From: Priscilla Burton
To: OGMCOAL
Date: 5/21/2008 11:02 AM
Subject: General/2008/Incoming/DAQ Small Exemption WETC research facility
Place: OGMCOAL
Attachments: Terra Final Letter2.pdf; Terra Request1.pdf

>>> Tad Anderson Tuesday, May 20, 2008 3:43 PM >>>
Priscilla,

The document that they are referencing is a small source exemption letter. This letter allows them to operate their facilities as per there application that they had submitted. I have read through the application and talked to the engineer that had granted the exemption. Terra Systems is only allowed to run three batches of finished briquettes for a combined total of 1,500 tons annually. If the source exceeds these levels of operations, the source would be have to submit another exemption request or an approval order. If you would like to contact the engineer which worked on this his name Alan Humpherys (801-536-4142). He would have more detailed information on the source than I would. I have attached both the application and the exemption letter. If you have any more question from me please feel free to contact me.

Tad Anderson

>>> Priscilla Burton 5/20/2008 3:08 PM >>>
Hello Tad,

It turns out that the location provided in DAQE-R-0141330001 is the same location as the WETC facility (T12 S R10 E, SW Sec. 31), even though the address is Terra Systems, Midvale UT.

The recent Sun Advocate article about the site is found at the following web site:


Attached is my internal memo concerning the activity at WETC.

Would you send me a copy of DAQE-R-0141330001.

Thanks,
Priscilla Burton, CPSSc
Division of Oil Gas & Mining
317 Carbonville Rd.
Price UT 84501

priscillaburton@utah.gov
(435) 613-3733
Small Source Registration

May 12, 2008

Clayton Timothy
Terra Systems Inc.
Western Energy Training Center
7001 South 900 East, Suite 260
Midvale, Utah 84047

Dear Mr. Timothy:


The Utah Department of Environmental Quality, Division of Air Quality (DAQ) has reviewed your letter, submitted April 21, 2008, requesting a small source exemption for the Briquette Pilot Plant and determined that the small source exemption applies as long as the above-referenced equipment and associated processes are operated as specified in the Registration Request.

The small source exemption does not exempt a source from complying with other applicable Federal, State, and local regulations and the current Utah Administrative Code. If you change your operation such that there is an increase in the emissions submitted to DAQ, it is recommended that you notify us, as an Approval Order may be required.

The fee for issuing the small source / de minimis designation is the cost, as authorized by the Legislature of the actual time spent by the Review Engineer and all other staff on the project, and a one-time filing fee. Payment should be sent to the DAQ upon receipt of the invoice.
Thank you for informing the DAQ of this process. If you have any additional questions, please contact Alan Humpherys at (801) 536-4142.

Sincerely,

M. Cheryl Heying, Executive Secretary
Utah Air Quality Board

[Signature]

John T. Blanchard, Manager
Minor New Source Review Section

MCH:JTB:AH:sa

Attachments: Small Source Exemption Registration Request and attached forms

cc: Tom Paluso
31 North Main St.
Helper, Utah 84526
April 18, 2008

Richard W. Sprott, Director
Division of Air Quality
P. O. Box 144820
Salt Lake City, Utah 84114-4820

RE: Air Quality Calculations for Pilot Plant

Dear Mr. Sprott:

A consortium of companies and academic institutions are planning on construction a pilot plant. The group consists of Terra Systems, Combustion Resources, Western Energy Training Center (WETC) and the College of Eastern Utah (CEU). The pilot plant will be constructed at WETC and will produce briquettes. The briquettes will be manufactured from coal fines, petroleum coke and tar. The pilot plant will produce 1,500 tons of the briquettes and consist of three test burns of 500 tons each.

A summary of the estimated emissions from the pilot plant as shown on Summary Table, page 4 of the attached report, has determined that the pilot plant will produce less than 5 tons per year per air contaminants. The consortium is requesting that a small source exemption be granted because of de minimis emission. We have been work with Mr. Tim DeJulis on this project. If you have any questions please contact me at 435-472-3814, my email address is tom_paluso@preciscom.net.

Your approval of this request is appreciated.

Best Regards,

J. T. Paluso, P. E.
Chief Engineer
AIR QUALITY CALCULATIONS

FOR

BRIQUETTE PILOT PLANT

AT

WESTERN ENERGY TRAINING CENTER

For

Terra Systems

Submitted by

EIS Environmental & Engineering Consulting
31 North Main Street
Helper, Utah 84526
I. INTRODUCTION
Terra Systems (TSI) in conjunction with Combustion Resources, Western Energy Training Center (WETC) and College of Eastern Utah (CEU) is submitting information to construct and operate a new briquette manufacturing test plant at WETC in Carbon County, Utah. The test facility is located in SWSW of Section 31, Township 12 South, Range 10 East, Salt Lake Base and Medium. Refer to the Location Map in Appendix 1. The plant is being set-up to develop 1,500 tons of finished briquettes for three (3); 500-ton test burns for three (3) different customers.

II. EXEMPTION FROM NOTICE OF INTENT
The project is considered exempt under the exemption criteria found in Appendix 1 of the Notice of Intent Guidelines. The emission calculation will confirm the exemption shown in Appendix 3 and Table 1 of this submittal.

III. DATA REQUIREMENTS
Terra Systems' briquette facilities will not be located within a Non-attainment area as described in Appendix III of the NOI Guide.

A. A description of the operations area as follows:

Terra Systems has recently purchased the equipment for this process from a company in Ohio. TSI will receive coal and petroleum coke from a supplier outside the area and will improve the final coal quality. At a later date, if the process is successful, a full-scale plant will be built and coal fines will be obtained from the Carbon/Emery area. The facility will be divided into the following areas: coal/coke mixing area, briquette, heating and cooling, gas condenser, and finish product. All equipment will be located inside of an existing building.

Coal/Coal Mixing

Incoming trucks will bring a coal/coke mixture in one (1) ton sacks that will be dumped into coal/coke loading bin. Refer to the Plant Layout in Appendix 2. The coal/coke will be mixed with a binder. The mixer will be equipped with a bag house for collecting dust.

Briquette

The coal/coke and binder will travel to the briquetter by enclosed feed screw conveyor. The briquettes will be dumped onto a conveyor and taken to the pallet loading station where they will be loaded onto pallets.

Heating and Cooling

The pallets loaded with briquettes will travel through two (2) heating ovens and a cooling station. The first oven will pre-heat the briquettes to a temperature of 1,600° F and will drive off volatile gases from the coal and coke. The second oven will heat the briquettes to approximately 2,000° F. When the briquettes leave the second oven they will enter into a two-stage cooler to cool down the briquettes before they are packaged.
Gas Condenser

The volatile gases will be pulled off the first oven and sent to a condenser. The condenser will liquefy the gas. The liquid product will be pumped to the binder tank and the remainder of the gases will be flared.

Finish Product

The finished briquettes will be conveyed to the bagging station and loaded into two (2) ton bags for shipment to the customer.

B. Pollution Producing Equipment

Pollution producing equipment proposed at the TSI facility consists of the following:

1. Paved Roads
2. Coal/Coke Loading Bin
3. Heated Binder Tank
4. Coal/Coke Mixer
5. Bag House
6. Feed Screw Conveyor
7. Briquetter
8. Load Conveyor
9. Briquette Load Station
10. Feed Conveyor
11. Ovens and Cooling Station
12. Gas Condenser
13. Flare
14. Exit Conveyor
15. Briquette Dump Station
16. Finished Product Conveyor
17. Product Bagging Station
18. Associated Mobile Diesel Equipment

C. Potential Emission Points and air contaminants

A list of potential emission points and air contaminants from each point are as follows:

1. Paved Roads TSP, PM10
2. Coal/Coke Loading Bin TSP, PM10
3. Heated Binder Tank VOC
4. Coal/Coke Mixer TSP, PM10
5. Bag House TSP, PM10
6. Feed Screw Conveyor TSP, PM10
7. Briquetter TSP, PM10
8. Load Conveyor TSP, PM10
9. Briquette Load Station TSP, PM10
10. Feed Conveyor TSP, PM10
11. Ovens and Cooling Station TSP, PM10
12. Gas Condenser VOC
13. Flare VOC
14. Exit Conveyor TSP, PM10
15. Briquette Dump Station TSP, PM10
16. Finished Product Conveyor TSP, PM10
17. Product Bagging Station TSP, PM10
18. Associated Mobile Diesel Equipment TSP, PM10, SO2, CO, VOC
D. Air Pollution Control Equipment (APCE)
A detail description of the air pollution control equipment (APCE) and operational procedures are as follows:

1. Paved Roads: All haul roads will be paved to prevent trucks and other equipment from generating dust.
2. Coal/Coke Loading Bin: The bags will be dumped close to the bin.
3. Heated Binder Tank: The tank will be covered.
4. Coal/Coke Mixer: The mixer is equipped with a bag house.
5. Bag House: The bag house will dump the dust back into the mixer.
6. Feed Screw Conveyor: The conveyor is enclosed.
7. Briquetter: The mixture will have a high moisture content (12%).
8. Load Conveyor: The mixture will have a high moisture content (12%).
9. Briquette Load Station: The mixture will have a high moisture content (12%).
10. Feed Conveyor: The mixture will have a high moisture content (12%).
11. Ovens and Cooling Station: The ovens and cooling station are enclosed.
12. Gas Condenser
13. Flare
14. Exit Conveyor: The briquettes will be dry.
15. Briquette Dump Station: The drop distance will not be high to prevent breaking.
16. Finished Product Conveyor: The briquettes will be dry.
17. Product Bagging Station: The drop distance will be controlled to prevent breaking.
18. Associated Mobile Diesel Equipment: Regular maintenance of the diesel engine and use of only approved fuel are the primary means to minimize fuel combustion emissions.

E. Emission Rates

Emission rates of the air contaminants have been calculated for each emission point listed above using controlled and uncontrolled emission factors.

1. The emissions from all source points are summarized in Table No. 1 and details in Appendix 3. The normal annual emissions rates (in tons per year) that may result from both controlled and uncontrolled conditions can be found in Table No. 1.
2. Assuming that the worse case scenario would be, that no controls were implemented or if all the controls failed. This worse case scenario is also shown as uncontrolled in Table No. 1.
3. The emissions through the stack are shown in Table No. 1.

F. Calculations

Calculations of the emission estimates of the above items are detailed in Appendix 3.
EMISSION CALCULATION ASSUMPTIONS

1. Maximum total tonnage for the facility is 1,500 tons.
2. 1 ton of product is estimated to emit 40% VOC’s.
3. 10% of the emitted gas will be recovered as binder.
4. The coal/coke and binder mixture will have a moisture content of 12%.
5. The coal/coke mixture will have moisture content of 7%.
6. The finish product will have moisture content of 2%.
<table>
<thead>
<tr>
<th>Emission Point</th>
<th>TSP</th>
<th></th>
<th>PM$_{10}$</th>
<th>SOx</th>
<th>NOx</th>
<th>CO</th>
<th>VOC</th>
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<tbody>
<tr>
<td></td>
<td>Controlled TPY</td>
<td>Uncontrolled TPY</td>
<td>Controlled TPY</td>
<td>Uncontrolled TPY</td>
<td></td>
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<tr>
<td>Paved Roads</td>
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<td>0.000004486</td>
<td>0.002263595</td>
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<tr>
<td>Binder Tank</td>
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</tr>
<tr>
<td>Coal/Coke Mixer</td>
<td>0.000004460</td>
<td>0.002250328</td>
<td>0.000002109</td>
<td>0.001064344</td>
<td>0.0037</td>
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<td></td>
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<tr>
<td>Bag House</td>
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<td></td>
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<td>0.001064344</td>
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<td></td>
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</tr>
<tr>
<td>Briquetter</td>
<td>0.000004460</td>
<td>0.002250328</td>
<td>0.000002109</td>
<td>0.001064344</td>
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<td></td>
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<td>0.002250328</td>
<td>0.000002109</td>
<td>0.001064344</td>
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</tr>
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<td>0.000002109</td>
<td>0.001064344</td>
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<td></td>
<td></td>
</tr>
<tr>
<td>Feed Conveyor</td>
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<td>0.002250328</td>
<td>0.000002109</td>
<td>0.001064344</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Ovens/Cooling Station</td>
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<td>0.000002109</td>
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<td>Gas Condenser</td>
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<td></td>
<td></td>
<td></td>
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<tr>
<td>Flare</td>
<td></td>
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<td>3.50 0.04 0.20 0.08</td>
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<td></td>
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<td>Exit Conveyor</td>
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<td>0.027647609</td>
<td>0.000025915</td>
<td>0.013076572</td>
<td></td>
<td></td>
<td></td>
</tr>
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<td>0.027647609</td>
<td>0.000025915</td>
<td>0.013076572</td>
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<td></td>
<td></td>
</tr>
<tr>
<td>Product Conveyor</td>
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<td>0.027647609</td>
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<td>0.013076572</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bagging Station</td>
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<td>0.000025915</td>
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<td></td>
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</tr>
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<td>Fuel Consumption</td>
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<td>0.01 0.16 0.03 0.01</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>0.027852690</td>
<td>0.590861847</td>
<td>0.013173570</td>
<td>0.161453967</td>
<td>3.51 0.20 0.24 0.10</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
APPENDIX 1
LOCATION MAP
APPENDIX 3

EMISSION CALCULATIONS
EMISSION CALCULATIONS

Methodology from AP-42, Sections 13.2.3, (1/95)

\[ EF = k(0.032)(U^{1.3}/5)/(M^{1.4}/2) \]

- \( k = \text{TSP} = .74 \)  
  \( k = \text{PM}_{10} = .35 \)  
  \( U = \text{Mean Wind Speed} \)  
  \( U = 6.0 \) for uncontrolled  
  \( U = 0.05 \) for controlled  
  \( M = \text{Material Moisture Content} \)  
  \( M = 7\% \) for Coal/Coke  
  \( M = 12\% \) for Mixture  
  \( M = 2\% \) for Dry Briquettes  
  \( \text{Total Production} = 1,500 \text{ tons/year} \)

**TSP Uncontrolled - M=7\%**

\[ EF_{\text{TSP}} = 0.006381181 \text{ lbs/ton} \]

**PM\textsubscript{10} Uncontrolled - M=7\%**

\[ EF_{\text{PM}_{10}} = 0.003018126 \text{ lbs/ton} \]

**TSP Uncontrolled - M=12\%**

\[ EF_{\text{TSP}} = 0.003000437 \text{ lbs/ton} \]

**PM\textsubscript{10} Uncontrolled - M=12\%**

\[ EF_{\text{PM}_{10}} = 0.001419126 \text{ lbs/ton} \]

**TSP Uncontrolled - M=2\%**

\[ EF_{\text{TSP}} = 0.036863479 \text{ lbs/ton} \]
PM\textsubscript{10} Uncontrolled - M=2%

\[ EF_{PM10} = 0.017435429 \text{ lbs/ton} \]

TSP Controlled - M=7%

\[ EF_{TSP} = 0.0000126 \text{ lbs/ton} \]

PM\textsubscript{10} Controlled - M=7%

\[ EF_{PM10} = 0.0000060 \text{ lbs/ton} \]

TSP Controlled - M=12%

\[ EF_{TSP} = 0.0000059 \text{ lbs/ton} \]

PM\textsubscript{10} Controlled - M=12%

\[ EF_{PM10} = 0.0000028 \text{ lbs/ton} \]

TSP Controlled - M=2%

\[ EF_{TSP} = 0.0000073 \text{ lbs/ton} \]

PM\textsubscript{10} Controlled - M=2%

\[ EF_{PM10} = 0.0000346 \text{ lbs/ton} \]
COAL/COKE LOADING BIN

\[ E = \text{Emission Factor (EF)} \times \text{Production/2000} \quad \text{Tons/Year} \]

**Uncontrolled \(-M=7\%\)**

- \(E_{\text{TSP}}\) \(0.0048\) Tons/Year
- \(E_{\text{PM-10}}\) \(0.0023\) Tons/Year

**Controlled \(-M=7\%\)**

- \(E_{\text{TSP}}\) \(0.000009\) Tons/Year
- \(E_{\text{PM-10}}\) \(0.000004\) Tons/Year

COAL/COKE MIXER

\[ E = \text{Emission Factor (EF)} \times \text{Production/2000} \quad \text{Tons/Year} \]

**Uncontrolled \(-M=12\%\)**

- \(E_{\text{TSP}}\) \(0.0023\) Tons/Year
- \(E_{\text{PM-10}}\) \(0.0011\) Tons/Year

**Controlled \(-M=12\%\)**

- \(E_{\text{TSP}}\) \(0.000004\) Tons/Year
- \(E_{\text{PM-10}}\) \(0.000002\) Tons/Year

BAG HOUSE

\[ E = \text{Emission Factor (EF)} \times \text{Production/2000} \quad \text{Tons/Year} \]

**Uncontrolled \(-M=12\%\)**

- \(E_{\text{TSP}}\) \(0.0023\) Tons/Year
- \(E_{\text{PM-10}}\) \(0.0011\) Tons/Year
Controlled - M=12%

$E_{TSP}$ 0.000004 Tons/Year
$E_{PM-10}$ 0.000002 Tons/Year

FEED SCREW CONVEYOR - ENCLOSED

$E=\text{Emission Factor(EF)}\times \text{Production/2000}$  Tons/Year

Controlled - M=12%

$E_{TSP}$ 0.000004 Tons/Year
$E_{PM-10}$ 0.000002 Tons/Year

BRIQUETTER

$E=\text{Emission Factor(EF)}\times \text{Production/2000}$  Tons/Year

Uncontrolled - M=12%

$E_{TSP}$ 0.0023 Tons/Year
$E_{PM-10}$ 0.0011 Tons/Year

Controlled - M=12%

$E_{TSP}$ 0.000004 Tons/Year
$E_{PM-10}$ 0.000002 Tons/Year

LOAD CONVEYOR

$E=\text{Emission Factor(EF)}\times \text{Production/2000}$  Tons/Year

Uncontrolled - M=12%

$E_{TSP}$ 0.0023 Tons/Year
$E_{PM-10}$ 0.0011 Tons/Year
**Controlled - M=12%**

\[
\begin{align*}
E_{TSP} & \quad 0.000004 \text{ Tons/Year} \\
E_{PM-10} & \quad 0.000002 \text{ Tons/Year}
\end{align*}
\]

**BRIQUETTE LOAD STATION**

\[E = \text{Emission Factor (EF)} \times \text{Production/2000} \quad \text{Tons/Year}\]

**Uncontrolled - M=12%**

\[
\begin{align*}
E_{TSP} & \quad 0.0023 \text{ Tons/Year} \\
E_{PM-10} & \quad 0.0011 \text{ Tons/Year}
\end{align*}
\]

**Controlled - M=12%**

\[
\begin{align*}
E_{TSP} & \quad 0.000004 \text{ Tons/Year} \\
E_{PM-10} & \quad 0.000002 \text{ Tons/Year}
\end{align*}
\]

**OVEN FEED CONVEYOR**

\[E = \text{Emission Factor (EF)} \times \text{Production/2000} \quad \text{Tons/Year}\]

**Uncontrolled - M=12%**

\[
\begin{align*}
E_{TSP} & \quad 0.0023 \text{ Tons/Year} \\
E_{PM-10} & \quad 0.0011 \text{ Tons/Year}
\end{align*}
\]

**Controlled - M=12%**

\[
\begin{align*}
E_{TSP} & \quad 0.000004 \text{ Tons/Year} \\
E_{PM-10} & \quad 0.000002 \text{ Tons/Year}
\end{align*}
\]
OVENS AND COOLING STATION - ENCLOSED

\[ E = \text{Emission Factor (EF)} \times \text{Production/2000} \]  
\[ \text{Tons/Year} \]

**Controlled - M=12%**

\[ E_{\text{TSP}} \quad 0.000004 \text{ Tons/Year} \]
\[ E_{\text{PM-10}} \quad 0.000002 \text{ Tons/Year} \]

**COOLING STATION EXIT CONVEYOR**

\[ E = \text{Emission Factor (EF)} \times \text{Production/2000} \]  
\[ \text{Tons/Year} \]

**Uncontrolled - M=2%**

\[ E_{\text{TSP}} \quad 0.0276 \text{ Tons/Year} \]
\[ E_{\text{PM-10}} \quad 0.0131 \text{ Tons/Year} \]

**Controlled - M=2%**

\[ E_{\text{TSP}} \quad 0.000055 \text{ Tons/Year} \]
\[ E_{\text{PM-10}} \quad 0.000026 \text{ Tons/Year} \]

**BRIQUETTE DUMP STATION**

\[ E = \text{Emission Factor (EF)} \times \text{Production/2000} \]  
\[ \text{Tons/Year} \]

**Uncontrolled - M=2%**

\[ E_{\text{TSP}} \quad 0.0276 \text{ Tons/Year} \]
\[ E_{\text{PM-10}} \quad 0.0131 \text{ Tons/Year} \]

**Controlled - M=2%**

\[ E_{\text{TSP}} \quad 0.000055 \text{ Tons/Year} \]
\[ E_{\text{PM-10}} \quad 0.000026 \text{ Tons/Year} \]
### Finish Product Conveyor

\[ E = \text{Emission Factor} \times \text{Production/2000} \quad \text{Tons/Year} \]

**Uncontrolled - \( M = 2\% \)**
- \( E_{TSP} \): 0.0276 Tons/Year
- \( E_{PM-10} \): 0.0131 Tons/Year

**Controlled - \( M = 2\% \)**
- \( E_{TSP} \): 0.027648 Tons/Year
- \( E_{PM-10} \): 0.013077 Tons/Year

### Product Bagging Station

\[ E = \text{Emission Factor} \times \text{Production/2000} \quad \text{Tons/Year} \]

**Uncontrolled - \( M = 2\% \)**
- \( E_{TSP} \): 0.0276 Tons/Year
- \( E_{PM-10} \): 0.0131 Tons/Year

**Controlled - \( M = 2\% \)**
- \( E_{TSP} \): 0.000055 Tons/Year
- \( E_{PM-10} \): 0.000026 Tons/Year
Approximate split between tars and gases

Proximate analysis on briquettes shows that about 43% of the coal is lost during pyrolysis.

A high coal and low pet coke formulation would represent the highest gas evolution rate.

Assume 80% coal, 13% pet coke, 7% tar.

Carbon content for this mix is about 81% daf.

From the chart on the left, this provides:
- ~8 wt% gases (hydrogen, methane) daf
- ~14 wt% water, CO, CO2 daf
- ~21 wt% tars and oils daf

The tars and oils are about: Noller, 1957
- 5% light oil (bp <200°C)
- 17% middle oil (bp 200-250°C)
- 7% heavy oil (bp 250-300°C)
- 71% pitch (bp > 300°C)

All condensibles are modeled as naphthalen (bp=218°C)

Gas Composition (averaged test data)
- 24% H2
- 14% CH4
- 6% CO
- 2% CO2
- 53.42% H2O
- 0.32% H2S
- 0.05% CS2

Tar and oils are condensed and recycled within the process as a binder while the gases are flared. The gases represent 21% of the weight of the green briquettes and 1.56 tons of green briquettes will produce 1 ton of product.

Sulfur emissions per ton of product

<table>
<thead>
<tr>
<th>lbs H2S</th>
<th>lbs CS2</th>
<th>lbs S</th>
<th>lbs S</th>
</tr>
</thead>
<tbody>
<tr>
<td>2.1</td>
<td>0.4</td>
<td>1.973308</td>
<td>0.331048</td>
</tr>
</tbody>
</table>
Assume all sulfur goes to SO2 in flare

moles SO2 0 0
lbs SO2 0 0

Therefore we expect to emit about 4.6 lbs sulfur as SO2 per ton of produced briquettes.
Our anticipated production for 2006 is 1,500 tons briquettes.
This production would emit 3.5 tons sulfur as SO2 for the year.

**Paved Roads**
Methodology from AP-42, Sections 13.2.1, (11/06)

\[
EF = k (sL/2)^{0.65} x(W/3)^{1.5} - C
\]

Eq. 1, AP-42, Section 13.2.1.3

- \( k \) = Particle size multiplier - 0.016 lb/VMT PM₁₀
- \( k \) = Particle size multiplier - 0.082 lb/VMT TSP
- \( sL \) = Road surface silt loading - 2.4 g/m²
- \( C \) = Emission Factor for vehicle fleet exhaust, brake wear and tire wear - 0.00047 lb/VMT
- \( W \) = Average weight (tons) of the vehicle traveling the road - 20 tons

\[
EF_{PM_{10}} = 0.31 \text{ lbs/VMT}
\]
\[
EF_{TSP} = 1.60 \text{ lbs/VMT}
\]

Number of trips with raw material and finish product

Raw Material

1.56 ton of material will produce 1 ton of finish product

2,340 ton of raw material will brought in

20 tons per truck load of bagged material

117 Trucks

3 miles per truck round trip

351 miles
Finish Product

1,500 tons of finish product
20 tons per truck load of bagged material
3 miles per truck round trip

75 Trucks
225 miles

Total Miles 576 Miles

Emission

$E_{PM10}=$ 0.09 Tons/year
$E_{TSP} =$ 0.46 Tons/year

FUEL CONSUMPTION

Diesel Emission Factors, Methodology from AP-42, Table 3.3.1 (10/96)

Assumptions:

576 total miles traveled for material and product haul (Paved)
Average miler per gallon - 5 mpg
Diesel used for unloading and loading material and product

\[
\begin{align*}
3840 \text{ tons} & \quad / \quad 7.4 \text{ tons/trip} = 518.92 \text{ Trips} \\
518.92 \text{ Trips} & \quad \times \quad 0.25 \text{ Hrs/trip} = 129.73 \text{ Hrs} \\
129.73 \text{ Hrs} & \quad \times \quad 3.15 \text{ Gal/Hr} = 409 \text{ Gals}
\end{align*}
\]

Caterpillar Performance Handboook, Ed. 36
Diesel used in hauling material and product

576 Miles / 5 MPG = 115 Gals.

Total Gallons = 524 Gallons

Emission Factors

\[
\begin{align*}
\text{NOx} & = 4.41 \text{ lb/MMBtu} \\
\text{CO} & = 0.95 \text{ lb/MMBtu} \\
\text{SOx} & = 0.29 \text{ lb/MMBtu} \\
\text{PM}_{10} & = 0.31 \text{ lb/MMBtu} \\
\text{VOC} & = 0.36 \text{ lb/MMBtu}
\end{align*}
\]
MMBTU = 139,600 BTU/Gallon x Gallons/1x10^6

MMBTU = 73.13 MMBTU

NOx = 0.16 Tons
CO = 0.03 Tons
SOx = 0.01 Tons
PM_{10} = 0.01 Tons
VOC = 0.01 Tons

**BINDER TANK AND CONDENSOR**

Methodology from AP-42, Section 7.1.3.1 (11/06)

\[ \text{Tank Loss} = (0.943)Q \frac{C}{W_t} \frac{C}{1+ N_C F_C /D} \]

\[ Q = \text{Annual Throughput} \quad \text{bbl/yr} \]

Tank Capacity = 1,059.9 gallons

Turnovers = 32 year

\[ Q = 807.56 \text{ bbl/yr} \]

\[ C = \text{Shell Clingage, bbl}/1,000 \text{ ft}^2 \]

\[ C = 0.006 \text{ bbl}/1,000 \text{ ft}^2 \]

\[ W_t = \text{Liquid Density, lb/gal} \]

\[ W_t = 9.59 \text{ lb/gal} \]

\[ D = \text{Diameter of Tank} \]

\[ D = 6 \text{ FT} \]

\[ N_C = \text{No. of Columns} \]

\[ N_C = 0 \]

\[ F_C = \text{Column Diameter} \]

\[ F_C = 0 \]

\[ \text{TL} = 7.31 \text{ lbs/yr} \]

\[ \text{TL}(E-VOC) = 0.003653 \text{ Ton/yr} \]
FLARE

Methodology from AP-42, Section 13.5 (9/91)

Flare gas information supply by Craig Eatough of Combustion Resources

Emission Factors

<table>
<thead>
<tr>
<th>Emission Type</th>
<th>Emission Factor</th>
</tr>
</thead>
<tbody>
<tr>
<td>Hydrocarbons</td>
<td>0.14 lb/10^6BTU</td>
</tr>
<tr>
<td>Carbon Monoxide</td>
<td>0.37 lb/10^6BTU</td>
</tr>
<tr>
<td>Nitric Oxides</td>
<td>0.068 lb/10^6BTU</td>
</tr>
</tbody>
</table>

Flare Gas 23,960 BTU/lb

308 lb/hr of dry gas to flare

Three production runs each lasting 50 hours for a total 150 hours of production time

BTU/Hr 7,379,680

BTU/Year

\[ \text{BTU/YR} = \text{BTU/Hr} \times 50 \text{Hr/Production Run} \times 3 \text{ Production Runs/Year} \]

BTU/Yr 1,106,952,000

Hdorcarbons

\[ E(\text{VOC}) = 0.08 \text{ Ton/Yr} \]

Carbon Monoxide

\[ E(\text{CO}) = 0.20 \text{ Ton/Yr} \]

Nitric Oxides

\[ E(\text{NOx}) = 0.04 \text{ Ton/Yr} \]
DATE: May 5, 2008

TO: Alan Humpherys
Utah Division of Air Quality

FAX: 801-536-4099

FROM: Tom Paluso, P. E.

SUBJECT: Small Source Exemption Registration

NUMBER OF PAGES INCLUDING COVER SHEET: 3

Attached is the above-mentioned form. As per our phone conversation, I have just completed the contact information. Please let me know if you need any additional information.
Utah Division of Air Quality
SMALL SOURCE EXEMPTION REGISTRATION

Businesses eligible for this exemption shall not: 1) emit more than 5 tons per year of each of the following pollutants: sulfur dioxide (SO₂), carbon monoxide (CO), nitrogen oxides (NOₓ), particulate matter (PM₁₀), ozone (O₃), or volatile organic compounds (VOCs) or 2) emit more than 500 pounds per year of any single hazardous air pollutant (HAP), and emit more than 2000 pounds per year for any combination of HAPs, or 3) emit less than 500 pounds per year of any air contaminant not listed in (1) or (2) above and less than 2000 pounds per year of any combination of air contaminants not listed in (1) or (2) above.

Please keep copies of the registration notice and worksheets on site at your business to verify your permit exemption status. Please be aware that the small source exemption only exempts your business from the permitting requirements of R307-401-5 through 8 of the Utah Administrative Code, not other applicable air quality regulations.

<table>
<thead>
<tr>
<th>1. Business Name and Mailing Address:</th>
<th>2. Business Contact for Air Quality Issues:</th>
</tr>
</thead>
<tbody>
<tr>
<td>TERRA SYSTEMS, INC</td>
<td>TOM PAULSON</td>
</tr>
<tr>
<td>7001 S 900E, SUITE 260</td>
<td></td>
</tr>
<tr>
<td>MINOVALE, UT 84047</td>
<td></td>
</tr>
<tr>
<td>(CORPORATE OFFICE)</td>
<td></td>
</tr>
<tr>
<td>Phone # (801) 208-1289</td>
<td>Phone # (435) 472-3814</td>
</tr>
<tr>
<td>Fax # (801) 231-5714</td>
<td>Fax # (435) 472-8790</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>3. Owners Name and Mailing Address:</th>
<th>4. Business Location (street address if different from above and directions to site):</th>
</tr>
</thead>
<tbody>
<tr>
<td>TERRA SYSTEMS, INC</td>
<td></td>
</tr>
<tr>
<td>WESTERN ENERGY TRAINING CENTER</td>
<td></td>
</tr>
<tr>
<td>ATT: CLAYTON TIMOTHY</td>
<td></td>
</tr>
<tr>
<td>Phone # (435) 472-4725</td>
<td></td>
</tr>
<tr>
<td>Fax # (______)</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>5. County where business is located:</th>
<th>6. Start-up Date of Business:</th>
</tr>
</thead>
<tbody>
<tr>
<td>CARBON</td>
<td>Month: JUNE 1 Year: 2008</td>
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</tbody>
</table>

7. Briefly describe your process by describing and products, raw materials, and process equipment used at your business. Attach additional sheets if necessary.

<table>
<thead>
<tr>
<th>Description</th>
<th>Description</th>
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</table>
8. List any pollution control equipment: ________________________________

9. Typical operating Schedule: ______________________________________

10. Annual Emission Rates:
    Provide an estimate of the actual annual emissions of the following air contaminants from your business. Emission calculation worksheets are available for some common processes.
    Please attach all worksheets and calculations.

<table>
<thead>
<tr>
<th>Contaminant</th>
<th>lbs/yr</th>
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</thead>
<tbody>
<tr>
<td>Sulfur Dioxide (SO₂)</td>
<td></td>
</tr>
<tr>
<td>Particulate Matter (PM₁₀)</td>
<td></td>
</tr>
<tr>
<td>Carbon Monoxide (CO)</td>
<td></td>
</tr>
<tr>
<td>Ozone (O₃)</td>
<td></td>
</tr>
<tr>
<td>Nitrogen Oxides (NOₓ)</td>
<td></td>
</tr>
<tr>
<td>Volatile Organic Compounds (VOC)</td>
<td></td>
</tr>
<tr>
<td>Other Air Contaminants</td>
<td></td>
</tr>
</tbody>
</table>

HAZARDOUS AIR POLLUTANTS:
Complete Attachment C before selecting one of the following emission estimate ranges.
For an individual hazardous air pollutant:
0 - 250 lbs/year: _______ 250-350 lbs/year: _______ 350-500 lbs/year: _______
For a combination of hazardous air pollutants:
0-1000 lbs/year: _______ 1000-1500 lbs/year: _______ 1500-2000 lbs/year: _______

11. □ By checking this box, I hereby certify that the information and data submitted in this notice fully describes this site and only this site and is true, accurate, and complete, based on reasonable inquiry and to the best of my knowledge. I recognize that falsification of the information and data submitted in this notice is a violation of R19-2-115, Utah Administrative Code.

□ By checking this box, I understand that I am responsible for determining whether I remain eligible for this exemption before making operational or process changes in the future and agree to notify the Division of Air Quality when this business is no longer eligible for this exemption.

Signature of Owner/Manager: ____________________________ Title: ____________________________

Print Name: ____________________________ Phone #: ( ) ______ Date: _______

Division Reviewer: ____________________________ Date: ____________________________

Small Source Applicable Yes__ No