

March 17, 2016

Mike Bratcher
New Mexico Energy, Minerals & Natural Resources Oil Conservation Division,
Environmental Bureau - District 2
811 S. First St.
Artesia, NM 882L0

RE: Corrective Action Plan
Burnett Oil Co., Inc. - Gissler B 31
UL/M sec. 14 T175 R30E

Mr. Bratcher:

The above location is located approximately 2 miles northeast of Loco Hills, New Mexico at UL/L sec. 14 T17S R30E. The site is located in an area of no known groundwater.

On September 30, 2015 a release was discovered of 32 barrels of oil and produced water. The release occurred when a steel injection line from the GJSUA 22 WIW (API # 30-015-04148) ruptured and came to surface. The release impacted a $100' \times 50'$ on the south side of the Gissler B 31 location as well as the pasture. The BLM and the NMOCD were both notified of the release on September 30, 2015, with the initial C-141 sent in October 1, 2015.

On October 15, 2015, Burnett Oil Co., Inc. collected initial samples at four different sample points. On October 29, 2015 BLM, NMOCD, and Burnett Oil Co., Inc. conducted an onsite meeting to discuss further actions in the remediation process. During the onsite meeting a decision was made to delineate below the initial sample points. On December 3, 2015 Burnett Oil Co., Inc. went back to location and collected additional samples in two different sample points within the impacted area. On March 1, 2016, Burnett Oil Co., Inc. contracted Diversified Field Services Inc. to perform soil boring to further delineate the impacted area.

Corrective Action Plan

As per the conversation on October 29, 2015, Burnett Oil Co., Inc. would like to remediate the impacted area in place. Based on the analytical from the sampling data the areas of AH-2, AH-3, AH-4, T-1, and T-2, which are located in the pasture, all show a non-detect for BTEX and TPH. To remediate the chloride impacted soil, Burnett Oil Co., Inc. would like to work the impacted area with chloride bonding agents, flush the area with fresh water and drive the chlorides approximately 3' below surface level allowing for regrowth of vegetation. After each



March 17, 2016

installment of binding agents, Burnett Oil Co., Inc. will collect samples for verification of remediation success. Once chlorides have been pushed below the root zone the area will be reseeded with BLM #2 seed mix, and the area will be observed until sufficient regrowth occurs.

Following the approval of the plan and after the remediation has taken place, Burnett Oil Co., Inc. will submit all proper closure documentation to the NMOCD and the BLM in accordance to the State and Federal Guidelines set forth.

Please feel free to contact me with any questions concerning this remediation plan request.

Sincerely,

Johnny Titsworth

HSE Coordinator

Burnett Oil Co., Inc.

P.O. Box 188 / CR 220 North

Loco Hills, NM 88255

(432)-425-2891

Email: jtitsworth@burnettoil.com



Table 1 - Analytical Results

г							 			
ВТЕХ					9					
Xylene										
Toluene Ethylbenzen								-		
Toluene	9									
Benzene					÷			-		=
TPH - DRO										
TPH - GRO TPH - DRO										
Chloride	5520	4800	1280	1280	1640	2840	i.			
Depth										
Sample ID	SB 10'	SB 12'	SB 14'	SB 16'	SB 18'	SB 20'		al a		
Date	3/1/2016	3/1/2016	3/1/2016	3/1/2016	3/1/2016	3/1/2016			a	



March 04, 2016

JOHNNY TITSWORTH Burnett Oil Co., Inc P. O. BOX 188 LOCO HILLS, NM 88255

RE: GISSLER B 31

Enclosed are the results of analyses for samples received by the laboratory on 03/01/16 16:45.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-15-7. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/qa/lab accred certif.html.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2

Haloacetic Acids (HAA-5)

Method EPA 524.2

Total Trihalomethanes (TTHM)

Method EPA 524.4

Regulated VOCs (V1, V2, V3)

Accreditation applies to public drinking water matrices.

Celey D. Keine

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Celey D. Keene

Lab Director/Quality Manager



Analytical Results For:

Burnett Oil Co., Inc JOHNNY TITSWORTH P. O. BOX 188 LOCO HILLS NM, 88255

Fax To: None

Received:

03/01/2016

Reported: Project Name: 03/04/2016 GISSLER B 31

Project Number:

Project Location:

NONE GIVEN

EDDY CO., NM

Sampling Date:

03/01/2016

Sampling Type:

Soil

Sampling Condition: Sample Received By: Cool & Intact

Jodi Henson

Sample ID: SOIL BORE 1 @ 10' (H600456-01)

mg/kg

Analyzed By: AP

Analyte

Analyte

Analyte

Analyte

Result 5520 Reporting Limit 16.0

Analyzed 03/02/2016 Method Blank ND

BS 400

100

% Recovery

True Value QC 400

RPD 0.00 Qualifier

Sample ID: SOIL BORE 1 @ 12' (H600456-02)

Chloride, SM4500Cl-B

Analyzed By: AP

BS

BS

400

400

Chloride

Chloride

Chloride

Chloride

Result 4800 Reporting Limit Analyzed 03/02/2016 16.0

Method Blank ND

400

% Recovery 100

True Value QC 400

RPD Qualifier

Sample ID: SOIL BORE 1 @ 14' (H600456-03)

Chloride, SM4500Cl-B

mg/kg

Reporting Limit

16.0

Reporting Limit

16.0

Result

1280

Result

1280

Analyzed By: AP

Analyzed

03/02/2016

Analyzed

03/02/2016

Method Blank

ND

% Recovery

True Value QC

400

RPD

0.00

Qualifier

Qualifier

0.00

Sample ID: SOIL BORE 1 @ 16' (H600456-04)

Chlorida CMAEOO		
Chloride, SM4500	CI-B	

mg/kg

Analyzed By: AP

Method Blank

ND

BS

% Recovery 100

100

True Value QC 400

RPD 0.00

Cardinal Laboratories

*=Accredited Analyte

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Celen Ditrema

Celey D. Keene, Lab Director/Quality Manager



Analytical Results For:

Burnett Oil Co., Inc JOHNNY TITSWORTH P. O. BOX 188 LOCO HILLS NM, 88255

None

Fax To:

Received:

03/01/2016

Reported:

03/04/2016

Project Name: Project Number: GISSLER B 31 NONE GIVEN

Project Location:

EDDY CO., NM

Sampling Date:

03/01/2016

Sampling Type:

Soil

Sampling Condition:

Cool & Intact

Sample Received By:

Jodi Henson

Sample ID: SOIL BORE 1 @ 18' (H600456-05)

Chloride, SM4500Cl-B

mg/kg

Analyzed By: AP

Analyte

Result

Reporting Limit

16.0

Analyzed

Method Blank

BS

% Recovery

True Value QC

RPD 0.00 Qualifier

Chloride

1640

03/02/2016

ND

400

100

400

Q

Sample ID: SOIL BORE 1 @ 20' (H600456-06)

Chloride, SM4500CI-B	mg/	kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	2840	16.0	03/02/2016	ND	400	100	400	0.00	

Cardinal Laboratories

*=Accredited Analyte

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alex & Keens



Notes and Definitions

QM-07 The spike recovery was outside acceptance limits for the MS and/or MSD. The batch was accepted based on acceptable LCS

ecovery.

ND Analyte NOT DETECTED at or above the reporting limit

RPD Relative Percent Difference

** Samples not received at proper temperature of 6°C or below.

*** Insufficient time to reach temperature.

Chloride by SM4500Cl-B does not require samples be received at or below 6°C

Samples reported on an as received basis (wet) unless otherwise noted on report

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aleg to Keene



CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

101 East Marland, Hobbs, NM 88240

(5/5) 393-2326 FAX (5/5) 393-24/6		
Company Name: 2 ++ orl Co loc.	BILL TO	ANALYSIS REQUEST
troms	P.O. #:	
Address:	Company: Burnett Cil Colle	
City: State:	Zip: Attn: bhogy hoge to	
Phone #: Fax #:	Address: 22 5 min 110 Hd	
Project #: Project Owner:	City: Low (41/5)	
Project Name: Bwinett	State: Mrd Zip:	
Project Location: Gisslev B No. 3	Phone #: (437) 475-7851	
Sampler Name: harly Fines	FAXTE Stitusoches burgettelles	
DE	SERV SAMPLING	5
FUR LAB UBE O'NA.*	RS ITER ER	olida
Lab I.D. Sample I.D.	PRAB OR (CONTAINER ROUNDWAT ASTEWATE DIL LUDGE THER: CID/BASE: E / COOL THER:	CLIO
D	J 3/1/2016 12:10 Pm	X
2501 8001 (272)	1 V 12:30 Pm	
B. 4 (c)	V V V 12:30 Pm	< ×
S 2 2 2 1 5 6 6	-	×)
ଷ	1 2750 pm	*
PLEASE NOTE: Labelity and Damages. Candinal's liabelity and client's exclusive remedy for any claim arising whether based analyses All claims encluding those for negligence and any other clause whatcovers shall be deemed waived unbess made in	PLEASE NOTE: Luability and Damages. Caudinal's liability and client's exclusive remety for any claim arising whether based in contract or lot, shall be limited to the amount paid by the client for the applicable analysis of the applicable analysis of the applicable analysis.	e opticable
affiliates of successors arising out of or related to the performance of services hereundes by C Relinquished By:	affaired to successful artificial artificial to the performance of services hersurded to Confinal requirement such damine based upon any of the above stated resorts of otherwise. Recipived By: Recipived By: Recipived By:	ift: □ Yes □ No Add'l Phone#: □ Yes □ No Add'l Fax#:
Reinquished By: Date:	Received By: REMARKS: (2) M(X.)	to Malves
Time:		impatherson (a)
Delivered By: (Circle One)	Sample Condition CHECKED BY: Cool Intact (Initials)	Cflores (0

do

Sample Condition
Cool Intact
Yes Yes
No No

Sampler - UPS - Bus - Other: Delivered By: (Circle One)