

Southwest Regional Office

September 24, 2019

NOTICE OF VIOLATION

Via Certified Mail No. 7018 2290 0001 5349 1680 and First-Class Mail (Shell Pipeline Company, LP) Via Certified Mail No. 7018 2290 0001 5349 1697 and First-Class Mail (Minnesota Limited)

Pamela Alley Shell Pipeline Company, LP WCK Building A 150 North Dairy Ashford Road Houston, TX 77079

Chris Haux Minnesota Limited PO Box 410 Big Lake, MN 55309

RE: Violations of the Clean Streams Law

Violations of the Dam Safety and Encroachments Act

Falcon Ethane Pipeline System

DEP Permit Nos. E04-369 and ESG0000717003

Raccoon Township Beaver County

Dear Ms. Alley and Mr. Haux:

On September 21, 2019, the Department of Environmental Protection ("Department") received notice from Shell Pipeline Company, LP ("SPLC") of an inadvertent return ("IR") of drilling fluids into wetland W-PA-151123-JLK-001 ("Wetland") in Beaver County associated with Horizontal Direction Drill Houston-11 ("Site"). On September 21, 2019, SPLC reported that approximately 800 gallons of drilling fluid was released and impacted the Wetland. The drilling fluids constitute industrial waste, and the discharge of industrial waste to waters of the Commonwealth without a permit is a violation of Sections 301 and 307 of the Clean Streams Law, 35 P.S. §§ 691.301 and 691.307. The Department did not authorize any IRs at the Site by permit or other authorization.

Department-issued permits E04-369 and ESG0000717003 ("Permits") require SPLC to follow its "HDD Inadvertent Return, Assessment, Preparedness, Prevention, and Response Plan", ("HDD IR PPR Plan") that is part of the approved plans in the Permits to reduce, minimize, or eliminate a pollution event. The current version of the HDD IR PPR Plan contains a revision date of November 30, 2018.

The unauthorized discharge of industrial waste to waters of the Commonwealth constitutes a violation of Section 301 of the Clean Streams Law, 35 P.S. § 691.301, and constitutes unlawful conduct under Section 611 of the Clean Streams Law, 35 P.S. § 691.611, and Section 18 of the Dam Safety and Encroachments Act, 32 P.S. § 693.18.

As you know, following the initial report for each IR, you are required to submit additional interim progress reports until the situation is fully resolved in addition to a final report upon resolution.

Please be advised that the Department and/or the Beaver County Conservation District ("BCCD") will conduct additional inspections of the Site. If future inspections reveal that required corrective actions have not been taken and/or additional violations have occurred, the Department may initiate additional enforcement action.

This letter is only intended to inform you of the existence of a violation and of the ways in which you may move into compliance with the law. It shall not be construed to waive or impair any rights of the Department, including the right to take an action in the future. Finally, this letter shall not be construed to waive either expressly or by implication, the power or authority of the Commonwealth of Pennsylvania to prosecute for any and all violations of the law arising prior to or after the issuance of this letter, or for the conditions upon which this letter is based.

This letter should not be considered as a final appealable action of the Department of Environmental Protection.

I look forward to your cooperation in this matter. If you have any questions, please contact Frank Calderon at 412-442-4318 or fcalderon@pa.gov.

Sincerely,

Frank Calderon

Environmental Protection Compliance Specialist Conservation, Restoration, and Inspection Section Waterways and Wetlands Program

cc:

BCCD – via email Sean Larson – via email AECOM (Heather Brewster) – via email