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

For drilling and production facilities, submit to appropriate NMOCD District Office. For downstream facilities, submit to Santa Fe office

Form C-144

June 1, 2004

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

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank cover WFS Type of action: Registration of a pit or below	ered by a "general plan"? Yes No No v-grade tank Closure of a pit or below-grade tank	✓					
Operator: MCELVAIN OIL AND GAS PROPERTIES IN Telephone:	e-mail address:	Nacional Control of the Control of t					
Address: PO BOX 2148 SANTA FE, NM_87504	o-man address.						
Facility or well name: PAYNE #002J API #: 30-045-	22962 U/L or Qtr/Qtr <u>E</u> SEC	12 T 29N R <u>12W</u>					
County: SAN JUAN Latitude 36.742		NAD: 1927 ✓ 1983 □					
Surface Owner: Federal ✓ State □ Private □ Indian □							
Pit Type: Drilling □ Production ☑ Disposal □	Below-grade tank Volume: bbl Type of fluid: Construction Material:						
Workover L Emergency L	Double-walled, with leak detection? Yes If not, ex	plain why not.					
Lined Unlined							
Liner Type: Synthetic Thickness mil Clay Fit Volume 77 bbl							
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	Less than 50 feet 50 feet or more, but less than 100 feet 100 feet or more	(20 points) (10 points) (0 points) <u>0</u>					
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	Yes No	(20 points) (0 points) <u>0</u>					
Distance to surface water: (Horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet 200 feet to 1,000 feet Greater than 1,000 feet	(20 points) (10 points) <u>0</u> (0 points)					
	Ranking Score (TOTAL POINTS):	<u>0</u>					
If this is a pit closure: (1)Attach a diagram of the facility showing the pit's relationsite box if your are burying in place) onsite ✓ offsite ☐ If offsite, name action taken including remediation start date and end date. (4)Groundwater encour and attach sample results. (5)Attach soil sample results and a diagram of sample lo	ntered: No 🗹 Yes 🗌 If yes, show depth below gr	eneral description of remedial					
Additional Comments: Meter: 34819 BCLVOCK DIST. 3							
I hereby certify that the information above is true and complete to the best of my k tank has been/will be constructed or closed according to NMOCD guidelines	nowledge and belief. I further certify that the above-describe a general permit of an (attached) alternative OC						
Date:	gnature MIZING, FOR WPS						
Your certification and NMOCD approval of this application/closure does not relie or otherwise endanger public health or the environment. Nor does it relieve the op regulations.	ve the operator of liablility should the contents of the pit or takerator of its responsibility for compliance with any other federator.	unk contaminate ground water eral, state, or local laws and/or					
Approval: ©FUTY CAL & GAS IMSPECTOR, DIST. 44	Henry Forth						

ADDENDUM TO OCD FORM C-144

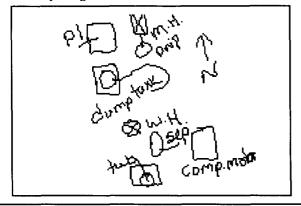
Operator: MCELVAIN OIL AND GAS PROPERTIES INC

Well Name: PAYNE #002J

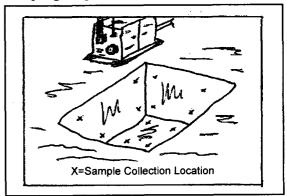
API 30-045-22962

Meter: 34819

Facility Diagram:



Sampling Diagram:



Pit Dimensions

Length 12 Ft.

Width 12 Ft.

Depth 3 Ft. **Location of Pit Center**

Latitude 36.74269

Longitude -108.05593

(NAD 1927)

Pit ID

348191

Pit Type

Other

Date Closure Started: 1/13/05

Closure Method:

Excavated, Blended, Treated Soil Returned

Date Closure Completed: 1/13/05

Bedrock Encountered?

Cubic Yards Excavated: 21

Vertical Extent of Equipment Reached?

Description Of Closure Action:

Contaminated soil was removed and treated then returned to the excavation following sampling of the walls and floor.

BEDROCK limited vertical excavation and/or prevented sampling. This condition limits deleterious environmental effects.

Pit Closure Sampling:

Sample ID

Sample Date

Head Space

BTEX Total (mg/kg)

Benzene (mg/kg)

TPH DRO

(mg/kg)

Purpose

Location

Depth

140815MAR04 3/15/04 ASSESS 220 540 Flr

143013JAN05 125 1/13/05 0.284 180 EX Confirm Walls See Risk Analysis 143513JAN05 1/13/05 210 716 550 EX Confirm Flr See Risk Analysis



Pace Analytical Services, Inc.

9608 Loiret Blvd. Lenexa, KS 66219

Phone: 913.599.5665 Fax: 913.599.1759

Lab Project Number: 6080621

Client Project ID: N.M. Pit Program

Lab Sample No: 606936334 Client Sample ID: 140815MAR04 Project Sample Number: 6080621-004

Matrix: Soil

Date Collected: 03/15/04 14:08 Date Received: 03/23/04 09:00

Cilent Sample ID: 140815MARU4 A	V								
Parameters	Results	Units	Report Limit	_DF	Analyze	d By	CAS No.	Qual	RegLmt
GC Semivolatiles									
Total Extractable Hydrocarbons	Prep/Method:	OA2 / OA2							
Mineral Spirits	ND	mg/kg	12.	1.2	03/27/04 03	:04 RMN1			•
Jet Fuel	ND	mg/kg	12.	1.2	03/27/04 03	04 RMN1			
Kerosene 🐇	ND	mg/kg	12.	1.2	03/27/04 03	:04 RMN1			
Diesel Fuel	ND	mg/kg	12.	1.2	03/27/04 03	:04 RMN1	68334-30-5		
Fuel 011	ND	mg/kg	12.	1.2	03/27/04 03	:04 RMN1	68334-30-5	•	
Motor 0il	540	mg/kg	12.	1.2	03/27/04 03	:04 RMN1	L	7	
n-Tetracosane (S)	111	*		1.0	03/27/04 03	:04 RMN1	646-31-1		
p-Terphenyl (S)	117	*		1.0	03/27/04 03	:04 RMN1	92-94-4		
Date Extracted	03/25/04		·		03/25/04				
Organics Prep									
Percent Moisture	Method: SM 2	540G							
Percent Moisture	16.8	%		1.0	03/25/04	DPB			
GC Volatiles					•	*			
Aromatic Volatile Organics	Prep/Method:	EPA 5030 M	edium Soil / E	PA 802	1				
Benzene	ND	ug/kg	6000	120	03/24/04 19	:49	71-43-2		
Ethylbenzene	20000	ug/kg	6000	120	03/24/04 19	:49	100-41-4		
Toluene	ND	ug/kg	6000	120	03/24/04 19	:49	108-88-3		
Xylene (Total)	200000	ug/kg	15000	120	03/24/04 19		1330-20-7		
a,a,a-Trifluorotoluene (S)	0	%			03/24/04 19		98-08-8	4,5	

Date: 03/31/04

Page: 4 of 24

REPORT OF LABORATORY ANALYSIS

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Pace Analytical Services, Inc.

9608 Loiret Blvd. Lenexa, KS 66219

Phone: 913.599.5665 Fax: 913.599.1759

Lab Project Number: 6091105

Client Project ID: N. Mex Pit Program

Lab Sample No: 607842192 Project Sample Number: 6091105-009 Date Collected: 01/13/05 14:35
Client Sample ID: 143513.1AN05 Matrix: Soil Date Received: 01/21/05 09:10

Client Sample ID: 143513JAN05				matri	X: 5011			Date Received	1: 01/2	11/05 03:10
Parameters	Results	Units	Report Limi	t DF	Analy	/zed	Ву	CAS No.	Qua1	RegLmt
GC Semivolatiles	-									
Total Extractable Hydrocarbons	Prep/Method:	OA2 / OA2								
Mineral Spirits	ND	mg/kg	13.	1.3	01/25/05	07:59	RMN1			
Jet Fuel	ND	mg/kg	13.	1.3	01/25/05	07:59	RMN1			
Kerosene	ND	mg/kg	13.	1.3	01/25/05	07:59	RMN1		-	
Diesel Fuel	ND	mg/kg	13.	1.3	01/25/05	07:59	RMN1	68334-30-5		
Fuel Oil	ND	mg/kg	13.	1.3	01/25/05	07:59	RMN1	68334-30-5		
Motor 0il	ND	mg/kg	13.	1.3	01/25/05	07:59	RMN1			
Total Petroleum Hydrocarbons	550	mg/kg	13.	1.3	01/25/05	07:59	RMN1		5	
n-Tetracosane (S)	104	x		1.0	01/25/05	07:59	RMN1	646-31-1		
p-Terphenyl (S)	103	X		1.0	01/25/05	07:59	RMN1	92-94-4		
Date Extracted	01/24/05			,	01/24/05					
Organics Prep										
Percent Moisture	Method: SM 2	540G								
Percent Moisture	22.6	*		1.0	01/25/05		ALJ1			
GC Volatiles										
Aromatic Volatile Organics	Prep/Method:	EPA 5030	Medium Soil /	EPA 802	1					
Benzene	ND	ug/kg	32000	646	01/25/05	18:10		71-43-2		
Ethylbenzene	46000	ug/kg	32000	646	01/25/05	18:10		100-41-4		
Toluene	220000	ug/kg	32000	646	01/25/05	18:10		108-88-3		
Xylene (Total)	450000	ug/kg	84000	646	01/25/05	18:10	*	1330-20-7		
a,a,a-Trifluorotoluene (S)	104	*		1.0	01/25/05	18:10		98-08-8	3	

Date: 01/27/05

Page: 8 of 32

REPORT OF LABORATORY ANALYSIS

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Pace Analytical Services, Inc.

Date Collected: 01/13/05 14:30

9608 Loiret Blvd. Lenexa, KS 66219

Phone: 913.599.5665 Fax: 913.599.1759

Lab Project Number: 6091105

Client Project ID: N. Mex Pit Program

Lab-Sample No: - -607842184 Project Sample Number: 6091105-008 Client Sample ID: 143013JAN05

Matrix: Soil Date Received: 01/21/05 09:10

Parameters	Results	Units	Report Limit	DΕ	Anal yzed	Bv	CAS No.	Oual	RegLmt
GC Semivolatiles	RESUITS	UIIILS	Keport Limit		Allatyzeu			Quai	Kegune
Total Extractable Hydrocarbons	Prep/Method:	0A2 / 0A2							
Mineral Spirits	ND	mg/kg	-11.	1.1	01/25/05 07:41	RMN1			
Jet Fuel	ND	mg/kg	11.	1.1	01/25/05 07:41	RMN1			
Kerosene	ND	mg/kg	11.	1.1	01/25/05 07:41	RMN1	•		
Diesel Fuel	ND	mg/kg	11.	1.1	01/25/05 07:41	RMN1	68334-30-5		
Fuel Oil	ND	mg/kg	11.	1.1	01/25/05 07:41	RMN1	68334-30-5		
Motor 0il	ND	mg/kg	11.		01/25/05 07:41				
Total Petroleum Hydrocarbons	180	mg/kg	11.	1.1	01/25/05 07:41	RMN1		6	
n-Tetracosane (S)	101	X		1.0	01/25/05 07:41	RMN1	646-31-1		
p-Terphenyl (S)	97	*		1.0	01/25/05 07:41	RMN1	92-94-4		
Date Extracted	01/24/05				01/24/05				
Organics Prep									
Percent Moisture	Method: SM 2	5406							
Percent Moisture	9.3	*		1.0	01/25/05	ALJ1			
GC Volatiles									
Aromatic Volatile Organics	Pren/Method·	FPA 5030 M	ledium Soil / EF	PA 802	1				
Benzene	ND	ug/kg	54.		01/24/05 22:01		71-43-2		
Ethylbenzene	54.	ug/kg	54.		01/24/05 22:01		100-41-4		
Toluene	ND	ug/kg	54.		01/24/05 22:01		108-88-3		
Xylene (Total)	230	ug/kg	140		01/24/05 22:01		1330-20-7		
a,a,a-Trifluorotoluene (S)	86	%	2.0		01/24/05 22:01		98-08-8		

Date: 01/27/05

Page: 7 of 32

REPORT OF LABORATORY ANALYSIS

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188 CR 4900 Bloomfield, NM 87413

Pit Closure and Retirement Addendum- Risk Assessment

This site is located in the NMOCD / USBLM defined "Non Vulnerable Area". These agencies have predetermined that historical use of unlined pits in this area have limited potential to adversely affect ground water. This is primarily due to the depth to ground water, lack of vertical migration of contaminants, and distant proximity to river drainages.

The sample analyzed for confirmation at this site exhibited elevated levels of total petroleum hydrocarbons (TPH) and / or BTEX. Toxicity information indicates that the measured levels pose little risk to human health and the environment. This conclusion is based in part on the information below:

Toxicity Information

Toxicity values for TPH have not been established due to the variability of the chemical makeup of TPH. Normally, the toxicity is based on the toxicity of particular constituents of concern that may be present and which are evaluated based on health-based standards. The most common constituents examined include benzene, ethylbenzene, toluene, and xylene.

In the absence of constituents of concern or when the concentrations of the constituents of concern are low, the acceptable level of TPH is established by considering the following:

- No liquid product should remain in the soil
- The TPH should not harm vegetation
- The TPH concentrations should not create an odor nuisance
- Hydrocarbon vapors which may emanate from the impacted soil should not generate harmful or explosive vapors
- Site monitoring should indicate that TPH levels are stable or declining

Environmental and Site Conditions

Based on an evaluation of site topography and available well data, this site is believed to have ground water greater than 100' below ground surface. The absence of continuous transport mechanisms limits continued migration of contaminants in soil.

While residual TPH and/or BTEX exists at this site, closure of this site is warranted for the following reasons:

- 1. The majority of soils that exhibited high levels of TPH and BTEX have been treated to enhance degradation in-situ.
- 2. Residual TPH concentrations are below levels considered problematic based on the criteria above.
- 3. Discharge at the site has been eliminated to prevent any future impacts to soils.
- 4. Depth to groundwater is estimated at greater than 100'.
- 5. Vertical migration of contamination is limited due to cessation of discharge and regional climatic conditions.
- 6. TPH / BTEX concentrations will not increase and will degrade over time from natural and enhanced processes occurring in-situ.
- 7. Further excavation at the site is not practicable.

Since there are no nearby receptors or domestic water sources, this site poses little risk to human health and the environment. Closure is justified based on the relatively low total petroleum hydrocarbon (TPH) concentration (compared to documented risk exposure information) and the fact that recommended closure criteria cannot be practically attained. Additional information may be found in the Technical Background Document titled: Risk Based Closure of Unlined Surface Impoundment Sites, San Juan Basin, New Mexico.