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

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

QUESTIONS

Action 97988

QUESTIONS

Operator:	OGRID:
ARMSTRONG ENERGY CORP	1092
P.O. Box 1973	Action Number:
Roswell, NM 88202	97988
	Action Type:
	[] Notification of Legacy Release (NOR-LR)

QUESTIONS

Nature and Volume of Polesco

Location of Release Source		
Please answer all of the questions in this group.		
Site Name	West Pearl Queen	
Date Release Discovered	06/13/2018	
Surface Owner	State	

Incident Details		
Please answer all of the questions in this group.		
Incident Type	Other	
Did this release result in a fire or is the result of a fire	No	
Has this release reached or does it have a reasonable probability of reaching a watercourse	No	
Has this release endangered or does it have a reasonable probability of endangering public health	No	
Has this release substantially damaged or will it substantially damage property or the environment	No	
Is this release of a volume that is or may with reasonable probability be detrimental to fresh water	No	

Nature and Volume of Release	
Material(s) released, please answer all that apply below. Any calculations or specific justifications	for the volumes provided should be attached to the follow-up C-141 submission.
Crude Oil Released (bbls) Details	Cause: Other Unknown Crude Oil Released: 0 BBL (Unknown Released Amount) Recovered: 0 BBL Lost: 0 BBL]
Produced Water Released (bbls) Details	Cause: Other Unknown Produced Water Released: 0 BBL (Unknown Released Amount) Recovered: 0 BBL Lost: 0 BBL]
Is the concentration of dissolved chloride in the produced water >10,000 mg/l	Yes
Condensate Released (bbls) Details	Not answered.
Natural Gas Vented (Mcf) Details	Not answered.
Natural Gas Flared (Mcf) Details	Not answered.
Other Released Details	Not answered.
Are there additional details for the questions above (i.e. any answer containing Other, Specify, Unknown, and/or Fire, or any negative lost amounts)	This is an update to your conditions from previous incident application: The depth to groundwater has been defined. As stated in the report submitted in February of 2022; HRL installed four additional monitoring wells in the late summer of 2021. The wells were drilled an average of 400 feet from the center of the site to determine if groundwater was present at depths less than 50 feet. The wells were drilled to a depth of 55 feet and completed with 5-foot screens. Boring logs from each location indicated the holes were dry to 50 feet. Saturated soil conditions were encountered at a depth of approximately 52 feet. This being the case, AEC requested a less stringent cleanup standard (Table 1 >50 < 100 feet). The site itself has been fully characterized. The figures, tables and attachments included with the February 2022 report depict this. There is no evidence of a plume of contamination at the site Any contamination observed was localized to areas adjacent to the remaining contamination west of the pit. The sump area meets Table 1 standards. Thus, no further action is needed in this area. What AEC needs clarification on is: If groundwater is greater than 50 feet can the less stringent cleanup standard be applied to the site in the remaining area that needs to be remediated.

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QUESTIONS, Page 2

Action 97988

QUESTIONS (continued)

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QUESTIONS

Nature and Volume of Release (continued)		
Is this a gas only submission (i.e. only significant Mcf values reported)	No, according to supplied volumes this does not appear to be a "gas only" report.	
Was this a major release as defined by 19.15.29.7(A) NMAC	Yes, major release.	
Reasons why this would be considered a submission for a notification of a major release	Unauthorized release of an unknown volume (TBD), excluding gases, of 25 barrels or more	
If YES, was immediate notice given to the OCD, by whom	No, this was a historical spill that was acquired	
If YES, was immediate notice given to the OCD, to whom	Not answered.	
If YES, was immediate notice given to the OCD, when	Not answered.	
If YES, was immediate notice given to the OCD, by what means (phone, email, etc.)	Not answered.	
With the implementation of the 19.15.27 NMAC (05/25/2021), venting and/or flaring of natural gas (i.e. gas only) are to be submitted on the C-129 form.		

Initial Response		
The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury.		
The source of the release has been stopped	True	
The impacted area has been secured to protect human health and the environment	True	
Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices	True	
All free liquids and recoverable materials have been removed and managed appropriately	True	
If all the actions described above have not been undertaken, explain why	Not answered.	

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 prepare and attach a narrative of actions to date in the follow-up C-141 submission. 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 prepare and attach all information needed for closure evaluation in the follow-up C-141 submission.

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ACKNOWLEDGMENTS

Action 97988

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ACKNOWLEDGMENTS

✓	I acknowledge that I am authorized to submit notification of a releases on behalf of my operator.
V	I acknowledge that upon submitting this application, I will be creating a new incident file (assigned to my operator) to track the notification(s) and corrective action(s) for a release, pursuant to NMAC 19.15.29.
V	I acknowledge that creating a new incident file will require my operator to file subsequent submission(s) of form "C-141, Application for administrative approval of a release notification and corrective action", pursuant to NMAC 19.15.29.
V	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.
V	I acknowledge the fact that 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.
V	I acknowledge the fact that, 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.

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CONDITIONS

Action 97988

CONDITIONS

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CONDITIONS

Created By	Condition	Condition Date
sdutton	When submitting future reports regarding this release, please submit the calculations used or specific justification for the volumes reported on the initial C-141.	4/12/2022