

**BEFORE THE
DEPARTMENT OF ENVIRONMENTAL QUALITY
STATE OF WYOMING**

**IN THE MATTER OF THE NOTICE OF VIOLATION)
ISSUED TO MC MURRY OIL COMPANY)
MR. DAVID STEWART,)
AIR QUALITY SPECIALIST, NORTH ROCKIES,)
370 17TH STREET, SUITE 1700)
DENVER, COLORADO 80202)**

DOCKET NO. 4479-09

NOTICE OF VIOLATION

NOTICE IS HEREBY GIVEN THAT:

1. The Department of Environmental Quality, Division of Air Quality, has found Mc Murry Oil Company to be in violation of permit CT-3017 issued in accordance with W.S. 35-11-801 of the Wyoming Environmental Quality Act and Chapter 6, Section 2 of the Wyoming Air Quality Standards and Regulations at the Stud Horse Butte 11-22-29-108 wet gas/condensate well site located in Sublette County, Wyoming.

2. W.S. 35-11-801(a) states, "In granting permits, the Director may impose such conditions as may be necessary to accomplish the purpose of this act which are not inconsistent with the existing rules, regulations and standards."

3. Chapter 6, Section 2 of the Wyoming Air Quality Standards and Regulations prescribes the applicability and procedures for issuing permits to sources under Wyoming's construction and modification permitting program.

4. Permit CT-3017 was issued to Mc Murry Oil Company on September 24, 2002. Permit CT-3017 dictates control of vent vapors from tanks through condition 5 as follows:

Condition 5 states:

"Vapors from the two 300-barrel condensate storage tanks shall be routed to a smokeless combustion device for 98 percent control of VOC emissions..."

5. On August 29, 2008, Ms. Jennifer Frazier, and Mr. Nicholas Czarnecki, Air Quality Division Inspectors, observed continuous venting from four thief hatches and the pilot pressure relief valve with significant amounts of vapors. Venting vapors from thief hatches and a pilot pressure relief valve and not routing vapors from the condensate tanks to the combustion device is a violation of condition 5 of permit CT-3017.

6. Said violation consists of venting vapors from four thief hatches and a pilot pressure relief valve and not routing vapors from the condensate tanks to the combustion device.

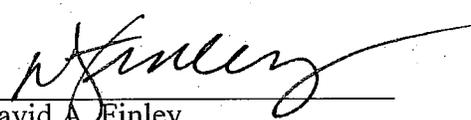
7. Under W.S. 35-11-901(a), any person who violates any provision of Article 2 of [the Environmental Quality Act] ... or any rule, regulation, standard or permit adopted pursuant to those provisions, or who violates any determination or order of the council pursuant to Article 2 of [the Environmental Quality Act] ... is subject to a penalty not to exceed ten thousand dollars (\$10,000.00)

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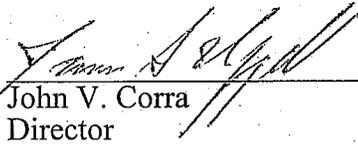
for each violation for each day during which the violation continues, a temporary or permanent injunction, or both a penalty and an injunction.

8. This notice is being sent to you pursuant to W.S. 35-11-701(c), which requires that, in any case of the failure to correct or remedy an alleged violation, the Director of the Department of Environmental Quality shall cause a written notice to be issued and served upon the person alleged to be responsible.

DATED this 1st day of April, 2009.



David A. Finley
Administrator
Air Quality Division



John V. Corra
Director
Department of Environmental Quality

Please direct all inquiries to David A. Finley, Administrator, Division of Air Quality, Department of Environmental Quality, Herschler Building, 2nd Floor, 122 W. 25th Street, Cheyenne, Wyoming 82002. (Telephone: 307/777-7393.)