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 ICT9H-190908-C-1410

Responsible Party

Responsible Party: WPX Energy Permian, LLC	OGRID: 246289	
Contact Name: Deborah Watson	Contact Telephone: 575-885-7561	
Contact email: deborah.watson@wpxenergy.com	Incident # 2RP-5511	
Contact mailing address: 5315 Buena Vista Drive, Carlsbad, NM 88220		

Location of Release Source

Latitude 32.02090 Longitude -103.97548 (NAD 83 in decimal degrees to 5 decimal places)

Site Name: East Pecos Federal 22 #009H	Site Type: Well Pad
Date of Release: June 9, 2019 @ 10:00 PM	API# (if applicable) 30-015-43349

Unit Letter	Section	Township	Range	County
М	22	268	29E	Eddy

Surface Owner: State Federal Tribal Private (Name: Ross Ranch)

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)	Volume Recovered (bbls)
Produced Water	Volume Released (bbls) 130	Volume Recovered (bbls) 130
	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

The line that connects tanks to transfer pump broke releasing produced water into lined secondary containment where it mixed with rainwater from storm event. All fluids were contained within lined secondary containment.

Form C-141 Page 3 State of New Mexico Oil Conservation Division

Incident ID	
District RP	
Facility ID	
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.

<u>Closure Report Attachment Checklist</u>: Each of the following items must be included in the closure report.

A scaled site and sampling diagram as described in 19.15.29.11 NMAC

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) Liner Inspection

Laboratory analyses of final sampling (Note: appropriate ODC District office must be notified 2 days prior to final sampling) N/A

Description of remediation activities

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. The responsible party acknowledges they must substantially restore, reclaim, and re-vegetate the impacted surface area to the conditions that existed prior to the release or their final land use in accordance with 19.15.29.13 NMAC including notification to the OCD when reclamation and re-vegetation are complete.

Printed Name: Deborah Watson

Debrah Water

Signature:

email: deborah.watson@wpxenergy.com

Title: HSE Specialist

Date: September 8, 2019 Telephone: 575-885-7561

OCD Only

Received by:

Date:

Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.

Closure Approved by:	Date:
Printed Name:	Title:



P.O. Box 1708 • Artesia, NM 88211 www.hrlcomp.com

September 7, 2019

Deborah Watson Environmental Specialist - Permian Basin 5315 Buena Vista Dr. Carlsbad, NM 88220

Closure Report East Pecos Federal 22 #009H 2RP-5511 API #: 30-015-43349 Eddy County, New Mexico

Mrs. Watson:

This report presents the methods and results of the site evaluation and liner inspection conducted at East Pecos Federal 22 #009H on August 21, 2019. The objective of the site evaluation was to determine if there were any impacts outside of the tank battery secondary containment as a result of the produced water release that occurred on June 9, 2019. The objective of the liner inspection was to demonstrate the liner integrity and verify that it remained intact and had the ability to contain the release in question. This report is also intended to serve as a final closure report to obtain approval from New Mexico Oil Conservation Division (NM OCD) for closure of the release.

Table 1	Release	Summary
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Site Name		East Pecos Federal 22 #009H		
Location	Lat.	Long.	Unit Letter, Section, Township, Range	
	32.02092°	-103.97464°	Unit Letter M, Section 22, Township 26S, Range 29E	
District RP	2RP-5511	2RP-5511		
Estimated Date of Release	6/9/2019	6/9/2019		
Date Reported	6/12/2019	6/12/2019		
Reported By	Deborah Wa	Deborah Watson		
Reported To	NMOCD	NMOCD		
Surface Owner	Private: Ros	Private: Ross Ranch		
Cause of Release		The line that connects tanks to transfer pump broke releasing produced water into lined secondary containment		
Released Material	Produced W	Produced Water		
Volume Release	130 bbls	130 bbls		
Volume Recovered	130 bbls	130 bbls		
Net Release	0 bbls	0 bbls		



1.0 Initial Response & Notification

A 130 bbl produced water release occurred on June 9, 2019 at the East Pecos Federal 22 #009H well site. The release was caused by a line failure within the secondary containment. Mike Bratcher of NMOCD was notified of the release by Deborah Watson on June 12, 2019 via phone call. All released fluids were contained within the lined secondary containment. A vacuum truck removed all standing liquids from within the secondary containment.

2.0 Liner Inspection and Verification

Following NMOCD notification attached as Appendix B, the liner was visually inspected for cracks, tears, cuts, and other signs of damage to verify that the liner remained intact and had the ability to contain the release, as required by Subparagraph (a) of Paragraph (5) of Subsection A of 19.15.29.11 NMAC. HRL conducted the liner inspection on August 21, 2019 at approximately 10:00 A.M.

The steel framed secondary containment at the East Pecos Federal 22 #009H Production Facility consists of a polyurea spray-in-liner. The liner that was investigated appeared to be in good condition and fully intact with no tears, cracks, or signs of damage. No structural deficiencies were identified throughout the containment foundation. Visual staining was not present on the well pad surface surrounding the secondary containment. Therefore the integrity of the containment was not compromised as a result of the release that occurred on June 9, 2019. All liner certification requirements outlined in Subsection A of 19.15.29.12 NMAC have been met. Photos of the liner and containment are included in Appendix C.

Soil samples were not collected at the East Pecos Federal 22 #009H following vacuum removal of the free-standing liquids because the spill was contained entirely within the lined secondary containment where there is no soil.

3.0 Summary

A release of 130 bbls of produced water was discovered on June 9, 2019 at the East Pecos Federal 22 #009H production facility. The release was caused by the line between the produced water tanks and the transfer pump breaking. All fluids were contained within the lined secondary containment and removed by a vacuum truck.

On August 21, 2019 HRL Compliance Solutions conducted a liner inspection to verify that no tears, cracks, or signs of damage were present in the liner. The liner was found to be fully intact and in good condition showing no visible signs of damage or deterioration. The liner requirements outlined in Subsection A of 19.15.29.12 NMAC were fully met. Due to the criteria outlined above, HRL recommends that Incident 2RP-5511 be closed.



If there are any questions regarding this report, please contact Kevin Smith at 575-616-7398 Ext. 435.

Prepared by: HRL Compliance Solutions, Inc.

Kein Sinth

Kevin Smith Environmental Scientist – Permian

Attachments:

Appendix A: C-141 Release Notification Appendix B: NMOCD Liner Inspection Notification Appendix C: Liner Inspection Photos



Appendix A: C-141 - Release Notification

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

Incident ID	NAB1918641109
District RP	2RP-5511
Facility ID	
Application ID	pAB1918640842

Release Notification

Responsible Party

Responsible Party: WPX Energy Permian, LLC	OGRID: 246289
Contact Name: Deborah Watson	Contact Telephone: 575-885-7561
Contact email: deborah.watson@wpxenergy.com	Incident # (assigned by OCD) NAB1918641109
Contact mailing address: 5315 Buena Vista Drive, Carlsbad, NM 88220	

Location of Release Source

Latitude 32.02090 Longitude -103.97548 (NAD 83 in decimal degrees to 5 decimal places)

Site Name: East Pecos Federal 22 #009H	Site Type: Well Pad
Date of Release: June 9, 2019 @ 10:00 PM	API# (if applicable) 30-015-43349

Unit Letter	Section	Township	Range	County
М	22	26S	29E	Eddy

Surface Owner: State Federal Tribal Private (Name: Ross Ranch)

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)	Volume Recovered (bbls)
Produced Water	Volume Released (bbls) 130	Volume Recovered (bbls) 130
	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

The line that connects tanks to transfer pump broke releasing produced water into lined secondary containment where it mixed with rainwater from storm event. All fluids were contained within lined secondary containment.

Incident ID	NAB1918641109
District RP	2RP-5511
Facility ID	
Application ID	pAB1918640842

	Application ID pAB1918040642
Was this a major release as defined by 19.15.29.7(A) NMAC? Yes No	If YES, for what reason(s) does the responsible party consider this a major release? Volume of release.
	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)? er (NMOCD) on Wednesday, June 12 at 7:05 AM via phone call. Follow-up email sent to Mike Bratcher and

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 not been undertaken, explain why:

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: Deborah Watson Title: Environmental Specialist

Debrah Water

Date: 06/21/2019

email: deborah.watson@wpxenergy.com

Telephone: 575-885-7561

OCD Only

Signature:

Received by: Amalia Bustamante

Date: 7/5/2019



Appendix B: NMOCD Liner Inspection Notification

From:	Kevin Smith		
To:	<u>"mike.bratcher@state.nm.us";</u>		
Cc:	<u>"deborah.watson@wpxenergy.com"; Lori O"Brien</u>		
Subject:	East Pecos Federal 22-9H Sampling Notification (2RP-5506, 2RP-5510, 2RP-5511)		
Date:	Monday, August 19, 2019 10:03:00 AM		
Attachments:	image007.png image008.png image009.png		

Good Morning,

This email serves as notification of confirmation sampling and liner inspection at the East Pecos Federal 22-9H for the spills that occurred on June 9 and June 10 (2RP-5506, 2RP-5510, 2RP-5511).

HRL Compliance Solutions will be on location Wednesday, August 21st, around 10 AM to begin collecting confirmation samples and to conduct a liner inspection.

If you have any questions, please contact me.

Thank you,

Kevin Smith | Environmental Scientist

HRL Compliance Solutions, Inc. P.O. Box 1708 | Artesia, NM 88211-1708 main 575.616.7398 | mobile 936.689.0078 Web | vCard | Map | f | in



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Appendix C: Liner Inspection Photos



Containment: South of Tanks





Containment: South of Tanks





Containment: North of Tanks





Containment: Southwest Corner





Containment: Southeast Corner



WPX Energy Permian, LLC |East Pecos Federal 22 #009H | 9/7/2019



Containment: East Wall





Outside Containment: North





Outside Containment: South

August 21, 2019



WPX Energy Permian, LLC |East Pecos Federal 22 #009H | 9/7/2019



Outside Containment: East





Outside Containment: East



WPX Energy Permian, LLC |East Pecos Federal 22 #009H | 9/7/2019