District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

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.

#### <u>Pit, Below-Grade Tank, or</u> Proposed Alternative Method Permit or Closure Plan Application

Type of action:  Below grade tank registration  Permit of a pit or proposed alternative method  BGT1 Closure  Report  Closure of a pit, below-grade tank, or proposed alternative method  Modification to an existing permit/or registration  Closure plan only submitted for an existing permitted or non-permitted pit, below-grade tank, or proposed alternative method  Instructions: Please submit one application (Form C-144) per individual pit, 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 nvironment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.
1. Operator: Hilcorp Energy Company OGRID #: 372171
Address: 382 Road 3100 Aztec, NM 87410
Facility or well name: WF Federal 29 2
API Number:OCD Permit Number:
U/L or Qtr/Qtr P Section 29 Township 30N Range 14W County: San Juan
Center of Proposed Design: Latitude 36.780122 Longitude -108.325878 NAD83
Surface Owner:  Federal State Private Tribal Trust or Indian Allotment
Pit:       Subsection F, G or J of 19.15.17.11 NMAC         Temporary:       □ Drilling       □ Workover         □ Permanent       □ Emergency       □ Cavitation       □ P&A       □ Multi-Well Fluid Management       Low Chloride Drilling Fluid       □ yes       □ no         □ Lined       □ Unlined       Liner type:       Thickness      mil       □ LLDPE       □ HDPE       □ PVC       □ Other          □ String-Reinforced       Liner Seams:       □ Welded       □ Factory       □ Other        Volume:        bbl       Dimensions:       L       x W       x D
3.    Below-grade tank: Subsection I of 19.15.17.11 NMAC   Volume:95bbl Type of fluid: Produced Water   Tank Construction material: Metal
4.  Alternative Method: 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)				
☐ Screen ☐ Netting ☐ Other				
☐ Monthly inspections (If netting or screening is not physically feasible)				
7.				
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:  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:  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.				
9. 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 acceptance are provided below. Siting criteria does not apply to drying pads or above-grade tanks.	otable source			
<b>General siting</b>				
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			
<u>Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit.</u> NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No 図 NA			
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	☐ Yes ☐ No			
Within the area overlying a subsurface mine. ( <b>Does not apply to below grade tanks</b> ) - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No			
<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. ( <b>Does not apply to below grade tanks</b> ) - FEMA map	☐ Yes ☐ No			
Below Grade Tanks				
Within 100 feet of a continuously flowing watercourse, significant watercourse, lake bed, sinkhole, wetland or playa lake (measured	☐ Yes ⊠ No			
from the ordinary high-water mark).  - Topographic map; Visual inspection (certification) of the proposed site				
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			
<u>Temporary Pit using Low Chloride Drilling Fluid</u> (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.	☐ Yes ☐ No			
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image				
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			

Within 100 feet of a wetland.  - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No		
Temporary Pit Non-low chloride drilling fluid			
Within 300 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).  - 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 500 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 1000 feet of any other fresh water well or spring, in the 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		
<ul> <li>Within 300 feet of a wetland.</li> <li>US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site</li> </ul>	☐ Yes ☐ No		
Permanent Pit or Multi-Well Fluid Management Pit			
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		
<ul> <li>Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.</li> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> </ul>	☐ Yes ☐ No		
Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, 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		
<ul> <li>Within 500 feet of a wetland.</li> <li>US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site</li> </ul>	☐ 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 19.15.17.11 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   Previously Approved Design (attach copy of design) API Number: or Permit Number: _			
11. Multi-Well Fluid Management Pit 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 docattached.  Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC  Departing and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC  A List of wells with approved application for permit to drill associated with the pit.  Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19 and 19.15.17.13 NMAC  Hydrogeologic Data - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC  Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC  Previously Approved Design (attach copy of design)  API Number:			

	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 description is the subsection of the following items must be attached to the application.	documents are				
	attached.	iocumenis are				
	☐ 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					
	<ul> <li>☐ Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC</li> <li>☐ Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC</li> </ul>					
	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					
	13. <b>Proposed Closure:</b> 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 Fl	uid Management Pit				
	Proposed Closure Method: Waste Excavation and Removal					
	<ul><li>☐ Waste Removal (Closed-loop systems only)</li><li>☐ On-site Closure Method (Only for temporary pits and closed-loop systems)</li></ul>					
	☐ In-place Burial ☐ On-site Trench Burial ☐ Alternative Closure Method					
1	14.					
	Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be a closure plan. Please indicate, by a check mark in the box, that the documents are attached.	attached to the				
	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 NMAC</li> <li>         ☐ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings)     </li> </ul>					
	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 H of 19.15.17.13 NMAC  Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC					
	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 sour provided below. Requests regarding changes to certain siting criteria require justifications and/or demonstrations of equivalency. P					
	19.15.17.10 NMAC for guidance.	ieuse rejer io				
	Ground water is less than 25 feet below the bottom of the buried waste.	☐ Yes ☐ No				
	- NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	□ NA				
	Ground water is between 25-50 feet below the bottom of the buried waste	☐ Yes ☐ No				
	- NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	□ 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 obtained from nearby wells	☐ Yes☐ No☐ NA				
	Within 100 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, lakebed, sinkhole, or playa	☐ Yes ☐ No				
	lake (measured from the ordinary high-water mark).					
	- Topographic map; Visual inspection (certification) of the proposed site  Within 200 feet from a permanent residence school hospital institution or abureh in existence at the time of initial application					
	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 existence at the time of initial application.	☐ Yes ☐ No				
	- NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site					
	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	□ Var □ M				
	Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance	Yes No				
- 1		i				

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			
Within an unstable area.  - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map				
Within a 100-year floodplain.	Yes No			
- FEMA map	☐ Yes ☐ No			
16.  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  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 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				
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				
Name (Print): Title:				
Signature: Date:				
e-mail address: Telephone:				
18. Report  OCD Approval: ☐ Permit Application (including closure plan) ☐ Closure Plan (only) ☐ OCD Conditions (see attachment)				
OCD Representative Signature: Jaclyn Burdine Approval Date: 08/01/	2022			
Title: Environmental Specialist-A OCD Permit Number: BGT1	<del></del>			
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. 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: 5/19/2022				
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 section of the form until an approved closure plan has been obtained and the closure activities have been completed.				
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 section of the form until an approved closure plan has been obtained and the closure activities have been completed.	t complete this			

22.			
Operator Closus	re Certification:		
I hereby certify th	hat the information and attac	hments submitted with this closure report is	is true, accurate and complete to the best of my knowledge a
belief. I also cert	tify that the closure complies	with all applicable closure requirements ar	and conditions specified in the approved closure plan.
Name (Print):	Amanda Walker	Title:	: Operations/Regulatory Technician – Sr
	$\sim 1/d/L$		
Signature:	Madler		Date: <u>7/19/2022</u>
e-mail address:	mwalker@hilcorp.com	Telephone:	(346) 237-2177

#### Hilcorp Energy Company San Juan Basin Below Grade Tank Closure Report

Lease Name: WF Federal 29 2 API No.: 30-045-30058

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure of the below-grade tank referenced above. All proper documentation regarding closure activities is being included with the C-144.

#### General Plan:

1. HILCORP shall close a below-grade tank within 60 days of cessation of operations per Subsection G.4 of 19.15.17.13 NMAC. This will include a) below-grade tanks that do not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC; b) an earlier date that the division requires because of imminent danger to fresh water, public health or the environment. For any closure, HILCORP will file the C144 Closure Report as required.

The below-grade tank referenced above was permitted and closed within 60 days of cessation of the below-grade tanks operation.

2. HILCORP shall remove liquids and sludge from a below-grade tank prior to implementing a closure method and shall dispose of the liquids and sludge in a division-approved facility. The facilities to be used will be Basin Disposal (Permit #NM-01-005), JFJ Landfarm % Industrial Ecosystem Inc. (Permit # NM-01-0010B) and Envirotech Land Farm (Permit #NM-01-011). The liner after being cleaned well (Subsection D, Paragraph 1, Subparagraph (m) of 19.15.9.712 NMAC) will be disposed of at the San Juan County Regional Landfill located on CR 3100.

All recovered liquids were disposed of at Basin Disposal (Permit #NM-01-005) and any sludge or soil required to be removed to facilitate closure was hauled to Envirotech Land Farm (Permit #NM-01-011) and JFJ Landfarm % IEI (Permit #NM-01-0010B). The liner was cleaned per Subsection D, Paragraph 1, Subparagraph (m) of 19.15.9.712 NMAC was disposed of at the San Juan County Regional Landfill located on CR 3100.

3. HILCORP will receive prior approval to remove the below-grade tank and dispose of it in a division-approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office approves.

The below-grade tank was disposed of in a division-approved manner.

4. If there is any on-site equipment associated with a below-grade tank, then HILCORP shall remove the equipment, unless the equipment is required for some other purpose.

All on-site equipment associated with the below-grade tank was removed.

5. HILCORP will test the soils beneath the below-grade tank to determine whether a release has occurred. HILCORP shall collect, at a minimum, a five point, composite sample; collect individual grab samples from any area that is wet, discolored or showing other evidence of a release; and analyzed for the constituents listed in Table I of 19.15.17.13 NMAC. Hilcorp shall notify the division of its results on form C-141.

A five point composite sample was taken of the below-grade tank using sampling tools and all samples tested per Subsection B of 19.15.17.1 3(B)(1)(b). (Sample results attached). Form C-141 is attached.

Components	Tests Method	Limit (mg/kg)
Benzene	EPA SW-846 8021B or 8260B	0.2
BTEX	EPA SW-846 8021B or 8260B	50
TPH	EPA SW-846 418.1	100
Chlorides	EPA 300.0	250

6. If HILCORP or the division determines that a release has occurred, then HILCORP shall comply with 19.15.3.116 NMAC and 19.15.1.19 NMAC, as appropriate.

A release was determined for the above referenced well.

7. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Table I of 19.15.17.13 NMAC, then HILCORP shall backfill the excavation with compacted, non-waste containing, earthen material; construct a division-prescribed soil cover; recontour and revegetate the site.

The below-grade tank area passed all requirements of Paragraph (4) of Subsection E of 19.15.17.13 NMAC and was backfilled with compacted, non-waste containing, earthen material.

- 8. Notice of Closure will be given prior to closure to the Aztec Division office between 72 hours and one week via email or verbally. The notification of closure will include the following:
  - i. Operator's name
  - ii. Location by Unit Letter, Section, Township, and Range. Well name and API number.

Notification is attached.

- 9. The surface owner shall be notified of HILCORP's closing of the below-grade tank 72 hours, but not more than one week, prior to closure as per the approved closure plan via certified mail, return receipt requested.
  - The closure process notification to the landowner was sent via email. (See Attached) (Well located on Federal Land, certified mail is not required for Federal Land per BLM/OCD MOU.)
- 10. Re-contouring of location will match fit, shape, line, form and texture of the surrounding. Re-shaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be place in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.

The below-grade tank area was re-contoured to match fit, shape, line, form and texture of the surrounding area. Re-shaping including drainage control, to prevent ponding and erosion. Natural drainages were unimpeded and water bars and/or silt traps were placed in areas where needed to prevent erosion on a large scale. Final recontour has a uniform appearance with smooth surface, fitting the natural landscape.

11. HILCORP shall seed the disturbed areas the first favorable growing season following closure of a below-grade tank. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM stipulated seed mixes will be used on federally regulated lands and division-approved seed mixtures (administratively approved if required) will be utilized on all State or private lands. A uniform vegetative cover has been established that reflects a life-form ratio of plus or minus fifty percent (50%) of pre-disturbance levels and a total percent plant cover of at least seventy percent (70%) of pre-disturbance levels, excluding noxious weeds. If alternate seed mix is required by the state, private owner or tribe, it will be implemented with administrative approval if needed. Hilcorp will repeat seeding or planting will be continued until successful vegetative growth occurs.

Provision 13 was accomplished through complying with BLM seeding requirements as allowed by the BLM/OCD MOU.

12. A minimum of four feet of cover shall be achieved and the cover shall include one foot of suitable material, with chloride concentrations less than 600 mg/kg as analyzed by EPA Method 300.0, to establish vegetation at the site, or the background thickness of topsoil, whichever is greater.

The below-grade tank area was backfilled and more than four feet of cover was achieved and the cover included one foot of suitable material to establish vegetation at the site.

- 13. All closure activities will include proper documentation and be available for review upon request and will be submitted to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on C-144 and incorporate the following:
  - Soil Backfilling and Cover Installation (See Report)
  - Re-vegetation application rates and seeding techniques (See Report)
  - Photo documentation of the site reclamation (Included as an attachment)
  - Confirmation Sampling Results (Included as an attachment)
  - Proof of closure notice (Included as an attachment)

#### **Kandis Roland**

From: Kandis Roland

**Sent:** Friday, May 13, 2022 10:17 AM

**To:** Venegas, Victoria, EMNRD; 'Joyner, Ryan N'

Cc: Mandi Walker; Kandis Roland; Brandon Sinclair; Mitch Killough; Chad Perkins; Ben

Mitchell; Lisa Jones; Joey Becker; Clara Cardoza; Jamie Huffman

**Subject:** 72 Hour BGT Notification - WF Federal 29 2 (30-045-30058)

**Attachments:** WF Federal 29 2 BGT Approved.pdf

Subject: 72 Hour BGT Closure Notification

Anticipated Start Date: Thursday, May 19, 2022 at approximately 9:00 AM

The subject well has a below-grade tank that will be permanently removed. The BGT permit is attached. Please contact me at any time if you have any questions or concerns.

Well Name: WF FEDERAL 29 2

API#: 3004530058

Location: Unit P, Section 29, T030N, R014W

Footages: 795' FSL & 665' FEL

Operator: Hilcorp Energy Surface Owner: BLM

Reason: Well was P&A'd

Please forward to anyone that I may have missed.

Thanks,

Kandis Roland
HILCORP ENERGY
San Juan East/South Regulatory
713.757.5246
kroland@hilcorp.com

## Pre-Closure Photos











District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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 Form C-141
Revised August 24, 2018
Submit to appropriate OCD District office

Incident ID	
District RP	
Facility ID	
Application ID	

#### **Release Notification**

#### **Responsible Party**

Responsible Party Hilcorp Energy Company					372171
Contact Name Mitch Killough					Telephone 713-757-5247
Contact email mkillough@hilcorp.com				Incident	-
		1111 Travis Stree	et, Houston, Tex		<u></u>
77002			T 4.	en i	
			Location	n of Release S	Source
Latitude 36.7	80128		(NAD 83 in a	Longitude lecimal degrees to 5 dec	e -108.325224
			(1.112) 30 111 1		
Site Name W				Site Type	
		5/26/2022 – Date Laboratory repor	v	API# 30-	045-30058
Unit Letter	Section	Township	Range	Cor	unty
P	29	30N	14W	San Juan	
Surrace o who		Federal Tr	Nature an	d Volume of	
Crude Oil		Volume Release	***	en calculations or specif	Volume Recovered (bbls)
Produced	Water	Volume Release	d (bbls)		Volume Recovered (bbls)
Is the concentration of dissolved chloride in the produced water >10,000 mg/l?				chloride in the	☐ Yes ☐ No
Condensa	ite	Volume Release			Volume Recovered (bbls)
☐ Natural G	as	Volume Release	d (Mcf)		Volume Recovered (Mcf)
Other (describe) Volume/Weight Released (provide units)			Released (provi	de units)	Volume/Weight Recovered (provide units)
for additional Per the memo	ease discove l information o attached, H	n. Hilcorp determined	that chlorides e	xceeded the BGT c	closure criteria thresholds shown in Condition 7 of the

Beneath Below-Grade Tanks listed in Table I of 19.15.17.13 NMAC for groundwater depths (51-100 ft). Hilcorp will proceed with the

backfill and ensure that the excavation is backfilled in accordance with Conditions 9 and 11 of the BGT Closure Plan.

Received by OCD: 7/19/2022 8:09:38 AM State of New Mexico
Page 2 Oil Conservation Division

Page	12	n t	- A N
ruge	1.7	$\omega$	uo
		-,,	

Incident ID	
District RP	
Facility ID	
Application ID	

Was this a major release as defined by 19.15.29.7(A) NMAC?	If YES, for what reason(s) does the respon	nsible party consider this a major release?
☐ Yes ☐ No		
If YES, was immediate no	otice given to the OCD? By whom? To wh	om? When and by what means (phone, email, etc)?
	Initial Ro	esponse
The responsible p	party must undertake the following actions immediatel	y unless they could create a safety hazard that would result in injury
☐ The source of the rele	ease has been stopped.	
The impacted area ha	s been secured to protect human health and	the environment.
Released materials ha	ave been contained via the use of berms or o	ikes, absorbent pads, or other containment devices.
All free liquids and re	ecoverable materials have been removed and	d managed appropriately.
If all the actions described	d above have <u>not</u> been undertaken, explain	why:
D 10 15 20 0 D. (4) NIM	11	
has begun, please attach	a narrative of actions to date. If remedial	emediation immediately after discovery of a release. If remediation efforts have been successfully completed or if the release occurred lease attach all information needed for closure evaluation.
regulations all operators are public health or the environr failed to adequately investig	required to report and/or file certain release noti ment. The acceptance of a C-141 report by the C ate and remediate contamination that pose a thre	posest of my knowledge and understand that pursuant to OCD rules and fications and perform corrective actions for releases which may endanger ICD does not relieve the operator of liability should their operations have at to groundwater, surface water, human health or the environment. In responsibility for compliance with any other federal, state, or local laws
Printed Name: <u>Mitch</u>	Killough	Title: Environmental Specialist
Signature:	Wh John	Date:06/14/2022
email:mkillough@	@hilcorp.com	Telephone: <u>713-757-5247</u>
OCD Only		
Received by:		Date:



#### Memorandum

To: Victoria Venegas, New Mexico Oil Conservation Division (NMOCD)

From: Mitch Killough, Hilcorp Energy Company (Hilcorp)

Date: 6/14/2022

Subject: WF Federal 29 2 – Permanent Closure of a Below-Grade Tank (BGT)

On 5/13/2022, Hilcorp submitted a 72-hour notice prior to the permanent closure of a BGT at the WF Federal 29 2, San Juan County, New Mexico. As required by Condition 7 (found in the enclosed Closure Plan, received by the NMOCD in 12/2008), Hilcorp personnel proceeded to collect a 5-pt composite soil sample on 5/19/2022 to determine if any contaminant concentrations exceeded the BGT closure criteria thresholds, per Condition 7. Upon receiving analytical results on 5/26/2022, Hilcorp determined that chlorides exceeded the BGT closure criteria thresholds shown in Condition 7 of the closure plan. Thus, indicating that a potential release occurred (refer to table below). However, chlorides did not exceed the Closure Criteria for Soils Beneath Below-Grade Tanks listed in Table I of 19.15.17.13 NMAC for groundwater depths (51-100 ft bgs).

	SOIL ANALYTICAL RESULTS											
	WF FEDERAL 29 2											
	HILCORP ENERGY COMPANY - L48 WEST											
Soil Sample Identification	Sample Date	Benzene (mg/kg)	Toluene (mg/kg)	Ethylbenzene (mg/kg)	Total Xylenes (mg/kg)	(ma/ka)		GRO (mg/kg)	DRO (mg/kg)	MRO (mg/kg)	GRO+DRO (mg/kg)	TPH (mg/kg)
Bottom Comp 0-6"	5/19/2022	<0.020	<0.041	<0.041	<0.081	<0.183	7700	<4.1	<9.9	<50	<14.0	<64.0
NMOCD BGT Closure Criteria 0.2		NE	NE	NE	50	250	NE	NE	NE	NE	100	
Table I of 19.15.17.13 NMAC		10	NE	NE	NE	50	10,000	NE	NE	NE	1,000	2,500

In accordance with 19.15.17.13(C)(3)(c) NMAC, all contaminant concentrations are less than the parameters listed in Table I of 19.15.17.13 NMAC for groundwater depths (51-100 ft). Hilcorp will proceed with closure and ensure that the excavation is backfilled in accordance with Conditions 9 and 11 of the Closure Plan.

Enclosures: Hall Lab Report (dated 5/26/2022)

Pit, Closed-Loop System, Below-Grade Tank, or Proposed Alternative Method Permit or Closure Plan

Application (received by the NMOCD in 12/2008)

Preliminary Site Characterization Assessment (provided by Ensolum, LLC; dated 6/3/2022)

Hilcorp Energy Company
1111 Travis Street, Houston, Texas 77002
T 713.209.2400 F 713.289.2750



Hall Environmental Analysis Laboratory 4901 Hawkins NE Albuquerque, NM 87109 TEL: 505-345-3975 FAX: 505-345-4107 Website: www.hallenvironmental.com

May 26, 2022

Mitch Killough HILCORP ENERGY PO Box 4700 Farmington, NM 87499

TEL: (505) 564-0733

FAX:

RE: WF Federal 29 002 OrderNo.: 2205927

#### Dear Mitch Killough:

Hall Environmental Analysis Laboratory received 1 sample(s) on 5/20/2022 for the analyses presented in the following report.

These were analyzed according to EPA procedures or equivalent. To access our accredited tests please go to www.hallenvironmental.com or the state specific web sites. In order to properly interpret your results, it is imperative that you review this report in its entirety. See the sample checklist and/or the Chain of Custody for information regarding the sample receipt temperature and preservation. Data qualifiers or a narrative will be provided if the sample analysis or analytical quality control parameters require a flag. When necessary, data qualifiers are provided on both the sample analysis report and the QC summary report, both sections should be reviewed. All samples are reported, as received, unless otherwise indicated. Lab measurement of analytes considered field parameters that require analysis within 15 minutes of sampling such as pH and residual chlorine are qualified as being analyzed outside of the recommended holding time.

Please don't hesitate to contact HEAL for any additional information or clarifications.

ADHS Cert #AZ0682 -- NMED-DWB Cert #NM9425 -- NMED-Micro Cert #NM0901

Sincerely,

Andy Freeman

Laboratory Manager

Indes

4901 Hawkins NE

Albuquerque, NM 87109

### Analytical Report Lab Order 2205927

Date Reported: 5/26/2022

#### Hall Environmental Analysis Laboratory, Inc.

CLIENT: HILCORP ENERGY

Project: WF Federal 29 002

Collection Date: 5/19/2022 9:41:00 AM

Lab ID: 2205927-001

Matrix: SOIL

Received Date: 5/20/2022 7:05:00 AM

Analyses	Result	RL Qu	al Units	DF	Date Analyzed
EPA METHOD 8015M/D: DIESEL RANGE ORG	ANICS				Analyst: SB
Diesel Range Organics (DRO)	ND	9.9	mg/Kg	1	5/20/2022 11:40:54 AM
Motor Oil Range Organics (MRO)	ND	50	mg/Kg	1	5/20/2022 11:40:54 AM
Surr: DNOP	97.5	51.1-141	%Rec	1	5/20/2022 11:40:54 AM
EPA METHOD 8015D: GASOLINE RANGE					Analyst: BRM
Gasoline Range Organics (GRO)	ND	4.1	mg/Kg	1	5/21/2022 1:10:00 PM
Surr: BFB	85.9	37.7-212	%Rec	1	5/21/2022 1:10:00 PM
EPA METHOD 8021B: VOLATILES					Analyst: BRM
Benzene	ND	0.020	mg/Kg	1	5/21/2022 1:10:00 PM
Toluene	ND	0.041	mg/Kg	1	5/21/2022 1:10:00 PM
Ethylbenzene	ND	0.041	mg/Kg	1	5/21/2022 1:10:00 PM
Xylenes, Total	ND	0.081	mg/Kg	1	5/21/2022 1:10:00 PM
Surr: 4-Bromofluorobenzene	86.3	70-130	%Rec	1	5/21/2022 1:10:00 PM
EPA METHOD 300.0: ANIONS					Analyst: <b>JMT</b>
Chloride	7700	300	mg/Kg	100	5/24/2022 10:17:45 AM

Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Qualifiers:

- Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- S % Recovery outside of range due to dilution or matrix interference
- B Analyte detected in the associated Method Blank
- E Estimated value
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Limit

Page 1 of 5

#### Hall Environmental Analysis Laboratory, Inc.

2205927 26-May-22

WO#:

Client: HILCORP ENERGY
Project: WF Federal 29 002

Project: WF Federal 29 002

Sample ID: MB-67621 SampType: mblk TestCode: EPA Method 300.0: Anions
Client ID: PBS Batch ID: 67621 RunNo: 88218

Olicities. 186 Balcinies. 97021 Relinites. 60216

Prep Date: 5/23/2022 Analysis Date: 5/23/2022 SeqNo: 3127932 Units: mg/Kg

Analyte Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit %RPD RPDLimit Qual

Chloride ND 1.5

Sample ID: LCS-67621 SampType: Ics TestCode: EPA Method 300.0: Anions

Client ID: LCSS Batch ID: 67621 RunNo: 88218

Prep Date: 5/23/2022 Analysis Date: 5/23/2022 SeqNo: 3127933 Units: mg/Kg

Analyte Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit %RPD RPDLimit Qual

Chloride 14 1.5 15.00 0 94.6 90 110

Sample ID: MB-67621 SampType: mblk TestCode: EPA Method 300.0: Anions

Client ID: **PBS** Batch ID: **67621** RunNo: **88201** 

Prep Date: 5/23/2022 Analysis Date: 5/23/2022 SeqNo: 3128092 Units: mg/Kg

Analyte Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit %RPD RPDLimit Qual

Chloride ND 1.5

Sample ID: LCS-67621 SampType: Ics TestCode: EPA Method 300.0: Anions

Client ID: LCSS Batch ID: 67621 RunNo: 88201

Prep Date: 5/23/2022 Analysis Date: 5/23/2022 SeqNo: 3128093 Units: mg/Kg

Analyte Result PQL SPK value SPK Ref Val %REC LowLimit HighLimit %RPD RPDLimit Qual

Chloride 14 1.5 15.00 0 94.9 90 110

#### Qualifiers:

- Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- S % Recovery outside of range due to dilution or matrix interference
- B Analyte detected in the associated Method Blank
- E Estimated value
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Limit

Page 2 of 5

#### Hall Environmental Analysis Laboratory, Inc.

2205927

WO#:

26-May-22

Client:	HILCORP ENERGY
Project:	WF Federal 29 002

Project:	WI Teac	erai 29 002									
Sample ID:	LCS-67589	SampTy	/pe: <b>LC</b>	s	Tes	tCode: <b>EF</b>	PA Method	8015M/D: Die:	sel Range	Organics	
Client ID:	LCSS	Batch	ID: <b>67</b>	589	F	RunNo: 88	3170				
Prep Date:	5/20/2022	Analysis Da	ate: <b>5/</b> 2	20/2022	9	SeqNo: 31	126837	Units: mg/K	g		
Analyte		Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Diesel Range C	Organics (DRO)	45	10	50.00	0	89.7	64.4	127			
Surr: DNOP		4.6		5.000		91.7	51.1	141			
Sample ID:	MB-67589	SampTy	/pe: <b>ME</b>	BLK	Tes	tCode: <b>EF</b>	PA Method	8015M/D: Die:	sel Range	Organics	
Client ID:	PBS	Batch	ID: <b>67</b>	589	F	RunNo: 88	3170				
Prep Date:	5/20/2022	Analysis Da	ate: <b>5/</b> 2	20/2022	\$	SeqNo: 31	126838	Units: mg/K	g		
Analyte		Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Diesel Range C	• , ,	ND	10								
Motor Oil Range Surr: DNOP	e Organics (MRO)	ND 9.0	50	10.00		90.1	51.1	141			
- Cuil. Bittor											
	LCS-67548	SampTy	•					8015M/D: Die:	sel Range	Organics	
Client ID:	LCSS		ID: <b>67</b> !			RunNo: 88	-				
Prep Date:	5/19/2022	Analysis Da	ate: <b>5/</b> 2	20/2022	9	SeqNo: 31	126893	Units: %Rec			
Analyte		Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Surr: DNOP		5.0		5.000		101	51.1	141			
Sample ID:	LCS-67574	SampTy	/pe: <b>LC</b>	s	Tes	tCode: EF	PA Method	8015M/D: Die:	sel Range	Organics	
Client ID:	LCSS	Batch	ID: <b>67</b>	574	F	RunNo: 88	3170				
Prep Date:	5/19/2022	Analysis Da	ate: <b>5/</b> 2	20/2022	9	SeqNo: 31	126895	Units: %Rec			
Analyte		Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Surr: DNOP		4.6		5.000		91.5	51.1	141			
Sample ID:	MB-67548	SampTy	/pe: <b>ME</b>	BLK	Tes	tCode: <b>EF</b>	PA Method	8015M/D: Die:	sel Range	Organics	
Client ID:	PBS	Batch	ID: <b>67</b> !	548	F	RunNo: 88	3170				
Prep Date:	5/19/2022	Analysis Da	ate: <b>5/</b> 2	20/2022	9	SeqNo: 31	126897	Units: %Rec			
Analyte		Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Surr: DNOP		11		10.00		112	51.1	141			
Sample ID:	MB-67574	SampTy	/pe: <b>ME</b>	BLK	Tes	tCode: <b>EF</b>	PA Method	8015M/D: Die:	sel Range	Organics	
Client ID:	PBS	Batch	ID: <b>67</b>	574		RunNo: 88			J	-	
Prep Date:	5/19/2022	Analysis Da	ate: <b>5/</b> 2	20/2022	5	SeqNo: 31	126899	Units: %Rec			
Analyte		Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Surr: DNOP		10		10.00		103	51.1	141			

#### Qualifiers:

- Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- Н Holding times for preparation or analysis exceeded
- Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- % Recovery outside of range due to dilution or matrix interference
- Analyte detected in the associated Method Blank
- Estimated value
- Analyte detected below quantitation limits
- Sample pH Not In Range
- RL Reporting Limit

Page 3 of 5

#### Hall Environmental Analysis Laboratory, Inc.

WO#: **2205927** 

26-May-22

Client: HILCORP ENERGY
Project: WF Federal 29 002

Sample ID: 2.5ug gro lcs	SampT	ype: LC	s	TestCode: EPA Method 8015D: Gasoline Range						
Client ID: LCSS	Batch	n ID: A8	3182	F	RunNo: 88182					
Prep Date:	Analysis D	oate: 5/2	21/2022	9	126062	Units: mg/K	g			
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Gasoline Range Organics (GRO)	24	5.0	25.00	0	95.2	72.3	137			
Surr: BFB	2000		1000		202	37.7	212			

Sample ID: mb	SampT	ype: MB	LK	Tes	TestCode: EPA Method 8015D: Gasoline Range							
Client ID: PBS	Batch	n ID: A8	3182	F	RunNo: 88	3182						
Prep Date:	Analysis D	oate: 5/2	21/2022	5	SeqNo: 31	126063	Units: mg/K	g				
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual		
Gasoline Range Organics (GRO)	ND	5.0										
Surr: BFB	940		1000		93.9	37.7	212					

#### Qualifiers:

- Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- S % Recovery outside of range due to dilution or matrix interference
- B Analyte detected in the associated Method Blank
- E Estimated value
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Limit

Page 4 of 5

#### Hall Environmental Analysis Laboratory, Inc.

2205927 26-May-22

WO#:

Client: HILCORP ENERGY
Project: WF Federal 29 002

Sample ID: 100ng btex Ics	Samp <sup>-</sup>	Гуре: <b>LC</b> :	S	Tes							
Client ID: LCSS	Batc	h ID: <b>B8</b>	8182	F	RunNo: 88						
Prep Date:	Analysis [	Date: <b>5/2</b>	21/2022		SeqNo: 31	126090	Units: mg/K	Inits: mg/Kg			
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual	
Benzene	0.94	0.025	1.000	0	94.1	80	120				
Toluene	0.97	0.050	1.000	0	96.8	80	120				
Ethylbenzene	0.98	0.050	1.000	0	98.0	80	120				
Xylenes, Total	2.9	0.10	3.000	0	97.7	80	120				
Surr: 4-Bromofluorobenzene	0.97		1.000		96.8	70	130				

Sample ID: mb	SampT	уре: МЕ	BLK	Tes	TestCode: EPA Method 8021B: Volatiles						
Client ID: PBS	Batch	n ID: <b>B8</b>	8182	F	RunNo: 88182						
Prep Date:	Analysis D	Date: <b>5/</b> 2	21/2022	5	SeqNo: 3	126091	Units: mg/K	nits: mg/Kg			
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual	
Benzene	ND	0.025									
Toluene	ND	0.050									
Ethylbenzene	ND	0.050									
Xylenes, Total	ND	0.10									
Surr: 4-Bromofluorobenzene	0.97		1.000		96.9	70	130				

Sample ID: 2205927-001ams	SampT	ype: MS	;	Tes	tCode: <b>EF</b>					
Client ID: Bottom Comp 0-6"	Batch	n ID: <b>B88</b>	3182	F						
Prep Date:	Analysis D	Date: 5/2	24/2022	5	SeqNo: 31	27129	Units: mg/K	g		
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Benzene	0.74	0.020	0.8117	0	91.8	68.8	120			
Toluene	0.76	0.041	0.8117	0	93.5	73.6	124			
Ethylbenzene	0.76	0.041	0.8117	0	93.1	72.7	129			
Xylenes, Total	2.3	0.081	2.435	0	92.8	75.7	126			
Surr: 4-Bromofluorobenzene	0.73		0.8117		90.4	70	130			

Sample ID: 2205927-001ams	d Samp	Гуре: МЅ	SD	Tes	tCode: EF					
Client ID: Bottom Comp 0-	6" Batc	h ID: <b>B8</b>	8182	F	RunNo: 8					
Prep Date:	Analysis [	Date: <b>5/</b> 2	24/2022	5	SeqNo: 3					
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Benzene	0.70	0.020	0.8117	0	85.7	68.8	120	6.86	20	
Toluene	0.71	0.041	0.8117	0	87.1	73.6	124	7.11	20	
Ethylbenzene	0.70	0.041	0.8117	0	86.3	72.7	129	7.57	20	
Xylenes, Total	2.1	0.081	2.435	0	85.2	75.7	126	8.53	20	
Surr: 4-Bromofluorobenzene	0.69		0.8117		84.8	70	130	0	0	

#### Qualifiers:

- Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- PQL Practical Quanitative Limit
- B Analyte detected in the associated Method Blank
- E Estimated value
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Limit

Page 5 of 5



Hall Environmental Analysis Laboratory 4901 Hawkins NE Albuquerque, NM 87109

TEL: 505-345-3975 FAX: 505-345-4107 Website: www.hallenvironmental.com

#### Sample Log-In Check List

Client Name: Hilcorp End	ergy Work Order	Number: 2205927		RcptNo	p: 1
Received By: Juan Roja	as 5/20/2022 7:0	5:00 AM	Glandy		ii
Completed By: Tracy Cas	sarrubias 5/20/2022 7:50	D:27 AM			
//.	20-27				
Chain of Custody					
1. Is Chain of Custody comp	lete?	Yes 🗸	No 🗌	Not Present	
2. How was the sample deliv	rered?	Courier			
<u>Log In</u>					
3. Was an attempt made to o	cool the samples?	Yes 🗸	No 🗌	NA 🗌	
4. Were all samples received	at a temperature of >0° C to 6.0°C	Yes 🗸	No 🗌	NA 🗆	
5. Sample(s) in proper conta	iner(s)?	Yes 🗸	No 🗌		
6. Sufficient sample volume f	or indicated test(s)?	Yes 🗸	No 🗌		
7. Are samples (except VOA	and ONG) properly preserved?	Yes 🗸	No 🗌		
8. Was preservative added to	bottles?	Yes	No 🗸	NA 🗌	
9. Received at least 1 vial wit	h headspace <1/4" for AQ VOA?	Yes	No 🗌	NA 🗹	
0. Were any sample containe	ers received broken?	Yes	No 🗸	# of preserved	
M.S. 1. 188				bottles checked	
<ol> <li>Does paperwork match both</li> <li>(Note discrepancies on character)</li> </ol>		Yes 🗸	No 🗌	for pH:	or >12 unless noted)
2. Are matrices correctly iden		Yes 🗸	No 🗌	Adjusted?	or > 12 dilless floted)
3. Is it clear what analyses we		Yes 🗸	No 🗌		
4. Were all holding times able (If no, notify customer for a		Yes 🗸	No 🗆	Checked by:	JN5/20/22
Special Handling (if app			_		
15. Was client notified of all di		Yes	No 🗌	NA 🗹	
Person Notified:		Date:			
By Whom:			Phone  Fax	☐ In Person	
Regarding:					
Client Instructions:	THE PARTY OF THE P				
16. Additional remarks:					
17. Cooler Information					
Cooler No Temp °C	Condition Seal Intact Seal	No Seal Date	Signed By	***	
1 2.0	Good Yes				

HALL ENVIRONMENTAL	
Time:    Rush 2 - olar	1
Time:  Time:  Rush 2 - olar  Sinclair  Killough  Killough  Killough  Type  Cool  Out  Via:  Date  Timgsos  Time  Via:  Date  Time  Via:  Date  Time  Via:  Time  Time	t iiit.
Time:  Time:  The Rush 2 - olay  Rush 2 - olay  Sinclair  Rillough  Rillough  Rillough  Rillough  Cool  OCA  OCA  Via:  Date  Via:  Date  Via:  Date	0
	1757 Must Waste submitted to the Environmental may be entrophed to the constituted by the
Chain-of-Custody Record  Client: H:   Cor p  Phone #: email or Fax#:   p-randon. Sinclair Ob:   Corp. Corp.  Ox\OC Package:	Logical Limited to Historian property

District 1
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

Oil Conservation Division
1220 South St./Francis Dr. D
Santa Fe, NM 87505
2006 LIEC 8 PN 4 4

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

	Existing BGT  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
1	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 ordinance.
	1. Operator: XTO Energy, Inc. OGRID #: 5380
	Address: #382 County Road 3100, Aztec, NM 87410
	Facility or well name: WF Federal 29 #2
	API Number:3004530058OCD Permit Number:
	U/L or Qtr/Qtr P Section 29 Township 30N Range 14W County: San Juan
	Center of Proposed Design:         Latitude36.780122
	Surface Owner: M Federal  State  Tribal Trust or Indian Allotment
	Pit: Subsection F or G of 19.15.17.11 NMAC  Temporary: Drilling Workover  Permanent Emergency Cavitation P&A  Lined Unlined Liner type: Thickness mil LLDPE HDPE PVC Other  String-Reinforced
	Liner Seams: Welded Factory Other Volume: bbl Dimensions: L x W x D
	□ 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
23804Mf	Below-grade tank: Subsection   of 19.15.17.11 NMAC   Volume: 95
8:00	Liner type: Thicknessmil
7/19/2022-8:09:3804M4	S.  Alternative Method:  Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.
Received by OCD:	

89		•
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 harbed wire at top (Required if located within 1000 feet of a		ospital,
institution or church)    Four foot height, four strands of barbed wire evenly spaced between one and four feet		
✓ Alternate. Please specify Four foot height, steel mesh field fence (hogwire) with pipe top railing		
7.		
Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)		
☐ Screen ☐ Netting ☐ Other <u>Expanded metal or solid vaulted top</u>		
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		
9. Administrative Approvals and Exceptions:		
Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidan  Please check a box if one or more of the following is requested, if not leave blank:	ce.	
Administrative approval(s): Requests must be submitted to the appropriate division district or the Sai	nta Fe Environmental Bureau o	ffice for
consideration of approval.  Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration.	ation of approval.	
10.		
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	able source
material are provided below. Requests regarding changes to certain siting criteria may require administra	tive approval from the approp	riate district
office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting continuous attach justification for request.		
above-grade tanks associated with a closed-loop system.		□ v∇ v.
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 we	I	☐ Yes ⊠ No
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or la		☐ Yes ⊠ No
lake (measured from the ordinary high-water mark).  - Topographic map; Visual inspection (certification) of the proposed site		
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time o	f initial application.	☐ Yes ⊠ No
(Applies to temporary, emergency, or cavitation pits and below-grade tanks)  - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image		□ NA
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time	of initial application.	Yes No
(Applies to permanent pits)  - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image		⊠ NA
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use	for domestic or stock	☐ Yes ⊠ No
watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the	ime of initial application.	
- NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the	· ·	□ v □ v-
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered unde adopted pursuant to NMSA 1978, Section 3-27-3, as amended.		☐ Yes ⊠ No
- Written confirmation or verification from the municipality; Written approval obtained from the municipality	cipality	
Within 500 feet of a wetland.  - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification	) of the proposed site	☐ Yes ⊠ No
- OS FISH and wildlife wetland identification map; Topographic map; Visual inspection (certification) Within the area overlying a subsurface mine.		
Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division		Yes 1
<ul> <li>Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division</li> <li>Within an unstable area.</li> <li>Engineering measures incorporated into the design; NM Bureau of Geology &amp; Mineral Resources; U Society; Topographic map</li> </ul>	ISGS: NIM Gaslasias	Yes 🗆 1
<ul> <li>Engineering measures incorporated into the design; NM Bureau of Geology &amp; Mineral Resources; U.</li> <li>Society; Topographic map</li> </ul>	ooo; nivi deological	2.4
Within a 100-year floodplain FEMA map  Form C-144  Oil Conservation Division		Released to Imaging: 8/10/2022
- I-EMA map		
		ng:
Form C-144 Oil Conservation Division	Page 2 of 5	nagn
2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	1 154 8 11 1	to In
in the state of th		pas
es de la constant de		elea
		×

п.		
Temporary Pits, Emergency Pits, and Below-gra	de Tanks Permit Application Attachment	Checklist: Subsection B of 19.15.17.9 NMAC  by a check mark in the box, that the documents are
attached.  Authorized Report (Below-grade Tanks)	based upon the requirements of Paragraph (4	1) of Subsection B of 19.15.17.9 NMAC
<ul> <li>☐ Hydrogeologic Data (Temporary and Emerge</li> <li>☒ Siting Criteria Compliance Demonstrations -</li> <li>☒ Design Plan - based upon the appropriate requirements</li> </ul>	based upon the appropriate requirements of I	ragraph (2) of Subsection B of 19.15.17.9 NMAC 9.15.17.10 NMAC
Operating and Maintenance Plan - based upon		NMAC
☑ Closure Plan (Please complete Boxes 14 through and 19.15.17.13 NMAC	ugh 18, if applicable) - based upon the approp	oriate requirements of Subsection C of 19.15.17.9 NMAC
Previously Approved Design (attach copy of de	sign) API Number:	or Permit Number:
12. Closed-loop Systems Permit Application Attachr	nent Checklist: Subsection B of 19.15.17.9	NMAC
		, by a check mark in the box, that the documents are
Geologic and Hydrogeologic Data (only for a Siting Criteria Compliance Demonstrations (		
Design Plan - based upon the appropriate req	uirements of 19.15.17.11 NMAC	•
☐ Operating and Maintenance Plan - based upo ☐ Closure Plan (Please complete Boxes 14 thro and 19.15.17.13 NMAC		2 NMAC priate requirements of Subsection C of 19.15.17.9 NMAC
Previously Approved Design (attach copy of de	sign) API Number:	
☐ Previously Approved Operating and Maintenan	ce Plan API Number:	(Applies only to closed-loop system that use
above ground steel tanks or haul-off bins and propa	se to implement waste removal for closure)	
13. Permanent Pits Permit Application Checklist: 5	Subsection B of 19,15,17.9 NMAC	
		, by a check mark in the box, that the documents are
Hydrogeologic Report - based upon the requi		
Siting Criteria Compliance Demonstrations -	based upon the appropriate requirements of I	9.15.17.10 NMAC
☐ Climatological Factors Assessment ☐ Certified Engineering Design Plans - based u	pon the appropriate requirements of 19.15.17	.11 NMAC
☐ Dike Protection and Structural Integrity Desi	gn - based upon the appropriate requirements	
Leak Detection Design - based upon the appr Liner Specifications and Compatibility Asses		ents of 19 15 17 11 NMAC
☐ Quality Control/Quality Assurance Construct	ion and Installation Plan	
Operating and Maintenance Plan - based upo Freeboard and Overtopping Prevention Plan		
Nuisance or Hazardous Odors, including H <sub>2</sub> S		19.13.17.11 NWAC
Emergency Response Plan		
☐ Oil Field Waste Stream Characterization ☐ Monitoring and Inspection Plan		
☐ Erosion Control Plan		
Closure Plan - based upon the appropriate rec	uirements of Subsection C of 19.15.17.9 NA	AAC and 19.15.17.13 NMAC
14. Proposed Closure: 19,15,17,13 NMAC		
Instructions: Please complete the applicable boxe.		•
Type: ☐ Drilling ☐ Workover ☐ Emergency ☐ ☐ Alternative	Cavitation 🔲 P&A 🔲 Permanent Pit 🗵	Below-grade Tank Closed-loop System
Proposed Closure Method:  Waste Excavation a	лd Removal	
	losed-loop systems only)	
☐ Un-site Closure Me	thod (Only for temporary pits and closed-loo Burial On-site Trench Burial	p systems)
☐ Alternative Closure		e Santa Fe Environmental Bureau for consideration)
is.  Waste Excavation and Removal Closure Plan Ch	ecklist: (19.15.17.13 NMAC) Instructions:	Each of the following items must be attached to the
:losure plan. Please indicate, by a check mark in a  Protocols and Procedures - based upon the ap		
Confirmation Sampling Plan (if applicable) -	based upon the appropriate requirements of S	Subsection F of 19.15.17.13 NMAC
<ul> <li>☑ Disposal Facility Name and Permit Number (</li> <li>☑ Soil Backfill and Cover Design Specification</li> </ul>		of Subsection H of 1915 1713 NMAC
Re-vegetation Plan - based upon the appropri  Site Reclamation Plan - based upon the appropri	ate requirements of Subsection I of 19.15.17.	13 NMAC .17.13 NMAC
Form C-144	Oil Conservation Division	Page 3 of 5
		Each of the following items must be attached to the C Subsection F of 19.15.17.13 NMAC of Subsection H of 19.15.17.13 NMAC 13 NMAC 1.17.13 NMAC Page 3 of 5
Waste Excavation and Removal Closure Plan Chelosure plan. Please indicate, by a check mark in a Protocols and Procedures - based upon the ap Confirmation Sampling Plan (if applicable) - Disposal Facility Name and Permit Number ( Soil Backfill and Cover Design Specification Re-vegetation Plan - based upon the appropri Site Reclamation Plan - based upon the appropri Communication Plan - based upon the approximation Plan - b		

26 of 67	Waste Removal Closure For Closed-loop System	is That Utilize Above Ground ities for the disposal of liquids,	Steel Tanks or Haul-off Bins Only: (19.15.17.13 drilling fluids and drill cuttings. Use attachment is	i.D NMAC)  f more than two					
Pige 26	Disposal Facility Name:		Disposal Facility Permit Number:						
			Disposal Facility Permit Number:						
	Will any of the proposed closed-loop system operation. Yes (If yes, please provide the information by								
	Required for impacted areas which will not be used  Soil Backfill and Cover Design Specification  Re-vegetation Plan - based upon the appropr  Site Reclamation Plan - based upon the appropr	is based upon the appropriate iate requirements of Subsection	e requirements of Subsection H of 19.15.17.13 NM. Lof 19.15.17.13 NMAC	AC					
	17. Siting Criteria (regarding on-site closure method Instructions: Each siting criteria requires a demo provided below. Requests regarding changes to co considered an exception which must be submitted demonstrations of equivalency are required. Pleas	nstration of compliance in the ertain siting criteria may requi to the Santa Fe Environmenta	e administrative approval from the appropriate di I Bureau office for consideration of approval. Jus	strict office or may be					
	Ground water is less than 50 feet below the bottom - NM Office of the State Engineer - iWATEI		a obtained from nearby wells	Yes No					
	Ground water is between 50 and 100 feet below the - NM Office of the State Engineer - iWATER		a obtained from nearby wells	☐ Yes ☐ No ☐ NA					
	Ground water is more than 100 feet below the botte - NM Office of the State Engineer - iWATER		a obtained from nearby wells	☐ Yes ☐ No ☐ NA					
	Within 300 feet of a continuously flowing watercoulake (measured from the ordinary high-water mark) - Topographic map; Visual inspection (certification)	•	nificant watercourse or lakebed, sinkhole, or playa	Yes No					
	Within 300 feet from a permanent residence, school Visual inspection (certification) of the prop	l, hospital, institution, or church osed site; Aerial photo; Satellite	in existence at the time of initial application.	☐ Yes ☐ No					
	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; Visual inspection (certification) of the proposed site								
	Within incorporated municipal boundaries or within adopted pursuant to NMSA 1978, Section 3-27-3, a  - Written confirmation or verification from the	s amended,	·	☐ Yes ☐ No					
	Within 500 feet of a wetland.	•	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					
	Within an unstable area.  - Engineering measures incorporated into the Society; Topographic map	design; NM Bureau of Geolog	y & Mineral Resources; USGS; NM Geological	☐ Yes ☐ No					
	Within a 100-year floodplain FEMA map			☐ Yes ☐ No					
Received by OCD: 7/19/2022 8:009:38:04M4	<ul> <li>Construction/Design Plan of Temporary Pit (</li> </ul>	based upon the appropriate requirements of applicable) based upon the apfor in-place burial of a drying propriate requirements of 19.15 based upon the appropriate requirements of for liquids, drilling fluids and dute requirements of Subsection late 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 5.17.13 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 can H of 19.15.17.13 NMAC L of 19.15.17.13 NMAC	0.15.17.11 NMAC Waltig					
Received by OCD:	Form C-144	Oil Conservation	Division Page 4	Seleased to Imagin					

I hereby certify that the information submitted with this application is tru	ue accurate and complete to the best of my knowledge and belief	
Name (Print): Kim Champlin	Title: Environmental Representative	
16. (1. 1)		
Signature: //m Manyalin	Date:11/24/08	_
e-mail address: kim_champlin@xtoenergy.com	1etepnone: (303) 333-3100	_
OCD Approval: X Permit Application (including closure plan) C	losure Plan (only) OCD Conditions (see attachment)	
OCD Representative Signature: Victoria Venegas	Approval Date: 02/22/2022	
Title: Environmental Specialist	DCT4	
-	OCD Permit Number: BG 1 1	
	n prior to implementing any closure activities and submitting the closure days of the completion of the closure activities. Please do not complete ti	
22.		_
Closure Method:  ☐ Waste Excavation and Removal ☐ On-Site Closure Method ☐ ☐ If different from approved plan, please explain.	Alternative Closure Method	only
23. Closure Report Regarding Waste Removal Closure For Closed-loop S	Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Onl	— ⊻:
	ids, drilling fluids and drill cuttings were disposed. Use attachment if m	
Disposal Facility Name:	Disposal Facility Permit Number:	
Disposal Facility Name:		
Were the closed-loop system operations and associated activities perform	ed on or in areas that will not be used for future service and operations?	
Yes (If yes, please demonstrate compliance to the items below)		
Required for impacted areas which will not be used for future service and  Site Reclamation (Photo Documentation)  Soil Backfilling and Cover Installation  Re-vegetation Application Rates and Seeding Technique	t operations:	
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 continuous Disposal Facility Name and Permit Number  Soil Backfilling and Cover Installation  Re-vegetation Application Rates and Seeding Technique  Site Reclamation (Photo Documentation)		che
On-site Closure Location: Latitude		
2s.  Operator Closure Certification:  I hereby certify that the information and attachments submitted with this obelief. I also certify that the closure complies with all applicable closure.	closure report is true, accurate and complete to the best of my knowledge a requirements and conditions specified in the approved closure plan.	ınd
Name (Print):	Title:	
Signature:	Date:	
Name (Print):  Signature:  e-mail address:	Telephone:	
	servation Division Page 5 of 5	

District I PO ffnx 1986, Hubbs, NM 88241-1980 District [] PO Drawer DD, Artesia, NM #8211-0719 District III 1000 Rio Brazon Rd., Astec, NM 87410 District (V

PO Box 2008, Santa Fe, NM 87504-2088

### State of New Mexico Energy, Minerals & Natural Resources Department

#### OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Form C-102 Revised February 21, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

1000 HOW 22 HM 11: 56 AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT API Number <sup>1</sup> Pool Cade 86620 TWIN MOUNDS PC EXT. <sup>4</sup> Property Name Well Number WF Federal 2222 OCRID No. Operator Name Levelies 019219 RICHARDSON OPERATING COMPANY 5500' 10 Surface Location UL or lat no. Section Township Range Lot Ida Feet from the North/South line Feet from the En/West line County P. 29 30 N 14 W 795 South 665 East SanJuan 11 Bottom Hole Location If Different From Surface UL or lot no. Section Township Lot Ido North/South line Feet from the East/West line County " Dedicated Acres " Joint or Infill " Consolidation Code " Order No. NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION 17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is irue and complete to the best of my knowledge and belief Signature BRIAN WOOD CH COM. DIV. Printed Name CONSULTANT DISK S

> I hereby certify that the well location shown on this plat es plotted from field notes of actual surveys made by me that the same is true and

18SURVEYOR CERTIFICATION

NOV. 19, 1999

665' 795

Title

Released to Imaging: 8/10/2022 11:32:4 IPAM

Lodestar Services, Inc.

D Bex 4465, Durango, CO 81302

Client:

Project:

Revised:

Prepared by:

**Pit Permit** 

**Siting Criteria** 

Information Sheet

XTO Energy

Pit Permits

10/26/2008

Daniel Newman

Released to Imaging: 8/10/2022 11:32:4 PAM

Received by OCD: 7/19/2022 8:09:38/MM

#### WF FEDERAL 29 #2 Below Ground Tank Hydrogeologic Report for Siting Criteria

#### General Geology and Hydrology

The San Juan Basin is a typical Rocky Mountain basin with a gently dipping southern flank and a steeply dipping northern flank. Asymmetrically layered Tertiary sandstones and shales, along with Quaternary alluvial deposits, dominate surficial geology (Dane and Bachman, 1965). The proposed pit location will be situated near Coolidge Arroyo, northeast of Twin Mounds and the town of Kirtland.

The predominant geologic formation is the Fruitland Formation/Kirtland Shale of Late Cretaceous age, which underlies surface soils and is often exposed as broad shalely hills (Dane and Bachman, 1965). Deposits of Quaternary alluvial sands also occur prominently near the surface of the area, especially near streams and washes. The Fruitland Formation consists of interbedded sandy shale, carbonaceous shale, sandstone and coal units. The Kirtland Shale is divided into a lower shale member, a middle sandstone unit and an upper sandy shale member. The two formations are difficult to differentiate and are often treated together. The combined thickness of the Fruitland-Kirtland interval ranges from 100 to 2000 feet (Stone et al., 1983).

Cretaceous and Tertiary sandstones, as well as Quaternary alluvial deposits serve as the primary aquifers in the San Juan Basin (Stone et al., 1983). Aquifers within the Fruitland-Kirtland Formations are primarily limited to the Farmington Sandstone Member, which is the middle unit within the Kirtland Shale. Reported discharge from stock wells is about 10 gallons per minute (Stone et al., 1983). The aquifer supplies low yielding stock wells.

The prominent soil type at the proposed site is enitsols, which are defined as soils that exhibit little to no profile development (www.emnrd.state.nm.us). Soils are basically unaltered from their parent rock. Miles of arroyos, washes and intermittent streams exist as part of the drainage network towards the San Juan River. These features often cut into soil and other unconsolidated materials, contributing to sedimentation downstream. The sudden influx of water from storm events easily erodes the soils that cover the area and prohibits effective recharge to the underlying aquifers.

Dry and arid weather further prohibit active recharge. The climate of the region is arid, averaging just over 8 inches of rainfall annually. As is typical of the southwestern United States monsoonal weather patterns, most precipitation falls from August through October. The heaviest rainfall occurs in the summer in isolated, intense cloudbursts. November through June is relatively dry. Snow generally falls from December to mid-February and averages less than one-half inch in depth. However, most recharge occurs during the winter months during snowmelt periods from the upper elevations (Western Regional Climate Center www.wrcc.dri.edu).

Received by OCD: 7/19/2022 8:0923804MA

The predominant vegetation is sagebrush and grasses with a more restricted pinon-juniper association (Dick-Peddie, 1993).

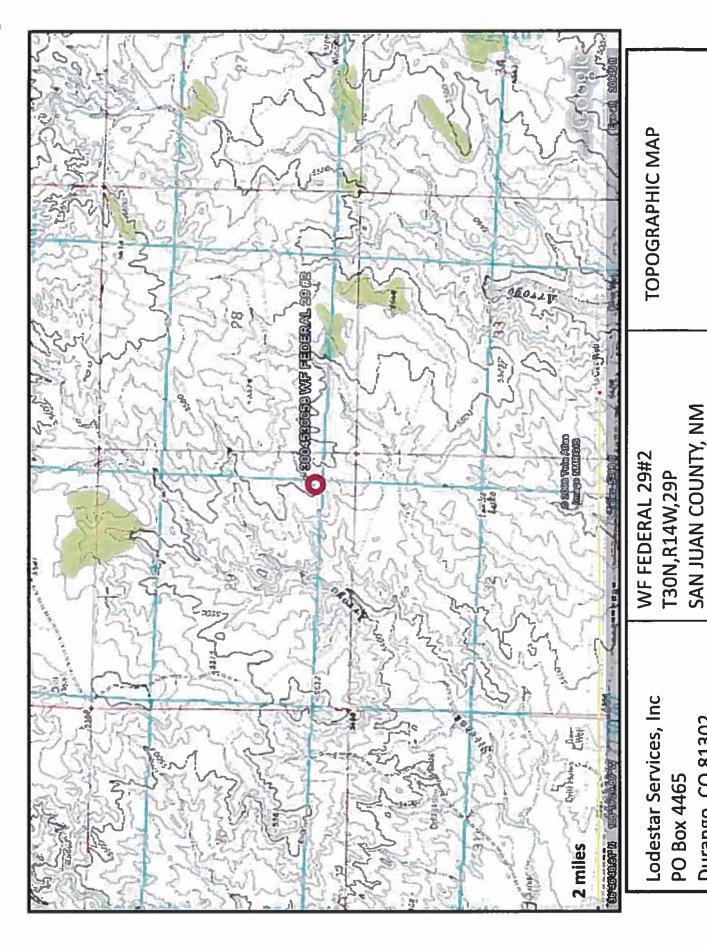
#### Site Specific Hydrogeology

Depth to groundwater is estimated to be between 50 and 100 feet. This estimation is based on data from Stone and others (1983), the USGS Groundwater Atlas of the United States and depth to groundwater data published on the New Mexico State Engineer's iWaters Database website. Local topography and proximity to surface hydrologic features are also taken into consideration.

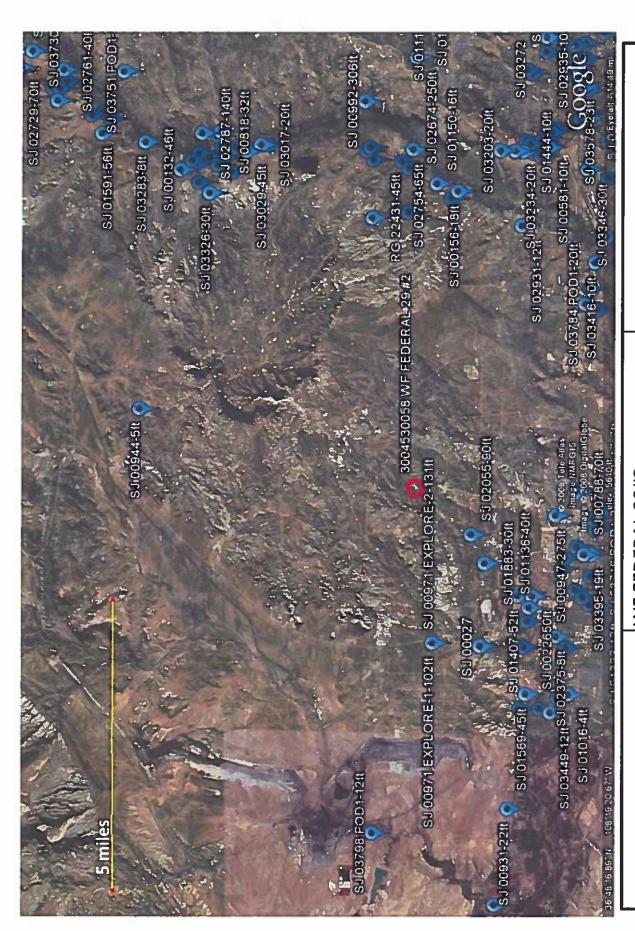
Beds of water-yielding sandstone are primarily confined to the Farmington Sandstone Member of the Fruitland Formation, which is 20-480 feet thick (Stone et al., 1983). The site is located in a shalely unit of the Fruitland Formation, as evidenced by the relatively flat topography that is easily eroded by arroyos. The eroded surfaces of the arroyos do not expose thick sequences of sandstone outcrops, the presence of which might indicate a water-bearing unit within the immediate subsurface.

Groundwater data available from the NM State Engineer's iWaters Database for wells near the proposed site are attached. Wells located at similar elevations and distances from the San Juan River contain groundwater at depths ranging from 6 to 90 feet. The site in question is located on a relatively flat area at an elevation of approximately 5489 feet. The closest well to the proposed site sits at an elevation of approximately 5410 feet, at a distance if approximately one and a half to the southwest. This site puts groundwater at a distance of 90 feet below the ground surface.

Exposures of shale at the surface and within channel cuts of arroyos suggest groundwater is restricted to deeper sandstone units. However, proximity of the site to the San Juan River should also be considered. Groundwater data recorded from wells drilled at similar distances from the San Juan River and within comparable topographic settings is greater than 50 feet. Therefore, depth to groundwater is estimated to be between 50 and 100 feet.



Durango, CO 81302



Lodestar Services, Inc
PO Box 4465
Durango, CO 81302
WF FEDERAL 29#2
T30N,R14W,29P
SAN JUAN COUNTY, NM

:RAL 29#2 4W,29P N COUNTY, NM

i-Waters Ground Water Data Map

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

VERAGE DEPTH OF WATER REPORT 10/21/2008		
E DEPTH OF WATER REPORT 10/21/	Ë	)
E DEPTH OF WATER REPORT 10	72	
E DEPTH OF WATER REPORT 10	5	i
E DEPTH OF WATER RE	È	
E DEPTH OF	RPPURT	
E DEPTH	WATPR	
E DE	Ē	
VPRAGE	DP PTH	
	UPDACE	

Feet)	Avg	30	w	(C)	34	13	1ĉ	2	17	17	20	13	10	ΙΩ	27	발	11	I	II)	16	L	ដា	ლ [ე	73
Water in Feet)	Max	30	w	40	06	16	S	61	30	99	m m	យ ភោ	30	12		20	11	20	ıŋ	33	15	30	32	75
(Depth 1	Min	30	ų	19	17	01	10	12	<b>~:</b>  *	ത	ch;	10	e-Çi	খ্যা	۳4 (۱)	መ	11	Ų	ıŋ	7	13	ω	9 5	75
	Wells	7	П	*: #	~	СI	न्द्रान	H	C1	13	121	Œ	e 9	CI	ന	C-3	_	က	H	(2) (3)	<b>—</b>	7	<del></del> 1	-
	¥																		2079099		2080965			
	×																		261218		261533			
	Zone		U																					
	Sec	61	Ծ։ (Վ	01	8	50	00	90	e Q	G,	07	11	딕	12	9	17	<u>m</u>	2	21	짇	(기 (기	(S)	년 년	23
	Rng	137	13W	13W	13W	13W	13W	13W	13W	13W	13W	13%	13K	IBM	131	13W	13W	13W	13W	13W	13W	13W	13W	13%
	IVS	29N	293	25N	29N	29N	291	2914	298	29N	2914	2514	2914	29N	29N	298	25N	29N	25N	25N	29M	29N	145C	2914
	Bsn	RG	13.	57	S	5.7	ജി	SJ	เรา	รน	SG	S C	SG	SG	SCI	SC	SJ	SJ	SJ	SJ	SJ	SJ	SJ	SJ

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

/2008
10/21
REPORT
WATER
QP
DEPTH
AVERAGE

Feet)	Avg	90	41	24	132	30	7	(U)	13	17
Water in	Max	05	rD (-1	50	275	20	0E	טי	ro cı	្យ
(Depth 1	Min	0	30	w	50	20	47	w	m	7
	Wells	П	C)	w	ന	1	61	-	7	(D
	×					2086950		2085641		
	×					259584		259540		
	Zone									
	Sec	50	90	07	99	ဌ	13	13	17	18
	Rng	IAW	140	146	14W	14W	14W	14W	MFT	14W
	INS	M65	298	29N	2914	29N	25M	25M	29N	298
	Bsn	S	SJ	SJ	SJ	SJ	SC	S	SJ	SJ

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

/2008
10/21
REPORT
WATER
딤
DEPTH
AVERAGE

Feet) Avg	61	14	15	20	38	16
Water in Max	ei ei	턴	iù iù	ខ្ម	110	30
(Depth Min	C1 C1	44	-7"	t-1 tD	w	12
Wells	7	<b>-</b>	ų	-1	w	61
*				2092200		
×				336000		
Zone				<b>:</b> %		
Sec	70	90	11	디	깈	13
Rng	15W	15W	15W	15W	15W	156
INS	2914	261	29N	253	29N	29M
Bsn	SJ	SJ	SJ	57	SJ	SCI

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

# AVERAGE DEPTH OF WATER REPORT 10/20/2008

Feet)	Avg	ćħ (Ω	12.7	27	27	돐	ന	C4 ID	286	250	30€	3]	디	<b>♥</b>	200
Water in	Max	in T	52	tD ≼†	(p in)	140	n) ii)	44. (U)	350	250	30€	מו	21	13	200
(Depth	Min	4	27	œ	ന	<b>8</b>	ന ഗ	đi	230	250	30€	15	21	10	200
	Wells	Н	-	C)	en H	ന	-	m	മ	_	01	10	_	~Ju	_
	≯														
	×														
	Zone X														
	Zone	30	01	<b>එ</b> නි	90	60	11	17	26	27	13.00	<b>ភ</b>	30	<b>a</b> 23	35
	Sec Zone									13W 27					13W 35
	Rng Sec Zone	13%	13%	13W	13W	13W	13%	13W	131		13W	13W	13W	13W	

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

2008
/20/
10
REPORT
WATER
늄
DEPTH
AVERAGE

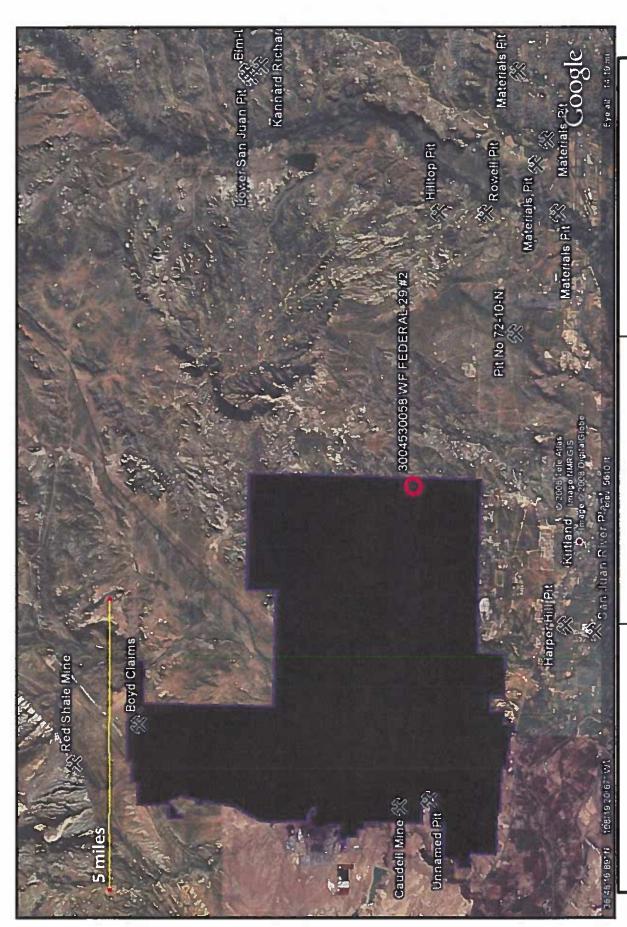
Feet)	Avg	44	17	108	61 61	17	10	어	14	38	2	전
Water in	Max	70	C1 C1	180	in W	전 전	ιø	07	14	70	70	n Qi
	Min	σŢ	11	40	~3°	10	ω	ın	14	20	ы	w
	Wells	C-1	C)	ન્ધા	11	ĊΙ	-1	ڻ.	-	ம	ın	-th
	>											
	×											
	Zone X											
	c Zone	02	0.3	6O	10	131	12	61	60	27	10	33
	Sec Zone									13W 27		
	Rng Sec Zone	13W	131	13W	13W	13W	13W	13W	13W		13W	13W



**AERIAL PHOTOGRAPH** 

Lodestar Services, Inc PO Box 4465 Durango, CO 81302

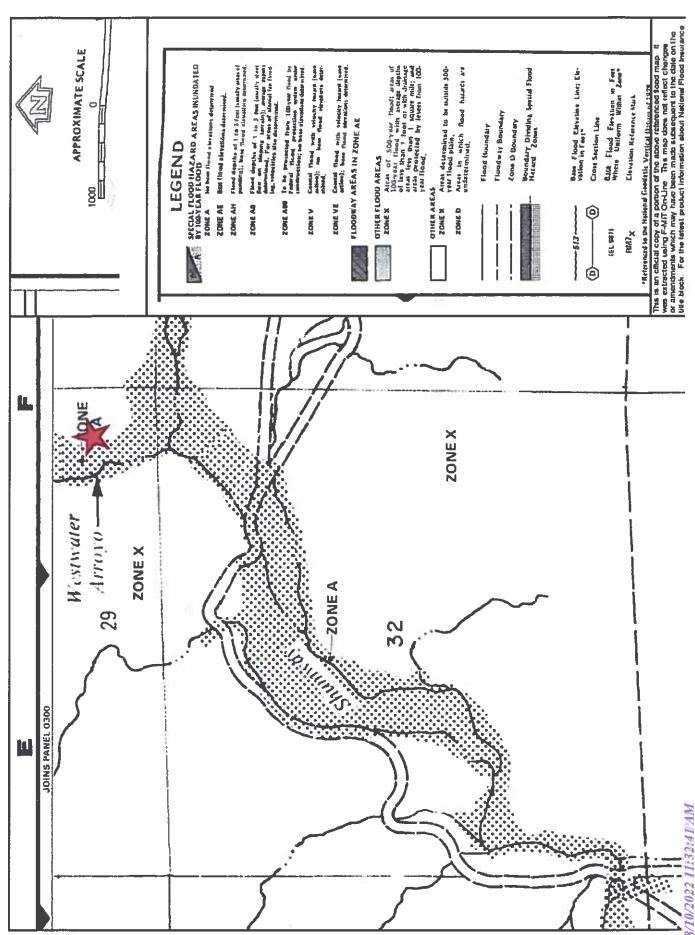
WF FEDERAL 29#2 T30N,R14W,29P SAN JUAN COUNTY, NM

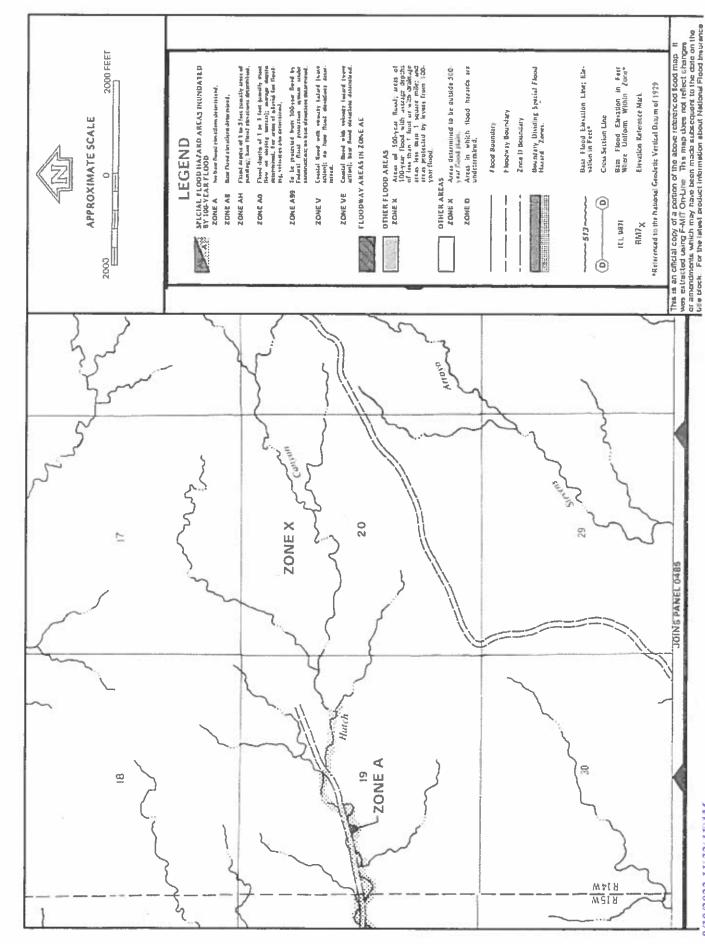


Lodestar Services, Inc PO Box 4465 Durango, CO 81302

WE FEDERAL 29#2 T30N,R14W,29P SAN JUAN COUNTY, NM

Mines and Quarries Map





Released to Imaging: 8/10/2022 411:32:4 IPAM

Received by OCD: 7/19/2022 8t09:38/AMM

## XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Design and Construction Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.11 NMAC the following information describes the design and construction of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's 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

- XTO 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. XTO will post a well sign, in compliance with 19.15.3.103 NMAC, on the existing well site operated by XTO 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. XTO 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 (hogwire) 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 limits or ¼ mile of a permanent residence, school, hospital, institution or church. Below-grade tanks located within 1000' 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.
- XTO shall construct below-grade tanks with an expanded metal covering or solid vaulted top on the top of the below-grade tank.
- 5. XTO 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 ¼" 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. XTO 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. XTO will construct and use below-grade tanks 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

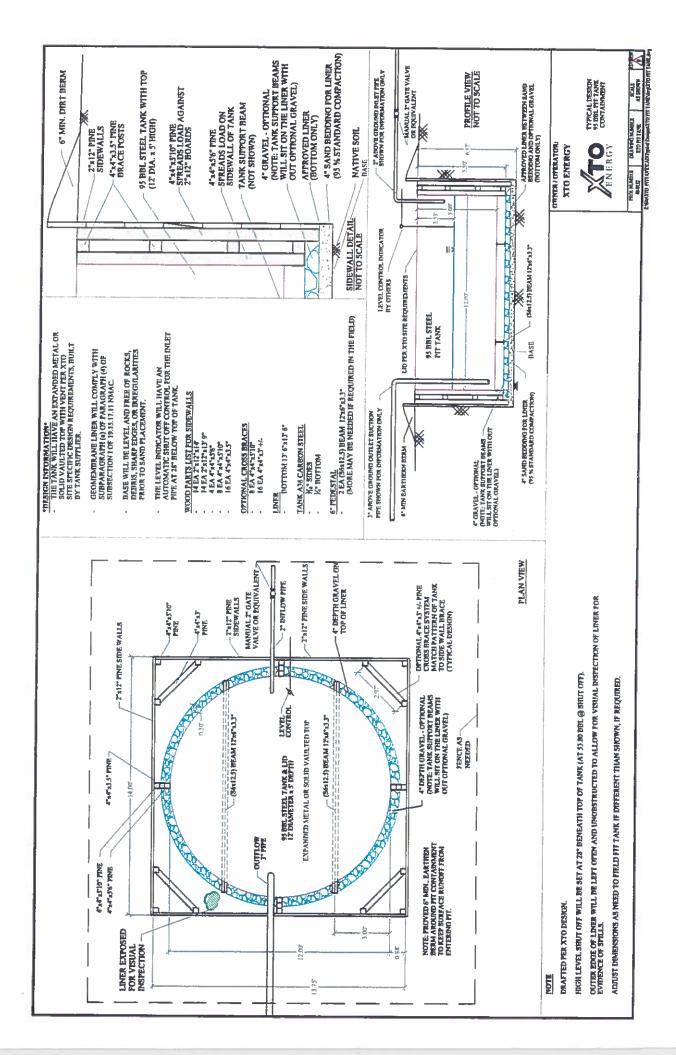
Released to Imaging: 8/10/2022 11:32:4 PAM

Released to Imaging: 8/10/2022 11:32:4 PAM

XTO Energy Inc.
San Juan Basin (Northwest New Mexico)
General Design and Construction Plan
For Below-Grade Tanks
Page 2

bottom will be elevated a minimum of 6" above the underlying ground surface and the below-grade tank will be underlain with a geomembrane liner to divert leaked liquid to a location that can be visually inspected. (See attached drawing).

- XTO will equip below-grade tanks designed in this manner with a properly functioning automatic high-level shut-off control device and manual controls to prevent overflows. (See attached drawing).
- 10. XTO 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 hydrautic conductivity no greater than 1 x 10-9 cm/sec. The geomembrane liner shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salts and acidics and alkaline solutions. The liner material shall be resistant to ultraviolet light. Liner compatibility shall comply with EPA SW-846 method 9090A. (See attached drawing).
- 11. The general specifications for design and construction are attached.



## Released to Imaging: 8/10/2022 11:32:4 IPAM

## XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Maintenance and Operating Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.12 NMAC the following information describes the operation and maintenance of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's 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

- XTO will operate and maintain below-grade tanks to contain liquids and solids, maintain the integrity of the liner and secondary containment system, prevent contamination of fresh water and protect public health and the environment. Fluid levels will be monitored weekly and high levels will be removed as necessary. Monthly inspections will be conducted to monitor integrity of below-grade tank systems and below-grade tanks will be equipped with automatic high-level shut-off devices.
- 2. XTO will not allow below-grade tanks to overflow and will use berms and/or diversion ditch to prevent surface run on to enter the below-grade tank. Below-grade tanks will be equipped with automatic high-level shut-off control devices as well as manually operated shut-off valves. See attached drawing for vault design and placement of diversion berms and shut-off devices.
- XTO will continuously remove any visible or measurable layer of oil from the fluid surface of below-grade tanks in order to prevent significant accumulation of oil.
  - 4. XTO will inspect the below-grade tank monthly and maintain written records for five years. Monthly inspections will consist of documenting the following: (see attached template),

Well Name API#

Sec., Twn., Rng. XTO Inspector's name

Inspection date and time

Visible tears in liner

Visible signs of tank overflow

Collection of surface run on

Visible layer of oil

Visible signs of tank leak

Estimated freeboard

- 5. XTO will maintain adequate freeboard to prevent over topping of the below-grade tank. High level shut-off devices control the freeboard at an average of 28" beneath the top of the tank.
- XTO will not discharge into or store any hazardous waste in any below-grade tank.
- If a below-grade tank develops a leak, or if any penetration of a below-grade tank occurs below the liquids surface, XTO will remove all liquids above the damage or leak line within 48 hours.

XTO Energy Inc.
San Juan Basin (Northwest New Mexico)
General Maintenance and Operating Plan
For Below-Grade Tanks
Page 2

notify the appropriate division district office within 48 hours of the discovery and repair the damage or replace the below-grade tank. If an existing below-grade tank does not meet current requirements of Paragraphs 1-4 of Subsection I of 19.15.17.11 NMAC the tank will be modified or retrofitted to comply. If compliance can not be achieved XTO will implement the approved closure plan.

		MONT	1LY BELO	MONTHLY BELOW GRADE TANK INSPECTION FORM	INSPECTION	N FORM		
Well Name:					API No.:			
Legais	Sec:		_ Township:		Range:			
XTO Inspector's	Inspection	Inspection	Any visible liner	Any visible signs of	Collection of surface	Visible laver	Anv visible signs	- CO
Name	Date		tears (Y/N)	tank overflows (Y/N)	run on (Y/N)	of oil (Y/N)	of a tank leak (Y/N)	Est. (ft)
Notes:	Provide Del	Provide Detailed Description:	otion:					
ĵo)								
Misc.								
	•							
	•							
	•							

Received by OCD: 7/19/2022 8:09:38/AMM

## XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's 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

- XTO will close below-grade tanks within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the division requires because of imminent danger to fresh water, public health or the environment.
- 2. XTO will close a below-grade tank that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.
- 3. XTO will close a permitted below-grade tank within 60 days of cessation of the below-grade tank's operation or as required by the transitional provisions of Subsection B of 19.15.17.17 NMAC in accordance with a closure plan that the appropriate division district office approves. The closure report will be filed on form C-144.
- 4. XTO will remove liquids and sludge from below-grade tanks prior to implementing a closure method and will dispose of the liquids and sludge in a division-approved facility. Approved facilities and waste streams include:

Envirotech Permit No. NM01-0011 and IEI Permit No. NM 01-0010B

Soil contaminated by exempt petroleum hydrocarbons

Produced sand, pit sludge and contaminated bottoms from storage of exempt wastes

Basin Disposal Permit No. NM01-005 Produced water

- 5. XTO will remove the below-grade tank and dispose of it in a division approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office has approved prior to removal. Any associated liners will be removed, properly cleaned and disposed of per 19.15.9.712 NMAC at San Juan County Landfill. Documentation of the final disposition will be included in the closure report.
- 6. XTO will remove any on-site equipment associated with a below-grade tank unless the equipment is required for some other purpose.
- 7. XTO will test the soils beneath the below-grade tank to determine whether a release has occurred. At a minimum 5 point composite sample will be collected along with individual grab samples from any area that is wet, discolored or showing other evidence of a release. Samples will be

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks Page 2

analyzed for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or EPA method that the division approves, does not exceed 0.2 mg/kg; total BTEX concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration, as determined by EPA method 418.1 or other EPA method that the division approves, does not exceed 100mg/kg; and the chloride concentration, as determined by EPA method 300.1 or other EPA method that the division approves, does not exceed 250 mg/kg, or the background concentration, whichever is greater. XTO will notify the division of its results on form C-141.

- If XTO or the division determines that a release has occurred, XTO will comply with 19.15.3.116
   NMAC and 19.15.1.19NMAC as appropriate.
- 9. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, XTO will backfill the excavation with compacted, non-waste containing, earthen material; construct a division prescribed soil cover; recontour and re-vegetate the site.
- 10. Notice of Closure operations will be given to the Aztec Division District III office between 72 hours and one week prior to the start of closure activities via email or verbally. The notification will include the following:
  - i. Operator's name
  - ii. Well Name and API Number
  - iii. Location by Unit Letter, Section, Township, and Range

The surface owner shall also be notified prior to the implementation of any closure operations of below-grade tanks as per the approved closure plan using certified mail, return receipt requested.

- 11. Re-contouring of location will match fit, shape, line, form and texture of the surrounding area. Re-shaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be placed in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.
- 12. A minimum of 4 feet of cover shall be achieved and the cover shall include 1 foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater. Soil cover will be constructed to the site's existing grade and ponding of water and erosion of the cover material will be prevented with drainage control, natural drainages and silt traps where needed.
- XTO will seed the disturbed areas the first growing season after the operator closes the pit. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM or Forest Service stipulated seed mixes will be used on federal lands. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) 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. Repeat seeding or planting will be continued until successful vegetative growth occurs.

Released to Imaging: 8/10/2022 11:32:4 PAM

Released to Imaging: 8/10/2022 11:32:41PAM

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks Page 3

- 14. All closure activities will include proper documentation and be available for review upon request and will be submitted in closure report form to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on form C-144 and incorporate the following:
  - Proof of closure notice to division and surface owner;
  - ii. Details on capping and covering, where applicable;
  - iii. Inspection reports,
  - Confirmation sampling analytical results;
  - v. Disposal facility name(s) and permit number(s);
  - vi. Soil backfilling and cover installation;
  - vii. Re-vegetation application rates and seeding techniques, (or approved alternative to re-vegetation requirements if applicable);
  - viii. Photo documentation of the site reclamation.

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

QUESTIONS

Action 82620

#### **QUESTIONS**

Operator:	OGRID:
HILCORP ENERGY COMPANY	372171
1111 Travis Street	Action Number:
Houston, TX 77002	82620
	Action Type:
	[C-144] Legacy Below Grade Tank Plan (C-144LB)

#### QUESTIONS

Facility and Ground Water	
Please answer as many of these questions as possible in this group. More information will help us ic	lentify the appropriate associations in the system.
Facility or Site Name	WF Federal 29 2
Facility ID (f#), if known	Not answered.
Facility Type	Below Grade Tank - (BGT)
Well Name, include well number	WF Federal 29 2
Well API, if associated with a well	3004530058
Pit / Tank Type	Not answered.
Pit / Tank Name or Identifier	Not answered.
Pit / Tank Opened Date, if known	Not answered.
Pit / Tank Dimensions, Length (ft)	Not answered.
Pit / Tank Dimensions, Width or Diameter (ft)	Not answered.
Pit / Tank Dimensions, Depth (ft)	Not answered.
Ground Water Depth (ft)	Not answered.
Ground Water Impact	Not answered.
Ground Water Quality (TDS)	Not answered.

Below-Grade Tank	
Subsection I of 19.15.17.11 NMAC	
Volume / Capacity (bbls)	120
Type of Fluid	Produced Water
Pit / Tank Construction Material	Steel
Secondary containment with leak detection	Not answered.
Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off	Not answered.
Visible sidewalls and liner	Not answered.
Visible sidewalls only	True
Tank installed prior to June 18. 2008	Not answered.
Other, Visible Notation. Please specify	visible sidewalls, vaulted, automatic high level shut off, no liner
Liner Thickness (mil)	Not answered.
HDPE (Liner Type)	Not answered.
PVC (Liner Type)	Not answered.
Other, Liner Type. Please specify (Variance Required)	Not answered.

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

QUESTIONS, Page 2

Action 82620

OUFST	ONS (continued)	
Operator: HILCORP ENERGY COMPANY 1111 Travis Street Houston, TX 77002	OGRID:	)
QUESTIONS		,
Fencing		
Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tank	5)	
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)	Not answered.	
Four foot height, four strands of barbed wire evenly spaced between one and four feet	Not answered.	
Alternate, Fencing. Please specify (Variance Required)	4' hogwire	
Netting		
Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)  Screen	Net annual d	
Netting	Not answered.  Not answered.	
Other, Netting. Please specify (Variance May Be Needed)	expanded metal or solid vaulted top	
Signs Subsection C of 19.15.17.11 NMAC (If there are multiple operators at a site, each operator must have	their own sign in compliance with Subsection C of 19.15.17.11 NMAC.)	
12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers	Not answered.	
Signed in compliance with 19.15.16.8 NMAC	True	
Variances and Exceptions  Justifications and/or demonstrations ofequivalency are required. Please refer to 19.15.17 NMAC for	uidance.	
Please check a box if one or more of the following is requested, if not leave blank:  Variance(s):  Requests must be submitted to the appropriate division district for consideration of approval.	Not answered.	
Exception(s):		

Not answered.

consideration of approval

Requests must be submitted to the Santa Fe Environmental Bureau office for

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505

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

QUESTIONS, Page 3

Action	82620

Phone:(505) 476-3470 Fax:(505) 476-3462		
QUEST	NS (continued)	
Operator: HILCORP ENERGY COMPANY 1111 Travis Street Houston, TX 77002	OGRID:  372171  Action Number: 82620  Action Type:  [C-144] Legacy Below Grade	Tank Plan (C-144LB)
QUESTIONS		
Siting Criteria (regarding permitting)		
19.15.17.10 NMAC		
Instructions: The applicant must demonstrate compliance for each siting criteria below. Siting criteria does not apply to drying pads or above-grade tanks.	elow in the application. Recommendations of acceptable	source material are provided
Siting Criteria, General Siting		
Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank	No	
NM Office of the State Engineer - iWATERS database search	Not answered.	
USGS	Not answered.	
Data obtained from nearby wells	Not answered.	
Siting Criteria, 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)	No	
Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption	No	
Proposed Closure Method		
Below-grade Tank	Below Grade Tank - (BGT)	
Waste Excavation and Removal	Terror	

Not answered.

11/24/2008

Alternate Closure Method. Please specify (Variance Required)

Operator Application Certification Registered / Signature Date

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

ACKNOWLEDGMENTS

Action 82620

#### **ACKNOWLEDGMENTS**

Operator:	OGRID:
HILCORP ENERGY COMPANY	372171
1111 Travis Street	Action Number:
Houston, TX 77002	82620
	Action Type:
	[C-144] Legacy Below Grade Tank Plan (C-144LB)

#### **ACKNOWLEDGMENTS**

V	I acknowledge that I have received prior approval from the OCD to submit documentation of a legacy below-grade tank on behalf of my operator.
V	I hereby certify that the information submitted with this documentation is true, accurate and complete to the best of my knowledge and belief.

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 82620

#### **CONDITIONS**

Operator:	OGRID:			
HILCORP ENERGY COMPANY	372171			
1111 Travis Street	Action Number:			
Houston, TX 77002	82620			
	Action Type:			
	[C-144] Legacy Below Grade Tank Plan (C-144LB)			

#### CONDITIONS

Created By		Condition Date
vvenegas	None	2/22/2022



June 3, 2022

#### **New Mexico Oil Conservation Division**

New Mexico Energy, Minerals, and Natural Resources Department 1000 Rio Brazos Road Aztec, New Mexico 87410

Re: Preliminary Site Characterization Assessment

WF Federal 29 #2 San Juan County, New Mexico Hilcorp Energy Company

To Whom it May Concern:

Ensolum, LLC (Ensolum), on behalf of Hilcorp Energy Company (Hilcorp), presents this *Preliminary Site Characterization Assessment* associated with the closure of the the below grade tank (BGT) located on the plugged and abandoned WF Federal 29 #2 natural gas production well pad (Site). The Site is located in Section 29, Township 30 North, Range 14 West in San Juan County, New Mexico.

#### SITE CHARACTERIZATION

The Site is located approximately 3 miles northeast of Kirtland, New Mexico, on land managed by the United States Bureau of Land Management (BLM). As part of the site characterization, local geology/hydrogeology and nearby sensitive receptors were assessed in accordance with Title 19, Chapter 15, Part 17, Sections 10 and 13 of the New Mexico Administrative Code (NMAC). This information is further discussed below.

#### **Geology and Hydrogeology**

Based on United States Geological Survey (USGS) geologic mapping, the Site is located within the Fruitland Formation/Kirtland Shale of Late Cretaceous age. In the report titled "Hydrogeology and Water Resources of San Juan Basin, New Mexico" (Stone, et. al., 1983), the Fruitland Formation "consists of interbedded sandy shale, carbonaceous shale, clayey sandstone, coal, and sandstone". This formation contains the main coal reserves within the San Juan Basin. The Kirtland Shale consists of a lower shale member, middle sandstone member, and upper shale member. The Kirtland Shale is a significant petroleum reservoir in the Sand Juan Basin. These two formations are difficult to distinguish and are often treated as a single unit. The combined thickness of the Fruitland Formation/Kirtland Shale ranges from 100 to 2,000 feet.

Groundwater is generally located within the coal beds of the formation, with hydrogeologic characteristics highly variable depending on the location within the basin. The Fruitland Formation/Kirtland Shale yields relatively small quantities of water (<10 gallons per minute) and is not highly used by livestock and/or domestic purposes.

Hilcorp Energy Company WF Federal 29 #2 June 3, 2022



#### **Potential Sensitive Receptors**

Potential nearby receptors were assessed through desktop reviews of USGS topographic maps, Federal Emergency Management Administration (FEMA) Geographic Information System (GIS) maps, New Mexico Office of the State Engineer (NMOSE) database, aerial photographs, and site-specific observations.

Based on the New Mexico Oil Conservation Division (NMOCD) approved BGT permit (NMOCD Form C-144, approved on February 22, 2022), groundwater at the Site is estimated to be between 50 and 100 feet below ground surface (bgs). The nearest fresh-water well to the Site is NMOSE permitted domestic water well SJ-02055, located approximately 1.48 miles to the southwest (Appendix A). The recorded depth to water on the NMOSE database is 90 feet bgs. The land surface at well SJ-02055 is approximately 5,410 feet above mean sea level (amsl), which is approximately 80 feet lower in elevation than the Site (Site is located at an elevation of 5,489 feet amsl). Of note, Figure 1 indicates NMOSE points of diversion (PODs) located in close proximity to the Site location (PODs beginning with SJ-02197). Based on the NMOSE permit, these PODs are associated with dewatering of the surface coal mine owned by the Public Service Company of New Mexico (PNM). These PODs appear in a grid formation and are gathering points located within and around the coal mine and not typical groundwater supply wells. Depth-to-water information is not presented on the NMOSE database for these PODs.

The Site is located equidistant (approximately 1,500 feet) between two significant watercourses, one unnamed to the southeast and Stevens Arroyo to the northwest. The Site is greater than 200 feet from any lakebed, sinkhole, or playa lake, and greater than 300 feet from any wetland (Figure 1). No wellhead protection areas, springs, or domestic/stock wells are located within a ½-mile from the Site (Figure 1). The Site is not within a 100-year floodplain, overlying a subsurface mine, or located within an area underlain by unstable geology (area designated as low potential karst by the BLM). Schools, hospitals, institutions, churches, and/or other occupied permanent residence or structures are not located within 300 feet of the Site.

#### SITE CLOSURE CRITERIA

Based on the information presented above and in accordance with the *Table 1, Closure Criteria for Soils Beneath Below-Grade Tanks, Drying Pads Associated with Closed-Loop Systems, and Pits where Contents are Removed* (19.15.17.13 NMAC), the following closure criteria should be applied to the Site:

- Chloride: 10,000 milligrams per kilogram (mg/kg)
- Total Petroleum Hydrocarbons (TPH) as a combination of gasoline range organics (GRO), diesel range organics (DRO), and motor oil range organics (MRO): 2,500 mg/kg
- TPH-GRO + TPH-DRO: 1,000 mg/kg
- A combination of benzene, toluene, ethylbenzene, and xylenes (BTEX): 50 mg/kg
- Benzene: 10 mg/kg

We appreciate the opportunity to provide this report to the NMOCD. If you should have any questions or comments regarding this document, please contact the undersigned.

Hilcorp Energy Company WF Federal 29 #2 June 3, 2022



Sincerely, **Ensolum**, **LLC** 

Stuart Hyde, LG Senior Geologist (970) 903-1607 shyde@ensolum.com Ashley Ager, MS, PG Program Director (970) 946-1093 aager@ensolum.com

#### Attachments:

Figure 1: Site Characterization

Appendix A: NMOSE Point of Diversion Summary, Well SJ-02055



**FIGURES** 



#### SITE CHARACTERIZATION

HILCORP ENERGY COMPANY WF Federal 29 #2

San Juan County, New Mexico 36.78009°N, 108.32589°W

1

**FIGURE** 

Released to Imaging: 8/10/2022 11:32:41 AM



APPENDIX A

NMOSE Point of Diversion Summary, Well SJ-02055



#### 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

Number Q64 Q16 Q4 Sec Tws Rng

X Y

SJ 02055

1 1 05 29N 14W

201867 4073640\*

9

**Driller License:** 724

**Driller Company:** 

HARGIS, JOHN C.

**Driller Name:** 

HARGIS, JOHN C.

**Drill Finish Date:** 

05/12/1987

Plug Date:

01. - 11 - - - -

Drill Start Date: Log File Date: 05/02/1987 05/15/1987

PCW Rcv Date:

Depth Well:

Source:

Shallow

Pump Type:

.987 .

I C W KCV Date.

Source.

1 CD) (

Casing Size:

Pipe Discharge Size:

Estimated Yield: Depth Water:

1 GPM 90 feet

Water Bearing Stratifications:

4.50

Top Bottom Description

150 feet

80

0 Sandstone/Gravel/Conglomerate

**Casing Perforations:** 

Top Bottom

80 150

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.

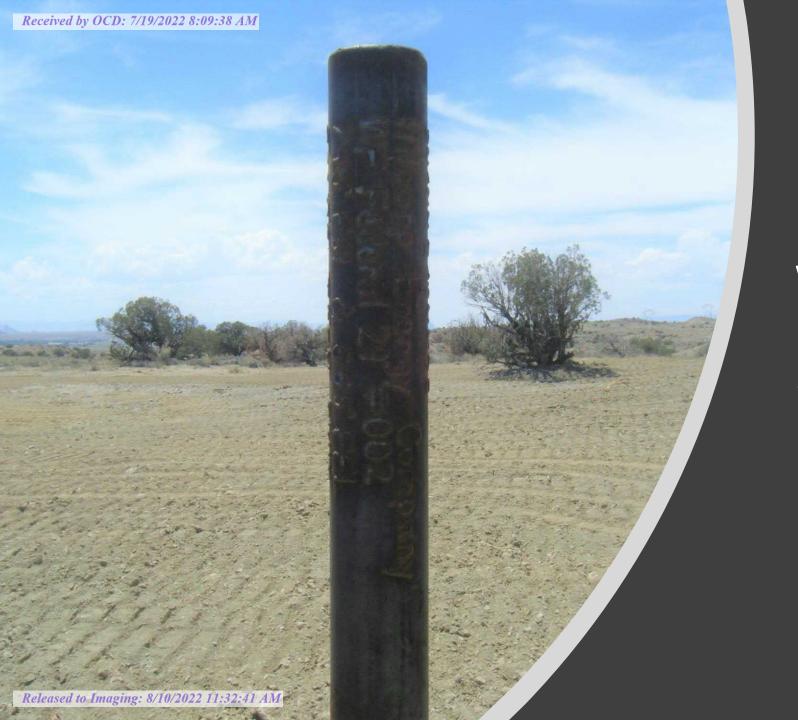
5/31/22 10:01 AM

POINT OF DIVERSION SUMMARY

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

### WF Federal 29 #2

Pit Closure Pictures.



WF Federal 29 #2 07/19/22

Received by OCD: 7/19/2022 8:09:38 AM

Page 66 of 68





View Looking North

View Looking South

Released to Imaging: 8/10/2022 11:32:41 AM

Received by OCD: 7/19/2022 8:09:38 AM

Page 67 of 68





District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 126623

#### **CONDITIONS**

Operator:	OGRID:
HILCORP ENERGY COMPANY	372171
1111 Travis Street Houston, TX 77002	Action Number: 126623
	Action Type: [C-144] Below Grade Tank Plan (C-144B)

#### CONDITIONS

Created By		Condition Date
jburdine	Closure report shows that release was confirmed. Variance requested as the limits stayed within the 19.15.29 and 19.15.17 NMAC table limits for remediation requirements. Variance granted. All other closure protocols were met BGT Closure report approved.	8/10/2022