

MICHELLE LUJAN GRISHAM GOVERNOR

August 15, 2023

Davis Gas Processing, Inc. Richard D. Hatchett, Executive Vice President 211 N. Colorado Midland, TX 79701

Via electronic mail

Electronic mail: scott.janoe@bakerbotts.com, Harrison.reback@bakerbotts.com,

Re: Resolution of ABQ Case File # DGP-0568-2101

Dear Mr. Hatchett:

In accordance with Paragraph 16 of the Settlement Agreement and Stipulated Final Compliance Order entered into by and between the New Mexico Environment Department and Davis Gas Processing, Inc., the following requirements for termination of the SASFCO have been accomplished:

- 1. With the receipt of the check #5975 dated July 21, 2023, for the amount of \$150,243.00, the civil penalty has been paid in full.
- 2. The facility involved, Denton Gas Plant, AI 0568, is no longer in operation. Therefore, no further corrective action for compliance with air quality regulations is needed.

Thank you for your cooperation in resolving this matter. If you have any questions or comments on this or any other issue, please feel free to contact me at (505) 629-8732.

Sincerely,

Teresa McDill, Enforcement Unit Manager Air Quality Bureau

Cc: Chris Vigil, Assistant General Counsel, NMED Elizabeth Kuehn, Air Quality Bureau Chief Cindy Hollenberg, Compliance & Enforcement Section Chief