

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Secretary

Gabriel Wade, Acting Director
Oil Conservation Division



MARCH 22, 2019

Mr. Wayne Price- Price LLC
C/O: Mr. Maury Sticker
Environmental Director
Key Energy Services LLC
1301 McKinney St. Suite 1800
Houston, TX 77010

Re: Discharge Permit (BW-28) Key Energy Services LLC, UIC Class III Brine Well "State Brine Well No. 1" (API# 30-025-33547) UL: E Section 15 Township 21 South, Range 37 East, 1340 FNL, 330 FWL, Lat. 32.48245°, Long. 103.15835° NAD83, NMPM, Lea County, New Mexico

Mr. Price:

The New Mexico Oil Conservation Division (OCD) is in receipt of the Key Energy Services LLC (Key) discharge permit renewal application dated July 2, 2018, received on July 10, 2018, for the State Brine Well No. 1 Brine Well at the above referenced well location.

After review of the application with additional information, the OCD has determined Key's application is "**administratively complete**" per New Mexico Water Quality Control Commission regulations (20.6.2.3108 NMAC).

Key's obligation to provide public notice should commence and be demonstrated to the OCD in a timely manner. The OCD will also provide notice to various governmental groups. Depending upon the level of public interest, a hearing may be scheduled on this matter. Regardless, the OCD will continue review of the application and may request additional information.

If you have any questions, please do not hesitate to contact me by phone at (505) 476-3490, U.S. Mail at the address below, or e-mail at carlj.chavez@state.nm.us. On behalf of the OCD, I wish to thank you and your staff for your continued cooperation in this process.

Sincerely,

A handwritten signature in blue ink, appearing to read "Carl J. Chavez", is written over a light green rectangular background.

Carl J. Chávez
Environmental Engineer

xc: OCD Hobbs District Office