District 1 162 Dis 136 REGISTERED Dis 100 District 1¥ 1220 S. St. Francis Dr., Santa Fe, NM 87505	State of New Mexico uls and Natural Resources Department servation Division D buth St. Francis Dr. Santa Fel NNS 87505 4 39	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.
	osed-Loop System, Below-Grade	
Proposed Alter	mative Method Permit or Closure I	Plan Application
Existing BGT Closure Modifie Closure	of a pit, closed-loop system, below-grade tank, o of a pit, closed-loop system, below-grade tank, cation to an existing permit plan only submitted for an existing permitted or	or proposed alternative method
below-grade tank, or propose		
Please be advised that approval of this request does not environment. Nor does approval relieve the operator o	ion (Form C-144) per individual pit, closed-loop system relieve the operator of liability should operations result is f its responsibility to comply with any other applicable go	in pollution of surface water, ground water or the
1. Operator: XTO Energy, Inc.	OGRID #:	5380
	M 87410	
	OCD Permit Number:	
	nship 03 <u>N</u> Range 14 <u>W</u> County:	
	Longitude108.28408NAD: [
Surface Owner: Federal State Private		
2.		
Pit: Subsection F or G of 19.15.17.11 NMA	с	
Temporary: Drilling Workover		
Permanent Emergency Cavitation	P&A	
Lined Unlined Liner type: Thickness	mil 🔲 LLDPE 🗌 HDPE 🗌 PVC 🗌 O	ther
□ String-Reinforced		
Liner Seams: Welded Factory Other	Volume: bb	Dimensions: L x W x D
Closed-loop System: Subsection H of 19.15	.17.11 NMAC	
	ell 🗌 Workover or Drilling (Applies to activities wh	nich 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.		
Below-grade tank: Subsection I of 19.15.17	.11 NMAC	
Volume: <u>120</u> bbl Type of f	luid:Produced Water	
Tank Construction material: Steel		
Secondary containment with leak detection	Visible sidewalls, liner, 6-inch lift and automatic o	verflow shut-off
Visible sidewalls and liner Visible sidew	alls only 🛛 Other <u>Visible sidewalls</u> , vaulted, auto	matic high-level shut off, no liner
Liner type: Thicknessmil	HDPE PVC Other	
5		
Alternative Method:		
	ceptions must be submitted to the Santa Fe Environme	ental Bureau office for consideration of approval.

•. <u>Fencing</u> : 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,										
<i>institution or church)</i> 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											
7.											
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)											
8.											
Signs: Subsection C of 19.15.17.11 NMAC											
12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers											
Signed in compliance with 19.15.3.103 NMAC											
9. 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.											
10. 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 accept	stable source										
material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appro	priate district										
office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of a Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to dry											
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										
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa	🗌 Yes 🛛 No										
 lake (measured from the ordinary high-water mark). Topographic map; Visual inspection (certification) of the proposed site 											
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	🗌 Yes 🛛 No										
(Applies to temporary, emergency, or cavitation pits and below-grade tanks)	□ NA										
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	Yes No										
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to permanent pits)	⊠ NA										
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image											
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.	🗌 Yes 🛛 No										
- NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site											
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance	🗌 Yes 🛛 No										
 adopted pursuant to NMSA 1978, Section 3-27-3, as amended. Written confirmation or verification from the municipality; Written approval obtained from the municipality 											
 Within 500 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site 	🗋 Yes 🛛 No										
Within the area overlying a subsurface mine.	🗌 Yes 🖾 No										
- Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division											
Within an unstable area.	🗌 Yes 🛛 No										
 Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 											
Within a 100-year floodplain.	🗌 Yes 🖾 No										
- FEMA map											

Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box	f 19.15.17.9 NMAC x, that the documents are
 attached. A Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15. Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subse 	of 19.15.17.9 NMAC
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 attached.	x, that the documents are
 Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsec Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19. Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsec and 19.15.17.13 NMAC 	15.17.10 NMAC
Previously Approved Design (attach copy of design) API Number:	
Previously Approved Operating and Maintenance Plan API Number:	losed-loop system that use
above ground steet tanks or naut-ojj otns 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 boattached. 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 Dike Protection 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 Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC Nuisance or Hazardous Odors, including H₂S, Prevention Plan Oil Field Waste Stream Characterization Monitoring and Inspection Plan Erosion Control Plan Closure Plan - based upon the appropriate requirements of 19.15.17.9 NMAC and 19.15.17.13 NMA 	
<u>Proposed Closure</u> : 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 Bit Below-grade Tank C 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 E	
15.	
Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following item closure plan. Please indicate, by a check mark in the box, that the documents are attached.	NMAC

11.

^{16.} Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Ste Instructions: Please indentify the facility or facilities for the disposal of liquids, dril	el Tanks or Haul-off Bins Only: (19.15.17.13.D ling fluids and drill cuttings. Use attachment if n	NMAC) nore than two
facilities are required.		
Disposal Facility Name: Di	sposal Facility Permit Number:	
	sposal Facility Permit Number:	
Will any of the proposed closed-loop system operations and associated activities occur Yes (If yes, please provide the information below) No	r on or in areas that will not be used for future serv	rice 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 I o Re-vegetation Plan - based upon the appropriate requirements of Subsection I o Site Reclamation Plan - based upon the appropriate requirements of Subsection	f 19.15.17.13 NMAC	
^{17.} Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the clo provided below. Requests regarding changes to certain siting criteria may require a considered an exception which must be submitted to the Santa Fe Environmental Bu demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for	dministrative approval from the appropriate disti ureau office for consideration of approval. Justi	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 of	btained from nearby wells	□ Yes □ No □ NA
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 of	btained from nearby wells	□ Yes □ No □ NA
Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data of	btained from nearby wells	☐ Yes ☐ No ☐ NA
 Within 300 feet of a continuously flowing watercourse, or 200 feet of any other signifiake (measured from the ordinary high-water mark). Topographic map; Visual inspection (certification) of the proposed site 	icant watercourse or lakebed, sinkhole, or playa	🗌 Yes 🗌 No
Within 300 feet from a permanent residence, school, hospital, institution, or church in - Visual inspection (certification) of the proposed site; Aerial photo; Satellite in	existence at the time of initial application. nage	Yes No
Within 500 horizontal feet of a private, domestic fresh water well or spring that less the watering purposes, or within 1000 horizontal feet of any other fresh water well or spring - NM Office of the State Engineer - iWATERS database; Visual inspection (centred)	ng, in existence at the time of initial application.	🗌 Yes 🗌 No
Within incorporated municipal boundaries or within a defined municipal fresh water v adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval		🗌 Yes 🗌 No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual i	nspection (certification) of the proposed site	🗌 Yes 🗌 No
 Within the area overlying a subsurface mine. Written confirmation or verification or map from the NM EMNRD-Mining ar 	nd Mineral Division	🗌 Yes 🗌 No
 Within an unstable area. Engineering measures incorporated into the design; NM Bureau of Geology & Society; Topographic map 	Mineral Resources; USGS; NM Geological	🗌 Yes 🗌 No
Within a 100-year floodplain. - FEMA map		🗌 Yes 🗌 No
 18. On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the f by a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of Su Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad Protocols and Procedures - based upon the appropriate requirements of 19.15.1 Confirmation Sampling Plan (if applicable) - based upon the appropriate require Waste Material Sampling Plan - based upon the appropriate requirements of Su Disposal Facility Name and Permit Number (for liquids, drilling fluids and dril Soil Cover Design - based upon the appropriate requirements of Subsection H of Disposal Facility Name and Permit Number (for liquids, drilling fluids and dril Soil Cover Design - based upon the appropriate requirements of Subsection H of Disposal Facility Name and Permit Number (for liquids, drilling fluids and drilling fluids and drilling Soil Cover Design - based upon the appropriate requirements of Subsection H of Disposal Facility Name and Permit Number (for liquids, drilling fluids and drilling Soil Cover Design - based upon the appropriate requirements of Subsection H of Disposal Facility Name and Permit Number (for liquids, drilling fluids and drilling Soil Cover Design - based upon the appropriate requirements of Subsection H of Disposal Facility Name Soil Upon the appropriate requirements of Subsection H of Disposal Facility Name Soil Upon the appropriate requirements of Subsection H of Disposal Facility Name Soil Upon the appropriate requirements of Subsection H of Disposal Facility Name Soil Upon the appropriate requirements of Subsection H of Disposal Facility Name Soil Upon the appropriate requirements of Subsection H of Disposal Facility Name Soil Upon the appropriate requirements of Subsection H of Disposal Facility Name Soil Upon the appropriate	ements of 19.15.17.10 NMAC ubsection F of 19.15.17.13 NMAC opriate requirements of 19.15.17.11 NMAC) - based upon the appropriate requirements of 19. 7.43 NMAC rements of Subsection F of 19.15.17.13 NMAC ubsection F of 19.15.17.13 NMAC 1 cuttings or in case on-site closure standards cann of 19.15.17.13 NMAC	15.17.11 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 t	true, accurate and complete to the best of my knowledge and belief
	Date:11/25/08
e-mail address: kim_champlin@xtoenergy.com	Telephone: (505) 333-3100
20.	_
OCD Approval: Permit Application (including closure plan)	Closure Plan (only) OCD Conditions (see attachment)
OCD Representative Signature:	Approval Date:
Title:	OCD Permit Number:
	olan prior to implementing any closure activities and submitting the closure report. O days of the completion of the closure activities. Please do not complete this
 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)
	p Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: iquids, drilling fluids and drill cuttings were disposed. Use attachment if more than
Disposal Facility Name:	Disposal Facility Permit Number:
Disposal Facility Name:	Disposal Facility Permit Number:
	rmed on or in areas that will not be used for future service and operations?
Required for impacted areas which will not be used for future service a Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique	ind operations:
	ollowing items must be attached to the closure report. Please indicate, by a check
mark in the box, that the documents are attached. Proof of Closure Notice (surface owner and division)	
Proof of Deed Notice (surface owner and division) Proof of Deed Notice (required for on-site closure)	
Plot Plan (for on-site closures and temporary pits)	
Confirmation Sampling Analytical Results (if applicable)	
Waste Material Sampling Analytical Results (required for on-site	e closure)
Disposal Facility Name and Permit Number	
 Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique 	
Site Reclamation (Photo Documentation)	
On-site Closure Location: Latitude	Longitude NAD: 1927 [] 1983
25.	
Operator Closure Certification:	is closure report is true, accurate and complete to the best of my knowledge and re requirements and conditions specified in the approved closure plan.
Name (Print):	Title:
Signature:	Date:
e-mail address:	Telephone:

(ISTINCT) 1925 N. Franch Dr., Hathe, M.M. 88349

1301 C. Grand Aris, Artasta, M.M. 88210

to Bd. Atter, NAL BRID

distinct N 1280 South St. Fr

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> La Fa. 188 87505 ada Dr., Sa

State of New Maxico Energy, Minerate & Hatural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87305

Form C-102 Revised June 10, 2003 Submit to Appropriate District Office Stote Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

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Pit Permit Siting Criteria Information Sheet 3004534327 UTE INDIAN A#46 between 50' and 100' miles west of the La Plata River	Project: Revised: Prepared by: USPLSS: Lat/Long: Geologic formation:	Pit Permits 11/20/2008 Daniel Newman T3N,R14W,02M 36.92567 / -108.28408 Menefee Formation		
302 Siting Criteria Information Sheet 3004534327 UTE INDIAN A#46 between 50' and 100' miles west of the La Plata	Prepared by: USPLSS: Lat/Long: Geologic	Daniel Newman T3N,R14W,02M 36.92567 / -108.28408		
3004534327 UTE INDIAN A#46 between 50' and 100' miles west of the La Plata	USPLSS: Lat/Long: Geologic	T3N,R14W,02M 36.92567 / -108.28408		
UTE INDIAN A#46 between 50' and 100' miles west of the La Plata	Lat/Long: Geologic	36.92567 / -108.28408		
between 50' and 100' miles west of the La Plata	Geologic	in an ann an Anna an A Anna an Anna an		
miles west of the La Plata		Menefee Formation		
2.1				
314' E to Barker Arroyo		و در اور و در و در و در و در و در و در و		
and a state of the second s	Soil Type:	Entisols		
No				
	Annual Precipitation:	8.21" Farmington FAA Airport		
No	Precipitation Notes:	3.82" largest daily rainfall on record		
No				
No	Attached Documents:	anna an an Anna Anna Anna Anna Anna Ann		
No		Topo map, ground water data map, a photo, mines and quarries map,		
No	Mining Activity:	No		
No				
No FEMA data availble				
		ne seguidade altra contra a		
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Ute Indians A #46 Below Grade Tank Siting Criteria and Closure Plan

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 below ground tank location will be located in the northwest corner of the San Juan Basin, where the Hogback monocline ends. Thicker sequences common throughout the central basin begin to pinch out and older units of Cretaceous Age are exposed, specifically the Menefee Formation and Cliff House Sandstone (Brister and Hoffman, 2002). The resistant Cliff House sandstones form prominent cliff bands, while shales and smaller sandstones of the Menefee Formation are exposed at lower elevations. The stratigraphic section reflects deposition in a coastal plain environment and consists of gray, brownish and tank sandstone interbedded with dark, carbonaceous shales and coal beds. Also, deposits of Quaternary alluvial and aeolian sands occur prominently near the surface, 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). Within the Menefee Formation, thinner confining units that consist of shale, as well as coal and thick sandstone beds, are present. In general, the water from Cretaceous aquifers is minimal (less than 5 gpm), although moderate quantities (5 - 25 gpm) may be supplied from aquifers within the Menefee Formation (Stone et al., 1983). Aquifer depths range from very shallow depths to over 6000 feet below ground surface. Groundwater within these aquifers flows toward the nearby La Plata River, which is a tributary of the San Juan River.

The prominent soil type at the proposed site is entisols, which are basically little to no soils that do not show any profile development. Soils that are present are unaltered from their parent rock. Miles of arroyos, washes and intermittent streams exist as part of the drainage network towards the La Plata River (www.emnrd.state.nm.us). 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 and prohibits effective recharge to the underlying aquifers.

Dry and arid weather further prohibit active recharge. 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).

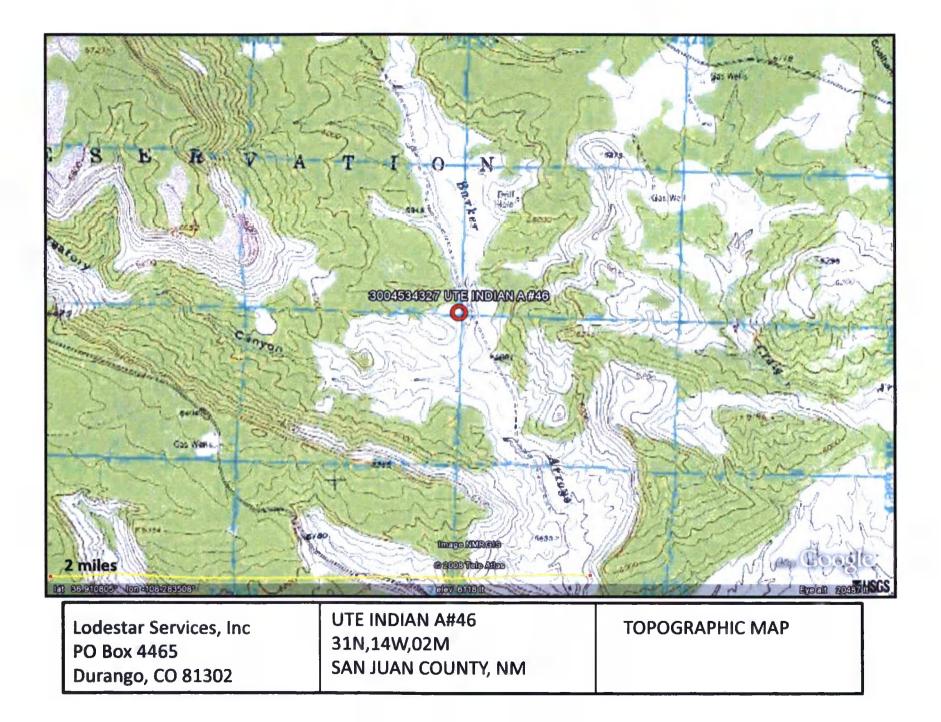
Site Specific Hydrogeology

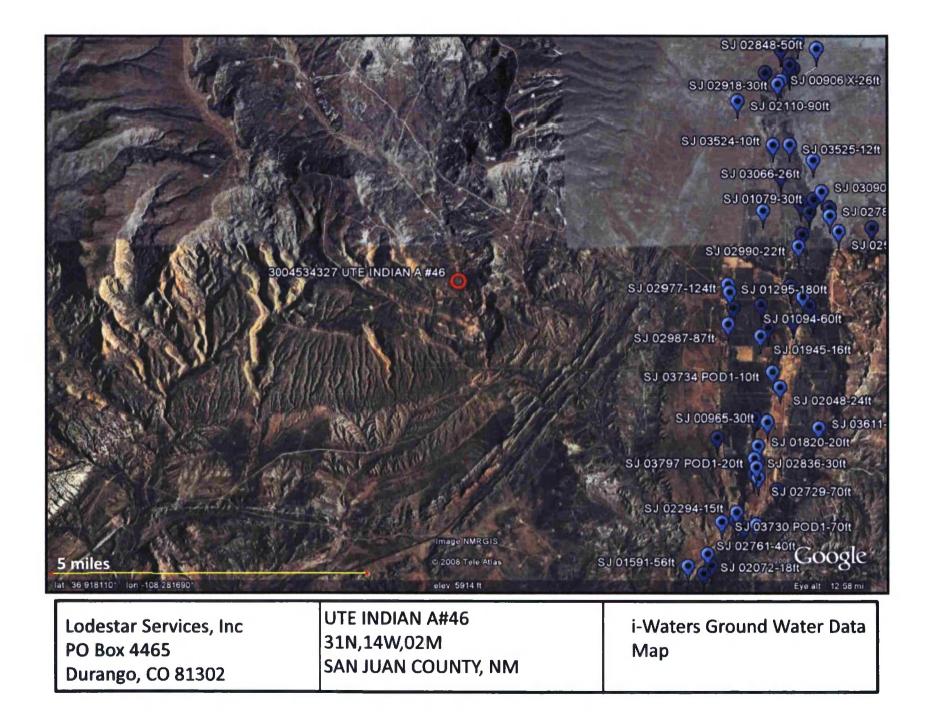
1.1.1

Depth to groundwater is estimated to be between 50 and 100 feet. This estimation is based on data from Stone and others, 1983 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.

Local aquifers include sandstones within the Menefee Formation, which range from shallow depths to over 6000 feet deep in this area (Stone et al., 1983). The site in question is located on the relatively shallow sloping western flank of Barker Arroyo at an elevation of 5863'. The base of Barker Arroyo is over 52' lower in elevation. The slope on which the site sites is composed of shale and alluvium which, taken together, are expected to be at least 50 feet thick.

Groundwater data available from the NM State Engineer's iWaters Database for wells near the proposed site are attached. A map showing the location of wells in reference to the proposed pit location is attached. Pinpoints show locations of wells and the labels for each pinpoint indicate depth to groundwater in feet. Wells are clustered near populated areas along the La Plata River east of the proposed site. These sites contain shallow groundwater, but topographic and hydrographic conditions are not representative of the site in question. Rather, the surrounding geology and topography must be used to estimate depth to groundwater. The base of the adjacent Barker Arroyo is over 52 feet lower in elevation than the proposed site. The exposed slope between the base of the arroyo and the pit location is composed of shale, and no sandstone (i.e. likely to be a water bearing unit) is identified over the extent of that elevation change. Therefore, groundwater is estimated to be between 50 and 100' deep.





New Mexico Office of the State Engineer POD Reports and Downloads WATER COLUMN REPORT 09/16/2008

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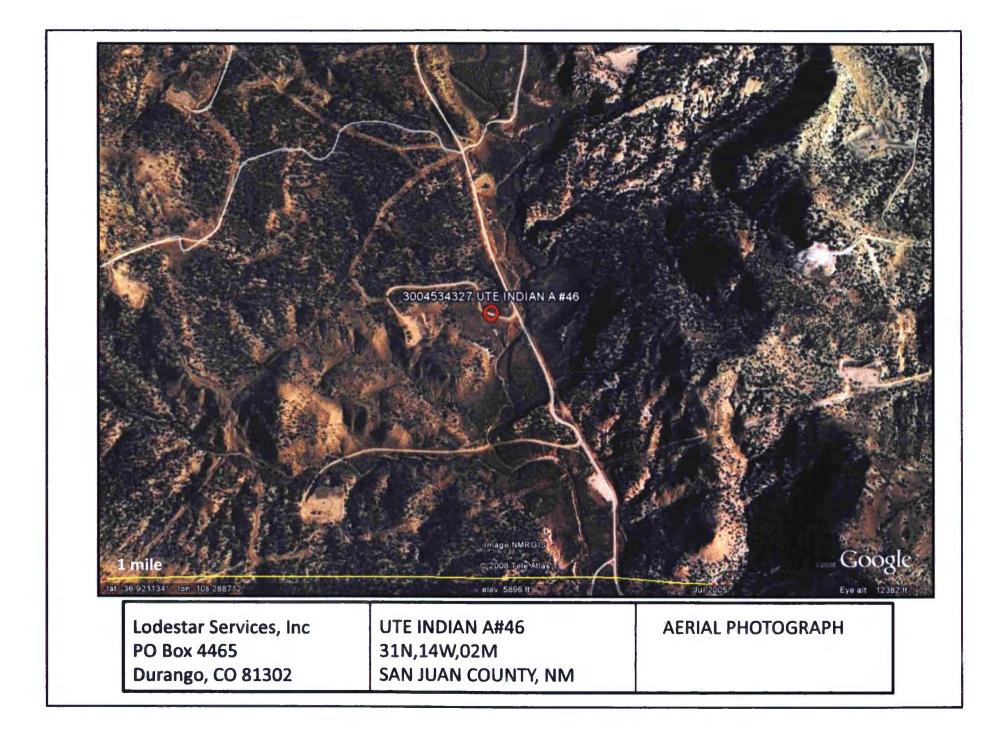
(q)	uarter	s are	e bi	gge	281	t to	smallest)		Depth	Depth	Water	(ìn	feet
POD Number	Twa		Sec	P	P	P	Zone	X	Y	Well	Water	Column		
SJ 01187 CLW226675	32N	13W	10	3	4	4				24	9	15		
SJ 01187	32N	13W	10	3	4	4				2.4	9	15		
SJ 01353	32N	137	10	4	З						38			
SJ 01439	32N	131	10	4	З					45	25	26		
SJ 02068	32N	13W	15	2						45	16	29		
5J 01549	32N	13W	15	2	1					47	28	19		
SJ 02985	32%	13W	15	2	1	2				47	25	22		
SJ 02865	32N	137	15	2	з	2				44	29	15		
SJ 02558	32N	137	15	3	2	4				41	23	18		
SJ 02934	32N	13W	15	4	1	1				34	13	16		
SJ 02890	322	130	15	4	1	2				55	30	25		
SJ 02705	32N	13W	22	1	4	2				25	12	13		
J 02704	32N	130	22	1	4	2				25	12	13		
SJ 03111	32N	137	22	2	1	4				19	e	13		
5J 02848	32N	13W	22	2	4	3				608	5,0	558		
5J 00922	32N	137	22	3	1	4				27	12	15		
SJ 00906 X	32N	13W	22	3	4					86	26	60		
5J 02918	32N	130	22	3	4	2				51	30	21		
5J 00736	32N	13W	22	4	1					40	15	25		
SJ 00339	32N	130	22	4	1	1				50	12	38		
SJ 00340	32N	137	22	4	1	3				50	12	38		
5J 02847	32N	13W	22	4	4	1				1255		1253		
SJ 03524	32N	137	27	3	4	<u>1</u>				33	10	23		
SJ 03525	32N	130	27	4	3	1				71	12	59		
SJ 03256	32N	137	34	1	4	2				21	e	15		
SJ 03066	32N	137	34	2	2	2				43	28	13		
SJ 01079	32N	137	34	3	3					100	30	70		
SJ 01943	32%	13W	34	4	-					8	3	5		
SJ 03635	32N	13W		4	2	4				44	35	9		
SJ 02577	32N	137		4	4	-				30	15	15		
SJ 03090	32N	137		3	1	1				39	47	12		
SJ 02589	32N	139		3	3	2				60	35	25		
SJ 02783	32N	13W		3	3	4				€2	48	14		

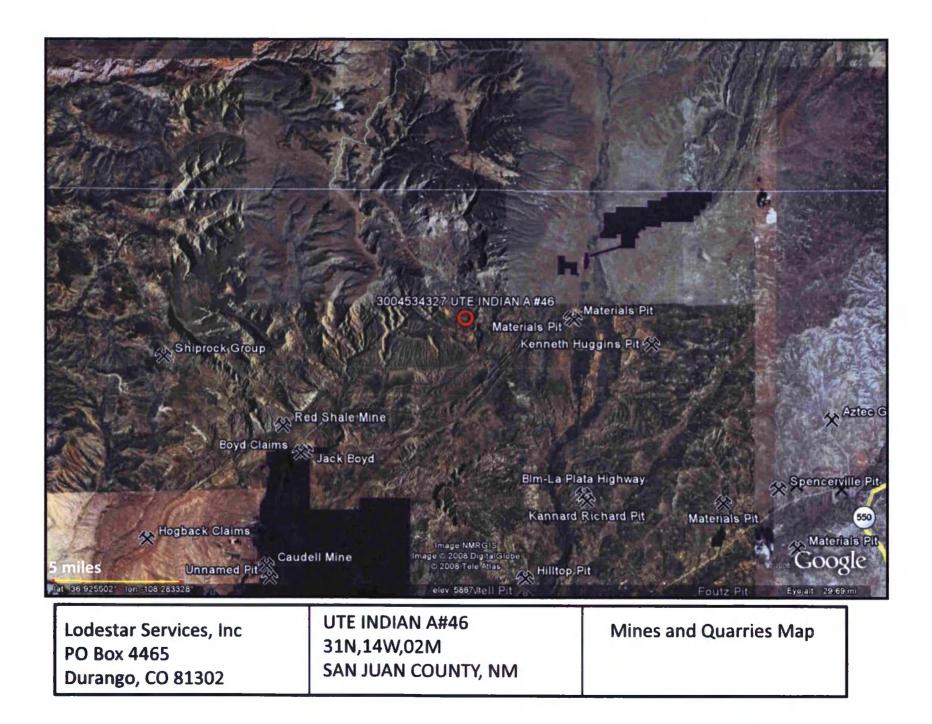
New Mexico Office of the State Engineer POD Reports and Downloads

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AVERAGE DEPTH OF WATER REPORT 10/20/2008

								(Depth	Water in	Feet)
Ben	Tws	Rng	Sec	Zone	x	Y	Wells	Min	Max	Avg
55	31N	13W	02				2	15	70	45
SJ	31N	13W	03				2	11	22	17
53	31N	13W	09				4	4.0	180	108
53	31N	137	10				11	4	€5	22
53	31N	13W	15				2	10	24	17
SJ	31N	13W	21				1	e	e	E
53	311	137	2.2				6	5	40	24
53	311	137	23				1	14	14	14
53	31N	137	27				5	20	7.9	38
SJ	31N	13W	2.8				5	2	7.0	21
33	31N	137	33				4	E	56	24





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

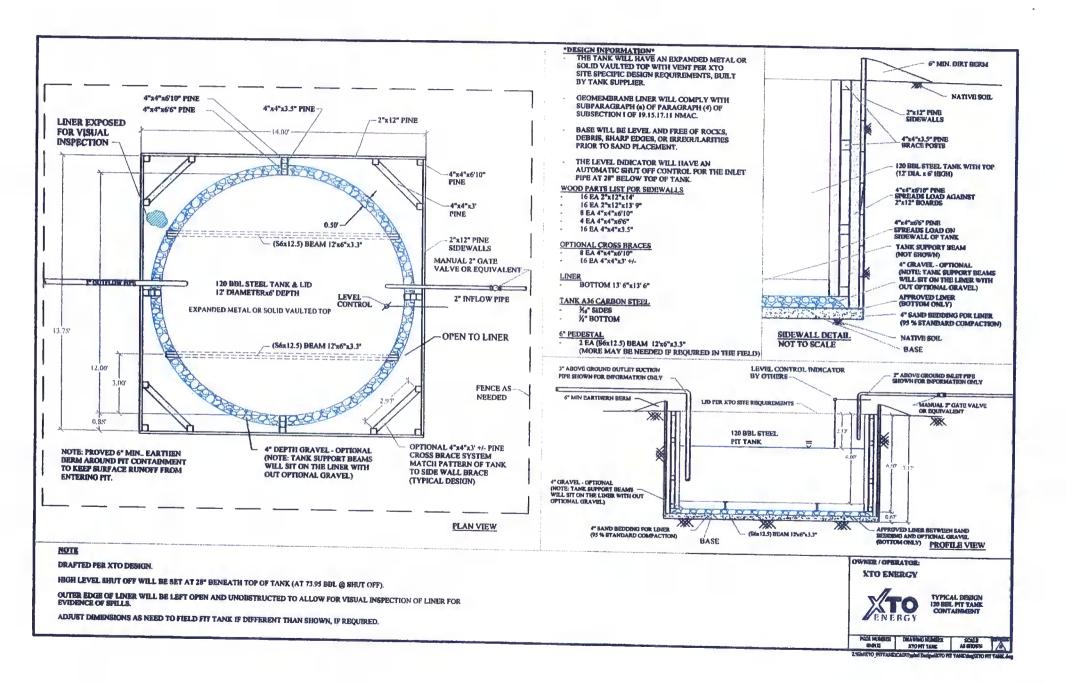
- 1. XTO will design and construct below-grade tanks to contain liquids and solids and prevent contamination of fresh water and protect public health and environment.
- 2. XTO will post a well sign, in compliance with 19.15.3.103 NMAC, on the existing well site operated by XTO where the existing below-grade 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

> 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).

- 9. 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.



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

1. 1

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.

Well Nam	ne:				ADIN			
Well Name:					API No.:			
_egals	Sec:		Township:		Range			
XTO Inspector's	Inspection	Inspection	Any visible liner	Any visible signs of	Collection of surface		A mu vicible start	
Name	Date	Time	tears (Y/N)	tank overflows (Y/N)	run on (Y/N)	of oil (Y/N)	Any visible signs of a tank leak (Y/N)	Freeboard Est. (ft)
	_							
	_							
· · · · · · · · · · · · · · · · · · ·								
Notes:	Provide De	tailed Descri	ption:					
Misc:								
							-	

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.

 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.