

New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

John H. Bemis
Cabinet Secretary-Designate

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey
Division Director
Oil Conservation Division



JUNE 22, 2011

Mr. Keith Warren
DCP Midstream
1625 West Marland
Hobbs, New Mexico 88240

Dear Mr. Warren:

Based on your responses given in the "Oil & Gas Facilities Questionnaire for Determination of a WQCC Discharge Permit", the Oil Conservation Division (OCD) has determined that three of your facilities do not require a Water Quality Control Commission (WQCC) Discharge Permit. This means that the WQCC Discharge Permits GW-015 (Linam Ranch GP), GW-237 (Pecos Diamond GP), GW-176 (Bootleg CS) are hereby rescinded and you are not required to proceed with the renewal of these WQCC Discharge Permits. OCD will close these permits in its database.

Because your WQCC Discharge Permits are no longer valid, you may be required to obtain a separate permit(s) for other processes at your facility, such as: pits, ponds, impoundments, below-grade tanks; waste treatment, storage and disposal operations; and landfarms and landfills. OCD will make an inspection of your facility to determine if any of these existing processes may require a separate permit under OCD's Oil, Gas, and Geothermal regulations. If OCD determines that a separate permit(s) is required, then a letter will be sent to you indicating what type of permit is required.

Please keep in mind, if your facility has any discharges that would require a WQCC Discharge Permit now or in the future, then you will be required to renew or obtain a WQCC Discharge Permit.

If you have any questions regarding this matter, please contact Glenn von Gonten at 505-476-3488.

Thank you for your cooperation.

A handwritten signature in black ink, appearing to read "Jami Bailey", is written over a horizontal line.

Jami Bailey
Director

BEFORE THE OIL CONSERVATION
COMMISSION

Santa Fe, New Mexico

Case No. 13589 Exhibit No. 2

Submitted by:

DCP MIDSTREAM, LP

Hearing Date: July 14, 2011

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