STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF SOLARIS WATER MIDSTREAM, LLC FOR APPROVAL OF SALT WATER DISPOSAL WELL, EDDY COUNTY, NEW MEXICO.

CASE NO. 20588

SOLARIS WATER MIDSTREAM, LLC PRE-HEARING STATEMENT

Solaris Water Midstream, LLC (Solaris), by and through undersigned counsel of record, hereby submits its Pre-Hearing Statement for the above referenced case, scheduled for hearing on July 11, 2019.

APPEARANCES

APPLICANT

ATTORNEYS

Domenici Law Firm, PC
Pete Domenici
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OBJECTING PARTY

NGL Water Solutions Permian, LLC

Deana Bennett Modrall Sperling PO Box 2168 Albuquerque, New Mexico 87103 dmb@modrall.com

STATEMENT OF CASE

Solaris Water Midstream, LLC (Solaris) seeks approval of a salt water disposal well in Eddy County, New Mexico. The disposal will be into the Devonian and Silurian formations at

depths of 12,475 to 14,275 feet through the Clara Allen SWD #1 well. The well is located in Township 20S, Range 29E, Section 7, Unit C, 500 feet from the North line and 2,200 feet from the West line. The proposed maximum injection rate is 40,000 bpd, with a proposed average injection rate of 30,000 bpd. The proposed maximum injection pressure is 2,495 psi (surface), with an average injection pressure of 1,871 psi (surface). Solaris proposes to use 5 ½" tubing from 0' to 9,950' and 5" tubing from 9,950' to 12,425' with a packer setting depth of 12,425 feet.

Solaris filed its Application for Authorization to Inject, requesting administrative approval, on March 7, 2019 using Form C-108. On June 6, 2019, Solaris filed its Application requesting a hearing and approval. Exhibit A to the June 6, 2019 Application includes the Affidavit of Publication and a mailing matrix.

On May 15, 2019, NGL submitted a protest to the Clara Allen SWD #1 well but did not state the basis for the protest. The NGL protest was filed 60 days after the 15-day deadline, set forth in 19.15.26.8.C NMAC, had expired. On June 28, 2019, Solaris filed its Motion to Dismiss Untimely Protest and Remand for Administrative Approval.

If the Motion requesting dismissal of the protest and remand for administrative approval is not granted, Solaris may call the following witnesses.

APPLICANT'S PROPOSED EVIDENCE

WITNESS	ESTIMATED TIME	ESTIMATED EXHIBITS
Ramona Hovey Sr. Petroleum Engineer Lonquist & Co., LLC	15 minutes	2-3
Jerry D. Ferguson Geoscience Manager Lonquist & Co., LLC Geology and Seismic	20 minutes	3-4

Stephen M. Martinez

5 minutes

1

Well design

testimony by affidavit

Drew Dixon

Information regarding Solaris

10 minutes

PROCEDURAL MATTERS

Solaris has filed a Motion to Dismiss Untimely Protest and Remand for Administrative Approval.

Solaris intends to present the testimony of Stephen M. Martinez by affidavit.

Respectfully submitted,

Pete Domenici, Esq.

Lorraine Hollingsworth, Esq.

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Attorneys for Solaris Water Midstream, LLC

I hereby certify that, on June 28, 2019, I served a copy of the forgoing on Deana Bennett, counsel for NGL, via electronic mail at dmb@modrall.com.

Lorraine Hollingsworth, Esq.