Approved for Deferral****Open environmental compliance incident****

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 Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

Incident ID	NAB1908839567		
District RP	2 2RP-5320		
Facility ID			
Application ID	pAB1908838933		

Release Notification

Responsible Party

Responsible Party XTO Energy	OGRID 5380
Contact Name Kyle Littrell	Contact Telephone 432-221-7331
Contact email Kyle_Littrell@xtoenergy.com	Incident # (assigned by OCD) NAB1908839567
Contact mailing address 522 W. Mermod, Carlsbad, NM 88220	

Location of Release Source

Latitude 32.334973°

(NAD 83 in decimal degrees to 5 decimal places)

-103.814605°

Site Name James Ranch Unit 7-30 Battery	Site Type Bulk Storage and Separation Facility		
Date Release Discovered 2/23/2019	API# (if applicable) 30-015-21247 (James Ranch Unit #7)		

Unit Letter	Section	on Township Range County			
G	6	238	31E	Eddy	

Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below)

Crude Oil	Volume Released (bbls)	Volume Recovered (bbls)
X Produced Water	Volume Released (bbls) 310	Volume Recovered (bbls) 310
	Is the concentration of total dissolved solids (TDS)	Yes No
	in the produced water >10,000 mg/l?	
Condensate	Volume Released (bbls)	Volume Recovered (bbls)
Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)
Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)

Cause of Release

Operator arrived to find the main water transfer pump HOA switch in the off position. The automatic tank gauges failed. This caused the tank to overflow into the battery lined containment. Vacuum trucks recovered and returned all standing fluid to tanks. No fluids were seen outside/around containment area. Repairs were made, facility was returned to production, and the containment was cleaned. A 48-hour advance notice of liner inspection was provided by email to NMOCD District 1. The liner was visually inspected and determined to be inadequate. Delineation is not practicable due to existing tank battery, lines, equipment and containment above possible affected area.

Liner is scheduled to be repaired and returned to impervious condition. XTO requests deferral of potential impacts under liner until facility upgrades or abandonment of facility. It is XTO safety policy to restrict ground and subsurface disturbance activities to within 3 feet of equipment. The containment is congested by pipelines and the tank, making it impossible to access for vertical delineation via heavy equipment or drill rig.

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Was this a major	If YES, for what reason(s) does the responsible party consider this a major release?			
release as defined by An unauthorized release of a volume of 25 barrels or more				
19.15.29.7(A) NMAC?				
🛛 Yes 🗌 No				
	6			
If YES, was immediate n	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?			
Notice provided by Bryan	Foust to Mike Bratcher, Rob Hamlet, and Jim Griswold (NMOCD), Jim Amos and Deborah McKinney			
(BLM) on 2/23/2019 by e	mail			
	Initial Response			
The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury				
The source of the release has been stopped.				
It impacted area has been secured to protect human health and the environment.				
Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices.				
All free liquids and recoverable materials have been removed and managed appropriately.				

If all the actions described above have \underline{not} been undertaken, explain why: N/A

Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Printed Name: Kyle Littrell	Title:
Signature: And	Date: Telephone:
OCD Only Received by:	Date:

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Site Assessment/Characterization

This information must be provided to the appropriate district office no later than 90 days after the release discovery date.

What is the shallowest depth to groundwater beneath the area affected by the release?			
Did this release impact groundwater or surface water?	🗌 Yes 🛛 No		
Are the lateral extents of the release within 300 feet of a continuously flowing watercourse or any other significant watercourse?	🗌 Yes 🛛 No		
Are the lateral extents of the release within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark)?	🗌 Yes 🛛 No		
Are the lateral extents of the release within 300 feet of an occupied permanent residence, school, hospital, institution, or church?	🗌 Yes 🛛 No		
Are the lateral extents of the release within 500 horizontal feet of a spring or a private domestic fresh water well used by less than five households for domestic or stock watering purposes?	🗌 Yes 🛛 No		
Are the lateral extents of the release within 1000 feet of any other fresh water well or spring?	🗌 Yes 🛛 No		
Are the lateral extents of the release within incorporated municipal boundaries or within a defined municipal fresh water well field?	🗌 Yes 🛛 No		
Are the lateral extents of the release within 300 feet of a wetland?	🗌 Yes 🛛 No		
Are the lateral extents of the release overlying a subsurface mine?	🗌 Yes 🛛 No		
Are the lateral extents of the release overlying an unstable area such as karst geology?	🗙 Yes 🗌 No		
Are the lateral extents of the release within a 100-year floodplain?	🗌 Yes 🛛 No		
Did the release impact areas not on an exploration, development, production, or storage site?	🗌 Yes 🛛 No		

Attach a comprehensive report (electronic submittals in .pdf format are preferred) demonstrating the lateral and vertical extents of soil contamination associated with the release have been determined. Refer to 19.15.29.11 NMAC for specifics.

Cha	iracterization Report Checklist: Each of the following items must be included in the report.
	Scaled site map showing impacted area, surface features, subsurface features, delineation points, and monitoring wells Field data

Data table of soil contaminant concentration data

Depth to water determination

Determination of water sources and significant watercourses within ¹/₂-mile of the lateral extents of the release

Boring or excavation logs

Photographs including date and GIS information

Topographic/Aerial maps

Laboratory data including chain of custody

If the site characterization report does not include completed efforts at remediation of the release, the report must include a proposed remediation plan. That plan must include the estimated volume of material to be remediated, the proposed remediation technique, proposed sampling plan and methods, anticipated timelines for beginning and completing the remediation. The closure criteria for a release are contained in Table 1 of 19.15.29.12 NMAC, however, use of the table is modified by site- and release-specific parameters.

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regulations all operators are public health or the environ failed to adequately investig	ormation given above is true and complete to e required to report and/or file certain release ument. The acceptance of a C-141 report by the gate and remediate contamination that pose a of a C-141 report does not relieve the operator	notification he OCD doo threat to gro	s and perform co s not relieve the oundwater, surfa	prrective actions for rel operator of liability sh ce water, human health	leases which may endanger hould their operations have h or the environment. In
Printed Name: Kyle Litt	rell	Title:	SH&E Superv	visor	
Signature Re	Vand	Date:	3/8/2019		
email: Kyle Lincl@xt	ocnergy.com	Telep	hone:	-7331	
OCD Only					
Received by:			Date:		

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Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

Closure Report Attachment Checklist: Each of the following items must be included in the closure report.

A scaled site and sampling diagram as described in 19.15.29.11 NMAC

Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection)

Laboratory analyses of final sampling (Note: appropriate ODC District office must be notified 2 days prior to final sampling)

Description of remediation activities

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations. The responsible party acknowledges they must substantially restore, reclaim, and re-vegetate the impacted surface area to the conditions that existed prior to the release or their final land use in accordance with 19.15.29.13 NMAC including notification to the OCD when reclamation and re-vegetation are complete.

Printed Name: Kyle Littrell	Title: SH&E Supervisor	
Signature: The fitted	Date:	
email: Kyle_Littrell@xtoenergy.com	Telephone:	
OCD Only		
Received by: <u>MBratcher</u>	Date: 03/08/2019	
Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.		
Closure Approved by: CLOSURE IS NOT APPRC	DVED Date:	
Printed Name: DUE TO DEFERRAL REQ		

Produced fluid release incident has been approved for deferral until such time as impacted area may be evaluated. Incident will remain open in OCD Database and will reflect an open environmental issue associated to this site.