#### **NM OIL CONSERVATION**

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 JAN 1 0 2017

Form C-141 Revised August 8, 2011

4

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC. RECEIVED

Release Notification and Corrective Action

nAB1701247972						OPERATOR			✓ Initial Report ☐ Final Report				
Name of Company Oxy Permian Ltd. 1444143						Contact Casey Summers							
Address PO Box 4294; Houston, TX 77210						Telephone No. (575) 513-8289							
Facility Name Big Walt CTB Facility Type Battery													
Surface Owner State Mineral Owner						API No. 30-015-33442							
LOCATION OF RELEASE													
Unit Letter	Section	Township	Range	Feet from the	North/	South Line	Feet from the	East/V	Vest Line	County			
н	2	225	24E							Eddy County, NM			
Latitude N 32.42237° Longitude W 104.46065°													
NATURE OF RELEASE													
Type of Release Oil Source of Release Tank spill due to battery PLC failure							Volume of Release 10 bbls Volume Recovered 8 bbls						
Source of Re		Date and Hour of Occurrence Date and Hour of Discovery 12/19/2016											
Was Immedia	ate Notice (	If YES, To Whom? Mike Bratcher, Crystal Weaver- NMOCD											
By Whom? Kathy Purvis, BBC International						Date and Hour 12/20/2016 @ 2:42 pm							
Was a Watercourse Reached?							If YES, Volume Impacting the Watercourse.						
☐ Yes ⊠ No													
If a Watercourse was Impacted, Describe Fully.*													
Describe Cause of Problem and Remedial Action Taken.*													
Battery PLC failure caused a tank to spill 10 bbls of oil on location inside the berm. A vacuum truck recovered 8 bbls of oil and the PLC was restored to													
service.													
Describe Area Affected and Cleanup Action Taken.*													
The affected	area is appr	oximately 95'	x 135' or	location inside t	he berm.	Remediation	n will be complet	ed in ac	cordance w	ith a remedi	iation p	lan approved	
The affected area is approximately 95' x 135' on location inside the berm. Remediation will be completed in accordance with a remediation plan approved by NMOCD.													
I hereby certi	fy that the i	nformation gi	ven above	is true and comp	lete to th	e best of my	knowledge and u	ınderstaı	nd that purs	uant to NM	ОСD л	ules and	
regulations al	loperators	are required to	o report ar	nd/or file certain r	elease no	otifications a	nd perform correc	tive acti	ions for rela	eases which	may er	danger	
public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability													
should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other													
federal, state,	orlocal #	ws and/or regu	lations.										
1						OIL CONSERVATION DIVISION							
Signature:						!! .							
V						Approved by Environmental Specifics: 14 Semantes							
Printed Name	: Casey	•••	1///										
Title: NM	Environme	ntal Advisor				Approval Da	le: 1/0/17		Expiration	Date: N	<u>//\</u>		
E-mail Addre	ess: Case	v.Summers@	oxy.com			Conditions of	f Approval:			A	_		
Date:	9-10	See attached Attached											
* Attach Addi		£	Phone ary	(575) 513-828				- 1 (76)	vievo		20	P-4009	

Operator/Responsible Party,

The OCD has received the form C-141 you provided on 1/10/2017 regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number 2RP-4069 has been assigned. Please refer to this case number in all future correspondence.

It is the Division's obligation under both the Oil & Gas Act and Water Quality Act to provide for the protection of public health and the environment. Our regulations (19.15.29.11 NMAC) state the following,

The responsible person shall complete <u>division-approved corrective action</u> for releases that endanger public health or the environment. The responsible person shall address releases in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with 19.15.30 NMAC. [emphasis added]

Release characterization is the first phase of corrective action unless the release is ongoing or is of limited volume and all impacts can be immediately addressed. Proper and cost-effective remediation typically cannot occur without adequate characterization of the impacts of any release. Furthermore, the Division has the ability to impose reasonable conditions upon the efforts it oversees. As such, the Division is requiring a workplan for the characterization of impacts associated with this release be submitted to the OCD District 2 office in Artesia, NM on or before 2/10/2017 . If and when the release characterization workplan is approved, there will be an associated deadline for submittal of the resultant investigation report. Modest extensions of time to these deadlines may be granted, but only with acceptable justification.

The goals of a characterization effort are: 1) determination of the lateral and vertical extents along with the magnitude of soil contamination. 2) determine if groundwater or surface waters have been impacted. 3) If groundwater or surface waters have been impacted, what are the extents and magnitude of that impact. 4) The characterization of any other adverse impacts that may have occurred (examples: impacts on vegetation, impacts on wildlife, air quality, loss of use of property, etc.). To meet these goals as quickly as possible, the following items must, at a minimum, be addressed in the release characterization workplan and subsequent reporting:

- Horizontal delineation of soil impacts in each of the four cardinal compass directions. Adsorbed soil contamination must be characterized to the following concentrations: benzene 10 mg/kg, total BTEX 50 mg/kg, TPH (GRO+DRO+MRO; C<sub>6</sub> thru C<sub>36</sub>) 100 mg/kg, chloride 600 mg/kg. This is not an exclusive list of potential contaminants. Analyzed parameters should be modified based on the nature of the released substance(s). Soil sampling must be both within the impacted area and beyond.
- Vertical delineation of soil impacts. Adsorbed soil contamination must be characterized to the following concentrations: benzene 10 mg/kg, total BTEX 50 mg/kg, TPH (GRO+DRO+MRO; C<sub>6</sub> thru C<sub>36</sub>) 100 mg/kg, chloride 250 mg/kg. As above, this is not an exclusive list of potential contaminants and can be modified. Vertical characterization samples should be taken at depth intervals no greater than five feet apart. Lithologic description of encountered soils must also be provided. At least ten vertical feet of soils with contaminant concentrations at or below these values must be demonstrated as existing above the water table.
- No inference should be made concerning the minimum characterization concentrations expressed above as to the ultimate remediation levels which might be approved. Nominal detection limits for field and laboratory analyses must be provided.
- Composite sampling is not generally allowed.
- Field screening and assessment techniques are acceptable (headspace, titration, EC [include algorithm for validation purposes], EM, etc.), but the sampling and assay procedures must be clearly defined. Copies of field notes are highly desirable. A statistically significant set of split samples must be submitted for confirmatory laboratory analysis, including the laterally farthest and vertically deepest sets of soil samples. Make sure there are at least two soil samples submitted

for laboratory analysis from each borehole or test pit (highest observed contamination and deepest depth investigated). Copies of the actual laboratory results must be provided including chain of custody documentation.

- •Probable depth to shallowest groundwater and lateral distance to nearest surface water. If there is an estimate of groundwater depth, the information used to arrive at that estimate must be provided. If there is a reasonable assumption that the depth to water is 50 feet or less, the responsible party should anticipate the need for at least one groundwater monitoring well to be installed in the area of likely maximum contamination.
- If groundwater contamination is encountered, an additional investigation workplan may be required to determine the extents of that contamination. Groundwater and/or surface water samples, if any, must be analyzed by a competent laboratory for volatile organic hydrocarbons (typically Method 8260 full list), total dissolved solids, pH, major anions and cations including chloride and sulfate, dissolved iron, and dissolved manganese. The investigation workplan must provide the groundwater sampling method(s) and sample handling protocols. To the fullest extent possible, aqueous analyses must be undertaken using nominal method detection limits. As with the soil analyses, copies of the actual laboratory results must be provided including chain of custody documentation.
- Accurately scaled and well-drafted site maps must be provided providing the location of borings, test pits, monitoring wells, potentially impacted areas, and significant surface features including roads and site infrastructure that might limit either the release characterization or remedial efforts. Field sketches may be included in subsequent reporting, but should not be considered stand-alone documentation of the site's layout. Digital photographic documentation of the location and fieldwork is recommended, especially if unusual circumstances are encountered.

Nothing herein should be interpreted to preclude emergency response actions or to imply immediate remediation by removal cannot proceed as warranted. Nonetheless, characterization of impacts and confirmation of the effectiveness of remedial efforts must still be provided to the OCD before any release incident will be closed.

Jim Griswold

OCD Environmental Bureau Chief 1220 South St. Francis Drive Santa Fe, New Mexico 87505 505-476-3465 jim.griswold@state.nm.us

### **Bratcher, Mike, EMNRD**

From: Kathy Purvis <kathy@bbcinternational.com>

Sent: Tuesday, January 10, 2017 9:27 AM

To: Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD

Casey\_Summers@oxy.com; Jennifer\_Hudgens@oxy.com;

 $cbruns on @bbc international.com; \ kswinney @bbc international.com; \\$ 

jgilkey@bbcinternational.com

**Subject:** Initial C-141, Big Walt CTB **Attachments:** Initial C-141, Big Walt CTB.pdf

Attached is the initial C-141 for a leak that occurred at the Big Walt CTB on 12/19/2016 in Eddy County, NM. Receipt notification and the RP number via email are greatly appreciated.

# **Kathy Purvis**

BBC International, Inc. 1324 W. Marland Blvd. Hobbs, NM 88240

Business: (575) 397-6388 Cell: (575) 441-8619

kathy@bbcinternational.com

### Bratcher, Mike, EMNRD

From: Kathy Purvis <kathy@bbcinternational.com>

Sent: Tuesday, December 20, 2016 2:42 PM

To: Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD

Cc: Casey\_Summers@oxy.com; Frank\_Barnett@oxy.com; 'Cliff Brunson'; 'Ken Swinney';

'Jennifer Gilkey'; kathy@bbcinternational.com

Subject: Big Walt CTB

This is to inform you that Oxy Permian had a release at the Big Walt CTB on December 19, 2016. Oxy released 10 bbls of oil due to battery PLC failure causing a tank spill. The preliminary report indicates the leak measures 60' x 90' on location inside the berm. Recovery efforts are in progress. The release is located in Section 2, T22S, R24E of Eddy County, NM. Driving directions: From Carlsbad, go North on US285, turn left at mile marker 44 on Waterhole Rd, go 1.5 miles to sign on left, turn and go 7 miles to sign on right, turn to location. GPS coordinates: N 32.42244 W 104.46120 API#30-015-33442

## **Kathy Purvis**

BBC International, Inc. 1324 W. Marland Blvd. Hobbs, NM 88240 Business: (575) 397-6388

Cell: (575) 441-8619

kathy@bbcinternational.com