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

MAR 02 2018

Form C-141 Revised April 3, 2017

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

Release Notification and Corrective Action													
	0443		72-			OPERA'	TOR .		⊠ Initi	al Report		Final Repor	
		XTO Energy				Contact: A							
Address: 5	Telephone No: 575-689-3380												
Facility Na	me: Jame	s Ranch Uni	t #019 Ba	attery	Facility Type: Exploration and Production								
Surface Owner: State Mineral Owner:						Unknown API No: 30-015-27357							
	Section	Township	Range	~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	****************	OF RE	y			1			
Unit Letter J	Feet from the 1960	North/ South	n/South Line Feet from the East/West Line County East Eddy										
			Latitude	e32.346722°	Lo	ngitude	-103.8323	32° N	AD83				
NATURE OF RELEASE													
Type of Release Crude Oil and Produced Water						Volume of	Release	Volume I	Volume Recovered 40 bbls				
Source of Release FWKO						Date and Hour of Occurrence 2/17/2018 time unknown				Date and Hour of Discovery 2/17/2018 12 pm			
Was Immediate Notice Given?						If YES, To Whom?							
☐ Yes ☐ No ☐ Not Required													
By Whom? Jacob Foust Was a Watercourse Reached?						Date and Hour: 2/19/2018 8:14 am by email							
☐ Yes ☐ No						If YES, Volume Impacting the Watercourse. N/A							
If a Watercon	irse was Im	pacted, Descr	ibe Fully.			1	***************************************	······································		······································		<u> </u>	
N/A	,	•	•										
Describe Cau	se of Proble	em and Reme	dial Action	n Taken.*	*****************	***************************************	***************************************	······································	······································	······	·····	······································	
				O water dump. \	essel w	as repaired.							
Describe Are	a Affected a	and Cleanup A	Action Tal	(en.*		······································		***************************************		······································	POMEOGRAPHICAL PROPERTY AND ADMINISTRATION AND ADMI		
				g the process equi				standing flu	uids were reco	vered. An e	nviron	mental	
contractor wa	is retained to	o assist with t	he remedi	ation and soil sam	pies hav	e been collec	cted.						
				is true and compl									
				nd/or file certain re ce of a C-141 repo									
				investigate and re									
or the environ federal, state	nment. The	ddition _a NMC	OCD accer	tance of a C-141 i	report de	oes not reliev	e the opera	tor of resp	onsibility for c	ompliance v	vith an	y other	
	71	/11					OIL (CONSE	RVATION	DIVISIO	<u>NC</u>		
Signature:						(i) Jac. 1							
Printed Name: Amy C. Buth						Approved by Environmental Specialist							
						Approval Date: 35/8 Expiration Date: N/A							
riug. Ki	ivironinenta	u Cooramator	L			Approval Dat		עון	Expiration	Date: M			
E-mail Addre	ess: Amy	y_Ruth@xtoe	nergy.con	1	(Conditions of	f Approval;	مامما	110	Attacheg	h Br	, , , 1	
Date: 3/2/2	2018	F	Phone: 5	75-689-3380		56	e at	tacyl	tu	1	出r	. 464	
Attach Addi													

Operator/Responsible Party,

The OCD has received the form C-141 you provided on 3/2/2018 regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number ARP-4644 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 $\underline{2}$ office in $\underline{ARTESIA}$ on or before $\underline{4/2/2018}$. 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: Ruth, Amy <Amy_Ruth@xtoenergy.com>

Sent: Friday, March 2, 2018 11:16 AM

To: Foust, Bryan; Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD; Montoya, Kenda;

MNaranjo@slo.state.nm.us

Cc: Littrell, Kyle; Sanders, Toady

Subject: Initial C-141 - JRU 19 Battery 2-17-18 **Attachments:** Initial C-141 - JRU 19 Battery 2-17-18.pdf

Good Morning,

Please find attached the initial form C-141 detailing the accidental release of fluids from the referenced facility. As always, we appreciate your efforts. Please call me anytime with questions.

Respectfully,

Amy C. Ruth

Delaware Basin Division

Environmental Coordinator

3104 E. Greene Street | Carlsbad, NM 88220 | M: 432.661.0571 | O: 575.689.3380



This document may contain information that is privileged, confidential and exempt from disclosure under applicable law. If you are not the intended recipient, you are notified that any unauthorized disclosure, copying, distribution or action on/of the contents of this document is prohibited.

From: Foust, Bryan

Sent: Monday, February 19, 2018 8:15 AM

To: Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD; kmontoya@slo.state.nm.us; MNaranjo@slo.state.nm.us

Cc: Ruth, Amy; Littrell, Kyle; Sanders, Toady

Subject: XTO Energy - Notification of release at James Ranch Unit 19 Battery

Good morning, I'm writing to notify of a release at our James Ranch Unit 19 battery. Total volume of release will be in excess of 25 barrels. Further details will be sent in with from C141 when our investigation is complete. Please don't hesitate to contact me with any questions or comments. Thank you, have a good day.

Jacob Foust XTO Energy EH&S coordinator 432-266-2663

Bratcher, Mike, EMNRD

From: Foust, Bryan <Bryan_Foust@xtoenergy.com>

Sent: Monday, February 19, 2018 8:15 AM

To: Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD; Montoya, Kenda;

MNaranjo@slo.state.nm.us

Cc: Ruth, Amy; Littrell, Kyle; Sanders, Toady

Subject: XTO Energy - Notification of release at James Ranch Unit 19 Battery

Good morning, I'm writing to notify of a release at our James Ranch Unit 19 battery. Total volume of release will be in excess of 25 barrels. Further details will be sent in with from C141 when our investigation is complete. Please don't hesitate to contact me with any questions or comments. Thank you, have a good day.

Jacob Foust XTO Energy EH&S coordinator 432-266-2663