

AIR MECT\_100211069-409711\_  
TR\_20150303\_Trades\_P3559

**02/27/2015 ----- EBTP IMS- PROJECT RECORD -----**

PROJECT#: 409711 STATUS: P  
RECEIVED: 02/02/2015 PROJTYPE: BTSF

DISP CODE: C  
ISSUED DT:  
SUP-DISP DATE: 2/27/2015 ✓

**STAFF ASSIGNED TO PROJECT:**

MUSA, JOSEPH

**PROJECT NOTES:**

COMPANY CONFIRMED APPLICATION SENT BY REGULAR MAIL 1/30/2015.  
APPLICATION PUT ON HOLD PENDING CLOSING OF 2013 BRPT FOR SELLER SITE AND TRADE PROJECT 409696.

**PROJECT TRANSACTIONS****COMPANY DATA**

COMPANY NAME: GALVESTON BAY ENERGY LLC  
CUSTOMER REGISTRY ID: CN603938309

**PORTFOLIO DATA**

NUMBER: P3559 NAME: GALVESTON BAY - TRINITY BAY F-1 - RN100211069

**SITE DATA**

ACCOUNT: CI0177Q  
REG ENTITY ID: RN100211069  
SITE NAME: TRINITY BAY F-1 PLATFORM  
COUNTY: CHAMBERS NEAREST CITY: BAYTOWN  
LOCATION: TRINITY BAY, BAYTOWN

**CONTACT DATA**

NAME: CHRISTINE P SPENCER TITLE: CHIEF ACCOUNTING OFFICER  
STREET: 800 GESSNER ROAD, SUITE 375 CITY/STATE, ZIP: HOUSTON, TX , 77024-0  
PHONE: 713-970-1598 ext 0  
Email: cspencer@duma.com

**TRANSACTION DATA**

TRANSACTION TYPE: CAP\_SELL ALLOWANCE TYPE: VINTAGE  
EFFECTIVE YEAR: 2013 TON: 6.30  
POLLUTANT CODE: NOX

**COMPANY DATA**

COMPANY NAME: GALVESTON BAY ENERGY LLC  
CUSTOMER REGISTRY ID: CN603938309

**PORTFOLIO DATA**

NUMBER: P3560 NAME: GALVESTON BAY - TRINITY BAY C-2 - RN100220664

**SITE DATA**

ACCOUNT: CI0122S

REG ENTITY ID: RN100220664

SITE NAME: TRINITY BAY C-2 PLATFORM

COUNTY: CHAMBERS

NEAREST CITY: BAYTOWN

LOCATION: TRINITY BAY, ABOUT 5 MILES FROM POINT  
BARROW

**CONTACT DATA**

NAME: CHRISTINE P SPENCER

TITLE: CHIEF ACCOUNTING OFFICER

STREET: 800 GESSNER ROAD, SUITE 375 CITY/STATE, ZIP: HOUSTON, TX , 77024-0

PHONE: 713-970-1598 ext 0

Email: cspencer@duma.com

**TRANSACTION DATA**

TRANSACTION TYPE: CAP\_BUY

ALLOWANCE TYPE: VINTAGE

EFFECTIVE YEAR: 2013

TON: 6.30

POLLUTANT CODE: NOX

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**TRACKING ACTIVITIES**

PROJECT SUBMITTED : 01/30/2015 PM RECEIVED DATE : 02/10/2015

PROJECT HOLD : 02/11/2015 02/25/2015

PROJECT COMPLETED :

*P3559***Actual Allowances for NOX**

Balance/Year	2010	2011	2012	2013	2014	2015	2016
Current Balance	-45.10	-55.50	0	5.70	0	0	0

**Vintage Balances for NOX**

Balance/Year	2010	2011	2012	2013	2014	2015	2016
Current Balance	0	0	2.80	4.90	67.40	0	0

**Flex permits Allowances for NOX**

Balance/Year	2010	2011	2012	2013	2014	2015	2016
Current Balance	0	0	0	0	0	0	0

**Pending Projects**

Proj_num	Xaction Type
<u>409713</u>	CAP_SELL
<u>409627</u>	CAP_SELL
<u>409710</u>	CAP_SELL
<u>409712</u>	CAP_SELL

**Pseudocally Closed Projects**

Proj_num	Xaction Type
<u>409711</u>	CAP_SELL



**Texas Commission on Environmental Quality**  
**Application for Transfer of Allowances**  
**Form ECT-2 (Page 1)**

Received  
FEB 02 2015

SM

409711

**Air Quality Division**

<b>Seller's Company Information</b>		
Company Name: Galveston Bay Energy, LLC ✓		
Mailing Address: 800 Gessner Rd, Suite 375		
City: Houston	State: TX	ZIP Code: 77024
Telephone Number: 713-970-1590		
TCEQ Customer Reference Number (CN): CN603938309 ✓		
<b>Seller's Site Information</b>		
Site Name: Trinity Bay F-1 Platform		
Street Address: Approximately 20 miles south of Baytown on Trinity Bay		
Nearest City: Baytown	County: Chambers	ZIP Code : 77530
TCEQ Regulated Entity Reference Number (RN): RN100211069 ✓		
TCEQ Air Account Number (if applicable): CI-0177-Q ✓		
Portfolio Number: P3559 ✓		
<b>Seller's Technical Contact Information</b>		
(Mr. <input type="checkbox"/> Ms. <input checked="" type="checkbox"/> Dr. <input type="checkbox"/> ) Technical Contact Name: Christine P Spencer		
Title: Chief Accounting Officer		
Mailing Address: 800 Gessner Rd, Suite 375		
City: Houston	State: TX	ZIP Code: 77024
Telephone Number: 713-970-1598	E-Mail Address: cspencer@duma.com	
<b>Seller's Contact Information</b>		
(Mr. <input checked="" type="checkbox"/> Ms. <input type="checkbox"/> Dr. <input type="checkbox"/> ) Company Contact Name: Craig Alexander		
Title: Vice President of Operations		
Mailing Address: : 800 Gessner Rd, Suite 375		
City: Houston	State: TX	ZIP Code: 77024
Telephone Number: 713-970-1597	E-Mail Address: calexander@duma.com	
<b>Buyer's Company Information</b>		
Company Name: Galveston Bay Energy, LLC ✓		
Mailing Address: 800 Gessner Rd, Suite 375		
City: Houston	State: TX	ZIP Code: 77024
Telephone Number: 713-970-1590		
TCEQ Customer Reference Number (CN): CN603938309 ✓		



# Texas Commission on Environmental Quality

## Application for Transfer of Allowances

Form ECT-2 (Page 2)

409711

JM

### Buyer's Site Information

Site Name: Fishers Reef C2 Platform

Trinity Bay

Street Address: Trinity Bay, about 5 miles from Point Barrow

Nearest City: Baytown

County: Chambers

ZIP Code:

TCEQ Regulated Entity Reference Number (RN): RN100220664

TCEQ Air Account Number (if applicable): CI-0122-S

Portfolio Number: P3560

### Buyer's Technical Contact Information

(Mr. ☐ Ms. ☒ Dr. ☐) Technical Contact Name: Christine P Spencer

Title: Chief Accounting Officer

Mailing Address: 800 Gessner Rd, Suite 375

City: Houston

State: TX

ZIP Code: 77024

Telephone Number: 713-970-1598

E-Mail Address: cspencer@duma.com

### Buyer's Contact Information

(Mr. ☒ Ms. ☐ Dr. ☐) Company Contact Name: Craig Alexander

Title: Vice President of Operations

Mailing Address: 800 Gessner Rd, Suite 375

City: Houston

State: TX

ZIP Code: 77024

Telephone Number: 713-970-1597

E-Mail Address: calexander@duma.com

### Allowances to be Transferred

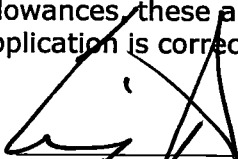
Seller's Portfolio Number: P3559

Buyer's Portfolio Number: P3560

Pollutant	Allocation Year	For Use in Control Period	Amount Traded (tons)	Purchase Price (\$/ton)
NOx	2013	2014	6.3	\$0

### Authorized Signature

I, Craig Alexander, hereby certify that Galveston Bay Energy, LLC is the owner of the above listed allowances, these allowances may be transferred to the listed buyer, and that information entered in this application is correct to the best of my knowledge and belief.

  
Signature

Vice President of Operations  
Title

1/29/15  
Date

# GBE

**Galveston Bay Energy, LLC**

**VIA Federal Express**

January 30, 2015

Texas Commission on Environmental Quality  
Chief Engineer's Office, Air Quality Division  
Emissions Banking and Trading Program, MC 206  
P.O. Box 13087  
Austin, TX 78711-3087

RE: Transfer of Allowances (Form ECT-2)  
Galveston Bay Energy, LLC (CN603938309)

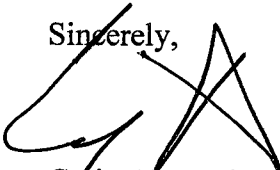
To Whom It May Concern:

Galveston Bay Energy, LLC (GBE) owns and operates several sites in the Houston/Galveston nonattainment area subject to the Mass Emissions Cap and Trade (MECT) requirements of 30 TAC Chapter 101. Enclosed please find ECT-2 forms for each of the five (5) sites listed below:

A-1 Platform (RN100209774)  
C-2 Platform (RN100220664)  
F-2 Platform (RN102531712)  
North Point Bolivar (RN102198058)  
Point Barrow (RN102506680)

If you have any questions concerning the information on the enclosed forms, please contact Ms. Christine Spencer at 713-970-1598.

Sincerely,



Craig Alexander  
Vice President of Operations

Enclosures

Energy, LLC  
#375

24

No postage stamp?

AL

TCEQ

Chief Engineer's Office  
Air Quality Division

Emissions Banking & Trading Program  
MC206

P.O. Box 13087

Austin, TX 78711-3087

RECEIVED

FEB 02 2015

TCEQ MAIL CENTER  
JH

## Joseph Musa

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**From:** Alyssa Pettigrew <apettigrew@duma.com>  
**Sent:** Wednesday, February 11, 2015 2:10 PM  
**To:** Joseph Musa  
**Cc:** Christine Spencer  
**Subject:** Re: Transfer of Allowances

Joseph,

I am the one who put the envelopes in the mail on January 30, 2015. I stamped them with our Pitney Bowes postage machine on that exact date and sent them via regular United States mail. Perhaps the person who opened the envelope threw it away and that is why you cannot confirm when they were actually postmarked? We really do not want to receive a penalty after working so hard with the TCEQ on other issues that are now taken care of. Please advise.

Thank you,

Alyssa Pettigrew  
Staff Accountant  
**Galveston Bay Energy, LLC, a subsidiary of Hydrocarb Energy Corporation**  
800 Gessner, Suite 375  
Houston, TX 77024  
Direct Line: (713) 970-1596  
Fax: (713) 970-1591  
**Emergencies ONLY: (512) 997-8377**  
**apettigrew@duma.com**

On Wed, Feb 11, 2015 at 12:45 PM, Christine Spencer <[cspencer@duma.com](mailto:cspencer@duma.com)> wrote:  
Do you have the Fedex details on this?

Christine P Spencer CPA, Chief Accounting Officer  
Hydrocarb Energy Corp.  
800 Gessner, Suite 375  
Houston, TX 77024  
[cspencer@duma.com](mailto:cspencer@duma.com)  
[713-970-1598](tel:713-970-1598) (direct line)  
[713-970-1591](tel:713-970-1591) (fax)  
[281-638-7061](tel:281-638-7061) (cell)  
**PLEASE NOTE NEW ADDRESS AND PHONE NUMBERS**

*This email and any files transmitted with it are confidential. Only intended recipients are authorized to use it. The company does not accept liability for communication that violates our e-Mail Policy.*

----- Forwarded message -----

From: **Joseph Musa** <[joseph.musa@tceq.texas.gov](mailto:joseph.musa@tceq.texas.gov)>



Date: Wed, Feb 11, 2015 at 12:13 PM  
Subject: Transfer of Allowances  
To: "[cspencer@duma.com](mailto:cspencer@duma.com)" <[cspencer@duma.com](mailto:cspencer@duma.com)>

Ms. Spencer:

This e-mail is in response to five Applications for Transfer of Allowances (Form ECT-2) received on February 2, 2015 from Galveston Bay Energy, LLC. The postmark dates on the envelopes were missing. Please provide the Fed Ex tracking numbers so that we can verify the applications were submitted by January 30, 2015.

If you have any questions, please contact me by e-mail or by phone at (512) 239-3328.

Joseph Musa

Air Quality Division

Texas Commission on Environmental Quality

Phone: (512) 239-3328

Fax: (512) 239-6188

Bryan W. Shaw, Ph.D., P.E., *Chairman*  
Toby Baker, *Commissioner*  
Zak Covar, *Commissioner*  
Richard A. Hyde, P.E., *Executive Director*



## TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

*Protecting Texas by Reducing and Preventing Pollution*

March 3, 2015

Ms. Christine P. Spencer, C.P.A.  
Chief Accounting Officer  
Galveston Bay Energy, LLC  
800 Gessner Road, Suite 375  
Houston, Texas 77024

Re: Transfer of Nitrogen Oxides (NO<sub>x</sub>) Allowances  
Mass Emissions Cap and Trade (MECT) Program  
Customer Reference Number: CN603938309  
Regulated Entity Reference Number: RN100211069

Dear Ms. Spencer:

This letter is in response to an Application for Transfer of Allowances (Form ECT-2) received from Galveston Bay Energy, LLC, on February 2, 2015, project number 409711. The Texas Commission on Environmental Quality (TCEQ) acknowledges the following ECT-2 form(s) transferring NO<sub>x</sub> allowances.

Project Status	Received	Project	Trade Type	Allocation Year	Action	Company Name	Amount Traded	Price Per Ton
Approved	1/27/2015	409696	Vintage	2013	Bought from	Amerex Brokers, LLC	68.0	\$150.00
Approved	2/2/2015	409711	Vintage	2013	Sold to	Galveston Bay Energy, LLC	6.3	\$0.00
Pending	2/2/2015	409713	Vintage	2013	Sold to	Galveston Bay Energy, LLC	7.3	\$0.00
Pending	2/2/2015	409712	Vintage	2013	Sold to	Galveston Bay Energy, LLC	7.1	\$0.00
Pending	2/2/2015	409710	Vintage	2013	Sold to	Galveston Bay Energy, LLC	18.3	\$0.00
Pending	2/2/2015	409627	Vintage	2013	Sold to	Galveston Bay Energy, LLC	0.3	\$0.00

The portfolio summary listed below reflects allowances available for the specified control period. When the TCEQ deducts allowances for compliance at the end of the control period, current allowances are used first, and then vintage allowances.

Ms. Christine P. Spencer, C.P.A.

Page 2

March 3, 2015

Control Period	Portfolio	Company Name	Site or Broker Name	Vintage	Current
2014	P3559	Galveston Bay Energy, LLC	Trinity Bay F-1 Platform	67.4	0.0

Visit the Credit and Allowance Registry to view additional information about this transfer and other projects at <http://www2.tceq.texas.gov/airperm/index.cfm?fuseaction=banking.start>.

If you have questions concerning this transfer or need further assistance regarding the banking program, please contact Mr. Joseph Musa at (512) 239-3328 or write to the Texas Commission on Environmental Quality, Office of Air, Air Quality Division (MC-206), PO Box 13087, Austin, Texas 78711-3087.

This action is taken under authority delegated by the executive director of the TCEQ.

Sincerely,





David Brymer, Director  
Air Quality Division

DB/JM/jt

cc: Air Section Manager, Region 12 – Houston

## Banking and Trading Route Slip

<b>AIR QUALITY DIVISION</b> <b>Emissions Banking and Trading Program (EBTP)</b>				
<b>Company Name:</b> <i>Galveston Bay Energy, LLC</i>				
<b>Project Number:</b> <i>409711</i>				
<b>Type of Letter Correspondence:</b> <i>CTAS, CTAB</i>				
<b>Letter Document Number(s):</b> <i>24758, 24759</i>				
<b>Certificate Number(s):</b> <i>N/A</i>				
Review and Approval	Initial and Date	Comments/Special Instructions		
Work Lead EBTP				
Author/Creator Review				
Peer Review Completed	<i>JMA For MR</i> <i>2/27/2015</i>			
Author/Creator	<i>JM 2/27/15</i>		<b>Copies Made</b>	<b>Date</b>
			<i>JM</i>	<i>3/2/15</i>
			<b>Mailed</b>	<b>Date</b>
			<i>JM</i>	<i>3/3/15</i>