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 Department

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

)

Incident ID	NCS1928833906
District RP	
Facility ID	
Application ID	

Release Notification

Responsible Party

Responsible Party: BP America Production Co	OGRID: 778	Initial Spill Report
Contact Name: Steve Moskal	Contact Telephone: (505) 330-91	79
Contact email: steven.moskal@bpx.com	Incident # (assigned by OCD)	
Contact mailing address: 1199 Main St., Suite 101, Durango CO, 81	³⁰¹ NCS192883390	6

Location of Release Source

Latitude: <u>36.73679°</u>

Longitude: -107.75107° (NAD 83 in decimal degrees to 5 decimal places)

Site Name: A L ELLIOTT D No. 002	Site Type: Natural Gas Production Well Pad
Date Release Discovered: October 14, 2019	API#: 30-045-08495

Unit Letter	Section	Township	Range	County
K	11	T29N	R09W	San Juan

Surface Owner: State Federal Tribal Private (Name: _

Nature and Volume of Release

Mater	rial(s) Released (Select all that apply and attach calculations or speci	fic justification for the volumes provided below)
Crude Oil	Volume Released (bbls)	Volume Recovered (bbls)
Produced Water	Volume Released (bbls): 10	Volume Recovered (bbls): 0 bbls
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	Yes No
Condensate	Volume Released (bbls): 48.8	Volume Recovered (bbls): <u>0 bbls</u>
Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)
Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)

Cause of Release:

Release of condensate and produced water caused from a storage tank integrity failure.

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State of New Mexico **Oil Conservation Division**

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Was this a major	If YES, for what reason(s) does the responsible party consider this a major release?				
release as defined by	Greater than 25 bbls				
19.15.29.7(A) NMAC?					
Yes 🗌 No					
If VES, was immediate n	otice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?				
	hith (cell phone – Voicemail) on October 14, 2019 at 2:00 PM				
Steve Moskar to Cory Sh	the ten phone volcemany on october 14, 2019 at 2.00 T M				
	Initial Response				
The responsible	The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury				
\boxtimes The source of the release has been stopped.					
The impacted area has been secured to protect human health and the environment.					
Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices.					

All free liquids and recoverable materials have been removed and managed appropriately.

If all the actions described above have not been undertaken, explain why:

Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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.

Printed Name: _Steve Moskal_

Title: Environmental Coordinator

Signature: _

Date: ____October 21, 2019

email: steven.moskal@bpx.com

Telephone: (505) 330-9179

OCD Only

Received by: OCD Date: 12/11/19

Form C-141 Page 3 State of New Mexico Oil Conservation Division

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Site Assessment/Characterization

This information must be provided to the appropriate district office no later than 90 days after the release discovery date.

What is the shallowest depth to groundwater beneath the area affected by the release?		
Did this release impact groundwater or surface water?		
Are the lateral extents of the release within 300 feet of a continuously flowing watercourse or any other significant watercourse?	🛛 Yes 🗌 No	
Are the lateral extents of the release within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark)?	🗌 Yes 🛛 No	
Are the lateral extents of the release within 300 feet of an occupied permanent residence, school, hospital, institution, or church?	🗌 Yes 🛛 No	
Are the lateral extents of the release 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?	🗌 Yes 🛛 No	
Are the lateral extents of the release within 1000 feet of any other fresh water well or spring?	🛛 Yes 🗌 No	
Are the lateral extents of the release within incorporated municipal boundaries or within a defined municipal fresh water well field?	🗌 Yes 🛛 No	
Are the lateral extents of the release within 300 feet of a wetland?	🗌 Yes 🛛 No	
Are the lateral extents of the release overlying a subsurface mine?	🗌 Yes 🛛 No	
Are the lateral extents of the release overlying an unstable area such as karst geology?	🗌 Yes 🛛 No	
Are the lateral extents of the release within a 100-year floodplain?	🛛 Yes 🗌 No	
Did the release impact areas not on an exploration, development, production, or storage site?	🗌 Yes 🛛 No	

Attach a comprehensive report (electronic submittals in .pdf format are preferred) demonstrating the lateral and vertical extents of soil contamination associated with the release have been determined. Refer to 19.15.29.11 NMAC for specifics.

Characterization Report Checklist: Each of the following items must be included in the report.

Scaled site map showing impacted area, surface features, subsurface features, delineation points, and monitoring wells.
Field data
Data table of soil contaminant concentration data
Depth to water determination
Determination of water sources and significant watercourses within ½-mile of the lateral extents of the release
Boring or excavation logs
Photographs including date and GIS information

- Topographic/Aerial maps
- Laboratory data including chain of custody

If the site characterization report does not include completed efforts at remediation of the release, the report must include a proposed remediation plan. That plan must include the estimated volume of material to be remediated, the proposed remediation technique, proposed sampling plan and methods, anticipated timelines for beginning and completing the remediation. The closure criteria for a release are contained in Table 1 of 19.15.29.12 NMAC, however, use of the table is modified by site- and release-specific parameters.

Form C-141	State of New Mexico	La sident ID	
Page 4	Oil Conservation Division	Incident ID	
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regulations all operators are required t public health or the environment. The failed to adequately investigate and re- addition, OCD acceptance of a C-141 and/or regulations. Printed Name: <u>Steve Moskal</u>	ven above is true and complete to the best of my k o report and/or file certain release notifications and acceptance of a C-141 report by the OCD does no mediate contamination that pose a threat to ground report does not relieve the operator of responsibilit Title: <u>Environmental Coorc</u> Date: Telephone:	I perform corrective actions for rele- t relieve the operator of liability sho water, surface water, human health ty for compliance with any other fed linator	ases which may endanger ould their operations have or the environment. In leral, state, or local laws
OCD Only Received by:	Da	ate:	

Form C-141 Page 5 State of New Mexico Oil Conservation Division

Remediation Plan Checklist: Each of the following items must be included in the plan.

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Remediation Plan

Detailed description of proposed remediation technique Scaled sitemap with GPS coordinates showing delineation points \bowtie Estimated volume of material to be remediated Closure criteria is to Table 1 specifications subject to 19.15.29.12(C)(4) NMAC Proposed schedule for remediation (note if remediation plan timeline is more than 90 days OCD approval is required) Deferral Requests Only: Each of the following items must be confirmed as part of any request for deferral of remediation. Contamination must be in areas immediately under or around production equipment where remediation could cause a major facility deconstruction. Extents of contamination must be fully delineated. Contamination does not cause an imminent risk to human health, the environment, or groundwater. I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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. Title: Environmental Coordinator Printed Name: Steve Moskal Signature: Date: October 21, 2019 email: <u>steven.moskal@bpx.com</u> Telephone: (505) 330-9179 OCD Only Date: 10/21/19 Received by: OCD **x** Approved Approved with Attached Conditions of Approval Denied Deferral Approved Date: 12/11/19 Signature:

State of New Mexico Oil Conservation Division

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District RP	
Facility ID	
Application ID	

Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

Closure Report Attachment Checklist: Each of the following items must be included in the closure report.
A scaled site and sampling diagram as described in 19.15.29.11 NMAC
Photographs of the remediated site prior to backfill or photos of the liner integrity if applicable (Note: appropriate OCD District office must be notified 2 days prior to liner inspection)
Laboratory analyses of final sampling (Note: appropriate ODC District office must be notified 2 days prior to final sampling)
Description of remediation activities
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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. The responsible party acknowledges they must substantially restore, reclaim, and re-vegetate the impacted surface area to the conditions that existed prior to the release or their final land use in accordance with 19.15.29.13 NMAC including notification to the OCD when reclamation and re-vegetation are complete.
Printed Name: <u>Steve Moskal</u> Title: <u>Environmental Coordinator</u>
Signature: Date:
email:steven.moskal@bpx,com Telephone:(505) 330-9179
OCD Only
Received by: Date:
Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.
Closure Approved by: Date:
Printed Name: Title:

BP Remediation Plan

To:Cory Smith (NMOCD), Emmanuel Adeloye (BLM)From:Steve Moskal (BP)CC:Jeff Blagg (Blagg Engineering),Date:10/21/2019Re:A L ELLIOTT D No. 002- Ex-situ Soil Remediation – Soil Shredding
(K) S11 T29N R09W; API #30-045-08495; Serial No.:NM-SF-078132

Dear Mr. Smith, and Mr. Adeloye,

The A L Elliott D 002 site is an active natural gas production well location within the San Juan Basin Gas Field in San Juan County, New Mexico. The site is located on land managed by the Bureau of Land Management Farmington Field Office (BLM-FFO) and is in an area primarily used for oil and gas production.

Background

Impacts were discovered at the location on October 14, 2019 due to a leaking 200-barrel production tank. Full delineation of the release has not yet been performed, but is scheduled for October 31, 2019 utilizing a hollow stem drill rig. The well site is operated by BP Production.

Site Ranking

Following the NMOCD site ranking criteria, the site closure standard is 100 ppm GRO&DRO, including MRO hydrocarbons, 50 ppm BTEX and 10 ppm benzene:

- Depth to groundwater >50' (0 points)
- Nearest surface water source ~930' (SW) (20 points)
- Distance to nearest surface water body or coarse ~160' (N) (20 points)

Proposed Remediation – Soil Shredding

BP proposes to employ soil shredding on site. Soil shredding involves the excavation of the impacted soil which is then placed in processing equipment, such as a hammer mill or pug mill, to mechanically process and break-up the soil. The soil becomes more uniform and is aerated during the mechanical processing. The soil is then ejected from the processing equipment and a chemical oxidizer is applied, in this case, a 35% solution of hydrogen peroxide and water. The applied concentration of hydrogen peroxide typically ranges from 3-8%. The hydrogen peroxide quickly oxidizes the hydrocarbon impacts (reagents), resulting in soil, water and carbon dioxide (products). Once the soil is processed, it is stockpiled and allowed to sit for approximately 2-5 days of residence time. A composite soil sample is collected from each segregated stockpile and submitted for laboratory analysis to determine the effectiveness of the ex-situ remediation process. If the laboratory results are of acceptable levels, the soil will be used as backfill to the excavation; if results are unsatisfactory, the soil is passed through the process once more and a subsequent laboratory sample will be collected for laboratory confirmation as described before. Typically, 24 hours of notice is provided to the regulatory agencies for the opportunity to observe and witness the stockpile sampling.

BP proposes to perform the remediation of hydrocarbon impacts by the means of soil shredding. A conservative estimate of approximately 1,000 cubic yards of soil will be treated through the soil shredding process. BP proposes to treat the impacted soil and segregate windrow stockpiles broken Page | 1

into 100 cubic yard increments. A single, five-point composite, soil sample will be collected to represent each 100 cubic yard stockpile. If necessary, once a baseline of approximately 1,000 cubic yards of soil is consistently and successfully treated, BP will propose to decrease the sampling frequency to 500 cubic yard stockpile segments. The 500 cubic yard sampling modification will be discussed with the NMOCD and BLM for approval and input prior to implementation. BP would expect to have a sampling modification approval from the agencies within 48 working hours from the time of request. The remediation will then continue until complete and sampling will be based on the regulatory agencies approved sampling plan.

Excavation sampling will be in accordance with a typical dig and haul. The sidewalls and base of the excavation will be sampled in a frequency based on the size and progress of the excavation. Agency notification of excavation sampling will also be issued in advanced, 24-48 hours if possible.

BP is currently anticipates mobilizing to the location in March 2019, pending the approval of this plan by all regulatory agencies. BP plans to shut the well in and remove all necessary surface equipment. BP requests a <u>100' off pad buffer</u> be included in the approval of this plan, in case additional room is needed or if impacts migrate to the edge of the well pad surface.

It is understood, that if soil remediation is not successful via the soil shredding, an alternative method such as a dig and haul or soil vapor extraction will be necessary. BP will be in close communications with the agencies in the event an alternative remediation method is required.

Site Closure and Reporting

Once the soil shredding process is complete, the excavated area will be fully backfilled and compacted, and surface equipment will be re-set. Collection of vadose zone samples will be performed to ensure no residual impacts remain following the remedial activities. A minimum of 24-hour notice will be provided to the agencies prior to the collection of these samples. Any necessary interim reclamation will be performed. Final reclamation of the well pad will occur at a later date, once the natural gas production well is plugged and abandoned.

A final remediation report will be delivered to NMOCD and BLM for approval of final site closure regarding the excavation and soil shredding activities within 60 days of the receipt of the final laboratory report.

A L Elliott D 002

Tank leak discovered 10/14/2019 Latitude: 36.73679° Longitude: -107.75107° (K) S11, T29N, R09W

Legend

- A L Elliott D 002 Tank Leak
- Proposed Drill Locations



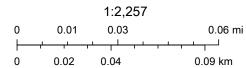
Google Earth

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SJ-04309-POD Map





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10/21/2019 9:22:01 AM

OSE District Boundary