NM OIL CONSERVATION

ARTESIA DISTRICT

District 1
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
1270 S. St. Francis Dr. Santa Fc. NM 8751

State of New Mexico
Energy Minerals and Natural Resource AUG 1 7 2017

Form C-141 Revised August 8, 2011

Oil Conservation Division 1220 South St. Francis Dr. Submit 1 Copy to appropriate District Office in RECEIVED accordance with 19.15.29 NMAC.

1220 S. St. Francis Dr., Santa Fe, NI	M 87505 Santa F	e, NM 8750)5				
Release Notification and Corrective Action							
NAB1723329504			OR	☐ Initial Report ☐ Final Report			
Name of Company: COG	Contact:		Robert McNeill				
Address: 600 West Illing	Telephone N		432-683-7443				
			acility Type: Well				
Surface Owner: State	State	API No. 30-015-20192					
LOCATION OF RELEASE							
l . k	riship Range Feet from the North 7S 29E 1980	n/South Line North	Feet from the 660	East/West Lin West	e	County Eddy	
Latitude 32.8073502 Longitude -104.0862198							
NATURE OF RELEASE							
Type of Release:			Volume of Release: Volume Recovered:				
Pro Source of Release:		3,075 bbl. 3,055 bbl. Date and Hour of Occurrence: Date and Hour of Discovery:					
P	August 7, 2017 12:00 pm August 7, 2017 12:00 pm						
Was Immediate Notice Given?	If YES, To Whom? Ms. Weaver – NMOCD / Ms. Groves – SLO						
By Who	Ms. Weaver – NMOCD / Ms. Groves – SLO Date and Hour: August 9, 2017 8:42 am						
By Whom? Rebecca Haskell Was a Watercourse Reached?			If YES, Volume Impacting the Watercourse.				
	☐ Yes ☒ No						
If a Watercourse was Impacted	l, Describe Fully.*						
Describe Cause of Problem and	J Daniel Antion Taken						
The release was from a well that was previously plugged in 2015. The release was discovered by air patrol and immediate actions were taken to regain control of the well. The well will be re-plugged. The release is currently under control, if additional fluids are lost subsequent to the filling of this Initial C-							
141 a revised C-141 will be submitted with updated volumes.							
Describe Area Affected and C	leanup Action Taken.*						
The release was on location. A	liner was installed to capture produced w	ater and limit is	npact to soil. Va	cuum trucks we	re dispatched t	o remove all	
freestanding fluids. Approximately 1,008 cubic yards of impacted soil was excavated and taken to a NMOCD approved disposal facility. Concho will have the spill area sampled to delineate any possible impact from the release and we will present a remediation work plan to the NMOCD for approval prior to							
any significant remediation act I hereby certify that the inform	tivities.	the best of my	knowledge and u	inderstand that t	oursuant to NM	OCD rules and	
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	d/or regulations.		OII CON	SERVATIO	N DIVICI	ON	
Signature: Kelling H	ashell		OIL CON	SERVATIC Co.	IA (
Printed Name: R	cbecca Haskell	Approved by	Environmental S	Specialist: UV	Mer	* NOW	
Title: Se	enior HSE Coordinator	Approval Dat	<u> </u>	7 Expirati	on Date: N	14	
E-mail Address: rt	naskell@concho.com	Conditions of	Approval:	الأممل	Attache	d X 25 1	
	hone: 432-683-7443 Pleas	SCI	2 NILV	WW.	1 ar	P-935	
Date: August 17, 2017 Phone: 432-683-7443 Attach Additional Sheets If Necessary Conservation Division Wesico Oil http://www.emprd.co							
updated & New Mexica							
updated form(s) at: Othe New Mexico Oil http://www.em							
http://www.emnrd.state.nm.us/							
The state of the s							

Thank you

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Operator/Responsible Party,

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 9/17/17. 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: Rebecca Haskell < RHaskell@concho.com> Sent:

Thursday, August 17, 2017 9:55 AM

To: Weaver, Crystal, EMNRD; Amber Groves (agroves@SLO.state.nm.us)

Cc: Bratcher, Mike, EMNRD

Subject: (Initial C-141) GJ West Coop Unit 108 8-7-17 (30-015-20192) **Attachments:** GJ West Coop Unit #108 Initial C-141 8-7-17 (30-015-20192).pdf

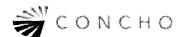
Ms. Weaver / Ms. Groves,

Please find the attached C-141 for your consideration. This release is from a well that was plugged in 2015. Actions are ongoing to re-plug the well and at the moment the release of fluids has been stopped. If any additional fluids are released during efforts to re-plug the well, COG will update you regarding final volumes. If you have any questions or concerns please contact me.

Thank You,

Becky Haskell Senior HSE Coordinator COG Operating LLC 600 W Illinois Avenue | Midland, TX 79701 Direct: 432-818-2372 | Main: 432.683.7443

Cell: 432-556-5130 rhaskell@concho.com



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From: Rebecca Haskell

Sent: Wednesday, August 09, 2017 9:42 AM

To: Weaver, Crystal, EMNRD; Amber Groves (agroves@SLO.state.nm.us)

Cc: Mike Bratcher (Mike.Bratcher@state.nm.us)

Subject: (Notification) GJ West Coop Unit 108 8-7-17 (30-015-20192)

Ms. Weaver / Ms. Groves.

COG OPERATING LLC IS REPORTING A RELEASE AT THE GJ WEST COOP UNIT #108 (30-015-20192), THIS IS A PLUGGED WELL SITE.

UNIT E SECTION 28 TOWNSHIP 17S RANGE 29E GPS 32.8073502-104.0862198 THE RELEASE OCCURRED AT APPROXIMATELY 12:00 PM ON 8-7-2017 AND IS STILL ONGOING ESTIMATED RELEASED: APPROX. > 25 BBLS PRODUCED WATER

ESTIMATED RECOVERED: AS OF THIS MORNING APPROXIMATELY 565 BBLS HAVE BEEN RECOVERED.

THE SPILL IS CONTAINED AND MEASURES ARE BEING CONDUCTED TO STOP THE RELEASE OF PRODUCED WATER. THE RELEASE IS DUE TO A PLUGGED AND ABANDONED WELL FAILURE. THIS AREA IS BEING

EVALUATED AND A C-141 WILL BE SUBMITTED. IF YOU HAVE ANY ADDITIONAL QUESTIONS PLEASE FEEL FREE TO CONTACT ME.

THANK YOU,

Becky Haskell Senior HSE Coordinator COG Operating LLC 600 W Illinois Avenue | Midland, TX 79701 Direct: 432-818-2372 | Main: 432.683.7443

Cell: 432-556-5130 rhaskell@concho.com



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Bratcher, Mike, EMNRD

From: Rebecca Haskell <RHaskell@concho.com>
Sent: Wednesday, August 9, 2017 8:42 AM

To: Weaver, Crystal, EMNRD; Amber Groves (agroves@SLO.state.nm.us)

Cc: Bratcher, Mike, EMNRD

Subject: (Notification) GJ West Coop Unit 108 8-7-17 (30-015-20192)

Ms. Weaver / Ms. Groves,

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THANK YOU,

Becky Haskell
Senior HSE Coordinator
COG Operating LLC
600 W Illinois Avenue | Midland, TX 79701
Direct: 432-818-2372 | Main: 432.683.7443

Cell: 432-556-5130 rhaskell@concho.com



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