District 1

1625 N. French Dr., Hobbs, NM 88240

District II 1301 W Grand Ave , Artesia, NM 88210

District III 1000 Rio Brazos Rd, Aztec, NM 87410

## State of New Mexico **Energy Minerals and Natural Resources**

Department Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

July 21, 2008 For temporary pits, closed-loop sytems, and below-grade

Form C-144

For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office

tanks, submit to the appropriate NMOCD District Office.

## District IV 1220 S St Francis Dr , Santa Fe, NM 87505 Pit, Closed-Loop System, Below-Grade Tank, or Proposed Alternative Method Permit or Closure Plan Application Type of action: Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method X Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Modification to an existing permit Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop system, below-grade tank, or proposed alternative method Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances Operator: Burlington Resources Oil & Gas Company, LP OGRID#: 14538 Address: PO Box 4289, Farmington, NM 87499 Facility or well name: ZACHRY 49 API Number: 30-045-25610 OCD Permit Number O(SW/SE) Section: U/L or Qtr/Qtr: 34 29N 10W Township: Range: County: 36.4037344 ٥N **°W** NAD: **X** 1927 1983 Center of Proposed Design: Latitude: Longitude: 107.529768 Surface Owner: Federal State Tribal Trust or Indian Allotment Private Pit: Subsection F or G of 19 15 17 11 NMAC Drilling Workover Permanent Emergency Cavitation Thickness LLDPE HDPE PVC Other Lined Unlined Liner type mıl String-Reinforced Liner Seams Welded Subsection H of 19 15 17 11 NMAC Closed-loop System: Drilling a new well X Workover or Drilling (Applies to activities which require prior approval of a permit or Type of Operation notice of intent) Drying Pad Above Ground Steel Tanks Haul-off Bins Other Lined Unlined Thickness LLDPE HDPE Liner type mıl Liner Seams Welded Other Factory MAY 2011 Below-grade tank: Subsection I of 19 15 17 11 NMAC OIL CONS. DIV. DIST Type of fluid Volume bbl Tank Construction material Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off Visible sidewalls only Visible sidewalls and liner Other Liner Type Thickness HDPE PVC Other Alternative Method: Submittal of an exception request is required Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.



Fencing: Subsection D of 19 15 17 11 NMAC (Applies to permanent pit, temporary pits, and below-grade tanks)  Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hospital, institution or church)  Four foot height, four strands of barbed wire evenly spaced between one and four feet  Alternate. Please specify				
Netting: Subsection E of 19 15 17 11 NMAC (Applies to permanent pits and permanent open top tanks)  Screen Netting Other  Monthly inspections (If netting or screening is not physically feasible)				
Signs: Subsection C of 19 15.17 11 NMAC  12" X 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers  X Signed in compliance with 19 15 3 103 NMAC				
Administrative Approvals and Exceptions:  Justifications and/or demonstrations of equivalency are required Please refer to 19 15 17 NMAC for guidance  Please check a box if one or more of the following is requested, if not leave blank:  Administrative approval(s) Requests must be submitted to the appropriate division district of the Santa Fe Environmental Bureau office for consideration of approval  (Fencing/BGT Liner)  Exception(s) Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval				
Siting Criteria (regarding permitting). 19.15 17 10 NMAC  Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau Office for consideration of approval. Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying pads or above grade-tanks associated with a closed-loop system.				
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank.  - NM Office of the State Engineer - IWATERS database search; USGS; Data obtained from nearby wells	Yes	□No		
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other watercourse, lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).  - Topographic map; Visual inspection (certification) of the proposed site	Yes	□No		
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.	Yes	□No		
(Applies to temporary, emergency, or cavitation pits and below-grade tanks)  - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	□NA			
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.  (Applied to permanent pits)  - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐Yes ☐NA	No		
Within 500 horizonal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application.	Yes	□No		
- NM Office of the State Engineer - 1WATERS database search, Visual inspection (certification) of the proposed site.  Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended	Yes	□No		
<ul> <li>Written confirmation or verification from the municipality; Written approval obtained from the municipality</li> <li>Within 500 feet of a wetland.</li> <li>US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site</li> </ul>	Yes	□No		
Within the area overlying a subsurface mine.  - Written confirmation or verification or map from the NM EMNRD - Mining and Mineral Division	Yes	∐No □		
Within an unstable area.  - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	Yes	∐No		
Within a 100-year floodplain - FEMA map	Yes	No		

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Temporary Pits, Emergency Pits and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19 15.17 9 NMAC Instructions. Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.			
Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17 9 NMAC			
Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9			
Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19 15.17.10 NMAC			
Design Plan - based upon the appropriate requirements of 19 15.17.11 NMAC			
Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC			
Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of			
19.15.17.9 NMAC and 19.15.17.13 NMAC			
Previously Approved Design (attach copy of design)  API or Permit			
12			
Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19 15 17.9 NMAC			
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.  Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9			
Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19.15.17 10 NMAC			
Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC			
Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC			
Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15 17.9  NMAC and 19 15.17 13 NMAC			
Previously Approved Design (attach copy of design)  API			
Previously Approved Operating and Maintenance Plan API			
13			
Permanent Pits Permit Application Checklist: Subsection B of 19.15.17 9 NMAC			
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.			
Hydrogeologic Report - based upon the requirements of Paragraph (I) of Subsection B of 19.15 17.9 NMAC			
Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC			
Climatological Factors Assessment			
Certified Engineering Design Plans - based upon the appropriate requirements of 19 15.17.11 NMAC			
Dike Protection and Structural Integrity Design based upon the appropriate requirements of 19.15 17.11 NMAC			
Leak Detection Design - based upon the appropriate requirements of 19.15 17.11 NMAC			
Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15 17.11 NMAC			
Quality Control/Quality Assurance Construction and Installation Plan			
Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC			
Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC  Nuisance or Hazardous Odors, including H2S, Prevention Plan			
Emergency Response Plan			
Oil Field Waste Stream Characterization			
Monitoring and Inspection Plan			
Erosion Control Plan			
Closure Plan - based upon the appropriate requirements of Subsection C of 19 15.17 9 NMAC and 19 15.17 13 NMAC			
Proposed Closure: 19 15 17 13 NMAC			
Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.			
Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Closed-loop System Alternative			
Proposed Closure Method Waste Excavation and Removal			
Waste Removal (Closed-loop systems only)			
On-site Closure Method (only for temporary pits and closed-loop systems)			
In-place Burial On-site Trench			
Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)			
Waste Excavation and Removal Closure Plan Checklist: (19.15.17 13 NMAC) Instructions: Each of the following items must be attached to the closure plan.			
Please indicate, by a check mark in the box, that the documents are attached.  Protocols and Procedures - based upon the appropriate requirements of 19 15.17 13 NMAC			
Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC  Disposal Facility Name and Permit Number (for liquids, drilling fluids, and drill cuttings)			
Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC			
Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC			
Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17 13 NMAC			
Site Accommunity is an output and appropriate requirements of business of 17.17.17 13 1911/10			

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Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19 15 17 13 D NMAC) Instructions Please identify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if more than two facilities are required				
Disposal Facility Name	oosal Facility Permit#.			
	posal Facility Permit #.			
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and  Yes (If yes, please provide the information No				
Required for impacted areas which will not be used for future service and operations:  Soil Backfill and Cover Design Specification - based upon the appropriate requirements of Subsection H of 19 15.17.13 NMAC  Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19 15 17 13 NMAC  Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19 15.17 13 NMAC				
17				
Siting Criteria (Regarding on-site closure methods only: 19 15.17 10 NMAC Instructions. Each siting criteria requires a demonstration of compliance in the closure plan—Recommendations of acceptable source material are provided below—Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval—Justifications and/or demonstrations of equivalency are required—Please refer to 19 15 17 10 NMAC for guidance				
Ground water is less than 50 feet below the bottom of the buried waste		Yes No		
- NM Office of the State Engineer - IWATERS database search, USGS Data obtained	from nearby wells	N/A		
Ground water is between 50 and 100 feet below the bottom of the buried waste	+	Yes No		
- NM Office of the State Engineer - (WATERS database search, USGS, Data obtained	from nearby wells	∏N/A		
Ground water is more than 100 feet below the bottom of the buried waste		— □Yes □No		
- NM Office of the State Engineer - (WATERS database search, USGS, Data obtained	from nearby wells	N/A □		
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant v	vatercourse or lakebed, sinkhole, or playa lake	Yes No		
(measured from the ordinary high-water mark)  - Topographic map, Visual inspection (certification) of the proposed site				
Within 300 feet from a permanent residence, school, hospital, institution, or church in existe	nee at the time of initial application	∏Yes ∏No		
Visual inspection (certification) of the proposed site, Aerial photo, satellite image	nce at the time of initial application.			
Will fool and the first the state of the sta		∐Yes ∐No		
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than fiv purposes, or within 1000 horizontal fee of any other fresh water well or spring, in existence  - NM Office of the State Engineer - iWATERS database, Visual inspection (certification)	at the time of the initial application.			
Within incorporated municipal boundaries or within a defined municipal fresh water well fie pursuant to NMSA 1978, Section 3-27-3, as amended	ld covered under a municipal ordinance adopted	Yes No		
<ul> <li>Written confirmation or verification from the municipality, Written approval obtained</li> <li>Within 500 feet of a wetland</li> </ul>	from the municipality	Yes No		
- US Fish and Wildlife Wetland Identification map, Topographic map, Visual inspection	n (certification) of the proposed site			
Within the area overlying a subsurface mine		Yes No		
<ul> <li>Written confirantion or verification or map from the NM EMNRD-Mining and Mineral Within an unstable area.</li> </ul>	d Division			
<ul> <li>Engineering measures incorporated into the design, NM Bureau of Geology &amp; Mineral Topographic map</li> </ul>	Resources, USGS, NM Geological Society,	YesNo		
Within a 100-year floodplain - FEMA map		Yes No		
On-Site Closure Plan Checklist: (19 15.17 13 NMAC) Instructions: Each of the following items must bee attached to the closure plan. Please indicate,				
by a check mark in the box, that the documents are attached.  Siting Criteria Compliance Demonstrations - based upon the appropriate rec	unirements of 19.15.17.10 NMAC			
Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15 17 10 NMAC  Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19 15 17.13 NMAC				
Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19 15 17 11 NMAC				
Construction/Design Plan of Temporary Pit (for in place burial of a drying pad) - based upon the appropriate requirements of 19 15.17 11 NMAC				
Protocols and Procedures - based upon the appropriate requirements of 19 15 17 13 NMAC				
Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19 15 17 13 NMAC				
Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17 13 NMAC				
Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot be achieved)				
Soil Cover Design - based upon the appropriate requirements of Subsection H of 19 15 17 13 NMAC				
	Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19 15 17 13 NMAC			
Site Reclamation Plan - based upon the appropriate requirements of Subsect	ion G of 19 15 17 13 NMAC			

Form C-144

19 Operator Application Certification:				
I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief				
Name (Print) Title				
Signature Date				
e-mail address Telephone				
20 OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment) OCD Representative Signature: Approval Date: State OCD Permit Number:				
Closure Report (required within 60 days of closure completion): Subsection K of 19 15 17 13 NMAC Instructions Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed.  X Closure Completion Date: 2/24/2011				
22 Closure Method: Waste Excavation and Removal On-site Closure Method Alternative Closure Method X Waste Removal (Closed-loop systems only)				
If different from approved plan, please explain				
Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: Instructions: Please identify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.  Disposed Foodst Number - NM 01 0010 (NM 01 0010)				
Disposal Facility Name Envirotech / JFJ Landfarm % IEI Disposal Facility Permit Number NM-01-0011 / NM-01-0010B  Disposal Facility Name Basin Disposal Facility  Disposal Facility Permit Number NM-01-005				
Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations?				
Yes (If yes, please demonstrate compliane to the items below)  X No				
Required for impacted areas which will not be used for future service and operations:				
Site Reclamation (Photo Documentation)				
Soil Backfilling and Cover Installation  Re-vegetation Application Rates and Seeding Technique				
Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.  Proof of Closure Notice (surface owner and division)  Proof of Deed Notice (required for on-site closure)  Plot Plan (for on-site closures and temporary pits)				
Confirmation Sampling Analytical Results (if applicable)				
Waste Material Sampling Analytical Results (if applicable)  Disposal Facility Name and Permit Number				
Soil Backfilling and Cover Installation				
Re-vegetation Application Rates and Seeding Technique				
Site Reclamation (Photo Documentation)				
On-site Closure Location Latitude Longitude NAD 1927 1983				
Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure report is ture, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.				
Name (Print) CRYSTAL TAFOYA Title STAFF REGULATORY TECHNICIAN				
Signature Signature Date: 5 3 2011				
e-mail address <u>crystal tafoya@conocophillips.com</u> Telephone (505) 326-9837				