

Report Description

This report shows an AE Order Number in Barcode format for purposes of scanning. The Barcode format is Code 39.



App Number: pKJ1517336044

1RP - 3680
BASIN ALLIANCE LLC

AUG 0 7 2015

RECEIVED

Basin Alliance LLC State AJ #1 SWD

Summary of events:

On June 13, 2015; Saturday around 6pm a thunderstorm (with heavy lightening) went through central Lea County. Basin Alliance LLC State AJ #1 located off of 62/180 and state road 483, received a direct strike on one of our oil storage tanks. It resulted in a total loss of our facility and the release of produce water and oil. Most of the oil was burnt off on site. The Hobbs, Monument and Knowles Fire departments responded. The fire was too hot to try to extinguish for the first couple of hours. We (Hugo Naegele and Robert Layton owners) sat there and watched it burn. The next morning we had equipment and personnel picking up P/W, oil and rain water. Once all the fluid was picked up and carried off to the proper disposal, we had a backhoe to pick up the contaminated soil and had it placed onto plastic on site. We started on empting all the vessels containing any fluid. Once the vessels were emptied and the fluid hauled to the proper disposal, a crew started cutting up all the vessels and removed them off location. Before we could blade the location another storm passed by dumped around 2" of rain water and we had to wait for the ground to dry up. Two loads (260 bbls) of rain water were hauled off to a public SWD. A blade was then hired to scrape the top foot off the location pad and the soil was sent to a land farm. After the location was cleaned off, we had a third party to take soil samples and waited for the results. (Map and Results attached).

After reviewing the results; we would like to continue doing business on our location. We know the chlorides are high but they are not

screaming hot and we would like to build a facility in the same general area of the old tank battery (chlorides 688) lined with heavy plastic and start taking produce water, while continuing to cleaning up the site in phases to comply with NMOCD regulations.

Phase one: Work on the Southeast corner of the location to clean up the chlorides in that area. That was the area that most of the fluid flowed to.

Phase two: Start work on the southwest corner of the location to clean up the chlorides in that area.

Phase three: Clean up area three which was in the flow pattern 60' SE of the wellhead.

Phase four: Would be the area of the old battery site that would be at the time of plugging.

Daily reports:

June 14, 2015; Sunday around 7am, we called out two vacuum trucks, a roustabout gang and set two frac tanks to hold fluid. That day we picked up 1240 bbls of fluid. 980 bbls was put in the frac tanks and 260 bbls hauled to a public SWD.

June 15, 2015; we had three vacuum trunks empting tanks and hauling to a disposal. A backhoe was used to gather up contaminated soil. A gang was used to help the trucks empty the tanks. Hauled 360 bbls of solids to Sundance disposal.

June 16, 2015; had two vacuum trucks were used to empty the tanks. A blade used to scape an area (that was not contaminated) to lay down the plastic. A gang was used to help with the plastic and to help clean the tanks. A backhoe used to pick up the contaminated soil.

June 17, 2015; we released the frac tanks. Three vacuum trucks were used to clean tanks and a pump truck to jet out the tanks. A backhoe used to pick up contaminated soil. The gang was used to help clean the tanks. Hauled 240 bbls of solids to Sundance disposal.

June 18, 2015; two vacuum trucks were used to clean out tanks and a transport to jet out. The gang was used to help clean the tanks. Hauled 240 bbls of solids to Sundance disposal.

June 19, 2015; two vacuum trucks from H2Oil to empty a tank.

June 22, 2015; rained

June 23-25, 2015 Cutting tanks

June 29, 2015; rained, cutting tanks.

June 30, 2015; had a frontend loader load contaminated soil to take to a land farm. Vacuum truck picked up 260 bbls of rain water to haul to a public disposal.

July 1, 2015; had a frontend loader load contaminated soil to take to a land farm. Vacuum truck used to picked up 130 bbls of rain water to haul to a public disposal.

July 2, 2015; had a frontend loader load contaminated soil to take to a land farm.

July 3, 2015; had a frontend loader load contaminated soil to take to a land farm.

July 6, 2015; had a frontend loader load contaminated soil to take to a land farm.

July 10, 2015; used a blade to clean off the whole location

July 13, 2015; used a backhoe to haul contaminated soil to a land farm

July 14, 2015; used a backhoe to haul contaminated soil to a land farm

July 15, 2015; used a backhoe to haul contaminated soil to a land farm and took soil samples.

July 16, 2015; used a backhoe to haul contaminated soil to a land farm



Analytical Results For:

BASIN ALLIANCE **HUGO NAEGELE** P. O. BOX 1378 HOBBS NM, 88241 Fax To:

Received:

06/16/2015

Reported:

06/17/2015

Project Name:

STATE AJ #1 SWD

Project Number: Project Location: NONE GIVEN

T 18S R36E SEC. 33 G

Sampling Date:

06/16/2015

Sampling Type:

Soil

Sampling Condition:

Cool & Intact

Sample Received By:

Jodi Henson

Sample ID: POOLING AREA 18" BGL (H501567-01)

| BTEX 8021B | mg/kg | | Analyzed By: MS | | | | | | |
|--------------------------------------|--------|-----------------|-----------------|--------------|------|------------|---------------|--------|-----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Benzene* | <0.050 | 0.050 | 06/16/2015 | ND | 1.76 | 88.2 | 2.00 | 1.88 | |
| Toluene* | <0.050 | 0.050 | 06/16/2015 | ND | 1.76 | 88.1 | 2.00 | 1.47 | |
| Ethylbenzene* | 0.063 | 0.050 | 06/16/2015 | ND | 1.80 | 89.9 | 2.00 | 1.01 | |
| Total Xylenes* | <0.150 | 0.150 | 06/16/2015 | ND | 4.95 | 82.4 | 6.00 | 0.0159 | |
| Total BTEX | <0.300 | 0.300 | 06/16/2015 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PIL | 98.4 | % 61-154 | 1 | | | | | | |
| Chloride, SM4500CI-B | mg/kg | | Analyzed By: AP | | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Chloride | 2680 | 16.0 | 06/17/2015 | ND | 432 | 108 | 400 | 3.77 | |
| TPH 8015M | mg/ | /kg | Analyze | d By: MS | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| GRO C6-C10 | 13.5 | 10.0 | 06/16/2015 | ND | 186 | 92.9 | 200 | 0.840 | |
| DRO >C10-C28 | 365 | 10.0 | 06/16/2015 | ND | 197 | 98.5 | 200 | 1.32 | |
| EXT DRO >C28-C35 | 155 | 10.0 | 06/16/2015 | ND | | | | | |
| Surrogate: 1-Chlorooctane | 104 9 | % 47.2-15 | 7 | | | | | | |
| Surrogate: 1-Chlorooctadecane | 138 9 | % 52.1-17 | 6 | | | | | | |

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Celeg Ditreme-



Analytical Results For:

BASIN ALLIANCE HUGO NAEGELE P. O. BOX 1378 HOBBS NM, 88241 Fax To:

Received:

06/16/2015

Sampling Date:

06/16/2015

Reported:

06/17/2015

Sampling Type:

Soil

Project Name:

STATE AJ #1 SWD

Sampling Condition:

Cool & Intact

Project Number:

NONE GIVEN

Sample Received By:

Jodi Henson

Project Location:

T 18S R36E SEC. 33 G

Sample ID: POOLING AREA 2 8" BGL (H501567-02)

| BTEX 8021B | mg | /kg | Analyze | ed By: MS | | | | | |
|--------------------------------------|--------|-----------------|-----------------|--------------|------|------------|---------------|--------|-----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Benzene* | <0.050 | 0.050 | 06/17/2015 | ND | 1.76 | 88.2 | 2.00 | 1.88 | |
| Toluene* | <0.050 | 0.050 | 06/17/2015 | ND | 1.76 | 88.1 | 2.00 | 1.47 | |
| Ethylbenzene* | <0.050 | 0.050 | 06/17/2015 | ND | 1.80 | 89.9 | 2.00 | 1.01 | |
| Total Xylenes* | <0.150 | 0.150 | 06/17/2015 | ND | 4.95 | 82.4 | 6.00 | 0.0159 | |
| Total BTEX | <0.300 | 0.300 | 06/17/2015 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PIL | 98.8 | % 61-154 | 1 | | | | | | |
| Chloride, SM4500Cl-B | mg | /kg | Analyzed By: AP | | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Chloride | 608 | 16.0 | 06/17/2015 | ND | 416 | 104 | 400 | 0.00 | |
| TPH 8015M | mg/kg | | Analyzed By: MS | | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| GRO C6-C10 | <10.0 | 10.0 | 06/16/2015 | ND | 186 | 92.9 | 200 | 0.840 | |
| DRO >C10-C28 | <10.0 | 10.0 | 06/16/2015 | ND | 197 | 98.5 | 200 | 1.32 | |
| EXT DRO >C28-C35 | <10.0 | 10.0 | 06/16/2015 | ND | | | | | |
| Surrogate: 1-Chlorooctane | 98.9 | % 47.2-15 | 7 | | | | | | |
| Surrogate: I-Chlorooctadecane | 123 9 | % 52.1-17 | 6 | | | | | | |

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Celey D. Keine





Analytical Results For:

BASIN ALLIANCE HUGO NAEGELE P. O. BOX 1378 HOBBS NM, 88241 Fax To:

Received:

07/16/2015

Sampling Date:

07/15/2015

Reported:

07/22/2015

Sampling Type:

Soil

Project Name:

STATE AJ #1 SWD

Sampling Condition:

Cool & Intact

Project Number:

NONE GIVEN

Sample Received By:

Judy Garcia

Project Location:

T 18S R36E SEC. 33 G-LEA CTY., NM

Sample ID: 60' SE OF WELLHEAD @ 1.5' (H501836-01)

| BTEX 8021B | mg/kg | | Analyzed By: MS | | | | | | |
|--------------------------------------|--------|-----------------|-----------------|--------------|------|------------|---------------|-------|----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifie |
| Benzene* | <0.050 | 0.050 | 07/21/2015 | ND | 1.91 | 95.6 | 2.00 | 2.71 | |
| Toluene* | <0.050 | 0.050 | 07/21/2015 | ND | 1.90 | 94.9 | 2.00 | 2.58 | |
| Ethylbenzene* | <0.050 | 0.050 | 07/21/2015 | ND | 1.99 | 99.3 | 2.00 | 3.99 | |
| Total Xylenes* | <0.150 | 0.150 | 07/21/2015 | ND | 5.20 | 86.7 | 6.00 | 3.71 | |
| Total BTEX | <0.300 | 0.300 | 07/21/2015 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PIL | 115 % | 6 85.6-13 | 7 | | | | | | |
| Chloride, SM4500CI-B | mg/ | kg | Analyze | d By: AP | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifie |
| Chloride | 3200 | 16.0 | 07/22/2015 | ND | 416 | 104 | 400 | 7.41 | |
| TPH 8015M | mg/ | kg | Analyze | d By: MS | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifie |
| GRO C6-C10 | <50.0 | 50.0 | 07/20/2015 | ND | 196 | 97.8 | 200 | 0.213 | |
| DRO >C10-C28 | 1800 | 50.0 | 07/20/2015 | ND | 213 | 107 | 200 | 14.6 | |
| Surrogate: 1-Chlorooctane | 64.7 | % 47.2-15 | 7 | | | | | | |
| Surrogate: 1-Chlorooctadecane | 101 9 | 52.1-17 | 6 | | | | | | |

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Celey D. Keine



Analytical Results For:

BASIN ALLIANCE HUGO NAEGELE P. O. BOX 1378 HOBBS NM, 88241 Fax To:

Received:

07/16/2015

Sampling Date:

07/15/2015

Reported:

07/22/2015

Sampling Type:

Soil

Project Name:

STATE AJ #1 SWD NONE GIVEN

Sampling Condition: Sample Received By:

Cool & Intact Judy Garcia

Project Number: Project Location:

T 18S R36E SEC. 33 G-LEA CTY., NM

Sample ID: NW CORNER TANK BATTERY @ 1' (H501834-01)

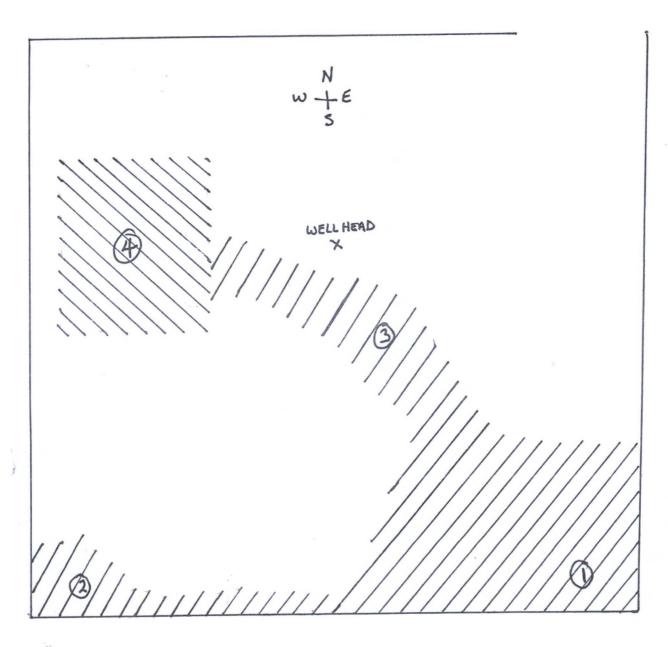
| BTEX 8021B | mg | /kg | Analyze | d By: MS | | | | | |
|--------------------------------------|--------|-----------------|-----------------|--------------|------|------------|---------------|-------|-----------|
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Benzene* | <0.050 | 0.050 | 07/21/2015 | ND | 1.91 | 95.6 | 2.00 | 2.71 | |
| Toluene* | <0.050 | 0.050 | 07/21/2015 | ND | 1.90 | 94.9 | 2.00 | 2.58 | |
| Ethylbenzene* | 0.100 | 0.050 | 07/21/2015 | ND | 1.99 | 99.3 | 2.00 | 3.99 | |
| Total Xylenes* | 0.275 | 0.150 | 07/21/2015 | ND | 5.20 | 86.7 | 6.00 | 3.71 | |
| Total BTEX | 0.376 | 0.300 | 07/21/2015 | ND | | | | | |
| Surrogate: 4-Bromofluorobenzene (PIL | 114 | % 85.6-13 | 7 | | | | | | |
| Chloride, SM4500CI-B | mg/kg | | Analyzed By: AP | | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| Chloride | 688 | 16.0 | 07/22/2015 | ND | 416 | 104 | 400 | 7.41 | |
| TPH 8015M | mg/ | kg | Analyze | d By: MS | | | | | |
| Analyte | Result | Reporting Limit | Analyzed | Method Blank | BS | % Recovery | True Value QC | RPD | Qualifier |
| GRO C6-C10 | 66.5 | 50.0 | 07/20/2015 | ND | 196 | 97.8 | 200 | 0.213 | |
| DRO >C10-C28 | 1710 | 50.0 | 07/20/2015 | ND | 213 | 107 | 200 | 14.6 | |
| Surrogate: 1-Chlorooctane | 69.6 | % 47.2-15 | 7 | | | | | | |
| Surrogate: 1-Chlorooctadecane | 122 9 | % 52.1-17 | 6 | | | | | | |

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Celegy to Keena



- 1) SE COPNER
- 2) SW COPNER
- 3) 60' SE WELL HEAD
- 4) old tank battery site