NM OIL CONSERVATION

ARTESIA DISTRICT

Form C-141 Revised August 8, 2011

Shown February appropriate District Office in accordance with 19.15.29 NMAC.

AUG 01 2017

<u>District 1</u> 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

Energy Minerals and Natural Resources Oil Conservation Division

State of New Mexico

1220 South St. Francis Dr. Santa Fe, NM 87505

Release Notification and Corrective Action

NAB17	2145	1768			OPERAT	OR	☑ Initia	l Report		Final Report	
Name of Company: COG Operating LLC 224131					Contact: Robert McNeill						
Address: 600 West Illinois Avenue, Midland TX 79701					Telephone No. 432-230-0077						
Facility Nam	e: JR'S H	ORZ FEDE	RAL CO	М #006Н	Facility Type: Battery						
Surface Owner: Federal Mineral Owner					r: Federal	Federal API No			30-015-37904		
LOCATION OF RELEASE											
Unit Letter	Section	Township	Range		rth/South Line	Feet from the	East/West Line		Count	- ,	
C	10	26S	29 E	330'	North	1980'	West		Eddy		
Latitude 32.0633545 Longitude -103.9738846											
Type of Release: Volume Recovered: Volume Recovered:											
Produced Wat					10 bbls PW			0 bbls PW			
Source of Rel						Date and Hour of Occurrence: Date and Hour			covery:		
Fittings/Conn	ections				7/28/2017	7/28/2017 3:00 PM 7/28/2017 3:00 PM					
Was Immedia	te Notice (If YES, To Whom?					
			Yes 🗵	No 🛛 Not Require	ed					}	
By Whom?	Dakota N	eel				Date and Hour:					
Was a Waterc	ourse Read	_	_	•	If YES, Vo	If YES, Volume Impacting the Watercourse.					
☐ Yes ⊠ No											
If a Watercourse was Impacted, Describe Fully.*											
Desile Constitution of Desile Constitution of the Constitution of											
Describe Cause of Problem and Remedial Action Taken.*											
This release was caused when a hole developed on a check valve from corrosion. The check valve has been replaced with a plastic coated valve.											
Describe Area Affected and Cleanup Action Taken.*											
This release occurred at the facility and impacted the pasture adjacent to the location. Concho will have the spill site inspected to determine if any possible contamination occurred from the release and we will present a remediation work plan to the NMOCD for approval prior to any significant remediation work.											
regulations all public health should their o	l operators or the envi perations h ment. In a	are required to ronment. The nave failed to addition, NMC	o report an acceptand idequately ICD accep	is true and complete to ad/or file certain releas see of a C-141 report by investigate and remediatance of a C-141 report	e notifications ar the NMOCD m liate contaminati	nd perform correct arked as "Final Roon that pose a thre	tive actions for rele eport" does not relic eat to ground water,	ases which eve the oper surface wa	may en rator of iter, hui	ndanger Tliability man health	
					T	OIL CONSERVATION DIVISION					
	- 1	\	بمراجعي	2			1.				
Signature:					A	Approved by Environ Sente & Beial () / () Approved					
Printed Name: Dakota Neel					Approved by	Approved by Environistance (1/4 A) Lancilland					
Title: HSE C	oordinator				Approval Dat	e: 8/2/17	Expiration I	Date: N	4		
E-mail Addre	ss: dneel2/	@concho.com			Conditions of	Approval:	1		_		
Date: 8/1/201		hone: 575-746	5-2010	<u> </u>		See attached Attached					
Attach Additional Sheets If Necessary Please refer to the New Mexico Oil Conservation Division Website for										P4312	

updated form(s) at:

OCD/ forms.html

http://www.emnrd.state.nm.us/

Thank you

81117AB

Operator/Responsible Party,

The OCD has received the form C-141 you provided on 8/1/2017 regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number 2/21/2 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 $\frac{2}{2}$ office in $\frac{ARTESIA}{ARTESIA}$ on or before $\frac{9/1/17}{2}$. 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
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