

State of New Mexico
Energy Minerals and Natural Resources
Department Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505
<https://www.emnrd.nm.gov/ocd/ocd-e-permitting/>

Form C-147
Revised October 11, 2022

Recycling Facility and/or Recycling Containment

Type of Facility: ☒ Recycling Facility ☒ Recycling Containment*
Type of action: ☐ Permit ☐ Registration
☐ Modification ☐ Extension
☐ Closure ☒ Other (explain) Transfer of Registration

* 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.

1.

Operator: Oxy USA, Inc. (For multiple operators attach page with information) OGRID #: 16696
Address: 1600 Gehrig Drive, Midland, TX 7906
Facility or well name (include API# if associated with a well): Turkey Track Recycling Facility and North Containment
OCD Permit Number: 2RF-110 (For new facilities the permit number will be assigned by the district office)
U/L or Qtr/Qtr C Section 8 Township 19S Range 29E County: Eddy
Surface Owner: ☐ Federal ☒ State ☐ Private ☐ Tribal Trust or Indian Allotment

2.

☒ **Recycling Facility:**

Location of recycling facility (if applicable): Latitude 32.680043 Longitude -104.0970398 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

☒ Above ground tanks ☒ Recycling containment ☐ Activity permitted under 19.15.17 NMAC explain type _____

☐ 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:** Turkey Track North Containment 2RF-110

☐ Annual Extension after initial 5 years (attach summary of monthly leak detection inspections for previous year)

Center of Recycling Containment (if applicable): Latitude 32.679084 Longitude -104.097039 NAD83

☐ For multiple or additional recycling containments, attach design and location information of each containment

☒ Lined ☒ Liner type: Thickness 60 mil ☐ LLDPE ☒ HDPE ☐ PVC ☐ Other _____

☐ String-Reinforced

Liner Seams: ☒ Welded ☐ Factory ☐ Other _____ Volume: 250,000 bbl Dimensions: L 350' x W 416' x D 16'

☐ 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 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 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 ft chain-link topped with barbed wire strand

6.

Signs:

- ☒ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers
- ☐ 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, human health, and the environment.

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, include the variance information on a separate page and attach it to the C-147 as part of the application.

If a Variance is requested, it must be approved prior to implementation.

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. Potential examples of the siting attachment source material are provided below under each criteria.

General siting**Ground water is less than 50 feet below the bottom of the Recycling Containment.**

NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells

☐ Yes ☒ No
☐ NA

Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended.

☐ Yes ☒ No
☐ NA

- Written confirmation or verification from the municipality; written approval obtained from the municipality

Within the area overlying a subsurface mine.

☐ Yes ☒ No

- Written confirmation or verification or map from the NM EMNRD-Mining and Minerals Division

Within an unstable area.

☐ Yes ☒ No

- Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; topographic map

Within a 100-year floodplain. FEMA map

☐ Yes ☒ No

Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).

☐ Yes ☒ No

- Topographic map; visual inspection (certification) of the proposed site

Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.

☐ Yes ☒ No

- Visual inspection (certification) of the proposed site; aerial photo; satellite image

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 initial application.

☐ Yes ☒ No

- NM Office of the State Engineer - iWATERS database search; visual inspection (certification) of the proposed site

Within 500 feet of a wetland.

☐ Yes ☒ No

- US Fish and Wildlife Wetland Identification map; topographic map; visual inspection (certification) of the proposed site

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)

10.

Operator Application Certification:

I hereby certify that the information and attachments submitted with this application are true, accurate and complete to the best of my knowledge and belief.

Name (Print): Justin SteinmannTitle: Environmental Advisor

Signature: _____

Date: 01/08/2024e-mail address: Justin_Steinmann@oxy.comTelephone: 713-350-4633

11.

OCD Representative Signature: Victoria Venegas Approval Date: 01/26/2024Title: Environmental SpecialistOCD Permit Number: 2RF-110☐ OCD Conditions _____☐ Additional OCD Conditions on Attachment

V-F Petroleum Inc.

500 W. Texas, Suite 350, Midland, Texas 79701
Mailing Address: P.O. Box 1889, Midland, TX 79702

(432) 269-0569

E-mail: jordanl@vfpetroleum.com

(432) 683-3352 FAX

www.vfpetroleum.com

January 25, 2024

EMNRD – Oil Conservation Division
Attn: Victoria Venegas, Environmental Specialist
506 W. Texas Ave.
Artesia, New Mexico 88210

Uploaded to OCD e-Permitting

Re: Intended Use – Permit 2RF-110
Turkey Track Recycling Facility and North Containment
Unit C, Sec. 8, T-19-S, R-29-E, Eddy Co., NM

Victoria Venegas:

Please let this letter serve as notice that V-F Petroleum Inc. currently intends to utilize the above referenced permit and facility for wells that are only owned or operated by V-F Petroleum Inc. [24010] and as such V-F Petroleum Inc. respectfully requests that the transfer of the subject permit be subject to NMAC 19.15.8, and be covered by V-F Petroleum Inc.'s mega bond as operator of oil and gas wells in the State of New Mexico.

V-F PETROLEUM INC.

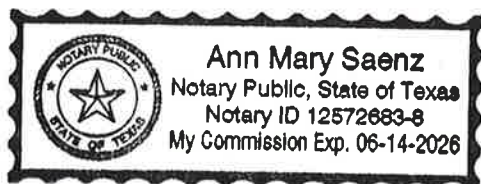
By: *Sandra K. Lawlis*
Sandra K. Lawlis, Vice-President

STATE OF TEXAS §

§

COUNTY OF MIDLAND §

The foregoing instrument was acknowledged before me this 25 day of January 2024, by SANDRA K. LAWLIS, as Vice-President of V-F PETROLEUM INC., on behalf of said entity.



Ann Mary Saenz
Notary Public in and for Said County and State



Oxy USA Inc.
1600 Gehrig Drive
Midland, TX 79706

State of New Mexico
Energy, Minerals, and Natural Resources Department
Oil Conservation Division, District II
811 S. First St.
Artesia, NM 88210

January 8, 2024

Re: Turkey Track Recycling Facility and Containment (2RF-110) Transfer of Registration

To Whom It May Concern,

Oxy USA Inc. requests a transfer of registration for the Turkey Track Recycling Facility and North Containment (2RF-110) from Oxy USA Inc., to V-F Petroleum. In accordance with *NMAC 19.15.34*, please see the associated C-147L and signed Transfer of Registration form submitted via OCD Online. For site plans and supporting documents, please refer to the facility's original registration application.

Sincerely,

A handwritten signature in black ink, appearing to read "Justin Steinmann".

Justin Steinmann
ENVIRONMENTAL ADVISOR
OXY USA INC.

✉ justin_steinmann@oxy.com

☎ (713) 350-4633

Venegas, Victoria, EMNRD

From: Venegas, Victoria, EMNRD
Sent: Friday, January 26, 2024 2:39 PM
To: Prentice, Adrienne (L&C Safety Inc); Jordan Shaw; Sandy Lawlis
Subject: 2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392]
Attachments: C-147 2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392] Transfer 01.26.204.pdf

2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392]

Good afternoon,

NMOCD has reviewed the permit/registration transfer application received from [16696] OXY USA INC to transfer permit 2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392] from [16696] OXY USA INC to [24010] V-F PETROLEUM INC. The form C-147 and related documents are approved for the transfer of registration with the following conditions of approval:

- **[24010] V-F PETROLEUM INC will comply with all conditions previously approved for permit 2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392]. No changes to the operations procedures, maintenance, and monitoring procedures, or closing procedures will be made and 2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392] must operate as originally permitted.**
- 2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392] permit expires on May 9, 2024.
- A minimum of 3-feet freeboard must be maintained at 2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392] at all times during operations.
- If less than 20% of the total fluid capacity is utilized every six months, beginning from the first withdrawal, operations of the 2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392] are considered ceased and a notification of cessation of operations should be sent electronically to [OCD Permitting](#). A request to extend the cessation of operation, not to exceed six months, may be submitted using a C-147 form through [OCD Permitting](#). If after that 6-month extension period, 2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392] is not utilized at a minimum of 20% fluid capacity, no additional extensions would be granted, and the operator would be directed to remove all fluids and proceed with the closure requirements.
- [24010] V-F PETROLEUM INC shall submit monthly reports of recycling and reuse of produced water, drilling fluids, and liquid oil field waste on OCD form C-148 via [OCD Permitting](#) even if there is zero activity.
- [24010] V-F PETROLEUM INC must inspect the 2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392] recycling containment and associated leak detection systems weekly while it contains fluids per 19.15.34.13(A). [24010] V-F PETROLEUM INC shall maintain a current log of such inspections and make the log available for review by the division upon request.

Please let me know if you have any additional questions.

Regards,

Victoria Venegas • Environmental Specialist
Environmental Bureau
EMNRD - Oil Conservation Division
506 W. Texas Ave. Artesia, NM 88210

(575) 909-0269 | Victoria.Venegas@emnrd.nm.gov

<https://www.emnrd.nm.gov/oed/>



19.15.34 NMAC - TRANSFER OF PERMIT OR REGISTRATION

The operator shall not transfer a permit or registration without the OCD's prior written approval. A request for transfer of a permit or registration shall identify operator (transferor) and transferee. If the OCD denies the transfer request, it shall notify the operator and the proposed transferee of the denial. Until the OCD approves the transfer and the required financial assurance is in place, the OCD shall not release the transferor's financial assurance, if applicable, and transfer the permit or registration to the transferee.

FACILITY INFORMATION:

Permit or Registration ID: 2RF-110

Facility Name: Turkey Track Recycling Facility and North Containment

Legal Description: U/L or Qtr/Qtr _C_ Section _8_ Township _19S_ Range _29E_ County: _Eddy_

Location: 32.680043, -104.097398

From: Company Name: **Oxy USA, Inc.**

Company Address: 1600 Gehrig Drive, Midland, TX 79706


To: Company Name: **V-F Petroleum, Inc.**

Company Address: P.O. Box 1889 Midland Texas, 79702

CERTIFICATION:

Oxy USA, Inc. hereby requests that the above permit or registration be transferred to **V-F Petroleum, Inc.**

Print Name: Justin Steinmann OGRID #: 16696

Signature:  Date: 1/03/2024

Title: Environmental Advisor, Oxy USA, Inc

Mailing Address: 1600 Gehrig Drive, Midland TX, 79706

Contact Telephone Number: 619 851 8792

Contact Email: justin-steinmann@oxy.com

V-F Petroleum, Inc., by the officer whose signature appears below, accepts this permit or registration, and agrees to comply with all terms and conditions contained herein and with 19.15.34 NMAC. **V-F Petroleum, Inc.** further acknowledges that the OCD for good cause shown as necessary to protect fresh water, human health, and the environment may change such terms and conditions administratively. **V-F Petroleum, Inc.** also acknowledges that the surface owner has been notified of the transfer.

Accepted:

V-F Petroleum, Inc.

Print Name: Sandy Lawlis

OGRID #: 024010

Signature: *Sandy Lawlis*

Date: 10/30/23

Title: **Vice President**

Mailing Address: **P.O. Box 1889, Midland Texas, 79702**

Contact Telephone Number: **432-683-3344**

Contact Email: **sandy@vfpetroleum.com**

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
District IV
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 300793

CONDITIONS

Operator: OXY USA INC P.O. Box 4294 Houston, TX 772104294	OGRID: 16696
	Action Number: 300793
	Action Type: [C-147] Water Recycle Long (C-147L)

CONDITIONS

Created By	Condition	Condition Date
vvenegas	NMOCD has reviewed and approved the permit/registration transfer application received from [16696] OXY USA INC to transfer permit 2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392] from [16696] OXY USA INC to [24010] V-F PETROLEUM INC. • [24010] V-F PETROLEUM INC will comply with all conditions previously approved for permit 2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392]. No changes to the operations procedures, maintenance, and monitoring procedures, or closing procedures will be made and 2RF-110 - TURKEY TRACK RECYCLE CONTAINMENT NORTH, FACILITY ID [fMLB1722942392] must operate as originally permitted.	1/26/2024