NM OIL CONSERVATION

ARTESTA DISTRICT

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

AUG 1 5 2017

Form C-141 Revised August 8, 2011

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 1 Copy to appropriate District Office in RECEINGF ance with 19.15.29 NMAC.

Release Notification and Corrective Action **OPERATOR** X Initial Report Final Report Contact: Johnny Titsworth Name of Company: Burnett Oil Co., Inc. Telephone No. (432) 425-2891 Address: Burnett Plaza-Ste 1500, 801 Cherry St-Unit 9, Fort Worth, TX 76102 Facility Name: Gissler B 62 Facility Type: Well Location Surface Owner: BLM Mineral Owner: BLM API No. 30-015-40411 LOCATION OF RELEASE Feet from the East/West Line Unit Letter Section Township Range Feet from the North/South Line County FWL. 207 FNI. 2024 12 178 30E Eddy Latitude: 32.85586 Longitude: -103.92744 NATURE OF RELEASE Type of Release: PW & oil Volume of Release: 19/1 Volume Recovered 10 bbls Source of Release: well head Date and Hour of Occurrence: Date and Hour of Discovery 8/12/17 6:00 am 8/12/17 7:00 am Was Immediate Notice Given? If YES, To Whom? X Yes No Not Required OCD - M. Bratcher BLM - S. Tucker Date and Hour: 8/12/17 8:11 am By Whom? Johnny Titsworth Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. Yes X No If a Watercourse was Impacted, Describe Fully.* N/A Describe Cause of Problem and Remedial Action Taken.* release came from union on wellhead. Standing fluid has been picked up and hauled to disposal. Impacted area will be sampled and remediated to regulatory standards. Describe Area Affected and Cleanup Action Taken.* majority of release remained on well pad location, with a 10'x15' pooling area in the pasture on the SE corner of the location. 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. OIL CONSERVATION DIVISION Signature: Approved by Environmental Special Printed Name. Johnny Titsworth Expiration Date: Title: HSE Coordinator Approval Date: E-mail Address: jtitsworth@burnettoil.com Conditions of Approval: Phone: (432) 425-2891 Date: 8/15/17

* Attach Additional Sheets If Necessary

www.emnra.state.nm.us

Current forms are available on our website and should be used when filing regulatory documents.

8/15/17 FB

Operator/Responsible Party,

The OCD has received the form C-141 you provided on _______ regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number _______ 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 $\frac{2}{2}$ office in $\frac{ARTESIA}{ARTESIA}$ on or before $\frac{9/15/2017}{2}$. 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: Johnny Titsworth <jtitsworth@burnettoil.com>

Sent: Saturday, August 12, 2017 8:11 AM

To: Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD; Tucker, Shelly

Cc: Kyle Adams; Leslie Garvis

Subject: Gissler B 62

All

We had a release at the Gissler B 62 well location this morning. The release was contained to the well pad. I will submit a C-141 when we have collected all the information. Thanks, and let me know if there are any questions.

Johnny Titsworth

HSE COORDINATOR

BURNETT OIL CO., INC.

P.O. Box 188 CR 220 North Loco Hills, NM 88255 MOBILE: (432)-425-2891

EMAIL: jtitsworth@burnettoil.com

This message is intended only for the person(s) to which it is addressed and may contain privileged, confidential and/or insider information. If you have received this communication in error, please notify us immediately by replying to the message and deleting it from your computer. Any disclosure, copying, distribution, or the taking of any action concerning the contents of this message and any attachment(s) by anyone other than the named recipient(s) is strictly prohibited.

Bratcher, Mike, EMNRD

From: Johnny Titsworth <jtitsworth@burnettoil.com>

Sent: Tuesday, August 15, 2017 11:05 AM

To: Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD; Tucker, Shelly

Cc: Kyle Adams; Leslie Garvis

Subject: Gissler B 62

Attachments: Gissler B 62 initial C-141.pdf

ΑII

Attached is the C-141 for the release that we had on 8/12/17 at the Gissler B 62. If there are any questions or concerns, feel free to contact us. thanks

Johnny Titsworth

HSE COORDINATOR

BURNETT OIL CO., INC.

P.O. Box 188 CR 220 North Loco Hills, NM 88255

MOBILE: (432)-425-2891

EMAIL: <u>ititsworth@burnettoil.com</u>

This message is intended only for the person(s) to which it is addressed and may contain privileged, confidential and/or insider information. If you have received this communication in error, please notify us immediately by replying to the message and deleting it from your computer. Any disclosure, copying, distribution, or the taking of any action concerning the contents of this message and any attachment(s) by anyone other than the named recipient(s) is strictly prohibited.