RECEIVED

<u>District 1</u> 1625 N. French Dr., Hobbs, NM 88240 <u>District 11</u> 811 S. First St., Artesia, NM 88210				State of New Mexico Energy Minerals and Natural Resources					0 8 2018		Form C-141 1 April 3, 2017		
District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV				Oil Conservation Division DISTRICT HEARTES ACCORDANCE with 19.15.29 NMAC 1220 South St. Francis Dr.							rict Office in 5.29 NMAC.		
1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505													
Release Notification and Corrective Action OAB\8\6432219 OPERATOR Initial Report Final Report													
			Product	ion Company	127	OPERATOR Initial Report Final Report Contact Wes Ryan, Production Foreman							
		Rivers Hwy				Telephone No. 575-748-3371							
Facility Name Cotton Draw 10 Federal Com 2H Facility Type Oil													
Surface Ow	al		Mineral C	Owner	Federal		API No	API No. 30-015-39230					
LOCATION OF RELEASE													
Unit Letter A	Section 10	Township 25S	Range 31E	Feet from the	North	orth/South Line Feet from the East/West Line		Vest Line	County Eddy				
Latitude_32.15104_ Longitude_103.75889_ NAD83													
NATURE OF RELEASE													
Type of Relea	ase					Volume of Release			Volume Recovered None				
Source of Release Heater						Date and Hour of OccurrenceDate and Hour of DiscoveryMay 27, 2018 @ 1:00 PM MSTMay 27, 2018 @ 1:00 PM MST					IST		
Was Immedia	ate Notice	Given?	If YES, To Whom?										
By Whom?		Date and Hour											
N/A Was a Water	course Rea	N/A If YES, Volume Impacting the Watercourse.											
		N/A											
If a Watercourse was Impacted, Describe Fully.* N/A													
Describe Cause of Problem and Remedial Action Taken.* Lease operator arrived on location and discovered oil coming from out of the pop off on the heater. The lease operator switched to the test vessel and isolated the heater to stop the release from occurring.													
Describe Area Affected and Cleanup Action Taken.* Approximately 11.7bbls of oil was released. 0 bbls were recovered. The total size of the affected area is approximately 80' x 60'. All fluids remained on location. An environmental contractor will be contacted to assist with delineation and remediation efforts.													
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.													
							<u>OIL CON</u>	SERV	ATION	DIVISIO	<u>NC</u>		
Signature: Michael Shoemaker							Approved by Environizence Brecialist / Encourced						
Printed Name: Michael Shoemaker													
Title: Enviro	onmental Pr	ofessional		Approval Da	te: [0/11/118	E	Expiration	Date: 🖊	114				
E-mail Address: mike.shoemaker@dvn.com						Conditions of Approval:							
	Date: 06/08/18 Phone: 575.748.3371 Step Attached									1804			

Operator/Responsible Party,

The OCD has received the form C-141 you provided on <u>6/8/2018</u> regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number 320-4804 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 <u>2</u> office in <u>ARTESIA</u> on or before <u>7/8/2018</u>. 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:	Shoemaker, Mike < Mike.Shoemaker@dvn.com>
Sent:	Friday, June 8, 2018 2:46 PM
То:	Bratcher, Mike, EMNRD; Weaver, Crystal, EMNRD; Shelly Tucker (stucker@blm.gov)
Cc:	Fulks, Brett; DeLaRosa, Dana
Subject:	Cotton Draw 10 Federal Com 2H_11.7 bbl oil_5.27.2018
Attachments:	Cotton Draw 10 Fed Com 2H_11.7bbls oil_5.27.2017_Intial C141.doc; Cotton Draw 10
	Fed Com 2H_11.7BBLS Oil_5.27.2018_GIS Image.pdf

Good Afternoon,

Attached you will find a C141 and a GIS Image for the 11.7 bbl oil release that occurred at the Cotton Draw 10 Federal Com 2H on 5.27.2018. The red dot on the GIS image represents the approximate origin of release.

Mike Shoemaker EHS Representative

Devon Energy Corporation

6488 Seven Rivers Highway Artesia, New Mexico 88210 575-746-5566 Office 575-513-5035 Mobile



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