District S				L CONS		ION
1625 N. French Dr., Hobbs, NM 88240				RTESIA DI	STRICT	Form C-141
District II Energy M 811 S. First St., Artesia, NM 88210	Energy Minerals and Natural Resour			DEC 20	2016	Revised August 8, 2011
District III Oil	Oil Conservation Division			Submit	I Copy to	appropriate District Office in ordance with 19.15.29 NMAC.
1000 KIO BEAZOS KOOR, AZIEC, NM X/410	1220 South St. Francis Dr.					ordance with 19.15.29 NMAC.
1000 F. S. Francis D. Frank F. MAANTON				RECEIV	VED	
Release Notification and Corrective Action						
NAB1434344622	and	OPERAT	OR	<u> </u>		Report Final Report
Name of Company: COG Operating LLC 222		Contact:			t McNeil	1
Address: 600 West Illinois Avenue, Midland TX 7970 Facility Name: MYOX 21 STATE COM #009H	Gelephone No. 432-683-7443 Facility Type: Tank Battery					
	L	racinty typ	<u>e:</u>	I ank	Dattery	
Surface Owner: State Mineral	Owner:				API No.	30-015-37416
LOC	ATIO	N OF REI	LEASE			
Unit Letter Section Township Range Feet from the	1	South Line	Feet from the	East/Wes		County
M 21 25S 28E 660'		South	330'	Wes	st	Eddy
Latitude 32.1	099434	Longitu	ide 104.099700	9		
NATURE OF RELEASE						
Type of Release:		Volume of		1		Recovered:
Oil & Produced Water		10bbis of	Oil & Ibbl of Pr	oduced	6bbls of	Oil & 1bbl of Produced Water
Source of Release:		Date and H	Water our of Occurrence	e:	Date and	Hour of Discovery:
FWKO		12-1	8-2016 07:00 a			12-18-2016 07:00 am
Was Immediate Notice Given?		If YES, To	Whom?			
Yes No Not 1	kequireo					
By Whom? Was a Watercourse Reached?		Date and H	lour: Jume Impacting	the Weterer		
Yes ⊠ No		11 1ES, VO	nume impacting	me wateret	burse.	
If a Watercourse was Impacted, Describe Fully.*						
it a watercourse was impacted, Describe Funy.						
Describe Cause of Problem and Remedial Action Taken.*						
This release was caused by a gasket that failed on a FWKO. Replace the gasket on the FWKO.						
Describe Area Affected and Cleanup Action Taken.*						
This release was mostly contained within a lined facility a 60 X30 area in the pasture. A vacuum truck was dispatched to remove all freestanding fluids.						
Concho will have the spill area evaluated for any possible contamination from the release and we will present a remediation work plan to the NMOCD for						
approval prior to any significant remediation work.						
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and						
regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger						
public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability						
should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other						
federal, state, or local laws and/or regulations.			F			
Since 77 1 1	[OIL CON	SERVA	TION	DIVISION
Signature:					Ц	
Printed Name: Robert Grubbs Jr.		Approved by	Environmental S	ipecialist:	1/2	M
Title: Senior HSE Coordinator		Approval Da	al. A		piration D	ate: N/1A
E-mail Address: rgrubbs@concho.com		Conditions o	f Approval:			Attached Attached
Date: December 20, 2016 Phone: 432-683-7443 Contained Stel Attached Attached						
* Attach Additional Sheets If Necessary						

2RP-	4045
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Operator/Responsible Party,

The OCD has received the form C-141 you provided on **12/20/2016** regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number $\frac{2kP-4/45}{2k}$ has been assigned. Please refer to this case number in all future correspondence.

It is the Division's obligation under both the Oil & Gas Act and Water Quality Act to provide for the protection of public health and the environment. Our regulations (19.15.29.11 NMAC) state the following,

The responsible person shall complete <u>division-approved corrective action</u> for releases that endanger public health or the environment. The responsible person shall address releases in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with 19.15.30 NMAC. [emphasis added]

Release characterization is the first phase of corrective action unless the release is ongoing or is of limited volume and all impacts can be immediately addressed. Proper and cost-effective remediation typically cannot occur without adequate characterization of the impacts of any release. Furthermore, the Division has the ability to impose reasonable conditions upon the efforts it oversees. As such, the Division is requiring a workplan for the characterization of impacts associated with this release be submitted to the OCD District II office in Artesia on or before 2/1/2017. If and when the release characterization workplan is approved, there will be an associated deadline for submittal of the resultant investigation report. Modest extensions of time to these deadlines may be granted, but only with acceptable justification.

The goals of a characterization effort are: 1) determination of the lateral and vertical extents along with the magnitude of soil contamination. 2) determine if groundwater or surface waters have been impacted. 3) If groundwater or surface waters have been impacted, what are the extents and magnitude of that impact. 4) The characterization of any other adverse impacts that may have occurred (examples: impacts on vegetation, impacts on wildlife, air quality, loss of use of property, etc.). To meet these goals as quickly as possible, the following items must, at a minimum, be addressed in the release characterization workplan and subsequent reporting:

• Horizontal delineation of soil impacts in each of the four cardinal compass directions. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. This is not an exclusive list of potential contaminants. Analyzed parameters should be modified based on the nature of the released substance(s). Soil sampling must be both within the impacted area and beyond.

• Vertical delineation of soil impacts. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. As above, this is not an exclusive list of potential contaminants and can be modified. Vertical characterization samples should be taken at depth intervals no greater than five feet apart. Lithologic description of encountered soils must also be provided. At least ten vertical feet of soils with contaminant concentrations at or below these values must be demonstrated as existing above the water table.

• Nominal detection limits for field and laboratory analyses must be provided.

• Composite sampling is not generally allowed.

• Field screening and assessment techniques are acceptable (headspace, titration, EC [include algorithm for validation purposes], EM, etc.), but the sampling and assay procedures must be clearly defined. Copies of field notes are highly desirable. A statistically significant set of split samples must be submitted for confirmatory laboratory analysis, including the laterally farthest and vertically deepest sets of soil samples. Make sure there are at least two soil samples submitted

for laboratory analysis from each borehole or test pit (highest observed contamination and deepest depth investigated). Copies of the actual laboratory results must be provided including chain of custody documentation.

•Probable depth to shallowest protectable groundwater and lateral distance to nearest surface water. If there is an estimate of groundwater depth, the information used to arrive at that estimate must be provided. If there is a reasonable assumption that the depth to protectable water is 50 feet or less, the responsible party should anticipate the need for at least one groundwater monitoring well to be installed in the area of likely maximum contamination.

• If groundwater contamination is encountered, an additional investigation workplan may be required to determine the extents of that contamination. Groundwater and/or surface water samples, if any, must be analyzed by a competent laboratory for volatile organic hydrocarbons (typically Method 8260 full list), total dissolved solids, pH, major anions and cations including chloride and sulfate, dissolved iron, and dissolved manganese. The investigation workplan must provide the groundwater sampling method(s) and sample handling protocols. To the fullest extent possible, aqueous analyses must be undertaken using nominal method detection limits. As with the soil analyses, copies of the actual laboratory results must be provided including chain of custody documentation.

• Accurately scaled and well-drafted site maps must be provided providing the location of borings, test pits, monitoring wells, potentially impacted areas, and significant surface features including roads and site infrastructure that might limit either the release characterization or remedial efforts. Field sketches may be included in subsequent reporting, but should not be considered stand-alone documentation of the site's layout. Digital photographic documentation of the location and fieldwork is recommended, especially if unusual circumstances are encountered.

Nothing herein should be interpreted to preclude emergency response actions or to imply immediate remediation by removal cannot proceed as warranted. Nonetheless, characterization of impacts and confirmation of the effectiveness of remedial efforts must still be provided to the OCD before any release incident will be closed.

Jim Griswold OCD Environmental Bureau Chief 1220 South St. Francis Drive Santa Fe, New Mexico 87505 505-476-3465 jim.griswold@state.nm.us

Patterson, Heather, EMNRD

From:	Robert Grubbs <rgrubbs@concho.com></rgrubbs@concho.com>
Sent:	Tuesday, December 20, 2016 9:57 AM
То:	Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD; Weaver, Crystal, EMNRD
Subject:	(C-141) Initial MYOX 21 STATE COM #009H (TB)30-015-37416
Attachments:	Myox 21 State Com #009H (TB) Initial.pdf

MR. BRATCHER / MS. GROVES,

ATTACHED IS A C-141 FOR YOUR CONSIDERATION. IF YOU HAVE ANY ADDITIONAL QUESTIONS PLEASE FEEL FREE TO CONTACT ME.

THANK YOU,

ROBERT GRUBBS JR. SR. HSE COORDINATOR 432.683.7443 (MAIN) 432.818.2369 (DIRECT) 432.661.6601 (CELL) 432.221.0892 (FAX) RGRUBBS@CONCHO.COM MAILING ADDRESS: ONE CONCHO CENTER 600 W. ILLINOIS AVENUE MIDLAND, TEXAS 79701

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