# **SITE REMEDIATION AND CLOSURE REPORT**

# **REPORTABLE RELEASE**

### **Strata Production Company**

Cuervo Federal #2 GPS: Latitude 32.31065 Longitude -103.64864 Lea County, NM Incident ID No. NAPP2116660414

Prepared by:



Pima Environmental Services, LLC 1601 N. Turner Ste 500 Hobbs, NM 88240 575-964-7740

#### **General Information**

This report was prepared by Pima Environmental Services, LLC in response to the release for Strata Production Company at the Cuervo Federal #2.

Site Coordinates: Latitude 32.31065 Longitude -103.64864

API #: 30-025-31434

### **Release Description and Assessment**

The New Mexico Oil Conservation Division (NMOCD) conducted an on-site inspection on May 5, 2021. Upon the inspection found areas where obvious releases had occurred. Strata indicated that they were minor non-recordable releases. Strata has retained Pima Environmental to work with the NMOCD to get this NOR closed out by getting the stained areas cleaned up.

**Date of Spill:** 05/15/2021

Type of Spill: $\square$  Crude Oil $\square$  Produced Water $\square$  Condensate $\square$  Other (Specify):

Comments: Non-Reportable release

### **Remediation Activity Summary**

Pima mobilized personnel and equipment to the site. Remediation activities were completed via in-situ bioremediation utilizing our Remediate Ground. Our chemicals were applied with our applicator trailer and utilizing hand tillers the chemicals were worked into the soil. The Remediate Ground encapsulates the hydrocarbons rendering them non-toxic and non-detectable under sampling events. In most cases it removes the staining from the soil. Before and after photos can be found in Appendix C.

#### **Closure Request**

After careful review, Pima requests that this NOR be closed. Strata Production Company has complied with the applicable closure requirements.

Should you have any questions or need additional information, please feel free to contact Chris Jones at 575-964-7740

or chris@pimaoil.com.

Respectfully,

Chris Jones Environmental Professional Pima Environmental Services, LLC

Appendix A- C-141 Appendix B- Site Map Appendix C- Photographic Documentation



# Appendix A

C-141

District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 State of New Mexico Energy Minerals and Natural Resources Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

)

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District RP	
Facility ID	
Application ID	

# **Release Notification**

### **Responsible Party**

Responsible Party: Strata Production Company	OGRID: 21712
Contact Name: Matt Murphy	Contact Telephone: 720-468-3646
Contact email: matt@stratanm.com	Incident # (assigned by OCD)
Contact mailing address: PO Box 1030, Roswell, NM 88202	·

### **Location of Release Source**

Latitude <u>32.31065</u>

Longitude <u>-103.64864</u>

(NAD 83 in decimal degrees to 5 decimal places)

Site Name: Cuervo Federal #2	Site Type:
Date Release Discovered:	API# ( <i>if applicable</i> ) 30-025-31434

Unit Letter	Section	Township	Range	County
С	14	23S	32E	Lea

Surface Owner: State Federal Tribal Private (Name:

### Nature and Volume of Release

Materia	l(s) Released (Select all that apply and attach calculations or specific	justification for the volumes provided below)
Crude Oil	Volume Released (bbls) De minimis	Volume Recovered (bbls) 0
Produced Water	Volume Released (bbls) De minimis	Volume Recovered (bbls) 0
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	Yes No
Condensate	Volume Released (bbls)	Volume Recovered (bbls)
Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)
Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)
Cause of Release :		

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Was this a major release as defined by 19.15.29.7(A) NMAC?	If YES, for what reason(s) does the responsible party consider this a major release?
🗌 Yes 🖾 No	
If YES, was immediate no N/A	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?

### **Initial Response**

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

 $\square$  The source of the release has been stopped.

The impacted area has been secured to protect human health and the environment.

Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices.

All free liquids and recoverable materials have been removed and managed appropriately.

If all the actions described above have <u>not</u> been undertaken, explain why: 6/1/21

This C-141 is being filed as directed by NMOCD letter and attachments dated May 20, 2021. In general, Strata disputes the allegations, findings, and conclusions. Upon initial review and investigation, Strata disputes that any single event or accumulation of events resulted in a stain, leak or "release" which was of Minor or Major nature. We also dispute that any release was improperly "characterized" or "covered". Strata's personnel determined that the release was below the reporting thresholds. The allegation of "covering" is not accurate as Strata personnel used nearby soil or sand to absorb and stabilize non-reportable amounts of liquid. This facility has undergone upgrade, repairs, and remediation many times. This site either has been or will be addressed in the near term during routine maintenance and clean up or, as a result of scheduled remedial, recompletion or plugging and abandonment operations on this well or area wells.

Initial comments regarding pictures:

Page 3, Pic 1-5 – Stained areas have been stabilized with absorbent material. Require additional NMOCD clarification. Page 3, Pic 6 – This is a "Skirted Tank." The "duct tape" type material has been used to cover a vent for the void under the tank frequented by wasps, bees and snakes which present a danger. Require additional NMOCD clarification. Page 4, Pic 1, 2, 3, 4 – Stain near wellhead noted. Require additional NMOCD clarification.

Strata looks forward to additional clarification and discussion with NMOCD and remains committed to a prompt resolution of all legitimate concerns.

Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Printed Name: <u>Matt Murphy</u>	Title:Operations Manager
Signature: <u>Matt Murphy</u>	Date: <u>06/01/2021</u>
email: matt@stratanm.com	Telephone: <u>720-468-3646</u>

Received by OCD: 9/24/2021 11:08:01 AM         Form C-141         Page 4         Oil Conservation Division         If the site characterization report does not include completed efforts at remediation of th         plan. That plan must include the estimated volume of material to be remediated, the pland methods, anticipated timelines for beginning and completing the remediation. Th         19.15.29.12 NMAC, however, use of the table is modified by site- and release-specified         Thereby certify that the information given above is true and complete to the best of my know         regulations all operators are required to report and/or file certain release notifications and per         public health or the environment. The acceptance of a C-141 report by the OCD does not reliated to adequately investigate and remediate contamination that pose a threat to groundwate addition, OCD acceptance of a C-141 report does not relieve the operator of responsibility for	proposed remediation technine closure criteria for a release c parameters. vledge and understand that purs rform corrective actions for release lieve the operator of liability sh	ique, proposed sampling plan se are contained in Table 1 of uant to OCD rules and eases which may endanger ould their operations have
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and/or regulations.	or compliance with any other fea	
Printed Name: <u>Shammy Dennis</u> Title: <u>Administra</u>	ative Support	
Signature: <u>Shammy Dennis</u>	Date: <u>6/1/2021</u>	
email: <u>sdennis@stratanm.com</u> Telephone: _	_575-622-1127 ext. 13	
OCD Only		
Received by:      Date:		

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Oil Conservation Division

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Application ID		

# Closure

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

Closure Depart Attachment Checklist, Each of the fall-wine ite	must be included in the elegune non-out	
Closure Report Attachment Checklist: Each of the following items	s musi de incluaea în îne closure report.	
x A scaled site and sampling diagram as described in 19.15.29.11 NMAC		
$\mathbf{x}$ Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection)		
Laboratory analyses of final sampling (Note: appropriate ODC District office must be notified 2 days prior to final sampling)		
<b>X</b> Description of remediation activities <b>NOTE: The above items (if required) will be provided after reclamation process is completed.</b>		
I hereby certify that the information given above is true and complete to and regulations all operators are required to report and/or file certain rel- may endanger public health or the environment. The acceptance of a C- should their operations have failed to adequately investigate and remedi human health or the environment. In addition, OCD acceptance of a C- compliance with any other federal, state, or local laws and/or regulation restore, reclaim, and re-vegetate the impacted surface area to the conditi accordance with 19.15.29.13 NMAC including notification to the OCD	ease notifications and perform corrective actions for releases which -141 report by the OCD does not relieve the operator of liability ate contamination that pose a threat to groundwater, surface water, 141 report does not relieve the operator of responsibility for s. The responsible party acknowledges they must substantially ions that existed prior to the release or their final land use in	
Printed Name: <u>Shammy Dennis</u>	Title: <u>Administrative Support</u>	
Signature: <u>Shammy Dennís</u>	Date: <u>6/1/2021</u>	
email: <u>_sdennis@stratanm.com</u>	Telephone: <u>575-622-1127 ext. 13</u>	
OCD Only		
Received by:Chad Hensley	Date:09/24/2021	
Closure approval by the OCD does not relieve the responsible party of li remediate contamination that poses a threat to groundwater, surface wate party of compliance with any other federal, state, or local laws and/or re	r, human health, or the environment nor does not relieve the responsible	
Closure Approved by:	Date: <u>09/24/2021</u>	
Printed Name: <u>Chad Hensley</u>	Title: <u>Environmental Specialist Advanced</u>	



# Appendix B

Site Map

Received by OCD: 9/24/2021 11:08:01

(32.31065,-103.64864)

Legend<sup>Page 9 of 17</sup>
Treated Area

Cuervo Fedral #2 (32,31065, -103.64864)



## Appendix C

Photographic Documentation



## SITE PHOTOGRAPHS STRATA PRODUCTION COMPANY

CUERVO FED #2

#### **Pre-Treatment**



Crude oil tank with leak on manhole cover.



Release by heater treater covered with sand.



Release by heater treater, scraped top layer by previous slide to show extent of release.



Release by sales line.





Full view of tank battery.



Repair to crude oil tank with duct tape. Release by repair.



First minor scrapping just outside of guard rails of wellhead.



More extensive scrapping of top layer by well-head.





Further scraping to show depth of release.



Full view of wellhead. Scrapings show extent of release.

#### Post Treatment







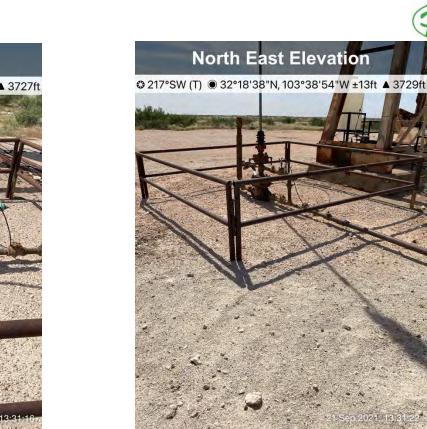


0 Sep 202

SW









21 Sep 202

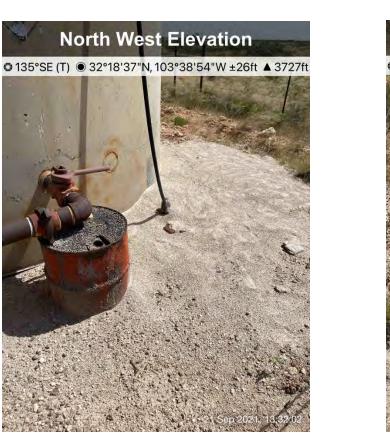


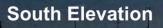
 South Elevation

 ③ 6°N (T)
 ③ 32°18'37"N, 103°38'53"W ±16ft ▲ 3727ft



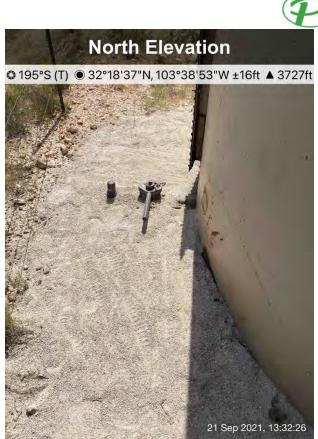
Released to Imaging: 9/24/2021 11:48:53 AM





© 8°N (T) ● 32°18'37"N, 103°38'53"W ±13ft ▲ 3728ft





# North West Elevation

© 130°SE (T) ● 32°18'38"N, 103°38'53"W ±13ft ▲ 3727ft



District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 Fax: (505) 476-3462

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

CONDITIONS

Operator:	OGRID:
Pima Environmental Services, LLC	329999
1601 N. Turner	Action Number:
Hobbs, NM 88240	51761
	Action Type:
	[C-141] Release Corrective Action (C-141)

#### CONDITIONS

Created By	Condition	Condition Date
chensley	None	9/24/2021

CONDITIONS

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Action 51761