NM OIL CONSERVATION ARTESIA DISTRICT

State of New Mexico Energy Minerals and Natural Resources

SEP 1 8 2017

Form C-141 Revised August 8, 2011

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 Fc, NM 87505

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

Release Notification and Corrective Action						
NAB1726332553 BOPED		OPERA'		⊠ Init	ial Report	
Name of Company: XTO Energy 200737		Contact: Amy Ruth				
		Telephone No. 575-887-7329				
Facility Name: Poker Lake Unit 184 Battery (Delaware C) (API for PLU #184)		Facility Type: Exploration and Production				
Surface Owner: Federal Mineral C	Federal		API N	API No. 30-015-31990		
LOC	ATION	OF RE	LEASE			
Unit Letter Section Township Range Feet from the North/S G 6 24S 30E 1610 North		South Line	Feet from the 2000	Feet from the East/West Line County		
St due Thittel Latitude 32,249				10		
	TURE	OF REL				
Type of Release Produced Water and Crude Oil		Volume of	Release 35.96 B 2.30 BC	Į.	Recovered 18.8 BPW 1.20 BO	
Source of Release Flare	Date and Hour of Occurrence B/18/2017 time unknown B/18/2017 8 am		•			
Was Immediate Notice Given? ☐ Yes ☐ No ☐ Not Required		If YES, To Whom? Mike Bratcher/Crystal Weaver (NMOCD), Jim Amos/Shelly Tucker (BLM)				
By Whom? Amy Ruth	Date and Hour 8/18/2017 12:03 pm by cmail					
Was a Watercourse Reached? ☐ Yes ☒ No			If YES, Volume Impacting the Watercourse. N/A			
If a Watercourse was Impacted, Describe Fully.* N/A						
Describe Cause of Problem and Remedial Action Taken.* Salt accumulated within the dump valves of process vessels and funtil the cause of the salt plugs can be identified and resolved.	fluids wer	re forced out	of the facility flar	re. The battery an	d associated wells were shut in	
Describe Area Affected and Cleanup Action Taken.* The leak affected approximately 450 square feet of caliche pad ar berm. Facility equipment was power washed and free standing fl						
hereby certify that the information given above is true and compregulations all operators are required to report and/or file certain a public health or the environment. The acceptance of a C-141 repshould their operations have failed to adequately investigate and for the environment. In addition, NIMOCD acceptance of a C-141 repshould their operations have failed to adequately investigate and for the environment. In addition, NIMOCD acceptance of a C-141 repshould fail and a	release no ort by the remediate	otifications a NMOCD m contaminati	nd perform correct arked as "Final R on that pose a thr	ctive actions for re eport" does not re cat to ground water	leases which may endanger lieve the operator of liability er, surface water, human health	
Signature: July Stuff		OIL CONSERVATION DIVISION Approved by Environmental Specialist				
Printed Name: Amy C. Ruth Pitle: Environmental Coordinator		Approval Da	oproval Date: 9119117 Expiration Date: NIA			
E-mail Address: Amy_Ruth@xtoenergy.com		Conditions o	f Approval:	wd	Attached X JRP 439	
Date: 9/18/2017 Phone: 432-661-0571		200	www.		UKF 7091	

* Attach Additional Sheets If Necessarv

Please refer to the New Mexico Oil Conservation Division Website for updated form(s) at: http://www.emnrd.state.nm.us/OCD/forms.html Thank you

Millinia

Operator/Responsible Party,

The OCD has received the form C-141 you provided on **9/18/17** regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number <u>3,00-4396</u> 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 10/3/17. 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: Ruth, Amy <Amy_Ruth@xtoenergy.com>
Sent: Monday, September 18, 2017 5:08 PM

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

Cc: jamos@blm.gov; Tucker, Shelly

Subject: LATE - Initial C-141's - PLU 184 Battery (Del C)

Attachments: Initial C-141 - PLU 184 Battery (Del C) 8-16-17.pdf; Initial C-141 - PLU 184 Battery (Del

C) 8-18-17.pdf

Please find attached, 2 initial C-141's for spills that happened in fairly close succession at the referenced site. Below is the initial notification for the second incident attached. Again, I realize this is submitted quite tardy of the 15 day required period for reporting and acknowledge my lapse in responsibility for that. Please call me with any questions or concerns. As always, thank you for your help!

----Original Message-----

From: Ruth, Amy

Sent: Friday, August 18, 2017 12:03 PM

To: Mike Bratcher; Crystal EMNRD Weaver; Shelly Tucker; Jim Amos

Cc: Sanders, Toady; McSpadden, Wes; Jackson, Bo

Subject: Release Notification - Poker Lake Unit 184 Battery

All,

This is notification that this morning, XTO discovered an accidental discharge of fluids in an amount greater than 25 barrels from the referenced site (aka PLU Delaware C Battery) API 30-015-31990. The fluids included both crude oil and produced water. The problem is being evaluated and addressed, standing fluids are being recovered, and misted pasture is receiving a MicroBlaze treatment. An initial C-141 will be submitted with all information.

Thank you and please call me with any questions.

Amy Ruth 432-661-0571

Sent from my iPhone

Bratcher, Mike, EMNRD

From: Ruth, Amy <Amy_Ruth@xtoenergy.com>

Sent: Friday, August 18, 2017 12:03 PM

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

Cc: Sanders, Toady; McSpadden, Wes; Jackson, Bo
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