New Source Review (NSR) Reform & Common Mistakes in Air Construction Permitting

2019 Midwest-EnvironmentalyCompliance-Conference

Detachment, Marine Corps League. See you there!

https://www.facebook.com/events/2284072245214582/ Doors

at 6pm, music at 7pm Wendy Vit, PE, Senior Environmental Engineer



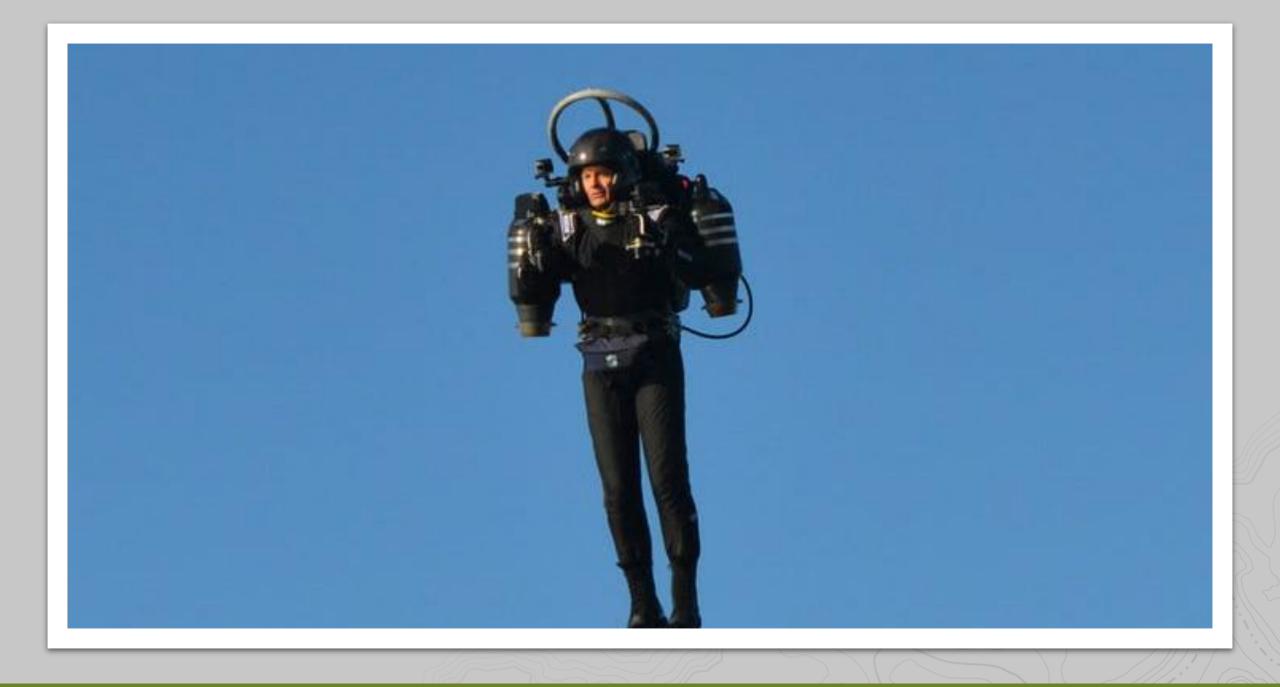
April 24, 2019

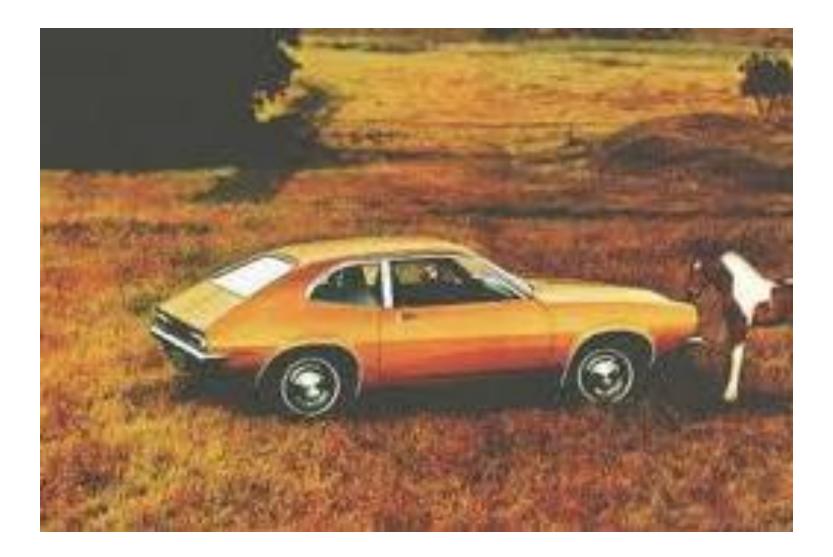
Major Source Construction Permit Applicability

- Prevention of Significant Deterioration (PSD) and Nonattainment New Source Review (NSR) applicability rules generally consistent from state to state
- Major source: potential to emit (PTE) > 100 tpy criteria pollutants for "listed" source categories or > 250 tpy for other categories
- Major modification: significant net emissions increase based on projected actual (or PTE) minus baseline actual and netting analysis

Pollutant	Significant Emission Rates- Criteria Pollutants (tons/yr)
PM10	15
PM2.5	10
SOx, NOx, VOC	40
СО	100
Lead	0.6







Today's EPA NSR Reform

- Purpose is to clarify and streamline major source NSR permitting
- Latest EPA actions primarily in form of memorandums, guidance, policy changes, interpretations



NSR Reform Actions: Projected Actual Emissions

- December 2017 policy memorandum from EPA Administrator Pruitt
- EPA will not "second guess" a company's projected actual emissions analysis as long as procedural requirements are followed



NSR Reform Actions: Withdrawal of Once-In-Always-In

- January 2018 guidance memorandum
- Sources that reduce hazardous air pollutant (HAP) emissions below major source thresholds can be reclassified as area sources and no longer be subject to major source Maximum Achievable Control Technology (MACT) regulations
- EPA is developing a proposed rule to implement this change



NSR Reform Actions: Project Emissions Accounting

- In March 2018 guidance memorandum from EPA Administrator Pruitt
- Sources can account for emissions reductions from a project under Step 1 of NSR applicability process



NSR Reform Actions: EGU Applicability

- In August 2018, EPA proposed revisions to NSR as part of Affordable Clean Energy rule
- Would physical or operational change made to an electric generating unit (EGU) result in an increase in hourly emissions rate



NSR Reform Actions: Project Aggregation

- In November 2018, EPA finalized reconsideration of a 2009 action clarifying project aggregation for determining major source NSR applicability
- Physical & operational changes that are "substantially related" should be combined into a single project for consideration of major NSR applicability
- Presumption that activities separated by 3 years not substantially related



NSR Reform Actions: Common Control

- April 2018 letter detailing analysis of whether emissions from Meadowbrook Energy biogas processing facility should be aggregated with Keystone Sanitary Landfill for permitting purposes
- For source determinations, consideration of control over decisions of other entities rather than support or dependency relationships



NSR Reform Actions: Ambient Air Policy

- November 2018 draft guidance memorandum
- Ambient air definition: portion of the atmosphere, external to buildings, to which the general public has access
- Exclusions from ambient air because of advances in technology, measures other than physical barriers may now be used to preclude public access
- EPA intends to finalize guidance after considering comments received



NSR Reform Actions: Closing Thoughts

- State permitting agencies with delegated programs are taking the lead on implementation
- Questions and uncertainty remain
- If applying any of these NSR reform actions, communicate with state permitting agency early in the process



Common Air Construction Permitting Mistakes: Approach



- Asked each state air permitting agency in EPA Region 7:
 - What are the most common mistakes and sources of confusion about construction permits?
 - What resources are available to assist permit applicants?



Acknowledgements

- Ashley Eichman
 - Environmental Program Supervisor, Air
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- Kendall Hale
 - Air Permit Section Chief, Missouri Dept. of Natural Resources
- Sarah Piziali
 - Construction Permit Section Supervisor, Iowa Dept. of Natural Resources
- Sarah Starostka
 - Air Construction Permitting Unit Supervisor, Nebraska Dept. of Environmental Quality











Minor Source Construction Permit Applicability

- Considerable variation from state to state important to read state's regulations and guidance!
 - Minor source PTE thresholds
 - Exemptions
 - Permit-by-rule/general permit options



Defining the Project

- Provide sufficient detail about project
- Talk to your state permit agency about project aggregation



Bottlenecks

- Unclear description of, or failure to account for, bottlenecks
- Can lead to future permit complications as well



Application Issues – Administrative



- Incomplete application package/forms
- Confidential or propriety information adds permit review & processing time!
- Responsible official signature



Insufficient Supporting Information

- Emission factors
- Capture efficiency
- Safety Data Sheets
- Manufacturers specifications, including maximum capacity
- Engine certificates of conformity
- Process flow diagrams: track emissions and process



PTE Calculations

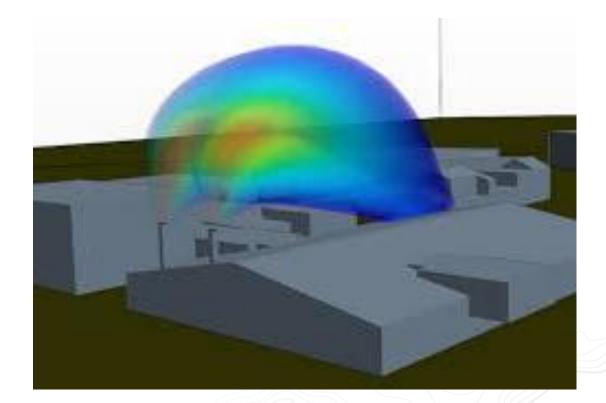


- Insufficient documentation (see previous slide) – providing Excel file is helpful
- Controlled vs. uncontrolled emissions
 Ensure controlled emissions are realistic
- Short-term (e.g., 1-hour) vs. annual emissions
- Incorrect calculations



Air Modeling

- Submit modeling protocol for approval ahead of time
- Haul roads can be an issue
- Use stack parameters (temperature & flow) consistent with emissions scenario





Wrap-Up and Post-Permit Activities

- Thoroughly review draft permit and provide feedback to agency – make this step a priority!
- Be familiar with all your construction permits
- Talk to your permitting agency about permit "true ups" (e.g., design vs. as built discrepancies)



Other Issues – No Permit Required?

- Document rationale for no permit required categorical exemptions, PTE calculations below permitting thresholds
- At a minimum, write a "memo to file"



Tips and Resources



- Do your homework review regulations, guidance, instructions, forms
- Talk to permitting agency or meet with them in person – *clearly define project and* goals
- Follow state application checklists



Kansas: http://www.kdheks.gov/air-permit/indexPrmt.html







Kansas Small Business Environmental Assistance Program: https://www.sbeap.org/





Nebraska: http://deq.ne.gov/NDEQProg.nsf/OnWeb/APP

- Air Quality Permit Hotline (877) 834-0474
- Permit Matrix

Welcome! This tool was developed as a resource to examine potential permits issued by the Nebraska Department of Environmental Quality (NDEQ) that apply to your operations. If you have specific questions about how the permits discussed within affect your particular circumstances, please contact the NDEQ's Small Business and Public Assistance Coordinators at (402) 471-8697 or (402) 471-4251. You may contact the NDEQ Main Office at (402) 471-2186.

Initial Questions to Ask Yourself								
Am I building a new facility?	if you answered yes	Examine potential air permitting, stormwater, and wastewate disposal issues.						
Does my project or facility have any potential air emissions?	if you answered yes	Examine which air permits will pertain to your project.						
Does my project involve animal feeding operations?	if you answered yes	Examine permitting requirements for livestock and concentrated feeding operations.						
Does my project or facility have the potential for wastewater discharges?	if you answered yes	Pay close attention to the various NPDES permits.						
Is stormwater contamination a concern for my operations?	if you answered yes	NPDES construction and industrial stormwater permits may pertain to your operations.						
Will my facility be treating any kind of solid waste - for composting, permanent disposal, etc.?	if you answered yes	Examine the various solid and hazardous waste permits.						

11								
12	How to Use the Tool							
13								
14	Industry Sector	Permits/Authorizations/Registrations						
15		Title 129 This is a link to the Nebraska Title relevant to this permit. All links in the spreadsheet will						
		Air General Operating display in a blue font. When placing your mouse over the word, the url will be shown.						
16		Permit						
17	Program Overviews	AOGP - Overview Clinks to a page summarizing NDEQ websites applicable to the permit, as well as a discussion on permit fees.						
18	Program Guidance Documents	AOGP - Documents NDEQ guidance documents and applications applicable to the permit can be found here.						
19	Supporting Regulations	Title 129, Chapter 9						
20	Aggregate Processing (see also concrete batch plants)	X A link to the Title, and specific Chapters if applicable, that pertain to the permit.						
21	Agricultural Chemical Distribution (see also Co-ops)	X						
	FAQs Matrix Introductions Master ACP	- Overview ACP - Documents ACGP - Overview ACGP - Documents AOP - Overview AOP -						





Missouri: https://dnr.mo.gov/env/apcp/permits.htm



	AL RESOURCES				🖆 You 🗰 🈏 Follow			
Programs 🗸	Forms and Permits	Publications	Laws and Regulations	Online Services	Calendar of Events			
Permits				Program Home Pa	age			
				Air Conservation	Air Conservation Commission Air Pollutants			
Fee Adjustments for	Operating Permits 🖄 — Click t	to review the new fees, ef	fective Jan. 1, 2017.	Air Program Advi	Air Program Advisory Forum			
Fee Adjustments for	Construction Permits 🖄 — Re	view the new fees, effecti	ive Jan. 1, 2017.	Air Quality	Air Quality			
	otice — Click on this link to access nt accepts comments during these	Asbestos Forms and Applications						
Issued Permits — Acc	cess electronic copies of the perm	its issued by the departme	ent's Air Pollution Control Program.	Gateway Vehicle	Gateway Vehicle Inspection Program			
Pending Projects — G date received.	Go here to search pending project	Laws and Regulat Ozone	Laws and Regulations Ozone					
Completed Projects -	 Search completed projects by c 	Permits						
				Publications and				
				Public Notices-Co	mment Periods			
Guidance				QAPP Template Air Pollution Compliance/Regulatory				
Guidance for Air Con	struction Permits			Assistance	phance/ Regulatory			
Guidance for Air Ope	rating Permits			State Plans and B	Boundary Designations			
	Modelina			Vapor Recovery I				
Guidance for Permit				Compliance Requ	irements			



Iowa: https://www.iowadnr.gov/Environmental-Protection/Air-Quality/Construction-Permits/Construction-Permitting-Materials

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▶ Air Quality			ruction Permittin		on for submit	ting construction permit	t C]	
> Air Pollutants > Air Quality Fees		applicat equipme	applications. These applications are required by the Iowa DNR before constructing or modifying equipment or control equipment. (There are a few types of very small sources that can be constructed without obtaining a permit. These are discussed on the EXEMPTIONS page). If you have trouble downloading any of this material, you can receive copies of the application forms and other information by sending your name and address to Air Quality Bureau, Dept. of Natural Resources, 502 E. 9th St., Des Moines, IA 50319. You can also call the Construction				nodifying	877-AIR-IOWA Questions about air quality construction permits? 877-AIR-IOWA (877-247-4692 (8)			
> Air Quality Inde:		These a									
 > Air Toxics - NESI > Animal Feeding 		forms a					Dept. of				
> Asbestos/Traini		Permitti	Permitting helpline toll free at 1-877-AIR-IOWA (§ (1-877-247-4692 (§).								
 > Availability Of A > Compliance 	r Resources										
 Compliance Construction Pe 	rmits	Basic /	Application Form	s and Guidance							
> Construction > Exemptions	Permitting Materials	A	pplication Forms	General Gu	iidance	Notification	PSD/Comple:	x Permits	Rules	eAirServices	

- Application Forms Frequently Asked Questions (FAQ)
- Construction Permit Application Instructions [10] (updated 1/2018)



> Permit Search

> DERA Grants



EPA New Source Review Resources

- New Source Review Policy and Guidance Document Index
 - <u>https://www.epa.gov/nsr/new-source-</u> review-policy-and-guidancedocument-index
- RACT/BACT/LAER Clearinghouse





Closing Thoughts

- Submit complete, accurate permit application packages with sufficient supporting documentation
- Communicating with state permitting agencies is key



Contact

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