NM OIL CONSERVATION

ARTESIA DISTRICT

State of New Mexico Energy Minerals and Natural Resources

NOV 1 3 2017

Form C-141 Revised April 3, 2017

Submit 1 Copy to appropriate District Office in **RECEIVED** ordance with 19.15.29 NMAC.

Oil Conservation Division 1220 South St. Francis Dr.

Santa Fe, NM 87505

Release Notification and Corrective Action

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

1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505

811 S. First St., Artesia, NM 88210

District II

District III

Neicase Mullicati	ion and Corrective Action
	OPERATOR ☐ Initial Report ☐ Final Report
Name of Company: COG Operating LLC [229137]	Contact: Robert McNeil
Address: 600 West Illinois Avenue, Midland TX 79701	Telephone No. 432-683-7443
Facility Name: ASIO OTUS FEDERAL #003H	Facility Type: Tank Battery
Surface Owner: Private Mineral Owner	er: Federal API No. 30-015-42395
Darrace Owner, 111vace	111101 20 010 12070
LOCATION OF RELEASE	
	orth/South Line Feet from the East/West Line County
K 12 26S 26E	Eddy
Latitude 32.05387 Longitude - 104.24792 NAD83	
NATION OF DELEGE	
	RE OF RELEASE
Type of Release: Produced Water	Volume of Release: Volume Recovered: 100 bbls. PW; 0.1 bbls OIL 60 bbls PW
Source of Release:	Date and Hour of Occurrence: Date and Hour of Discovery:
Flowline	November 8, 2017 November 9, 2017 10:30 am
Was Immediate Notice Given?	If YES, To Whom?
☐ Yes ☐ No ☐ Not Requir	red Mike Bratcher NMOCD
By Whom? Dakota Neel	Date and Hour: November 9, 2017 4:08 pm
Was a Watercourse Reached?	If YES, Volume Impacting the Watercourse.
☐ Yes ☒ No	
If a Watercourse was Impacted, Describe Fully.*	
Describe Cause of Problem and Remedial Action Taken.*	
Describe Gades of Frontien and remodule rection Fallon.	
This release occurred when a water hauler from another company wrecked and rolled his truck onto a COG water transfer line causing it to rupture. The	
damaged section of the transfer line was replaced.	
Describe Area Affected and Cleanup Action Taken.*	
The release occurred in the pasture next to the lease road. A vacuum truck was dispatched to remove all freestanding fluids. Concho will have the spill area	
evaluated for any possible impact from the release and will present a remediation work plan to the NMOCD for approval 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	
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.	
	OIL CONSERVATION DIVISION
Sadot Par	Approved by Environmental Specialist:
Signature:	
	Signed By Mile Business
Printed Name: Dakota Neel	A MATERIAL PROPERTY OF THE PRO
Trul	1
Title: HSE Coordinator	Approval Date: \\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\
E-mail Address: dneel2@concho.com	Conditions of Approval:
	Auached I I
Date: November 13, 2017 Phone: 575-746-2010	See attached arp-4484
* Attach Additional Sheets If Necessary	•

Operator/Responsible Party,

The OCD has received the form C-141 you provided on <u>11/13/2017</u> regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number <u>ARP-4484</u> 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 2 office in ARTESIA on or before 12/13/2017. 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

Bratcher, Mike, EMNRD

From: Dakota Neel <DNeel2@concho.com>
Sent: Monday, November 13, 2017 10:04 AM

To: Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD; stucker@blm.gov

Cc: Rebecca Haskell: Robert McNeill: Aaron Lieb: Sheldon Hitchcock:

Rebecca Haskell; Robert McNeill; Aaron Lieb; Sheldon Hitchcock; James_Amos@blm.gov; Christopher Gray

Subject: (C-141 Initial) Asio Otus Federal #003H 11-8-17 (30-015-42395)

Attachments: Asio Otus Federal #3 Battery Initial C-141 11-8-17 (30-015-42395).pdf

Ms. Weaver/Ms. Tucker,

Please find the attached Initial C-141 for your consideration. The immediate notification for this spill is below. The name has been changed from the Cottonwood 2 State SWD #1. If you have any questions or concerns please contact me.

Thank you,

Dakota Neel
HSE Coordinator
COG Operating LLC
Cell: 432-215-2783
dneel2@concho.com

2407 Pecos Ave. Artesia, NM 88210



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From: Dakota Neel

Sent: Thursday, November 09, 2017 4:08 PM

To: Mike.Bratcher@state.nm.us; Weaver, Crystal, EMNRD

Cc: Rebecca Haskell; Robert McNeill; Aaron Lieb; Sheldon Hitchcock

Subject: (Notification) COTTONWOOD 2 STATE SWD #001 11/8/2017 (30-015-42356)

Mr. Bratcher,

Bratcher, Mike, EMNRD

From: Tucker, Shelly <stucker@blm.gov>

Sent: Monday, November 13, 2017 2:45 PM

To: Dakota Neel

Cc: Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD; Rebecca Haskell; Robert McNeill;

Aaron Lieb; Sheldon Hitchcock; James_Amos@blm.gov; Christopher Gray

Subject: Re: (C-141 Initial) Asio Otus Federal #003H 11-8-17 (30-015-42395)

According to the GPS coordinates, this release impacted Private (within a FEMA Floodplane) and custody of fluid had occurred, the BLM will not have any jurisdiction over this release.

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 <u>BLM acceptance/approval does not</u> 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 Mon, Nov 13, 2017 at 10:03 AM, Dakota Neel <DNeel2@concho.com> wrote:

Ms. Weaver/Ms. Tucker,

Please find the attached Initial C-141 for your consideration. The immediate notification for this spill is below. The name has been changed from the Cottonwood 2 State SWD #1. If you have any questions or concerns please contact me.