NM OIL CONSET 'ATION tr-

NM OIL CONSERVATION

ARTESIA DISTRICO

811 S. Fire Please refer to the New Mexico Oil
District
1000 R. please refer to nivision Website for
District 1000 Riplease refer to the New Website for Division Website for District I Conservation Division Website for District I Conservation form(s) at:
1220 S. S updated form(s) emart state.nm.us vw.emnrd.state.nm.usl Thank you

State of New Mexico / Minerals and Natural Resources

FEB 23 2018

Form C-141 Revised August 8, 2011

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

A Conservation Division 1220 South St. Francis Dr.

Santa Fe, NM 87505		
Santa Fe, NM 87505 Release Notification and Corrective Action		
95	OPERATOR Initial R	Report Final Report
Name of Company: XTO Energy 5380	Contact: Kyle Littrell	
Address: 522 W. Mermod, Suite 704 Carlsbad, N.M. 88220	Telephone No. 432-221-7331	
Facility Name: Goldenchild CTB	Facility Type: Exploration and Production	
Surface Owner: State Mineral Owner	Mineral Owner: State API No. 30-01541846	
LOCATION OF RELEASE		
Unit Letter Section Township Range Feet from the Nor P 6 25S 29E 800 Sou		County ddy
Latitude 32.154435 Longitude -104.016846		
NATURE OF RELEASE		
Oil and produced water	77 bbl 3000 01 /4760 Rt 4 bbl 28	Pbb Oil /40bb/AN
Source of Release		ur of Discovery
Gun barrel	2/10/2018, time unknown 2/11/2018, 7	:00 AM
Was Immediate Notice Given?	If YES, To Whom?	
☐ Yes ☐ No ☐ Not Require	d Mike Bratcher and Crystal Weaver (ENMRD), Ke	enda Montoya (SLO)
By Whom? Jacob Foust	Date and Hour 2/11/2018, 3:20 PM	
Was a Watercourse Reached?	If YES, Volume Impacting the Watercourse.	
☐ Yes ☒ No	N/A	
If a Watercourse was Impacted, Describe Fully.*		
N/A		
Describe Cause of Problem and Remedial Action Taken.*		
Gun barrel overflowed, possibly due to plug in dump line. Line had cleared by the time lease operator discovered release and was flowing normally again.		
Describe Area Affected and Cleanup Action Taken.*		
Most fluid was captured within impermeable lined containment, with some overspray impacting east, west, and north ends of containment. Vacuum truck		
was dispatched, 70bbl was recovered from lined containment, and 4bbl overspray recovered from caliche pad. An environmental contractor was retained to		
assist with the remediation and soil samples have been collected.		
I hereby certify that the information given above is true and complete to	the best of my knowledge and understand that nursuar	nt 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		
should their operations have failed to adequately investigate and remed	iate contamination that pose a threat to ground water, st	urface water, human health
or the environment. In addition, NMOCD acceptance of a C-141 repor	t does not relieve the operator of responsibility for com	pliance with any other
federal, state, or local laws and/or regulations.	•	
	OIL CONSERVATION D	IVISION
Signature		
	Approved by Environmental Specialist:	$\mathcal{A} \cup \mathcal{M} = 1$
Printed Name Kyle Littrell		, Nt V
Tides Consider and Consider as	Approval Date: 2/26/18 Expiration Dat	. 41/4
Title: Environmental Coordinator	Approval Date: 2/2018 Expiration Date	ic: N/A
E mail Address Kala Littaril Costs		
E-mail Address: Kyle_Littrell@xtoenergy.com	Conditions of Approval:	Attached 🔯
Date: 2/23/2018 Phone: 432-221-7331	Sel attached	* 2RP-11103B
2 Green = 1 110110, 432-221-1331	1 2 4-70-00-0	7 7 1 1 W W

* Attach Additional Sheets If Necessary

2126/18AB

Operator/Responsible Party,

The OCD has received the form C-141 you provided on **2/23/18** regarding an unauthorized release. The information contained on that form has been entered into our incident database and remediation case number <u>2KP-4H210</u> 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 II office in Artesia on or before 3/23/18. 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, 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