5							0
<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> 811 S. First St., Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505			State of New Mexico Energy Minerals and Natural Resources Department Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505		Form Revised April For temporary pits, below-grade tanks, a multi-well fluid management pits, submit appropriate NMOCD District Office. For permanent pits submit to the Santa Fo Environmental Bureau office and provide a to the appropriate NMOCD District Office.	and t to the e a copy	
			Dit Below	/-Grade Tank	OF		
16526	Duono	and Altom	**************************************			Plan Application	
10520					<u>osule r</u>	Tan Application	
	Type of action: Below grade tank registration Permit of a pit or proposed alternative method Closure of a pit, below-grade tank, or proposed alternative method Modification to an existing permit/or registration Closure plan only submitted for an existing permitted or non-permitted pit, below-grade tank, or proposed alternative method						
	Instructions: Ple	ase submit one	application (Form C	-144) per individual	pit, below	-grade tank or alternative request	
Please be advised	that approval of this r	equest does not r	elieve the operator of l	iability should operation of the second s	ions result i	n pollution of surface water, ground water or the overnmental authority's rules, regulations or ordi	e inances
environment. No	r does approval reneve	the operator of t	its responsibility to cor	npry with any other ap	pplicable go	wernmental autority's fulles, regulations or oral	mances.
-	Hilcorp Energy Con	ipany		(	OGRID #:	372171	
							_
						_ County:RIO ARRIBA	
Center of Proposed Design: Latitude <u>36.53469°N</u> Longitude <u>-107.41529°W</u> NAD83							
Surface Owner: 🗌 Federal 🖾 State 🗋 Private 🗋 Tribal Trust or Indian Allotment							
2.	ection F, G or J of 19	) 15 17 11 NMA	C				
	Drilling 🛛 Worko						
	•			uid Monogement	т	ow Chloride Drilling Fluid 🗌 yes 🔲 no	
				-		Other <u>Unspecified</u>	
	•••	I nickness <u>U</u>	inspecifica_mii		LIPVC		
String-Rein							
Liner Seams:	Welded Facto	ry 🛛 Other	Unspecified	Volume:	t	bbl Dimensions: Lx Wx D	
3,							
Below-grad	le tank: Subsectior	1 I of 19.15.17.1	1 NMAC				
Volume:	bbl	Type of fluid:					
	ion material:						
Secondary	Secondary containment with leak detection Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off						
☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other							
Liner type: Thickness mil HDPE PVC Other							
4,							
Alternative	Method:						
Submitted to the Santa Fe Environmental Bureau office for consideration of approval.							
			F			1 k	
5. Fencing: Subs	ection D of 19 15 17	.11 NMAC (Am	olies to permanent pit	s, temporary nits, an	id below-9	rade tanks)	
<b>Fencing:</b> Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks) Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hospital,							
institution or church)							
Four foot height, four strands of barbed wire evenly spaced between one and four feet							
Alternate. I	Please specify						

Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)

Screen Netting Other\_

7

Monthly inspections (If netting or screening is not physically feasible)

Signs: Subsection C of 19.15.17.11 NMAC

12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers

Signed in compliance with 19.15.16.8 NMAC

#### Variances and Exceptions:

Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance.

Please check a box if one or more of the following is requested, if not leave blank:

- Variance(s): Requests must be submitted to the appropriate division district for consideration of approval.
- Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

Siting Criteria (regarding permitting): 19.15.17.10 NMAC

Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptable source material are provided below. Siting criteria does not apply to drying pads or above-grade tanks.

General siting				
Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank. - □ NM Office of the State Engineer - iWATERS database search; □ USGS; ☑ Data obtained from nearby wells				
Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit. NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells				
<ul> <li>Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. (Does not apply to below grade tanks)</li> <li>Written confirmation or verification from the municipality; Written approval obtained from the municipality</li> </ul>				
<ul> <li>Within the area overlying a subsurface mine. (Does not apply to below grade tanks)</li> <li>Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division</li> </ul>	🗋 Yes 🗌 No			
<ul> <li>Within an unstable area. (Does not apply to below grade tanks)</li> <li>Engineering measures incorporated into the design; NM Bureau of Geology &amp; Mineral Resources; USGS; NM Geological Society; Topographic map</li> </ul>	🗌 Yes 🗌 No			
Within a 100-year floodplain. (Does not apply to below grade tanks) - FEMA map	🔲 Yes 🗌 No			
Below Grade Tanks				
<ul> <li>Within 100 feet of a continuously flowing watercourse, significant watercourse, lake bed, sinkhole, wetland or playa lake (measured from the ordinary high-water mark).</li> <li>Topographic map; Visual inspection (certification) of the proposed site</li> </ul>	🔲 Yes 🗌 No			
<ul> <li>Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption;.</li> <li>NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site</li> </ul>	🗌 Yes 🗌 No			
Temporary Pit using Low Chloride Drilling Fluid (maximum chloride content 15,000 mg/liter)				
<ul> <li>Within 100 feet of a continuously flowing watercourse, or any other significant watercourse or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). (Applies to low chloride temporary pits.)</li> <li>Topographic map; Visual inspection (certification) of the proposed site</li> </ul>	🗋 Yes 🗌 No			
Within 300 feet from a occupied permanent residence, school, hospital, institution, or church in existence at the time of initial	🗌 Yes 🗌 No			
<ul> <li>application.</li> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> </ul>				
Within 200 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 300feet of any other fresh water well or spring, in existence at the time of the initial application. NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	🗌 Yes 🗌 No			

Temporary Pit Non-low chloride drilling fluid         Within 300 feet of a continuously flowing watercourse, or any other significant watercourse, or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).       Topographic map; Visual inspection (certification) of the proposed site         Within 300 feet of a spring or a perivate, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 1000 feet of any other fresh water well or spring, in the existence at the time of the initial application;       Image: Colspan="2">Non-low Chloride Colspan="2">Colspan= Colspan="2">Colspan="2"	<ul> <li>Yes □ No</li> </ul>			
Within 300 feet of a continuously flowing watercourse, or any other significant watercourse, or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).       Image: Content of the proposed site         • Topographic map; Visual inspection (certification) of the proposed site       Image: Content of the proposed site; Aerial photo; Satellite image         Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.       Image: Content of the proposed site; Aerial photo; Satellite image         Within 500 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 1000 feet of any other fresh water well or spring, in the existence at the time of the initial application;       Image: Content of the proposed site         Within 300 feet of a wetland.       Image: Content of the proposed site       Image: Content of the proposed site         Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).       Image: Content of the proposed site         Within 1000 feet for a permanent residence, school, hospital, institution, or church in existence at the time of initial application.       Visual inspection (certification) of the proposed site         Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.       Image: Content of the state Engineer - iWATERS database search; Visual inspection (certificatio	<ul> <li>☐ Yes □ No</li> <li>☐ Yes □ No</li> <li>☐ Yes □ No</li> <li>☐ Yes □ No</li> </ul>			
or playa lake (measured from the ordinary high-water mark).       -       Topographic map; Visual inspection (certification) of the proposed site       []         -       Topographic map; Visual inspection (certification) of the proposed site       []         Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.       []         -       Visual inspection (certification) of the proposed site; Aerial photo; Satellite image       []         Within 500 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 1000 feet of any other fresh water well used by less than five households for domestic or stock watering purposes, or 1000 feet of any other fresh water well or spring, in the existence at the time of the proposed site       []         Within 300 feet of a welland.       -       US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site       []         Permanent Pit or Multi-Well Fluid Management Pit       []       []         Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).       -         -       Topographic map; Visual inspection (certification) of the proposed site       []         Within 1000 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa lake (measured from	<ul> <li>☐ Yes □ No</li> <li>☐ Yes □ No</li> <li>☐ Yes □ No</li> <li>☐ Yes □ No</li> </ul>			
<ul> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> <li>Within 500 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 1000 feet of any other fresh water well or spring, in the existence at the time of the initial application;         <ul> <li>NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site</li> </ul> </li> <li>Within 300 feet of a welland.         <ul> <li>US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site</li> </ul> </li> <li>Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).         <ul> <li>Topographic map; Visual inspection (certification) of the proposed site</li> <li>Within 1000 feet for a permanent residence, school, hospital, institution, or church in existence at the time of initial application.</li> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> </ul> </li> <li>Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.</li> <li>Visual inspection (certification) are fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.</li> <li>Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.</li> <li>Within 500 feet of a wetland.</li> <li>US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the pr</li></ul>	☐ Yes ☐ No ☐ Yes ☐ No ☐ Yes ☐ No			
watering purposes, or 1000 feet of any other fresh water well or spring, in the existence at the time of the initial application;       .         NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site       []         Within 300 feet of a wetland.       .       US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site       []         Permanent Pit or Multi-Well Fluid Management Pit       []         Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).       []         -       Topographic map; Visual inspection (certification) of the proposed site       []         Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.       []         -       Visual inspection (certification) of the proposed site; Aerial photo; Satellite image       []         Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.       []         -       NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site       []         Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.       []         -	☐ Yes ☐ No ☐ Yes ☐ No			
-       US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site         Permanent Pit or Multi-Well Fluid Management Pit         Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).         -       Topographic map; Visual inspection (certification) of the proposed site         Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.         -       Visual inspection (certification) of the proposed site; Aerial photo; Satellite image         Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.         -       NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site         Within 500 feet of a wetland.       -         -       US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site <sup>10.</sup> Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application. Please indicate, by a check mark in the box, that the docu attached.         -       Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC         -       Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (2) of Subsection B of 19.15	🗌 Yes 🗍 No			
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).       Image: Construction of the proposed site         Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.       Image: Construction of the proposed site; Aerial photo; Satellite image         Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.       Image: Construction of the proposed site; Aerial photo; Satellite image         Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.       Image: Construction of the proposed site; Aerial photo; Satellite image         Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.       Image: Construction of the proposed site         Within 500 feet of a wetland.       Image: Construction of the proposed site       Image: Construction of the proposed site         Image: Construction of the following items must be attached to the application.       Image: Construction of the proposed site       Image: Construction of the proposed site         Image: Construction of the following items must be attached to the application.       Construction of the proposed site       Image: Construction of the following items must be attached to the application.       Place the docu attached.       I				
lake (measured from the ordinary high-water mark).       -       Topographic map; Visual inspection (certification) of the proposed site       I         Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.       -       Visual inspection (certification) of the proposed site; Aerial photo; Satellite image       I         Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.       -       NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site       I         Within 500 feet of a wetland.       -       US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site       I <sup>10.</sup> -       Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist:       Subsection B of 19.15.17.9 NM         Instructions:       Each of the following items must be attached to the application.       Please indicate, by a check mark in the box, that the docu attached.         Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC       Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of 19.15.17.10 NMAC				
<ul> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> <li>Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.</li> <li>NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site</li> <li>Within 500 feet of a wetland.</li> <li>US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site</li> <li>Interpretation (certification) of the proposed site</li> </ul>	🗌 Yes 🗌 No			
initial application. <ul> <li>NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site</li> <li>Within 500 feet of a wetland.</li> <li>US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site</li> </ul> 10. <u>Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist</u> : Subsection B of 19.15.17.9 NM <i>Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the docu attached.</i> <ul> <li>Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC <ul> <li>Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC</li> <li>Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC</li> </ul></li></ul>				
US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site     US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site     Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the docu attached.     Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC     Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC     Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC	🗌 Yes 🗌 No			
Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NM         Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the docu attached.                 Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC              Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC              Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC	🗌 Yes 🗌 No			
Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC         Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.            Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC         Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC				
Previously Approved Design (attach copy of design) API Number: or Permit Number:				
11.         Multi-Well Fluid Management Pit Checklist:       Subsection B of 19.15.17.9 NMAC         Instructions:       Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are         attached.       Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC         Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC         A List of wells with approved application for permit to drill associated with the pit.         Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC         and 19.15.17.13 NMAC         Hydrogeologic Data - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.10 NMAC         Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC         Previously Approved Design (attach copy of design)       API Number: or Permit Number:				

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Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are				
attached.  Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Climatological Factors Assessment Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC				
<ul> <li>Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC</li> <li>Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC</li> <li>Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC</li> <li>Quality Control/Quality Assurance Construction and Installation Plan</li> <li>Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.11 NMAC</li> <li>Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC</li> </ul>				
<ul> <li>Precodard and Overtopping Prevention Plan</li> <li>Nuisance or Hazardous Odors, including H<sub>2</sub>S, Prevention Plan</li> <li>Emergency Response Plan</li> <li>Oil Field Waste Stream Characterization</li> <li>Monitoring and Inspection Plan</li> </ul>				
<ul> <li>Erosion Control Plan</li> <li>Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC</li> </ul>				
<sup>13.</sup> <u>Proposed Closure</u> : 19.15.17.13 NMAC Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.				
Type: Drilling Workover Emergency Cavitation P&A Permanent Pit Below-grade Tank Multi-well Fl	uid Management Pit			
Alternative         Proposed Closure Method:       Waste Excavation and Removal         Waste Removal (Closed-loop systems only)         On-site Closure Method (Only for temporary pits and closed-loop systems)         In-place Burial       On-site Trench Burial         Alternative Closure Method				
14. Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be a	nttached to the			
waste Excavation and Removal Closure Plan Checkinst: (19.13.17.13 NMAC) Instructions: Each of the following terms must be undered to the closure plan. Please indicate, by a check mark in the box, that the documents are attached.            Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC             Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.13 NMAC             Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings)             Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC             Re-vegetation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC             Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC				
15.				
Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria require justifications and/or demonstrations of equivalency. Please refer to 19.15.17.10 NMAC for guidance.				
Ground water is less than 25 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	□ Yes □ No □ NA			
Ground water is between 25-50 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No ☐ NA			
<ul> <li>Ground water is more than 100 feet below the bottom of the buried waste.</li> <li>NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells</li> </ul>	Yes No			
<ul> <li>Within 100 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).</li> <li>Topographic map; Visual inspection (certification) of the proposed site</li> </ul>	🗋 Yes 🗌 No			
<ul> <li>Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.</li> <li>Visual inspection (certification) of the proposed site; Aerial photo; Satellite image</li> </ul>	🗌 Yes 🗌 No			
<ul> <li>Within 300 horizontal feet of a private, domestic fresh water well or spring used for domestic or stock watering purposes, in existence at the time of initial application.</li> <li>NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site</li> </ul>	🔲 Yes 🗌 No			
Written confirmation or verification from the municipality; Written approval obtained from the municipality	🗌 Yes 🗋 No			
Within 300 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	🔲 Yes 🗌 No			
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance				

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<ul> <li>adopted pursuant to NMSA 1978, Section 3-27-3, as amended.</li> <li>Written confirmation or verification from the municipality; Written approval obtained from the municipality</li> </ul>	🗌 Yes 🗌 No				
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	🗌 Yes 🗌 No				
Within an unstable area.					
<ul> <li>Engineering measures incorporated into the design; NM Bureau of Geology &amp; Mineral Resources; USGS; NM Geological Society; Topographic map</li> </ul>					
	Yes No				
Within a 100-year floodplain. - FEMA map	🗌 Yes 🗌 No				
16.         On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached.                            Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC                            Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection E of 19.15.17.13 NMAC                            Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Subsection K of 19.15.17.11 NMAC                            Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.13 NMAC                            Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC                                   Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of 19.15.17.13 NMAC					
17.					
Operator Application Certification:					
I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and believed and be	ef.				
Name (Print): <u>Tammy Jones</u> Title: <u>Operations/Regulatory Technician – St</u>	<u>n</u>				
Signature: Tamp mer Date: Date: Date:					
e-mail address: tajones@hilcorp.com Telephone: 505-324-5185					
18. OCD Approval: Dermit Application (including closure plan) 🛛 Closure Plan (only) DCD Conditions (see attachment)					
	o				
OCD Representative Signature: Approval Date: Approval Date:	9				
Title: Environmental Specalist OCD Permit Number: 16526					
<sup>19.</sup> <u>Closure Report (required within 60 days of closure completion)</u> : 19.15.17.13 NMAC <i>Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report.</i> <i>The closure report is required to be submitted to the division within 60 days of the completion of the closure activities.</i> Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed.					
Closure Completion Date:					
<ul> <li>20.</li> <li>Closure Method:</li> <li>Waste Excavation and Removal</li> <li>On-Site Closure Method</li> <li>Alternative Closure Method</li> <li>Waste Removal (Closed-lo</li> <li>If different from approved plan, please explain.</li> </ul>	op systems only)				
<ul> <li>21.</li> <li><u>Closure Report Attachment Checklist</u>: <i>Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.</i> <ul> <li>Proof of Closure Notice (surface owner and division)</li> <li>Proof of Deed Notice (required for on-site closure for private land only)</li> <li>Plot Plan (for on-site closures and temporary pits)</li> <li>Confirmation Sampling Analytical Results (if applicable)</li> <li>Waste Material Sampling Analytical Results (required for on-site closure)</li> <li>Disposal Facility Name and Permit Number</li> </ul> </li> </ul>					
Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please in mark in the box, that the documents are attached.         Proof of Closure Notice (surface owner and division)         Proof of Deed Notice (required for on-site closure for private land only)         Plot Plan (for on-site closures and temporary pits)         Confirmation Sampling Analytical Results (if applicable)         Waste Material Sampling Analytical Results (required for on-site closure)         Disposal Facility Name and Permit Number	dicate, by a check				
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Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please in mark in the box, that the documents are attached.         Proof of Closure Notice (surface owner and division)         Proof of Deed Notice (required for on-site closure for private land only)         Plot Plan (for on-site closures and temporary pits)         Confirmation Sampling Analytical Results (if applicable)         Waste Material Sampling Analytical Results (required for on-site closure)         Disposal Facility Name and Permit Number					

Operator Closure Certification:		he heat of my knowledge and		
I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.				
Name (Print):	Title:			
Signature:	Date:			
e-mail address:	Telephone:			

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## PIT CLOSURE PLAN ONLY VARIANCE

### Variance:

- 1. On 10/28/2019, an NMOCD inspector identified an old earthen pit located near the Hilcorp Energy well Johnston A 16, 30-039-24739. The well was drilled in 1990 prior to 2008 Pit Rule and was missed being permitted.
- 2. Since siting criteria for the subject well was not provided, Hilcorp Energy Company understands that during removal of the pit, if contamination is discovered, Hilcorp will provide siting criteria.
- 3. Hilcorp will notify Public Entity Surface Owners by e-mail in lieu of certified mail. Private Entity Owners will still be notified via certified mail.

# Hilcorp Energy Company San Juan Basin Pit Closure Plan

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of temporary pits on Hilcorp Energy Company locations. This is HEC'S standard procedure for all temporary pits. A separate plan will be submitted for any temporary pit which does not conform to this plan.

All closure activities will include proper documentation and be available for review upon request and will be submitted to NMOCD within 60 days of closure of pit. Closure report will be filed on C-144 and incorporate the following:

- Details on Capping and Covering, where applicable.
- Plot Plan (Pit Diagram)
- Inspection Reports
- Sampling Results
- Copy of Deed Notice will be filed with County Clerk for Fee Wells

### **General Plan:**

- All free standing liquids will be removed at the start of the pit closure process from the pit and disposed of in a division–approved facility or recycle, reuse or reclaim the liquids in a manner that the appropriate division district office approves. The facilities to be used will be Basin Disposal (Permit #NM-01-005) and Envirotech Land Farm (Permit #NM-01-011) and JFJ Landfarm% IEI (Permit #NM-01-0010B).
- 2. The preferred method of closure for all temporary pits will be in-place burial, assuming that all the criteria listed in 19.15.17.13.D are met.
- 3. The surface owner shall be notified of HEC'S closing of the temporary pit within 72 hours, but not more than one week, prior to closure via certified mail, return receipt requested.
- 4. Within 6 months of the Rig Off status occurring HEC will ensure that temporary pits are closed, re-contoured, and reseeded.
- 5. Notice of Closure will be given prior to closure to the Aztec Division office within 72 hours, but not more than and one week, via email and verbally. The notification of closure will include the following:
  - i. Operator's name
  - ii. Location by Unit Letter, Section, Township, and Range. Well name and API number.
- 6. Pit contents will be mixed with non-waste containing, earthen material in order to achieve the solidification process. The solidification process will be accomplished using a combination of natural drying and mechanically mixing. Pit contents will be mixed with non-waste, earthen material to a consistency that is deemed a safe and stable. The mixing ratio shall not exceed 3 parts clean soil to 1 part pit contents and must pass the paint filter liquids test (EPA SW-846, Method 9095) or other test methods approved by the division.
- 7. HEC will collect, at a minimum, a five point composite sample of the temporary pit contents to demonstrate that, after the waste is solidified or stabilized with soil or other non-waste material at a ratio of no more than 3:1 soil or other non-waste material to waste, the concentration of any contaminant in the stabilized waste is not higher than the parameters listed in table II of 19.15.17.13 NMAC.
- 8. HEC will fold the outer edges of the liner to overlap the waste material prior to the installation of a geomembrane cover. Install a geomembrane cover over the waste material in the lined

temporary pit and in a manner that prevents the collection of infiltration water in the lined temporary pit and on the geomembrane cover after the coil cover is in place; the geomembrane cover shall consist of a 20-mil string reinforced LLDPE liner or equivalent cover that the appropriate division district office approves; the geomembrane cover shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salts and acidic and alkaline solutions; cover compatibility shall comply with EPA SW -845 Method 9090A

- 9. Upon completion of solidification and testing standards being passed, the pit area will be backfilled with compacted, non-waste containing, earthen material. A minimum of four feet of non-waste containing, uncontaminated, earthen material with chloride concentrations less that 600 mg/kg as analyzed by EPA Method 300.0. The soil cover shall include either the background thickness of topsoil or one foot of suitable material to establish vegetation at the site, whichever is greater. [19.15.17.13 H.3]
- 10. During the stabilization process if the liner is ripped by equipment the Aztec NMOCD office will be notified within 48 hours and the liner will be repaired if possible. If the liner can not be repaired then all contents will be excavated and removed. Liner materials will be cleaned without soils or contaminated material for disposal as solid waste. Liner materials will meet the conditions of 19.15.35 NMAC. Disposal will be at a licensed disposal facility, presently San Juan County Landfill operated by Waste Management under NMED Permit SWM-052426.
- 11. Dig and Haul Material will be transported to the Envirotech Land Farm located 16 miles south of Bloomfield on Angel Peak Road, CR 7175. Permit # NM01001.
- 12. Re-contouring of location will match fit, shape, line, form and texture of the surrounding. Re-shaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be place in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.
- 13. For those portions of the former temporary pit area no longer needed for production activities, HEC will seed the disturbed areas the first favorable growing season after the temporary pit is covered. Seeding will be accomplished via drilling on the contour whenever practical, or by other Division-approved methods. HEC will notify the division when reclamation and revegetation is complete.

Reclamation of the temporary pit area will be considered complete when:

- Vegetative cover reflects a life form ratio of +/- 50% of pre-disturbance levels.
- Total percent plant cover of at least 70% of pre-disturbance levels (Excluding noxious weeds).

OR

- Pursuant to 19.15.17.13.H.D, HEC will comply with obligations imposed by other applicable federal or tribal agencies in which their re-vegetation and reclamation requirements provide equal or better protection of water, human health and the environment.
- 14. The temporary pit will be located with a steel marker, no less than four inches in diameter, cemented in a hole three feet deep in the center of the onsite burial upon the abandonment of all the wells on the pad. The marker will be flush with the ground to allow access of the active well pad and for safety concerns. The marker will include a threaded collar to be used for future abandonment. The top of the marker will contain a welded steel 12" square plate that indicates the onsite burial of the temporary pit.
  - The plate will be easily removable and a four foot tall riser will be threaded into the top of the collar marker and welded around the base with the operator's information at the time all wells on the pad are abandoned. The operator's information will include the following: Operator Name, Lease Name, Well Name and number, Unit Number, Section, Township, Range and an indicator that the marker is an onsite burial location.