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

NM OIL CONSERVATION State of New Mexico ARTESIA DISTRICT

Energy Minerals and Natural Resources

Form C-141 Revised August 8, 2011

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

Descript 9 Coll to appropriate District Office in accordance with 19.15.29 NMAC.

RECEIVED

Release Notification and Corrective Action						
NABIU35 U5U725		OPERATOR		⊠ Init	ial Report	
Name of Company: BOPCO, L.P. 200737		Contact; Amy Ruth				
		Telephone No. 575-887-7329				
		Facility Type: Exploration and Production				
Surface Owner: State of New Mexico Mineral Owner:		State of New Mexico		API N	API No. 30-015-27735	
LOCATION OF RELEASE						
Unit Letter Section Township Range Feet from the				East/West Line	1 -	
K 36 22S 30E 1845	South		2160	West	Eddy	
Latitude 32.346427° Longitude -103.835871°						
NATURE OF RELEASE						
Type of Release Produced Water	Volume of Release 3324 bbls		ols Volume	Volume Recovered 2990 bbls		
Source of Release Water transfer pump		Date and Hour of Occurrence		Date en	Date and Hour of Discovery	
Source of Release Water transfer pump	Unknown 12/1/2016 approx. 9 am					
Was Immediate Notice Given?	If YES, To Whom?					
☐ Yes ☐ No ☐ Not Re	Mike Bratcher and Heather Patterson (NMOCD)					
By Whom? Amy Ruth Was a Watercourse Reached?	Date and Hour 12/1/2016 4:52 pm If YES, Volume Impacting the Watercourse.					
☐ Yes ⊠ No	N/A					
If a Watercourse was Impacted, Describe Fully.*		1				
N/A						
Describe Cause of Problem and Remedial Action Taken.* Release was due to a water transfer pump failure resulting in damage to pump fiberglass line. Fluids overflowed containment. Pump was isolated for repair. Describe Area Affected and Cleanup Action Taken.* The leak affected 56,043 square feet (33,938 square feet of this is in pasture). Standing fluids were recovered from the ground. Saturated surface soils						
were scraped and stockpiled on bermed plastic located on the caliche pad.						
I hereby certify that the information given above is true and compregulations all operators are required to report and/or file certain republic health or the environment. The acceptance of a C-141 reposhould their operations have failed to adequately investigate and reor the environment. In addition, NMOCD acceptance of a C-141 refederal, state, or logar laws and/or regulations.	elease no ort by the emediate	otifications ar e NMOCD m e contaminati	nd perform correct arked as "Final R on that pose a thr	tive actions for re eport" does not re eat to ground wat	eleases which may endanger elieve the operator of liability er, surface water, human health	
Signature:		OIL CONSERVATION DIVISION Approved by Environmental Specialist:				
Printed Name: Amy C. Ruth		.,			100-	
Title: EHS Environmental Supervisor		Approval Dat	te:	Expiration	Date:	
E-mail Address: ACRuth@basspet.com	•	Conditions of Approval; SU Attached Attached				
Date: 12/16/2016 Phone: 432-661-0571		Se Winer				

* Attach Additional Sheets If Necessary

Operator/Responsible Party,

The OCD has received the form C-141 you provided on 12/19/2016 regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number <u>2PP-4040</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 2/1/2017. 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