PERMIT TO CONSTRUCT

Under the authority of RSMo 643 and the Federal Clean Air Act the applicant is authorized to construct the air contaminant source(s) described below, in accordance with the laws, rules and conditions as set forth herein.

Permit Number: 102007-014 Project Number: 2007-07-105
Parent Company: Northeast Missouri Grain Processors, Inc.
Parent Company Address: 30211 Major Avenue, Macon, MO 63552
Installation Name: POET Biorefining-Macon
Installation Address: 30211 Major Avenue, Macon, MO 63552
Location Information: Macon County, S17, T57N, R13W

Application for Authority to Construct was made for:
The installation of four (4) hammermills. This review was conducted in accordance with Section (5), Missouri State Rule 10 CSR 10-6.060, Construction Permits Required.

☐ Standard Conditions (on reverse) are applicable to this permit.
☒ Standard Conditions (on reverse) and Special Conditions are applicable to this permit.

OCT 24 2007
EFFECTIVE DATE

DIRECTOR OR DESIGNEE
DEPARTMENT OF NATURAL RESOURCES
STANDARD CONDITIONS:

Permission to construct may be revoked if you fail to begin construction or modification within two years from the effective date of this permit. Permittee should notify the Air Pollution Control Program if construction or modification is not started within two years after the effective date of this permit, or if construction or modification is suspended for one year or more.

You will be in violation of 10 CSR 10-6.060 if you fail to adhere to the specifications and conditions listed in your application, this permit and the project review. In the event that there is a discrepancy between the permit application and this permit, the conditions of this permit shall take precedence. Specifically, all air contaminant control devices shall be operated and maintained as specified in the application, associated plans and specifications.

You must notify the department's Air Pollution Control Program of the anticipated date of start up of this (these) air contaminant source(s). The information must be made available not more than 60 days but at least 30 days in advance of this date. Also, you must notify the Department of Natural Resources Regional office responsible for the area within which you are located with 15 days after the actual start up of this (these) air contaminant source(s).

A copy of this permit and permit review shall be kept at the installation address and shall be made available to Department of Natural Resources' personnel upon request.

You may appeal this permit or any of the listed special conditions to the Administrative Hearing Commission (AHC), P.O. Box 1557, Jefferson City, MO 65102, as provided in RSMo 643.075.6 and 621.250.3. If you choose to appeal, you must file a petition with the AHC within 30 days after the date this decision was mailed or the date it was delivered, whichever date was earlier. If any such petition is sent by registered mail or certified mail, it will be deemed filed on the date it is mailed. If it is sent by any method other than registered mail or certified mail, it will be deemed filed on the date it is received by the AHC.

If you choose not to appeal, this certificate, the project review and your application and associated correspondence constitutes your permit to construct. The permit allows you to construct and operate your air contaminant source(s), but in no way relieves you of your obligation to comply with all applicable provisions of the Missouri Air Conservation Law, regulations of the Missouri Department of Natural Resources and other applicable federal, state and local laws and ordinances.

The Air Pollution Control Program invites your questions regarding this air pollution permit. Please contact the Construction Permit Unit at (573) 751-4817. If you prefer to write, please address your correspondence to the Missouri Department of Natural Resources, Air Pollution Control Program, P.O. Box 176, Jefferson City, MO 65102-0176, attention: Construction Permit Unit.
STATE OF MISSOURI

DEPARTMENT OF NATURAL RESOURCES

MISSOURI AIR CONSERVATION COMMISSION

PERMIT TO CONSTRUCT

Under the authority of RSMo 643 and the Federal Clean Air Act the applicant is authorized to construct the air contaminant source(s) described below, in accordance with the laws, rules and conditions as set forth herein.

Permit Number: Project Number: 2007-07-105

Parent Company: Northeast Missouri Grain Processors, Inc.

Parent Company Address: 30211 Major Avenue, Macon, MO 63552

Installation Name: POET Biorefining-Macon

Installation Address: 30211 Major Avenue, Macon, MO 63552

Location Information: Macon County, S17, T57N, R13W

Application for Authority to Construct was made for:
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______________________________  _______________________________
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SPECIAL CONDITIONS:
The permittee is authorized to construct and operate subject to the following special conditions:

The special conditions listed in this permit were included based on the authority granted the Missouri Air Pollution Control Program by the Missouri Air Conservation Law (specifically 643.075) and by the Missouri Rules listed in Title 10, Division 10 of the Code of State Regulations (specifically 10 CSR 10-6.060). For specific details regarding conditions, see 10 CSR 10-6.060 paragraph (12)(A)10. “Conditions required by permitting authority.”

POET Biorefining-Macon
Macon County, S17, T57N, R13W

1. POET Biorefining-Macon shall control emissions from the hammermills (EP34, EP35, EP36 and EP37) using baghouses as specified in the permit application. The baghouses shall be operated and maintained in accordance with the manufacturer's specifications. The baghouses shall be equipped with a gauge or meter, which indicates the pressure drop across the control device. These gauges or meters shall be located such that the Department of Natural Resources employees may easily observe them. Replacement filters for the baghouses shall be kept on hand at all times. The bags shall be made of fibers appropriate for operating conditions expected to occur (i.e. temperature limits, acidic and alkali resistance, and abrasion resistance).

2. POET Biorefining-Macon shall monitor and record the operating pressure drop across the baghouses and drum filters at least once every 24 hours. The operating pressure drop shall be maintained within the design conditions specified by the manufacturer's performance warranty.

3. POET Biorefining-Macon shall maintain an operating and maintenance log for the baghouses which shall include the following:
   A. Incidents of malfunction, with impact on emissions, duration of event, probable cause, and corrective actions; and
   B. Maintenance activities, with inspection schedule, repair actions, and replacements, etc.
REVIEW OF APPLICATION FOR AUTHORITY TO CONSTRUCT AND OPERATE
SECTION (5) REVIEW
Project Number: 2007-07-105
Installation ID Number: 121-0028
Permit Number:

POET Biorefining-Macon Complete: 7/24/07
30211 Major Avenue, Macon, MO 63552

Parent Company:
Northeast Missouri Grain Processors, Inc.
30211 Major Avenue, Macon, MO 63552

Macon County, S17, T57N, R13W

REVIEW SUMMARY

- POET Biorefining-Macon has applied for authority to construct four (4) hammermills.

- Hazardous Air Pollutant (HAP) emissions are not expected from the proposed equipment.

- None of the New Source Performance Standards (NSPS) apply to the proposed equipment.

- None of the National Emission Standards for Hazardous Air Pollutants (NESHAPs) or currently promulgated Maximum Achievable Control Technology (MACT) regulations apply to the proposed equipment.

- Baghouses are being used to control the particulate matter less than ten (10) microns in aerodynamic diameter (PM$_{10}$) emissions from the equipment in this permit.

- This review was conducted in accordance with Section (5) of Missouri State Rule 10 CSR 10-6.060, Construction Permits Required. Potential emissions of PM$_{10}$ are less than de minimis levels.

- This installation is located in Macon County, an attainment area for all criteria air pollutants.

- This installation is not on the List of Named Installations [10 CSR 10-6.020(3)(B), Table 2].

- Ambient air quality modeling was not performed since potential emissions of the application are below de minimis levels.

- Emissions testing is not required for the equipment.
An Intermediate Operating Permit Amendment is required for this installation within 30 days of equipment startup.

Approval of this permit is recommended with special conditions.

INSTALLATION DESCRIPTION

Poet Biorefining-Macon is an existing ethanol plant. They are a minor source and hold an intermediate operating permit.

The following permits have been issued to POET Biorefining-Macon from the Air Pollution Control Program.

<table>
<thead>
<tr>
<th>Permit Number</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>0399-011</td>
<td>Ethanol production facility</td>
</tr>
<tr>
<td>0399-011A</td>
<td>Add beer well tank</td>
</tr>
<tr>
<td>052002-001</td>
<td>Plant Expansion</td>
</tr>
<tr>
<td>032003-008</td>
<td>Change controls</td>
</tr>
<tr>
<td>032003-008A</td>
<td>Additional grain receiving</td>
</tr>
</tbody>
</table>

PROJECT DESCRIPTION

POET Biorefining-Macon has applied for authority to construct four (4) new hammermills. These mills will increase the efficiency of the fermentation process. The mills will not allow the plant to process any addition grain and their maximum hourly design rate (MHDR) is limited to 22.5 tons of grain per hour by their 3.5 -mesh screens.

EMISSIONS/CONTROLS EVALUATION

The emission factors and control efficiencies used in this analysis were obtained from the Environmental Protection Agency (EPA) document AP-42, *Compilation of Air Pollutant Emission Factors*, Fifth Edition, section 9.9.1 Grain Elevators and Processes (May 2003). Potential emissions of the application represent the potential of the new equipment, assuming continuous operation (8760 hours per year.) The following table provides an emissions summary for this project.
Table 1: Emissions Summary (tons per year)

<table>
<thead>
<tr>
<th></th>
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</tr>
</thead>
<tbody>
<tr>
<td>PM$_{10}$</td>
<td>15.0</td>
<td>57.79</td>
<td>34.86</td>
<td>4.73</td>
<td>N/A</td>
</tr>
<tr>
<td>SO$_X$</td>
<td>40.0</td>
<td>0.69</td>
<td>0.53</td>
<td>N/A</td>
<td>N/A</td>
</tr>
<tr>
<td>NO$_X$</td>
<td>40.0</td>
<td>76.42</td>
<td>29.86</td>
<td>N/A</td>
<td>N/A</td>
</tr>
<tr>
<td>VOC</td>
<td>40.0</td>
<td>100.94</td>
<td>72.04</td>
<td>N/A</td>
<td>N/A</td>
</tr>
<tr>
<td>CO</td>
<td>100.0</td>
<td>124.67</td>
<td>94.94</td>
<td>N/A</td>
<td>N/A</td>
</tr>
<tr>
<td>HAPs</td>
<td>10.0/25.0</td>
<td>7.39</td>
<td>2.69</td>
<td>N/A</td>
<td>N/A</td>
</tr>
</tbody>
</table>

N/A = Not Applicable; N/D = Not Determined

Emissions from the hammermills were calculated using their MHDR and the emission factor for hammermilling controlled by a fabric filter.

**PERMIT RULE APPLICABILITY**

This review was conducted in accordance with Section (5) of Missouri State Rule 10 CSR 10-6.060, *Construction Permits Required*. Potential emissions of PM$_{10}$ are less than de minimis levels.

**APPLICABLE REQUIREMENTS**

POET Biorefining-Macon shall comply with the following applicable requirements. The Missouri Air Conservation Laws and Regulations should be consulted for specific record keeping, monitoring, and reporting requirements. Compliance with these emission standards, based on information submitted in the application, has been verified at the time this application was approved. For a complete list of applicable requirements for your installation, please consult your operating permit.

**GENERAL REQUIREMENTS**

- **Submission of Emission Data, Emission Fees and Process Information**, 10 CSR 10-6.110
  The emission fee is the amount established by the Missouri Air Conservation Commission annually under Missouri Air Law 643.079(1). Submission of an Emissions Inventory Questionnaire (EIQ) is required April 1 for the previous year's emissions.

- **Operating Permits**, 10 CSR 10-6.065

- **Restriction of Particulate Matter to the Ambient Air Beyond the Premises of Origin**, 10 CSR 10-6.170

- **Restriction of Emission of Visible Air Contaminants**, 10 CSR 10-6.220

- **Restriction of Emission of Odors**, 10 CSR 10-3.090
SPECIFIC REQUIREMENTS

- Restriction of Emission of Particulate Matter From Industrial Processes, 10 CSR 10-6.400

STAFF RECOMMENDATION

On the basis of this review conducted in accordance with Section (5), Missouri State Rule 10 CSR 10-6.060, Construction Permits Required, I recommend this permit be granted with special conditions.

Michael Mittermeyer
Environmental Engineer

PERMIT DOCUMENTS

The following documents are incorporated by reference into this permit:

- The Application for Authority to Construct form, dated 7/18/07, received 7/23/07, designating Northeast Missouri Grain Processors, Inc. as the owner and operator of the installation.


- Northeast Regional Office Site Survey, dated 8/1/07.
Mr. Rafe Christoferson  
Environmental Engineer  
POET Biorefining-Macon  
30211 Major Avenue  
Macon, MO 63552


Dear Mr. Christoferson:

Enclosed with this letter is your permit to construct. Please study it carefully. Also, note the special conditions, if any, on the accompanying pages. The document entitled, "Review of Application for Authority to Construct," is part of the permit and should be kept with this permit in your files.

Operation in accordance with these conditions, your new source review permit application and with your amended operating permit is necessary for continued compliance.

The reverse side of your permit certificate has important information concerning standard permit conditions and your rights and obligations under the laws and regulations of the State of Missouri.

If you have any questions regarding this permit, please do not hesitate to contact Mike Mittermeyer at the department’s Air Pollution Control Program, P.O. Box 176, Jefferson City, MO 65102 or (573) 751-4817. Thank you for you attention to this matter.

Sincerely,

AIR POLLUTION CONTROL PROGRAM

Kendall B. Hale  
New Source Review Unit Chief

KBH:mml

Enclosures

c: Northeast Regional Office  
PAMS File 2007-07-105  
Permit Number: