1 BEFORE THE ILLINOIS POLLUTION CONTROL BOARD 2 3 4 5 IN THE MATTER OF: CLEAN-UP 6 AMENDMENTS TO 35 ILLINOIS No. R98-15 7 ADMINISTRATIVE CODE PART 215 (Rulemaking) 8 9 10 11 12 Proceedings held on December 22, 1997, at 1:00 13 p.m., at the Illinois Pollution Control Board, 600 14 South Second Street, Suite 402, Springfield, Illinois, 15 before the Honorable Audrey Lozuk-Lawless, Hearing 16 Officer. 17 18 19 20 21 Reported by: Darlene M. Niemeyer, CSR, RPR CSR License No.: 084-003677 22 23 KEEFE REPORTING COMPANY 24 11 North 44th Street Belleville, IL 62226 25 (618) 277-0190 1

1	A P P E A R A N C E S
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INDEX 2 WITNESS PAGE NUMBER 3 Gary Beckstead 4 Dan Punzak 5 Charles B. Gjersvik 6 Cassandra J. Donelan ΕΧΗΙΒΙΤS MARKED FOR I.D. ENTERED NUMBER (No exhibits were marked.)

1 PROCEEDINGS (December 22, 1997; 1:00 p.m.) 2 HEARING OFFICER LOZUK-LAWLESS: Good afternoon, 3 everyone and welcome. My name is Audrey 4 5 Lozuk-Lawless, and I am the hearing officer in this 6 matter which the Board has docketed as Clean-Up 7 Amendments to 35 Illinois Administrative Code Part 215 which the Board references as docket R98-15. Please 8 9 indicate that if you submit anything to the Board as far as comments or briefs, docket R98-15. 10 Present today on behalf of the Board is Dr. Ronald 11

12 Flemal. He is the presiding board member in this
13 matter. Today is the second scheduled hearing and
14 also the last scheduled hearing. The first was held
15 last week in the Board's office, or actually on the
16 eighth floor in Chicago.

As I mentioned earlier, the transcript will be on the board's web site. If you need it earlier then certainly call and we can have that sent out to you. Today's hearing will be governed by the Board's procedural rules which means that anything which is relevant and not repetitious or privileged will be admitted into evidence. All witnesses will be sworn and subject to cross-questioning.

25 This proceeding is a general state-wide

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1 proceeding, hence, that's why we have the two
2 scheduled hearings. It was filed by the Illinois
3 Environmental Protection Agency on October 30, 1997,
4 and at today's hearing the Agency will present its
5 proposal and have the testimony of Mr. Gary Beckstead
6 as well as Mr. Dan Punzak. Then we will also hear
7 from any other persons today that would like to give
8 testimony or present comments.

9 The Board will then allow questions toward the Agency's witnesses and then if you are testifying you 10 will also be open to questions. If Dr. Flemal or 11 myself ask any questions today please realize that is 12 13 just to form a complete record for any board members 14 that are not here today. I will open the floor up to 15 anyone that wants to ask any questions of any of the witnesses at the very end. 16

17 Requests for additional hearings if you would like 18 to have them held will be pursuant to the Board's procedural rules at 35 Illinois Administrative Code 19 20 102.161 which basically requires you as the proponent to show why a request for an additional hearing in a 21 22 motion would basically show that failing to hold another hearing would result in material prejudice to 23 you as the movant of that motion. 24

25 Dr. Flemal, do you have any questions?

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BOARD MEMBER FLEMAL: Other than to welcome
 everyone, no, nothing else.

3 HEARING OFFICER LOZUK-LAWLESS: Okay. Great.
4 Then we will turn to Ms. Tina Archer, the attorney
5 representative for the Agency.

6 MS. ARCHER: Thank you. My name is Christina 7 Archer. I am an Assistant Counsel for the Illinois 8 Environmental Protection Agency representing the 9 Agency in this matter today docketed rulemaking 10 R98-15. With me today who will testify is Mr. Gary 11 Beckstead from our Air Quality Planning Section and 12 Mr. Dan Punzak from our Permit Section.

13 The Illinois EPA is today asking the Illinois 14 Pollution Control Board to adopt this rulemaking 15 proposal affecting 35 Illinois Administrative Code 16 Part 215 for ozone attainment areas. The Illinois EPA 17 believes this rulemaking proposal is a minor and non 18 controversial clean up specifically affecting subparts 19 A, F and Z only.

The proposal intends to delete definitions in Part 21 215 that are already located in Part 211. The 22 proposal will also request to delete requirements 23 currently located in Part 215 for ozone nonattainment 24 areas that were subsequently moved into Parts 218 and 25 219. The proposal also requests to add a de minimus 6

1 coating exemption of 2,500 gallons to Section

2 215.206(a) as well as adding an exemption for touch up 3 and repair coatings and the related record keeping and 4 reporting requirements for such touch up and repair 5 coatings.

6 The proposal would also request to delete the 7 requirements applicable to Road Master Corporation 8 located in Olney, Illinois, as well as deleting the 9 requirements for perchloroethylene dry clears since 10 perchloroethylene was deleted by U.S. EPA as a 11 hazardous air pollutant.

12 The proposal would also request to imply the 13 consistent terms source and emission unit throughout the clean up. The Illinois EPA has been in contact 14 15 with most affected facilities, we believe, as well as the U.S. EPA, and the Illinois EPA believes that all 16 17 parties are in agreement with the proposal thus far. 18 The Illinois EPA believes the proposal will not have an adverse impact on the environment and the Illinois 19 20 EPA believes the proposal is technically feasible and economically reasonable. 21

22 Mr. Beckstead has prefiled his testimony in this 23 matter. He will also read that into the record today, 24 and I have a few questions for Mr. Punzak to clarify 25 some questions that the Board had asked at the first

1 hearing. Thank you.

2 HEARING OFFICER LOZUK-LAWLESS: Thank you, Ms. 3 Archer. 4 Would you please swear in Mr. Beckstead. (Whereupon the witness was sworn by the 5 6 Notary Public.) GARY BECKSTEAD, 7 having been first duly sworn by the Notary Public, 8 9 saith as follows: 10 THE WITNESS: My name is Gary Beckstead. My academic credentials include a Bachelor of Ceramic 11 Engineering Degree from Georgia Institute of 12 13 Technology, Atlanta, Georgia, and a Master of Science 14 Degree in Metallurgical Engineering from Stanford 15 University, Stanford, California. I have been employed by the Illinois Environmental Protection 16 17 Agency since April of 1991 as an Environmental 18 Protection Engineer in the Air Quality Planning 19 Section of the Division of Air Pollution Control in 20 the Bureau of Air. 21 In general, I am involved in the review of 22 emissions inventories and in preparation of technical support for proposed ozone regulations affecting 23 stationary point sources. In this capacity I have 24 25 responsibility for projects that address the expansion 8

and applicability of Reasonably Available Control 1 2 Technology on sources emitting ozone precursors. In addition, I have responsibility for quality 3 control and quality assurance of ozone inventories and 4 5 the evaluation of point source emissions. I have 6 prepared technical support for rulemakings R91-28, R93-14, R94-16, and R94-21. 7 Rulemaking R91-28 involved the geographic 8 9 expansion of RACT to sources emitting volatile organic material that were located in Goose Lake Township in 10 Grundy County and Oswego Township in Kendall County. 11 I reviewed the IEPA emissions inventory for 12 13 potentially affective sources and evaluated the impact that this rulemaking would impose. 14 15 For rulemaking R93-14 I evaluated the impact of changing the definition of major source from 100 tons 16 17 per year to 25 tons per year in the Chicago ozone 18 nonattainment area, which was required pursuant to the 19 Clean Air Act as amended in 1990. I have also 20 technically assisted in evaluating Illinois point source emissions to determine potential emission 21 22 reductions for meeting the requirements of the Clean Air Act and the 15 percent rate of progress plan. 23 24 Rulemakings R94-16 and R94-21 were based on the 25 findings from this evaluation. I was responsible for

evaluating the impact and reasonableness of lowering
 the applicability level for air oxidation processes
 which R94-16 addressed and of tightening surface
 coating standards which R94-21 addressed.

5 In regards to the present proposal before the 6 Board which addresses Clean-Up Amendments for 35 7 Illinois Administrative Code Part 215, I have the responsibility of technically reviewing any proposed 8 changes and determining the environmental impact, 9 evaluating any control requirement changes for 10 consistency with other existing Illinois regulations, 11 and assessing the affect on impacted sources that the 12 13 proposed amendments may have.

14 In my technical review I have found that the 15 proposed changes will not have any adverse environmental affects. That the proposed changes do 16 17 not impose control requirements that are inconsistent 18 with other existing Illinois regulations and that 19 impacted sources are not adversely affected by the 20 changes proposed. 21 I am now available for any technical questions 22 that the Board may have of me. 23 HEARING OFFICER LOZUK-LAWLESS: Thank you, Mr. 24 Beckstead. Are there any questions from anyone in the 25 10

1 audience?

2 Ms. Archer, do you have any questions that you would like to ask your witness? 3 4 MS. ARCHER: Not at this point. 5 HEARING OFFICER LOZUK-LAWLESS: Okay. Thank you, 6 Mr. Beckstead. 7 Seeing no questions, Ms. Archer, would you like to have Mr. Punzak testify? 8 MS. ARCHER: Yes, if we may do a question and 9 10 answer. HEARING OFFICER LOZUK-LAWLESS: Certainly. 11 12 MS. ARCHER: All right. HEARING OFFICER LOZUK-LAWLESS: Would you swear in 13 14 Mr. Punzak. 15 (Whereupon the witness was sworn by the Notary Public.) 16 DAN PUNZAK, 17 18 having been first duly sworn by the Notary Public, 19 saith as follows: 20 DIRECT EXAMINATION 21 BY MS. ARCHER: 22 Q Dan, could you please state your name and occupation for the record. 23 Dan Punzak. I am an engineer in the Permit 24 А 25 Section of the Division of Air Pollution Control at 11 KEEFE REPORTING COMPANY

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1 the Illinois EPA. I have been there for close to 20 2 years. 3 What are some of your job duties as a permit 0 4 analyst at the Illinois EPA? 5 А I tend to specialize in sources emitting 6 volatile organic materials. My degree is in chemical 7 engineering and a field like that relates more to that than say the -- I tend not to get as involved with 8 9 particulate matter or something like that. 10 So you mostly look at sources that emit VOM? 0 11 А Yes. Also, as part of your job duties do you look 12 0 at Illinois current air pollution regulations and 13 whether those regulations need be revised from time to 14 15 time? Yes, as I come along a regulation that 16 Α 17 doesn't seem appropriate to be somewhere I will 18 suggest it to somebody. 19 Okay. Are you involved in this Clean-Up 0 proposal before the Board today affecting 35 Illinois 20 21 Administrative Code, Part 215? 22 А Yes. 23 How would you characterize the nature of that Q 24 proposal? Rather noncontroversial. I mean, it doesn't 25 А 12 KEEFE REPORTING COMPANY

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seem to me like there are any significant changes that
 would affect a large number of people. Only a small
 number of people would be affected.

4 Q Okay. Does one of the proposed revisions in 5 this Clean-Up to Part 215 have to do with Road Master 6 Corporation located in Olney, Illinois?

7 A Yes.

8 Q How did you first become aware of Road 9 Master's situation?

10 Well, I have worked on their permit for a Α number of years, and at one point they got a -- I was 11 involved, I believe, in -- I don't remember to what 12 13 extent. When they originally adopted the rule it was a site specific rule and because they had what were 14 15 called certain type of coders, and I forget the name for it now. It is -- it is a special rule for a 16 17 certain type of coater that they had at that plant and 18 since then they have decided that they -- to shutdown those type of coaters and have gone to other types of 19 20 coating which don't need -- and they comply with those 21 other regulations. So Road Master did have a permit from the 22 0 Illinois EPA at one point for those operations? 23

24 A Yes.

25 Q And what happened to those operations? 13

They have been shut down. We withdrew their 1 Α permits. Before we -- I should probably correct 2 here. Just within the last few months -- I should 3 have told you before we started the hearing. The 4 5 company, they were bought out and they are now called 6 Brunswick Bicycle Company. Their permits now are 7 issued to a company called Brunswick Bicycles. But it is essentially the same company as Road Master. 8

9 Q Okay. So you have been in contact with Road 10 Master and now Brunswick regarding the withdrawal of 11 their permits?

Yes. I thought I talked to them like a year 12 Α 13 ago or something and he said he was going to -- I was even looking at a -- where somebody from the field 14 15 report said he talked to them about it, about sending it in. I don't know. I talked to them just this 16 17 morning and he said he thought he sent a letter in 18 saying that he wanted the rule withdrawn, but he was 19 going to look in his records but he didn't get back to me in time. But he agreed that that is what they 20 21 wanted to do.

Q This contact that you have talked about, this is someone associated with Road Master or Brunswick? A Yes. The name is Marty Puckett. He is the environmental manager.

14

1 And it is your understanding that Mr. Puckett Q does want their site specific rule withdrawn? 2 3 А Yes. 4 0 And he is planning to file something with the 5 Agency documenting that that fact? Yes, either find that old letter or send me a 6 А 7 new one. MS. ARCHER: All right. That's all I have. Thank 8 9 you. 10 THE WITNESS: Okay. 11 HEARING OFFICER LOZUK-LAWLESS: Thank you, Mr. 12 Punzak. 13 Do you have any questions for Mr. Punzak? 14 BOARD MEMBER FLEMAL: No, no thank you. 15 HEARING OFFICER LOZUK-LAWLESS: Are there any 16 questions for Mr. Punzak? All right. Thank you very 17 much, sir. 18 Now, Ms. Donelan, would you like to say anything 19 on the record today. 20 MS. DONELAN: I would like to make a comment. I 21 would like to first hear the testimony from Goodwin & 22 Broms if that's okay. 23 HEARING OFFICER LOZUK-LAWLESS: Okay. That is 24 fine. No problem. MS. DONELAN: Okay. 25 15

1 HEARING OFFICER LOZUK-LAWLESS: Mr. Charles 2 Gjersvik, would you like to testify today? 3 MR. GJERSVIK: Yes, I would. 4 HEARING OFFICER LOZUK-LAWLESS: Okay. Would you 5 please swear in Mr. Gjersvik. 6 (Whereupon the witness was sworn by the 7 Notary Public.) CHARLES B. GJERSVIK, 8 9 having been first duly sworn by the Notary Public, 10 saith as follows: THE WITNESS: I have copies of the testimony if 11 that would help you, too. 12 My name is Charles Gjersvik. I reside at 6131 13 Horseview Drive in Springfield, Illinois, and am 14 15 employed as a Senior Air Quality Specialist with Goodwin & Broms, Incorporated, Consulting 16 17 Environmental Engineers, of Springfield. 18 I am testifying here today as an employee of 19 Goodwin & Broms, Incorporated, but not on behalf of 20 any specific client. Goodwin & Broms, Inc. counts 21 many small and medium sized industrial firms among its 22 clientele, and one of the services we perform frequently for those clients involves advising and 23 assisting them in complying with the Illinois air 24 25 pollution regulations as they pertain to use of 16

1 coatings.

2 The Agency is to be commended for its initiative to clarify and streamline the regulations governing 3 the use of coatings in ozone attainment areas, as 4 5 manifest in the proposed amendments which are the 6 subject of this hearing. Goodwin & Broms agrees with 7 all of the changes proposed by the Agency. We do, however, wish to propose two further changes which we 8 9 believe are consistent with the Agency's general purpose for this proceedings. 10

First, we recommend that the exemption from 11 emission limitations in the Agency's proposed Section 12 215.206(a)(2) be made available to coating plants 13 using up to 5,000 gallons per year of coatings, rather 14 15 than the 2,500 gallons per year as proposed by the Agency. The rationale for this higher exemption level 16 17 is to achieve consistency with the permit exemption 18 level of 5,000 gallons per year specified in Section 19 201.146(g). Compliance by small coating plants can be 20 made much simpler if the permit exemption and the 21 emission limitation exemption go hand-in-hand. 22 If the Agency's proposal is adopted as proposed, facilities which have annual coating usage between 23 2,500 gallons and 5,000 gallons will continue to be 24 25 subject to the applicable emission limitation of 17

Subpart F of Part 215 even though no permit is
 required unless the facility is a major source subject
 to the CAAPP permit requirements.

4 The potential increase in allowable emissions for 5 a given facility associated with the difference 6 between a 2,500 gallon threshold and a 5,000 gallon 7 threshold of emission limitation applicability is very modest. For air dried coating of miscellaneous metal 8 parts, as an example, a facility might choose to use a 9 coating containing 7.5 pounds VOM per gallon coating 10 as applied instead of a 3.5 pound VOM per gallon 11 compliance coating. The additional 2,500 gallon per 12 13 year of allowable usage of the higher solvent coating 14 could thus result in an additional 5 tons per year of 15 VOM emitted. Such a small increase in an attainment area would have no discernible impact on ozone levels, 16 17 and the regulatory streamlining that would result from 18 the change would more than justify the increase. 19 The second further change to the Agency's proposal 20 recommended by Goodwin & Broms, Inc. is the addition 21 of explicit language to the rules to clarify that 22 powder coatings and coatings whose VOM content is de minimus, e.g., less than one percent VOM by weight, 23 24 need not be counted in the determination of annual 25 coating usage pursuant to proposed Section

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215.206(a)(2). In other words, when applying the
 2,500 gallon per year exemption from the emission
 limitations as proposed by the Agency, powder coatings
 and de minimus VOM content coatings would not be
 counted in the annual coating usage calculation.
 While the Agency's Statement of Reasons seems to

7 imply that powder coatings should not be counted, it 8 is silent regarding coatings such as water/borne 9 adhesives containing a small amount of residual 10 monomer in the resin. Since such materials emit 11 little or no VOM during application and curing, they 12 can safely be ignored with regard to emission 13 limitations.

14 The ideal method for addressing this issue would 15 be by adding appropriate language to the definition of "coating" in Part 211, but inasmuch as no other 16 17 changes to Part 211 have been proposed, that method 18 may not be viable as a practical matter at this stage 19 of the rulemaking. Therefore, we are offering two 20 alternatives as proposed language changes to 21 accomplish the needed clarification of the rules. 22 Alternative A: Amend the definition of "coating" in Section 211.1190(a) to read as follows: 23 A) "Coating" means, for the purposes of 35 24 Illinois Administrative Code 215, a material applied 25 19

1 to a substrate for decorative, protective or other functional purposes. Such material shall include, but 2 is not limited to paints, varnishes, sealers, 3 adhesives, diluents and thinners. For the purposes of 4 the exemptions provided in 35 Illinois Administrative 5 6 Code 201.146(g) and 35 Illinois Administrative Code 7 215.206(a)(2), powder coating and coating materials containing less than one percent by weight VOM as 8 9 applied shall not be considered coating. 10 Alternative B: Amend the Agency's proposed language at Section 215.206(a)(2) to read as follows: 11 2) Coating plants in which the total coating usage 12 13 exclusive of powder coatings and coating materials containing less than one percent by weight VOM as 14 15 applied, does not exceed 9,463 meters per year, and then in parenthesis, 2,500 gallons per year. 16 17 Finally, we want to call attention to the fact 18 that some Agency air permit staff have interpreted Section 201.146(g) to require inclusion of powder 19 20 coatings in determining applicability of the permit 21 exemption for sources which use less than 5,000 22 gallons per year of coating. Logically, the same interpretation would be applied for the 2,500 gallon 23 24 per year exemption from emission limitations, in the 25 absence of explicit contrary language.

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1 Yet, the Agency's Statement of Reasons seems to contemplate that powder coatings need not be counted 2 in determining applicability of the Section 3 215.206(a)(2) exemption. Even if the Board rejects 4 5 our proposal to amend the rules to clarify this 6 matter, a clear statement of the intended 7 interpretation is needed from the Board in this 8 proceeding. Thank you for the opportunity to present these 9 suggestions. 10 11 HEARING OFFICER LOZUK-LAWLESS: Thank you. Does the Agency have any questions? 12 13 MS. ARCHER: Yes, we do. 14 HEARING OFFICER LOZUK-LAWLESS: Do you want a 15 minute? MS. ARCHER: Could we hear what IERG has to say 16 17 and then take a short break and follow-up? 18 HEARING OFFICER LOZUK-LAWLESS: Sure. 19 MS. ARCHER: I would like to point out that we did 20 talk with Mr. Gjersvik this morning a little bit about 21 this. This is the first time we have actually seen 22 the testimony in writing. I would appreciate in the 23 future if this would be prefiled. However, we will 24 respond as much as we can today and also in written 25 comments.

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1 HEARING OFFICER LOZUK-LAWLESS: All right. Thank 2 you. MS. ARCHER: Thank you. 3 4 HEARING OFFICER LOZUK-LAWLESS: Okay. Ms. Donelan. Please swear in the witness. 5 6 (Whereupon the witness was sworn by the 7 Notary Public.) CASSANDRA J. DONELAN, 8 9 having been first duly sworn by the Notary Public, 10 saith as follows: MS. DONELAN: My name is Cassandra Donelan, and I 11 am the project manager for the Illinois Environmental 12 13 Regulatory Group or IERG. IERG has reviewed the 14 Agency's proposal for the Clean-Up Amendments entitled the Organic Material Emission Standards and 15 16 Limitations at 35 Illinois Administrative Code 215 and 17 would like to express its support. IERG has also 18 reviewed Goodwin & Broms testimony and is generally 19 supportive of their proposed changes as well. 20 Thank you. That's my only comment. 21 HEARING OFFICER LOZUK-LAWLESS: Thank you. Are 22 there any questions for Ms. Donelan? 23 MS. ARCHER: No. Could we just take a few minutes to respond to Mr. Gjersvik? 24 HEARING OFFICER LOZUK-LAWLESS: Yes, we will take 25 2.2 KEEFE REPORTING COMPANY

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1 a short break. 2 MS. ARCHER: Thank you. 3 (Whereupon a short recess was taken.) 4 HEARING OFFICER LOZUK-LAWLESS: Back on the record. 5 6 Okay. Ms. Archer? 7 MS. ARCHER: Yes, I just have a few questions for Mr. Gjersvik. 8 9 HEARING OFFICER LOZUK-LAWLESS: All right. CROSS EXAMINATION 10 BY MS. ARCHER: 11 12 Mr. Gjersvik, are you aware of any sources in 0 the attainment areas that emit between 2,500 gallons 13 and 5,000 gallons of coatings? 14 15 А Yes. 16 Okay. Are you --Q 17 А Coating as currently defined by the 18 regulations, including powder coatings? 19 Q Yes. 20 А Yes. 21 Are you at liberty to share any of those 0 22 companies with us? 23 One is a question I asked Mr. Punzak about, А Schumacher Electric, and while we are not here 24 25 representing any client today, so using the names of 23

1 the clients is strictly for clarification of these 2 matters for the Board. They use a VOM -- there is no 3 VOM in their powder coatings. When asked -- then the question was posed to Mr. Punzak about do we consider 4 5 powder coating in the definition of coating and for 6 the 5,000 gallons exemption, and his answer was yes. 7 It is a very hard call. Looking at the regulation it does not specifically exclude powder coating the 8 9 way the rules definition is presented. Reasonable minds could make two interpretations of that very 10 11 easily. 12 HEARING OFFICER LOZUK-LAWLESS: You were talking 13 about a question that you had asked Mr. Punzak before we went to hearing today? 14

15 THE WITNESS: That is correct. This was back
16 several months ago during a request for a small source
17 operating permit for Schumacher Electric.

18 HEARING OFFICER LOZUK-LAWLESS: Okay.

MS. ARCHER: Just to clarify, Mr. Gjersvik, the reason why I ask that is that the Illinois EPA is only aware of one facility, which would be the Sunstrain (spelled phonetically) Corporation in Rockford who would be impacted by this exemption. We would just make sure for our own records that we know of all the impacted facilities and would be glad to work with 24

1 them in the context of this rulemaking.

2 THE WITNESS: If I could then add to that, we do have another client that has not asked us to pursue an 3 issue with them. So since they have not asked us, I 4 5 don't feel that it is appropriate to disclose their 6 name. It is not who you had mentioned before. They 7 are currently exempted by several different exemptions from permitting altogether. But in doing an 8 9 environmental audit of their facility, VOM or coatings -- materials that meet the definition of 10 coatings that had less than one percent VOM per 11 gallon -- I am sorry -- less than one percent VOM by 12 13 weight, and they were white glues, conceivably would have to all be summed together to determine the 14 15 applicability of the exemption, the 5,000 gallon per year exemption. 16 17 MS. ARCHER: We will address this further, this 18 point further in comments, and I would like the 19 opportunity to talk to Mr. Gjersvik more about this 20 also. 21 THE WITNESS: We welcome the opportunity. 22 MS. ARCHER: Thank you. I have a couple of other 23 questions. HEARING OFFICER LOZUK-LAWLESS: 2.4 Okay. 25 (By Ms. Archer) Are you aware of when the 0 25

1 U.S. EPA calculates the VOM content how they do that? 2 A I --

For example, is that on a solids basis? Does 3 Q 4 that include water or exclude water? Do you know? 5 А I think you have to look at the source for 6 what you are looking at. We typically look at the 7 MSDS unless the manufacturer excludes those items 8 which are exempt from the definition of VOM, but you 9 can't -- I don't believe you can make a categorical 10 statement. You have to look at the applicability for 11 the different materials that you are looking at at the 12 time.

Q Okay. So is it true that the U.S. EPA calculates VOM content on a solids basis excluding water and nonphotochemically reactive compounds? A I am not sure of the answer to that question.

19 today, requesting to exempt VOM compounds that have 20 less than one percent VOM by weight --21 A Yes.

Q -- you mentioned that was as applied?
A Yes.
Q Okay. Does that calculation include water?
A No, it does not.

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MS. ARCHER: Okay. I don't believe I have
 anything further at this time. We will address any
 other outstanding issues in comments.

4 HEARING OFFICER LOZUK-LAWLESS: All right. So
5 then you will comment on the Alternative A and the
6 Alternative B proposed?

MS. ARCHER: Oh, I can comment on those.
HEARING OFFICER LOZUK-LAWLESS: All right. If you
would.

10 MS. ARCHER: Sure. Alternative A at this time I don't believe it is possible to amend the definition 11 12 of coating in Part 211. At this point 35 Illinois 13 Administrative Code Part 215 is the only part that is 14 open in this rulemaking. I don't foresee opening Part 15 211 in the near future to amend this definition. At this point the Illinois EPA would stick by its 16 17 proposal as laid out in its Statement of Reasons. 18 However, we will be talking further with affected 19 facilities and we will address that further in 20 comments.

21 HEARING OFFICER LOZUK-LAWLESS: Okay.

22 BOARD MEMBER FLEMAL: I have a question regarding 23 the powder coatings. You note in your statement that 24 the Agency's Statement of Reasons seems to imply that 25 powder coatings should not be counted. Would you 27

point us to the portion of the Statement of Reasons
 that you base that statement on?

3 MR. GJERSVIK: I would have to go through it and 4 find it. I do not recall it offhand, but I would be 5 more than happy to get back to you with my impression 6 of where that was in the Statement of Reasons.

7 BOARD MEMBER FLEMAL: Okay. Let me turn it around 8 and ask the Agency, then.

9 Was it your intention in the statement of reasons
10 to imply that powder coatings should not be counted?
11 MS. ARCHER: No. It was our intention to include
12 powder coatings consistent with our permitting.
13 BOARD MEMBER FLEMAL: So then perhaps what we have
14 here is a misunderstanding of a statement that you
15 have made, would be your best judgment as to the issue

16 of powder coatings?

MS. ARCHER: That would be my impression as ofthis point.

BOARD MEMBER FLEMAL: Okay. One of the -- I will address this to the Agency, as well. One of the positions that Mr. Gjersvik takes, as I understand it, in his statement, is that there should not be, if we can help it, a distinction between whether you have an exemption and whether you need a permit. It is my understanding that, in fact, we have quite a large 28

1 number of circumstances where facilities are subject to regulations that are not subject to permitting. Is 2 that not, in fact, a correct understanding? 3 4 MS. ARCHER: That is correct, yes. Should I be 5 answering this? 6 HEARING OFFICER LOZUK-LAWLESS: Well, if you are 7 talking about simply the proposal and the intent of the proposal, it is okay for her to do that. 8 9 MS. ARCHER: I believe Mr. Beckstead could answer this question. 10 MR. BECKSTEAD: Could you give me the question 11 again, Doctor? 12 BOARD MEMBER FLEMAL: Is it unusual where we would 13 have a circumstance where the facility would be 14 15 subject to the regulations but not require a permit as part of the regulatory scheme? 16 17 MR. BECKSTEAD: I can't recall it happening that 18 often. I am sure that there are situations out there 19 that it does occur, but as in this proposal, we have 20 been confronted with a situation where the applicability was tripped so this source was involved, 21 22 the only one that we thought was impacted was involved in having to be regulated by two separate subparts. 23 24 But we felt it was unnecessary to have them control 25 such a small amount of the percentage of their total 29

1 emissions to our coating regulations, and that is why
2 we proposed this exemption. But they were still
3 caught in the applicability, so they were permitted
4 there. The situation that you are talking about, I am
5 sure that does happen, Doctor, but I am not sure it
6 happens as much as we would like to believe.

7 HEARING OFFICER LOZUK-LAWLESS: Mr. Punzak could 8 also comment on that.

9 MR. PUNZAK: One area where you could not be permitted but yet still regulated in this coating area 10 would be it is not in the 215 area but in 218, the --11 12 we say that you have to use compliant coatings if you 13 are over -- I forget. There is a certain amount, but I think it can be less than -- you can be using less 14 15 than 5,000 gallons. I think it is like ten tons a year or something like that. So it is possible that 16 17 they would still have to use compliant coatings even 18 though we said they didn't need a permit at that 19 level.

20 BOARD MEMBER FLEMAL: But that is an exceptional 21 circumstance rather than one you encounter with 22 regularity? 23 MR. PUNZAK: Yes, it is an exception.

24 HEARING OFFICER LOZUK-LAWLESS: Any other comments 25 or questions? 30

1	Okay. Then seeing no other comments or questions
2	I want to remind everyone that the record in this
3	matter closes on January 20th and the Board intends it
4	will go to first notice probably on January 22. So
5	the mailbox rule will not apply and you need to get
б	your comments to the Board's office before January
7	20th.
8	Okay. This hearing is adjourned. Thank you.
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KEEFE REPORTING COMPANY Belleville, Illinois

1 STATE OF ILLINOIS) SS) 2 COUNTY OF MONTGOMERY) CERTIFICATE 3 4 I, DARLENE M. NIEMEYER, a Notary Public in and for 5 the County of Montgomery, State of Illinois, DO HEREBY 6 CERTIFY that the foregoing 31 pages comprise a true, 7 complete and correct transcript of the proceedings 8 held on the 22nd of December A.D., 1997, at 600 South 9 Second Street, Springfield, Illinois, in the matter 10 of: Clean-Up Amendments to 35 Illinois Administrative 11 Code, Part 215, in proceedings held before the 12 Honorable Audrey Lozuk-Lawless, Hearing Officer, and 13 recorded in machine shorthand by me. IN WITNESS WHEREOF I have hereunto set my hand and 14 15 affixed my Notarial Seal this 2nd day of January A.D., 16 1998. 17 18 Notary Public and 19 Certified Shorthand Reporter and Registered Professional Reporter 20 CSR License No. 084-003677 21 My Commission Expires: 03-02-99 22 23 24 25 32