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-141 Revised August 24, 2018 Submit to appropriate OCD District office

)

Incident ID	nAPP2234634359
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party NGL Water Solutions Permian, LLC	OGRID 372338	
Contact Name Joseph Vargo	Contact Telephone 303-815-1010	
Contact email Joseph.Vargo@nglep.com	Incident # (assigned by OCD) nAPP2234634359	
Contact mailing address 865 N. Albion Street, Suite 400, Denver, CO 80220		

Location of Release Source

Latitude 31.110255

Longitude -103.570936 (NAD 83 in decimal degrees to 5 decimal places)

Site Name Vaca Draw Federal SWD	Site Type Saltwater Disposal
Date Release Discovered 12.9.2022	API# (<i>if applicable</i>) 30-025-23895

Unit Letter	Section	Township	Range	County
Р	21	258	33E	Lea

Surface Owner: State X Federal Tribal Private (Name: _

Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below)

Crude Oil	Volume Released (bbls)	Volume Recovered (bbls)
x Produced Water	Volume Released (bbls) 25	Volume Recovered (bbls) 20
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	Yes X No
Condensate	Volume Released (bbls)	Volume Recovered (bbls)
Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)
Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)

Cause of Release

A 6-inch expansion joint failed resulting in the release of 25 barrels of produced water. The release was contained to the pad.

Received by OCD: 12/12/20 Form C-141 Page 2	22 10:07:11 AM State of New Mexico Oil Conservation Division	Incident ID District RP Facility ID Application ID	nAPP2234634
Was this a major release as defined by 19.15.29.7(A) NMAC?	If YES, for what reason(s) does the responsible par More than 25 bbls	ty consider this a major release?	

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If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?

Yes, Joseph Vargo, through NOR on 12.12.2022.

Initial Response

The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury

 \mathbf{X} The source of the release has been stopped.

X Yes No

 \mathbf{x} The impacted area has been secured to protect human health and the environment.

X Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices.

X All free liquids and recoverable materials have been removed and managed appropriately.

If all the actions described above have not been undertaken, explain why:

Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Printed Name: Joseph Vargo	Title: Regulatory Director
Signature:	Date: <u>12.12.2022</u> Telephone: <u>303-815-1010</u>
OCD Only Received by: Jocelyn Harimon	Date: 12/12/2022

District I 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

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

Operator:	OGRID:
NGL WATER SOLUTIONS PERMIAN, LLC	372338
865 North Albion Street	Action Number:
Denver, CO 80220	165990
	Action Type:
	[C-141] Release Corrective Action (C-141)

CONDITIONS			
Created By	Condition	Condition Date	
jharimon	When submitting future reports regarding this release, please submit the calculations used or specific justification for the volumes reported on the initial C-141	12/12/2022	

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Action 165990