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. Santa Fe, NM 87505

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 District Office.

999 Pit, Closed-Loop System, Below-Grade Tank, or
Proposed Alternative Method Permit or Closure Plan Application
Type of action: Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method Modification to an existing permit Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop system,
below-grade tank, or proposed alternative method
Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request
Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the nvironment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.
1. Operator: Williams Production Co, LLC OGRID #:
Address:PO Box 640/721 So. Main, Aztec, NM 87410
Facility or well name:Rosa Unit #064
API Number:30-039-21703 OCD Permit Number:
U/L or Qtr/Qtr A Section 29 Township 31 N Range 05W County: Rio Arriba
Center of Proposed Design: Latitude36.87611 Longitude107.37952 NAD: □1927 ☒ 1983
Surface Owner: ☑ Federal ☐ State ☐ Private ☐ Tribal Trust or Indian Allotment
2.
Pit: Subsection F or G of 19.15.17.11 NMAC
Temporary: Drilling Workover
☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A
☐ Lined ☐ Unlined Liner type: Thickness mil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other
☐ String-Reinforced
Liner Seams: Welded Factory Other Volume: bbl Dimensions: L x W x D
3.
Closed-loop System: Subsection H of 19.15.17.11 NMAC
Type of Operation: P&A Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent)
☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other ☐ Lined ☐ Unlined Liner type: Thickness mil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other
☐ Lined ☐ Unlined Liner type: Thickness mil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other
□ Lined □ Unlined Liner type: Thicknessmil □ LLDPE □ HDPE □ PVC □ Other Liner Seams: □ Welded □ Factory □ Other
4. SEP 2008 ©
Below-grade tank: Subsection I of 19.15.17.11 NMAC
Below-grade tank: Subsection For 19.15.17.11 NMAC Volume:120bbl Type of fluid:Produced Water Tank Construction material:Single-wall Steel
Tank Construction material:Single-wall Steel
☐ 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: Thickness40mil
5.
Alternative Method: Submitted of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Rureau 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 specifyPer BLM APD Specifications				
7.				
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)				
8.				
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	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 appro-				
office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of a	pproval.			
Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to dry above-grade tanks associated with a closed-loop system.	ing pads or			
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ 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).	☐ Yes ⊠ No			
- 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. (Applies to temporary, emergency, or cavitation pits and below-grade tanks)	☐ Yes ☑ No ☐ NA			
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image				
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to permanent pits)	☐ Yes ☑ No ☐ NA			
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image				
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. - NM Office of the State Engineer - iWATERS database search; 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	☐ Yes ⊠ No			
 adopted pursuant to NMSA 1978, Section 3-27-3, as amended. Written confirmation or verification from the municipality; Written approval obtained from the municipality 				
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual 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 Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 	☐ Yes ⊠ No			
Within a 100-year floodplain FEMA map	☐ 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 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 19.15.17.12 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:
Previously Approved Operating and Maintenance Plan API Number: (Applies only to closed-loop system that use
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 ₂ 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 Steel Tanks or Haul-off Bins Only: (19.15.17.13.D NMAC) Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if more than two facilities are required.					
Disposal Facility Name: Disposal Facility Permit Number:					
Disposal Facility Name: Disposal Facility Permit Number:					
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and operations? Yes (If yes, please provide the information below) No					
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	С				
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 sour provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate disting considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Just demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	rict office or may be				
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				
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	☐ Yes ☐ No ☐ NA				
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	☐ Yes ☐ No ☐ NA				
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	☐ Yes ☐ No				
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	☐ Yes ☐ No				
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. - NM Office of the State Engineer - iWATERS database; 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 adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No				
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual 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 Geology & Mineral Resources; USGS; NM Geological Society; Topographic map 	☐ Yes ☐ No				
Within a 100-year floodplain FEMA map	☐ Yes ☐ No				
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure pto 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 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements 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. Protocols and Procedures - based upon the appropriate requirements of Subsection F 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 or in case on-site closure standards cannot Soil Cover Design - 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	.15.17.11 NMAC				
	not be achieved)				

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):Michael K. Lane Title:Sr. Environmental Specialist				
Signature:				
e-mail address:myke.lane@williams.comTelephone:505-634-4219				
20. OCD Approval: ☐ Permit Application (including closure plan) ☐ Closure Plan (only) ☐ OCD Conditions (see attachment)				
OCD Representative Signature: Sel Sell Approval Date: 10-28-09				
Title: Enviro/spee 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:				
22. 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.				
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 than two facilities were utilized. Disposal Facility Name:				
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				
Closure Report Attachment Checklist: 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. 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 Facility 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:				
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:				

Hydrogeological Report Williams Production Company, LLC Rosa Unit #64 Regional Hydrological Context

Referenced Well Location:

The referenced well and pit is located on Bureau of Land Management land within Farmington Field Office (FFO) management jurisdiction in Rio Arriba County, New Mexico. This site is positioned in the northeastern portion of the San Juan Basin, an asymetrical syncline that extends from northwestern New Mexico into southwestern Colorado (Carson National Forest DEIS, 2007). Elevation of the referenced well is approximately 6397 feet MSL.

General Regional Groundwater Description:

As a portion of the San Juan Basin, the FFO region is underlain by sandstone aquifers of the Colorado Plateau. The primary aquifer of potential concern at this location is the Unita-Animas Aquifer, composed primarily of Lower Tertiary rocks in the San Juan Basin. The aquifer consists of the San Jose Formation; the underlying Animas formation and its lateral equivalent, the Nacimiento formation; and the Ojo Alamo Sandstone. The thickness of the Unita-Animas aquifer generally increases toward the central part of the basin. In the northeastern part of the San Juan Basin, the maximum thickness of the aquifer is approximately 3500 feet (USGS, 2001). This aquifer contains fresh to moderately saline water.

Groundwater generally flows toward the San Juan River and it tributaries, where it becomes alluvial groundwater or is discharged to stream flow. Additional information regarding the Hydrogeologic setting can be found in the provided references.

Site Specific Information:

Surface Hydrology: The pit is located in lowlands, north of Laguna Seca Draw. The location

is approximately 300 feet from the drainage.

1st Water Bearing Formation: San Jose, Tertiary
Formation Thickness: Approximately 1,900 ft.
Underlying Formation: Nacimiento, Tertiary

Depth to Groundwater: Depth to groundwater is estimated at greater than 100 feet bgs. Within a

one-mile radius of this location, there were no iWATERS wells with recorded water depth information. However, cathodic data associated with the Rosa Units 64 (approximately 300 feet from the pit), 200 (approximately 700 feet from the pit), and 15 (approximately 1000 feet

from the pit) shows a depth to moisture at 250, 60, and 60 feet,

respectively (see Siting Criteria Map I for details).

References:

Allen, Erin. Undated. Colorado Plateau Aquifers.

http://academic.emporia.edu/schulmem/hydro/TERM%20PROJECTS/2007/Allen/Aquifer.html.

New Mexico Energy, Minerals and Natural Resources Department, Division of Mining and Minerals. Database. 2008. Internet accessed August 2008.

New Mexico Office of the State Engineer. August 2008. iWaters database. Internet accessed August 2008.

New Mexico WQCC. 2005. State of New Mexico Water Quality Act and the Water Control Commission Regulations.

United States Department of Agriculture, Forest Service. 2007. Draft Environmental Impact Statement for Surface Management of Gas Leasing and Development. Jicarilla Ranger District, Carson National Forest, Rio Arriba County, New Mexico.

United States Department of the Interior. Bureau of Land Management. 2003. Final Farmington Resource Management Plan and Final Environmental Impact Statement. Farmington Field Office, Farmington, New Mexico.

United States Geological Survey. 2001. Groundwater Atlas of the United States: Arizona, Colorado, New Mexico and Utah. USGS Publication HA 730-C; http://capp.water.usgs.gov.

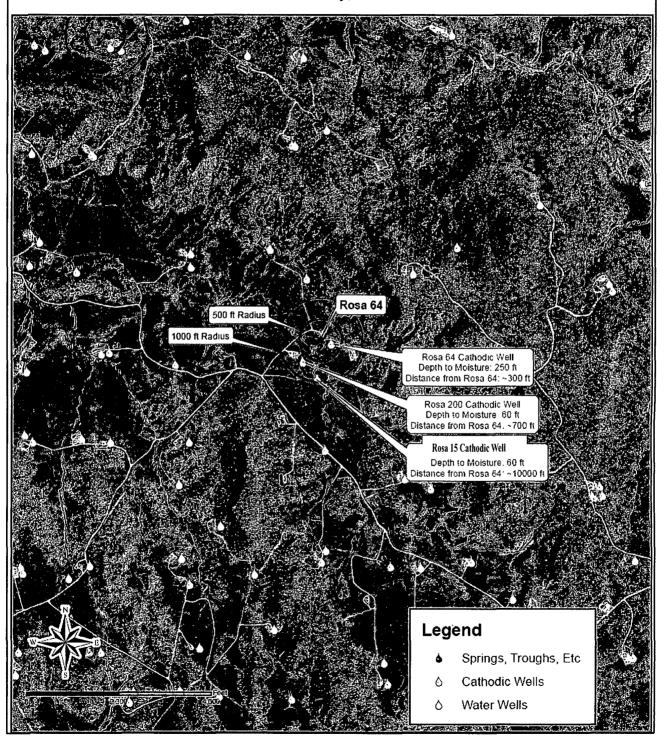
Page 1 of 7 Rosa #64

New Mexico Office of the State Engineer POD Reports and Downloads

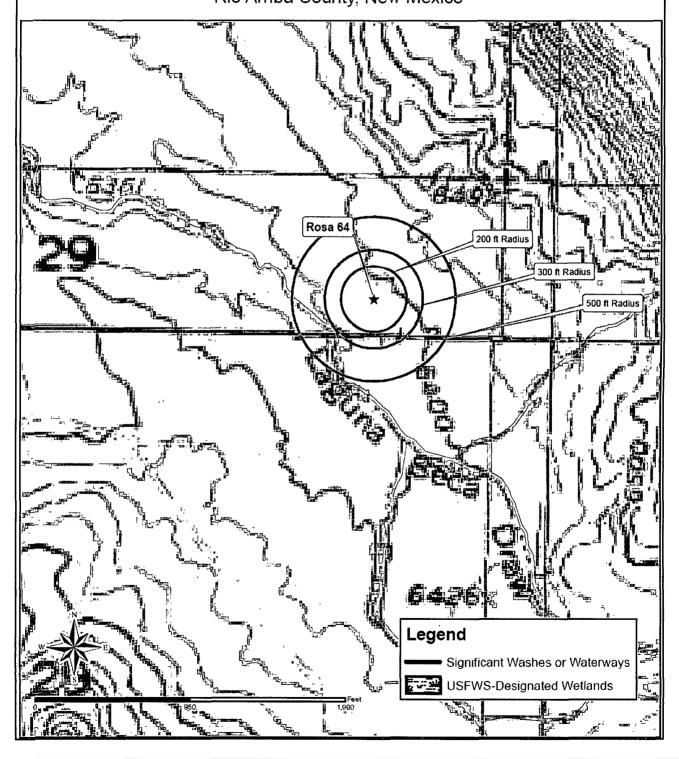
POD / Surface Data ReportAvg Depth to Water ReportWater Column Report	
Owner Name: (First) (Last) Non-Domestic Domestic All	
County: Basin: Number: Suffix:	
NAD27 X: Zone: Search Radius:	
Township: Range: O5W Sections:	

No Records found, try again

Siting Criteria Map I Water Wells, Cathodic Wells, & Springs Williams Exploration and Production Company Rosa #64 T31N, R5W, Section 29, NMPM Rio Arriba County, New Mexico



Siting Criteria Map II Topographic Features Williams Exploration and Production Company Rosa #64 T31N, R5W, Section 29, NMPM Rio Arriba County, New Mexico



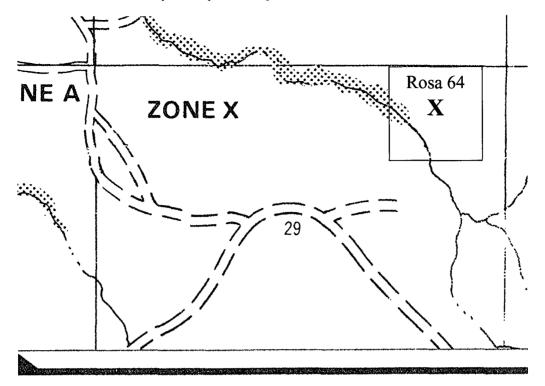
FEMA Map - 100-Year Floodplain:

According to FEMA maps, the location is not within a 100-year floodplain (see attached FEMA map).

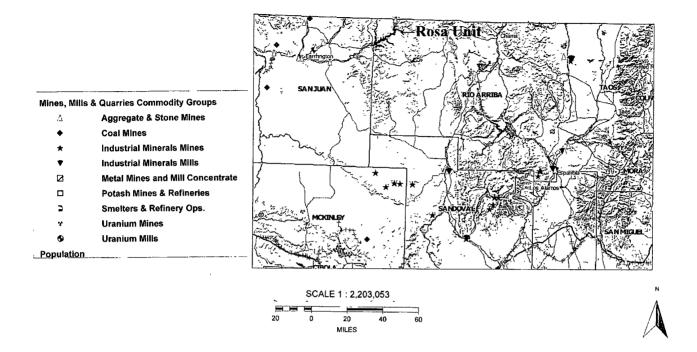
Siting Criteria Compliance Demonstrations:

The Rosa Unit #64 pit is not located in an unstable area. The location is not situated over a mine or a steep slope (see attached New Mexico Mines, Mills, and Quarries Map). Excavated pit material will not be located within 300 feet of a continuously flowing water course; within 200 feet of any other significant water course, lakebed, sinkhole, or playa lake; or within 500 feet of any reported riparian areas or wetlands (see Siting Criteria Map II). The pit is not within 500 feet of any private, domestic fresh water well or spring or within 1000 feet of any other fresh water well or spring (see Siting Criteria Map I). The pit will not be within any incorporated municipal boundaries or defined municipal freshwater well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. The location of the pit is not within 300 feet of any permanent residence, school, hospital, institution, or church.

FEMA 100-Year Floodplain Map: Township 31 North, Range 5 West, Section 29, Unit A



MMQonline Public Version



Williams Production Co., LLC San Juan Basin: New Mexico Assets

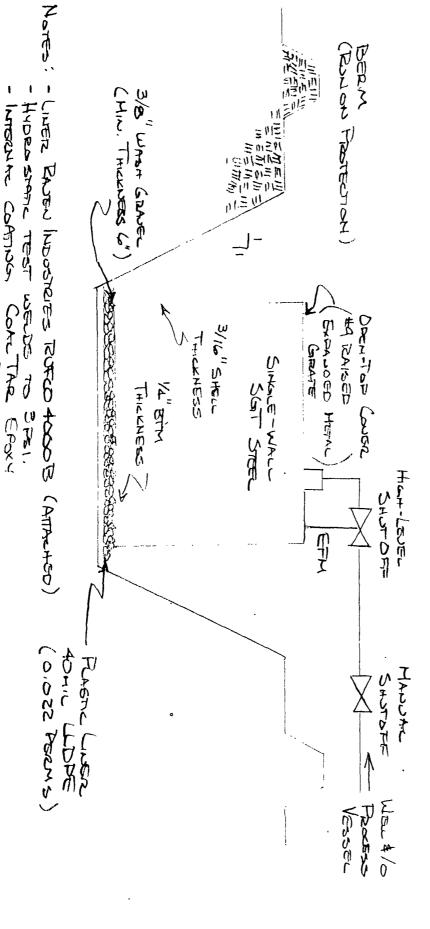
Production Pit: Subgrade Tank Design and Construction Plan

In accordance with Rule 19.15.17 NMAC, the following plan describes the general design and construction (D&C) of production pits using subgrade tanks on Williams Production Co, LLC (WPX) locations in the San Juan Basin of New Mexico. For those production pits which do not conform to this standard plan, a separate well specific D&C plan will be developed and utilized.

General Plan Requirements:

- 1. WPX will design and construct a production pit to contain liquids associated with the dehydration and compression of produced natural gas, which will prevent contamination of fresh water resources and protect public health and the environment.
- 2. The pit will be located as close as possible to the well and associated production/process equipment to minimize surface disturbance. Prior to excavation for the pit, topsoil will be stripped and stockpiled on the well location.
- 3. The excavation will have a firm compacted bottom and firm sloped sidewalls that are stable for the soil conditions. If necessary the sidewalls will be reinforced with cribbing. The excavation bottom will be covered with a 40-mil LLDPE liner (spec sheet attached) with a permeability of 0.022USPerms (1.7X10-10 cm/sec).
- 4. The subgrade tank (SGT) will be constructed of single-wall steel, welded following appropriate API and industry codes, coated with an epoxy based paint, covered with a steel #9 mesh screen, and equipped with a EFM to monitor high liquid levels and automatically shut off liquid discharges.
- 5. A solid riser pipe will be installed to allow withdrawal of liquids by suction. The riser will draw from the bottom of the SGT, capped when not in use and sloped to the pit to allow drainage of liquids not collected during withdrawal operations.
- 6. The SGT will be placed on a six-inch layer of washed 3/8"+ gravel to allow visual inspection for possible leaks.
- 7. The excavation and pit will be protected from runon by the construction of a compacted earthen berm.
- 8. Fencing will be constructed to protect livestock/wildlife as specified by the federal Surface Management Agency or, if not federal land/minerals, NMOCD rule 17 requirements.
- 9. WPX will post a well sign in accordance with the federal Surface Management Agency and rule 19.15.3.103.

TYPICAL SUBSIDERADE TANK



MYKE LANE.

- Exiscor

COATING

DUR-PLATE TROXY

- TANK VOLUME

75-120 836

			RUFCO	2000B	RUFCO	3000B	RUFCO	4000B
	Properties	Test Method	Min. Roll Averages	Typical Roll Averages	Min. Roll Averages	Typical Roll Averages	Min. Roll Averages	Typical Roll Averages
	. Thickness mils (mm)	ASTM D 5199	20.0 (0.50)	21.0 (0.53)	30.0 (0.75)	31.2 (0.78)	40.0 (1.00)	41.5 (1.04)
	Density g/cm³	ASTM D792 or ASTM D1505	0.939	Max.	0.939	Max.	0.939	Max.
	Tensile Strength Ibf/in,width (N/mm width)	ASTM D638/D6693 1. Tensile Strength at Break 2. % Elongation at Break	76 (13) 800	104 (18) 875	114 (20) 800	144 (24) 875	152 (27) 800	185 (32) 875
	Hydrostatic Resistance psi (kPa)	ASTM D751 (814)	118 (841)	122 (1206)	175 (1241)	180 (1586)	230 (1724)	250
	Puncture Resistance lbf (N)	ASTM D4833 (130)	30 (195)	44 (200)	45 (270)	60 (270)	60 (334)	75
	Tear Resistance lbf (N)	ASTM D1004 (49)	11 (62)	14 (71)	16 (89)	20 (98)	22 (120)	27
	Volatile Loss Method A	ASTM 1203		<1%		<1%		<1%
	Resistance to Soil Burial (% change maximum in original value)	ASTM D3083 1. Tensile Strength at Yield 2. Tensile Strength at Break 3. Elongation at Yield 4. Elongation at Break 5. Modulus of Elasticity		±10%		±10%		±10%
	Low Temp, Impact Failure Temp F (C)	ASTM D746	(< -70)	< -94	(< -70)	< -94	(< -70)	< -94
	Dimensional Stability % Change	ASTM D1204		<2		< 2		<2
	Environmental Stress Crack Resistance Hours to failure	ASTM D5397 Appendix A		> 400		√> 400		> 400
	Carbon Black %	ASTM D1603 or D4218	2.0	2.5	2.0	2.5	2.0	2.5
2.	Perms grains/ft²/hr/in. Hg (grams/m⁴/day/mm Hg)	ASTM E96 Method A 73° F, 50% RH		0.045 (0.030)		0.029 (0.019)		0.022 (0.014)
	FACTORY SEAM REQUIREMENTS (CM/SEC)			3,6×10-1	0 2	.3 K10-16	S	1.7× 1016
	Bonded Seam Strength lbf/in, width (N/cm width)	ASTM D4545 Mod.*	40 (70)	45 (79)	60 (105)	68 (119)	75 (131)	80 (140)
	Seam Peel Adhesion Ibt/in. width (N/cm width)	ASTM D4545 Mod.*	30 (53)	36 (63)	45 (79)	53 (93)	60 (105)	69 (121)

Nominal Weight /Thousand Square Feet: RUFCO 2000B - 105 lbs., RUFCO 3000B - 157 lbs., RUFCO 4000B - 210 lbs.

Rufco 3000B meets or exceeds ASTM E-1745, Class "A" standard for water vapor retarders used in contact with soil or granular fill under concrete slabs.

Note: To the best of our knowledge, unless otherwise stated, these are typical property values and are intended as guides only, not as specification limits. NO WARRANTIES ARE MADE AS TO THE FITNESS FOR A SPECIFIC USE OR MERCHANTABILITY OF PRODUCTS REFERRED TO, no guarantee of satisfactory results from reliance upon contained information or recommendations and disclaims all liability for resulting loss or damage.



Engineered Films Division

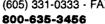
PLANT LOCATION

Sioux Falls, South Dakota

www.rufco.com

SALES OFFICE

P.O. Box 5107 Sioux Falls, SD 57117-5107 (605) 335-0174 (605) 331-0333 - FAX





ISO 9001:2000 CERTIFIED MANAGEMENT SYSTEM

2/08 EFD 1078

^{*} Raven Industries performs seam testing at 12" per minute.

Williams Production Co., LLC San Juan Basin: New Mexico Assets

Production Pit: Subgrade Tank Operations and Maintenance Plan

In accordance with Rule 19.15.17 NMAC, the following plan describes the general operations and maintenance (O&M) of production pits using subgrade tanks on Williams Production Co, LLC (WPX) locations in the San Juan Basin of New Mexico. For those production pits which do not conform to this standard O&M plan, a separate well specific O&M plan will be developed and utilized.

- 1. WPX will only allow produced liquids meeting the RCRA exemption for O&G wastes to be stored in the SGT. WPX will not discharge or store any hazardous waste as defined under RCRA 40CFR 261 and 19.15.1.7.W(3) NMAC in any temporary pit.
- 2. Produced water will be disposed by evaporation or transport any of the following NMOCD approved facilties depending on the well location: Basin Disposal, Inc in Bloomfield, New Mexico (Permit # NM-01-005), Williams Rosa SWD#1 (Permit # SWD-916), Williams Rosa #94 (Permit # SWD-758), Burlington Resources Jillson SWD#1 (Permit #R10168A), or other NMOCD approved water disposal facilities.
- 3. WPX shall maintain sufficient freeboard for to prevent overtopping. Discharges to the pit will be shutoff automatically if the high-level alarm is triggered from the EFM or manually if the EFM is not functional.
- 4. Any oil or hydrocarbon collecting on the pit will be removed. Saleable condensate will be returned to the sales tank. Slop oil from compression will be recycled with Safety Kleen, Farmington, NM or Hydropure, Aztec, NM (No Permit Required).
- 5. If the tank integrity is compromised:
 - a. All discharges will be shut off to the pit.
 - b. All liquids will be removed as soon as possible but no more that within 24 hours of discovery
 - c. WPX will notify and report to NMOCD as follows:
 - i. If the release is less than 25 bbls, the Aztec District Office by phone or email within 48-hours of discovery and repair.
 - ii. If the release is suspected to be greater than 25 bbls, the Aztec District Office and the Environmental Bureau Chief by phone for immediate verbal notification pursuant to 19.15.3.116.B (1)(d).
 - d. Written Spill/Release reports will be submitted on Form C-141 per 19.15.3.116.C NMAC within 15 days to the Aztec District Office.
- 6. Berms around the perimeter of the pit, shall be maintained as protection from run-on.
- 7. WPX will inspect the SGT pit monthly. Electronic copies of the inspections will be kept at the WPX San Juan Basin office for a minimum of five years following completion. Copies of the inspections will be available to NMOCD upon request.

Williams Production Co., LLC San Juan Basin: New Mexico Assets

Production Pit: Subgrade Tank Closure Plan

In accordance with Rule 19.15.17.13 NMAC, the following plan describes the general closure requirements of below-grade tanks (BGT), including Subgrade tanks (SGT), on Williams Production Co, LLC (WPX) locations in the San Juan Basin of New Mexico. This is WPX's standard procedure for all out-of-service BGTs used to store produced liquids during production operations at gas wells operated by WPX.

For those closures which do not conform to this standard closure plan, a separate well/pit specific closure plan will be developed and utilized. All closure activities will include proper documentation and will be submitted to OCD within 60 days of the pit closure on a Closure Report using Division Form C-144. The Report will include the following:

- Plot Plan (Pit Diagram)
- Available Inspection reports

- Sampling Results
- Waste disposal documentation

General Plan Requirements:

- 1. All piping will be rerouted to an alternative produced water storage/disposal location (e.g. surface tanks, temporary frac tank, ...). The well will be temporarily shutin until the rerouting is completed.
- 2. All produced water will be removed from the BGI following discharge-pipe rerouting. Produced water will be disposed of by injection at one of the Williams Production Rosa Unit Salt Water Disposal wells: Rosa SWD #1 (API: 30-039-27055) I-23-31N-06W Permit SWD-916 or Rosa Unit #94 (API: 30-039-23035) K-16-31N-05W, Permit SWD-758.
- 3. Notice of Closure will be given to the landowner or SMA, and the Aztéc District office between 72 hours and one week of the scheduled closure via email or phone. The notification of closure will include the following:
 - a. Operators Name (WPX)
 - b. Well Name and API Number
 - c. Location (USTR)
- 4. The BGT and all associated materials will be removed, and recycled, reused, or disposed, of in a Division-approved facility. All materials that can not be recycled or reused will be treated a solid waste and will be disposed of at a licensed disposal facility (probably San Juan Regional Landfill operated by Waste Management under NMED Permit SWM-052426).
- 5. Following removal of the tank and any liner material, a five-point composite sample will be taken of the excavation and tested per 19.15.17.13(B)(1)(b) NMAC. In the event that the criteria are not met (See Table 1), a release will be reported following Rule 116 and impacted soils will be excavated and hauled to Envirotech Landfarm near Bloomfield, NM (NMOCD Permit NM-01-0011). Approval to haul will be requested of the Aztec District office prior to initiation.

Table 1: Closure Criteria for BGTs

Table 1. Closure Ciliena for BO15						
	WILL TO STITLE STATE	開露網路等達到2007月20日10日17年至14月1	國國的政治官官官宣言管理			
	Benzene	EPA SW-846 Method 8021B or 8260B	0.2			
	BTEX	EPA SW-846 Method 8021B or 8260B	50			
	TPH	EPA SW-846 Method 8015 M(Full Range)*	100			
	j	or Method 418.1				
	Chlorides	EPA SW-846 Method 300.1	250			

^{*} Preferred method

- 6. Upon completion of the tank removal and any necessary soil remediation, the excavation will be backfilled with non-waste earthen material compacted to native and covered with a minimum of one foot of top soil. The surface will be recontoured to match the native grade.
- 7. For those portions of the former pit area no longer required for production activities, WPX will seed the disturbed areas the first growing season after the pit is covered. Seeding will be accomplished via drilling on the contour whenever practical, or by other Division-approved methods. Vegetative cover will equal 70% of the native perennial vegetative cover (un-impacted) consisting of at least three native plant species, including at least one grass, but not including noxious weeds, and maintained that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs. Note: WPX assumes the seeding stipulations including mix and seeding methods specified by the Surface Management Agency (BLM, BOR, USFS, Tribal, etc.) or Land owner as part of a surface use agreement or APD are Division-approved methods unless notified by the Division of their unacceptability.
- 8. For those portions of the former pit area required for production activities, reseeding will be done at well abandonment, and following the procedure noted above.