Form C-144 July 21, 2008

1625 N. French Dr., Hobbs, NM 88240 1301 W. Grand Avenue, Artesia, NM 88210 District III
1000 Rio Brazos Road, Aztec NM 87410 District IV 1220 S. St. F

State of New Mexico Energy Minerals and Natural Resources Department Oil Conservation Division

1220 South St. Francis Dr.

For temporary pits, closed-loop systems, and below-grade tanks, submit to the appropriate NMOCD District Office.

For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and

1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 District Office.			
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  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: Elm Ridge Exploration OGRID #: 149052			
Address: P.O. Box 156; Bloomfield, NM 87413			
Facility or well name: Pete Morrow 1			
API Number: 3004527240 OCD Permit Number:			
U/L or Qtr/Qtr _ L Section _ 1 Township _ 25N Range _ 12W County: _San Juan			
Center of Proposed Design: Latitude36.428122       Longitude108.067931       NAD: □1927 ☒ 1983			
Surface Owner: X Federal X State Private Tribal Trust or Indian Allotment			
2.  ☑ Pit: Subsection F or G of 19.15.17.11 NMAC  Ceased operation prior to June 16, 2008			
Temporary: Drilling Workover			
☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A			
☐ Lined ☐ Unlined Liner type: Thickness mil ☐ LLDPE ☐ PVC ☐ Other			
☐ String-Reinforced			
Liner Seams: Welded Factory Other Volume: bbl Dimensions: L 8' x W 6' x D 4'			
3.  Closed-loop System: Subsection H of 19.15.17.11 NMAC			
Type of Operation: P&A Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent)			
☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other			
☐ Lined ☐ Unlined Liner type: Thickness mil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other			
Liner Seams:  Welded  Factory Other			
4.			
Below-grade tank: Subsection I of 19.15.17.11 NMAC			
Volume:bbl Type of fluid:			
Tank Construction material:			
☐ Secondary containment with leak detection ☐ Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off			
☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other			
Liner type: Thicknessmil			
5.			



Alternative Method:

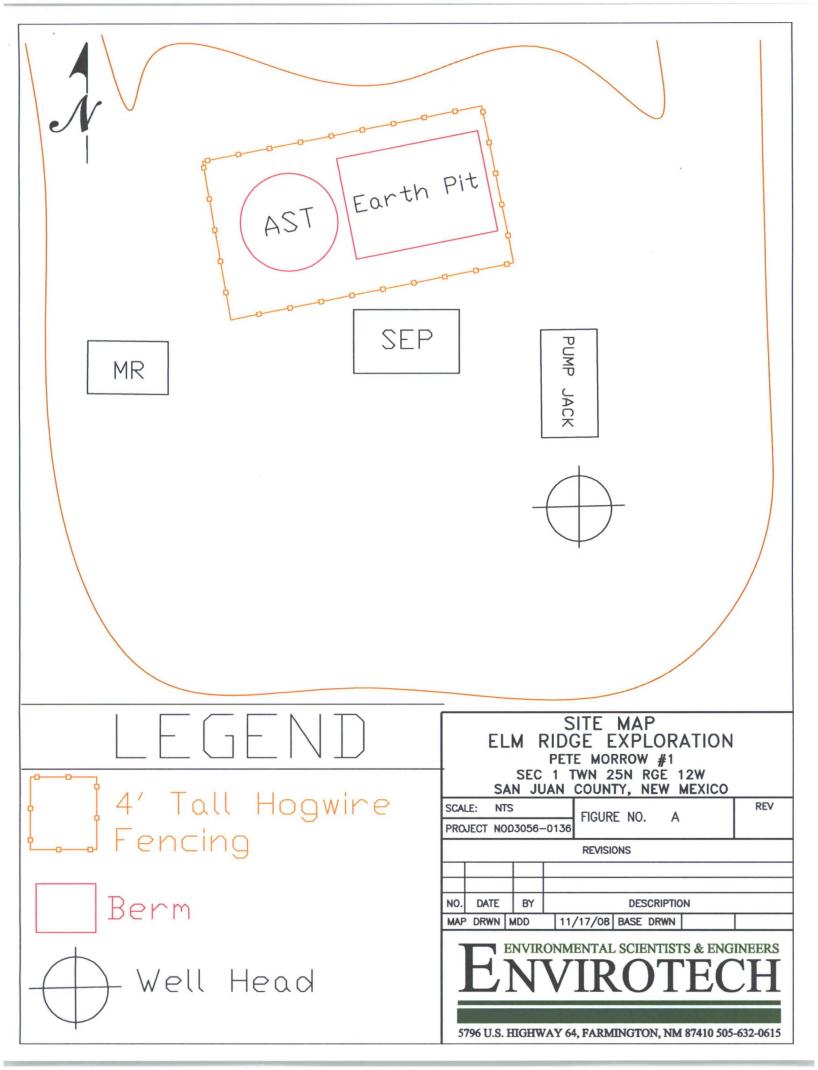
Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

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Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, 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, institution or church)  Four foot height, four strands of barbed wire evenly spaced between one and four feet  Alternate. Please specify 4' pipe railing with hogwire fencing	hospital,
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)	
8.  Signs: Subsection C of 19.15.17.11 NMAC  ☐ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers  ☑ 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 or the Santa Fe Environmental Bureau consideration of approval.  Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	office for
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 accept material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of a Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying above-grade tanks associated with a closed-loop system.	priate district pproval.
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 significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).0.  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.  - (Applies to temporary, emergency, or cavitation pits and below-grade tanks) -	☐ Yes ☐ No ☐ NA
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.  (Applies to permanent pits)  - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	
Within 500 horizontal 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 - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
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
Within 500 feet of a wetland.	!
Within the area overlying a subsurface mine.	☐ 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
	☐ Yes ☐ No

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 NMAC  Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC  Design Plan - based upon the appropriate requirements of 19.15.17.12 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  Previously Approved Design (attach copy of design) API Number: or Permit Number:
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 Number:
Previously Approved Operating and Maintenance Plan API Number: (Applies only to closed-loop system that use
above ground steel tanks or haul-off bins and propose to implement waste removal for closure)
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 (1) 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   Quality Control/Quality 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   Preeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC   Discourage Plan   Discourage Plan   Discourage Plan   Discourage Plan   Emergency Response Plan   Closure Plan - based upon the appropriate requirements of 19.15.17.13 NMAC   Discourage Plan - based upon the appropriate requirements of 19.15.17.13 NMAC   Discourage Plan - based upon the appropriate requirements of 19.15.17.13 NMAC   Discourage Plan - based upon the appropriate requirements of 19.15.17.13 NMAC   Discourage Plan - based upon the appropriate requirements of 19.15.17.13 NMAC   Discourage Plan - based upon the appropriate requirements of 19.15.17.19 NMAC and 19.15.17.13 NMAC   Discourage Plan - based upon the appropriate requirements of 19.15.17.19 NMAC and 19.15.17.13 NMAC   Discourage Plan - based upon the appropriate requirements of 19.15.17.19 NMAC and 19.15.17.13 NMAC   Discourage Plan - based upon the appropriate requirements of 19.15.17.19 NMAC   Discour
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 Burial 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) ☐ 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 G of 19.15.17.13 NMAC

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 indentify 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: Disp	osal Facility Permit Number:		
	osal Facility Permit Number:		
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 operations?  Yes (If yes, please provide the information below) No			
Required for impacted areas which will not be used for future service and operations:  Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Subsection I of Site Reclamation Plan - based upon the appropriate requirements of Subsection Countries.	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.  - NM Office of the State Engineer - iWATERS database search; USGS; Data obta	ained from nearby wells	☐ Yes ☐ No ☐ NA	
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obta	ained from nearby wells	<ul><li>☐ Yes ☐ No</li><li>☐ NA</li></ul>	
Ground water is more than 100 feet below the bottom of the buried waste.  - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Data obtained to the state Engineer - iWATERS database search; USGS; Database - iWATERS database search; USGS; Database - iWATERS database - iWATERS database - iWATERS database - i	ained from nearby wells	☐ Yes ☐ No ☐ NA	
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significal lake (measured from the ordinary high-water mark).  - Topographic map; Visual inspection (certification) of the proposed site	ant watercourse or lakebed, sinkhole, or playa	☐ Yes ☐ No	
Within 300 feet from a permanent residence, school, hospital, institution, or church in ex- - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image		☐ Yes ☐ No	
Within 500 horizontal feet of a private, domestic fresh water well or spring that less that watering purposes, or within 1000 horizontal feet of any other fresh water well or spring  NM Office of the State Engineer - iWATERS database; Visual inspection (certi-	, in existence at the time of initial application.	Yes No	
Within incorporated municipal boundaries or within a defined municipal fresh water we adopted pursuant to NMSA 1978, Section 3-27-3, as amended.  Written confirmation or verification from the municipality; Written approval ob	<u>-</u>	Yes No	
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual ins	pection (certification) of the proposed site	☐ 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 & N Society; Topographic map	Mineral Resources; USGS; NM Geological	☐ Yes ☐ No	
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 be 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 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 19.15.17.13 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  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 G of 19.15.17.13 NMAC			

	ation Certification:	s true, accurate and complete to the	e best of my knowledge and belief.
Name (Print):	Ms. Amy Mackey	Title: Administrative	
Signature:		Date:	1-8-09
e-mail address:	amackey1@elmridge.net	Telephone:	(505) 632-3476 Ext. 201
OCD Approval:	Permit Application (including closure plan)	Closure Plan (only) OCD	Conditions (see attachment)
OCD Representa	tive Signature:		Approval Date:
Title:		OCD Permit Numb	per:
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.			
		☐ Closure Comp	oletion Date:
	ation and Removal  On-Site Closure Method om approved plan, please explain.	☐ Alternative Closure Method	☐ Waste Removal (Closed-loop systems only)
			Ground Steel Tanks or Haul-off Bins Only: uttings were disposed. Use attachment if more than
Disposal Facility	y Name:	Disposal Facility Pe	ermit Number:
Disposal Facility	y Name:	Disposal Facility Pe	ermit Number:
	oop system operations and associated activities perf , please demonstrate compliance to the items below		be used for future service and operations?
☐ Site Reclan ☐ Soil Backfi	acted areas which will not be used for future service nation (Photo Documentation) Iling and Cover Installation ion Application Rates and Seeding Technique	and operations:	
mark in the box, to Proof of Clo Proof of De Plot Plan (f Confirmation Waste Mate Disposal Fa Soil Backfill Re-vegetati	Attachment Checklist: Instructions: Each of the that the documents are attached.  osure Notice (surface owner and division) and Notice (required for on-site closure) for on-site closures and temporary pits) and Sampling Analytical Results (if applicable) are all Sampling Analytical Results (required for on-sacility Name and Permit Number Illing and Cover Installation fon Application Rates and Seeding Technique mation (Photo Documentation)	ite closure)	
	osure Location: Latitude	Longitude	NAD: □1927 □ 1983
Operator Closure	e Certification:		
I hereby certify that the information and attachments submitted with this closure report is true, 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):	Title:		
Signature:		Date:	
e-mail address:	To	elephone:	



## **EARTHEN PIT CLOSURE PLAN**

#### **SITE NAME:**

PETE MORROW #1
UNIT LETTER L, SECTION 1, TOWNSHIP 25N, RANGE 12W
SAN JUAN COUNTY, NEW MEXICO
LATITUDE 36.428122 LONGITUDE -108.067931

#### **SUBMITTED TO:**

MR. WAYNE PRICE
NEW MEXICO OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DRIVE
SANTA FE, NEW MEXICO 87505
(505) 476-3490

#### SUBMITTED BY:

Ms. Amy Mackey
ELM RIDGE EXPLORATION
P.O. Box 156
BLOOMFIELD, NEW MEXICO 87413
(505) 632-3476 Ext. 201

**JANUARY 2009** 

# EARTHEN PIT CLOSURE PLAN ELM RIDGE EXPLORATION PETE MORROW #1 SAN JUAN COUNTY, NEW MEXICO

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#### **INTRODUCTION**

Elm Ridge Exploration would like to submit a closure plan for the earthen pit at the Pete Morrow #1 well site located in the NW ¼ SW ¼ of Section 1, Township 25N, Range 12W, San Juan County, New Mexico. This closure plan has been prepared in conformance with the closure requirements of 19.15.17.13 NMAC.

#### **SCOPE OF CLOSURE ACTIVITIES**

The purpose of this closure plan is to provide the details of activities involved in the closure of the permanent unlined pit at the Pete Morrow #1 well site. The following scope of closure activities has been designed to meet this objective:

- 1) Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will close all former earthen pits prior to the closure date agreed upon by the New Mexico Oil Conservation Division of December 31, 2009.
- 2) In accordance with of Subsection A of 19.15.17.13 NMAC, Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will close any earthen pits at a date the division requires because of imminent danger to fresh water, public health, or the environment.
- 3) Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will close earthen pits first which seem to pose a greater risk to fresh water, public health or the environment. This will be determined by the locations proximately to surface water sources and distance to groundwater.
- 4) No less than 60 days prior to any earthen pit closure activities, Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will provide written notification to the Santa Fe NMOCD office as well as a schedule of on-site activities, as in accordance with 19.15.17.13 Subsection J Paragraph (3) NMAC.
- 5) No less than 24 hours and no greater than one (1) week prior to earthen pit removal Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will provide written notification to the appropriate surface owner as well as a schedule of on-site activities, as in accordance with 19.15.17.13 Subsection J Paragraph (1) NMAC. Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will notify the surface owner by certified mail, return receipt requested, that the operator plans to close a earthen pit. The return receipt will be used to ensure that the surface owner has received written notification no less than 24 hours and no greater than one (1) week prior to the beginning of BGT closure activities. Evidence of mailing of the notice to the address of the surface owner shown in the county tax records is sufficient to demonstrate compliance with this Closure activities that will take place on tribal land will have notifications sent by certified mail, return receipt requested, to the appropriate tribal Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will notify the Bureau of Land Management (BLM) of closure activities for wells located on federal land per a Sundry Notice, as in accordance with 19.15.17.13 Subsection J Paragraph (1) NMAC. All notices will be sent in such a way that the surface owner received notice at least 24 hours prior to the beginning of

closure activities.

- 6) Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will remove all liquids, and/or sludge, to visual extents, prior to closure sampling. Material will be disposed of at Envirotech's Landfarm #2, Permit # NM-01-0011, TNT Environmental Inc. Landfarm, Permit # NM-01-0008, Industrial Ecosystems Inc. (IEI) Landfarm, Permit # NM-01-0010B or Basin Disposal, Permit # NM-01-0005, depending on the consistence of the material removed, as in accordance with 19.15.17.13 Subsection C Paragraph (1) NMAC.
- 7) Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will remove all on-site equipment associated with this earthen pit unless it is required for some other purpose, as in accordance with 19.15.17.13 Subsection C Paragraph (2) NMAC. The equipment that meets the requirements of 19.15.9.712 Subsection A NMAC and 19.15.9.712 Subsection D Paragraph (1) will be disposed of at San Juan County Regional Landfill. Waste that is classified by 19.15.9.712 Subsection D Paragraph (2) will be sampled accordingly to determine acceptance of this material at the San Juan County Regional Landfill. Waste that is unable to be accepted at the San Juan County Regional Landfill will be submitted to the OCD on a case-by-case basis in accordance with Paragraph (3) of Subsection D of 19.15.9.712.
- 8) Once the earthen pit is removed to visual extents of contamination, a five (5) point composite sample will be collected from directly below the liner(s) or at native soil. Additional discrete samples will be collected from any area that is wet, discolored or show other evidence of a release. All samples being collected will be analyzed for benzene, and total BTEX via USEPA Method 8021B, TPH via USEPA Method 418.1, and chlorides via USEPA 300.1, as in accordance with 19.15.17.13 Subsection C Paragraph (3) NMAC.
- 9) Depending on soil sample results the area will be either backfilled or the area will be excavated.
  - a. If soil samples do not exceed the regulatory standards of 0.2 mg/kg benzene, 50 mg/kg BTEX, 100 mg/kg TPH, and 250 mg/kg or background concentration of chlorides, as in accordance with 19.15.17.13 Subsection C Paragraph (3) NMAC.
    - i. Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, shall submit a Form C-141 with the laboratory results so that the division may review the results to determine if additional delineation is required in accordance with Paragraph (4) of Subsection C of 19.15.17.13 NMAC.
    - ii. Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will backfill the excavation or impacted area with non-waste containing, earthen material, in accordance with 19.15.17.13 Subsection E Paragraph (6) NMAC. A soil cover shall be installed for all backfilled excavations consisting of the background thickness of topsoil or one foot of suitable material to establish vegetation at the site, whichever is greater in accordance with Subsections H of 19.15.17.13 NMAC. The operator shall construct the soil cover to the site's existing grade and prevent ponding of water and erosion of the cover material.
    - iii. All areas of the well site that are no longer utilized on a day to day basis for the production of oil and/or gas, Elm Ridge Exploration, or a

contractor acting on behalf of Elm Ridge Exploration, will substantially restore, recontour and re-vegetate the areas, in accordance with 19.15.17.13 Subsections G and I NMAC. The operator shall notify the division when it has re-seed and when it has achieved successful re-vegetation. For re-vegetation methods, please see attached re-vegetation plan.

b. If soil samples exceed the regulatory standards stated above.

- i. Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, shall submit a Form C-141 with the laboratory results so that the division may review the results to determine if additional delineation is required in accordance with Paragraph (4) of Subsection C of 19.15.17.13 NMAC.
- ii. Activities beyond this point will be in accordance with 19.15.3.116 NMAC and 19.15.11.19 NMAC.

#### REPORTING

Elm Ridge Exploration will submit a closure report within 60 days following the earthen pit closure. The closure report will consist of a form C-144 with all supporting data and a form C-141 with all supporting data. The supporting data will include proof of closure notice to the surface owner and the OCD, confirmation sampling analytical results, a site diagram, soil backfilling and cover installation, re-vegetation rates, re-seeding techniques, and site reclamation photo documentation if applicable, along with all other information related to the onsite activities.

We appreciate the opportunity to be of service. If you have any questions or require further information, please do not hesitate to contact our office at (505) 632-3476 Ext. 201.

Respectfully Submitted:

Elm Ridge Exploration

Amy Mackey

Elm Ridge Exploration

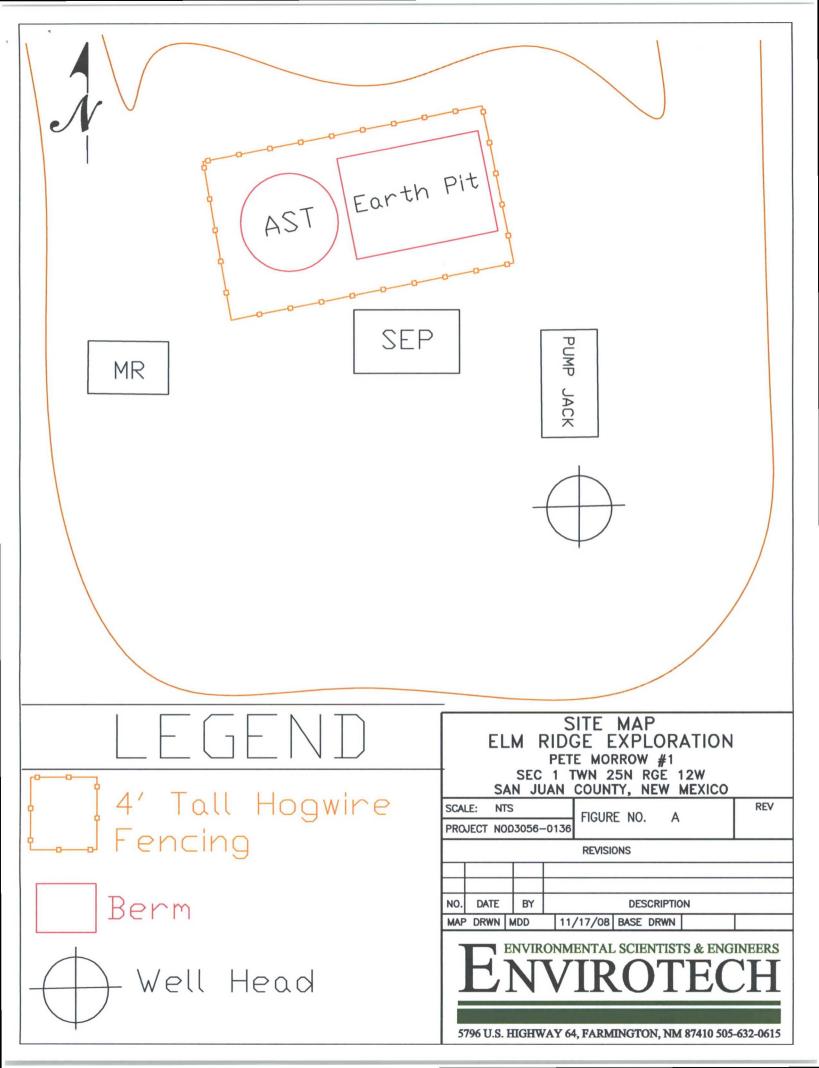
#### **Elm Ridge Exploration**

### **Re-Seeding Techniques and Seed Mixture Ratios**

These applied practices by Elm Ridge Exploration will at a minimum comply with the New Mexico Oil Conservation Divisions rule 19.15.17.13, Subsection I NMAC Elm Ridge Exploration has adopted these re-seeding application techniques, ratios, and mixtures as their standard operating procedures.

- 1. The first growing season after closure of a below grade tank or pit, all areas of the well site not utilized for the production of oil and/or gas on a daily basis will be re-seeded with the specified seed mixture.
- The seed mixture used will be certified with no primary or secondary noxious weeds in seed mixtures. The seed labels from each bag shall be available for inspection while seed is being sown.
- 3. The operator shall accomplish seeding by drilling on the contour whenever practical or by other division-approved methods. The operator shall obtain vegetative cover that equals 70% of the native perennial vegetative cover (un-impacted by overgrazing, fire or other intrusion damaging to native vegetation) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintain that cover through two successive growing seasons. During the two growing seasons that prove viability, there shall be no artificial irrigation of the vegetation.
- 4. Hand seeding with hydro-mulch, excelsior netting, or mulch with netting is required on the cut/fill slopes. Mulch will be spread at a rate of 2,000-3,000 pounds per acre.
- 5. Compacted areas determined by visual inspection will be ripped to a depth of 12 inches below ground surface and disked to a depth of six (6) inches before seeding. Seeding shall be done with a disk type drill with two (2) boxes for various seed sizes. The drill rows shall be eight (8) to ten (10) inches apart. Seed shall be planted at no less than one-half (1/2) inch deep or more than one (1) inch deep. The seeder shall be followed with a drag, packer, or roller to ensure uniform coverage of the seed and adequate compaction. Drilling shall be done on the contour where possible, but not up and down the slope.
- 6. Where slopes are too steep for contour drilling a hand seeder shall be used. Seed shall be covered to the depth stated above by whatever means is practical. If the seed is unable to be covered by the means listed above, the prescribed seed mixture amount will be doubled.
- 7. Elm Ridge Exploration shall repeat seeding or planting until it successfully achieves the required vegetative cover of 70% of the native perennial vegetation cover.

- 8. Upon abandonment of a well site, if the retention of the access road is not considered necessary for the management and multiple uses of the natural resources, or by the surface owner, it will be ripped a minimum of 12 inches in depth. After ripping, water bars will be installed. All ripped surfaces are to be protected from vehicular travel by construction of a dead end ditch and earthen barricade at the entrance to these ripped areas. Re-seeding of areas affected by the ditch and barriers will be re-seeded if necessary.
- 9. Elm Ridge Exploration, or a contractor acting on behalf of Elm Ridge Exploration, will inform the division once successful re-vegetation has occurred.



# Elm Ridge Exploration, LLC

### **Monthly Below Grade Tank Inspection Form**

Inspec	ction Performed I	By:			_ Date:	
	Well Site	Name:				-
Unit:	Section:	Township: _		Range:	County	<i>r</i> :
	Quarter	Footage:				
	Latitude:		Long	ritude:		
Below Grade	<u>Tank</u>					
Construction Mat	terial of BGT (cir	cle one): Steel	Fiberglas	s Galvani:	zed Other:	
Tank Capacity (E	BBLS):					
Status of Tank (c	ircle one):	NA poor	fair	good	excellent	
Leaks Detected (	circle one):	Yes N	lo U	nknown		
Liquid level in ta	nk from the top:					
Recent overflow	detected (circle o	ne): Yes	No	Unknown		
BGT Cover prese	ent: Yes	No NA				·
Cover Type (circ	le one): wire	e mesh steel	mesh	fibrous net	ting other:	
Berm Present (cir	rcle one):	Yes N	No			
Secondary Co	ntainment					
Type of secondar	y containment: _					
Status of seconda	ry containment (	circle one):	NA po	oor fair	good	excellent
<b>Fencing</b>						
Fencing Present (	(circle one):	Yes No				
Describe Fencing	;:					
Status of Fencing	g (circle one):	NA poor	fair	good	excellent	

<sup>\*</sup>Maintain this document on record for a minimum of five (5) years from the date performed.

# OCD Aztec District III ELM RIDGE Checklist Below Grade Tank Closure Plans

19.15.17.9 Permit application  Signed C-144 (Page 5 of C-144)  Site Specific Hydrogeology (Iwaters)	•
19.15.17.10 Siting requirements	
Proximity to watercourses (Topo map)	
Proximity to Permanent Structure (Aerial Map)	
Proximity to Flood Plain Map (Aerial Map)	
Proximity to Subsurface Mines Map (Aerial Map)	
19.15.17.13 Closure Plan  Below Grade Tank Closure Plan	
19.15.17.12 Operating and Maintenance Plan	
Below Grade Tank Operating and Maintenance Plan	
	Upsinged closus Ropert
	IN well File
Requirements: (Application Marked Closure Plan Only	
Registration Date: VF CS 5/18/18	