District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources Department

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

Incident ID	
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party: San Juan Resources	OGRID: 20208		
Contact Name: Arleen Smith	Contact Telephone: 505-327-4892		
Contact email: arleen@walsheng.net	Incident # (assigned by OCD) nAPP2302456413		
Contact mailing address: 332 Road 3100, Aztec, NM 87410			

Location of Release Source

Latitude 36.3420448

Longitude <u>-107.1728363</u> (NAD 83 in decimal degrees to 5 decimal places)

Site Name CLARK 11	Site Type:
Date Release Discovered: 01/24/2023	API# (if applicable) 30-039-23631

Unit Letter	Section	Township	Range	County
H	05	24N	03W	Rio Arriba

Surface Owner: State Federal Tribal Private (Name:______

Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below) Crude Oil Volume Released (bbls) 96.84 Volume Recovered (bbls) Produced Water Volume Released (bbls) 116 Volume Recovered (bbls) 116 Is the concentration of dissolved chloride in the Yes No produced water >10,000 mg/l? 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: Hole in bottom of the tank ļ

eceived by OCD: 4/19/20 form C-141	023 10:52:00 AM State of N	ew Mexico		Page 2
		tion Division	Incident ID	
ige 2	On Conserva		District RP	
			Facility ID	
			Application ID	
Was this a major release as defined by 19.15.29.7(A) NMAC?		s) does the responsible parts of volume of 96.84 barrels	v consider this a major release?	
🛛 Yes 🗌 No				
		By whom? To whom? Whe R) was submitted to NMOC	n and by what means (phone, email, etc)? D and accepted at 3:41pm.	·
		Initial Respons	0	
The responsible	e party must undertake the follow	-	c y could create a safety hazard that would result in injury	
The source of the rele				
	-	iuman health and the environ		
			bent pads, or other containment devices.	
	coverable materials have 1 above have <u>not</u> been und	been removed and managed	appropriately.	
has begun, please attach a	a narrative of actions to d	ate. If remedial efforts hav	immediately after discovery of a release. If reme e been successfully completed or if the release of h all information needed for closure evaluation.	ediation occurred
regulations all operators are a public health or the environn failed to adequately investiga	required to report and/or file nent. The acceptance of a C- ate and remediate contaminat	certain release notifications and 141 report by the OCD does no ion that pose a threat to ground	nowledge and understand that pursuant to OCD rules a l perform corrective actions for releases which may end t relieve the operator of liability should their operation water, surface water, human health or the environment y for compliance with any other federal, state, or local	danger is have :. In
Printed Name: <u>Arleen S</u>	Smith	Title: <u>Regulatory Mar</u>	ager	
Signature:		Date:	<u>1/27/2023</u>	
mail: <u>arleen@walshen</u>	g.net	Telephon	e: <u>505-327-4892</u>	
<u>۸</u>				
OCD Only				
Received by:		Date:		
3				

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Page 3

Oil Conservation Division

	Page 3 of 19
Incident ID	NAPP2302456413
District RP	
Facility ID	
Application ID	

Site Assessment/Characterization

This information must be provided to the appropriate district office no later than 90 days after the release discovery date.

What is the shallowest depth to groundwater beneath the area affected by the release?	(ft bgs)
Did this release impact groundwater or surface water?	🗌 Yes 🛛 No
Are the lateral extents of the release within 300 feet of a continuously flowing watercourse or any other significant watercourse?	🗌 Yes 🛛 No
Are the lateral extents of the release within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark)?	🗌 Yes 🔀 No
Are the lateral extents of the release within 300 feet of an occupied permanent residence, school, hospital, institution, or church?	🗌 Yes 🛛 No
Are the lateral extents of the release within 500 horizontal feet of a spring or a private domestic fresh water well used by less than five households for domestic or stock watering purposes?	🗌 Yes 🛛 No
Are the lateral extents of the release within 1000 feet of any other fresh water well or spring?	🗌 Yes 🛛 No
Are the lateral extents of the release within incorporated municipal boundaries or within a defined municipal fresh water well field?	🗌 Yes 🛛 No
Are the lateral extents of the release within 300 feet of a wetland?	🗌 Yes 🛛 No
Are the lateral extents of the release overlying a subsurface mine?	🗌 Yes 🛛 No
Are the lateral extents of the release overlying an unstable area such as karst geology?	🗌 Yes 🛛 No
Are the lateral extents of the release within a 100-year floodplain?	🗌 Yes 🛛 No
Did the release impact areas not on an exploration, development, production, or storage site?	🗌 Yes 🖾 No

Attach a comprehensive report (electronic submittals in .pdf format are preferred) demonstrating the lateral and vertical extents of soil contamination associated with the release have been determined. Refer to 19.15.29.11 NMAC for specifics.

 Scaled site map showing impacted area, surface features, subsurface features, delineation points, and monitoring wells. Field data Data table of soil contaminant concentration data Depth to water determination 	Characterization Report Checklist: Each of the for	llowing items must be included in the report.
 Determination of water sources and significant watercourses within ½-mile of the lateral extents of the release Boring or excavation logs Photographs including date and GIS information Topographic/Aerial maps Laboratory data including chain of custody 	 Field data Data table of soil contaminant concentration data Depth to water determination Determination of water sources and significant wa Boring or excavation logs Photographs including date and GIS information Topographic/Aerial maps 	

If the site characterization report does not include completed efforts at remediation of the release, the report must include a proposed remediation plan. That plan must include the estimated volume of material to be remediated, the proposed remediation technique, proposed sampling plan and methods, anticipated timelines for beginning and completing the remediation. The closure criteria for a release are contained in Table 1 of 19.15.29.12 NMAC, however, use of the table is modified by site- and release-specific parameters.

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<i>Received by OCD: 4/19/2023 10:</i> Form C-141	52:00 AM State of N	ew Mexico		Page 4 of 19
			Incident ID	NAPP2302456413
Page 4	Oil Conserva	tion Division	District RP	
			Facility ID	
			Application ID	
I hereby certify that the information g regulations all operators are required public health or the environment. Th failed to adequately investigate and re addition, OCD acceptance of a C-141 and/or regulations.	to report and/or file of the acceptance of a C-1 emediate contaminati l report does not relie	ertain release notifications and perfor 41 report by the OCD does not reliev on that pose a threat to groundwater, s ve the operator of responsibility for c	m corrective actions for release e the operator of liability shoul surface water, human health or ompliance with any other feder	es which may endanger d their operations have the environment. In
Printed Name: _Arleen Smith		_ Title: _Regulatory Manager		
Signature:		Date:		
email: _arleen@walsheng.net		Telephone:505-3	27-4892	
OCD Only				
Received by: Jocelyn Hari	imon	Data	04/19/2023	
		Date:		
			**	
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Released to Imaging: 5/3/2023 1	2:32:52 PM			

Received by OCD: 4/19/2023	0:52:00 AM				Page 5 of 19
Form C-141	State of Ne			Incident ID	NAPP2302456413
Page 5	Oil Conservat	ion Division		District RP	
				Facility ID	
				Application ID	
]	Remediation	ı Plan		
Remediation Plan Checklist:	Each of the following	items must be included	l in the plan.		
 Detailed description of prop Scaled sitemap with GPS co Estimated volume of materia Closure criteria is to Table 1 Proposed schedule for remeasure 	ordinates showing deli al to be remediated specifications subject	ineation points to 19.15.29.12(C)(4) N		OCD approval is req	uired)
Deferral Requests Only: Each	of the following items	s must be confirmed as	part of any req	uest for deferral of re	mediation.
Contamination must be in an deconstruction.	eas immediately under	or around production	equipment where	e remediation could ca	use a major facility
Extents of contamination ma	ist be fully delineated.				
Contamination does not cause	se an imminent risk to	human health, the envi	ronment, or grou	indwater.	
I hereby certify that the informat rules and regulations all operator which may endanger public heal liability should their operations I surface water, human health or t responsibility for compliance wi	rs are required to report th or the environment. have failed to adequate he environment. In add	t and/or file certain rele The acceptance of a C ly investigate and reme dition, OCD acceptanc	ease notifications -141 report by the diate contamina e of a C-141 repo	s and perform correcti he OCD does not relie tion that pose a threat	ve actions for releases ve the operator of to groundwater,
Printed Name: <u>Arleen Sm</u>	ith	Title:	Regulatory Man	lager	
Signature: <u>Allens</u> n	wh	Date:	4/19/23		
email:arleen@wal	sheng.net	Te	lephone:5	05-327-4892	
OCD Only					
Received by: <u>Jocelyn</u>	Harimon	Date:	04/19/2023		
Approved App	roved with Attached C See text box			d 🗌 Deferr	al Approved
Signature: Nelson Ve	lez ŀ	Date:	05/03/2023		
<u> </u>					
Operator submitted majority following;	of conditions stated	in email dated 04/19)/2023 toward	a time extension re	quest, but lack the
1. Provide the lateral extents	of the release if with	nin 300 feet of a wet	and		

2. Provide the lateral extents of the release if overlying a subsurface mine

3. Provide a scaled site map showing impacted area, surface features, subsurface features, delineation points, and monitoring wells if applicable

4. Determination of water sources and significant watercourses within ½-mile of the lateral extents of the release

5. Photographs associated with the release that *includes date/time and/or GIS information for the photographs collected*

Operator must submit missing items noted within its final closure report by remediation deadline: 05/24/2023.



WALSHI 🛚

ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting Lease Management Contract Pumping

η,

332 RD 3100 Aztec, New Mexico 87410 (505) 327-4892 • Fax: (505) 327-9834

New Mexico Oil Conservation Division (NMOCD) 1000 Rio Brazos Road, Aztec, New Mexico 87410 Attn: Nelson Velez, Environmental Specialist-Adv

Re: Clark #11 Release - Remediation Plan

API# 30-039-23631 H-05-24N-03W 1865'FNL, 550'FEL Rio Arriba County, NM 36.3420448, -107.1728363

On Tuesday, January 24, 2023, Walsh Engineering on behalf of San Juan Resources, Inc discovered a release of 96 bbls of crude oil. There was a hole in bottom of the tank, releasing crude oil under and around the tank. The action taken by Walsh Engineering on behalf of San Juan Resources has been the tank removal. The contaminated soil will be dug up and hauled to Envirotech Landfarm. The contaminated soil will be replaced with BLM approved clean soil. The tank will be replaced after all the contaminated soil has been removed and replaced with clean soil.

Proposed Sampling Plan

Based on the sitting criteria of the release, Walsh Engineering on behalf of San Juan Resources, Inc will sample all constituents in accordance with 19.1529.12 NMAC, Table 1.

10 milligrams per kilogram (mg/kg) benzene 50 mg/kg total benzene, BTEX 100 mg/kg TPH (the total sum of gasoline range organics, diesel range organics and motor oil range organics); and 600 mg/kg chloride

Soil sample will be submitted to Envirotech Inc, New Mexico for analysis of BTEX by EPA Method 8021, TPH by EPA Method 8015, and Chloride by EPA Method 300.0. Samples will be submitted under standard chain-of-custody procedure and analyzed within a three-day turnaround time. Prior to any soil sampling, a 48-hour notification will be provided to NMCOD and BLM.

CLARK # 11 30-039-23631 SITING CRITERIA - 0.5 Miles



CLARK # 11 SITING CRITERIA - 300'



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relate Streen Commission	Wat	ter (Sol	um	n/	A۱	/er	age	Dept	th to	Water
(A CLW##### in the POD suffix indicates the POD has been replaced & no longer serves a water right file.)	(R=POD replaced, O=orpha C=the fil- closed)	ned,		urters are			E 3=SW argest)	,	3 UTM in mete	rs)	(In feet)
		POD Sub-		0.00							
POD Number	Code	basin C		QQQ 64 16 4		Tws	Rno	X	Y	DenthWellD	Wate epthWater Colun
SJ 02217		SJ		2 2 2		24N		305069	4024489* 🌍		120 4
									Average Depth	to Water:	120 feet
									Minim	um Depth:	120 feet
									Maxim	um Depth:	120 feet
Record Count: 1											
PLSS Search:											
Section(s): 5		Township:	24N	Rang	e: 031	V					
UTM location was derived f	rom PLSS -	see Help									

4/18/23 12:41 PM

WATER COLUMN/ AVERAGE DEPTH TO WATER

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The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

4/18/23 12:42 PM

WATER COLUMN/ AVERAGE DEPTH TO WATER

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The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

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WATER COLUMN/ AVERAGE DEPTH TO WATER



National Flood Hazard Layer FIRMette

250

500

1.000

1,500

2,000



Legend

regulatory purposes.



Clark 11

4' spill around the 20 ft oil tank 4" deep





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eased to Imaging: 5/3/2023 12:32:52 PM



sed to Imaging: 5/3/2023 12:32:52 PM

Received by OCD: 4/19/2023 10:52:00 AM





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: 0	OGRID:
SAN JUAN RESOURCES, INC.	20208
1499 Blake St, #10C	Action Number:
Denver, CO 80202	209015
	Action Type:
	[C-141] Release Corrective Action (C-141)

CONDITIONS

Created By	Condition	Condition Date
nvelez	Operator submitted majority of conditions stated in email dated 04/19/2023 toward a time extension request, but lack the following; 1. Provide the lateral extents of the release if within 300 feet of a wetland 2. Provide the lateral extents of the release if overlying a subsurface mine 3. Provide a scaled site map showing impacted area, surface features, subsurface features, delineation points, and monitoring wells if applicable 4. Determination of water sources and significant watercourses within ½-mile of the lateral extents of the release 5. Photographs associated with the release that includes date/time and/or GIS information for the photographs collected Operator must submit missing items noted within its final closure report by remediation deadline: 05/24/2023.	5/3/2023

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Action 209015