

January 12, 2012

Sen. Mary Ann Salmon, Co-Chair Rep. Tommy Lee Baker, Co-Chair Arkansas Legislative Council Room 315, State Capitol Building Little Rock, AR 72201

Dear Legislators:

As required in Act 957 of 2011, Section 44, the Arkansas Department of Environmental Quality presents the following information:

The number of inspections, any hearings, findings, orders, fines, or other agency regulatory or enforcement actions or activities involving the Fayetteville Shale.

The enclosed information provided by each division covers the period October 1, 2011 through December 31, 2011. If you have any questions, please contact Karen Bassett at (501) 682-0959.

Sincerely,

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Teresa Marks Director

Enclosure

ADEQ Report to Legislative Council on Fayetteville Shale

Related Activities pursuant to Section 44 of Act 957

October 1 – December 31, 2011

A. Total Complaints Received - 40

Complaints received by county	Complaints received by program
Cleburne – 11	Air – 12
Conway – 2	Water - 28
Faulkner - 5	
Pope - 2	
Pulaski - 1	
Sebastian - 2	
Union - 1	
Van Buren – 3	
White – 13	

B. Total Inspections Performed – 317

Inspections performed by county	Inspections performed by program
Benton – 1	Air – 38 (routine inspections and
	stack test observations)
Cleburne – 33	Solid Waste - 7
Conway – 39	Water - 272
Crawford – 1	
Faulkner - 27	
Franklin - 6	
Greene – 1	
Independence – 5	
Johnson – 11	
Lawrence - 1	
Logan – 15	
Lonoke - 1	
Poinsett - 1	
Pope – 28	
Prairie - 1	
Pulaski - 9	
Saline - 1	
Sebastian – 32	
Union – 1	
Van Buren – 69	
White - 33	
Yell – 1	

C. Fayetteville Shale activity related inspections estimated for next quarter

Air – 10 routine inspections, not able to estimate stack test observations as these are based on facilities notifications

Mining – 0, inspections are complaint driven

Solid Waste - 7, one inspection on each site

Water – 250 inspections

D. Number of inspection staff in all programs at beginning of reporting quarter

Air – 23

Hazardous Waste - 14

Mining – 1

Regulated Storage Tanks - 14

Solid Waste - 9

Water - 22

E. Violation types noted in inspections reports

Air

- Awaiting results on <u>19</u> stack tests, one failed, all others passed.
- Violation of permit conditions <u>20</u>, administrative, recordkeeping or failed to conduct testing
- Dust 4 complaints
- Odors 8 complaints
- Burning 1 complaint

Water

- Placing waste 6
- Permitting Issues 2
- Stormwater Erosion Issues 4
- Unpermitted discharges 1
- Recordkeeping/Paperwork Violations 0
- Trash/unauthorized fluid in pits 3
- Improper closure of pit 0
- Insufficient freeboard 2
- Poor pit construction 6

• Other – 8

Solid Waste – 1

• Lack of daily cover – 1, on drilling mud

F. Administrative Actions taken during reporting quarter

Air – $\underline{2}$ Consent Administrative Orders addressing permit terms and conditions. Total assessed penalties - \$3,050.00

Water -4 Consent Administrative Orders addressing pond or pit liner, sedimentation controls measures, failure to prevent pollution to waters of the state and improper application of drilling fluids. Total assessed penalties - \$31,700.00

Total Penalties Collected - \$124,750.00

G. Judicial Actions taken during reporting quarter

None