NM OIL CONSERVATION

ARTESIA DISTRICT

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

FEB **09** 2018

Form C-141 Revised April 3, 2017

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 1 Copy to appropriate District Office in RECEIVED accordance with 19.15.29 NMAC.

Release Notification and Corrective Action												
_NAB1804533312						OPERA'	ΓOR	\boxtimes	Initi	al Report	Final Report	
Name of Co	mpany: C	OG Operati		(OGRID# 229)			bert McNeill					
		inois Avenu		Telephone No.: 432-683-7443								
Facility Nai	me: Switch	nback State	#021 Bat	ttery		Facility Typ	e: Tank Batter	ry				
Surface Owner: State Mineral Owner						State API No.: 30-015-43967						
			TIOI	ON OF RELEASE								
Unit Letter M	Section 11	Township 24S	Range 27E	Feet from the	North/	/South Line Feet from the East/West Line Cour					Eddy	
			L	atitude: 32.225	577 Lo	ngitude: -1	04.168258 NAI	D83				
				NAT	URE	OF REL	EASE					
Type of Release: Oil and Produced Water						Volume of Release: Volume Recovered:						
Source of Release: Fire Tube						30bbls Oil & 5bbls PW			29.5bbls Oil & 4.5bbls PW			
Source of Re	iease: rire	i ube				Date and Hour of Occurrence: 2/7/2017			Date and Hour of Discovery: 2/7/2018 3:00am			
Was Immediate Notice Given?						If YES, To Whom?						
☐ Yes ☐ No ☐ Not Required												
By Whom? Sheldon Hitchcock						Tammy Honea-NMSLO Date and Hour: 2/7/2018 8:29am						
Was a Watercourse Reached?						If YES, Volume Impacting the Watercourse.						
			Yes 🗵	No								
		pacted, Descri										
				o a failure of the b	oack pre	ssure valve.	The back pressure	e valve was re	place	d		
Describe Are	a Affected	and Cleanup A	Action Tak	æn.⁴								
All of the flu evaluated for remediation	any possib	I inside of the le impact fron	lined cont the relea	ainment. A vacuu se and we will pro	m truck esent a r	was dispatch emediation v	ned to recover all work plan to the N	freestanding to MOCD for ap	fluids oprov	. Concho wi al prior to ar	II have the spill area ny significant	
regulations a public health should their or the enviro	Il operators or the envi operations h nment. In a	are required to ronment. The nave failed to a	o report an acceptance adequately OCD accep	e is true and comp nd/or file certain r ce of a C-141 repo investigate and r otance of a C-141	elease n ort by the emediat	otifications a e NMOCD n te contaminat	and perform corre- parked as "Final Fi ion that pose a the re the operator of	ctive actions to Report" does reat to ground responsibility	for rel not rel wate for c	leases which lieve the ope r, surface we compliance v	may endanger erator of liability ater, human health with any other	
						OIL CONSERVATION DIVISION						
Signature: Sheldon Quitonn Printed Name: Sheldon L. Hitchcock						Approved by Environmental Specialist						
		L. THEHOUK		au in co		4	Anligh	g		M A/	<u> </u>	
Title: HSE C	oordinator				-+	Approval Da	te: 01101	() Expir	ation	Date: N	<u></u>	
E-mail Address: slhitchcock@concho.com						Conditions of Approvate Attached						
Date: 2/12/2	018		Pho	one: 575-746-2010	0	I SU CATIVONUM TRP 4611						

^{*} Attach Additional Sheets If Necessary

Operator/Responsible Party,

The OCD has received the form C-141 you provided on 2/9/18 regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number _______ 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 II office in Artesia on or before 3/9/18. 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 for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. 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 for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. 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.
- 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 protectable 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 protectable 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

Weaver, Crystal, EMNRD

From:

Weaver, Crystal, EMNRD

Sent:

Monday, February 12, 2018 12:29 PM

To:

Sheldon Hitchcock; Bratcher, Mike, EMNRD; Honea, Tammy

Cc:

Rebecca Haskell; Robert McNeill; Dakota Neel; Christopher Gray

Subject:

RE: (C-141 Initial) Switchback State #21 Battery (30-015-43967) 2-7-2018

Thanks Sheldon.

I will reverse what I have written on the initial form so that the original remains unmarked.

Thanks for the speedy response.

Sincerely,

Crystal Weaver

Environmental Specialist OCD – Artesia District II 811 S. 1st Street Artesia, NM 88210

Office: 575-748-1283 ext. 101

Cell: 575-840-5963 Fax: 575-748-9720

From: Sheldon Hitchcock [mailto:SLHitchcock@concho.com]

Sent: Monday, February 12, 2018 12:24 PM

To: Weaver, Crystal, EMNRD < Crystal. Weaver@state.nm.us>; Bratcher, Mike, EMNRD < mike.bratcher@state.nm.us>;

Honea, Tammy <thonea@slo.state.nm.us>

Cc: Rebecca Haskell <RHaskell@concho.com>; Robert McNeill <RMcNeill@concho.com>; Dakota Neel

<DNeel2@concho.com>; Christopher Gray <CGray@concho.com>

Subject: RE: (C-141 Initial) Switchback State #21 Battery (30-015-43967) 2-7-2018

Crystal,

The Battery is on a separate pad from the well. The unit letter on the attached C-141 is corrected.

Thank you,

Sheldon L. Hitchcock
HSE Coordinator
COG Operating LLC
2407 Pecos Avenue | Artesia, NM 88210
Cell: 575-703-6475 | Office: 575-746-2010
slhitchcock@concho.com



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From: Weaver, Crystal, EMNRD [mailto:Crystal.Weaver@state.nm.us]

Sent: Monday, February 12, 2018 11:36 AM

To: Sheldon Hitchcock; Bratcher, Mike, EMNRD; Honea, Tammy **Cc:** Rebecca Haskell; Robert McNeill; Dakota Neel; Christopher Gray

Subject: [External] RE: (C-141 Initial) Switchback State #21 Battery (30-015-43967) 2-7-2018

**** External email. Use caution. ****
Hello Sheldon,

The coordinates provided end up in <u>Section 11</u>, Township 24S, Range 27E, <u>Unit Letter M</u>. The API number for Switchback State #21 ends up in Section 10, Township 24S, Range 27E, Unit Letter P. I believe either the coordinates are incorrect or this is a very big pad, or possibly the battery is on a sperate pad from the well. Google Earth imagery for this location has not been updated since 3/12/2016 so I cant tell much.

Either way I will process the form as is and OCD shall keep an eye out for a corrected copy of the Initial C-141 or an explanation as soon as you are able to provide one.

Thank you,

Crystal Weaver

Environmental Specialist OCD – Artesia District II 811 S. 1st Street Artesia, NM 88210

Office: 575-748-1283 ext. 101

Cell: 575-840-5963 Fax: 575-748-9720

From: Sheldon Hitchcock [mailto:SLHitchcock@concho.com]

Sent: Friday, February 9, 2018 2:04 PM

To: Weaver, Crystal, EMNRD < <u>Crystal.Weaver@state.nm.us</u>>; Bratcher, Mike, EMNRD < <u>mike.bratcher@state.nm.us</u>>;

Honea, Tammy <thonea@slo.state.nm.us>

Cc: Rebecca Haskell < RHaskell@concho.com >; Robert McNeill < RMcNeill@concho.com >; Dakota Neel

<DNeel2@concho.com>; Christopher Gray <CGray@concho.com>

Subject: (C-141 Initial) Switchback State #21 Battery (30-015-43967) 2-7-2018

Ms. Weaver/Ms. Honea,

Please find the attached initial C-141 for your consideration. If you have any questions or concerns please contact me.

Thank you,

Sheldon L. Hitchcock
HSE Coordinator
COG Operating LLC
2407 Pecos Avenue | Artesia, NM 88210
Cell: 575-703-6475 | Office: 575-746-2010
slhitchcock@concho.com



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Bratcher, Mike, EMNRD

From: Sheldon Hitchcock <SLHitchcock@concho.com>

Sent: Wednesday, February 7, 2018 8:29 AM

To: Weaver, Crystal, EMNRD; Bratcher, Mike, EMNRD; Honea, Tammy **Cc:** Rebecca Haskell; Robert McNeill; Dakota Neel; Christopher Gray

Subject: (Notification) Switchback State Tank Battery 2/7/2018

Ms. Weaver/Ms. Honea

COG Operating LLC is reporting a release from the Switchback State Tank Battery

Release location: Unit P Section 11, Township 24S, Range 27E, GPS 32.225577, -104.168258

The release occurred on February 7, 2018.

Released: Approximately >25 barrels of Produced Water.

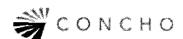
Recovered: Currently ongoing.

This area is being evaluated and a C-141 will be submitted. If you have any questions please don't hesitate to contact me.

Thank you,

Sheldon L. Hitchcock HSE Coordinator COG Operating LLC 2407 Pecos Avenue | Artesia, NM 88210 Cell: 575-703-6475 | Office: 575-746-2010

slhitchcock@concho.com



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