NM OIL CONSERVATION

ARTESIA 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

* Attach Additional Sheets If Necessary

State of New Mexico Energy Minerals and Natural Resources

NOV **01** 2017

Form C-141 Revised August 8, 2011

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 REGETVED to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action													
							OPERATOR					Final Report	
Name of Company: XTO Energy							Contact: Amy Ruth						
							Telephone No. 575-887-7329						
PLU #423H)							Facility Type: Exploration and Production						
Surface Owner: Federal Mineral Owner:							Federal			API No. 30-015-40710			
LOCATION OF RELEASE													
Unit Letter I	nit Letter Section Township Range Feet from the North. 19 25S 30E 1700 South				South Line	Feet from the 1070	East/West Line County East Eddy						
Latitude32.112896° Longitude103.91548°													
NATURE OF RELEASE													
Type of Release Produced Water							Volume of Release 1249 bbls Volume Recovered 960 bbls						
Source of Release SWD line riser						Date and Hour of Occurrence 7/21/2017 time unknown			Date and Hour of Discovery 7/21/2017 7:30 am				
Was Immediate Notice Given?						If YES, To Whom?							
✓ Yes ☐ No ☐ Not Required						Mike Bratcher and Crystal Weaver (NMOCD), Jim Amos and Shelly Tucker (BLM)							
By Whom? Amy Ruth Was a Watercourse Reached?						Date and Hour 7/21/2017 9:04 pm If YES, Volume Impacting the Watercourse.							
was a watercourse Reached? ☐ Yes ⊠ No						N/A							
If a Watercourse was Impacted, Describe Fully.* N/A													
Describe Cause of Problem and Remedial Action Taken.* Salt water disposal line ruptured at a poly-to-steel weld of the riser section on the west side of the facility containment. The line was isolated and repaired.													
Describe Area Affected and Cleanup Action Taken.*													
					the west	and south of	the caliche pad at	nd abou	t 50K squar	re feet of th	e calich	e pad. Free	
The release affected approximately 40K square feet of pasture to the west and south of the caliche pad and about 50K square feet of the caliche pad. Free standing fluids were recovered by vacuum truck. The site is being evaluated for method of remediation.													
Thereby cartify that the information given show in true and complete to the heat of my browledge and understand that appropriate NIMOCD 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, of igeal laws and/or regulations.													
							OIL CONSERVATION DIVISION						
Signature: Tuny Tul							J. 1.						
Printed Name: Amy C. Ruth							Approved by Environmental Specialist / Strangelies						
Fitle: Environmental Coordinator						Approval Date: 1112117 Expiration Date: NIA							
E-mail Addr	ess: Λπ	ny Ruth@xtoe	energy.cor	n		Conditions o			,		ı []		
	1/2017		e: 432-661			Sep) attached Attached Attached RP-44-WG							

Operator/Responsible Party,

The OCD has received the form C-141 you provided on 11/01/2017 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 $\frac{12/01/2017}{12017}$ 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

Bratcher, Mike, EMNRD

From: Ruth, Amy <Amy_Ruth@xtoenergy.com>
Sent: Wednesday, November 1, 2017 3:06 PM

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

Cc: Sanders, Toady; Foust, Bryan; Littrell, Kyle

Subject: RE: PLU 423H Battery 7-21-17 Release Notification **Attachments:** Initial C-141 - PLU 423H Battery 7-21-17.pdf

Good Afternoon,

Please find attached, the initial form C-141 for the referenced location. The site is currently being evaluated for method of remediation. Please call with any questions or concerns! And, as always, thank you for your help...

Respectfully,

Amy Ruth 432-661-0571

----Original Message-----

From: Ruth, Amy

Sent: Friday, July 21, 2017 9:04 PM

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

Cc: Sanders, Toady; Foust, Bryan

Subject: PLU 423H Battery 7-21-17 Release Notification

Good evening, I am sending this as notification of an accidental release of produced water from the referenced site earlier today. Total volumes are being calculated. Please expect the receipt of an initial form C-141. Call me with any questions. Thank you.

Amy Ruth 432-661-0571

Sent from my iPhone