

STATE OF LOUISIANA

DEPARTMENT OF ENVIRONMENTAL QUALITY

IN THE MATTER OF:	*	Settlement Tracking No.
	*	SA-AE-22-0094
HIGH POINT GAS TRANSMISSION, LLC	*	
	*	Enforcement Tracking No.
AI # 184865	*	AE-PP-17-00793
	*	
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 High Point Gas Transmission, LLC (“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 limited liability company that owned and/or operated an existing natural gas separation facility located in Toca, St. Bernard Parish, Louisiana (“the Facility”).

II

On December 4, 2019, the Department issued to Respondent a Notice of Potential Penalty, Enforcement Tracking No. AE-PP-17-00793 (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 EIGHTEEN THOUSAND AND NO/100 DOLLARS (\$18,000.00), of which One Thousand Seven Hundred Fifty-Five and No/100 Dollars (\$1,755.00) 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), 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 St. Bernard 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 attached hereto.

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.

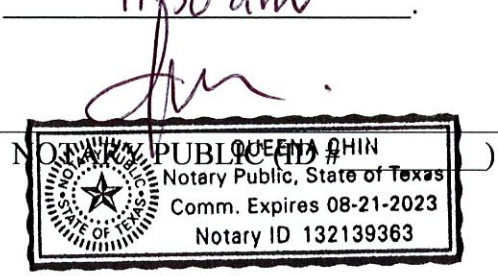
HIGH POINT GAS TRANSMISSION, LLC

BY: [Signature]
(Signature)

Nadine Massie
(Printed)

TITLE: SVP, General Counsel & Corporate Secretary

THUS DONE AND SIGNED in duplicate original before me this 28 day of May, 20 23, at 11:30 am.



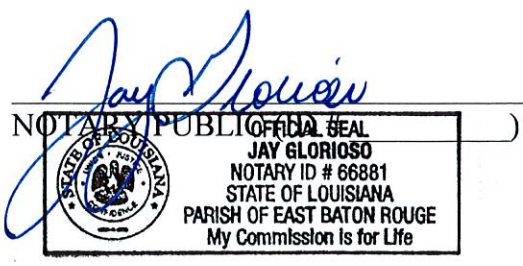
(stamped or printed)

LOUISIANA DEPARTMENT OF ENVIRONMENTAL QUALITY

Roger W. Cringles, Secretary

BY: [Signature]
Celena J. Cage, Assistant Secretary
Office of Environmental Compliance

THUS DONE AND SIGNED in duplicate original before me this 30th day of October, 20 23, at Baton Rouge, Louisiana.



(stamped or printed)

Approved: [Signature]
Celena J. Cage, Assistant Secretary



JOHN BEL EDWARDS
GOVERNOR

CHUCK CARR BROWN, PH.D.
SECRETARY

State of Louisiana
DEPARTMENT OF ENVIRONMENTAL QUALITY
OFFICE OF ENVIRONMENTAL COMPLIANCE

December 4, 2019



CERTIFIED MAIL (7016 0910 0000 2672 6784)
RETURN RECEIPT REQUESTED

HIGH POINT GAS TRANSMISSION, LLC
c/o C T CORPORATION SYSTEM
Agent for Service of Process
3867 Plaza Tower Drive
Baton Rouge, Louisiana 70816

**RE: NOTICE OF POTENTIAL PENALTY
ENFORCEMENT TRACKING NO. AE-PP-17-00793
AGENCY INTEREST NO. 184865**

Dear Sir/Madam:

On or about August 20, 2018, an inspection of **HIGH POINT GAS TRANSMISSION, LLC-TOCA JUNCTION AND SEPARATOR STATION**, an existing natural gas separation facility, owned and/or operated by **HIGH POINT GAS TRANSMISSION, LLC (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 along Louisiana State Highway 300 (Bayou Road), approximately 16 miles southeast of New Orleans in Toca, Saint Bernard Parish, Louisiana. The facility operates under Air Permit No. 2500-00319-00, issued on August 8, 2018. The facility previously operated under Title V Permit No. 2500-00319-V0, issued on June 12, 2013.

While the investigation by the Louisiana Department of Environmental Quality (the Department) is not yet complete, the following violations were noted during the course of the inspection:

The Respondent is required to submit Title V Annual and Semiannual Reports. Listed below are instances when these reports were submitted late and one instance where the report has not been submitted:

	REPORT (date)	PERMIT NUMBER	REPORTING REQUIREMENT	DUE DATE	POST MARKED DATE
A.	2013 Annual Compliance Certifications	2500-00319-V0	Report due annually by the 31 st of March for the preceding calendar year	March 31, 2014	December 19, 2016

HIGH POINT GAS TRANSMISSION, LLC

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	REPORT (date)	PERMIT NUMBER	REPORTING REQUIREMENT	DUE DATE	POST MARKED DATE
B.	2014 Annual Compliance Certifications	2500-00319-V0	Report due annually by the 31 st of March for the preceding calendar year	March 31, 2015	January 23, 2017 Incomplete. Revised report received on September 19, 2017
C.	2015 Annual Compliance Certifications	2500-00319-V0	Report due annually by the 31 st of March for the preceding calendar year	March 31, 2016	December 19, 2016 Incomplete. Revised report received on September 19, 2017
D.	2013 1 st Half Semiannual Monitoring Report	2500-00319-V0	Report due semiannually by the 30 th of September for the same calendar year	September 30, 2013	December 19, 2016
E.	2013 2 nd Half Semiannual Monitoring Report	2500-00319-V0	Report due semiannually by the 31 st of March for the preceding calendar year	March 31, 2014	Not submitted
F.	2014 1 st Half Semiannual Monitoring Report	2500-00319-V0	Report due semiannually by the 30 th of September for the same calendar year	September 30, 2014	December 19, 2016
G.	2014 2 nd Half Semiannual Monitoring Report	2500-00319-V0	Report due semiannually by the 31 st of March for the preceding calendar year	March 31, 2015	September 19, 2017
H.	2015 1 st Half Semiannual Monitoring Report	2500-00319-V0	Report due semiannually by the 30 th of September for the same calendar year	September 30, 2015	December 19, 2016
I.	2015 2 nd Half Semiannual Monitoring Report	2500-00319-V0	Report due semiannually by the 31 st of March for the preceding calendar year	March 31, 2016	September 19, 2017
J.	2016 1 st Half Semiannual Monitoring Report	2500-00319-V0	Report due semiannually by the 30 th of September for the same calendar year	September 30, 2016	December 19, 2016
K.	2016 2 nd Half Semiannual Monitoring Report	2500-00319-V0	Report due semiannually by the 31 st of March for the preceding calendar year	March 31, 2017	September 19, 2017

Each failure to submit and/or timely submit the Title V Annual Compliance Certifications and the Title V Semiannual Monitoring Reports in the table above is a violation of Specific Requirement No. 11 of Title V Air Permit No. 2500-00319-V0, LAC 33:III.501.C.4, LAC 33:III.535 and La. R.S. 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 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 Lauren Upton at 225-219-3093 within ten (10) days of receipt of this NOTICE OF POTENTIAL PENALTY.

HIGH POINT GAS TRANSMISSION, LLC

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The Department is required by La. R.S. 30:2025(B)(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.Subpart 1 Chapter 7. 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.

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/LAU/iau
Alt ID No. 2500-00319

c: HIGH POINT GAS TRANSMISSION, LLC
c/o Curtis Rice, Environmental Manager
2103 City West Boulevard, Building 4, Suite 800
Houston, Texas 77042



LOUISIANA DEPARTMENT OF ENVIRONMENTAL QUALITY
 OFFICE OF ENVIRONMENTAL COMPLIANCE
 ENFORCEMENT DIVISION
 POST OFFICE BOX 4312
 BATON ROUGE, LOUISIANA 70821-4312

**NOTICE OF POTENTIAL PENALTY
 REQUEST TO SETTLE (OPTIONAL)**

Enforcement Tracking No.	AE-PP-17-00793	Contact Name	Lauren Upton
Agency Interest (AI) No.	184865	Contact Phone No.	225-219-3093
Alternate ID No.	2500-00319		
Respondent:	High Point Gas Transmission, LLC	Facility Name:	High Point Gas Transmission, LLC- Toca Junction & Separator Station
	c/o C T CORPORATION SYSTEM	Physical Location:	16 miles southeast of New Orleans
	Agent for Service of Process		
	3867 Plaza Tower Drive	City, State, Zip:	Toca, Louisiana 70000
	Baton Rouge, Louisiana 70816	Parish:	Saint Bernard

SETTLEMENT OFFER (OPTIONAL)

(check the applicable option)

<input type="checkbox"/>	The Respondent is not interested in entering into settlement negotiations with the Department with the understanding that the Department has the right to assess civil penalties based on LAC 93:1 Subpart 1, Chapter 7.
<input type="checkbox"/>	In order to resolve any claim for civil penalties for the violations in NOTICE OF POTENTIAL PENALTY (AE-PP-17-00793), the Respondent is interested in entering into settlement negotiations with the Department and would like to set up a meeting to discuss settlement procedures.
<input type="checkbox"/>	In order to resolve any claim for civil penalties for the violations in NOTICE OF POTENTIAL PENALTY (AE-PP-17-00793), the Respondent is interested in entering into settlement negotiations with the Department and offers to pay \$ _____ which shall include LDEQ enforcement costs and any monetary benefit of non-compliance. <ul style="list-style-type: none"> • Monetary component = \$ _____ • Beneficial Environmental Project (BEP) component (optional) = \$ _____ • DO NOT SUBMIT PAYMENT OF THE OFFER WITH THIS FORM. The Department will review the settlement offer and notify the Respondent as to whether the offer is or is not accepted.
<input type="checkbox"/>	The Respondent has reviewed the violations noted in NOTICE OF POTENTIAL PENALTY (AE-PP-17-00793) and has attached a justification of its offer and a description of any BEPs if included in settlement offer.

CERTIFICATION STATEMENT

I certify, under provisions in Louisiana and United States law that provide criminal penalties for false statements, that based on information and belief formed after reasonable inquiry, the statements and information attached and the compliance statement above, are true, accurate, and complete. I also certify that I do not owe outstanding fees or penalties to the Department for this facility or any other facility I own or operate. I further certify that I am either the Respondent or an authorized representative of the Respondent.

Respondent's Signature	Respondent's Printed Name	Respondent's Title
Respondent's Physical Address	Respondent's Phone #	Date

MAIL COMPLETED DOCUMENT TO THE ADDRESS BELOW:

Louisiana Department of Environmental Quality
 Office of Environmental Compliance
 Enforcement Division
 P.O. Box 4312
 Baton Rouge, LA 70821
 Attn: Lauren Upton