

Venegas, Victoria, EMNRD

From: Venegas, Victoria, EMNRD
Sent: Friday, January 29, 2021 9:32 AM
To: twilliams@envirotechconsulting.com; Bratcher, Mike, EMNRD; Bruening, Josh
Cc: McCormick, Shawn (Contract); Menoud, Denise
Subject: 2RF-104 - Terrapin Containment and Recycling Facility. Extension Approved.

2RF-104 - Terrapin Containment and Recycling Facility. Extension Approved.

The Oil Conservation Division (OCD) has reviewed the determination of registration/permit extension request for 2RF-104 - Terrapin Containment and Recycling Facility, received from ENVIROTECH ENGINEERING & CONSULTING, INC on behalf of DEVON ENERGY PRODUCTION COMPANY, LP [6137] on August 21, 2020. The registration/permit extension request is approved with the following conditions of approval:

- The 2RF-104 - Terrapin Containment and Recycling Facility is approved for one (1) year of operation from the date of the previous registration/permit expiration date of September 18, 2020. The new registration/permit expiration date is September 18, 2021.
- DEVON ENERGY PRODUCTION COMPANY, LP will continue to operate, maintain, and close the 2RF-104 - Terrapin Containment and Recycling Facility in compliance with 19.15.34 NMAC, to include but not limited to the performance of weekly inspections regardless of fluid levels in the containment; recording of detailed inspection reports; removal of debris, foreign objects and oil from the containment; and monthly reporting of recycling and reuse of produced water, drilling fluids, and liquid oil field waste via from C-148. (C-148s are available for download at the OCD website at: <http://www.emnrd.state.nm.us/OCD/forms.html>.)
- If less than 20% of the total fluid capacity is utilized every consecutive six months, operation of the facility is considered ceased and notification of cessation of operations should be sent electronically to OCD.Enviro@state.nm.us. An extension to extend the cessation of operations, not to exceed six months, may be submitted using a C-147 form through the [OCD Online](#) system.
- The recycling containment is bonded pursuant to 19.15.8 NMAC per 19.15.34.15(A)(2) NMAC. Water reuse and recycling from 2RF-104 - Terrapin Containment and Recycling Facility is limited to wells owned or operated by DEVON ENERGY PRODUCTION COMPANY, LP [6137].
- A minimum of 3-feet freeboard must be maintained in the recycling containment at all times.
- DEVON ENERGY PRODUCTION COMPANY, LP will comply with 19.15.29 NMAC Releases in the event of any release of produced water or produced water or other oil field wastes at 2RF-104 - Terrapin Containment and Recycling Facility. DEVON ENERGY PRODUCTION COMPANY, LP will comply with all other OCD rules.
- DEVON ENERGY PRODUCTION COMPANY, LP must perform weekly inspections of the containment and leak detection system.
- If DEVON ENERGY PRODUCTION COMPANY, LP wishes to extend the registration/permit past the September 18, 2021, a registration/permit extension request must be submitted to OCD. Extension requests are reviewed on a case-by-case basis and evaluated on their merit. Extensions are considered for a maximum length of one year. Additional requests must be submitted to OCD through the [OCD Online](#) system on a Form C-147 (long form) as an Extension request and should include a formal extension request letter, a summary of the prior registration/permit period inspection reports, and the copies of the detailed inspection records for the prior permit period. The extension request should be submitted no later than August 18, 2021.

Please keep a copy of this electronic communication for your files, as no paper copy of the approval will be delivered. The signed C-147 will be saved in 2RF-104 - Terrapin Containment and Recycling Facility electronic file on the OCD website at: <https://ocdimage.emnrd.state.nm.us/imaging/AEOrderFileView.aspx?appNo=pAB1526137773>
Please let me know if you have any further questions or concerns,

Regards,

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