

Ministry of the Environment, Conservation and Parks Ministère de l'Environnement, de la Protection de la nature et des Parcs

AMENDED ENVIRONMENTAL COMPLIANCE APPROVAL

NUMBER 8880-CK4MRP Issue Date: October 27, 2022

Onbelay Automotive Inc.

P.O. Box 21021, Southside Postal Outlet

Chatham, Ontario

N7M 6H6

Site Location: 540 Park Avenue East

Chatham-Kent Municipality,

N7M 5J4

You have applied under section 20.2 of Part II.1 of the <u>Environmental Protection Act</u>, R.S.O. 1990, c. E. 19 (Environmental Protection Act) for approval of:

• the equipment and associated exhaust systems listed in Schedule "A";

all in accordance with the Application for Approval (Air) submitted by Onbelay Automotive Inc. dated November 14, 2021 and signed by George Farah, Vice President; the supporting information, including the Emission Summary and Dispersion Modelling Report, dated May 2021, submitted by Wood Environment & Infrastructure Solutions, and signed by Justin Tayles; and email updates provided by Justin Tayles on September 22 and October 11, 13 and 14, 2022.

For the purpose of this environmental compliance approval, the following definitions apply:

- "Acoustic Assessment Report" means the report, prepared in accordance with Publication NPC-233
 and Appendix A of the Basic Comprehensive User Guide, prepared by Mohammad Abushanab and
 Buddy Ledger / Wood Engineering Inc and dated October 2021, submitted in support of the
 application, that documents all sources of noise emissions and Noise Control Measures present at the
 Facility;
- 2. "Acoustic Assessment Summary Table" means a table prepared in accordance with the Basic Comprehensive User Guide summarising the results of the Acoustic Assessment Report;
- 3. "Approval" means this Environmental Compliance Approval, including the application and supporting documentation listed above;

- 4. "Basic Comprehensive User Guide" means the Ministry document titled "Basic Comprehensive Certificates of Approval (Air) User Guide" dated March 2011, as amended;
- 5. "Company" means Onbelay Automotive Inc. that is responsible for the construction or operation of the Facility and includes any successors and assigns in accordance with section 19 of the EPA;
- 6. "Director" means a person appointed for the purpose of section 20.3 of the EPA by the Minister pursuant to section 5 of the EPA;
- 7. "District Manager" means the District Manager of the appropriate local district office of the Ministry, where the Facility is geographically located;
- 8. "EPA" means the Environmental Protection Act, R.S.O. 1990, c.E.19;
- 9. "ESDM Report" means the most current Emission Summary and Dispersion Modelling Report that describes the Facility. The ESDM Report is based on the Original ESDM Report and is updated after the issuance of this Approval in accordance with section 26 of O. Reg. 419/05 and the Procedure Document;
- 10. "Equipment" means the equipment described in the Company's application, this Approval and in the supporting documentation submitted with the application, to the extent approved by this Approval;
- 11. "Facility" means the entire operation located on the property where the Equipment is located;
- 12. "Heat Cleaning Oven" means the heat cleaning ovens described in the Company's application, this Approval and in the supporting documentation referred to herein, to the extent approved by this Approval;
- 13. "Manager" means the Manager, Technology Standards Section, Technical Assessment and Standards Development Branch, or any other person who represents and carries out the duties of the Manager, Technology Standards Section, Technical Assessment and Standards Development Branch, as those duties relate to the conditions of this Approval;
- 14. "Manual" means a document or a set of documents that provide written instructions to staff of the Company;
- 15. "Ministry" means the ministry of the government of Ontario responsible for the EPA and includes all officials, employees or other persons acting on its behalf;
- 16. "Noise Control Measures" means measures to reduce the noise emissions from the Facility and/or Equipment including, but not limited to, silencers, acoustic louvers, enclosures, absorptive treatment, plenums and barriers. It also means the Noise Control Measures, as outlined in the Acoustic Assessment Report;

- 17. "Pre-Test Plan" means a plan for the Source Testing including the information required in Section 5 of the Source Testing Code;
- 18. "Procedure Document" means Ministry guidance document titled "Procedure for Preparing an Emission Summary and Dispersion Modelling Report" dated February 2017, as amended;
- 19. "Publication NPC-233" means the Ministry Publication NPC-233, "Information to be Submitted for Approval of Stationary Sources of Sound", October, 1995, as amended;
- 20. "Publication NPC-300" means the Ministry Publication NPC-300, "Environmental Noise Guideline, Stationary and Transportation Sources Approval and Planning, Publication NPC-300", August 2013, as amended;
- 21. "Source Testing" means site-specific sampling and testing to measure emissions resulting from operating the Targeted Sources under operating conditions that will derive an emission rate that, for the relevant averaging period of the contaminant, is at least as high as the maximum emission rate that the source of contaminant is reasonably capable of, or a rate approved by the Manager within the approved operating range of the Targeted Sources which satisfies paragraph 1 of subsection 11(1) of O. Reg. 419/05;
- 22. "Source Testing Code" means the Ontario Source Testing Code, dated June 2010, prepared by the Ministry, as amended;
- 23. "Targeted Sources" means the sources listed in Schedule "B";
- 24. "Test Contaminants" means the contaminants listed in Schedule "B".

You are hereby notified that this environmental compliance approval is issued to you subject to the terms and conditions outlined below:

TERMS AND CONDITIONS

1. OPERATION AND MAINTENANCE

- 1. The Company shall ensure that the Equipment is properly operated and maintained at all times. The Company shall:
 - a. operate the Heat Cleaning Oven in such a manner that:
 - i. The burner flame in the secondary chamber is established before the primary chamber is fired;
 - ii. The temperature in the secondary chamber, as measured by the thermocouple, is maintained at 815 degrees Celsius at all times when the primary chamber is loaded and heat cleaning is in progress;

- iii. The burner in the primary chamber is automatically turned off, if the secondary burner fails; and
- iv. No substances containing chlorinated and/or fluorinated compounds, including polyvinyl chloride and Teflon, are loaded into the Heat Cleaning Oven;
- b. prepare,not later than three (3) months after the date of this Approval and update, as necessary, a Manual outlining the operating procedures and a maintenance program for the Equipment, including:
 - i. routine operating and maintenance procedures in accordance with good engineering practices and as recommended by the Equipment suppliers;
 - ii. emergency procedures, including spill clean-up procedures;
 - iii. procedures for any record keeping activities relating to operation and maintenance of the Equipment;
 - iv. all appropriate measures to minimize noise and odorous emissions from all potential sources; and
 - v. the frequency of inspection and replacement of the filter material in the Equipment;
- c. implement the recommendations of the Manual.

2. MONITORING

1. The Company shall continuously monitor and record the temperature in the secondary chamber of the Heat Cleaning Oven, when any of the Heat Cleaning Ovens is in operation. The continuous temperature monitoring and recording system shall comply with the following requirements:

a. LOCATION:

i. The sample point for the continuous temperature monitoring and recording system shall be located at a location where the measurements are representative of the minimum temperature of the gases leaving the secondary chamber of the Heat Cleaning Oven.

b. PERFORMANCE:

i. The continuous temperature monitoring and recording system shall meet the following minimum performance specifications for the following parameters.

c. PARAMETERS SPECIFICATION

- i. Type shielded "K" type thermocouple, or equivalent.
- ii. Accuracy +/- 5 degrees Celsius

d. DATA RECORDER:

i. The data recorder must be capable of registering continuously the measurement of the monitor without a significant loss of accuracy and with a time resolution of 5 minutes or better.

e. RELIABILITY:

i. The continuous temperature monitoring and recording system shall be operated and maintained so that accurate data is obtained during a minimum of 95 percent of the time, on a monthly basis, when the Heat Cleaning Oven is in operation.

3. RECORD RETENTION

- 1. The Company shall retain, for a minimum of two (2) years from the date of their creation, all records and information related to or resulting from the recording activities required by this Approval, and make these records available for review by staff of the Ministry upon request. The Company shall retain:
 - a. all records on the maintenance, repair and inspection of the Equipment; and
 - b. all records of any environmental complaints, including:
 - i. a description, time and date of each incident to which the complaint relates;
 - ii. wind direction at the time of the incident to which the complaint relates; and
 - iii. a description of the measures taken to address the cause of the incident to which the complaint relates and to prevent a similar occurrence in the future.

4. NOTIFICATION OF COMPLAINTS

- 1. The Company shall notify the District Manager, in writing, of each environmental complaint within two (2) business days of the complaint. The notification shall include:
 - a. a description of the nature of the complaint; and
 - b. the time and date of the incident to which the complaint relates.

5. NOISE

1. The Company shall, at all times, ensure that the noise emissions from the Facility comply with the limits set out in Ministry Publication NPC-300.

6. SOURCE TESTING OF HEAT CLEANING OVEN AT 760 DEGREES CELSIUS

1. The Company shall perform Source Testing in accordance with the procedures in Schedule "C" to determine the rates of emissions of the Test Contaminants from the Targeted Sources listed in Schedule "B", within 9 months of the date of this Approval.

SCHEDULE "A"

Sources (Page 1 of 2)

Source	Description	Total	Flowrate	Temperature	Diameter or	Height Above	Height Above	Orientation
Number		Maximum Heat Input (kilojoules per hour)		(degrees Celsius)	Dimensions (metres)	Roof (metres)	(metres)	
1	Natural Gas Fired Curing Oven for Powder Booth - Inlet Exhauster	5,275,000	2.01	87	0.43	3.05	10.65	Vertical
2	Natural Gas Fired Curing Oven for Powder Booth - Outlet Exhauster	5,275,000	1.42	101	0.58	1.40	9.00	Vertical
5	Heating Cleaning Oven (Burn Off Hook Cleaner - Powder Line Side)	311,000 (Primary Chamber), 622,300 (Secondary Chamber)	0.70	815	0.46	0.17	7.77	Vertical
7	Pretreat Line Fan near End of Washer #5 Stage S	N/A	1.89	31	0.43	0.30	7.90	Vertical
8	Pretreat Line Entrance End Exhaust Fan	N/A	1.18	84	0.30 x 0.50	0.30	7.90	Vertical
9	Pretreat Line Washer Stage #1 Tube Heater	1,582,500	0.42	302	0.20	1.30	8.90	Capped
10	Pretreat Line Washer #2 Tube Heater	4,009,000	1.08	163	0.25	1.83	9.43	Capped
11	Pretreat Line #3 Tube Heater	844,000	0.23	69	0.15	1.60	9.20	Capped
12	Pretreat Line #4 Tube Heater	4,009,000	1.08	69	0.25	1.83	9.43	Capped
13	Natural Gas Fired Curing Oven for Powder Booth	5,275,000	1.46	117	0.40 x 0.50	2.90	10.50	Capped
22	Ink Pad	N/A	1.41	Ambient	0.40	3.05	10.65	Capped
38	Dry Off Oven	1,055,000	1.40	67	0.20	5.79	13.39	Capped
46	Cure Oven Ecoat of Applicable	10,542,000	6.11	169	0.91	9.37	16.97	Vertical

SCHEDULE "A"

Sources (Page 2 of 2)

Source Number	Description	Total Maximum Heat Input (kilojoules per hour)	Flowrate (cubic metres per second)	Temperature (degrees Celsius)	Diameter or Dimensions (metres)		Height Above Grade (metres)	Orientation
50	Heat Cleaning Oven - Café Side	422,000 (Primary Chamber), 844,000 (Secondary Chamber)	0.70	815	0.50	2.10	9.70	Vertical
51	Spray Powder Touch Up Booth	N/A	0.94	Ambient	0.20	1.52	9.12	Capped
54	Maintenance Wall Fan	N/A	1.60	Ambient	0.46	2.59	N/A	Horizontal
55	Heat Cleaning Oven (NEW)	1,055,060 (Primary Chamber), 1,055,060 (Secondary Chamber)	0.76	815	0.51	3.66	11.26	Vertical
56	Radiant Heater Stage #5 (NEW)	1,055,060	0.42	163	0.13	1.50	9.10	Capped

N/A = Not Applicable

SCHEDULE "B"

Targeted Sources and Test Contaminants for Source Testing

Targeted Source	Test Contaminants
New Heat Cleaning Oven (Source 55)	Nitrogen Oxides, Aldehydes

SCHEDULE "C"

Source Testing Procedures

- 1. The Company shall submit, not later than three (3) months prior to the Source Testing, to the Manager a Pre-Test Plan for the Source Testing required under this Approval. The Company shall finalize the Pre-Test Plan in consultation with the Manager.
- 2. The Company shall not commence the Source Testing required under this Approval until the Manager has approved the Pre-Test Plan.
- 3. The Company shall notify the Manager, the District Manager and the Director in writing of the location, date and time of any impending Source Testing required by this Approval, at least fifteen (15) days prior to the Source Testing.
- 4. The Company shall submit a report (electronic format) on the Source Testing to the Manager, the District Manager and the Director not later than three (3) months after completing the Source Testing. The report shall be in the format described in the Source Testing Code, and shall also include, but not be limited to:
 - 1. an executive summary;
 - 2. an identification of the applicable North American Industry Classification System code (NAICS) for the Facility;
 - 3. records of operating conditions at the time of Source Testing, including but not limited to the following:
 - a. production data and equipment operating rate as a percentage of maximum capacity;
 - b. Facility/process information related to the operation of the Targeted Sources;
 - c. description of the emission sources controlled by the Targeted Sources at the time of testing; and
 - 4. results of Source Testing, including the emission rate, emission concentration, and relevant emission factor of the Test Contaminants from the Targeted Sources;

- 5. a tabular comparison of calculated emission rates and emission factors based on Source Testing results for the Test Contaminants to relevant estimates described in the ESDM Report, and,
- 5. The Director may not accept the results of the Source Testing if:
 - 1. the Source Testing Code or the requirement of the Manager were not followed;
 - 2. the Company did not notify the Manager, the District Manager and Director of the Source Testing; or
 - 3. the Company failed to provide a complete report on the Source Testing.
- 6. If the Director does not accept the result of the Source Testing, the Director may require re-testing. If re-testing is required, the Pre-Test Plan strategies need to be revised and submitted to the Manager for approval. The actions taken to minimize the possibility of the Source Testing results not being accepted by the Director must be noted in the revision.
- 7. The Company shall update their ESDM Report in accordance with Section 26 of O. Reg. 419/05 and the Procedure Document with the results from the Source Testing if any of the calculated emission factors or calculated emission rates are higher than the predicted rates in the ESDM report, not later than three (3) months after the submission of the Source Testing report and make these records available for review by staff of the Ministry upon request.

The reasons for the imposition of these terms and conditions are as follows:

- 1. Condition numbers 1 and 2 are included to emphasize that the Equipment must be maintained and operated according to a procedure that will result in compliance with the EPA, the Regulations and this Approval.
- 2. Condition number 3 is included to require the Company to keep records and to provide information to staff of the Ministry so that compliance with the EPA, the Regulations and this Approval can be verified.
- 3. Condition number 4 is included to require the Company to notify staff of the Ministry so as to assist the Ministry with the review of the site's compliance.
- 4. Condition number 5 is included to provide the minimum performance requirements considered necessary to prevent an adverse effect resulting from the operation of the Facility.
- 5. Condition number 6 is included to require the Company to gather accurate information so that the environmental impact and subsequent compliance with the EPA, the regulations and this Approval.

Upon issuance of the environmental compliance approval, I hereby revoke Approval No(s). 9864-ADDQJQ issued on July 11, 2017.

In accordance with Section 139 of the *Environmental Protection Act*, you may by written notice served upon me, the Ontario Land Tribunal and in accordance with Section 47 of the *Environmental Bill of Rights*, 1993, the Minister of the Environment, Conservation and Parks, within 15 days after receipt of this notice, require a hearing by the Tribunal. The Minister of the Environment, Conservation and Parks will place notice of your appeal on the Environmental Registry. Section 142 of the *Environmental Protection Act* provides that the notice requiring the hearing ("the Notice") shall state:

- a. The portions of the environmental compliance approval or each term or condition in the environmental compliance approval in respect of which the hearing is required, and;
- b. The grounds on which you intend to rely at the hearing in relation to each portion appealed.

Pursuant to subsection 139(3) of the *Environmental Protection Act*, a hearing may not be required with respect to any terms and conditions in this environmental compliance approval, if the terms and conditions are substantially the same as those contained in an approval that is amended or revoked by this environmental compliance approval.

The Notice should also include:

- 1. The name of the appellant;
- 2. The address of the appellant;
- 3. The environmental compliance approval number;
- 4. The date of the environmental compliance approval;
- 5. The name of the Director, and;
- 6. The municipality or municipalities within which the project is to be engaged in.

And the Notice should be signed and dated by the appellant.

and

This Notice must be served upon:

Registrar*
Ontario Land Tribunal
655 Bay Street, Suite 1500
Toronto, Ontario
M5G 1E5
OLT.Registrar@ontario.ca

The Minister of the Environment, Conservation and Parks 777 Bay Street, 5th Floor Toronto, Ontario M7A 2J3 The Director appointed for the purposes of Part II.1 of the *Environmental Protection Act* Ministry of the Environment, Conservation and Parks 135 St. Clair Avenue West, 1st Floor Toronto, Ontario M4V 1P5

* Further information on the Ontario Land Tribunal's requirements for an appeal can be obtained directly from the Tribunal at: Tel: (416) 212-6349 or 1 (866) 448-2248, or www.olt.gov.on.ca

This instrument is subject to Section 38 of the *Environmental Bill of Rights*, 1993, that allows residents of Ontario to seek leave to appeal the decision on this instrument. Residents of Ontario may seek leave to appeal within 15 days from the date this decision is placed on the Environmental Registry. By accessing the Environmental Registry at https://ero.ontario.ca/, you can determine when the leave to appeal period ends.

The above noted activity is approved under s.20.3 of Part II.1 of the *Environmental Protection Act*.

DATED AT TORONTO this 27th day of October, 2022

Nancy E Orpana, P.Eng.

Director

and

appointed for the purposes of Part II.1 of the *Environmental Protection Act*

EC/

- c: Area Manager, MECP Windsor
- c: District Manager, MECP Sarnia Justin Tayles, Wood Environment & Infrastructure Solutions