District I 1625 N. French Dr., Hobbs, NM 88240 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

2009 APR 20

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.

Closed-Loop System Relow-Grade Tank or

Tit, Closed-Loop System, Delow-Grade Tank, or				
Proposed Alternative Method Permit or Closure Plan Application				
Type of action: Existing BGT 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 environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinance.				
Ogrator: XTO Energy, Inc. OGRID #: 5380				
Address: #382 County Road 3100, Aztec, NM 87410				
Facility or well name: Gardner C #3A				
API Number: 30-045-32056 OCD Permit Number:				
U/L or Qtr/Qtr P Section 31 Township 32N Range 09W County: San Juan				
Center of Proposed Design: Latitude 36.936400 Longitude 107.709834 NAD: ☐1927 ☑ 1983				
Surface Owner: ☑ Federal ☐ State ☐ Private ☐ Tribal Trust or Indian Allotment				
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				
☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other				
☐ Lined ☐ Unlined Liner type: Thicknessmil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other				
Liner Seams: Welded Factory Other				
Below-grade tank: Subsection of 19.15.17.11 NMAC				
☐ Visible sidewalls and liner ☐ Visible sidewalls only ☒ Other Visible sidewalls, vaulted, automatic high-level shut off, no liner				
Liner type: Thicknessmil				
5.				
Alternative Method: Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.				
Form C-144 Oil Conservation Division Page 1 of 5				

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,		
 Siting Criteria Compliance Demonstrations - base Design Plan - based upon the appropriate require ○ Operating and Maintenance Plan - based upon the ○ Closure Plan (Please complete Boxes 14 through and 19.15.17.13 NMAC 	asched to the application. Please indicate, ased upon the requirements of Paragraph (4 y Pits) - based upon the requirements of Paragraph (5 y Pits) - based upon the appropriate requirements of 19 yearnests of 19.15.17.11 NMAC appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.12 in 18, if applicable) - based upon the appropriate requirements of 19.15.17.18 in 18, if applicable)	by a check mark in the box, that the documents are of of Subsection B of 19.15.17.9 NMAC ragraph (2) of Subsection B of 19.15.17.9 NMAC 9.15.17.10 NMAC NMAC riate requirements of Subsection C of 19.15.17.9 NMAC
Previously Approved Design (attach copy of desig	n) API Number:	or Permit Number:
12. Closed-loop Systems Permit Application Attachment Instructions: Each of the following items must be attached. Geologic and Hydrogeologic Data (only for on-Siting Criteria Compliance Demonstrations (onl Design Plan - based upon the appropriate requir Operating and Maintenance Plan - based upon the Closure Plan (Please complete Boxes 14 through and 19.15.17.13 NMAC	site closure) - based upon the requirements by for on-site closure) - based upon the apprements of 19.15.17.11 NMAC the appropriate requirements of 19.15.17.12	s of Paragraph (3) of Subsection B of 19.15.17.9 ropriate requirements of 19.15.17.10 NMAC
☐ Previously Approved Design (attach copy of desig	n) 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: Sub Instructions: Each of the following items must be attached. Hydrogeologic Report - based upon the requirer Siting Criteria Compliance Demonstrations - ba Climatological Factors Assessment Certified Engineering Design Plans - based upon Dike Protection and Structural Integrity Design Leak Detection Design - based upon the appropulation Liner Specifications and Compatibility Assessmuch Quality Control/Quality Assurance Construction Operating and Maintenance Plan - based upon the Freeboard and Overtopping Prevention Plan - based upon the Nuisance or Hazardous Odors, including H2S, Pemergency Response Plan Oil Field Waste Stream Characterization Monitoring and Inspection Plan Erosion Control Plan Closure Plan - based upon the appropriate requirements.	ments of Paragraph (1) of Subsection B of 1 sed upon the appropriate requirements of 19.15.17 based upon the appropriate requirements riate requirements of 19.15.17.11 NMAC nent - based upon the appropriate requirements of and Installation Plan the appropriate requirements of 19.15.17.12 ased upon the appropriate	19.15.17.9 NMAC 9.15.17.10 NMAC .11 NMAC of 19.15.17.11 NMAC ents of 19.15.17.11 NMAC 2 NMAC 19.15.17.11 NMAC
Proposed Closure: 19.15.17.13 NMAC Instructions: Please complete the applicable boxes, If Type: Drilling Workover Emergency		-
☐ In-place B	sed-loop systems only) od (Only for temporary pits and closed-loop urial On-site Trench Burial	e Santa Fe Environmental Bureau for consideration)
Waste Excavation and Removal Closure Plan Chec closure plan. Please indicate, by a check mark in the Protocols and Procedures - based upon the appropriate Confirmation Sampling Plan (if applicable) - ba Disposal Facility Name and Permit Number (for Soil Backfill and Cover Design Specifications - Re-vegetation Plan - based upon the appropriate Site Reclamation Plan - based upon the appropriate	box, that the documents are attached. opriate requirements of 19.15.17.13 NMAC sed upon the appropriate requirements of S r liquids, drilling fluids and drill cuttings) based upon the appropriate requirements of erequirements of Subsection 1 of 19.15.17.	Subsection F of 19.15.17.13 NMAC of Subsection H of 19.15.17.13 NMAC 13 NMAC
Form C-144	Oil Conservation Division	Page 3 of 5

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

*	
Operator Application Certification:	
I hereby certify that the information submitted wit	this application is true, accurate and complete to the best of my knowledge and belief.
Name (Print): Kim Champlin	Title: Environmental Representative
Signature: Sim Chainplin	
Signature: 7/111 Wainskin	Date:3/11/2009
e-mail address: <u>kim_champlin@xtoenergy.con</u>	Telephone: (505) 333-3100
20.	
	g closure plan)
OCD Representative Signature: <u>Jaclyn E</u>	Approval Date: 09/19/2022
Title: Environmental Specialist-A	OCD Permit Number: BGT1
Instructions: Operators are required to obtain an The closure report is required to be submitted to t	are completion): Subsection K of 19.15.17.13 NMAC approved closure plan prior to implementing any closure activities and submitting the closure report the division within 60 days of the completion of the closure activities. Please do not complete this that been obtained and the closure activities have been completed.
	Closure Completion Date:
22. Closure Method: Waste Excavation and Removal On-Site If different from approved plan, please explain	Closure Method
	ure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: ties for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more tha
Disposal Facility Name:	Disposal Facility Permit Number:
Disposal Facility Name:	
	ated activities performed on or in areas that will not be used for future service and operations?
Required for impacted areas which will not be used Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seedin	for future service and operations:
Closure Report Attachment Checklist: Instructor mark in the box, that the documents are attached. Proof of Closure Notice (surface owner and Proof of Deed Notice (required for on-site of Plot Plan (for on-site closures and temporary Confirmation Sampling Analytical Results (Waste Material Sampling Analytical Results (Disposal Facility Name and Permit Number Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seedin Site Reclamation (Photo Documentation) On-site Closure Location: Latitude	osure) pits) f applicable) (required for on-site closure)
25.	
Operator Closure Certification: I hereby certify that the information and attachmen belief. I also certify that the closure complies with	ts submitted with this closure report is true, accurate and complete to the best of my knowledge and all applicable closure requirements and conditions specified in the approved closure plan.
Name (Print):	Title:
Signature:	Date:
e-mail address:	
r-man aduress.	receptione.
Form C-144	Oil Conservation Division Page 5 of 5

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DESTRUCT I P.O. Box 1980, Hobbs, M.M. 68941-1980

811 South First, Artesia, N.M. 88210

1000 Rio Brusos Rd., Asteo, M.M. 67410

DESTRUCT IV 2040 South Pacheco, Santa Fe, HM 87504-2086 P.O. Box 2088 Santa Fe, NM 87504-2088

OIL CONSERVATION DIVISION

State of New Mexico Energy, Minerals & Natural Resources Department

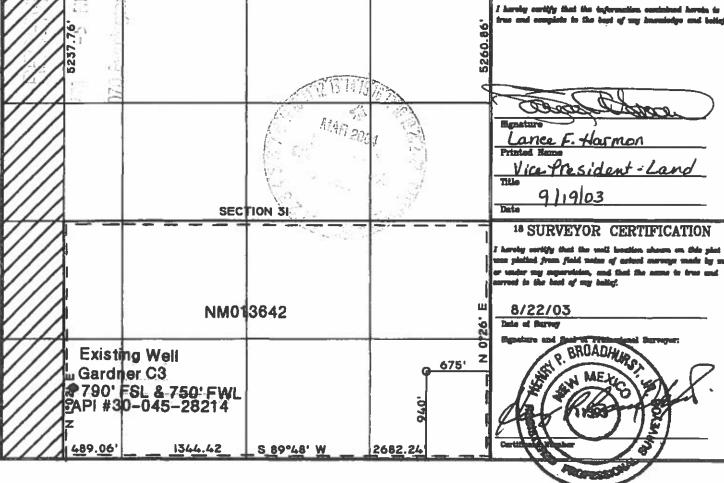
Form C-102 Revised Febuary 21, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

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WELL LOCATION AND ACREAGE DEDICATION PLAT

30-0	Manhar -	32056		*Pool Code 7/62	9	Basin F	Pool Ham	Coal		
Property C		727	62		Proper	ty Hame				all Number
363	T	$\hat{\sigma}$	<u>~</u>			NER C				3A
70GED X		723	1111			ter Vame		ł		* Elevation
1480		00	<u> </u>			LORATION				6512
					10 Surfac	e Location				
UL or lot no.	Section	Township	Bango	Lot ldn	Fost from the	North/South line	Feet from the	East/Vot	st. line	County
P	31	32 N	8 W		940	SOUTH	675	EAS	ST	SAN JUAN
			11 Botto	m Hole	Location	If Different Fr	om Surface			
UL or let no.	Section	Township	Rango	Lot ldn	Fost from the		Feet from the	East/Va	st line	County
		}		:		1				
Dedicated Arran Monte or Infill Monachidation Code Corder No.										
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION										
6237.76	15.46	13	15.4*	\$ 89%	25' W	2626.8'	17 OP		CER	TIFICATION contributed herein to contributed and belief



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Va.0		200	Client:	XTO Energy
A Lodestar Service	s.he	Pit Permit	Project:	Pit Permits
	C0 81302	Siting Criteria	Revised:	9-Mar-09
	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	Information Sheet	Prepared by:	Brooke Herb
		ACCIONATION OF THE PARTY OF THE		
API#:		30-045-32056	USPLSS:	T32N,R09W,S31P
Name:		Gardner C #3A	Lat/Long:	36.936400, -107.709834
Depth to groundwater:		> 100'	Geologic formation:	San Jose Formation
Distance to closest continuously flowing watercourse:		es W of Los Pinos River		
Distance to closest significant watercourse, lakebed, playa lake, or sinkhole:	SE of Rat NE of An	of Devils Pockets; 951' E- ttlesnake Canyon; 4135' astacio Spring; 762' N of r tributary of Rattlesnake		
			Soil Type:	Entisols
Permanent residence, school, hospital, institution or church within 300'		No		
	1-17-11		Annual Precipitation:	12.95 inches (Navajo Dam)
Domestic fresh water well or spring within 500'		No	Precipitation Notes:	no significant precip events
Any other fresh water well or spring within 1000'	" - "	No		
Within incorporated municipal boundaries		No	Attached Documents:	Groundwater report and Data, FEMA Flood Zone Map
Within defined municipal fresh water well field		No		Aerial Photo, Topo Map, Mines Mills and Quarries Map
Wetland within 500'		No	Mining Activity:	
				None Near
Within unstable area		No		
Within 100 year flood plain	No -	FEMA Flood Zone 'X'		
Additional Notes:	~ 1200'	NW of a small burn area		
The factor of th				

Gardner C #3A Below Ground Tank Siting Criteria and Closure Plan

General Geology and Hydrology

The San Juan Basin is a typical Rocky Mountain basin with a gently dipping southern flank and a steeply dipping northern flank. Asymmetrically layered Tertiary sandstones and shales, along with Quaternary alluvial deposits, dominate surficial geology (Dane and Bachman, 1965). The proposed pit location will be located in the north central San Juan Basin near Navajo Lake. The predominant geologic formation is the San Jose Formation of Tertiary age, which underlies surface soils and is often exposed (Dane and Bachman, 1965). Deposits of Quaternary alluvial and aeolian sands occur near the surface of the area, especially near streams and washes.

Cretaceous and Tertiary sandstones, as well as Quaternary alluvial deposits serve as the primary aquifers in the San Juan Basin (Stone et al., 1983). In most of the proposed area, the San Jose Formation lies at the surface and overlies the Nacimiento Formation. Thickness of the San Jose ranges from 200 to 2700 feet, thickening from west to east across the region of interest (Stone et al., 1983). Aquifers within the coarser and continuous sandstone bodies of the San Jose Formation are between 0 and 2700' deep in this section of the basin (Stone et al., 1983). Groundwater within these aquifers flows southwest, toward the San Juan River. Little specific hydrogeologic data is available for the San Jose Formation system, but "numerous wells and springs used for stock and domestic supplies" draw their water from the San Jose Formation (Stone et al., 1983).

The prominent soil type(s) at the proposed site are entisols and aridisols, which are defined as soils exhibiting little to no profile development (www.emnrd.state.nm.us). Soils are basically unaltered from their parent rock. Miles of arroyos, washes and intermittent streams exist as part of the drainage network towards the San Juan River. These features often cut into soil and other unconsolidated materials, contributing to sedimentation downstream. The sudden influx of water from storm events easily erodes the soils that cover the area and prohibits effective recharge to the underlying aquifers.

Regional weather further prohibit active recharge. The climate is arid, averaging just over 11 inches of rainfall annually. As is typical of the southwestern United States monsoonal weather patterns, most precipitation falls from July through September. The heaviest rainfall occurs in the summer in isolated, intense cloudbursts. September through June is relatively dry. Snow generally falls from December to mid-February and averages less than one-half inch in depth. However, most recharge occurs during the winter months during snowmelt periods from the upper elevations (Western Regional Climate Center www.wrcc.dri.edu).

The predominant vegetation is sagebrush and grasses with a more restricted pinon-juniper association (Dick-Peddie, 1993).

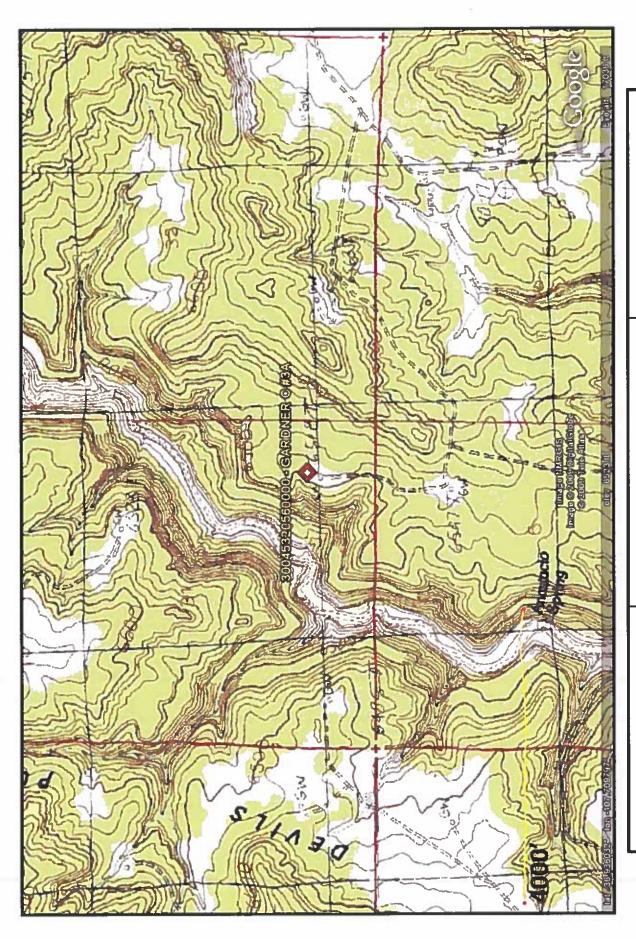
Site Specific Hydrogeology

Depth to groundwater is estimated to be greater than 100 feet. This estimation is based on data from Stone and others (1983), the USGS Groundwater Atlas of the United States and depth to groundwater data published on the New Mexico State Engineer's iWaters Database website. Local topography, proximity to adjacent channels & spring features at similar elevations nearby are also taken into consideration. Groundwater data is extremely limited in this region; the nearest iWaters data point lies 4325 feet to the northwest (SP 04523); this source is an evaporation pond. The closest water well is 2.53 miles to the northeast (SJ 03259).

Beds of water-yielding sandstone are present in the San Jose Formation, which are fluvial in origin and are interbedded with mudstone, siltstone & shale. "Extensive intertonguing" of different members of this formation is reported (Stone et al, 1983). Porous sandstones form the principal aquifers, while relatively impermeable shales and mudstones form confining units between the aquifers (Stone et al., 1983). Local aquifers exist within the San Jose Formation at depths greater than 100 feet and thicknesses of the aquifer can be up to several hundred feet (USGS, Groundwater Atlas of the US; Stone et al, 1983).

A site visit to this location determined that there is a small burn area within a quarter of a mile to the southeast of the site. A playa lake is approximately 3.33 miles to the northwest of the site. Within the cleared area of the playa lake, there are vegetated patches and some man-made berms for stock ponds. Approximately 3.06 miles to the west of the below grade tank site there is an area cleared for agriculture or livestock. Approximately 2.45 miles to the northwest is a drainage basin named Devil's Washpan. This topographic depression can fill with rainwater.

Groundwater data available from the NM State Engineer's iWaters Database for wells near the existing below grade tank are attached. A water well to the northeast is approximately 208 feet higher in elevation then the proposed site. Depth to groundwater within the well is 500 feet below ground surface. Distance to groundwater at the site is estimated to be greater than 100 feet below the ground surface.



Topographic Map San Juan County, NM T32N, R09W, S31P Gardner C#3A Lodestar Services, Inc Durango, CO 81302 PO Box 4465



Lodestar Services, Inc
PO Box 4465
Durango, CO 81302
San Juan County, NM

iWaters Groundwater Data Map



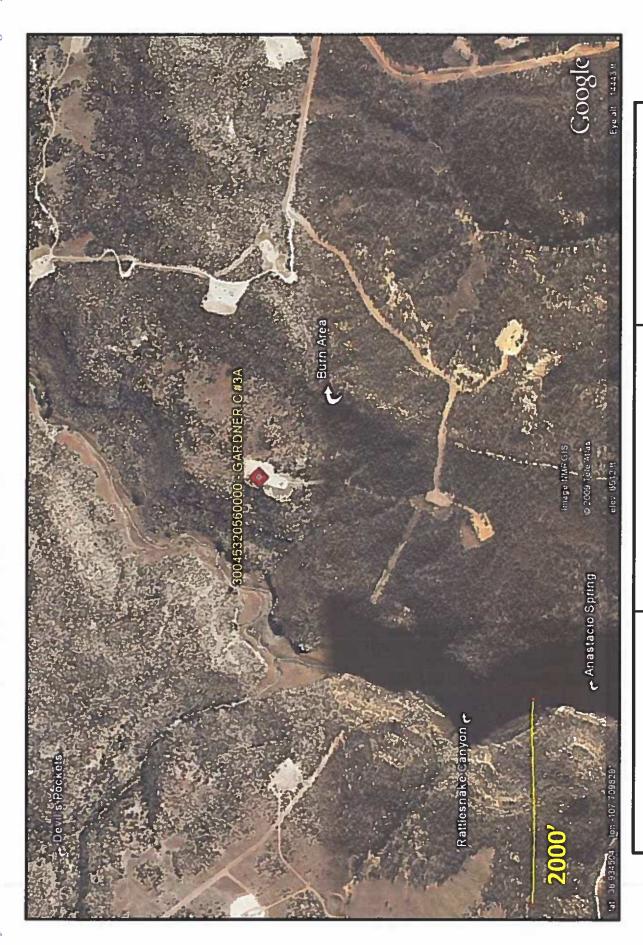
New Mexico Office of the State Engineer Water Column/Average Depth to Water

POD Number	County	000	Sec	Tws	0 0 16 4 Sec Tws Rng	×	ΥDe	pthWellDe	Water Y Depth WellDepth Water Column	Water
SJ 03131	San Juan	3 3 3	22	32N	3 3 22 32N 09W	252963	252963 4094453	843	580	263
Record 1						74	Average Depth to Water	Water	580 feet	
Count:							Minimum Depth.	n Depth:	580 feet	
							Maximum Depth:	a Depth:	580 feet	

New Mexico Office of the State Engineer

Water Column/Average Depth to Water

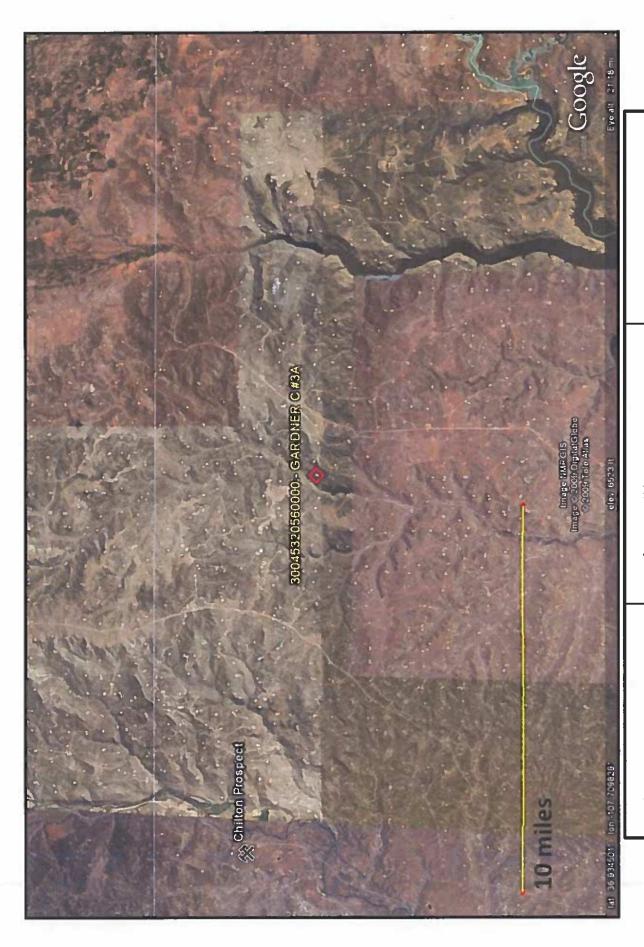
POD		000				W	Water
Number	County	County 64164 SecTws Rng		X	YDepthWellDepthWaterColumn	spthWaterCo	lumn
SJ 02816	San						
	Juan	1 4 1 34 32N08W2626094091861	N08W26260	9409186	1 100		
SJ 03259	Rio						
	Arriba	3 2 1 34 32]	32N08W2626194092063	9409206	3 550	200	50
Record 2				Averag	Average Depth to Water:	: 500 feet	
Count:				Ž	Minimum Depth:	500 feet	
				Max	Maximum Depth:	500 feet	



Lodestar Services, Inc
PO Box 4465
Durango, CO 81302

Gardner C #3A T32N, R09W, S31P San Juan County, NM

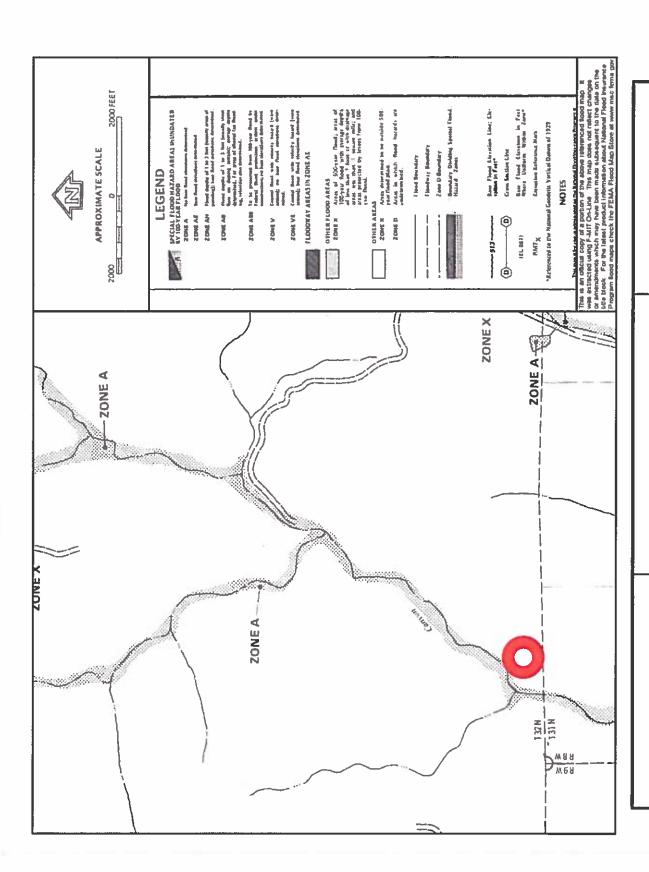
Aerial Photograph



Lodestar Services, Inc Gar PO Box 4465 Durango, CO 81302 San

Gardner C #3A T32N, R09W, S31P San Juan County, NM

Mines, Mills, and Quarries Map



Lodestar Services, Inc
PO Box 4465
Durango, CO 81302
San Juan County, NM

FEMA Flood Zone Map

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Design and Construction Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.11 NMAC the following information describes the design and construction of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

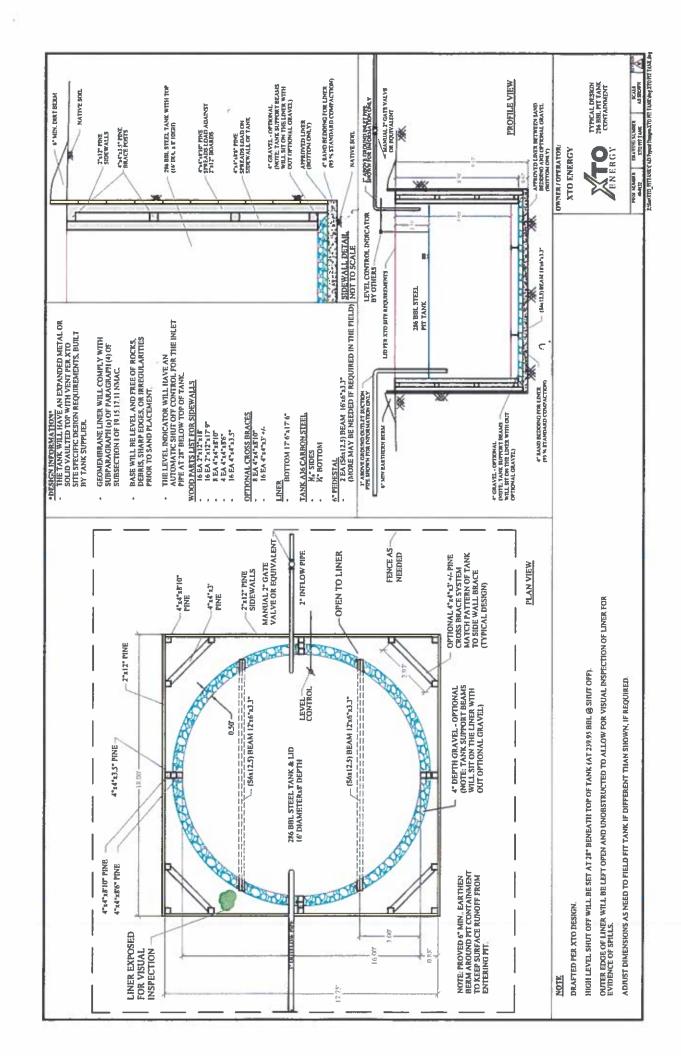
- 1. XTO will design and construct below-grade tanks to contain liquids and solids and prevent contamination of fresh water and protect public health and environment.
- 2. XTO will post a well sign, in compliance with 19.15.3.103 NMAC, on the existing well site operated by XTO where the existing below-grade tank is located. The sign will list the Operator on record as the operator, the location of the well site by unit letter, section, township, range, and emergency telephone numbers.
- 3. XTO is requesting approval of an alternative fencing to be used on below-grade tank locations. Below-grade tank locations will be fenced utilizing 48" steel mesh field-fence (hogwire) with pipe railing along the top. A 6' chain link fence will be utilized around the well pad if the well site is within a city limits or '4 mile of a permanent residence, school, hospital, institution or church. Below-grade tanks located within 1000' of a permanent residence, school, hospital, institution or church will be fenced by 6' chain link fence with at least two strands of barbed wire at the top. All gates associated with below-grade tanks will remain closed and locked when responsible individuals are not on site.
- 4. XTO shall construct below-grade tanks with an expanded metal covering or solid vaulted top on the top of the below-grade tank.
- 5. XTO will ensure that below-grade tanks are constructed of materials resistant to the below-grade tank's particular contents and resistant to damage from sunlight. Tanks will be constructed of A36 carbon steel with 3/16" sides and ¼" bottom. (See attached drawing).
- 6. The below-grade tank system will have 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. Sand bedding (4") will be placed on top of a level foundation to ensure prevention of punctures, cracks or indentations of the liner or tank bottom.
- 7. XTO will construct a berm and/or diversion ditch in a manner that prevents the collection of surface water run-on. Below-grade tanks will be equipped with automatic high level shut-off devices as well as manually operated shut-off valves. (See attached drawing).
- 8. XTO will construct and use below-grade tanks that do not have double walls. The below-grade tank sidewalls will be open for visual inspection for leaks. The sidewalls of the cellar will be constructed with 2" X 12" pine sidewalls and 4" X 4" pine brace posts. The below-grade tank

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XTO Energy Inc.
San Juan Basin (Northwest New Mexico)
General Design and Construction Plan
For Below-Grade Tanks
Page 2

bottom will be elevated a minimum of 6" above the underlying ground surface and the belowgrade tank will be underlain with a geomembrane liner to divert leaked liquid to a location that can be visually inspected. (See attached drawing).

- XTO will equip below-grade tanks designed in this manner with a properly functioning automatic high-level shut-off control device and manual controls to prevent overflows. (See attached drawing).
- 10. XTO will demonstrate to the OCD that the geomembrane liner complies with the specifications of Subparagraph (a) of Paragraph (4) of Subsection I of 19.15.17.11 NMAC and obtain approval from OCD prior to the installation of the design. The geomembrane liner shall have a hydraulic conductivity no greater than 1 x 10-9 cm/sec. The geomembrane liner shall be composed of an impervious, synthetic material that is resistant to petroleum hydrocarbons, salts and acidics and alkaline solutions. The liner material shall be resistant to ultraviolet light. Liner compatibility shall comply with EPA SW-846 method 9090A. (See attached drawing).
- 11. The general specifications for design and construction are attached.



XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Maintenance and Operating Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.12 NMAC the following information describes the operation and maintenance of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

- 1. XTO will operate and maintain below-grade tanks to contain liquids and solids, maintain the integrity of the liner and secondary containment system, prevent contamination of fresh water and protect public health and the environment. Fluid levels will be monitored weekly and high levels will be removed as necessary. Monthly inspections will be conducted to monitor integrity of below-grade tank systems and below-grade tanks will be equipped with automatic high-level shut-off devices.
- 2. XTO will not allow below-grade tanks to overflow and will use berms and/or diversion ditch to prevent surface run on to enter the below-grade tank. Below-grade tanks will be equipped with automatic high-level shut-off control devices as well as manually operated shut-off valves. See attached drawing for vault design and placement of diversion berms and shut-off devices.
- 3. XTO will continuously remove any visible or measurable layer of oil from the fluid surface of below-grade tanks in order to prevent significant accumulation of oil.
 - 4. XTO will inspect the below-grade tank monthly and maintain written records for five years. Monthly inspections will consist of documenting the following: (see attached template),

Well Name

API#

Sec., Twn., Rng.

XTO Inspector's name

Inspection date and time

Visible tears in liner

Visible signs of tank overflow

Collection of surface run on

Visible layer of oil

Visible signs of tank leak

Estimated freeboard

- 5. XTO will maintain adequate freeboard to prevent over topping of the below-grade tank. High level shut-off devices control the freeboard at an average of 28" beneath the top of the tank.
- XTO will not discharge into or store any hazardous waste in any below-grade tank.
- 7. If a below-grade tank develops a leak, or if any penetration of a below-grade tank occurs below the liquids surface, XTO will remove all liquids above the damage or leak line within 48 hours,

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XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Maintenance and Operating Plan For Below-Grade Tanks Page 2

> notify the appropriate division district office within 48 hours of the discovery and repair the damage or replace the below-grade tank. If an existing below-grade tank does not meet current requirements of Paragraphs 1-4 of Subsection I of 19.15.17.11 NMAC the tank will be modified or retrofitted to comply. If compliance can not be achieved XTO will implement the approved closure plan.

	:	MONTH	ILY BELO	MONTHLY BELOW GRADE TANK INSPECTION FORM	NSPECTIO	N FORM		
Well Name:					API No.:			
	(:		-			,
Legals	Sec.		Township:		Range:			
XTO Inspector's Name	Inspection	Inspection	Any visible liner	Any visible signs of tank overflows (Y/N)	Collection of surface run on (Y/N)	Visible layer	Any visible signs of a tank leak (Y/N)	Freeboard Est. (ft)
				×				
		*						
Notes:	Provide De	Provide Detailed Description:	otion:				-	
Misc:								

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks

In accordance with Rule 19.15.17.13 NMAC the following information describes the closure requirements of below-grade tanks on XTO Energy Inc. (XTO) locations. This is XTO's standard procedure for all below-grade tanks. A separate plan will be submitted for any below-grade tank which does not conform to this plan.

General Plan

- XTO will close below-grade tanks within the time periods provided in 19.15.17.13 NMAC, or by an earlier date that the division requires because of imminent danger to fresh water, public health or the environment.
- XTO will close a below-grade tank that does not meet the requirements of Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC or is not included in Paragraph (5) of Subsection I of 19.15.17.11 NMAC within five years after June 16, 2008, if not retrofitted to comply with Paragraphs (1) through (4) of Subsection I of 19.15.17.11 NMAC.
- XTO will close a permitted below-grade tank within 60 days of cessation of the below-grade tank's operation or as required by the transitional provisions of Subsection B of 19.15.17.17
 NMAC in accordance with a closure plan that the appropriate division district office approves.
 The closure report will be filed on form C-144.
- 4. XTO will remove liquids and sludge from below-grade tanks prior to implementing a closure method and will dispose of the liquids and sludge in a division-approved facility. Approved facilities and waste streams include:

Envirotech Permit No. NM01-0011 and IEI Permit No. NM 01-0010B

Soil contaminated by exempt petroleum hydrocarbons

Produced sand, pit sludge and contaminated bottoms from storage of exempt wastes

Basin Disposal Permit No. NM01-005 Produced water

- 5. XTO will remove the below-grade tank and dispose of it in a division approved facility or recycle, reuse, or reclaim it in a manner that the appropriate division district office has approved prior to removal. Any associated liners will be removed, properly cleaned and disposed of per 19.15.9.712 NMAC at San Juan County Landfill. Documentation of the final disposition will be included in the closure report.
- XTO will remove any on-site equipment associated with a below-grade tank unless the equipment is required for some other purpose.
- 7. XTO will test the soils beneath the below-grade tank to determine whether a release has occurred. At a minimum 5 point composite sample will be collected along with individual grab samples from any area that is wet, discolored or showing other evidence of a release. Samples will be

XTO Energy Inc.
San Juan Basin (Northwest New Mexico)
General Closure Plan
For Below-Grade Tanks
Page 2

analyzed for BTEX, TPH and chlorides to demonstrate that the benzene concentration, as determined by EPA SW-846 methods 8021B or 8260B or EPA method that the division approves, does not exceed 0.2 mg/kg; total BTEX concentration, as determined by EPA SW-846 methods 8021B or 8260B or other EPA method that the division approves, does not exceed 50 mg/kg; the TPH concentration, as determined by EPA method 418.1 or other EPA method that the division approves, does not exceed 100mg/kg; and the chloride concentration, as determined by EPA method 300.1 or other EPA method that the division approves, does not exceed 250 mg/kg, or the background concentration, whichever is greater. XTO will notify the division of its results on form C-141.

- 8. If XTO or the division determines that a release has occurred, XTO will comply with 19.15.3.116 NMAC and 19.15.1.19NMAC as appropriate.
- 9. If the sampling program demonstrates that a release has not occurred or that any release does not exceed the concentrations specified in Paragraph (4) of Subsection E of 19.15.17.13 NMAC, XTO will backfill the excavation with compacted, non-waste containing, earthen material; construct a division prescribed soil cover; recontour and re-vegetate the site.
- 10. Notice of Closure operations will be given to the Aztec Division District III office between 72 hours and one week prior to the start of closure activities via email or verbally. The notification will include the following:
 - i. Operator's name
 - ii. Well Name and API Number
 - iii. Location by Unit Letter, Section, Township, and Range

The surface owner shall also be notified prior to the implementation of any closure operations of below-grade tanks as per the approved closure plan using certified mail, return receipt requested.

- 11. Re-contouring of location will match fit, shape, line, form and texture of the surrounding area.

 Re-shaping will include drainage control, prevent ponding, and prevent erosion. Natural drainages will be unimpeded and water bars and/or silt traps will be placed in areas where needed to prevent erosion on a large scale. Final re-contour shall have a uniform appearance with smooth surface, fitting the natural landscape.
- 12. A minimum of 4 feet of cover shall be achieved and the cover shall include 1 foot of suitable material to establish vegetation at the site, or the background thickness of topsoil, whichever is greater. Soil cover will be constructed to the site's existing grade and ponding of water and erosion of the cover material will be prevented with drainage control, natural drainages and silt traps where needed.
- XTO will seed the disturbed areas the first growing season after the operator closes the pit. Seeding will be accomplished via drilling on the contour whenever practical or by other division-approved methods. BLM or Forest Service stipulated seed mixes will be used on federal lands. 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 maintain that cover through two successive growing seasons. Repeat seeding or planting will be continued until successful vegetative growth occurs.

XTO Energy Inc. San Juan Basin (Northwest New Mexico) General Closure Plan For Below-Grade Tanks Page 3

- 14. All closure activities will include proper documentation and be available for review upon request and will be submitted in closure report form to OCD within 60 days of closure of the below-grade tank. Closure report will be filed on form C-144 and incorporate the following:
 - i. Proof of closure notice to division and surface owner;
 - ii. Details on capping and covering, where applicable;
 - iii. Inspection reports;
 - iv. Confirmation sampling analytical results;
 - v. Disposal facility name(s) and permit number(s);
 - vi. Soil backfilling and cover installation;
 - vii. Re-vegetation application rates and seeding techniques, (or approved alternative to re-vegetation requirements if applicable);
 - viii. Photo documentation of the site reclamation.

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 143737

QUESTIONS

Operator:	OGRID:
HILCORP ENERGY COMPANY	372171
1111 Travis Street	Action Number:
Houston, TX 77002	143737
	Action Type:
	[C-144] Legacy Below Grade Tank Plan (C-144LB)

QUESTIONS

Facility and Ground Water	
Please answer as many of these questions as possible in this group. More information will help us in	dentify the appropriate associations in the system.
Facility or Site Name	GARDNER C 3A
Facility ID (f#), if known	Not answered.
Facility Type	Below Grade Tank - (BGT)
Well Name, include well number	GARDNER C 3A
Well API, if associated with a well	3004532056
Pit / Tank Type	Not answered.
Pit / Tank Name or Identifier	Not answered.
Pit / Tank Opened Date, if known	Not answered.
Pit / Tank Dimensions, Length (ft)	Not answered.
Pit / Tank Dimensions, Width or Diameter (ft)	Not answered.
Pit / Tank Dimensions, Depth (ft)	Not answered.
Ground Water Depth (ft)	Not answered.
Ground Water Impact	Not answered.
Ground Water Quality (TDS)	Not answered.

Below-Grade Tank	
Subsection I of 19.15.17.11 NMAC	
Volume / Capacity (bbls)	286
Type of Fluid	Produced Water
Pit / Tank Construction Material	Steel
Secondary containment with leak detection	Not answered.
Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off	Not answered.
Visible sidewalls and liner	Not answered.
Visible sidewalls only	Not answered.
Tank installed prior to June 18. 2008	True
Other, Visible Notation. Please specify	Not answered.
Liner Thickness (mil)	Not answered.
HDPE (Liner Type)	Not answered.
PVC (Liner Type)	Not answered.
Other, Liner Type. Please specify (Variance Required)	Not answered.

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QUESTIONS, Page 2

Action 143737

QUESTI	ONS (continued)
Operator: HILCORP ENERGY COMPANY 1111 Travis Street Houston, TX 77002	OGRID: 372171 Action Number: 143737 Action Type: [C-144] Legacy Below Grade Tank Plan (C-144LB)
QUESTIONS	•
Fencing	
Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tank	s)
Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hospital, institution or church)	Not answered.
Four foot height, four strands of barbed wire evenly spaced between one and four feet	Not answered.
Alternate, Fencing. Please specify (Variance Required)	4' hogwire
Netting	
Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks)	T
Screen	Not answered.
Netting	Not answered.
Other, Netting. Please specify (Variance May Be Needed)	expanded metal or solid vaulted top
la.	
Signs Subsection C of 19.15.17.11 NMAC (If there are multiple operators at a site, each operator must have	e their own sign in compliance with Subsection C of 19.15.17.11 NMAC.)
12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers	Not answered.
Signed in compliance with 19.15.16.8 NMAC	True
Variances and Exceptions Justifications and/or demonstrations ofequivalency are required. Please refer to 19.15.17 NMAC for Please check a box if one or more of the following is requested, if not leave blank:	guidance.
Variance(s): Requests must be submitted to the appropriate division district for consideration of approval.	Not answered.
Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval	Not answered.

District III

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QUESTIONS, Page 3

Action 143737

QUESTIONS (continued)		
Operator:	OGRID:	
HILCORP ENERGY COMPANY	372171	
1111 Travis Street	Action Number:	
Houston, TX 77002	143737	
	Action Type:	
	[C-144] Legacy Below Grade Tank Plan (C-144LB)	

QUESTIONS Siting Criteria (regarding permitting) 19.15.17.10 NMAC

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

Siting Criteria, General Siting	
Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank	No
NM Office of the State Engineer - iWATERS database search	True
USGS	Not answered.
Data obtained from nearby wells	Not answered.

Siting Criteria, Below Grade Tanks	
Within 100 feet of a continuously flowing watercourse, significant watercourse, lakebed, sinkhole, wetland or playa lake (measured from the ordinary high-water mark)	No
Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption	No

roposed Closure Method	
Below-grade Tank	Below Grade Tank - (BGT)
Waste Excavation and Removal	True
Alternate Closure Method. Please specify (Variance Required)	Not answered.

Operator Application Certification	
Registered / Signature Date	03/11/2009

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ACKNOWLEDGMENTS

Action 143737

ACKNOWLEDGMENTS

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	Action Type:
	[C-144] Legacy Below Grade Tank Plan (C-144LB)

ACKNOWLEDGMENTS

V	I acknowledge that I have received prior approval from the OCD to submit documentation of a legacy below-grade tank on behalf of my operator.
V	I hereby certify that the information submitted with this documentation is true, accurate and complete to the best of my knowledge and belief.

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CONDITIONS

Action 143737

CONDITIONS

Operator:	OGRID:
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1111 Travis Street	Action Number:
Houston, TX 77002	143737
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	[C-144] Legacy Below Grade Tank Plan (C-144LB)

CONDITIONS

Created By		Condition Date
jburdine	None	9/19/2022