## State of New Mexico Energy Minerals and Natural Resources Department Oil Conservation Division 1220 South St. Francis Dr.

Form C-144 Revised April 3, 2017

For temporary pits, below-grade tanks, and multi-well fluid management pits, submit to the appropriate NMOCD District Office.

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

## Pit, Below-Grade Tank, or Proposed Alternative Method Permit or Closure Plan Application

Santa Fe, NM 87505

BGT 1 Closure of a pit, be Modification to an Closure plan only or proposed alternative method	registration proposed alternative method elow-grade tank, or proposed alternative met existing permit/or registration submitted for an existing permitted or non-p	ermitted pit, below-grade tank,
Please be advised that approval of this request does not relieve the o		•
environment. Nor does approval relieve the operator of its responsible		
1.	O CDVD // ASSESS	
Operator:Cross Timbers Energy, LLC		
Address:400 West 7 <sup>TH</sup> Street Fort Worth, TX 76102		<u> </u>
Facility or well name:State Gas Com CA #001		I
API Number:30-045-25878		
U/L or Qtr/QtrA Section16 Township		
Center of Proposed Design: Latitude36.7306862		NAD83
Surface Owner:  Federal State Private Tribal Trus	st or Indian Allotment	
☐ Pit:       Subsection F, G or J of 19.15.17.11 NMAC         Temporary:       ☐ Drilling       ☐ Workover         ☐ Permanent       ☐ Emergency       ☐ Cavitation       ☐ P&A       ☐ Mu         ☐ Lined       ☐ Unlined       Liner type:       Thickness      mil         ☐ String-Reinforced         Liner Seams:       ☐ Welded       ☐ Factory       ☐ Other	LLDPE HDPE PVC Other	
3. Below-grade tank: Subsection I of 19.15.17.11 NMAC		
Volume: 95 bbl Type of fluid:	Produced Water	
Tank Construction material: Steel		
Secondary containment with leak detection  Visible si	dewalls, liner, 6-inch lift and automatic overflow	shut-off
∀ Visible sidewalls and liner       Visible sidewalls only		
Liner type: Thicknessmil	PVC Other	<u> </u>
Q 4.		
Alternative Method:		900
Submittal of an exception request is required. Exceptions mus	st be submitted to the Santa Fe Environmental Bu	reau office for consideration of approval.
5.		
Fencing: Subsection D of 19.15.17.11 NMAC (Applies to per	manent pits, temporary pits, and below-grade tan	ıks)
☐ Chain link, six feet in height, two strands of barbed wire at	top (Required if located within 1000 feet of a per	manent residence, school, hospital,
institution or church)	hatryan and faur fact	138
Four foot height, four strands of barbed wire evenly spaced	between one and four feet	
☐ Alternate. Please specify Per BLM Specifications		
Form C-144	Oil Conservation Division	reau office for consideration of approval.  uks)  manent residence, school, hospital,  Page 1 of 6

Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)						
Screen Netting Other						
Monthly inspections (If netting or screening is not physically feasible)						
Signs: Subsection C of 19.15.17.11 NMAC						
12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers						
☑ Signed in compliance with 19.15.16.8 NMAC						
Variances and Exceptions:  Variance of the following is requested, if not leave blank:  Variance(s): Requests must be submitted to the appropriate division district for consideration of approval.  Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.						
Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accept material are provided below. Siting criteria does not apply to drying pads or above-grade tanks.	otable source					
General siting						
Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank.  - □ NM Office of the State Engineer - iWATERS database search; □ USGS; □ Data obtained from nearby wells	☐ Yes ⊠ No ☐ NA					
Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit.  NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells						
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. ( <b>Does not apply to below grade tanks</b> )  - Written confirmation or verification from the municipality; Written approval obtained from the municipality						
Within the area overlying a subsurface mine. (Does not apply to below grade tanks)  - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division						
<ul> <li>Within an unstable area. (Does not apply to below grade tanks)</li> <li>Engineering measures incorporated into the design; NM Bureau of Geology &amp; Mineral Resources; USGS; NM Geological Society; Topographic map</li> </ul>	☐ Yes ☐ No					
Within a 100-year floodplain. (Does not apply to below grade tanks) - FEMA map						
Below Grade Tanks						
Within 100 feet of a continuously flowing watercourse, significant watercourse, lakebed, sinkhole, wetland or playa lake (measured from the ordinary high-water mark).  - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☑ No					
Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption.  - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ⊠ No					
Temporary Pit using Low Chloride Drilling Fluid (maximum chloride content 15,000 mg/liter)						
Within 100 feet of a continuously flowing watercourse, or any other significant watercourse or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). (Applies to low chloride temporary pits.)  - Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No					
Within 300 feet from a occupied permanent residence, school, hospital, institution, or church in existence at the time of initial application.  - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No					
Within 200 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 300feet of any other fresh water well or spring, in existence at the time of the initial application.  NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	☐ Yes ☐ No					

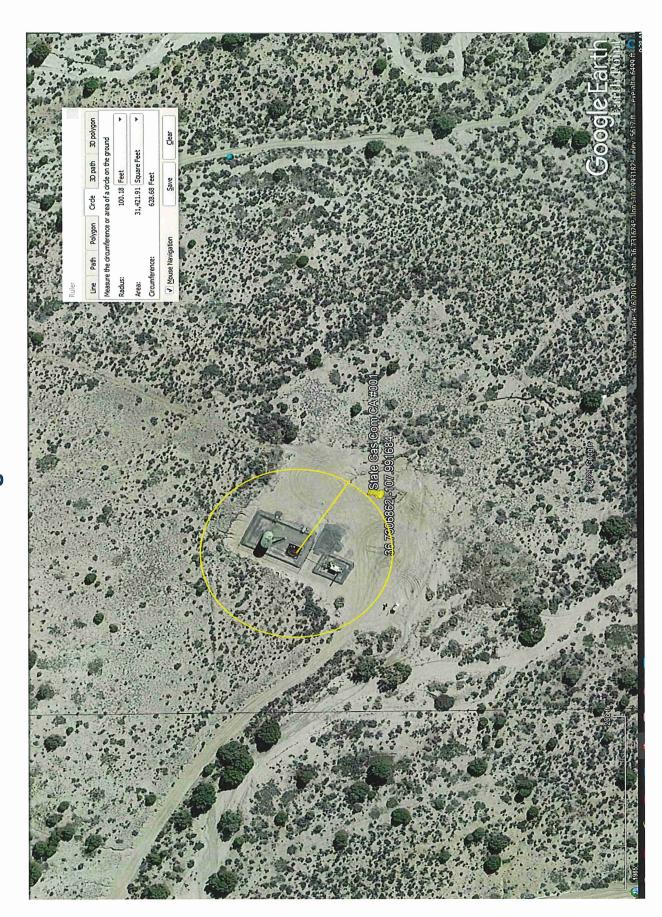
Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that	the documents are					
attached.  Hydrogeologic Report - based upon the requirements of Paragraph (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						
☐ Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC ☐ Quality Control/Quality Assurance Construction and Installation Plan ☐ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC						
☐ Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC ☐ Nuisance or Hazardous Odors, including H <sub>2</sub> S, Prevention Plan ☐ Emergency Response Plan						
☐ Oil Field Waste Stream Characterization ☐ Monitoring and Inspection Plan						
Erosion Control Plan  Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC						
Closure Fian - based upon the appropriate requirements of Subsection C of 19.13.17.9 NMAC and 19.13.17.13 NMAC						
Proposed Closure: 19.15.17.13 NMAC Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.						
Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Multi-well Alternative  Proposed Closure Method: Waste Excavation and Removal	ell Fluid Management Pit					
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						
14. Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items mus	t 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						
<ul> <li>         ☐ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.13 NMA</li> <li>         ☐ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings)     </li> </ul>						
<ul> <li>☑ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NM</li> <li>☑ Re-vegetation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC</li> </ul>	IAC					
Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC						
15. 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 provided below. Requests regarding changes to certain siting criteria require justifications and/or demonstrations of equivalent	source material are cy. Please refer to					
19.15.17.10 NMAC for guidance.						
Ground water is less than 25 feet below the bottom of the buried waste.  - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No					
Ground water is between 25-50 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No					
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 from nearby wells						
Within 100 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, lakebed, sinkhole, or plays 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.  - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No					
Within 300 horizontal feet of a private, domestic fresh water well or spring used for domestic or stock watering purposes, in exister at the time of initial application.  - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	nce Yes No					
Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No					
Within 300 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; 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						

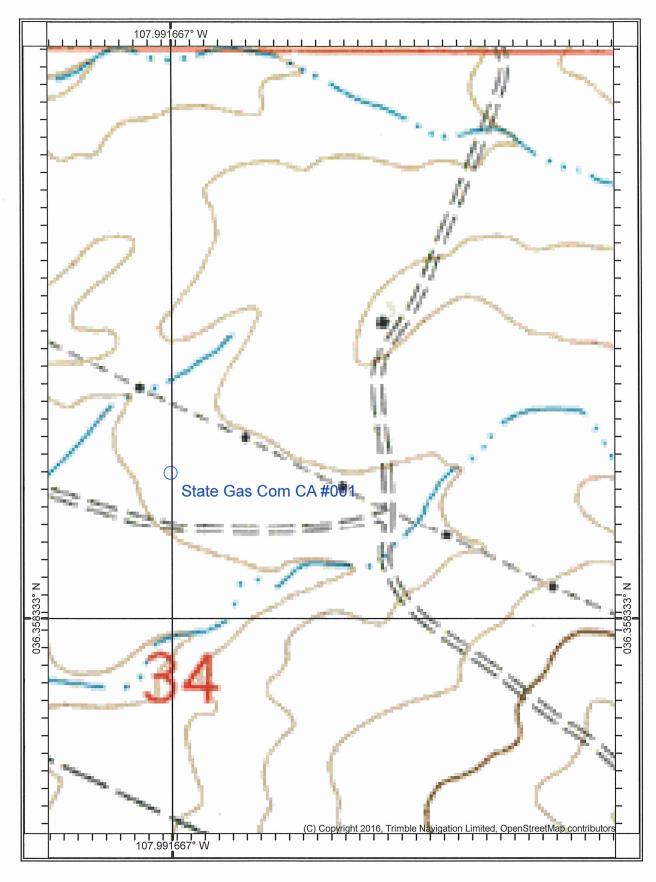
adopted pursuant to NMSA 1978, Section 3-27-3, as amended.  - Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No					
Within the area overlying a subsurface mine Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No					
<ul> <li>Within an unstable area.</li> <li>Engineering measures incorporated into the design; NM Bureau of Geology &amp; Mineral Resources; USGS; NM Geological Society; Topographic map</li> </ul>	☐ 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 E of 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Subsection K 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 Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of 19.15.17.13 NMAC Waste Material Sampling Plan - based upon the appropriate requirements of 19.15.17.13 NMAC Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot be achieved) Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Re-vegetation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC						
17. Operator Application Certification:						
I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and bel	lief.					
Name (Print): Vanessa Fields Title:Agent Regulatory Compliance Manager						
Signature: Date:5/2/2021						
e-mail address:vanessa@walsheng.net						
18.						
OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment)	21 2021					
OCD Representative Signature: CRWhitehead Approval Date: May	21, 2021					
	21, 2021					
OCD Representative Signature: CRUhitchead Approval Date: May  Title: Environmental Specialist OCD Permit Number: BGT 1  19.  Closure Report (required within 60 days of closure completion): 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 is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not section of the form until an approved closure plan has been obtained and the closure activities have been completed.	g the closure report.					
OCD Representative Signature: CRWhitehead Approval Date: May  Title: Environmental Specialist OCD Permit Number: BGT 1  19.  Closure Report (required within 60 days of closure completion): 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 is required to be submitted to the division within 60 days of the completion of the closure activities. Please do no	g the closure report.					
OCD Representative Signature: CRUhitchead Approval Date: May  Title: Environmental Specialist OCD Permit Number: BGT 1  19.  Closure Report (required within 60 days of closure completion): 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 is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not section of the form until an approved closure plan has been obtained and the closure activities have been completed.	g the closure report. t complete this					
OCD Representative Signature:	g the closure report. of complete this loop systems only) ndicate, by a check					

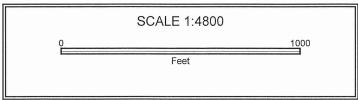
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3	<sup>3</sup> 22.				
- 1	Operator Closure Certification:				
hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.					
	Name (Print):	Title:			
	Signature:	Date:			
	e-mail address:	Telephone:			

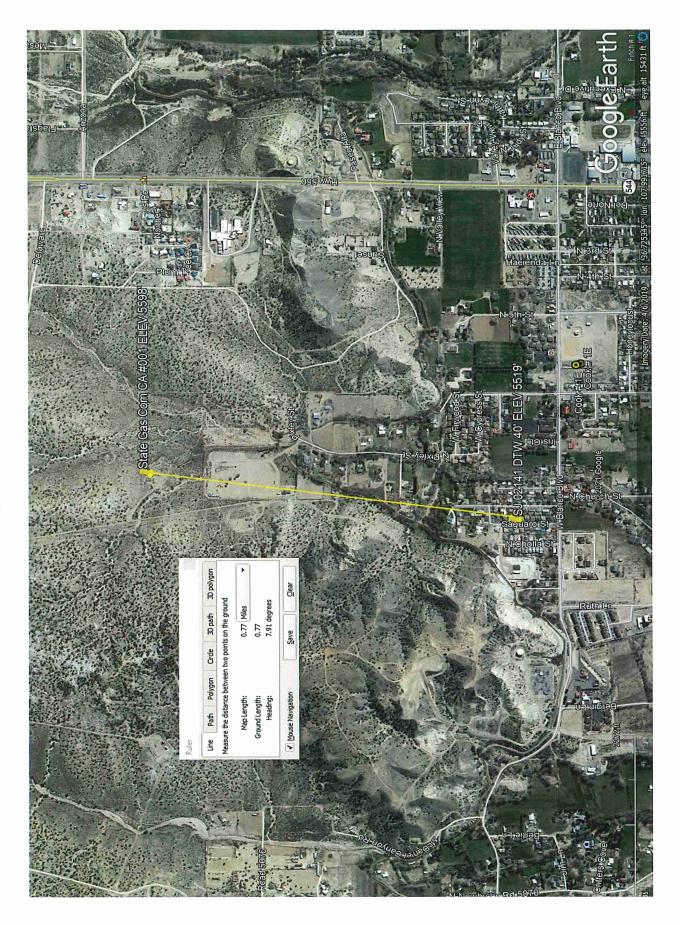
## STATE GAS COM CA #001 Sitting Criteria







# STATE GAS COM CA #001 API# 30-045-25878 DTW 119'





## New Mexico Office of the State Engineer

## **Point of Diversion Summary**

(quarters are 1=NW 2=NE 3=SW 4=SE)

(quarters are smallest to largest)

(NAD83 UTM in meters)

Well Tag **POD Number**  Q64 Q16 Q4 Sec Tws Rng

16

X

SJ 02141

232618 4067931\*

**Driller License:** 

**Driller Company:** 

CHIVERS BRYCE J.

**Driller Name:** 

CHIVERS, BRYCE

**Drill Start Date:** 

08/14/1987

**Drill Finish Date:** 

08/18/1987

Plug Date:

Log File Date:

10/07/1988

**PCW Rcv Date:** 

**Estimated Yield:** 

Shallow

**Pump Type:** 

Pipe Discharge Size:

Source:

7 GPM

Casing Size:

7.00

Depth Well:

110 feet

Depth Water:

40 feet

Water Bearing Stratifications:

Top **Bottom** Description

85

Shallow Alluvium/Basin Fill

Casing Perforations:

Top Bottom

102 109

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

5/17/21 12:55 PM

POINT OF DIVERSION SUMMARY

<sup>\*</sup>UTM location was derived from PLSS - see Help



## New Mexico Office of the State Engineer Water Column/Average Depth to Water

11W

(A CLW##### in the POD suffix indicates the POD has been replaced & no longer serves a water right file.)

(R=POD has been replaced, O=orphaned,

C=the file is closed)

(quarters are 1=NW 2=NE 3=SW 4=SE)

(quarters are smallest to largest)

(NAD83 UTM in meters)

(In feet)

**POD Number** 

Subbasin SJM2

**POD** 

County 64 16 4 Sec Tws Rng 16 29N

QQQ

X 4067931\* 232618

DepthWellDepthWater Column 110

Water

SJ 02141

SJ 03826 POD1

Code SJM2

232782 4068642

Average Depth to Water:

175

Minimum Depth:

40 feet 40 feet

Maximum Depth:

40 feet

Record Count: 2

PLSS Search:

Section(s): 16

Township: 29N

Range: 11W

\*UTM location was derived from PLSS - see Help

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data

5/17/21 2:43 PM

WATER COLUMN/ AVERAGE DEPTH TO WATER

## National Flood Hazard Layer FIRMette

07°59'49"W 36°44'5"N



**Legend** 

SEE FIS REPORT FOR DETAILED LEGEND AND INDEX MAP FOR FIRM PANEL LAYOUT

SPECIAL FLOOD HAZARD AREAS

Zone A, V, A99 With BFE or Depth Zone AE, AO, AH, VE, AR Without Base Flood Elevation (BFE)

Regulatory Floodway

Future Conditions 1% Annual

0.2% Annual Chance Flood Hazard, Area of 1.% annual chance flood with average depth less than one foot or with drainag

Area with Reduced Flood Risk due to Chance Flood Hazard Zone X

Area with Flood Risk due to Levee Zone D No screen Area of Minimal Flood Hazard Zone X

**Effective LOMRs** 

OTHER AREAS

Area of Undetermined Flood Hazard Zon

Channel, Culvert, or Storm Sewer GENERAL ---- Channel, Culvert, or Storr STRUCTURES | 1111111 Levee, Dike, or Floodwall Cross Sections with 1% Annual Chance Water Surface Elevation

Base Flood Elevation Line (BFE) Coastal Transect

Jurisdiction Boundary Limit of Study

Coastal Transect Baseline

Hydrographic Feature Profile Baseline

OTHER FEATURES

Digital Data Available

No Digital Data Available

MAP PANELS

The pin displayed on the map is an approximate point selected by the user and does not represe an authoritative property location.

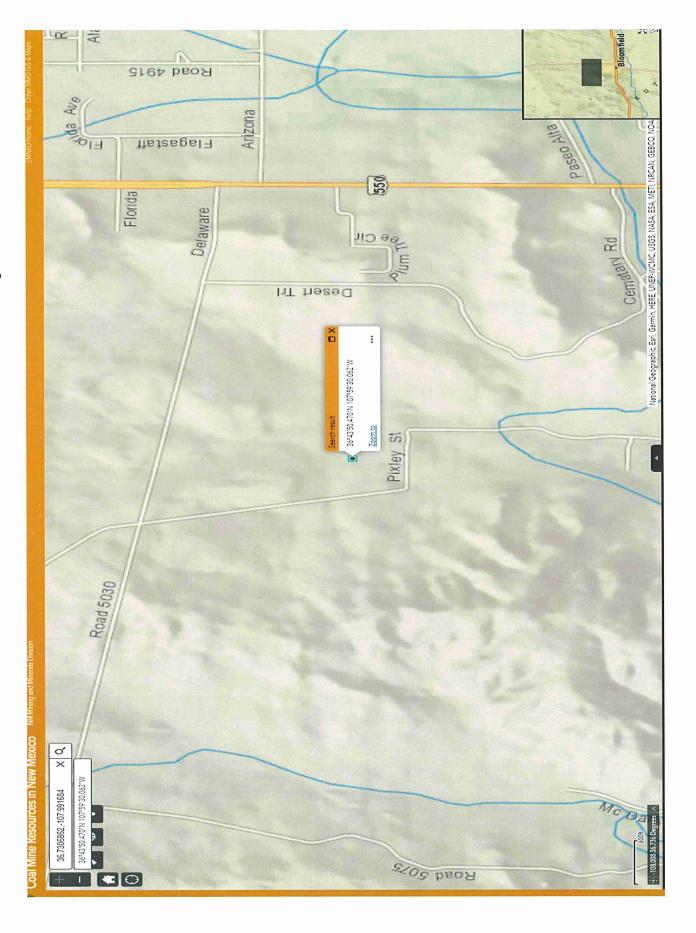
This map complies with FEMA's standards for the use of digital flood maps if it is not void as described below. The basemap shown complies with FEMA's basemap reflect changes or amendments subsequent to this date and time. The NFHL and effective information may change or become superseded by new data over time. This map image is void if the one or more of the following map elements do not appear: basemap imagery, flood zone labels,



1,500

## STATE GAS COM CA #001 Mine Map

Received by OCD: 5/20/2021 10:32:48 AM



## Below Grade Tank Operating & Maintenance Plan

State Gas Com CA #001

U/L: A, Section 16, TWN: 29N. RNG: 11W

San Juan County, New Mexico

As stipulated in Rule 19.15.17 NMAC, the following information adheres to the requirements established in closing below-grade tanks (BGTs) on Cross Timbers Energy, LLC well sites. This plan will address the standard protocols and procedures for closure of BGTs.

- 1. CROSS TIMBERS ENERGY, LLC will operate and maintain a BGT to contain liquids and solids and maintain the integrity of the liner, liner system and secondary containment system to prevent contamination of fresh water and protect public health and environment. CROSS TIMBERS ENERGY, LLC will accomplish this by performing an inspection on a monthly basis.
- 2. CROSS TIMBERS ENERGY, LLC will not discharge into or store any hazardous waste in the BGT.
- 3. CROSS TIMBERS ENERGY, LLC shall operate and install the below-grade tank to prevent the collection of surface water run-on. CROSS TIMBERS ENERGY, LLC has built in shut off devices that do not allow a below grade tank to overflow. CROSS TIMBERS ENERGY, LLC constructs berms and above ground to keep from surface water run-on.
- 4. As per 19.17.15.12 Subsection D, Paragraph 3, CROSS TIMBERS ENERGY, LLC will inspect the below-grade tank at least monthly reviewing several items which include
  - 1) containment berms adequate and no oil present
  - 2) tanks had no visible leaks or sign of corrosion.
  - 3) tank valves, flanges, and hatches had no visible leaks and 4) no evidence of significant spillage of produced liquids. If detected on either inspection, CROSS TIMBERS ENERGY, LLC shall remove any visible or measurable layer of oil from the fluid surface of a below-grade tank to prevent significant accumulation of oil overtime. The written record of the monthly inspections will include the items listed above and will be maintained for five years.

- 5. CROSS TIMBERS ENERGY, LLC shall require and maintain adequate freeboard to prevent overtopping of the below-grade tank of the below-grade tank.
- 6. 6. If the below grade tank develops a leak, or if any penetration of the pit liner or below grade tank, occurs below the liquid's surface, then CROSS TIMBERS ENERGY, LLC shall remove all liquid above the damage or leak line within 48 hours. CROSS TIMBERS ENERGY, LLC shall notify the appropriate district office. CROSS TIMBERS ENERGY, LLC shall repair or replace the pit liner or below grade tank, within 48 hours of discovery. If the below grade tank or pit liner does not demonstrate integrity, CROSS TIMBERS ENERGY, LLC shall promptly remove and install a below grade tank or pit liner that complies with Subsection I of 19.15.17.11 NMAC. CROSS TIMBERS ENERGY, LLC shall notify the appropriate district office of a discovery of leaks less than 25 barrels as required pursuant to Subsection B of 19.15.3.116 NMAC shall be reported within twenty-four (24) hours of discovery of leaks greater than 25 barrels. In addition, immediate verbal notification pursuant to Subsection B, Paragraph (1), and Subparagraph (d) of 19.15.3.116 NMAC shall be reported to the division's

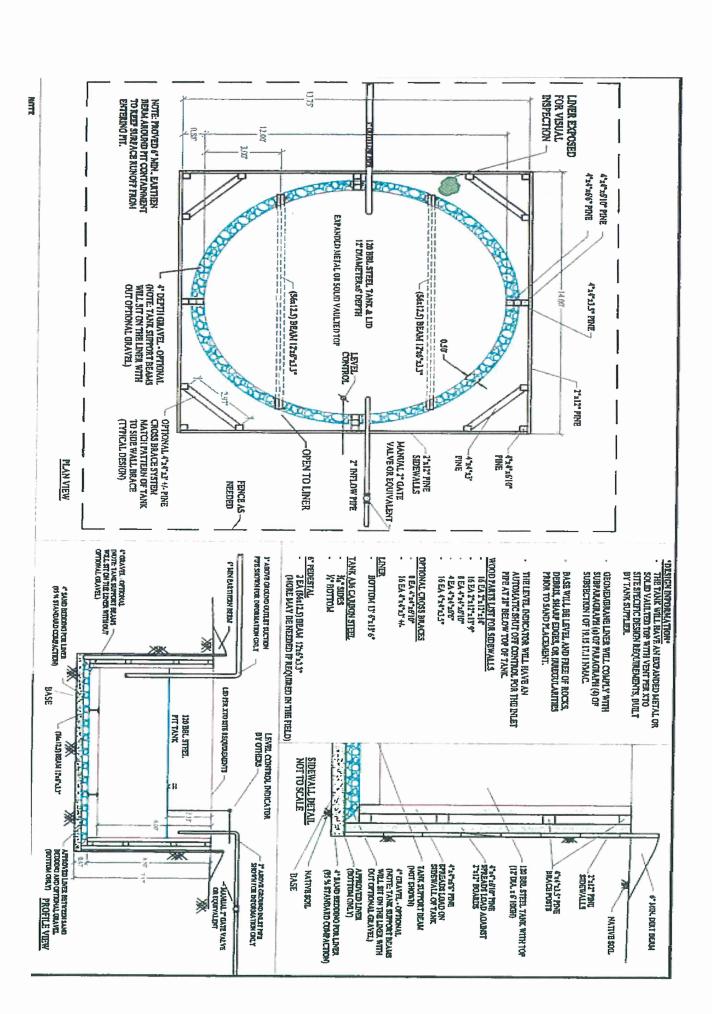
## General Design and Construction Plan for Below-Grade Tanks

In accordance with Rule 19. 15.17.11 NMAC the follow information describes the design and construction of below-grade tanks on Cross Timbers LLC standard procedure for all below-grade tanks. A separate plan will be submitted for any below grade tank which does not conform to this plan

## **General Plan:**

- 1. Cross Timbers LLC will design and construct below-grade tanks to contain liquids and solids and prevent contamination of fresh water and protect public health and environment.
- 2. Cross Timbers LLC will post a well sign, in compliance with 19.15.3. I 03 NMAC, on the existing well site operated by Cross Timbers where the existing below-grade tank is located. The sign will list the Operator on record as the operator, the location of the well site by unit letter, section, township, range, and emergency telephone numbers.
- 3. Cross Timbers LLC is requesting approval of an alternative fencing to be used on below-grade tank locations Below Grade tank locations will be fenced utilizing 48" steel mesh field-fence (hog wire) with pipe railing along the top. A 6' chain link fence will be utilized around the well pad if the well site is within a city limit or ¼ mile of a permanent residence, school, hospital, institution, or church. Below-grade tanks located within IOOO' of a permanent residence, school, hospital, institution or church will be fenced by 6' chain link fence with at least two strands of barbed wire at the top. All gates associated with below-grade tanks will remain closed and locked when responsible individuals are not on site.
- 4. Cross Timbers LLC shall construct below-grade tanks with an expanded metal covering.
- 5. Cross Timbers LLC will ensure that below-grade tanks are constructed of materials resistant to the below-grade tank's particular contents and resistant to damage from sunlight Tanks will be constructed of A36 carbon steel with 3/16" sides and 1/4" bottom. (See attached drawing).
- 6. The below-grade tank system will have a properly constructed foundation consisting of a level base free of rocks, debris, sharp edges, or irregularities to prevent punctures, cracks or indentations of the liner or tank bottom. Sand bedding (4") will be placed on top of a level foundation to ensure prevention of punctures, cracks or indentations of the liner or tank bottom.
- 7. Cross Timbers LLC will construct a berm and/or diversion ditch in a manner that prevents the collection of surface water run-on. Below-grade tanks will be equipped with automatic high level shut-off devices as well as manually operated shut-off valves. (See attached drawing).
- 8. Cross Timbers LLC will construct and use below-grade tank's; that do not have double walls. The below-grade tank sidewalls will be open for visual inspection for leaks. The sidewalls of the cellar will be constructed with 2" X 12" pine sidewalls and 4" X 4" pine brace posts. The below-grade tank bottom will be elevated a minimum of6" above the underlying ground surface and the below grade lank will be underlain with a geomembrane liner to divert leaked liquid to a location that can be visually inspected (See attached drawing)

- 9. Cross Timbers LLC will equip below-grade tanks designed in this manner with a properly functioning automatic shut off control device and manual controls to prevent overflows.
- 10. Cross Timbers LLC will demonstrate to the OCD that the geomembrane liner complies with the specifications of Subparagraph (a) of Paragraph (4) of Subsection I of 19.15.17 .11 NMAC and obtain approval from OCD prior to the installation of the design. The geomembrane liner shall have a hydraulic conductivity no greater than I x I 0-9 cm/sec. The geomembrane liner shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salts, and acidic, and alkaline solutions. The liner material shall be resistant to ultraviolet light. Liner compatibility shall comply with EPA S\V-846 method 9090A.



Notes:								Inspector's	Legals	Well Name:		
Provide De							Date	Inspection	Sec:			
Provide Detailed Description:							Time	Inspection			(	MONTE
ption:							tears (Y/N)	Any visible liner	Township:		7 7 7	+ V REI O
							tank overflows (Y/N)	Any visible signs of				MONTHLY BELOW GRADE TANK INSPECTION FORM
							run on (Y/N)	Collection of surface	Range:	AT No.:		NSPECTIO
							of oil (Y/N)	Visible layer			(	N FORM
							of a tank leak (Y/N)	Any visible signs				
							Est. (ft)	Freeboard		•		

## Below Grade Tank Closure Plan

State Gas Com CA #001

U/L: A, Section 16, TWN: 29N. RNG: 11W

San Juan County, New Mexico

As stipulated in Rule 19 .15 .17 .13 NMAC, the following information adheres to the requirements established in closing below-grade tanks (BGTs) on Cross Timbers Energy, LLC well sites. This plan will address the standard protocols and procedures for closure of BGTs.

Cross Timbers Energy, LLC proposes to close its existing BGTs that do not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or are not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC in accordance with this closure plan and the transitional provisions of Subsection E of 19.15.17.17 NMAC.

The following outline addresses all requirements for closure of Cross Timbers Energy, LLCBGTs:

- 1. Prior notification of Cross Timbers Energy, LLC intent to close the BGT will follow 19.15.17.13J (I) and (2).
  - a. Cross Timbers Energy, LLC will notify the surface owner by certified mail, return receipt requested, of closure plans. Evidence of mailing of the notice to the address of the surface owner shown in the county tax records is enough to demonstrate compliance with this requirement.
  - b. Notification will also be given to the division District III office verbally or by other means at least 72 hours, but not more than one (1) week, prior to any closure operation. The notice will include the operator's name and the well's name, number, and API number, in addition to the well's legal description, including the unit letter, section, township, and range.

2.CROSS TIMBERS ENERGY, LLC will remove liquids and sludge from the BGT prior to implementing a closure method and dispose of the liquids and sludge in a NMOCD's division-approved facility. A list of Cross Timbers Energy, LLC approved disposal facilities is below:

Fluid disposal:

## **Agua Moss**

Sunco well #1

U/L=E, SWNW, Section 2, T29N-RI2W San Juan, New Mexico

Permit #NM-01-0009

## Basin Disposal Inc.

Basin Disposal well # 1

U/L=F, SWNW, Section 3, T29N-RI 1 W San Juan, New Mexico

Permit #NM-01-0005

Solid disposal: Envirotech Land Farm

**Disposal Facility** 

Section 6, T26N-R10W, County Road #7175 San Juan, New Mexico

Permit #NM-01-0011

3.CROSS TIMBERS ENERGY, LLC will remove the BGT from the pit and place it at ground level adjacent to the original BGT site and dispose of it in a NMOCD approved facility or recycle, reuse, or reclaim it in a manner that the NMOCD approved. If a liner is present and must be disposed of it will be cleaned and disposed at a permitted solid waste facility, pursuant to Subparagraph (m) of Paragraph (1) of Subsection C of 19.15.35.8 NMAC.

- 4. Cross Timbers Energy, LLC will hook up necessary equipment and piping for temporary tank use. At this time, any on-site equipment not necessary to the operation of the tank will be removed from the site.
- 5.Cross Timbers Energy, LLC will test the soils beneath the original BGT location to determine whether a release has occurred. At a minimum, a five (5) point composite sample will be collected in addition to individual grab samples from areas that are wet, discolored, or showing other evidence of a release. The samples will be analyzed for BTEX, TPH (GRO DRO MRO, and chlorides to demonstrate that they do not exceed certain concentrations. The testing methods and closure standards for those constituents are as follows:

		ble I							
	Closure Criteria for Soils Impacted by a Release								
Minimum depth below any point within the horizontal boundary of the release to ground water less than 10,000 mg/l TDS	Constituent	Method*	Limit**						
≤ 50 feet	Chloride***	EPA 300.0 or SM4500 Cl B	600 mg/kg						
	TPH (GRO+DRO+MRO)	EPA SW-846 Method 8015M	100 mg/kg						
	BTEX	EPA SW-846 Method 8021B or 8260B	50 mg/kg						
	Benzene	EPA SW-846 Method 8021B or 8260B	10 mg/kg						
51 feet-100 feet	Chloride***	EPA 300.0 or SM4500 Cl B	10,000 mg/kg						
	TPH (GRO+DRO+MRO)	EPA SW-846 Method 8015M	2,500 mg/kg						
	GRO+DRO	EPA SW-846 Method 8015M	1,000 mg/kg						
-	BTEX	EPA SW-846 Method 8021B or 8260B	50 mg/kg						
	Benzene	EPA SW-846 Method 8021B or 8260B	10 mg/kg						
>100 feet	Chloride***	EPA 300.0 or SM4500 Cl B	20,000 mg/kg						
	TPH (GRO+DRO+MRO)	EPA SW-846 Method 8015M	2,500 mg/kg						
	GRO+DRO	EPA SW-846 Method 8015M	1,000 mg/kg						
	BTEX	EPA SW-846 Method 8021B or 8260B	50 mg/kg						
	Benzene	EPA SW-846 Method 8021B or 8260B	10 mg/kg						

Notes: mg/Kg= milligram per kilogram; BTEX = benzene, toluene, ethylbenzene, and total xylenes; TPH = total petroleum hydrocarbons. Other EPA methods that the division approves may be applied to all constituents listed. The Chlorides closure standards will be determined by whichever concentration level is greatest.

6.Cross Timbers Energy, LLC will notify the division District III office of the soil test results on Form C-14 I. It is understood that the NMOCD may require additional delineation upon review of the results.

7. If it is determined that a release has occurred, then Cross Timbers Energy, LLC will comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC, as appropriate.

8. If the confirmation sampling demonstrates that a release has not occurred or that any release does not exceed the concentrations specified above, then Cross Timbers Energy, LLC will backfill the excavation with compacted, non-waste containing, earthen material; construct a division prescribed soil cover; re-contour the site; and move the fiberglass tank onto the newly backfilled and compacted site. The division-prescribed soil cover, re-contouring, and re-vegetation requirements shall comply with Subsections G, H, and I of 19.15.17.13

NMAC.

9. Reclamation will follow 19.15.17.130 (1) and (2).

- a. The BGT location and all areas associated with the BGT, including associated access roads, if applicable, will be reclaimed to a safe and stable condition that blends with the surrounding undisturbed area. It is understood that Cross Timbers Energy, LLC shall substantially restore the impacted surface area to the condition that existed prior to oil and gas operations by placement of the soil cover as provided in Subsection H of 19 .15 .1 7 .13 NMA C and re-contour the location and associated areas to a contour that approximates the original contour and blends with the surrounding topography.
- b. Re-vegetation will not be completed at the time the BGT pit is reclaimed but will instead be applied for as part of the P&A process when the well is plugged and abandoned. 10.Soil cover will follow 19.15.17.13H (1) and (3).
  - a. The soil cover for closures where the BGT has been removed or contaminated soil has been remediated to the NMOCD's satisfaction will consist of the background thickness of topsoil or one (1) foot of suitable material to establish vegetation at the site, whichever is greater.
  - b. The soil cover will be constructed to the site's existing grade, and all possible efforts will be conducted to prevent ponding of water and erosion of the cover material.
- 11. Within 60 days of closure completion, Cross Timbers Energy, LLC will submit a closure report on NMOCD's Form C-144, with necessary attachments to document all closure activities, including sampling results; information required by 19.15.17 NMAC; and details on backfilling, capping, and covering, where applicable. Cross Timbers Energy, LLC will certify that all information in the report and attachments is correct and that Cross Timbers Energy, LLC has complied with all applicable closure requirements and conditions specified in the approved closure plan.

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**State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division** 1220 S. St Francis Dr. **Santa Fe, NM 87505** 

CONDITIONS

Action 28963

### **CONDITIONS OF APPROVAL**

Operator:			OGRID:	Action Number:	Action Type:
CROSS TIMBERS ENERGY, LLC	400 West 7th Street	Fort Worth, TX76102	298299	28963	C-144B

OCD Reviewer	Condition
cwhitehead	None