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

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 provide a copy to the appropriate NMOCD 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. |  |  |  |  |  |  |
| 1.  |  |  |  |  |  |  |
| Operator: Williams Operating Co, LLC OGRID #: 120782  |  |  |  |  |  |  |
| Address: PO Box 640 / 721 S Main Aztec, NM 87410  |  |  |  |  |  |  |
| Facility or well name: <u>Jicarilla 93 #12B</u>   |  |  |  |  |  |  |
| API Number: 30.039.29805 OCD Permit Number:   |  |  |  |  |  |  |
| U/L or Qtr/Qtr D Section 34 Township 27N Range 03W County: Rio Arriba   |  |  |  |  |  |  |
| Center of Proposed Design: Latitude       36° 32' 2.04127" N       Longitude       107° 08' 22.14620" W       NAD: □1927 ⋈ 1983   |  |  |  |  |  |  |
| Surface Owner:  Federal  State  Private  Tribal Trust or Indian Allotment   |  |  |  |  |  |  |
| 2.  |  |  |  |  |  |  |
| Pit: Subsection F or G of 19.15.17.11 NMAC  |  |  |  |  |  |  |
| Temporary: Drilling Workover  |  |  |  |  |  |  |
| ☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A DIST. 3  |  |  |  |  |  |  |
| Lined Unlined Liner type: Thicknessmil LLDPE HDPE PVC Other   |  |  |  |  |  |  |
| ☐ String-Reinforced   |  |  |  |  |  |  |
| Liner Seams: Welded Factory Other Volume: bbl Dimensions: L x W x D   |  |  |  |  |  |  |
| 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: Thicknessmil LLDPE HDPE PVC Other   |  |  |  |  |  |  |
| Liner Seams: Welded Factory Other   |  |  |  |  |  |  |
| 4.  |  |  |  |  |  |  |
| Below-grade tank: Subsection I of 19.15.17.11 NMAC  |  |  |  |  |  |  |
| Volume:120bbl Type of fluid:PRODUCED WATER  |  |  |  |  |  |  |
| Tank Construction material:DBL WALL STEEL   |  |  |  |  |  |  |
| 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:   |  |  |  |  |  |  |

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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 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, 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)   |                            |  |  |  |  |
|  |                            |  |  |  |  |
| 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 accommaterial are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the approfice or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to dry above-grade tanks associated with a closed-loop system. | opriate district approval. |  |  |  |  |
| 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).  - 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)  - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image  | ☐ Yes ⊠ No<br>☐ 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   | ☐ Yes ☐ No ☑ NA            |  |  |  |  |
| 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.  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.  - Written confirmation or verification from the municipality; Written approval obtained from the municipality  | ☐ Yes ⊠ No                 |  |  |  |  |
| Within 500 feet of a wetland.  - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (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 & Mineral Resources; USGS; NM Geological Society; Topographic map  | ☐ Yes ☒ No                 |  |  |  |  |
| Within a 100-year floodplain FEMA map  |                            |  |  |  |  |

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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 NMAC ☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC ☐ Design Plan - based upon the appropriate requirements of 19.15.17.11 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: or Permit Number:   |
| 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 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)  |
| 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   Line 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 H <sub>2</sub> S, Prevention Plan   Gil Field Waste Stream Characterization   Monitoring and Inspection Plan   Erosion Control 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 |
| 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 Instructions: Please indentify the facility or facilities for the disposal of liquids, facilities are required.   | *  | ,                     |  |  |  |
|---|--|-----------------------|--|--|--|
|   | Disposal Facility Permit Number:   |                       |  |  |  |
| Disposal Facility Name: Disposal Facility Permit Number:  |  |                       |  |  |  |
| Will any of the proposed closed-loop system operations and associated activities of Yes (If yes, please provide the information below) No   | ecur on or in areas that will not be used for future ser   | vice and operations?  |  |  |  |
| Required for impacted areas which will not be used for future service and operatio  Soil Backfill and Cover Design Specifications based upon the appropriate  Re-vegetation Plan - based upon the appropriate requirements of Subsection  Site Reclamation Plan - based upon the appropriate requirements of Subsection   | requirements of Subsection H of 19.15.17.13 NMA<br>I of 19.15.17.13 NMAC   | С                     |  |  |  |
| 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 provided below. Requests regarding changes to certain siting criteria may requir considered an exception which must be submitted to the Santa Fe Environmental demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC j   | e administrative approval from the appropriate dist<br>Bureau office for consideration of approval. Justi  | rict office or may be |  |  |  |
| 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  | a obtained from nearby wells   | ☐ Yes ☒ No<br>☐ 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  | a obtained from nearby wells   | ⊠ Yes □ No<br>□ NA    |  |  |  |
| 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   | a obtained from nearby wells   | ☐ Yes ☑ No<br>☐ NA    |  |  |  |
| Within 300 feet of a continuously flowing watercourse, or 200 feet of any other sig lake (measured from the ordinary high-water mark).  - Topographic map; Visual inspection (certification) of the proposed site   | nificant watercourse or lakebed, sinkhole, or playa  | ☐ Yes ☒ No            |  |  |  |
| Within 300 feet from a permanent residence, school, hospital, institution, or church - Visual inspection (certification) of the proposed site; Aerial photo; Satellite  |  | ☐ Yes ☑ No            |  |  |  |
| Within 500 horizontal feet of a private, domestic fresh water well or spring that less watering purposes, or within 1000 horizontal feet of any other fresh water well or s  - NM Office of the State Engineer - iWATERS database; Visual inspection (  | pring, in existence at the time of initial application.  | ☐ Yes 🖾 No            |  |  |  |
| Within incorporated municipal boundaries or within a defined municipal fresh water adopted pursuant to NMSA 1978, Section 3-27-3, as amended.  - Written confirmation or verification from the municipality; Written approve  | -  | ☐ Yes 🖾 No            |  |  |  |
| Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visua  | al inspection (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            |  |  |  |
| <ul> <li>Within an unstable area.</li> <li>Engineering measures incorporated into the design; NM Bureau of Geology Society; Topographic map</li> </ul>  | & 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 by a check mark in the box, that the documents are attached.  Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of Construction/Design Plan of Burial Trench (if applicable) based upon the ap Construction/Design Plan of Temporary Pit (for in-place burial of a drying p. Protocols and Procedures - based upon the appropriate requirements of 19.15  Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Disposal Facility Name and Permit Number (for liquids, drilling fluids and d. Soil Cover Design - based upon the appropriate requirements of Subsection Re-vegetation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection | uirements of 19.15.17.10 NMAC Subsection F of 19.15.17.13 NMAC propriate requirements of 19.15.17.11 NMAC ad) - based upon the appropriate requirements of 19. 17.13 NMAC uirements of Subsection F of 19.15.17.13 NMAC Subsection F of 19.15.17.13 NMAC rill cuttings or in case on-site closure standards cann H of 19.15.17.13 NMAC I of 19.15.17.13 NMAC | 15.17.11 NMAC         |  |  |  |

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| 19: Operator Application Certification:  |   |  |  |  |  |
|--|---|--|--|--|--|
| I hereby certify that the information submitted with this application is true, ac  |   |  |  |  |  |
| Name (Print):  Signature:  Name (Print):  Michael Ko, Lang  C. Julius  | Title: Sr. EH & S Specialist  |  |  |  |  |
| Signature: by Helly C. Ferkus  | Date:   |  |  |  |  |
| e-mail address: <u>myke.lane@williams.com</u>  | Telephone: <u>505-634-4219</u>  |  |  |  |  |
| 20. OCD Approval: ✓ Permit Application (including closure plan) ☐ Closur   | e Plan (only) OCD Conditions (see attachment)                               |  |  |  |  |
| OCD Representative Signature: Branelon Sowell  | Approval Date: 2-10-69  |  |  |  |  |
| Title: Enviro laper  | 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.  |   |  |  |  |  |
|  | Closure Completion Date:  |  |  |  |  |
| 22.  Closure Method:  Waste Excavation and Removal On-Site Closure Method Altered If different from approved plan, please explain.   | ernative Closure Method   |  |  |  |  |
| 23. Closure Report Regarding Waste Removal Closure For Closed-loop Syste Instructions: Please indentify the facility or facilities for where the liquids, a two facilities were utilized.  |   |  |  |  |  |
| Disposal Facility Name:  | Disposal Facility Permit Number:  |  |  |  |  |
| Disposal Facility Name:  | Disposal Facility Permit Number:  |  |  |  |  |
| Were the closed-loop system operations and associated activities performed or<br>Yes (If yes, please demonstrate compliance to the items below) No   |   |  |  |  |  |
| Required for impacted areas which will not be used for future service and open Site Reclamation (Photo Documentation)  Soil Backfilling and Cover Installation  Re-vegetation Application Rates and Seeding Technique  | rations:  |  |  |  |  |
| 24.  Closure Report Attachment Checklist: Instructions: Each of the following  | g 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 (required for on-site closur  Disposal Facility Name and Permit Number  Soil Backfilling and Cover Installation  Re-vegetation Application Rates and Seeding Technique  Site Reclamation (Photo Documentation) |   |  |  |  |  |
|  | ngitude NAD: 1927 1983  |  |  |  |  |
| Operator Closure 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:  | Telephone:  |  |  |  |  |

Dedner E 1625 N French Dr., Hobbi, NY 85240

District II 1301 W Grand Assemie, Arreita, NM 53210

1000 Rio Braza: Rd. Aztec, NM 8\*410 Damees

State of New Mexico

Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

> 1220 South St. Francis Dr. Santa Fe, NM 87505

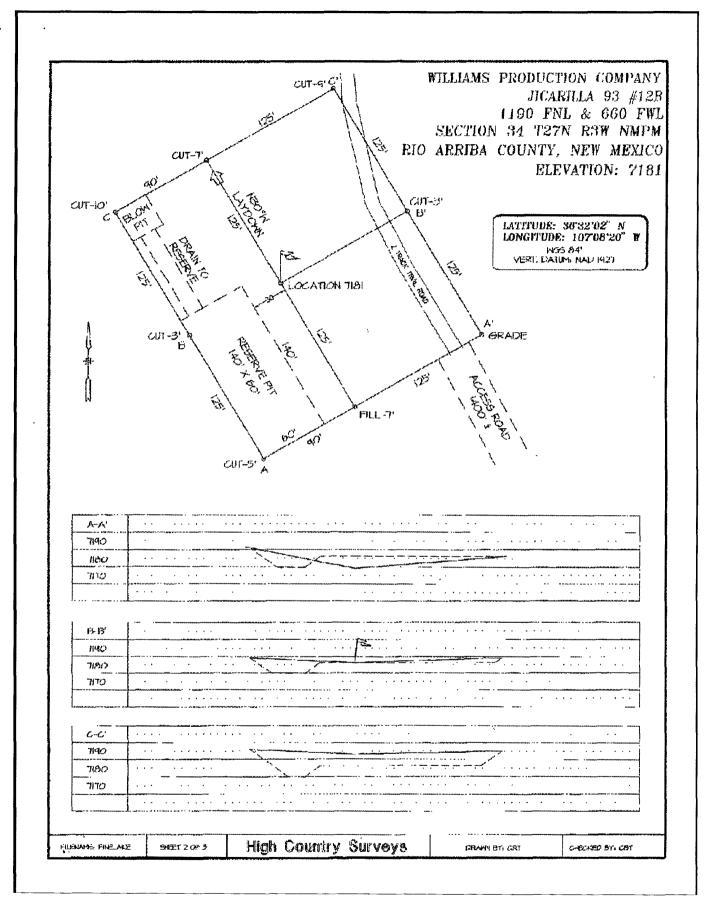
Form C-102 Revised June 10, 2003

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

Jicarilla 93 #12B

|                   |               | 4,701375        |   | )CA   | HON.     | AND ACR               | EAGE DEDIC               | ΑП      | ON PLAT  |   | NDED KEPUKI                                    |
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| 'Property Co      | :de           |                 | I.                                      | 72319 BLANCO MESA VERDE  *Preparty Name  JICARIL I A 93 |          |                       |                          |         |  |   | 1  |
| OCRES N<br>120782 | P.            |                 |   | WIL   | LIAMS    |                       |                          |         |  | *EStation<br>7181                       |  |
|                   |               |                 |   |   |          | 10 Stuface ]          |                          |         |  |   |  |
| Lorietao.<br>D    | Section<br>34 | Toruship<br>27N | 377                                     |   | of Ichy  | Feet from the<br>1180 | Next South line<br>NORTH | 6       | eet from the<br>60   | Zarwade<br>West                         | COKINY<br>RIO ARRIBA                           |
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| Larlocus.         | Section       | Township        | Range                                   | L   | M Icin   | Feer fram the         | North South line         | F       | eet from the   | Ente West dina                          | Coracia  |
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| 320 Ac. W/2       | <u> </u>      |                 | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, |   | <u> </u> |                       |                          |         | ······································   |   |  |
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|                   |               |                 | STAN                                    | DARI  | UNI      | HAS BEEN              | APPROVED BY              | THE.    | DIVISION   |   |  |
| :€                | ,             |                 |   | 5   | 277.36   |                       |                          |         |  |   | TIFICATION                                     |
| 1790              | ,             |                 |   |   |          |                       |                          |         | I havely comply that the referencian contained havely<br>was trul complete to the base of try knowledge and  |   |  |
| 0                 | )             |                 |   |   |          |                       |                          |         | diality).  | · · · · · · · · · · · · · · · · · · ·   | C  |
|                   |               |                 |   |   |          |                       |                          |         |  |   |  |
| <del></del> 6     |               |                 |   |   |          |                       |                          |         | 21tmaser   |   |  |
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|                   |               |                 |   |   |          |                       |                          |         | Printed Nems   | -                                       |  |
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|                   |               |                 |   |   |          |                       |                          | 5280.00 | Lens   |   |  |
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| 4                 | •             |                 | •                                       | 7   | l        |                       |                          |         |  | EYOR CERT                               |  |
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|                   |               |                 |   |   |          |                       |                          |         | AESIST.  | ( 16 TE                                 |  |
|                   |               |                 |   | 52  | 84.84    |                       |                          |         | Commission 2/14  | Progressions.                           | LE ST  |



# Hydrogeological Report Williams Production Company, LLC Jicarilla 93 #12B Regional Hydrological Context

# **Referenced Well Location:**

The referenced well and pit is located on the Jicarilla Apache Reservation in Rio Arriba County, New Mexico. This site is positioned in the northeastern portion of the San Juan Basin, an asymmetrical syncline that extends from northwestern New Mexico into southwestern Colorado (Carson National Forest DEIS, 2007). Elevation of the referenced well is approximately 7181 feet MSL.

### **General Regional Groundwater Description:**

As a portion of the San Juan Basin, the Jicarilla Reservation is underlain by sandstone aquifers of the Colorado Plateau. The primary aquifer of potential concern at this location is the Unita-Animas Aquifer, composed primarily of Lower Tertiary rocks in the San Juan Basin. The aquifer consists of the San Jose Formation; the underlying Animas formation and its lateral equivalent, the Nacimiento formation; and the Ojo Alamo Sandstone. The thickness of the Unita-Animas aquifer generally increases toward the central part of the basin. In the northeastern part of the San Juan Basin, the maximum thickness of the aquifer is approximately 3500 feet (USGS, 2001). This aquifer contains fresh to moderately saline water.

Groundwater generally flows toward the San Juan River and it tributaries, where it becomes alluvial groundwater or is discharged to stream flow. Additional information regarding the Hydrogeologic setting can be found in the provided references.

**Site Specific Information:** 

Surface Hydrology: The pit is located in uplands on an eastern slope, draining towards a wash

associated with Tapicito Creek. There are no drainages within 200 feet of

the pit.

1<sup>st</sup> Water Bearing Formation: San Jose, Tertiary
Formation Thickness: Approximately 2200 ft.
Underlying Formation: Nacimiento, Tertiary

**Depth to Groundwater:** Depth to groundwater is estimated at 50 - 100 feet bgs. There are no

iWATERS wells with recorded groundwater depth within a one-mile radius of the pit. However, cathodic data associated with Jicarilla 93 #12 (1500 feet from the pit), #2 (4000 feet from the pit), and #5 (4200 feet from the pit) show a depth to moisture between 60 and 80 feet (see Siting

Criteria Map I for details).

### References:

Allen, Erin. Undated. Colorado Plateau Aquifers.

http://academic.emporia.edu/schulmem/hydro/TERM%20PROJECTS/2007/Allen/Aquifer.html.

New Mexico Energy, Minerals and Natural Resources Department, Division of Mining and Minerals. Database. 2008. Internet accessed October 2008.

New Mexico Office of the State Engineer. October 2008. iWaters database. Internet accessed August 2008.

New Mexico WQCC. 2005. State of New Mexico Water Quality Act and the Water Control Commission Regulations.

United States Department of Agriculture, Forest Service. 2008. Final Environmental Impact Statement for Surface Management of Gas Leasing and Development. Jicarilla Ranger District, Carson National Forest, Rio Arriba County, New Mexico.

United States Department of the Interior. Bureau of Indian Affairs. 2008. BIA, Jicarilla Agency and Jicarilla Apache Nation GIS databases. Dulce, New Mexico.

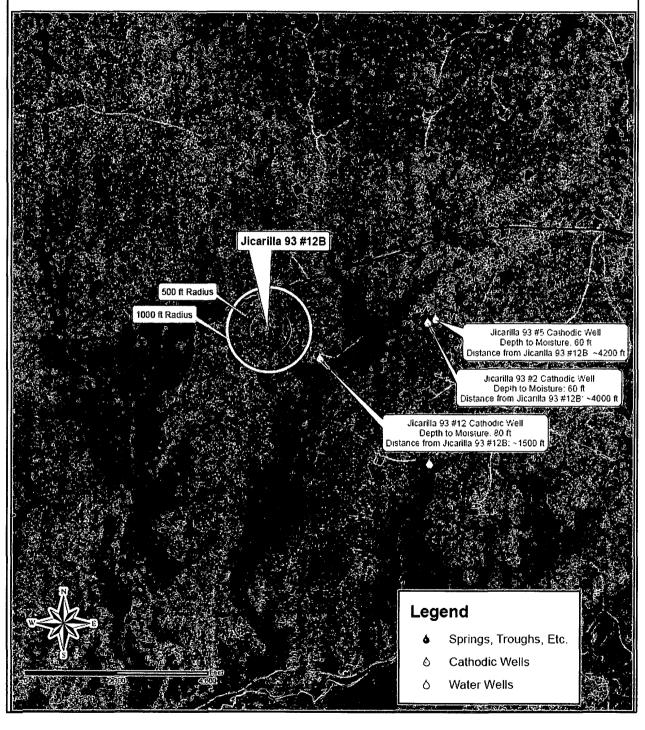
United States Department of the Interior. Bureau of Land Management. 2003. Final Farmington Resource Management Plan and Final Environmental Impact Statement. Farmington Field Office, Farmington, New Mexico.

United States Geological Survey. 2001. Groundwater Atlas of the United States: Arizona, Colorado, New Mexico and Utah. USGS Publication HA 730-C; <a href="http://capp.water.usgs.gov">http://capp.water.usgs.gov</a>.

# New Mexico Office of the State Engineer POD Reports and Downloads

| Township: 27N Range: 03W Sections:  |
|---|
| NAD27 X: Y: Zone: Search Radius:  |
| County: Number: Suffix:   |
| Owner Name: (First) (Last) C Non-Domestic C Domestic All  |
| POD / Surface Data ReportAvg Depth to Water ReportWater Column Report   |
| WATER COLUMN REPORT 10/01/2008  |
| (quarters are 1=NW 2=NE 3=SW 4=SE) (quarters are biggest to smallest) Depth Depth Water (in feet) POD Number Tws Rng Sec q q Zone X Y Well Water Column |
| No Records found, try again   |
| New Mexico Office of the State Engineer POD Reports and Downloads   |
| Township: 26N Range: 03W Sections:  |
| NAD27 X: Y: Zone: Search Radius:  |
| County: Basin: Number: Suffix:  |
| Owner Name: (First) (Last) C Non-Domestic C Domestic All  |
| POD / Surface Data ReportAvg Depth to Water ReportWater Column Report   |
| WATER COLUMN REPORT 10/01/2008  |
| (quarters are 1=NW 2=NE 3=SW 4=SE) (quarters are biggest to smallest)  Depth Depth Water  |
| (in feet) POD Number Tws Rng Sec q q q Zone X Y Well Water Column   |
|   |

# Siting Criteria Map I Water Wells, Cathodic Wells, & Springs Williams Exploration and Production Company Jicarilla 93 #12B T27N, R3W, Section 34, NMPM Rio Arriba County, New Mexico



Siting Criteria Map II Topographic Features Williams Exploration and Production Company Jicarilla 93 #12B T27N, R3W, Section 34, NMPM Rio Arriba County, New Mexico 200 ft radius 300 ft radius Legend Significant Washes or Waterways USFWS-Designated Wetlands Pine Lake 7 5 Minute USGS Quad.

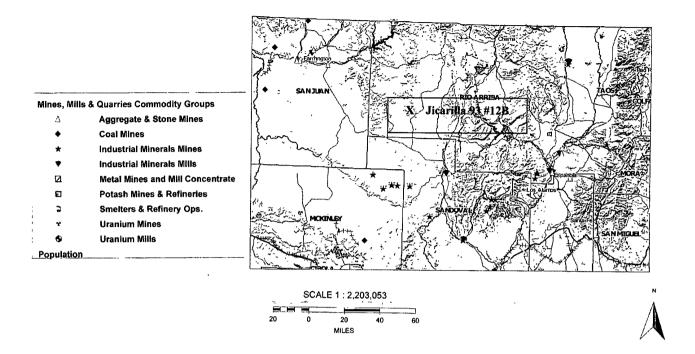
### FEMA Map - 100-Year Floodplain:

As this location is within the Jicarilla Reservation, FEMA maps are not available for the site. However, ortho and topographic maps indicate that the location is not within a floodplain.

## **Siting Criteria Compliance Demonstrations:**

The Jicarilla 93 #12B pit is not in an unstable location. The location is not situated over a mine or a steep slope (see attached New Mexico Mines, Mills, and Quarries Map). Excavated pit material will not be located within 300 feet of a continuously flowing water course; within 200 feet of any other significant watercourse, lakebed, sinkhole, or playa lake; or within 500 feet of any reported riparian areas or wetlands (see Siting Criteria Map II). The pit is not within 500 feet of any private, domestic fresh water well or spring or within 1000 feet of any other fresh water well or spring (see Siting Criteria Map I). The pit will not be within any incorporated municipal boundaries or defined municipal freshwater well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. The location of the proposed pit is not within 300 feet of any permanent residence, school, hospital, institution, or church.

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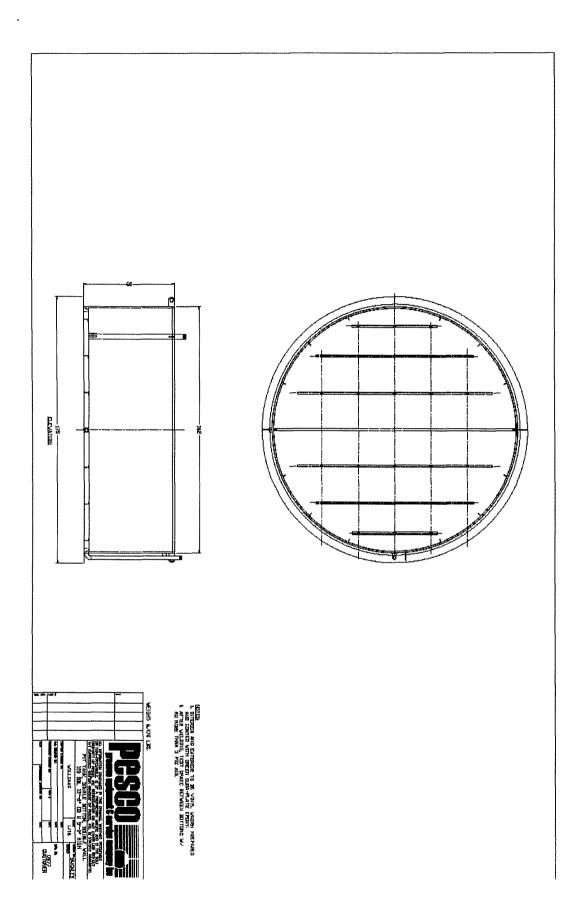
# Williams Production Co., LLC San Juan Basin: New Mexico Assets

Production Pit: Buried Double-Wall Steel Tank
Design and Construction Plan

In accordance with Rule 19.15.17 NMAC, the following plan describes the general design and construction (D&C) of production pits using buried double-wall steel tanks on Williams Production Co, LLC (WPX) locations in the San Juan Basin of New Mexico. For those production pits which do not conform to this standard plan, a separate well specific D&C plan will be developed and utilized.

# General Plan Requirements:

- 1. WPX will design and construct a production pit to contain liquids associated with the dehydration and compression of produced natural gas, which will prevent contamination of fresh water resources and protect public health and the environment.
- 2. The pit will be located as close as possible to the well and associated production/process equipment to minimize surface disturbance. Prior to excavation for the pit, topsoil will be stripped and stockpiled on the well location.
- 3. The excavation will have a firm compacted bottom and sidewalls that are stable for the soil conditions.
- 4. The BGT will be placed in the excavation such that there is a minimum 12 inch free board between the surrounding soils and the tank top. Backfilled soils will be carefully compacted to avoid damaging the tank.
- 5. The buried BGT will be constructed of steel with double-walls and double-bottom, welded following appropriate API and industry codes, coated with an epoxy based paint, covered with a steel #9 mesh screen, and equipped with an EFM to monitor high liquid levels and automatically shut off liquid discharaes.
- 6. A solid riser pipe will be installed to allow withdrawal of liquids by suction. The riser will draw from the bottom of the BGT, capped when not in use and sloped to the pit to allow drainage of liquids not collected during withdrawal operations.
- 7. A solid riser pipe will be installed between the interstitial space of the double-walls to allow monthly inspection to determine tank integrity.
- 8. The BGT will be protected from run-on by the construction of a compacted earthen berm.
- 9. Fencing will be constructed to protect livestock/wildlife as specified by the federal Surface Management Agency or, if not federal land/minerals, NMOCD rule 17 requirements.
- 10. WPX will post a well sign in accordance with the federal Surface Management Agency and rule 19.15.3.103.



# Williams Production Co., LLC San Juan Basin: New Mexico Assets

Production Pit: Buried Double-Wall Steel Tank Operations and Maintenance Plan

In accordance with Rule 19.15.17 NMAC, the following plan describes the general operations and maintenance (O&M)of production pits using subgrade tanks on Williams Production Co, LLC (WPX) locations in the San Juan Basin of New Mexico. For those production pits which do not conform to this standard O&M plan, a separate well specific O&M plan will be developed and utilized.

- 1. WPX will only allow produced liquids meeting the RCRA exemption for O&G wastes to be stored in the SGT. WPX will not discharge or store any hazardous waste as defined under RCRA 40CFR 261 and 19.15.1.7.W(3) NMAC in any temporary pit.
- 2. Produced water will be disposed by evaporation or transport any of the following NMOCD approved facilities depending on the well location: Basin Disposal, Inc in Bloomfield, New Mexico (Permit # NM-01-005), Williams Rosa SWD#1 (Permit # SWD-916), Williams Rosa #94 (Permit # SWD-758), Burlington Resources Jillson SWD#1 (Permit #R10168A), or other NMOCD approved water disposal facilities.
- 3. WPX shall maintain sufficient freeboard for to prevent overtopping. Discharges to the pit will be shut off automatically if the high-level alarm is triggered from the EFM or manually if the EFM is not functional.
- 4. Any oil or hydrocarbon collecting on the pit will be removed. Saleable condensate will be returned to the sales tank. Slop oil from compression will be recycled with Safety Kleen, Farmington, NM or Hydropure, Aztec, NM (No Permit Required).
- 5. If the tank integrity is compromised:
  - a. All discharges will be shut off to the pit.
  - b. All liquids will be removed as soon as possible but no more that within 24 hours of discovery
  - c. WPX will notify and report to NMOCD as follows:
  - i. If the release is less than 25 bbls, the Aztec District Office by phone or email within 48-hours of discovery and repair.
  - ii. If the release is suspected to be greater than 25 bbls, the Aztec District Office and the Environmental Bureau Chief by phone for immediate verbal notification pursuant to 19.15.3.116.B (1)(d).
  - d. Written Spill/Release reports will be submitted on Form C-141 per 19.15.3.116.C NMAC within 15 days to the Aztec District Office.
- 6. Berms around the perimeter of the pit shall be maintained as protection from run-on.
- 7. WPX will inspect the SGT pits monthly. Electronic copies of the inspections will be kept at the WPX San Juan Basin office for a minimum of five years following completion. Copies of the inspections will be available to NMOCD upon request.

# Williams Production Co., LLC San Juan Basin: New Mexico Assets

Production Pit: Buried Double-Wall Steel Tank
Closure Plan

In accordance with Rule 19.15.17.13 NMAC, the following plan describes the general closure requirements of below-grade tanks (BGT) on Williams Production Co, LLC (WPX) locations in the San Juan Basin of New Mexico. This is WPX's standard closure procedure for all BGTs regulated under Rule 19.15.17 NMAC and operated by WPX. For those closures which do not conform to this standard closure plan, a separate well/pit specific closure plan will be developed and utilized.

# **Closure Conditions and Timing:**

Pursuant to 19.15.17.13 (A) NMAC, WPX will initiate closure of any BGT should any one of these conditions occur:

- The Division requires closure because of imminent danger to fresh water, public health or the environment.
- The integrity of the BGT fails. Notification will be within 48 hours to the Division and closure will be schedule as specified in 19.15.17.12 (A)(5) NMAC.
- WPX chooses to take the BGT out-of-service due to operational needs. Closure under these conditions will be closed within 60 days of cessation of the BGT's operation.
- BGTs installed prior to June 16, 2008 that do not meet the requirements under 19.15.17.11.1(6) NMAC and WPX chooses not to retrofit or upgrade. Closure under these conditions will be completed within five years (by June 16, 2013).

# **General Plan Requirements:**

- Prior to initiating any BGT Closure except in the case of an emergency, WPX will review County Tax Records for the current surface owner of record. The surface owner of record will be notified of the intent to close the BGT by certified mail and a copy of this notification will be included in the closure report. In the case of an emergency, the surface owner of record will be notified as soon as practical.
- 2. Notice of Closure will be given to the Aztec District office between 72 hours and one week of the scheduled closure via email or phone. The notification of closure will include the followina:
  - a. Operators Name (WPX)
  - b. Well Name and API Number
  - c. Location (USTR)
- 3. All piping will be re-routed to an alternative produced water storage/disposal location (e.g. surface tanks, temporary frac tank ...). The well will be temporarily shut in until the re-routing is completed.
- 4. All produced water will be removed from the BGT following discharge-pipe re-routing. Produced water will be disposed at one of the following NMOCD approved facilities depending on the proximity of the BGT site: Rosa Unit SWD #1 (Order: SWD-916, API: 30-039-27055), Rosa Unit #94 (Order: SWD-3RP-1003-0, API: 30-039-23035), Jillson Fed. SWD #001 (Order: R10168/R10168A, API: 30-039-25465), Middle Mesa SWD #001 (Order: SWD-350-0, API: 30-045-27004) and/or Basin Disposal (Permit: NM-01-0005).
- 5. Solids and sludges will be shoveled and /or vacuumed out for disposal at Envirotech (Permit Number NM-01-0011).
- 6. WPX will obtain prior approval from NMOCD to dispose, recycle, reuse, or reclaim the BGT and provide documentation of the disposition of the BGT in the closure report. Steel materials will be recycled or reused as approved by the Division. Fiberglass tanks will be empty, cut up or shredded, and EPA cleaned for disposal as solid waste. Liners materials will be cleaned without soils or contaminated material for disposal as solid waste. Fiberglass

tanks and liner materials will meet the conditions of paragraph 1 subsection D of 19.15.9.712 NMAC. Disposal will be at a licensed disposal facility, presently San Juan Regional Landfill operated by Waste Management under NMED Permit SWM-052426.

- 7. Any equipment associated with the BGT that is no longer required for some other purpose, following the closure, will be removed from the location.
- 8. Following removal of the tank and any liner material, a five-point composite sample will be taken of the excavation and tested per 19.15.17.13(E)(4) NMAC as identified in Table 1. Grab samples will be collected from any area that is wet, discolored or showing other evidence of a release. Results will be reported to the Division following receipt from the lab on Form C-141.

Table 1: Closure Criteria for BGTs

| Components | Testing Methods                  | Closure Limits (mg/Kg) |
|------------|----------------------------------|------------------------|
| Benzene    | EPA SW-846 Method 8021B or 8260B | 0.2                    |
| BTEX       | EPA SW-846 Method 8021B or 8260B | 50                     |
| TPH        | EPA SW-846 Method 418.1(1)       | 100                    |
| Chlorides  | EPA SW-846 Method 300.1(1)       | 250 <sup>(2)</sup>     |

<sup>(1)</sup> Method modified for solid waste.

- 9. If the Division and/or WPX determine there is a release, WPX will comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC.
- 10. Upon completion of the tank removal, the excavation will be backfilled with non-waste earthen material compacted and covered with a minimum of one foot of top soil or background thickness, whichever is greater and to existing grade. The surface will be recontoured to match the native grade and prevent ponding.
- 11. For those portions of the former pit area no longer required for production activities, WPX will seed the disturbed areas the first growing season after the pit is covered. Seeding will be accomplished via drilling on the contour whenever practical, or by other Division-approved methods. Vegetative cover will equal 70% of the native perennial vegetative cover (unimpacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintained that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs. Note: If a surface owner agreement requires re-seeding or other surface restoration that do not meet the re-vegetation requirements of 19.15.17.13.1 NMAC then WPX will submit the proposed alternative with written documentation that the surface owner agrees to the alternative, for Division approval.
- 12. For those portions of the former pit area required for production activities, re-seeding will be done at well abandonment, and following the procedure noted above.

# **Closure Report:**

All closure activities will include proper documentation and will be submitted to OCD within 60 days of the BGT closure on a Closure Report using Division Form C-144. The Report will include the following:

- Proof of Closure Notice (surface owner & NMOCD)
- Backfilling & Cover Installation
- Site Diagram with coordinates
- Available Inspection reports

- Confirmation Sampling Analytical Results
- Disposal Facility Name(s) and Permit Number(s)
- Application Rate & Seeding techniques
- Photo Documentation of Reclamation

 $<sup>^{(2)}</sup>$  If background concentration of Chlorides greater than 250 mg/Kg, then higher concentration will be used for closure.