## Initial

# Application

## Part I

Received: <u>07/16/2019</u>

This application is placed in file for record. It MAY or MAY NOT have been reviewed to be determined Administratively Complete

07/16/2019	REVIEWER:	TYPE: SWD	<sup>APP NO:</sup> pMAM1919747382

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CON - Geological & Engin 1220 South St. Francis Drive	neering Bureau – (()
ADMINISTRATIVE APPI	LICATION CHECKLIST
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVI REGULATIONS WHICH REQUIRE PROCESSIN	'E APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND
Applicant: Solaris Water Midstream, LLC	OGRID Number: 371643
Well Name: Alligator State SWD #1	API: 30-015-xxxxx
Pool: Proposed; SWD; Devonian- Fusselman	Pool Code: 97869
	REQUIRED TO PROCESS THE TYPE OF APPLICATION ED BELOW
1) TYPE OF APPLICATION: Check those which apply A. Location – Spacing Unit – Simultaneous Dec  NSL NSP (PROJECT AREA)	y for [A] SWD-2192 dication SNSP (PRORATION UNIT)
B. Check one only for [1] or [1]  [1] Commingling – Storage – Measuremen  DHC   CTB   PLC   PC  [11] Injection – Disposal – Pressure Increase   WFX   PMX   SWD   IPI  2) NOTIFICATION REQUIRED TO: Check those which  A. Offset operators or lease holders  B. Royalty, overriding royalty owners, reverence.  Application requires published notice  D. Notification and/or concurrent approve  E. Notification and/or concurrent approve  F. Surface owner  G. For all of the above, proof of notification  H. No notice required  3) CERTIFICATION: I hereby certify that the information and that no action will be taken on this concurrent approval is accurate and complete that the information administrative approval is accurate and complete that the information administrative approval is accurate and complete that the information will be taken on this concurrent approval is accurate and complete that the information will be taken on this concurrent approval is accurate and complete that the information will be taken on this concurrent approval is accurate and complete that the information will be taken on this concurrent approval is accurate and complete that the information will be taken on this concurrent approval is accurate and complete that the information will be taken on this concurrent approval is accurate and complete that the information will be taken on this concurrent approval is accurate and complete that the information will be taken on this concurrent approval is accurate and complete that the information will be taken on this concurrent approval is accurate and complete that the information will be taken on this concurrent approval is accurate and complete that the information will be taken on this concurrent approval is accurate and complete the concurrent approval is accura	E-Enhanced Oil Recovery  EOR PPR  FOR OCD ONLY  Notice Complete  Application  Content  Complete  On or publication is attached, and/or,  attion submitted with this application for lete to the best of my knowledge. I also
notifications are submitted to the Division.	vidual with managerial and/or supervisory capacity.
Note: Statement must be completed by an indiv	addition manageman analysi soperitions supersist.
WII Second Market	07/03/19 Date
Whitney McKee Print or Type Name	432-203-9020
What Bright Signature	whitney mckee@solarismidstream.com e-mail Falldress

#### Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

FORM C-108 Revised June 10, 2003

#### APPLICATION FOR AUTHORIZATION TO INJECT

1.	PURPOSE: Secondary Recovery Pressure Maintenance XX Disposal  Storage Application qualifies for administrative approval? Yes No
II.	OPERATOR:Solaris Water Midstream, LLC
	ADDRESS:70701 Tradewinds Blvd., Suite C Midland, Tx 797066
	CONTACT PARTY:Whitney McKeePHONE:432-203-9020;9005
III.	WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection.  Additional sheets may be attached if necessary.
IV.	Is this an expansion of an existing project? Yes XNo  If yes, give the Division order number authorizing the project:No
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review. See Addendum
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail. See Addendum
VII.	Attach data on the proposed operation, including:
	<ol> <li>Proposed average and maximum daily rate and volume of fluids to be injected;</li> <li>Whether the system is open or closed;</li> <li>Proposed average and maximum injection pressure;</li> <li>Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,</li> <li>If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.). See Addendum</li> </ol>
VIII.	VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth.  Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
IX.	Describe the proposed stimulation program, if any. Stimulations program- A conventional acid job may be performed to clean and the formation.
*X.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted). logs will be filed with OCD
*XI.	Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
XII.	Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water. See Addendum
XIII.	Applicants must complete the "Proof of Notice" section on the reverse side of this form. "Proof of Notice" Portion has been completed and attached. All parties have been notified
XIV.	Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and
	belief.
	NAME:Whitney McKeeTITLE: Regulatory Specialist Solaris Water Midstream, LLC SIGNATURE:DATE:73/2019
XV.	E-MAIL ADDRESS:whitney.mckee@solarismidstream.com_ If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal:

#### III. WELL DATA See Addendum

- A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:
  - (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
  - (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
  - (3) A description of the tubing to be used including its size, lining material, and setting depth.
  - (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

- B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.
  - (1) The name of the injection formation and, if applicable, the field or pool name.
  - (2) The injection interval and whether it is perforated or open-hole.
  - (3) State if the well was drilled for injection or, if not, the original purpose of the well.
  - (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
  - (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

#### C. PROOF OF NOTICE See Addendum

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location. Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,
- (4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days.

NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.

#### INJECTION WELL DATA SHEET

OPERATOR:	Solaris Water Mid	stream, LLC			
WELL NAME &	NUMBER:Alligator State SV	WD_#1			
WELL LOCATION:	530' FSL & 250 'FWL FOOTAGE LOCATION	M_ UNIT LETTER	S: 36 SECTION	T:23S TOWNSHIP	R:32E RANGE
WELLBORE SCHEMATIC			<u>WELL C</u> Surface	ONSTRUCTION DAY Casing	<u>TA</u>
		Hole Size:	18.125"	Casing Size:	16"
		Cemented with:3	3,297 sx.	or	ft <sup>3</sup>
		Top of Cement:SU	JRFACE	Method Determine	ed:CIRCULATE
			<u>Intermedia</u>	ate Casing	
		Hole Size:14.7	75" and 12.25"_	Casing Size:_13.3°	75" and 9.625" <i>or</i>
		Cemented with: 3,11	1and 3,108 sx.		ft <sup>3</sup>
		Top of Cement:	SURFACE	Method Determine	ed: _CIRCULATE
			Production	n Casing	
		Hole Size:	8.5"	Casing Size:	7.625" <i>or</i>
		Cemented with:2	203sx.		ft <sup>3</sup>
		Top of Cement:	_12,855	Method Determine	ed: _CBL
		Total Depth:	Liner @ 17,730'	& TD@ 18980	
			Injection	<u>Interval</u>	
		6.5 Ho	ole Size 17,730 <u>to 1</u>	8,980 feet	
			Open Hole;		

## INJECTION WELL DATA SHEET

Tub	oing Size:4.5" Lining Material: Douline Glassbore
Тур	e of Packer:Nickel plated double grip retrievable
Pac	ker Setting Depth:approx= 17,680
Oth	er Type of Tubing/Casing Seal (if applicable):
	Additional Data
1.	Is this a new well drilled for injection?XYesNo
	If no, for what purpose was the well originally drilled?
2.	Name of the Injection Formation:Devonian and Fusselman
3.	Name of Field or Pool (if applicable):SWD; Devonian
4.	Has the well ever been perforated in any other zone(s)? List all such perforated
	intervals and give plugging detail, i.e. sacks of cement or plug(s) usedNo
5.	Give the name and depths of any oil or gas zones underlying or overlying the proposed injection
	zone in this area:Over: Bell Canyon (5,000'), Cherry Canyon (6,150'), Brushy Canyon
	(7,275'), 1st BS Sand (9,900'), 2nd BS Sand (10,850'), 3rd BS Sand (11,900'), Wolfcamp
	(12,275'), Strawn (14,100'), Atoka (14,350'), Morrow (14,900')
	Under:NONE



July 3rd, 2019

New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Attn: Ms. Adrianne Sandoval, Director

Re: Application of Solaris Water Midstream, LLC to drill and permit for saltwater disposal The Alligator State SWD Well #1, to be located in Section 36, Township 23 South, Range 32 East, NMPM, Lea County, New Mexico.

Dear Ms. Sandoval,

Please find the enclosed form C-108 Application for Authority to Inject, supporting the above-referenced request for saltwater disposal. The well will be operated as a commercial endeavor offering operators in the area additional options for produced water disposal.

Solaris Water Midstream is a major provider of saltwater disposal services to operators in southeast New Mexico and seeks to optimize efficiency, both economically and operationally, of all its operations. Approval of this application is consistent with that goal as well as the NMOCD's mission of preventing waste and protection of correlative rights.

I would point out that this application for a proposed Devonian SWD interval is part of a larger produced water recycling facility. A published legal notice will run this week in the Hobbs News Sun and all offset operators and other interested parties have been notified individually. The legal notice affidavit will be forwarded upon receipt. This application also includes a wellbore schematic, area of review maps, affected party plat and other required information for a complete Form C-108. The well is located on State Trust Land and minerals. There are state lands & minerals and private minerals within the one-mile radius notice area; the State Land Office and offset operators have been notified of this application.

I respectfully request that the approval of this salt water disposal well proceed swiftly and if you or your staff requires additional information or has any questions, please do not hesitate to call or email me.

Thank you,

Whitney McKee

Solaris Water Midstream, LLC

Regulatory Specialist

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 DISTRICT II 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 DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

#### State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

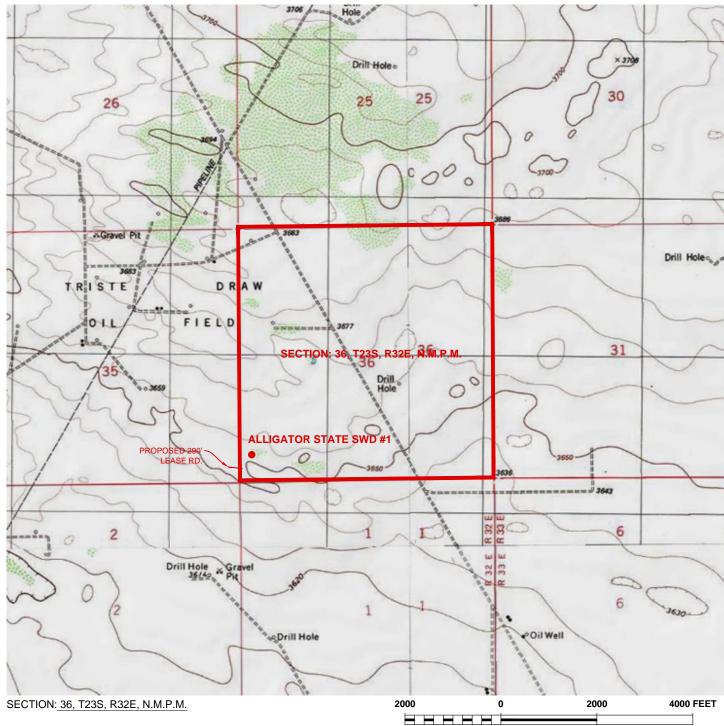
019 9:31 AM

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

A	PI Number			97869		SWD; DEVONIAN			
Property Co	ode	Property Name ALLIGATOR STATE SWD				Well Number #1			
ogrid n 37164			Operator Name SOLARIS WATER MIDSTREAM, LLC 3627'						
					Surface Locat	ion			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	36	23S	32E		530	SOUTH	250	WEST	LEA
			Botte	om Hole L	ocation If Diffe	erent From Surfac	ce		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres 5.51	Joint or	Infill	Consolidated Coo	le Order	No.	1	1	1	1

No allowa division.	able will be assigned	to this completion until all interests h	nave been consolidated	d or a non-	-standard unit has been approved by the
26	NW CORNER LAT.: = 32.2684331°N LON.: = -103.6368749°W		NE CORNER LAT.: = 32.2684924°N LON.: = -103.6197488°W <b>25</b>	30	OPERATOR CERTIFICATION  I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization
35	36		36		OPERATOR CERTIFICATION  I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.
		- — — — —   	+     		Signature   Date   Final Address   Signature   Date   Final Address   Signature   Date   Final Address   Signature   Final Address   Signature   Final Address   Signature   Final Address   Signature   Final Address   Fin
		3 <mark>6</mark>	    		SURVEYORS CERTIFICATION  I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or ynder my supervision and that the
		ALLIGATOR STATE SWD #1 SHL: GR. ELEV. 3627' NMSP-E (NAD 83) N.(Y): = 457338.9' E.(X): = 756885.8' LAT.: = 32.2553757° N LON.: = 103.6360575° W	 		Same is true and correct to the best of my belief.  APRIL 23, 2019  Date of Survey  Signature and Seal of Prosssingal Serveyor.  MEX  14729
35	250'	NMSP-E (NAD 27) N.(Y): = 457279.8' E.(X): = 715702.0' LAT.: = 32.2552521° N LON.: = 103.6355760° W	36	31	ame (14729)
2	SW CORNER LAT.: = 32.2539159°N LON.: = -103.6368653°W		SE CORNER LAT.: = 32.2539803°N LON.: = -103.6197727°W	0	Job No.: WTC53208 U Draft: M.P.  JAMES E. TOMPKINS 14729 Certificate Number

## LOCATION VERIFICATION MAP



COUNTY: LEA STATE: NEW MEXICO

DESCRIPTION: 530' FSL & 250' FWL

OPERATOR: SOLARIS WATER MIDSTREAM, LLC

WELL NAME: ALLIGATOR STATE SWD #1

**W T C**, INC. 405 S.W. 1st Street Andrews, TX 79714 (432) 523-2181





#### **DRIVING DIRECTIONS:**

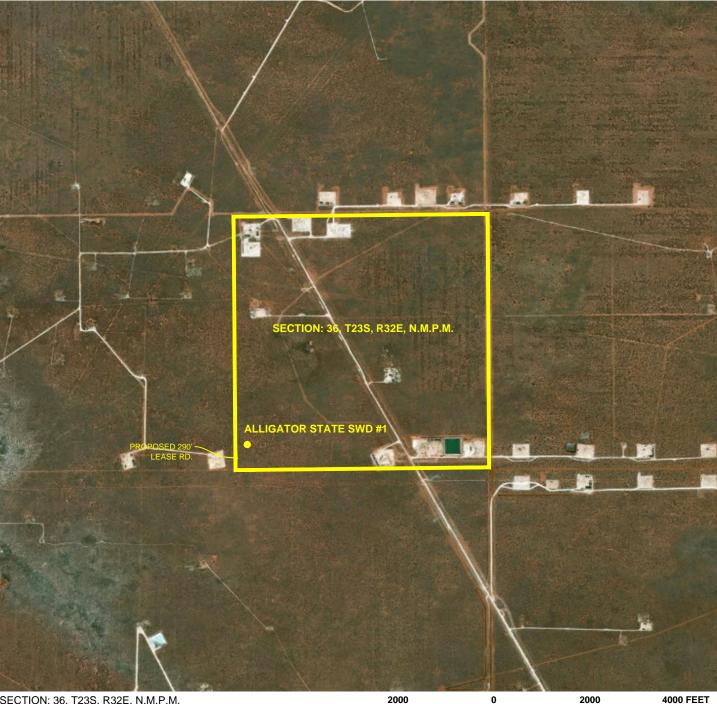
BEGINNING AT THE INTERSECTION OF US-285 AND POTASH MINES RD. IN CARLSBAD, NEW MEXICO; HEAD EASTERLY ON POTASH MINES RD. FOR ±7.7 MILES TO JAL HWY ROAD. TURN RIGHT. HEAD EASTERLY/SOUTHEASTERLY FOR ±19.0 MILES TO COUNTY RD. 31. TURN LEFT. HEAD NORTHEAST FOR ±18.4 MILES TO A LEASE ROAD (ALISHA LN). TURN RIGHT. HEAD SOUTHEAST ±7.8 MILES THE STAKED LOCATION FLAG IS TO THE SOUTHWEST ±0.5 MILES FROM THE LEASE ROAD.

SCALE: 1" = 2000'



JOB No.: WTC53208

## **AERIAL MAP**



SECTION: 36, T23S, R32E, N.M.P.M.

COUNTY: LEA STATE: NEW MEXICO

DESCRIPTION: 530' FSL & 250' FWL

OPERATOR: SOLARIS WATER MIDSTREAM, LLC

WELL NAME: ALLIGATOR STATE SWD #1

WTC, INC. 405 S.W. 1st Street Andrews, TX 79714 (432) 523-2181





SCALE: 1" = 2000'

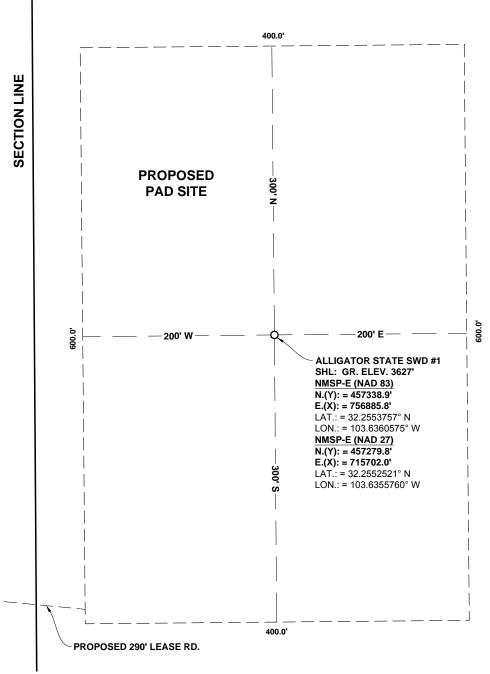
#### **DRIVING DIRECTIONS:**

BEGINNING AT THE INTERSECTION OF US-285 AND POTASH MINES RD. IN CARLSBAD, NEW MEXICO; HEAD EASTERLY ON POTASH MINES RD. FOR ±7.7 MILES TO JAL HWY ROAD. TURN RIGHT. HEAD EASTERLY/SOUTHEASTERLY FOR ±19.0 MILES TO COUNTY RD. 31. TURN LEFT. HEAD NORTHEAST FOR ±18.4 MILES TO A LEASE ROAD (ALISHA LN). TURN RIGHT. HEAD SOUTHEAST ±7.8 MILES THE STAKED LOCATION FLAG IS TO THE SOUTHWEST ±0.5 MILES FROM THE LEASE ROAD.



JOB No.: WTC53208

## SITE LOCATION



SECTION: 36, T23S, R32E, N.M.P.M.

COUNTY: LEA

STATE: NEW MEXICO

DESCRIPTION: 530' FSL & 250' FWL

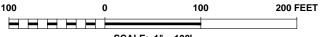
OPERATOR: SOLARIS WATER MIDSTREAM, LLC

WELL NAME: ALLIGATOR STATE SWD #1

WTC, INC. 405 S.W. 1st Street Andrews, TX 79714 (432) 523-2181







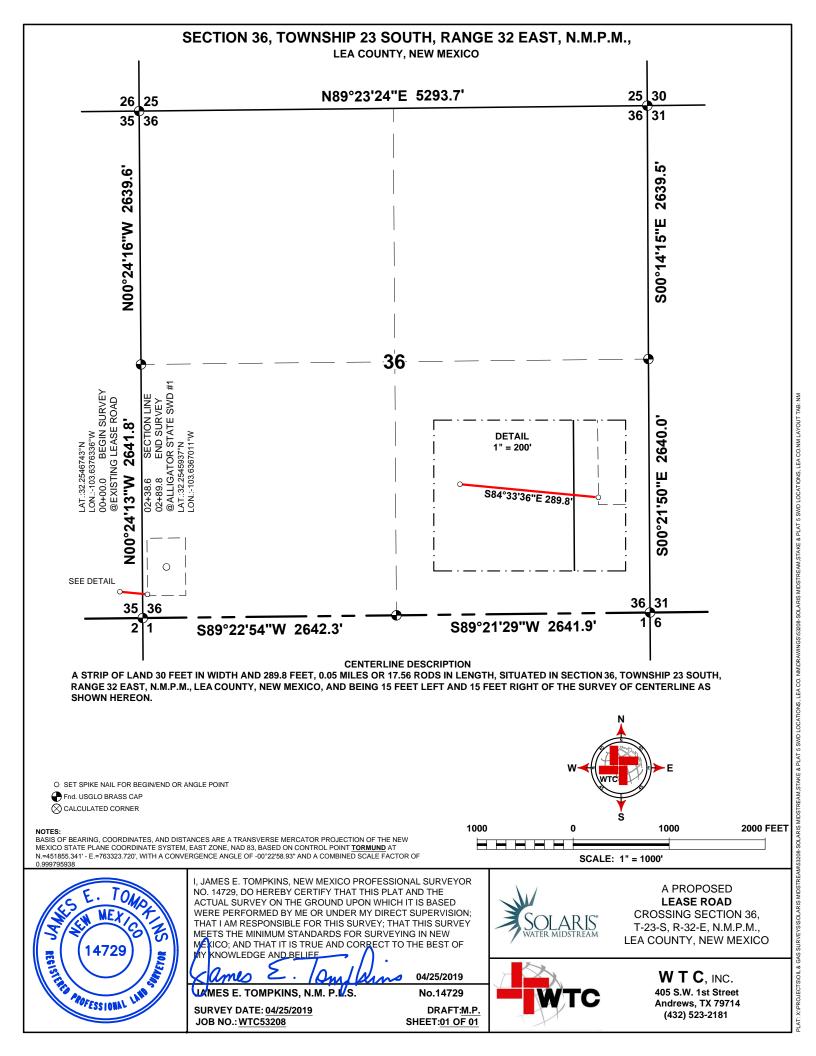
SCALE: 1" = 100'

#### **DRIVING DIRECTIONS:**

BEGINNING AT THE INTERSECTION OF US-285 AND POTASH MINES RD. IN CARLSBAD, NEW MEXICO; HEAD EASTERLY ON POTASH MINES RD. FOR ±7.7 MILES TO JAL HWY ROAD. TURN RIGHT. HEAD EASTERLY/SOUTHEASTERLY FOR ±19.0 MILES TO COUNTY RD. 31. TURN LEFT. HEAD NORTHEAST FOR ±18.4 MILES TO A LEASE ROAD (ALISHA LN). TURN RIGHT. HEAD SOUTHEAST  $\pm 7.8$ MILES THE STAKED LOCATION FLAG IS TO THE SOUTHWEST ±0.5 MILES FROM THE LEASE ROAD.



JOB No.: WTC53208



### C- 108 Item VI Area of Review Well Data

### Alligator State SWD #1

There are no wells which penetrate the proposed Devonian formation in the one mile area of review.

## C- 108 Item X Logs and Available Test Data

## Alligator State SWD #1

A Standard Suite of Logs will be run after drilling the well and submitted to the Division.

## C- 108 Item VII Proposed Operation

#### Alligator State SWD #1

#### Commercial SWD Facility

Upon approval of all permits for SWD, operations would begin within 30 days. Completion of the well operations will take approximately 6-8 weeks. Facility construction including installation of the tank battery, berms, plumbing and other and associated equipment would be occurring during the same interval but at a different location from the well. In any event, it is not expected for the construction phase of the project to last more than 60 days, depending on availability of contractors and equipment.

#### Configure for Salt Water Disposal

Prior to commencing any work, an NOI sundry(ies) will be submitted to configure the well for SWD and will detail the completion workover including all work otherwise described above, any change to the procedure noted herein and to perform mechanical integrity pressure test per OCD test procedures. (Notify NMOCD 24 hours prior.) The casing/tubing annulus will be monitored for communication with injection fluid or loss of casing integrity.

#### **Operational Summary**

The SWD facility will not be fenced so that trucks may access for load disposal 24/7.

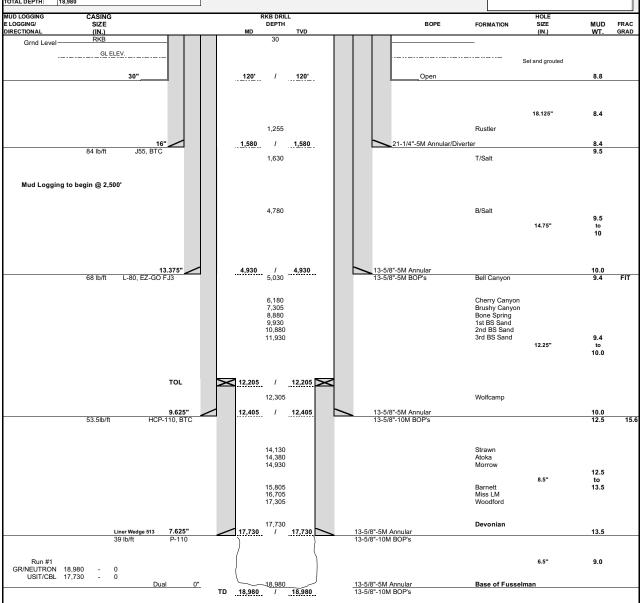
The well and injection equipment will be a closed system and equipped with pressure limiting devices and volume meters. The annulus, loaded with an inert, anti-corrosion packer fluid, will be monitored for pressure.

The tanks will be equipped with telemetry devices and visual alarms to alert the operator and customers of full tanks or an overflow situation.

Anticipated daily maximum volume is 40,000 bpd and an average of 25,000 bpd at a maximum surface injection pressure of 3,546 psi (.2 psi/ft gradient – maximum pressure will be adjusted If the top of interval is modified after well logs are run).

Potential releases will be contained and cleaned up immediately. The operator shall repair or otherwise correct the situation within 48 hours before resuming operations. OCD will be notified within 24 hours of any release greater than 5 bbls. If required, remediation will start as soon as practicable. Operator shall comply with 19.15.29 NMAC and 19.15.30 NMAC, as necessary and appropriate.





Formation	GL	3627
Tops	КВ	3657
	SS	TVD
Rustler	2402	1255
T/Salt	2027	1630
B/Salt	-1123	4780
Lamar		
Bell Canyon	-1373	5030
Cherry Canyon	-2523	6180
Brushy Canyon	-3648	7305
Bone Spring	-5223	8880
1st BS Sand	-6273	9930
2nd BS Sand	-7223	10880
3rd BS Sand	-8273	11930
Wolfcamp	-8648	12305
Penn		
Cisco		
Canyon		
Strawn	-10473	14130
Atoka	-10723	14380
Morrow	-11273	14930
Morrow Clastics		
Morrow Lower	40440	15805
Barnett Miss LM	-12148 -13048	16705
Woodford	-13648	17305
Devonian	-14073	17730
Fusselman	-14073	18480
T/Montoya	-15523	19180
Simpson	-16048	19705
Ellenburger	-16698	20355
Gtanite	-17373	21030
Injection Interval	17730	18980
TD	18	980

			Casir	g Set Depths/Ceme
Conductor	120'			
		Hole Size	Casing Size	Casing Grade
Surface		18.125"	16"	J55, BTC
1st Intermediate		14.75"	13.375"	L-80, EZ-GO FJ3
2nd Intermediate		12.25"	9.625"	HCP-110, BTC
Liner Wedge 513		8.5"	7.625"	P-110
Openhole		6.5"		

	TU	BING
	5-1/2" (18#) IPCTUBING	
(2000)	5" (18#) IPC TUBING	, , , , , , , , , , , , , , , , , , ,
18888E		

| Setting | Depth | Sacks of Cement | TOC | 84 lb/ft | O + 1580 | 3,637 | Surface | 68 lb/ft | O - 12405 | 2,935 | Surface | 53.5lb/ft | O - 12405 | 2,935 | Surface | 39 lb/ft | 12205 | 17730 | 18980 | Surface | 17730 | Surface | 17730 | 18980 | Surface | 17730 | Surfac