

January 10, 2018

New Mexico, Energy Minerals and Natural Resources (EMNRD) Oil Conservation Division (OCD) Ms. Olivia Yu, Environmental Specialist 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Re: Remediation Deferral Due to Possible Reduction of Pipeline Structural Integrity Oilfield Water Logistics Produced Water Pipeline Nearby OWL Red Hills SWD Section 2, T26S, R36E, Lea County, New Mexico – Case No. 1RP 4497

Dear Ms. Yu:

Oilfield Water Logistics (OWL) and KJE respectfully requests deferral of the OCD requirements to complete further investigations and remediation for Case No. 1RP 4497 adjacent to and below the subject pipeline. The GPS coordinates of the extent of this area are 32° 04' 45.25" N, 103° 13' 54.73" W; 32° 04' 44.49" N, 103° 13' 54.02" W; 32° 04' 39.38" N, 103° 14' 01.67" W, and 32° 04' 40.17" N, 103° 14' 02.41" W which are illustrated on the attached Sheet A1. OWL and KJE request that the remediation be delayed until the pipeline is removed or relocated in the future to prevent possible damage to, or reduction of the pipeline structural integrity which could cause an additional spill. When the pipeline is removed or relocated in the future, OWL will contact NMOCD to discuss required investigations, or remediation which may or may not be required at that time.

If we can be of further assistance, please do not hesitate to contact us at 940-387-0805. We look forward to receiving comments in order to proceed with the project and closure.

Sincerely,

Kevin J. Ware, QEP, REM Principal

Gregg Bessire

Gregg Bessire, P.E., P.G. Senior Project Manager

Stonaty and denting

Dena M. Vandenberg, REM, LEED AP Director of Environmental Services



