REVIEWED

District I 1625 N. French Dr., Hobbs, NM 88240 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410

Energy Minerals and Natural Resources

State of New Mexico By Kristen Lynch at 2:55 pm, Nov 01, 2016

Form C-141 Revised August 8, 2011

Oil Conservation Division 1220 South St. Francis Dr. Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe. NM 87505 **Release Notification and Corrective Action OPERATOR** Initial Report Final Report Name of Company Devon Energy Production Company **Contact** Danny Velo, Production Foreman **Telephone No.** 575-703-3360 Address 6488 Seven Rivers Hwy Artesia, NM 88210 Facility Name Shinnery 14 Fed 5 Facility Type Salt Water Disposal Surface Owner Federal Mineral Owner Federal API No 30-025-30719 LOCATION OF RELEASE Unit Letter Feet from the North/South Line Feet from the Section Township Range East/West Line County Н 14 18S 32E 2310 North 660 East Lea **Latitude:** 32.7483205 Longitude: -103.7305527 NATURE OF RELEASE Type of Release Volume of Release Volume Recovered Produced Water 25bbls 20bbls Source of Release **Date and Hour of Occurrence Date and Hour of Discovery** 1/2 inch stainless steel nipple on gunbarrel October 25, 2016 @ 1:41 PM October 25, 2016 @ 1:41 PM

If YES, To Whom?

Shelly Tucker, BLM Kristen Lynch, OCD

Shelly Tucker, BLM October 25, 2016 @ 4:44 PM Kristen Lynch, OCD October 25, 2016 @ 4:46 PM

If YES, Volume Impacting the Watercourse

Date and Hour

If a Watercourse was Impacted, Describe Fully.*

Was Immediate Notice Given?

Danny Velo, Production Foreman

Was a Watercourse Reached?

By Whom?

N/A

Describe Cause of Problem and Remedial Action Taken.*

Due to corrosion the threads on a ½ inch stainless steel nipple broke on the gunbarrel where the nipple connects to the transmitter. The 2 inch valve was shut to isolate the line and stop the release. Repairs are scheduled for the battery.

☐ Yes ⊠ No

Describe Area Affected and Cleanup Action Taken.*

Approximately 25bbls produced water was released in unlined containment. All fluid remained in the unlined containment on pad. A vacuum truck was contacted and recovered approximately 20bbls produced water from containment. An environmental agency will be contacted for remediation.

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

rederar, state, or local laws and/or regulations.			
	OIL CONSERVATION DIVISION		
Signature: Sheila Fisher			
	woter Lynch		
Printed Name: Sheila Fisher	Approved by Environmental Specialist:		
Title: Field Admin Support	Approval Date: 11/1/2016	Expiration Date: 1/2/2017	
E-mail Address: Sheila.fisher@dvn.com	Conditions of Approval: Please see attached directives. Notify OCD Prior		Attached
Date: 10/26/16 Phone: 575.748.1829	to sampling.		1RP 4486

Operator/Responsible Party,

The OCD has received the form C-141 you provided on 10/25/2016 regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number 1RP 4486 has been assigned. **Please refer to this case number in all future correspondence.**

It is the Division's obligation under both the Oil & Gas Act and Water Quality Act to provide for the protection of public health and the environment. Our regulations (19.15.29.11 NMAC) state the following,

The responsible person shall complete <u>division-approved corrective action</u> for releases that endanger public health or the environment. The responsible person shall address releases in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with 19.15.30 NMAC. [emphasis added]

Release characterization is the first phase of corrective action unless the release is ongoing or is of limited volume and all impacts can be immediately addressed. Proper and cost-effective remediation typically cannot occur without adequate characterization of the impacts of any release. Furthermore, the Division has the ability to impose reasonable conditions upon the efforts it oversees. As such, the Division is requiring a workplan for the characterization of impacts associated with this release be submitted to the OCD District I office in Hobbs on or before 1/2/2017. If and when the release characterization workplan is approved, there will be an associated deadline for submittal of the resultant investigation report. Modest extensions of time to these deadlines may be granted, but only with acceptable justification.

The goals of a characterization effort are: 1) determination of the lateral and vertical extents along with the magnitude of soil contamination. 2) determine if groundwater or surface waters have been impacted. 3) If groundwater or surface waters have been impacted, what are the extents and magnitude of that impact. 4) The characterization of any other adverse impacts that may have occurred (examples: impacts on vegetation, impacts on wildlife, air quality, loss of use of property, etc.). To meet these goals as quickly as possible, the following items must, at a minimum, be addressed in the release characterization workplan and subsequent reporting:

- Horizontal delineation of soil impacts in each of the four cardinal compass directions. Adsorbed soil contamination must be characterized to the following concentrations: benzene 10 mg/kg, total BTEX 50 mg/kg, TPH (GRO+DRO+MRO; C₆ thru C₃₆) 100 mg/kg, chloride 600 mg/kg. This is not an exclusive list of potential contaminants. Analyzed parameters should be modified based on the nature of the released substance(s). Soil sampling must be both within the impacted area and beyond.
- Vertical delineation of soil impacts. Adsorbed soil contamination must be characterized to the following concentrations: benzene 10 mg/kg, total BTEX 50 mg/kg, TPH (GRO+DRO+MRO; C₆ thru C₃₆) 100 mg/kg, chloride 250 mg/kg. As above, this is not an exclusive list of potential contaminants and can be modified. Vertical characterization samples should be taken at depth intervals no greater than five feet apart. Lithologic description of encountered soils must also be provided. At least ten vertical feet of soils with contaminant concentrations at or below these values must be demonstrated as existing above the water table.
- No inference should be made concerning the minimum characterization concentrations expressed above as to the ultimate remediation levels which might be approved. Nominal detection limits for field and laboratory analyses must be provided.
- Composite sampling is not generally allowed.
- Field screening and assessment techniques are acceptable (headspace, titration, EC [include algorithm for validation purposes], EM, etc.), but the sampling and assay procedures must be clearly defined. Copies of field notes are highly desirable. A statistically significant set of split samples must be submitted for confirmatory laboratory analysis, including the laterally farthest and vertically deepest sets of soil samples. Make sure there are at least two soil samples submitted

for laboratory analysis from each borehole or test pit (highest observed contamination and deepest depth investigated). Copies of the actual laboratory results must be provided including chain of custody documentation.

- •Probable depth to shallowest groundwater and lateral distance to nearest surface water. If there is an estimate of groundwater depth, the information used to arrive at that estimate must be provided. If there is a reasonable assumption that the depth to water is 50 feet or less, the responsible party should anticipate the need for at least one groundwater monitoring well to be installed in the area of likely maximum contamination.
- If groundwater contamination is encountered, an additional investigation workplan may be required to determine the extents of that contamination. Groundwater and/or surface water samples, if any, must be analyzed by a competent laboratory for volatile organic hydrocarbons (typically Method 8260 full list), total dissolved solids, pH, major anions and cations including chloride and sulfate, dissolved iron, and dissolved manganese. The investigation workplan must provide the groundwater sampling method(s) and sample handling protocols. To the fullest extent possible, aqueous analyses must be undertaken using nominal method detection limits. As with the soil analyses, copies of the actual laboratory results must be provided including chain of custody documentation.
- Accurately scaled and well-drafted site maps must be provided providing the location of borings, test pits, monitoring wells, potentially impacted areas, and significant surface features including roads and site infrastructure that might limit either the release characterization or remedial efforts. Field sketches may be included in subsequent reporting, but should not be considered stand-alone documentation of the site's layout. Digital photographic documentation of the location and fieldwork is recommended, especially if unusual circumstances are encountered.

Nothing herein should be interpreted to preclude emergency response actions or to imply immediate remediation by removal cannot proceed as warranted. Nonetheless, characterization of impacts and confirmation of the effectiveness of remedial efforts must still be provided to the OCD before any release incident will be closed.

Jim Griswold

OCD Environmental Bureau Chief 1220 South St. Francis Drive Santa Fe, New Mexico 87505 505-476-3465 jim.griswold@state.nm.us

Shinnery 14 Fed 5 25bbls produced water



This map is for illustrative purposes only and is neither a legally recorded map nor survey and is not intended to be used as one. Devon makes no warranty, representation, or guarantee of any kind regarding this map.

WGS_1984_Web_Mercator_Auxiliary_Sphere Prepared by: Sheila Fisher Map is current as of: 26-Oct-2016

Miles 0.02 1:889





