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26319 Old Abingdon	Trail Road
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	VA 24210
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sion of premises, changes in eq	CTURES ARTICLES  uipment, etc. Give brief description of  ch are being submitted for the first time
nd documents of the latest app I; and (4) the supporting orgar	proved Form TTB 5110.41, nizational documents filed in connection
10A-1. PAGES FROM CURRE	NT APPROVED FORM TTB F 5110.41:
-0	Attachment A
	DCUMENTS FILED WITH PRIOR B F 5110.41: (List each document)
Certificate of	Formation
Operating Agre	
	BUT INCORPORATED IN THIS APPLICA
/A	
, including accompanying docun f my knowledge and belief it is tr	nents, statement of security, and those
	and (4) the supporting organe ference, and listed below in It 10A-1. PAGES FROM CURRE -0—  10B-1. ORGANIZATIONAL DO APPROVED FORM TO Operating Agree Certificate of Operating Agree Certification  ANOTHER ESTABLISHMENT Early and an aumber under which files /A

documents incorporated in the application by reference, and to	pplication, including accompanying documents, statement of security, and those the best of my knowledge and belief it is true, correct, and complete.  12. TITLE  Managing Member
PART II -	NOTICE OF REGISTRATION
Registration is approved, effective	
SIGNATURE AND TITLE OF TTB OFFICIAL, ALCOHOL AND	TOBACCO TAX AND TRADE BUREAU DATE
TIB F 5110.41 (03/2008)	NATIONAL REVINUE CENTER OCT 1 6 2008

TTB F 5110.41 (03/2008)

# 1. a. Operating and Basic Permits

**Operating Permit**: DSP-VA-33

Basic Permit: MXI does not hold a base permit.

Bond: ATF Form 5110.56 was filed for operations in the amount of \$200,000 with our surety company, The Hartford Fire Insurance Company. This bond is in the maximum penal sum for the proposed operation.

#### 1. b. List of Offices

Responsible Party:

Mr. Ronald Potter **Brain Potter** 

Managing Member Terminal Manager

908-693-8647 276-628-6636

Tony Skeen

Field Service Manager

276-628-6636

## 1. c. Type of Organization

Type of Organization Limited Liability Corporation **Persons Owning Business** 

Ronald S. Potter - 100% Owner

Residence 27 Sutton Road

Lebanon, NJ 08833

Certificate of Incorporation and Operating Agreement for LLC were attached to the original application as called for in item 9b of ATF 5110.41 to Form 5110.25

# 1. d. Description of the Spirits Plant

Purpose of Plant: the facility process ethanol-based product that are either recaptured at the Materials Recovery Facility (MRF) that is collocated with the Distilled Spirits Plant (DSP) or received in bulk in the DSP. The currently permitted facility consists of a packed column and a molecular sieve that re-distills industrial ethanol. MXI is adding a 42" bubble cup column and replacing the boiler at the plant. A drawing of the new column has been provided.

1. e. Major Equipment

The plant involved consi	Manufacturer	MXI		
Type of Activity	Type of Unit	Capacity	Identification	ID
Generate Steam	Oil Fired Steam Boiler	400 HP 4 pass steam	Serial No. S 2000-	
Distillation	42" Bubble Cup Column	7,000 Gal/24hr.	Assemble by Interi	national
•	Stripper Column		Technical Services	
	Rectifying Colur	nn 73 trays		
Distillation	15" / 56' Packed Column	2,000 Gal/24 hr.	Assembled by MX	
Drying	Molecular Sieve	7,000 Gal/24 hr.	Assembled by MX	I
Condensation	Evaporator (2)		Assembled by MX	I
Storage	Fiber Glass Tank	6,250 Gallons	Serial No. 3575	1
-	Stainless Steel Tank	8,000 Gallons	Serial No. 47095	2
	Stainless Steel Tank	11,000 Gallons	Serial No.	3
	Tri-wall Steel	2 @ 4,000 Gallon	Serial No. 152953,	54 4&5
	Stainless Steel Tank	13,500 Gallons	Serial No. 10654	6
	Stainless Steel Tank	13,500 Gallons	10654	7
	Stainless Steel Tank	13,500 Gallons	10654	8
	Stainless Steel Tank	13,500 Gallons	10654	9

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# 1. f. Certification of Record Keeping

As required in item 1.f. of form 1512-02 the following is a certification that MXI Environmental Services LLC will maintain the records required to determine tax liability.

This will certify that MXI Environmental Services LLC has record keeping procedures in place that are in accordance with generally accepted accounting principles that will allow it to file a correct Distilled Spirits Tax Return and to determine if it is liable for distilled spirits taxes.

Ronald S. Potter

Brian Potter

Tony Skeen

Subscribed and sworn to before me this 11th day of September 2008'8

Notary Public 198366

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## 1. g. Security Measures Employed

- 1. General Description: The premise on which the DSP is located is contained within a MRF facility permitted by the state of Virginia operated by MXI Environmental LLC. This facility, consisting of 11.6 acres, is fenced or utilizes natural barriers. There are two entranceways from the paved road allowing approach to the site, both of which are controlled by gates that are equipped with approved locks. The bonded building which contains the boiler is enclosed with approved locks on the doors. The Still, Molecular Sieve, Cooling Towers and Storage tanks are behind the MRF building and enclosed by a fence with gates that have approved locks. There is dusk to dawn lighting covering this area. Dusk to dawn lights also cover the balance of the area.
- 2. **Distilled Spirits Plant**: There has been no change to the lay out of the plant. The operation, consisting of two areas, is indicated on the Revised as Build Site drawing by Addison Surveyors previously provided. The boiler, column controls and related equipment is contained in a 20' by 50' building attached to the Northeast corner of the MRF Warehouse. This portion of the building will be behind doors with approved locks. Adjacent to this building is an area that contains the still and behind it is an Office Trailer that contains the lab and office area along with some of the control system. Beyond that is an enclosed area in which the storage tanks are contained. These tanks are contained within a fence that has gates that are locked with approved locks. The tanks are connected to the still utilizing permanent piping that will run up and across the back of the building. This piping would show evidence of anyone attempting to break into the lines. Further, the valves on the tanks, still and at the molecular sieve are quipped with approved locks.
- 3. Guard Personnel: We do not plan to have full time guard personnel.
- 4. **Security Systems**: The MRF warehouse, the distillation building and the gates on the still and tank pad have an electronic monitoring system in place. This system is provided to MXI by ADP and is monitored remotely with automatic notification to the sheriff in the event of a breach.
- 5. Locks: Locks will meet the specification provided in paragraph (e) of 19.281.
- 6. **Authorized Personnel**: There are four people that will have responsibility for the custody of and access to keys for approved locks used at the DSP.

a. Ronald Potter Managing Member
 b. Brian Potter Terminal Manager
 c. Tony Skeen Field Service Manager
 276-628-6636
 276-628-6636

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#### 1. h. Distillation/Production

#### Distiller

**Daily Capacity**: Distillation estimated at 7,000 gallons per 24 hours, drying estimated at 7000 gallons per 24 hours.

**Production Procedure**: Ethanol based materials that are not in bulk are accumulated at the MRF, which is operated by MXI Environmental LLC. The DSP is located at the same site as the MRF. The ethanol-based materials will be collected in storage tanks operated by the MRF. This material will be transferred to the DSP at the point the material will be processed by the column for re-distillation at the DSP and or to the molecular sieve for drying. Ethanol based materials that are received in bulk, are received directly at the DSP.

The material is evaporated utilizing a heat exchanger with the vapor rising through the column. The column would break the water from the ethanol. The ethanol is then condensed and pumped to storage tanks. Ethanol from these tanks or ethanol received at the DSP for drying will be pumped to the molecular sieve. The sieve removes water allowing the proof of the ethanol to be increase up to 199.8 proof. The distilled ethanol resulting from either process will be denatured in either a mixing tank within the bonded area or in a tank trailer and sold as a denatured product.

As part of long range plans, MXI may add an initial process utilizing a Thin Film Evaporator to remove oils, color and related non-alcohol materials that cannot be accommodated in the Distillation Process outlined above. This process is optional and its use will be determined by the consistency of the incoming material. MXI will add this equipment to its MRF operation.

The sludge waters resulting from the distillation will be accumulated in two 4,000-gallon storage tanks. The material will be treated on site utilizing a thermal evaporator. Any waste water that can not be treated by the on site unit will be sent to a water treatment facility. MXI currently has contracted with several facilities and will determine which facility to us based upon testing. In all cases, MXI will utilize only disposal facilities that have approved receipt of the sludge waters being generated by this process.

**Redistilled**: Source materials for distillation are generated from products containing Ethanol. MXI Environmental Services, LLC plans to ferment consumer good that contain sugar.

#### Processor

Distilled ethanol from either of the columns or the molecular sieve will be held in a receiving tank prior to being denatured. There is no other storage planned.

- (a) Bottling: MXI does not plan to bottle the distilled ethanol.
- (b) The primary outlet for the distilled ethanol will be to denature the ethanol with material that will allow the resulting blend to be sold as an industrial product. This blending will be done in a tank that is within the bonded area or within the tank truck used to deliver the resulting product. Records will be kept of the blending that is done to denature the distilled ethanol.
- (c) There are plans to add additional materials to the denatured ethanol in order to provide materials that are suitable for use by manufactures.
- (d) The material is a re-distillation of consumer products with an ethanol base.
- (e) MXI will not package spirits, denatured spirits or related articles. Tank truck or other shipping containers will be used to make outbound shipments.

## Other Operations

The administrative and operational aspects of the distillation process were outlined in the initial applications. The Bonded operation are conducted in a 20' by 50' metal building, the area adjacent to the bonded building which contains the still/column, molecular sieve and cooling towers, a portion of the tank storage pad with the associated storage tanks within the tank pad. In terms of the interrelationships that exist, the MRF causes the release of ethanol-based materials. Bulk materials will be received directly into the storage tanks. There materials are accumulated in storage tanks. These materials will be feed into the distillation area for processing which begins the DSP permitted area. The distilled materials generated by the process are accumulated in storage tanks. This material is denatured and sold as an industrial product. The General area consists of office space that is contained within the office for the MRF. This area is just inside the entranceway and is where the records for the DSP will be maintained. The facilities involved are:

Operation	Facility  Dayled Associated building	Operation	
DSP	Bonded Area – Metal building, Still/Column, Molecular Sieve, Cooling Towers and Storage Tanks	Redistill and or dry ethanol based materials	
	Bonded Area - Lab in Office Trailer	Testing of material	
	General Area - Office area	Record keeping and storage	

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# CERTIFICATE OF PERSONNEL AUTHORIZATIONS

I Ronald Potter, the Operating Manager of MXI Environmental Services, LLC, a New Jersey limited liability company, hereby certify that the following personnel and the company are authorized to act as follows:

The following persons (a) have responsibility for the custody of and access to keys for approved locks used at the DSP; and (b) are authorized to make inspections, sign inspection forms and make reports to governmental agencies and clients of the DSP:

1.	Ronald	Potter/O	perating	Manager
			F	

(908) 693 8647

2. Brian Potter/Terminal Manager

(276) 628 6636 ext 207

3. Tony Skeen/Field Service Manager

(276) 628 6636 ext 218

Effective this 15th day of August, 20058

Ronald Potter

Operations Manager

#### CERTIFICATE OF RESPONSIBILITIES AT DSP

I, Ronald S. Potter, the Operating Manager of MXI Environmental Services, LLC, a New Jersey limited liability company, hereby certify that the following assignments of responsibility are made:

- 1. Brian Potter/Terminal Manager: Mr. Potter is responsible for all operational and record keeping aspects of the DSP. This includes approving receipt of inbound materials from the MRF, scheduling of distillation at the DSP, overseeing of the operation at the DSP and arranging outbound shipment of the denatured material. Mr. Potter is to oversee the recording of all movements within the DSP and documentation of all outbound movement from the DSP. Mr. Potter will oversee preparation and filling of all required reports.
- 2. Tony Skeen/Field Service Manager: Mr. Potter to assist Mr. Potter in the discharge of his duties and will be directly responsible for operation and staffing of the DSP. He will oversee testing of distilled materials and sludge/water along with recording of results, denaturing of the material and recording of all flows into and out of the DSP. He will record inventories in the storage tanks and will prepare the associated reports. Mr. Skeen will provide the numbers used for filling of all required reports.

Effective the 15th day of August, 2008

Ronald Potter

Operations Manager

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I Ronald Potter, the Operating Manager of MXI Environmental Services, LLC, a New Jersey limited liability company, hereby certify that the following personnel and the company are authorized to act as follows:

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1. Ronald Potter/Operating Manager

(908) 693 8647

2. Brian Potter/Terminal Manager

(276) 628 6636 ext 207

3. Tony Skeen/Field Service Manager

(276) 628.6636 ext 218

Effective this 15th day of August, 200\\$8

Ronald Potter

Operations Manager

RECEIVED FOR FILING OCT 16 2008

DATE

KEED THIS DOCUMENT AVAILABLE FOR INSPECTATION OF ALCOHOL AND TOBACCO TO DOCUMENT AVAI

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Effective the 15th day of August, 2008

Ronald Potter

Operations Manager