

May 4, 2009

Mr. Chris Wilson, Health, Safety and Environment Supervisor Calfrac Well Services 164-Hwy 64 West Beebe, AR 72012

Re: Complaint Investigation on May 1, 2009

Dear Mr. Wilson:

On May 1, 2009, I performed a routine compliance inspection of the above referenced facility in response to a complaint. The complaint alleged that acidic wastewater was being dumped onto the ground without a valid permit or treatment. The inspection was conducted in accordance with the provisions of the Federal Clean Water Act, the Arkansas Water and Air Pollution Control Act, and the regulations promulgated thereunder. The inspection revealed the following:

- 1. Noncontact cooling water is being discharged to the waters of the state without a valid permit in violation of the Arkansas Water and Air Pollution Control Act (A.C.A. § 8-4-217(b)(1)). The noncontact cooling water must either be discharge to the local sanitary sewer system or you must obtain a permit from the Department. The Department has a general permit for noncontact cooling water. The Notice of Intent (NOI) for coverage under the general permit can be obtained on the Department's web site at: http://www.adeq.state.ar.us/water/branch permits/general permits/default.htm
- 2. There appears to have been a discharge of concrete washout or fly ash on the site grounds that stopped just prior to reaching the waters of the state. Also, there was evidence of oil or chemical spills that have not been sufficiently cleaned up. Absorbent materials had been applied to the spills, but the material was still on the ground and exposed to rain fall. This is placing waste where it is likely to cause pollution in violation of the Arkansas Water and Air Pollution Control Act (A.C.A. § 8-4-217(a)(2)).
- 3. After discussion with ADEQ Stormwater Engineers and a review of applicable SIC Codes, the Department has determined that this facility will require an Industrial Stormwater Permit. This general permit is currently in the renewal process and you will not be able to obtain a permit until the reissue process is complete. Please contact Jamal Solaimanian, Branch Manager, Stormwater Permits at 501-682-0620 for more information about the industrial stormwater permit.

The above items require your immediate attention. Please submit a written response to these findings to the Cindy Garner, Technical Assistance Manager, Enforcement Branch of this Department. This response should contain documentation describing the course of action taken to correct the items noted. This corrective action should be completed as soon as possible, and the written response is due by **May 25, 2009**.

If I can be any assistance, please contact me at benson@adeq.state.ar.us or 501-683-0827.

Sincerely,

Dennis Benson

District 9 Field Inspector

Water Division

cc: Water Division Enforcement Branch
Water Division Permits Branch



A R K A N S A S Department of Environmental Quality

Photographic Evidence Sheet

nvir	onmenta	al Quality	/	Pho	tograph	ic Eviae	ence She
Cal	frac We	ell Servi	ces				
:	Dennis	Benson		Witness:	None		
1	Of	5		Date:	05/01/09	Time:	11:00 am
	Materia	l that ha	s been discharged	onsite. Photographe	er standing at	stream's edge	e.
				Witness:	None	45.	
					05/01/09	Time:	10:55 am
		- 74		MIT			
	Call III	Calfrac We Dennis Of Materia Dennis Dennis Of Of Of Of Of Of Of Of Of O	Calfrac Well Service: Dennis Benson 1 Of 5 Material that hat Dennis Benson 2 Of 5	Material that has been discharged Dennis Benson Of 5 Dennis Benson Dennis Benson	Calfrac Well Services Dennis Benson Witness: Material that has been discharged onsite. Photographe Dennis Benson Witness:	Calfrac Well Services Pennis Benson Witness: None Date: 05/01/09 Material that has been discharged onsite. Photographer standing at	Calfrac Well Services Poennis Benson Witness: None Date: 05/01/09 Time: Material that has been discharged onsite. Photographer standing at stream's edge Dennis Benson Witness: None Photographer standing at stream's edge Witness: None Dennis Benson Vitness: None



A R K A N S A S Department of Environmental Quality

Photographic Evidence Sheet

Location:	Cal	frac W	ell Servio	ces				
Photograph	er:	Dennis	Benson		Witness:	None		
Photo #	3	Of	5		Date:	05/01/09	Time:	10:54 am
Description: Spent chemical totes stored outside, exposed to rainfall								



Photo # 4 Of 5 Date: 05/01/09 Time: 10:54 am	Photograph	er: I	Dennis	Benson		Witness:	None		
	Photo #	4		5		Date:	05/01/09	Time:	10:54 am

Description: Spill mat under tanker to catch leaks from valves.





A R K A N S A S Department of Environmental Quality

Photographic Evidence Sheet

Location:	Ca	alfrac	Well Service	ces					
Photographer:		Den	nis Benson		Witness:	Witness: None			
Photo #	5	O	f 5		Date:	05/01/09	Time:	10:58 am	
Description	1:	Spil	ed or disch	arged materials in the g	grassy area adja	acent to laborat	ory.		
			5.36	· · · · · · · · · · · · · · · · · · ·					
			*		EXEM	Abrill 18			
	1					A. F.C.			
				A CANADA VI					
	20				A CONTRACTOR OF THE PARTY OF TH	TO BE WAY			
							11 15 46 55		
					表 小 长				
					mater and the Market				
						A STATE OF			
			-		Tree Sans				
	3								
			18. 3	The All Market					
					4.4				
				《 图 图 图 图 图 图 图 图 图 图 图 图 图 图 图 图 图 图 图	1 1 1 1 1 1				
			建筑	外是 国际工程。大型	What had been been been been been been been bee		E SHOP POPULATION AND ADDRESS OF THE PARTY O		



Water Division Complaint Report

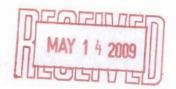
COMPLAINT INFORMATION						
GPS LOCATION:		AFIN:				
DATE RECEIVED: 05/01/09		PERMIT#:				
DATE RECEIVED: 05/01/09		COUNTY: White				
COMPLAINANT NAME: Anonymous		COMPLAINT AGAINST: Calfrac Well Serv	rices			
ADDRESS:		ADDRESS: 164-Hwy 64 West, Beebe, AR	72012			
PHONE:		PHONE:501-882-4000				
TRAC	CKING & REFE	RRAL INFORMATION				
PERSON RECEIVING REPORT:	DATE:	SUPERVISOR REFERRAL:	DATE:			
Janice Lewis	05/01/09	Eric Fleming	05/01/09			
INSPECTOR REFERRAL:	DATE:	MEDIA SUPERVISOR REFERRAL:	DATE:			
PHONE REFERRAL CONTACT:	DATE:	RECEIVING INSPECTOR:	DATE:			
		Dennis Benson	05/01/09			
	DETAILED	DESCRIPTION				
	Facility is dumping acid water onto the ground.					
LOCATION						
approximately 1.5 miles. Facility is on the	ne right.	Beebe. Take the Highway 64 exit and go w	rest			
PREVIOUS COMPLAINT: ☐YES ☑NO						
DISCHARGE TO STREAM: ☐YES ☑NO	NAME OF ST	REAM:				
COMPLAINT RECEIVED BY: ☑PHONE □LETTER □VERBAL □INTERNET □EMAIL						



Water Division Complaint Report

COMPLAINT INVESTIGATION					
COMPLAINT#:	AFIN: PERMIT#:				
INSPECTOR: Dennis Benson	DATE: 05/01/09				
ACTION TAKEN:	PHOTOS TAKEN: ☑YES ☐NO				
Arrived at the facility on 05/01/09 @ 10:40 am. Met with around the facility. The laboratory complex on the hills they discharge single pass noncontact cooling water from ADEQ or connect it to city of Beebe. Toured the argull) are stored in this area. Absorbent had been applied These totes are exposed to rainfall. To the west of the I had been washed out in the grass and pavement was not flows through the property. This is placing waste. Combiscussed need for industrial stormwater permit with standard a stormwater permit because the do a lot of vehicles.	ide of the facility was visited and it was determined om this operation. Told them would require a permit rea around the laboratory. Chemical totes (empty and d to spills in the area, but had not been swept up. aboratory building, an area where concrete or fly ashoted. This material came very close to the stream that appleted inspection at 11:10 am.				
FURTHER ACTION:					
Draft noncompliance letter to permittee.					
INSPECTOR SIGNATURE:	DATE:				
Dennis Benson	05/04/09				





May 14, 2009

ADEQ
Arkansas Department of Environmental Quality
5301 NORTHSHORE DRIVE
North Little Rock, AR 72118-5317
Attention: Cindy Garner
Technical Assistance Manager

Dear Ms. Garner

This is a response to the routine compliance inspection that was conducted on May 1, 2009 by your District 9 Field Inspector, Mr. Dennis Benson. Mr. Benson visited our facility in response to an alleged complaint that acidic wastewater was being discharged onto the ground without a valid permit or treatment. After touring our facility Mr. Benson was satisfied that acidic wastewater was not being discharged. However, he did have concerns that non-contact cooling water was being discharged onto the ground and explained that non-contact cooling water must either be discharged to the local sanitary sewer system or we must obtain a general permit from the Department.

The non-contact cooling water has now been rerouted to the drain connected to the local sanitary sewer system. This was completed on 05/08/09. Please see attached photo's of drain installation.

Another concern by Mr. Benson was an area that appeared was a discharge of cement washout or fly ash on the grounds that had stopped just prior to reaching the waters of the state. He also noted evidence of oil or chemical spills that had not been sufficiently cleaned up. He noted that absorbent materials had been applied to the spills, but the material was on the ground and exposed to rainfall.

The area that cement and fly ash had been discharged onto was removed on 05/11/09. This same area is scheduled to be topped with SB 2 rock and then compacted. Our scheduled completion date is 05/15/09. Please see attached photo's of area where cement and fly ash were removed

The area where Mr. Benson noted that absorbent materials were applied but not removed were immediately removed and disposed of on 05/01/09. Please see attached photo's of the area of concern.

In conclusion, it is Calfrac Well Services intent to file application for an Industrial Stormwater Permit for our facility here in Beebe, Arkansas. It is our understanding that a fee in the amount of \$200.00 is required for the application process. Please find the enclosed application fee of \$200.00 payable to the Department.

Sincerely,

Chris M. Wilson
HSE Supervisor









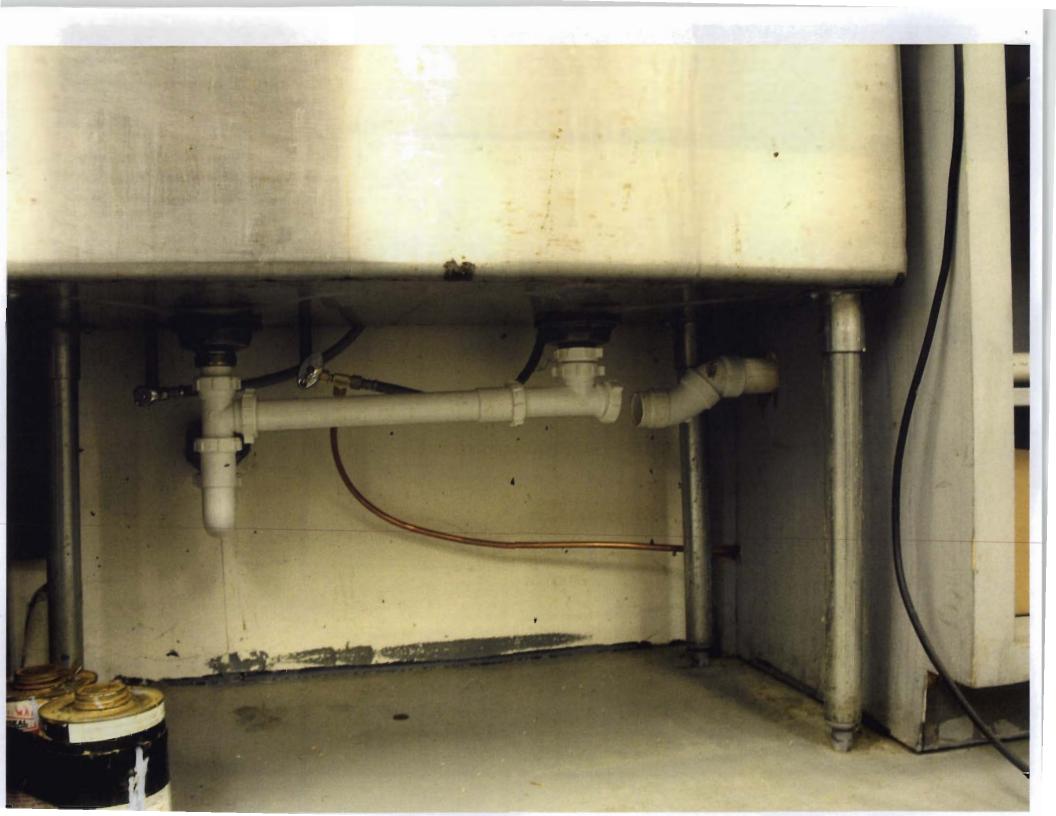






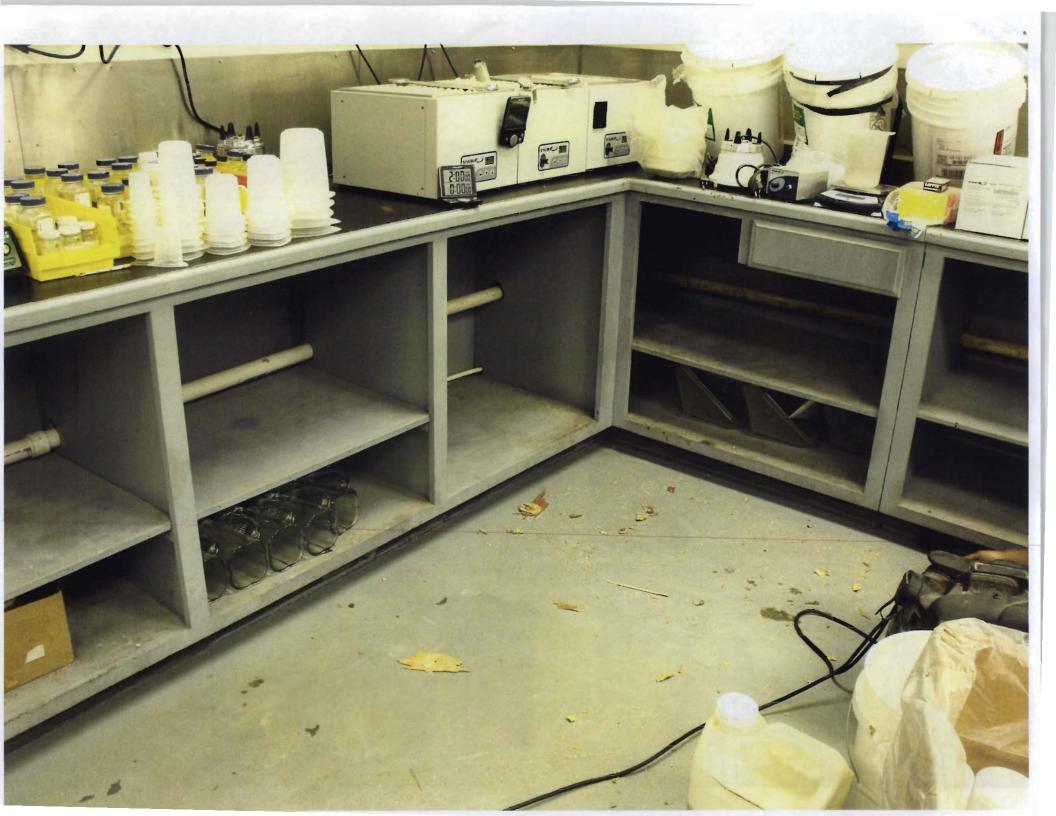
























May 21, 2009

Chris M. Wilson, HSE Supervisor CalFrac Well Services Corp. 164-Hwy 64 West«Address1» Beebe, AR 72012

RE: Complaint Inspection, NPDES Permit Tracking Number N/A, AFIN 73-00000 Response

to Inspection

Dear Mr. Wilson:

The Department has received your response to the May 1, 2009 inspection of your facility by our District Field Inspector, Dennis Benson. Your letter appears to adequately address the discrepancies identified during the visit as long as you obtain an industrial storm water permit. The Department assumes the corrective actions taken will be maintained to ensure consistent compliance with the requirements of the permit. Acceptance of this response by the Department does not preclude any future enforcement action deemed necessary at this site or any other site.

The Department will keep the inspection and response on file. If future violations occur that require enforcement action, the Department will consider the inspection and response as required by the Pollution Control and Ecology Commission Regulation No. 7, Civil Penalties. This regulation requires the Department to consider the past history of your company and how expeditiously the violations were addressed in determining any civil penalty that may be necessary for any future violations.

If we need further information concerning this matter, we will contact you. Thank you for your attention to this matter. Should you have any questions, feel free to contact me at 501-682-0636 or you may e-mail me at boycej@adeq.state.ar.us.

Sincerely,

James D. Boyce

Enforcement Administrator

Water Division, Enforcement Branch