

DONALD R. VAN DER VAART

SHEILA C. HOLMAN

May 31, 2016

Mr. Wiley B. Roark Maymead Materials, Inc. PO Box 911 Mountain City, TN 37683

RE: Permit Applications Number 9500134.15B and Draft Air Permit No. 10003R05

Dear Mr. Roark:

I have just completed my review of the Hearing Officer's Report and Recommendations for the Maymead Materials, Inc. – 421 Recycling Yard public hearing held on March 3, 2016. During the public hearing for the Maymead Materials, Inc. – 421 Recycling Yard air permit application and draft air permit, the issue of compliance of the various Maymead Materials operations in North Carolina was raised. Currently, the Maymead Materials, Inc. operations appear to be operating in compliance with their air quality permit requirements. However, inspectors from the North Carolina Department of Environmental Quality, Division of Energy, Mineral and Land Resources (DEMLR) subsequently inspected several facilities recently. The inspectors identified three violations during their inspection of the Maymead Materials, Inc. operation located at 3684 NC Highway 105 in Boone and issued a Notice of Violation (NOV) to you on May 27, 2016.

I am writing to inform you that I am unable to issue the air permit at this time, pursuant to North Carolina General Statutes § 143-215.108 (c)(5a) which states that the Commission shall have the power:

- (5a) To require that an applicant satisfy the Department that the applicant, or any parent, subsidiary, or other affiliate of the applicant or parent:
- a. Is financially qualified to carry out the activity for which a permit is required under subsection (a); and
- b. Has substantially complied with the air quality and emission control standards applicable to any activity in which the applicant has previously engaged, and has been in substantial compliance with federal and state laws, regulations, and rules for the protection of the environment.

Mr. Wiley B. Roark May 31, 2016 Page 2

Therefore, I am placing your permit application on hold until the deficiencies identified by DEMLR have been resolved. This hold includes the May 27, 2016 NOV noted above as well as any pending deficiencies documented in recent DEMLR inspections.

You may reach me at (919) 707-8430 if you have questions regarding this action.

Sincerely,

Sheila C. Holman, Director Division of Air Quality, NCDEQ

Slinla C- Holma

Cc: Lisa Edwards, WSRO

Patrick Butler, RRO