

Legal Notice
and
Preliminary Determination for an Air Quality Permit for
Tap Rock Operating LLC

Tap Rock Operating LLC at 555 17th Street Suite 3700, Denver, CO has submitted an air quality permit application to the Air Quality Bureau (AQB), New Mexico Environment Department (NMED) for an air quality permit to construct Beer 30 CTB. The application file has been assigned Permit No. 10705 and TEMPO Agency Interest No. 41298. The exact location of the facility will be at latitude and longitude decimal degrees: 32.159453, -104.377075 Datum: NAD 83. To aid in locating this facility, the approximate location is 1.2 miles south of Whites City in Eddy County, NM.

The proposed construction will consist of an oil and gas facility where well fluids are routed to individual initial heated 3-phase separators where water, gas, and oil are separated. Oil from the separators enters the vapor recovery towers. Gas from the separators is sent to the sales pipeline. Gas is sent to flare during short pipeline downtime periods. Prior to the sales point, a side stream of gas is removed and sent to gas lift compressor. The compressor directs the gas down hole to assist in bringing fluids to the surface. The compressor engine is gas fired and controlled with a catalytic converter. Water from the separators flows to atmospheric storage tanks. Vapors from the water storage tanks are captured by the tank blower and routed to the VRU and then to the sales pipeline. When the blower is down for maintenance, the vapors are controlled by the low-pressure flare. When enough water has accumulated in the tanks, it is piped off-site for disposal. A small amount of truck loading is included for operational flexibility. Gas from the VRT is routed to the Vapor Recovery Unit and to the sales line. The oil from the VRT is routed to the atmospheric oil storage tanks. Vapors from the oil storage tanks are captured by the tank blower and routed to the VRU and then to the sales pipeline. When the blower is down for maintenance, the vapors are controlled by the flare. When enough oil has accumulated in the tanks it is piped off-site for sale via LACT. A small amount of truck loading is included for operational flexibility. During periods of VRU downtime, the vapor stream is controlled by the flare. The facility utilizes three electrical generators to provide power to the site.

Total air pollutant emissions to the atmosphere are estimated to be approximately Nitrogen Oxides (NO_x) at 22.46 tons per year (tpy); Carbon Monoxide (CO) at 32.10 tpy; Volatile Organic Compounds (VOC) at 32.55 tpy; Sulfur Dioxide (SO₂) at 0.052 tpy; Particulate Matter 10 microns or less (PM₁₀) at 1.79 tpy; and Particulate Matter 2.5 microns or less (PM_{2.5}) at 1.79 tpy; HAPs 5.76 tpy; and greenhouse gas (CO₂e) < 75,000 tpy. These emission estimates could change slightly during the course of the Department's review of the application.

The NMED has conducted a preliminary review of the information submitted with the permit application. The preliminary review and applicant's analysis of ambient air quality impacts indicates that the facility's air emissions will meet the air quality standards for Nitrogen Oxides, Carbon Monoxide, Sulfur Dioxide, Particulate Matter Hazardous Air Pollutants, and greenhouse gas. VOCs are a pre-cursor to ozone and the NMED does not require an individual ozone ambient impact analysis for each application. To determine compliance with national ambient air quality standards for ozone, NMED uses air monitors to monitor ozone concentrations. A full review will evaluate the estimated emission rates for the pollutants listed in this public notice and determine compliance with ambient air quality requirements and standards.

Based on the applicant's analysis, a preliminary determination is that this facility will comply with the requirements of Title 20, New Mexico Administrative Code (NMAC), Chapter 2, Parts 1, 3, 7, 38, 50, 61, 72, 73, 75, 77, 80, 82; 40 CFR 50; 40 CFR 60 Subparts A and JJJ; 40 CFR 63 Subparts A and ZZZZ; and the New Mexico Air Quality Control Act. Therefore, the preliminary intent of NMED is to issue the air quality permit on or before February 14, 2026.

To ensure compliance with state and federal air regulations, the permit is expected to include conditions that limit the emissions, and include conditions that will require record keeping and reporting to the Department.

The permit application is available for review on the AQB Public Notices of Permitting Actions website www.env.nm.gov/public-notices.

All interested persons have thirty (30) days from the date this notice is published, to notify the Department in writing of their interest in the permit application. The written comments should refer to the company name, facility name and Permit No. (or send a copy of this notice along with your comments). The written comments shall state the nature of the issues raised and how it relates to the requirements of applicable state and federal air quality regulations and the Clean Air Act. The written comments should be mailed to Melissa Riesen, New Mexico Environment Dept., Air Quality Bureau, Permit Section, 525 Camino de los Marquez Suite 1, Santa Fe, NM 87505-1816, or submitted by email to melissa.riesen@env.nm.gov. Comments may also be submitted electronically via the NMED public comment portal online at: <https://nmed.commentinput.com/comment/search>.

The Department will notify all persons, who have provided written comments as to when and where the Department's analysis may be reviewed. Although all written comments will be made part of the public record, any person who does not express interest in writing before the end of this first thirty (30) day period will not receive such notification.

If the Department receives written public comment before the end of the Department's thirty (30) day public notice, the Department's analysis will be made available for review for thirty (30) days at the NMED district or field office nearest to the source before the permit will be issued. Written comments on the analysis or permit application may be submitted to the Department during this second thirty (30) day period or at any time before the permit is issued or denied.

Questions or comments not intended to be part of the public record can be directed to Melissa Riesen at 505-795-0121. General information about air quality and the permitting process can be found at the Air Quality Bureau's web site. The regulation dealing with public participation in the permit review process is 20.2.72.206 NMAC. This regulation can be found in the "Permits" section of this web site.

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