# Commonwealth of Kentucky Division for Air Quality STATEMENT OF BASIS / SUMMARY

Conditional Major, Operating
Permit: F-25-012
Daramic, LLC
5525 KY 2830, Owensboro, KY 42303
February 17, 2025
Dylan Buckingham, Reviewer

SOURCE ID: 21-059-00006

AGENCY INTEREST: 894

ACTIVITY: APE20250001

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### **SECTION 1 – SOURCE DESCRIPTION**

SIC Code and description: 3081, Unsupported Plastics Film and Sheets
Single Source Det. ☐ Yes ☒ No If Yes, Affiliated Source AI:
Source-wide Limit ⊠ Yes □ No If Yes, See Section 4, Table A
28 Source Category ☐ Yes ☒ No If Yes, Category:
County: Daviess  Nonattainment Area $\boxtimes$ N/A $\square$ PM <sub>10</sub> $\square$ PM <sub>2.5</sub> $\square$ CO $\square$ NO <sub>X</sub> $\square$ SO <sub>2</sub> $\square$ Ozone $\square$ Lead If yes, list Classification:
PTE* greater than 100 tpy for any criteria air pollutant $\square$ Yes $\boxtimes$ No If yes, for what pollutant(s)? $\square$ PM <sub>10</sub> $\square$ PM <sub>2.5</sub> $\square$ CO $\square$ NO <sub>X</sub> $\square$ SO <sub>2</sub> $\square$ VOC
PTE* greater than 250 tpy for any criteria air pollutant $\square$ Yes $\boxtimes$ No If yes, for what pollutant(s)? $\square$ PM <sub>10</sub> $\square$ PM <sub>2.5</sub> $\square$ CO $\square$ NO <sub>X</sub> $\square$ SO <sub>2</sub> $\square$ VOC
PTE* greater than 10 tpy for any single hazardous air pollutant (HAP) ⊠ Yes ☐ No If yes, list which pollutant(s): Hexane
PTE* greater than 25 tpy for combined HAP ⊠ Yes □ No
*PTE does not include self-imposed emission limitations.

## **Description of Facility:**

The Owensboro facility manufactures battery separators through its Research and Development (R&D) operations, which consist of the following processes: mixing of bulk materials, extrusion of the mixture, extraction of oil from the polyethylene web using hexane, and finishing by application of coating and/or slitting/chopping. The process also involves auxiliary operations including a natural gas-fired boiler and an emergency diesel-fired fire pump engine.

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## SECTION 2 – CURRENT APPLICATION AND EMISSION SUMMARY FORM

Permit Number: F-25-012	Activity: APE202500	001
Application Received: December 31, 2	2024 Application	Complete: February 17, 2025
Permit Action: ⊠ Initial ☐ Renewa Construction/Modification Requested	O	Minor Rev   Administrative NSR Applicable?    Yes     No
Previous 502(b)(10) or Off-Permit Ch	anges incorporated wit	th this permit action $\Box$ Yes $\boxtimes$ No

### **Description of Action:**

On November 24, 2021, the Division for Air Quality received an application from Daramic, LLC for renewal of their Title V permit. Prior to permit issuance, Daramic submitted an application requesting a Conditional Major permit.

On December 31, 2024, the Division for Air Quality received an application outlining that Daramic would be downsizing their facility and were requesting a Conditional Major permit. Daramic removed all units besides one boiler (EP 77), one Emergency diesel fire engine (EP 228), and one pilot lab extractor referred to as EP67, 68. This pilot lab extractor was previously an insignificant activity but was reclassed as a Section B emission point due to its hexane potential. Additionally, Daramic removed distillate fuel oil as an alternate fuel source and will only be using natural gas in EP 77.

F-25-012 Emission Summary						
Pollutant	2023 Actual	Previous PTE	Change (tpy)	Revised PTE		
	(tpy)	V-16-052 R1 (tpy)		F-25-012		
				(tpy)		
CO	12.07	60.447	-41.25	19.2		
$NO_X$	14.4	90.242	-50.102	40.14		
PT	1.80	22.05	-19.06	2.987		
$PM_{10}$	1.80	22.05	-19.06	2.987		
$PM_{2.5}$	1.38	13.59	-10.61	2.987		
$SO_2$	0.09	2.011	-0.295	1.716		
VOC	244.45	607.17	607.17 -579.3			
Lead	7.18E-5	3.283E-4	-2.46E-4	8.28E-5		
	Gr	eenhouse Gases (GHO	Gs)			
Carbon Dioxide	16,805	77,712	-57,436	20,276		
Methane	0.32	1.484	-1.08	0.40		
Nitrous Oxide	0.03	0.152	-0.11	0.04		
CO <sub>2</sub> Equivalent (CO <sub>2</sub> e)	16,822	77,794	-57,495	20,299		
Hazardous Air Pollutants (HAPs)						
Hexane; N-Hexane	97.40	<529.98	-504.72	25.26/9.0*		
Combined HAPs: 97.45 <530.04 -504.75 25.29/9.						
* Source -wide limit	to preclude clas	sification as a major s	ource of HAPs			

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SECTION 3 – EMISSIONS, LIMITATIONS AND BASIS

	EP77 Natural Gas Fired Boiler						
Pollutant	Emission Limit or Standard	Regulatory Basis for Emission Factor Used and Basis Standard		Compliance Method			
PM	F(77)=0.3168 lb/MMBtu	401 KAR 59:015, Section 4(1)(c)	AP-42 Chapter 1.4. 7.6 lbs/mmscf	Assumed based upon natural gas combustion			
Opacity	20% opacity	401 KAR 59:015, Section 4(2)	N/A	Assumed based upon natural gas combustion			
SO <sub>2</sub>	F(77)=1.7379 lb/MMBtu	401 KAR 59:015, Section 5(1)	AP-42 Chapter 1.4. 0.6 lbs/mmscf	Assumed based upon natural gas combustion			
Hexane	9.0 tpy Source- Wide	401 KAR 52:030	AP-42 Chapter 1.4 1.8 lbs/mmscf	Calculate source-wide monthly and 12-month rolling hexane total			
Emission Point	Designation	Descri	iption	Year Installed			
EP77	ED223	Cleaver Brooks 900 HP Boiler Primary Fuel: Natural Gas Backup Fuel: NA Max Rated Capacity: 37.8 mmBtu/hr Control Device: None		1996			

#### **Applicable Regulation:**

**401 KAR 59:015**, *New indirect heat exchangers*, applicable to indirect heat exchangers having a heat input capacity greater than one (1) million BTU per hour (MMBtu/hr) commenced on or after April 9, 1972 (401 KAR 59:015, Section 2(1)).

**401 KAR 60:005**, Section 2(2)(d), 40 C.F.R. 60.40c through 60.48c (**Subpart Dc**), *Standards of Performance for Small Industrial Commercial-Institutional Steam Generating Units*, applies to units with a maximum design heat input capacity of 100 million British thermal units per hour (mmBtu/hr) or less, but greater than or equal to 10 mmBtu/hr that commenced construction after June 9, 1989

**401 KAR 63:020**, Potentially hazardous matter or toxic substances [State-Origin Requirement]

#### **Comments:**

Since the source has voluntarily taken a 9 ton per year single HAP source wide limit, 40 CFR 63 Subpart DDDDD no longer applies. Additionally, with the removal of diesel fuel being an option for EP77 in APE20250001, 40 CFR 63, Subpart JJJJJJ does not apply.

	Emergency Fire Pump Engine						
Emission Point Designation Description Year Installed							
228	EG	Diesel-fired Emergency Fire Pump Cummins, Model NT-280-IF Rated Capacity: 235 Hp Fuel Input: 22.3 mmBtu/hr	1972				

### **Applicable Regulation:**

**401 KAR 63:002**, Section 2(4)(eeee), 40 C.F.R. 63.6580 through 63.6675, Tables 1a through 8, and Appendix A (**Subpart ZZZZ**), *National Emission Standards for Hazardous Air Pollutants for Stationary Reciprocating Internal Combustion Engines*.

### **Comments:**

N/A

	EP 67,68 - R&D Pilot Lab Extractor							
Pollutant	Emission Limit or Standard	Regulatory Basis for Emission Limit or Standard	Emission Factor Used and Basis	Compliance Method				
Hexane	9.0 tpy Source- Wide	401 KAR 52:030	Mass Balance 2000 lb/hr	Calculate a source-wide 12-month rolling hexane				
				total monthly				
Emission Point	Designation	Description		Year Installed				
67, 68	67, 68	Raw material input – 6 lb/hr Finished material Output – 6 m <sup>2</sup> web/hr		Pre-existing				

## **Applicable Regulation:**

**401 KAR 63:020**, *Potentially hazardous matter or toxic substances* [State-Origin Requirement]

#### **Comments:**

This R&D Pilot Lab extractor was originally an insignificant activity but with APE20250001 it was reclassed as an emission unit due to its high hexane potential.

Exhaust goes through a carbon bed but the facility is not taking credit for any control.

# SECTION 3 – EMISSIONS, LIMITATIONS AND BASIS (CONTINUED)

# **Testing Requirements\Results**

Emission Unit(s)	Control Device	Parameter	Regulatory Basis	Frequency	Test Method	Permit Limit	Test Result	Thruput and Operating Parameter(s) Established During Test	Activity Graybar	Date of last Compliance Testing
EP37*	Carbon Bed 2	VOC	401 KAR 50:045	Initial and every 5	25A	98%	98.5	280 ft/min 4468.8 lbs/hr	CMN20090003	7/29/2009
EP42*	Carbon Bed 3			years			97.8	320 ft/min 5107.2 lbs/hr		
EP30*	Carbon Bed 1	VOC	401 KAR 50:045	Initial and every 5 years	25A	96%	96.7	1469.28 lb/hr	CMN20090004	12/2/2009
EP30*	Carbon Bed 1	VOC	401 KAR 50:045	Initial and every 5	25A	96%	97.67	60 ft/min	CMN20140001	6/11/2014
EP37*	Carbon Bed 2			years		98%	97.61	250-275 ft/min		
EP42*	Carbon Bed 3					96%	98.11	325 ft/min		
EP37*	Carbon Bed 2	VOC	401 KAR 50:045	Initial and every 5 years	25A	98%	99.24%	325 ft/min	CMN20140002	10/21/2014
EP30*	Carbon Bed 1	VOC	401 KAR 50:045	Initial and every 5	25A	95%	99.21	3500 lbs/hr	CMN20190001	12/10/2019
EP37*	Carbon Bed 2			years		98%	99.31	3500 lbs/hr		

## **Footnotes:**

<sup>\*</sup>On December 31, 2024, DAQ received an application removing these units from operation.

# SECTION 4 – SOURCE INFORMATION AND REQUIREMENTS

# **Table A - Group Requirements:**

<b>Emission and Operating Limit</b>	Regulation	Emission Unit
1 1	401 KAR 52:030, Federally- enforceable permits for nonmajor sources	Source- wide
22.5 tpy of combined HAP emissions based on a 12-month rolling total	401 KAR 52:030, Federally- enforceable permits for nonmajor sources	Source- wide

**Table B - Summary of Applicable Regulations:** 

Applicable Regulations	Emission Unit
401 KAR 59:015, New indirect heat exchangers	Group 01 (EP77)
401 KAR 60:005, Section 2(2)(d), 40 C.F.R. 60.40c through 60.48c (Subpart Dc), Standards of Performance for Small Industrial Commercial-Institutional Steam Generating Units	Group 01 (EP77)
Group 01 (EP77)	Group 01 (EP77), EP67, 68
401 KAR 63:002, Section 2(4)(eeee), 40 C.F.R. 63.6580 through 63.6675, Tables 1a through 8, and Appendix A (Subpart ZZZZ), National Emission Standards for Hazardous Air Pollutants for Stationary Reciprocating Internal Combustion Engines.	EP228

# **Table C - Summary of Precluded Regulations:**

Precluded Regulations				
401 KAR 52:020, Title V permits	Source- wide			

# SECTION 4 – SOURCE INFORMATION AND REQUIREMENTS (CONTINUED)

# **Table D - Summary of Non Applicable Regulations:**

N/A

#### **Air Toxic Analysis**

**401 KAR 63:020**, Potentially Hazardous Matter or Toxic Substances

The Division for Air Quality (Division) has performed modeling using SCREEN View on 2/25/2025 of potentially hazardous matter or toxic substances (Hexane) that may be emitted by the facility based upon the process rates, material formulations, stack heights and other pertinent information provided by the applicant. Based upon this information, the Division has determined that the conditions outlined in this permit will assure compliance with the requirements of 401 KAR 63:020.

## **Single Source Determination**

N/A

# SECTION 5 – PERMITTING HISTORY

Permit	Permit Type	Activity#	Complete Date	Issuance Date	Summary of Action	PSD/Syn Minor
V-03-004	Initial Issuance	APE20050001	10/10/2003	4/1/2004	Prevention of significant deterioration for Extractor Line III	PSD
V-03-004 R1	Title V/ PSD Significant Revision	APE20040001	8/2/2004	7/5/2005	The major revision of the battery plate insulator plastic web production plant	PSD
V-03-004 R1	502(b)(10) Change	APE20050002	10/31/2005	12/1/2005	New and Modified Equipment and Processes	PSD
V-03-004 R2	Significant Revision	APE20060002 APE20050003	5/11/2006	9/18/2006	The Mix Tower Dust Collector (2- 13-16) Revision; Purchase of Fibermark Facility – Permitting of 900 hp Boiler; Addition of Insignificant Activities	PSD
V-03-004 R3	Significant Revision	APE20070001	3/9/2007	8/6/2007	40 CFR 63 Subpart EEEE air permit language & equipment leaks assessment for Group 12 Tanks	PSD
V-03-004 R4	Minor Revision	APE20090001	6/28/2009	10/8/2009	Temporary shut down of extractor Lines I and II and change in solvent consumption allocation to each Line	PSD
V-03-004 R4	502(b)(10) change	APE20090002	8/24/2009	9/21/2009	changes to emission factor and process rate in the materials handling operations	PSD
V-03-004 R5	Minor Revision	APE20100001	3/19/2010	10/18/2010	Temporary shut down of extractor Lines I and IV and change in solvent consumption allocation to Lines II and III.	PSD

V-11-031	Renewal	APE20110001	1/19/2011	11/22/2011	Renewal	PSD
V-16-052	Renewal	APE20160003	1/11/2017	6/1/2017	Renewal	PSD
V-16-052 R1	Minor Revision	APE20200001	10/16/2021	12/30/2021	Update Emission Calculations	PSD

# SECTION 6 – PERMIT APPLICATION HISTORY

N/A

#### APPENDIX A – ABBREVIATIONS AND ACRONYMS

AAQS – Ambient Air Quality StandardsBACT – Best Available Control Technology

Btu — British thermal unit

CAM – Compliance Assurance Monitoring

CO – Carbon Monoxide

Division – Kentucky Division for Air Quality

ESP – Electrostatic Precipitator

GHG – Greenhouse Gas

HAP – Hazardous Air Pollutant
 HF – Hydrogen Fluoride (Gaseous)
 MSDS – Material Safety Data Sheets

mmHg – Millimeter of mercury column height NAAQS – National Ambient Air Quality Standards

NESHAP – National Emissions Standards for Hazardous Air Pollutants

NO<sub>x</sub> – Nitrogen Oxides NSR – New Source Review PM – Particulate Matter

 $\begin{array}{ll} PM_{10} & - \mbox{ Particulate Matter equal to or smaller than 10 micrometers} \\ PM_{2.5} & - \mbox{ Particulate Matter equal to or smaller than 2.5 micrometers} \end{array}$ 

PSD – Prevention of Significant Deterioration

PTE – Potential to Emit SO<sub>2</sub> – Sulfur Dioxide

TF – Total Fluoride (Particulate & Gaseous)

VOC – Volatile Organic Compounds

# APPENDIX B – INDIRECT HEAT EXCHANGER EMISSIONS LIMITATIONS

Summary of All Affected Facilities Used to Determine 401 KAR 59:015 Emission Limits											
EU	Fuel(s)	Capacity (MMBtu/hr)	Constructed	Basis for PM Limit	Total Heat Input Capacity for PM Limit (MMBtu/hr)	Basis for SO <sub>2</sub> Limit	Total Heat Input Capacity for SO <sub>2</sub> Limit (MMBtu/hr)	Notes			
02	Natural Gas; No. 2 Fuel Oil	26.8	1959	U	Removed 2024						
03	Natural Gas; No. 2 Fuel Oil	22.3	1959	U	Removed 2024						
01	Natural Gas; No. 2 Fuel Oil	63.0	1970	U	Removed 2024						
77	Natural Gas	37.8	1996	Section 4 (1)(b)	149.9	Section 5(1)(b)	149.9	Removed alternate fuel source in 2024			