| District II 1301 W. Grand Avenue, Artesia, NM 88210 | State of New Mexico rgy Minerals and Natural Resources Department Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 | Form C-144 July 21, 2008 For temporary pits, closed-loop systems, and below-grade tanks, submit to the appropriate NMOCD District Office. For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office. |
|--|--|---|
| | Loop System, Below-Grade 7 | |
| Type of action: Existing BGT Permit of a pit, Closure of a pit Modification to | e Method Permit or Closure P closed-loop system, below-grade tank, o t, closed-loop system, below-grade tank, o o an existing permit nly submitted for an existing permitted or pative method | r proposed alternative method or proposed alternative method |
| Instructions: Please submit one application (For | | m below-grade tank or alternative request |
| Please be advised that approval of this request does not relieve the environment. Nor does approval relieve the operator of its response. | he operator of liability should operations result in | n pollution of surface water, ground water or the |
| 1. Operator: <u>XTO Energy, Inc</u> . | | |
| Address: #382 County Road 3100, Aztec, NM 87410 | | |
| Facility or well name: <u>Valencia Canyon Unit #1</u> | | |
| API Number: <u>30-039-20700</u> | | |
| U/L or Qtr/Qtr <u>M</u> Section <u>23</u> Town | nship <u>28N</u> Range <u>04W</u> Co | unty: <u>Rio Arriba</u> |
| Center of Proposed Design: Latitude <u>36.641060</u> | Longitude107.226010 | NAD: 🔲 1927 🔀 1983 |
| Surface Owner: 🛛 Federal 🔲 State 🗋 Private 🗋 Tribal 🗅 | Frust or Indian Allotment | |
| 2. Difference Subsection F or G of 19.15.17.11 NMAC Temporary: Drilling Workover | | |
| Permanent Emergency Cavitation P&A | | |
| Lined Unlined Liner type: Thickness | mil 🔲 LLDPE 🗋 HDPE 🔲 PVC 🛄 Ot | her |
| String-Reinforced | | |
| Liner Seams: 🗌 Welded 🗌 Factory 🗍 Other | Volume:bbl | Dimensions: L x W x D |
| 3. Closed-loop System: Subsection H of 19.15.17.11 Nf Type of Operation: P&A Drilling a new well W intent) Drying Pad Above Ground Steel Tanks Haul- Lined Unlined Liner type: Thickness Liner Seams: Welded Factory Other | MAC Vorkover or Drilling (Applies to activities whi off Bins D Other mil LLDPE HDPE PVC | ch require prior approval of a permit or notice of |
| Below-grade tank: Subsection I of 19.15.17.11 NMA | AC | |
| Volume: <u>120</u> bbl Type of fluid: | Produced Water | <u>k</u> |
| Tank Construction material: <u>Steel</u> | | |
| Secondary containment with leak detection Visibl | | |
| Visible sidewalls and liner Visible sidewalls only | | |
| Liner type: Thicknessmil 🔲 HD | PE PVC Other | |
| Secondary containment with leak detection Visible Visible sidewalls and liner Visible sidewalls only | e sidewalls, liner, 6-inch lift and automatic ov Other <u>Visible sidewalls, vaulted, autom</u> | natic high-level shut off, no liner |

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 residence, school, hospital, institution or church)

Four foot height, four strands of barbed wire evenly spaced between one and four feet

Alternate. Please specify Four foot height, steel mesh field fence (hogwire) with pipe top railing

Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)

Screen Netting Other Expanded metal or solid vaulted top

Monthly inspections (If netting or screening is not physically feasible)

Signs: Subsection C of 19.15.17.11 NMAC

7.

10.

12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers

Signed in compliance with 19.15.3.103 NMAC

Administrative Approvals 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:

Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau office for consideration of approval.

Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

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 acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying pads or above-grade tanks associated with a closed-loop system.

| Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells | Yes 🗌 No |
|--|--------------------|
| 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 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to temporary, emergency, or cavitation pits and below-grade tanks) Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | □ Yes ⊠ No □ NA |
| Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to permanent pits) Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | ☐ Yes ☐ No ⊠ NA |
| Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, 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 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. Written confirmation or verification from the municipality; Written approval obtained from the municipality | 🗌 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 |
| 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. - FEMA map | 🗌 Yes 🕅 No |

| Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment 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 documents are attached. | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 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 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.12 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 19.15.17.9 NMAC and 19.15.17.13 NMAC | | | | | | | | | | | |
| Previously Approved Design (attach copy of design) API Number: or Permit Number: | | | | | | | | | | | |
| 12. Closed-loop Systems Permit Application Attachment 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 documents are attached. Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9 Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.12 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 19.15.17.9 NMAC and 19.15.17.13 NMAC | | | | | | | | | | | |
| Previously Approved Design (attach copy of design) API Number: | | | | | | | | | | | |
| Previously Approved Operating and Maintenance Plan API Number: (Applies only to closed-loop system that use | | | | | | | | | | | |
| above ground steel tanks or haul-off bins and propose to implement waste removal for closure) | | | | | | | | | | | |
| 13. 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 documents are attached. Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 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 Quality Control/Quality Assurance Construction and Installation Plan Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Nuisance or Hazardous Odors, including H ₂ S, Prevention Plan Oil Field Waste Stream Characterization Monitoring and Inspection Plan Erosion Control Plan Closure Plan - based upon the appropriate requirements 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 Closed-loop System Alternative Proposed Closure Method: Waste Excavation and Removal Closed-loop systems only) 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 (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration) | | | | | | | | | | | |
| 15. Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached. | | | | | | | | | | | |

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| 16. Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off E Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cut | | | | | | | |
|--|--|--------------------|--|--|--|--|--|
| facilities are required. | | | | | | | |
| Disposal Facility Name: Disposal Facility Permit N | Number: | | | | | | |
| Disposal Facility Name: Disposal Facility Permit N | Number: | | | | | | |
| Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will Yes (If yes, please provide the information below) No | not be used for future service | and operations? | | | | | |
| Required for impacted areas which will not be used for future service and operations: Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Subsection Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC | | | | | | | |
| ^{17.} 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. Recommente provided below. Requests regarding changes to certain siting criteria may require administrative approval considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consider demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance. | from the appropriate district | office or may be | | | | | |
| Ground water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby well | lls | Yes No NA | | | | | |
| Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby well | lls |] Yes □ No] NA | | | | | |
| 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 | | | | | | | |
| Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lake lake (measured from the ordinary high-water mark). Topographic map; Visual inspection (certification) of the proposed site | ebed, sinkhole, or playa |] Yes 🗍 No | | | | | |
| Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image | initial application. | Yes 🗌 No | | | | | |
| Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use i watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the propose | me of initial application. |] Yes 🗌 No | | | | | |
| Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under 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 500 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) | |] 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; US Society; Topographic map | GGS; NM Geological | Yes 🗌 No | | | | | |
| Within a 100-year floodplain. - FEMA map | | Yes 🗌 No | | | | | |
| 18. On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be in 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 N Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17. Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 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 Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Confirmation Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.10 N | MAC 13 NMAC 19.15.17.11 NMAC priate requirements of 19.15.1 of 19.15.17.13 NMAC 13 NMAC | 7.11 NMAC | | | | | |

Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site
 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 1 of 19.15.17.13 NMAC
 Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

| · · · | | | |
|---|---|--|--------------------|
| Operator Application Certification: I hereby certify that the information submitted with this application is true, ac | curate and complete to t | the best of my knowledge and belief. | |
| Name (Print): Kim Champlin | Title: | Environmental Representative | |
| Signature: him Champlin | Date: | 01/02/2009 | |
| e-mail address: kim_champlin@xtoenergy.com | Telephone: | (505) 333-3100 | |
| 20. OCD Approval: Permit Application (including closure plan) Closur | e Plan (only) 🔲 OCE | O Conditions (see attachment) | |
| OCD Representative Signature: | | Approval Date: | |
| Title: | OCD Permit Num | nber: | |
| ^{21.} Closure Report (required within 60 days of closure completion): Subsect Instructions: Operators are required to obtain an approved closure plan pri The closure report is required to be submitted to the division within 60 days section of the form until an approved closure plan has been obtained and th | or to implementing any of the completion of the e closure activities have | closure activities and submitting the closu closure activities. Please do not complete been completed. | |
| | | pletion Date: | |
| 22. Closure Method: Waste Excavation and Removal On-Site Closure Method Alter If different from approved plan, please explain. | ernative Closure Method | d 🗌 Waste Removal (Closed-loop system | ns only) |
| ^{23.} Closure Report Regarding Waste Removal Closure For Closed-loop Syste Instructions: Please indentify the facility or facilities for where the liquids, two facilities were utilized. | ems That Utilize Above drilling fluids and drill | e Ground Steel Tanks or Haul-off Bins O cuttings were disposed. Use attachment if | nly: Smore than |
| Disposal Facility Name: | Disposal Facility F | Permit Number: | |
| Disposal Facility Name: | Disposal Facility F | Permit Number: | |
| Were the closed-loop system operations and associated activities performed on Yes (If yes, please demonstrate compliance to the items below) | n or in areas that will not | t be used for future service and operations? | |
| Required for impacted areas which will not be used for future service and ope Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique | rations: | 1 | |
| 24. Closure Report Attachment Checklist: Instructions: Each of the following mark in the box, that the documents are attached. Proof of Closure Notice (surface owner and division) Proof of Deed Notice (required for on-site closure) Plot Plan (for on-site closures and temporary pits) Confirmation Sampling Analytical Results (if applicable) Waste Material Sampling Analytical Results (required for on-site closure) Disposal Facility Name and Permit Number Soit Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique Site Reclamation (Photo Documentation) On-site Closure Location: Latitude | re) | <i>d to the closure report. Please indicate, by</i> | |
| 25. Operator Closure Certification: I hereby certify that the information and attachments submitted with this closu belief. I also certify that the closure complies with all applicable closure required. | ire report is true, accurat | e and complete to the best of my knowledg specified in the approved closure plan. | e and |
| Name (Print): | Title: | | |
| Signature: | Date: | | |
| e-mail address: | Telephone: | | |

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NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Supersedes C-128 Effective 1-1-65

All distances must be from the outer boundaries of the Section. Well No. Operator Leas Valencia Cenyon Unit 1 AMOCO PRODUCTION COMPANY County Township Range Section Unit Letter **Rio** Arriba 28-N 4-W 23 M Actual Footage Location of Well: 940 feet from the line 790 fest from the South tine and Yeat Dedicated Acreage: Ground Level Elev: **Producing Formation** Dool 160 Pictured Cliffs **Choza Mesa Pictured Cliffs** Астев 7082' GL 1. Outline the asreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? If answer is "yes," type of consolidation _ No No Yes If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission. CERTIFICATION I hereby certify that the information contained herein is true and complete to the st of my knowledge and belief. Original Signed by J. ARNOLD SNELL Name J., Arnold Snell Position Area Engineer Company AMOCO PRODUCTION COMPANY Date April 26, 1974 23 Sec. I hereby certify that the well location m on this plat was plotted from field show notes of actual surveys made by me or under my supervision, and that the same COV is true and correct to the best of my knowledge and belief. DIS Date Surveyed 940' June 20, 1973 **Registered Professional Engineer** 790 1 and/or Land Surveyor Original Signed By Fred B. Rerr. Jr. Certificate No. 3950 1320 1650 1960. 2310 2640 2000 1 500 1000 500 190 330 660

| A | | Pit Permit | Client: | XTO Energy | | | | |
|---|---|---|-----------------------------------|---|--|--|--|--|
| Lodestar Service | es, Inc. | | Project: | tank permitting | | | | |
| PO Bas 4465, Duran | m, CO 81302 | Siting Criteria | Revised: | 23-Nov-08 | | | | |
| V | | Information Sheet | Prepared by: | Trevor Ycas | | | | |
| API#: | | 0-039-20700 | USPLSS: | 28N 04W 23 M | | | | |
| Name: | VALENCIA | CANYON UNIT No. 001 | Lat/Long: | 36.641060°, -107.226010° | | | | |
| Depth to groundwater: | | depth < 50' | Geologic formation: | San Jose Formation (Tsj), alluvium | | | | |
| Distance to closest continuously flowing watercourse: | | NW to 'San Juan River' Iavajo Reservoir | Site Elevation: 2152m/7054 | groundwater depth estimation is based primarily on elevation of nearby springs | | | | |
| Distance to closest significant watercourse, lakebed, playa lake, or sinkhole: | 30' W to | Valencia Canyon' | | | | | | |
| | | | Soil Type: | Rockland/ Aridisols | | | | |
| Permanent residence, school, hospital, institution or church within 300' | | NO | | | | | | |
| | | | Annual Precipitation: | Navajo Dam: 12.95", Governador: 11.98", Capulin Rgr Stn.: 14.98", Otis: 10.41" | | | | |
| Domestic fresh water well or spring within 500' | | NO | Precipitation Notes: | Historical daily max. precip.: 4.19" (Bloomfield) | | | | |
| Any other fresh water well or spring within 1000! | | NO | | | | | | |
| | | a second a s | | | | | | |
| Within incorporated municipal boundaries | | NO | Attached Documents: | 27N03W_iWaters.pdf, 27N04W_iWaters.pdf, 27N05W_iWaters.pdf, 28N03W_iWaters.pdf, 28N04W_iwaters.pdf, 28N05W_iwaters.pdf, 29N03W_iWaters.pdf, 29N04W_iWaters.pdf, 29N05W_iWaters.pdf. | | | | |
| Within defined municipal fresh water well field | | NO | EM350049IND0_30- 039-20700.jpg | 30-039-20700_gEarth-PL5.jpg, 30-039-20700_topo- PL5.jpg, 30-039-20700_gEarth-IWaters.jpg | | | | |
| Wetland within 500' | | NO | Mining Activity: | None Near | | | | |
| Within unstable area | | NO | | NM_NRD-MMD_MinesMillQuarries_30-039-20700.jpg | | | | |
| Within 100 year flood plain | ul | nmapped area | | n an an an ann an Arren an ann ann ann an Arren a Arren Arren an Arren a Arren an Arren an Arr | | | | |
| | ر ایکان افغان مراجع میں ایکان مراجع میں ایکان | l = Ka = s = s 2 ≤ d ge- ca = m agg = a | the state of second states | | | | | |
| Additional Notes: Irains to 'Largo Canyon' via 'Valencia Canyon' | SP03620(elev | rings SP03811(elev::2182m), : 2211m) both supply livestock Horse Spring (elev.2234m) use | | located on 'Chosa Mesa', between 'Buck Canyon' and 'Cansar Spring', & N of 'Valencia Canyon' | | | | |

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Valencia Canyon Unit #1 Below Grade Tank Hydrogeologic Report for Siting Criteria

General Geology and Hydrology

The San Juan Basin is a typical Rocky Mountain basin with a gently dipping southern flank and a steeply dipping northern flank. Asymmetrically layered Tertiary sandstones and shales, along with Quaternary alluvial deposits, dominate surficial geology (Dane and Bachman, 1965). The proposed pit location will be located in the central Cereza Canyon region of the San Juan Basin near the upper reaches of Valencia Canyon and near Vigas & Chosa Mesas. The predominant geologic formation is the San Jose Formation of Tertiary age, which underlies surface soils and is often exposed (Dane and Bachman, 1965). Deposits of Quaternary alluvial and aeolian sands occur prominently near the surface of the area, especially near streams and washes.

Cretaceous and Tertiary sandstones, as well as Quaternary alluvial deposits serve as the primary aquifers in the San Juan basin (Stone et al., 1983). In most of the proposed area, the San Jose Formation lies at the surface and overlies the Nacimiento Formation. Thickness of the San Jose ranges from 200 to 2700 feet, thickening from west to east across the region of interest (Stone et al., 1983). Aquifers within the coarser and continuous sandstone bodies of the San Jose Formation are between 0 and 2700' deep in this section of the basin (Stone et al., 1983). Groundwater within these aquifers flows north, toward the San Juan River. Little specific hydrogeologic data is available for the San Jose Formation system, but "numerous wells and springs used for stock and domestic supplies" draw their water from the San Jose Formation (Stone et al., 1983).

The prominent soil type at the proposed site are entisols and aridisols, which are defined as soils exhibiting little to no profile development (www.emnrd.state.nm.us). Soils are basically unaltered from their parent rock. Miles of arroyos, washes and intermittent streams exist as part of the drainage network towards the San Juan River. These features often cut into soil and other unconsolidated materials, contributing to sedimentation downstream. The sudden influx of water from storm events easily erodes the soils that cover the area and prohibits effective recharge to the underlying aquifers.

Regional weather further prohibit active recharge. The climate is arid, averaging just over 12 inches of rainfall annually. As is typical of the southwestern United States monsoonal weather patterns, most precipitation falls from August through October. The heaviest rainfall occurs in the summer in isolated, intense cloudbursts. November through June is relatively dry. Snow generally falls from December to mid-February and averages less than one-half inch in depth. However, most recharge occurs during the winter months during snowmelt periods from the upper elevations (Western Regional Climate Center www.wrcc.dri.edu).

The predominant vegetation is sagebrush and grasses with a more restricted pinon-juniper association (Dick-Peddie, 1993).

Site Specific Hydrogeology

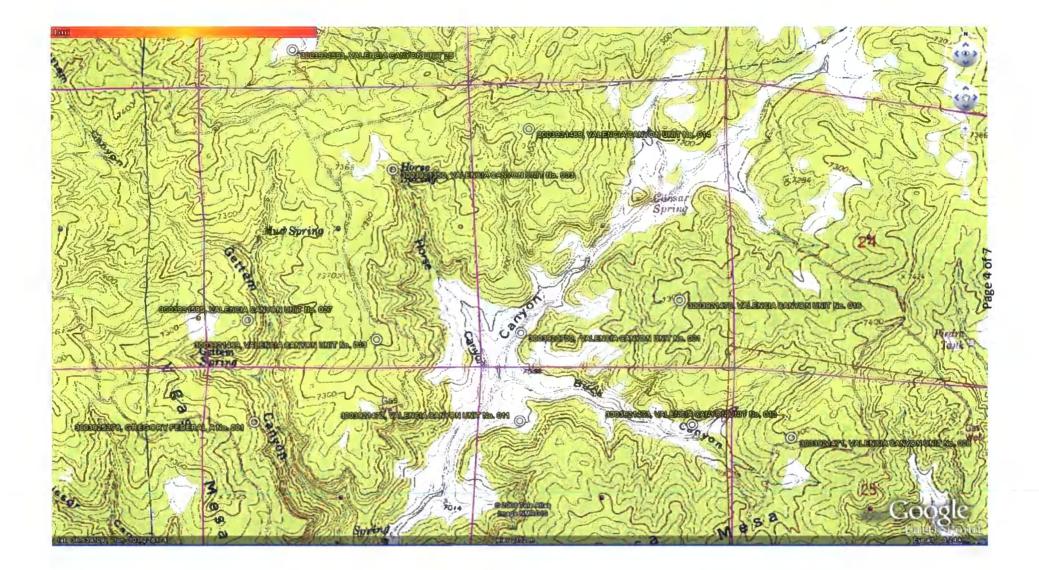
Depth to groundwater is estimated to be less than 50'. This estimation is based on data from Stone and others (1983), the USGS Groundwater Atlas of the United States and depth to groundwater data published on the New Mexico State Engineer's iWaters Database website. Local topography, proximity to adjacent channels & spring features at similar elevations nearby are also taken into consideration.

Beds of water-yielding sandstone are present in the San Jose Formation, which are fluvial in origin and are interbedded with mudstone, siltstone & shale. "Extensive intertonguing" of different members of this formation is reported (Stone et al, 1983). Porous sandstones form the principal aquifers, while relatively impermeable shales and mudstones form confining units between the aquifers (Stone et al., 1983). Local aquifers exist within the San Jose Formation at depths greater than 100 feet and thicknesses of the aquifer can be up to several hundred feet (USGS, Groundwater Atlas of the US) (Stone et al, 1983).

The site in question is located on relatively flat ground in Valencia Canyon, at an elevation of approximately 7050 feet and approximately 3.7 miles north of the main Cereza Canyon wash channel, the nearest significant watercourse. This site drains to Cereza Canyon via Valencia Canyon. This region is deeply incised by canyons, washes, gullies and arroyos, with large, flat-topped mesas the predominant topographic feature. The mesas are composed of cliff-forming sandstone, and systems of dry washes and their tributaries composed of alluvium are evident on the attached aerial image. Groundwater is expected to be shallow within Largo and Blanco Canyons and within major tributary systems. Additionally, the Valencia Canyon area has many surface springs at varying elevations, including at least 6 within 5 miles of this site.

Groundwater data available from the NM State Engineer's iWaters Database for wells near the proposed site are attached. Groundwater data is extremely limited in this region; the nearest iWaters data point, SJ 02385, lies ~1100 feet southwest (SJ 02385); this well is used for livestock watering, as are many others in the surrounding area. A spring named 'Caesar Spring' appears on the USGS topographic map ~6000' NE of the site in question. Additionally, there is 'Mud Spring' located approx. 1 miles west-northwest (SP 03620) of the site in question.

Wells located at similar elevations nearby contain groundwater at depths of 45 feet and deeper, occasionally in excess of 200 feet. However, there exist numerous surface springs in the PLSS section 28N, 04W. The exact topography (proximity to a confined drainage), numerous springs, and elevation relative to nearby surface spring features (approx. 0'-100' higher) is not enough to be certain that groundwater is deeper than 50 feet. A map showing the location of wells in reference to the proposed pit location is attached.





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| Township: 28N Range: 05W Sections: | |
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| NAD27 X: Y: Zone: Search Radius: | |
| County: Basin: Number: Suffix: | |
| Owner Name: (First) | |
| POD / Surface Data Report Avg Depth to Water Report Water Column Report | |

POD / SURFACE DATA REPORT 10/11/2008

| | | | | | (quarters are | 1=NW | 2=NE 3=SW 4=5E) | | | | | | | | |
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| SD 07850 | PDL | 3 | ROSA B. MARTINEZ | SD 07850 | | 28N | 05W 18 2 3 4 | | | 13 | 285663 | 4060122 | | | |
| SD 07851 | PDL | 3 | ROSA B, MARTINEZ | SD 07851 | | 28N | 05W 18 1 2 1 | | | 13 | 285228 | 4060731 | | | |
| SD 07852 | FDL | 3 | ROSA B. MARTINEZ | SD 07852 | | 28N | 05W 18 2 1 1 | | | 13 | 285579 | 4060759 | | | |
| SJ 00036 | IND | 65 | BURLINGTON RESOURCES OIL & GAS | SJ 00036 | Shallow | 281 | 05W 28 3 | | | 13 | 288156 | 4056298 | 06/27/1953 | 0€/27/1953 | 303 |
| SJ 00047 | NOT | 0 | MAMIE MANGUM | SJ 00047 | Shallow | 2 B N | 05W 20 | | | 13 | 268558 | 4056700 | 07/30/1953 | 08/04/1953 | 465 |
| SJ 01893 | STK | 3 | ROSA B. OR JUAN L. MARTINEZ | SJ 01893 | Shallow | 28N | 05W 18 4 | | | 13 | 285827 | 4059576 | 09/14/1984 | 10/12/1984 | 390 |
| SJ 03806 | STK | 3 | ROSA B. MARTINEZ | SJ 03806 POD1 | 1 | 28N | 050 07 4 4 2 | 130509 | 2065482 | 13 | 286111 | 4061033 | | | |

| Township: 28N Range: 04W Sections: |
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POD / SURFACE DATA REPORT 10/19/2008

(quarters are 1=NW 2=NE 3=SW 4=SE) (acre ft per annum) (quarters are biggest to smallest X Y are in Feet UTM are in Meters) Start Finish Depth DB File Nbr Use Diversion Owner POD Number Source Two Rng Sec q q q Zone UTM Zone Easting Northing Well 1 х Y Date Date SJ 00045 IND U. U.S. GOVERNMENT 83 00045 28N 04W 07 09/10/1952 Shallow 295235 4061453 09/04/1952 600 13 SJ 02365 STK CARSON NATIONAL FOREST SJ 02385 BP 03618 Shallow 28N 04W 26 1 1 1 4057064 160 R. 300818 13 SP 03618 1.88 UNITED STATES OF AMERICA 28N 04W 09 3 1 STK 13 297832 4061209 SP 03619 STK 0.36 UNITED STATES OF AMERICA 4057416 SP 03619 28N 04W 21 4 4 13 298924 SP 03620 STK 0.36 UNITED STATES OF AMERICA SP 03620 28N 04W 22 1 4 13 299736 4058240 SP 03621 STK 0.58 UNITED STATES OF AMERICA 6P 03621 28N 04W 29 2 2 13 297324 4057019 SP 03622 SP 03622 STK 0.36 UNITED STATES OF AMERICA 28N 04W 33 2 4 13 298821 4054927 SP 03808 SP 03808 28N 04W 17 3 1 13 4059551 STK 1.67 CARSON NATIONAL FOREST 296199 SP 03809 SP 03811 STK 1.67 CARSON NATIONAL FOREST 28N 04W 17 4 4 SP 03809 297378 4059116 13 STK 1.67 CARSON NATIONAL FOREST SP 03811 28N 04W 14 1 1 13 300944 4060310 SP 03972 $\mathbb{S}\mathrm{T}\mathrm{K}$ 0 CARSON NATIONAL FOREST SP 03972 28N 04W 36 3 3 13 302344 4053996 SP 04028 STK 0.85 CARSON NATIONAL FOREST SP 04028 28N 04W 32 2 4 13 297271 4054953 (g)

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| | POD / SURFACE DATA REPO | | | W 2=NE 3=SW 4=SE) | | | | |
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Source Two Rng Bac q q q Zone DB File Nbr Use Diversion Owner POD Number x Y UTM_Zone Easting Northing Date Date

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| Clear Form WATERS Menu Help |

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| RG 81026 | STK | · 3 | BUREAU OF LAND MANAGEMENT | RG 81026 | Shallow | 27N | 050 27 4 4 3 | | | | 13 | 290530 | 4046294 | 09/12/2003 | 09/16/2003 | 460 |
| SJ 00046 | IND | 16 | BURLINGTON RESOURCES OIL & GAS | S SJ 00046 | Shallow | 27N | 05₩ 04 4 4 | | | | 13 | 289133 | 4052788 | 01/13/1954 | 01/13/1954 | 506 |
| SJ 00199 | OFM | 4 | BURLINGTON RESOURCES OIL & GAS | S 8J 00199 | Artesian | 27N | 050 03 2 1 | | | | 13 | 290409 | 4053971 | | 05/02/1967 | 1840 |

| Township: 27N Range: 04W Sections: |
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POD / SURFACE DATA REPORT 09/16/2008

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| 8J 00048 | IND | | BURLINGTON RESOURCES OIL 5 GAS BJ 00048 | | 27N | 04W 01 | | | 13 | 302928 | 4052997 | 07/28/1953 | 07/31/1953 | 143 |
| SJ 01049 | IND | | BURLINGTON RESOURCES OIL 6 GAS SJ 01049 | 9 | 27N | 04₩ 18 4 2 2 | | | 13 | 295646 | 4049831 | | 06/30/1967 | 1.5 |
| SJ 01205 | OIL | 60 | MERIDIAN OIL PRODUCTION, INC. SJ 0120 | 5 Artesian | 27N | 0410 34 4 4 4 | | | 13 | 300255 | 4044335 | 10/18/1980 | 10/25/1980 | 3054 |
| SP 03616 | STK | 0.58 | UNITED STATES OF AMERICA 8P 03610 | 6 | 27N | 04W 24 2 4 | | | 13 | 303452 | 4048375 | | | |
| SP 03617 | STK | | UNITED STATES OF AMERICA SP 0361 | 7 | 27N | 04W 25 4 4 | | | 13 | 303396 | 4045974 | | | |
| SP 03810 | PLS | 1.24 | CARSON NATIONAL FOREST SP 03810 | D | 27N | 04W 30 1 2 | | | 13 | 294693 | 4047368 | | | |
| SP 03971 | STK | 0. | CARSON NATIONAL FOREST 8P 03971 | 1 | 27N | 04W 12 2 3 | | | 13 | 303116 | 4051580 | | | |

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| Township: 27N Range: 03W Sections: |
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| POD / Surface Data Report Avg Depth to Water Report Water Column Report |

POD / SURFACE DATA REPORT 10/19/2008

| | | | (quarters are | 1=N | W 2=NE 3=SW 4=SE) | | | | | | | |
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| | (acre ft per annum) | | (quarters are | a bigg | gest to smallest | X Y az | e in Feet | | UTM are in Meters) | Start | Finish | Depth |
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WATER COLUMN REPORT 08/12/2008

(quarters are 1=NW 2=NE 3=SW 4=SE) (quarters are biggest to smallest)

| | (quarte | rs ar | e bi | gge | st to | smallest) | | | Depth | Depth | Water | (in feet) | |
|------------|---------|-------|------|-----|-------|-----------|---|---|-------|-------|--------|-----------|--|
| POD Number | Tws | Rng | Sec | P | P P | Zone | x | Y | Well | Water | Column | | |
| SJ 02339 | 29N | 05W | 29 | 3 | 3 3 | | | | 350 | 108 | 242 | | |
| SJ 00422 | 291 | 05W | 31 | 2 | | | | | 239 | 135 | 104 | | |
| SJ 00056 | 29N | 05W | 31 | 2 | 3 1 | | | | 142 | 50 | 92 | | |
| SJ 00057 | 291 | 05W | 31 | 2 | 3 1 | | | | 158 | 57 | 101 | | |
| SJ 03208 | 29N | 05W | 31 | 3 | 33 | | | | 220 | 160 | 60 | | |
| SJ 02383 | 29N | 05W | 32 | 1 | 1 1 | | | | 300 | 100 | 200 | | |
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WATER COLUMN REPORT 08/12/2008

| | (quarter (quarter | | | | | | | | Depth | Depth | Water | (in feet) |
|------------------------|----------------------|-----|----|---|-----|------|---|---|-----------------|-------|--------|-----------|
| POD Number SJ 00037 | | Rng | | - | P P | Zone | x | Y | Well 373 | Water | Column | |
| 35 00037 | 290 | 04W | 04 | 2 | | | | | 3/3 | | | |

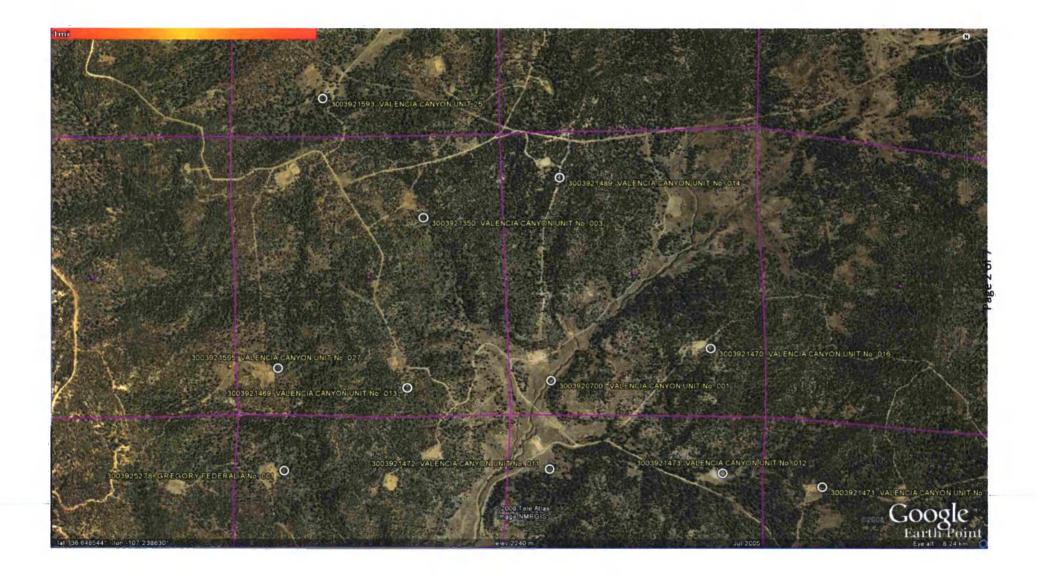
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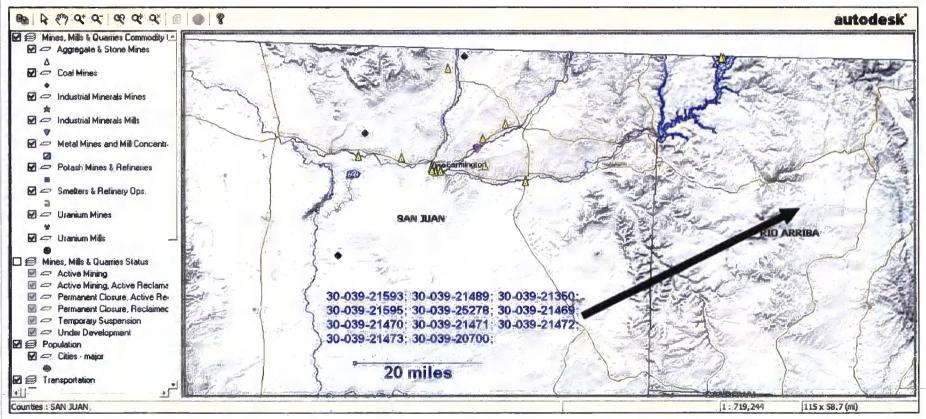
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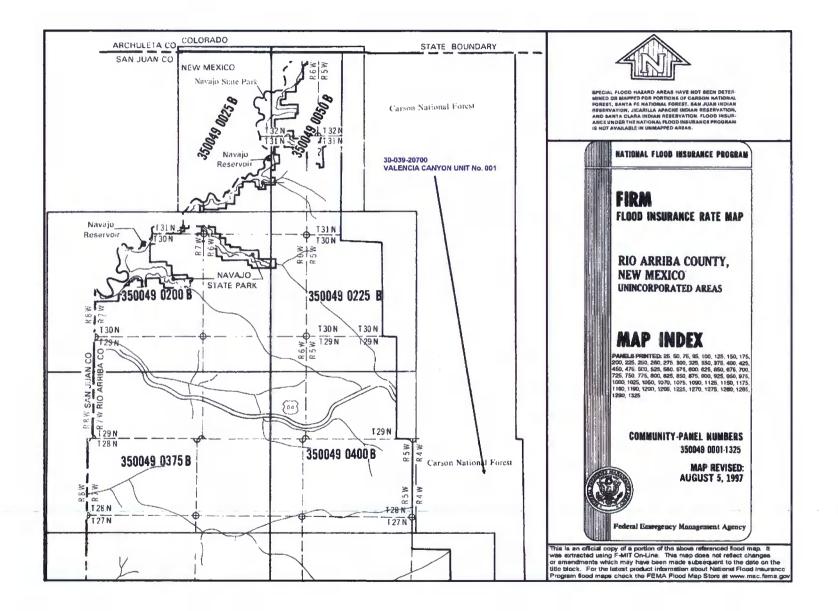
WATER COLUMN REPORT 08/12/2008

| | | | 3=SW 4=S cosmalles | | | Depth | Depth | Water | (in feet) | |
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| POD Number SJ 01575 | Rng 03W | • | | x | Y | Well 306 | Water | Column | | |



Mines, Mills and Quarries Web Map





XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Design and Construction Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.11 NMAC the following information describes the design and construction of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

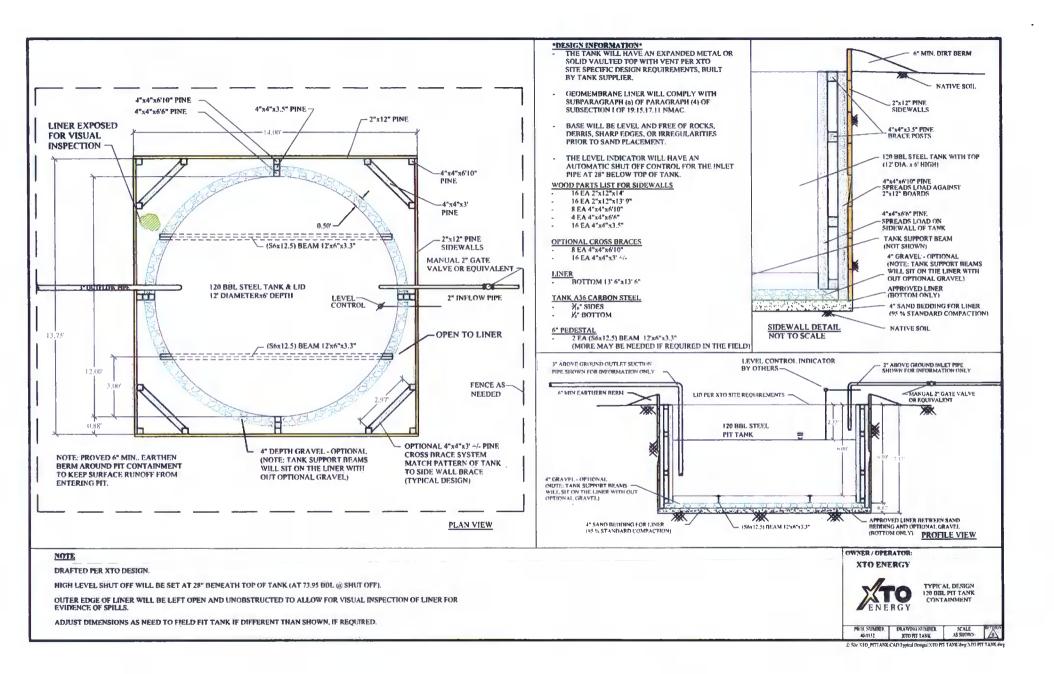
General Plan

- 1. XTO will design and construct below-grade tanks to contain liquids and solids and prevent contamination of fresh water and protect public health and environment.
- 2. XTO will post a well sign, in compliance with 19.15.3.103 NMAC, on the existing well site operated by XTO where the existing below-grade tank is located. The sign will list the Operator on record as the operator, the location of the well site by unit letter, section, township, range, and emergency telephone numbers.
- 3. XTO is requesting approval of an alternative fencing to be used on below-grade tank locations. Below-grade tank locations will be fenced utilizing 48" steel mesh field-fence (hogwire) with pipe railing along the top. A 6' chain link fence will be utilized around the well pad if the well site is within a city limits or ¼ mile of a permanent residence, school, hospital, institution or church. Below-grade tanks located within 1000' of a permanent residence, school, hospital, institution or church will be fenced by 6' chain link fence with at least two strands of barbed wire at the top. All gates associated with below-grade tanks will remain closed and locked when responsible individuals are not on site.
- 4. XTO shall construct below-grade tanks with an expanded metal covering or solid vaulted top on the top of the below-grade tank.
- 5. XTO will ensure that below-grade tanks are constructed of materials resistant to the below-grade tank's particular contents and resistant to damage from sunlight. Tanks will be constructed of A36 carbon steel with 3/16" sides and ¼" bottom. (See attached drawing).
- 6. The below-grade tank system will have a properly constructed foundation consisting of a level base free of rocks, debris, sharp edges or irregularities to prevent punctures, cracks or indentations of the liner or tank bottom. Sand bedding (4") will be placed on top of a level foundation to ensure prevention of punctures, cracks or indentations of the liner or tank bottom.
- XTO will construct a berm and/or diversion ditch in a manner that prevents the collection of surface water run-on. Below-grade tanks will be equipped with automatic high level shut-off devices as well as manually operated shut-off valves. (See attached drawing).
- 8. XTO will construct and use below-grade tanks that do not have double walls. The below-grade tank sidewalls will be open for visual inspection for leaks. The sidewalls of the cellar will be constructed with 2" X 12" pine sidewalls and 4" X 4" pine brace posts. The below-grade tank

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Design and Construction Plan For Below-Grade Tanks Page 2

> bottom will be elevated a minimum of 6" above the underlying ground surface and the belowgrade tank will be underlain with a geomembrane liner to divert leaked liquid to a location that can be visually inspected. (See attached drawing).

- 9. XTO will equip below-grade tanks designed in this manner with a properly functioning automatic high-level shut-off control device and manual controls to prevent overflows. (See attached drawing).
- 10. XTO will demonstrate to the OCD that the geomembrane liner complies with the specifications of Subparagraph (a) of Paragraph (4) of Subsection I of 19.15.17.11 NMAC and obtain approval from OCD prior to the installation of the design. The geomembrane liner shall have a hydraulic conductivity no greater than 1 x 10-9 cm/sec. The geomembrane liner shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salts and acidics and alkaline solutions. The liner material shall be resistant to ultraviolet light. Liner compatibility shall comply with EPA SW-846 method 9090A. (See attached drawing).
- 11. The general specifications for design and construction are attached.



XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Maintenance and Operating Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.12 NMAC the following information describes the operation and maintenance of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

- XTO will operate and maintain below-grade tanks to contain liquids and solids, maintain the integrity of the liner and secondary containment system, prevent contamination of fresh water and protect public health and the environment. Fluid levels will be monitored weekly and high levels will be removed as necessary. Monthly inspections will be conducted to monitor integrity of below-grade tank systems and below-grade tanks will be equipped with automatic high-level shut-off devices.
- 2. XTO will not allow below-grade tanks to overflow and will use berms and/or diversion ditch to prevent surface run on to enter the below-grade tank. Below-grade tanks will be equipped with automatic high-level shut-off control devices as well as manually operated shut-off valves. See attached drawing for vault design and placement of diversion berms and shut-off devices.
- 3. XTO will continuously remove any visible or measurable layer of oil from the fluid surface of below-grade tanks in order to prevent significant accumulation of oil.
 - XTO will inspect the below-grade tank monthly and maintain written records for five years. Monthly inspections will consist of documenting the following: (see attached template), Well Name
 - API # Sec., Twn., Rng. XTO Inspector's name Inspection date and time Visible tears in liner Visible signs of tank overflow Collection of surface run on Visible layer of oil Visible signs of tank leak Estimated freeboard
- 5. XTO will maintain adequate freeboard to prevent over topping of the below-grade tank. High level shut-off devices control the freeboard at an average of 28" beneath the top of the tank.
- 6. XTO will not discharge into or store any hazardous waste in any below-grade tank.
- 7. If a below-grade tank develops a leak, or if any penetration of a below-grade tank occurs below the liquids surface, XTO will remove all liquids above the damage or leak line within 48 hours,

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Maintenance and Operating Plan For Below-Grade Tanks Page 2

notify the appropriate division district office within 48 hours of the discovery and repair the damage or replace the below-grade tank. If an existing below-grade tank does not meet current requirements of Paragraphs 1-4 of Subsection I of 19.15.17.11 NMAC the tank will be modified or retrofitted to comply. If compliance can not be achieved XTO will implement the approved closure plan.

| Well Nan | ne: | | | | API No.: | | | |
|---------------------------------------|------------|---------------|-------------|----------------------|---------------|---------------|----------------------|-----------|
| | | | | | | | | |
| Legals | Sec: | | Township: | | Range: | | | |
| ХТО | | | Any visible | | Collection of | | | |
| Inspector's | Inspection | | liner | Any visible signs of | surface | Visible layer | Any visible signs | Freeboar |
| Name | Date | Time | tears (Y/N) | tank overflows (Y/N) | run on (Y/N) | of oil (Y/N) | of a tank leak (Y/N) | Est. (ft) |
| • • • • • • • • • • • • • • • • • • • | | | | | | | | |
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| Notes: Misc: | Provide De | tailed Descri | ption: | | I | L | | |

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XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

- 1. XTO will close below-grade tanks within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the division requires because of imminent danger to fresh water, public health or the environment.
- XTO will close a below-grade tank that does 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 after June 16, 2008, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.
- 3. XTO will close a permitted below-grade tank within 60 days of cessation of the below-grade tank's operation or as required by the transitional provisions of Subsection B of 19.15.17.17 NMAC in accordance with a closure plan that the appropriate division district office approves. The closure report will be filed on form C-144.
- 4. XTO will remove liquids and sludge from below-grade tanks prior to implementing a closure method and will dispose of the liquids and sludge in a division-approved facility. Approved facilities and waste streams include:

Envirotech Permit No. NM01-0011 and IEI Permit No. NM 01-0010B Soil contaminated by exempt petroleum hydrocarbons Produced sand, pit sludge and contaminated bottoms from storage of exempt wastes

Basin Disposal Permit No. NM01-005 Produced water

- 5. XTO will 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 has approved prior to removal. Any associated liners will be removed, properly cleaned and disposed of per 19.15.9.712 NMAC at San Juan County Landfill. Documentation of the final disposition will be included in the closure report.
- 6. XTO will remove any on-site equipment associated with a below-grade tank unless the equipment is required for some other purpose.
- 7. XTO will test the soils beneath the below-grade tank to determine whether a release has occurred. At a minimum 5 point composite sample will be collected along with individual grab samples from any area that is wet, discolored or showing other evidence of a release. Samples will be

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks Page 2

analyzed for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or EPA method that the division approves, does not exceed 0.2 mg/kg; total BTEX concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration, as determined by EPA method 418.1 or other EPA method that the division approves, does not exceed 100mg/kg; and the chloride concentration, as determined by EPA method 300.1 or other EPA method that the division approves, does not exceed 250 mg/kg, or the background concentration, whichever is greater. XTO will notify the division of its results on form C-141.

- 8. If XTO or the division determines that a release has occurred, XTO will comply with 19.15.3.116 NMAC and 19.15.1.19NMAC as appropriate.
- 9. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, XTO will backfill the excavation with compacted, non-waste containing, earthen material; construct a division prescribed soil cover; recontour and re-vegetate the site.
- Notice of Closure operations will be given to the Aztec Division District III office between 72 hours and one week prior to the start of closure activities via email or verbally. The notification will include the following:
 - i. Operator's name
 - ii. Well Name and API Number
 - iii. Location by Unit Letter, Section, Township, and Range

The surface owner shall also be notified prior to the implementation of any closure operations of below-grade tanks as per the approved closure plan using certified mail, return receipt requested.

- 11. Re-contouring of location will match fit, shape, line, form and texture of the surrounding area. 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 placed 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.
- 12. A minimum of 4 feet of cover shall be achieved and the cover shall include 1 foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater. Soil cover will be constructed to the site's existing grade and ponding of water and erosion of the cover material will be prevented with drainage control, natural drainages and silt traps where needed.
- 13. XTO will seed the disturbed areas the first growing season after the operator closes the pit. Seeding will be accomplished via drilling on the contour whenever practical or by other divisionapproved methods. BLM or Forest Service stipulated seed mixes will be used on federal lands. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintain that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs.

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- 14. All closure activities will include proper documentation and be available for review upon request and will be submitted in closure report form to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on form C-144 and incorporate the following:
 - i. Proof of closure notice to division and surface owner;
 - ii. Details on capping and covering, where applicable;
 - iii. Inspection reports;
 - iv. Confirmation sampling analytical results;
 - v. Disposal facility name(s) and permit number(s);
 - vi. Soil backfilling and cover installation;
 - vii. Re-vegetation application rates and seeding techniques, (or approved alternative to re-vegetation requirements if applicable);
 - viii. Photo documentation of the site reclamation.