

Lane Regional Air Protection Agency
Simple Air Contaminant Discharge Permit

REVIEW REPORT

Rexius Organics Processing Facility

92574 North Coburg Road
Eugene, Oregon 97408
<http://www.rexius.com/>

Permit No. 207092

Source Information:

| | |
|-------|--|
| SIC | 2499 – Wood Products, Not Elsewhere Classified |
| NAICS | 321999 All Other Misc. Wood Product Mfg. |

| | |
|---|--|
| Source Categories (LRAPA Title 37, Table 1) | B.75 Source which would emit 10 tons/yr or more of any single criteria pollutant |
| Public Notice Category | II |

Compliance and Emissions Monitoring Requirements:

| | |
|----------------------|----|
| Unassigned emissions | No |
| Emission credits | No |
| Special Conditions | No |
| Compliance schedule | No |

| | |
|-----------------------|------------|
| Source test [date(s)] | See Permit |
| COMS | No |
| CEMS | No |
| Ambient monitoring | No |

Reporting Requirements:

| | |
|----------------------------|----------|
| Annual report (due date) | March 15 |
| NSPS Report (due date) | No |
| Monthly report (due dates) | No |

| | |
|-------------------------|----|
| Excess emissions report | No |
| Other reports | No |

Air Programs:

| | |
|---|----|
| NSPS (list subparts) | No |
| NESHAP (list subparts) | No |
| CAM | No |
| Regional Haze (RH) | No |
| Synthetic Minor (SM) | No |
| Part 68 Risk Management | No |
| Title V | No |
| ACDP (SIP) | No |
| New Source Review (NSR) | No |
| Prevention of Significant Deterioration (PSD) | No |
| Acid Rain | No |
| Clean Air Mercury Rule (CAMR) | No |
| TACT | No |

1. General Background Information

Rexius Forest By-Products, Inc. owns the Rexius Organics Processing Facility (“Rexius” and/or “the facility”) which produces miscellaneous wood products (landscaping and garden materials, industrial fuel, etc.) at its 92574 North Coburg Road, Coburg, Oregon, facility (address is still “Eugene”). The regulated emission units include but are not limited to various storage/market piles, a bagging process, diesel-fired screens, diesel-fired conveyor, diesel-fired fan, and diesel-fired horizontally-fed grinders. A propane-fired specialty products (wood) dryer is also included. Air contaminant emissions from this operation include all criteria pollutants (PM, PM₁₀, PM_{2.5}, NO_x, CO, SO₂, and VOC). The Coburg facility does not employ biofiltration control that existed at the Eugene location.

2. The Standard Industrial Classification (SIC) code was changed with this renewal to match the SIC listed on the facility’s renewal application. It does not constitute a determination that the facility is a new stationary source under the definition in LRAPA’s Title 12 Definitions, but rather is a refinement in the description. The SIC was changed from 1799 – Special Trade Contractors to 2499 – Wood Products, Not Elsewhere Classified.

3. Reason for Permit Action

The primary reason for the permit action is to issue a renewed permit. The prior permit (source number 207075) was terminated in September 2013 when all materials were moved to the new site. The Coburg facility processes the same materials and operations that were employed at the Bailey Hill location. As part of the previous new permit issuance the Title 37, Table 1 permitted activity has been changed from “source of concern” (B.74) to “source with emissions greater than 10 tons/yr for any criteria pollutant” (B.75). Emission estimates for NO_x and PM are both greater than 10 tons/year. Because actual emissions are greater than 10 tons/year, the facility is invoiced each year for the Simple “High” ACDP Fees.

4. Emission Unit Description

The facility has the following emission units and/or activities regulated by the permit.

| Emission Unit (EU) Identification | EU Name | Pollution Control Description (PCD) |
|-----------------------------------|--|-------------------------------------|
| Grinders | Two (2) Peterson Pacific Grinders, diesel-fired: <ul style="list-style-type: none"> • Grinder #1: 860 Hp, Date Mfg = 1997 • Grinder #2: 765 Hp, Date Mfg = 2005 | Water spray system |
| Screens | Four (4) Shaker Screens, diesel-fired: <ul style="list-style-type: none"> • Screen #1: 76 Hp, Date Mfg = 2005 • Screen #2: 76 Hp, Date Mfg = 2002 • Screen #3: 76 Hp, Date Mfg = 1996 • Screen #4: 108 Hp, Date Mfg = 2013 | NA |
| Dryer | One (1) Specialty Wood Products Dryer, propane-fired, 2000 BDT/year dried | NA |
| Bagger | One (1) Bagger | Baghouse # 1 |
| Piles | Storage and Market Piles | NA |
| Conveyor | One (1) Stacking Conveyor, diesel-fired: <ul style="list-style-type: none"> • Conveyor: 38 Hp, Date Mfg = 2014 | NA |
| Fan | One (1) Fan Engine, diesel-fired: <ul style="list-style-type: none"> • Fan: 70 Hp, Date Mfg = 1980, Date Installed = 2015 | NA |

5. Complaints and Enforcement Actions

There have been no enforcement actions performed against this facility. The Bailey Hill facility historically received numerous odor complaints, but LRAPA has not received any complaints for this facility at the current location.

6. Plant Site Emission Limits (PSELs)

The PSELs were revised with the issuance of the previous permit by setting them at the Generic PSEL level and removing the hourly PSELs in accordance with new rules adopted in 2008.

The **annual emission limits** are as follows:

| Source | NO _x | CO | SO _x | PM _{2.5} | PM ₁₀ | PM | VOC |
|-------------------------------------|-----------------|----|-----------------|-------------------|------------------|----|-----|
| Forest Organics Processing Facility | 39 | 99 | 39 | 9 | 14 | 24 | 39 |

- The proposed PSELs for all pollutants are equal to the Generic PSEL in accordance with LRAPA 37-0064(3)(b) and the netting basis is zero in accordance with 42-0040(2).
- A PSEL for GHGs is not included in this permit since emissions of this pollutant are less than the respective de minimis emission rate.
- The PSEL is a federally enforceable limit on the potential to emit.
- The facility is required to submit fuel usage and hours of operation to assure compliance with the PSELs.

7. Performance Standards and Emissions Limits

Particulate emissions from the facility are limited to exceed 0.10 grain per standard dry cubic foot (dscf). Emissions from the non-fugitive sources at the facility are limited to 20% opacity for a period or periods aggregating more than three (3) minutes in any one (1) hour. The PM emissions from the facility are not expected to exceed the limits allowed under LRAPA's process weight rule. (LRAPA 32-045)

8. Hazardous Air Pollutants/Toxic Air Contaminants

Under the Cleaner Air Oregon program, only existing sources that have been notified by LRAPA and new sources are required to perform risk assessments. This source has not been notified by LRAPA and is therefore, not yet required to perform a risk assessment or report annual emissions of toxic air contaminants.

LRAPA required reporting of approximately 600 toxic air contaminants in 2016 and regulates approximately 260 toxic air contaminants that have Risk Based Concentrations established in rule. All 187 hazardous air pollutants are on the list of approximately 600 toxic air contaminants. The hazardous air pollutants and toxic air contaminants listed below were reported by the source in 2016 and verified by LRAPA. After the source is notified by LRAPA, they must update their inventory and perform a risk assessment to see if they must reduce risk from their toxic air contaminant emissions. Until then, sources will be required to report toxic air contaminant emissions triennially.

This source is not a major source of hazardous air pollutants. The HAP emissions detail is

provided at the end of this report. Provided below is a summary of the HAP and toxic air contaminant emissions. These HAPs/toxics are emitted from the diesel combustion sources at the facility.

| Hazardous Air Pollutant/Toxic Air Contaminants | 2016 Actual Emissions (pounds/year) |
|--|-------------------------------------|
| Dibenz[a,h]anthracene | 0.0014 |
| Benzo[a]pyrene | 0.0008 |
| Benzene | 2.8128 |
| Benzo[b]fluoranthene | 0.0029 |
| Fluoranthene | 0.0172 |
| Naphthalene | 0.4039 |
| Formaldehyde | 1.3080 |
| Benz[a]anthracene | 0.0031 |
| Acrolein | 0.1068 |
| Chrysene | 0.0041 |
| Indeno[1,2,3-cd]pyrene | 0.0014 |
| Acetaldehyde | 0.7852 |
| 1,3-Butadiene | 0.0368 |
| Benzo[k]fluoranthene | 0.0007 |
| Benzo[g,h,i]perylene | 0.0018 |
| Xylenes | 0.7494 |
| Propylene | 9.3868 |
| Toluene | 1.0856 |
| Total | 16.7 pounds/year |

9. New Source Performance Standards (NSPS) Applicability

The facility has several reciprocating internal combustion engines (RICEs) used to power the grinders, screen, conveyor and fan. The facility indicates that these periodically move about the facility over the course of a calendar year. As such, they are considered nonroad engines as defined under 40 CFR 1068.30 and not regulated by the New Source Performance Standards for Compression Ignition Reciprocating Internal Combustion Engines (CI RICE NSPS).

Portable sources that remain stationary for a 'season' or 12-consecutive months are considered a stationary source and not a nonroad engine, thereby subject to RICE regulations. The permit requires the facility to apply for and obtain a revised permit if any of the engines remain stationary for a "season" or 12-consecutive months, and to certify the non-stationary status in the annual report, and to certify annually whether or not their statuses continue to be non-stationary.

10. National Emission Standards for Hazardous Air Pollutants (NESHAPs) Applicability

There are no sources at the facility subject to any NESHAP.

11. Greenhouse Gas Reporting Program Applicability

The potential emissions from the facility are estimated (at 339 metric tons/year) to be well below the 2,500 metric ton/year reporting threshold in terms of carbon dioxide equivalents.

12. Typically Achievable Control Technology (TACT)

LRAPA Title 32-008 requires a new emission unit at a facility to meet TACT if the emissions unit is not subject to the emissions standards under LRAPA Title 32, Title 33, Title 39, or Title 46 for the pollutants emitted, and the facility is required to have a permit. The engines on the grinders and screens typically do not have add-on controls for NO_x and, therefore, meet TACT. While a formal TACT determination has not been evaluated, LRAPA determined that the use of water sprays to control fugitive particulates meet TACT on the storage piles and grinding and screening emission units.

13. Monitoring, Reporting and Continuous Compliance

The facility is required to maintain records of maintenance activities on the water spray system on the horizontally-fed grinders, and hours, fuel type and quantity used in the grinders, conveyor, fan, and screens each month (gallons) as well as the propane used in the dryer (pounds or gallons).

The facility is required to submit an annual report by March 15th each year. The report is to include the records of calendar year hours and fuel quantity used in the grinders, screens, conveyor, fan and dryer required to be monitored by the facility.

14. Production Limits

The permit contains no production limits. The potential to emit for all pollutants are less than the PSELS.

15. Categorically Insignificant Activities

The facility has several diesel-fired engines that could be classified as Categorically Insignificant Activities (CIAs) in accordance with the definition in LRAPA's title 12 since they are rated at less than 0.4 MMBtu/hr (157 Hp). However, collectively, the expected actual emissions from the engines exceed the de minimis level for NO_x. The facility may identify a subgroup of such equipment as categorically insignificant with the remainder not categorically insignificant. The draft permit does not designate any engine as being categorically insignificant.

16. Public Notice

The draft permit was on public notice from November 25, 2019 to December 26, 2019. No written comments were submitted during the 30-day comment period.

Emission Details:

| Storage Pile Particulate | | | | | |
|---|------------------------|--------------------------------|----------------------------------|----------|------------|
| Pollutant | Throughput (BDT/yr) | Emission Factor (lb/ton) | Annual Emissions (tons/yr) | | |
| PM | 25,000 | 0.1 | 1.3 | | |
| PM10 | 25,000 | 0.047 | 0.6 | | |
| PM2.5 | 25,000 | 0.015 | 0.2 | | |
| PM and PM10 emission factors from Kingsford Title V Permit for Storage Pile (engineering estimate based upon EPA's AP42 for aggregate material storage) PM2.5 fraction (0.15) from DEQ AQEF-08 | | | | | |
| Storage Pile VOC | | | | | |
| Emission factors from NCASI Technical Bulletin 723, Page 14: | | | | | |
| Hogged Fuel | | 0.27 lb C/dry ton | | | |
| Bark | | 0.63 lb C/dry ton | | | |
| Sawdust | | 1.66 lb C/dry ton | | | |
| Chips/garden compost | | 0.72 lb C/dry ton | | | |
| | | | | VOC as C | |
| Garden Compost | | 8000 tons/yr | 50% Moisture | | 2880 |
| Chips | | 80 tons/yr | 45% Moisture | | 31.68 |
| Hogged Fuel | | 2125 tons/yr | 50% Moisture | | 286.875 |
| | | 500 tons/yr | 40% Moisture | | 81 |
| Sawdust | | 100 tons/yr | 45% Moisture | | 91.3 |
| Bark | | 1500 tons/yr | 45% Moisture | | 519.75 |
| | | 12305 tons/yr | Total | lb/yr | 3890.605 |
| A rough conversion for VOC as C to Actual VOC is 1.22*(VOC as C): Actual VOC: | | | | | 1.9 ton/yr |
| | | | | | 2.4 ton/yr |

| Grinder Combustion Emissions: | | | | |
|--|-------|------------|-----------|-----------|
| Assume : | 600 | hr/yr each | | |
| | | Emission | Emissions | Annual |
| | Total | Factor | Rate | Emissions |
| Pollutant | Hp | lb/hp-hr | lb/hr | ton/yr |
| NOx | 1625 | 0.024 | 39.00 | 11.70 |
| CO | 1625 | 5.50E-03 | 8.94 | 2.68 |
| SOx | 1625 | 0.004045 | 6.57 | 1.97 |
| PM/PM10/PM2.5 | 1625 | 0.0007 | 1.14 | 0.34 |
| VOC | 1625 | 7.05E-04 | 1.15 | 0.34 |
| Emission Factors from AP-42 Table 3.4-1 for Large Diesel Engines (>600 Hp) | | | | |
| Grinder #1 is a Peterson Pacific 7400, rated at 860 Hp | | | | |
| Grinder #2 is a Peterson Pacific 4710, rated at 765 Hp | | | | |
| Assume all PM = PM2.5 | | | | |
| Screen, Conveyor and Fan Engine Combustion Emissions: | | | | |
| Assume : | 1200 | hr/yr each | | |
| | | Emission | Emissions | Annual |
| | Total | Factor | Rate | Emissions |
| Pollutant | Hp | lb/hp-hr | lb/hr | ton/yr |
| NOx | 444 | 0.031 | 13.76 | 4.13 |
| CO | 444 | 6.96E-03 | 3.09 | 0.93 |
| SOx | 444 | 5.91E-04 | 0.26 | 0.08 |
| PM/PM10/PM2.5 | 444 | 7.21E-04 | 0.32 | 0.10 |
| VOC | 444 | 2.51E-03 | 1.12 | 0.33 |
| Emission Factors from AP-42 Table 3.3-1 for Diesel Engines rated < 600 Hp | | | | |
| Screen #1 is a CEC, rated at 76 Hp | | | | |
| Screen #2 is a CEC, rated at 76 Hp | | | | |
| Screen #3 is a CEC, rated at 76 Hp | | | | |
| Screen #4 is a Terra Select, rated at 108 Hp | | | | |
| Conveyor it's a Telestack, rated at 38 Hp | | | | |
| Fan Engine is a Deutz, rated at 70 Hp | | | | |
| Assume all PM = PM2.5 | | | | |

| Drying Emissions: | | |
|---|-----------------|------------------|
| Assume : | 2000 | BDT/yr |
| | Emission Factor | Annual Emissions |
| Pollutant | lb/ODT | ton/yr |
| NOx | 0.31 | 0.31 |
| CO | 0.12 | 0.12 |
| SOx | -- | -- |
| PM/PM10/PM2.5 | 0.54 | 0.54 |
| VOC | 2.00 | 2.00 |
| Emission factors are from AP-42 Table 10.6.2-1, 2 and 3 for a dryer, green wood, natural gas-fired, uncontrolled These represent the best available factors for the specialty products dryer at Rexius. Assume all PM = PM2.5 | | |
| Baghouse Emissions: | | |
| Baghouse #1 collects: | 1.56 | BDT/year |
| Tons to baghouse: | 1.56 | BDT/year |
| Tons to atmosphere: | 0.0015616 | ton/yr |
| Baghouse estimated to be 99.9% efficient Bagger building baghouse installed in 2013 Assume all PM = PM2.5 | | |
| Facility totals: | PTE | PSEL |
| | ton/yr | ton/yr |
| NOx | 16.1 | 39 |
| CO | 3.7 | 99 |
| SOx | 2.1 | 39 |
| PM2.5 | 0.6 | 9 |
| PM10 | 1.6 | 14 |
| PM | 2.2 | 24 |
| VOC | 5.1 | 39 |
| GHG | 339 | NA |
| | | metric tons CO2e |
| PTE is the potential to emit PSEL is the Plant Site Emission Limit | | |

| HAPs/Toxics | | | |
|--|------------------------|-------------------------|-------------------|
| | | 2016 Actual Fuel Usage: | Projected Maximum |
| Two Grinders >600 Hp | | 17930 | 25000 |
| Three Screens < 600 Hp | | 6776 | 9500 |
| | | 2016 Actual Emissions | |
| | Pollutant | (pounds/year) | |
| | Dibenz[a,h]anthracene | 0.001411432 | |
| | Benzo[a]pyrene | 0.000817584 | |
| | Benzene | 2.812760632 | |
| | Benzo[b]fluoranthene | 0.002859758 | |
| | Fluoranthene | 0.017211433 | |
| | Naphthalene | 0.403865167 | |
| | Formaldehyde | 1.308039623 | |
| | Benz[a]anthracene | 0.003132523 | |
| | Acrolein | 0.106761508 | |
| | Chrysene | 0.004145651 | |
| | Indeno[1,2,3-cd]pyrene | 0.001384999 | |
| | Acetaldehyde | 0.785214892 | |
| | 1,3-Butadiene | 0.036826882 | |
| | Benzo[k]fluoranthene | 0.000689304 | |
| | Benzo[g,h,i]perylene | 0.001846274 | |
| | Xylenes | 0.74943935 | |
| | Propylene | 9.38684912 | |
| | Toluene | 1.085550246 | |
| | TOTAL | 16.7 | pounds/year |
| Emissions are based on the emission factors in AP-42 | | | |