## NM OIL CONSERVATION

ARTESIA DISTRICT

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

> Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

AUG 3 1 2017

Form C-129 Revised August 1, 2011

RECESTATED one copy to appropriate District Office

NFO Permit No. \_\_\_\_\_\_(For Division Use Only)

## APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

A.	Applicant Devon Energy Production Company, LP,				
	whose address is333 West Sheridan Avenue, OKC, OK 73102,				
	hereby requests an exception to Rule 19.15.1	8.12 fordays or until			
	, Yr20 <u>17</u>	, for the following described tank battery (or LACT):			
	Name of Lease	Name of Pool (98199) Parkway; Bone Spring, West			
	Location of Battery: Unit Letter <u>D</u> Sectio	n <u>20</u> Township <u>19S</u> Range <u>29E</u>			
	Number of wells producing into battery wells —Diamond PWU 22 — 1H (30-015-38334), 2H (30-015-38475), 3H (30-015-39372), 4H (30-015-40036) 5H (30-015-40822), 6H (30-015-41008), 7H (30-015-41007), 8H (30-015-41014), 11H(30-015-42809),				
В.	Based upon oil production ofbarrels per day, the estimated * volume				
	of gas to be flared isMCF; Valueper day.				
C.	Name and location of nearest gas gathering facility: <u>Currently tied into DCP Midstream</u>				
D.	Distance Estimated c	cost of connection			
E.	This exception is requested for the following reasons: <u>Devon requesting flare due to DCP maintenance</u> curtailment. We are requesting an extension from 09.05.17 to 09.19.17				
OPERATOR I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.		OIL CONSERVATION DIVISION			
		Approved Until Alpt. 30, 2017			
Signature 5	ru Workman	By Amalia Bustamante			
Printed Name & Title Erin Workman, Regulatory Compliance Prof.		Title Business Operations Specialist-O			
		Date <b>Date:</b> 9/1/17			
E-mail Address <u>Erin.workman@dvn.com</u>		PLEASE REFER TO ATTACHED			
Date 08.31.1	7 Telephone No. (405) 552-7970	CONDITIONS OF APPROVAL			
Gas. Oil ratio test may be required to verify estimated gas volume					

<sup>\*</sup> Gas-Oil ratio test may be required to verify estimated gas volume.

## NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICE 811 SOUTH FIRST STREET ARTESIA, NM 88210 (575)748-1283

### CONDITIONS OF APPROVAL for FLARING or VENTING GAS

- 1. Venting gas is absolutely not allowed.
- 2. Prior to flaring gas, C-129 must be filed & approved. Blanket approval cannot be given for this operation.
- **3.** Flared volumes of gas are to be metered & reported.
- **4.** Flares WILL be manned at all times. Brush should be cut down to 1 or 2 inches around flare stack at least a radial distance of 2 times the height of the flare stack.
- 5. Flares WILL NOT be left unattended.
- **6.** No flaring operations to be conducted during red-flag days. <a href="http://www.gacc.nifc.gov/swcc">http://www.gacc.nifc.gov/swcc</a> (go to "Predictive Services" on SWCC website) to check for red flag warnings.
- 7. Follow safe practices for flaring guidelines.
- **8.** Permit may be rescinded at any time by NMOCD.
- **9.** If well is able to be connected to a gas gathering system, it will be done so as soon as possible.
- 10. Flaring of gas is prohibited. The State Forester grants an exception to the prohibition on open fires for the flaring of natural gas when the following conditions are met. Unless flaring is needed for safety purposes, flaring pursuant to this exception shall not be done on days that are "red flag days" as determined by the National Weather Service or on days when the sustained wind is in excess of 25 miles per hour in the area.
- 11.1. The day is not a "red flag day" as determined by the National Weather Service and the sustained wind is not in excess of 25 miles per hour in the area.
- 12.2. The local fire department and county dispatch are notified at least 24 hours in advance of anticipated releases that will result in flaring. If flaring is done by an automated system then the schedule of flaring shall be provided to the local fire department and county dispatch. The area is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of one and one half times the height of the stack.
- 13.3. At least one adult is on site with communications equipment adequate to reach county dispatch and the local fire department in the event of a fire. The individual should also be equipped with a shovel and a water backpack pump or other equipment to deliver water to suppress a fire
- 14.4. If flaring is to take place at an unmanned facility, then the area around the flare stack is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of three times the height of the stack.

Your initials here

DATE: 91117

# State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary

Tony Delfin Deputy Cabinet Secretary David Catanach
Division Director
Oil Conservation Division



FOR IMMEDIATE RELEASE

Contact: Jim Winchester (505)231-8800 E-Mail: jim.winchester@state.nm.us

## Notice to Oil and Gas Facilities and Operators Flaring Gas in New Mexico

SANTA FE, NM – The Oil Conservation Division (OCD) encourages all oil and gas facilities with flare stacks and well operators that are flaring gas to upgrade their *Fire Awareness Programs* this year. New Mexico State Forestry reports that 460 fires have burned 25,475 acres on state and private land in calendar year 2012.

Forecasts remain dismal this spring with fewer chances for normal precipitation, particularly in southwestern New Mexico and southeastern Arizona. Temperatures could also be higher than normal.

Open flames and gas flares should be monitored carefully and oil and gas operators should create a defensible space to help prevent wildfires. Defensible Space is the area around a structure where combustible vegetation that can spread fire has been cleared, reduced or replaced. This space acts as a barrier between a structure and an advancing wildfire.

During the course of the upcoming fire season, it may become necessary for New Mexico State Forestry to issue fire restriction on State and private land. Log on to <a href="www.nmforestry.com">www.nmforestry.com</a> for updates or call your local district office.

New Mexico State Forestry offers the following guidelines for establishing effective defensible space:

- Create a "Lean, Clean and Green" firebreak area by removing flammable vegetation and growth
  within 30 feet of each structure. Single trees and shrubs may be retained if they are well
  spaced, pruned and placed so they avoid the spread of fire. Maintain an irrigation system for
  any vegetation near structures.
- · Keep grass and weeds mowed.
- Prune lower tree limbs to at least 6 feet up to 15 feet (or lower 1/3 of branches on smaller trees).
- Remove vegetation and debris around propane tanks.

For the latest fire weather information please visit USDA Forest Service website: http://activefiremaps.fs.fed.us/current.php

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The Energy, Minerals and Natural Resources Department provides resource protection and renewable energy resource development services to the public and other state agencies.

# State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin
Cabinet Secretary

Tony Delfin Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



#### NOTICE TO OPERATORS

The Oil Conservation Division ("OCD") has been tasked to study flaring and develop a gas capture plan by the end of the year with the ultimate goal to reduce natural gas emissions.

Current OCD reporting has no specific method to differentiate flared and vented volumes reported on C-115 reports. This prevents the OCD from having quantifiable flaring data per Rule 19.15.18.12.F NMAC.

Therefore, to collect flaring volumes and differentiate actual vented volumes going forward, NMOCD will implement a new "Non-Transported Disposition" Code (for gas) to be reported on the C-115 reports. The new code will be "F" for Flared. The new code "F" is to be used to report the volume of gas that is flared on a well basis, or total volume if flared at a common battery or gathering system and reported under one point of disposition. Operators must report vented and flared volumes separately to their respective "Non Transported Disposition" code ("V" for vented and "F" for flared).

The change will become effective for the November 2015 production month with reporting due by January 15, 2016.

The NMOCD will be conducting operator outreach training sessions in the Southeast and Northwest to provide information and answer questions regarding the process.

Meeting notices will be posted on NMOCD website at: http://www.emnrd.state.nm.us/OCD/announcements.html

The C-115 instructions are available on NMOCD website at: <a href="http://www.emnrd.state.nm.us/OCD/documents/eC115\_FullInstructions.pdf">http://www.emnrd.state.nm.us/OCD/documents/eC115\_FullInstructions.pdf</a>

### **RULES**

### 19.15.7.24 OPERATOR'S MONTHLY REPORT (Form C-115):

A. An operator shall file a form C-115 for each non-plugged well completion for which the division has approved a form C-104 and for each secondary or other enhanced recovery project or pressure maintenance project injection well or other injection well within the state, setting forth complete information and data indicated on the forms in the order, format and style the director prescribes. The operator shall estimate oil production from wells producing into common storage as accurately as possible on the basis of periodic tests.

#### 19.15.18.12 CASINGHEAD GAS:

F. Pending connection of a well to a gas-gathering facility, or when a well has been excepted from the provisions of Subsection A of 19.15.18.12 NMAC, the operator shall burn all gas produced and not used, and report the estimated volume on form C-115.

Thank you for your assistance in this matter. If you have any questions please contact the appropriate OCD District Office.

Sincerely,

David R. Catanach

Director, Oil Conservation Division

Submit 1 Copy 10 Appropriate District Office	State of New Mexico		Form C-103		
District I – (575) 393-6161	Energy, Minerals and Natur	ral Resources	Revised August 1, 2011		
1625 N. French Dr., Hobbs, NM 88240			API NO.		
District II – (575) 748-1283 811 S. First St. Artesia, NM 88210 OIL CONSERVATION DIVISION			30-015-38334 ate Type of Lease		
District III – (505) 334-6178	11 0. 1 110. 01., 1 11. 00210				
1000 Rio Brazos Rd., Aztec, NM 87410	ec NM 87410		TATE FEE		
<u>District IV</u> – (505) 476-3460	Santa Fe, NM 87	6. State	Oil & Gas Lease No.		
1220 S. St. Francis Dr., Santa Fe, NM 87505		Ì			
	CES AND REPORTS ON WELLS	7. Lease	Name or Unit Agreement Name		
(DO NOT USE THIS FORM FOR PROPOS			Diamond PWU 22		
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH			Number		
PROPOSALS.)			1H		
)	Gas Well Other	0.000			
2. Name of Operator	I D	9. OGR	ID Number		
Devon Energy Production Compan	у, L.Р.	10 Page	name or Wildcat		
3. Address of Operator					
333 W. Sheridan Avenue, Oklahor	na City, Oklanoma 73102 (403)	552-7970 55	5510 Scanlon Draw; Bone Spring		
4. Well Location					
Unit Letter D: 575	feet from the North line and 3	330 feet from the Wes	t line		
Section 22 Townshi	p 19S Range 29E	NM	PM Eddy, County New Mexico		
	11. Elevation (Show whether DR,				
	3331.2′	, , , ,			
12 Check A	Appropriate Box to Indicate Na	ature of Notice Pepart of	r Other Data		
12. CHECK F	appropriate box to indicate in	ature of Monee, Report o	1 Other Data		
NOTICE OF IN	TENTION TO:	SUBSEQUE	NT REPORT OF:		
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK	☐ ALTERING CASING ☐		
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING OP	<del></del>		
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMENT JOB			
DOWNHOLE COMMINGLE		5/15/11/G/52/11/2/11 00B			
DOWNINGEE COMMINGEE					
OTHER: Flare Permit	$\boxtimes$	OTHER:			
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date					
of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of					
proposed completion or rec	ompletion.				
	T TO COM	1.6 61	C 4 D' 1 DIJI 20 411		
Devon Energy Production C	Company, LP respectfully requests a	in approval for a flare permit	for the Diamond PWU 22 IH		
DCP's maintenance curtails	14 for this extension to begin on 09	.05.17 through 09.19.17. Fia	re request necessary due to		
DCP's maintenance curtain	nent.				
Following wells will contri	bute to the total Flare Volume: Bo	OPD 362 MCFPD 7451			
Diamond PWU 1H (30-015-383)					
Diamond PWU 2H (30-015-384					
Diamond PWU 3H (30-015-393			NM OIL CONSERVATION		
Diamond PWU 4H (30-015-400		(30-015-42809)	ARTESIA DISTRICT		
Diamond PWU 5H (30-015-408)	22)		AUG 3 1 2017		
Attachment: C-129			AUU 3 1 2017		
Attachment. C-12)					
Thank you!			RECEIVED		
2					
I hereby certify that the information above is true and complete to the best of my knowledge and belief.					
Thoroby certary that the information	200 to 13 true and complete to the be	of of my knowledge and bene			
4.1.9	· lena				
SIGNATURE Fru W	numer	otomi Commiliana D. C	reignal DAME, GUOLINGE		
SIGNATURE V	TITLE_Regul	atory Compliance Profes	ssionai DATE_04/04/2017		
		T · · · · ·			
Type or print nameErin Work	man E-mail address: _	<u>Erin.workman@dvn.con</u>	PHONE: (405) 552-7970		
For State Use Only					
APPROVED RY:	TITI F		DATE		
AFFRUVED BT	1111 H		UAIC		

Conditions of Approval (if any):