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**

Oil Conservation Division 1220 South St. Francis Dr. NM OIL CONSERVATION ARTESIA DISTRICT

Form C-141 Revised August 8, 2011

APR 0 6 2017
Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

RECEIVED

Santa Fe, NM 87303												
NOTE: OCD records indicate Release Notification and Corrective Action												
Linn Operating (OGRID 269324) as operator of record						OPERATOR			⊠ Ini	tial Report	П	Final Report
Black Mountain Operating, LLC 209324						Contact: John Wierzowiecki						
Address 500 Main St. Suite 500, Fort Worth, TX, 76102						Telephone No. (817) 529-9488						
Facility Name: Ryan #2						Facility Type: Gas Flow Line						
Surface Owner Mineral Owner						API No. 30-015-32582						
LOCATION OF RELEASE												
Unit Letter	Section	Township	Range	Feet from the	FNL		Feet from the	FEL		County		
	05	238	27E	990			990			Eddy		
	<u> </u>]		L								<u></u>
Latitude 32.338522 Longitude -104.212189												
NATURE OF RELEASE												
Type of Release: Gas Leak Source of Release: Pinhole leak in gas flow line						Volume of Release: 15 mcf Volume Recovered 0 mcf 3/20/2017 3/21/2017					mcf	
Was Immedia				3/20/2017 3/21/2017 1f YES, To Whom?								
Yes No Not Required												
By Whom?		Date and Hour										
Was a Watercourse Reached?						If YES, Volume Impacting the Watercourse.						
If a Watercourse was Impacted, Describe Fully.*												
Describe Cause of Problem and Remedial Action Taken.*												
No productio	n was seen	at sales meter	Lease o	perator determine	d cause	to be leak in g	gas flow line. One	e call w	as placed	and leak was	hand d	ug and
located. One	call came	back clear so e	xcavator	was used to remo-	ve soil to	prepare for	line repair. Line v	was rep	aired 3/31	/2017. Press	ure test	was
performed will line.	ith chart rec	corder. Line d	id not test	. Moving forward	i we wil) continue to	search for any oth	ier leak	s and get	an acceptable	pressu	re test of the
Describe Are	a Affected	and Cleanup /	Action Tal	ken.*			Callin Dail ann	1	:		a lamb l	bu Darin
				and disposed as n provided to NMO		an approved	iacility. Sou sam	ipies w	ili oe take	n at site of th	e ieak i	by Busui
Environmental and a subsequent report will be provided to NMOCD.												
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and												
regulations a	ll operators	hre required t	o report a	nd/or file certain r	elease n	otifications a	nd perform correc	tive act	tions for r	eleases which	may e	ndanger
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 Antiforment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability												
should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other												
		ws and/or regi		Junice of a C-141	report a	ocs not renev	e die operator or i	respons	ionity to.	-ompilation	, 141 ett.	, outst
	$\overline{1}$			recurrence in condition of the control of the condition of the condition of the condition and the condition of the condition		***************************************	OIL CON	SERV	ATIO	V DIVISION	NC	
Signature:						لا الأليب						
						Approved by Environment Specialist						
Printed Name: John Wierzowiecki						AL OLIVE TO THE STATE OF THE ST						
Title: Operations Manager						Approval Da	e:411011		Expiratio	n Date:	<u>H</u>	
E-mail Addr	ess: iohn.w	ierzowiecki@	blackmtn	.com		Conditions of	Approvat:				,	
						LOD	attach	hon		Attached	ı LJ	
Date: 4/3/1' Attach Addi		ets If Necess		817) 529-9488		_ NU	WIND	ILVI			_	

*OCD requests well remain shut-in until further notice. **

Operator/Responsible Party,

The OCD has received the form C-141 you provided on 4/6/17 regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number 3RP-4/1010 has been assigned. Please refer to this case number in all future correspondence.

It is the Division's obligation under both the Oil & Gas Act and Water Quality Act to provide for the protection of public health and the environment. Our regulations (19.15.29.11 NMAC) state the following,

The responsible person shall complete <u>division-approved corrective action</u> for releases that endanger public health or the environment. The responsible person shall address releases in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with 19.15.30 NMAC. [emphasis added]

Release characterization is the first phase of corrective action unless the release is ongoing or is of limited volume and all impacts can be immediately addressed. Proper and cost-effective remediation typically cannot occur without adequate characterization of the impacts of any release. Furthermore, the Division has the ability to impose reasonable conditions upon the efforts it oversees. As such, the Division is requiring a workplan for the characterization of impacts associated with this release be submitted to the OCD District 2 office in ARTESIA on or before 5/6/17. If and when the release characterization workplan is approved, there will be an associated deadline for submittal of the resultant investigation report. Modest extensions of time to these deadlines may be granted, but only with acceptable justification.

The goals of a characterization effort are: 1) determination of the lateral and vertical extents along with the magnitude of soil contamination. 2) determine if groundwater or surface waters have been impacted. 3) If groundwater or surface waters have been impacted, what are the extents and magnitude of that impact. 4) The characterization of any other adverse impacts that may have occurred (examples: impacts on vegetation, impacts on wildlife, air quality, loss of use of property, etc.). To meet these goals as quickly as possible, the following items must, at a minimum, be addressed in the release characterization workplan and subsequent reporting:

- Horizontal delineation of soil impacts in each of the four cardinal compass directions. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. This is not an exclusive list of potential contaminants. Analyzed parameters should be modified based on the nature of the released substance(s). Soil sampling must be both within the impacted area and beyond.
- Vertical delineation of soil impacts. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. As above, this is not an exclusive list of potential contaminants and can be modified. Vertical characterization samples should be taken at depth intervals no greater than five feet apart. Lithologic description of encountered soils must also be provided. At least ten vertical feet of soils with contaminant concentrations at or below these values must be demonstrated as existing above the water table.
- Nominal detection limits for field and laboratory analyses must be provided.
- Composite sampling is not generally allowed.
- Field screening and assessment techniques are acceptable (headspace, titration, EC [include algorithm for validation purposes], EM, etc.), but the sampling and assay procedures must be clearly defined. Copies of field notes are highly desirable. A statistically significant set of split samples must be submitted for confirmatory laboratory analysis, including the laterally farthest and vertically deepest sets of soil samples. Make sure there are at least two soil samples submitted

for laboratory analysis from each borehole or test pit (highest observed contamination and deepest depth investigated). Copies of the actual laboratory results must be provided including chain of custody documentation.

- •Probable depth to shallowest protectable groundwater and lateral distance to nearest surface water. If there is an estimate of groundwater depth, the information used to arrive at that estimate must be provided. If there is a reasonable assumption that the depth to protectable water is 50 feet or less, the responsible party should anticipate the need for at least one groundwater monitoring well to be installed in the area of likely maximum contamination.
- If groundwater contamination is encountered, an additional investigation workplan may be required to determine the extents of that contamination. Groundwater and/or surface water samples, if any, must be analyzed by a competent laboratory for volatile organic hydrocarbons (typically Method 8260 full list), total dissolved solids, pH, major anions and cations including chloride and sulfate, dissolved iron, and dissolved manganese. The investigation workplan must provide the groundwater sampling method(s) and sample handling protocols. To the fullest extent possible, aqueous analyses must be undertaken using nominal method detection limits. As with the soil analyses, copies of the actual laboratory results must be provided including chain of custody documentation.
- Accurately scaled and well-drafted site maps must be provided providing the location of borings, test pits, monitoring wells, potentially impacted areas, and significant surface features including roads and site infrastructure that might limit either the release characterization or remedial efforts. Field sketches may be included in subsequent reporting, but should not be considered stand-alone documentation of the site's layout. Digital photographic documentation of the location and fieldwork is recommended, especially if unusual circumstances are encountered.

Nothing herein should be interpreted to preclude emergency response actions or to imply immediate remediation by removal cannot proceed as warranted. Nonetheless, characterization of impacts and confirmation of the effectiveness of remedial efforts must still be provided to the OCD before any release incident will be closed.

Jim Griswold
OCD Environmental Bureau Chief
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Santa Fe, New Mexico 87505
505-476-3465
jim.griswold@state.nm.us