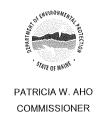
STATE OF MAINE DEPARTMENT OF ENVIRONMENTAL PROTECTION





Robbins Lumber, Inc. Waldo County Searsmont, Maine A-156-77-1-M Departmental
Findings of Fact and Order
New Source Review
NSR #1

FINDINGS OF FACT

After review of the air emissions license minor revision application, staff investigation reports and other documents in the applicant's file in the Bureau of Air Quality, pursuant to 38 Maine Revised Statutes Annotated (M.R.S.A.), Section 344 and Section 590, the Maine Department of Environmental Protection (Department) finds the following facts:

I. REGISTRATION

A. Introduction

FACILITY	Robbins Lumber, Inc. (Robbins		
	Lumber)		
LICENSE TYPE	06-096 CMR 115, Minor Revision		
NAICS.CODES	321912, 321113, 321999		
NATURE OF BUSINESS	Lumber Manufacturing		
FACILITY LOCATION	Ghent Road, Searsmont		

Robbins Lumber produces lumber from logs. The processes include debarking, sawing, edging, drying, and planing. The facility is considered an existing Part 70 Major Source as defined in *Definitions Regulations*, 06-096 CMR 100 (as amended) and currently operates under the Part 70 license A-156-70-C-R (November 20, 2009). Equipment included on the license includes two woodfired boilers, a diesel generator, drying kilns, process cyclones, and minor volatile organic compound (VOC) sources.

Robbins Lumber has submitted a minor revision application to clarify the use and requirements of the diesel generator.

B. Amendment Description

The minor revision request is to specify as a license condition that the diesel generator meet the definition and requirements for emergency engines in accordance with 40 CFR Part 63, Subpart ZZZZ, National Emission Standards for Hazardous Air Pollutants (NESHAP) for Stationary Reciprocating Internal

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Combustion Engines. The revision was submitted since the facility's Part 70 license states that the generator may be used to assist in offsetting purchased power and as back-up and emergency use when the boilers are down, for no more than 1200 hours per year. In order to meet the requirements of 40 CFR Part 63, Subpart ZZZZ, the facility is requesting that the generator be licensed as an emergency unit, with the specific federal rule conditions of allowed use.

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C. Emission Equipment

The following equipment is addressed in this air emission license:

Electrical Generation Equipment

Equipment	Power Output (kW)	Maximum Input Capacity (MMBtu/hr)	Firing Rate (gal/hr)	Fuel Type, % sulfur	Manufacture Date	Installation Date
Emergency	1800	18.7	136	Diesel,	pre-2001	2001
Generator				0.0015%	•	

D. Application Classification

The application submitted by Robbins Lumber does not violate any applicable federal or state requirements, does not reduce monitoring, reporting, testing or record keeping, and does not seek to modify a Best Available Control Technology (BACT) analysis.

The proposed revision will reduce the facility's emission limits from the generator and clarify the conditions under which the generator can be operated. Therefore, the amendment is determined to be a minor revision under *Minor and Major Source Air Emission License Regulations* 06-096 Code of Maine Rules (CMR) 115 (as amended). The procedures found in 06-096 CMR 115 (as amended) can be utilized to process this application since the proposed revision is not prohibited by the Part 70 air emission license. An application to incorporate the requirements of this amendment into the Part 70 air emission license shall be submitted no later than 12 months from commencement of the requested operation.

II. BEST PRACTICAL TREATMENT (BPT)

A. Introduction

In order to receive a license the applicant must control emissions from each unit to a level considered by the Department to represent Best Practical Treatment

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(BPT), as defined in *Definitions Regulation*, 06-096 CMR 100 (as amended). Separate control requirement categories exist for new and existing equipment as well as for those sources located in designated non-attainment areas.

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BPT for new sources and modifications requires a demonstration that emissions are receiving Best Available Control Technology (BACT), as defined in 06-096 CMR 100. BACT is a top-down approach to selecting air emission controls considering economic, environmental and energy impacts.

B. Emergency Generator

1. Description of Minor Revision Request

The diesel Caterpillar 3516B generator and engine set was installed in 2001 and has a heat input capacity of 18.7 MMBtu/hr. Robbins Lumber has requested a license revision to update and specify generator use to meet the definition of an emergency stationary reciprocating internal combustion engine as contained in 40 CFR Part 63, Subpart ZZZZ.

In the Part 70 license, the generator was allowed to be operated to assist in offsetting purchased power and for back-up and emergency use when the boilers were down. The generator also had an operating limit of 1200 hours per year and a diesel fuel sulfur content not to exceed 0.05%.

This minor revision curtails the use of the generator to only those operations that meet the emergency generator definition and requirements in 40 CFR Part 63, Subpart ZZZZ. Robbins Lumber is currently enrolled in ISO New England's Demand Response Program for Real-Time Emergency Generators. Robbins Lumber has stated that according to ISO New England and EPA, participation in the program meets the requirements for emergency engines under the applicable subparts of Part 60 and Part 63. To be considered an emergency engine, Robbins Lumber shall only operate the generator in accordance with the rule's emergency requirements. It is Robbins Lumber's responsibility to ensure that operations under any Demand Response Program it enrolls in is allowed under the emergency definition. In addition, 40 CFR Part 63, Subpart ZZZZ limits the fuel oil sulfur content to 0.0015% by January 1, 2015. Robbins Lumber may fire the current tank of 0.05% sulfur diesel fuel oil until depleted and then diesel fuel oil with a maximum sulfur content of 0.0015% shall be fired.

The following is not changing with this minor revision and will not be addressed in the NSR conditions:

- the generator short-term lb/hr and opacity limits in A-156-70-C-R;

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- the requirements for an hour meter on the generator and recordkeeping of the hours of operation; and
- the requirement to exhaust through a 15.2 meter tall stack.

The changes addressed with this minor revision include the addition of the emergency engine requirements found in 40 CFR Part 63, Subpart ZZZZ.

2. 40 CFR Part 63, Subpart ZZZZ Requirements

Robbins Lumber's generator is considered an existing, stationary reciprocating internal combustion engine at an area HAP source and is not subject to New Source Performance Standards regulations. Robbins Lumber has requested the generator be defined and operated as an emergency unit for regulatory purposes.

a. Emergency Definition:

<u>Emergency stationary RICE</u> means any stationary reciprocating internal combustion engine that meets all of the following criteria:

- (1) The stationary RICE is operated to provide electrical power or mechanical work during an emergency situation. Examples include stationary RICE used to produce power for critical networks or equipment (including power supplied to portions of a facility) when electric power from the local utility (or the normal power source, if the facility runs on its own power production) is interrupted, or stationary RICE used to pump water in the case of fire or flood, etc. There is no time limit on the use of emergency stationary RICE in emergency situations.
- (2) Paragraph (1) above notwithstanding, the emergency stationary RICE may be operated for any combination of the purposes specified below for a maximum of 100 hours per calendar year:
 - (i) Maintenance checks and readiness testing, provided that the tests are recommended by federal, state or local government, the manufacturer, the vendor, the regional transmission organization or equivalent balancing authority and transmission operator, or the insurance company associated with the engine. The owner or operator may petition the Administrator for approval of additional hours to be used for maintenance checks and readiness testing, but a petition is not required if the owner or operator maintains records indicating that federal, state, or local standards require

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maintenance and testing of emergency RICE beyond 100 hours per calendar year.

- (ii) Emergency demand response for periods in which the Reliability Coordinator under the North American Electric Reliability Corporation (NERC) Reliability Standard EOP-002-3, Capacity and Energy Emergencies (incorporated by reference, see §63.14), or other authorized entity as determined by the Reliability Coordinator, has declared an Energy Emergency Alert Level 2 as defined in the NERC Reliability Standard EOP-002-3.
- (iii)Periods where there is a deviation of voltage or frequency of 5 percent or greater below standard voltage or frequency.
- (3) Paragraphs (1) and (2) above notwithstanding, emergency stationary RICE may be operated for up to 50 hours per calendar year in non-emergency situations. These 50 hours are counted as part of the 100 hours per calendar year for maintenance checks and readiness testing, emergency demand response, and periods of voltage deviation or low frequency, as provided in paragraph (2) above.

The 50 hours per calendar year for non-emergency situations cannot be used for peak shaving, non-emergency demand response, or to generate income for a facility by providing power to an electric grid or otherwise supply power as part of a financial arrangement with another entity, except provided in the following paragraphs:

- (i) Prior to May 3, 2014, the 50 hours per year for non-emergency situations can be used for peak shaving or non-emergency demand response to generate income for a facility, or to otherwise supply power as part of a financial arrangement with another entity if the engine is operated as part of a peak shaving (load management program) with the local distribution system operator and the power is provided only to the facility itself or to support the local distribution center.
- (ii) The 50 hours per year for non-emergency situations can be used to supply power as part of a financial arrangement with another entity if all of the following conditions are met:
 - (a) The engine is dispatched by the local balancing authority or local transmission and distribution system operator.
 - (b) The dispatch is intended to mitigate local transmission and/or distribution limitations so as to avert potential voltage collapse or line overloads that could lead to the interruption of power supply in a local area or region.
 - (c) The dispatch follows reliability, emergency operation or similar protocols that follow specific NERC, regional, state, public utility commission or local standards or guidelines.

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- (d) The power is provided only to the facility itself or to support the local transmission and distribution system.
- (e) The owner or operator identifies and records the entity that dispatches the engine and the specific NERC, regional, state, public utility commission or local standards or guidelines that are being followed for dispatching the engine. The local balancing authority or local transmission and distribution system operator may keep these records on behalf of the engine owner or operator.

The generator shall be limited to the usage outlined in §63.6640(f) and therefore may be classified as an existing emergency stationary RICE as defined in 40 CFR Part 63, Subpart ZZZZ. Failure to comply with all of the requirements listed in §63.6640(f) may cause these engines to not be considered emergency engines and therefore subject to all the requirements for non-emergency engines.

b. 40 CFR Part 63, Subpart ZZZZ Requirements:

(1) Operation and Maintenance Requirements

	Compliance Dates	Operating Limitations (40 CFR §63.6603(a) and Table 2(d))
Compression ignition (diesel, fuel oil) unit	No later than May 3, 2013	 Change oil and filter every 500 hours of operation or annually, whichever comes first; Inspect the air cleaner every 1000 hours of operation or annually, whichever comes first, and replace as necessary; and Inspect all hoses and belts every 500 hours of operation or annually, whichever comes first, and replace as necessary.

The generator shall be operated and maintained according to the manufacturer's emission-related written instructions or facility shall develop a maintenance plan which must provide to the extent practicable for the maintenance and operation of the engine in a manner consistent with good air pollution control practice for minimizing emissions. [40 CFR §63.6625(e)]

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(2) Optional Oil Analysis Program

Robbins Lumber has the option of utilizing an oil analysis program which complies with the requirements of §63.6625(i) in order to extend the specified oil change requirement. If this option is used, Robbins Lumber must keep records of the parameters that are analyzed as part of the program, the results of the analysis, and the oil changes for the engine. The analysis program must be part of the maintenance plan for the engine. [40 CFR§63.6625(i)]

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- (3) Non-Resettable Hour Meter Requirement
 A non-resettable hour meter shall be installed and operated on the generator. [40 CFR §63.6625(f)]
- (4) Startup Idle and Startup Time Minimization Requirements
 During periods of startup the facility must minimize the engine's time
 spent at idle and minimize the engine's startup time to a period needed
 for appropriate and safe loading of the engine, not to exceed 30
 minutes, after which time the non-startup emission limitations apply.
 [40 CFR §63.6625(h) & 40 CFR Part 63, Subpart ZZZZ Table 2d]
- (5) Annual Time Limit for Maintenance and Testing
 The generator shall be limited to 100 hours/year for maintenance checks and readiness testing, emergency demand response, and periods of voltage or frequency deviation from standards. Up to 50 hours/year of the 100 hours/year may be used in non-emergency situations (this does not include peak shaving, non-emergency demand response, or to generate income for a facility by providing power to an electric grid or otherwise supply power as part of a financial arrangement with another entity unless the conditions in §63.6640(f)(4)(ii) are met). [40 CFR §63.6640(f)]

(6) Recordkeeping

Robbins Lumber shall keep records that include maintenance conducted on the generator and the hours of operation of the engine recorded through the non-resettable hour meter. Documentation shall include the hours spent for emergency operation, including what classified the operation as emergency and how many hours spent for non-emergency. If the generator is operated during a period of demand response or deviation from standard voltage or frequency, or supplying power during a non-emergency situation as part of a financial arrangement with another entity as specified in §63.6640(f)(4)(ii), Robbins Lumber must keep records of the notification of the emergency situation, and the date, start time, and end time of generator operation for these purposes. [40 CFR §63.6655(e) and (f)]

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(7) Requirements for Demand Response Availability Over 15 Hours Per Year (and greater than 100 brake hp)

If Robbins Lumber operates or is contractually obligated to be available for more than 15 hours per calendar year in a demand response program, during a period of deviation from standard voltage or frequency, or supplying power during a non-emergency situation as part of a financial arrangement with another entity as specified in §63.6640(f)(4)(ii), beginning January 1, 2015, the diesel fuel fired in the generator shall not exceed 15 ppm sulfur (0.0015%). Any existing diesel fuel purchased (or otherwise obtained) prior to January 1, 2015, may be used until depleted. [40 CFR §63.6604(b)]

If Robbins Lumber operates or is contractually obligated to be available for more than 15 hours per calendar year in a demand response program, during a period of deviation from standard voltage or frequency, or supplying power during a non-emergency situation as part of a financial arrangement with another entity as specified in §63.6640(f)(4)(ii), the facility shall submit an annual report containing the information in §63.6650(h)(1)(i) through (ix). The first annual report must cover the calendar year 2015 and must be submitted no later than March 31, 2016. Subsequent annual reports for each calendar year must be submitted no later than March 31 of the following calendar year. The annual report must be submitted electronically using the Compliance and Emissions Data Reporting Interface (CEDRI) that is accessed through EPA's Central Data Exchange (CDX) (www.epa.gov/cdx), However, if the reporting form is not available in CEDRI at the time that the report is due, the written report must be submitted to the following address:

> Director, Office of Ecosystem Protection U.S. Environmental Protection Agency 5 Post Office Square, Suite 100 Boston, MA 02109-3912

[40 CFR §63.6650(h)]

C. <u>Incorporation into the Part 70 Air Emission License</u>

The requirements in this 06-096 CMR 115 New Source Review amendment shall apply to the facility upon amendment issuance. Per *Part 70 Air Emission License Regulations*, 06-096 CMR 140 (as amended), Section 1(C)(8), for a modification that has undergone NSR requirements or been processed through 06-096 CMR

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115, the source must then apply for an amendment to the Part 70 license within one year of commencing the proposed operations as provided in 40 CFR Part 70.5.

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D. Annual Emissions

1. Robbins Lumber shall be restricted to the following annual emissions, based on a 12 month rolling total. The tons per year limits were calculated based on a 48,000 tons/year wood fuel limit for the boilers (4500 Btu/lb at 50% moisture), a 100 hrs/year operational limit for the emergency generator (emergency situations not included), and VOC limits for the kilns and dip tank.

Total Licensed Annual Emissions for the Facility Tons/year

(used to calculate the annual license fee)

	PM	PM ₁₀	SO ₂	NO _x	CO	VOC
Boilers	43.4	43.4	1.8	65.0	161.1	21.5
Emergency	0.1	0.1	0.05	1.8	0.8	0.09
Generator						
Drying Kilns	-		-	-	_	45.2
Biocide Dip Unit	_	-	_	_	-	0.9

Total TPY	43.5	43.5	1.9	66.8	161.9	67.7
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Facility-Wide HAPs

	Tons/yr
Individual HAP	9.9
Total HAPs	24.9

2. Greenhouse Gases

Greenhouse gases are considered regulated pollutants as of January 2, 2011 through 'Tailoring' revisions made to EPA's *Approval and Promulgation of Implementation Plans*, 40 CFR Part 52, Subpart A, §52.21 Prevention of Significant Deterioration of Air Quality rule. "Greenhouse gases" as defined in 06-096 CMR 100 (as amended) means the aggregate group of the following gases: Carbon dioxide, nitrous oxide, methane, hydrofluorocarbons, perfluorocarbons, and sulfur hexafluoride. Greenhouse gases (GHG) for purposes of licensing are calculated and reported as carbon dioxide equivalents (CO₂ e).

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Based on the facility's fuel use limit(s), the worst case emission factors from AP-42, IPCC (Intergovernmental Panel on Climate Change), and *Mandatory Greenhouse Gas Reporting*, 40 CFR Part 98, and the global warming potentials contained in 40 CFR Part 98, Robbins Lumber is below the major source threshold of 100,000 tons of CO₂e per year. Therefore, no additional licensing requirements are needed to address GHG emissions at this time.

ORDER

The Department hereby grants Air Emission License Minor Revision A-156-77-1-M pursuant to the preconstruction licensing requirements of 06-096 CMR 115 and subject to the specific conditions below.

<u>Severability</u>. The invalidity or unenforceability of any provision, or part thereof, of this License shall not affect the remainder of the provision or any other provisions. This License shall be construed and enforced in all respects as if such invalid or unenforceable provision or part thereof had been omitted.

SPECIFIC CONDITIONS

(1) Emergency Generator (18.7 MMBtu/hr)

- A. The Emergency Generator shall be limited to 100 hours of operation per calendar year, excluding operating hours during emergency situations. [06-096 CMR 115]
- B. The sulfur content of the diesel fuel fired in the generator shall be limited to 0.05% sulfur, by weight, until the current on-site supply tank is depleted. Once depleted, the sulfur content of the diesel fuel fired in the generator shall be limited to 0.0015% sulfur, by weight. Compliance shall be demonstrated by fuel records from the supplier documenting the type of fuel delivered and the sulfur content of the fuel. [06-096 CMR 115, BPT]
- C. The Emergency Generator shall meet the applicable requirements of 40 CFR Part 63, Subpart ZZZZ, including the following:
 - 1. No later than May 3, 2013, Robbins Lumber shall meet the following operational limitations:
 - a. Change the oil and filter annually,
 - b. Inspect the air cleaner annually and replace as necessary, and
 - c. Inspect the hoses and belts annually and replace as necessary.

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A log shall be maintained documenting compliance with the operational limitations.

[40 CFR §63.6603(a) and Table 2(d); and 06-096 CMR 115]

2. Oil Analysis Program Option

Robbins Lumber has the option of utilizing an oil analysis program which complies with the requirements of §63.6625(i) in order to extend the specified oil change requirement. If this option is used, Robbins Lumber must keep records of the parameters that are analyzed as part of the program, the results of the analysis, and the oil changes for the engine. The analysis program must be part of the maintenance plan for the engine. [40 CFR§63.6625(i)]

3. Non-Resettable Hour Meter

A non-resettable hour meter shall be installed and operated on the generator. [40 CFR §63.6625(f)]

- 4. Maintenance, Testing, and Non-Emergency Operating Situations
 - a. The generator shall be limited to 100 hours/year for maintenance checks and readiness testing, emergency demand response, and periods of voltage or frequency deviation from standards. Up to 50 hours/year of the 100 hours/year may be used in non-emergency situations (this does not include peak shaving, non-emergency demand response, or to generate income for a facility by providing power to an electric grid or otherwise supply power as part of a financial arrangement with another entity unless the conditions in §63.6640(f)(4)(ii) are met). These limits are based on a calendar year. Compliance shall be demonstrated by a written log of all generator operating hours. [40 CFR §63.6640(f) and 06-096 CMR 115]
 - b. Robbins Lumber shall keep records that include maintenance conducted on the generator and the hours of operation of each engine recorded through the non-resettable hour meter. Documentation shall include the hours spent for emergency operation, including what classified the operation as emergency and how many hours spent for non-emergency. If the generator is operated during a period of demand response or deviation from standard voltage or frequency, or supplying power during a non-emergency situation as part of a financial arrangement with another entity as specified in §63.6640(f)(4)(ii), the facility must keep records of the notification of the emergency

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situation, and the date, start time, and end time of generator operation for these purposes. [40 CFR §63.6655(e) and (f)]

5. Operation and Maintenance

The generator shall be operated and maintained according to the manufacturer's emission-related written instructions or Robbins Lumber shall develop a maintenance plan which must provide to the extent practicable for the maintenance and operation of the engine in a manner consistent with good air pollution control practice for minimizing emissions. [40 CFR §63.6625(e)]

6. Startup Idle and Startup Time Minimization

During periods of startup the facility must minimize the engine's time spent at idle and minimize the engine's startup time to a period needed for appropriate and safe loading of the engine, not to exceed 30 minutes, after which time the non-startup emission limitations apply. [40 CFR §63.6625(h) & 40 CFR Part 63, Subpart ZZZZ Table 2d]

- 7. Requirements For Demand Response Availability Over 15 Hours Per Year (and greater than 100 brake hp)
 - a. If Robbins Lumber operates or is contractually obligated to be available for more than 15 hours per calendar year in a demand response program, during a period of deviation from standard voltage or frequency, or supplying power during a non-emergency situation as part of a financial arrangement with another entity as specified in §63.6640(f)(4)(ii), beginning January 1, 2015, the diesel fuel fired in the generator shall not exceed 15 ppm sulfur (0.0015%). Any existing diesel fuel purchased (or otherwise obtained) prior to January 1, 2015, may be used until depleted. [40 CFR §63.6604(b)]
 - b. If Robbins Lumber operates or is contractually obligated to be available for more than 15 hours per calendar year in a demand response program, during a period of deviation from standard voltage or frequency, or supplying power during a non-emergency situation as part of a financial arrangement with another entity as specified in §63.6640(f)(4)(ii), the facility shall submit an annual report containing the information in §63.6650(h)(1)(i) through (ix). The first annual report must cover the calendar year 2015 and must be submitted no later than March 31, 2016. Subsequent annual reports for each calendar year must be submitted no later than March 31 of the following calendar year. The annual report must be submitted electronically using the Compliance and Emissions Data Reporting Interface (CEDRI) that is accessed through EPA's Central Data

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Exchange (CDX) (www.epa.gov/cdx). However, if the reporting form is not available in CEDRI at the time that the report is due, the written report must be submitted to the following address:

Director, Office of Ecosystem Protection U.S. Environmental Protection Agency 5 Post Office Square, Suite 100 Boston, MA 02109-3912

[40 CFR §63.6650(h)]

(2) Robbins Lumber shall submit an application to incorporate this amendment into the Part 70 air emission license no later than 12 months from commencement of the requested operation. [06-096 CMR 140, Section 1(C)(8)]

DONE AND DATED IN AUGUSTA, MAINE THIS

DAY OF January

, 2014.

DEPARTMENT OF ENVIRONMENTAL PROTECTION

BY: Marc allen Robert Corre for PATRICIA W. AHO, COMMISSIONER

PLEASE NOTE ATTACHED SHEET FOR GUIDANCE ON APPEAL PROCEDURES

Date of initial receipt of application: <u>June 21, 2013</u> Date of application acceptance: June 27, 2013

Date filed with the Board of Environmental Protection:

This Order prepared by Kathleen E. Tarbuck, Bureau of Air Quality.

Filed
AN 0.7 2014

State of Maine Board of Environmental Protection