PERMIT MODIFICATION ENVIVA HAMLET, LLC HAMLET, NC

ENVIRONMENTAL JUSTICE SNAPSHOT

PRESENTED BY: N.C. DEPARTMENT OF ENVIRONMENTAL QUALITY

OCTOBER 1, 2018

1 EJ Snapshot

The EJ Snapshot is an initial look at the demographics and socioeconomics of the surrounding community area. This would include information within a determined radius by the Department, (decennial census year – race and poverty), (most current ACS census range - per Capita income and Ability to speak English), current NC Commerce county tier, and yes/no – native American territory. The EJ Snapshot does not include a reconnaissance of the community.

A snapshot will be conducted at the beginning of the application process when a full EJ report is already requested. This will be distributed to interested community members (if known) and posted to the DEQ website with the relevant permit application before the close of the public comment period. This will encourage EJ Report suggestions from the surrounding community, industry, and environmental groups during the comment period.

An EJ snapshot may also be conducted in lieu of an EJ report in some circumstances. This could be based on community interest, public interest, hot topic, national interest, new technology, new facility, coal ash, etc.

It is important to keep in mind the following limitations of this study: census data is from 2010 and may be outdated; the more recent census data up through 2016 are estimates; EJSCREEN does not provide all of the data categories that were used in this analysis so the census tract and county data cannot be compared to the radius used surrounding the facility boundary; census tracts can still be large areas and do not allow for exact locations of each population; some of the census tracts overlap with the two-mile radius only slightly; and the department cannot determine which populations are in that small amount of overlap.

The Department has assessed a snapshot of the demographic and socioeconomic data of the communities surrounding the Enviva Hamlet, LLC facility to foster communication prior to the Division of Air Quality's discussion on the permit modification for enhanced emission controls. This in turn will result in a completed EJ Report by the Department once community comments are incorporated from the public comment period.

2 Environmental Justice Evaluation

Environmental justice is the fair treatment and meaningful involvement of all people regardless of race, color, national origin, or income, with respect to the development, implementation, and enforcement of environmental laws, regulations, and policies (US EPA). The final report will examine the demographic and environmental conditions in Richmond County, as well as census tracts, and the two-mile radius around the property boundary of the Enviva Pellets Hamlet, LLC facility. Finally, the demographics of the entire state of North Carolina are also considered as they relate to both the county and local census tract and radius settings.

The North Carolina Department of Environmental Quality (NCDEQ) has assessed the permit application and the potential impact on communities surrounding the requested modified facility operation by reduced emission sources and implementation of control technology. The Environmental Justice Assessment Report will include:

- Permit modification application submitted by Enviva Pellets Hamlet, LLC.
- Point Source Emission Units
- Potential Emissions from the wood pellet manufacturing plant process
- Regulatory Evaluation
- Compliance Assurance Monitoring
- Facility-Wide Air Toxics
- Modeled Emissions Rates
- Study of area demographics are determined by utilizing the EPA Environmental Justice tool (EJSCREEN) https://ejscreen.epa.gov/mapper/ and current, available census data. http://factfinder.census.gov/faces/nav/jsf/pages/index.xhtml
- Comparison of area demographics to project county census data.

As of September 28, 2018, the following events have not occurred, but will take place prior to the Division of Air Quality's public hearing.

- A confirmation site visit to ensure current available census data was accurate.
- Communication with public and public officials in neighboring communities.

3 Proposed Project

Enviva Pellets Hamlet, LLC (Enviva) has requested a modification to their existing permit to install additional air pollution control equipment which will reduce their overall emissions profile for volatile organic compound (VOC), Hazardous Air Pollutants (HAP) and particulate matter (PM).

Enviva was initially permitted to construct a wood pellets manufacturing plant in Richmond County, North Carolina under the authorization of North Carolina Division of Air Quality (NC DAQ) permit 10365R00 on March 29, 2016. Enviva's proposed modifications include installing air pollution control devices that will lower the current permitted emission rates. The reductions in permitted emissions will allow the facility to comply with a Prevention of Significant Deterioration (PSD) permit avoidance limit. The PSD avoidance limit will require the facility to remain below 250 tons per year (tpy) for each criteria pollutant.

Enviva's emission reduction modifications will include:

- Installation of a regenerative thermal oxidizer following the currently permitted dryer wet electrostatic precipitator (WESP) for VOC, HAP and PM emissions control;
- Remove the Green Wood Hammermill cyclones from the permit and recirculate the exhaust to reduce VOC, HAP and PM emissions;
- Install one wet scrubber on the pellet cooler product recovery cyclones to reduce PM emissions;
- Install a regenerative catalytic oxidizer, to control combined emissions of VOC, HAP and PM from the pellet coolers and pellet mills;
- Decrease the amount of wood that can bypass the Dry Hammermills from 25% to 15%;
- Remove the hammermill area emission point (which will no longer be an emission point);
- Change the number of Pellet Loadout Bins from eight (8) to two (2);
- Remove the truck loadout station emission point pellets will now be loaded into hopper rail cars that are entirely enclosed

4 Geographic Area

The facility is located at 1125 North NC Highway 177 Hamlet, NC, 28345 (Richmond County). The highest off-site ambient air impacts from the Enviva Hamlet dispersion modeling occur at the plant fence line. Enviva's contribution to the total impact is over 99%. As such the two-mile radius for analyzing the local demographics and socioeconomics was used. (Figure 1).

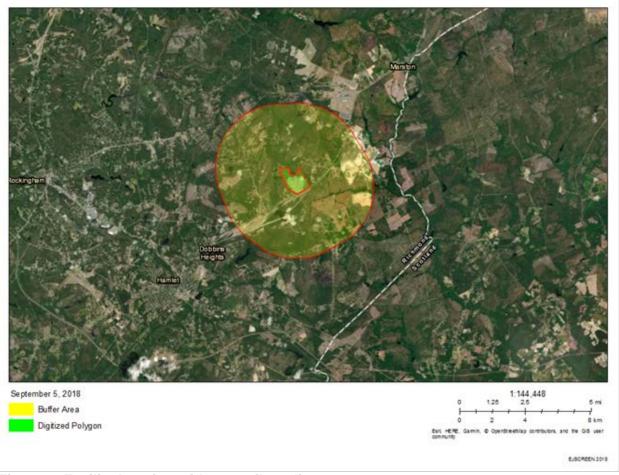


Figure 1. Facility location with two-mile radius.

Regional Setting

Richmond County is designated as Tier 1 county by NC Department of Commerce. Tier 1 counties must have less than 12,000 people or be a county with a population less than 50,000 people and a poverty rate of 19% or greater. Richmond County has been designated as Tier 1 for at least the last two consecutive years. The two-mile radius used in this analysis stays within Richmond County and is encompassed by census tracts 9710 and 9711 (Figure 2). Census tracts are small, relatively permanent statistical subdivisions of a county with a unique numeric code (US Census Bureau). The two census tracts do not encompass any Federal or State American Indian Reservation, Off-Reservation Trust Land, Statistical Area, Designated Tribal Area, or Native Regional Corporation. However, this does not mean, there is not the presence of Native American or Alaska Native persons living within Census Tracts 9710 and 9711.

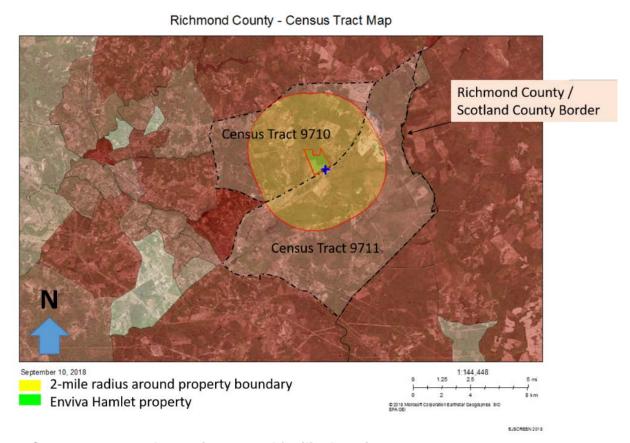


Figure 2. Census tracts and counties around facility location.

Table 1. Regional Setting - Race and Ethnicity

| | North Caroli | na | Richmond C | ounty | | | |
|---|--------------|---------|------------|---------|--|--|--|
| Race and Ethnicity | Number | Percent | Number | Percent | | | |
| Total Population | 9,535,483 | 100.0 | 46,639 | 100 | | | |
| White | 6,528,950 | 68.5 | 28,072 | 60.2 | | | |
| Black or African American | 2,048,628 | 21.5 | 14,269 | 30.6 | | | |
| American Indian or Alaska Native | 122,110 | 1.3 | 1,173 | 2.5 | | | |
| Asian | 208,962 | 2.2 | 431 | 0.9 | | | |
| Native Hawaiian and Other Pacific Islander | 6,604 | 0.1 | 26 | 0.1 | | | |
| Some other Race | 414,030 | 4.3 | 1,700 | 3.6 | | | |
| Two or More Races | 206,199 | 2.2 | 968 | 2.1 | | | |
| | | | | | | | |
| HISPANIC OR LATINO (of any race) | 800,120 | 8.4 | 2,741 | 5.9 | | | |
| Mexican | 486,960 | 5.1 | 2,163 | 4.6 | | | |
| Puerto Rican | 71,800 | 0.8 | 130 | 0.3 | | | |
| Cuban | 18,079 | 2.3 | 30 | 0.1 | | | |
| Other Hispanic or Latino | 223,281 | 2.3 | 418 | 0.9 | | | |
| All bolded and <u>underlined</u> cells indicate a difference that is greater than 10% when compared to the State. Source: US Census, 2010 | | | | | | | |

¹ Mexican is considered a sub-group of Hispanic or Latino. These subgroups are a portion of the total percentage of Hispanic or Latino of any race.

Table 2. Local Setting - Race and Ethnicity

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|--|--------------------------|---------|---------------------------|---------|-------------------|---------|-------------------|------------|
| | Project Area - 1 Mile | | Project Area - 2 Miles | | Census Tract 9710 | | Census Tract 9711 | |
| Race and Ethnicity | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| Total Population | 330 | 100 | 1,047 | 100 | 4,174 | 100.0 | 4,390 | 100.0 |
| White | 321 | 72 | 741 | 71 | 1,732 | 41.5 | 2,255 | 51.4 |
| Black or African American | 66 | 20 | 221 | 21 | 2,199 | 52.7 | 1,658 | 37.8 |
| American Indian or Alaska Native | 6 | 2 | 24 | 2 | 55 | 1.3 | 274 | 6.2 |
| Asian | 6 | 2 | 16 | 2 | 36 | 0.9 | 11 | 0.3 |
| Native Hawaiian and Other Pacific Islander | 0 | 0 | 1 | 0 | 7 | 0.2 | 1 | 0.0 |
| Some other Race | 5 | 1 | 14 | 1 | 41 | 1.0 | 30 | 0.7 |
| Two or More Races | 9 | 3 | 30 | 3 | 104 | 2.5 | 161 | <u>6.3</u> |
| | | | | | | | | |
| HISPANIC OR LATINO (of any race) | 12 | 4 | 36 | 3 | 128 | 3.1 | 70 | 1.6 |
| Mexican | | | | | 81 | 1.9 | 31 | 0.7 |
| Puerto Rican | | | | | 21 | 0.5 | 22 | 0.5 |
| Cuban | | | | | 0 | 0 | 2 | 0 |
| Other Hispanic or Latino | | | | | 26 | 0.6 | 15 | 0.3 |
| | | | | 100/ | - | | | |

All orange highlighted cells indicate a difference that is greater than 10% when compared to the county All bolded and <u>underlined</u> cells indicate a difference that is greater than 10% when compared to the State. Source: US Census, 2010

Table 3. Poverty Status -North Carolina

| Subject | Total | | Below pove | erty level | Percent below poverty level | | | | | | |
|--|---------------|---------------------------|---|---------------------------|-----------------------------|---------------------------|--|--|--|--|--|
| | Estimate | Margin of Error +/- | Estimate | Margin of Error +/- | Estimate | Margin of Error +/- | | | | | |
| Population for whom poverty status is determined | 9,685,511 | 1,782 | 1,631,704 | 17,281 | 16.8 | 0.2 | | | | | |
| AGE | | | | | | T | | | | | |
| Under 18 | 2,254,721 | 2,050 | 539,417 | 8,484 | 23.9 | 0.4 | | | | | |
| 18 to 64 | 6,012,888 | 1,258 | 955,430 | 9,789 | 15.9 | 0.2 | | | | | |
| 65 years and over | 1,417,902 | 1,068 | 136,857 | 2,562 | 9.7 | 0.2 | | | | | |
| SEX | Ī | T | Ī | T | Ī | T | | | | | |
| Male | 4,684,761 | 2,068 | 719,985 | 8,902 | 15.4 | 0.2 | | | | | |
| Female | 5,000,750 | 1,846 | 911,719 | 9,880 | 18.2 | 0.2 | | | | | |
| RACE AND HISPANIC OR LATINO O | RIGIN | | | | | | | | | | |
| White | 6,220,770 | 2,615 | 718,254 | 11,602 | 11.5 | 0.2 | | | | | |
| Black or African American | 2,056,688 | 4,872 | 537,538 | 7,834 | 26.1 | 0.4 | | | | | |
| American Indian and Alaska Native | 114,277 | 1,759 | 32,101 | 1,831 | 28.1 | 1.5 | | | | | |
| Asian | 248,665 | 1,763 | 32,044 | 1,973 | 12.9 | 0.8 | | | | | |
| Native Hawaiian and Other Pacific Islander | 6,227 | 910 | 1,229 | 363 | 19.7 | 5.3 | | | | | |
| Some other Race | 293,512 | 8,038 | 98,899 | 5,189 | 33.7 | 1.5 | | | | | |
| Two or more races | 233,951 | 5,773 | 57,525 | 2,970 | 24.6 | 1.1 | | | | | |
| Hispanic or Latino | 867,229 | 835 | 273,081 | 2,970 | 24.6 | 0.8 | | | | | |
| All individuals below: | | | | | | | | | | | |
| 50 percent of poverty level | 709,029 | 10,824 | | | | | | | | | |
| 125 percent of poverty level | 2,156,665 | 18,666 | | | | | | | | | |
| 150 percent of poverty level | 2,675,626 | 22,058 | | | | | | | | | |
| 185 percent of poverty level | 3,374,865 | 23,762 | | _ | | | | | | | |
| 200 percent of poverty level | 3,649,420 | 24,199 | | | | | | | | | |
| Source: US Census, 2012-2016 ACS 5 | 5-Year Estima | ates | Source: US Census, 2012-2016 ACS 5-Year Estimates | | | | | | | | |

Table 4. Poverty Status -Richmond County

| | Richmond | County | | | | |
|--|----------|---------------------------|-----------|---------------------------|-----------------------------|------------------------|
| Subject | Total | | Below pov | erty level | Percent below poverty level | |
| | Estimate | Margin of Error +/- | Estimate | Margin of Error +/- | Estimate | Margin of Error +/- |
| Population for whom poverty status is determined | 44,288 | 253 | 11,443 | 1,029 | <u>25.8</u> | 2.3 |
| AGE | | | | | | T |
| Under 18 | 10,570 | 94 | 4,214 | 525 | <u>39.9</u> | 5.0 |
| 18 to 64 | 26,521 | 232 | 6,191 | 616 | <u>23.3</u> | 2.3 |
| 65 years and over | 7,197 | 94 | 1,038 | 182 | <u>14.4</u> | 2.5 |
| SEX | | | | | | T |
| Male | 20,865 | 368 | 5,010 | 549 | <u>24.0</u> | 2.6 |
| Female | 23,423 | 273 | 6,433 | 673 | <u>27.5</u> | 2.8 |
| RACE AND HISPANIC OR LATINO ORIGII | <u> </u> | | | | | T |
| White | 25,863 | 150 | 4,690 | 621 | <u>18.1</u> | 2.4 |
| Black or African American | 13,809 | 331 | 5,007 | 667 | <u>36.3</u> | 4.7 |
| American Indian and Alaska Native | 919 | 173 | 232 | 118 | 25.2 | 12.0 |
| Asian | 122 | 125 | 20 | 26 | <u>16.4</u> | 25.6 |
| Native Hawaiian and Other Pacific Islander | - | 25 | - | 25 | - | - |
| Some other Race | 331 | 204 | 46 | 60 | 13.9 | 17.9 |
| Two or more races | 1,025 | 282 | 322 | 198 | <u>31.4</u> | 16.6 |
| Hispanic or Latino | 2,638 | 114 | 1,183 | 375 | 44.8 | 14.7 |
| All individuals below: | | | | | | |
| 50 percent of poverty level | 5,421 | 856 | | | | |
| 125 percent of poverty level | 15,106 | 1,202 | | | | |
| 150 percent of poverty level | 17,840 | 1,169 | | | | |
| 185 percent of poverty level | 20,963 | 1,169 | | | | |
| 200 percent of poverty level | 22,827 | 1,178 | th | | al ta tha Otata | |

All bolded and <u>underlined</u> cells indicate a difference that is greater than 5% when compared to the State. Source: US Census, 2012-2016 ACS 5-Year Estimates

Table 5. Poverty Status – Census Tracts 9710 and 9711 (Richmond County)

| | Census Tract 9710 | | | | | Census Tract 9711 | | | | | | |
|--|-------------------|---------------------------|-----------|---------------------------|-----------------|---------------------------|----------|---------------------------|------------|---------------------------|-----------------|---------------------------|
| | Tota | al | Below pov | erty level | Percent poverty | | Tot | al | Below pove | erty level | Percent poverty | |
| Subject | Estimate | Margin of Error +/- | Estimate | Margin of Error +/- | Estimate | Margin of Error +/- | Estimate | Margin of Error +/- | Estimate | Margin of Error +/- | Estimate | Margin of Error +/- |
| Population for whom poverty status is determined | 4,042 | 370 | 1,581 | 351 | <u>39.1</u> | 6.8 | 4,396 | 418 | 1,353 | 397 | 30.8 | 8.8 |
| AGE | | | | | | | | | | | | |
| Under 18 | 1,138 | 248 | 684 | 254 | <u>60.1</u> | 14 | 1,027 | 225 | 478 | 232 | <u>46.5</u> | 20. |
| 18 to 64 | 2,298 | 212 | 723 | 162 | <u>31.5</u> | 6.7 | 2,583 | 285 | 748 | 100 | <u>28.6</u> | 12.1 |
| 65 years and over | 606 | 82 | 174 | 69 | <u>28.7</u> | 10.6 | 786 | 110 | 127 | 71 | 16.2 | 8.8 |
| SEX | | | | | | | | | | | | |
| Male | 1,704 | 228 | 584 | 166 | 34.3 | 7.7 | 2,221 | 284 | 744 | 230 | <u>33.5</u> | 9.6 |
| Female | 2,338 | 265 | 997 | 242 | <u>42.6</u> | 8.4 | 2,175 | 303 | 609 | 236 | 28.0 | 10.7 |
| RACE AND HISPANIC OR LA | TINO ORIGII | N | | | | | | | | | | |
| White | 1,566 | 288.0 | 327.0 | 159.0 | 20.9 | 9.7 | 2355.0 | 303.0 | 585.0 | 277.0 | 24.8 | 11.2 |
| Black or African American | 2,292 | 395.0 | 1148.0 | 366.0 | <u>50.1</u> | 10.2 | 1697.0 | 334.0 | 694.0 | 226.0 | 40.9 | 12.2 |
| American Indian and Alaska Native | 80 | 57.0 | 49.0 | 54.0 | <u>61.3</u> | 37.8 | 111.0 | 82.0 | 51.0 | 66.0 | <u>45.9</u> | 42.1 |
| Asian | - | 12.0 | 0.0 | 12.0 | - | - | 0.0 | 12.0 | 0.0 | 12.0 | - | - |
| Native Hawaiian and Other Pacific Islander | - | 12.0 | 0.0 | 12.0 | - | - | 0.0 | 12.0 | 0.0 | 12.0 | - | - |
| Some other Race | 11 | 18.0 | 11.0 | 18.0 | 100.0 | 89.4 | 0.0 | 12.0 | 0.0 | 12.0 | - | - |
| Two or more races | 74 | 58.0 | 46.0 | 52.0 | 62.2 | 38.3 | 233.0 | 191.0 | 23.0 | 50.0 | 9.9 | 36.8 |
| Hispanic or Latino | 30 | 45.0 | 11.0 | 18.0 | <u>36.7</u> | 24.5 | 11.0 | 20.0 | 0.0 | 12.0 | 0.0 | 89.4 |
| All individuals below: | | | | | | | | | | | | |
| 50 percent of poverty level | 791 | 344 | | | | | 516 | 217 | | | | |
| 125 percent of poverty level | 1,840 | 363 | | | | | 1,744 | 353 | | | | |
| 150 percent of poverty level | 2,001 | 368 | | | | | 1,984 | 390 | | | | |
| 185 percent of poverty level | 2,240 | 368 | | | | | 2,473 | 415 | | | | |
| 200 percent of poverty level | 2,249 | 369 | | | | | 2,522 | 413 | | | | |

All orange highlighted cells indicate a difference that is greater than 5% when compared to the county

All bolded and <u>underlined</u> cells indicate a difference that is greater than 5% when compared to the State. Source: US Census, 2012-2016 ACS 5-Year Estimates

Table 6. Per Capita Income

| | Subject | | Per Capita Income in Last 12 Months (Dollars) |
|---------------------------|---|---------------------|---|
| North Carolina | rth Carolina Per Capita Income Estimate | | 26,779 |
| | · | Margin of Error +/- | 127 |
| Richmond County | Per Capita Income | Estimate | 19,411 |
| Kichinona County | r ei Capita ilicollie | Margin of Error +/- | 1,383 |
| Canava Tract 0710 | Day Canita Income | Estimate | 16,743 |
| Census Tract 9710 | Per Capita Income | Margin of Error +/- | 1,825 |
| Canava Tract 0744 | Day Canita Income | Estimate | 16,269 |
| Census Tract 9711 | Per Capita Income | Margin of Error +/- | 1,890 |
| One Mile | Per Capita Income | Estimate | 19,718 |
| | | Margin of Error +/- | - |
| Two Miles Per Capita Inco | | Estimate | 19,718 |
| | | Margin of Error +/- | - |

5 Limited English Proficiency (LEP)

Per the Safe Harbor Guidelines, should an LEP Group be identified during the pre-permit issuance process, written translations of vital documents for each eligible LEP language group that constitutes five percent or includes 1,000 members (whichever is less) of the population of persons eligible to be served or likely to be affected or encountered. If there are fewer than 50 persons in a language group that reaches the five percent trigger, then DEQ would not translate vital written materials but provide written notice in the primary language of the LEP language group of the right to receive competent oral interpretation of those written materials, free of cost. The safe harbor provisions apply to the translation of written documents only. Safe harbor guidelines are per the EPA guidance for LEP persons, and followed by DEQ when deemed appropriate. No LEP Groups were identified during the initial screening of demographic data. However, should LEP Groups be identified during the site visit, DEQ will revisit Safe Harbor Guidelines.

6 Local Sensitive Receptors

The Environmental Protection Agency suggests that sensitive receptors include, but are not limited to, hospitals, schools, daycare facilities, elderly housing and convalescent facilities. These are areas where the occupants are more susceptible to the adverse effects of exposure to toxic chemicals, pesticides, and other pollutants. Extra care must be taken when dealing with contaminants and pollutants in close proximity to areas recognized as sensitive receptors. For instance, children and the elderly may have a higher risk of developing asthma from elevated levels of certain air pollutants than a healthy individual aged between 18 and 64.

Within the two-mile project radius, the following were identified as potential sensitive receptors:

- Marks Creek Presbyterian Church
- House of Prayer Church

Outside of the two-mile radius are the following sensitive receptors:

- Richmond 9th Grade Academy
- Mc Donald Church
- Fisher Adult Care, Inc.
- New Hope Adult Care