NM OIL CONSERVATION

ARTÉSIA 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 AUG 2 2 2017

Form C-141 Revised April 3, 2017

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

			Rel	ease Notifi	catio	on and Co	orrective A	Action	1			
OPERATOR OPERATOR												
NAB1723536168												
Name of Company						Contact						
EOG Y Re	EOG Y Resources, Inc. 25575						Chase Settle					
Address						Telephone No.						
104 S. 4th Street Artesia NM 88210						575-748-1471						
Facility Name						Facility Type						
Ross EG Fe				Well								
Surface Ov	vner		Mineral (Owner	API No.							
Private Federal									30-015-25903			
LOCATION OF RELEASE												
Unit Letter Section Township Range Feet from the N						rth/South Line Feet from the East/West Line County						
D	20	19S	25E	660	No	orth	660	V	/est	Eddy		
Latitude 32.6519089 Longitude -104.5134125 NAD83 NATURE OF RELEASE												
Type of Rele	ease			Volume of Release			Volume Recovered					
Produced W				35 B/PW			30 B/PW					
Source of Release						Date and Hour of Occurrence			Date and Hour of Discovery			
Transfer line									08/08/17	08/08/17; 6:58 AM		
Was Immediate Notice Given? ☐ Yes ☐ No ☐ Not Required						If YES, To Whom? Mike Bratcher, Crystal Weaver, Shelly Tucker						
D 1171 0		J 1.0 CJ 1,001.										
By Whom? Robert Asher						Date and Hour August 8, 2017; 11:00 AM						
Was a Watercourse Reached?						If YES, Volume Impacting the Watercourse.						
was a water	icourse Rea	N o		1 125, I stalle imposing the francious.								
If a Waterco	urse was Im	pacted, Descr	ibe Fully.	* N/A		L				***************************************		
Describe Cause of Problem and Remedial Action Taken.*												
				l water transfer li excavate impacte			lease of produce	d water.	A vacuum	truck was calle	ed to recover	
The impact primary ber TPH & BTE be submitted	ted area warm, but witeX (chloride it to the OCI 0' (300', Se	hin the secon s for document o requesting cl	tely 255 ndary ben tation). I losure. If	feet by 15 feet vm, at the northe	east con l results ults are	rner. Vertical for TPH & BT above the RR	and horizontal d FEX are under R AL's a work plan	elineatio RAL's (s n will be	n samples site ranking submitted	will be taken an g is 0) a Final R to the OCD. De	nd analysis ran for eport, C-141 will epth to Ground	
I hereby cert regulations a public health should their or the enviro	tify that the all operators or the envi operations hoperations hoperations. In a	are required to ronment. The nave failed to	o report a acceptan adequately OCD accep	e is true and comp nd/or file certain ce of a C-141 rep investigate and otance of a C-141	release ort by t remedia	notifications a he NMOCD mate contaminati	nd perform corre parked as "Final I ion that pose a th	ective act Report" o reat to g	ions for rel loes not rel round wate	leases which ma lieve the operator, sr, surface water	ay endanger or of liability r, human health	
,	///			,	OIL CON	JSERV	ATION	DIVISION	r			
Signature:						Signed By Mily Decorpose to						
							Diffi	ea By_	1011/4	NO PERSONAL	<u> </u>	
Printed Name: Chase Settle						Approved by Environmental Specialist:						
Title: Rep Safety & Environmental II						Approval Date: \$\\\22\\\\7\\\ Expiration Date: \\\/A						
Title, Kep S	arety ox Env	ATOMINORIAL II				Approvat Da	··· //	1 1	LAPITATION	Date. 197	<u>/ </u>	
E-mail Addr	ess: chase	settle@enores	sources co	m		Conditions of	f Approval:			1	-	
E-mail Address: chase settle@eogresources.com						Conditions of Approval: Attachen						
* Attach Additional Sheets If Necessary *NOTE: As a condition of approval, in addition to the									<u>У</u>	10KY-4004		
* Attach Addi	itional She	ets If Necess	ary *N	IOTE: As a co	onditi	ion of appro	oval, in addit	tion to	the atta	ched COA o	locument,	

chloride data will be used to determine remediation requirements.

Operator/Responsible Party,

The OCD has received the form C-141 you provided on 8/22/2017 regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number 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 2 office in ARTESIA on or before 9/22/2017. 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