

January 9, 2015

AMARILLO 921 North Bivins Amarillo. Texas 79107 Phone 806.467.0607 Fax 806.467.0622

408 West Texas Ave.

Artesia, New Mexico 882I0 Phone 575.746.8768 Fax 575.746.8905

ARTESIA

Mr. Mike Bratcher **NMOCD District 2** 811 S. 1st Street Artesia, NM 88210

Subject:

Remediation and Closure Report

Oxy USA INC

Hubble 28 State Com #1

API # 30-015-30782 2RP-2587

Dear Mr. Bratcher,

HOBBS 318 East Taylor Street Hobbs, New Mexico 88240 Phone 575.393.4261 Fax 575.393.4658 Oxy USA Inc. (Oxy) had contracted Talon/LPE (Talon) to perform soil assessment and remediation services at the referenced Hubble 28 State Com No. 1. The results of our soil assessment, completed remediation activities and closure request are submitted herein.

Incident Date

MIDLAND 2901 State Hwy 349 Midland, Texas 79706 Phone 432.522.2133 Fax 432.522.2180

September 23, 2014

Background Information

OKLAHOMA CITY 7700 North Hudson Avenue Suite IO Oklahoma City, Oklahoma 73II6 Phone 405.486.7030 Fax 806.467.0622 The Hubble 28 State Com No. 1 is located approximately twenty-seven (27) miles southeast of Artesia, New Mexico. The legal location for the site is Section 28, Township 19 South and Range 28 East in Eddy County, New Mexico. More Specifically the latitude and longitude for the location are 32.6334252 North and -104.186449 West. A site plan is presented in Appendix I.

SAN ANTONIO 13111 Lookout Way San Antonio, Texas 78233 Phone 210.265.8025 Fax 210.568.2191 According to the soil survey provided by the United States Department of Agriculture National Resources Conservation Services, the soil in this area is made up of Berino Pajarito complex with 0 to 3 percent slopes eroded. The local surface and shallow geology, Quaternary Age sedimentary deposits, is comprised of loamy alluvium and eolian sands which include silty soils under lain by hard caliches. Drainage courses in this area are normally dry. The New Mexico State Engineer web site indicates the nearest ground water data to be in S9-T19S-R28E. The ground water in the area is reported to be 265' below ground surface (bgs). See Appendix II for the referenced groundwater data.

The ranking for this site is $\mathbf{0}$ based on the as following:

Depth to ground water

>100'

Wellhead Protection Area

>1000'

Distance to surface water body

>1000'

ENVIRONMENTAL CONSULTING ENGINEERING DRILLING CONSTRUCTION

CONSTRUCTION SPILL MANAGEMENT GENERAL CONTRACTING

Page 1 of 2

Toll Free: 866.742.0742 www.talonlpe.com

Incident Description

On September 23, 2014 a valve was opened by livestock causing the release of 66 barrels of produced water. No fluids were recovered due to flooding. The flow path subsequently moved south across the location. The valve was closed. The area affected southeast of the load-outs encompassed an area approximately 243-feet long and 8 to 10-feet wide. The flow path left the location to the south and into the pasture approximately 75-feet long by 25-feet wide. See attached site plan in Appendix II.

Remedial Actions taken

Pursuant to our work plan approved by the NMOCD, the impacted area at sample location S-1 was excavated to a depth of 1-feet deep. The impacted area in the vicinity of sample location S-2 was excavated to a depth of 1.5-feet deep. All contaminated soil was transported to Lea Land, LLC, a NMOCD approved solid waste disposal facility.

The excavated areas were backfilled with clean caliche and contoured to match the surrounding location.

Closure

On behalf of Oxy USA, Inc., we respectfully request that no further actions be required and that closure with respect to these releases be granted. A Final C-141 is also attached in Appendix IV.

If we can provide additional information or be of further assistance please contact our office at 575.746.8768.

Respectfully submitted,

nberly Miller

TALON/LPE

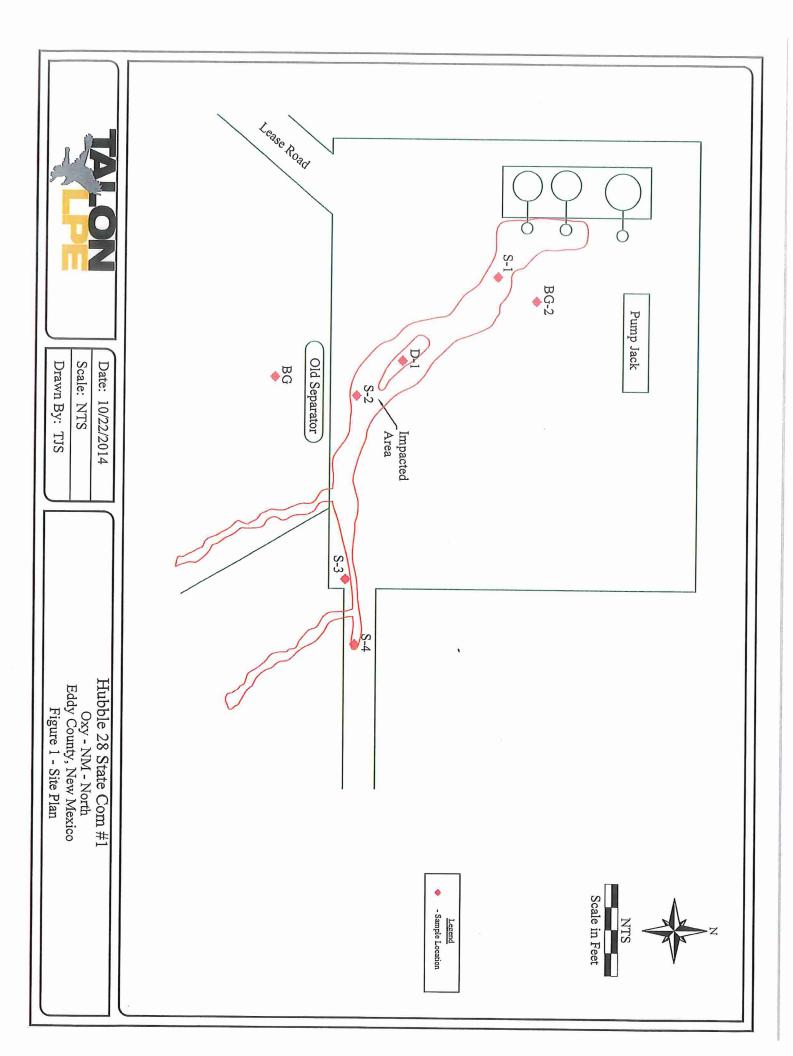
Kimberly Wilson

Project Manager

David J. Adkins

District Manager

APPENDIX I SITE MAP



APPENDIX II GROUNDWATER DATA



New Mexico Office of the State Engineer Water Column/Average Depth to Water

(A CLW##### in the POD suffix indicates the POD has been replaced & no longer serves a water right file.)

(R=POD has been replaced, O=orphaned, C=the file is

(quarters are 1=NW 2=NE 3=SW 4=SE)

(quarters are smallest to largest) (NAD83 UTM in meters) (In feet)

water right file.)	closed)	(quarters are smallest to largest)							(NAD83 UTM in meters)			(In feet)		
POD Number	POD Sub- Code basin County		Q 16	-		Tws	Rng		Х	Υ	Distance	Section 2 section 2	Section of Section 1	Water Column
CP 00361	ED		1				28E	57609	94	3615246*	4009	365	265	100
CP 00502	ED		1	1	18	198	28E	57300	01	3614478*	4491	100	91	9
CP 00836	ED		1	1	18	198	28E	57300	01	3614478*	4491	110		
CP 00837	ED		1	1	18	198	28E	57300	01	3614478*	4491	110		
CP 00838	ED		1	1	18	198	28E	57300	01	3614478* 🌑	4491	110		

Average Depth to Water: 178 feet

Minimum Depth:

91 feet

Maximum Depth:

265 feet

Record Count: 5

UTMNAD83 Radius Search (in meters):

Easting (X): 576111

Northing (Y): 3611237

Radius: 5000

Kimberly M. Wilson

From:

Patterson, Heather, EMNRD [Heather.Patterson@state.nm.us]

Sent:

Tuesday, November 18, 2014 10:20 AM

To:

Kimberly M. Wilson

Cc: Subject: Christopher_Jones@oxy.com; David Adkins; Bratcher, Mike, EMNRD RE: Hubble 28 State Com #1 * 20-015-30782 * DOR: 9/23/14 * 2RP-2587

Kimberly,

This work plan is approved as written. Please advise if proposed excavation depths are not achieved.

OCD approval does not relieve the operator of liability should their operations fail to adequately investigate and remediate contamination that may pose a threat to ground water, surface water, human health or the environment. In addition, OCD approval does not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If you have any questions or concerns, and for notification, please contact me.

Heather Patterson Environmental Specialist NMOCD District II (575)748-1283 ext.101

From: Kimberly M. Wilson [mailto:kwilson@talonlpe.com]

Sent: Wednesday, November 12, 2014 10:25 AM

To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD

Cc: Christopher_Jones@oxy.com; David Adkins

Subject: FW: Hubble 28 State Com #1 * 20-015-30782 * DOR: 9/23/14 * 2RP-2587

Please find attached the work plan for the above referenced location.

Thank you.

From: Kimberly M. Wilson

Sent: Monday, November 10, 2014 10:43 AM

To: Christopher Jones@oxy.com

Cc: David Adkins

Subject: Hubble 28 State Com #1

Chris attached please find the work plan for the above referenced release. Please review, if acceptable I will submit it on your behalf. Should you require any revisions, please let me know.

Thank you. We appreciate your business.

Respectfully,

Kimberly M. Wilson

Project Manager Talon/LPE 408 West Texas Avenue Artesia, New Mexico 88210

FINAL C-141

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

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 accordance with 19.15.29 NMAC.

Release Notification and Corrective Action													
						OPERA	TOR		☐ Initial Report ☐ Final Re			Final Report	
Name of Company: OXY USA Limited Partnership						Contact: Chris Jones							
						Telephone No.: 575-628-4121							
Facility Name: Hubble 28 State Com					Facility Type: Battery								
Surface Owner: State Mineral Owner:									API No	.: 30-015-3	0782	2RP-2587	
LOCATION OF RELEASE													
Unit Letter	Section	Township	Range	Feet from the	20.000	South Line	Feet from the	1	West Line	County			
E 28 19S 28E 1980' North						990'	West		Eddy				
Latitude 32.6334252 N Longitude -104.186449 W													
Type of Release: PW Volume of Release: 66 bbls PW Volume Recovered: 0 bbls													
Type of Release: PW Source of Release: Livestock opened valve							our of Occurrence	Volume Recovered: 0 bbls Date and Hour of Discovery					
						9/23/2014		9/23//2014; 2:00 pm					
Was Immedia	ate Notice C		v -	la Dayn		If YES, To Whom?							
		M	Yes _	No Not Re	equirea	OCD via email							
By Whom? K						Date and Hour: 9/25/14 @ 2:39 pm							
Was a Water	course Reac		v 57	Lar		If YES, Volume Impacting the Watercourse.							
			Yes 🛚										
If a Watercou	irse was Im	pacted, Descri	be Fully.	k									
Describe Cause of Problem and Remedial Action Taken.* On September 23, 2014 a valve was opened by livestock causing the release of 66 barrels of produced water. No fluids were recovered due to flooding. The flow path subsequently moved south across the location. The valve was closed. The area affected southeast of the load-outs encompassed an area approximately 243-feet long and 8 to 10-feet wide. The flow path left the													
location to the south and into the pasture approximately 75-feet long by 25-feet wide.													
Describe Area Affected and Cleanup Action Taken.* Talon/LPE was contracted by Oxy for the correction of this release. Pursuant to our work plan approved by the NMOCD, the impacted area at sample location S-1 was excavated to a depth of 1-feet deep. The impacted													
area in the vicinity of sample location S-2 was excavated to a depth of 1.5-feet deep. All contaminated soil was transported to Lea													
Land, LLC, a NMOCD approved solid waste disposal facility. The excavated areas were backfilled with clean caliche and													
				tion. No furth					4 04 0				
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													
public health	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 o	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:						OIL CONSLICTION DIVISION							
Printed Name: Chris Jones					Approved by	Environmental S _l	st:						
Title: HES Specialist						Approval Date: Ex			Expiration Date:				
D	CI. I	, r ~						•	•				
E-mail Address: Christopher.Jones@oxy.com						Conditions of	Approval:	Attached					

Date: 1/8/2015 Phone: 575-628-4121
* Attach Additional Sheets If Necessary