

CONOCOPHILLIPS

P.O. Box 2197 Houston, TX 77252-2197 Phone 281.293.1000

VGEU Well 034 (1RP-3438)

Corrective Action Plan

API No. 30-025-02881

Release Date: July 6th, 2014

Unit Letter G, Section 26, Township 17S, Range 35E



January 5th, 2015

Dr. Tomáš Oberding, PhD

Environmental Specialist – New Mexico Oil Conservation Division Energy, Minerals and Natural Resources Department 1625 N. French Dr. Hobbs, NM 88240

RE: Corrective Action Plan ConocoPhillips VGEU Well 034 (1RP-3438) UL/G sec. 26 T17S R35E API No. 30-025-02881

Dr. Oberding:

ConocoPhillips (CoP) has retained Rice Environmental Consulting and Safety (RECS) to address potential environmental concerns at the above-referenced site.

Background and Previous Work

The site is located approximately 4.6 miles east of Buckeye, New Mexico at UL/G sec. 26 T17S R35E. Records from RECS installed monitor wells and USGS wells indicate that groundwater will likely be encountered at a depth of approximately 52 +/- feet.

On July 6th, 2014, CoP discovered that the well's stuffing box was leaking. The well was shut in, and the packing for the stuffing box was replaced. A total of 11.75 barrels of primarily produced water was released over 2,040 square feet of lease pad. Ten barrels of the released fluid was recovered. NMOCD was notified of the release on July 8th, 2014, and an initial C-141 was sent to NMOCD for their approval (Appendix A).

RECS personnel were on site beginning on November 18th, 2014. The release was GPS mapped, and two points within the release area were sampled at the surface (Figure 1). Samples with depth were not taken given how indurate the soil is at the site. The samples were field tested for chlorides and organic vapors and then taken to a commercial laboratory for analysis (Appendix B). Both surface samples returned elevated laboratory chloride readings and Gasoline Range Organics (GRO) and Diesel Range Organics (DRO) readings of non-detect, except for the DRO reading at Point 2, which returned a value of 70.2 mg/kg.

Photo documentation of the release can be found in Appendix C.

Corrective Action Plan

Based on the laboratory analysis of the release, the release will be scraped down 6 inches. Once the scrape is completed, a composite sample from the bottom of the scrape will be taken and

field tested for chlorides and organic vapors. If the field data indicates that the composite will not achieve chloride, GRO and DRO readings below regulatory standards, the scrape will be deepened until field testing indicates that all constituents from the bottom composite will return values below regulatory standards. The bottom composite will then be taken to a commercial laboratory to confirm that chloride, GRO and DRO readings are below regulatory standards.

All excavated soils will be taken to a NMOCD approved facility for disposal. Clean caliche will be imported to the site to serve as backfill. A sample of the imported caliche will be taken to a commercial laboratory to confirm that the chloride value is below regulatory standards. The scrape will be backfilled with the imported caliche and contoured to the surrounding location.

Once these activities have been completed, a report will be sent to NMOCD requesting 'remediation termination' and site closure.

RECS appreciates the opportunity to work with you on this project. Please call Hack Conder at (575) 393-2967 or me if you have any questions or wish to discuss the site.

Sincerely,

JC.W.

Lara Weinheimer Project Scientist RECS (575) 441-0431

Attachments:

Figure 1 – Initial Sampling Data Appendix A – Initial C-141 Appendix B – Initial Sampling Lab Appendix C – Photo Documentation

Figures

RICE Environmental Consulting and Safety (RECS) P.O. Box 2948, Hobbs, NM 88241 Phone 575.393.2967

Initial Sampling Data



Appendix A Initial C-141

RICE Environmental Consulting and Safety (RECS) P.O. Box 2948 Hobbs, NM 88241 Phone 575.393.2967 State of New Mexico Energy Minerals and Natural Resources

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

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

Sai St. Francis Dr., Santa Pe, NM 37503	nta Fe	e, NM 87:	505							
Release Notific	ation	and C	orrective A	ction	and the second secon		19. Mar	an an an ann ann an Annaichte an		
		OPERA	TOR	(🛛 Initia	al Report		Final Repor		
Name of Company: ConocoPhillips		Contact: Spencer Cluff								
Address: 29 Vacuum Complex Lane			No. 575-391-31	43						
Facility Name: VGEU Well 034		Facility Ty	pe: Oil Well							
Surface Owner: NMOCD Mineral Ov	wner N	MOCD			API No	. 3002502	881			
LOCA	TIO	OF RE	LEASE				Yan -			
Unit Letter Section Township Range Feet from the		h/South Line Feet from the East/West Line County								
Latitude 32.8076533080148 Longitude - 103.4269252518 NATI		OF REL	EASE							
Type of Release: Spill			f Release: 92 BBI	LS	Volume F	Recovered: 5	50 BBL	S		
Source of Release: Stuffing Box		Date and I	Hour of Occurrent	ce	Date and	Hour of Dis	covery			
			4 2:00 p.m.		7/07/201	4 10:00 a.	m.			
Was Immediate Notice Given?	quired	If YES, To Geoffrey								
By Whom? Spencer Cluff			Hour: 07/8/2014							
Was a Watercourse Reached?	If YES, Volume Impacting the Watercourse.									
Describe Cause of Problem and Remedial Action Taken.* ENV - Agency Reportable - EVGSAU 2622 - 10.75 BPW 1 MST, a stuffing box leak occurred at the EVGSAU 035. MS occurred due to worn out packing. The spill area was measu	SO isol	lated the we	ell and changed	the pack	ing in the	e stuffing b	ox. Tl	he spill		
inches deep. The total volume of the spill was 11.75 barrels, recovered. A work order to remediate the area has been sub-	mitted	and the are	a will be remed	liated acc	ording to	NMOCD	guidel	ines.		
Describe Area Affected and Cleanup Action Taken.* The spill a 30 ft. X 2 inches deep. Spill stayed on the caliche pad. MSC	O shut	in the well	and placed the	packing.						
I hereby certify that the information given above is true and complet regulations all operators are required to report and/or file certain rel public health or the environment. The acceptance of a C-141 report should their operations have failed to adequately investigate and ren or the environment. In addition, NMOCD acceptance of a C-141 re- federal, state, or local laws and/or regulations.	lease no rt by the mediate	otifications a NMOCD n e contaminat	nd perform correct narked as "Final R ion that pose a thus we the operator of	ctive actic Report" do reat to gro responsib	ons for releases not releases not released water out out of the second s	eases which ieve the ope r, surface wa ompliance v	may er rator of ater, hu vith any	ndanger Fliability man health		
		OIL CONSERVATION DIVISION								
Signature: Spencer A. Cluff										
Printed Name: Spencer Cluff	Approved by	Environmental S	specialist:							
Title: LEAD HSE	A	Approval Da	te:	E	xpiration	Date:				
E-mail Address: spencer.a.cluff@conocophillips.com	(Conditions o	f Approval:			Attached				
Date: 07/8/2014 Phone: 575-391-3143	3									

* Attach Additional Sheets If Necessary

Appendix B Initial Sampling Lab

RICE Environmental Consulting and Safety (RECS) P.O. Box 2948 Hobbs, NM 88241 Phone 575.393.2967



November 21, 2014

LAURA FLORES RICE ENVIRONMENTAL CONSULTING & SAFETY LLC 419 W. CAIN HOBBS, NM 88240

RE: EVGSAU #034

Enclosed are the results of analyses for samples received by the laboratory on 11/19/14 8:07.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-13-5. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/ga/lab_accred_certif.html.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2	Haloacetic Acids (HAA-5)
Method EPA 524.2	Total Trihalomethanes (TTHM)
Method EPA 524.4	Regulated VOCs (V1, V2, V3)

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Celey D. Keine

Celey D. Keene Lab Director/Quality Manager



Analytical Results For:

RICE ENVIRONMENTAL CONSULTING & SAFETY LAURA FLORES 419 W. CAIN HOBBS NM, 88240 Fax To: (575) 397-1471

Received:	11/19/2014	Sampling Date:	11/18/2014
Reported:	11/21/2014	Sampling Type:	Soil
Project Name:	EVGSAU #034	Sampling Condition:	Cool & Intact
Project Number:	NONE GIVEN	Sample Received By:	Jodi Henson
Project Location:	NOT GIVEN		

Sample ID: POINT 1 @ SURFACE (H403552-01)

Chloride, SM4500Cl-B	mg,	/kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	1880	16.0	11/20/2014	ND	400	100	400	0.00	
TPH 8015M	mg,	/kg	Analyzed By: ms						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10	<10.0	10.0	11/20/2014	ND	182	90.8	200	3.28	
DRO >C10-C28	<10.0	10.0	11/20/2014	ND	182	90.8	200	3.21	
Surrogate: 1-Chlorooctane	115 9	% 47.2-15	7						
Surrogate: 1-Chlorooctadecane	129	% 52.1-17	6						

Sample ID: POINT 2 @ SURFACE (H403552-02)

Chloride, SM4500Cl-B	mg/	′kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	10700	16.0	11/20/2014	ND	400	100	400	0.00	
TPH 8015M	mg/	′kg	Analyze	d By: ms					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
GRO C6-C10	<10.0	10.0	11/20/2014	ND	182	90.8	200	3.28	
DRO >C10-C28	70.2	10.0	11/20/2014	ND	182	90.8	200	3.21	
Surrogate: 1-Chlorooctane	121 9	% 47.2-15	7						
Surrogate: 1-Chlorooctadecane	138 9	52.1-17	6						

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the sample identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager



Notes and Definitions

- ND
 Analyte NOT DETECTED at or above the reporting limit

 RPD
 Relative Percent Difference
- ** Samples not received at proper temperature of 6°C or below.
- *** Insufficient time to reach temperature.
- Chloride by SM4500Cl-B does not require samples be received at or below 6°C Samples reported on an as received basis (wet) unless otherwise noted on report

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the sample identified above. This report shall not be reproduced except in full with written approval of Cardinal Loratories.

Celeg D. Keine

Celey D. Keene, Lab Director/Quality Manager



CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

101 East Marland, Hobbs, NM 88240

	5/5) 393-2326 FAX (5/5) 393-241	0																					
Company Name:	RECS									Bl	LL TO		CLUMP -				ANAL	YSIS	RE	QUES	ST		
Project Manager	Laura Floros, Jacob,	Ka.	np	laiv	1		1	P.O.	#:														
Address:			<i>'</i>				_	Company:															
City:	State:	Zip	:				-	Attn:															
Phone #:	Fax #:	Χ			_	Address:																	
Project #:	Project Owne	r:						City	:														
Project Name:						Stat	e:		Zip:														
Project Location	EVGSAU#034 Kyle Schnaidt							Pho	ne #:														
Sampler Name:	Kyle Schnaidt					Fax					1												
FOR LAB USE ONLY	/	<u>م</u>			MA	TRIX		F	RESI	ERV.	SAMPLI	IG											
Lab I.D. 14403552	Sample I.D.	(G)RAB OR (C)OM	# CONTAINERS	GROUNDWATER	WASTEWATER	OIL	SLUDGE	OTHER :	ACID/BASE: ICE / COOL	OTHER :	DATE /)-18-14	ТІМЕ	10	TOH									
1	Point 1@ Surface	6	(X				X		11-18-14	1:30	X	X	_								
2	Point 2@ Surface Point 2@ Surface	6	ı		X				R		11-18-14	1:34	X	K									
[
		-						-					-										
		⊢						+						-									
		⊢		\vdash				+		-			-	-	-								
		┢			-			+		-													
		t				-		+								1							

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising whether based in contract or tort, shall be limited to the amount paid by the client for the analyses. All claims including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within 30 days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequental damages, including without limitation, business interruptions, loss of use, or loss of profils incurred by client, its subsidiaries,

affiliates or successors arising out of or related to the performance	of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated	reasons or otherwise.								
Relinguished By:	Date:/9 Received By:	Phone Result:	□ Yes	□ No	Add'I Phone #:					
	11-16-14	Fax Result:	Yes	□ No	Add'I Fax #:					
	Time: 0 1 11 11 . 10 1 A On	REMARKS:	4.1							
Kyle Elinaidt	S.O. C. Man Sterreen	1.1	11		·					
Relinguished By:	Date: Received By:	411	167-							
induindu by:	U	111								
	Time:									
Delivered By: (Circle One)	Sample Condition CHECKED BY:									
Donitorou Dyr (on or o no)	Cool Intact (Initials)									
Sampler - UPS - Bus - Other:	5 / Yes Yes /									
leanifier ere	No No GIV									
† Cardinal cannot accept verbal changes. Please fax written changes to (575) 393-2326										
† Cardinal cannot accept verbal	changes. Please fax written changes to (575) 393-2326									
	150									

Appendix C Photo Documentation

RICE Environmental Consulting and Safety (RECS) P.O. Box 2948 Hobbs, NM 88241 Phone 575.393.2967

ConocoPhillips VGEU Well 034 Unit Letter G, Section 26, T17S, R35E



Initial release area, facing north

11/18/14



Initial release area, facing south

11/18/14