

865 N. Albion Street · Suite 400 · Denver · CO· 80220 Phone (303)815-1010 · Fax (303)815-1011

December 19, 2023

RE: Volume Calculation for Release nAPP2334734959

Please use the following for a volume calculation for our Salado Draw Facility Booster Station release that occurred on 12.12.23.

6,000 BBLS Within Containment:

This was an older Mesquite Facility and Riley Neatherlin who helped build the facility and works for NGL currently knew that the containment held 6,000 bbls.

This was also verified by the third party vacuum trucks that sucked up the release and then we put back through the system. So based on the ticketing by the trucks we verified that this was the amount.

500 Outside Containment and 350 Recovered:

We have a Digital Command Center in the Denver Office that tracks volumes. It tracks all the levels of the tanks and knows the volume coming in on pipelines for all of NGL's sites. This is the first way that we knew 500 BBLs was outside containment, by knowing that 6,500 bbls came into the facility during the time of the flow meter failing, of which 6,000 was within containment.

The final way was that the third-party vacuum trucks that were able to suction up 350 bbls and further estimated that we weren't able to recover about 50% of what was actually recovered, therefore leaving 150 bbls unrecoverable.

Sincerely,

Joseph Vargo

Regulatory Director (303) 597-5652

<u>District I</u> 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**

QUESTIONS

Action 294078

QUESTIONS

Operator:	OGRID:
NGL WATER SOLUTIONS PERMIAN, LLC	372338
865 North Albion Street	Action Number:
Denver, CO 80220	294078
	Action Type:
	[C-141] Initial C-141 (C-141-v-Initial)

QUESTIONS

Prerequisites	
Incident ID (n#)	nAPP2334734959
Incident Name	NAPP2334734959 SALADO DRAW FACILITY BOOSTER STATION @ 0
Incident Type	Produced Water Release
Incident Status	Initial C-141 Received

Location of Release Source	
Please answer all the questions in this group.	
Site Name	Salado Draw Facility Booster Station
Date Release Discovered	12/12/2023
Surface Owner	Federal

ncident Details	
Please answer all the questions in this group.	
Incident Type	Produced Water Release
Did this release result in a fire or is the result of a fire	No
Did this release result in any injuries	No
Has this release reached or does it have a reasonable probability of reaching a watercourse	No
Has this release endangered or does it have a reasonable probability of endangering public health	No
Has this release substantially damaged or will it substantially damage property or the environment	No
Is this release of a volume that is or may with reasonable probability be detrimental to fresh water	No

Nature and Volume of Release		
Material(s) released, please answer all that apply below. Any calculations or specific justifications for the volumes provided should be attached to the follow-up C-141 submission.		
Crude Oil Released (bbls) Details	Not answered.	
Produced Water Released (bbls) Details	Cause: Equipment Failure Valve Produced Water Released: 6,500 BBL Recovered: 6,350 BBL Lost: 150 BBL.	
Is the concentration of chloride in the produced water >10,000 mg/l	No	
Condensate Released (bbls) Details	Not answered.	
Natural Gas Vented (Mcf) Details	Not answered.	
Natural Gas Flared (Mcf) Details	Not answered.	
Other Released Details	Not answered.	
Are there additional details for the questions above (i.e. any answer containing Other, Specify, Unknown, and/or Fire, or any negative lost amounts)	The failure of a flow meter at the Salado Draw facility booster station resulted in the release of 6500 BBLS of produced water: 6000 BBLS inside containment and 500 BBLS outside containment. Third party vacuum trucks were dispatched. The entire 6000 BBLS inside containment were recovered and of the 500 BBLS outside containment, 350 BBLS were recovered. Size deteremined by personel onsite and amount recovered determined by the vac trucks.	

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QUESTIONS, Page 2

Action 294078

Phone: (505) 476-3470 Fax: (505) 476-3462	•
QUEST	IONS (continued)
Operator: NGL WATER SOLUTIONS PERMIAN, LLC 865 North Albion Street Denver, CO 80220	OGRID:
QUESTIONS	[C-141] Illidal C-141 (C-141-V-Illidal)
Nature and Volume of Release (continued)	
Is this a gas only submission (i.e. only significant Mcf values reported)	No, according to supplied volumes this does not appear to be a "gas only" report.
Was this a major release as defined by Subsection A of 19.15.29.7 NMAC	Yes
Reasons why this would be considered a submission for a notification of a major release	From paragraph A. "Major release" determine using: (1) an unauthorized release of a volume, excluding gases, of 25 barrels or more.
With the implementation of the 19.15.27 NMAC (05/25/2021), venting and/or flaring of natural gas (i.	e. gas only) are to be submitted on the C-129 form.
Initial Response	
The responsible party must undertake the following actions immediately unless they could create a s	safety hazard that would result in injury.
The source of the release has been stopped	True
The impacted area has been secured to protect human health and the environment	True
Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices	True
All free liquids and recoverable materials have been removed and managed appropriately	True
If all the actions described above have not been undertaken, explain why	Not answered.
	iation immediately after discovery of a release. If remediation has begun, please prepare and attach a narrative o ted or if the release occurred within a lined containment area (see Subparagraph (a) of Paragraph (5) of valuation in the follow-up C-141 submission.
to report and/or file certain release notifications and perform corrective actions for releate the OCD does not relieve the operator of liability should their operations have failed to a	knowledge and understand that pursuant to OCD rules and regulations all operators are required asses which may endanger public health or the environment. The acceptance of a C-141 report by adequately investigate and remediate contamination that pose a threat to groundwater, surface t does not relieve the operator of responsibility for compliance with any other federal, state, or
I hereby agree and sign off to the above statement	Name: Joseph Vargo Title: Regulatory manager Email: Joseph Vargo@palen.com

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QUESTIONS, Page 3

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QUESTI	IONS (continued)

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QUESTIONS

Site Characterization		
Please answer all the questions in this group (only required when seeking remediation plan approval and beyond). This information must be provided to the appropriate district office no later than 90 days after the release discovery date.		
What is the shallowest depth to groundwater beneath the area affected by the release in feet below ground surface (ft bgs)	Not answered.	
What method was used to determine the depth to ground water	Not answered.	
Did this release impact groundwater or surface water	Not answered.	
What is the minimum distance, between the closest lateral extents of the release ar	nd the following surface areas:	
A continuously flowing watercourse or any other significant watercourse	Not answered.	
Any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark)	Not answered.	
An occupied permanent residence, school, hospital, institution, or church	Not answered.	
A spring or a private domestic fresh water well used by less than five households for domestic or stock watering purposes	Not answered.	
Any other fresh water well or spring	Not answered.	
Incorporated municipal boundaries or a defined municipal fresh water well field	Not answered.	
A wetland	Not answered.	
A subsurface mine	Not answered.	
An (non-karst) unstable area	Not answered.	
Categorize the risk of this well / site being in a karst geology	Not answered.	
A 100-year floodplain	Not answered.	
Did the release impact areas not on an exploration, development, production, or storage site	Not answered.	

Remediation Plan	
Please answer all the questions that apply or are indicated. This information must be provided to the appropriate district office no later than 90 days after the release discovery date.	
Requesting a remediation plan approval with this submission	No
The OCD recognizes that proposed remediation measures may have to be minimally adjusted in a significantly deviate from the remediation plan proposed, then it should consult with the division to	cordance with the physical realities encountered during remediation. If the responsible party has any need to operating a submission is required.

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COMMENTS

Created By	Comment	Comment Date
csmith	Volume Calculations were missing Returned to OCD Review.	12/19/2023

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CONDITIONS

Created By	Condition	Condition Date
nvelez	None	12/19/2023