<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II 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

Revised April 3, 2017

Form C-141

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe NM 87505

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Santa Pe, 1414 67505													
Release Notification and Corrective Action													
						OPERATOR			✓ Initia	l Report		Final Report	
Titalic of Company 1 ereassion 1 the creating							Contact Eli Trevino						
Address 919				Telephone No. (575) 499-3993									
Facility Name West Lovington 20 #1						Facility Type Private							
Surface Owner State Mineral Owner						Private API No. 30-025-41074							
LOCATION OF RELEASE													
Unit Letter	ter Section Township Range Feet from the North/									West Line County			
D	20	178	37E	387°	North		627'	West		Lea	Lea		
	l			. 722 2222			102 2002727	NADO2					
Latitude 32.8266182 Longitude -103.2803726 NAD83													
NATURE OF RELEASE													
Type of Release Produced oil							Release 80bbls		Volume Recovered 50bbls Date and Hour of Discovery				
Source of Release Oil tanks											at 8:00 AM		
Was Immediate Notice Given?						If YES, To Whom?							
☐ Yes ☐ No ☐ Not Required													
By Whom? Toby Rhodes						Date and Hour 6/1/2018 at 11:00 AM							
Was a Water	course Rea	ched?	If YES, Volume Impacting the Watercourse.										
If a Watercourse was Impacted, Describe Fully.* No watercourse impacted. RECEIVED													
By CHernandez at 8:42 am, Jun 08, 2018													
Describe Cause of Problem and Remedial Action Taken.*													
At approximately 8:00 AM on May 31, 2018, a company employee discovered a spill at the subject tank battery. The spill occurred when the oil tanks													
overflowed.	overflowed. Total fluid spilled is estimated to be 80 bbls of oil.												
Describe Are	a Affected	and Cleanup	Action Tal	ken.* oment berm surro	unding t	he battery. A	vacuum truck wa	as used to	nick up tl	ne standing	fluid in	the berm.	
Recovered fl	uid was 50	bbls of oil. W	e will hav	e a backhoe dig o	ut the co	ntaminated s	soil down to clean	soil. The	contamir	ated soil w	ill be di	sposed of in	
Recovered fluid was 50 bbls of oil. We will have a backhoe dig out the contaminated soil down to clean soil. The contaminated soil will be disposed of in accordance to local, state, and federal law.													
I hereby cert	ify that the	information g	iven above	e is true and comp	olete to t	he best of my	knowledge and	understan	d that pur	suant to NN	IOCD 1	rules and	
regulations a	11 operators	are required	o report a	nd/or file certain	release r	otifications a	and perform corre	ctive acti	ons for rel	eases which	ı may e	ndanger	
chould their	onerations 1	have failed to	adequately	v investigate and	remediat	e contaminal	narked as "Final Fion that pose a th	reat to gr	ound wate	r, surface w	ater, ni	ıman nealin	
or the enviro	nment. In a	addition, NM	OCD accep	ptance of a C-141	report d	loes not relie	ve the operator of	responsi	bility for c	ompliance	with an	y other	
federal, state	, or local la	ws and/or reg	ulations.										
							OIL CON	<u>ISERV</u>	AHON	ואועו	<u>UN</u>		
Signature:	mi	m	()										
						Approved by Environmental Specialist:							
Printed Name: Michael Martin						6/9/2019							
Title: Petroleum Engineer						Approval Date: 6/8/2018 Expiration Date:							
E-mail Address: Michael@percussionpetroleum.com						Conditions of	of Approval:			Attacha	d []	•	
						See attached directive.							
Date: 6/5/2018 Phone: (713) 429-4249													

* Attach Additional Sheets If Necessary

pCH1815930618

nCH1815929821

1RP-5083

Operator/Responsible Party,

The OCD has received the form C-141 you provided on _6/5/2018_ regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number _1RP-5083__ 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 _1_ office in __Hobbs____ on or before _7/8/2018_. 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 for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. 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 for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. 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.
- 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 protectable 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 protectable 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