Administrative/Environmental Order



AE Order Number Banner

Report Description

This report shows an AE Order Number in Barcode format for purposes of scanning. The Barcode format is Code 39.



App Number: pKJ1517626482

1RP - 3691

JAY MANAGEMENT COMPANY, LLC

8/9/2016



HOBBS OCD

911 Regional Park Drive Houston, Texas 77060 Tel. 281.872.9300 www.ntglobal.com

AUG 1 9 2015

August 10, 2015

RECEIVED



Kelly Jones New Mexico Oil Conservation Division – District 1 Office 1625 N. French Dr. Hobbs, New Mexico 88240

Re: Remedial Action Report Jay Management Company, LLC Satellite No. 1 Tank Battery Bagley North Field - Lea County, New Mexico Reference No.: 1RP-3691

Dear Kelly Jones,

At the request of Jay Management Company, LLC (Jay Management), New Tech Global Environmental, LLC (NTG Environmental) has prepared this Remedial Action Report (RAR) to document soil remedial actions at the Satellite No. 1 Tank Battery (Site). The Site located in Lea County approximately 6.8 miles southeast of Caprock, New Mexico (Figures 1 and 2). The surrounding area is characterized as flat to slightly sloping rural land used for cattle grazing and oil/gas production. The Site coordinates are: Latitude 33.349880N, Longitude 103.606576W.

Background

On May 24, 2015, Jay management had a release of approximately 4 barrels (bbls) of crude oil from the above ground storage tanks due to a tank overflow resulting from electricity loss at the Site. According to Jay management, all released fluids were contained within the secondary containment berm which is lined with a HDPE liner. Additionally, the liner was overlain with approximately 4 inches of soil to protect the liner from normal operation activities and weathering. Upon release discovery, Jay Management personnel procured vacuum truck to recover standing fluids within the tank battery. Recovered fluids were hauled to a permitted disposal facility. The initial C-141 (attached) was filed on 05/53/15.

On June 29, 2015, NTG Environmental performed Site investigation activities to determine if visual impacts were present after the release. Visual impacts were present in surface soils. Site conditions at the time of NTG Environmental's Site investigation are shown in the attached photographic log.

Kelly Jones August 10, 2015 Page 2 of 2

Remedial Actions

Following fluid recovery, Jay Management personnel conducted remedial activities at the Site. Affected soil overlaying the liner was excavated and stockpiled on location awaiting final disposition. Once all visually impacted soils were removed, the liner was inspected to verify integrity and ensure that there were no holes within the liner. Following liner inspection, clean soil was replaced atop the liner across the entire tank battery to protect the liner from normal operation activities and weathering.

No soil samples were collected as the liner's integrity was verified to be in good condition by Jay Management personnel and removal or damaging on the liner would be necessary to collect a soil sample from beneath.

Conclusions

Based on the remedial actions and observations by Jay Management personnel, it is believed that no soil impacts below the liner are present at the Site. On behalf of Jay Management, NTG Environmental formally requests "no further action" designation at the Site. The final C-141 is attached.

If you have any questions regarding this letter or need further information, please contact us at (281)872-9300.

Sincerely, NTG Environmental

Cetter Kinian

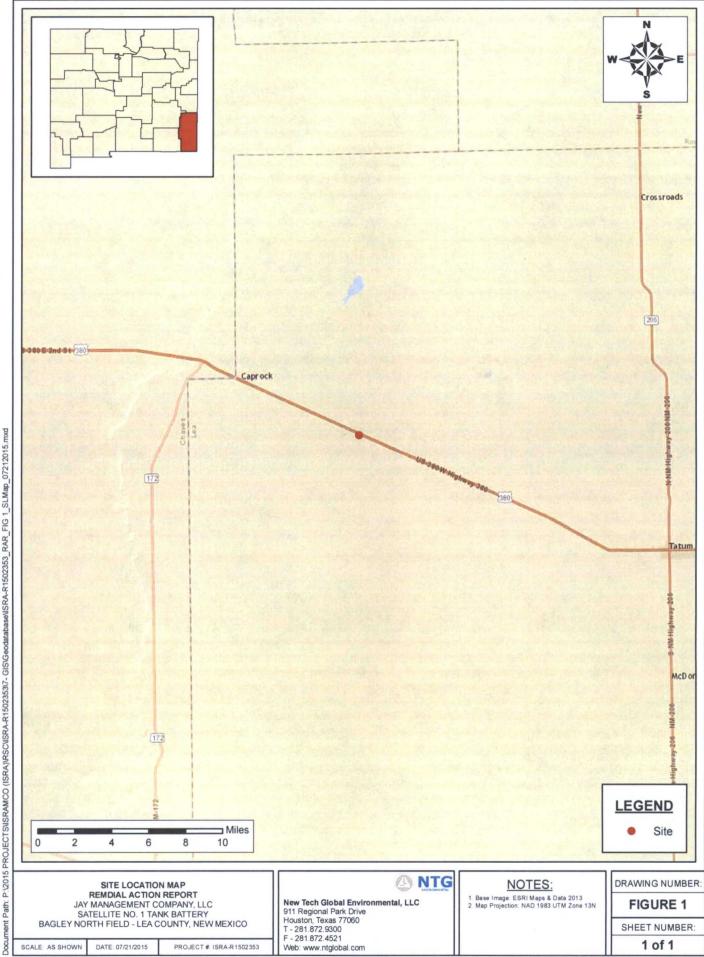
Preston Kocian Project Scientist

Attachment: Figures Photographic Log Initial C-141 Final C-141

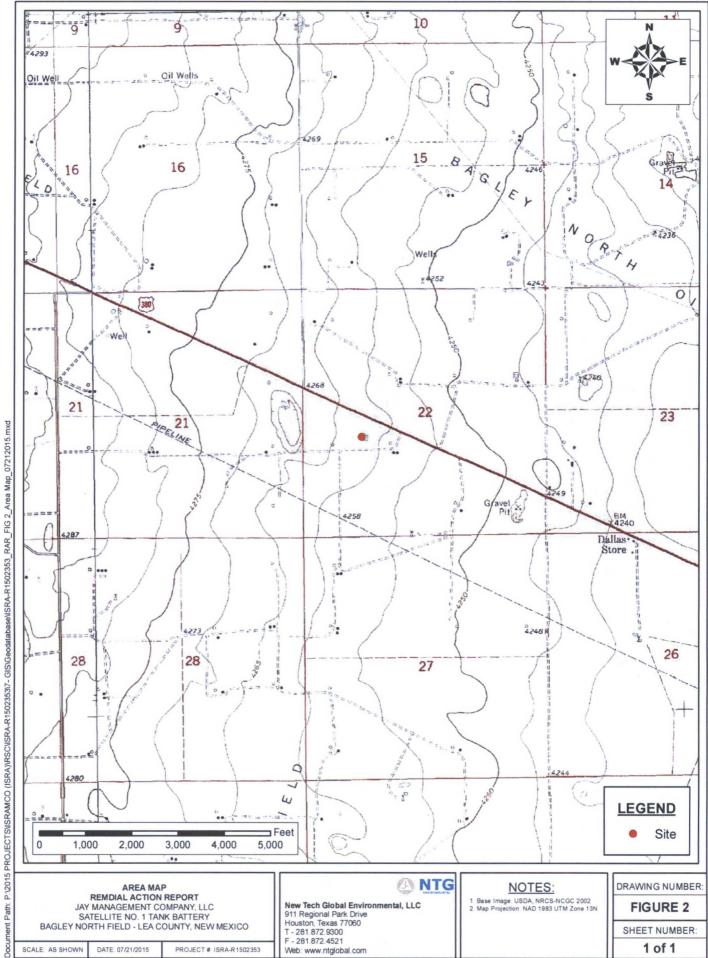
Gordon Banks, REM, CSEM, CESCO Senior Project Manager

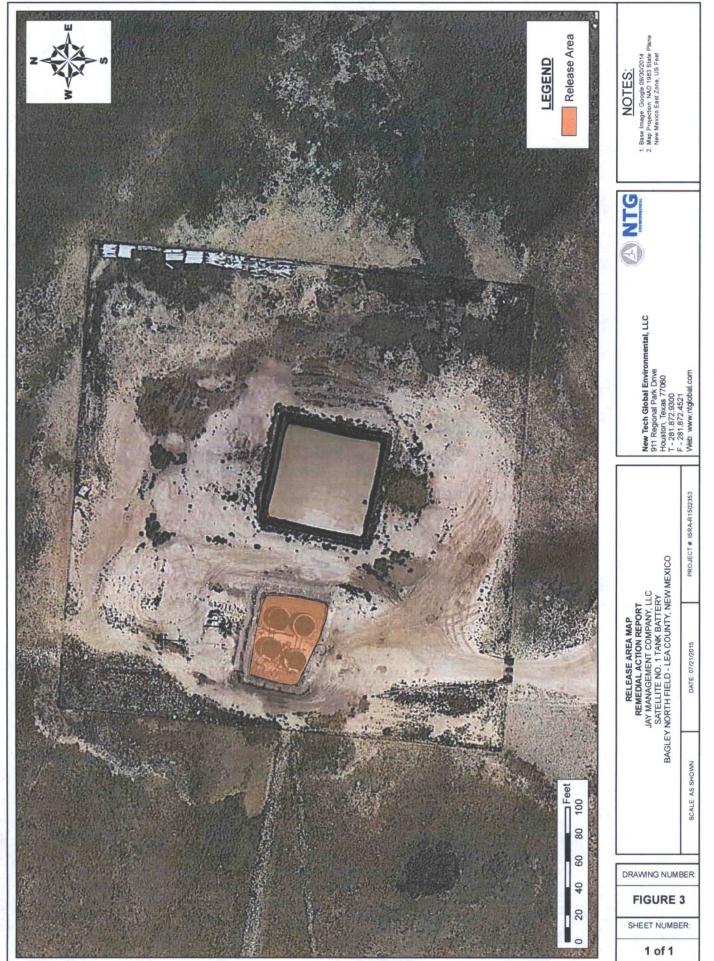


FIGURES



Document Path: P.12015 PROJECTSISRAMCO (ISRA)/RSCUSRA-R1502353/7- GIS/Geodatabase/ISRA-R1502353_RAR_FIG 1_SLMap_07212015.mxd





Jay Management Company

Photograph No.

Facility:	Satellite No. 1 Tank Battery				
County:	Lea County, NM				
Date:	06/29/2015				
Photographer:	Chance Boatright				
Direction:	North				
Description:	attany bafar ramada				

1

View of the tank battery befor remedail activities. Note: hydrocarbon staining on surface.

Photograph No. 2

Facility:	Satellite No. 1 Tank Battery
County:	Lea County, NM
Date:	06/29/2015
Photographer:	Chance Boatright
Direction:	North

Description:

View of the tank battery befor remedail activities. Note: hydrocarbon staining on surface.

Photograph No. 3

Facility:	Satellite No. 1 Tank Battery
County:	Lea County, NM
Date:	06/29/2015
Photographer:	Chance Boatright
Direction:	Northeast

Description:

View of the tank battery befor remedail activities. Note: hydrocarbon staining on surface.







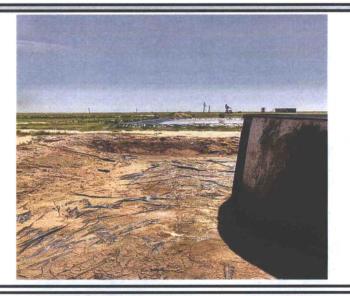


Jay Management Company

Photograph No.

Facility:	Satellite No. 1 Tank Battery			
County:	Lea County, NM			
Date:	06/29/2015			
Photographer:	Jay Management Personnel			
Direction: East				
Description: View of tank battery after remediation. Note: Impacted soils removed,				

4



Photograph No. 5

no hydrocarbon staining.

Facility:	Satellite No. 1 Tank Battery
County:	Lea County, NM
Date:	06/29/2015
Photographer:	Jay Management Personnel
Direction:	West

Description:

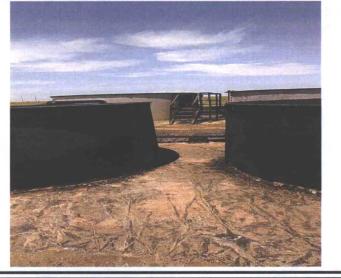
View of tank battery after remediation. Note: Impacted soils removed, no hydrocarbon staining.

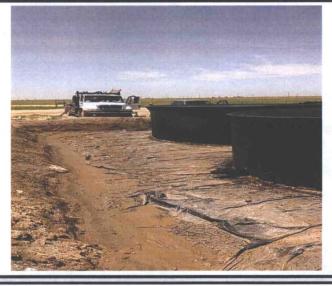
Photograph No. 6

Facility:	Satellite No. 1 Tank Battery
County:	Lea County, NM
Date:	06/29/2015
Photographer:	Jay Management Personnel
Direction:	South

Description:

View of tank battery after remediation. Note: Impacted soils removed, no hydrocarbon staining.







Jay Management Company

Photograph No.

Facility:	Satellite No. 1 Tank Battery
County:	Lea County, NM
Date:	08/05/2015
Photographer:	Jay Management Personnel
Direction:	East

7

Description:

View of tank battery after remediation. Note: Clean fill was brought in and placed on liner to protect from deterioration and every day use.

Photograph No. 8

Facility:	Satellite No. 1 Tank Battery
County:	Lea County, NM
Date:	08/05/2015
Photographer:	Jay Management Personnel
Direction:	West

Description:

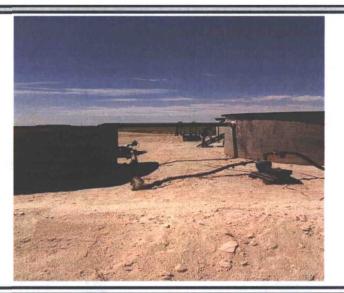
View of tank battery after remediation. Note: Clean fill was brought in and placed on liner to protect from deterioration and every day use.

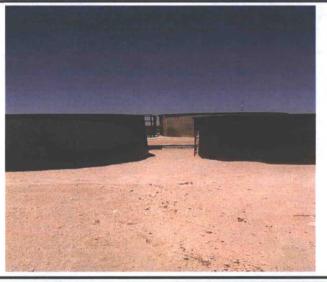
Photograph No. 9

Facility:	Satellite No. 1 Tank Battery	
County:	Lea County, NM	
Date:	08/05/2015	
Photographer:	Jay Management Personnel	
Direction:	South	

Description:

View of tank battery after remediation. Note: Clean fill was brought in and placed on liner to protect from deterioration and every day use.









INITIAL C-141

HOBBS OCD

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

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State of New Mexico Energy Minerals and Natural Resources WM **3 4 2015**

Form C-141 Revised August 8, 2011

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

		OPERATOR	xП	Initial Report		Final Report	
Name of Company JAY MANAGEM	ENT CO. LLC	Contact Ronnie Rogers					
Address 2425West Loop South Ste 81	0 Houston, TX 77027	27 Telephone No.575 369-8375					
Facility Name Satellite #1		Facility Type Water Gathering System					
Surface Owner Ricky Pierce	urface Owner Ricky Pierce Mineral Owner State Of New Mexico API No.30-025-				1381-0)0	
				(see violation letter attache	d)		

LOCATION OF RELEASE Unit Letter Section Township Range Feet from the North/South Line Feet from the East/West Line County Lea (location of satellite 1) 0 <td

Latitude 33 degrees N: 20 minutes 59.04 seconds Longitude 103 degrees W: 36 minutes 23.78 seconds

NATURE OF RELEASE

	A hadred from the of a first sheet				
Type of Release Oil	Volume of Release 4 b	bls oil	Volume Re	covered 4 Oil 4.5 water	
Source of Release Tanks overfilled Due to Electricity Loss	Date and Hour of Occu 5/24/15	urrence	Date and H 7Am	lour of Discovery 5/24/15	
Was Immediate Notice Given?	If YES, To Whom?				
By Whom?	Date and Hour				
Was a Watercourse Reached?	If YES, Volume Impacting the Watercourse.				
If a Watercourse was Impacted, Describe Fully.* No Area Lined & I	Firewall around Satellite Ta	inks			
Describe Cause of Problem and Remedial Action Taken.* Loss power to Removed 55 bbl drum. Prepared to clean area.	o transfer pumps due to stor	ms. Pick-up	9 4 Bbls oil &	4 ½ Bbls Rain Water.	
Describe Area Affected and Cleanup Action Taken.* A 10'x20' Area East of East tanks will need to be cleaned out to Liner as inspected. Steam clean storage tanks. Install net on N.E. tank. Replace s Rules and Regulations.	soil on liner with sand to ho	ld liner dow	m. Replace fu	rewall. Clean Location to OCE	
regulations all operators are required to report and/or file certain release public health or the environment. The acceptance of a C-141 report by t should their operations have failed to adequately investigate and remedia or the environment. In addition, NMOCD acceptance of a C-141 report federal, state, or local lays and/or regulations.	notifications and perform of the NMOCD marked as "Fin ate contamination that pose	corrective ac nal Report" a threat to g	tions for relea does not relie ground water,	ases which may endanger ve the operator of liability surface water, human health	
Signature: Descue Dogue Printed Name Ronnie Rogers	Approved by Environmental Specialist:				
Title: Field Foreman	Approved by Environmen	nai Specian	SI: NORCE		
The rear or man	Approval Date: 06/24/20	15	Expiration D	ate: 09/24/2015	
E-mail Address: ron2004@earthlink.net					
Date: 05/23/15 Phone: 575-369-8375	Conditions of Approval:		es required.	Attached	
Attach Additional Sheets If Necessary		Defineate a remediate MNOCD g Geotag pho	as per juides. otographs	1RP-3691 nKJ1517626295 pKJ1517626482	
		of remedia	tion		

required.

FINAL C-141