NM OIL CONSERVATION

ARTESIA DISTRICT

SEP 4 2017

District | 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico **Energy Minerals and Natural Resources**

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

Form C-141 Revised April 3, 2017

RECEIVED Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action	
NAB1726254421	OPERATOR Initial Report Final Report
Name of Company Agua Sucia LLC 2/05779	Contact Louis G Edgett
Address PO Box 52	Telephone No. 575-631-3387
Facility Name ESU #15 East Shugart Ut.#15	Facility Type InjectionWell
Surface Owner Federal Mineral Owner	er Federal API No. 30-015-05687
LOCATION OF RELEASE	
Unit Letter Section Township Range Feet from the Nor K 34 18S 31E	rth/South Line Feet from the East/West Line County Chaves
Mesc wordinate Latitude 32.704 (Longitude - 103.858) AD83	
nd up in unit	
Type of Release Produced Water	Volume of Release 400 bbls Volume Recovered 375 bbls
Source of Release Busted plunger in the pump	9-4-2017 Morning
Was Immediate Notice Given? ☑ Yes ☐ No ☐ Not Require	If YES, To Whom? Shelly Tucker of the BLM was notified and called in to the OCD hotline.
By Whom? Louis G Edgett	Date and Hour 9-4-2017 11:00 am
Was a Watercourse Reached? ☐ Yes ☒ No	If YES, Volume Impacting the Watercourse.
If a Watercourse was Impacted, Describe Fully.*	
Describe Cause of Problem and Remedial Action Taken.* A valve busted on the injection line going to the ESU #15	
Describe Area Affected and Cleanup Action Taken.*	
375 bbls of water was picked up, 95% of the water was in the road way so it didn't soak in and was picked up. The contaminated soil will be picked up and disposed of.	
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.	
1 0/11	OIL CONSERVATION DIVISION
Signature:	Culto /11
Printed Name: Louis G Edgett	Approved by Environmental Specialist:
Title: Field Operator	Approval Date: 4 19/1/ Expiration Date: 11/14
E-mail Address: louis.edgett@yahoo.com	Conditions of Approval: Attached Approval: Attached Approval:
Date: 9-4-2017 Phone: 575-631-3387 Attach Additional Sheets If Necessary	

Operator/Responsible Party,

The OCD has received the form C-141 you provided on **9/4/17** regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number has been assigned. **Please refer to this case number in all future correspondence.**

It is the Division's obligation under both the Oil & Gas Act and Water Quality Act to provide for the protection of public health and the environment. Our regulations (19.15.29.11 NMAC) state the following,

The responsible person shall complete <u>division-approved corrective action</u> for releases that endanger public health or the environment. The responsible person shall address releases in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with 19.15.30 NMAC. [emphasis added]

Release characterization is the first phase of corrective action unless the release is ongoing or is of limited volume and all impacts can be immediately addressed. Proper and cost-effective remediation typically cannot occur without adequate characterization of the impacts of any release. Furthermore, the Division has the ability to impose reasonable conditions upon the efforts it oversees. As such, the Division is requiring a workplan for the characterization of impacts associated with this release be submitted to the OCD District II office in Artesia on or before 10/4/17. If and when the release characterization workplan is approved, there will be an associated deadline for submittal of the resultant investigation report. Modest extensions of time to these deadlines may be granted, but only with acceptable justification.

The goals of a characterization effort are: 1) determination of the lateral and vertical extents along with the magnitude of soil contamination. 2) determine if groundwater or surface waters have been impacted. 3) If groundwater or surface waters have been impacted, what are the extents and magnitude of that impact. 4) The characterization of any other adverse impacts that may have occurred (examples: impacts on vegetation, impacts on wildlife, air quality, loss of use of property, etc.). To meet these goals as quickly as possible, the following items must, at a minimum, be addressed in the release characterization workplan and subsequent reporting:

- Horizontal delineation of soil impacts in each of the four cardinal compass directions. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. This is not an exclusive list of potential contaminants. Analyzed parameters should be modified based on the nature of the released substance(s). Soil sampling must be both within the impacted area and beyond.
- Vertical delineation of soil impacts. Adsorbed soil contamination must be characterized for the following constituents using the associated laboratory methods: benzene, toluene, ethylbenzene, and total xylenes by either Method 8260 or 8021, total petroleum hydrocarbons by Method 8015 extended range (GRO+DRO+MRO; C₆ thru C₃₆), and for chloride by Method 300. As above, this is not an exclusive list of potential contaminants and can be modified. Vertical characterization samples should be taken at depth intervals no greater than five feet apart. Lithologic description of encountered soils must also be provided. At least ten vertical feet of soils with contaminant concentrations at or below these values must be demonstrated as existing above the water table.
- Nominal detection limits for field and laboratory analyses must be provided.
- Composite sampling is not generally allowed.
- Field screening and assessment techniques are acceptable (headspace, titration, EC [include algorithm for validation purposes], EM, etc.), but the sampling and assay procedures must be clearly defined. Copies of field notes are highly desirable. A statistically significant set of split samples must be submitted for confirmatory laboratory analysis, including the laterally farthest and vertically deepest sets of soil samples. Make sure there are at least two soil samples submitted

for laboratory analysis from each borehole or test pit (highest observed contamination and deepest depth investigated). Copies of the actual laboratory results must be provided including chain of custody documentation.

- •Probable depth to shallowest protectable groundwater and lateral distance to nearest surface water. If there is an estimate of groundwater depth, the information used to arrive at that estimate must be provided. If there is a reasonable assumption that the depth to protectable water is 50 feet or less, the responsible party should anticipate the need for at least one groundwater monitoring well to be installed in the area of likely maximum contamination.
- If groundwater contamination is encountered, an additional investigation workplan may be required to determine the extents of that contamination. Groundwater and/or surface water samples, if any, must be analyzed by a competent laboratory for volatile organic hydrocarbons (typically Method 8260 full list), total dissolved solids, pH, major anions and cations including chloride and sulfate, dissolved iron, and dissolved manganese. The investigation workplan must provide the groundwater sampling method(s) and sample handling protocols. To the fullest extent possible, aqueous analyses must be undertaken using nominal method detection limits. As with the soil analyses, copies of the actual laboratory results must be provided including chain of custody documentation.
- Accurately scaled and well-drafted site maps must be provided providing the location of borings, test pits, monitoring wells, potentially impacted areas, and significant surface features including roads and site infrastructure that might limit either the release characterization or remedial efforts. Field sketches may be included in subsequent reporting, but should not be considered stand-alone documentation of the site's layout. Digital photographic documentation of the location and fieldwork is recommended, especially if unusual circumstances are encountered.

Nothing herein should be interpreted to preclude emergency response actions or to imply immediate remediation by removal cannot proceed as warranted. Nonetheless, characterization of impacts and confirmation of the effectiveness of remedial efforts must still be provided to the OCD before any release incident will be closed.

Jim Griswold

OCD Environmental Bureau Chief 1220 South St. Francis Drive Santa Fe, New Mexico 87505 505-476-3465 jim.griswold@state.nm.us

Weaver, Crystal, EMNRD

From:

Louis Edgett < louis.edgett@yahoo.com>

Sent:

Friday, September 15, 2017 12:33 PM

To:

Weaver, Crystal, EMNRD

Cc:

Denis Schoenhofer; Shelly Tucker

Subject:

Re: Corrected C-141's for Agua Sucia

Here you go! Let me know you have them Crystal. Have a good weekend Thanks

On Friday, September 15, 2017 12:20 PM, Louis Edgett < louis.edgett@yahoo.com> wrote:

On Friday, September 15, 2017 11:24 AM, "Weaver, Crystal, EMNRD" < Crystal. Weaver@state.nm.us> wrote:

Sorry that is typo that is supposed to ESU #15.

From: Weaver, Crystal, EMNRD

Sent: Friday, September 15, 2017 11:21 AM **To:** Louis Edgett <louis.edgett@yahoo.com>

Cc: Denis Schoenhofer <swkfc@aol.com>; Shelly Tucker <stucker@blm.gov>

Subject: RE: Corrected C-141's for Agua Sucia

Hello Louis,

I need the 3 updated C-141's for WSU #15, ESU #20, and ESU Battery. All that was needed on those was for you to sign them and return them. Please remit those to the OCD (make sure to copy the BLM when you send those in) no later than <u>close of business today</u>.

Thank you,

Crystal Weaver Environmental Specialist OCD – Artesia District II 811 S. 1st Street Artesia, NM 88210

Office: 575-748-1283 ext. 101

Cell: 575-840-5963 Fax: 575-748-9720 From: Weaver, Crystal, EMNRD

Sent: Friday, September 8, 2017 3:55 PM **To:** Louis Edgett < louis.edgett@yahoo.com >

Cc: Denis Schoenhofer <swkfc@aol.com>; Shelly Tucker <stucker@blm.gov>

Subject: RE: Corrected C-141's for Agua Sucia

Hello again Louis,

So I had passed on to our OCD administrative staff, the latest revised C-141 documents you had sent in for WSU #15, ESU #20, and ESU Battery and she caught the fact that you had never signed the C-141's in the bottom left box where all your information is asked of you. So could you please sign each of the C-141 documents and then resend them for processing.

Thanks,

Crystal Weaver Environmental Specialist OCD – Artesia District II 811 S. 1st Street Artesia, NM 88210

Office: 575-748-1283 ext. 101

Cell: 575-840-5963 Fax: 575-748-9720

From: Louis Edgett [mailto:louis.edgett@yahoo.com]

Sent: Thursday, September 7, 2017 8:13 AM

To: Weaver, Crystal, EMNRD < Crystal. Weaver@state.nm.us>

Cc: Denis Schoenhofer <swkfc@aol.com>; Shelly Tucker <stucker@blm.gov>

Subject: Re: Corrected C-141's for Agua Sucia

On Thursday, September 7, 2017 7:42 AM, "Weaver, Crystal, EMNRD" < Crystal. Weaver@state.nm.us > wrote:

Louis,

Do you have the corrected C-141s ready to send over with the coordinates on them? Just wanted to follow up with you on that since I don't think I had gotten anything in that I know of.

Thanks,

Crystal Weaver Environmental Specialist OCD – Artesia District II 811 S. 1st Street Artesia, NM 88210

Office: 575-748-1283 ext. 101

Cell: 575-840-5963 Fax: 575-748-9720

From: Louis Edgett [mailto:louis.edgett@yahoo.com]

Sent: Tuesday, September 5, 2017 9:36 AM

To: Weaver, Crystal, EMNRD < Crystal.Weaver@state.nm.us>

Cc: Denis Schoenhofer <swkfc@aol.com>; Shelly Tucker <stucker@blm.gov>

Subject: Re: Corrected C-141's for Agua Sucia

Will do, I'll get the coordinates today.

Thx

Sent from my iPhone

On Sep 5, 2017, at 9:25 AM, Weaver, Crystal, EMNRD < Crystal. Weaver@state.nm.us> wrote:

Louis,

Thank you for the submission of the C-141 forms. I see there was a new release at the East Shugart Unit #15 on 9/4/17. Thank you for getting us the form for that one as well. Unfortunately I will need you all to resubmit each form because the area on the form where we require a GPS decimal degree coordinate is blank on all of the forms. We need you all to write in coordinates that identify the actual point of release please.

Thank you,

Crystal Weaver Environmental Specialist OCD – Artesia District II 811 S. 1st Street Artesia, NM 88210

Office: 575-748-1283 ext. 101

Cell: 575-840-5963 Fax: 575-748-9720

From: Louis Edgett [mailto:louis.edgett@yahoo.com]

Sent: Monday, September 4, 2017 11:30 PM

To: Weaver, Crystal, EMNRD < Crystal. Weaver@state.nm.us>; Denis Schoenhofer

<swkfc@aol.com>; Shelly Tucker <stucker@blm.gov>

Subject: Corrected C-141's for Agua Sucia