District 1 16- Dis 13C Dis 100 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 2003 FEB 16 AM 11 40	State of New Mexico Is and Natural Resources Department servation Division Suth St. Francis Dr. Santa Fe, NM 87505	Form C-144 July 21, 2008 For temporary pits, closed-loop systems, and below-grade tanks, submit to the appropriate NMOCD District Office. For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.		
	losed-Loop System, Below-Grade 7			
Proposed Alte	rnative Method Permit or Closure P	lan Application		
Existing BGT Closur	of a pit, closed-loop system, below-grade tank, or e of a pit, closed-loop system, below-grade tank, or ication to an existing permit re plan only submitted for an existing permitted or red alternative method	or proposed alternative method		
Instructions: Please submit one applica	tion (Form C-144) per individual pit, closed-loop syste	em, below-grade tank or alternative request		
environment. Nor does approval relieve the operator of	of relieve the operator of liability should operations result in of its responsibility to comply with any other applicable go			
1. Operator: XTO Energy, Inc.	OGRID #:	5380		
	NM 87410			
	OCD Permit Number:			
	Township <u>28N</u> Range <u>11W</u> Cou			
	Longitude 107.9685			
Surface Owner: 🛛 Federal 🗌 State 🗋 Private				
String-Reinforced				
3.				
Closed-loop System: Subsection H of 19.15				
Type of Operation: P&A Drilling a new v intent)	vell 🔲 Workover or Drilling (Applies to activities whi	ich require prior approval of a permit or notice of		
,	Haul-off Bins Other			
Lined Unlined Liner type: Thickness	mil 🗌 LLDPE 🗌 HDPE 🔲 PVC 🗔	] Other		
Liner Seams: Welded Factory Other				
4.		and the second s		
Below-grade tank: Subsection 1 of 19.15.17	7.11 NMAC			
Volume: 120 bbl Type of f				
Tank Construction material: Steel				
	Visible sidewalls, liner, 6-inch lift and automatic ov	verflow shut-off		
	valls only 🛛 Other Visible sidewalls, vaulted, autom			
	□ HDPE □ PVC □ Other			
5. Alternative Method: Submittal of an exception request is required. Ex	ceptions must be submitted to the Santa Fe Environme	ntal Bureau office for consideration of approval.		

Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks)

Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hospital, institution or church)

Four foot height, four strands of barbed wire evenly spaced between one and four feet

Alternate. Please specify Four foot height, steel mesh field fence (hogwire) with pipe top railing

Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)

Screen Netting Other Expanded metal or solid vaulted top

Monthly inspections (If netting or screening is not physically feasible)

Signs: Subsection C of 19.15.17.11 NMAC

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12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers

Signed in compliance with 19.15.3.103 NMAC

#### Administrative Approvals and Exceptions:

Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance.

Please check a box if one or more of the following is requested, if not leave blank:

Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau office for consideration of approval.

Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

Siting Criteria (regarding permitting): 19.15.17.10 NMAC

Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying pads or above-grade tanks associated with a closed-loop system.

Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes 🗌 No
<ul> <li>Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).</li> <li>Topographic map; Visual inspection (certification) of the proposed site</li> </ul>	🗌 Yes 🛛 No
<ul> <li>Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.</li> <li>(Applies to temporary, emergency, or cavitation pits and below-grade tanks)</li> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> </ul>	□ Yes ⊠ No □ NA
<ul> <li>Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.</li> <li>(Applies to permanent pits)</li> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> </ul>	☐ Yes ☐ No ⊠ NA
<ul> <li>Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application.</li> <li>NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site</li> </ul>	🗌 Yes 🛛 No
<ul> <li>Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended.</li> <li>Written confirmation or verification from the municipality; Written approval obtained from the municipality</li> </ul>	🗋 Yes 🖾 No
<ul> <li>Within 500 feet of a wetland.</li> <li>US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site</li> </ul>	🗌 Yes 🛛 No
<ul> <li>Within the area overlying a subsurface mine.</li> <li>Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division</li> </ul>	🗌 Yes 🛛 No
<ul> <li>Within an unstable area.</li> <li>Engineering measures incorporated into the design; NM Bureau of Geology &amp; Mineral Resources; USGS; NM Geological Society; Topographic map</li> </ul>	🗌 Yes 🛛 No
Within a 100-year floodplain. - FEMA map	🗌 Yes 🛛 No

11. Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are
<ul> <li>attached.</li> <li>Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC</li> <li>Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC</li> <li>Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC</li> <li>Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC</li> </ul>
<ul> <li>Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC</li> <li>Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC</li> <li>and 19.15.17.13 NMAC</li> </ul>
Previously Approved Design (attach copy of design) API Number: or Permit Number:
12. <u>Closed-loop Systems Permit Application Attachment Checklist</u> : Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9 Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19.15.17.10 NMAC
<ul> <li>Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC</li> <li>Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC</li> <li>Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC</li> </ul>
Previously Approved Design (attach copy of design) API Number:
Previously Approved Operating and Maintenance Plan API Number:(Applies only to closed-loop system that use
above ground steel tanks or haul-off bins and propose to implement waste removal for closure)
Permanent Pits Permit Application Checklist:       Subsection B of 19.15.17.9 NMAC         Instructions:       Each of the following items must be attached to the application.       Please indicate, by a check mark in the box, that the documents are attached.         Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC         Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC         Climatological Factors Assessment         Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC         Leak Detection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC         Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC         Quality Control/Quality Assurance Construction and Installation Plan         Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.11 NMAC         Remergency Response Plan         Oil Field Waste Stream Characterization         Monitoring and Inspection Plan         Errosion Control Plan         Closure Plan - based upon the appropriate requirements of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Proposed Closure:       19.15.17.13 NMAC         Instructions:       Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.         Type:       Drilling       Workover       Emergency       Cavitation       P&A       Permanent Pit       Below-grade Tank       Closed-loop System         Alternative         Proposed Closure Method:       Waste Excavation and Removal       Waste Removal (Closed-loop systems only)         On-site Closure Method (Only for temporary pits and closed-loop systems)       In-place Burial       On-site Trench Burial         Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)       In-place Bureau for consideration
Waste Excavation and Removal Closure Plan Checklist:       (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached.

16.	
Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.17.13.) Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if facilities are required.	
Disposal Facility Name: Disposal Facility Permit Number:	
Disposal Facility Name: Disposal Facility Permit Number:	
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that <i>will not</i> be used for future ser Yes (If yes, please provide the information below) No	vice and operations?
Required for impacted areas which will not be used for future service and operations:         Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC         Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC         Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC	с
<sup>17.</sup> <u>Siting Criteria (regarding on-site closure methods only)</u> : 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable sour provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate dist considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Just demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	rict office or may be
Ground water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA
<ul> <li>Ground water is more than 100 feet below the bottom of the buried waste.</li> <li>NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells</li> </ul>	□ Yes □ No □ NA
<ul> <li>Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).</li> <li>Topographic map; Visual inspection (certification) of the proposed site</li> </ul>	🗌 Yes 🗌 No
<ul> <li>Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.</li> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> </ul>	Yes No
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	Yes No
<ul> <li>Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended.</li> <li>Written confirmation or verification from the municipality; Written approval obtained from the municipality</li> </ul>	Yes No
<ul> <li>Within 500 feet of a wetland.</li> <li>US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site</li> </ul>	Yes No
<ul> <li>Within the area overlying a subsurface mine.</li> <li>Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division</li> </ul>	Yes No
<ul> <li>Within an unstable area.</li> <li>Engineering measures incorporated into the design; NM Bureau of Geology &amp; Mineral Resources; USGS; NM Geological Society; Topographic map</li> </ul>	🗌 Yes 🗌 No
Within a 100-year floodplain. - FEMA map	Yes No
<ul> <li>18.</li> <li>On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure pl by a check mark in the box, that the documents are attached.</li> <li>Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC</li> <li>Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC</li> <li>Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC</li> </ul>	an. Please indicate,

Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.11 NMAC Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC

Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC

Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC

Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot be achieved) Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC

Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC

Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

19. Operator Application Certification:		
I hereby certify that the information submitted with this application is tr	ue, accurate and complete to t	he best of my knowledge and belief.
	Title:	Environmental Representative
Signature: Kim Champlin	Date:	01/16/2009
e-mail address: kim_champlin@xtoenergy.com		
20.		
OCD Approval: Permit Application (including closure plan)	Closure Plan (only) 📋 OCD	Conditions (see attachment)
OCD Representative Signature:		Approval Date:
Title:	OCD Permit Num	ber:
21. <u>Closure Report (required within 60 days of closure completion)</u> : Su Instructions: Operators are required to obtain an approved closure pla The closure report is required to be submitted to the division within 60 section of the form until an approved closure plan has been obtained a	an prior to implementing any days of the completion of the and the closure activities have	closure activities and submitting the closure report. closure activities. Please do not complete this been completed.
	Closure Com	pletion Date:
22. Closure Method: Waste Excavation and Removal On-Site Closure Method If different from approved plan, please explain.	] Alternative Closure Method	Waste Removal (Closed-loop systems only)
23. Closure Report Regarding Waste Removal Closure For Closed-loop Instructions: Please indentify the facility or facilities for where the liq two facilities were utilized.	uids, drilling fluids and drill	
Disposal Facility Name:	Disposal Facility P	Permit Number:
Disposal Facility Name:		ermit Number:
Were the closed-loop system operations and associated activities perform Yes (If yes, please demonstrate compliance to the items below)		be used for future service and operations?
Required for impacted areas which will not be used for future service and         Site Reclamation (Photo Documentation)         Soil Backfilling and Cover Installation         Re-vegetation Application Rates and Seeding Technique	d operations:	
<ul> <li>24.</li> <li>Closure Report Attachment Checklist: Instructions: Each of the folmark in the box, that the documents are attached.</li> <li>Proof of Closure Notice (surface owner and division)</li> <li>Proof of Deed Notice (required for on-site closure)</li> <li>Plot Plan (for on-site closures and temporary pits)</li> <li>Confirmation Sampling Analytical Results (if applicable)</li> <li>Waste Material Sampling Analytical Results (required for on-site</li> <li>Disposal Facility Name and Permit Number</li> <li>Soil Backfilling and Cover Installation</li> <li>Re-vegetation Application Rates and Seeding Technique</li> <li>Site Reclamation (Photo Documentation)</li> </ul>	closure)	
On-site Closure Location: Latitude	Longitude	NAD: 1927 1983
25. Operator Closure Certification: I hereby certify that the information and attachments submitted with this belief. I also certify that the closure complies with all applicable closure	requirements and conditions	specified in the approved closure plan.
Name (Print):		
Signature:	Date:	
e-mail address:	Telephone:	

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5503		Cliffs Sand Hu	Kutz Pictured	Cliffs ext	160 ACTES
1. Outline the acr	eage dedicat	ed to the subject well	by colored pencil	or hachure marks on the pl	at below.
2. If more then or interest and roy		dedicated to the well, o	utline each and id	entify the ownership there	of (both as to working
		fferent ownership is ded nitization, force-pooling.		have the interests of all	owner- been cons h
Yes	No If an	swer is "yes," type of co	nsolidation	NA	
	ll be assigne	d to the well until all int		consolidated (by commun th interests, has been app	
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A		Dit Deumit	Client:	XTO Energy
Lodestar Services, Inc.		Pit Permit	Project:	Pit Permits
P0 Box 4465, Duran	m, CO 81302	Siting Criteria	Revised:	1/14/2008
		Information Sheet	Prepared by:	Daniel Newman
API#:		30-045-22188	USPLSS:	T28N,R11W,26J
Name:		Ohio C Govt #4	Lat/Long:	36.63027 / -107.9685
			Geologic	
Depth to groundwater:		<50'	formation:	Nacimiento Formation
Distance to closest continuously flowing watercourse:	5.05 mile	es south of the San Juan River		
Distance to closest significant watercourse, lakebed, playa lake, or sinkhole:		t south of Kutz Canyon		
Sinkibiei			Soil Type:	Entisols
Permanent residence, school, hospital, institution or church within 300'		No		
within 500			Annual	Bloomfield 8.71", Farmington 8.21", Otis
			Precipitation:	10.41"average
Domestic fresh water well or spring within 500'		No	Precipitation Notes:	Historical daily max: Bloomfield 4.19"
Any other fresh water well or spring within 1000'		No		
Within incorporated municipal boundaries		No	Attached Documents:	
Within defined municipal fresh water well field		No		Topo map, ground water data map, ariel photo, mines and quarries map, FEMA map
Wetland within 500'		No	Mining Activity:	No
Within unstable area		No		
Within 100 year flood plain		Zone X		
Additional Notes:				

## Ohio C Govt #4 Below Ground Tank Hydrogeologic Report for Siting Criteria

#### **General Geology and Hydrology**

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The San Juan Basin is a typical Rocky Mountain basin with a gently dipping southern flank and a steeply dipping northern flank. Asymmetrically layered Tertiary sandstones and shales, along with Quaternary alluvial deposits, dominate surficial geology (Dane and Bachman, 1965). The proposed pit location will be located in the northernmost Bisti region of the San Juan Basin within an area dominated by irrigated fields of the Navajo Indian Irrigation Project. The predominant geologic formation is the Nacimiento Formation of Tertiary age, which underlies surface soils and is often exposed (Dane and Bachman, 1965). Deposits of Quaternary alluvial and aeolian sands occur prominently near the surface of the area, especially near streams and washes.

Cretaceous and Tertiary sandstones, as well as Quaternary alluvial deposits serve as the primary aquifers in the San Juan basin (Stone et al., 1983). In most of the proposed area, the Nacimiento Formation lies at the surface and grades into the Animas Formation to the west. Thickness of the Nacimiento ranges from 418 to 2232 feet (Stone et al., 1983). Aquifers within the coarser and continuous sandstone bodies of the Nacimiento Formation are between 0 and 1000' deep in this section of the basin (Stone et al., 1983). Groundwater within these aquifers flows toward the San Juan River.

The prominent soil type at the proposed site are entisols, which are defined as soils that exhibit little to no any profile development (www.emnrd.state.nm.us). Soils are basically unaltered from their parent rock. Miles of arroyos, washes and intermittent streams exist as part of the drainage network towards the San Juan River. These features often cut into soil and other unconsolidated materials, contributing to sedimentation downstream. The sudden influx of water from storm events easily erodes the soils that cover the area.

The climate of the region is arid, averaging just over 8 inches of rainfall annually. As is typical of the southwestern United States monsoonal weather patterns, most precipitation falls from August through October. The heaviest rainfall occurs in the summer in isolated, intense cloudbursts. November through June is relatively dry. Snow generally falls from December to mid-February and averages less than one-half inch in depth. However, most recharge occurs during the winter months during snowmelt periods from the upper elevations (Western Regional Climate Center www.wrcc.dri.edu).

The predominant vegetation is sagebrush and grasses with a more restricted pinon-juniper association (Dick-Peddie, 1993). However, vegetation is very sparse and discontinuous.

### Site Specific Hydrogeology

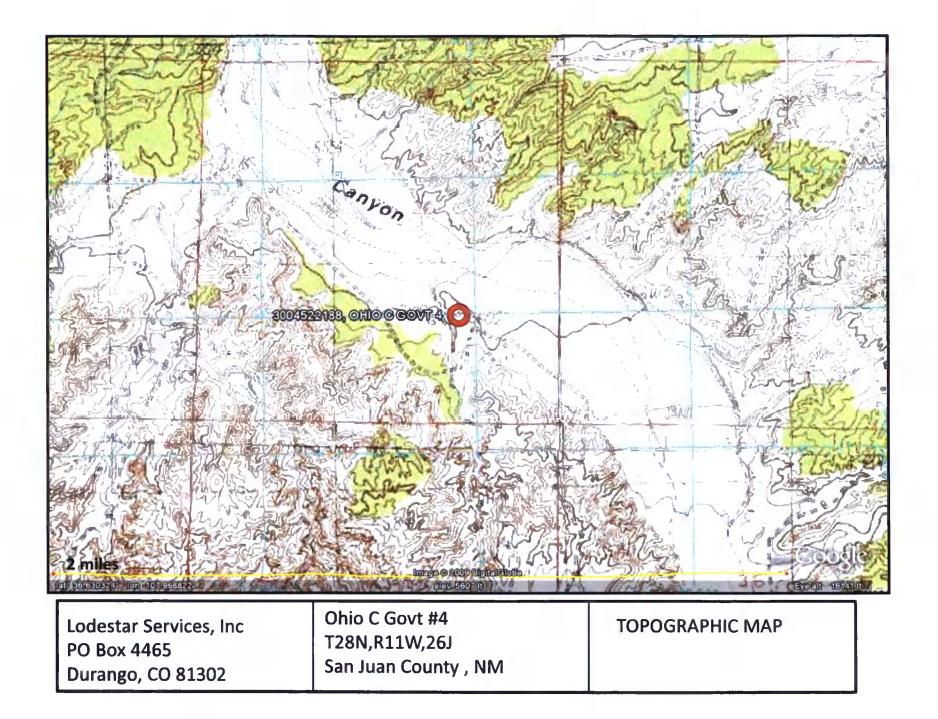
Depth to groundwater is estimated to be less than 50 feet. This estimation is based on data from Stone and others (1983), the USGS Groundwater Atlas of the United States and depth to groundwater data published on the New Mexico State Engineer's iWaters Database website. Local topography and proximity to surface hydrologic features are also taken into consideration.

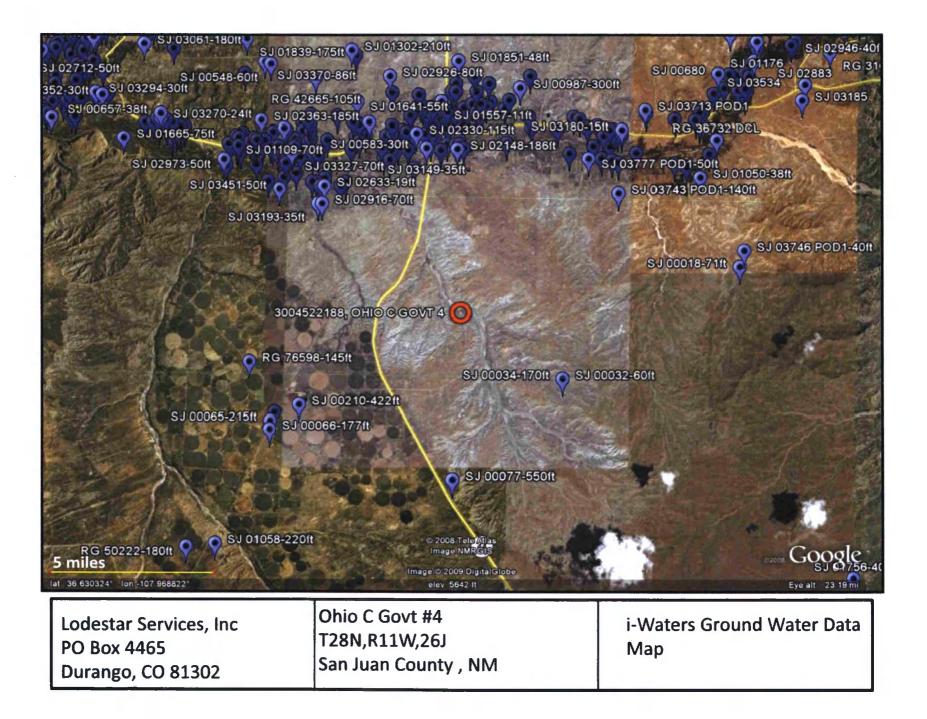
Beds of water-yielding sandstone are present in the Nacimiento Formation, which are fluvial in origin and are interbedded with siltstone, shale and coal. Porous sandstones form the principal aquifers, while relatively impermeable shales form confining units between the aquifers (Stone et al., 1983). Local aquifers exist within the Nacimiento Formation at depth s greater than 100 feet and thicknesses of the aquifer can be up to 3500 feet (USGS, Groundwater Atlas of the US).

The site in question is located near Kutz Canyon, where deeply eroded sandstone-capped mesas and slope-forming mudstone occur in a sparsely vegetated and aird badlands-type setting. Broad shaley hills are interspersed with occasional sandstone outcrops, and systems of dry washes and their tributaries are evident on the attached aerial image.

The pit will be located adjacent to Kutz Canyon at an elevation of approximately 5,605 feet approximately 896 feet south of Kutz Canyon. Ground water is expected to be shallow within Kutz Canyon. The floor of Kutz Canyon sits at 5,578 feet an elevation difference of approximately 30 feet exists between the site and the floor of Gallegos Canyon. The elevation difference of almost 30 feet between the proposed site and the floor of Kutz Canyon, suggests groundwater less than 50 feet at the proposed site.

Groundwater data available from the NM State Engineer's iWaters Database for wells near the proposed site are attached. A map showing the locations of wells in reference to the proposed pit location is also attached. Water drops show locations of wells and the labels for each water drop indicate depth to groundwater in feet. The closest well to the site (SJ00034) is at an elevation of approximately of 6,999 feet and is located 3.77 miles to the south west this well puts groundwater at 170 feet below the surface. However this site is not representative of the proposed site. The elevation difference of approximately 30 feet between the floor of Kutz Canyon and the proposed site should be used as the deciding factor on distance to groundwater in this case, seeing how the water wells surrounding the proposed sites cannot be used to accurately judge distance to groundwater. The observations made within this report suggest that groundwater is less than 50 feet deep at the proposed location.





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		AVERAGE I	EPTH OF	WATER	REPORT	11/10/200	08		
							(Depth	Water in	Feet)
Bsn	Tws	Rng Sec	Zone	Х	2	Wells	Min	Max	Avg
SJ	27N	10W 08				2	60	170	115

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## AVERAGE DEPTH OF WATER REPORT 11/03/2008

							(Depth	Water in	Feet)
Bsn	Tws	Rng Sec	Zone	X	Y	Wells	Min	Max	Avg
SJ	27N	11W 26				1	55.0	550	550

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# AVERAGE DEPTH OF WATER REPORT 11/03/2008

							(Depth	Water in	Feet)
Bsn	Tws	Rng Sec	Zone	х	Y	Wells	Min	Max	Avg
RG	27N	12W 02				1	145	145	145
SJ	27N	12W 13				4	177	422	306

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		A	VERAG	E DEPTH	OF	WATER	REPORT	C 01/09	/2009		
									(Depth	Water in	Feet)
Bsn	Tws	Rng	Sec	Zone		X	Y	Wells	Min	Max	Avg
SJ	28N	09W	20					2	40	71	56
Reco	rd Co	unt:	2								

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								(Depth	Water in	Feet)
Bsn	Tws	Rng	Sec	Zone	X	Y	Wells	Min	Max	Avg
RG	2 9 N	1 OW	25				1	450	450	450
SJ	2 9 N	1 OW	13				3	10	20	17
SJ	2 9N	10W	18				1	65	65	65
SJ	29N	10W	19				3	2	9	5
SJ.	29N	10W	20				4	2	12	6
SJ	29N	10W	21				5	7	30	17
SJ	29N	10W	22				1	20	20	20
SJ	29N	10W	23				1	16	16	16
SJ	29N	10W	24				3	20	3.4	28
SJ	29N	1 OW	25				1	12	12	12
SJ	29N	10W	26				1	4	4	4
SJ	29N	100	27				1	31	31	31
SJ	29N	10W	28				9	4	70	23
SJ	29N	10W	28	W	484600	2075600	1	20	20	20
SJ	29N	100	29				1	35	35	35
SJ	29N	10W	29		270344	2071311	1	50	50	50
SJ	29N	10W	30				1	10	10	10
SJ.	29N	10W	33				1	140	140	140
SJ	29N	10W	35				1	30	30	30
SJ	29N	100	36				1	38	38	38

## AVERAGE DEPTH OF WATER REPORT 11/15/2008

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		AVERAGE	JEIN C	I WALLER	REPORT .	11/10/20		Water in	Feet)
Bsn	Tws	Rng Sec	Zone	х	Y	Wells	Min	Max	Avg
SJ	2 9 N	11W 07			-	2	55	210	133
SJ	2 9 N	11W 10				1	48	48	49
SJ	29N	11W 13				1	300	300	300
SJ	29N	11W 14				4	6	5.6	24
SJ	2 9N	11W 15				3	12	30	21
SJ	29N	11W 16				1	40	40	40
SJ	29N	11W 17				2	6	80	43
SJ	2 9 N	11W 19				3	18	55	31
SJ	29N	11W 19		440000	2077700	1	6	6	ε
SJ	2 9N	11W 20				2	3	30	17
SJ	29N	11W 21				7	8	55	18
SJ	29N	11W 22				25	3	5.9	15
SJ	2 <b>9</b> N	11W 23				15	15	30	21
SJ	29N	11W 24				2	12	18	15
SJ	2 9 N	11W 25				1	25	25	25
SJ	2 9 N	11W 26				1	43	43	43
SJ	29N	11W 27				20	6	186	29
SJ	29N	11W 28				9	5	115	27
SJ	29N	11W 28		267348	2075529	1	15	15	15
SJ	29N	11W 29				9	4	28	13
SJ	29N	11W 30				6	6	25	16
SJ	2 9 N	11W 31				1	40	40	40
SJ	2 9 N	11W 31		266438	2067001	1	45	45	45
SJ	2 9 N	11W 33				1	30	30	30

#### AVERAGE DEPTH OF WATER REPORT 11/10/2008

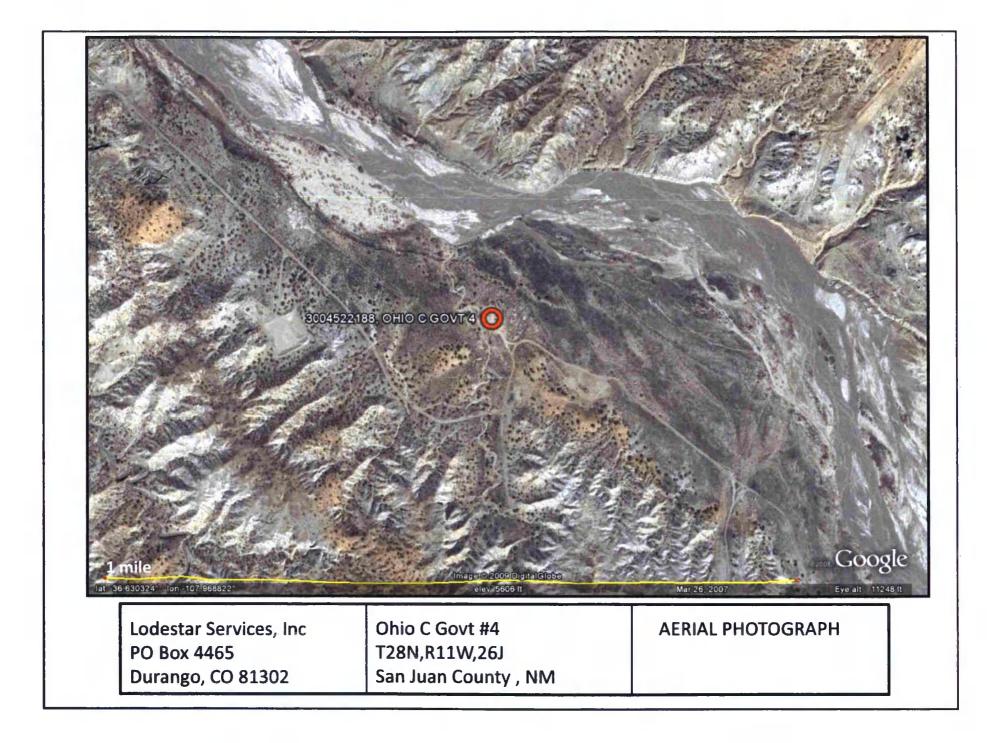
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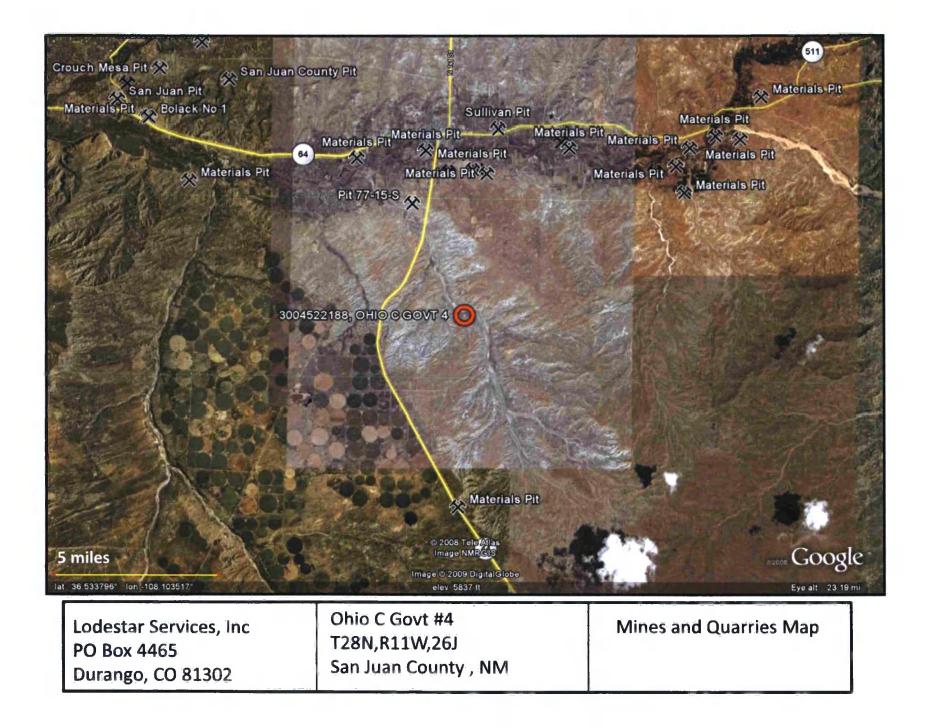
# AVERAGE DEPTE OF WATER REPORT 10/21/2008

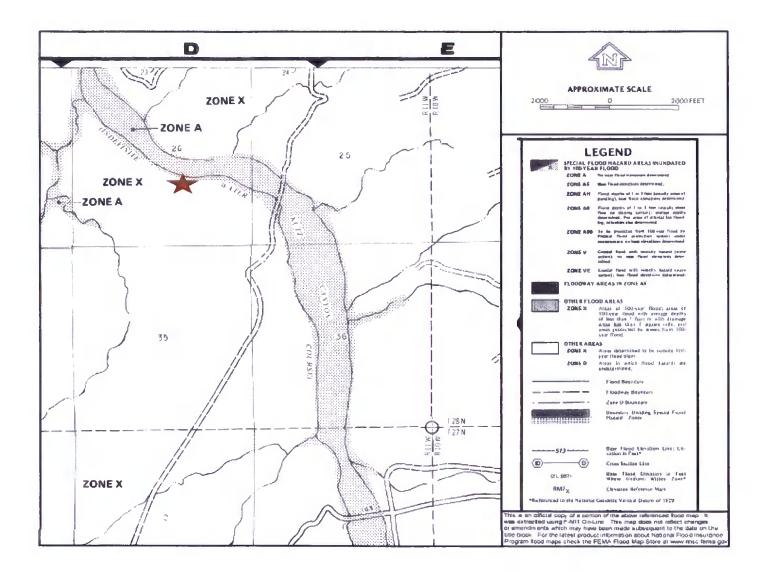
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								(Depth	Water in	Feet)	
Bsn	Tws	Rng	Sec	Sone	х	Y	Wells	Min	Маж	Avg	
RG	2 9 N	12W	01				2	35	40	38	
RG	2 9 N	12W	02				2	40	40	60	
RG	2 9 N	12W	13				1	105	105	105	
SJ	2 9 N	12%	OL				1	120	120	120	
9J	2 9 N	12%	04				а	155	310	212	
3 J	2 9 N	128	05				1	45	45	45	
9J	2 9 N	121	0 đ				9	4	118	24	
9J	2 9 N	12W	07				3	60	180	117	
SJ	2 9 N	12W	0e				2	€0	€0	60	
SJ	2 9 N	12W	10				1	175	175	175	
9J	2 9 N	1:2W	14				1	έŪ	éQ	€0	
SJ	2 9 N	127	15				Э	75	86	90	
9J	2 9 N	12W	19				9	2	40	10	
SJ	2 9 N	12W	20				1	10	10	10	
3J	29N	127	22				3	185	185	185	
9J	2 9 N	12W	2.4				4	ē	35	10	
93	2 9 N	12W			265819	2077065	1	11	11	11	
SJ	2 9 N	12%	25				13	3	40	16	
SJ	2 9 N	12W	26				15	12	70	Zć	
SJ	2 9 N	127	2ē		265547	207221€	3	11	11	11	
9J	2 9 N	125	26		265592	2072287	7	14	14	14	
9J	2 9 N	120	27				31	e	48	21	
SJ	2 9 N	12W			264678	2071912	1	10	10	10	
SJ	2 9 N	12W	28				з	23	25	24	
9J	29N	12W	29				19	3	17	8	
SJ	29N	12W	30				5	4	8	ē	
SJ	2 9 N	127	33				2	35	50	43	
SJ	29N	12%	34				1	2	2	2	
9J	2 9 N	12%	35				5	4	50	17	
SJ	29N	120	36				77		40	16	







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# XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Design and Construction Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.11 NMAC the following information describes the design and construction of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

## **General Plan**

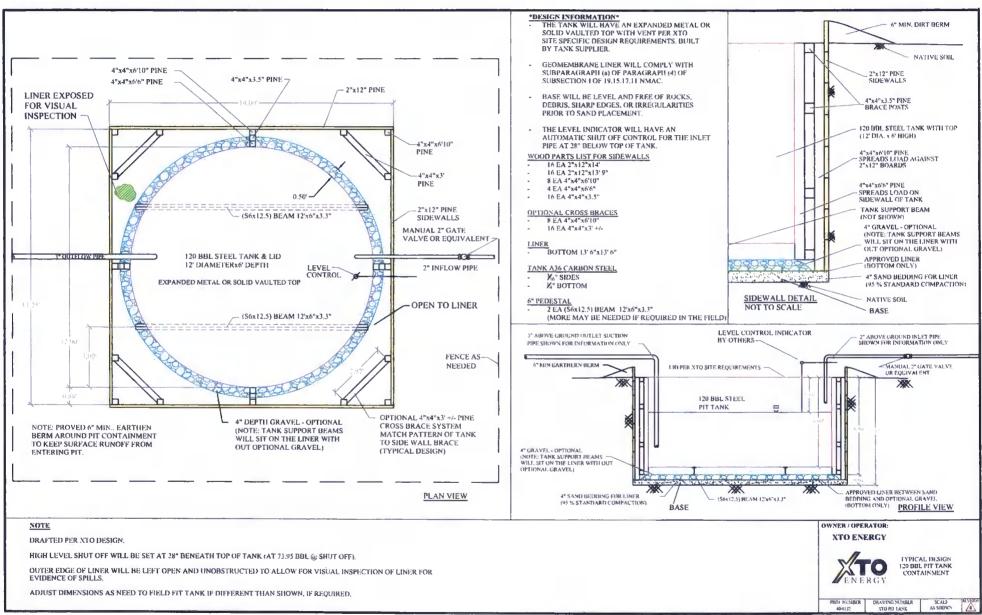
- 1. XTO will design and construct below-grade tanks to contain liquids and solids and prevent contamination of fresh water and protect public health and environment.
- 2. XTO will post a well sign, in compliance with 19.15.3.103 NMAC, on the existing well site operated by XTO where the existing below-grade tank is located. The sign will list the Operator on record as the operator, the location of the well site by unit letter, section, township, range, and emergency telephone numbers.
- 3. XTO is requesting approval of an alternative fencing to be used on below-grade tank locations. Below-grade tank locations will be fenced utilizing 48" steel mesh field-fence (hogwire) with pipe railing along the top. A 6' chain link fence will be utilized around the well pad if the well site is within a city limits or ¼ mile of a permanent residence, school, hospital, institution or church. Below-grade tanks located within 1000' of a permanent residence, school, hospital, institution or church will be fenced by 6' chain link fence with at least two strands of barbed wire at the top. All gates associated with below-grade tanks will remain closed and locked when responsible individuals are not on site.
- 4. XTO shall construct below-grade tanks with an expanded metal covering or solid vaulted top on the top of the below-grade tank.
- 5. XTO will ensure that below-grade tanks are constructed of materials resistant to the below-grade tank's particular contents and resistant to damage from sunlight. Tanks will be constructed of A36 carbon steel with 3/16" sides and ¼" bottom. (See attached drawing).
- 6. The below-grade tank system will have a properly constructed foundation consisting of a level base free of rocks, debris, sharp edges or irregularities to prevent punctures, cracks or indentations of the liner or tank bottom. Sand bedding (4") will be placed on top of a level foundation to ensure prevention of punctures, cracks or indentations of the liner or tank bottom.
- 7. XTO will construct a berm and/or diversion ditch in a manner that prevents the collection of surface water run-on. Below-grade tanks will be equipped with automatic high level shut-off devices as well as manually operated shut-off valves. (See attached drawing).
- 8. XTO will construct and use below-grade tanks that do not have double walls. The below-grade tank sidewalls will be open for visual inspection for leaks. The sidewalls of the cellar will be constructed with 2" X 12" pine sidewalls and 4" X 4" pine brace posts. The below-grade tank

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Design and Construction Plan For Below-Grade Tanks Page 2

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bottom will be elevated a minimum of 6" above the underlying ground surface and the belowgrade tank will be underlain with a geomembrane liner to divert leaked liquid to a location that can be visually inspected. (See attached drawing).

- XTO will equip below-grade tanks designed in this manner with a properly functioning automatic high-level shut-off control device and manual controls to prevent overflows. (See attached drawing).
- 10. XTO will demonstrate to the OCD that the geomembrane liner complies with the specifications of Subparagraph (a) of Paragraph (4) of Subsection I of 19.15.17.11 NMAC and obtain approval from OCD prior to the installation of the design. The geomembrane liner shall have a hydraulic conductivity no greater than 1 x 10-9 cm/sec. The geomembrane liner shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salts and acidics and alkaline solutions. The liner material shall be resistant to ultraviolet light. Liner compatibility shall comply with EPA SW-846 method 9090A. (See attached drawing).
- 11. The general specifications for design and construction are attached.



2:SireXTO\_PITTANK/CAD-Typical Designs XTO PIT TANK dog XTO PIT TANK dog

# XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Maintenance and Operating Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.12 NMAC the following information describes the operation and maintenance of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

#### **General Plan**

- 1. XTO will operate and maintain below-grade tanks to contain liquids and solids, maintain the integrity of the liner and secondary containment system, prevent contamination of fresh water and protect public health and the environment. Fluid levels will be monitored weekly and high levels will be removed as necessary. Monthly inspections will be conducted to monitor integrity of below-grade tank systems and below-grade tanks will be equipped with automatic high-level shut-off devices.
- 2. XTO will not allow below-grade tanks to overflow and will use berms and/or diversion ditch to prevent surface run on to enter the below-grade tank. Below-grade tanks will be equipped with automatic high-level shut-off control devices as well as manually operated shut-off valves. See attached drawing for vault design and placement of diversion berms and shut-off devices.
- 3. XTO will continuously remove any visible or measurable layer of oil from the fluid surface of below-grade tanks in order to prevent significant accumulation of oil.
  - 4. XTO will inspect the below-grade tank monthly and maintain written records for five years. Monthly inspections will consist of documenting the following: (see attached template),
    - Well Name API # Sec., Twn., Rng. XTO Inspector's name Inspection date and time Visible tears in liner Visible signs of tank overflow Collection of surface run on Visible layer of oil Visible signs of tank leak Estimated freeboard
- 5. XTO will maintain adequate freeboard to prevent over topping of the below-grade tank. High level shut-off devices control the freeboard at an average of 28" beneath the top of the tank.
- 6. XTO will not discharge into or store any hazardous waste in any below-grade tank.
- 7. If a below-grade tank develops a leak, or if any penetration of a below-grade tank occurs below the liquids surface, XTO will remove all liquids above the damage or leak line within 48 hours,

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Maintenance and Operating Plan For Below-Grade Tanks Page 2

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notify the appropriate division district office within 48 hours of the discovery and repair the damage or replace the below-grade tank. If an existing below-grade tank does not meet current requirements of Paragraphs 1-4 of Subsection I of 19.15.17.11 NMAC the tank will be modified or retrofitted to comply. If compliance can not be achieved XTO will implement the approved closure plan.

# MONTHLY BELOW GRADE TANK INSPECTION FORM

Well Name:

API No.:

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Legals	Sec:		Township:		Range:			
XTO	Inspection	Increation	Any visible liner	Any visible signs of	Collection of surface			Freeboard
Inspector's	Inspection			Any visible signs of		Visible layer	Any visible signs	
Name	Date	Time	tears (Y/N)	tank overflows (Y/N)	run on (Y/N)	of oil (Y/N)	of a tank leak (Y/N)	Est. (ft)
								··· ···
								<u></u>
Notes:	Provide De	tailed Descri	ption:					
Misc:								
			<u></u>					

# XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

#### **General Plan**

- 1. XTO will close below-grade tanks within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the division requires because of imminent danger to fresh water, public health or the environment.
- XTO will close a below-grade tank that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.
- 3. XTO will close a permitted below-grade tank within 60 days of cessation of the below-grade tank's operation or as required by the transitional provisions of Subsection B of 19.15.17.17 NMAC in accordance with a closure plan that the appropriate division district office approves. The closure report will be filed on form C-144.
- 4. XTO will remove liquids and sludge from below-grade tanks prior to implementing a closure method and will dispose of the liquids and sludge in a division-approved facility. Approved facilities and waste streams include:

Envirotech Permit No. NM01-0011 and IEI Permit No. NM 01-0010B Soil contaminated by exempt petroleum hydrocarbons Produced sand, pit sludge and contaminated bottoms from storage of exempt wastes Basin Disposal Permit No. NM01-005 Produced water

- 5. XTO will remove the below-grade tank and dispose of it in a division approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office has approved prior to removal. Any associated liners will be removed, properly cleaned and disposed of per 19.15.9.712 NMAC at San Juan County Landfill. Documentation of the final disposition will be included in the closure report.
- 6. XTO will remove any on-site equipment associated with a below-grade tank unless the equipment is required for some other purpose.
- 7. XTO will test the soils beneath the below-grade tank to determine whether a release has occurred. At a minimum 5 point composite sample will be collected along with individual grab samples from any area that is wet, discolored or showing other evidence of a release. Samples will be

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks Page 2

analyzed for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or EPA method that the division approves, does not exceed 0.2 mg/kg; total BTEX concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration, as determined by EPA method 418.1 or other EPA method that the division approves, does not exceed 100mg/kg; and the chloride concentration, as determined by EPA method 300.1 or other EPA method that the division approves, does not exceed 250 mg/kg, or the background concentration, whichever is greater. XTO will notify the division of its results on form C-141.

- 8. If XTO or the division determines that a release has occurred, XTO will comply with 19.15.3.116 NMAC and 19.15.1.19NMAC as appropriate.
- 9. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, XTO will backfill the excavation with compacted, non-waste containing, earthen material; construct a division prescribed soil cover; recontour and re-vegetate the site.
- Notice of Closure operations will be given to the Aztec Division District III office between 72 hours and one week prior to the start of closure activities via email or verbally. The notification will include the following:
  - i. Operator's name
  - ii. Well Name and API Number
  - iii. Location by Unit Letter, Section, Township, and Range

The surface owner shall also be notified prior to the implementation of any closure operations of below-grade tanks as per the approved closure plan using certified mail, return receipt requested.

- 11. Re-contouring of location will match fit, shape, line, form and texture of the surrounding area. Re-shaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be placed in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.
- 12. A minimum of 4 feet of cover shall be achieved and the cover shall include 1 foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater. Soil cover will be constructed to the site's existing grade and ponding of water and erosion of the cover material will be prevented with drainage control, natural drainages and silt traps where needed.
- 13. XTO will seed the disturbed areas the first growing season after the operator closes the pit. Seeding will be accomplished via drilling on the contour whenever practical or by other divisionapproved methods. BLM or Forest Service stipulated seed mixes will be used on federal lands. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintain that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs.

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks Page 3

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- 14. All closure activities will include proper documentation and be available for review upon request and will be submitted in closure report form to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on form C-144 and incorporate the following:
  - i. Proof of closure notice to division and surface owner;
  - ii. Details on capping and covering, where applicable;
  - iii. Inspection reports;
  - iv. Confirmation sampling analytical results;
  - v. Disposal facility name(s) and permit number(s);
  - vi. Soil backfilling and cover installation;
  - vii. Re-vegetation application rates and seeding techniques, (or approved alternative to re-vegetation requirements if applicable);
  - viii. Photo documentation of the site reclamation.

