



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 6
1445 ROSS AVENUE, SUITE 1200
DALLAS, TX 75202-2733

April 2, 2012

CERTIFIED MAIL – RETURN RECEIPT REQUESTED: 7010 2780 0002 4357 3933

Mr. Richard A. Hyde, Deputy Director
Office of Compliance and Enforcement
Texas Commission on Environmental Quality
12100 Park 35 Circle
Austin, TX 78753

Re: White Stallion Energy Center, Permit Nos. 86088/PSD-TX-1160/PAL 26/HAP 28
Matagorda County, Texas

Dear Mr. Hyde:

On May 2, 2011, the Environmental Protection Agency (EPA), Region 6 Compliance Assurance and Enforcement Division issued a Finding of Violation and Opportunity to Confer to White Stallion Energy Center, LLC (WSEC) regarding the inclusion of a Plant-Wide Applicability Limit in Permit Nos. 86088/PSD-TX-1160/PAL 26/HAP 28 (the Permit) for the planned WSEC in Matagorda County, Texas. On February 22, 2012, the Texas Commission on Environmental Quality (TCEQ) Commissioners decided to accept new evidence as part of a judicial remand of the Permit. While these proceedings are taking place, Region 6 believes this is a good opportunity for the PAL permit to be withdrawn, and the PAL provisions removed from the Permit. We have enclosed a courtesy copy of our letter to Mr. Randy Bird at White Stallion Energy Center regarding this matter.

While this letter is specific to the existing White Stallion PAL permit, we look forward to resolution of remaining concerns expressed in EPA letters dated April 14, 2009, April 20, 2009, February 10, 2010, September 29, 2010, and January 31, 2012.

If you have any questions regarding this matter, please contact David F. Garcia of my staff at (214) 665-7593.

Sincerely,

A handwritten signature in black ink, appearing to read "John Blevins".

John Blevins
Director
Compliance Assurance and
Enforcement Division

Enclosure