District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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.

For temporary pits, closed-loop systems, and below-grade tanks, submit to the appropriate NMOCD District Office.

For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD

	Santa Fe, NM 8/305 District Office.
Pit, Closed-L	oop System, Below-Grade Tank, or
Proposed Alternative	Method Permit or Closure Plan Application
☐ Closure of a pit,☐ Modification to a	y submitted for an existing permitted or non-permitted pit, closed-loop system,
Instructions: Please submit one application (Form	C-144) per individual pit, closed-loop system, below-grade tank or alternative request
	operator of liability should operations result in pollution of surface water, ground water or the sibility to comply with any other applicable governmental authority's rules, regulations or ordinances.
Operator: Elm Ridge Exploration	OGRID #: 149052
Address: P.O. Box 156, Bloomfield, NM 87413	
Facility or well name: A P Hixon Com 1E	
API Number: <u>3004526036</u>	OCD Permit Number: <u>Not Applicable</u>
U/L or Qtr/Qtr A Section 21 Township	25N Range 11W County: San Juan
Center of Proposed Design: Latitude 36.391554 L	ongitude <u>-108.002970</u> NAD: □1927 ⊠ 1983
Surface Owner: X Federal State Private Tribal Tr	ust or Indian Allotment
Drilling ☐ Workover ☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Lined ☐ Unlined Liner type: Thicknessm ☐ String-Reinforced Liner Seams: ☐ Welded ☐ Factory ☐ Other	
3.  ☐ Closed-loop System: Subsection H of 19.15.17.11 NM  Type of Operation: ☐ P&A ☐ Drilling a new well ☐ Wo intent)  ☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-of  ☐ Lined ☐ Unlined Liner type: Thickness  Liner Seams: ☐ Welded ☐ Factory ☐ Other	f Bins  Other  HDPE  PVC Other
A.	sidewalls, liner, 6-inch lift and automatic overflow shut-off
Alternative Method:	

Page 1 of 5

Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

Fencing: 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, institution or church)	hospital,
Four foot height, four strands of barbed wire evenly spaced between one and four feet	
Alternate Please specify 4' tall hogwire fence	
Netting: Subsection E of 19.15.17 11 NMAC (Applies to permanent pits and permanent open top tanks)	
Screen □ Netting □ Other	
Monthly inspections (If netting or screening is not physically feasible)	
Simular Subsection C of 10 15 17 11 NIMAC	
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 19.15.3.103 NMAC	
9.	
Administrative Approvals 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:  Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau of the Santa Fe En	office for
consideration of approval.  Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval	
10.	
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 accept material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the approoffice or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of a Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying above-grade tanks associated with a closed-loop system.	priate district pproval.
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank.	☐ Yes ☑ No
iWATERS database information from a nearby well shows that at a lower elevation, the well is greater than 100 feet to groundwater	
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).0.  - Topographic map; Visual inspection (certification) of the proposed site (357.9 ft. west per attached topographic map)	☐ Yes ☑ No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.  (Applies to temporary, emergency, or cavitation pits and below-grade tanks)  Visual inspection of the site indicates it is not within 300 feet of any of the above mentioned locations	☐ Yes ☑ No ☐ NA
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application	
<ul> <li>(Applies to permanent pits)</li> <li>Visual inspection (certification) of the proposed site; Aerial photo, Satellite image</li> </ul>	☐ Yes ☐ No 図 NA
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application iWATERS database search indicates there is no water well within 1000 feet of the well site	☐ Yes ☑ No
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.  The site is not within incorporated municipal boundaries, as indicated on the attached topographic map	☐ Yes ☑ No
Within 500 feet of a wetland.  (The USFWS data file, WetlandsData.kmz, dated July 2, 2008, was opened using Google Earth. Electronic data was not available. Wetland-type vegetation was not noted during the site visit.)	☐ Yes ☑ No
Within the area overlying a subsurface mine.  The NM EMNRD web map was reviewed, and the attached map indicates that the well is not in an area overlying a subsurface mine	☐ Yes ☑ No
Within an unstable area.  The attached topographic map indicates that the site is not within an unstable area	☐ Yes ☑ No
Within a 100-year floodplain  The etteched FEMA man shows that the site is not within a 100 year floodplain	☐ 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 ☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC ☐ 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 ☐ 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
Previously Approved Design (attach copy of design) API Number: or Permit Number:
Closed-loop Systems 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.  Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9  Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19.15 17.10 NMAC  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  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
☐ Previously Approved Operating and Maintenance Plan API Number:
above ground steel tanks or haul-off bins and propose to implement waste removal for closure)
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  Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15 17.11 NMAC  Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC  Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15 17.11 NMAC  Quality Control/Quality Assurance Construction and Installation Plan  Operating and Maintenance Plan - based upon the appropriate requirements of 19.15 17.12 NMAC  Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC  Nuisance or Hazardous Odors, including H <sub>2</sub> S, Prevention Plan  Emergency Response Plan  Oil Field Waste Stream Characterization  Monitoring and Inspection Plan  Erosion Control Plan  Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Proposed Closure: 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 Closed-loop System 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 (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)
Waste Excavation and Removal 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.  □ 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 F 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 G of 19 15 17.13 NMAC

Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Instructions: Please indentify the facility or facilities for the disposal of liquids, a				
facilities are required.	Discoular III III Day in November			
	Disposal Facility Permit Number:			
	Disposal Facility Permit Number:	_		
Will any of the proposed closed-loop system operations and associated activities of Yes (If yes, please provide the information below) \( \subseteq \) No	cur on or in areas that will not be used for future serv	rice and operations?		
Required for impacted areas which will not be used for future service and operations:  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 I of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC				
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 may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.				
Ground water is less than 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		
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search, USGS, Data	obtained from nearby wells	<ul><li>☐ Yes ☐ No</li><li>☐ NA</li></ul>		
Ground water is more than 100 feet below the bottom of the buried waste.  - NM Office of the State Engineer - iWATERS database search; USGS; Data	obtained from nearby wells	<ul><li>☐ Yes ☐ No</li><li>☐ NA</li></ul>		
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other sig lake (measured from the ordinary high-water mark).  - Topographic map; Visual inspection (certification) of the proposed site	nificant watercourse or lakebed, sinkhole, or playa	☐ Yes ☐ No		
Within 300 feet from a permanent residence, school, hospital, institution, or church - Visual inspection (certification) of the proposed site; Aerial photo; Satellite		☐ Yes ☐ No		
Within 500 horizontal feet of a private, domestic fresh water well or spring that less watering purposes, or within 1000 horizontal feet of any other fresh water well or s  NM Office of the State Engineer - iWATERS database; Visual inspection (	pring, in existence at the time of initial application.	☐ Yes ☐ No		
Within incorporated municipal boundaries or within a defined municipal fresh water adopted pursuant to NMSA 1978, Section 3-27-3, as amended  - Written confirmation or verification from the municipality; Written approv		☐ Yes ☐ No		
Within 500 feet of a wetland - US Fish and Wildlife Wetland Identification map; Topographic map; Visua	al inspection (certification) of the proposed site	☐ 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.  - Engineering measures incorporated into the design; NM Bureau of Geolog Society, Topographic map	y & Mineral Resources; USGS; NM Geological	☐ Yes ☐ No		
Within a 100-year floodplain FEMA map		☐ Yes ☐ No		
18.  On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the by a check mark in the box, that the documents are attached.  Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Construction/Design Plan of Temporary Pit (for in-place burial of a drying protocols and Procedures - based upon the appropriate requirements of 19.1:  Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Disposal Facility Name and Permit Number (for liquids, drilling fluids and Confirmation Plan - based upon the appropriate requirements of Subsection Re-vegetation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection	uirements of 19.15.17.10 NMAC Subsection F of 19 15.17.13 NMAC oppropriate requirements of 19.15.17.11 NMAC ad) - based upon the appropriate requirements of 19. 5.17 13 NMAC uirements of Subsection F of 19.15.17.13 NMAC Subsection F of 19.15.17.13 NMAC lrill cuttings or in case on-site closure standards cann H of 19.15.17.13 NMAC I of 19.15.17.13 NMAC	15 17.11 NMAC		

· ·			
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 belief.			
Name (Print) Ms. Amy Mackey Title: Production Technician			
Signature: Date: Date:			
e-mail address. amackey@elmridge.net Telephone:632-347620	-		
20 OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Conditions (see attachment)			
OCD Representative Signature: Approval Date: 3/26/2012			
Title: OCD Permit Number:	-		
Closure Report (required within 60 days of closure completion): Subsection K of 19.15.17.13 NMAC  Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. 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:			
Closure Method:  Waste Excavation and Removal On-Site Closure Method Alternative Closure Method Waste Removal (Closed-loop systems only)  If different from approved plan, please explain			
23. Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: Instructions: Please indentify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more that two facilities were utilized.	n		
Disposal Facility Name: Disposal Facility Permit Number			
Disposal Facility Name: Disposal Facility Permit Number			
Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations?  Yes (If yes, please demonstrate compliance to the items below)  No			
Required for impacted areas which will not be used for future service and operations  Site Reclamation (Photo Documentation)			
Soil Backfilling and Cover Installation			
Re-vegetation Application Rates and Seeding Technique			
24. <u>Closure Report Attachment Checklist</u> : <u>Instructions</u> : 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.  Proof of Closure Notice (surface owner and division)			
Proof of Deed Notice (required for on-site closure)			
☐ 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 Faculity Name and Permit Number ☐ Soil Backfilling and Cover Installation			
☐ Re-vegetation Application Rates and Seeding Technique			
Site Reclamation (Photo Documentation) On-site Closure Location. Latitude Longitude NAD:			
25.	_		
Operator Closure Certification:			
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:			

## New Mexico Office of the State Engineer POD Reports and Downloads

Township: 2	5N Range: 1	1W Sections:		
NAD27 X:	Y:	Zone:	Search Radius:	manager and man or
County:	Basin:		Number:	Suffix:
Owner Name: (First)		(Last) ② All	○Non-Domestic	ODomestic
POD	/ Surface Data F	Water Column Re		)

#### AVERAGE DEPTH OF WATER REPORT 10/16/2008

 Bsn
 Tws
 Rng
 Sec
 Zone
 X
 Y
 Wells
 Min
 Max
 Avg

 SJ
 25N
 11W
 04
 135
 135
 135

Record Count: 1

New Mexico Office of the State Engineer POD Reports and Downloads

Township 2501 Range 11W Sections 21

NAD27 X Y Zone

Search Radius

County

Basın

Number

Suffix

Owner Name (First)

(Last)

Non-Domestic Domestic All

POD / Surface Data Report , Avg Depth to Water Report | Water Column Report

Clear Form | iWATERS Menu | Help

POD / SURFACE DATA REPORT 09/08/2008

(acre ft per annum) Use Diversion Owner POD Humber

(quarters are 1=WW 2=WE 3=SW 4=SE) (quarters are biggest to smallest X Y are in Feet Source Tws Rng Sec q q q Zone X

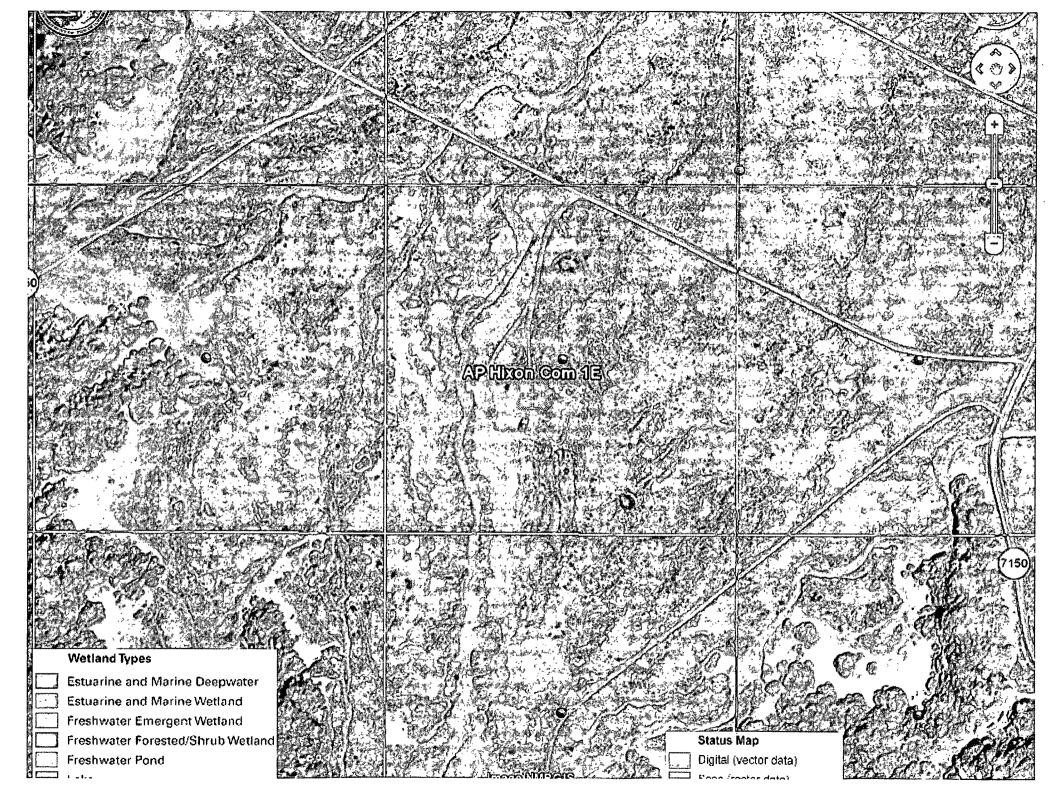
UTM are in Meters) UTM Zone Easting Northing Date

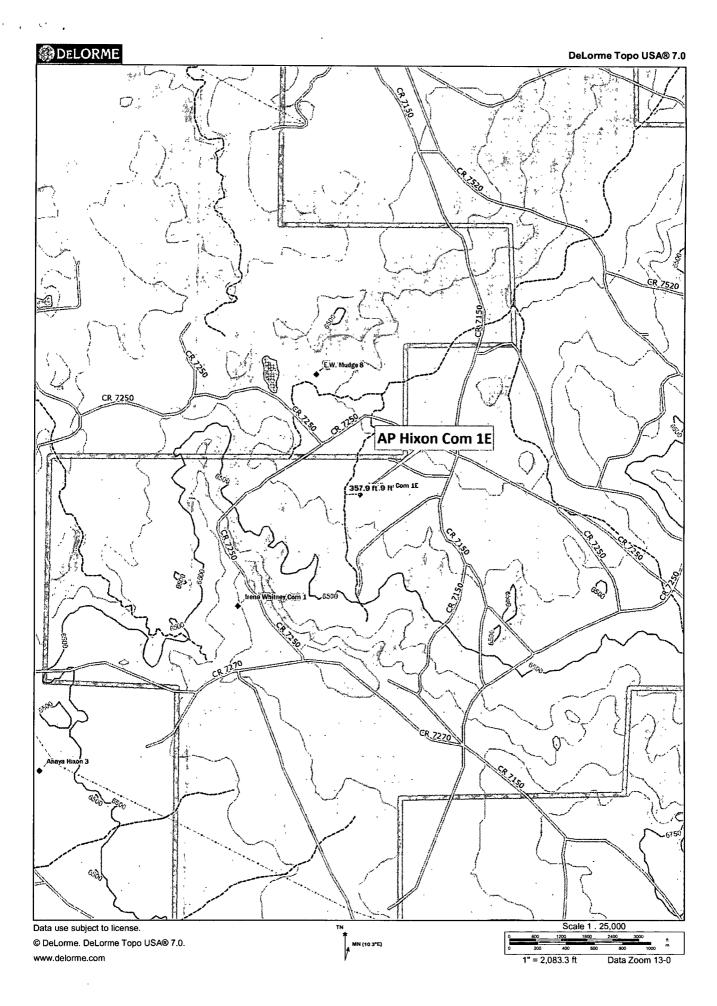
Depth Depth (in feet) Well Water Date

No Records found, try again

1 of 1

9/8/2008 3·06 PM





## **MMQonline Public Version**

Mines, Mills & Quarries Commodity Groups

△ Aggregate & Stone Mines

◆ Coal Mines

★ Industrial Minerals Mines

◊ Industrial Minerals Mills

☑ Metal Mines and Mill Concentrate

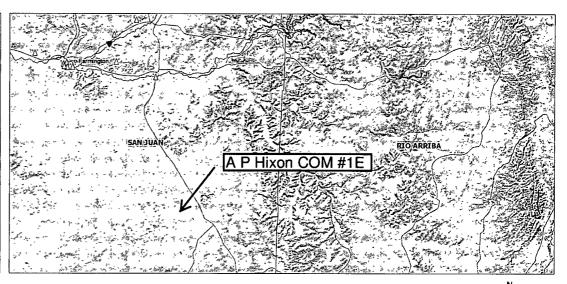
□ Potash Mines & Refineries

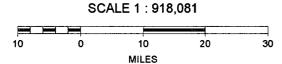
□ Smelters & Refinery Ops.

★ Uranium Mines

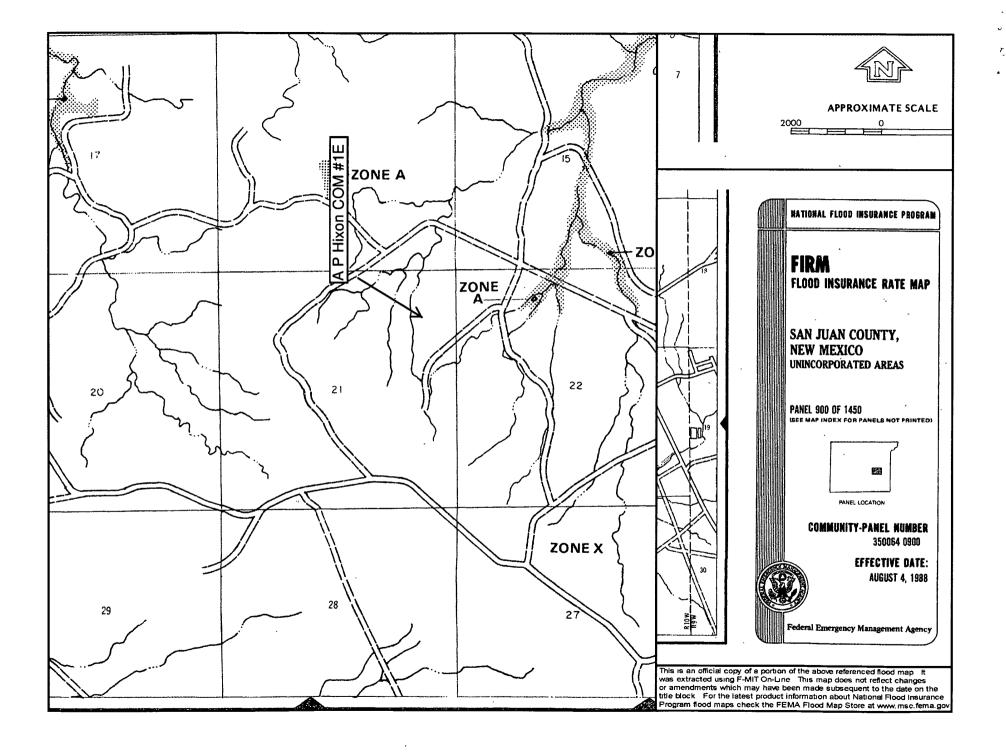
⑤ Uranium Mills

Mines, Mills & Quarries Status









### BELOW GRADE TANK (BGT) CLOSURE PLAN

#### SITE NAME:

A P HIXON COM #1E
UNIT LETTER A, SECTION 21, TOWNSHIP 25N, RANGE 11W
SAN JUAN COUNTY, NEW MEXICO
LATITUDE 36.319554 LONGITUDE -108.002970

#### **SUBMITTED TO:**

MR. WAYNE PRICE
NEW MEXICO OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
SANTA FE, NEW MEXICO 87505
(505) 476-3440

#### SUBMITTED BY:

Ms. Amy Mackey
ELM RIDGE EXPLORATION
P.O. Box 156
BLOOMFIELD, NEW MEXICO 87413
(505) 632-3476

**OCTOBER 2008** 

## BELOW GRADE TANK (BGT) CLOSURE PLAN ELM RIDGE EXPLORATION A P HIXON COM #1E SAN JUAN COUNTY, NEW MEXICO

#### TABLE OF CONTENTS

INTRODUCTION	1
SCOPE OF CLOSURE ACTIVITIES	1
REPORTING.	2

#### Introduction

Elm Ridge Exploration would like to submit a closure plan for the below grade tank (BGT) at the A P Hixon COM #1E well site located in the NE ¼ NE ¼ of Section 21, Township 25N, Range 11W, San Juan County, New Mexico. This closure plan has been prepared in conformance with New Mexico Oil Conservation Division (NMOCD) procedures.

#### **SCOPE OF CLOSURE ACTIVITIES**

The purpose of this closure plan is to provide the details of activities involved in the closure of the BGT at the A P Hixon COM #1E. The following scope of closure activities has been designed to meet this objective:

- 1) Elm Ridge Exploration or a contractor acting on behalf of Elm Ridge Exploration shall submit a closure plan to the division's environmental bureau. Upon receipt of this plan the division shall review the current closure plan for adequacy, in accordance with 19.15.17.9 Subsection C NMAC and 19.15.17.13 NMAC.
- 2) No less than 72 hours and no greater than one (1) week prior to BGT removal, Elm Ridge Exploration or a contractor acting on behalf of Elm Ridge Exploration will provide written notification to the appropriate division district office as well as a schedule of on-site activities, in accordance with 19.15.17.13 Subsection J Paragraph (2) NMAC.
- 3) Elm Ridge Exploration or a contractor acting on behalf of Elm Ridge Exploration shall provide written notification to the surface owner, no later than 72 hours prior to BGT removal by certified mail. BLM will receive notification per a Sundry Notice, in accordance with 19.15.17.13 Subsection J Paragraph (1) NMAC.
- 4) Elm Ridge Exploration or a contractor acting on behalf of Elm Ridge Exploration will remove all liquids, and/or sludge, if applicable, prior to closure. Material will be disposed of at Envirotech's Landfarm #2, Permit # NM-01-0011 or Basin Disposal, depending on the consistence of the material removed, accordance with 19.15.17.13 Subsection E Paragraph (1) NMAC.
- 5) Elm Ridge Exploration or a contractor acting on behalf of Elm Ridge Exploration will remove the BGT and all on-site equipment associated with this BGT that cannot or will not be reused on-site, in accordance with 19.15.17.13 Subsection E Paragraphs (2) and (3) NMAC.
- 6) Once the BGT is removed a five (5) point composite sample will be collected from directly below the tank or below the leak detection system if present. An additional discrete sample will be collected from any area that is wet, discolored, or showing other evidence of a release. All samples being collected will be analyzed for benzene and total BTEX via USEPA Method 8021, TPH via USEPA Method 418.1, and chlorides via USEPA 300.1, as in accordance with 19.15.17.13 Subsection E Paragraph (4) NMAC.
- 7) Depending on soil sample results, the area will be either backfilled or the area will be excavated.
  - a. If soil samples pass the regulatory standards of 0.2 ppm benzene, 50 ppm

BTEX, 100 ppm TPH, and 250 ppm or background concentration of chlorides, as in accordance with 19.15.17.13 Subsection E Paragraph (4) NMAC.

- i. Elm Ridge Exploration or a contractor acting on behalf of Elm Ridge Exploration will backfill the excavation or impacted area with non-waste containing, earthen material, in accordance with 19.15.17.13 Subsection E Paragraph (6) NMAC.
- ii. Upon decommissioning of the well site, Elm Ridge Exploration or a contractor acting on behalf of Elm Ridge Exploration will construct a division-prescribed soil cover, substantially restore, recontour and revegetate the site, in accordance with 19.15.17.13 Subsections G, H, and I NMAC. The soil cover for closures where the operator has removed the pit contents or remediated the contaminated soil to the division's satisfaction shall consist of the background thickness of topsoil or one foot of suitable material to establish vegetation at the site, whichever is greater. The operator shall construct the soil cover to the site's existing grade and prevent ponding of water and erosion of the cover material. The operator shall notify the division when it has been re-seeded and when it has achieved successful re-vegetation.
- b. If soil samples exceed the regulatory standards stated above.
  - i. Elm Ridge Exploration will submit a Release Notification by Form C-141 to the appropriate division district office, in accordance with 19.15.17.13 Subsection E Paragraph (4) NMAC.
  - ii. Activities beyond this point will be in accordance with 19.15.3.116 NMAC and 19.15.11.19 NMAC.

#### REPORTING

Reporting will occur within 60 days following the BGT closure and will consist of a form C-144 with all supporting data, and a form C-141 with all supporting data, if necessary. The supporting data will include analytical results, a site diagram, a copy of the site owner notification, and other information related to the onsite activities.

We appreciate the opportunity to be of service. If you have any questions or require further information, please do not hesitate to contact our office at (505) 632-3476 ext. 201.

Respectfully Submitted:

**Elm Ridge Exploration** 

Ms. Amy Mackey Elm Ridge Exploration

#### **Elm Ridge Exploration**

#### San Juan Basin

#### **Below Grade Tank Maintenance and Operating Plan**

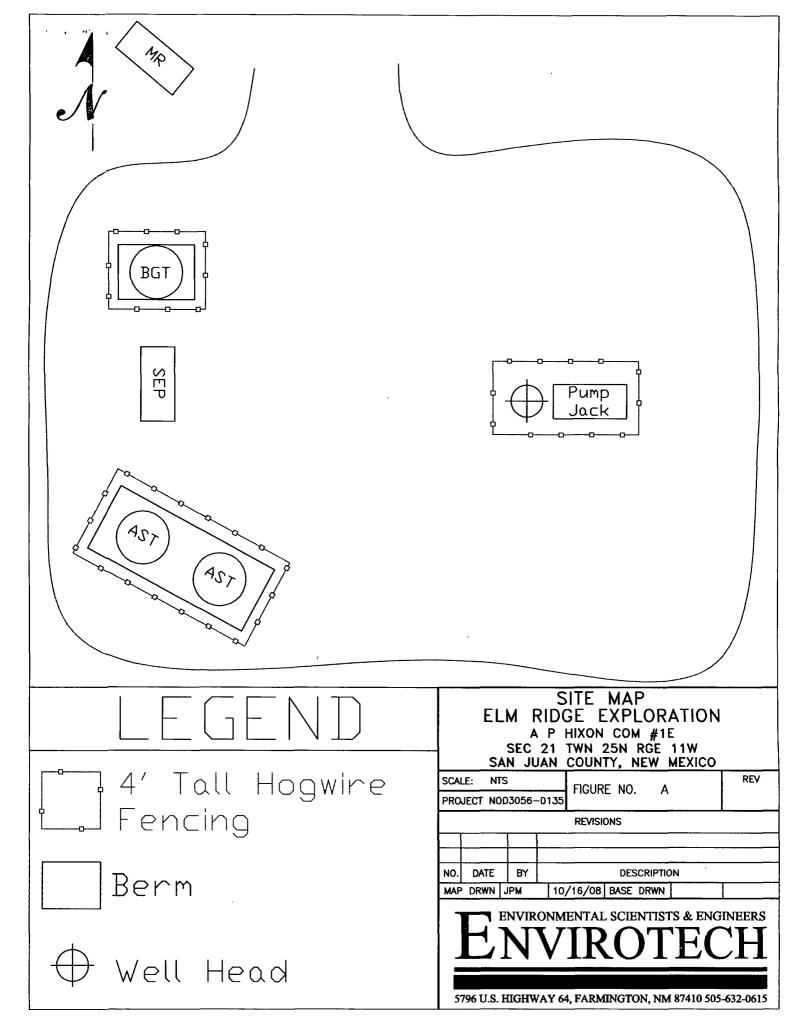
In accordance with Rule 19.15.17 the following information describes the operation and maintenance of a Below Grade Tank (BGT) on Elm Ridge Exploration's locations. This is Elm Ridge Exploration's standard procedure for all BGT's. A separate plan will be submitted for any BGT that Elm Ridge Exploration possesses, which does not conform to this particular plan.

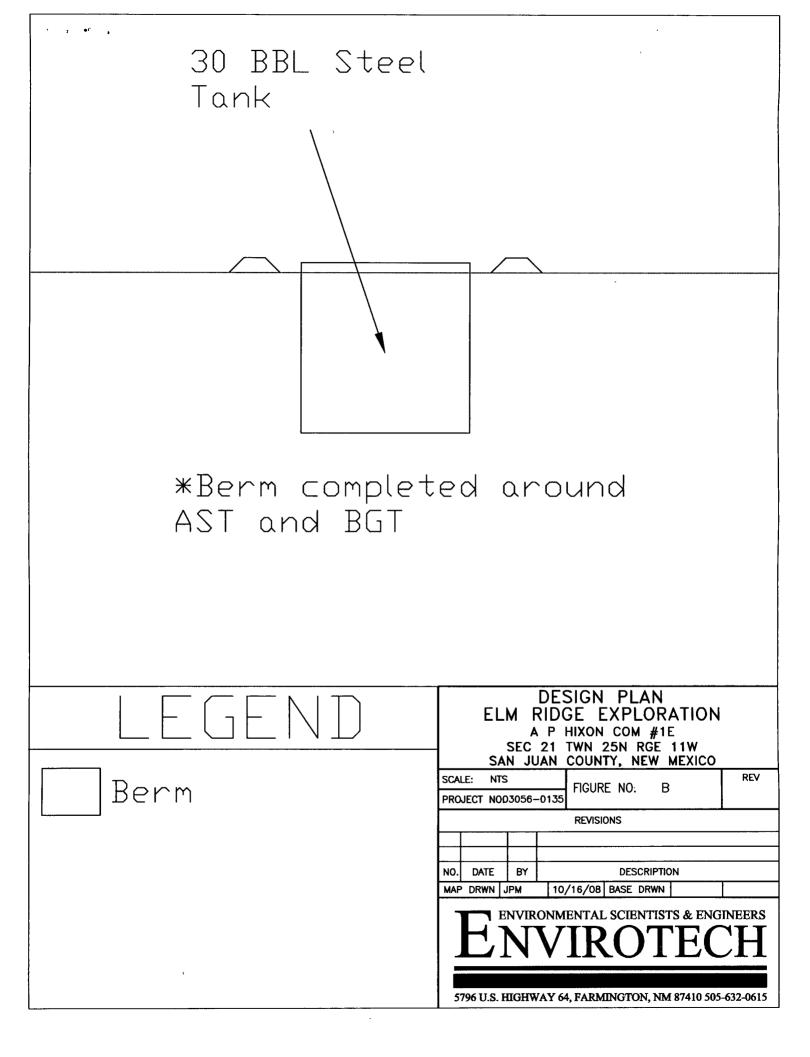
#### **GENERAL PLAN:**

- 1. Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, will operate and maintain a BGT to contain liquids and solids to prevent contamination of fresh water and to protect public health and the environment.
- Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, shall not
  allow a BGT to overflow or allow surface water run-on to enter the BGT. Figure A, Site
  Map and Figure B, Design Plan can be referenced for a visual representation of how this
  will be accomplished.
- 3. Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, shall continuously remove any visible or measurable layer of oil from the fluid surface of a BGT in an effort to prevent the accumulation of oil over time.
- 4. Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, shall inspect the BGT at least once monthly and maintain a written record of each inspection for at least five (5) years.
- 5. Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, shall maintain adequate freeboard to prevent overtopping of the BGT.

Figure A, Site Map

Figure B, Design Plan





#### **Elm Ridge Exploration**

#### San Juan Basin

#### **Below Grade Tank Design and Construction Plan**

In accordance with Rule 19.15.17 the following information describes the design and construction of below grade tanks (BGTs) on Elm Ridge Exploration locations. This will be Elm Ridge Exploration's standard procedure for all BGTs. A separate plan will be submitted for any BGT which does not conform to this plan.

#### **GENERAL PLAN:**

- 1. Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, will design and construct a BGT to contain liquids and solids to prevent contamination of fresh water and to protect public health and the environment.
- 2. Elm Ridge Exploration will use a general location sign posted on location. If no general sign is posted, a separate sign at the location of the BGT will be provided.
- 3. Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, shall construct fencing around the BGT using a four (4) foot hog wire fencing topped with two (2) strands of barbed wire, or with a pipe top rail. A six (6) foot chain link fence topped with three (3) strands of barbed wire will be used if the well location is within 1000 feet of a permanent residence, school, hospital, institution or a church.
- 4. Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, will construct an expanded metal covering on the top of the BGT.
- 5. Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, shall ensure that a BGT is constructed of materials resistant from damage by sunlight and the BGT's particular contents.
- 6. Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, shall ensure that the BGT system has a properly constructed foundation consisting of a level base free of rocks, debris, sharp edges or irregularities to prevent punctures, cracks or indentations of the liner or tank bottom.

- 7. Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, shall not allow a BGT to overflow or allow surface water run-on to enter the BGT.
- 8. Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, will construct and use a BGT that does not have double walls. The BGT side walls will be open for visual inspection for leaks. The BGT bottom is elevated a minimum of six inches above the underlying ground surface and the BGT is underlain with a geomembrane liner to divert leaked liquid to a location that can be visually inspected.
- 9. Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, shall equip BGTs designed in this manner with a properly operating automatic high level shut-off control device and manual controls to prevent overflow.
- 10. Elm Ridge Exploration, or a contractor representing Elm Ridge Exploration, will ensure that the geomembrane liner consists of 30-mil flexible PVC of 60-mil HDPE liner, or an equivalent liner material that the appropriate division district office approves. The geomembrane liner shall have a hydraulic conductivity no greater than 1 x 10<sup>-9</sup> cm/sec. The geomembrane liner shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salts and acidic and alkaline solutions. The liner material shall be resistant to ultraviolet light. Liner compatibility shall comply with EPA SW-846 Method 9090A.
- 11. The general specification for design and construction is attached as *Figure C, BGT Design and Construction*.

Figure C, BGT Design and Construction

