



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

June 18, 1999

CERTIFIED MAIL

RETURN RECEIPT NO. Z-274-520-675

Mr. Ronnie Benson
Keystone Energy
P.O. Box 962
Farmington, NM 87499

RECEIVED
JUN 21 1999
OIL CON. DIV.
DIST. 3

RE: SPILL CLOSURE REPORT

Dear Mr. Benson:

The New Mexico Oil Conservation Division (OCD) has reviewed Keystone Energy's (Keystone) March 1, 1999 "PIT REMEDIATION AND CLOSURE REPORT". This document contains the results of remedial actions for a spill at Keystones Kirtland 18-1 well site located in Unit A, Section 18 ~~22~~, Township 29 North, Range 14 West, NMPM, San Juan County, New Mexico.

The spill remediation activities as contained in the above referenced document **are approved**. Please be advised that OCD approval does not relieve Keystone of liability if remaining contaminants are found to pose a future threat to surface water, ground water, human health or the environment. In addition, OCD approval does not relieve Keystone of responsibility for compliance with any other federal, state or local laws and/or regulations.

If you have any questions, please call me at (505) 827-7154.

Sincerely,

William C. Olson
Hydrologist
Environmental Bureau

xc: OCD Aztec District Office

2. Faust
District I
P.O. Box 1980, Hobbs, NM
DISTRICT OIL & GAS INSPECTOR
P.O. Drawer DD, Artesia, NM 88211
District III
1000 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

*0/509 reviewing
as groundwater impact*
SUBMIT 1 COPY TO
APPROPRIATE
DISTRICT OFFICE
AND 1 COPY TO
SANTA FE OFFICE

Approved
PIT REMEDIATION AND CLOSURE REPORT

Operator: Keystone Energy Telephone: (505) 324-8335

Address: P.O. Box 962 Farmington, NM 87499

Facility Or: Kirtland 18-1

Well Name

Location: Unit or Qtr/Qtr Sec A Sec 18 T 29N R 14W County San Juan

Pit Type: Separator _____ Dehydrator _____ Other Spill

Land Type: BLM _____ State _____ Fee X Other _____

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MAR - 1 1999
OIL CON. DIV.
DIST. 3

Pit Location: Pit dimensions: Length 25 ft, width 25 ft, depth 12 ft
(Attach diagram)

Reference: wellhead X other _____

Footage from reference: 60 ft

Direction from reference: 80 Degrees X East North _____
of
_____ West South X

Depth to Ground Water: 10 feet
(vertical distance from
contaminants to seasonal
highwater elevation of
ground water)

<u>X</u> Less than 50 feet	(20 points)
_____ 50 ft to 99 feet	(10 points)
_____ Greater than 100 feet	(0 points)
	<u>20</u>

Wellhead Protection Area:
(less than 200 feet from a private
domestic water source, or: less than
1000 feet from all other water sources).

<u>X</u> Yes	(20 points)
_____ No	(0 points)
	<u>20</u>

Distance to Surface Water:
(Horizontal distance to perennial
lakes, ponds, rivers, streams, creeks,
irrigation canals and ditches.)

<u>X</u> Less than 200 feet	(20 points)
_____ 200 feet to 1000 feet	(10 points)
_____ Greater than 1000 feet	(0 points)
	<u>20</u>

P:\pits\PrrC@.WK3

RANKING SCORE (TOTAL POINTS): 60

Date Remediation Started: 9/11/98Date Completed: 9/11/98

Excavation _____

Approx. cubic yards 280Landfarmed X

Insitu Bioremediation _____

Other _____

Remediation Method:

Onsite X

Offsite _____

(Check all appropriate
sections)

General Description of Remedial Action : On 9/11/98 the spill was excavated to a depth of 12 feet. Ground water was encountered approximately 10 feet below surface. A water sample was obtained from the excavated area utilizing U.S.E.P.A. protocol and evaluated for Benzene, Toluene, Ethylbenzene, and Xlynes (BTEX). Test holes west and south of the impacted areas were excavated to groundwater levels. Groundwater samples from each test hole were analyzed using the above protocol. Results of each sample are within regulatory guidelines. Excavated soils were transported to Keystones Energys yard and land farmed. On 2/11/99 the landfarm was tested and provided concentrations below NMOCD and BLM guide lines.

Ground Water Encountered: No _____ Yes X _____ Depth 10
feet _____

Final Pit:

Closure Sampling:
(if multiple samples,
attach sample resultsand diagram of sample
locations and depths)Sample location Center BottomSample depth 12 feetSample date 9/11/98Sample time 15:17

Sample Results

Benzene(ppm) NDTotal BTEX (PPM) NDField Headspace (ppm) 3TPH < 5.0Ground Water Sample: Yes X No _____ (if yes, attach sample results)

I HEREBY CERTIFY THAT THE INFORMATION ABOVE IS TRUE AND COMPLETED TO THE BEST
OF MY KNOWLEDGE AND BELIEF.

DATE 3/1/99PRINTED NAME Ronnie Benson

SIGNATURE

Ronnie Benson

and TITLE

Environmental Specialist

Client: Keystone Resources Date Started: September 11, 1998 Date Completed: September 11, 1998

Location : Kirtland 18-1 Quad : Section : Range : Township:	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 15%;">Sample #</th> <th style="width: 35%;">Location</th> <th style="width: 50%;">OVM</th> </tr> </thead> <tbody> <tr><td>1</td><td>N. Wall @ 9'</td><td>6</td></tr> <tr><td>2</td><td>S. Wall @ 9'</td><td>4</td></tr> <tr><td>3</td><td>E. Wall @ 9'</td><td>9</td></tr> <tr><td>4</td><td>W. Wall @ 9'</td><td>3</td></tr> <tr><td>5</td><td>C. Btm @ 12'</td><td>3</td></tr> <tr><td>6</td><td></td><td></td></tr> <tr><td>7</td><td></td><td></td></tr> <tr><td>8</td><td></td><td></td></tr> <tr><td>9</td><td></td><td></td></tr> <tr><td>10</td><td></td><td></td></tr> <tr><td>11</td><td></td><td></td></tr> <tr><td>12</td><td></td><td></td></tr> </tbody> </table> Spill Reference : 60 feet S 80 degrees E of wellhead Initial Size : Final Size : 25' x 25' x 12' deep Yds. Excavated : 280 cy Depth to Groundwater: <50' Nearest Water Source: <1000' Nearest Surface Water: <100' Ranking Score: 60 TPH Closure Standard: 100 Comments : Top soil - 12' Soil is moist, brown, light brown sandy - loam with cobble (6" + in diameter) with black and gray staining. A sample from the center bottom at 12' and east wall @ 9' sent to IML for GRO/DRO analysis.	Sample #	Location	OVM	1	N. Wall @ 9'	6	2	S. Wall @ 9'	4	3	E. Wall @ 9'	9	4	W. Wall @ 9'	3	5	C. Btm @ 12'	3	6			7			8			9			10			11			12		
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10																																								
11																																								
12																																								

(see attached diagram)

Overview of Location and Sampling :

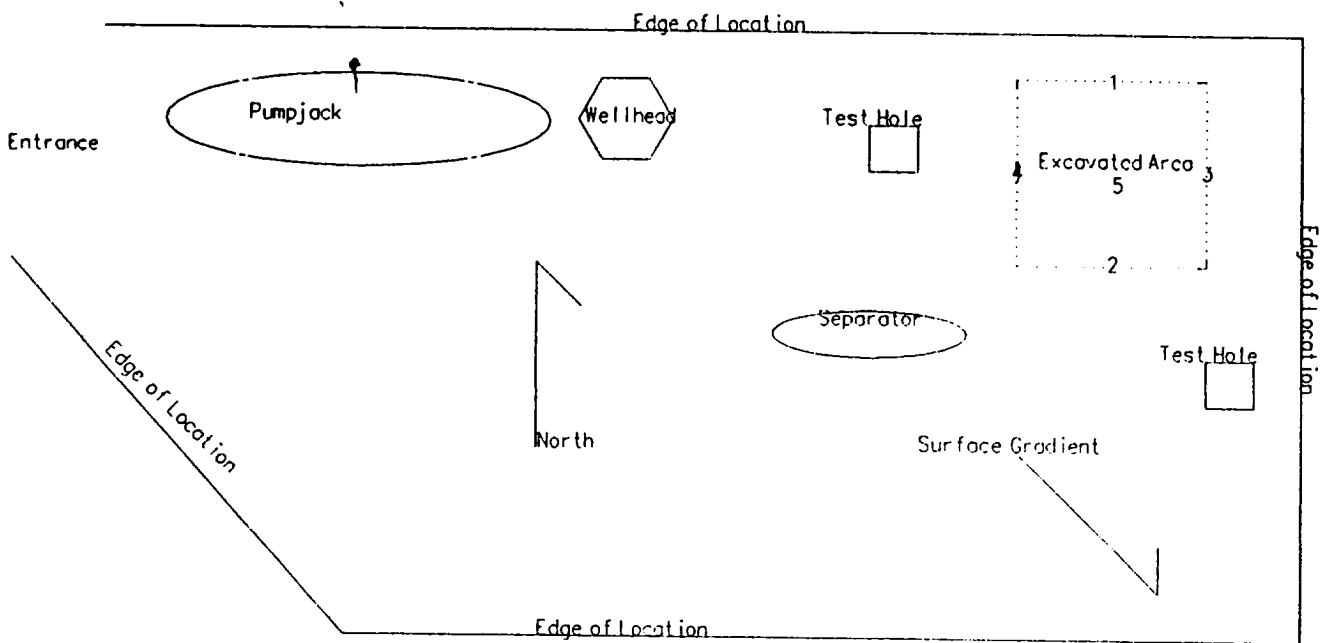
Pit Profile : North to South :

North	South	East	West
1	2	3	4
5			5

Pit Profile : East to West :

East	West
3	4
5	

Keystone Resources Kirtland 18-1



GASOLINE RANGE ORGANICS - GRO

KEYSTONE

Project ID: Kirtland 18-1
Sample ID: Bottom @ 12'
Lab ID: 0398G05350
Sample Matrix: Soil
Condition: Cool/Intact

Report Date: 10/01/98
Date Sampled: 09/11/98
Date Received: 09/14/98
Date Analyzed: 09/18/98

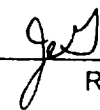
TPH GAS-RANGE (MOD EPA 8015)	RESULT	DETECTION LIMIT
Gasoline-Range Petroleum Hydrocarbons	<5.0	5.0 mg/kg

ND - Analyte not detected at the stated detection limit.

Reference:

Comments:


Reported By:


Reviewed By:

DIESEL RANGE ORGANICS - DRO

KEYSTONE

Project ID: Kirtland 18-1
Sample ID: Bottom @ 12'
Lab ID: 0398G05350
Sample Matrix: Soil
Condition: Cool/Intact

Report Date: 10/01/98
Date Sampled: 09/11/98
Date Received: 09/14/98
Date Analyzed: 09/18/98

TPH DIESEL RANGE (MOD EPA 8015)	RESULT	DETECTION LIMIT
Diesel-Range Petroleum Hydrocarbons	<5.0	5.0 mg/kg

ND - Analyte not detected at the stated detection limit.

Reference:

Comments:


Reported By:


Reviewed By:

GASOLINE RANGE ORGANICS - GRO

KEYSTONE

Project ID: Kirtland 18-1
Sample ID: E. Wall @ 9'
Lab ID: 0398G05351
Sample Matrix: Soil
Condition: Cool/Intact

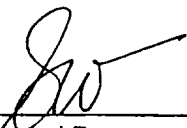
Report Date: 10/01/98
Date Sampled: 09/11/98
Date Received: 09/14/98
Date Analyzed: 09/18/98

TPH GAS-RANGE (MOD EPA 8015)	RESULT	DETECTION LIMIT
Gasoline-Range Petroleum Hydrocarbons	<5.0	5.0 mg/kg

ND - Analyte not detected at the stated detection limit.

Reference:

Comments:


Reported By:


Reviewed By:

DIESEL RANGE ORGANICS - DRO

KEYSTONE

Project ID: Kirtland 18-1
Sample ID: E. Wall @ 9'
Lab ID: 0398G05351
Sample Matrix: Soil
Condition: Cool/Intact

Report Date: 10/01/98
Date Sampled: 09/11/98
Date Received: 09/14/98
Date Analyzed: 09/18/98

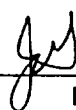
TPH DIESEL RANGE (MOD EPA 8015)	RESULT	DETECTION LIMIT
Diesel-Range Petroleum Hydrocarbons	<5.0	5.0 mg/kg

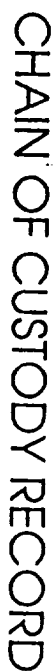
ND - Analyte not detected at the stated detection limit.

Reference:

Comments:


Reported By:


Reviewed By:



CHAIN OF CUSTODY RECORD

2345

VOLATILE AROMATIC HYDROCARBONS**Keystone**

Project ID: Kirtland 18-1
Sample ID: South Test Hole
Lab ID: 0398G05077
Sample Matrix: Water
Condition: Cool/Intact

Report Date: 09/21/98
Date Sampled: 09/01/98
Time Sampled: 1:52pm
Date Received: 09/03/98
Date Extracted: NA
Date Analyzed: 09/17/98

Target Analyte	Concentration (ppb)	Detection Limit (ppb)
Benzene	0.2	0.2
Toluene	3.0	1.0
Ethylbenzene	ND	1.0
m,p-Xylenes	ND	1.0
o-Xylene	ND	1.0

ND - Analyte not detected at the stated detection limit.

Quality Control:	<u>Surrogate</u>	<u>Percent Recovery</u>	<u>Acceptance Limits</u>
	Bromofluorobenzene	92%	70%-130%

Reference: Method 5030, Purge and Trap; Method 8021B, Aromatic Volatile Organics; Test Methods for Evaluating Solid Wastes, SW-846, United States Environmental Protection Agency, Revision 2, December, 1996.

Comments:

Analyst

COPY

Review

VOLATILE AROMATIC HYDROCARBONS**Keystone**

Project ID: Kirtland 18-1
Sample ID: West Test Hole
Lab ID: 0398G05075
Sample Matrix: Water
Condition: Cool/Intact

Report Date: 09/21/98
Date Sampled: 09/01/98
Time Sampled: 1:45pm
Date Received: 09/03/98
Date Extracted: NA
Date Analyzed: 09/17/98

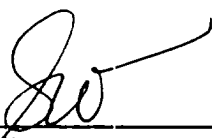
Target Analyte	Concentration (ppb)	Detection Limit (ppb)
Benzene	ND	0.2
Toluene	14.7	1.0
Ethylbenzene	2.7	1.0
m,p-Xylenes	2.4	1.0
o-Xylene	ND	1.0

ND - Analyte not detected at the stated detection limit.

Quality Control:	<u>Surrogate</u>	<u>Percent Recovery</u>	<u>Acceptance Limits</u>
	Bromofluorobenzene	78%	70%-130%

Reference: Method 5030, Purge and Trap; Method 8021B, Aromatic Volatile Organics; Test Methods for Evaluating Solid Wastes, SW-846, United States Environmental Protection Agency, Revision 2, December, 1996.

Comments:



Analyst



Review

VOLATILE AROMATIC HYDROCARBONS**Keystone**

Project ID: Kirtland 18-1
Sample ID: Mid Pit
Lab ID: 0398G05076
Sample Matrix: Water
Condition: Cool/Intact

Report Date: 09/21/98
Date Sampled: 09/01/98
Time Sampled: 2:00pm
Date Received: 09/03/98
Date Extracted: NA
Date Analyzed: 09/17/98

Target Analyte	Concentration (ppb)	Detection Limit (ppb)
Benzene	0.3	0.2
Toluene	1.8	1.0
Ethylbenzene	ND	1.0
m,p-Xylenes	3	1.0
o-Xylene	3.7	1.0

ND - Analyte not detected at the stated detection limit.

Quality Control:	<u>Surrogate</u>	<u>Percent Recovery</u>	<u>Acceptance Limits</u>
	Bromofluorobenzene	77%	70%-130%

Reference: Method 5030, Purge and Trap; Method 8021B, Aromatic Volatile Organics; Test Methods for Evaluating Solid Wastes, SW-846, United States Environmental Protection Agency, Revision 2, December , 1996.

Comments:



Analyst



Review

QUALITY CONTROL / QUALITY ASSURANCE

QUALITY CONTROL/QUALITY ASSURANCE

VOLATILE AROMATIC HYDROCARBONS

KNOWN ANALYSIS

Client: Keystone
Project: Kirtland 18-1

Date Reported: 09/18/98
Date Analyzed: 09/17/98

Parameter	Found Result (ppb)	Known Result (ppb)	Percent Recovery	Acceptance Limits
Benzene	21.2	20.0	106%	70 - 130%
Toluene	21.6	20.0	108%	70 - 130%
Ethylbenzene	18.9	20.0	95%	70 - 130%
m+p - Xylene	42.0	40.0	105%	70 - 130%
o - Xylene	21.7	20.0	108%	70 - 130%

Quality Control:	Surrogate	Percent Recovery	Acceptance Limits
	<u>Bromofluorobenzene</u>	<u>89%</u>	<u>75-125%</u>

Reference: Method 5030, Purge and Trap; Method 8021B, Aromatic Volatile Organics;
Test Methods for Evaluating Waste and Solid Wastes, USEPA,
Revision 2, December, 1996.

Comments:

COPY

Analyst

Reviewed by



CHAIN OF CUSTODY RECORD

Inter-Mountain Laboratories, Inc.

11183 State Hwy. 30
College Station, TX 77845
Telephone (409) 776-8945

1160 Research Drive
Bozeman, Montana 59718
Telephone (406) 586-8450

2506 West Main Street
Farmington, NM 87401
Telephone (505) 326-4737

**1701 Phillips Circle
Gillette, Wyoming 82718
Telephone (307) 682-8945**

1633 Terra Avenue
Sheridan, Wyoming 82801
Telephone (307) 672-8945

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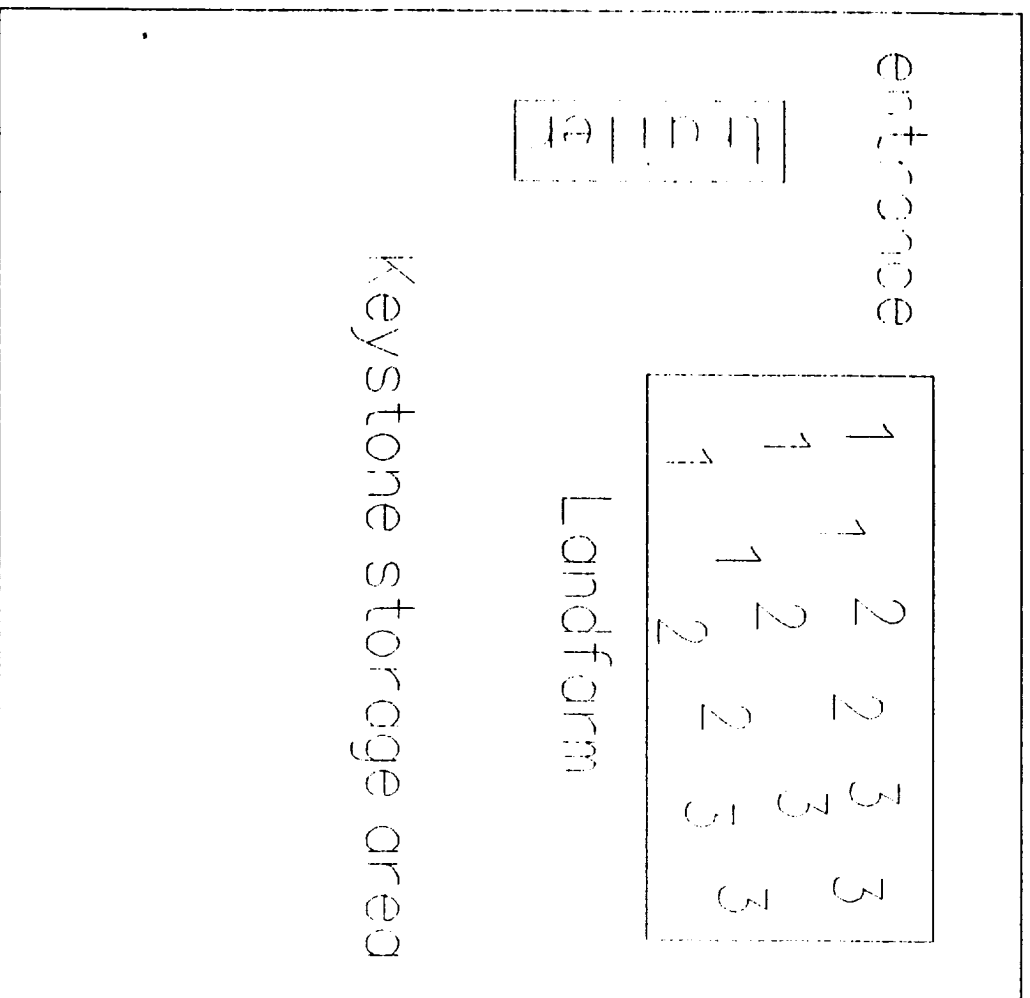
**1701 Phillips Circle
Gillette, Wyoming 82718
Telephone (307) 682-8945**

1633 Terra Avenue
Sheridan, Wyoming 82801
Telephone (307) 672-8945

Location : <u>Kirtland 18-1 Landfarm</u>																																								
Quad : <u>A</u>	Section : <u>32</u>																																							
Range : <u>14W</u>	Township : <u>29N</u>																																							
Reference :	<table border="1"><thead><tr><th>Sample #</th><th>Location</th><th>OVM</th></tr></thead><tbody><tr><td>1</td><td>1</td><td>ND</td></tr><tr><td>2</td><td>2</td><td>ND</td></tr><tr><td>3</td><td>3</td><td>ND</td></tr><tr><td>4</td><td></td><td></td></tr><tr><td>5</td><td></td><td></td></tr><tr><td>6</td><td></td><td></td></tr><tr><td>7</td><td></td><td></td></tr><tr><td>8</td><td></td><td></td></tr><tr><td>9</td><td></td><td></td></tr><tr><td>10</td><td></td><td></td></tr><tr><td>11</td><td></td><td></td></tr><tr><td>12</td><td></td><td></td></tr></tbody></table>	Sample #	Location	OVM	1	1	ND	2	2	ND	3	3	ND	4			5			6			7			8			9			10			11			12		
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5																																								
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9																																								
10																																								
11																																								
12																																								
Initial Size : <u>70' x 140'</u>																																								
Yrds. Excavated <u>363</u>																																								
Depth to Groundwater: <u>>100'</u>																																								
Nearest Water Source: <u>>1000'</u>																																								
Nearest Surface Water: <u>>1000'</u>																																								
Nearest Ephemeral Stream: <u>>1000'</u>																																								
EPO Ranking Score: <u>0</u>																																								
TPH Closure Standard: <u>5000</u>																																								
Comments : <u>Soil moist, no staining and no odor</u> <u>A sample # 2 was sent to IML for GRO/DRO analysis.</u>																																								
Pit Profile : North to South :	Pit Profile : East to West :																																							

North ↗

1
surface gradient





Inter-Mountain Laboratories, Inc.

Phone (505) 326-4737 Fax (505) 325-4182

2506 West Main Street, Farmington, NM 87401

Client: Keystone

Project: Kirtland 18-1 Landfarm

Sample ID: Kirtland 18-1

Lab ID: 0399W00888

Matrix: Soil

Condition: Cool/Intact

Date Reported: 02/23/99

Date Sampled: 02/11/99

Date Received: 02/11/99

Date Analyzed: 02/17/99

Parameter	Analytical Result	PQL	Units
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Diesel Range Organics	<5	5	mg/Kg
Diesel Range Organics as Diesel	<5	5	mg/Kg

Quality Control - Surrogate Recovery	%	QC Limits
--------------------------------------	---	-----------

o-Terphenyl(SUR-8015)	77	70 - 130
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GRO - METHOD 8015

Gasoline Range Organics	<5	5	mg/Kg
Gasoline Range Organics as Gasoline	<5	5	mg/Kg

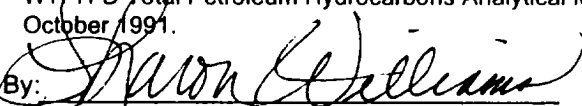
Quality Control - Surrogate Recovery	%	QC Limits
--------------------------------------	---	-----------

a,a,a-Trifluorotoluene(SUR-8015)	105	70 - 130
----------------------------------	-----	----------

Reference: DRO - USEPA Method for Determination of Diesel Range Organics. Revision 2, February 1992.

WTPH-D Total Petroleum Hydrocarbons Analytical Methods for Soil, Washington State Department of Ecology, Revision 3, October 1991.

Reviewed By:


/ Sharon Williams, Organic Lab Supervisor