOx per rolling 12-month period shall be demonstrated by the recordkeeping requirements in section C.1.

   b. Emission Limitation:
   11.84 lbs SO_2/hr & 14.80 tons SO_2/per rolling 12-month period.

   Applicable Compliance Method:

Compliance with the hourly emission limitation shall be determined by multiplying an emission factor of 0.008 lbs SO_2 /hp-hr (supplied by engine manufacturer) by a maximum engine rating of 1,480.1 hp. If required, the permittee shall demonstrate compliance by testing in accordance with Methods 1 - 4, and 6 of 40 CFR Part 60, Appendix A.

The annual emission limitation was established by multiplying the hourly emission limitation by the operational restriction of 2,500 hours per rolling 12-month period and dividing by 2000 lbs/ton. Therefore provided compliance is shown with the hours of operation restriction and the hourly emission limitation, compliance with the rolling annual limitation will be assumed.

c. Emission Limitation:
8.14 lbs CO/hr & 10.18 tons CO/per rolling 12-month period.

Applicable Compliance Method:
Compliance with the hourly emission limitation shall be determined by multiplying an emission factor of 0.0055 lbs CO/hp-hr (supplied by engine manufacturer) by a maximum engine rating of 1,480.1 hp. If required, the permittee shall demonstrate compliance by testing in accordance with Methods 1 - 4, and 10 of 40 CFR Part 60, Appendix A.

The annual emission limitation was established by multiplying the hourly emission limitation by operational restriction of 2,500 hours per rolling 12-month period and dividing by 2000 lbs/ton. Therefore provided compliance is shown with the hours of operation restriction and the hourly emission limitation, compliance with the rolling annual limitation will be assumed.

d. Emission Limitation:
1.03 lb VOC/hr & 1.29 tons VOC/per rolling 12-month period.

Applicable Compliance Method:
Compliance with the hourly emission limitation shall be determined by multiplying an emission factor of 0.0007 lbs VOC/hp-hr (supplied by engine manufacturer) by a maximum engine rating of 1,480.1 hp. If required, the permittee shall demonstrate compliance by testing in accordance with Methods 1 - 4, and 18, 25, or 25a of 40 CFR Part 60, Appendix A.

The annual emission limitation was established by multiplying the hourly emission limitation by the operational restriction of 2,500 hours per rolling 12-month period and dividing by 2000 lbs/ton. Therefore provided compliance is shown with the hours of operation restriction and the hourly emission limitation, compliance with the rolling annual

limitation will be assumed.

e. Emission Limitation:
0.062 lb PE/mmBtu & 1.29 tons PE/per rolling 12-month period.

Applicable Compliance Method:
The lbs PE/mmBtu emission limitation represents the potential to emit* for this emissions unit. Therefore no hourly recordkeeping, deviation reporting, or compliance method calculations are required to demonstrate compliance with this limitation.

*Potential to emit was determined using AP-42, Table 3.4-2 (revised 10/96).

If required, the permittee shall demonstrate compliance by testing in accordance with Methods 1 - 5 of 40 CFR Part 60, Appendix A.

The annual emission limitation was established by multiplying the hourly emission limitation by the operational restriction of 2,500 hours per rolling 12-month period and dividing by 2000 lbs/ton. Therefore provided compliance is shown with the hours of operation restriction and the hourly emission limitation, compliance with the rolling annual limitation will be assumed.

f. Emission Limitation:
Visible PE shall not exceed 10% opacity as a 6-minute average, except during start-up and shutdown.

Applicable Compliance Method:
If required, the permittee shall demonstrate compliance by testing in accordance with Method 9 of 40 CFR Part 60, Appendix A.

g. Emission Limitation:
The maximum annual hours of operation for emissions unit P001 shall not exceed 2,500 hours per year, based upon a rolling 12-month summation of the operating hours

Applicable Compliance Method:
Compliance shall be demonstrated by the recordkeeping requirements in section C.1.

F. Miscellaneous Requirements

1. Pursuant to Ohio Administrative Code (OAC) rule 3745-31-03(A)(1)(p)(i), the permittee of a portable or mobile emissions unit may relocate within the State of Ohio without first obtaining a

PTI providing the following criteria are met:

a. the portable emissions unit is equipped with the best available control technology for such portable emissions unit;

b. the portable emissions unit is operating pursuant to a currently effective permit to install, permit to operate or registration;

c. the applicant has provided proper notice of intent to relocate the portable emissions unit to the Northwest District Office (NWDO) and the appropriate field office having jurisdiction over the new site within a minimum of thirty days prior to the scheduled relocation; and,

d. in the NWDO's and the appropriate field office's judgement, the proposed site is acceptable under the rule 3745-15-07 of the Administrative Code.

2. In the alternative, pursuant to OAC rule 3745-31-03(A)(1)(p)(ii), the permittee of a portable or mobile emissions unit may relocate within the State of Ohio without first obtaining a PTI providing the following criteria of OAC rule 3745-31-05(F) are met:

a. the portable emissions unit permittee possesses an Ohio EPA PTI, PTO or registration status;

b. the portable emissions unit is equipped with best available technology;

c. the portable emission unit owner has identified the proposed site to Ohio EPA;

d. Ohio EPA has determined that the portable emissions unit, at the proposed site, will have an acceptable environmental impact;

e. a public notice, consistent with Chapter 3745-47 of the Administrative Code, is published in the county where the proposed site is located;

f. the owner of the proposed site has provided the portable emissions unit owner with approval or equivalent declaration that it is acceptable to the site owner to move the portable emissions unit to the proposed site; and,

g. the portable emissions unit owner has provided the Ohio EPA with fifteen days written notice of the relocation.

Any site approvals issued by the Ohio EPA, pursuant to section F.2. above, shall be valid

for no longer than three years and are subject to renewal.

3. In order for the NWDO and the appropriate field office having jurisdiction over the new site to determine compliance with all of the above criteria, the owner or operator of the portable or mobile emissions unit must file a "Notice of Intent to Relocate", within the specified time frame (30 or 15 days) prior to the relocation of the emissions unit with the NWDO (347 North Dunbridge Road, Bowling Green, OH 43402) and the appropriate office having jurisdiction over the new site. Upon receipt of the notice, the NWDO and/or the appropriate field office having jurisdiction over the new site, will evaluate the request in accordance with the above criteria.

4. The permittee should be advised that when portable emission units are located at a stationary source or at a source comprised of portable emission units, potential emissions from the portable emission units are included in the facility potential to emit calculations for Title V applicability.

   The permittee shall include a potential to emit analysis of facility-wide emissions (including the portable sources) for the proposed relocation in the "Notice of Intent to Relocate".

5. The following terms and conditions are federally enforceable: A.1, B.2, C.1, D.1, E.1.a.