1RF-467 - Facility Number [fVV2112550030]

Pintail Above-Ground Storage Tank. C-147/Conditions of Approval

SOLARIS WATER
MIDSTREAM, LLC [371643]
May 05, 2021

Venegas, Victoria, EMNRD

From: Venegas, Victoria, EMNRD

Sent: Wednesday, May 5, 2021 3:17 PM

To: Teena Robbins; Michael Incerto; Sanchez, Daniel J., EMNRD

Cc: Randall Hicks; Enviro, OCD, EMNRD

Subject: 1RF-467 - Pintail Above-Ground Storage Tank - Facility Number [fVV2112550030].

1RF-467 - Pintail Above-Ground Storage Tank - Facility Number [fVV2112550030]. Conditions of Approval.

Mr. Incerto.

NMOCD has reviewed the recycling containment permit application and related documents, submitted by [371643] SOLARIS WATER MIDSTREAM, LLC on April 5, 2021 for the proposed Pintail Above-Ground Storage Tank at Unit Letter H, Section 09, Township 26S, Range 32E in Lea County, New Mexico. The application has been assigned the OCD Administrative Order number 1RF-467 - Facility Number [fVV2112550030]

[371643] SOLARIS WATER MIDSTREAM, LLC requested variances from 19.15.34 NMAC for the proposed Pintail Above-Ground Storage Tank related to 19.15.34. NMAC

The following variances have been approved.

- The variance to 19.15.34.14 NMAC Table I for the use of alternate analytical method 8015/8015M for total petroleum hydrocarbons (TPH) is approved.
- The variance to 19.15.34.14 NMAC Table I for the use of alternate analytical method EPA 300.0 or SM4500 for the
 analysis of chloride is approved.
- The variance to 19.15.34.12.A (2) NMAC for the no side-slope requirement for the AST containment with vertical walls is approved.
- The variance to 19.15.34.12.A (3) NMAC for the liners to be anchored to the top of the AST steel walls with clips and no anchor trenches is approved.
- The variance to 19.15.34.12 A (4) NMAC for the installation on the AST containment of a 40-mil non-reinforced LLDPE primary liner and a 30-mil non-reinforced LLDPE secondary liner with a 200-mil geogrid drainage layer is approved.
- The variance to 19.15.34.12 A (4) NMAC for the installation on the AST containment of a 40-mil non-reinforced LLDPE primary liner and a 40-mil non-reinforced LLDPE secondary liner with a 200-mil geogrid drainage layer is approved.

The following variance has been denied.

• The variance to 19.15.34.13 B (2) NMAC for a 2-feet freeboard has been denied. The AST containment must operate with the 3-feet freeboard as specified by rule.

The form C-147 and related documents for the proposed Pintail Above-Ground Storage Tank is approved with the following conditions of conditions of approval:

- [371643] SOLARIS WATER MIDSTREAM, LLC shall construct, operate, maintain, close, and reclaim the Pintail Above-Ground Storage Tank in compliance with 19.15.34 NMAC.
- The Pintail Above-Ground Storage Tank is approved for five years of operation from the date of permit application. Pintail Above-Ground Storage Tank & In-Ground Containment permit expires on April 5, 2026. If [371643] SOLARIS WATER MIDSTREAM, LLC wishes to extend operations past five years, an annual permit extension request must be submitted using an OCD form C-147 through the OCD Online system by March 5, 2026.
- [371643] SOLARIS WATER MIDSTREAM cannot receive produced water in the Pintail Above-Ground Storage Tank until after the original copy of the financial assurance has been accepted by OCD.

- Per Rule 19.15.34.15.A.(1) operators without existing financial assurance pursuant to 19.15.8 NMAC shall furnish financial assurance acceptable to the division in the amount of the recycling containment's estimated closure cost. The total closure cost estimate for Pintail Above-Ground Storage consisting of one (1) AST in Unit Letter H, Section 09, T-26S, R-32E, in Lea County, New Mexico in the amount of \$49,500, satisfies the requirements of NMAC 19.15.34.15.A.(1).
- The financial assurance bond should be mailed to the Oil Conservation Division; ATTN: Eva Mathes, Bonding and Compliance; 1220 South St Frances Drive; Santa Fe, NM 87505. OCD will notify you when the bond has been received and approved.
- [371643] SOLARIS WATER MIDSTREAM shall notify OCD when construction of the Pintail Above-Ground Storage Tank commences.
- [371643] SOLARIS WATER MIDSTREAM shall notify OCD when recycling operations commence and cease at the Pintail Above-Ground Storage Tank.
- A minimum of 3-feet freeboard must be maintained in the AST recycling containment, at all times during operations.
- If less than 20% of the total fluid capacity is utilized every six months, beginning from the first withdrawal, operation of the facility is considered ceased and notification of cessation of operations should be sent electronically to <a href="https://occ.ic.en/o
- [371643] SOLARIS WATER MIDSTREAM, LLC shall submit monthly reports of recycling and reuse of produced water drilling fluids, and liquid oil field waste on OCD form C-148 through OCD Online even if there is zero activity.
- [371643] SOLARIS WATER MIDSTREAM, LLC shall comply with 19.15.29 NMAC Releases in the event of any release of produced water or other oil field wastes at 1RF-467 Pintail Above-Ground Storage Tank Facility Number [fVV2112550030].

Please reference number 1RF-467 - Pintail Above-Ground Storage Tank Facility Number [fVV2112550030] in all future communications.

Regards,

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/



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 and/or Recycling Containment Type of Facility: Recycling Facility Recycling Containment*

Type of action: Permit Registration Modification Extension					
Closure Other (explain)					
At the time C-147 is submitted to the division for a Recycling Containment, a copy shall be provided to the surface owner.					
e 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 for does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.	t.				
Operator: Solaris Midstream LLC OGRID #: 371643					
Address: 9811 Katy Freeway, Suite 900, Houston, TX, 77024	_				
Facility or well name (include API# if associated with a well): Pintail Above-Ground Storage Tank					
OCD Permit Number:(For new facilities the permit number will be assigned by the district office) Unit Letter H. VV. 05/05/2021 U/L or Qtr/Qtr: G Section: 9 Township: 26S Range: 32E County: Lea					
Surface Owner: 🛮 Federal 🗌 State 🔲 Private 🔲 Tribal Trust or Indian Allotment					
2.					
☐ Recycling Facility:					
Location of (if applicable): Latitude: 32.06103 N Longitude: 103.67500 W approximately (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:					
Annual Extension after initial 5 years (attach summary of monthly leak detection inspections for previous year)					
Center of Recycling Containment (if applicable) Latitude: 32.06103 N Longitude: 103.67500 W approx. (NAD83)					
For multiple or additional recycling containments, attach design and location information of each containment					
☐ Liner type: Thickness See Attachment Plate 1 ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other					
Eller type. Thekness See Attachment Flate 1					
String-Reinforced					

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 operated by the owners of the containment.) Bonding in accordance with 19.15.34.15(A)(1). Amount of bond \$_\$33,500 bonding amounts are approved The closure cost estimate in the application for the Pintail Above-Ground Storage Tank AST is \$ 49 05/05/2021 Attach closure cost estimate and documentation on how the closure cost was calculated. (See Transmittal Letter)	mence until
Fencing: ☐ Four-foot height, four strands of barbed wire evenly spaced between one and four feet ☐ Alternate. Please specify:	
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	
Variances: Justifications and/or demonstrations that the proposed variance will afford reasonable protection against contamination of fresh water, h 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 request 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. See Volume 2 for Variances	
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 examples of the siting attachment source material are provided below under each criteria.	ation. Potential
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 FIGURES 1-2	☐ 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. - Written confirmation or verification from the municipality; written approval obtained from the municipality FIGURE 3	☐ Yes ☒ No ☐ NA
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Minerals Division FIGURE 4	☐ Yes ⊠ No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; topographic map FIGURE 5	☐ Yes ⊠ No
Within a 100-year floodplain. FEMA map FIGURE 6	☐ 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). - Topographic map; visual inspection (certification) of the proposed site FIGURE 7	☐ Yes ☒ No
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; aerial photo; satellite image FIGURE 8	☐ Yes ⊠ No
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. FIGURES 1 and 7 - NM Office of the State Engineer - iWATERS database search; visual inspection (certification) of the proposed site	☐ Yes ☒ No
Within 500 feet of a wetland. FIGURE 9 - US Fish and Wildlife Wetland Identification map; topographic map; visual inspection (certification) of the proposed site	☐ Yes ⊠ No

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 requirement ☑ 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 ow 	
10.	
Operator Application Certification: I hereby certify that the information and attachments submitted with this applic	cation are true, accurate and complete to the best of my knowledge and belief.
Name (Print): Bradley Todd Carpenter	
Signature: Tool Compenter	Date:4/2/2021
e-mail addresstodd.carpenter@solarismidstream.com	Telephone:
OCD Representative Signature: Victoria Venegas	Approval Date: 05/05/2021
Title: Environmental Specialist	OCD Permit Number: 1RF-467

Facility Number: [fVV2112550030]

OCD Conditions
Additional OCD Conditions on Attachment

<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 27063

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
SOLARIS WATER MIDSTREAM, LLC	907 Tradewinds Blvd, Suite B	Midland, TX79706	371643	27063	C-147L

OCD Reviewer	Condition
vvenegas	None