2RF-161 - Facility Number fVV2113850290

MYOX AST C-147/Conditions of Approval

[371643] SOLARIS WATER MIDSTREAM, LLC

May 20, 2021

Venegas, Victoria, EMNRD

From: Venegas, Victoria, EMNRD

Sent: Thursday, May 20, 2021 11:08 AM

To: 'Teena Robbins'; Michael Incerto; LeighP.Barr, EMNRD

Cc: Sanchez, Daniel J., EMNRD; r@rthicksconsult.com; Enviro, OCD, EMNRD

Subject: 2RF-161 - MYOX AST - Facility Number fVV2113850290

2RF-161 - MYOX AST - Facility Number <u>fVV2113850290</u>.

Ms. Robbins,

NMOCD has reviewed the recycling containment permit application and related documents, submitted by [371643] SOLARIS WATER MIDSTREAM, LLC on submitted June 28, 2019 and resubmitted via OCD.online on May 17, 2021 for the proposed Myox Above-Ground Storage Tank in Unit Letter K, Section 32, Township 25S, Range 28E, Eddy County, New Mexico. The application has been assigned the OCD Administrative Order number 2RF-161 - MYOX AST - Facility Number fVV2113850290.

The following variances from 19.15.34 NMAC for the 2RF-161 - MYOX AST - Facility Number <u>fVV2113850290</u> related to 19.15.34. NMAC have been approved:

- The variance to 19.15.34.12.A (2) NMAC for the no side-slope requirement for the AST containment with vertical walls is approved.
- The variance to 19.15.34.12.A (3) NMAC for the liners to be anchored to the top of the AST steel walls with clips and no anchor trenches is approved.
- The variance to 19.15.34.12 A (4) NMAC for the installation on the AST containment of a 40-mil non-reinforced LLDPE primary liner and a 40-mil non-reinforced LLDPE secondary liner with a 200-mil geogrid drainage layer is approved.

The form C-147 and related documents for 2RF-161 - MYOX AST - Facility Number <u>fVV2113850290</u> is approved with the following conditions of approval:

- [371643] SOLARIS WATER MIDSTREAM, LLC shall construct, operate, maintain, close, and reclaim the 2RF-161 MYOX AST Facility Number <a href="https://example.com/files/fil
- The 2RF-161 MYOX AST Facility Number fVV2113850290 is approved for five years of operation from the date of permit application. 2RF-161 MYOX AST Facility Number fVV2113850290 permit expires on June 28, 2024. If [371643] SOLARIS WATER MIDSTREAM, LLC wishes to extend operations past five years, an annual permit extension request must be submitted using an OCD form C-147 through the OCD Online system by May 28, 2024.
- [371643] SOLARIS WATER MIDSTREAM cannot receive produced water in the 2RF-161 MYOX AST Facility Number fVV2113850290 until after the original copy of the financial assurance has been accepted by OCD.
- Per Rule 19.15.34.15.A.(1) operators without existing financial assurance pursuant to 19.15.8 NMAC shall furnish financial assurance acceptable to the division in the amount of the recycling containment's estimated closure cost. The total closure cost estimate for 2RF-161 MYOX AST Facility Number fvv2113850290 consisting of one (1) AST in Unit Letter K, Section 32, Township 25S, Range 28E, Eddy County, New Mexico in the amount of \$ 49,500, satisfies the requirements of NMAC 19.15.34.15.A.(1).
- The financial assurance bond should be mailed to the Oil Conservation Division; ATTN: Eva Mathes, Bonding and Compliance; 1220 South St Frances Drive; Santa Fe, NM 87505. OCD will notify you when the bond has been received and approved.
- A minimum of 3-feet freeboard must be maintained in the AST recycling containment, at all times during operations.

- If less than 20% of the total fluid capacity is utilized every six months, beginning from the first withdrawal, operation of the facility is considered ceased and notification of cessation of operations should be sent electronically to <a href="https://occupied.
- [371643] SOLARIS WATER MIDSTREAM, LLC shall submit monthly reports of recycling and reuse of produced water drilling fluids, and liquid oil field waste on OCD form C-148 through OCD Online even if there is zero activity.
- [371643] SOLARIS WATER MIDSTREAM, LLC shall comply with 19.15.29 NMAC Releases in the event of any release of produced water or other oil field wastes at 2RF-161 MYOX AST Facility Number fvv2113850290

Please reference number 2RF-161 - MYOX AST - Facility Number <u>fVV2113850290</u> in all future communications. Regards,

Victoria Venegas ● Environmental Specialist Environmental Bureau EMNRD - Oil Conservation Division 811S. First St. | Artesia, NM 88210 (575) 909-0269 | Victoria.Venegas@state.nm.us http://www.emnrd.state.nm.us/OCD/



Type of Facility:

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Form C-147 Revised April 3, 2017

Recyc	ling	Facility	and/or	Recyc	ling	Containment

☐ Recycling Containment*

Recycling Facility

Type of action: Permit Registration Modification Extension				
Closure Other (explain)				
* At the time C-147 is submitted to the division for a Recycling Containment, a copy shall be provided to the surface owner.				
Be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.				
Operator: Solaris Water Midstream, LLC (For multiple operators attach page with information) OGRID #: 371643				
Address: 9811 Katy Freeway, Suite 900, Houston, Texas 77024				
Facility or well name (include API# if associated with a well): Myox AST				
OCD Permit Number: 2RF-161 fVV2113850290. (For new facilities the permit number will be assigned by the district office)				
Surface Owner: Federal State Private Tribal Trust or Indian Allotment				
2. Recycling Facility:				
Location of recycling facility (if applicable): Latitude 32.1218301 Longitude -104.0707176 NAD83				
Proposed Use: Drilling* Completion* Production* Plugging *				
*The re-use of produced water may NOT be used until fresh water zones are cased and cemented				
Other, requires permit for other uses. Describe use, process, testing, volume of produced water and ensure there will be no adverse impact on				
groundwater or surface water.				
Fluid Storage				
Activity permitted under 19.15.36 NMAC explain type: Other explain				
For multiple or additional recycling containments, attach design and location information of each containment				
Closure Report (required within 60 days of closure completion): Recycling Facility Closure Completion Date:				
3.				
Recycling Containment:				
Annual Extension after initial 5 years (attach summary of monthly leak detection inspections for previous year)				
Center of Recycling Containment (if applicable): Latitude 32.084813 Longitude -104.113231 NAD83				
For multiple or additional recycling containments, attach design and location information of each containment				
☐ Lined ☐ Liner type: Thickness40mil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other _white smooth				
☐ String-Reinforced (primary)				
Liner Seams: Welded Factory Other Volume: bbl Dimensions: L x W x D 12 ft				
Recycling Containment Closure Completion Date:				

4.	
Bonding:	
Covered under bonding pursuant to 19.15.8 NMAC per 19.15.34.15(A)(2) NMAC (These containments are limited to only the wells	s owned or
operated by the owners of the containment.)	
⊠ Bonding in accordance with 19.15.34.15(A)(1). Amount of bond \$ (work on these facilities cannot commence with 19.15.34.15(A)(1).	until bonding
amounts are approved)	
Attach closure cost estimate and documentation on how the closure cost was calculated.	
5.	
Fencing:	
☐ Four foot height, four strands of barbed wire evenly spaced between one and four feet	
Alternate. Please specify	
6.	
Signs:	
☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐	
☐ Signed in compliance with 19.15.16.8 NMAC	
7. Variances:	
Justifications and/or demonstrations that the proposed variance will afford reasonable protection against contamination of fresh water, hur	nan health, and the
environment.	man nearm, and the
Check the below box only if a variance is requested:	
☑ Variance(s): Requests must be submitted to the appropriate division district for consideration of approval. If a Variance is requested variance information on a separate page and attach it to the C-147 as part of the application.	ed, include the
If a Variance is requested, it must be approved prior to implementation.	
ALL CONSTRUCTION AND OPERATION VARIANCES HAVE BEEN PREVIOUSLY APPROVED BY OCD.	
8. Siting Criteria for Recycling Containment	
Instructions: The applicant must provide attachments that demonstrate compliance for each siting criteria below as part of the application examples of the siting attachment source material are provided below under each criteria.	ition. Potential
General siting	
General stung	
Ground water is less than 50 feet below the bottom of the Recycling Containment.	☐ Yes ⊠ No
NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells (FIGURE 1)	□ NA
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance	☐ Yes ⊠ No
adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; written approval obtained from the municipality	□ NA
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Minerals Division (FIGURE 4)	☐ Yes ⊠ No
Within an unstable area.	
- Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; topographic map	☐ Yes ⊠ No
(FIGURE 5)	
Within a 100-year floodplain. FEMA map (FIGURE 6)	☐ Yes ⊠ No
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa	☐ Yes ⊠ No
lake (measured from the ordinary high-water mark). - Topographic map; visual inspection (certification) of the proposed site	
(FIGURE 7)	
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; aerial photo; satellite image	☐ Yes ⊠ No
(FIGURE 8)	
Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of	☐ Yes ⊠ No
initial application. (FIGURES 1 & 2) - NM Office of the State Engineer - iWATERS database search; visual inspection (certification) of the proposed site	
Within 500 feet of a wetland. (FIGURE 9)	
US Fish and Wildlife Wetland Identification map; topographic map; visual inspection (certification) of the proposed site	☐ Yes ⊠ No

9. Recycling Facility and/or Containment Checklist: Instructions: Each of the following items must be attached to the application. Indicate, by a check mark in the box, that the documents are attached.
Design Plan - based upon the appropriate requirements. Operating and Maintenance Plan - based upon the appropriate requirements. Closure Plan - based upon the appropriate requirements. Site Specific Groundwater Data - Siting Criteria Compliance Demonstrations — Certify that notice of the C-147 (only) has been sent to the surface owner(s)

Operator Application Certification: I hereby certify that the information and attachments submitted with this application.	ation are true, accurate and complete to the best of my knowledge and belief.
Name (Print): Bradley Todd Carpenter Signature: Berolly Turk Curpent e-mail address Todd Carpenter <todd.carpenter@solarismidstream.com></todd.carpenter@solarismidstream.com>	Title:Operations Manager Date:June_ 24 , 2019 Telephone:432 203 9020
II. OCD Representative Signature: Victoria Venegas Title: Environmental Specialist X OCD Conditions X Additional OCD Conditions on Attachment	Approval Date: 05/20/2021 OCD Permit Number: 2RF-161 Facility Number fVV2113850290.

Venegas, Victoria, EMNRD

From: Venegas, Victoria, EMNRD

Sent: Tuesday, April 13, 2021 8:15 AM

To: Michael Incerto; Teena Robbins; Griswold, Jim, EMNRD; Hernandez, Emily, EMNRD

Cc: r@rthicksconsult.com

Subject: Landes Recycling Containment & Myox AST.

Mr. Incerto,

The OCD is currently reviewing the following applications submitted by Solaris:

- Landes Recycling Containment and Recycling Facility Submitted January 2019 & resubmitted via OCD.online on March 05, 2021.
 - Location: Section 22, T25S, R28E, Eddy County.
- 2. Myox Above Ground Storage Tank Submitted June 2019 & resubmitted via OCD.online on March 05, 2021.
 - o Location: Section 32, T25S, R28E, Eddy County.

The Landes Recycling Containment and Recycling Facility and the Myox Above Ground Storage Tank are two separate and distinct facilities in two different locations and will be given separate permit numbers. However, based on OCD records, Solaris has provided financial assurance for both facilities under a single bond. The OCD will move forward and accept a single bond for both facilities, if and only if a separate closure cost estimate for each facility is provided to the OCD by April 30, 2021.

Please let me know if you have any questions.

Thank you,

Victoria Venegas ● Environmental Specialist Environmental Bureau EMNRD - Oil Conservation Division 811S. First St. | Artesia, NM 88210 (575) 909-0269 | Victoria.Venegas@state.nm.us http://www.emnrd.state.nm.us/OCD/



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

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 29306

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
SOLARIS WATER MIDSTREAM, LLC	907 Tradewinds Blvd, Suite B	Midland, TX79706	371643	29306	C-147L

OCD Reviewer	Condition
vvenegas	None