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 **NW** Energy Minerals and Natural Resources

NM OIL CONSERVATION ARTESIA DISTRICT

Form C-141 Revised August 8, 2011

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 DELONIL 3 CALLEO appropriate District Office in accordance with 19,15,29 NMAC.

Release Notification and Corrective Action

NAB 16355	55991		OPERATOR	🛛 Initial Rep	ort 🔲 Final Report
Name of Company:	COG Oper	ating LLC 217955	Contact:	Robert McNeill	
Address: 600 Wes	t Illinois Avenue, N	Aidland TX 79701	Telephone No.	432-683-7443	
Facility Name: Gadwall 35 Federal 5H Battery			Facility Type:	Tank Battery	<u></u>
Surface Owner:	Federal	Mineral Owner	:	API No.	30-025-42291

L	OCA	TION	OF	REI	LEA	SE		
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Unit Letter	Section	Township	Range	Feet from the	North/South Line	Fect from the	East/West Line	County
Р	35	24S	32E	190	South	380	East	Lea

Latitude 32.1673187 Longitude 103.6382476

NATURE OF RELEASE

Type of Release:	Volume of Release:	Volume Recovered:			
Produced Water	200 bbls	193 bbls			
Source of Release:	Date and Hour of Occurrence:	Date and Hour of Discovery:			
Flowline	12/6/2016 9:30 am	12/6/2016 9:30 am			
Was Immediate Notice Given?	If YES, To Whom?				
Yes 🗋 No 🗋 Not Required	Ms. Lynch - NMO	DCD / Ms. Tucker - BLM			
By Whom? Rebecca Haskell	Date and Hour: 12/6/2016 4:56 pm				
Was a Watercourse Reached?	If YES, Volume Impacting the Wate	ercourse.			
🗌 Yes 🖾 No					
If a Watercourse was Impacted, Describe Fully.*	· · · · · · · · · · · · · · · · · · ·				
· · · · · · · · · · · · · · · · · · ·					
Describe Cause of Problem and Remedial Action Taken.*					
The release was due to a pinhole leak in a steel flowline within the lined c	ontainment. A portion of the flowline	was replaced.			
Describe Area Affected and Cleanup Action Taken.*					
This release occurred within a lined facility. A vacuum truck was dispatch	ed to remove all freestanding fluids. C	Concho will have the spill area evaluated			
for any possible impact from the release and we will present a remediation	work plan to the NMOCD for approv	val prior to any significant remediation			
activities.					
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					
public health or the environment. The acceptance of a C-141 report by the	e NMOCD marked as "Final Report" (loes 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					
federal, state, or local laws and/or regulations.	ues not reneve the operator of respons	ionity for compliance with any other			
Signature: Rellica Hothell	<u>OIL CONSERV</u>	ATION DIVISION			
Printed Name: Rebecca Haskell	Approved by Environmental Specialis	m/m///			
	Approved by Environmental Specialis				
Title: Senior HSE Coordinator	Approval Date: 12/20/10	Expiration Date: NIA			
	1/1/ 4V/1/				
E-mail Address: rhaskell@concho.com	Conditions of Approval:				
		Attached 🔀			
Date: 12/8/2016 Phone: 432-683-7443	See attached				
	/ 00 1 10 10 100				

* Attach Additional Sheets If Necessary

Operator/Responsible Party,

The OCD has received the form C-141 you provided on **12/13/2016** regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number $\underline{10^{-4529}}$ 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 2/1/2017. 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 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

Patterson, Heather, EMNRD

From:	Lynch, Kristen, EMNRD
Senț:	Tuesday, December 20, 2016 10:19 AM
То:	Patterson, Heather, EMNRD; Weaver, Crystal, EMNRD; Bratcher, Mike, EMNRD
Subject:	Fw: [External] Re: (C-141 Initial) Gadwall 35 Federal 5H Battery 12/6/2016 (30-025-42291)
Attachments:	Gadwall 35 Federal 5H Bettery Initial C-141 12-6-16 (30-025-42291).pdf

From: Rebecca Haskell <RHaskell@concho.com>
Sent: Tuesday, December 13, 2016 3:14 PM
To: Tucker, Shelly
Cc: Lynch, Kristen, EMNRD; Oberding, Tomas, EMNRD; Jim Amos (jamos@blm.gov)
Subject: RE: [External] Re: (C-141 Initial) Gadwall 35 Federal 5H Battery 12/6/2016 (30-025-42291)

Ms. Tucker,

It is the C-141 for the Gadwall 35 Federal 5H Battery, I missed changing the name of the facility, all of the other information was correct. Please accept my apologizes for making that error. I have attached a corrected C-141. Thank you for pointing the error out to me.

Thank You,

Becky Haskell Senior HSE Coordinator COG Operating LLC 600 W Illinois Avenue | Midland, TX 79701 Direct: 432-818-2372 | Main: 432.683.7443 Cell: 432-556-5130 rhaskell@concho.com



From: Tucker, Shelly [mailto:stucker@blm.gov]
Sent: Tuesday, December 13, 2016 2:49 PM
To: Rebecca Haskell
Cc: kristen.lynch@state.nm.us; Oberding, Tomas, EMNRD (Tomas.Oberding@state.nm.us); Jim Amos (jamos@blm.gov)
Subject: [External] Re: (C-141 Initial) Gadwall 35 Federal 5H Battery 12/6/2016 (30-025-42291)

**** External email. Use caution. **** Is this C-141 for the Gadwall 35 Federal 5H Battery or for the Lusk 19 SWD Tank Battery?

If you have any questions or concerns, please do not hesitate to contact me.

Sincerely,

Shelly J Tucker

Environmental Protection Specialist O&G Spill/Release Coordinator

Bureau of Land Management 620 E. Greene St Carlsbad, NM 88220

575.234.5905 - Direct 575.361.0084 - Cellular 575.234.6235 - Emergency Spill Number

stucker@blm.gov

The **BLM acceptance/approval does not** relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that may pose a threat to groundwater, surface water, human health or the environment or if the location fails to reclaim properly. In such an event that the location does not revegetate, or future issues with contaminants are encountered, the operator will be asked to address the issues until the contaminant issues are fully mitigated and the location is successfully reclaimed. In addition, BLM approval does not relieve the operator of responsibility for compliance with any other federal, state or local laws/regulations.

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On Thu, Dec 8, 2016 at 2:00 PM, Rebecca Haskell <<u>RHaskell@concho.com</u>> wrote: Ms. Lynch/Ms. Tucker,

Attached is a C-141 for your consideration. If you have any additional questions please feel free to contact me.

Thank You,

Becky Haskell Senior HSE Coordinator COG Operating LLC 600 W Illinois Avenue | Midland, TX 79701 Direct: 432-818-2372 | Main: 432.683.7443 Cell: 432-556-5130 rhaskell@concho.com



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