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STAFF
John B. Walker
Executive Secretary

STATE OF NEVADA STATE ENVIRONMENTAL COMMISSION

901 South Stewart Street, Suite 4001 Carson City, Nevada 89701-5249 Telephone (775) 687-9308 Fax (775) 687-5856

www.sec.nv.gov

NEVADA DI SUITE

Leo Drozdoff, P.E. Director

May 10, 2012

Richard Joy, President Joy Engineering 1585 Wolf Meadows Lane Portola, California 96122

RE: Penalty Assessments for Air Quality Violation (NOAV - Notice of Alleged Air Quality Violation No. 2400)

Dear Mr. Joy:

In April 2012 representatives from the Nevada Division of Environmental Protection (NDEP) met with officials from your company in an enforcement conference concerning Joy Engineering's alleged failure to comply with requirements set forth in Class II Air Quality Operating Permit AP1442-2702. As an outcome of that meeting NDEP issued the above referenced NOAV (see attached).

When NDEP sent the NOAV by certified mail on May 8, 2012, it notified Joy Engineering of its appeal rights pursuant to NRS 445B.340 and NRS 445B.360. If your company decides not to appeal the NOAV, the State Environmental Commission (SEC) will then determine the appropriate penalty for the violations contained in NOAV No. 2400 at its meeting on June 12, 2012. This meeting will be held on Tuesday, June 12, 2012 at 9:30 a.m. at the Bryan Building in Carson City, Nevada (901 S. Stewart Street, 2nd floor Tahoe Room).

Pursuant to NRS 445B.640(1), the SEC may levy an administrative fine of not more than \$10,000 per day per violation. At the meeting staff from NDEP will provide the SEC with a brief overview of the NOAV and its recommendation for an administrative fine of \$8,400.00, which has been calculated from a penalty matrix previously approved by the Commission. The Commission will formally levy a fine by accepting NDEP's recommendation or increasing or decreasing the fine amount based on the information presented at the meeting.

Your presence is not required at the June 12, 2012 meeting, although you or a company representative may wish to attend and speak on behalf of Joy Engineering. The SEC may, without further notice, take administrative action against Joy Engineering, if the SEC determines that such administrative action is warranted after it considers NOAV 2400.

If you have any questions regarding this notice, please contact me at (775) 687-9308.

Sincerely,

John B. Walker Executive Secretary

JBW

Certified Mail # 9171 9690 0935 0010 5553 06

ec: Colleen Cripps, Ph.D., Administrator Michael Elges, Deputy Administrator Francisco Vega, NDEP/BAPC Rose Marie Reynolds, SEC/DAG