

November 15, 2017

Charlie Perrin New Mexico Oil Conservation Division Energy, Minerals, and Natural Resources 1000 Rio Brazos Road Aztec, New Mexico 87410

RE: Condition of Approval for Extension Section 30 Recycling Containment and Facility #3RF-3 October 14 - November 14

OIL CONS. DIV DIST. 3

NOV 18 2017

Dear Mr. Perrin.

Pursuant to Order R-14314, WPX submitted a C-103 for a 6-month extension request for cessation of operations on August 23, 2017, for the Section 30 Recycling Containment and Facility (#3RF-3) located in Section 30, Township 31N, Range 5W, Rio Arriba County, New Mexico. Approval of the 6-month extension was granted by Director David Catanach on August 25, 2017. Conditions of Approval (COA) of the C-103 are listed below. This report is being submitted to satisfy the monthly report requirement.

1.0 Conditions of Approval

Approval of the extension was granted with the following Conditions of Approval:

- 1) Take necessary actions to keep fresh water accumulation within the containment to a minimum and prevent damage from freezing.
- 2) Inspect and take photographs of the Facility weekly.
- 3) In the event of leaks or damage to the Facility, the operator must do the following.
 - a. Notify OCD District III within 72 hours of knowledge of leaks or damage.
 - b. Submit a Corrective Action Plan (CAP) to repair leaks or damage with seven days of notification above.
 - c. Upon OCD's approval of the CAP, complete repairs per the OCD-approved schedule.
- 4) By the 15th of the month, submit monthly reports to OCD District III of inspection results with photographs and progress on CAPs, if any.
- 5) Verify liner integrity before returning the containment to service.

2.0 Weekly Inspections

WPX continues to monitor the condition of the Section 30 Recycling Containment. Attached is a summary of weekly inspections conducted at the containment from October 14 – November 14. Also attached is a photograph log documenting site conditions during October 14 – November 14.

3.0 Recent Event Summary

- WPX pumped rain water from the containment periodically during the month. As of November 14, 2017, all rain water had been removed from within containment. (See attached photograph log)
- A wash crew was onsite to remove sediment from the containment liner on October 14 and 15, 2017.
- Liner inspection occurred during the week of October 16. Approximately 30 areas of concern were identified and repaired. Most of the areas of concern were identified near the sump. (See attached photograph log for examples of repairs)

• Minimal amount of water was pumped from the leak detection over the past month.

• WPX personnel and liner repair contractor have been instructed to continue searching for any potential areas of concern along the base of the containment.

The next report will be submitted to the Aztec office by December 15, 2017. For additional information or questions regarding current site conditions, please contact me at 505-333-1880.

Sincerely,

Deborah Watson

Environmental Specialist

Debrah Water

Attachments

Figure 1. Weekly Inspection Log Summary

Figure 2. Photograph Log

Section 30 Recycling Containment and Facility Inspection Summary

WEELY INSPECTION:	DATE:	10/19/2017	10/26/2017	11/3/2017	11/10/2017
1. ARE FREEBOARD LEVELS AT 3 feet OR GREATER?		YES NO	YES NO	YES NO	YES NO
2. IS THERE ANY OIL ACCUMLATION ON THE PIT?		YES NO	YES NO	YES NO	YES NO X
3. ARE THERE VISIBLE TEARS IN LINER? (Areas of concern identified with paint from seam testing on July 24) 4. DOES THE NET NEED MAINTENANCE?		YES NO YES NO	YES NO YES NO X	YES NO YES NO X	YES NO YES NO X
5. IS THE FENCING IN GOOD CONDITION?		YES NO	YES NO	YES NO	YES NO
6. HOUSEKEEPING ISSUES?		YES NO X	YES NO X	YES NO X	YES NO X
7. POND MEASUREMENT (HEIGHT)		N/A	N/A	N/A	N/A
8. IS THERE WATER PRESENT IN THE LEAK DETECTION TUBE?		YES NO X	Minimal volumes pu	umped periodically thr	oughout the month.
9. DEAD WILDLIFE/BIRDS INSIDE CONTAINMENT?		YES NO X	YES NO	YES NO	YES NO X
COMMENTS: (include water quality odor, color, etc.)		Repairs made to liner			
ADDITIONAL OBSERVATIONS:		Rain water pumped from containment			

OIL CONS. DIV DIST. 3 NOV 15 2017

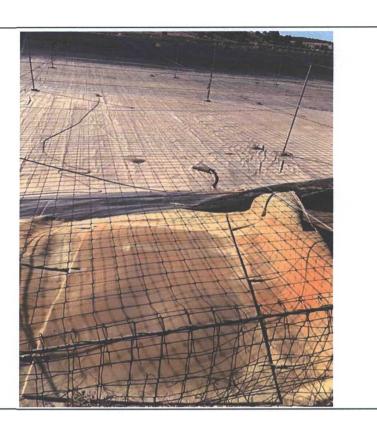
WPX Energy Production, LLC

Section 30 Recycling Containment and Facility

> 30-31N-05W Rio Arriba County, New Mexico

Date: October 22, 2017

Photograph #1

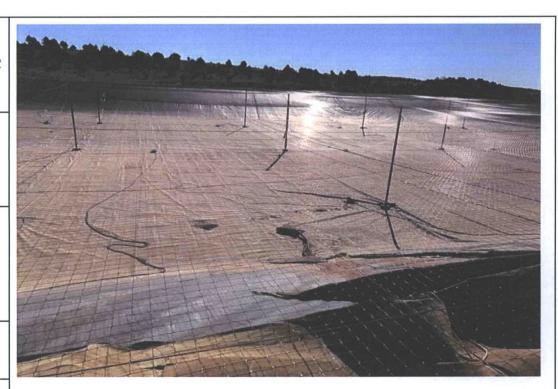


WPX Energy Production, LLC

Section 30 Recycling Containment and Facility

> 30-31N-05W Rio Arriba County, New Mexico

Date: October 26, 2017



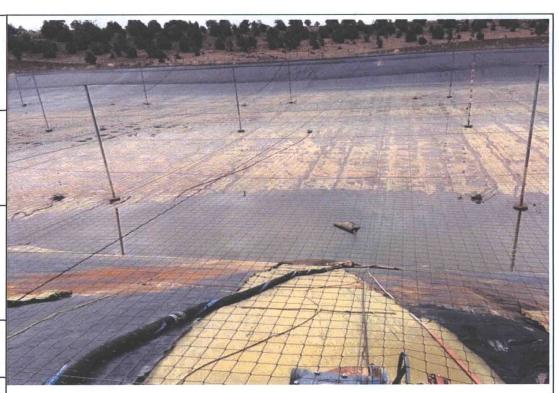
WPX Energy Production, LLC

Section 30 Recycling Containment and Facility

> 30-31N-05W Rio Arriba County, New Mexico

Date: October 31, 2017

Photograph #3

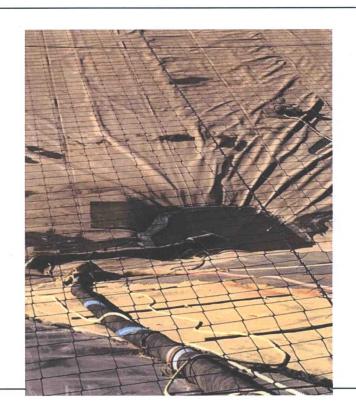


WPX Energy Production, LLC

Section 30 Recycling Containment and Facility

30-31N-05W Rio Arriba County, New Mexico

Date: November 3, 2017



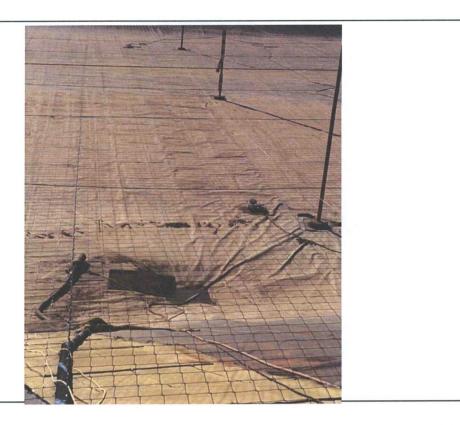
WPX Energy Production, LLC

Section 30 Recycling Containment and Facility

> 30-31N-05W Rio Arriba County, New Mexico

Date: November 5, 2017

Photograph #5

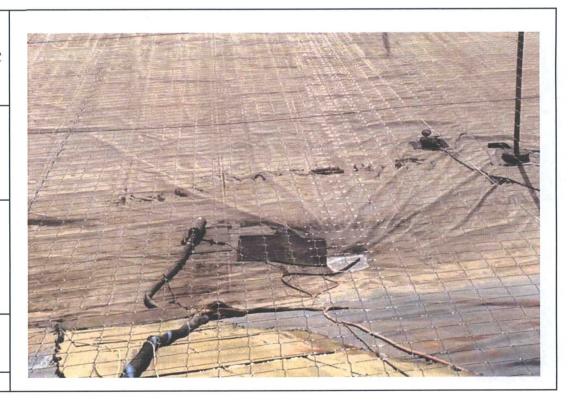


WPX Energy Production, LLC

Section 30 Recycling Containment and Facility

> 30-31N-05W Rio Arriba County, New Mexico

Date: November 13, 2017



WPX Energy Production, LLC

Section 30 Recycling Containment and Facility Repair

> 30-31N-05W Rio Arriba County, New Mexico

Date: October 19, 2017

Photograph #7



WPX Energy Production, LLC

Section 30 Recycling Containment and Facility

> 30-31N-05W Rio Arriba County, New Mexico

Date: October 19, 2017



WPX Energy Production, LLC

Section 30 Recycling Containment and Facility

> 30-31N-05W Rio Arriba County, New Mexico

Date: November 13, 2017

Photograph #9

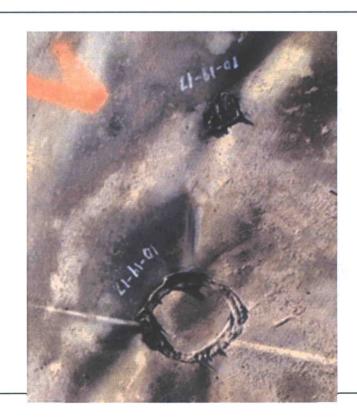


WPX Energy Production, LLC

Section 30 Recycling Containment and Facility

> 30-31N-05W Rio Arriba County, New Mexico

Date: October 19, 2017



WPX Energy Production, LLC

Section 30 Recycling Containment and Facility Repair

> 30-31N-05W Rio Arriba County, New Mexico

Date: October 19, 2017

Photograph #11



WPX Energy Production, LLC

Section 30 Recycling Containment and Facility

> 30-31N-05W Rio Arriba County, New Mexico

Date: October 19, 2017



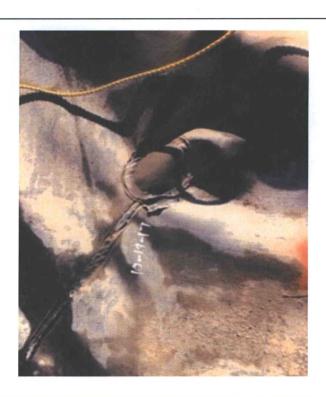
WPX Energy Production, LLC

Section 30 Recycling Containment and Facility Repair

> 30-31N-05W Rio Arriba County, New Mexico

Date: October 19, 2017

Photograph #13



WPX Energy Production, LLC

Section 30 Recycling Containment and Facility

> 30-31N-05W Rio Arriba County, New Mexico

Date: October 19, 2017

