District I 1625 N French Dr , Hobbs, NM 88240 District II 1301 W Grand Avenue, 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. Santa Fe. NM 87505

Submit 2 Copies to appropriate

District Office in accordance with Rule 116 on back side of form

Form C-141

Revised October 10, 2003

#### **Release Notification and Corrective Action** 30-045-27765 **OPERATOR** Initial Report ☐ Final Report Name of Company ConocoPhillips Company Contact Shelly Cook-Cowden Address 3401 E. 30<sup>th</sup> St., Farmington, NM 87402 Telephone No. 505-324-5140 Facility Name State Com 31-8 Unit #2 Facility Type Gas well API 3004527765 Surface Owner State Mineral Owner State Lease No. LOCATION OF RELEASE Unit Letter East/West Line Section Township Feet from the North/South Line Feet from the Range County 08W 1225' SOUTH M WEST San Juan RCVD MAR 21'12 Latitude 36.92193 ° N Longitude-107.64999 ° W OIL CONS. DIV. NATURE OF RELEASE DIST. 3 Type of Release Produced Water Volume of Release. 22 BBL Volume Recovered. 50BBL Source of Release: Water Tank Date and Hour of Occurrence: Date and Hour of Discovery: 1/6/12 @ Unknown 2:00PM Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☐ No ☒ Not Required By Whom? Date and Hour Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully \* Describe Cause of Problem and Remedial Action Taken.\*Water tank leaked due to a hole in the tank which released ~ 22BBL. The area had additional storm water/melt/runoff that was also removed form the bermed area. The Well was shut in and the tank replaced Describe Area Affected and Cleanup Action Taken.\* All the fluid remained within the berm ~ 50BBL was recovered which included residual melt/runoff. Excavation and confirmation sampling occurred. Analytical results were below the regulatory standards set forth in the NMOCD Guidelines for Remediation of Leaks, Spills and Releases; therefore no further action is needed. 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 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 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 federal, state, or local laws and/or regulations. OIL CONSERVATION DIVISION Signature. Showy Cook - Cools Approved by District Supervisor: Printed Name: Shelly Cook-Cowden Title. Field Environmental Specialist Expiration Date: E-mail Address: Shelly.g.Cook-Cowden@ConocoPhillips.com Conditions of Approval: Attached

\* Attach Additional Sheets If Necessary

Phone: 505-324-5140

Date February 10, 2012

nJX1208154651



Animas Environmental Services, LLC

www.añimasenvironmental.com

624 E. Comanche Farmington, NM:87401 505-564-2281

> Durángo, Cólorado 970-403-3274

February 8, 2012

Shelly Cook-Cowden ConocoPhillips 3401 East 30<sup>th</sup> Street, Office #490 Farmington, NM 87402

RE: Release Assessment Report for the State Com 31-8 #2 San Juan County, New Mexico

Dear Ms. Cook-Cowden:

On January 31, 2012, Animas Environmental Services, LLC (AES) completed confirmation soil sampling associated with a 22.7 barrel (bbl) release of produced water from a 500 bbl storage tank at the State Com 31-8 #2, located in San Juan County, New Mexico. Note that ConocoPhillips (CoP) recovered a total of 50.6 bbls of water due to snow melt accumulation within the secondary containment area.

### 1.0 Site Information

#### 1.1 Location

Location - SW¼ SW¼, Section 2, T31N, R8W, San Juan County, New Mexico Latitude/Longitude - N36.92186 and W107.65080, respectively Surface Owner – State of New Mexico Figure 1 - Topographic Site Location Map Figure 2 - Sample Locations and Results, January 2012

### 1.2 NMOCD Ranking

Prior to site work, the New Mexico Oil Conservation Division (NMOCD) database was reviewed, and no records for the State Com 31-8 #2, or nearby well locations with similar surface elevations, were found to assist in determining NMOCD ranking. One report, dated March 8, 2004, for a produced water spill was reviewed, but no ranking information was included. Additionally, the New Mexico Office of the State Engineer (NMOSE) database was reviewed for nearby private domestic water wells, and no nearby water well records were located.

Once on-site, AES personnel assessed the NMOCD ranking criteria using topographical interpretation, Global Position System (GPS) elevation readings, and visual reconnaissance. Based on an elevation differential between the State Com 31-8 #2

(6,595 feet above mean sea level (amsl)) and the base of Negro Canyon (6,096 feet amsl), groundwater is estimated to be at least 500 feet below ground surface (bgs). Distance to the nearest surface water body, Negro Canyon (Navajo Reservoir), is approximately 3,000 feet southeast of the location. No domestic or private water sources were identified within 1,000 feet of the location. Therefore, the location was assigned an NMOCD ranking of zero.

#### 1.3 Release Assessment

AES was initially contacted by Shelly Cook-Cowden of CoP on January 30, 2012, and on January 31, 2012, Ross Kennemer of AES completed the confirmation soil sampling. No CoP representatives were on-site during the field work, which included collecting a 5-point composite sample of produced water impacted soil within the storage tank secondary containment area. Discrete sample locations, which were used to make the composite, are shown on Figure 2.

## 2.0 Soil Sampling

A de-contaminated stainless steel sampling trowel was used to collect five discrete soil samples from the surface of the impacted soil, and the soil samples were then thoroughly mixed within a sampling bag. One composite sample was collected from the combined sample volume and field-screened for volatile organic compounds (VOCs) and total petroleum hydrocarbon (TPH). Field-screening for VOC vapors was conducted with a photo-ionization detector (PID) organic vapor meter (OVM). The TPH sample was analyzed per USEPA Method 418.1 using a Buck Scientific Model HC-404 Total Hydrocarbon Analyzer Infrared Spectrometer (Buck). Soil sample results are presented below in Table 1, and sample locations are included on Figure 2.

Table 1. Soil OVM and TPH Field Screening Analytical Results State Com 31-8 #2 Release Assessment, January 2012

| Sample ID                | Date<br>Sampled<br>NMOCD A | Sample<br>Depth<br>(ft bgs)<br>ction Level | OVM<br>Reading<br>(ppm)<br>100 | Field<br>TPH<br>(mg/kg)<br>5,000 |  |
|--------------------------|----------------------------|--|--------------------------------|----------------------------------|--|
| C-1<br>5-Point Composite | 01/31/12                   | Surface                                    | 0.1                            | 209                              |  |

#### 3.0 Conclusions and Recommendations

AES completed confirmation soil sampling associated with an 22.7 bbl release of produced water from a 500 bbl storage tank at the State Com 31-8 #2 on January 31, 2012. Based on visual observations, the spill was fully contained within the secondary containment berm surrounding the three produced water storage tanks. Some standing water, which could be from snow melt, and water saturated soils were observed in the southern half of the secondary containment area.

VOC and TPH field-screening results were below applicable NMOCD action levels and indicate that there were no petroleum hydrocarbon impacts resulting from the produced water release. No additional soil sampling or mitigation activities are recommended.

If you have any questions about this report or site conditions, please do not hesitate to contact me at (505) 564-2281.

Sincerely,

Ross Kennemer Sr. Project Manager

Elizabeth McNally, PE

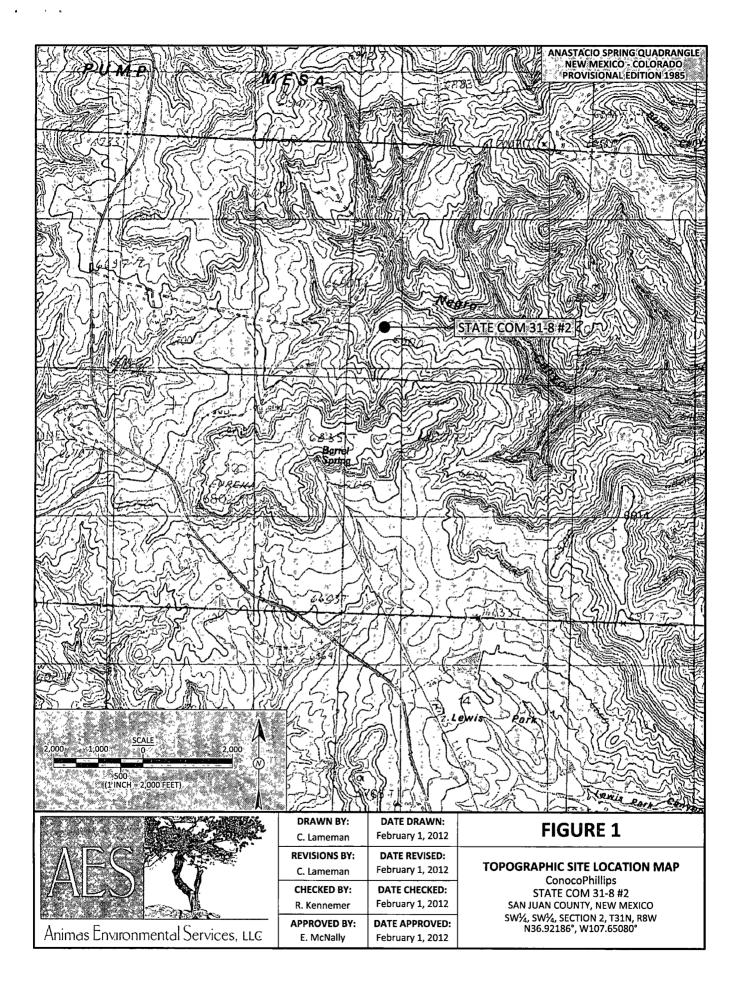
Attachments:

Figure 1. Topographic Site Location Map

Figure 2. Sample Locations and Results, January 2012

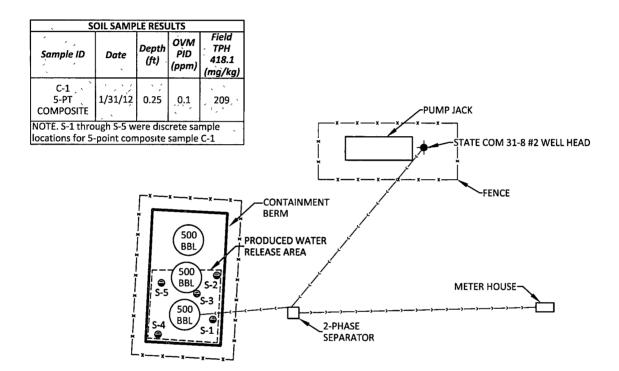
AES Field Screening Report State Com 31-8 #2 020212

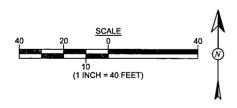
S:\Animas 2000\2012 Projects\Conoco Phillips\State Com 31-8 Unit #2\State Com 31-8 #2 Spill Assessment Report 020812.docx



LEGEND

SAMPLE LOCATIONS





|                                    | DRAWN BY:<br>C. Lameman     | DATE DRAWN:<br>February 1, 2012       | FIGURE 2   |  |  |  |
|------------------------------------|-----------------------------|---------------------------------------|--|--|--|--|
|                                    | REVISIONS BY:<br>C. Lameman | <b>DATE REVISED:</b> February 1, 2012 | SAMPLE LOCATIONS AND RESULTS JANUARY 2012                          |  |  |  |
|                                    | CHECKED BY:<br>R. Kennemer  | DATE CHECKED:<br>February 1, 2012     | ConocoPhillips<br>STATE COM 31-8 #2<br>SAN JUAN COUNTY, NEW MEXICO |  |  |  |
| Animas Environmental Services, LLC | APPROVED BY:<br>E McNally   | DATE APPROVED:<br>February 8, 2012    | SW¼, SW¼, SECTION 2, T31N, R8W<br>N36.92186°, W107.65080°          |  |  |  |

# **AES Field Screening Report**

AES

Animas Environmental Services, LLC

www.animasenvironmental.com

624 E. Comarche Farmington, NM 87401 505-564-2281

> Durango, Colorado 970-403-3274

Client: ConocoPhillips

Project Location: State Com 31-8 #2

Date: 2/2/2012

Matrix: Soil

| Sample ID           | Collection<br>Date | Time of<br>Sample<br>Collection | Sample Location   | OVM<br>(ppm) | Field<br>Chloride<br>(mg/kg) | Field TPH<br>Analysis Time | Field TPH*<br>(mg/kg) | TPH PQL<br>(mg/kg) | DF | TPH Analysts<br>Initials |
|---------------------|--------------------|---------------------------------|-------------------|--------------|------------------------------|----------------------------|-----------------------|--------------------|----|--------------------------|
|                     |                    |                                 | 5 pt composite on |              |                              | 2/2/2012 @                 |                       |                    |    |                          |
| C-1                 | 1/31/2012          | 15:15                           | surface           | 0.1          | NA                           | 12:36:00 PM                | 209                   | 20.0               | 1  | TCR                      |
|                     |                    |                                 |                   |              |                              |                            |                       |                    |    |                          |
|                     |                    | .,                              |                   |              |                              |                            |                       |                    |    |                          |
| · - · · · · · · · · |                    |                                 | -                 |              |                              |                            |                       |                    |    | <u> </u>                 |
|                     |                    |                                 |                   |              |                              |                            |                       |                    |    | <del> </del>             |
|                     |                    |                                 |                   |              |                              |                            |                       |                    |    |                          |
|                     |                    |                                 | :                 |              |                              |                            |                       |                    |    |                          |
|                     |                    |                                 |                   |              |                              |                            |                       |                    |    |                          |
|                     |                    |                                 |                   |              |                              |                            |                       |                    |    |                          |
|                     |                    |                                 |                   |              |                              |                            |                       |                    |    |                          |
|                     |                    |                                 |                   |              |                              |                            |                       |                    |    |                          |

PQL Practical Quantitation Limit

ND Not Detected at the Reporting Limit

DF Dilution Factor

NA Not Analyzed

\*Field TPH concentrations recorded may be below PQL.

Field Chloride - Quantab Chloride Titrators or Drop Count Titration with Silver

Nitrate

Total Petroleum Hydrocarbons - USEPA 418.1

Analyst:

Page 1

Report Finalized: 02/02/12