2RF - 160

Rita Reclamation Facility-ROTF Facility. Application/C-147

OVERFLOW ENERGY, LLC [292641]

April 21, 2021

OVERFLOW ENERGY LLC P.O. BOX 354 BOOKER, TX 79005

March 14, 2021

NMOCD 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

RE: C-147 RECYCLING FACILITY ONLY PERMIT APPLACATION FOR RITA RECLAMATION FACILITY, EDDY COUNTY, NEW MEXICO

To Ms. Susan A. Lucas Kamat

Atkins Engineering Associates, Inc. (AEA) is pleased to provide this summary letter of the C-147 permit application compiled on behalf of Overflow, LLC OGRID # 292641

Location Setbacks

- 1) 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. No, the location is in rural Eddy county the nearest municipality is Carlsbad, NM 3.5 miles to the Northwest see (Figure 1)
- 2) Within the area overlying a subsurface mine. No, the location is not above a subsurface mine according to meta-data provided by EMNRD Registered Mines Map the nearest underground mine is Nash Draw Mine 15.2 miles East (see Active Mines attachment)
- 3) Within an unstable area. No, BLM meta-data Karst Potential is low (see figure 2)
- 4) Within a 100-year floodplain. No, see FEMA map Figure 1
- 5) 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). No, see figure 1 sourced from BLM and USGS meta-data
- 6) Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. No, see figure 2
- 7) 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. No, the only well with in 500ft is C04043/C04027 commercial usage for oil and gas operations source NMOSE iwaters.
- 8) Within 500 feet of a wetland. No, registered wetlands within 500ft source USACE and BLM metadata
- 9) Depth to groundwater. see NMOSE Log with static water level of nearby well

Recycling Facility Design

The proposed design is a series of aboveground 500bbl tanks within a HDEP lined secondary containment with 150% of the facility volume. Total volume proposed is (10 tanks) X (500bbl) =5000bbl) (see site Layout attached)

C-147 Summary Letter

Attachments

Figure 1: Hydrology Setbacks Figure 2: Karst and PODs

Figure 3: Site Layout, Parcel Data, Owner info

Attachment 1: Well Logs

Appendix A: Geo Photo log

C-147 Summary Letter

FIGURES

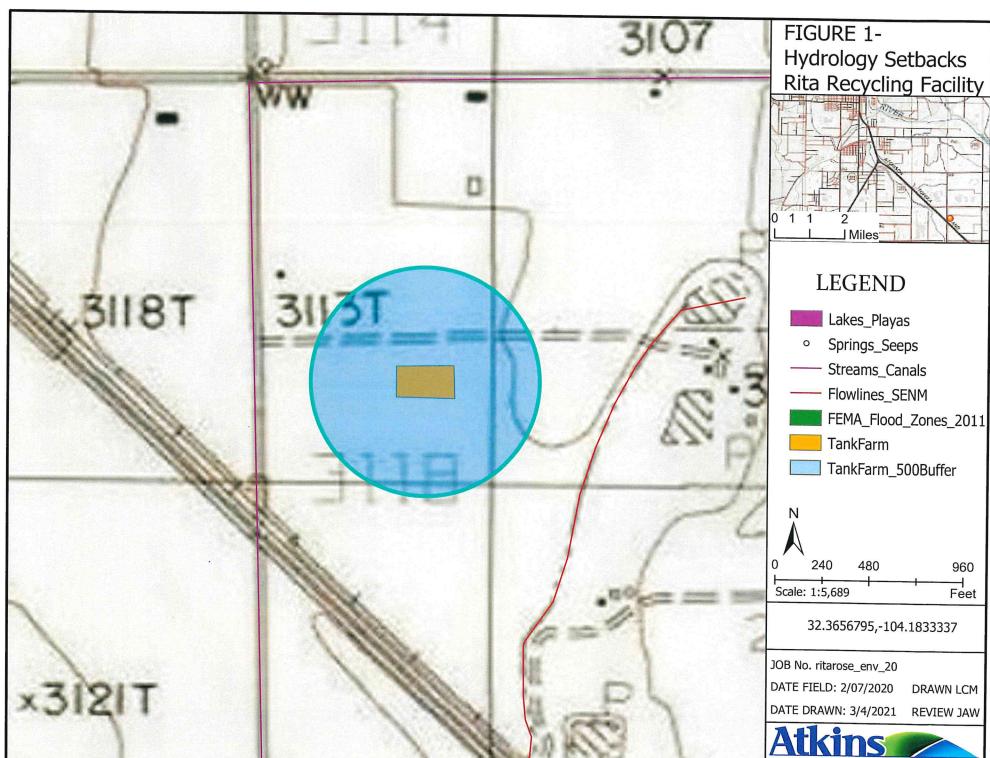
District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

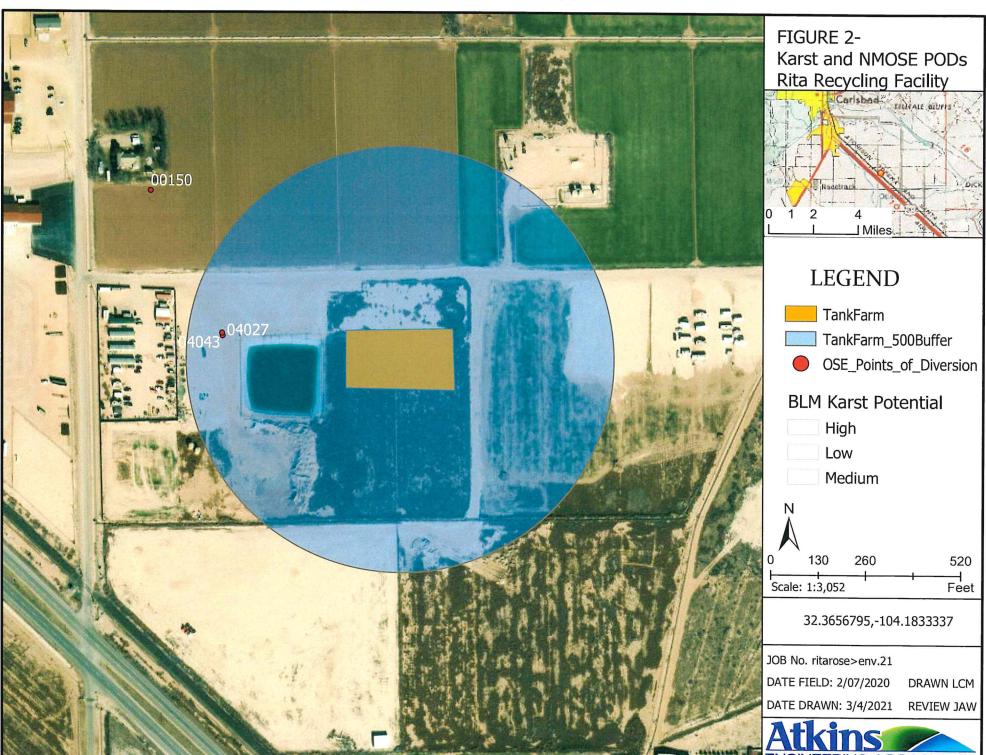
State of New Mexico
Energy Minerals and Natural Resources
Department
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

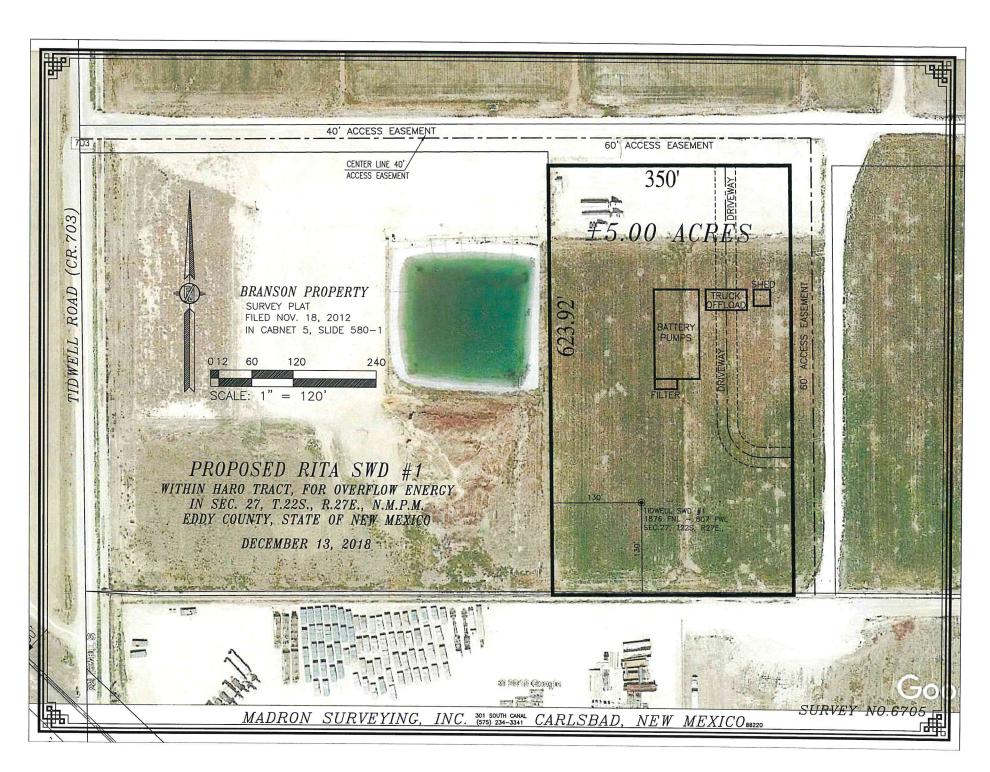
Form C-147 Revised April 3, 2017

Recycling Facility Only

| Type of action: Permit Registration Modification Closure Other (explain) 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: Overflow Energy LLC | | | | | | | |
| Recycling Facility: Location of recycling facility (if applicable): Latitude | | | | | | | |
| 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. | | | | | | | |
| 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): Date: 3-19-2 e-mail address: | | | | | | | |
| OCD Representative Signature: Victoria Venegas Title: Environmental Specialist OCD Conditions Approval/Registration Date: 04/21/2021 OCD Permit Number: 2RF-160 Additional OCD Conditions on Attachment | | | | | | | |











2017 医C -6 円 年 37

| | 000 000 | | | | | | | | | |
|--|------------------------------|--|--------------------------------|--|----------------|----------------|------------------------|--------------------|--------------|--|
| - | OSE POD NUMBER (WELL NUMBER) | | | | | OSEFILEN | UMBER(S) | - | | |
| P | POD1 WELL OWNER NAME(S) | | | | | C-4027 | | | | |
| 14 | | | . • | 9 | | PHONE (OP | | | | |
| ĕ | | Scott and Valerie Branson | | | | | 5659 | | | |
| = | | NER MAILIN | | | | Carlsbad | | STATE | ZIP | |
| I 3 | 910W | 910 W Pierce Street #138 | | | | | | NM 882 | 20 | |
| ĺ | | WELL DEGREES MINUTES SECONDS | | | | | | | | |
| 1 4 | LOCAT | | 32 | 22 2002.6 | | * ACCURAC | V BEOLUBED: ONE YE | THE OF A SECOND | | |
| 3 | (FROM | | TITUDE | N Notable in Regulate one in it | | | ALL OF A SECOND | | | |
| GENERAL AND WELL LOCATION | | LONGITUDE 104 11 4.88 5 V | | | W | | | | | |
| 8 | DESCRIPTO | ON RELATING | WELL LOCATION TO STRE | ET ADDRESS AND COMMON LANDMARKS - PL | S (SECTION, TO | OWNSHUIP, RAN | GE) WHERE AVAILABLE | | | |
| NW/4 SW/4 NW/4 Section 27 T 22S R 27E | | | | | | | | | | |
| = | LICENSEN | MIMRER | T NAME OF LICENSEL | Chestien | | | Table Street | | · · · · · | |
| | WD-331 | | Joel H. Stewart | | | | Stewart Brothe | | | |
| | DRILLING | STAUTIEN I | DRILLING ENDED | DEPTH OF COMPLETED WELL (FT) | L mane trai | P GUISSON JOSE | | 1 -0 0 | | |
| | 4/22/17 | | 4/23/17 | 140 | 140 | E DEPTH (FT) | 55 | ST ENCOUNTERED (FT |) | |
| | | | | | 1.40 | - | | | 365 | |
| | COMPLETE | ED WELL'IS: | CARTESIAN | C DRY HOLE C SHALLOW (UNC | OMERNEDI | _ | STATIC WATER LE | VEL IN COMPLETED W | ELL (FT) | |
| Š | | | ARTEGIAL | THE TOTAL CONTINUE CO | UNFINED) | | | | | |
| F | DRILLING | FLUID: ' | | MUD ADDITIVES - SPE | CIFY: | | | 3 3 | | |
| Š | DRILLING | METHOD: | ROTARY | C HAMMER C CABLE TOOL | C other | R – SPACIFY: | - | | | |
| Ę | DEPTH | (feet bgl) | BORE HOLE | CASING MATERIAL AND/OR | C4 | CDIO | CASING | CASING WALL | T | |
| 15 | FROM | TO | DIAM | GRADE | | SING ECTION | INSIDE DIAM. | THICKNESS | SLOT | |
| N.S. | | | (inches) | (include each casing string, and note sections of screen) | | YPE | (inches) | (inches) | (inches) | |
| 2. DRILLING & CASING INFORMATION | 0 | 30 | 12.25° | 8.625° certa-lok | integral | bell Joint | 8.625" | .500 | | |
| 20 | 30 | 140 | 12,25° | 8.625" certa-lok | | | 8.625" | .500 | .032" | |
| | - | 140 12.25° 8.625° certa-lok integral bel | | Den Jonic | 0.023 | .500 | .032 | | | |
| R | | | | | | | | ļ | | |
| 2.0 | | | | - | | | | | | |
| | | | | | | | | | | |
| | | - | 1 | | | | | | | |
| | - | | | | | | | | - | |
| | <u> </u> | | | | | | | | | |
| | | | | | | | | | | |
| | Dror. | (Co. a. b. 4) | | | | | | | | |
| د | DEPTH (feet bgl) BORE HOLE | | BORE HOLE DIAM. (inches) | LIST ANNULAR SEAL MATERIAL AND GRAVEL PACK SIZE-RANGE BY INTERVAL | | 1 50 | AMOUNT (cubic feet) | METHO | | |
| RIAL | FROM | ТО | | | | | | PLACEMENT | | |
| E | • | 15 | 12.25" | portland cement | | | 6.2 | from surface | | |
| MA | 15 | 20 | | 2.25 ^u bentonite chips | | | 2.06 | | from surface | |
| A | 20 | 140 | 140 12.25° 3/8° pea gravel | | | | 49.53 from st | | 2 | |
| 5 | | | | | | | | | | |
| 3. ANNULAR MATE | | | | | | | | | | |
| e, | | | | | | | | | | |
| | | | | | | | | | | |
| FOR | OSE INTER | NAL USF | | | | WD.1/ | WELL BECODE & | LOC (Version DE/OS | /2012\ | |
| FOR OSE INTERNAL USE WR-20 WELL RECORD & LOG (Version 06/08/2012) FILE NUMBER 604422 POD NUMBER 1 TRN NUMBER 604422 | | | | | | | | | | |
| | | | | | 1 | | | 4422 | OF 2 | |
| LOCATION 225.27E.27,131 EXPL. PAGE 1 OF 2 | | | | | | | | | | |

NATE CROSSESS OFFICE & NORTHER AND STREET

| | FROM | (feet bgl) | THICKNESS (feet) | COLOR AND TYPE OF MATERIAL ENCOUNTERED INCLUDE WATER-BEARING CAVITIES OR FRACTURE ZONES (attach supplemental sheets to fully describe all units) | | ESTIMATED YIELD FOR WATER- BEARING | | |
|--|---|------------|---------------------|--|---|---|--|--|
| 1 | | | | | (,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | ZONES (gpm) | | |
| 1 | 0 | 55 | 55 | tan sand and clay | CYEN | | | |
| | 55 | 140 | 85 | dark brown gravel, clay and sands | (FY (N | 1 | | |
| | | | | | CYGN | | | |
| | | | | | CYCN | | | |
| | | | * | | CYCN | | | |
| 13 | | | 5 | | CYCN | | | |
| HYDROGEOLOGIC LOG OF WELL | | | | 9 | CYCN | | | |
| 0.0 | | | | * - | CYCN | | | |
| Š | | | | | CYCN | ¥ | | |
| CIC | | | i. | | CYCN | | | |
| 3 | | | | | CYCN | | | |
| GEC | | | | | CYCN | | | |
| DRO | | | | · · | CACN | | | |
| ΗŽ | | | | | CYCN | | | |
| 4 | | | | | CYCN | | | |
| | | | | | CYCN | | | |
| 3 | | | | | CACN | | | |
| , | | | | | CACN | | | |
| | | | | | CYCN | | | |
| | | | | | $C^{Y}C^{N}$ | * | | |
| | | | | | CYCN | | | |
| | METHOD USED TO ESTIMATE YIELD (| | | | OTAL ESTIMATED | nknown | | |
| | C AIR LIFT | (C B | AILER C | OTHER - SPECIFY: | WELL YIELD (gpm): U | IIKIJOWII | | |
| ž | WELL TEST TEST RESULTS - ATTACH A COPY OF DATA COLLECTED DURING WELL TESTING, INCLUDING DISCHARGE METHOD, START TIME, END TIME, AND A TABLE SHOWING DISCHARGE AND DRAWDOWN OVER THE TESTING PERIOD. | | | | | | | |
| VISI | MISCELLANEOUS INFORMATION: | | | | | | | |
| ER | | | | | | | | |
| RIG SUPERVISION | Minimal air-lift development was performed after well installation was complete. Owner is taking care of pump testing and equipping. | | | | | | | |
| TEST | PRINT NAME(S) OF DRILL RIG SUPERVISOR(S) THAT PROVIDED ONSITE SUPERVISION OF WELL CONSTRUCTION OTHER THAN LICENSEE: | | | | | | | |
| 5.1 | Don Ward | | | | | | | |
| TURE | THE UNDERSIGNED HEREBY CERTIFIES THAT, TO THE BEST OF HIS OR HER KNOWLEDGE AND BELIEF, THE FOREGOING IS A TRUE AND CORRECT RECORD OF THE ABOVE DESCRIBED HOLE AND THAT HE OR SHE WILL FILE THIS WELL RECORD WITH THE STATE ENGINEER AND THE PERMIT HOLDER WITHIN 20 DAYS AFTER COMPLETION OF WELL DRILLING: | | | | | | | |
| 6. SIGNATURE | fel 18 Stewart 5-10-17 | | | | | | | |
| SIGNATURE OF DRILLER / PRINT SIGNEE NAME | | | | | DATE | | | |
| FOE | OSE INTERN | AT TIPE | | IVD 40 Uppre | ECORD & LOC (V | | | |

| FOR OSE INTERNAL USE | | WR-20 WELL RECORD & LOG (Version 06/08/2012) |
|-------------------------|------------|--|
| FILE NUMBER C-4027 | POD NUMBER | TRN NUMBER |
| LOCATION 725.27E.27.131 | EXP | PAGE 2 OF 2 |

Chamberlin, Guy, OSE

From:

Mike Stapleton [mikeale2@gmail.com]

Sent:

Wednesday, December 06, 2017 3:08 PM

To: Subject: Chamberlin, Guy, OSE

Attachments:

Fwd: well logs Well Logs.pdf

Hi guy,

I plotted their GPS numbers and it still shows at the corner of the water pond. C-4027 is the second well log, Thanks,

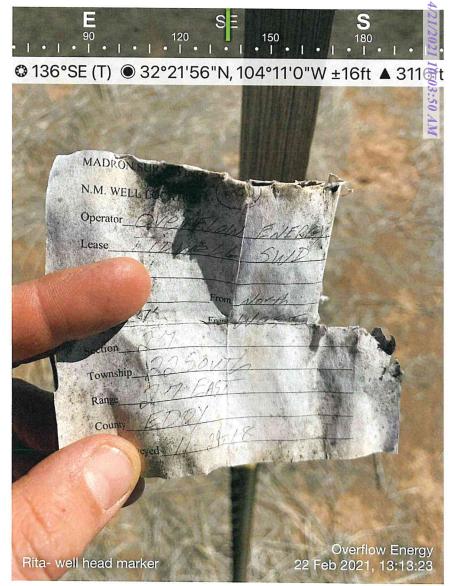
Mike

Mstapleton, LLC Water Resource Specialist 1805 Mountain Shadow Dr. Carlsbad, NM 88220

CONFIDENTIALITY NOTE:

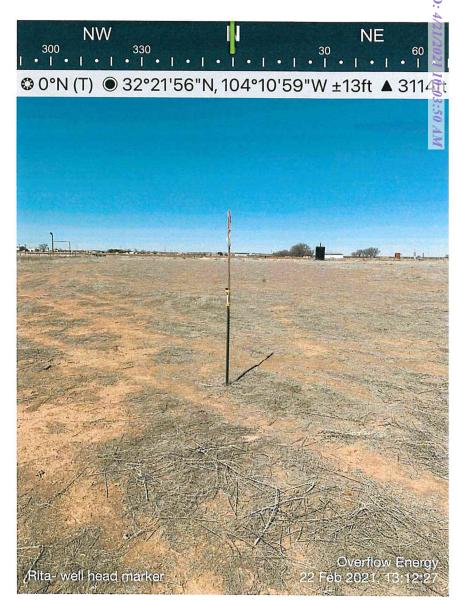
This e-mail and any attachments are confidential and may be protected by legal privilege. If you are not the intended recipient, be aware that any disclosure, copying, distribution or use of this e-mail or any attachment is prohibited. if you have received this e-mail in error, please notify us immediately by returning it to the sender and delete this copy from your system. Thank you for your cooperation

2007 DEC -6 PM 4: 37

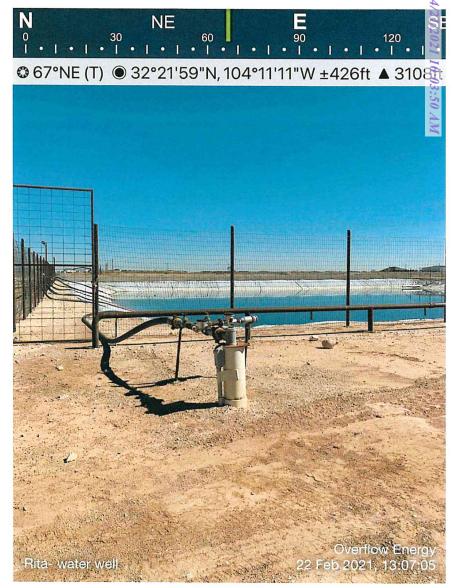


Rita Recycling Facility Application

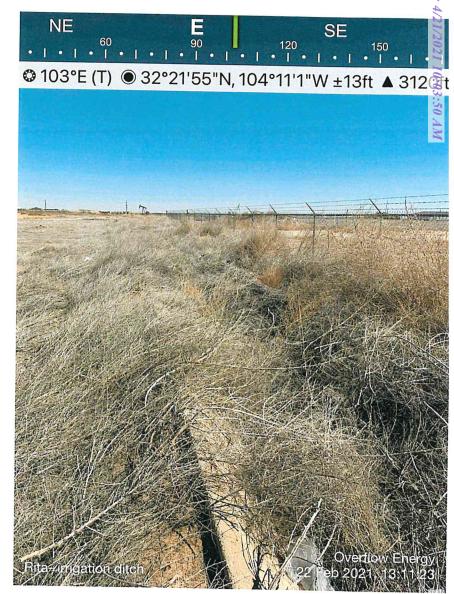
Rita well head survey marker



Near by water well C04027/C04043



Near by drainage outside the 500ft



2RF - 160

Rita Reclamation Facility-ROTF Facility. Conditions of Approval

OVERFLOW ENERGY, LLC [292641]

April 21, 2021

Venegas, Victoria, EMNRD

From: Venegas, Victoria, EMNRD

Sent: Wednesday, April 21, 2021 1:39 PM

To: lhearon@oeswd.com; evalenzuela@oeswd.com

Subject: 2RF-160 - Rita Reclamation Facility

2RF-160 - Rita Reclamation Facility

NMOCD has reviewed the 2RF-160 - Rita Reclamation Facility registration submitted by OVERFLOW ENERGY, LLC [292641] on March 23, 2021. The registration is approved with the following conditions of approval:

- The 2RF-160 Rita Reclamation Facility registration expires on March 23, 2026.
- OVERFLOW ENERGY, LLC [292641] will continue to operate, maintain, and close the 2RF-160 Rita Reclamation
 Facility in compliance with 19.15.34 NMAC, to include but not limited detailed inspection records, removal of
 trash/oil from containment, and monthly C-148 reporting (even if there is zero activity).

Please keep a copy of this electronic communication for your files, as no paper copy of the approval will be delivered. A copy of this electronic communication will be saved in 2RF-160 - Rita Reclamation Facility electronic file on OCD Imaging at

https://ocdimage.emnrd.state.nm.us/imaging/AEOrderFileView.aspx?appNo=pVV2111136539

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

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 24945

CONDITIONS OF APPROVAL

| Operator: | | | OGRID: | Action Number: | Action Type: |
|----------------------|--------------|-----------------|--------|----------------|--------------|
| OVERFLOW ENERGY, LLC | P.O. Box 354 | Booker, TX79005 | 292641 | 24945 | C-147S |

| OCD Reviewer | Condition |
|--------------|-----------|
| vvenegas | None |