STATE OF LOUISIANA

DEPARTMENT OF ENVIRONMENTAL QUALITY

IN THE MATTER OF:
* Settlement Tracking No.

* SA-AE-19-0057 AIR LIQUIDE LARGE INDUSTRIES U.S. LP *

* Enforcement Tracking No.

AI # 31513 * AE-PP-15-01134

PROCEEDINGS UNDER THE LOUISIANA *
ENVIRONMENTAL QUALITY ACT *

LA. R.S. 30:2001, <u>ET SEQ.</u>

SETTLEMENT

The following Settlement is hereby agreed to between Air Liquide Large Industries U.S. LP ("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 partnership that owned and/or operated a facility located in Geismar, Ascension Parish, Louisiana ("the Facility").

II

On December 16, 2016, the Department issued to Respondent a Notice of Potential Penalty, Enforcement No. AE-PP-15-01134 (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

one thousand five Hundred and 55/100 Dollars (\$499.55) 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 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 Ascension 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 within ten (10) days from notice of the Secretary's signature. 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.

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.

AIR LIQUIDE LARGE INDUSTRIES U.S. LP THUS DONE AND SIGNED in duplicate original before me this ____ 2 ___ day of January , 20 20 , at Greismar, CA NOTARY PUBLIC (ID # 150872) HANNAH RAE GAUTREAU Louisiana Notary ID # 150872 My Commission is For Life (stamped or printed) LOUISIANA DEPARTMENT OF **ENVIRONMENTAL QUALITY** Chuck Carr Brown, Ph.D., Secretary BY: Lourdes Hurralde, Assistant Secretary Office of Environmental Compliance THUS DONE AND SIGNED in duplicate original before me this ______, 20 ______, at Baton Rouge, Louisiana. NOTARY PUBLIC (ID # 19)

Approved:

Lourdes Iturralde, Assistant Secretary

JOHN BEL EDWARDS
GOVERNOR



CHUCK CARR BROWN, Ph.D. SECRETARY

State of Louisiana

DEPARTMENT OF ENVIRONMENTAL QUALITY OFFICE OF ENVIRONMENTAL COMPLIANCE

Recember 16, 2016

CERTIFIED MAIL (7014 0510 0002 3595 2963) RETURN RECEIPT REQUESTED

AIR LIQUIDE LARGE INDUSTRIES U.S. LP

c/o Capitol Corporate Services, Inc. Agent for Service of Process 8550 United Plaza Building II, Suite 305 Baton Rouge, LA 70809

RE: NOTICE OF POTENTIAL PENALTY

ENFORCEMENT TRACKING NO. AE-PP-15-01134

AGENCY INTEREST NO. 31513

Dear Sir:

On or about November 29, 2016, a file review of GEISMAR FACILITY, an air separation and electric generation plant (the facility), owned and/or operated by AIR LIQUIDE LARGE INDUSTRIES U.S. LP (RESPONDENT), was performed to determine the degree of compliance with the Louisiana Environmental Quality Act (the Act) and the Air Quality Regulations. The facility is located at 36597 Louisiana Highway 30 in Geismar, Ascension Parish, Louisiana and currently operates under Title V Air Permit No. 0180-00073-V3, issued on April 25, 2014.

While the investigation by the Louisiana Department of Environmental Quality (the Department) is not yet complete, the following violation was noted during the course of the file review:

In a Permit Deviation Report submitted on April 9, 2014, the Respondent reported the exceedance of the annual ammonia emissions limit of 0.79 tons per year (TPY). On March 14, 2014, the facility discovered a leak from the FES Ammonia Chiller #1. The leak ceased when the chiller system was completely repaired on April 2, 2014, and the leak was below the reportable quantity of 100 pounds of ammonia in 24 hours. The equipment leak resulted in 0.875 TPY of ammonia being released. Failure to comply with permitted emission limits is a violation of Title V Permit No. 0180-00073-V2, LAC 33.III.501.C.4, La. R.S. 30:2057(A)(1) and 30:2057(A)(2). The Respondent also reported the exceedance in the 2014 First Semiannual Monitoring Report.



Notice of Potential Penalty Air Liquide Large Industries U.S. LP Page 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 violation(s) described herein. Written comments may be filed regarding the violation(s) 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 violation(s). If you would like to have such a meeting, please contact Pascal Ojong, Environmental Scientist, at (225) 219-4468 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. If the Respondent chooses not to submit the requested most current annual gross revenues statement within ten (10) days, it will be viewed by the Department as an admission that the Respondent has the ability to pay the statutory maximum penalty as outlined in La. R.S. 30:2025.

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.

The Department assesses civil penalties based on LAC 33:I.Subpart1.Chapter7. To expedite closure of this NOTICE OF POTENTIAL PENALTY, the Respondent may offer a settlement amount to resolve any claim for civil penalties for the violation(s) described herein. The Respondent may offer a settlement amount, but the Department is under no obligation to enter into settlement negotiations. The decision to proceed with a settlement is at the discretion of the Department. The settlement offer amount may be entered on the attached "NOTICE OF POTENTIAL PENALTY REQUEST TO SETTLE" form. The Respondent must include a justification of the offer. **DO NOT** submit payment of the offer amount with the form. The Department will review the settlement offer and notify the Respondent as to whether the offer is or is not accepted.

The **NOTICE OF POTENTIAL PENALTY** will not be closed if the Respondent owes outstanding fees to the Department. Please contact the Financial Services Division at 225-219-3865 or via email at DEQ-WWWFinancialServices@la.gov to determine if you owe outstanding fees.

LDEQ-EDMS Document 10445035, Page 3 of 4

Notice of Potential Penalty Air Liquide Large Industries U.S. LP Page 3

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,

Lourdes Iturralde Assistant Secretary

Office of Environmental Compliance

LI/PON/pon Alt ID No. 0180-00073

c: Air Liquide Large Industries U.S. LP 36597 LA Highway 30 Geismar, LA 70734

	. COMPLIANCE		
ENFORCEMENT DIVISION	NOTICE OF POTENTIA	L PENALTY	(TIME)
POST OFFICE BOX 4312	REQUEST TO SETTLE (OPTIONAL)	DEO
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Inforcement Tracking No.	AE-PP-15-01134	Contact Name	Pascal Ojong
Agency Interest (AI) No.	31513	Contact Phone No.	225 219 4468
Alternate ID No.	0180-00073		
Respondent:	Air Liquide Large Industries U.S. LP	Facility Name:	Geismar facility
	c/o Capitol Corporate Services, Inc.	Physical Location:	36597 Louisiana Highway 30
	Agent for Service of Process	- Vinyolaa Esastioni	5555 Eddisidita Highway 50
	8550 United Plaza Building II, Suite	City, State, Zip:	Geismar , LA 70734
	Baton Rouge, LA 70809	Parish:	Ascension
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P.O. Box 4312

Baton Rouge, LA 70821 Attn: Pascal Ojong