



Adriane Gifford
Project Manager

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Environmental Management Company
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January 14, 2020

Mr. Bradford Billings
Environmental Bureau
New Mexico Oil Conservation Division
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

**Re: Closure Request - Salado Draw Compressor
Case No. 1 RP-4272
Lea County, New Mexico**

Dear Mr. Billings:

Chevron Environmental Management Company (CEMC) submits herein to the New Mexico Oil Conservation Division (OCD) a closure request for 1RP-4272, Salado Draw Compressor, that was prepared by Arcadis U.S., Inc. (Arcadis) on behalf of CEMC.

If you have any questions regarding this submittal, please contact me at (832) 854-5620 or Scott Foord of Arcadis at (713) 953-4853.

Respectfully,

**Chevron Environmental Management Company
on behalf of
Chevron U.S.A. Inc.**

A handwritten signature in blue ink, appearing to read "Adriane Gifford".

Adriane Gifford
Project Manager

Encl.



New Mexico Oil Conservation District I
811 South First Street
Artesia, New Mexico 88240

Re: Salado Draw Compressor
Closure Request
Case No. 1RP-4272
Lea County, New Mexico

Arcadis U.S., Inc.
1004 North Big Spring Street
Suite 121
Midland
Texas 79701
Tel 432 687 5400
Fax 432 687 5401
www.arcadis.com

Environment

Date:
January 13, 2020

Contact:
Scott Foord

Phone:
713.953.4853

Email:
William.foord@arcadis.com

Our ref:
30041240

ARCADIS U.S., Inc.
TX Engineering License # F-533
Geoscientist License # 50158

Dear whom it concerns,

On behalf of Chevron Environmental Management Company (CEMC), Arcadis U.S., Inc. (Arcadis) prepared this closure request for 1RP-4272, the Chevron Salado Draw Compressor (Site), based on documented released fluid recovery volume and the current associated secondary containment area liner condition.

SITE DESCRIPTION

The Site is located in Unit C, Section 18 and 19, Township 26 South and Range 33 East, in Lea County, New Mexico.

On May 5, 2016, a tank overflowed at the Site releasing 2.61 barrels (bbls) of oil and 4.05 bbls of produced water into a lined secondary containment area. Upon discovery, the compressor was shut in and a vacuum truck recovered 6.6 bbls of standing fluid (nearly 100%). On May 6, 2016, the initial C-141 Form was submitted to the New Mexico Oil Conservation Division (NMOCD) and assigned remediation permit number 1RP-4272. The C-141 Form is included as **Attachment 1**.

SECONDARY CONTAINMENT LINER INSPECTION

Arcadis personnel performed a Site visit on December 16, 2019 to verify the integrity of the liner within the secondary containment area associated with the release. The liner within the secondary containment area appeared to be in good condition with no observed holes, cracks or punctures. A photo log documenting the current condition of the liner is included as **Attachment 2**.

New Mexico Oil Conservation
Division
January 13, 2020

CONCLUSION

Arcadis, on behalf of CEMC, respectfully requests closure of 1RP-4272 based on documentation confirming the majority of the fluids were recovered following the release and recent photographic documentation that the integrity of the liner installed within the secondary containment area appears to be in good condition with no visible damage or wear.

Sincerely,

Arcadis U.S., Inc.



Scott Foord
Project Manager

Attachments:

1 – C-141 Form

2 - Photo Log

ATTACHMENT 1

C-141 Form



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
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR Initial Report Final Report

| | |
|---|--|
| Name of Company Chevron USA Inc. | Contact Josepha DeLeon |
| Address 15 Smith Rd, Midland, TX. | Telephone No. 575-263-0424 Cell - 432-425-1528 |
| Facility Name Salado Draw Compressor Site | Facility Type Battery |

| | | |
|--|---------------|-----------------------------|
| Surface Owner Bureau of Land Management | Mineral Owner | API No's. (see attached) |
|--|---------------|-----------------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| C | 18&19 | 26S | 33E | | | | | Lea |

Latitude 32.020661 N Longitude -103.3700.44 W

NATURE OF RELEASE

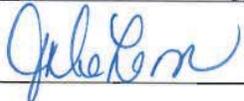
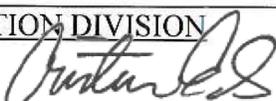
| | | |
|---|--|---|
| Type of Release Spill | Volume of Release 2.61 BO, 4.05 BW | Volume Recovered 6.6 |
| Source of Release 300 bbl slop tank overflow | Date and Hour of Occurrence 05/06/2016; 1:00 AM | Date and Hour of Discovery 05/06/2016; 1:00 AM |
| Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input checked="" type="checkbox"/> Not Required | If YES, To Whom? | |
| By Whom? Josepha DeLeon | Date and Hour | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. | |

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*
300 bbl slop tank from scrubber overflowed into lined secondary containment. Shut in compressors and called vacuum truck to remove liquids.

Describe Area Affected and Cleanup Action Taken.*
N/A

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.

| | | |
|--|--|-----------------------------------|
| Signature:  | OIL CONSERVATION DIVISION | |
| Printed Name: Josepha DeLeon | Approved by Environmental Specialist:  Cristina Eads | |
| Title: HES Compliance Support - Environmental | Approval Date: 04/21/2020 | Expiration Date: N/A |
| E-mail Address: jdxdc@chevron.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: 05/06/2016 Phone: 575-263-0424 | | |

* Attach Additional Sheets If Necessary

Salado Draw Wells

| <i>Name</i> | <i>API#</i> |
|---|---------------------|
| <i>Salado Draw 18 26 33 Fed # 3H</i> | <i>30-025-42278</i> |
| <i>Salado Draw 18 26 33 Fed # 4H</i> | <i>30-025-42279</i> |
| <i>Salado Draw 19 26 33 Fed # 3H</i> | <i>30-025-42280</i> |
| <i>Salado Draw 19 26 33 Fed # 4H</i> | <i>30-025-42281</i> |
| <i>Salado Draw 29 26 33 Fed # 5H</i> | <i>30-025-42440</i> |
| <i>Salado Draw 29 26 33 Fed # 6H</i> | <i>30-025-42441</i> |
| <i>Salado Draw 29 26 33 Fed # 7 H</i> | <i>30-025-42442</i> |
| <i>Salado Draw 29 26 33 Fed # 8H</i> | <i>30-025-42443</i> |
| <i>Moose's Tooth 29 26 33 Fed Com #1H</i> | <i>30-025-42168</i> |
| <i>Porter Brown #1H</i> | <i>30-025-40802</i> |

ATTACHMENT 2

Photo Log



PROJECT PHOTOGRAPHS



Chevron Salado Draw Compressor
IRP-4272



Photo: 1

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
North



Photo: 2

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
North

PROJECT PHOTOGRAPHS



Chevron Salado Draw Compressor
IRP-4272



Photo: 3

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
North



Photo: 4

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
North

PROJECT PHOTOGRAPHS



Chevron Salado Draw Compressor
IRP-4272



Photo: 5
Date: 12/16/2019
Description:
Condensate Tank

Location:
East side pad

Direction:
North



Photo: 6
Date: 12/16/2019
Description:
Condensate Tank

Location:
East side pad

Direction:
East

PROJECT PHOTOGRAPHS



Chevron Salado Draw Compressor
IRP-4272



Photo: 7

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
East



Photo: 8

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
West

PROJECT PHOTOGRAPHS



Chevron Salado Draw Compressor
1RP-4272



Photo: 9

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
West



Photo: 10

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
West

PROJECT PHOTOGRAPHS



Chevron Salado Draw Compressor
IRP-4272



Photo: 11

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
West



Photo: 12

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
South

PROJECT PHOTOGRAPHS



Chevron Salado Draw Compressor
IRP-4272



Photo: 13

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
South



Photo: 14

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
South

PROJECT PHOTOGRAPHS



Chevron Salado Draw Compressor
IRP-4272



Photo: 15

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
South



Photo: 16

Date: 12/16/2019

Description:
Condensate Tank

Location:
East side pad

Direction:
South