SITE REMEDIATION AND CLOSURE REPORT REPORTABLE RELEASE

Strata Production Company

Cuervo Federal #3
GPS: Latitude 32.30647 Longitude -103.64864
Lea County, NM
Incident ID No. NAPP2116661617

Prepared by:



Pima Environmental Services, LLC 1601 N. Turner Ste 500 Hobbs, NM 88240 575-964-7740

General Information

This report was prepared by Pima Environmental Services, LLC in response to the release for Strata Production Company at the Cuervo Federal #3.

Site Coordinates: Latitude 32.30647 Longitude -103.64864

API #: 30-025-38680

Release Description and Assessment

The New Mexico Oil Conservation Division (NMOCD) conducted an on-site inspection on May 5, 2021. Upon the inspection found areas where obvious releases had occurred. Strata indicated that they were minor non-recordable releases. Strata has retained Pima Environmental to work with the NMOCD to get this NOR closed out by getting the stained areas cleaned up.

Date of Spill: 05/15/2021

Type of Spill: ⊠Crude Oil ⊠Produced Water □ Condensate □Other (Specify):

Comments: Non-Reportable release

Remediation Activity Summary

Pima mobilized personnel and equipment to the site. Remediation activities were completed via in-situ bioremediation utilizing our Remediate Ground. Our chemicals were applied with our applicator trailer and utilizing hand tillers the chemicals were worked into the soil. The Remediate Ground encapsulates the hydrocarbons rendering them non-toxic and non-detectable under sampling events. In most cases it removes the staining from the soil. Before and after photos can be found in Appendix C.

Closure Request

After careful review, Pima requests that this NOR be closed. Strata Production Company has complied with the applicable closure requirements.

Should you have any questions or need additional information, please feel free to contact Chris Jones at 575-964-7740 or chris@pimaoil.com.

Respectfully,

Chris Jones

Environmental Professional

Pima Environmental Services, LLC

Appendix A- C-141 Appendix B- Site Map

Appendix C- Photographic Documentation



Appendix A C-141 District I
1625 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-141 Revised August 24, 2018 Submit to appropriate OCD District office

Incident ID	NAPP2116661617
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

				•	·	
Responsible Party: Strata Production Company			OGRID: 21	OGRID: 21712		
Contact Name: Matt Murphy			Contact Telephone: 720-468-3646			
Contact email: matt@stratanm.com			Incident # (a	assigned by OCD)		
Contact mail	ling address	: PO Box 1030, R	oswell, NM 8820	02	1	
			Locatio	n of F	Release So	urce
Latitude 32.3	30647				Longitude -1	03.64864
			(NAD 83 in a	decimal de	egrees to 5 decima	ıl places)
Site Name: C	uervo Feder	ral #3			Site Type:	
Date Release	Discovered	:			API# (if appli	icable) 30-025-38680
			1	Т		
Unit Letter	Section	Township	Range	-	County	<u>y</u>
F	14	23S	32E	Lea		
	Materia	Federal T	Nature ar	nd Vo	lume of R	ustification for the volumes provided below)
Crude Oi	1	Volume Releas	ed (bbls) De	e minimi	is	Volume Recovered (bbls) 0
Produced	Produced Water Volume Released (bbls) De minimi		is	Volume Recovered (bbls) 0		
			ation of dissolved >10,000 mg/l?	l chlorid	le in the	Yes No
Condensa	ate	Volume Releas	ed (bbls)			Volume Recovered (bbls)
Natural Gas Volume Released (Mcf)			Volume Recovered (Mcf)			
Other (describe) Volume/Weight Released (provide units)		s)	Volume/Weight Recovered (provide units)			
Cause of Rel	ease:					

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Was this a major release as defined by 19.15.29.7(A) NMAC?	If YES, for what reason(s) does the	e responsible party consider this a major release?
☐ Yes ⊠ No		
If YES, was immediate no N/A	otice given to the OCD? By whom?	To whom? When and by what means (phone, email, etc)?
	Initi	al Response
The responsible p	party must undertake the following actions im	mediately unless they could create a safety hazard that would result in injury
The source of the rele	ase has been stopped.	
The impacted area ha	s been secured to protect human hea	Ith and the environment.
Released materials ha	ve been contained via the use of ber	ms or dikes, absorbent pads, or other containment devices.
All free liquids and re	coverable materials have been remo	ved and managed appropriately.
allegations, findings, and accumulation of events is release was improperly thresholds. The allegation-reportable amounts has been or will be addressed recompletion or pluggin. Initial comments regard	I conclusions. Upon initial review resulted in a stain, leak or "release "characterized" or "covered". Ston of "covering" is not accurate as of liquid. This facility has undergessed in the near term during rout g and abandonment operations on ing pictures:	I attachments dated May 20, 2021. In general, Strata disputes the and investigation, Strata disputes that any single event or "which was of Minor or Major nature. We also dispute that any rata's personnel determined that the release was below the reporting Strata personnel used nearby soil or sand to absorb and stabilize gone upgrade, repairs, and remediation many times. This site either ine maintenance and clean up or, as a result of scheduled remedial, this well or area wells.
Strata looks forward to all legitimate concerns.	additional clarification and discus	sion with NMOCD and remains committed to a prompt resolution of
has begun, please attach	a narrative of actions to date. If ren	nence remediation immediately after discovery of a release. If remediation nedial efforts have been successfully completed or if the release occurred IAC), please attach all information needed for closure evaluation.
regulations all operators are public health or the environment failed to adequately investigation	required to report and/or file certain relement. The acceptance of a C-141 report ate and remediate contamination that post	e to the best of my knowledge and understand that pursuant to OCD rules and ase notifications and perform corrective actions for releases which may endanger by the OCD does not relieve the operator of liability should their operations have se a threat to groundwater, surface water, human health or the environment. In rator of responsibility for compliance with any other federal, state, or local laws
Printed Name: _Matt Mur	<u>phy</u>	Title: Operations Manager
Signature:Matt Mu	rphy	Date: <u>06/01/2021</u>
email: matt@stratanm.com	<u>n</u>	Telephone: _720-468-3646

Received by OCD: 9/25/2021 12:00:12 AM Form C-141 State of New Mexico Page 3 Oil Conservation Division

P	age	6	of	1	5
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OCD Only	
Received by:	Date:

ate of New Mexico Incident ID NAPP2

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Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

Closure Report Attachment Checklist: Each of the following items must be included in the closure report.		
x A scaled site and sampling diagram as described in 19.15.29.11 NMAC		
x Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection)		
☐ Laboratory analyses of final sampling (Note: appropriate ODC Di	strict office must be notified 2 days prior to final sampling)	
X Description of remediation activities NOTE: The above items (if required) will be provided after reclan	nation process is completed.	
I hereby certify that the information given above is true and complete to and regulations all operators are required to report and/or file certain rel may endanger public health or the environment. The acceptance of a C-should their operations have failed to adequately investigate and remedi human health or the environment. In addition, OCD acceptance of a C-compliance with any other federal, state, or local laws and/or regulation restore, reclaim, and re-vegetate the impacted surface area to the condition accordance with 19.15.29.13 NMAC including notification to the OCD Printed Name: Shammy Dennis Signature: Shammy Dennis	ease notifications and perform corrective actions for releases which -141 report by the OCD does not relieve the operator of liability ate contamination that pose a threat to groundwater, surface water, 141 report does not relieve the operator of responsibility for s. The responsible party acknowledges they must substantially tons that existed prior to the release or their final land use in when reclamation and re-vegetation are complete. Title: _Administrative Support	
email: <u>sdennis@stratanm.com</u>	Telephone: <u>575-622-1127 ext. 13</u>	
OCD Only		
Received by: Chad Hensley	Date: _09/24/2021	
Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.		
Closure Approved by:	Date: <u>09/24/2021</u>	
Printed Name: Chad Hensley	Title: Environmental Specialist Advanced	



Appendix BSite Map





Appendix C

Photographic Documentation

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SITE PHOTOGRAPHS STRATA PRODUCTIONCOMPANY CUERVO FED #3

Pre-Treatment



Picture of wellhead. Release radiates out following pumpjack base.



Backside of pumpjack from previous slide.



Scraping of top layer, back side of pumpjack.

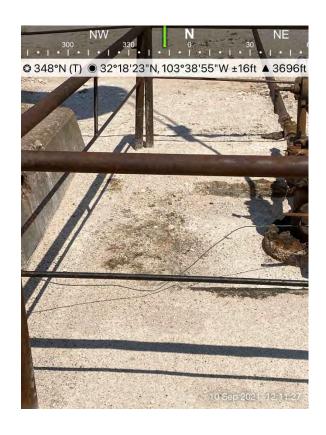


Scraping of top layer front side of pumpjack.

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Post Treatment























District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 51653

CONDITIONS

Operator:	OGRID:
Pima Environmental Services, LLC	329999
1601 N. Turner	Action Number:
Hobbs, NM 88240	51653
	Action Type:
	[C-141] Release Corrective Action (C-141)

CONDITIONS

Created By	Condition	Condition Date
chensley	None	9/28/2021