

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

NM OIL CONSERVATION

ARTESIA DISTRICT

MAR 31 2018

Form C-141
Revised April 3, 2017

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

RECEIVED

Release Notification and Corrective Action

NAB1809357021

OPERATOR

☒ Initial Report ☐ Final Report

| | | | |
|-----------------|---|---------------|--------------|
| Name of Company | Devon Energy Production Company | Contact | Wesley Ryan |
| Address | 6488 Seven Rivers Hwy Artesia, NM 88210 | Telephone No. | 575-748-3371 |
| Facility Name | Big Sinks Draw 25 Federal Com 1H | Facility Type | Oil |

| | | | | | |
|---------------|---------|---------------|---------|---------|--------------|
| Surface Owner | Federal | Mineral Owner | Federal | API No. | 30-015-41548 |
|---------------|---------|---------------|---------|---------|--------------|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| E | 25 | 25S | 31E | | | | | EDDY |

Latitude 32.10202 Longitude 103.73915 NAD83

NATURE OF RELEASE

- 1 bbl.

| | | | | | |
|-----------------------------|---|---|---|----------------------------|----------------------------|
| Type of Release | Produced Water | Volume of Release | 55.29 bbls | Volume Recovered | 55.19 bbls |
| Source of Release | Water transfer line | Date and Hour of Occurrence | March 18, 2018 9:00 PM MST | Date and Hour of Discovery | March 18, 2018 9:00 PM MST |
| Was Immediate Notice Given? | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | BLM- Shelly Tucker OCD-Mike Bratcher, Crystal Weaver | | |
| By Whom? | Brett Fulks-EHS Representative | Date and Hour | March 20, 2018 12:41 PM MST | | |
| Was a Watercourse Reached? | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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.*
A Victaulic clamp on the produced water line failed, releasing produced water into the lined secondary containment. A light overspray was also release outside the containment.

Describe Area Affected and Cleanup Action Taken.*
A total of approximately 55.29 bbls of produced water was were released into the lined SPCC containment. The majority of the release remained in the lined containment but approximately 0.1 bbl did leave containment because it was a fine mist that was moved by the wind. A vacuum truck was dispatched and recovered all liquid that was released into the lined containment. Once fluids were removed the liner was visually inspected by Devon field staff for any pinholes or punctures and none were found. Based on this inspection there is no evidence that the spill fluids left containment. The overspray area will be delineated and remediated.

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.

| | | | |
|--|--|---|---------------------------|
| Signature: Michael Shoemaker | | OIL CONSERVATION DIVISION Signed By: <u>Mike Shoemaker</u> | |
| Printed Name: Michael Shoemaker | | Approved by Environmental Specialist: | |
| Title: Environmental Professional | | Approval Date: 4/2/18 | Expiration Date: N/A |
| E-mail Address: mike.shoemaker@dmv.com | | Conditions of Approval: <u>See attached</u> | Attached: <u>ARP 4687</u> |
| Date: 03/31/18 Phone: 575.748.3371 | | | |

* Attach Additional Sheets If Necessary

Operator/Responsible Party,

The OCD has received the form C-141 you provided on 3/31/2018 regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number 20P-41087 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 division-approved corrective action 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 2 office in ARTESIA on or before 4/30/2018. 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: Shoemaker, Mike <Mike.Shoemaker@dvn.com>
Sent: Saturday, March 31, 2018 8:50 PM
To: Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD; Honea, Tammy
Cc: Fulks, Brett; Reyna, Jennifer
Subject: Jasper 34 State Com 4H_17 bbls oil & 73 bbls pw_3.17.18
Attachments: Jasper 34 State Com 4H_17 bbls oil & 73 bbls pw_3.18.18 GIS Image.pdf; Jasper 34 State Com 4H_17 bbls oil & 73 bbls pw_3.18.18 Initial C-141.doc

Good Evening,

Attached please find the Initial C-141 and GIS Image for the 17 bbls of oil & 73 bbls of produced water released at the Jasper 34 State Com 4H on 3.17.18. If you have any questions please feel free to contact me.

Thank you,

Mike Shoemaker
EHS Representative

Devon Energy Corporation
6488 Seven Rivers Highway
Artesia, New Mexico 88210
575-746-5566 Office
575-513-5035 Mobile



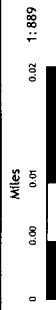
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Jasper 32 State Com 4H
17 bbls of oil & 73 bbls of pw

This map is for illustrative purposes only and is not intended to be used as one. Devon makes no warranty, representation, or guarantee of any kind regarding this map.



WGS 1984 Web Mercator Auxiliary Sphere
Prepared by: Jennifer Reyna
Map is current as of: 19-Mar-2018



Weaver, Crystal, EMNRD

From: Fulks, Brett <Brett.Fulks@dvn.com>
Sent: Tuesday, March 20, 2018 12:41 PM
To: Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD
Cc: Shoemaker, Mike; Nettles, Matt; Ryan, Wesley; Carter, Ray; Tucker, Shelly
Subject: BIG SINKS DRAW 25 FED COM 1H Release Notification

Good afternoon,

Devon identified the following release at approximately 9:00 PM MST on 03/18/18. I apologize for not getting this out to you all last night.

1. BIG SINKS DRAW 25 FED COM 1H (API #30-015-41548)
A Victaulic clamp on the produced water line failed, releasing produced water into lined secondary containment. Approximately .1 bbl did leave containment due to spray. Approximately 55.29 bbls of produced water were released into lined containment.

A C-141 will be prepared and submitted with GPS coordinates of the area affected.

Thanks,

Brett Fulks
EHS Representative

Devon Energy Corporation
6488 Seven Rivers Highway
Artesia, New Mexico 88210
575 748 1844 Direct
432 301 3223 Mobile



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