

Closure Report

Incident ID: NRM 2012543729

Site Description

| | |
|--------------------|--------------------------------|
| Site Name: | Bank 18 Fed Com 1 Well Battery |
| Company: | Oxy, Permian |
| Legal Description: | U/L D, Section 18, T23S, R29E |
| County: | Eddy County, NM |
| GPS Coordinates: | N 32.31281 W -104.03094 |

Release Data

| | |
|--------------------|--------------------|
| Date of Release: | 3/20/2020 |
| Type of Release: | Produced water |
| Source of Release: | Internal Corrosion |
| Volume of Release: | 69 bbls |
| Volume Recovered: | 68 bbls |

Remediation Specifications

| | |
|-------------------------|--|
| Remediation Parameters: | Spill occurred on a lined and contained facility. Closure report originally sent on 7/22/20. Denied on 8/17/20. Gravel removed January 2021. |
| Remediation Activities: | Produced water recovered by vacuum truck. |

| | | |
|-----------------------|-----|----------------|
| Plan Sent to OCD: | n/a | Lined facility |
| OCD Approval of Plan: | n/a | Lined facility |
| Plan Sent to BLM: | n/a | Lined facility |
| BLM Approval of Plan: | n/a | Lined facility |

Supporting Documentation

| | | |
|------------------------|---------------------|--|
| Initial C-141 | signed and included | |
| C-141, page 6 | signed and included | |
| Site Diagram | April 2020 | |
| Pictures | Included | |
| Remediation Activities | Gravel removed | |
| Inspection Report | Included | |

Request for Closure

Based on the completion of the remediation plan as agreed upon, BBC International requests closure approval from NMOCD.

Cliff Brunson, President of BBC International Inc.

2/9/2021

World-Wide Environmental Specialist
BBC International, Inc.PO Box 805
Hobbs, NM 88241
575-397-6388

Liner Inspection Report

Operator: Oxy USA, Inc.Site Name: Bank 18 Fed Com 1HLeak Date: 3/20/2020Inspection Date: 1/29/2021

Inspection Results:

Liner Integrity: Good ☒ Bad ☐Debris Removal: Yes ☒ No ☐

Remediation Activities:

Gravel Removal: Yes ☒ No ☐Power Wash: Yes ☐ No ☒Closure Photos: ☒Inspected By: Date: 1/29/2021Oxy - 575-390-2828

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 Department

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-141
Revised August 24, 2018
Submit to appropriate OCD District office

| | |
|----------------|--------------|
| Incident ID | |
| District RP | |
| Facility ID | 30-015-41447 |
| Application ID | |

Release Notification

Responsible Party

| | | | |
|-------------------------|--------------------------------|------------------------------|----------------|
| Responsible Party | OXY USA INC. | OGRID | 16696 |
| Contact Name | WADE DITTRICH | Contact Telephone | (575) 390-2828 |
| Contact email | WADE_DITTRICH@OXY.COM | Incident # (assigned by OCD) | |
| Contact mailing address | PO BOX 4294; HOUSTON, TX 77210 | | |

Location of Release Source

Latitude 32.31281 Longitude -104.03094
(NAD 83 in decimal degrees to 5 decimal places)

| | | | |
|-------------------------|--------------------|----------------------|--------------|
| Site Name | BANK 18 FED COM 1H | Site Type | OIL WELL |
| Date Release Discovered | 3-20-20 | API# (if applicable) | 30-015-41447 |

| Unit Letter | Section | Township | Range | County |
|-------------|---------|----------|-------|-----------------|
| D | 18 | T23S | R29E | EDDY COUNTY, NM |

Surface Owner: ☐ State ☐ Federal ☐ Tribal ☒ Private (Name: _____)

Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below)

| | | |
|--|--|---|
| <input type="checkbox"/> Crude Oil | Volume Released (bbls) | Volume Recovered (bbls) |
| <input checked="" type="checkbox"/> Produced Water | Volume Released (bbls) 69 BBLS | Volume Recovered (bbls) 68 BBLS |
| | Is the concentration of dissolved chloride in the produced water >10,000 mg/l? | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No |
| <input type="checkbox"/> Condensate | Volume Released (bbls) | Volume Recovered (bbls) |
| <input type="checkbox"/> Natural Gas | Volume Released (Mcf) | Volume Recovered (Mcf) |
| <input type="checkbox"/> Other (describe) | Volume/Weight Released (provide units) | Volume/Weight Recovered (provide units) |

Cause of Release

INTERNAL CORROSION

Form C-141

State of New Mexico
Oil Conservation Division

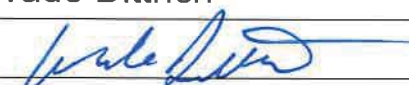
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| | |
|----------------|--------------|
| Incident ID | |
| District RP | |
| Facility ID | 30-015-41447 |
| Application ID | |

| | |
|---|---|
| Was this a major release as defined by 19.15.29.7(A) NMAC? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | If YES, for what reason(s) does the responsible party consider this a major release? YES, THE SPILL IS MORE THAN 25 BBLS. |
| If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? YES, BY WADE DITTRICH, TO VICTORIA VENEGAS, ROBERT HAMLET, MIKE BRATCHER VIA E-MAIL 3/23/20, 11:09 AM. | |

Initial Response

The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury

| | |
|--|--|
| <input checked="" type="checkbox"/> The source of the release has been stopped. <input checked="" type="checkbox"/> The impacted area has been secured to protect human health and the environment. <input checked="" type="checkbox"/> Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices. <input checked="" type="checkbox"/> All free liquids and recoverable materials have been removed and managed appropriately. | |
| If all the actions described above have <u>not</u> been undertaken, explain why: | |
| Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation. | |
| I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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. | |
| Printed Name: <u>Wade Dittrich</u> Signature: <u></u> email: <u>wade_dittrich@oxy.com</u> | Title: <u>Environmental Coordinator</u> Date: <u>4-3-2020</u> Telephone: <u>(575) 390-2828</u> |
| <u>OCD Only</u> Received by: _____ Date: _____ | |

Form C-141

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State of New Mexico
Oil Conservation Division

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|----------------|---------------|
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Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

Closure Report Attachment Checklist: *Each of the following items must be included in the closure report.*

- ☐ A scaled site and sampling diagram as described in 19.15.29.11 NMAC
- ☒ Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection)
- ☐ Laboratory analyses of final sampling (Note: appropriate ODC District office must be notified 2 days prior to final sampling)
- ☒ Description of 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 OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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. The responsible party acknowledges they must substantially restore, reclaim, and re-vegetate the impacted surface area to the conditions that existed prior to the release or their final land use in accordance with 19.15.29.13 NMAC including notification to the OCD when reclamation and re-vegetation are complete.

Printed Name: Wade Dittrich Title: Environmental Coordinator
Signature:  Date: 2-9-2021
email: wade_dittrich@oxy.com Telephone: (575) 390-2828

OCD Only

Received by: Chad Hensley Date: 04/22/2021


Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.


Closure Approved by:  Date: 04/22/2021
Printed Name: Chad Hensley Title: Environmental Specialist Advanced

Oxy, Bank 18 Fed Com 1 Well Batt

Leak Date: 3-20-20
Lea County, NM
API: 30-015-41447
Incident ID: NRM2012543729

Legend

 Location Pad

 Leak Area



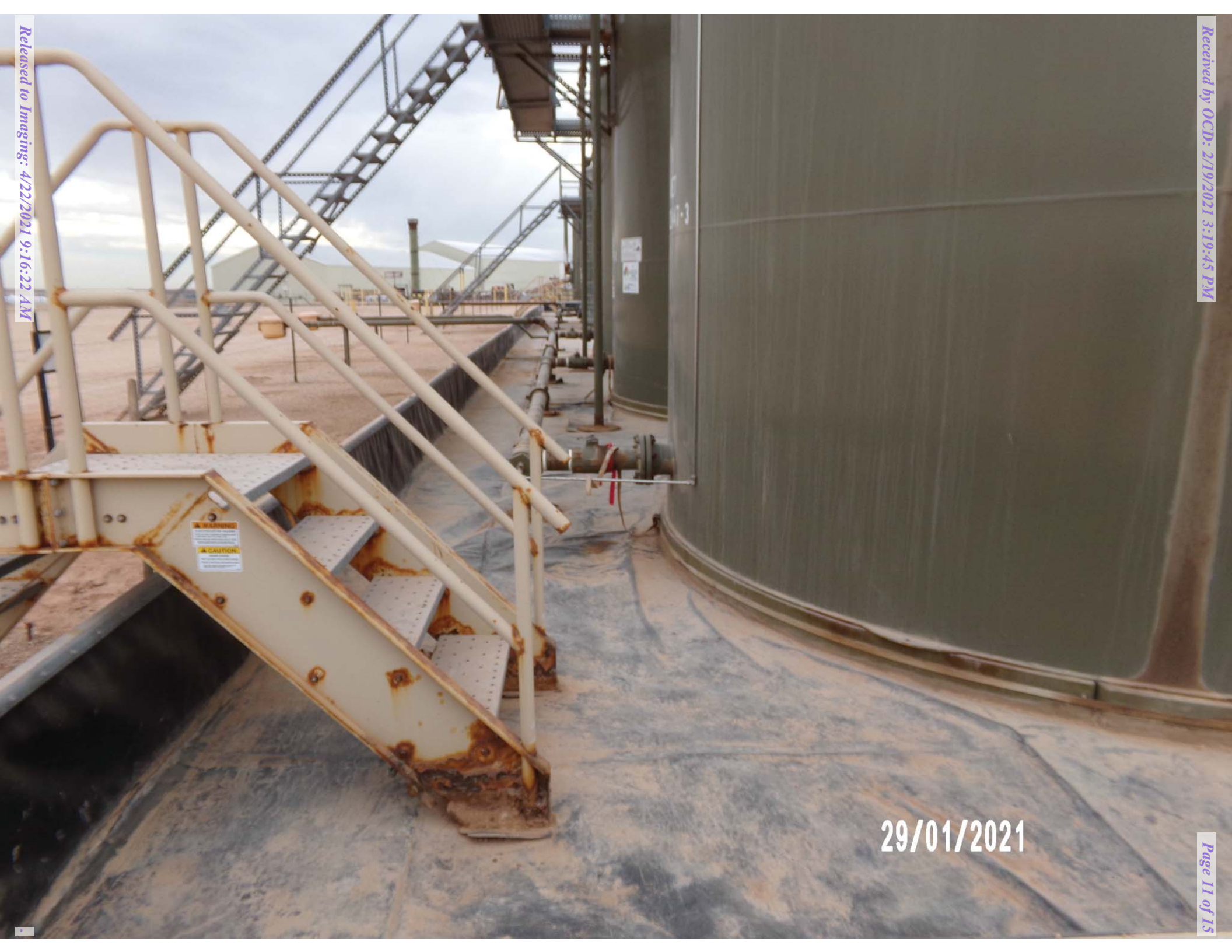








29/01/2021





29/01/2021



29/01/2021





29/01/2021

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
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811 S. First St., Artesia, NM 88210
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Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 18356

CONDITIONS OF APPROVAL

| | | | | | | | | | |
|--------------|-------------|---------------|----------------------|--------|-------|----------------|-------|--------------|-----------|
| Operator: | OXY USA INC | P.O. Box 4294 | Houston, TX772104294 | OGRID: | 16696 | Action Number: | 18356 | Action Type: | C-141 |
| OCD Reviewer | | | | | | | | | Condition |
| chensley | | | | | | | | | None |