State of New Mexico Energy Minerals and Natural Resources

OCD Rec'd:08/01/18

Form C-141 Revised April 3, 2017

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

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

Release Notification and Corrective Action							
NAB1821837673		OPERATO	R	\boxtimes	Initial Report		Final Report
Name of Company: COG Production LLC (OG	RID #217955)	Contact:	Robert McNeill				
Address: 600 West Illinois Avenue, Midland TX 79701		Telephone No.	432-683-7443				
Facility Name: Copperhead Fee A #003H		Facility Type:	Tank Battery				
Surface Owner: Private	Mineral Owner:	Private		A	PI No.30-015-42	327	
	LOCATIO	N OF RELE	ASE				

LOCATION OF RELEASE

						County
E 31	26S 29E	415	South	990	West	Eddy

Latitude 32.0012321 Longitude -104.0292206 NAD83

NATURE OF RELEASE

Type of Release:	Volume of Release:	Volume Recovered:			
Produced Water	75 bbl.	65 bbl.			
Source of Release:	Date and Hour of Occurrence:	Date and Hour of Discovery:			
Tank Overflow	July 31, 2018 6:00am	July 31, 2018 <u>6:00am</u>			
Was Immediate Notice Given?	If YES, To Whom?				
🗋 Yes 🛛 No 🖾 Not Required	Maria Pruett – NMOCD				
	Mike Bratcher – NMOCD				
By Whom? DeAnn Grant	Date and Hour: July 31, 2018 9:48				
Was a Watercourse Reached?	If YES, Volume Impacting the Wat	ercourse.			
🗋 Yes 🛛 No					
If a Watercourse was Impacted, Describe Fully.*	• • • • • • • •				
Describe Cause of Problem and Remedial Action Taken.*					
The release was due to a power outage from a storm causing the solenoid not to shut correctly and the tank to overflow. The solenoid is being replaced.					
Describe Area Affected and Cleanup Action Taken.*					
The release assumed within the lined facility. A use with twee dispetabed to remove all facestanding fluide. Can be will have the arithmer evaluated					
The release occurred within the lined facility. A vacuum truck was dispatched to remove all freestanding fluids. Concho will have the spill area evaluated for any possible impact from the release and we will present a remediation work plan to the NMOCD for approval prior to any significant remediation					
activities.					
	he hast of my knowledge and understa	nd that pursuant to NMOCD rules and			
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 do					
federal, state, or local laws and/or regulations.	· · · · · · · · · · · · · · · · · · ·				
	OIL CONSERV	ATION DIVISION			
	<u></u>				
Signature: Deann Grant					
	Approved by Environmental Specialis	t Maria Prust			
Printed Name: DeAnn Grant		······································			
	0/00/00 10	N1/A			
Title: HSE Administrative Assistant	Approval Date: 8/03/2018	Expiration Date: N/A			
E-mail Address: agrant@concho.com	Conditions of Approval:	Attached			
	SËE ATTAC	CHED / Marine Jak , long			
Date: July 31, 2018 Phone: 432-253-4513		(M) = (M)			

* 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 _2__ office in Artesia_ on or before _09/01/18______. 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. 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

Bustamante, Amalia, EMNRD

From:	Pruett, Maria, EMNRD
Sent:	Friday, August 3, 2018 6:30 AM
To:	Bustamante, Amalia, EMNRD
Cc:	Bratcher, Mike, EMNRD
Subject:	OCD Received signed FW: (C-141 Initial) Copperhead Fee A #003H (30-015-42327)
	07-31-2018
Attachments:	OCD Received signed (C-141 Initial) Copperhead Fee A #003H (30-015-42327)
	07-31-2018.pdf; revised C-141 directive of 11-4-16.pdf

Good Morning Amalia,

Please find attached the signed initial C-141 and directive.

Best Regards,

Maria Pruett

Environmental Specialist N.M. Oil Conservation Division District 2 811 S. 1st Street Artesia, NM 88210 Desk: 575 748-1283 X 101 Cell: 575 840-5963 Fax: 575748-9720

From: DeAnn Grant <agrant@concho.com> Sent: Wednesday, August 1, 2018 3:52 PM To: Pruett, Maria, EMNRD <Maria.Pruett@state.nm.us> Cc: Bratcher, Mike, EMNRD <mike.bratcher@state.nm.us>; Ike Tavarez <itavarez@concho.com>; Robert McNeill <RMcNeill@concho.com>; Sheldon Hitchcock <SLHitchcock@concho.com>; Dakota Neel <DNeel2@concho.com>; Rebecca Haskell <RHaskell@concho.com>; DeAnn Grant <agrant@concho.com> Subject: (C-141 Initial) Copperhead Fee A #003H (30-015-42327) 07-31-2018

Ms. Pruett,

Please find the attached Initial C-141 for your consideration. If you have any questions or concerns please contact me.

Thank you,

DeAnn Grant

HSE Administrative Assistant <u>agrant@concho.com</u> COG Operating LLC 600 W Illinois Avenue | Midland, TX 79701 Direct: 432-253-4513 | Main: 432.683.7443



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Bratcher, Mike, EMNRD

From:	DeAnn Grant <agrant@concho.com></agrant@concho.com>
Sent:	Tuesday, July 31, 2018 8:48 AM
То:	Pruett, Maria, EMNRD
Cc:	Bratcher, Mike, EMNRD; Ike Tavarez; Robert McNeill; Sheldon Hitchcock; Dakota Neel;
	Rebecca Haskell; DeAnn Grant
Subject:	(Notification) Copperhead Fee A #00311 (30-015-42327) 07-31-2018

Ms. Pruett,

COG Production; LLCLOGRID# 217955) is reporting a produced water release at the Copperhead Fee A #003H (30-015-42327).

Release Location:

ULSTR: E-31-265-29E Lat/Long: 32.0012321, -104.0292206

Date of Release: July 31, 2018

Release Volume: >25bbls

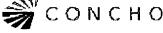
Recovery Volume: On going

COG will have the release evaluated and will submit an initial C-141. If you have any questions or concerns please do not hesitate to contact me.

Thank you,

DeAnn Grant

HSE Administrative Assistant agrant@concho.com COG Operating LLC 600 W Illinois Avenue | Midland, TX 79701 Direct: 432-253-4513 | Main: 432.683.7443



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