District I 4.25 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-144 Revised June 6, 2013

For temporary pits, below-grade tanks, and multi-well fluid management pits, submit to the appropriate NMOCD District Office.

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

Pit, Below-Grade Tank, or Proposed Alternative Method Permit or Closure Plan Application

Type of action: Below grade tank registration Permit of a pit or proposed alternative method	OIL CONS. DIV DIST. 3
Closure of a pit, below-grade tank, or proposed alternative method Modification to an existing permit/or registration Closure plan only submitted for an existing permitted or non-permitted or proposed alternative method	AUG 0 1 2016 pit, below-grade tank,
Instructions: Please submit one application (Form C-144) per individual pit, below-grade tank or alt	ternative reauest
Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surficential surficence. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental author	ace water, ground water or the
I. Operator: ConocoPhillips Company OGRID #: 217817	
Address: PO BOX 4289, Farmington, NM 87499	
Facility or well name: MICHENER A 7	
API Number:30-045-26568 OCD Permit Number:	
U/L or Qtr/Qtr B Section 33 Township 28N Range 9W County: San Juan	
Center of Proposed Design: Latitude 36.623894 ∘N Longitude -107.791946 ∘W NAD: □1927 ⊠ 19	83
Surface Owner: Sederal State Private Tribal Trust or Indian Allotment	
2	
Pit: Subsection F, G or J of 19.15.17.11 NMAC	12mm/20t
Temporary: Drilling Workover	V EtHOGI
☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Multi-Well Fluid Management ☐ Low Chloride Dri	lling Fluid yes no
☐ Lined ☐ Unlined Liner type: Thicknessmil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other	
☐ String-Reinforced	
Liner Seams: Welded Factory Other Volume: bbl Dimensions: L x	W_ x D
Liner Seams: Welded Factory Other Volume: bbl Dimensions: L_x 3. Below-grade tank: Subsection I of 19.15.17.11 NMAC Volume: 120 bbl Type of fluid: Produced Water	- C141
Tank Construction material: Metal	
☐ 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: Thicknessmil ☐ HDPE ☐ PVC ☒ OtherUNSPECIFIED	
4. Alternative Method:	
Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau officers.	so for consideration of approval
	to for consideration of approval.
s. 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 r institution or church)	esidence, school, hospital,
☐ Four foot height, four strands of barbed wire evenly spaced between one and four feet	
Alternate. Please specify	

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)	
7.	
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 19.15.16.8 NMAC	
8. Variances 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:	
 □ Variance(s): Requests must be submitted to the appropriate division district for consideration of approval. □ Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. 	
9.	
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 accematerial are provided below. Siting criteria does not apply to drying pads or above-grade tanks.	ptable source
General siting	
Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank. - □ NM Office of the State Engineer - iWATERS database search; □ USGS; □ Data obtained from nearby wells	Yes No
Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit. NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA
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. (Does not apply to below grade tanks)	Yes No
- Written confirmation or verification from the municipality; Written approval obtained from the municipality	
Within the area overlying a subsurface mine. (Does not apply to below grade tanks)	
- Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	Yes No
Within an unstable area. (Does not apply to below grade tanks)	
- Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological	Yes No
Society; Topographic map	
Within a 100-year floodplain. (Does not apply to below grade tanks) - FEMA map	Yes No
Below Grade Tanks	
Within 100 feet of a continuously flowing watercourse, significant watercourse, lake bed, sinkhole, wetland or playa lake (measured	☐ Yes ☒ No
from the ordinary high-water mark).	163 🖾 140
- Topographic map; Visual inspection (certification) of the proposed site	
Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption;. - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ☑ No
Temporary Pit using Low Chloride Drilling Fluid (maximum chloride content 15,000 mg/liter)	
Within 100 feet of a continuously flowing watercourse, or any other significant watercourse or within 200 feet of any lakebed, sinkhole,	
or playa lake (measured from the ordinary high-water mark). (Applies to low chloride temporary pits.) - Topographic map; Visual inspection (certification) of the proposed site	Yes No
Within 300 feet from a occupied permanent residence, school, hospital, institution, or church in existence at the time of initial	D V D V-
application.	Yes No
 Visual inspection (certification) of the proposed site; Aerial photo; Satellite image 	
Within 200 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock	
watering purposes, or 300feet of any other fresh water well or spring, in existence at the time of the initial application. NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	Yes No

Within 100 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Temporary Pit Non-low chloride drilling fluid	
Within 300 feet of a continuously flowing watercourse, or any other significant watercourse, or within 200 feet of any 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 spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 1000 feet of any other fresh water well or spring, in the existence at the time of the initial application; - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Within 300 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Permanent Pit or Multi-Well Fluid Management Pit	
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 1000 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 spring or a fresh water well used for domestic or stock watering purposes, 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 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	Yes No
Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 N Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the docattached. 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 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. and 19.15.17.13 NMAC Previously Approved Design (attach copy of design) API Number:	NMAC
Multi-Well Fluid Management Pit 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 doc attached. 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 A List of wells with approved application for permit to drill associated with the pit. Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19, and 19.15.17.13 NMAC Hydrogeologic Data - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Previously Approved Design (attach copy of design) API Number: or Permit Number:	
or remit number:	

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 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	documents are
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 Multi-well F 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	luid Management Pit
Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be 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 C 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 H of 19.15.17.13 NMAC □ Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC	
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 sour provided below. Requests regarding changes to certain siting criteria require justifications and/or demonstrations of equivalency. In 19.15.17.10 NMAC for guidance.	
Ground water is less than 25 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
Ground water is between 25-50 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
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
Within 100 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, 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 300 horizontal feet of a private, domestic fresh water well or spring used for domestic or stock watering purposes, 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
Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No
Within 300 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance	Yes No

adouted aureupant to NMCA 1079 Section 2 27 2 as amended	
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 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.	Yes No
- FEMA map	L Yes L No
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan 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 E of 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Subsection K of 19.15.17. 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 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 19.15.17.13 NMAC Waste Material Sampling Plan - based upon the appropriate requirements of 19.15.17.13 NMAC Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot 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 H of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC	11 NMAC 15.17.11 NMAC
Operator Application Certification:	
I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and believes.	ef.
Name (Print): Title:	
Signature.	
e-mail address: Date: Telephone:	
OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment)	
OCD Representative Signature: Approval Date: 06	410014
Title Wisamontal Socialist OCD Permit Number:	
19. Closure Report (required within 60 days of closure completion): 19.15.17.13 NMAC Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting	
The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not section of the form until an approved closure plan has been obtained and the closure activities have been completed. Closure Completion Date: 12/14/2011	
section of the form until an approved closure plan has been obtained and the closure activities have been completed. Closure Completion Date: 12/14/2011	
section of the form until an approved closure plan has been obtained and the closure activities have been completed. Closure Completion Date: 12/14/2011	op systems only)

22. Operator Closure Certification:	
I hereby certify that the information and attachments submitted with this closure report is the belief. I also certify that the closure complies with all applicable closure requirements and	
Name (Print) Crystal Walker Title: Regulatory Coordinator	
Signature: Setse Walter	Date: 8 1 2016
e-mail address: <u>crystal.walker@cop.com</u> Telephone: (505) 326-9837	

ConocoPhillips Company San Juan Basin Below Grade Tank Closure Report

Lease Name: Michener A 7 API No.: 30-045-26568

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure of the below-grade tank referenced above. All proper documentation regarding closure activities is being included with the C-144.

General Plan:

COPC shall close a below-grade tank within 60 days of cessation of operations per Subsection G.4 of 19.15.17.13
 NMAC. This will include a) below-grade tanks that do not meet the requirements of Paragraphs (1) through (4) of
 Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five
 years, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC; b) an earlier
 date that the division requires because of imminent danger to fresh water, public health or the environment. For any
 closure, COPC will file the C144 Closure Report as required.

The below-grade tank referenced above was permitted and closed within 60 days of cessation of the below-grade tanks operation.

COPC shall remove liquids and sludge from a below-grade tank prior to implementing a closure method and shall
dispose of the liquids and sludge in a division-approved facility. The facilities to be used will be Basin Disposal
(Permit #NM-01-005), JFJ Landfarm % Industrial Ecosystem Inc. (Permit # NM-01-0010B) and Envirotech Land Farm
(Permit #NM-01-011). The liner after being cleaned well (Subsection D, Paragraph 1, Subparagraph (m) of
19.15.9.712 NMAC) will be disposed of at the San Juan County Regional Landfill located on CR 3100.

All recovered liquids were disposed of at Basin Disposal (Permit #NM-01-005) and any sludge or soil required to be removed to facilitate closure was hauled to Envirotech Land Farm (Permit #NM-01-011) and JFJ Landfarm % IEI (Permit #NM-01-0010B). The liner was cleaned per Subsection D, Paragraph 1, Subparagraph (m) of 19.15.9.712 NMAC was disposed of at the San Juan County Regional Landfill located on CR 3100.

COPC will receive prior approval to remove the below-grade tank and dispose of it in a division-approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office approves.

The below-grade tank was disposed of in a division-approved manner.

 If there is any on-site equipment associated with a below-grade tank, then COPC shall remove the equipment, unless the equipment is required for some other purpose.

All on-site equipment associated with the below-grade tank was removed.

COPC will test the soils beneath the below-grade tank to determine whether a release has occurred. COPC shall
collect, at a minimum, a five point, composite sample; collect individual grab samples from any area that is wet,
discolored or showing other evidence of a release; and analyzed for the constituents listed in Table I of 19.15.17.13
NMAC. COPC shall notify the division of its results on form C-141.

A five point composite sample was taken of the below-grade tank using sampling tools and all samples tested per Subsection B of 19.15.17.1 3(B)(1)(b). (Sample results attached). Form C-141 is attached.

Components	ponents Tests Method	
Benzene	EPA SW-846 8021B or 8260B	0.2
BTEX	EPA SW-846 8021B or 8260B	50
TPH	EPA SW-846 418.1	100
Chlorides	EPA 300.0	250

If COPC or the division determines that a release has occurred, then COPC shall comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC, as appropriate.

A release was determined for the above referenced well.

If the sampling program demonstrates that a release has not occurred or that any release does not exceed the
concentrations specified in Table I of 19.15.17.13 NMAC, then COPC shall backfill the excavation with compacted,
non-waste containing, earthen material; construct a division-prescribed soil cover; recontour and re-vegetate the
site.

The below-grade tank area passed all requirements of Paragraph (4) of Subsection E of 19.15.17.13 NMAC and was backfilled with compacted, non-waste containing, earthen material.

- 8. Notice of Closure will be given prior to closure to the Aztec Division office between 72 hours and one week via email or verbally. The notification of closure will include the following:
 - i. Operator's name
 - ii. Location by Unit Letter, Section, Township, and Range. Well name and API number.

Notification was not submitted.

The surface owner shall be notified of COPC's closing of the below-grade tank 72 hours, but not more than one week, prior to closure as per the approved closure plan via certified mail, return receipt requested.

The closure process notification to the landowner was not sent.

10. Re-contouring of location will match fit, shape, line, form and texture of the surrounding. Re-shaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be place in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.

The below-grade tank area was re-contoured to match fit, shape, line, form and texture of the surrounding area. Re-shaping including drainage control, to prevent ponding and erosion. Natural drainages were unimpeded and water bars and/or silt traps were placed in areas where needed to prevent erosion on a large scale. Final recontour has a uniform appearance with smooth surface, fitting the natural landscape.

11. COPC shall seed the disturbed areas the first favorable growing season following closure of a below-grade tank. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM stipulated seed mixes will used on federally regulated lands and division-approved seed mixtures (administratively approved if required) will be utilized on all State or private lands. A uniform vegetative cover has been established that reflects a life-form ratio of plus or minus fifty percent (50%) of pre-disturbance levels and a total percent plant cover of at least seventy percent (70%) of pre-disturbance levels, excluding noxious weeds. If alternate seed mix is required by the state, private owner or tribe, it will be implemented with administrative approval if needed. COPC will repeat seeding or planting will be continued until successful vegetative growth occurs.

Provision 13 was accomplished through complying with BLM seeding requirements as allowed by the BLM/OCD MOU.

12. A minimum of four feet of cover shall be achieved and the cover shall include one foot of suitable material, with chloride concentrations less than 600 mg/kg as analyzed by EPA Method 300.0, to establish vegetation at the site, or the background thickness of topsoil, whichever is greater.

The below-grade tank area was backfilled and more than four feet of cover was achieved and the cover included one foot of suitable material to establish vegetation at the site.

- 13. All closure activities will include proper documentation and be available for review upon request and will be submitted to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on C-144 and incorporate the following:
 - Soil Backfilling and Cover Installation (See Report)
 - Re-vegetation application rates and seeding techniques (See Report)
 - Photo documentation of the site reclamation (Included as an attachment)
 - Confirmation Sampling Results (Included as an attachment)
 - Proof of closure notice (Not included)

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

Revised October 10, 2003

Form C-141

side of form

Release Notification and Corrective Action

			OPERATOR Initial Report					al Report		Final Rep	
		onocoPhil					helly Cook-Co				
				Telephone No. 505-324-5140							
Facility Name: Michener A #7						Facility Type: Gas Well API 3004526568					
Surface Owner: Federal Mineral Owner:						Federal		Lease N	No.: SF - 077	107	
				LOC	ATIO	N OF RE	FASE				
Jnit Letter	Section	Township	Range	Feet from the	-	South Line	Feet from the	East/West Line	County		
В	33	028N	009W	790'	C P 1 C 2 C C C C C C C C C C C C C C C C C	North	2095'	East	The second secon	uan C	ounty
			L	atitude 36.623	458° N	Longitu	de -107.79147 º	· W			
				NAT	FURE	OF REL	EASE				
ype of Rele							Release - 48BBI		Recovered - 1		
ource of Re	lease – Pro	duction Tanl	¢.			The same of the sa	Iour of Occurrence 11:30 AM	Date and 12:00 PM	Hour of Disco	very -	- 12/8/11
Was Immedi	ate Notice (Given?				If YES, To		12.00 1 10	1		
v as minear	are Proffee (Yes	No Not R	equired	Brandon	Powell – NMOCI ly – BLM FFO	O			
By Whom?						Date and I	Iour				
Shelly Cook-Cowden					NMOCD – 12/12/11 @ 7:03 AM BLM FFO – 12/12/11 @ 7:05 AM						
Was a Watercourse Reached? ☐ Yes ☑ No					If YES, Volume Impacting the Watercourse.						
valve, hole is	s about 1/4	" in diameter	. A small		o plug ta	ank until a sp	ec truck arrived	le ~ 2" from the b			
excavated 20	08 cubic ya	rds of impac	ted soil. P	erformed confin	rmation	sampling. A	nalytical result	L of condensate v s were below the e no further act	e regulatory	stand	
regulations a public health should their or or the environ	Il operators or the envi operations h nment. In a	are required to ronment. The nave failed to	o report are acceptant adequately OCD accep	nd/or file certain the of a C-141 reprinted investigate and	release n ort by th remediat	otifications a e NMOCD m e contaminat	nd perform correct arked as "Final R on that pose a thr	rive actions for rel eport" does not rel eat to ground wate responsibility for c	eases which m ieve the opera r, surface water	nay end tor of l er, hum	danger liability nan health
							OIL CON	SERVATION	DIVISION	1	
Signature:	Shioon	Cook-Co	o De			A	District Survey				
Printed Name	e: Shelly Co	ook-Cowden				Approved by	District Supervis	or.			
Γitle: Field E	Environmen	tal Specialist				Approval Da	te:	Expiration	Date:		
E-mail Addre	ess: Shelly.	.g.Cook-Cow	den@Cond	coPhillips.com		Conditions o	f Approval:		Attached		
Date: Februa		ets If Necess		-324-5140							



December 15, 2011

Shelly Cook-Cowden ConocoPhillips 3401 East 30th Street, Office #490 Farmington, NM 87402 www.animasenvironmental.com

624 E. Comanche Farmington, NM 87401 505-564-2281

> Durango, Colorado 970-403-3274

RE: Production Tank Release Initial Assessment Michener A #7
API No. 30-045-26568

San Juan County, New Mexico

Dear Ms. Cowden-Cook:

On December 14, 2011, Animas Environmental Services, LLC (AES) completed an initial assessment of a 48 barrel (bbl) natural gas condensate release associated with a production tank at the ConocoPhillips (CoP) Michener A #7, located in San Juan County, New Mexico.

1.0 Site Information

1.1 Location

Location - NW¼ NE¼, Section 33, T28N, R9W, San Juan County, New Mexico Latitude/Longitude - N36.62380 and W107.79213, respectively Land Jurisdiction - Bureau of Land Management (BLM)

Figure 1 - Topographic Site Location

Figure 2 - Aerial Map and Site Plan

Figure 3 - Soil Sample Locations and Remediation Recommendations

1.2 NMOCD Ranking

Prior to site work, the New Mexico Oil Conservation Division (NMOCD) database was reviewed. Based upon a Pit Closure Report dated September 2001, depth to groundwater at the site was reported to be greater than 100 feet below ground surface (bgs), distance to the nearest surface water was listed as greater than 1,000 feet, and the location was listed at greater than 1,000 feet from a well-head protection area. Additionally, the New Mexico Office of the State Engineer (NMOSE) database was reviewed for nearby private domestic water wells. No records of water wells were listed within the vicinity of the Michener A #7 location.

Once on-site, AES personnel assessed the previous NMOCD ranking information using topographical interpretation, Global Position System (GPS) elevation readings, and visual reconnaissance. Based on an elevation differential of 826 feet between the Michener A#7 location (6,797 feet above mean sea level (amsl)) and the Blanco Wash (5,971 feet amsl), groundwater is estimated at 800 feet bgs. Distance to the nearest surface water body, Blanco Wash, is approximately 1.47 miles southeast from the site location.

1.3 Site Activities

AES was initially contacted by Shelly Cowden-Cook of CoP on December 13, 2011, and on December 14, 2011, Ross Kennemer and Tami Ross of AES completed the on-site field work. No CoP representatives were on-site during assessment activities. AES personnel hand-augered eight test holes and collected 19 soil samples from the production tank release area. Test hole locations are shown on Figure 3.

2.0 Soil Sampling

A hand auger was used to collect soil samples from the ground surface to 1 foot bgs, 3 feet bgs, and 6 feet bgs. Hard sandstone was encountered between 5.5 and 6 feet bgs, which precluded full vertical contaminant delineation. The number of samples collected from each test hole was dependent on field screening results. Each sample collected was field-screened for volatile organic compounds (VOCs) and total petroleum hydrocarbon (TPH). Field-screening for VOCs was conducted with a photo-ionization detector (PID) organic vapor meter (OVM). TPH samples were analyzed per USEPA Method 418.1 using a Buck Scientific Model HC-404 Total Hydrocarbon Analyzer Infrared Spectrometer. Soil sample results are presented below in Table 1, and sample locations are included on Figure 3.

Table 1. Soil OVM and TPH Field Screening
Michener A #7 Snill Assessment

Sample ID	Date Sampled	Sample Depth (ft bgs)	OVM Reading (ppm)	Field TPH (mg/kg)
	NMOCD A	ction Level	100	5,000
	12/14/11	0	2,398	10,100
TH-1	12/14/11	4	4,323	123
	12/14/11	6	2,686	1,500
TILO	12/14/11	1	1,349	7,600
TH-2	12/14/11	3	1,927	1,330
T11.0	12/14/11	1	31.3	30.9
TH-3	12/14/11	3	32.1	24.5

Sample ID	Date Sampled	Sample Depth (ft bgs)	OVM Reading (ppm)	Field TPH (mg/kg)
	12/14/11	6	1,566	15,100
TU 4	12/14/11	3	18.2	25.7
TH-4	12/14/11	6	5.6	33.4
	12/14/11	1	5.6	19.3
TH-5	12/14/11	3	4.7	24.5
	12/14/11	5.5	8.7	37.3
	12/14/11	1	1,839	4,340
	12/14/11	3	1,364	3,490
TH-6	12/14/11	5.5	1,462	1,890
TU 7	12/14/11	3	14.1	25.7
TH-7	12/14/11	6	13.2	46.2
TH-8	12/14/11	6	2.8	28.3

3.0 Conclusions and Recommendations

AES conducted an initial release assessment at the Michener A #7 on December 14, 2011. The 48 bbl condensate release was associated with a production tank at the site location. Surficial soils on the south side of the 300 bbl production tank and below grade waste tank were observed to be saturated with water from recent precipitation and residual condensate. Soil stratigraphy is sandy-clay from the surface to 5.5 bgs overlying hard sandstone.

VOC and TPH field- screening results indicate that excavation of approximately 118 yd³ of contaminated soil needs to be completed. It is unlikely that the depth of the excavation should exceed 6 feet bgs due to the presence of hard sandstone. The recommended excavation area is shown on Figure 3.

If you have any questions about this report or site conditions, please do not hesitate to contact me at (505) 564-2281.

Sincerely,

Ross Kennemer Project Manager

Shelly Cook-Cowden Michener A #7 Spill Assessment December 15, 2011 Page 4 of 4

Elizabeth V Mindly

Elizabeth McNally, PE

Attachments:

Figure 1. Topographic Site Location Map

Figure 2. General Site Plan

Figure 3. Soil Sampling Locations and Recommendations for Excavation

TPH and Field Screening Report 121411

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February 20, 2012

Project Number 96052-2109

Phone: (505) 324-5140

Ms. Shelly Cowden ConocoPhillips 3401 East 30th Street Farmington, New Mexico 87401

RE: CONFIRMATION SAMPLING DOCUMENTATION FOR THE MICHENER A #7 WELL SITE, SAN JUAN COUNTY, NEW MEXICO

Dear Ms. Cowden,

Enclosed please find the field notes and analytical results for confirmation sampling activities performed at the Michener A #7 well site located in Section 33, Township 28 North, Range 9 West, San Juan County, New Mexico. Upon Envirotech personnel's arrival, a brief site assessment was conducted. The regulatory standards for the site were determined to be 5000 parts per million (ppm) total petroleum hydrocarbons (TPH) and 100 ppm organic vapors due to a horizontal distance to surface water greater than 1000 feet, a depth to groundwater greater than 100 feet, and a horizontal distance to private or public water well greater than 1000 feet, pursuant to New Mexico Oil Conservation Division (NMOCD) Guidelines for Remediation of Leaks, Spills, and Releases.

Prior to Envirotech personnel's arrival on January 19, 2012, contaminated soil in a below grade tank pit had been excavated to extents of approximately 28.6 feet by 36 feet by eight (8) feet deep. Five (5) composite samples were collected from the excavation. One (1) sample was collected from the bottom at eight (8) feet below ground surface (BGS). One (1) sample was collected from each of the four (4) walls and designated as the north, east, south, and west wall samples. The samples were analyzed in the field for TPH using USEPA Method 418.1 and for organic vapors using a photoionization detector (PID). All five (5) samples returned results below the regulatory standards for TPH and organic vapors; see enclosed *Field Notes* and *Analytical Results*. The sample collected from the south wall of the excavation returned a result very close to the 5000 ppm TPH standard, therefore, at the request of Shelly Cowden, it was also collected into a four (4)-ounce glass jar, capped headspace free, and transported on ice, under chain of custody, to Envirotech's Analytical Laboratory to be analyzed for TPH using USEPA Method 8015. The sample returned results below the regulatory standard for TPH; see enclosed *Analytical Results*. Therefore, Envirotech, Inc. recommends no further action in regards to this incident.

ConocoPhillips
Michener A #7
Confirmation Sampling Documentation
Project Number 96052-2109
January 2012
Page 2

We appreciate the opportunity to be of service. Should you have any questions or require additional information, please contact our office at (505) 632-0615.

Respectfully submitted, Envirotech, Inc.

John Rollins

Environmental Field Technician irollins@envirotech-inc.com

Enclosure(s): Field Notes

Analytical Results

Cc: Client File 96052

Client:			(50	NViro 5) 632-0615 (I	800) 362-187	9	Location N	
FIELD REPORT: S	PILL CLC	SURE VI	ERIFICA	TION			PAGE NO	
LOCATION: NAME: N	licherer		WELL #: X	107				ISHED: 1/19/12
QUAD/UNIT: B	SEC: 33	TWP:28N	RNG:9W		CNTY: JJ	ST: NA	ENVIRON	
QTR/FOOTAGE:			CONTRAC	TOR: MM	Turp		SPECIALI	ST: SYE
EXCAVATION APPROX: DISPOSAL FACILITY:	28.6	FT. X	36	FT. X REMEDIATION	S ON METHO			ARDAGE:
LAND USE: PILIL	170		LEASE:			LAND OW		
CAUSE OF RELEASE:				MATERIAL I		-	Meterial	
SPILL LOCATED APPROX		67.8	FT. N	THE STATE OF THE STATE OF	FROM M			
DEPTH TO GROUNDWAT		NEAREST V		JRCE: >/0				WATER: >/000
NMOCD RANKING SCORE SOIL AND EXCAVATION		17.	NMOCD T	PH CLOSURE	STD:	5000	PPM	
SAMPLE DESCRIPITION	TIME	SAMPLE I.D.	LAB NO.	WEIGHT (g)	mL FREON	DILUTION	READING	CALC. ppm
300 STD	10:75	STA		-	20	4	208	3004
North Wall	10153	1 2		5	50	4	251	36
East loh 11	10:56	3	-	5	20	4	17	67
Sarah well	11500	4	-	5	20	4	1243	4972
West Wall	11:03	3	-	5	20	9	69	276
SPILL PE	RIMETER DO		SAMPLE ID	OVM RESULTS FIELD HEAD (ppr			SPILL I	PROFILE 28, E
×	Dre		SAMPLE ID SUNK WELL	AB SAMPLE ANALYSIS TPH	TIME /// oo	L	Two Times	
TRAVEL NOTES:	CALLED OU	T:			ONSITE:			All Indian



Client:

ConocoPhillips

Sample No.:

1

Sample ID:

Bottom @ 8' BGS

Sample Matrix:

Soil

Preservative:

Cool

Condition:

Cool and Intact

Project #:

96052-2109

Date Reported:

1/25/2012

Date Sampled:

1/19/2012

Date Analyzed:

1/19/2012

Analysis Needed:

TPH-418.1

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

Total Petroleum Hydrocarbons

3,000

5.0

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:

Michener A #7

Instrument calibrated to 200 ppm standard. Zeroed before each sample

Analyst

Toni Melnyt

John Rollins

Printed

Toni McKnight, EIT



Client:

ConocoPhillips

Sample No .:

96052-2109

Sample ID:

North Wall

1/25/2012

Sample Matrix:

Soil

Date Sampled: Date Analyzed:

Date Reported:

Project #:

1/19/2012 1/19/2012

Preservative:

Cool

Analysis Needed:

TPH-418.1

Condition:

Cool and Intact

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

Total Petroleum Hydrocarbons

36

5.0

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:

Michener A #7

Instrument calibrated to 200 ppm standard. Zeroed before each sample

when the FOR

Toni Milmitt

John Rollins

Printed

Toni McKnight, EIT



Client:

ConocoPhillips

Project #:

96052-2109

Sample No.:

3

Date Reported:

1/25/2012

Sample ID: Sample Matrix: East Wall

Date Sampled: 1/19/2012

Dample Watti

Soil Cool Date Analyzed:

1/19/2012

Preservative: Condition:

Cool and Intact

Analysis Needed: TPH-418.1

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

Total Petroleum Hydrocarbons

68

5.0

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:

Michener A #7

FOR

Instrument calibrated to 200 ppm standard. Zeroed before each sample

Analyst

Review

John Rollins

Printed

Toni McKnight, EIT



Client:

ConocoPhillips

South Wall

960

Sample No.:

1

Project #:

96052-2109

Sample ID:

4

Date Reported:

1/25/2012 1/19/2012

Sample Matrix:

Soil

Date Sampled: Date Analyzed:

1/19/2012

Preservative:

Cool

Analysis Needed:

TPH-418.1

Condition:

Cool and Intact

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

Total Petroleum Hydrocarbons

4,970

5.0

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:

Michener A #7

Instrument calibrated to 200 ppm standard. Zeroed before each sample

Analyst

Review

John Rollins

Printed

Toni McKnight, EIT



Client:

ConocoPhillips

Project #:

96052-2109

Sample No.:

5

Date Reported:

1/25/2012

Sample ID:

West Wall

Date Sampled: 1/19/

1/19/2012

Sample Matrix: Preservative: Soil Cool Date Analyzed: Analysis Needed: 1/19/2012 TPH-418.1

Condition:

Cool and Intact

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

Total Petroleum Hydrocarbons

276

5.0

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:

Michener A #7

Instrument calibrated to 200 ppm standard. Zeroed before each sample

Analyst

Review

John Rollins

Printed

Toni McKnight, EIT



CONTINUOUS CALIBRATION EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS

Cal. Date:

19-Jan-12

Parameter	Standard Concentration mg/L	Concentration Reading mg/L	
TPH	100		
	200	208	
	500		
	1000		

The accepted percent relative deviation (%RSD) of the calibration factor is less than 20% over the working range.

Analyst FCR	1/25/2012 Date
John Rollins	
Print Name	
Toni Melonias	1/25/2012
Review	Date
Toni McKnight, EIT	

Print Name



EPA METHOD 8015 Modified Nonhalogenated Volatile Total Petroleum Hydrocarbons

Client:	ConocoPhillips	Project #:	96052-2109
Sample ID:	South Wall	Date Reported:	01-20-12
Laboratory Number:	60875	Date Sampled:	01-19-12
Chain of Custody No:	13256	Date Received:	01-19-12
Sample Matrix:	Soil	Date Extracted:	01-19-12
Preservative:	Cool	Date Analyzed:	01-20-12
Condition:	Intact	Analysis Requested:	8015 TPH

Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)
Gasoline Range (C5 - C10)	114	0.2
liesel Range (C10 - C28)	6.7	0.1
otal Petroleum Hydrocarbons	121	

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:

Michener A #7

Analyst

5796 US Highway 64, Farmington, NM 87401

Ph (505) 632-0615 Fx (505) 632-1865

Ph (970) 259-0615 Fr (800) 362-1879

envirotech-inc



Nonhalogenated Volatile Organics
Total Petroleum Hydrocarbons

Quality Assurance Report

Client:	QA/QC	Project #:	N/A
Sample ID:	01-20-12 QA/QC	Date Reported:	01-20-12
Laboratory Number:	60875	Date Sampled:	N/A
Sample Matrix:	Methylene Chloride	Date Received:	N/A
Preservative:	N/A	Date Analyzed:	01-20-12
Condition:	N/A	Analysis Requested:	TPH

	I-Cal				
	Date	I-Cal RF:	C-Cal RF:	Difference	Accept. Range
Gasoline Range C5 - C10	40928	9.996E+02	1.000E+03	0.04%	0 - 15%
Diesel Range C10 - C28	40928	9.996E+02	1.000E+03	0.04%	0 - 15%

Blank Conc. (mg/L - mg/Kg)	Concentration	Detection Limit
Gasoline Range C5 - C10	0.4	0.2
Diesel Range C10 - C28	0.4	0.1

Duplicate Conc. (mg/Kg)	Sample	Duplicate	% Difference	Range
Gasoline Range C5 - C10	114	115	0.52%	0 - 30%
Diesel Range C10 - C28	6.7	6.8	1.30%	0 - 30%

Spike Conc. (mg/Kg)	Sample	Spike Added	Spike Result	% Recovery	Accept. Range			
Gasoline Range C5 - C10	114	250	332	91.1%	75 - 125%			
Diesel Range C10 - C28	6.7	250	309	120%	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 60875

Analyst

5796 US Highway 64, Farmington, NM 87401

Ph (505) 632-0615 Fx (505) 632-1865

Review

Ph (970) 259-0615 Fr (800) 362-1879

envirotech-inc.com

* RUSH* CHAIN OF CUSTODY RECORD

13256

Client: Project Name / Local Michael					tion: A #7						ANALYSIS / PARAMETERS												
Email results to: Sampler Name: Sahn K								8015)	BTEX (Method 8021)	8260)	S				-								
Client Phone No.: Client No.:										TPH (Method 8015)	(Method	VOC (Method 8260)	RCRA 8 Metals	Cation / Anion		TCLP with H/P	CO Table 910-1	(18.1)	RIDE			e Cool	Sample Intact
Sample No./ Identification	Sample Date	Samp	Lab No.		No./Volume of Containers		Preservative		TPH (N	BTEX (VOC (I	RCRA	Cation	RCI	TCLP	CO Tak	TPH (418.1)	CHLORIDE			Sample Cool	Sample	
South Wall	1/19/12	11:00	° 60875		4/02 5AR				X	X												X	X
							-																
Relinquished by: (Signature)					Date	Time	Recei	ved b	y: (Si	ignatu	ure)										Date	Ti	me
Relinquished by: (Signature)			1/19/13	13:05	Teuche Win that . I-19-										1-19-12	1	:05						
Sample Matrix													_			_							_
Soil ☑ Solid ☐ Sludge ☐	Aqueous 🗌	Other																					.
Sample(s) dropped off after	*			E		env Ana						ırana	0 ((2 813	01 • 1	abor	atory	@env	virote	ch-inc	com		

