NM OIL CONSERVATION

ARTESIA DISTRICT

<u>District I</u> 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

* Attach Additional Sheets If Necessary

State of New Mexico Energy Minerals and Natural Resources MAR 2 4 201?

Form C-141 Revised August 8, 2011

2RP-4154

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

Release Notification and Corrective Action

Submit 1 Copy to appropriate District Office in RECEIVED accordance with 19,15.29 NMAC.

NABI	7081	33822	2			OPERA?	ГOR	\boxtimes	Initial	Report Final Report	
Name of Company: COG Operating LLC OGRID# [229137]						Contact: Robert McNeill					
Address: 600 West Illinois Avenue, Midland TX 79701						Telephone No. 432-683-7443					
Facility Name: WHITE OAK STATE #001						Facility Type: Tank Battery					
Surface Owner: State Mineral Owner						API No. 30-015-29749				30-015-29749	
LOCATION OF RELEASE											
Unit Letter P	etter Section Township Range Feet from the No			/South Line South	Feet from the 330'	East/West Line East		County Eddy			
				Latitude 32.814	17278	Longit	ade 104.139495	8			
				NAT	URE	OF REL	EASE				
Type of Rele	ase:		***************************************		Volume of Release: Volume Reco			1			
Produced Water						72.5bbls Date and Hour of Occurrence:			Date and	Hour of Discovery:	
Source of Release: Hammer Union						3/23/2017 10:00 AM			Date and Hour of Discovery: 3/23/2017 10:00 AM		
Was Immedia	ate Notice (Whom?							
			No Not Re	quired	Ms. Weaver - NMOCD / Ms. Groves - SLO						
By Whom? Robert Grubbs Jr.						Date and Hour: Thu 3/23/2017 2:53 PM					
Was a Watercourse Reached? ☐ Yes ☑ No						If YES, Volume Impacting the Watercourse.					
If a Watercon	urse was Im	pacted, Descr	ibe Fully.	•		1			······································		
		•									
Describe Cau	ise of Probl	em and Reme	dial Actio	n Taken.*							
A hammer union that failed on a 4" steel line. Replaced the hammer union with a new one.											
Describe Area Affected and Cleanup Action Taken.*											
This release release and v	occurred on ve will pres	the pad and a ent a remedial	long the clion work	edge of location. Coplan to the NMOC	oncho v D for a	vill have the : pproval prior	spill site sampled to any significant	to delineate t remediation	any poss n work.	sible contamination from the	
regulations a public health should their or the enviro	Il operators or the envi operations l nment. In	are required to ronment. The nave failed to	lo report a e acceptan adequately OCD accep	nd/or file certain roce of a C-141 repo y investigate and re	elease n rt by th emediat	otifications a e NMOCD n e contaminat	nd perform correct parked as "Final R ion that pose a thr	ctive actions report" does reat to groun	for release not relied d water,	ant to NMOCD rules and uses which may endanger we the operator of liability surface water, human health impliance with any other	
Signature:		TRALLET	<i></i>	/			OIL CON	SERVAT	I MOL	OIVISION	
Printed Nam	e:	Rober	Jr.		Approved by Environmental Specialist:						
Title:	ordinator		ne: 3 27 1		iration 1	ate: NIA					
							of Approval:	404		Attached K	
Date: Ma	arch 24, 201	l7 Pho	one: 43	32-683-7443	1	COAS	$\sim \kappa_{\rm LW}$	VUV			

Operator/Responsible Party,

The OCD has received the form C-141 you provided on 3/24/17 regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number 2/27-4/54 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 4/28/17. 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

Weaver, Crystal, EMNRD

From: Robert Grubbs <RGrubbs@concho.com>

Sent: Friday, March 24, 2017 9:48 AM

To: Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD; 'agroves@slo.state.nm.us'

Subject: (C-141 Initial) WHITE OAK STATE #001 3-23-17 (30-015-29749)

Attachments: White Oak State #001 (TB) Initial.pdf

Ms. Weaver / 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)
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From: Robert Grubbs

Sent: Thursday, March 23, 2017 2:53 PM

To: Mike Bratcher (mike.bratcher@state.nm.us) (mike.bratcher@state.nm.us); Weaver, Crystal, EMNRD

<Crystal.Weaver@state.nm.us> (Crystal.Weaver@state.nm.us); 'agroves@slo.state.nm.us'

Subject: (Notification) WHITE OAK STATE #001 3-23-17 (30-015-29749)

Ms. Weaver / Ms. Groves.

COG OPERATING LLC IS REPORTING A RELEASE ON THE WHITE OAK STATE #001 (30-015-29749) UNIT P SECTION 23 TOWNSHIP 17S RANGE 28E OGRID# [229137]

THE RELEASE OCCURRED AT APPROXIMATELY 3/23/2017 10:00 AM ESTIMATED RELEASED: APPROX. 72.5BBLS OF PRODUCED WATER ESTIMATED RECOVERED: APPROX.70BBLS OF PRODUCED WATER

THE RELEASE WAS CAUSED BY A HAMMER UNION THAT FAILED ON A 4" POLYLINE. THIS RELEASE OCCURRED ON THE PAD AND ALONG THE EDGE OF LOCATION. THIS AREA IS BEING EVALUATED AND A C-141 WILL BE SUBMITTED. IF YOU HAVE ANY ADDITIONAL QUESTIONS

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Bratcher, Mike, EMNRD

From: Robert Grubbs < RGrubbs@concho.com>

Sent: Thursday, March 23, 2017 1:53 PM

To: Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD; 'agroves@slo.state.nm.us'

Subject: (Notification) WHITE OAK STATE #001 3-23-17 (30-015-29749)

Ms. Weaver / Ms. Groves,

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THANK YOU.

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