June 18, 2000

CERTIFIED MAIL # 70000520001570571721

James Walters
Walters Ready Mix Inc.
P.O. Box 390
Rexburg ID 83440

RE: P-000509, Walters Ready Mix Inc., Portable
    (Portable Rock Crusher, Permit to Construct No. 777-00261)

Dear Mr. Walters:

On March 20, 2000, the Idaho Department of Health and Welfare, Division of Environmental Quality (DEQ) received a Permit to Construct (PTC) application from Walters Ready Mix Inc. for a portable rock crushing facility. The facility is to be initially located near Driggs, Idaho with a washing facility. Based on review of the application and all applicable state and federal rules and regulations, DEQ finds that this project meets the provisions of IDAPA 16.01.01.200 (Rules for the Control of Air Pollution in Idaho). Enclosed is PTC No. 777-00261 for the portable rock crushing facility. This permit allows operation of the rock crushing facility both at the same location with a washing facility at a separate location.

Enclosed is a copy of the Portable Equipment Registration and Relocation Form that is required to be completed and submitted to DEQ at least ten (10) days prior to relocation of any equipment covered by this permit. Also enclosed are copies of maps showing all nonattainment areas within the state of Idaho.

This permit does not release the Permittee from compliance with all other applicable federal, state, local, or tribal laws, regulations, or ordinances. With regard to collocation with another portable facility, conservative assumptions were used to derive the throughput limitations. If the throughput or motor/generator operation hours are too restrictive for a particular project, contact DEQ prior to collocation and request a detailed site-specific analysis.

Please pay particular attention to the reporting requirements contained in Paragraph E of the General Provisions section of the permit. This information is needed to properly track the progress of the permit. Please refer to the appropriate permit number when submitting reports required in the Reporting Requirements section of the permit.
Based on review of your application, and state and federal rules and regulations, DEQ finds this project meets the provisions of IDAPA 16.01.01.200 (Rules for the Control of Air Pollution in Idaho) (Rules). Enclosed is the PTC (#777-00261) for the modification identified above. This PTC, dated June 18, 2000, supersedes any previous PTC issued by DEQ for Walters Ready Mix Inc for this Portable Rock Crushing Plant. This permit does not release the permittee from compliance with all other applicable federal, state, local, or tribal laws, regulations, or ordinances.

You, as well as any other entity, may have the right to appeal this final agency action pursuant to the Idaho Department of Health and Welfare Rules, Title 5, Chapter 3, "Rules Governing Contested Case Proceedings and Declaratory Rulings," by filing a petition with the Hearings Coordinator, Department of Health and Welfare, Administrative Procedures Section, 450 West State Street, Tenth Floor, Boise, Idaho 83720-5450, within thirty-five (35) days of the date of this decision. However, DEQ encourages you to contact the Air Quality Permit Program to address any concerns you may have with the enclosed permit prior to filing a petition for a contested case.

If you have any questions regarding the terms or conditions of the enclosed permit, please contact Jorge Garcia, at (208) 528-2650.

Sincerely,

James Johnston
Regional Administrator
Idaho Falls Regional Office

Enclosures

cc: State Technical Services
EPA Region 10
Idaho Falls, ID
STATE OF IDAHO
PERMIT TO CONSTRUCT AN AIR POLLUTION EMITTING SOURCE

PERMIT NUMBER
777 - 00261
AQCR CLASS SIC

ZONE UTM COORDINATE (km)

1. PERMITTEE
Walters Ready Mix Inc.

2. PROJECT
Portable Rock Crushing Plant and Wash Plant

3. MAILING ADDRESS
P.O. Box 390
Rexburg

4. SITE LOCATION COUNTY
Portable

NO. OF FULL-TIME EMPLOYEES
2-3

PROPERTY AREA AT SITE (Acreage)
Varies

5. PERSON TO CONTACT
Dave Walters

TITLE
President

TELEPHONE
(208) 356-5491

6. EXACT PLANT LOCATION
Portable

7. GENERAL NATURE OF BUSINESS & KINDS OF PRODUCTS
Rock Crushing (Including Aggregate, Asphalt, and Concrete Production when Collocated)

8. GENERAL CONDITIONS

This permit is issued according to the Rules for the Control of Air Pollution in Idaho, Section 16.01.01.200, and pertains only to emissions of air contaminants that are regulated by the State of Idaho and to the sources specifically allowed to be constructed by this permit.

This permit (a) does not affect the title of the premises upon which the equipment is to be located, (b) does not release the permittee from any liability for any loss due to damage to person or property caused by, resulting from, or arising out of the design, installation, maintenance, or operation of the proposed equipment, (c) does not release the permittee from compliance with other applicable federal, state, tribal, or local laws, regulations, or ordinances, (d) in no manner implies or suggests that the Idaho Department of Health and Welfare, Division of Environmental Quality (DEQ) or its officers, agents, or employees, assumes any liability, directly or indirectly, for any loss due to damage to person or property caused by, resulting from, or arising out of design, installation, maintenance, or operation of the proposed equipment.

This permit is not transferable to another person, place, piece or set of equipment. This permit will expire if construction has not begun within two years of its issue date or if construction is suspended for one year.

This permit has been granted on the basis of design information presented with its application. Changes of design or equipment may require Department approval pursuant to the Rules for the Control of Air Pollution in Idaho, IDAPA 16.01.01.200, Subseq.

REGIONAL ADMINISTRATOR, IDAHO FALLS REGIONAL OFFICE
DIVISION OF ENVIRONMENTAL QUALITY
DATE: JUNE 18, 2000
A. STATEWIDE REQUIREMENTS

The Permittee shall comply with the following source-wide conditions when the rock crushing facility and washing facility is operated anywhere (nonattainment, attainment, or unclassifiable areas) within the state of Idaho.

A.1 EMISSION LIMITS

A.1.1 Crusher Opacity Limit

Particulate matter (PM) emissions from portable rock crushers shall not exhibit more than fifteen percent (15%) opacity. Opacity shall be determined using the procedures specified in IDAPA 16.01.01.625 (Rules for the Control of Air Pollution in Idaho).

A.1.2 Transfer Point Opacity Limit

PM emissions from any transfer point on belt conveyors, or from each grinding mill, screening operation, bucket elevator, belt conveyor bagging operation, storage bin, enclosed truck, or rail car loading station shall not exhibit greater than ten percent (10%) opacity. Opacity shall be determined using the procedures specified in IDAPA 16.01.01.625.

A.1.3 Opacity Limit

Emissions emanating from any stack, vent, or other functionally equivalent opening, shall not exceed twenty percent (20%) opacity for a period or periods aggregating more than three (3) minutes in any sixty (60) minute period as required in IDAPA 16.01.01.625. Opacity shall be determined using the procedures contained in IDAPA 16.01.01.625.

A.1.4 Visible Emission Limits at Property Boundary

Fugitive emissions shall not be observed leaving the property boundary for a period or periods aggregating more than three (3) minutes in any sixty (60) minute period. Visible emissions shall be determined by Method 22, as described in 40 CFR Part 60, Appendix A, or a DEQ-approved alternative method.

A.1.5 Generator Exhaust Grain Loading

The particulate matter (PM) emissions from the generator shall not exceed 0.05 grains per dry standard cubic foot of effluent gas adjusted to three percent (3%) oxygen by volume when Number 2 fuel oil (ASTM Grade 2) is combusted, as required in IDAPA 16.01.01.676.
PERMIT TO CONSTRUCT
PERMITTEE, PROJECT, AND LOCATION

Walters Ready Mix Inc.
Rock Crushing Plant
Portable

SOURCE
Portable Rock Crusher

PERMIT NUMBER
777 - 00261

A.2 OPERATING REQUIREMENTS

A.2.1 Number of Crushers and Generators

The rock crushing facility and washing facility shall not use more than one (1) crusher, one (1) four hundred twenty-horsepower (420-hp) motor for operating the crusher, and one (1) one hundred thirty-five-kilowatt (135-kW) generator for operating a collocated washing facility.

A.2.2 Reasonable Control of Fugitive Emissions

All reasonable precautions shall be taken to prevent PM from becoming airborne as required in IDAPA 16.01.01.651. In determining what is reasonable, considerations will be given to factors such as the proximity of dust-emitting operations to human habitations and/or activities and atmospheric conditions which might affect the movement of PM. Some of the reasonable precautions include, but are not limited to, the following:

A.2.2.1 Use, where practical, of water or chemicals for control of dust in the demolition of existing buildings or structures, construction operations, the grading of roads, or the clearing of lands;

A.2.2.2 Application, where practical, of asphalt, water or suitable chemicals to, or covering of dirt roads, material stockpiles, and other surfaces which can create dust;

A.2.2.3 Installation and use, where practical, of hoods, fans and fabric filters or equivalent systems to enclose and vent the handling of dusty materials. Adequate containment methods should be employed during sandblasting or other operations;

A.2.2.4 Covering, where practical, of open-bodied trucks transporting materials likely to give rise to airborne dusts;

A.2.2.5 Paving of roadways and their maintenance in a clean condition, where practical; or

A.2.2.6 Prompt removal of earth or other stored material from streets, where practical.

A.2.3 Fuel Sulfur Content

The sulfur content in the Number 2 fuel oil (ASTM Grade 2) shall not exceed 0.5 percent (0.5%) by weight as required in IDAPA 16.01.01.728.

DATE: June 18, 2000
A.3 MONITORING AND RECORDKEEPING REQUIREMENTS

A.3.1 Monitor Facility Throughout

The Permittee shall monitor and record the total throughput of aggregate to the crushing facility in tons per day (T/day) and tons per year (T/yr). The most recent two (2) years' compilation of data (rolling daily and monthly totals for the most recent 24 consecutive months) shall be kept on site, in a log, and shall be made available to DEQ representatives upon request.

A.3.2 Reasonable Control Measures

The Permittee shall monitor and record in a log, during operation, the periodic method(s) used to reasonably control fugitive emissions from this facility. The log shall include the type of control used (e.g., water, environmentally safe chemical duct suppressants, spray bars, screen deck covers, etc.) as well as the circumstances under which no controls are used. The most recent two (2) years' compilation of data (rolling daily and monthly totals for the most recent 24 consecutive months) shall be kept on site and shall be made available to DEQ representatives upon request.

A.3.3 Monitor Motor and Generator Hours of Operation

The Permittee shall monitor and record the motor and generator's hours of operation on a daily and monthly basis if motor and generator hours of operation are limited in sections B, C, or D of this permit. The most recent two (2) years' compilation of data (rolling daily and monthly totals for the most recent 24 consecutive months) shall be kept on site, in a log, and shall be made available to DEQ representatives upon request.

A.3.4 Initial Performance Testing Requirements

The Permittee shall conduct a performance test on the rock crushing facility in accordance with 40 CFR 60.675, IDAPA 16.01.01.157 and General Provision F of this permit. The performance test shall be conducted to demonstrate compliance with the applicable particulate matter standards defined in 40 CFR 60.672.

If the rock crushing facility has previously conducted a performance test in accordance with 40 CFR 60.675 which demonstrates compliance with the applicable standards, then an additional performance test is not required by this Section of the permit. The Permittee shall maintain a copy of the performance test results of the most recently conducted test on the rock crushing facility. This report shall be made available to DEQ representatives upon request.

DATE: June 18, 2000
PERMIT TO CONSTRUCT
PERMITTEE, PROJECT, AND LOCATION

Walters Ready Mix Inc.
Rock Crushing Plant
Portable

PERMIT NUMBER

777 - 00261

SOURCE
Portable Rock Crusher

A.3.5 Visible Emissions Testing

The Permittee shall conduct a visual determination of emissions at the property boundary in accordance with IDAPA 16.01.01.157 and General Provision F of this permit.

A.4 REPORTING REQUIREMENTS

A.4.1 Performance Test Protocol

Prior to conducting any emission test, the Permittee is strongly encouraged to submit in writing to DEQ, at least thirty (30) days in advance, a performance test protocol in accordance with IDAPA 16.01.01.157.01.a.

A.4.2 Performance Test Report

In accordance with IDAPA 16.01.01.157.04, the Permittee shall submit a written report of the performance test results to DEQ within thirty (30) days of completion of the test.

A.4.3 Relocation

All existing portable equipment shall be registered. At least ten (10) days prior to relocation of any equipment covered by this permit, the Permittee shall submit a complete Portable Equipment Registration and Relocation Form (supplied by DEQ) in accordance with IDAPA 16.01.01.500. Submit completed Portable Equipment Registration and Relocation Forms to the nearest DEQ Regional Office listed below:

<table>
<thead>
<tr>
<th>Boise Regional Office</th>
<th>Coeur d'Alene Regional Office</th>
<th>Idaho Falls Regional Office</th>
</tr>
</thead>
<tbody>
<tr>
<td>1445 N. Orchard</td>
<td>2110 Ironwood Parkway</td>
<td>800 N. Skyline, Suite B</td>
</tr>
<tr>
<td>Boise, ID 83706-2239</td>
<td>Coeur d'Alene, ID 83814</td>
<td>Idaho Falls, ID 83402</td>
</tr>
<tr>
<td>(208) 373-0602 phone</td>
<td>(208) 769-1422 phone</td>
<td>(208) 628-2650 phone</td>
</tr>
<tr>
<td>(208) 373-0287 fax</td>
<td>(208) 769-1404 fax</td>
<td>(208) 628-2605 fax</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Lewiston Regional Office</th>
<th>Pocatello Regional Office</th>
<th>Twin Falls Regional Office</th>
</tr>
</thead>
<tbody>
<tr>
<td>1116 F Street</td>
<td>224 South Arthur</td>
<td>601 Pole Line Road, Suite 2</td>
</tr>
<tr>
<td>Lewiston, ID 83501</td>
<td>Pocatello, ID 83204</td>
<td>Twin Falls, ID 83301</td>
</tr>
<tr>
<td>(208) 769-4370 phone</td>
<td>(208) 238-6160 phone</td>
<td>(208) 736-2190 phone</td>
</tr>
<tr>
<td>(208) 699-3451 fax</td>
<td>(208) 238-6168 fax</td>
<td>(208) 736-2194 fax</td>
</tr>
</tbody>
</table>

DATE: June 18, 2000
A.4.4 Certification of Documents

All documents including, but not limited to, application forms for Permits to Construct, monitoring data, supporting information, requests for confidential treatment, testing reports, and compliance certifications submitted to DEQ shall contain a certification by a responsible official. The certification shall state that, based on information and belief formed after reasonable inquiry, the statements and information in the document(s) are true, accurate, and complete.

B. ATTAINMENT OR UNCLASSIFIABLE AREA REQUIREMENTS WHEN NOT COLLOCATED

The Permittee shall comply with the conditions in Section A of this permit and the following permit conditions when the rock crushing facility and washing facility is operated in any attainment or unclassifiable areas, and when it is not collocated, within the state of Idaho.

B.1 OPERATING REQUIREMENTS

B.1.1 Facility Throughput Limits

The production rate of the rock crushing facility shall not exceed a maximum of two million, six hundred twenty-eight thousand tons per any consecutive 12-month period (2,628,000 T/yr) when located in any attainment or unclassifiable area.

B.1.2 Collocation Requirements

When the rock crushing facility is to be collocated with another portable rock crushing plant, concrete batch plant, or hot-mix asphalt plant, the collocation requirements of Section C of this permit must be complied with.
PERMIT TO CONSTRUCT
PERMITTEE, PROJECT, AND LOCATION

Walters Ready Mix Inc.
Rock Crushing Plant
Portable

SOURCE
Portable Rock Crusher

PERMIT NUMBER
777 - 00261

B.1.3 Hours of Operation

When operated together, the motor and generator shall not be operated more than four thousand, two hundred fifty-nine hours per any consecutive 12-month period (4,259 hryr) combined, when located in any attainment or unclassifiable area.

When the crushing facility is operated without the generator, the motor may operate an unlimited number of hours and therefore no monitoring of motor hours of operation are necessary while located in any attainment or unclassifiable areas.

C. ATTAINMENT OR UNCLASSIFIABLE AREA REQUIREMENTS WHEN COLLOCATED

The Permittee shall comply with the conditions in Section A of this permit and the following permit conditions when the rock crushing facility and washing facility is to be collocated with another portable rock crushing plant, concrete batch plant, or hot-mix asphalt plant within the state of Idaho. The rock crusher may only collocate with either one (1) portable concrete batch plant, one (1) portable hot-mix asphalt plant, or one (1) other portable rock crusher which has been permitted to specifically allow collocation.

C.1 OPERATING REQUIREMENTS

C.1.1 Collocation Areas

The rock crushing facility may collocate in attainment or unclassifiable areas only. The Permittee shall not collocate in a nonattainment area or proposed nonattainment area without obtaining a permit which specifically allows for collocation in a nonattainment area.

C.1.2 Number of Portable Sources

The rock crushing facility may only collocate with either one (1) portable concrete batch plant, one (1) portable hot-mix asphalt plant, or one (1) other portable rock crushing plant which has been permitted to specifically allow collocation.

C.1.3 Facility Throughput Limits

The production rate of the rock crushing facility shall not exceed a maximum of one million, three hundred fourteen thousand tons per any consecutive 12-month period (1,314,000 Tlyr) when collocated with another rock crushing plant, concrete batch plant, or hot-mix asphalt plant.

DATE: June 16, 2000

Adjunct: C:\\00000-1\PERMIT-WALTER-10000005.PTC
PERMIT TO CONSTRUCT
PERMITTEE, PROJECT, AND LOCATION

Walters Ready Mix Inc.
Rock Crushing Plant
Portable

SOURCE
Portable Rock Crusher

PERMIT NUMBER
777 - 00261

C.1.4 Hours of Operation

When operating together, the motor and generator shall not be operated more than two thousand, one hundred thirty hours per consecutive 12-month period (2,130 hr/yr) combined, when collocated with another rock crushing plant, concrete batch plant, or hot-mix asphalt plant.

When operated together, the motor and generator shall not be operated more than seventeen and five tenths hours per day (17.5 hr/day) combined, when collocated with another rock crushing plant, concrete batch plant, or hot-mix asphalt plant.

When the crushing facility is operated without the generator and washing facility, the motor shall not be operated more than six thousand, two hundred thirty-seven hours per consecutive 12-month period (6,237 hr/yr) when collocated with another rock crushing plant, concrete batch plant, or hot-mix asphalt plant.

D. NONATTAINMENT AREA REQUIREMENTS

D.1 OPERATING REQUIREMENTS - Portable Rock Crusher and Washing Facility

The Permittee may not operate the rock crushing and washing facility in areas designated as nonattainment for particulate matter with an aerodynamic diameter of less than or equal to a nominal ten (10) microns (PM-10) within the state of Idaho without approval from DEQ.

D.2 OPERATING REQUIREMENTS - Portable Rock Crusher only

D.2.1 Facility Throughput Limits

The production rate of the rock crushing facility, without the washing facility and generator, shall not exceed a maximum of two million, six hundred twenty-eight thousand tons per any consecutive 12-month period (2,628,000 T/yr) when located in any attainment or unclassifiable area.

D.2.2 Colocation Requirements

The rock crushing facility shall not be collocated with another portable rock crushing, concrete batch, or hot-mix asphalt plant when located in any PM-10 nonattainment area or proposed PM-10 nonattainment area.

DATE: June 18, 2000
D.2.3 Hours of Operation

When the crushing facility is operated without the generator and washing facility, the motor shall not be operated more than four thousand, three hundred eighty-nine hours per any consecutive 12-month period (4,389 hr/yr) when located in any PM-10 nonattainment area or proposed PM-10 nonattainment area.

When the crushing facility is operated without the generator and washing facility, the motor shall not be operated more than twelve hours per day (12.0 hr/day) when located in any PM-10 nonattainment area or proposed PM-10 nonattainment area.
PERMIT TO CONSTRUCT GENERAL PROVISIONS

A. All emissions authorized herein shall be consistent with the terms and conditions of this permit and the Rules for the Control of Air Pollution in Idaho. The emission of any pollutant in excess of the limitations specified herein, or noncompliance with any other condition or limitation contained in this permit, shall constitute a violation of this permit and the Rules for the Control of Air Pollution in Idaho, and the Environmental Protection and Health Act, Idaho Code 39-101, et.seq.

B. The Permittee shall at all times (except as provided in the Rules for the Control of Air Pollution in Idaho) maintain in good working order and operate as efficiently as practicable, all treatment or control facilities or systems installed or used to achieve compliance with the terms and conditions of this permit and other applicable Idaho laws for the control of air pollution.

C. The Permittee shall allow the Director, and/or the authorized representative(s), upon the presentation of credentials:

1. To enter at reasonable times upon the premises where an emission source is located, or in which any records are required to be kept under the terms and conditions of this permit; and
2. At reasonable times to have access to and copy any records required to be kept under the terms and conditions of this permit, to inspect any monitoring methods required in this permit, and require stack emission testing in conformance with IDAPA 16.01.01.157 when deemed appropriate by the Director.

D. Nothing in this permit is intended to relieve or exempt the Permittee from compliance with any applicable federal, state, or local law or regulation, except as specifically provided herein.

E. The Permittee shall notify DEQ, in writing, of the required information for the following events within five (5) working days after occurrence:

1. Initiation of Construction - Date
2. Completion/Cessation of Construction - Date
3. Actual Production Startup - Date
4. Initial Date of Achieving Maximum Production Rate - Production Rate and Date

F. If emission testing is specified, the Permittee must schedule such testing within sixty (60) days after achieving the maximum production rate, but not later than one hundred and eighty (180) days after initial startup. Such testing must strictly adhere to the procedures outlined in IDAPA 16.01.01.157, and shall not be conducted on weekends or state holidays without prior written DEQ approval. Testing procedures and specific time limitations may be modified by DEQ by prior negotiation if conditions warrant adjustment. DEQ shall be notified at least fifteen (15) days prior to the scheduled compliance test. Any records or data generated as a result of such compliance test shall be made available to DEQ upon request.

The maximum allowable operating rate shall be limited to 120% of the average operating rate attained during any performance test period, for which a test protocol has been granted prior approval by DEQ, unless (1) the test demonstrates noncompliance, (2) a more restrictive operating limit is specified elsewhere in this permit, or (3) at such an operating rate, emissions would exceed any emission limit(s) set forth in this permit.

G. The provisions of this permit are severable, and if any provision of this permit to any circumstance is held invalid, the application of such provision to other circumstances, and the remainder of this permit shall not be affected thereby.

DATE: June 18, 2000