

Environment Department

Susana Martinez, Governor Ryan Flynn, Cabinet Secretary-Designate Butch Tongate, Deputy Secretary

NEWS RELEASE

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NEW MEXICO ENVIRONMENT DEPARTMENT SETTLES AIR QUALITY VIOLATIONS WITH REGENCY FIELD SERVICES, LLC

Santa Fe - The New Mexico Environment Department has entered into a settlement agreement with Regency Field Services LLC, with a total monetary value of \$80,336, to resolve alleged violations of air quality permits at the company's Jal #3 Gas Plant, a natural gas treating and processing facility in Lea County.

The violation was discovered during an onsite inspection that took place in September 2012. The allegations include matters pertaining to compliance testing requirements. Regency has taken corrective action to prevent the recurrence of such a violation and worked with the Department to promptly come to a settlement.

"We want all our regulated facilities to come into compliance." said Ryan Flynn, Cabinet Secretary- Designate for the New Mexico Environment Department. "We appreciate Regency's prompt attention to this matter and their efforts to ensure that this issue was corrected."

Regency Field Services LLC is a wholly-owned subsidiary of Regency Energy Partners LP, based in Dallas, Texas. Regency Energy Partners purchased Southern Union Gas Services and merged certain Southern Union entities, including the one that previously owned the Jal #3 Gas Plant, into Regency Field Services LLC.

For further information contact Jim Winchester, NMED Communications Director at (505) 231-8800 or the NMED Air Quality Bureau at (505) 476-4369.

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