

STATE OF MICHIGAN

DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY



BAY CITY DISTRICT OFFICE

June 28, 2022

VIA EMAIL ONLY

Jeff Adler Tuscola Energy, Inc. 920 North Water Street, Suite 201 Bay City, Michigan 48708

Dear Jeff Adler:

SRN: N8276, Tuscola County

VIOLATION NOTICE

On June 2, 2022, the Department of Environment, Great Lakes, and Energy (EGLE), Air Quality Division (AQD), conducted an inspection of Tuscola Energy, Inc. located at Mowery & Bernia et al 1-32, Akron Township, Michigan. The purpose of this inspection was to determine Tuscola Energy, Inc.'s compliance with the requirements of the federal Clean Air Act; Part 55, Air Pollution Control, of the Natural Resources and Environmental Protection Act, 1994 PA 451, as amended (Act 451); the Air Pollution Control Rules; the conditions of Permit to Install (PTI) number 188-10; and Consent Order AQD number 37-2015.

During the inspection, staff observed the following:

Process Description	Rule/Permit Condition Violated	Comments
FGFACILITY	PTI No. 188-10, FGFACILITY, Special Condition (SC) VI.1b	Quarterly testing not completed
FGFACILITY	PTI No. 188-10, FGFACILITY, SC VI.3a	Inadequate gas to oil ratio records

The last quarterly required gas to oil ratio testing completed for this well was in April 2018. This is a violation of PTI No. 188-10, FGFACILITY, SC VI.1b, and Consent Order AQD No. 37-2015, Section 15.E.1.

Tuscola Energy, Inc. is not keeping applicable records of the gas to oil ratios as required. This is a violation of PTI No. 161-10, FGFACILITY, SC VI.3a, and Consent Order AQD No. 37-2015, Section 15.E.1.

Please initiate actions necessary to correct the cited violations and submit a written response to this Violation Notice by July 19, 2022 (which coincides with 21 calendar days from the date of this letter). The written response should include: the dates the violations occurred; an explanation of the causes and duration of the violations; whether

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the violations are ongoing; a summary of the actions that have been taken and are proposed to be taken to correct the violations and the dates by which these actions will take place; and what steps are being taken to prevent a reoccurrence.

Please submit the written response to EGLE, AQD, Bay City District, at 401 Ketchum Street, Suite B, Bay City, Michigan 48708 and submit a copy to Jenine Camilleri, Enforcement Unit Supervisor at EGLE, AQD, P.O. Box 30260, Lansing, Michigan 48909-7760.

If Tuscola Energy, Inc. believes the above observations or statements are inaccurate or do not constitute violations of the applicable legal requirements cited, please provide appropriate factual information to explain your position.

Thank you for your attention to resolving the violations cited above and for the cooperation that was extended to me during my inspection of Tuscola Energy, Inc. If you have any questions regarding the violations or the actions necessary to bring this facility into compliance, please contact me at the number listed below.

Sincerely,

Adam Shaffer

Environmental Quality Analyst

Air Quality Division

adm J. Julp

989-225-4789

cc: Mary Ann Dolehanty, EGLE Dr. Eduardo Olaguer, EGLE Jenine Camilleri, EGLE Christopher Ethridge, EGLE Chris Hare, EGLE