

October 28, 2008

Ms. Jacqueline Flikkema Knife River Corporation P.O. Box 80066 Billings, MT 59108-0066

Dear Ms. Flikkema:

Air Quality Permit #3406-01 is deemed final as of October 28, 2008, by the Department of Environmental Quality (Department). This permit is for a portable concrete batch plant. All conditions of the Department's Decision remain the same. Enclosed is a copy of your permit with the final date indicated.

For the Department,

Vicky Walsh

Vickie Walsh Air Permitting Program Supervisor Air Resources Management Bureau (406) 444-3490

VW:JM Enclosure

Julie A Merkel

Julie A. Merkel Air Quality Specialist Air Resources Management Bureau (406) 444-3626

# AIR QUALITY PERMIT

Issued To: Knife River Corporation P.O. Box 790 Missoula, MT 59806 Permit #3406-01 Administrative Amendment (AA) Request Received: 01/24/08 Department Decision on AA: 10/10/08 Permit Final: 10/28/08 AFS #: 777-3406

An air quality permit, with conditions, is hereby granted to Knife River Corporation (Knife River), pursuant to Sections 75-2-204 and 211 of the Montana Code Annotated (MCA), as amended, and the Administrative Rules of Montana (ARM) 17.8.740, *et seq.*, as amended, for the following:

Section I: Permitted Facilities

A. Plant Location

Knife River operates a portable truck mix concrete batch plant operation, which will initially be located at 1927 Dover Road in the SW ¼ Section 7, Township 1 North, Range 27 East, in Yellowstone County, Montana. However, Permit #3406-01 applies while operating at any location in Montana, except within those areas having a Department of Environmental Quality (Department)-approved permitting program, those areas considered tribal lands, or those areas in or within 10 kilometers (km) of certain particulate matter with an aerodynamic diameter of 10 microns or less (PM<sub>10</sub>) nonattainment areas. *A Missoula County air quality permit will be required for locations within Missoula County, Montana.* An addendum to this air quality permit will be required for locations in or within 10 km of certain PM<sub>10</sub> nonattainment areas.

B. Current Permit Action

On January 24, 2008, the Department received a request to change the name on Permit #3406-00 from JTL Group, Inc. to Knife River. The Department changed the name as requested and updated permit language to reflect current language used by the Department.

Section II: Limitations and Conditions

- A. Emission Control Requirements
  - 1. Knife River shall install, operate, and maintain a fabric filter dust collector and a rubber boot load-out spout as specified in Montana Air Quality Permit application #3406-01 and all supporting documentation (ARM 17.8.752):
    - a. Knife River shall install, operate, and maintain a fabric filter dust collector on every cement and cement supplement silo ventilation opening; and
    - b. Knife River shall install, operate, and maintain a rubber boot load-out spout on every product loadout opening on the concrete plant, where cementations and aggregate materials are transferred for mixing.

- 2. Knife River shall not cause or authorize to be discharged into the atmosphere from the ready mix plant:
  - a. Any vent emissions that exhibit an opacity of 20% or greater averaged over six consecutive minutes (ARM 17.8.304 and ARM 17.8.752).
  - b. Any fugitive emissions from the source, or from any material transfer operations, including, but not limited to, truck loading or unloading, which exhibit an opacity of 20% or greater averaged over six consecutive minutes (ARM 17.8.308 and ARM 17.8.752).
- 3. Knife River shall not cause or authorize to be discharged into the atmosphere from any street, road, or parking lot any visible fugitive emissions that exhibit an opacity of 20% or greater averaged over six consecutive minutes and must take reasonable precautions to control emissions of airborne particulate matter (ARM 17.8.308 and ARM 17.8.752).
- 4. Knife River shall treat all unpaved portions of the haul roads, access roads, parking lots, and the general plant area with water and/or chemical dust suppressant as necessary to maintain compliance with the reasonable precautions limitation in Section II.A.3 (ARM 17.8.752).
- 5. Total concrete plant production shall be limited to 226,945 cubic yards of concrete during any rolling 12-month time period (ARM 17.8.749).
- 6. If the permitted equipment is used in conjunction with any other equipment owned or operated by Knife River, at the same site, production shall be limited to correspond with an emission level that does not exceed 250 tons of emissions during any rolling 12-month time period. The Department shall approve any calculations used to establish production levels (ARM 17.8.749).
- B. Emissions Monitoring
  - Knife River shall inspect the fabric filter dust collector and its vents, which are used for controlling emissions from the silo and weigh hopper, every six months of operation to ensure that each collector is operating at the optimum efficiency. Records of inspections, repairs, and maintenance shall be kept for a minimum of five years (ARM 17.8.749).
  - 2. Knife River shall maintain on-site records of inspections, repairs, and maintenance. All records compiled in accordance with this permit shall be maintained by Knife River as a permanent business record for at least five years following the date of the measurement, shall be submitted to the Department upon request, and shall be available at the plant site for inspection by the Department (ARM 17.8.749).
- C. Testing Requirements
  - 1. All compliance source tests shall be conducted in accordance with the Montana Source Test Protocol and Procedures Manual (ARM 17.8.106).
  - 2. The Department may require testing (ARM 17.8.105).

- D. Operational Reporting Requirements
  - 1. If this concrete batch plant is moved to another location, an Intent to Transfer form must be sent to the Department and a Public Notice Form for Change of Location must be published in a newspaper of general circulation in the area to which the transfer is to be made, at least 15 days prior to the move. The proof of publication (affidavit) of the Public Notice Form for Change of Location must be submitted to the Department prior to the move. These forms are available from the Department (ARM 17.8.749 and ARM 17.8.765).
  - 2. Knife River shall maintain on-site records showing daily hours of operation and daily production rates, for the last 12 months. All records compiled in accordance with this permit must be maintained by Knife River as a permanent business record for at least five years following the date of the measurement, must be submitted to the Department upon request, and must be available at the plant site for inspection by the Department (ARM 17.8.749).
  - 3. Knife River shall supply the Department with annual production information for all emission points, as required by the Department, in the annual emission inventory request. The request will include, but is not limited to, all sources identified in the most recent emission inventory report and sources identified in Section I.A of the permit analysis.

Production information shall be gathered on a calendar-year basis and submitted to the Department by the date required in the emission inventory request. Information shall be in the units required by the Department. This information may be used for calculating operating fees, based on actual emissions from the facility, and/or to verify compliance with permit limitations (ARM 17.8.505).

- 4. Knife River shall notify the Department of any construction or improvement project conducted, pursuant to ARM 17.8.745, that would include a change in control equipment, stack height, stack diameter, stack flow, stack gas temperature, source location, or fuel specifications, or would result in an increase in source capacity above its permitted operation or the addition of a new emission unit. The notice must be submitted to the Department, in writing, ten days prior to startup or use of the proposed de minimis change, or as soon as reasonably practicable in the event of an unanticipated circumstance causing the de minimis change, and must include the information requested in ARM 17.8.745(l)(d) (ARM 17.8.745).
- 5. Knife River shall document, by month, the amount of concrete produced. By the 25<sup>th</sup> day of each month, Knife River shall calculate the total amount of concrete produced during the previous month. The monthly information will be used to verify compliance with the rolling 12-month limitation in Section II.A.5. The information for each of the previous months shall be submitted along with the annual emission inventory (ARM 17.8.749).

### Section III: General Conditions

A. Inspection – Knife River shall allow the Department's representatives access to the source at all reasonable times for the purpose of making inspections or surveys, collecting samples, obtaining data, auditing any monitoring equipment (CEMS, CERMS) or observing any monitoring or testing, and otherwise conducting all necessary functions related to this permit.

- B. Waiver The permit and all the terms, conditions, and matters stated herein shall be deemed accepted if Knife River fails to appeal as indicated below.
- C. Compliance with Statutes and Regulations Nothing in this permit shall be construed as relieving Knife River of the responsibility for complying with any applicable federal or Montana statute, rule, or standard, except as specifically provided for in ARM 17.8.740, *et seq.* (ARM 17.8.756)
- D. Enforcement Violations of limitations, conditions and requirements contained herein may constitute grounds for permit revocation, penalties or other enforcement as specified in Section 75-2-401, *et seq.*, MCA.
- E. Appeals Any person or persons jointly or severally adversely affected by the Department's decision may request, within 15 days after the Department renders its decision, upon affidavit setting forth the grounds therefore, a hearing before the Board of Environmental Review (Board). A hearing shall be held under the provisions of the Montana Administrative Procedures Act. The filing of a request for a hearing does not stay the Department's decision, unless the Board issues a stay upon receipt of a petition and a finding that a stay is appropriate under Section 75-2-211(11)(b), MCA. The issuance of a stay on a permit by the Board postpones the effective date of the Department's decision until conclusion of the hearing and issuance of a final decision by the Board. If the Board does not issue a stay, the Department's decision on the application is final 16 days after the Department's decision is made.
- F. Permit Inspection as required by ARM 17.8.755, Inspection of Permit, Department personnel shall make a copy of the air quality permit available for inspection at the location of the permitted source.
- G. Permit Fee Pursuant to Section 75-2-220, MCA, as amended by the 1991 Legislature, failure to pay the annual operation fee by Knife River may be grounds for revocation of this permit, as required by that section and rules adopted thereunder by the Board.
- H. Construction Commencement Construction must be begin within three years of permit issuance and proceed with due diligence until the project is complete or the permit shall be revoked (ARM 17.8.762).
- I. The Department may modify the conditions of this permit based on local conditions of any future site. These factors may include, but are not limited to, local terrain, meteorological conditions, proximity to residences, etc.
- J. Knife River shall comply with the conditions contained in this permit while operating in any location in Montana, except within those areas that have a Department-approved permitting program or areas considered tribal lands.

## Permit Analysis Knife River Corporation Permit #3406-01

#### I. Introduction

A. Permitted Equipment

Knife River Corporation (Knife River) operates a portable truck mix concrete batch plant, which includes an electric powered 1997 Erie Strayer Silo and Batcher (maximum capacity of 50 tons per hour (tons/hr)), an electric powered 2004 Erie Strayer Tilt Mixer, an electric powered 1997 Erie Strayer Bin and Batcher, and associated equipment. A fabric filter dust collector controls particulate emissions from the cement silo. A rubber boot load-out spout controls particulate emissions from the cement batcher.

B. Process Description

For a typical operational setup, stockpiles of sand and gravel for concrete production are stored on site. A loader transfers the sand and gravel from the stockpiles to a weight hopper and the sand and gravel is then conveyed into the batch plant. The cement silo transfers the cement into the batch plant where water is added. The sand, gravel, cement, and water are then loaded into mixing trucks where the materials are mixed together to form concrete. The concrete is then transferred to various construction operations.

C. Permit History

On September 8, 2005, JTL Group, Inc. was issued **Permit #3406-00** for the operation of a portable truck mix concrete batch plant.

D. Current Permit Action

On January 24, 2008, the Department of Environmental Quality (Department) received a request to change the name on **Permit #3406-01** from JTL Group, Inc. to Knife River. The Department changed the name as requested and updated permit language to reflect current language used by the Department. Permit #3406-01 replaces Permit #3406-00.

E. Additional Information

Additional information, such as applicable rules and regulations, Best Available Control Technology (BACT)/Reasonably Available Control Technology (RACT) determinations, air quality impacts, and environmental assessments, is included in the analysis associated with each change to the permit.

II. Applicable Rules and Regulations

The following are partial explanations of some applicable rules and regulations that apply to the facility. The complete rules are stated in the Administrative Rules of Montana (ARM) and are available, upon request, from the Department. Upon request, the Department will provide references for locations of complete copies of all applicable rules and regulations, or copies where appropriate.

- A. ARM 17.8, Subchapter 1 General Provisions, including, but not limited to:
  - 1. <u>ARM 17.8.101 Definitions</u>. This rule is a list of applicable definitions used in this subchapter, unless indicated otherwise in a specific subchapter.
  - 2. <u>ARM 17.8.105 Testing Requirements</u>. Any person or persons responsible for the emission of any air contaminant into the outdoor atmosphere shall, upon written request of the Department, provide the facilities and necessary equipment (including instruments and sensing devices) and shall conduct tests, emission or ambient, for such periods of time as may be necessary, using methods approved by the Department.
  - 3. <u>ARM 17.8.106 Source Testing Protocol</u>. The requirements of this rule apply to any emission source testing conducted by the Department, any source, or other entity as required by any rule in this chapter, or any permit or order issued pursuant to this chapter, or the provisions of the Montana Clean Air Act, 75-2-101, *et seq.*, Montana Code Annotated (MCA).

Knife River shall comply with all requirements contained in the Montana Source Test Protocol and Procedures Manual, including, but not limited to, using the proper test methods and supplying the required reports. A copy of the Montana Source Test Protocol and Procedures Manual is available from the Department upon request.

- 4. <u>ARM 17.8.110 Malfunctions</u>. (2) The Department must be notified promptly by telephone whenever a malfunction occurs, which can be expected to create emissions in excess of any applicable emission limitation, or to continue for a period greater than four hours.
- 5. <u>ARM 17.8.111 Circumvention</u>. (1) No person shall cause or permit the installation or use of any device or any means that, without resulting in reduction in the total amount of air contaminant emitted, conceals or dilutes an emission of air contaminant that would otherwise violate an air pollution control regulation. (2) No equipment that may produce emissions shall be operated or maintained in such a manner as to create a public nuisance.
- B. ARM 17.8, Subchapter 2 Ambient Air Quality, including, but not limited to:
  - 1. ARM 17.8.210 Ambient Air Quality Standards for Sulfur Dioxide
  - 2. ARM 17.8.211 Ambient Air Quality Standards for Nitrogen Dioxide
  - 3. ARM 17.8.212 Ambient Air Quality Standards for Carbon Monoxide
  - 4. <u>ARM 17.8.220 Ambient Air Quality Standard for Settled Particulate Matter</u>
  - 5. <u>ARM 17.8.223 Ambient Air Quality Standard for PM<sub>10</sub></u>

Knife River must comply with the applicable ambient air quality standards.

- C. ARM 17.8, Subchapter 3 Emission Standards, including, but not limited to:
  - 1. <u>ARM 17.8.304 Visible Air Contaminants</u>. This rule requires that no person may cause or authorize emissions to be discharged into the outdoor atmosphere from any source installed after November 23, 1968, that exhibit an opacity of 20% or greater averaged over six consecutive minutes.

- 2. <u>ARM 17.8.308 Particulate Matter, Airborne</u>. (1) This rule requires an opacity limitation of less than 20% for all fugitive emission sources and that reasonable precautions be taken to control emissions of airborne particulate matter. (2) Under this rule, Knife River shall not cause or authorize the use of any street, road, or parking lot without taking reasonable precautions to control emissions of airborne particulate matter.
- 3. <u>ARM 17.8.309 Particulate Matter, Fuel Burning Equipment</u>. This rule requires that no person shall cause or authorize to be discharged into the atmosphere particulate matter caused by the combustion of fuel in excess of the amount determined by this section.
- 4. <u>ARM 17.8.310 Particulate Matter, Industrial Process</u>. This rule requires that no person shall cause or authorize to be discharged into the atmosphere particulate matter in excess of the amount set forth in this section.
- 5. <u>ARM 17.8.322 Sulfur Oxide Emissions--Sulfur in Fuel</u>. This rule requires that no person shall burn liquid, solid, or gaseous fuel in excess of the amount set forth in this section.
- 6. <u>ARM 17.8.324 Hydrocarbon Emissions--Petroleum Products</u>. (3) No person shall load or permit the loading of gasoline into any stationary tank with a capacity of 250 gallons or more from any tank truck or trailer, except through a permanent submerged fill pipe, unless such tank truck or trailer is equipped with a vapor loss control device as described in (1) of this rule.
- 7. <u>ARM 17.8.340 Standards of Performance for New Stationary Sources</u>. This rule incorporates, by reference, 40 CFR Part 60, Standards of Performance for New Stationary Sources (NSPS). The owner or operator of any stationary source or modification, as defined and applied in 40 CFR Part 60, shall comply with the standards and provisions of 40 CFR Part 60.

This truck mix concrete plant consists of a 1997 Erie Strayer truck mix concrete batch plant and associated equipment. NSPS (40 CFR 60, Subpart A - General Provisions and Subpart F - Portland Cement Plants) does not apply because the truck mix plant does not meet the definition of an affected facility.

- D. ARM 17.8, Subchapter 5 Air Quality Permit Application, Operation, and Open Burning Fees, including, but not limited to:
  - 1. <u>ARM 17.8.504 Air Quality Permit Application Fees</u>. This rule requires that Knife River submit an air quality permit application fee concurrent with the submittal of an air quality permit application. A permit application is incomplete until the proper application fee is paid to the Department. Knife River was not required to submit an application fee for the current permit action because it is considered an administrative action.
  - 2. <u>ARM 17.8.505 Air Quality Operation Fees</u>. An annual air quality operation fee must, as a condition of continued operation, be submitted to the Department by each source of air contaminants holding an air quality permit, excluding an open burning permit, issued by the Department. This operation fee is based on the actual or estimated actual amount of air pollutants emitted during the previous calendar year.

An air quality operation fee is separate and distinct from an air quality permit

application fee. The annual assessment and collection of the air quality operation fee, as described above, shall take place on a calendar-year basis. The Department may insert into any final permit issued after the effective date of these rules, such conditions as may be necessary to require the payment of an air quality operation fee on a calendar-year basis, including provisions that pro-rate the required fee amount.

- E. ARM 17.8, Subchapter 7 Permit, Construction, and Operation of Air Contaminant Sources, including, but not limited to:
  - 1. <u>ARM 17.8.740 Definitions</u>. This rule is a list of applicable definitions used in this chapter, unless indicated otherwise in a specific subchapter.
  - 2. <u>ARM 17.8.743 Montana Air Quality Permits--When Required</u>. This rule requires a person to obtain an air quality permit or permit alteration to construct, alter or use any asphalt plant, crusher or screen that has the Potential to Emit (PTE) greater than 15 tons per year of any pollutant. Knife River has a PTE of greater than 15 tons per year of total particulate matter; therefore, an air quality permit is required.
  - 3. <u>ARM 17.8.744 Montana Air Quality Permits--General Exclusions</u>. This rule identifies the activities that are not subject to the Montana Air Quality Permit Program.
  - 4. <u>ARM 17.8.745 Montana Air Quality Permits--Exclusion for De Minimis</u> <u>Changes</u>. This rule identifies the de minimis changes at permitted facilities that do not require a permit under the Montana Air Quality Permit Program.
  - 5. <u>ARM 17.8.748 New or Modified Emitting Units--Permit Application</u> <u>Requirements.</u> (1) This rule requires that a permit application be submitted prior to installation, alteration or use of a source. Knife River was not required to submit an application for the current permit action because it is considered an administrative action. (7) This rule requires that the applicant notify the public by means of legal publication in a newspaper of general circulation in the area affected by the application for a permit. Knife River was not required to submit a public notice for the current permit action because it is considered an administrative action.
  - 6. <u>ARM 17.8.749 Conditions for Issuance or Denial of Permit</u>. This rule requires that the permits issued by the Department must authorize the construction and operation of the facility or emitting unit subject to the conditions in the permit and the requirements of this subchapter. This rule also requires that the permit must contain any conditions necessary to assure compliance with the Federal Clean Air Act (FCAA), the Clean Air Act of Montana, and rules adopted under those acts.
  - 7. <u>ARM 17.8.752 Emission Control Requirements</u>. This rule requires a source to install the maximum air pollution control capability that is technically practicable and economically feasible, except that Best Available Control Technology (BACT) shall be utilized. The required BACT analysis is included in Section IV of this permit analysis.

- 8. <u>ARM 17.8.755 Inspection of Permit</u>. This rule requires that the Department shall make air quality permits available for inspection at the location of the source.
- 9. <u>ARM 17.8.756 Compliance with Other Requirements</u>. This rule states that nothing in the permit shall be construed as relieving Knife River of the responsibility for complying with any applicable federal or Montana statute, rule, or standard, except as specifically provided in ARM 17.8.740, *et seq*.
- 10. <u>ARM 17.8.759 Review of Permit Applications</u>. This rule describes the Department's responsibilities for processing permit applications and making permit decisions on those permit applications that do not require the preparation of an environmental impact statement.
- 11. <u>ARM 17.8.762 Duration of Permit</u>. An air quality permit shall be valid until revoked or modified, as provided in this subchapter, except that a permit issued prior to construction of a new or altered source may contain a condition providing that the permit will expire unless construction is commenced within the time specified in the permit, which in no event may be less than one year after the permit is issued.
- 12. <u>ARM 17.8.763 Revocation of Permit</u>. An air quality permit may be revoked upon written request of Knife River, or for violations of any requirement of the Clean Air Act of Montana, rules adopted under the Clean Air Act of Montana, the FCAA, rules adopted under the FCAA, or any applicable requirement contained in the Montana State Implementation Plan (SIP).
- 13. <u>ARM 17.8.764 Administrative Amendment to Permit</u>. An air quality permit may be amended for changes in any applicable rules and standards adopted by the Board of Environmental Review (Board) or changed conditions of operation at a source or stack that do not result in an increase of emissions as a result of those changed conditions. The owner or operator of a facility may not increase the facility's emissions beyond permit limits unless the increase meets the criteria in ARM 17.8.745 for a de minimis change not requiring a permit, or unless the owner or operator applies for and receives another permit in accordance with ARM 17.8.748, ARM 17.8.749, ARM 17.8.752, ARM 17.8.755, and ARM 17.8.756, and with all applicable requirements in ARM Title 17, Chapter 8, Subchapters 8, 9, and 10.
- 14. <u>ARM 17.8.765 Transfer of Permit</u>. (1) This rule states that an air quality permit may be transferred from one location to another if the Department receives a complete notice of Intent to Transfer location, the facility will operate in the new location for less than one year, the facility will comply with the FCAA and the Clean Air Act of Montana, and the facility complies with other applicable rules. (2) This rule states that an air quality permit may be transferred from one person to another if written notice of Intent to Transfer, including the names of the transferor and the transferee, is sent to the Department.
- F. ARM 17.8, Subchapter 8 Prevention of Significant Deterioration of Air Quality, including, but not limited to:
  - 1. <u>ARM 17.8.801 Definitions</u>. This rule is a list of applicable definitions used in this subchapter.
  - 2. ARM 17.8.818 Review of Major Stationary Sources and Major Modification--

<u>Source Applicability and Exemptions</u>. The requirements contained in ARM 17.8.819 through ARM 17.8.827 shall apply to any major stationary source and any major modification with respect to each pollutant subject to regulation under the FCAA that it would emit, except as this subchapter would otherwise allow.

This facility is not a major stationary source because it is not listed and does not have a PTE of greater than 250 tons per year (excluding fugitive emissions) of any air pollutant.

- G. ARM 17.8, Subchapter 12 Operating Permit Program Applicability, including, but not limited to:
  - 1. <u>ARM 17.8.1201 Definitions</u>. (23) Major Source under Section 7412 of the FCAA is defined as any stationary source having:
    - a. PTE > 100 tons/year of any pollutant,
    - b. PTE > 10 tons/year of any one Hazardous Air Pollutant (HAP), PTE > 25 tons/year of a combination of all HAPs, or a lesser quantity as the Department may establish by rule, or
    - c. PTE > 70 tons/year of particulate matter with an aerodynamic diameter of less than 10 microns (PM<sub>10</sub>) in a serious PM<sub>10</sub> nonattainment area.
  - <u>ARM 17.8.1204 Air Quality Operating Permit Program Applicability</u>. (1) Title V of the FCAA Amendments of 1990 requires that all sources, as defined in ARM 17.8.1204 (1), obtain a Title V Operating Permit. In reviewing and issuing Air Quality Permit #3406-01 for Knife River, the following conclusions were made:
    - a. The facility's PTE is less than 100 tons/year for any air pollutant.
    - b. The facility's PTE is less than 10 tons/year of any one HAP and less than 25 tons/year of all HAPs.
    - c. This source is not located in a serious  $PM_{10}$  nonattainment area.
    - d. This facility is not subject to any current NSPS standards.
    - e. This facility is not subject to any current NESHAP standards.
    - f. This source is not a Title IV affected source nor a solid waste combustion unit.
    - g. This source is not an EPA designated Title V source.

Based on these facts, the Department determined that this facility would be a minor source of emissions, as defined under the Title V Operating Permit Program.

#### III. Emission Inventory

	Tons/Year					
Source	РМ	PM <sub>10</sub>	NOx	VOC	СО	SOx
Aggregate Delivery to Ground Storage	0.76	0.36				
Sand Delivery to Ground Storage	0.23	0.08				
Aggregate Transfer to Conveyor	0.76	0.36				
Sand Transfer to Conveyor	0.23	0.08				
Aggregate Transfer to Elevated Storage	0.76	0.36				
Sand Transfer to Elevated Storage	0.23	0.08				
Cement Unloading to Elevated Storage Silo	0.16	0.10				
Cement Supplement Unloading to Elevated Storage Silo		0.24				
Weigh Hopper Loading of Sand/Aggregate	0.56	0.26				
Central Mix Loading of Cement/Supplement/Sand/Aggregate		8.54				
Haul Roads	2.74	1.23				
Total	31.19	11.69				

Note: A complete emission inventory for Permit #3406-01 is on file with the Department.

# IV. BACT Determination

A BACT determination is required for any new or altered source. Knife River shall install on the new or altered source the maximum air pollution control capability that is technologically practicable and economically feasible, except that BACT shall be used. A BACT analysis was not required for the current permit action because it is considered an administrative action.

## V. Existing Air Quality

Permit #3406-01 is issued for the operation of a portable truck mix concrete batch plant to be originally located locate at 1927 Dover Road in the SW ¼ Section 7, Township 1 North, Range 27 East, in Yellowstone County, Montana. This facility would be allowed to operate at this proposed site and any other areas designated as attainment or unclassified for all National Ambient Air Quality Standards (NAAQS); excluding counties that have a Department approved permitting program, areas considered Tribal Lands, or areas in or within 10 kilometers (km) of certain PM<sub>10</sub> nonattainment areas. The permit contains operational conditions and limitations that would protect air quality for this site and the surrounding area. Also, this facility is a portable source that would operate on an intermittent and temporary basis, so any effects to air quality will be minor and short-lived.

### VI. Ambient Air Quality Impacts

This permit is for a portable truck mix concrete batch plant to be located in various locations around Montana. The amount of controlled particulate emissions generated by this project should not cause concentrations of  $PM_{10}$  in the ambient air that exceed any set standard. In addition, this source is portable and any air quality impacts will be short-lived.

### VII. Taking or Damaging Implication Analysis

As required by 2-10-101 through 105, MCA, the Department conducted the following private property taking and damaging assessment.

YES	NO	
Х		1. Does the action pertain to land or water management or environmental regulation affecting
		private real property or water rights?
	X	2. Does the action result in either a permanent or indefinite physical occupation of private
		property?
	X	3. Does the action deny a fundamental attribute of ownership? (ex.: right to exclude others,
		disposal of property)
	Х	4. Does the action deprive the owner of all economically viable uses of the property?
	Х	5. Does the action require a property owner to dedicate a portion of property or to grant an
		easement? [If no, go to (6)].
		5a. Is there a reasonable, specific connection between the government requirement and legitimate
		state interests?
		5b. Is the government requirement roughly proportional to the impact of the proposed use of the
		property?
	X	6. Does the action have a severe impact on the value of the property? (consider economic
		impact, investment-backed expectations, character of government action)
	Х	7. Does the action damage the property by causing some physical disturbance with respect to the
		property in excess of that sustained by the pubic generally?
	Х	7a. Is the impact of government action direct, peculiar, and significant?
	X	7b. Has government action resulted in the property becoming practically inaccessible,
		waterlogged or flooded?
	X	7c. Has government action lowered property values by more than 30% and necessitated the
		physical taking of adjacent property or property across a public way from the property in
		question?
	Х	Takings or damaging implications? (Taking or damaging implications exist if YES is checked in
		response to question 1 and also to any one or more of the following questions: 2, 3, 4, 6, 7a, 7b,
		7c; or if NO is checked in response to questions 5a or 5b; the shaded areas)

Based on this analysis, the Department determined there are no taking or damaging implications associated with this permit action.

VIII. Environmental Assessment

An environmental assessment was not required for the current permit action because it is considered an administrative action.

Permit Analysis Prepared by: Julie Merkel Date: September 22, 2008