

May 21, 2018

Mr. Andrew Weiner
States Industries, LLC
29545 East Enid Road
P.O. Box 41150
Eugene, Oregon 97404

Dear Mr. Weiner:

This letter is in response to a written request from States Industries, LLC (States Industries) received on April 25, 2018, for California Air Resources Board (CARB) re-approval to be an ultra-low-emitting formaldehyde (ULEF)-based resin manufacturer of composite wood products destined for sale, supply, or use in California. Your application includes a request for re-approval to manufacture hardwood plywood-composite core (HWPW-CC) using a ULEF-based resin system. Pursuant to the Composite Wood Airborne Toxic Control Measure (ATCM), title 17, California Code of Regulations, sections 93120-93120.12, your request to renew your Executive Order as a ULEF manufacturer has been approved.

The enclosed Executive Order N-18-184 specifies ongoing conditions that must be met by States Industries as a manufacturer of ULEF products for sale, supply, or use in California. Section 93120.3(d)(5) specifies that the Executive Order issued to ULEF manufacturers has a duration of two years, and the manufacturer may apply for re-approval as provided in the section. At the appropriate time, you may address your application for re-approval to me at the address noted in the letterhead.

At the request of your resin manufacturer, we have held the resin formulation data that they sent to CARB on behalf of States Industries confidential. Please note that approval of your Executive Order is contingent upon the use of the resin specified by you, and CARB must be notified in advance of any changes in resin supply that States Industries decides to make for its ULEF products.

For more information about CARB's no-added formaldehyde (NAF) and ULEF program, please visit us at:

http://www.arb.ca.gov/toxics/compwood/naf_ulef/naf_ulef.htm.

Mr. Andrew Weiner
May 21, 2018
Page 2

If you have any questions regarding this matter, please contact us via email at compwood@arb.ca.gov. You may also contact Maria Vacaru, Air Resources Engineer, at (916) 322-7433 or via email at maria.vacaru@arb.ca.gov.

Sincerely,



Richard Boyd, Chief
Risk Reduction Branch
Transportation and Toxics Division

Enclosure

cc: (via email)

Maria Vacaru
Air Resources Engineer
Toxics Control Section
Risk Reduction Branch

State of California
AIR RESOURCES BOARD

EXECUTIVE ORDER N-18-184

Relating to CARB Approval for an Exemption from Third-Party Certification
for Composite Wood Product Manufacturers that use
Ultra-low-emitting Formaldehyde Resins under
section 93120.3, title 17, California Code of Regulations

States Industries, LLC

WHEREAS, the California Air Resources Board (CARB) has adopted the "Airborne Toxic Control Measure to Reduce Formaldehyde Emissions from Composite Wood Products" (the "ATCM"; title 17, California Code of Regulations, sections 93120-93120.12), which establishes formaldehyde emission standards for composite wood products;

WHEREAS, section 93120.1(a)(42) of the ATCM defines "ultra-low-emitting formaldehyde (ULEF) resins" to mean "resins formulated such that average formaldehyde emissions are consistently below the Phase 2 emission standards in section 93120.2," for making hardwood plywood (HWPW), particleboard (PB), medium density fiberboard (MDF), or thin medium density fiberboard (tMDF);

WHEREAS, section 93120.3(d) of the ATCM allows manufacturers of HWPW, PB, MDF, and tMDF who use ULEF resins to apply for written approval from the Executive Officer for an exemption from the requirements of section 93120.3(b) of the ATCM;

WHEREAS, section 93120.3(d) of the ATCM allows manufacturers of HWPW, PB, MDF, and tMDF who use ULEF resins to submit an application for an exemption from the requirements of section 93120.3(b) of the ATCM to the Executive Officer, which includes: (A) a statement indicating which product types will be manufactured using ULEF resins for sale in California; (B) the chemical formulation of the candidate ULEF resin(s), including base resins, scavenger resins, scavenger additives, catalysts, and other additives as used in manufacturing; (C) the name of their CARB-approved third-party certifier (TPC); and (D) data on the emissions performance of the candidate ULEF resin(s);

WHEREAS, the data on emissions performance of the candidate ULEF resin required in section 93120.3(d) of the ATCM must be obtained by working with a CARB-approved TPC, and must include six months of routine quality control testing data, the correlation of the routine quality control testing data to primary or secondary testing data, and the results of two primary or secondary method tests, as required in Appendix 2 of section 93120.12 of the ATCM;

WHEREAS, section 93120.3(d)(2) of the ATCM requires that 90 percent of the six months of routine quality control testing data and the results of two primary or secondary method tests must be shown to be no higher than 0.04 parts per million (ppm), and that all data must be shown to be no higher than 0.05 ppm for HWPW and 0.06 ppm for PB, MDF, and tMDF;

WHEREAS, section 93120.3(d)(5) of the ATCM provides that the Executive Officer shall approve the application and issue an Executive Order if the evidence submitted by the applicant is sufficient to demonstrate that the applicant has met the requirements specified in sections 93120.3(d)(1) and 93120.3(d)(2) of the ATCM;

WHEREAS, States Industries LCC (States Industries or the "applicant") submitted an original application that was received on February 10, 2014;

WHEREAS, the original application from States Industries specified the range in product manufacturing parameters, applicable post-press product treatments, base resin trade name(s) and base resin manufacturer(s)/supplier(s), and other ingredients added to the base resin by the applicant to manufacture ULEF hardwood plywood-composite core (HWPW-CC) products;

WHEREAS, CARB was provided base resin/adhesive information specifying the base resin polymer type and minimum and maximum values of all major and any minor ingredients in the base resin on a percent weight of solids basis;

WHEREAS, the Executive Officer found that the evidence submitted by the applicant meets the criteria specified in sections 93120.3(d)(1), 93120.3(d)(2) and 93120.3(d)(5) of the ATCM;

WHEREAS, the base resins/adhesive supplier, commercial name, and resin type are set forth in Confidential Attachment A;

WHEREAS, the original application from States Industries was deemed complete on March 24, 2014, and States Industries was issued Executive Order N-14-184, signed on April 4, 2014;

WHEREAS, section 93120.3(d) of the ATCM allows ULEF product manufacturers to apply for re-approval by CARB by submitting an updated application;

WHEREAS, States Industries submitted an updated application for re-approval to CARB on March 23, 2016;

WHEREAS, the updated application for re-approval from States Industries was deemed complete on April 20, 2016 and Executive Order N-16-184 was signed on May 2, 2016;

WHEREAS, States Industries submitted an updated application for re-approval to CARB on April 25, 2018;

WHEREAS, the updated application for re-approval from States Industries was deemed complete on May 4, 2018;

WHEREAS, the Executive Officer finds that the completed, updated application demonstrated the ULEF manufacturer's ability to continue to comply with section 93120.3(d); and

WHEREAS, the Executive Officer approved States Industries' request for re-approval, and it is appropriate that Executive Order N-16-184 be superseded by this Executive Order N-18-184.

NOW, THEREFORE, IT IS ORDERED that States Industries is hereby approved as a ULEF manufacturer of HWPW-CC that is exempt from the requirements of section 93120.3(b) and Appendix 2 of section 93120.12 of the ATCM, provided that the following terms and conditions are met for products sold, supplied, offered for sale, or manufactured for sale in California:

1. States Industries must use the commercial resins listed and suppliers listed in Section A of Confidential Attachment A of this Executive Order for the manufacture of ULEF HWPW-CC products.
2. The chemical formulation of the base resins used for the manufacture of ULEF composite wood products by States Industries must be within the ranges specified in Section B of Confidential Attachment A of this Executive Order.
3. States Industries is legally responsible for ensuring that the base resin is within the ranges specified in Section B of Confidential Attachment A.
4. The application rate of the base resins used for the manufacture of ULEF composite wood products by States Industries must be within the ranges specified in Section C of Confidential Attachment A of this Executive Order.
5. Other chemical components of the base resins (such as sizing wax and release wax) used for the manufacture of ULEF HWPW-CC products by States Industries must be within the ranges specified in Section D of Confidential Attachment A of this Executive Order.
6. The allowable operating parameters for press temperature and press time for the base resins used to manufacture the ULEF HWPW-CC products by States Industries must be within the ranges specified in Section E of Confidential Attachment A of this Executive Order.

7. Only the composite wood products with the product names listed in Section F of Confidential Attachment A of this Executive Order are authorized under this Executive Order.

BE IT FURTHER ORDERED that this Executive Order N-18-184 supersedes Executive Order N-16-184, which was signed on May 2, 2016.

BE IT FURTHER ORDERED that States Industries may change the resin system supplier listed in Section A of Confidential Attachment A of this Executive Order if the new resin supplier supplies the same resin type listed in Confidential Attachment A of this Executive Order, at least two primary or secondary method tests are performed on random samples selected by their CARB-approved TPC, and the Chief of the Risk Reduction Branch of the Transportation and Toxics Division is notified before States Industries uses the resin for production.

BE IT FURTHER ORDERED that States Industries must conduct confirmatory testing for a new resin supplier by demonstrating that the results of two primary or secondary method tests for the new resin system supplier are no higher than 0.04 ppm for the ULEF products authorized under this Executive Order.

BE IT FURTHER ORDERED that the Executive Officer may review and, for good cause, modify or revoke this Executive Order as provided in section 93120.3(d)(5) of the ATCM. The Executive Officer shall not modify or revoke this Executive Order without affording the applicant the opportunity for a hearing in accordance with the procedures specified in title 17, California Code of Regulations, section 60055.1 et seq.

BE IT FURTHER ORDERED that this Executive Order shall have a duration of two years from the date this Executive Order is signed; the applicant may apply for re-approval as provided in section 93120.3(d)(5) of the ATCM.

BE IT FURTHER ORDERED that the applicant must maintain records in electronic or hard copy form for two years, for review by CARB upon request, as specified in section 93120.3(g) of the ATCM.

BE IT FURTHER ORDERED that the applicant must notify the Executive Officer in writing within 30 days if there is any change in their product manufacturing parameters or base resin manufacturer(s) or supplier(s) that does not comply with any of the requirements, terms or conditions specified in the ATCM or this Executive Order.

Executed at Sacramento, California this 21st day of May, 2018.

A handwritten signature in cursive script, appearing to read "Richard Boyd", is written over a horizontal line.

Richard Boyd, Chief
Risk Reduction Branch
Transportation and Toxics Division