ENERGY TRANSFER

Transwestern Pipeline Company, LLC

September 7, 2021

Mr. Brad Jones

New Mexico Oil Conservation Division

1220 South Francis Drive

Santa Fe, New Mexico 87505

RE: Transwestern Pipeline Company, LLC

Renewal Request of HBP-033, 120 Day Temporary Permission to Discharge Hydrostatic Test Water

Dear Mr. Jones;

Transwestern Pipeline Company LLC, (Transwestern) is requesting renewal of Permit No. HBP-033 for Temporary Permission to discharge hydrostatic test water from new natural gas pipelines owned and operated by Transwestern Pipeline Company in the State of New Mexico. Discharge will occur within Transwestern's easements and rights-of-way and on private parcels that contain our facilities. Our easements and rights-of-way occur on federal, state, and private land. Discharge will be performed in a manner that controls runoff, soil erosion and discharging sediment from the sites. Methods of controlling runoff include detention basins and trenches that provide soil percolation and evaporation, water truck spraying for dust suppression, and application to excavated soils and backfill to aid in compaction.

Transwestern understands that the temporary permission authorizes the discharge of hydrostatic test water throughout the State of New Mexico under the following conditions:

- 1) the volume of the discharge is less than 25,000 gallons per hydrostatic test;
- 2) water from a public/municipal water supply or other OCD approved sources, by written request and analytical results, is used for each hydrostatic test;
- 3) email or written notification must be provided to the OCD 72 hours prior to each hydrostatic discharge event. Each notice shall contain the following information:
 - a) the proposed location of hydrostatic test discharge (Section/Township/Range or GPS coordinates);
 - b) the date of the proposed discharge;
 - c) the volume of the proposed discharge; and

- d) the source of hydrostatic test water;
- 4) the discharge will not enter any lake, perennial stream, river, or their respective tributaries that may be seasonal;
- 5) no discharge shall occur:
 - a) where ground water is less than 10 feet below ground surface.
 - b) within 200 feet of a watercourse (defined in 19.15.2.7.W(4) NMAC), lakebed, sinkhole, or playa lake (defined in 19.15.2.7.P(4) NMAC);
 - c) within an existing wellhead protection area (defined in 19.15.2.7.W(8) NMAC);
 - d) within 500 feet of a wetland (defined in 19.15.2.7.W(9) NMAC); or
 - e) within 500 feet from the nearest permanent residence, school, hospital, institution, or church;
- 6) best management practices must be implemented to contain the discharge onsite, to ensure the discharge does not impact adjacent property, and to control erosion;
- 7) the discharge does not cause any fresh water supplies to be degraded or to exceed standards as set forth in Subsections A, B, and C of the 20.6.2.3103 NMAC;
- 8) the landowner(s) of each proposed discharge and/or collection/retention or alternative discharge location must be properly notified of the activities prior to each proposed hydrostatic test discharge event; and
- 9) A report, summarizing all hydrostatic test wastewater discharges of less than 25,000 gallons per hydrostatic test event, will be submitted to the OCD within 45 days after the temporary permission expiration date and shall contain the following information:
 - a) the location of each hydrostatic test water discharge (Section/Township/Range or GPS coordinates);
 - i) the date of each discharge;
 - ii) the volume of each discharge; and
 - iii) the source and quality of test water (laboratory analysis, if necessary).

Enclosed find check No. 260501971 in the amount of \$150.00 to cover the filing fee and permission fee made payable to the Water Quality Management Fund.

Should you have any questions, please feel free to contact me at (575-808-9402); or by email at kerry.egan@energytransfer.com.

Released to Imaging: 9/16/2021 1:19:28 PM

Respectfully,



Hory Es

Mr. Kerry Egan

Environmental Specialist EHS Department Energy Transfer

office: 575.347.6512 cell: 575.808.9402 8501 Jefferson NE Albuquerque, NM 87113

TRANSWESTERN PIPELINE CO LLC 3111 Westchester Dr., Ste 600 Dallas, TX 75225

Payment Date: 08/25/2021

Check No .: Check Date: 260501971 08/25/2021

Page: 1

of

WATER QUALITY MGMT FUND

Vendor ID: 1000002788

Vendor:

Discount Net Amount Invoice Document Reference Gross Invoice Number Date Number Amount ST 31545 5800009353 WATER QUALITY MANAGEMENT 150.00 0.00 150.00 08/25/2021 Check Total..... 150.00

PLEASE DETACH BEFORE DEPOSITING CHECK. For inquiries call:214-840-5422 or email accountspayable@energytransfer.com

THIS CHECK IS VOID WITHOUT A BLUE & GREEN BACKGROUND - THIS IS WATERMARKED PAPER - HOLD TO LIGHT TO VERIFY WATERMARK

TRANSWESTERN PIPELINE CO LLC 8020 Park Lane, Suite 200 Dallas, TX 75231

PAY: ***ONE HUNDRED FIFTY ------

Vendor ID: 1000002788

Check No .:

260501971

Check Date: 08/25/2021

VOID AFTER 90 DAYS

Payable Through WELLS FARGO BANK, N.A.

66-156 531

\$150.00

Released to Imaging: 9/16/2021 1:19:28 P.M.

To The Order of:

WATER QUALITY MGMT FUND OIL CONSERVATION DIVISION 1220 S ST FRANCE DR SANTA FE, NM 87505-4225

Authorized Signature

SIGNATURE HAS A COLORED BACKGROUND • BORDER CONTAINS MICROPRIN

Jones, Brad A., EMNRD

From: Jones, Brad A., EMNRD

Sent: Thursday, September 16, 2021 1:14 PM

To: Egan, Kerry L

Subject: RE: Transwestern Pipeline: Temporary Permission to Discharge Hydrostatic Test Water (HBP-033)

Attachments: 2021 0916 HBP-42 Transwestern Pipeline Company LLC 120-day TP approval.pdf

Kerry,

Please disregard the earlier email. The previous HBP-033 was issued to a different version of the company name and OGRID #. OCD has issued a new permit HBP-42 for this request. Please see the attached approval for Transwestern's 120-day temporary permission HBP-033. If you have any questions regarding the approval, please do not hesitate to contact me.

Brad

Brad A. Jones • Environmental Scientist Specialist - Advanced Environmental Bureau EMNRD - Oil Conservation Division 1220 S. Saint Francis Drive | Santa Fe, New Mexico 87505 (505) 469-7486 | brad.a.jones@state.nm.us www.emnrd.nm.gov

From: Egan, Kerry L <kerry.egan@energytransfer.com>

Sent: Tuesday, September 7, 2021 3:01 PM

To: Jones, Brad A., EMNRD <brad.a.jones@state.nm.us> **Cc:** Egan, Kerry L <kerry.egan@energytransfer.com>

Subject: Transwestern Pipeline: Temporary Permission to Discharge Hydrostatic Test Water (HBP-033)

Brad,

Good afternoon. Thank you for your call today. As we discussed I have revised the request for the renewal of the temporary permission to discharge hydrostatic test water. Transwestern recognizes that with the recent revision, the permission is good for only 120 days as opposed to the annual permission which was previously granted.

I have incorporated the new conditions into the request letter, and we will abide by these upon issuance of the permission. Please review the revised request and let me know if everything looks in order or if you would like to see any additional changes to the language.

I appreciate your time and assistance on this matter.

Respectfully,



Mr. Kerry Egan

Environmental Specialist EHS Department Energy Transfer

office: 575.347.6512 cell: 575.808.9402 8501 Jefferson NE Albuquerque, NM 87113

Private and confidential as detailed here. If you cannot access hyperlink, please e-mail sender.

State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Adrienne Sandoval
Director, Oil Conservation Division



Todd E. Leahy, JD, PhD Deputy Secretary

September 16, 2021

Mr. Kerry Egan Energy Transfer 8501 Jefferson NE Albuquerque, New Mexico 87113

Re: Renewal of Temporary Permission to Discharge Hydrostatic Test Water Transwestern Pipeline Company, LLC - OGRID 329750

Permit: HBP - 42

Dear Mr. Egan:

The New Mexico Oil Conservation Division (OCD) has completed its review of Transwestern Pipeline Company, LLC's (Transwestern) submittal, dated September 7, 2021, for approval of a 120-day temporary permission to discharge small quantities of hydrostatic test wastewater generated from the testing of new transmission pipelines of oil and gas or products thereof throughout the State of New Mexico. OCD acknowledges receipt of the filing fee (\$100.00) and temporary permission fee (\$50.00) with the September 7, 2021submittal. HBP-033 issued to Transwestern Pipeline Co. - OGRID 114568 will expire on September 18, 2021.

Based on the information provided in the request, temporary permission is hereby granted to Transwestern for the discharge of the hydrostatic test wastewater generated from all new pipeline hydrostatic tests an operator may perform during the approved 120-day period with the following understandings and conditions:

- 1. the volume of the discharge does not exceed 25,000 gallons per hydrostatic test;
- 2. water from a public/municipal water supply or other OCD approved sources (upon a written request to OCD) is used for each test;
- 3. email or written notification must be provided to the OCD 72 hours prior to each hydrostatic discharge event. The notice shall contain the following information:
 - a. the proposed location of hydrostatic test discharge (Section/Township/Range or GPS coordinates);
 - b. the date of the proposed discharge;

Transwestern Pipeline Company, LLC Permit: HBP - 42 September 16, 2021 Page 2 of 3

- c. the volume of the proposed discharge; and
- d. the source of hydrostatic test water;
- 4. no discharge shall enter any lake, perennial stream, river, or their respective tributaries that may be seasonal;
- 5. no discharge shall occur:
 - a. where ground water is less than 10 feet below ground surface.
 - b. within 200 feet of a watercourse (19.15.2.7.W(4) NMAC), lakebed, sinkhole, or playa lake (19.15.2.7.P(4) NMAC);
 - c. within an existing wellhead protection area (19.15.2.7.W(8) NMAC);
 - d. within 500 feet of a wetland (19.15.2.7.W(9) NMAC); or
 - e. within 500 feet from the nearest permanent residence, school, hospital, institution, or church;
- 6. no discharge shall occur to a surface water body without obtaining a National Pollution Discharge Elimination Systems (NPDES) permit from the US EPA, NMED, and OCD prior to the discharge;
- 7. best management practices must be implemented to contain the discharge onsite, to ensure that the discharge does not impact adjacent property, and to control erosion;
- 8. the discharge does not cause any fresh water supplies to be degraded or to exceed standards as set forth in Subsections A, B, and C of the 20.6.2.3103 NMAC (the Water Quality Regulations);
- 9. Transwestern shall report all unauthorized discharges, spills, leaks, and releases of hydrostatic test wastewater and conduct corrective action pursuant to the Water Quality Regulations of 20.6.2.1203 NMAC and release notification pursuant to OCD Rule 29 (19.15.29 NMAC);
- 10. the landowner(s) of each proposed discharge and/or collection/retention or alternative discharge location must be properly notified of the activities prior to each proposed hydrostatic test event; and
- 11. a report, summarizing each test of new pipeline with less than 25,000 gallons per hydrostatic test per discharge event performed within the approved 120-day period, shall be submitted to OCD within 45 days after the temporary permission expiration date and shall contain the following information:
 - a. the location of hydrostatic test discharge (Section/Township/Range or GPS coordinates);
 - b. the date of each discharge;
 - c. the volume of each discharge; and
 - d. the source and quality of test water (laboratory analysis, if necessary).

This temporary permission shall expire 120-days after issuance. **This temporary permission** will expire on January 14, 2022. Renewal requests for a 120-day temporary permission to discharge shall be submitted forty-five (45) days prior to the expiration date. A 120-day

Transwestern Pipeline Company, LLC Permit: HBP - 42 September 16, 2021 Page 3 of 3

temporary permission may be revoked or suspended for violation of any applicable provisions and/or conditions of this approval.

Please be advised that approval of this request does not relieve Transwestern of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve Transwestern of its responsibility to comply with any other applicable governmental authority's rules and regulations.

If there are any questions, please do not hesitate to contact me at (505) 469-7486 or brad.a.jones@state.nm.us.

Respectfully,

Brad A. Jones

Environmental Specialist

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 46638

CONDITIONS

Operator:	OGRID:	
Transwestern Pipeline Company, LLC	329750	
6381 North Main St.	Action Number:	
Roswell, NM 88201	46638	
	Action Type:	
	[UF-HP] HBP Permission (HBP)	

CONDITIONS

Created By	Condition	Condition Date
bjones	HBP-042 has been sent to you in a separate email. If you have any questions regarding this matter, please do not hesitate to contact me.	9/16/2021