District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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

For temporary pits, closed-loop systems, and below-grade tanks, submit to the appropriate NMOCD District Office.

For permanent pits and exceptions submit to

For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.

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<u>Pit, Closed-Loop System, Below-Grade Tank, or</u> <u>Proposed Alternative Method Permit or Closure Plan Application</u>

Type of action: Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Modification to an existing permit Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop system, below-grade tank, or proposed alternative method
Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request
Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances
Operator: WILLIAMS PRODUCTION COMPANY, LLC OGRID #: 120782
Address: PO Box 640 Aztec, NM 87410
Address: PO Box 640 Aztec, NM 87410 Facility or well name: COX CANYON UNIT #202
API Number: 3004527751 OCD Permit Number:
Section 16M Township 32N Range 11W County SAN JUAN
Latitude: 36.9801 Longitude 107.998 NAD: 1983 Surface Owner: STATE
01074
Pit: Subsection F or G of 19.15.17.11 NMAC Permanent Emergency Cavitation P&A AUG. 2010 String-Reinforced Liner type: Thickness mil LLDPE HDPE PVC Other String-Reinforced Liner Seams: Welded Factory Other Volume: bbl Dimensions: L X-W X DIMENSIONS Closed-loop System: Subsection H of 19.15.17.11 NMAC Type of Operation: P&A Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent) Drying Pad Above Ground Steel Tanks Haul-off Bins Other Lined Unlined Liner type: Thickness mil LLDPE HDPE PVC Other
Liner Seams: Welded Factory Other
4. Below-grade tank: Subsection I of 19.15.17.11 NMAC Volume: 120 bbl Type of fluid: PRODUCED WATER Tank Construction material: FIBERGLASS TANK w/BANDED 20-mil HDPE SECONDARY LINER
Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off
☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other
Liner type: Thickness mil
5. Alternative Method:

Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

8/10/2010

Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks)	
Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hinstitution or church)	hospital,
Four foot height, four strands of barbed wire evenly spaced between one and four feet	
Alternate. Please specify	
7.	
Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)	
☐ Screen ☐ Netting ☐ Other	
Monthly inspections (If netting or screening is not physically feasible)	
8. Signs: Subsection C of 19.15.17.11 NMAC	
☐ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers	
Signed in compliance with 19.15.3.103 NMAC	
Administrative Approvals and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. Please check a box if one or more of the following is requested, if not leave blank: Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau of consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	office for
Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accept material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying above-grade tanks associated with a closed-loop system.	priate district oproval.
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	Yes No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No ☐ NA
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to permanent pits) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No ☐ NA
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	Yes No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	Yes No
Within a 100-year floodplain FEMA map	Yes No

Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are
attached. Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC
Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Previously Approved Design (attach copy of design) API Number: or Permit Number:
12. Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are
attached. Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9 Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Previously Approved Design (attach copy of design) API Number:
Previously Approved Operating and Maintenance Plan API Number: (Applies only to closed-loop system that use
above ground steel tanks or haul-off bins and propose to implement waste removal for closure)
Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Climatological Factors Assessment Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC Quality Control/Quality Assurance Construction and Installation Plan Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Nuisance or Hazardous Odors, including H ₂ S, Prevention Plan Emergency Response Plan Oil Field Waste Stream Characterization Monitoring and Inspection Plan Erosion Control Plan Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Proposed Closure: 19.15.17.13 NMAC Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan. Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop System Alternative Proposed Closure Method: Waste Excavation and Removal Waste Removal (Closed-loop systems only) On-site Closure Method (Only for temporary pits and closed-loop systems) In-place Burial On-site Trench Burial Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)
15. Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached. ☑ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC ☑ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC ☑ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) ☑ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC ☑ Re-vegetation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

16. Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.17.13. Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if facilities are required.	
Disposal Facility Name: Disposal Facility Permit Number:	
Disposal Facility Name: Disposal Facility Permit Number:	
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future ser Yes (If yes, please provide the information below) No	
Required for impacted areas which will not be used for future service and operations: Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC	.c
Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable sou provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate disconsidered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Just demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	trict office or may be
Ground water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA
Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	Yes No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No
 Within an unstable area. Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 	☐ Yes ☐ No
Within a 100-year floodplain FEMA map	☐ Yes ☐ No
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure p by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.13 NMAC Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC	.15.17.11 NMAC

Operator Application Certification:	
I hereby certify that the information submitted with this application is true, accurate a	and complete to the best of my knowledge and belief.
Name (Print): Tasha Meador Title: Title:	læs specialis t
Signature:	Date:
e-mail address: tasha.mcador@williams.com Tel	lephone: _505-634-4241
OCD Approval: Permit Application (including closure plan) Glosure Plan (OCD Representative Signature: Title: OCD Representative Signature:	Only) OCD Conditions (see attachment) Approval Date:
21. Closure Report (required within 60 days of closure completion): Subsection K of Instructions: Operators are required to obtain an approved closure plan prior to im The closure report is required to be submitted to the division within 60 days of the c section of the form until an approved closure plan has been obtained and the closure	plementing any closure activities and submitting the closure report. ompletion of the closure activities. Please do not complete this
	y closure compressionation
Closure Method: Waste Excavation and Removal On-Site Closure Method Alternative If different from approved plan, please explain.	Closure Method
Closure Report Regarding Waste Removal Closure For Closed-loop Systems The Instructions: Please indentify the facility or facilities for where the liquids, drilling two facilities were utilized. Disposal Facility Name: San Juan Regional Land Fill Disposal Facility Name:	fluids and drill cuttings were disposed. Use attachment if more than lity Permit Number: SWM-052426lity Permit Number: reas that will not be used for future service and operations?
Closure Report Attachment Checklist: Instructions: Each of the following items mark in the box, that the documents are attached. □ Proof of Closure Notice (surface owner and division) □ Proof of Deed Notice (required for on-site closure) □ Plot Plan (for on-site closures and temporary pits) □ Confirmation Sampling Analytical Results (if applicable) □ Waste Material Sampling Analytical Results (required for on-site closure) □ Disposal Facility Name and Permit Number □ Soil Backfilling and Cover Installation □ Re-vegetation Application Rates and Seeding Technique □ Site Reclamation (Photo Documentation) ○ On-site Closure Location: Latitude Longitude	
Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure reported belief. I also certify that the closure complies with all applicable closure requirements. Name (Print): Tasha Meador	rt is true, accurate and complete to the best of my knowledge and s and conditions specified in the approved closure plan. Title: _ EH&S Specialist Date: 21410
e-mail address: tasha.meador@williams.com	Telephone: 505-634-4241
tasna.meador(@whitains.com	1 elephone. 303-034-4241

Williams Production Co., LLC San Juan Basin: New Mexico Assets

Below-Grade Tank Removal Closure Plan

In accordance with Rule 19.15.17.13 NMAC, the following plan describes the general closure requirements of below-grade tanks (BGT) on Williams Production Co, LLC (WPX) locations in the San Juan Basin of New Mexico. This is WPX's standard closure procedure for all BGTs regulated under Rule 19.15.17 NMAC and operated by WPX. For those closures which do not conform to this standard closure plan, a separate well/pit specific closure plan will be developed and utilized.

Closure Conditions and Timing:

Pursuant to 19.15.17.13 (A) NMAC, WPX will initiate closure of any BGT should any one of these conditions occur:

- The Division requires closure because of imminent danger to fresh water, public health or the environment.
- The integrity of the BGT fails. Notification will be within 48 hours to the Division and closure will be schedule as specified in 19.15.17.12 (A)(5) NMAC.
- WPX chooses to take the BGT out-of-service due to operational needs. Closure under these conditions will be closed within 60 days of cessation of the BGT's operation.
- BGTs installed prior to June 16, 2008 that do not meet the requirements under 19.15.17.11.1(6) NMAC and WPX chooses not to retrofit or upgrade. Closure under these conditions will be completed within five years (by June 16, 2013).

General Plan Requirements:

- Prior to initiating any BGT Closure except in the case of an emergency, WPX will
 review County Tax Records for the current surface owner of record. The surface
 owner of record will be notified of the intent to closure the BGT by certified mail and
 a copy of this notification will be included in the closure report. In the case of an
 emergency, the surface owner of record will be notified as soon as practical.
- Notice of Closure will be given to the Aztec District office between 72 hours and one
 week of the scheduled closure via email or phone. The notification of closure will
 include the following:
 - a. Operators Name (WPX)
 - b. Well Name and API Number
 - c. Location (USTR)
- 3. All piping will be rerouted to an alternative produced water storage/disposal location (e.g. surface tanks, temporary frac tank, ...). The well will be temporarily shut-in until the rerouting is completed.
- 4. All produced water will be removed from the BGT following discharge-pipe rerouting. Produced water will be disposed at one of the following NMOCD approved facilities depending on the proximity of the BGT site: Rosa Unit SWD #1 (Order: SWD-916, API: 30-039-27055), Rosa Unit #94 (Order: SWD-3RP-1003-0, API: 30-039-23035), Jillson Fed. SWD #001 (Order: R10168/R10168A, API: 30-039-25465), Middle Mesa SWD #001 (Order: SWD-350-0, API: 30-045-27004) and/or Basin Disposal (Permit: NM-01-0005).
- 5. Solids and sludges will be shoveled and /or vacuumed out for disposal at Envirotech (Permit Number NM-01-0011).
- 6. WPX will obtain prior approval from NMOCD to dispose, recycle, reuse, or reclaim the BGT and provide documentation of the disposition of the BGT in the closure report. Steel materials will be recycled or reused as approved by the Division. Fiberglass tanks will be empty, cut up or shredded, and EPA cleaned for disposal as solid waste. Liners materials will be cleaned without soils or contaminated material for disposal as

solid waste. Fiberglass tanks and liner materials will meet the conditions of paragraph 1 subsection D of 19.15.9.712 NMAC. Disposal will be at a licensed disposal facility, presently San Juan Regional Landfill operated by Waste Management under NMED Permit SWM-052426.

- 7. Any equipment associated with the BGT that is no longer required for some other purpose, following the closure will be removed from the location.
- 8. Following removal of the tank and any liner material, a five-point composite sample will be taken of the excavation and tested per 19.15.17.13(E)(4) NMAC as identified in Table 1. Grab samples will be collected from any area that is wet, discolored or showing other evidence of a release. Results will be report to the Division following receipt from the lab on Form C-141.

Table 1: Closure Criteria for BGTs

Components	Testing Methods	Closure Limits (mg/Kg)
Benzene	EPA SW-846 Method 8021B or 8260B	0.2
BTEX	EPA SW-846 Method 8021B or 8260B	50
TPH	EPA SW-846 Method 418.1(1)	100
Chlorides	EPA SW-846 Method 300.1(1)	250 ⁽²⁾

⁽¹⁾ Method modified for solid waste.

- 9. If the Division and/or WPX determine there is a release, WPX will comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC.
- 10. Upon completion of the tank removal, the excavation will be backfilled with non-waste earthen material compacted and covered with a minimum of one foot of top soil or background thickness whichever is greater and to existing grade. The surface will be recontoured to match the native grade and prevent ponding.
- 11. For those portions of the former pit area no longer required for production activities, WPX will seed the disturbed areas the first growing season after the pit is covered. Seeding will be accomplished via drilling on the contour whenever practical, or by other Division-approved methods. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintained that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs. Note: If a surface owner agreement requires reseeding or other surface restoration that do not meet the revegetation requirements of 19.15.17.13.I NMAC then WPX will submit the proposed alternative with written documentation that the surface owner agrees to the alternative, for Division approval.
- 12. For those portions of the former pit area required for production activities, reseeding will be done at well abandonment, and following the procedure noted above.

Closure Report:

All closure activities will include proper documentation and will be submitted to OCD within 60 days of the BGT closure on a Closure Report using Division Form C-144. The Report will include the following:

- Proof of Closure Notice (surface owner & NMOCD)
- Backfilling & Cover Installation
- Site Diagram with coordinates
- Available Inspection reports

- Confirmation Sampling Analytical Results
- Disposal Facility Name(s) and Permit Number(s)
- Application Rate & Seeding techniques
- Photo Documentation of Reclamation

 $^{^{(2)}}$ If background concentration of Chlorides greater than 250 mg/Kg, then higher concentration will be used for closure.



Exploration & Production PO Box 640 Aztec NM 81137 505/634-4219 505/634-4214 Fax

March 10, 2009

Mr. Bob Jones New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Sent via Certified Mail

RE:

Notification of Production Pit Closure

Rule 19.15.17.13 NMAC

Production Pits associated Natural Gas Development

Operated by Williams Production Co, LLC

Pursuant to Rule 19.15.17.13 NMAC, this correspondence is to notify the New Mexico Oil Conservation Division of Williams Production LLC's (Williams') intent to clean close all production pits on State lands in San Juan County, New Mexico. Closure will follow the plan included with this correspondence.

Thanks for your consideration. If there are any questions or additional information is requested, please contact me at (505) 634-4209.

Respectfully submitted,

Holly C. Perkins **EH&S Specialist**

Encl: Williams Production Pit Inventory (Tribal wells)

San Juan Basin - New Mexico Assets: Below-Grade Tank Closure Plan

CC:

Environmental File

Williams Production Co., LLC San Juan Basin: New Mexico Assets

Below-Grade Tank Removal Closure Plan

In accordance with Rule 19.15.17.13 NMAC, the following plan describes the general closure requirements of below-grade tanks (BGT) on Williams Production Co, LLC (WPX) locations in the San Juan Basin of New Mexico. This is WPX's standard closure procedure for all BGTs regulated under Rule 19.15.17 NMAC and operated by WPX. For those closures which do not conform to this standard closure plan, a separate well/pit specific closure plan will be developed and utilized.

Closure Conditions and Timing:

Pursuant to 19.15.17.13 (A) NMAC, WPX will initiate closure of any BGT should any one of these conditions occur:

- The Division requires closure because of imminent danger to fresh water, public health or the environment.
- The integrity of the BGT fails. Notification will be within 48 hours to the Division and closure will be schedule as specified in 19.15.17.12 (A)(5) NMAC.
- WPX chooses to take the BGT out-of-service due to operational needs. Closure under these conditions will be closed within 60 days of cessation of the BGT's operation.
- BGTs installed prior to June 16, 2008 that do not meet the requirements under 19.15.17.11.1(6) NMAC and WPX chooses not to retrofit or upgrade. Closure under these conditions will be completed within five years (by June 16, 2013).

General Plan Requirements:

- 1. Prior to initiating any BGT Closure except in the case of an emergency, WPX will review County Tax Records for the current surface owner of record. The surface owner of record will be notified of the intent to close the BGT by certified mail and a copy of this notification will be included in the closure report. In the case of an emergency, the surface owner of record will be notified as soon as practical.
- 2. Notice of Closure will be given to the Aztec District office between 72 hours and one week of the scheduled closure via email or phone. The notification of closure will include the following:
 - a. Operators Name (WPX)
 - b. Well Name and API Number
 - c. Location (USTR)
- 3. All piping will be rerouted to an alternative produced water storage/disposal location (e.g. surface tanks, temporary frac tank, ...). The well will be temporarily shut in until the rerouting is completed.
- 4. All produced water will be removed from the BGT following discharge-pipe rerouting. Produced water will be disposed at one of the following NMOCD approved facilities depending on the proximity of the BGT site: Rosa Unit SWD #1 (Order: SWD-916, API: 30-039-27055), Rosa Unit #94 (Order: SWD-3RP-1003-0, API: 30-039-23035), Jillson Fed. SWD #001 (Order: R10168/R10168A, API: 30-039-25465), Middle Mesa SWD #001 (Order: SWD-350-0, API: 30-045-27004) and/or Basin Disposal (Permit: NM-01-0005).
- 5. Solids and sludges will be shoveled and /or vacuumed out for disposal at Envirotech (Permit Number NM-01-0011).
- 6. WPX will obtain prior approval from NMOCD to dispose, recycle, reuse, or reclaim the BGT and provide documentation of the disposition of the BGT in the closure report. Steel materials will be recycled or reused as approved by the Division. Fiberglass tanks will be empty, cut up or shredded, and EPA cleaned for disposal as solid waste. Liner materials will

be cleaned without soils or contaminated material for disposal as solid waste. Fiberglass tanks and liner materials will meet the conditions of paragraph 1 subsection D of 19.15.9.712 NMAC. Disposal will be at a licensed disposal facility, presently San Juan Regional Landfill operated by Waste Management under NMED Permit SWM-052426.

- 7. Any equipment associated with the BGT that is no longer required for some other purpose, following the closure will be removed from the location.
- 8. Following removal of the tank and any liner material, a five-point composite sample will be taken of the excavation and tested per 19.15.17.13(E)(4) NMAC as identified in Table 1. Grab samples will be collected from any area that is wet, discolored or showing other evidence of a release. Results will be report to the Division following receipt from the lab on Form C-141.

Table 1: Closure Criteria for BGTs

©Components	# Testing Methods	Closure Limits (mg//Kg)
Benzene	EPA SW-846 Method 8021B or 8260B	0.2
BTEX	EPA SW-846 Method 8021B or 8260B	50
TPH	EPA SW-846 Method 418.1(1)	100
Chlorides	EPA SW-846 Method 300.1(1)	250(2)

⁽¹⁾ Method modified for solid waste.

- 9. If the Division and/or WPX determine there is a release, WPX will comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC.
- 10. Upon completion of the tank removal, the excavation will be backfilled with non-waste earthen material compacted and covered with a minimum of one foot of top soil or background thickness whichever is greater and to existing grade. The surface will be recontoured to match the native grade and prevent ponding.
- 11. For those portions of the former pit area no longer required for production activities, WPX will seed the disturbed areas the first growing season after the pit is covered. Seeding will be accomplished via drilling on the contour whenever practical, or by other Division-approved methods. Vegetative cover will equal 70% of the native perennial vegetative cover (unimpacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintained that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs. Note: If a surface owner agreement requires reseeding or other surface restoration that do not meet re-vegetation requirements of 19.15.17.13.I NMAC then WPX will submit the proposed alternative with written documentation that the surface owner agrees to the alternative, for Division approval.
- 12. For those portions of the former pit area required for production activities, reseeding will be done at well abandonment, and following the procedure noted above.

Closure Report:

All closure activities will include proper documentation and will be submitted to OCD within 60 days of the BGT closure on a Closure Report using Division Form C-144. The Report will include the following:

- Proof of Closure Notice (surface owner & NMOCD)
- Backfilling & Cover Installation
- Site Diagram with coordinates
- Available Inspection reports

- Confirmation Sampling Analytical Results
- Disposal Facility Name(s) and Permit Number(s)
- Application Rate & Seeding techniques
- Photo Documentation of Reclamation

⁽²⁾ If background concentration of Chlorides greater than 250 mg/Kg, then higher concentration will be used for closure.

Meador, Tasha

From:

Meador, Tasha

Sent:

Wednesday, May 26, 2010 10:25 AM

To:

'Jones, Brad A., EMNRD'

Cc:

Lane, Myke; 'Powell, Brandon, EMNRD'; Snyder, Walden

Subject: RE: Request for Review Pit Closure - Cox Canyon 012, Cox Canyon 017, Cox Canyon 202

Brad:

We need to take the following below grade tanks out of service, and we would like to close/modify these existing BGTs. We request your review and approval to allow closure.

WELLSITE	API	FMT	SEC	TWN	RN
Cox Canyon 012	3004521488	BLANCO PC	201	32N	11\
Cox Canyon 017	3004521581	BLANCO PC	16M	32N	11\
Cox Canyon 202	3004527751	BASIN FTC	16M	32N	11\

Please contact me or Myke Lane if there are any problems or you request additional information. Thanks for your consideration

Tasha Meador

EH&S Coordinator Williams Exploration & Production 721 S Main Aztec, NM Office: 505-634-4200

Direct:505-634-4241 Fax: 505-634-4205

tasha.meador@williams.com

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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 Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Form C-141 Revised October 10, 2003

Santa Fe, NM 87505

Release Notification and Corrective Action

			21021			OPERA'	ΓOR		nitial Rep	oort
Name of Co				CTION, LLC			Tasha Meador	-		
Address	= 0.2011010,122120,1311						No. (505) 634-	4241		
Facility Na	ne Cox Ca	anyon #202				Facility Typ	e Well Site			
Surface Ow	Surface Owner State Mineral Owner				wner			Lea	se No.	
				LOCA	TIO	N OF RE	LEASE			
Unit Letter	Section	Township	Range	Feet from the	North	South Line	Feet from the	East/West Li	ne Cou	nty
М	16	32N	11W						San	Juan
			Latitud	de 36.98007	7]	Longitude_	107.99849_			
				NAT	URE	OF REL				
Type of Rele Source of Re		ease Occurred				Volume of			ne Recove	
Was Immedi		Given?				If YES, To	lour of Occurrence Whom?	e Date	and Hour	of Discovery
, us minear	are recise e		Yes [] No 🔯 Not Re	quired		***************************************			
By Whom?						Date and I				
Was a Water	course Read		Yes 🗵	No		If YES, Vo	lume Impacting t	he Watercours	e.	
Describe Cau No action rec		em and Reme	dial Actio	n Taken.*						
Describe Are	a Affected	and Cleanup A	Action Tal	ken.*						
N/A										
regulations a public health should their or the enviro	Il operators or the envi operations h nment. In a	are required t ronment. The nave failed to a	o report an acceptant adequately OCD accept	nd/or file certain rece of a C-141 report investigate and re	elease r ort by th emedia	notifications a ne NMOCD m te contaminati	nd perform correct arked as "Final R on that pose a thr	tive actions for eport" does no eat to ground v	r releases. t relieve th vater, surfa	o NMOCD rules and which may endanger ne operator of liability ace water, human health ance with any other
	1	(/	1			OIL CON	SERVATIO	ON DIV	ISION
Signature.	tas	with	10	ador		Approved by	District Supervis	or:		
Printed Nam	e Tasha M	<u>1eador</u>	<u> </u>				r r			
Title: EH&S	Coordinate	or				Approval Da	e:	Expirat	ion Date:	
E-mail Addre	ess: Tasha.	meador@willi		: (505) 634-4241		Conditions of	Approval:		Att	cached
	tional She	ets If Necess		. (505) 051 1211						

Williams Production Co., LLC San Juan Basin: New Mexico Assets

Below-Grade Tank Removal Closure Plan

In accordance with Rule 19.15.17.13 NMAC, the following plan describes the general closure requirements of below-grade tanks (BGT) on Williams Production Co, LLC (WPX) locations in the San Juan Basin of New Mexico. This is WPX's standard closure procedure for all BGTs regulated under Rule 19.15.17 NMAC and operated by WPX. For those closures which do not conform to this standard closure plan, a separate well/pit specific closure plan will be developed and utilized.

Closure Conditions and Timing:

Pursuant to 19.15.17.13 (A) NMAC, WPX will initiate closure of any BGT should any one of these conditions occur:

- The Division requires closure because of imminent danger to fresh water, public health or the environment.
- The integrity of the BGT fails. Notification will be within 48 hours to the Division and closure will be schedule as specified in 19.15.17.12 (A)(5) NMAC.
- WPX chooses to take the BGT out-of-service due to operational needs. Closure under these conditions will be closed within 60 days of cessation of the BGT's operation.
- BGTs installed prior to June 16, 2008 that do not meet the requirements under 19.15.17.11.1(6) NMAC and WPX chooses not to retrofit or upgrade. Closure under these conditions will be completed within five years (by June 16, 2013).

General Plan Requirements:

- Prior to initiating any BGT Closure except in the case of an emergency, WPX will
 review County Tax Records for the current surface owner of record. The surface
 owner of record will be notified of the intent to closure the BGT by certified mail and
 a copy of this notification will be included in the closure report. In the case of an
 emergency, the surface owner of record will be notified as soon as practical.
- 2. Notice of Closure will be given to the Aztec District office between 72 hours and one week of the scheduled closure via email or phone. The notification of closure will include the following:
 - a. Operators Name (WPX)
 - b. Well Name and API Number
 - c. Location (USTR)
- 3. All piping will be rerouted to an alternative produced water storage/disposal location (e.g. surface tanks, temporary frac tank, ...). The well will be temporarily shutin until the rerouting is completed.
- 4. All produced water will be removed from the BGT following discharge-pipe rerouting. Produced water will be disposed at one of the following NMOCD approved facilities depending on the proximity of the BGT site: Rosa Unit SWD #1 (Order: SWD-916, API: 30-039-27055), Rosa Unit #94 (Order: SWD-3RP-1003-0, API: 30-039-23035), Jillson Fed. SWD #001 (Order: R10168/R10168A, API: 30-039-25465), Middle Mesa SWD #001 (Order: SWD-350-0, API: 30-045-27004) and/or Basin Disposal (Permit: NM-01-0005).
- 5. Solids and sludges will be shoveled and /or vacuumed out for disposal at Envirotech (Permit Number NM-01-0011).
- 6. WPX will obtain prior approval from NMOCD to dispose, recycle, reuse, or reclaim the BGT and provide documentation of the disposition of the BGT in the closure report. Steel materials will be recycled or reused as approved by the Division. Fiberglass tanks will be empty, cut up or shredded, and EPA cleaned for disposal as solid waste. Liners materials will be cleaned without soils or contaminated material for disposal as

solid waste. Fiberglass tanks and liner materials will meet the conditions of paragraph 1 subsection D of 19.15.9.712 NMAC. Disposal will be at a licensed disposal facility, presently San Juan Regional Landfill operated by Waste Management under NMED Permit SWM-052426.

- 7. Any equipment associated with the BGT that is no longer required for some other purpose, following the closure will be removed from the location.
- 8. Following removal of the tank and any liner material, a five-point composite sample will be taken of the excavation and tested per 19.15.17.13(E)(4) NMAC as identified in Table 1. Grab samples will be collected from any area that is wet, discolored or showing other evidence of a release. Results will be report to the Division following receipt from the lab on Form C-141.

Table 1: Closure Criteria for BGTs

Components:	Testing Methods	Closure Limits (mg/Kg)
Benzene	EPA SW-846 Method 8021B or 8260B	0.2
BTEX	EPA SW-846 Method 8021B or 8260B	50
TPH	EPA SW-846 Method 418.1(1)	100
Chlorides	EPA SW-846 Method 300.1(1)	250(2)

⁽¹⁾ Method modified for solid waste.

- 9. If the Division and/or WPX determine there is a release, WPX will comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC.
- 10. Upon completion of the tank removal, the excavation will be backfilled with non-waste earthen material compacted and covered with a minimum of one foot of top soil or background thickness whichever is greater and to existing grade. The surface will be recontoured to match the native grade and prevent ponding.
- 11. For those portions of the former pit area no longer required for production activities, WPX will seed the disturbed areas the first growing season after the pit is covered. Seeding will be accomplished via drilling on the contour whenever practical, or by other Division-approved methods. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintained that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs. Note: If a surface owner agreement requires reseeding or other surface restoration that do not meet the revegetation requirements of 19.15.17.13.1 NMAC then WPX will submit the proposed alternative with written documentation that the surface owner agrees to the alternative, for Division approval.
- 12. For those portions of the former pit area required for production activities, reseeding will be done at well abandonment, and following the procedure noted above.

Closure Report:

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All closure activities will include proper documentation and will be submitted to OCD within 60 days of the BGT closure on a Closure Report using Division Form C-144. The Report will include the following:

- Proof of Closure Notice (surface owner & NMOCD)
- Backfilling & Cover Installation
- Site Diagram with coordinates
- Available Inspection reports

- Confirmation Sampling Analytical Results
- Disposal Facility Name(s) and Permit Number(s)
- Application Rate & Seeding techniques
- Photo Documentation of Reclamation

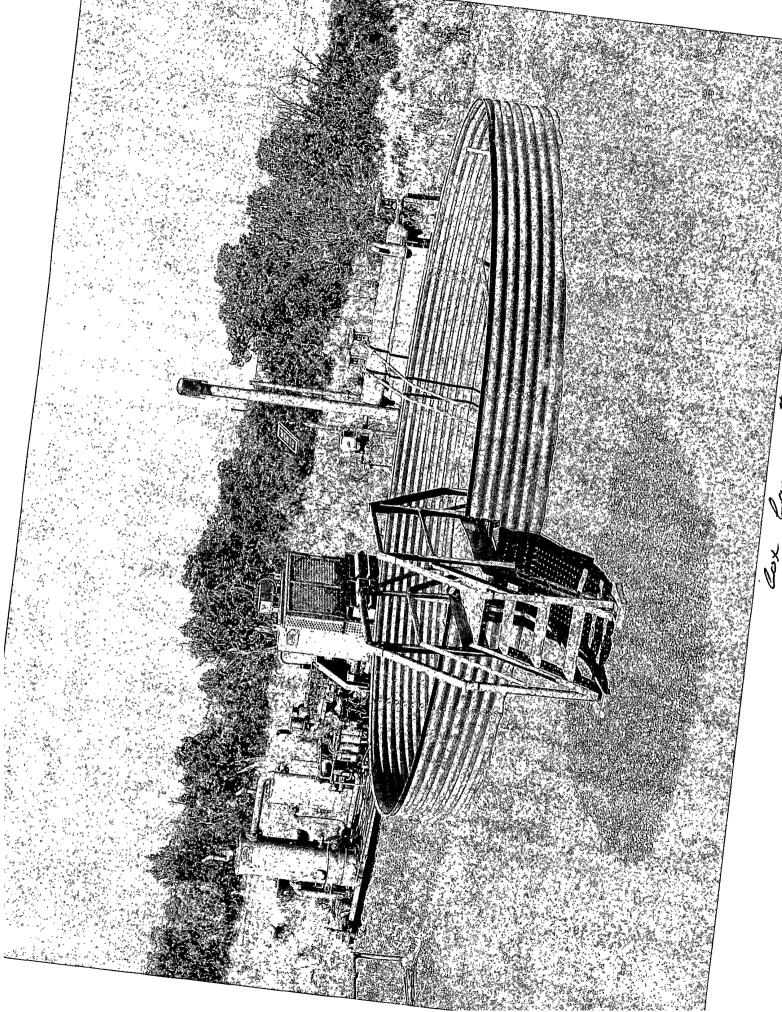
⁽²⁾ If background concentration of Chlorides greater than 250 mg/Kg, then higher concentration will be used for closure.

Dirt Road Separator Pit North Meter Bldg.

Well Head



Compressor



ð · No

						Liner	Leak detection		Pit
					SGT. BGT,	Double Wall Steel, Bottom			
Date	WellName	Run	Formation	Construction	Above	Plastic Liner	Y/N	level	level
	COX CANYON								
8/26/2008	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	Yes	2	30
0/20/2000	COX CANYON	04.41	F :4 10 1	EIDED CL AGG	DOT	De del Dienie Ti	37	_	22
9/30/2008	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	Yes	0	32
10/17/2008	COX CANYON UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	Yes	0	32
	COX CANYON								
11/17/2008	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	33
	COX CANYON								
12/17/2008	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	11"
	COX CANYON								
1/17/2009	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
2/15/00	COX CANYON	04.41	Emvitlend Cool	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
2/15/09	UNIT #202	04-41	Fruitiand Coat	FIBERULASS	DGI	Banded Flastic Liner	1 E 3	U	-
3/15/09	COX CANYON UNIT #202	04_41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0"	37"
3/13/07	COX CANYON	04-41	Truttand Coar	TIDERGERISS	DO1	Danaed Flastic Effet	TES	-	3,
4/15/09	UNIT #202	04-41	Fruitland Coal	 FIBERGLASS	BGT	Banded Plastic Liner	YES	0"	0
1/15/05	COX CANYON	01 11	Truttiana Cour	T IDENCE 188	201	Daniel Filesto Enter	120		
5/15/2009	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0"	15"
	COX CANYON								
6/15/09	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	38"
	COX CANYON								
7/15/2009	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
	COX CANYON								
8/15/2009	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
	COX CANYON								
9/15/2009	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	37
40/44/2005	COX CANYON			EDED ST 1 SS	D.C.T.	D 1 1 D 1 T 1	TVEC	<u>,</u>	
10/11/2009	UNIT #202	04-41	Fruitiand Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	Ö	0
11/13/2009	COX CANYON UNIT #202	04.41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
11/13/2009	COX CANYON	U4-41	Truitiand Coal	TIDEROLASS	DO1	Danucu Flastic Linei	IES_	- 0	U
12/9/2009	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0

<u> </u>	COX CANYON	<u> </u>	Γ					Γ	
1/11/209	UNIT #202		Fruitland Coal	FIRERGLASS	BGT	Banded Plastic Liner	YES	0	0
1/11/209	COX CANYON		Transana Cour	TIDERCETIOS		Bunded Flustre Emer	125	† <u> </u>	
2/16/2009	UNIT #202	l	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
	COX CANYON	V	114114114114	TID ZITO ZITOS				† <u> </u>	
3/19/2009	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
	COX CANYON								
4/11/2009	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
	COX CANYON								
5/16/09	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	15"
	COX CANYON								
6/11/09	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	38"
	COX CANYON	}							
7/19/09	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
}	COX CANYON								
8/14/2009	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
	COX CANYON								
9/8/2009	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	37"
	COX CANYON	ŀ							
10/18/2009	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
	COX CANYON	ĺ	1			[1	[
11/8/2009	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
	COX CANYON	i							
12/17/2009	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
	COX CANYON		l						
1/6/2010	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	1"
0/11/0010	COX CANYON	04.41	 	EDED GT 4 GG	D.C.	D 1 1 D 1 T	TIEG		
2/11/2010	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
2/14/2010	COX CANYON	04.41	 Paristan 4 C 1	EIDED CL AGG	DCT	Danidad Dlassia Tilese	VEC		
3/14/2010	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	0
4/8/2010	COX CANYON	04.41	F10 1	EIDED CL AGG	рст	Danidad Dlastia Liver	MEG		5"
4/8/2010	UNIT #202	04-41	Fruitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	3"
5/16/2010	COX CANYON UNIT #202	04.41	Fruitland Coal	EIDEDCT AGG	BGT	Banded Plastic Liner	YES	0	58"
3/10/2010	COX CANYON	04-41	Fruitiand Coal	FIBERGLASS	DUI	Danueu Flasuc Liner	IES	+	30
6/12/2010	UNIT #202	04-41	Emitland Coal	FIBERGLASS	BGT	Banded Plastic Liner	YES	0	48"
0/12/2010	UNII #202	J V4-4 1	Fruitiand Coal	LIDEKOLASS	DOI	Banded Flastic Liner	IES	1	40



EPA METHOD 8015 Modified Nonhalogenated Volatile Organics **Total Petroleum Hydrocarbons**

Client:	Williams	Proiect #:	04108-0136
Sample ID:	BGT	Date Reported:	07-08-10
Laboratory Number:	54983	Date Neported: Date Sampled:	06-30-10
Chain of Custody No:	9575	Date Sampled. Date Received:	
Sample Matrix:	Soil		07-01-10
Preservative:	SOII	Date Extracted:	07-06-10
	lukant	Date Analyzed:	07-07-10
Condition:	Intact	Analysis Requested:	8015 TPH

Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)
Gasoline Range (C5 - C10)	ND	0.2
Diesel Range (C10 - C28)	ND	0.1
Total Petroleum Hydrocarbons	ND	0.2

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

Cox Canyon #202

Ph (505) 632-0615 Fr (800) 362-1879 Fx (505) 632-1865 lab@envirotech-inc.com envirotech-inc.com



EPA Method 8015 Modified Nonhalogenated Volatile Organics **Total Petroleum Hydrocarbons**

Quality Assurance Report

Client:	QA/QC		Project #:		N/A
Sample ID:	07-06-10 QA/Q0		Date Reported:		07-07-10
Laboratory Number:	55017		Date Sampled:		N/A
Sample Matrix:	Methylene Chlor	ride	Date Received:		N/A
Preservative:	N/A		Date Analyzed:		07-07-10
Condition:	N/A		Analysis Reque		TPH
Service Commission Commission	I-Cal Date	I-Cal RF:	C-Cal RF:	% Difference	Accept, Range
Gasoline Range C5 - C10	05-07-07	9.9960E+002	1.0000E+003	0.04%	0 - 15%
Diesel Range C10 - C28	05-07-07	9.9960E+002	1.0000E+003	0.04%	0 - 15%
Blánk Conc. (mg/L - mg/Kg)		Concentration		Detection Limit	
Gasoline Range C5 - C10		ND		0.2	
Diesel Range C10 - C28		ND		0.1	
Total Petroleum Hydrocarbons		ND		0.2	
Duplicate Conc. (mg/Kg)	Sample	Duplicate	% Difference	Accept. Range	
Gasoline Range C5 - C10	ND	ND	0.0%	0 - 30%	
Diesel Range C10 - C28	ND	ND	0.0%	0 - 30%	
Spike Conc. (mg/Kg)	Sample	Spike Added	Spike Result	% Recovery	Accept. Range
Gasoline Range C5 - C10	ND	250	254	102%	75 - 125%
Diesel Range C10 - C28	ИD	250	253	101%	75 - 125%

ND - Parameter not detected at the stated detection limit.

References:

Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,

SW-846, USEPA, December 1996.

Comments:

QA/QC for Samples 54982-54983, 54956-54957, 55017, 55019-55022.



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

Client:	Williams	Project #:	04108-0136
Sample ID:	BGT	Date Reported:	07-08-10
Laboratory Number:	54983	Date Sampled:	06-30-10
Chain of Custody:	9575	Date Received:	07-01-10
Sample Matrix:	Soil	Date Analyzed:	07-07-10
Preservative:		Date Extracted:	07-06-10
Condition:	Intact	Analysis Requested:	BTEX

Parameter	Concentration (ug/Kg)	Det. Limit (ug/Kg)	1
Benzene	ND	0.9	
Toluene	ND	1.0	
Ethylbenzene	ND	1.0	
p,m-Xylene	ND	1.2	
o-Xylene	ND	0.9	
Total BTEX	ND	·	

ND - Parameter not detected at the stated detection limit.

Surrogate Recoveries:	Parameter	Percent Recovery
	Fluorobenzene	100 %
	1,4-difluorobenzene	100 %
	Bromochlorobenzene	100 %

References:

Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846,

USEPA, December 1996.

Comments:

Cox Canyon #202

Analyst

Ravious



EPA METHOD 8021 AROMATIC VOLATILE ORGANICS

Client: Sample ID: Laboratory Number: Sample Matrix: Preservative: Condition:	N/A 0707BBLK QA/QC 55020 Soil N/A N/A		Project #: Date Reported: Date Sampled: Date Received: Date Analyzed: Analysis:		N/A 07-07-10 N/A N/A 07-07-10 BTEX
Calibration and	I-Cal RF:	C-Cal RF:	%Diff.	Blank	Detect.
Detection Limits (ug/L)		Accept. Ran	ge 0 - 15%	Conc	Limit
Benzene	4 4610E+006	4.4699E+006	0.2%	ND	0.1
Toluene	3 7622E+006	3.7697E+006	0.2%	ND	0.1
Ethylbenzene	2.8177E+006	2.8234E+006	0.2%	ND	0.1
p,m-Xylene	6.8481E+006	6.8618E+006	0.2%	ND	0.1
o-Xylene	2 4700E+006	2 4750E+006	0.2%	ND	0.1
Dúplicate Conc. (ug/Kg)	Sample	Duplicate	%Diff.	Accept Range	Detect. Limit
Benzene	6.7	6.8	1.5%	0 - 30%	0.9
Toluene	7.8	9.6	23.1%	0 - 30%	1.0
Ethylbenzene	ND	ND	0.0%	0 - 30%	1.0
p,m-Xylene	5.5	5.7	3.6%	0 - 30%	1.2
o-Xylene	4.0	4.3	7.5%	0 - 30%	0.9
Spike Conc. (ug/Kg)	Sample	Amount Spiked	Spiked Sample	% Recovery	Accept Range
Benzene	6.7	50.0	52,2	92.1%	39 - 150
Toluene	7.8	50.0	48.0	83.0%	46 - 148
Ethylbenzene	ND	50.0	48.4	96.8%	32 - 160
•	5.5	100	100	94.5%	46 - 148
p,m-Xylene					
o-Xylene	4.0	50.0	47.8	88.5%	46 - 148

ND - Parameter not detected at the stated detection limit.

References: Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA,

December 1996.

Method 8021B, Aromatic and Halogenated Volatiles by Gas Chromatography Using Photoionization and/or Electrolytic Conductivity Detectors, SW-846, USEPA December 1996.

Comments: QA/QC for Samples 54956-54957, 54981-54983, 54985-54986, 55020-55021

Analyst



EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS

Client:	Williams	Project #:	04108-0136
Sample ID:	BGT	Date Reported:	07-08-10
Laboratory Number:	54983	Date Sampled:	06-30-10
Chain of Custody No:	9575	Date Received:	07-01-10
Sample Matrix:	Soil	Date Extracted:	07-06-10
Preservative:		Date Analyzed:	07-06-10
Condition:	Intact	Analysis Needed:	TPH-418.1

i	Concentration	Det. Limit
Parameter	(mg/kg)	(mg/kg)

Total Petroleum Hydrocarbons

9.6

5.5

ND = Parameter not detected at the stated detection limit.

References:

Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water

and Waste, USEPA Storet No. 4551, 1978.

Comments:

Cox Canyon #202

Analyst

Review



EPA METHOD 418.1 TOTAL PETROLEUM HYROCARBONS QUALITY ASSURANCE REPORT

Client: QA/QC Project #: N/A QA/QC Date Reported: 07-07-10 Sample ID: 07-06-TPH,QA/QC 55009 Date Sampled: Laboratory Number: N/A Date Analyzed: Sample Matrix: Freon-113 07-06-10 Preservative: N/A Date Extracted: 07-06-10 Condition: N/A Analysis Needed: TPH

Calibration I-Cal Date C-Cal Date I-Cal RF: C-Cal RF: % Difference Accept. Range 06-30-10 07-06-10 1,716 1,770 3.1% +/- 10%

Blank Conc. (mg/Kg) **Detection Limit** Concentration ND **TPH** 5.5 Duplicate Duplicate Conc. (mg/Kg) % Difference Sample Accept. Range **TPH** 6.9 6.9 0.0% +/- 30%

Spike Conc. (mg/Kg) Sample Spike Added Spike Result % Recovery Accept Range **TPH** 6.9 2,000 1,720 85.7% 80 - 120%

References:

Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water

and Waste, USEPA Storet No. 4551, 1978.

Comments:

QA/QC for Samples 54953, 54976, 54982-54983 and 55009



Chloride

Client:	Williams	Project #:	04108-0136
Sample ID:	BGT	Date Reported:	07-08-10
Lab ID#:	54983	Date Sampled:	06-30-10
Sample Matrix:	Soil	Date Received ⁻	07-01-10
Preservative:		Date Analyzed:	07-07-10
Condition:	Intact	Chain of Custody:	9575

Parameter

Concentration (mg/Kg)

Total Chloride

15

Reference: U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983.

Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992.

Comments: Cox Canyon #202

Analyst

Review

CHAIN OF CUSTODY RECORD

Client:	<u> </u>	F	Project Name / I		n#	202						**************************************		ANAL	YSIS.	/ PAR	AME [*]	TERS					
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Client Phone No.:		ď	Client No.:		700			***************************************	g	hod	bo	eta	ion		H H		=	,.,]	<u></u>	gc
131-4219 Sample No./			041	08	-01	36			Meth	(Mel	Meth	RCRA 8 Metals	Cation / Anion		TCLP with H/P		TPH (418.1)	CHLORIDE				Sample Cool	Sample Intact
Sample No./	Sample	Sample	Lab No.	S	ample	No./Volume			Ī	X	ည	Ä	tion	_	بَ	I	T T	ğ				햩	mpk
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				Soil Solid	Sludge Aqueous																		
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Williams Production Co., LLC San Juan Basin: New Mexico Assets

Below-Grade Tank Removal Closure Report

Well: (Cox Canyon #202) **API No:** 30-04527751

Location: M-S16-T32N-R11W, NMPM



In accordance with Rule 19.15.17.13 NMAC, the following report describes the general closure of the referenced below-grade tanks (BGT) on Williams Production Co, LLC (WPX) location in the San Juan Basin of New Mexico. The closure follows this WPX's standard closure procedure for all BGTs regulated under Rule 19.15.17 NMAC and operated by WPX. For those closures which do not conform to the standard closure plan, a separate well/pit specific closure plan will be developed and utilized.

Closure Conditions and Timing:

Pursuant to 19.15.17.13 (A) NMAC, WPX will initiate closure of any BGT should any one of these conditions occur:

- The Division requires closure because of imminent danger to fresh water, public health or the environment.
- The integrity of the BGT fails. Notification will be within 48 hours to the Division and closure will be schedule as specified in 19.15.17.12 (A) (5) NMAC.
- WPX chooses to take the BGT out-of-service due to operational needs. Closure
 under these conditions will be initiated within 60 days of cessation of the BGT's
 operation.
- BGTs installed prior to June 16, 2008 that do not meet the requirements under 19.15.17.11.1(6) NMAC and WPX chooses not to retrofit or upgrade. Closure under these conditions will be completed within five years (by June 16, 2013).

General Plan Requirements:

1. Prior to initiating any BGT Closure except in the case of an emergency, WPX will review County Tax Records for the current landowner of record. The landowner of record will be notified of the intent to closure the BGT by certified mail and a copy of this notification will be included in the closure report. In the case of an emergency, the landowner of record will be notified as soon as practical.

Williams notified the SMA of its intent to clean close the BGT via Certified Mail on March 10, 2009 see attached. No return receipt required per BLM:FFO/NMOCD MOU dated 5/4/09.

- 2. Notice of Closure will be given to the Aztec District office between 72 hours and one week of the scheduled closure via email or phone. The notification of closure will include the following:
 - a. Operators Name (WPX)
 - b. Well Name and API Number
 - c. Location (USTR)

<u>Aztec District office was notified of Williams E&P intent to close on (05/26/2010). Email</u> attached.

3. All piping will be rerouted to an alternative produced water storage/disposal location (e.g. surface tanks, temporary frac tank, ...). The well will be temporarily shut-in until the rerouting is completed.

<u>Williams closed the BGT used by the Cox Canyon #011 separator and piped all liquids to</u> the Produced Water Storage Tank.

4. All produced water will be removed from the BGT following discharge-pipe rerouting. Produced water will be disposed at one of the following NMOCD approved facilities depending on the proximity of the BGT site: Rosa Unit SWD #1 (Order: SWD-916, API: 30-039-27055), Rosa Unit #94 (Order: SWD-3RP-1003-0, API: 30-039-23035), Jillson Fed. SWD #001 (Order: R10168/R10168A, API: 30-039-25465), Middle Mesa SWD #001 (Order: SWD-350-0, API: 30-045-27004) and/or Basin Disposal (Permit: NM-01-0005).

<u>Produced water in the BGT prior to closures was removed by vacuum truck and hauled to the Rosa Unit disposal wells listed.</u>

5. Solids and sludges will be shoveled and /or vacuumed out for disposal at Envirotech (Permit Number NM-01-0011).

No solids or sludge required removal prior to excavation and removal of the tank.

6. Williams will obtain prior approval from NMOCD to dispose, recycle, reuse, or reclaim the BGT and provide documentation of the disposition of the BGT in the closure report. Steel materials will be recycled or reused as approved by the Division. Fiberglass tanks will be empty, cut up or shredded, and EPA cleaned for disposal as solid waste. Liners materials will be cleaned without soils or contaminated material for disposal as solid waste. Fiberglass tanks and liner materials will meet the conditions of paragraph 1 subsection D or 19.15.9.712 NMAC. Disposal will be at a licensed disposal facility, presently San Juan Regional Landfill operated by Waste Management under NMED Permit SWM-052426.

The fiberglass tank and plastic liner was disposed of at the San Juan Regional Landfill.

- 7. Any equipment associated with the BGT that is no longer required for some other purpose, following the closure will be removed from the location.

 The fiberglass tank and plastic liner were removed offsite. All other piping and equipment remains in use. See attached photo.
- 8. Following removal of the tank and any liner material, a five-point composite sample will be taken of the excavation and tested per 19.15.17.13(E)(4) NMAC as identified in Table 1. Grab samples will be collected from any area that is wet, discolored or showing other evidence of a release. Results will be report to the Division following receipt from the lab on Form C-141.

Table 1: Closure Criteria for BGTs

Components	Testing Methods	Closure Limits (mg/Kg)	Sample Results (mg/Kg)
Benzene	EPA SW-846 Method 8021B or 8260B	0.2	ND
BTEX	EPA SW-846 Method 8021B or 8260B	50	ND
TPH	EPA SW-846 Method 418.1(1)	100	33.2
Chlorides	EPA SW-846 Method 300.1(1)	250(2)	5

- (1) Method modified for solid waste.
- $^{(2)}$ If background concentration of Chlorides greater than 250 mg/Kg, then higher concentration will be used for closure.
- 9. If the Division and/or Williams determine there is a release, Williams will comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC.

No release detected.

10. Upon completion of the tank removal, and any necessary soil remediation, the excavation will be backfilled with non-waste earthen material compacted to native and covered with a minimum of one foot of top soil or background thickness. The surface will be recontoured to match the native grade.

<u>Pit area backfilled with clean earthen material following sample results. No contaminated soil taken off site.</u> Backfill compacted to avoid settling and pit area remains in use for production operations.

11. For those portions of the former pit area no longer required for production activities, WPX will seed the disturbed areas the first growing season after the pit is covered. Seeding will be accomplished via drilling on the contour whenever practical, or by other Division-approved methods. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintained that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs. Note: WPX assumes the seeding stipulations including mix and seeding methods specified by the Surface Management Agency (BLM, BOR, USFS, Tribal, etc.) APD are Divisionapproved methods unless notified by the Division of their unacceptability. If a landowner agreement requires reseeding or other surface restoration that does not meet the revegetation requirements of 19.15.17.13. I then WPX will submit the proposed alternative with written documentation that the landowner agrees to the alternative, for Division approval.

<u>Pit area along with unused portions of well pad interim reclaimed and following P&A entire location to be reclaimed and recontoured in accordance with Surface Management Agency requirements in APD-COAs and per BLM:FFO/NMOCD MOU dated 5/4/09.</u>

12. For those portions of the former pit area required for production activities, reseeding will be done at well abandonment, and following the procedure noted above. See above notes.

Closure Report:

All closure activities will include proper documentation and will be submitted to OCD within 60 days of the BGT closure on a Closure Report using Division Form C-144. The Report will include the following:

- Proof of Closure Notice (surface owner & NMOCD)
- Backfilling & Cover Installation
- Site Diagram with coordinates
- Available Inspection reports

- Confirmation Sampling Analytical Results
- Disposal Facility Name(s) and Permit Number(s)
- Re-vegetation Application Rate & Seeding techniques
- Photo Documentation of Reclamation