MICHAEL C. GHIZZONI, COUNTY COUNSEL 1 RACHEL VAN MULLEM, CHIEF ASSISTANT (Bar No. 209837) 2 JENNIFER RICHARDSON, DEPUTY (Bar No. 280044) COUNTY OF SANTA BARBARA 3 105 East Anapamu Street, Suite 201 Santa Barbara, California 93101 4 Telephone (805) 568-2950 / Facsimile (805) 568-2982 E-mail: jrichardson@co.santa-barbara.ca.us 5 6 Attorneys for SANTA BARBARA COUNTY AIR 7 POLLUTION CONTROL DISTRICT 8 BEFORE THE HEARING BOARD OF THE AIR POLLUTION 9 CONTROL DISTRICT, COUNTY OF SANTA BARBARA 10 AERON ARLIN GENET, Santa Barbara H.B Case No: 11 County Air Pollution Control Officer [PROPOSED] 12 ORDER OF ABATEMENT v. 13 Date: August 1, 2018 HVI CAT CANYON, INC., f/k/a GREKA 14 Time: 9:30 a.m. OIL & GAS, INC., as equipment owner Place: Board of Supervisors Hearing Room, 15 and operator at the LOS FLORES LEASE, 511 East Lakeside Parkway, Santa Maria, CA CAT CANYON OIL FIELD, SANTA 16 93455 MARIA, CA 17 INTRODUCTION 18 1. On July 10, 2018, Petitioner Aeron Arlin Genet, Air Pollution Control Officer ("CONTROL 19 OFFICER") of the Santa Barbara County Air Pollution Control District ("District"), filed with 20 this Hearing Board a Petition for Order of Abatement pursuant to Health and Safety Code 21 section 42450 et seq. against Respondent HVI Cat Canyon, Inc., formerly known as Greka Oil 22 & Gas, Inc. 23 2. Respondent HVI Cat Canyon, Inc. ("GREKA") is an oil and gas production company that was 24 incorporated in 1997 in the State of Colorado as Greka Oil & Gas, Inc. In 2011, Greka Oil & 25 Gas. Inc. filed Articles of Amendment with the State of Colorado to change its name to HVI 26 Cat Canyon, Inc. HVI Cat Canyon, Inc. has not updated its name on any of its District 27 permits; therefore, is referred to as GREKA herein and in the Petition for Order of Abatement. 28

- 3. The Petition for Order of Abatement was heard by the District Hearing Board on August 1, 2018 pursuant to noticing in accordance with the provisions of Health and Safety Code section 40823. Appearances were made by both parties and public testimony was taken.
- 4. This matter having been fully presented and duly considered, pursuant to Health and Safety Code section 42451, the Hearing Board makes the following findings and determinations and issues the following Order of Abatement pursuant to the terms and conditions set forth herein.

## **FINDINGS**

- 5. The Hearing Board finds that GREKA is operating its emergency pits (Device Numbers 8526 and 8527) for 30 or more days per calendar year at the Los Flores Lease (6151 Dominion Road, Santa Maria, CA 93454), in violation of the conditions of its Permit to Operate 07307-R10 and District Rule 344.B.3.b, which limits the discharge of air contaminants into the air by allowing only limited use of emergency pits without emission reduction, covers, operator inspection and maintenance, and recordkeeping.
- 6. The Hearing Board finds that the evidence establishing the violation is detailed in Paragraphs 9 through 44 of the "PETITION FOR ABATEMENT ORDER REGARDING EMERGENCY PITS AT THE LOS FLORES LEASE, OWNED AND OPERATED BY HVI CAT CANYON, INC., f/k/a GREKA OIL & GAS, INC." filed by the CONTROL OFFICER on July 10, 2018 and incorporated by reference.
- 7. The Hearing Board finds that based on the above violation and evidence, an Order of Abatement may properly be ordered pursuant to Health and Safety Code section 42450.

## **ORDER**

- 8. NOW, THEREFORE, the DISTRICT HEARING BOARD ORDERS that Respondent GREKA shall:
  - Refrain from storing petroleum product in the emergency pits in violation of District
     Rule 344.

1	b. Satisfaction of this Order of Abatement shall be demonstrated by emptying the					
2	emergency pits of petroleum product and arranging for and completing a District					
3	inspection in order to verify compliance within 30 days of this Order of Abatement.					
4	9. This Order shall become effective immediately and shall remain in full force and effect until					
5	and unless modified or rescinded by further order of this Hearing Board.					
6	10. All reasonable District costs for the implementation of this order shall be paid by GREKA					
7	pursuant to fees assessed under Rule 210 and pursuant to the District permits issued to					
8	GREKA.					
9	11. Nothing in this Order shall be construed as authorizing GREKA to violate the Health and					
10	Safety Code, District Rules, or any other applicable rule or law.					
11	12. This Order shall bind GREKA, its officers, agents and employees. The Order shall also bind					
12	GREKA's heirs, successors, and assigns who acquire ownership or control of the facilities.					
13	GREKA shall notify in writing any successor in interest of the requirements of this Order.					
14	GREKA shall also provide a copy of this Order to any successors and assigns prior to transfer					
15	of ownership or control of the facilities.					
16	13. The Hearing Board shall maintain continuing jurisdiction over this matter.					
17	THIS ORDER IS ISSUED by Air Pollution Control District Hearing Board of the County of					
18	Santa Barbara, State of California on this 1 <sup>st</sup> day of August, 2018, by the following vote:					
19	AYES:					
20	NOES:					
21	ABSTAIN:					
22	ABSENT:					
23						
24	ATTEST:					
25	SARA HUNT HEARING BOARD CLERK					
26	LEE-VOLKER COX CHAIRPERSON					
27	By: Santa Barbara Air Pollution  Deputy Control District Hearing Board					
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SANTA BARBARA
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(805) 568-2950

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1	APPROVED AS TO FORM:			
2	MICHAEL C. GHIZZONI			
3	MICHAEL C. GHIZZONI COUNTY COUNSEL			
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