

**2RF - 120**

**Hayhurst Section 2  
Frac Ponds &  
Recycle Facility  
(East A & West B)  
Cessation of Operations  
Extension Approval  
February 2002 to July 2020**

**Chevron USA Inc  
February 4, 2020**

## LucasKamat, Susan, EMNRD

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**From:** LucasKamat, Susan, EMNRD  
**Sent:** Monday, February 3, 2020 3:34 PM  
**To:** Vallejo, Tony  
**Cc:** Stuart, Matthew R; Knight, Marvin  
**Subject:** OCD 2RF-120, Approval of Six-Month Extension for Hayhurst Section 2 Recycling Facility and Containment (February - July 2020)

Mr. Vallejo,

The New Mexico Oil Conservation Division (OCD) has reviewed the request for the extension to the determination of cessation of operations at the Hayhurst Section 2 Recycling Facility and Containment (2RF-120) due to a shift in development timeframes and plans. Per 19.15.34.13 NMAC, a recycling facility shall be deemed to have ceased operations if less than 20% of the total fluid capacity is used in a six (6) month period. The last reported date of the use of recycled water from 2RF-120 Hayhurst Sec 2 facility/containment was August 2019. The six month period with less than 20% throughput for the containments would place the cessation of operations on January 31, 2020.

The request for a six-month extension for the determination of cessation of operations is approved per 19.15.34.13 NMAC. The extension is specifically for operations from February 1, 2020 through July 31, 2020.

Please be advised that this request approval is a one-time agreement. Per 19.15.34.13 NMAC, an extension for the cessation of operations determination cannot exceed six (6) month. Additional requests for extensions will likely have to utilize the OCD hearing structure.

OCD approval does not relieve the operator of liability should their operations fail to adequately investigate and remediate contamination that may pose a threat to ground water, surface water, human health or the environment. In addition, OCD approval does not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

Please do not hesitate to contact me if you have further questions or concerns.

Regards,  
Susan

**Susan A. Lucas Kamat**  
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**From:** Vallejo, Tony <JVallejo@chevron.com>  
**Sent:** Monday, January 20, 2020 8:19 AM  
**To:** LucasKamat, Susan, EMNRD <Susan.LucasKamat@state.nm.us>  
**Cc:** Griswold, Jim, EMNRD <Jim.Griswold@state.nm.us>; Stuart, Matthew R <MStuart@chevron.com>; Knight, Marvin

<Marvin.Knight@chevron.com>

**Subject:** [EXT] Request: Extension for Hayhurst NM 2RF-107 & 2RF-120 Recycling Water Containment Structure (RWCS) operations

**Importance:** High

Susan,

Chevron MCBU is requesting a six month extension from NMOCD for our Hayhurst NM 2RF-120 (section 2) & 2RF-107 (sections 9 & 10) Recycling Water Containments Structures (RWCS), due to encountering completion concerns with Pkg 13 and 11 well pads. This concern will be pushing the frac schedule back passed the six month window for the below registered RWCS listed below.

- Section 2 (RWCS) – 2RF-120 (A & B)
  - Recycled water was last utilized in August.
  - The six months will be the end of February and the next frac date will potentially be scheduled in April for Pkg 13 & 11 (depending if concern is resolved). If not, July frac scheduled for Pkg 7 & 6.
  
- Section 9 & 10 (RWCS) – 2RF-107
  - Recycled water was last utilized in October.
  - The six months will be the end of April and the next frac date will potentially be scheduled in April for Pkg 13 & 11 (depending if concern is resolved). If not, July frac scheduled for Pkg 7 & 6.

Please contact me for any questions you may have regarding our extension request above.

**Thank you,**

**Tony Vallejo**  
**HES Specialist - Factory Performance Support**  
**Chevron MCBU**

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***Safety is as simple as ABC - Always Be Careful***