From: <u>David Ramirez</u>
To: Oksana Wright

Cc: OCE; Ramiro Garcia; Anita Keese

Subject: RE: Potential Enforcement Discretion Request for RN106138886 PBR 96195

Date: Wednesday, May 27, 2020 5:34 54 PM

image001.png image002.png

Good afternoon Ms. Wright,

The TCEQ has received your request for enforcement discretion for a total of eight emissions monitoring (stack) testing events at Everest Central Production Facility "EFP" (RN110043148), Monroe West 1-17 Production Facility (RN106138886) and Scorpion Central Production Facility "CPF" (RN109952325). We appreciate the additional detail you have provided in describing to us your business plan to synchronize the testing for these units. While enforcement discretion is not required for five of these engine tests, we are also granting further time to allow this testing to occur for only one of the engines for which enforcement discretion has already been granted. Specifically, you have requested:

- Emission monitoring (stack) testing for natural gas driven compressor engines as required by 40 CFR Part 60 Subpart JJJJ §60.4243(a)(2)(iii), §60.4244(a), (b), (d) for engines ENG3 and ENG4 at the Everest EFP Facility
- Emission monitoring (stack) testing for a stationary internal combustion engine as required per 30 TAC §117.8140(a)(2)(A) for engine ENG1 at the Monroe West 1-19 Production Facility.

At this time, your enforcement discretion is granted until July 25, 2020 for the pre-test notice and August 25, 2020 for the engine testing at the Monroe West 1-17 site only. The enforcement discretion request for the two engines at the Everest CPF engine site is denied. As a reminder, these required activities should be completed as soon as practicable, as conditions allow, on or before this date, and should an extension beyond this be needed, please re-submit your request. This discretion is limited to the Texas Commission on Environmental Quality and does not limit EPA's ability to enforce federal regulations.

The TCEQ remains committed to working with our regulated community on a case by case basis. Regulated entities must maintain records adequate to document activities related to the noncompliance under enforcement discretion, including details of the regulated entity's best efforts to comply.

Regards,

David A. Ramirez, Area Director Border and Permian Basin Area Texas Commission on Environmental Quality

From: Oksana Wright <

Sent: Tuesday, May 26, 2020 10:49 AM

To: David Ramirez < david.ramirez@tceq texas.gov >

Subject: RE: Potential Enforcement Discretion Request for RN106138886 PBR 96195

Dear Mr. Ramirez,

I would like to ask for your discretionary approval to allow Battalion Oil production operations to synchronize engine stack testing dates for the affected units. All of the units are located in the same TCEQ oversight region (6 units in Ward County and 2 units in Pecos County); the affected RN identification are included in the table below. Three sets of dates (in orange) identify the affected units for which the potential enforcement discretion requests have been filed previously. By allowing the later testing dates, will most likely provide for more accurate testing conditions since a number of our production wells have been shut it due to low oil demand; with the lower throughput volumes we may not be able to achieve 100% (-10%) loads. We anticipate that, as the national economy slowly restarting, oil demand will rise, which will allow us to bring our wells back online. With achieving our maximum production volumes, we'll be able to run the compressor engines at full loads, which in turn will ensure our ability to accurately follow the stack testing methodology. With this request the required testing is proposed to commence the week of September 21, 2020, with the pre-test notice due by August 20, 2020.

Location Name	EPN, MAKE, MODEL	Туре	ВНР	Mnf Date	Permitted Emission Limits, g/hp- hr	30-day Pre- test Notice Due Date	Test Due Date	Desired Test Date:
	ENG1 CAT G3516ULB SNN6W00400	4SLB	1380	01/30/18	VOC=0 5, NOx=0 5, CO=2	10/11/20	11/11/20	9/23/2020
	ENG4 CAT G3516LE SN4EK03186	4SLB	1340	12/28/18	NOx=0 5, CO=1, VOC=0 26, HCHO<0 05 (tested CO 0 07, NOx 0 37, VOC 0 16)	07/25/20	08/25/20	9/22/2020
Everest CPF RN110043148	ENG5 CAT G3516LE SN4EK00932	4SLB	1340	01/21/19	NOx=0 5, CO=1, VOC=0 26, HCHO<0 05 (tested CO 0 22, NOx 0 39, VOC 0 19)	07/25/20	08/25/20	9/22/2020
	ENG6 CAT G3608LE SN3XF00026	4SLB	2370	01/30/19	NOx=0 5, CO=1, VOC=0 26, HCHO<0 05	08/22/20	09/21/20	9/21/2020
	ENG7 CAT G3606LE SN4WF00093	4SLB	1775	01/30/19	NOx=0 5, CO=1, VOC=0 26, HCHO<0 05	08/22/20	09/21/20	9/21/2020
Monroe West 1-17 RN106138886	ENG1 CAT G3408TALE SN6NB04738	4SLB	400	02/23/07	State-only VOC=1, NOx=2, CO=4	06/06/20	07/06/20	9/23/2020
	ENG3 CAT G3516B	4SRB	1380	04/14/14	VOC=0 55, NOx=0 5, CO=1,	10/13/20	11/12/20	9/24/2020

Scorpion CPF					HCHO=0 1			
RN109952325	ENG4 CAT G3516B	4SRB	1380	01/28/13	VOC=0 55, NOx=0 5, CO=1,	10/13/20	11/12/20	9/24/2020
					HCHO=0 1			9/24/2020

Please do not hesitate to contact me if you have any questions regarding this request or if I could provide any additional insights into the current operating conditions.

In advance, thank you for your review and consideration of this request.



Regards, Oksana Wright Environmental Manager (713) 210-7528 Direct (281) 610-8661 Mobile (713) 806-6548 WTX Field Mo

P S Please note our new company name! No changes to our MSAs or invoicing, Battalion Oil Corporation will be issuing the checks Visit www.battalionoil.com for more information

From: David Ramirez [mailto:david.ramirez@tceq.texas.gov]

Sent: Tuesday, April 07, 2020 5:19 PM

To: Oksana Wright <

Cc: OCE < OCE@tceq.texas.gov >; Ramiro Garcia < ramiro.garcia@tceq texas.gov >; Anita Keese < ranita.keese@tceq.texas.gov >

Subject: RE: Potential Enforcement Discretion Request for RN106138886 PBR 96195

Good afternoon Ms. Wright,

The TCEQ has received your request for enforcement discretion for the Monroe West 1-17 Production Facility (RN106138886) owned and operated by Halcon Operating Co., Inc. Your request is approved in accordance with the representation in your request for:

• Biennial emission monitoring (stack) testing for a stationary internal combustion engine as required per 30 TAC §117.8140(a)(2)(A).

Your enforcement discretion is effective until **June 6, 2020 for the pre-test notice and July 6, 2020 for the engine testing.** These required activities should be completed as soon as practicable, as conditions allow, before this date, and should an extension beyond this be needed, please re-submit your request.

The TCEQ remains committed to working with our regulated community on a case by case basis. Regulated entities must maintain records adequate to document activities related to the noncompliance under enforcement discretion, including details of the regulated entity's best efforts to comply.

Regards

David A. Ramirez, Area Director Border and Permian Basin Area

Texas Commission on Environmental Quality

From: Oksana Wright <

Sent: Monday, April 6, 2020 9:00 PM

To: OCE
 CCE
 CCE@tceq.texas.gov>; Ramiro Garcia <
 ramiro.garcia@tceq.texas.gov>; Bryant Murray <
 Bryant.Murray@tceq.texas.gov>

Subject: Potential Enforcement Discretion Request for RN106138886 PBR 96195

Re: Potential Enforcement Discretion Request for Halcon Operating Co., Inc. CN600126528

Monroe West 1-17 Production Facility RN106138886 PBR 96195

The aforementioned facility operates a natural gas driven compressor engine for an artificial oil lift. The engine is a Caterpillar 3408 leanburn 400 HP model manufactured on 02/23/2007 and as such is subject to the State-only requirements for biennial testing per 30 TAC §117.8140(a)(2)(A). The due date for this test falls on 05/27/2020, with a pre-test notice due to the Regional Office by 04/27/2020.

Considering the current constraints imposed on various businesses and service providers due to the coronavirus pandemic, a postponement of the required testing is highly desired and, therefore, the enforcement discretion is being requested. With what is known about the virus at this time, a 180-day postponement is deemed to be sufficient in anticipation for the current situation to improve. In the interim, our intent is to continue to operate the affected unit in accordance with the manufacturer's recommendations and the industry standards, including preventive maintenance as needed and quarterly portable analyzer emission checks. Records of these compliance activities will be retained within the facility's environmental files.

Your consideration and approval of this request is highly appreciated. If you have any questions or require any additional information, please do not hesitate to contact me by replying to this email or via phone at 713-210-7528.

Regards,

Oksana A. Wright & Environmental Manager 713-210-7528 Direct 281-610-8661 Mobile 713-806-6548 Mobile while in WTX Field



1000 Louisiana Suite 6600. Houston TX 77002
battalionoil.com | 832.538.0300
P.S. Please note our new company name! No changes to our MSAs or invoicing, Battalion Oil Corporation will be issuing the checks. Visit www.battalionoil.com for more information

CAUTION: This Email is from an EXTERNAL source outside of BattalionOil Please use caution with attachments and URL links