

STATE OF LOUISIANA

DEPARTMENT OF ENVIRONMENTAL QUALITY

IN THE MATTER OF:

CAMEX OPERATING COMPANY

AI # 86520

PROCEEDINGS UNDER THE LOUISIANA
ENVIRONMENTAL QUALITY ACT

LA. R.S. 30:2001, ET SEQ.

* Settlement Tracking No.
* SA-AE-19-0045
*
* Enforcement Tracking No.
* AE-PP-08-0234
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SETTLEMENT

The following Settlement is hereby agreed to between Camex Operating Company (“Respondent”) and the Department of Environmental Quality (“DEQ” or “the Department”), under authority granted by the Louisiana Environmental Quality Act, La. R.S. 30:2001, et seq. (“the Act”).

I

Respondent is a corporation that owned and/or operated an oil and gas production facility located in Cameron, Cameron Parish, Louisiana (“the Facility”).

II

On June 16, 2009, the Department issued to Respondent a Notice of Potential Penalty, Enforcement No. AE-PP-08-0234 (Exhibit 1).

III

Respondent denies it committed any violations or that it is liable for any fines, forfeitures and/or penalties.

IV

Nonetheless, Respondent, without making any admission of liability under state or federal

statute or regulation, agrees to pay, and the Department agrees to accept, a payment in the amount of SIX THOUSAND AND NO/100 DOLLARS (\$6,000.00), of which Five Hundred Seventy-Five and 42/100 Dollars (\$575.42) represents the Department's enforcement costs, in settlement of the claims set forth in this agreement. The total amount of money expended by Respondent on cash payments to the Department as described above, shall be considered a civil penalty for tax purposes, as required by La. R.S. 30:2050.7(E)(1).

V

Respondent further agrees that the Department may consider the inspection report(s), permit record(s), the Notice of Potential Penalty and this Settlement for the purpose of determining compliance history in connection with any future enforcement or permitting action by the Department against Respondent, and in any such action Respondent shall be estopped from objecting to the above-referenced documents being considered as proving the violations alleged herein for the sole purpose of determining Respondent's compliance history.

VI

This agreement shall be considered a final order of the Secretary for all purposes, including, but not limited to, enforcement under La. R.S. 30:2025(G)(2), and Respondent hereby waives any right to administrative or judicial review of the terms of this agreement, except such review as may be required for interpretation of this agreement in any action by the Department to enforce this agreement.

VII

This settlement is being made in the interest of settling the state's claims and avoiding for both parties the expense and effort involved in litigation or an adjudicatory hearing. In agreeing to the compromise and settlement, the Department considered the factors for issuing civil penalties

set forth in La. R. S. 30:2025(E) of the Act.

VIII

As required by law, the Department has submitted this Settlement Agreement to the Louisiana Attorney General for approval or rejection. The Attorney General's concurrence is appended to this Settlement Agreement.

IX

The Respondent has caused a public notice advertisement to be placed in the official journal of the parish governing authority in Cameron Parish, Louisiana. The advertisement, in form and wording approved by the Department, announced the availability of this settlement for public view and comment and the opportunity for a public hearing. Respondent has submitted an original proof-of-publication affidavit and an original public notice to the Department and, as of the date this Settlement is executed on behalf of the Department, more than forty-five (45) days have elapsed since publication of the notice.

X

Payment is to be made in two (2) equal installments of \$3000.00. The first installment is due within ten (10) days from notice of the Secretary's signature. The second installment is due three (3) months after the due date of the first installment. If payment is not received within that time, this Agreement is voidable at the option of the Department. Payments are to be made by check, payable to the Department of Environmental Quality, and mailed or delivered to the attention of Accountant Administrator, Financial Services Division, Department of Environmental Quality, Post Office Box 4303, Baton Rouge, Louisiana, 70821-4303. Each payment shall be accompanied by a completed Settlement Payment Form (Exhibit A).

XI

In consideration of the above, any claims for penalties are hereby compromised and settled in accordance with the terms of this Settlement.

XII

Each undersigned representative of the parties certifies that he or she is fully authorized to execute this Settlement Agreement on behalf of his or her respective party, and to legally bind such party to its terms and conditions.

CAMEX OPERATING COMPANY

BY: [Signature]
(Signature)

ERIC D. CAMPBELL
(Printed)

TITLE: SECT. - TREAS.

THUS DONE AND SIGNED in duplicate original before me this 5th day of December, 2019, at Lafayette, Louisiana.

[Signature]
NOTARY PUBLIC (ID # 7747)
Denise M. Hebert

(stamped or printed)

LOUISIANA DEPARTMENT OF ENVIRONMENTAL QUALITY
Chuck Carr Brown, Ph.D., Secretary

BY: [Signature]

Lourdes Iturralde, Assistant Secretary
Office of Environmental Compliance

THUS DONE AND SIGNED in duplicate original before me this 14th day of Feb, 2020, at Baton Rouge, Louisiana.

[Signature]
NOTARY PUBLIC (ID # 19181)

Perry Theriot
(stamped or printed)

Approved: [Signature]

Lourdes Iturralde, Assistant Secretary

BOBBY JINDAL
GOVERNOR



HAROLD LEGGETT, PH.D.
SECRETARY

State of Louisiana

DEPARTMENT OF ENVIRONMENTAL QUALITY OFFICE OF ENVIRONMENTAL COMPLIANCE

June 16, 2009



CERTIFIED MAIL (7004 1160 0000 3795 7622)
RETURN RECEIPT REQUESTED

CAMEX OPERATING COMPANY

c/o Patrick S. Ottinger
Agent of Service
1313 West Pinhook Road
Lafayette, Louisiana 70503

**RE: NOTICE OF POTENTIAL PENALTY
ENFORCEMENT TRACKING NO. AE-PP-08-0234
AGENCY INTEREST NO. 86520**

Dear Sir:

On or about August 7, 2008, the Louisiana Department of Environmental Quality (the Department) performed an inspection of **ER & CF HENRY PRODUCTION FACILITY**, owned and/or operated by **CAMEX OPERATING COMPANY (RESPONDENT)**, to determine the degree of compliance with the Louisiana Environmental Quality Act (the Act) and the Air Quality Regulations. On or about December 2, 2008, a file review of the Respondent's facility was performed to determine the degree of compliance with the Act and the Air Quality Regulations. The facility is located off of Amoco Road in Cameron, Cameron Parish, Louisiana. The facility operates a 141 HP Waukesha Unidraulic pump with the calculated emissions of 17.7 tons of nitrogen oxides (NOx) and 17.7 tons of carbon monoxide (CO) per year. On or about March 11, 2009, the Respondent submitted a Standard Oil and Gas Air (SOGA) Permit Application to the Department. On or about March 20, 2009, the Department received an Expedited Permit Processing Request from the Respondent. The facility currently operates under SOGA Permit No. 0560-00273-00, issued on April 1, 2009.

While the Department's investigation is not yet complete, the following violations were noted during the course of the inspection and subsequent file review:

- A. During the course of the inspection conducted on August 7, 2008, the inspector noted that the facility was operating without an appropriate air permit. An email from the Respondent's representative dated January 5, 2009, stated that operatorship of the facility was transferred to the Respondent on July 1, 1992. The Respondent's failure to submit a timely and complete permit application to the Department prior to construction, reconstruction, or modification is a violation of LAC 33:III.501.C.1, and La. R.S. 30:2057(A)(1) and 30:2057(A)(2).

Notice of Potential Penalty
Camex Operating Company
Page 2

- B. During the course of the inspection conducted on August 7, 2008, the inspector noted that the facility was operating without an appropriate air permit. An email from the Respondent's representative dated January 5, 2009, stated that operatorship of the facility was transferred to the Respondent on July 1, 1992. The Respondent's failure to obtain approval from the permitting authority prior to construction, modification, or operation of the facility which may result in an initiation or increase in emission of air contaminants is a violation of LAC 33:III.501.C.2, and La. R.S. 30:2057(A)(1) and 30:2057(A)(2).

Pursuant to La. R.S. 30:2050.3(B), you are hereby notified that the issuance of a penalty assessment is being considered for the violations described herein. Written comments may be filed regarding the violations and the contemplated penalty. If you elect to submit comments, it is requested that they be submitted within ten (10) days of receipt of this notice.


Prior to the issuance of any additional appropriate enforcement action, you may request a meeting with the Department to present any mitigating circumstances concerning the violations. If you would like to have such a meeting, please contact Kenzie Bozeman, Environmental Scientist at (225) 219-3748 within ten (10) days of receipt of this **NOTICE OF POTENTIAL PENALTY**.

The Department is required by La. R.S. 30:2025(E)(3)(a) to consider the gross revenues of the Respondent and the monetary benefits of noncompliance in order to determine whether a penalty will be assessed and the amount of such penalty. Please forward the Respondent's most current annual gross revenue statement along with a statement of the monetary benefits of noncompliance for the cited violations to the above named contact person within ten (10) days of receipt of this **NOTICE OF POTENTIAL PENALTY**. Include with your statement of monetary benefits the method(s) you utilized to arrive at the sum. If you assert that no monetary benefits have been gained, you are to fully justify this statement.

For each violation described herein, the Department reserves the right to seek civil penalties and the right to seek compliance with its rules and regulations in any manner allowed by law, and nothing herein shall be construed to preclude the right to seek such penalties and compliance.

To reduce document handling, please refer to the **Enforcement Tracking Number** and **Agency Interest Number** on the front of this document on all correspondence in response to this action.

Sincerely,


Peggy M. Hatch
Assistant Secretary

PMH/KEB/keb
Alt ID No. 0560-00273

Notice of Potential Penalty
Camex Operating Company
Page 3

c: Eric D. Campbell
Post Office Box 51733
Lafayette, Louisiana 70505