NM OIL CONSERVATION

ARTESIA DISTRICT

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 Fc, NM 87505

State of New Mexico Energy Minerals and Natural Resources DEC 1 5 2017

Form C-141 Revised April 3, 2017

Oil Conservation Division 1220 South St. Francis Dr. Submit 1 Copy to appropriate District Office in RECEIVED accordance with 19.15.29 NMAC.

Santa Fe, NM 87505													
Release Notification and Corrective Action													
nAB1734038289						OPERATOR			☑ Initia	al Report		Final Report	
Name of Company XTO Energy 2/10737/KOPCO						Contact Kyle Littrell							
						Telephone No. 432-221-7331							
Facility Name: PLU Big Sinks 3-25-30 Battery (API for PLU CVX JV BS #016H)						Facility Type Exploration and Production							
Surface Owner Federal Mineral Owner						Federal			API No. 30-015-40581				
LOCATION OF RELEASE													
Unit Letter Section Township Range Feet from the North O 3 25S 30E 200 south									cst Line County Eddy				
Latitude 32.152967° Longitude -103.867559° NAD83													
NATURE OF RELEASE													
Type of Release Produced Water and Crude Oil							Volume of Release 25 bbls Volume Recovered						
Source of Release Produced water line							Date and Hour of Occurrence Date and Hour of D					·	
Was Immediate Notice Given?							12/1/2017 time unknown 12/1/2017 8:00 am If YES, To Whom?						
			Yes [] No 🔲 Not Re	Mike Bratcher/Crystal Weaver (NMOCD), Shelly Tucker/Jim Amos (BLM)								
By Whom? Jacob Foust							Date and Flour 12/1/2017 3:34 pm						
Was a Water	course Reac	If YES, Volume Impacting the Watercourse. N/A											
If a Watercourse was Impacted, Describe Fully.*													
N/A													
Describe Cause of Problem and Remedial Action Taken.*													
The produced water line developed a hole within the area of lined containment. The line was isolated and repaired.													
Describe Area Affected and Cleanup Action Taken.*													
							feet of the well pa						
							ted material from to Lea Land for						
confirm compliance with NMOCD site specific standards. Impacted material was taken to Lea Land for disposal. XTO will provide a closure report documenting soil removal and disposal, confirmation soil sampling results, and any other site remediation activities to the NMOCD upon receipt of													
laboratory analytical results. Liner integrity will be addressed by Maintenance Foreman and repairs will be scheduled to restore impermeability.													
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													
							nd perform correc						
	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 enviro	nment. In a	ddition, NMO	CD accep	otance of a C-141	report o	loes not reliev	e the operator of	responsi	bility for c	ompliance	with an	y other	
federal, state	, or local lav	vs and/or regu	lations.	_/			OIL COM	GEDV	ATION	THEFT	781		
	1/			<u> </u>			OIL CON	<u>SER v</u>	AHON	DIVISIO	<u> </u>		
Signature:	T GH	Till	up						Cark	1/21/	111	٦ _	
Printed Name	e; Kyle L	ittrell				Approved by	Environmental S	pecialis		DVC	$\frac{VV}{V}$		
Title: Environmental Coordinator						Approval Date: 12/26/17 Expiration Date: N/A							
E-mail Addre	ess: Kyle	e Littrell@xte	oenergy.co	om	[Conditions o	f Approval:)	Attached	À		
	5/2017	······································	····	432-221-7331		Sel	attack	red		Anache	20	4526	

* Attach Additional Sheets If Necessary 12/2417AB

Operator/Responsible Party,

The OCD has received the form C-141 you provided on 12/15/17 regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number AFD 45360 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 II office in Artesia on or before 1/15/18. 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

Weaver, Crystal, EMNRD

From:

Weaver, Crystal, EMNRD

Sent:

Friday, December 22, 2017 12:57 PM

To:

'Ruth, Amy'; Bratcher, Mike, EMNRD; stucker@blm.gov; jamos@blm.gov

Subject:

RE: Initial C-141 - PLU BS 3-25-30 TB 12-1-17

Amy please note:

OCD looks forward to seeing the photos, lab data and a statement that all the fill material (if there was any) was removed, and that liner integrity has been restored (before and after pics of the liner breach area are recommended). All these items are absolutely fine to be provide along with the Final C-141 form submission.

When an Initial/Final C-141 (in this case you only sent in an Initial C-141) is submitted for a release that is stated to be fully contained within secondary lined containment, OCD is asking that operators provide a written statement within the Initial/Final C-141 (attesting to the integrity of the liner and stating that you yourself or another member of your organization ((that has been informed/educated on what to look for)) have inspected the liner, also if the containment involves any fill material OCD needs a statement on the form saying that all fill was removed and replaced).

Aside from that request, OCD is also requesting for all operators to include two or 3 photos in the body of the email they send to us showing the condition of the battery before and after it was remediated/inspected. So what I mean by that is take the photos and drop them straight into the body of the email (just paste it right before where you have your signature block with your name and your title description). We want to ask all operators to include those since we have asked some of them to do so. So please if you could just drop us a few photos for this location, not as attachments but straight into the email, that would be awesome. One shot of the location sign and then like I said 2 or so more to represent how the battery/lined containment area looks pre and post.

If you have any questions or concerns regarding this request please let us know.

Crystal Weaver

Environmental Specialist OCD – Artesia District II 811 S. 1st Street Artesia, NM 88210

Office: 575-748-1283 ext. 101

Cell: 575-840-5963 Fax: 575-748-9720

----Original Message-----

From: Ruth, Amy [mailto:Amy Ruth@xtoenergy.com]

Sent: Friday, December 15, 2017 3:07 PM

To: Bratcher, Mike, EMNRD <mike.bratcher@state.nm.us>; Weaver, Crystal, EMNRD <Crystal.Weaver@state.nm.us>;

stucker@blm.gov; jamos@blm.gov

Subject: Initial C-141 - PLU BS 3-25-30 TB 12-1-17

Weaver, Crystal, EMNRD

From: Ruth, Amy <Amy_Ruth@xtoenergy.com>
Sent: Friday, December 15, 2017 3:07 PM

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

Subject: Initial C-141 - PLU BS 3-25-30 TB 12-1-17 **Attachments:** Initial C-141 PLU BS 3-25-30 TB 12-1-17.pdf

Good Afternoon,

Please find attached, the initial form C-141 submittal for the referenced accidental release of fluids. As always, we appreciate your help and welcome your call should you have any questions.

Respectfully,

Amy C. Ruth
Delaware Basin Division
Environmental Coordinator
3104 E. Greene Street | Carlsbad, NM 88220 | M: 432.661.0571 | O: 575.887.7329

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----Original Message----

From: Foust, Bryan

Sent: Friday, December 01, 2017 3:34 PM

To: Sanders, Toady; Mike EMNRD Bratcher; Crystal EMNRD Weaver; Ruth, Amy; stucker@blm.gov; jamos@blm.gov;

Littrell, Kyle

Subject: Notification of release at XTO Big Sinks 3-25-30 battery

Good afternoon, at about 10:30 this morning XTO energy discovered a release of over 25 barrels at the Big Sinks 3-25-30 battery. We will send an initial c141 when we have completed our investigation. Thank you, please contact me with any questions.

Weaver, Crystal, EMNRD

From:

Foust, Bryan < Bryan_Foust@xtoenergy.com>

Sent:

Friday, December 1, 2017 3:34 PM

To:

Sanders, Toady; Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD; Ruth, Amy;

stucker@blm.gov; jamos@blm.gov; Littrell, Kyle

Subject:

Notification of release at XTO Big Sinks 3-25-30 battery

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