

STATE OF MAINE DEPARTMENT OF ENVIRONMENTAL PROTECTION 17 STATE HOUSE STATION AUGUSTA, MAINE 04333-0017

DEPARTMENT ORDER

Maine Woods Pellet Company, LLC, Athens Capital Holdings, LLC & Athens Energy LLC Somerset County Athens, Maine A-989-70-C-A

Departmental
Findings of Fact and Order
Part 70 Air Emission License
Amendment #2

FINDINGS OF FACT

After review of the Part 70 License amendment application, staff investigation reports, and other documents in the applicant's file in the Bureau of Air Quality, pursuant to 38 Maine Revised Statutes (M.R.S.) § 344 and § 590, the Maine Department of Environmental Protection (Department) finds the following facts:

I. REGISTRATION

A. Introduction

FACILITY	Maine Woods Pellet Company, LLC, Athens Capital Holdings, LLC &	
	Athens Energy LLC	
LICENSE TYPE	Part 70 Significant License Modification	
NAICS CODES	321999	
NATURE OF BUSINESS	Wood Pellet Manufacturer	
FACILITY LOCATION	164 Harmony Rd, Athens, Maine	

Maine Woods Pellet Company, LLC (MWP), along with co-applicants Athens Capital Holdings, LLC and Athens Energy LLC, is a wood pellet manufacturing facility consisting of wood dryers, pelletizers, and material handling equipment. The facility also includes a cogeneration plant which consists of a wood-fired furnace and a wood pre-dryer.

New Source Review license A-989-77-5-A (issued 12/11/19) addressed the following items:

- 1. Re-ducting flue gas from Furnace #1 to bypass Pre-Dryer #1 and its associated cyclone and multicyclones when Pre-Dryer #1 is not in use;
- 2. Clarify that the definition of "biomass" used as a fuel includes wood fiber collected from the wet scrubber blowdown water; and
- 3. Addition of a fifth pelletizer.

MWP has requested that the provisions of this NSR license be incorporated into their Part 70 license.

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B. Emission Equipment

The following equipment is addressed in this Part 70 license:

Furnace

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Equipment	Maximum Capacity (MMBtu/hr)	Maximum Firing Rate (ton/hr)	Fuel Type, % sulfur	Date of Manuf.	Stack#
Furnace #1	149	16.6	biomass, negligible	2015	3

Wood Drying Equipment

Equipment	Maximum Heat Input Capacity (MMBtu/hr)	Maximum Production Rate (ODT/hr)	Fuel Type	Install. Date	Stack #
Pre-Dryer #1	N/A	6.5	N/A	2015	3
Dryer #1	45	14.4	wood propane	2008	1

Process Equipment

Equipment	Production Rate	Equipment	Stack #
Pelletizers (5)	4 ton/hr (each)	N/A	N/A

C. Definitions

<u>Biomass</u> means any biomass-based solid fuel that is not a solid waste. This includes, but is not limited to, wood residue; wood products (e.g., trees, tree stumps, tree limbs, bark, lumber, sawdust, sander dust, chips, scraps, slabs, millings, and shavings); animal manure, including litter and other bedding materials; vegetative agricultural and silvicultural materials, such as logging residues (slash), nut and grain hulls and chaff (e.g., almond, walnut, peanut, rice, and wheat), bagasse, orchard prunings, corn stalks, coffee bean hulls and grounds. This definition also includes wood chips and processed pellets made from wood or other forest residues. Inclusion in this definition does not constitute a determination that the material is not considered a solid waste. MWP should consult with the Department before adding any new biomass type to its fuel mix.

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D. Application Classification

All rules, regulations, or statutes referenced in this air emission license refer to the amended version in effect as of the issued date of this license.

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MWP has requested incorporation into the Part 70 Air License the relevant terms and conditions of New Source Review (NSR) license amendment A-989-77-5-A issued 12/11/19 pursuant to *Major and Minor Source Air Emission License Regulations*, 06-096 Code of Maine Rules (C.M.R.) ch. 115. Therefore, this license application was considered a Part 70 Significant License Modification and processed under *Part 70 Air Emission License Regulations*, 06-096 C.M.R. ch. 140.

E. Modification Description

1. Re-Ducting of Flue Gas from Furnace #1

MWP proposed re-ducting flue gas from Furnace #1 to bypass Pre-Dryer #1 and its associated cyclone and multicyclones when Pre-Dryer #1 is not in use. The cyclone/multicyclones which follow Pre-Dryer #1 control emissions of particulate matter picked up by the flue gas inside Pre-Dryer #1 when it is brought into direct contact with the wood being dried. Emissions from Furnace #1 continue to be controlled by an electrostatic precipitator (ESP). Any particulate matter that passes through the ESP is unlikely to be captured by the cyclone/multicyclones as they are designed to capture larger diameter particles. Therefore, this change was determined not to result in any actual increase of any regulated pollutant.

2. Definition of Biomass

Dryer #1 is used to dry wood prior to pelletization. The exhaust from Dryer #1 flows through the Dryer Cyclone where the dried wood is separated from the air flow. The exhaust then passes through a Wet Scrubber before being vented to the atmosphere. The Wet Scrubber controls emissions of particulate matter both from combustion and removes wood fibers from the drying of wood that are caught in the exhaust stream.

MWP requested that the definition of "biomass" which is used as fuel be clarified to include wood fiber collected from the Wet Scrubber. Following is the definition of "biomass" from NSR air emission license A-989-77-4-A (issued 9/13/2019).

<u>Biomass</u> means any biomass-based solid fuel that is not a solid waste. This includes, but is not limited to, wood residue; wood products (*e.g.*, trees, tree stumps, tree limbs, bark, lumber, sawdust, sander dust, chips, scraps, slabs, millings, and shavings); animal manure, including litter and other bedding materials; vegetative agricultural and

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silvicultural materials, such as logging residues (slash), nut and grain hulls and chaff (e.g., almond, walnut, peanut, rice, and wheat), bagasse, orchard prunings, corn stalks, coffee bean hulls and grounds. This definition also includes wood chips and processed pellets made from wood or other forest residues. Inclusion in this definition does not constitute a determination that the material is not considered a solid waste. MWP should consult with the Department before adding any new biomass type to its fuel mix.

The Department agreed that the wood fiber collected from the Wet Scrubber meets this definition of biomass and may be fired in Furnace #1.

3. New Pelletizer

MWP proposed adding a fifth pelletizer. The pelletizers themselves are not considered emission units. However, raw material is fed to them by upstream emissions units such as Dryer #1. The facility's capacity is currently limited by the raw material processing and drying in Dryer #1. The addition of a fifth pelletizer is part of the facility's ongoing maintenance, repair, and replacement of downstream pellet processing equipment and does not add additional capacity to the plant. Thus, the addition of a fifth pelletizer was determined to have no effect on emissions from any licensed emission unit.

II. BEST PRACTICAL TREATMENT (BPT) AND EMISSION STANDARDS

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

BPT for existing emissions equipment means that method which controls or reduces emissions to the lowest possible level considering:

- the existing state of technology;
- the effectiveness of available alternatives for reducing emission from the source being considered; and
- the economic feasibility for the type of establishment involved.

B. Re-Ducting of Flue Gas from Furnace #1

In NSR license A-989-71-E-A (issued 5/13/2015), BACT for emissions of PM/PM₁₀/PM_{2.5} from Furnace #1 was determined to include use of an ESP. BACT for emissions of

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PM/PM₁₀/PM_{2.5} from Pre-Dryer #1 was determined to include use of a cyclone/multicyclone system. At the time, it was assumed that Pre-Dryer #1 would be operated the majority of the time Furnace #1 was in operation. Therefore, the license condition was written such that emissions from both Furnace #1 and Pre-Dryer #1 were required to be vented through the cyclone/multicyclones.

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Since commencing operation, Pre-Dryer #1 has run very little. However, the license condition reads that all flue gas must be exhausted through it so that it can also exhaust through the cyclone/multicyclones. MWP wishes to re-duct the exhaust of Furnace #1 around Pre-Dryer #1 to increase the efficiency of the system.

The Department agreed that the original BACT finding for control of $PM/PM_{10}/PM_{2.5}$ from Furnace #1 only included use of the ESP.

C. Facility Annual Emissions

This amendment will not result in any changes to licensed emissions.

ORDER

Based on the above Findings and subject to conditions listed below, the Department concludes that emissions from this source:

- will receive Best Practical Treatment;

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- will not violate applicable emissions standards; and
- will not violate applicable ambient air quality standards in conjunction with emissions from other sources.

The Department hereby grants the Part 70 License Amendment A-989-70-C-A pursuant to 06-096 C.M.R. 140 and the preconstruction permitting requirements of *Major and Minor Source Air Emission License Regulations*, 06-096 C.M.R. ch. 115 and subject to the conditions found in Air Emission License A-989-70-A-I, in amendment A-989-70-B-A, and the following conditions.

Federally enforceable conditions in this Part 70 license must be changed pursuant to the applicable requirements in 06-096 C.M.R. ch. 115 for making such changes and pursuant to the applicable requirements in 06-096 C.M.R. ch. 140.

For each specific condition which is state enforceable only, state-only enforceability is designated with the following statement: **Enforceable by State-only**.

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

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SPECIFIC CONDITIONS

The following shall replace Condition (14)(D)(2) of Air Emission License A-989-70-A-I.

- (14) Furnace #1 and Pre-Dryere #1
 - D. Control Equipment
 - 2. Emissions of PM/PM₁₀/PM_{2.5} from Pre-Dryer #1 shall be controlled by the operation and maintenance of a cyclone and multicyclone. [06-096 C.M.R. ch. 115, BACT (A-989-77-5-A, 12/11/19)]

DONE AND DATED IN AUGUSTA, MAINE THIS ZOC DAY OF , 2020.

DEPARTMENT OF ENVIRONMENTAL PROTECTION

BY: GERALD D. REID, COMMISSIONER

The term of this amendment shall be concurrent with the term of Air Emission License A-989-70-A-I.

PLEASE NOTE ATTACHED SHEET FOR GUIDANCE ON APPEAL PROCEDURES

Date of initial receipt of application: $\frac{10/7/2019}{10/8/2019}$

Date filed with the Board of Environmental Protection:

This Order prepared by Lynn Muzzey, Bureau of Air Quality.

FILED

State of Maine
Board of Environmental Protection