

April 9, 2010

Re: Barnett Shale Area Special Inventory, Phase One

Dear Owner/Operator:

Pursuant to Texas Health and Safety Code §382.014 and Title 30 Texas Administrative Code (30 TAC) §101.10(b)(3), the Texas Commission on Environmental Quality (TCEQ) is requesting companies, including any affiliated subsidiaries, that own and/or operate leases and/or facilities associated with Barnett Shale oil and gas production, transmission, processing, and related activities to provide air emissions-related information for calendar year 2009.

Your company or an affiliated subsidiary has been identified as potentially owning and/or operating one or more of these leases and/or facilities (leases/facilities). In accordance with 30 TAC §101.10(b)(3), you are requested to provide special inventory data regarding lease/facility information and equipment associated with oil and gas produced from the Barnett Shale formation(s) as detailed in this letter. Please note for the purposes of this inventory, Barnett Shale oil and gas production, transmission, processing, and related activities are defined as operations contacting oil and/or gas produced from the Barnett Shale formation(s) located in the following counties: Archer, Bosque, Clay, Comanche, Cooke, Coryell, Dallas, Denton, Eastland, Ellis, Erath, Hill, Hood, Jack, Johnson, Montague, Palo Pinto, Parker, Shackelford, Stephens, Somervell, Tarrant, and Wise.

The inventory forms and instructions are available at the following TCEQ web page: <http://www.tceq.state.tx.us/implementation/air/industei/psei/psei.html>. The inventory should be downloaded, completed, and certified. Enclosed are sample inventory forms and instructions for completing the inventory. If you have difficulty downloading the inventory materials from the TCEQ web page, please contact the TCEQ as soon as possible.

The completed and certified inventory data must be submitted to the TCEQ within 30 days of the date of this letter. If the complete and certified inventory data is not postmarked within 30 days of the date of this letter and received by the TCEQ, the TCEQ will exercise its enforcement powers as granted by the Legislature to ensure compliance with environmental regulatory requirements. The completed and certified inventory data must be electronically saved onto a compact disc and remitted to:

Barnett Shale Special Inventory, MC 167  
Texas Commission on Environmental Quality  
P. O. Box 13087  
Austin, Texas 78711-3087

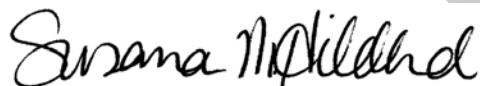
Owner/Operator  
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The TCEQ will be inventorying equipment located in the Barnett Shale area in two phases. The first phase constitutes this inventory effort, which will collect general information on leases/facilities and equipment located at those leases/facilities. The second phase inventory will collect more detailed information about emissions sources, including 2009 air emissions data, air emissions authorizations for these sources, the proximity of these sources to the nearest off-site receptor, and emissions point (discharge) data. More information about phase two of the inventory will be distributed through the Barnett Shale Special Inventory list server. Details about the Barnett Shale Special Inventory list server are provided in the enclosure.

The TCEQ will use the submitted information to determine the number and type of emissions sources located in the Barnett Shale area. The submitted data will be used to identify and analyze appropriate regulatory options, and meet federal emissions reporting requirements. Thank you for participating in this inventory and for helping the agency obtain more accurate data that will lead to air quality improvements.

Any questions or concerns about this inventory may be directed to Ms. Danielle Nesvacil at (512) 239-2102 or by e-mail at [dnesvaci@tceq.state.tx.us](mailto:dnesvaci@tceq.state.tx.us) or the Emissions Inventory Help Line at (512) 239-1773.

Sincerely,



Susana M. Hildebrand, P.E.  
Chief Engineer  
Texas Commission on Environmental Quality

SMH/DN/rs

Enclosure

## Barnett Shale Area Special Inventory

The TCEQ is conducting a special inventory under the authority of 30 Texas Administrative Code §101.10(b)(3) to obtain information on equipment located at leases and/or facilities (leases/facilities) associated with Barnett Shale oil and gas production, transmission, processing, and related activities.

### Special Inventory Forms

This inventory will be conducted at the lease/facility level. Only lease/facility information and equipment associated with Barnett Shale oil and gas production, transmission, processing, and related activities will be inventoried. The TCEQ will provide owners and/or operators and affiliated subsidiaries with a Microsoft Excel® workbook containing standardized spreadsheets (referred to as forms) for remitting their lease- and/or facility-specific information and equipment data. Specifically, these forms will collect information on:

- company contact information,
- lease/facility location information, and
- the number and type of emission sources associated with Barnett Shale oil and gas production, transmission, processing, and related activities.

These forms will be available on the TCEQ's website no later than April 9, 2010 (<http://www.tceq.state.tx.us/implementation/air/industei/psei/psei.html>). Detailed instructions will be embedded in the Excel® forms to provide guidance for completing required data fields.

After completing the inventory, the owner and/or operator must print and sign the certification form contained in the Excel® workbook. The original, signed certification form and a compact disc containing the completed workbook must be postmarked within 30 days of the request letter and submitted to the TCEQ.

The completed and certified inventory data must be electronically saved onto a compact disc and remitted to:

Barnett Shale Special Inventory, MC 167  
Texas Commission on Environmental Quality  
P. O. Box 13087  
Austin, Texas 78711-3087

### Assistance

To obtain assistance with the special inventory, owners and/or operators and affiliated subsidiaries are encouraged to subscribe to the Barnett Shale Special Inventory list server. This list server has been specifically created to distribute messages about the agency's special inventory efforts in the Barnett Shale area. To subscribe, you will need to create a profile with the TCEQ's distribution service, GovDelivery.com, so that you can add and manage your subscriptions. To create a profile or update your current subscriptions, please visit: <http://service.govdelivery.com/service/user.html?code=TXTCEQ>.

You may also submit questions about the special inventory to a new mailbox created for this special inventory effort, [bshaleei@tceq.state.tx.us](mailto:bshaleei@tceq.state.tx.us). Please contact Ms. Danielle Nesvacil at (512) 239-2102 or the Emissions Inventory Help Line at (512) 239-1773 with any further questions or for more information.