NM OIL CONSERVATION

ARTESIA DISTRICT

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

State of New Mexico Energy Minerals and Natural Resources JAN 3 0 2018

Form C-141 Revised April 3, 2017

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe. NM 87505 Submit 1 Gapy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action										
NAB18	03254	1347		A ,)PERAT			Report	Final Report	
Name of Company: RKI Exploration / WPX Energy (Contact: James Raley										
Address: 5315 Buena Vista Dr.						Telephone No: 575-689-7597				
Facility Name: RDX 9 #004						Facility Type: Production				
Surface Owner: Federal Mineral Owner: F						ederal	API No.	API No. 30-015-40180		
LOCATION OF RELEASE										
Unit Letter	Section	Township	Range	Feet from the	North/	South Line	Feet from the	East/West Line		County
0	09	26S	30E	990		FSL	2310	FEL		Eddy
32.0526123 Latitude Longitude NAD83 /03.8851624										
NATURE OF RELEASE										
	Type of Release: Oil Emulsion						Volume of Release: 25 bbls Volume Recovered: 20 bbls			
Source of Release: Flowline						Date and H Unknown	lour of Occurrence	Date and Hour of Discovery 1/16/2018 at 5:00 PM		
Was Immediate Notice Given? ☐ Yes ☐ No ☐ Not Required						If YES, To Whom? Mike Bratcher				
By Whom? Jim Raley						Date and Hour: 1/17/2018 8:48 AM Y A' 1/2 AW AMAIL				
Was a Watercourse Reached?						Date and Hour: 1/17/2018 8:48 AM * A : 1 A AM * If YES, Volume Impacting the Watercourse.				
☐ Yes ⊠ No						,	1 0			
If a Watercourse was Impacted, Describe Fully.* N/A										
Describe Cause of Problem and Remedial Action Taken.* Buried flowline failed running from wellhead to tank battery. Approx. 25 bbls of fluids was										
released to the pad surface. Vac truck was immediately dispatched to remove standing liquids, approx. 20 bbls were recovered.										
Describe Area Affected and Cleanup Action Taken.* Impacts limited to working pad surface. Impacted soils to be removed and disposed at an approved										
landfill. Soils samples to be collected post-cleanup to ensure no additional remediation necessary. Line to be replaced.										
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.						OIL CONSERVATION DIVISION				
						<u> </u>				
1.21										
Jan Rug						Approved by Environmental Specialist:				
Signature:						Signed By Mile Krammuse				
Printed Name: Jim Raley							A1.1.a/			
Title: Enviro	nmental Spe	ecialist				Approval Dat	te: 21118	Expiration	Date: N	l H
E-mail Addre	ess: james.ra	aley@wpxene	rgy.com			Conditions of	f Approval:	. 1	Attach	od □
Date: 1/30/20)18		Phone:	575-689-7597			Spp) (J	Hached	Attache	ARP 4597

^{*} Attach Additional Sheets If Necessary

Operator/Responsible Party,

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 $\frac{2}{2}$ office in $\frac{ARTESIA}{ARTESIA}$ on or before $\frac{3/2/2018}{2}$. 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

Bratcher, Mike, EMNRD

From:

Raley, Jim < James.Raley@wpxenergy.com>

Sent:

Tuesday, January 30, 2018 2:36 PM

To:

Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD

Cc:

Tucker, Shelly; Blaney, Karolina

Subject:

RE: RDX 09-04 Initial Spill Notification

Attachments:

RDX 9-4 (1-16-2018) Initial C-141.pdf

Please find initial C-141 for release that occurred on RDX 09-04 well pad on 1/16/2018.

Jim Raley | Environmental Specialist - Permian Basin 5315 Buena Vista Dr., Carlsbad, NM 88220 C: (575)689-7597 | james.raley@wpxenergy.com WPXENERGY

From: Raley, Jim

Sent: Wednesday, January 17, 2018 9:19 AM

To: EMNRD Weaver Crystal < Crystal. Weaver@state.nm.us>; EMNRD Bratcher Mike < mike.bratcher@state.nm.us>

Cc: 'Tucker, Shelly' <stucker@blm.gov>; Blaney, Karolina <Karolina.Blaney@wpxenergy.com>

Subject: RDX 09-04 Initial Spill Notification

Good Morning,

Follow-up to verbal phone report made with Mike Bratcher on 1/17/2018, 8:48 AM.

WPX Energy/RKI had an unauthorized release on 1/16/2018, 5:00 PM at the RDX 09-04 well pad. The cause was a flowline that failed, from what initially appears to be corrosion. Approx. 25 bbls of fluids were released to the pad surface, of which 20 bbls were recovered. WPX will submit a C-141 within 15 days. Please contact me if you need any additional information.

Info:

Pad RDX 9 #004 Property ID 37054 Operator [246289] RKI EXPLORATION & PRODUCTION, LLC API 30-015-4018 Surface location O-09-26S-30E, 990 FSL, 2310 FEL Lat/Long 32.0526123,-103.8851624 NAD83

Jim Raley | Environmental Specialist - Permian Basin 5315 Buena Vista Dr., Carlsbad, NM 88220 C: (575)689-7597 | james.raley@wpxenergy.com WPXENERGY

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