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1	OFFICE OF THE GENERAL COUNSEL SOUTH COAST AIR QUALITY MANAGEMENT DISTRICT		
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6	Attorneys for Petitioner South Coast Air Quality Mana	agament District	
7	South Coast All Quanty Mana	igement District	
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10	BEFORE THE HEARING BOARD OF THE		
11	SOUTH CO.	AST AIR QUALITY M	IANAGEMENT DISTRICT
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13	In the Matter of		CASE NO. 6239-1
14	SOUTH COAST AIR QUAI MANAGEMENT DISTRICT		[PROPOSED] FINDINGS AND DECISION FOR AN ORDER FOR ABATEMENT
15		Petitioner,	Health and Safety Code § 41700 and District
16	vs.		Rules 402, 1128, and 1147
17	FLEXFIRM HOLDINGS LI	LC,	Date: May 28, 2024
18	[Facility ID No. 187620]	Respondent.	Time: 9:30 a.m. Place: Hearing Board
19		Respondent.	South Coast Air Quality Management District
20			21865 Copley Drive Diamond Bar, CA 91765
21			Diamond Bar, CA 91703
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23	FINDINGS AND DECISION OF THE HEARING BOARD		
24	This petition for a modification and extension of an Order for Abatement was heard on May		
25	28, 2024, pursuant to notice and in accordance with the provisions of California Health and Safety		

Ali; and Mohan Balagopalan. Petitioner, Executive Officer, was represented by Sheri Hanizavareh,

Code Section 40823 and District Rule 812. The following members of the Hearing Board were

present: Cynthia Verdugo-Peralta, Chair; Robert Pearman, Vice-Chair; Dr. Jerry P. Abraham; Micah

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Rule 402 and Health and Safety Code section 41700 between May 22, 2023, and May 10, 2024.

4. Flexfirm owns and operates a Coating/Curing Oven with Afterburner under Permit to
Operate G52678 ("VOC Oven" and "Afterburner"). Flexfirm also owns and operates a
Coating/Curing Oven under Permit to Operate G75719 ("Non-VOC Oven").

May 22, 2023. The District has issued thirteen Notice of Violations alleging a violation of District

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- 5. The VOC Oven and Afterburner and the Non-VOC Oven are subject to District Rule 1128.
- 6. Flexfirm conducted a source test of the Afterburner in November 2023. The results of the source test demonstrated a VOC destruction efficiency of 74.5%, which did not meet the Rule 1128 requirement of a VOC destruction efficiency of at least 95%...
- 7. District Rule 1128 also prohibits the use and or application of any plastisols to any paper, fabric, or film substrate unless the coating contains less than 20 grams of VOC per liter of coating, less water, and less exempt compounds, as applied.

- 8. Additionally, under Condition 3 for Permits to Operate G52678 and G75719, the total quantity of coatings and solvents used at each of the VOC Oven and Non-VOC Oven must not exceed a maximum throughput of 68 gallons in any one day, unless otherwise stated.
- 9. Based on the failed source test for the Afterburner and application of plastisols that are greater than 20 grams of VOC per liter of coating, less water, and less exempt compounds, as applied, Flexfirm is operating in violation of Rule 1128.
- 10. The afternoon of the last District business day before the July 25, 2034 Order for Abatement hearing before the Hearing Board, Flexfirm asserted that the Equipment was exempt from 1147. Since then, Flexfirm and District staff have examined the configuration and processes of the Afterburner to determine if it is exempt from 1147 and/or subject to any other District rules that restrict the emissions of Nitrous Oxides (NOx).
 - 11. The Afterburner is not exempt from Rule 1147.
- 12. The Afterburner is not subject to exemption under Rule 1147(m)(3)(D) because the equipment does not have an integrated thermal fluid heat exchanger that captures heat from the Afterburner. The Facility uses an air-to-air heat exchanger to capture heat from the Afterburner.
- 13. The Afterburner is not subject to exemption under Rule 1147(m)(3)(E) because the VOC effluent is not being mixed in the unit's burner with combustion or air or fuel prior to or at incineration in the burner. There is a separate natural gas fuel line which enters through the burner. The VOC effluent is not being mixed in the unit's burner with the natural gas fuel line. The VOC effluent is in a gas stream moving past the burner flame to be combusted.
- 14. The Afterburner is not subject to exemption under Rule 1147(g). Flexfirm has installed a non-resettable totalizing time meter on the Afterburner. To demonstrate less than one pound of NOx per day averaged over a calendar month under Rule 1147(g)(1)(A), Flexfirm must limit operation of the Afterburner no more than 81 hours per month.
- 15. Flexfirm has not installed and maintained a non-resettable totalizing fuel meter on the Afterburner and cannot demonstrate less than one pound of NOx per day averaged over a calendar month under Rule 1147(g)(1)(B).

notice to the District (<u>amartinez2@aqmd.gov</u> and astewart@aqmd.gov) no later than 10 days prior to the date of the scheduled source test.

- 3. Respondent shall submit the source testing results to the District source testing division no later than 72 hours after receipt, with a copy to amartinez2@aqmd.gov, astewart@aqmd.gov, and mreichert@aqmd.gov.
- 4. If the source testing results do not demonstrate compliance with Rule 1128, Respondent shall, within 30 days of receipt of the source testing results, submit a plan to the District to bring the equipment into compliance with Rule 1128.
- 5. Respondent shall by August 31, 2023, submit application(s) to modify its permit(s) and/or for new permits to accurately represent the equipment located at its facility, the equipment configuration, and the applicable rules and emissions limitations. Respondent shall request and pay for expedited processing. The applications shall include the Safety Data Sheets (SDS) for all coatings and solvents used at the Facility and maintenance records for all of the equipment at the Facility for the previous three years.
- 6. Respondent shall schedule VOC source testing to demonstrate compliance of the Afterburner for Rule 1128, to be completed no later than June 28, 2024.
- 7. Respondent shall repair any leaks and ducting of their Afterburner prior to conducting the VOC source test.
- 8. Respondent shall submit the source testing results to the South Coast AQMD Source Testing Division no later than 72 hours after receipt, with a copy to astewart@aqmd.gov, amartinez2@aqmd.gov, jlee4@aqmd.gov, and shanizavareh@aqmd.gov. Respondent shall request and pay for expedited processing.
- 9. In lieu of complying with Condition Nos. 6, 7 and 8, Respondent shall submit permit application(s) to the South Coast AQMD to construct a new or modified control equipment and the equipment which it vents to in order to comply with Rule 1128 by July 31, 2024. Respondent shall request and pay for expedited processing.

- 10. Respondent shall test the VOC content of all applied coatings to paper, fabric, or film substrate used at the facility no later than July 31, 2024 pursuant to the test methods set forth in Rule 1128(f)(1).
- 11. Respondent shall submit the VOC content results, specifying which oven line each coating was processed in, to the South Coast AQMD (astewart@aqmd.gov, amartinez2@aqmd.gov, jlee4@aqmd.gov, and shanizavareh@aqmd.gov) no later than 72 hours after receipt of results.
- 12. Respondent shall not use or apply any plastisol to any paper, fabric or film substrate unless the coating contains less than 20 grams of VOC per liter of coating, less water, and less exempt compounds, as applied.
- 13. Respondent shall limit the throughput of coatings and solvents used in the equipment permitted under P/O G52678 to no more the 68 gallons in any one day. The Respondent shall also limit the daily throughput of Neoprene coating to no more than 23 gallons in any one day. Respondent shall maintain daily records and provide these to amartinez2@aqmd.gov for each month no later than the 3rd day of the following month, starting June 3, 2024.
- 14. To demonstrate compliance with Rule 1147, Respondent shall comply with the following:
 - a. Submit a source test protocol to the South Coast AQMD for NOx and CO testing to demonstrate compliance of the Afterburner with Table 2 limits in Rule 1147, no later than July 1, 2024. Respondent shall request and pay for expedited processing.
 - b. Conduct source test of the Afterburner no later than 30 days after receiving approval of the source test protocol.
 - c. Submit the source testing results to the South Coast AQMD Source Testing Division no later than 72 hours after receipt, with a copy to astewart@aqmd.gov, amartinez2@aqmd.gov, jlee4@aqmd.gov, and shanizavareh@aqmd.gov. Respondent shall request and pay for expedited processing.
- 15. If the source test results do not demonstrate compliance with Rule 1147 (20 ppmv NOx and 1000 ppmv CO limits) for the Afterburner, Respondent shall reduce operation of the Afterburner to no more than 81 hours/month or limit the natural gas throughput to less than 230,550

scf/month. Respondent shall also submit applicable permit application(s) to demonstrate or incorporate conditions for compliance with Rule 1147 within 14 days after the source test report has been approved or accepted.

- 16. Respondent shall maintain gas usage records including totalizing gas meter readings or time meter readings, to comply with the Rule 1147 one pound per day exemption for both curing ovens and the afterburner (if non-compliant with Rule 1147 emissions limits) and provide these to amartinez2@aqmd.gov each month, no later than the 3rd day of the following month, starting June 3, 2024.
- 17. Within fourteen days of this Order, Respondent shall submit one change of condition or modification permit application to modify Permit No. G75719 to accurately represent the equipment located at its facility, the equipment configuration, and the applicable rules and emission limitations. Respondent shall request and pay for expedited processing.
- 18. Within fourteen days of this Order, Respondent shall submit one change of condition permit application to modify Permit No. G52678 to accurately represent the equipment located at its facility, the equipment configuration, and the applicable rules and emission limitations. Respondent shall request and pay for expedited processing.
- 19. Within fourteen days of this Order, Respondent shall submit one administrative change application to Permit No. G52678, to split the afterburner on a separate permit. Respondent shall request and pay for expedited processing.
- 20. If the Respondent installs and operates a new control device to comply with Rules 1128 or 1147, it shall complete construction of the equipment within 6 months after permit issuance.
- 21. Parties shall appear before the Hearing Board for a status/modification hearing in September 2024.
- 22. The Hearing Board may modify this Order for Abatement without the stipulation of the parties upon a showing of good cause therefore, and upon making the findings required by Health and Safety Code Section 42451(a) and District Rule 806(a). Any modification of the Order shall be made only at a public hearing held upon 10 days published notice and appropriate written notice to Respondent.

1	23. Unless terminated earlier, the Hearing Board shall retain jurisdiction over this matter		
2	until December 13, 2024, at which time this Order for Abatement, if it has not been properly		
3	extended, shall expire.		
4	24. This Order for Abatement does not act as a variance, and Respondent is subject to		
5	all rules and regulation of the District, and with all applicable provisions of California law. Nothing		
6	herein shall be deemed or construed to limit the authority of the District to issue Notices of Violation		
7	or to seek civil penalties, criminal penalties, or injunctive relief, or to seek further orders for		
8	abatement, or other administrative or legal relief.		
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10	FOR THE BOARD:		
11	DATED:		
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13	Prepared by Josephine Lee and Sheri Hanizavareh, Attorneys for Petitioner		
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