

Naval Petroleum Reserve No. 3

SITE ENVIRONMENTAL REPORT

CY 1999

Responsible Government Agency:

**U.S. Department of Energy
Naval Petroleum & Oil Shale Reserves
in
Colorado, Utah and Wyoming
907 N. Poplar, Suite 150
Casper, Wyoming 82601**

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| | |
|------------------|---|
| bbl | Barrel (42 US Gallons) |
| CAA | Clean Air Act |
| CERCLA | Comprehensive Environmental Response, Compensation, and Liability Act |
| CESQG | Conditionally Exempt Small Quantity Generator |
| CFR | Code of Federal Regulations |
| COD | Chemical Oxygen Demand |
| CWA | Clean Water Act |
| DMR | Discharge Monitoring Report |
| DOE | Department of Energy |
| EA | Environmental Assessment |
| EPA | Environmental Protection Agency |
| ESA | Endangered Species Act |
| ES&H | Environment, Safety and Health |
| FIFRA | Federal Insecticide, Fungicide, Rodenticide Act |
| LTS | Low Temperature Separation |
| NEESA | Naval Energy and Environmental Support Activity |
| NEPA | National Environmental Policy Act |
| NGL | Natural Gas Liquids |
| NHPA | National Historical Preservation Act |
| NPSOR-CUW | Naval Petroleum and Oil Shale Reserves - Colorado, Utah, and Wyoming |
| NPR-3 | Naval Petroleum Reserves No. 3 |
| NPDES | National Pollutant Discharge Elimination System |
| NORM | Naturally Occurring Radioactive Material |
| NRHP | National Registry of Historic Places |
| ppm | Parts Per Million |
| PA | Preliminary Assessment |
| PCB | Polychlorinated Biphenyls |
| PSD | Prevention of Significant Deterioration |
| RCRA | Resource Conservation and Recovery Act |
| RQ | Reportable Quantity |
| SARA | Superfund Amendments Reauthorization Act |
| SDWA | Safe Drinking Water Act |
| SPCC | Spill Prevention Control and Countermeasure |
| TCLP | Toxicity Characteristic Leaching Procedure |
| TOX | Total Organic Halogens |
| TQM | Total Quality Management |
| TSCA | Toxic Substances Control Act |
| UIC | Underground Injection Control |
| USDW | Underground Source of Drinking Water |
| UST | Underground Storage Tank |
| WYDOQ | Wyoming Department of Environmental Quality |
| WYOGCC | Wyoming Oil and Gas Conservation Commission |

I. EXECUTIVE SUMMARY

The CY 1999 Site Environmental Report and Compliance Summary discusses environmental compliance activities for NPR-3 from January 1999 through December 1999.

The Chapter 6, Section 2 Air Quality Permit will be submitted in CY 2000.

All hazardous wastes that were stored in the hazardous waste accumulation at NPR-3 were removed from the site in CY 1999. NPR-3 maintains its status as a conditionally exempt small quantity generator (CESQG).

Hydrogen sulfide flares have not operated at NPR-3 since 1996. H₂S monitoring around tank batteries with the potential to flare H₂S indicates readings well below the WYDEQ limit of 40 µg/m³. Prior to installation of the flares, the average 30-minute reading was between 660 µg/m³ and 1100 µg/m³. However, due to declining production, H₂S concentrations have dramatically decreased.

All underground storage tanks, at NPR-3, were removed in May 1998. These tanks were inspected by WYDEQ and no leaks were found. Underground storage tanks were replaced with two above ground, double wall tanks with computerized leak detection built in.

NPDES wastewater samples collected at NPR-3 were in compliance with WYDEQ standards. There were no spills or leaks reportable under CERCLA.

There is no underground source of drinking water (USDW) underlying NPR-3.

II. INTRODUCTION

Naval Petroleum Reserve No. 3 (NPR-3), Teapot Dome, consists of 9,481 acres (38.4 km²) located 35 miles (56 km) north of Casper, Wyoming. The geologic structure of NPR-3 is the southernmost of two adjacent oil-bearing domes lying in the same anticline. Eleven oil-bearing zones are known to exist within the geologic formations underlying NPR-3. The reserve extends approximately 7 miles (11 km) along a north-south axis and 2 miles (3 km) along an east-west axis. The elevation of NPR-3 is about 5,400 feet (1,650 m) above sea level, and the terrain is characterized by rolling plains interspersed with ridges and isolated bluffs. The surface consists of a prairie dotted with sagebrush, severely cut ravines, and sandstone bluffs.

NPR-3 is part of the Powder River Drainage Basin and is drained by two streams, Little Teapot Creek and Teapot Creek, which join and flow into Salt Creek just north of the Reserve. Prior to the production of oil and gas from the Reserve, the area was used for livestock grazing. Annual precipitation is 9-12 inches (23-30 cm). Temperatures for the area can vary from highs of 100°F (38°C) during the summer months to lows during the winter or -40°F (-22°C). The average date for occurrence of the last frost is May 18, while the average date of the first freeze is September 25. NPR-3 soils are sandy clay loam. Bentonite soils can be found in parts of the field. Figure 1 shows the geographical location of NPR-3.

Production facilities include pumping units, treaters, tanks for storage of petroleum and produced water, low-temperature-separation gas plant, water injection facilities, waste water disposal system, water treatment facility, steam generation-injection systems, and flowlines. In addition, there are numerous support facilities, including: electric power distribution systems; cathodic protection systems; potable water and sewer systems; roads, bridges and fences; buildings for maintenance, production support, administration, safety, security and environmental.

Water produced in conjunction with the operation of the field is discharged to local drainages in accordance with NPDES permits from the Wyoming Department of Environmental Quality (WYDEQ). Permits are also in place for the disposal of wastewater from steamflood operations into injection wells permitted by the Wyoming Oil and Gas Conservation Commission (WYOGCC). Potable water is hauled to the reserve by truck from the neighboring community of Midwest. Averages of 34 contractor and DOE personnel were employed in the field during 1999 and an average of 25 in the Casper office. Figure 2 shows the major facilities at NPR-3.

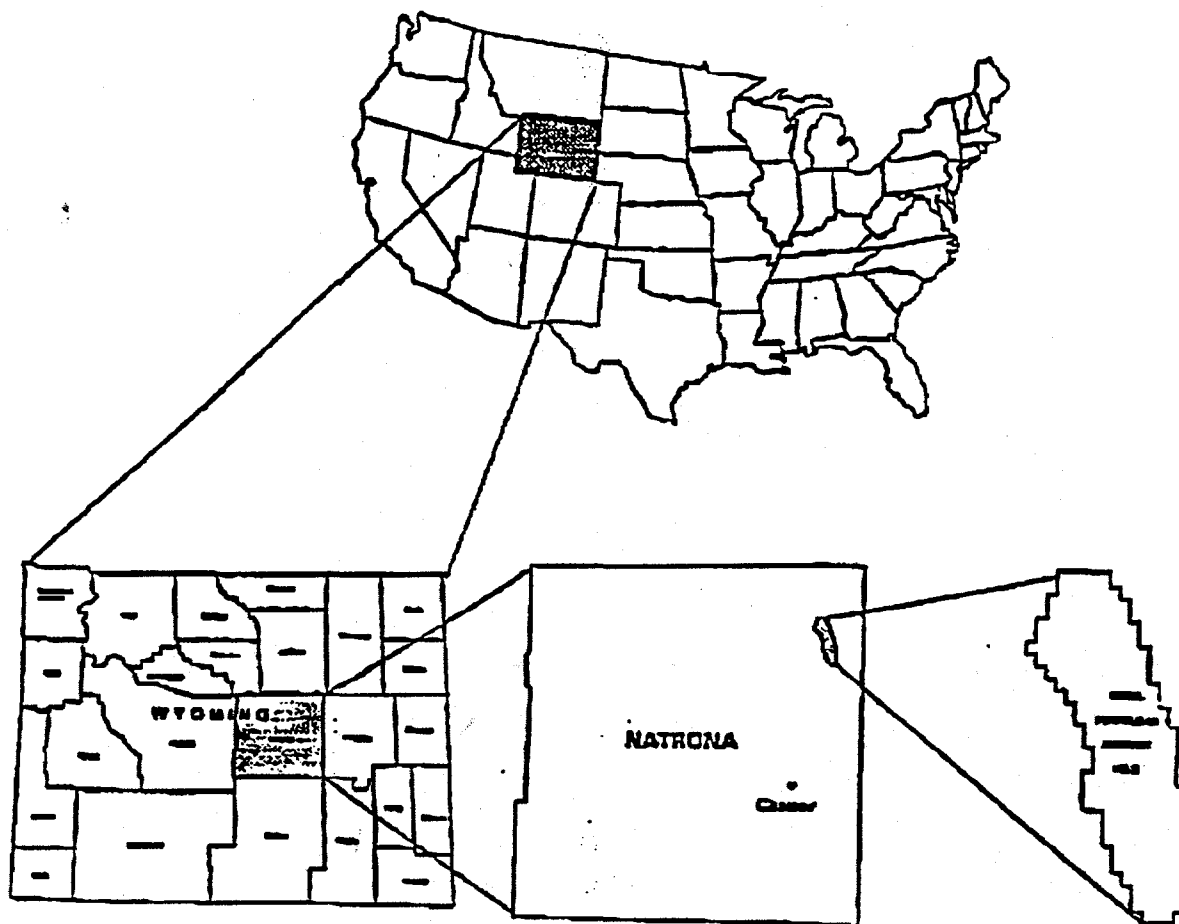


FIGURE 1

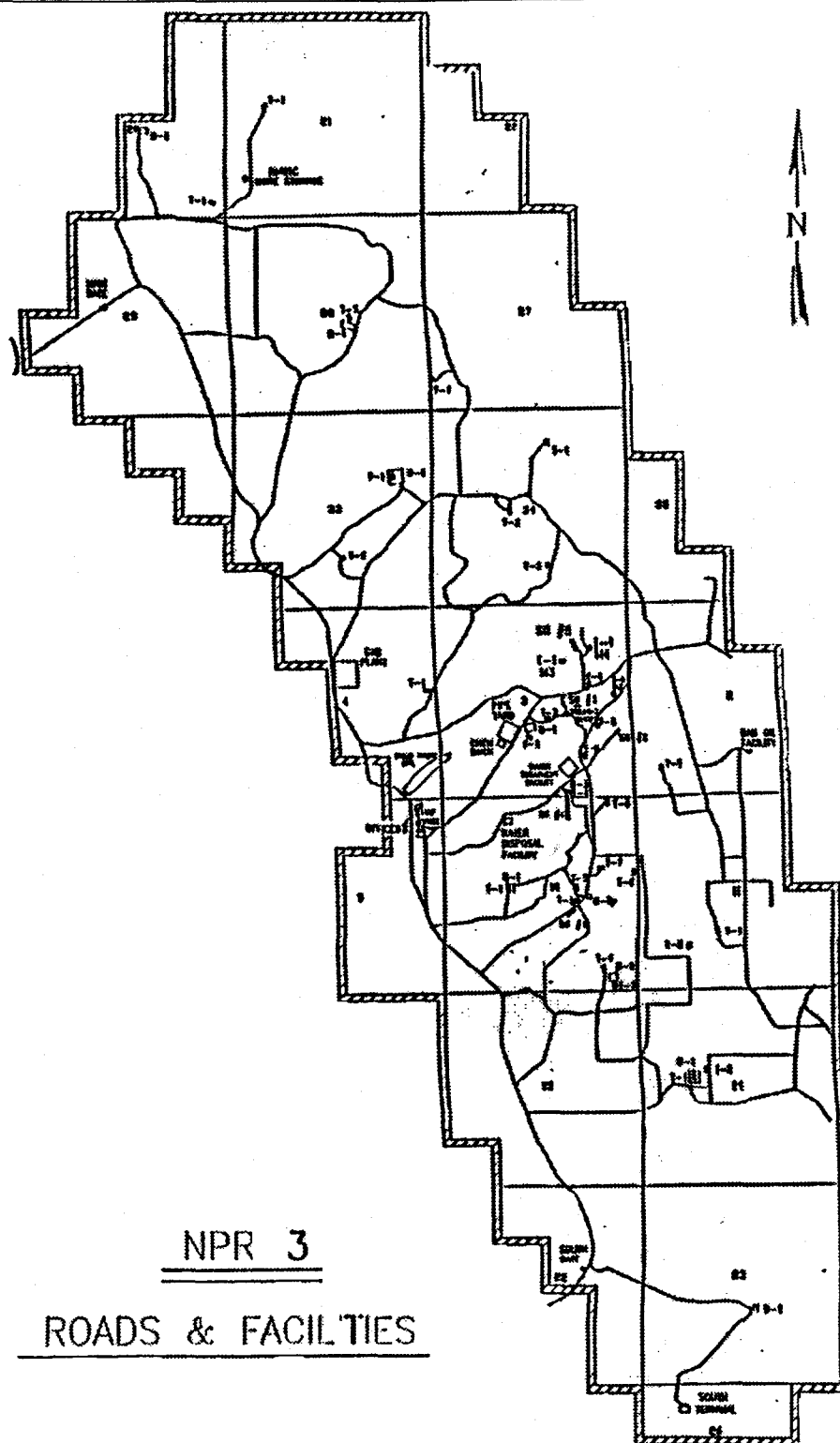


FIGURE 2

III. COMPLIANCE SUMMARY

A. Clean Air Act (CAA)

Air emissions are regulated under the CAA (42 USC 7401 through 7642). EPA regulations are contained in 40 CFR Parts 50 through 87 and 29 CFR Part 1910. Wyoming regulates air quality through the Rules and Regulations of the WYDEQ, Air Quality Division.

NPR-3 currently holds construction permits for the LTS Gas Plant, its associated flare and amine reboiler, and Steam Generators 4 and 5. Of the five steam generators, steam generators 1, 2, and 3 have been removed. Generators 4 and 5 have been shut down.

Hydrogen sulfide gas was flared at NPR-3 between November 1992 and the first quarter of 1995. Since the first quarter of 1995 H₂S flares have not operated and operating permits for the flares have never been required by WYDEQ for NPR-3.

Sampling of ambient H₂S at the appropriate tank batteries was conducted monthly in 1998 and continues. The ambient readings are taken using a Jerome 631-X H₂S analyzer at points around the batteries that were relative to those used for sampling prior to flare installation. Sampling has shown continuous drop of H₂S since being shut-in. Readings are less than three parts per million (3 ppm).

B. Clean Water Act (CWA)

Wyoming is a NPDES authorized state and wastewater discharges are regulated under the CWA (33 USC 1251 to 1387) and its associated EPA regulations (40 CFR Parts 122, 136, 403, and 405-471). Wyoming regulations are codified under the Wyoming Water Quality Rules and Regulations.

1. Wastewater Discharges

During 1999, NPR-3 held six National Pollutant Discharge Elimination System (NPDES) permits, issued by WYDEQ. See Table 1 for a listing of NPDES permits. These permits are for outfalls at tank batteries and the Peripheral Water Disposal Facility (WDF). The NPDES permits impose discharge limits on oil and grease, conductivity, and chemical oxygen demand. All outfalls must be monitored for these parameters bimonthly. Only one outfall discharged during 1999, the B-TP-10 tank battery. The remaining permits did not discharge. Sampling indicated compliance with NPDES permit limits. During 1999 the semi-annual discharge monitoring reports (DMR's) were filed with WYDEQ and EPA as required with all tests being in compliance.

2. Biotreatment Facility

On October 24, 1996, NPOSR-CUW was awarded the Office of Fossil Energy Environment, Safety and Health (FE ES&H) Achievement award for the design, construction and operation of a Biotreatment Facility that uses organic process to clean produced water of hydrocarbons and reduces chemical oxygen demand. This allows produced water to be discharged rather than injected into underground reservoirs.

In January 1996, the Biotreatment Facility constructed adjacent to the B-TP-10 tank battery began treating produced water. The project was constructed at the discharging outfall for the majority of produced water at NPR-3. This system is the final process for wastewater treatment under an issued NPDES permit allowed by the Clean Water Act. The facility consists of a mixing and skimming pit, cooling trench, aeration stair step and surface flow wetland.

The process naturally cleans produced water from field production facilities by utilizing algae, bacteria, and plants. Water discharges from the existing B-TP-10 pit (used as a skimming and mixing pond) through a cooling canal on the northern boundary of the pit designed to cool the produced water. Produced water then flows through a series of stair steps for aeration and further cooling, finally reaching the Biotreatment Facility wetland. The water then discharges from the wetland into a lagoon and finally into an unnamed tributary to Little Teapot Creek (the original receiving waters for the B-TP-10 discharge).

This process allows all produced water from the NPR-3 oilfield to be discharged. The project is beneficial to the oil industry and to the environment as a whole by lowering costs per barrel of oil produced. Prior to the Biotreatment facility, 10,000 barrels of wastewater were injected per day at a cost of \$180,000 per year. This project also provides wetland habitat and more flowing water for fisheries, livestock, wildlife and NPR-3's neighboring ranchers. The NPDES discharge parameters have consistently been met after treatment at the Biotreatment Facility.

In 1996, the Biotreatment Facility was featured in each of the following periodicals: *Office of Fossil Energy's ES&H Pipeline Newsletter*, *DOE This Month*, *E&P Environment*, and the *Oil and Gas Journal*.

3. Petroleum Management

Petroleum discharges are regulated under the CWA. EPA regulations are codified in 40 CFR Parts 110, 112, 280, 300, and 302. Wyoming regulations concerning the discharge of oil into waters of the State are codified in Water Quality Rules and Regulations Chapter VII. WYDEQ has also prepared a "Wyoming Oil and Hazardous Substances Pollution Contingency Plan."

Petroleum management at NPR-3 consists of the management of oil and wastes associated with oil production (e.g., produced water, sludges) to prevent oil from being discharged into surface water. Oil spill prevention measures are outlined in the NPR-3 Spill Prevention Control and Countermeasure (SPCC) Plan. NPR-3 has numerous potential sources for crude oil spills, including tank batteries, test satellites, pipelines, reserve pits and the South Terminal Battery. Earthen retaining pits used to store produced water are permitted by the WYOGCC.

Petroleum management also includes the land application of crude oil sludge on NPR-3 roads for dust suppression. Each spring, a permit application is submitted to WYDEQ for the following summer and fall. Stipulations usually include analysis of the sludge for pH, benzene, Radium 226, and occasionally a requirement to perform the Toxicity Characteristics Leachate Procedure (TCLP) for TOX (Total Organic Halogens) and metals.

Occasionally WYDEQ requires a sampling program to evaluate treated roads. This process determines the cumulative impact road application has on the roadbase. Approved EPA laboratory methods identical to those listed above are utilized. In 1998 NPR-3 was granted a five-year permit to apply crude oil sludge to dry roads June 1st – November 30th.

C. Comprehensive Environmental Response, Compensation and Liability Act (CERCLA) Issues

DOE sites have been required under CERCLA and DOE Order 5480.14 to develop and implement a program to identify and evaluate inactive hazardous waste disposal sites to determine the necessity of remediation. The CERCLA Phase I Assessment for NPR-3 was completed in May 1987.

1. CERCLA Reportable Releases

Hazardous substances are stored throughout NPR-3 in small quantities to support operations. In most cases, substances are maintained at individual sites in quantities less than a reportable quantity (RQ). During 1999, there were no spills or leaks reportable under CERCLA.

D. Emergency Planning and Community Right-To-Know Act (EPCRA)

The Emergency Planning and Community Right-to-Know Act (42 USC 11001 through 11050) imposes reporting requirements for hazardous chemicals. This act appears as Title III of the Superfund Amendments Reauthorization Act (SARA) and is often referred to as SARA Title III. EPA reporting requirements are codified in 40 CFR Parts 350, 355, 370 and 372.

1. Title III Reporting

NPR-3 is under the jurisdiction of the Wyoming Emergency Management Agency located in Cheyenne and the Natrona County Emergency Management Agency located in Casper. Emergency assistance is available through the Natrona County and Midwest/Edgerton Fire Departments.

No emergency notifications under SARA Section 304 (40 CFR 355.40) were required at NPR-3. Tier Two Emergency and Hazardous Chemical Inventory forms were submitted in February 1999. Additionally, as a result of Executive Order 12856, all DOE facilities are required to participate in Toxic Release Inventory (TRI) reporting, regardless of Standard Industrial Code. NPR-3 reported for the sixth time in 1999.

E. Endangered Species Act (ESA)

To ensure that federal actions are not likely to jeopardize the continued existence of an endangered or threatened species, regulatory protection is provided under Section 7 of the Endangered Species Act (ESA) of 1973 (16 USC. 1536). During 1999, NPR-3 activities have not effected endangered or threatened species. A survey for raptors was conducted in August 1998. No endangered Raptors were found. During the survey a pair of Golden Eagles and their nest was found directly off NPR-3.

F. Federal Insecticide, Fungicide, Rodenticide Act (FIFRA)

1. Pesticides Management

Pesticides are regulated under FIFRA [USC 136 through 136(y)]. EPA pesticide regulations are codified in 40 CFR Parts 162, 165, 166 and 171.

Only household-type spray insecticides and rodenticides, such as D-Con, are currently stored at NPR-3. Spray insecticides are used to control black widow spiders in outbuildings. Relatively small quantities of these pesticides are stored at a central storage area at the warehouse.

Beginning in 1994, NPR-3 changed its policy on herbicide usage. Operation employees received pesticide application licenses and began spraying herbicides rather than relying on commercial applicators. This has resulted in substantial cost savings for the project. Three non-restricted use herbicides were used in 1999 to clear vegetation around wells and production equipment to reduce fire danger. The herbicides Banvel and 6-Lovol Ester are biodegradable. Herbicides are stored in a secure, locked area and are used in accordance with a 1990 herbicide/pesticide management plan.

G. Floodplain/Wetlands Assessments

Two Executive Orders (E.O. 11988 Floodplain Management and E.O. 11990 Protection of Wetlands) require Federal agencies to consider the effects of proposed actions on floodplains and wetlands. During 1999, NPR-3 construction/production activities have not effected floodplains/wetlands.

H. National Historic Preservation Act (NHPA)

The following is a listing of laws, one Executive Order, and a Presidential Memorandum that provide guidance for the protection of archaeological and historic resources:

- Antiques Act of 1906 (P.L. 59-209)
- Historic Sites, Buildings, and Antiquities Act of 1935, P.L. 74-292, as amended by P.L. 89-249, P.L. 96-515;
- Archaeological Recovery Act of 1960, P.L. 86-523, as amended by P.L. 93-291 (the Archaeological and Historic Preservation Act of 1974), P.L. 95-625, P.L. 96-515, P.L. 98-483, and P.L. 101-70;
- Executive Order 11593 (1971);
- President's Memorandum on Environmental Quality and Water Resources Management (1978);
- Archaeological Resources Protection Act of 1979, P.L. 96-95, as amended by P.L. 100-555 and P.L. 100-588; and
- Native American Graves Protection and Repatriation Act of 1990 (P.L. 101-601, 25 U.S.C. 3001-3013).

A site-wide Cultural Resource inventory was completed in July of 1995 as a response to comments from the Wyoming SHPO regarding the revised NPR-3 EA. Only a few sites eligible for NRHP listing were located, and these sites are avoided.

I. Resource Conservation and Recovery Act (RCRA)

Hazardous wastes are regulated under RCRA [42 United States Code (USC) 6901 to 6991i]. EPA's hazardous waste regulations are codified in 40 Code of Federal Regulations (CFR) Parts 260 through 271.

1. Hazardous Waste Management

During 1991, a hazardous waste storage area was established at NPR-3. The area is fenced to provide security and insure that unauthorized personnel are kept out. Management procedures for the handling and storage of hazardous waste have been implemented.

NPR-3 maintains its status as a conditionally exempt small quantity generator (CESQG), generating < 200 kg of hazardous waste annually. Wastes are produced from equipment maintenance, grind-out (centrifuge) testing, and spillage of materials in storage. Small amounts of other hazardous wastes (e.g., paint residues, lithium and nickel/cadmium batteries) are also generated. NPR-3 retains the permit issued in 1990 when the facility was a small quantity generator. The NPR-3 EPA identification number for this permit is WY4890090042. All of the above waste was removed from site in June 1999.

2. Solid Waste Management

RCRA also governs the management of solid waste. EPA's solid waste regulations are codified in 40 CFR Parts 240 through 246. Wyoming's Solid waste regulations are codified under the Waste Management Division Rules and Regulations, Chapter I, II, VII, VII and IX.

NPR-3 operates an industrial solid waste landfill permitted by the Wyoming Department of Environmental Quality (WYDEQ). In November of 1996, NPR-3 contract personnel began preparing the required four (4) year renewal application for submittal to WYDEQ for evaluation. The process continued through 1997 and the permit was renewed by the WYDEQ on January 28, 1998.

The landfill has received waste from NPR-3 operations, including office waste, food scraps, trash, spent iron sponge, dried glycol filters, and other wastes on a case-by-case basis with DEQ approval. In October 1993, a commercial Waste Disposal Firm (BFI) was contracted to provide solid waste disposal. All solid waste produced at NPR-3 is now transported to the Casper City Bafell. The NPR-3 landfill has been closed and this office has begun the process for official closure.

3. Underground Storage Tanks (UST)

All underground storage tanks have been removed and replaced by two above ground tanks with double wall construction and computerized leak detection built in.

J. Safe Drinking Water Act (SDWA)

1. Drinking Water

Drinking water is regulated under the SDWA (42 USC through 300j-11). Regulations promulgated pursuant to the SDWA are codified in 40 CFR Parts 141 through 143.

Potable water for NPR-3 is transported by truck from an EPA approved water source (the town of Midwest, WY), which acquires its water from the Casper Municipal Water System via a pipeline. Four buried cisterns are used to store potable water at the site: two 1,000 gallon (3.8 m³) tanks at the LTS Gas Plant, a 7,500 gallon (28.4 m³) tank at the Lower Office Complex, and a 1,000 gallon tank (3.8 m³) tank at the Water Treatment Facility. The EPA has determined that NPR-3 is not a public drinking water supply. EPA no longer requires the drinking water at NPR-3 to be sampled quarterly for total coliform bacteria.

2. Underground Injection Control (UIC)

Underground injection is regulated under the SDWA. EPA regulations are codified in 40 CFR Parts 144 through 147 and Part 149. Class II wells are regulated in Wyoming by the Wyoming Oil and Gas Conservation Commission (WYOGCC) Rules and Regulations.

NPR-3 holds UIC permits issued by the WYOGCC for five water disposal wells. Three of these wells are available to be operated to dispose of produced water from the Shannon, Second Wall Creek, Third Wall Creek, Muddy, and Dakota formations into the Crow Mountain formation.

During 1999 there was no wastewater injected in these wells due to Biotreatment facility.

NPR-3 also operates injection wells for enhanced oil recovery. These wells are also permitted by the WYOGCC under the UIC program.

K. State Oil and Gas Regulations

Oil and gas regulations are administered in Wyoming by the Wyoming Oil and Gas Conservation Commission (WYOGCC).

Underground Injection Control (UIC) permits and the plugging and abandonment (P&A) of wells are governed by WYOGCC rules and regulations. In 1999, a P&A plan was developed which prioritized 185 of the highest ranking wells which need to be plugged and abandoned due to environmental, safety, mechanical or economic conditions.

During 1998 pits were netted to restrict wildlife access. Six pits are now netted to prevent access by waterfowl and other birds. Other pits are being evaluated to determine if netting is necessary. Unneeded pits were closed. Additional activities include the regular inspection of production facilities to insure regulatory compliance with WYOGCC regulations.

L. Toxic Substance Control Act (TSCA)

1. PCB Management

Polychlorinated biphenyls (PCBs) are regulated under TSCA (15 USC 2601 to 2654). EPA regulations regarding the production, use storage, handling, and disposal of PCBs are codified in 40 CFR Part 761.

All known PCB contaminated electrical equipment at NPR-3 was removed in 1993. Lab testing of transformers is still done to document their regulatory status. Electricians occasionally discover small capacitors, which may contain PCBs. Disposal of PCB contaminated capacitors is handled by a licensed agent.

M. National Environmental Policy Act (NEPA)

NEPA ensures that major federal actions do not significantly impact the environment by requiring all federal actions be evaluated for potential environmental impacts (42 USC 4321-4347 as amended). DOE implementing regulations are codified under 10 CFR Part 1021.

NPR-3 is currently operating under an approved environmental assessment (EA). A site-wide assessment was completed in April 1998 entitled Preparation of Transfer of Ownership for Naval Petroleum Reserve - 3. Document outlines 5-year plan to reclaim field by plugging all but approximately 200 wells. The plan includes converting the field from producing oil to RMOTC, where new oilfield and environmental technologies will be tested.

N. Other Major Environmental Issues and Actions

During 1999, no penalties or violations were levied against NPR-3.

O. Summary of Environmental Permits

Table 1 presents information regarding environmental permits at NPR-3.

| Table 1 NPR-3 Permits | | | |
|-------------------------------|------------------|---------------------------------------|--|
| Item | Permit No. | Facility | Permitting Information |
| Air Quality | 30-092 (Title V) | NPR-3 | (AR) – When permit is granted |
| | CT-360 | LTS Heat Medium Heater | (AR) – April 15 |
| | CT-361A | LTS Smokeless Flare | (AR) – April 15 |
| | CT-1202 | LTS Gas Plant Amine Reboiler | (AR) – April 15 |
| | CT-874 | 50 MMBtu/hr Steam Gen. No. 4* | (AR) – April 15 |
| | CT-937 | 50 MMBtu/hr Steam Gen. No. 5* | (AR) – April 15 |
| NPDES | WY-0028894 | B-1-3 Tank Battery | (SAR) (PR 12-31-2000) |
| | WY-0028908 | B-1-10 Tank Battery | (SAR) (PR 12-31-2000) |
| | WY-0028274 | B-TP-10 Tank Battery | (SAR) (PR 12-31-2000) |
| | WY-0028916 | B-1-28 Tank Battery | (SAR) (PR 12-31-2000) |
| | WY-0028924 | B-1-33 Tank Battery | (SAR) (PR 12-31-2000) |
| | WY-0032115 | Water Disposal Facility | (SAR) (PR 12-31-2000) |
| | WY-0034037 | Water Treatment Facility | (SAR) (PR 2-28-98) |
| | WY-0034126 | North Waterflood Floor Drains | (SAR) (PR 2-28-98) |
| Solid Waste | NPR-Ind #2 | Landfill | (PR) Every four (4) years |
| Road Application | 96-057 | NPR-3 Roads (Field-wide) | As needed, generally annually |
| Ground Water Appropriation | UW-60713 | B-1-3 Tank Battery | |
| | UW-60714 | B-1-10 Tank Battery | |
| | UW-60715 | B-2-10 Tank Battery | |
| | UW-60716 | B-TP-10 Tank Battery | |
| | UW-60717 | B-1-14 Tank Battery | |
| | UW-60718 | B-1-20 Tank Battery | |
| | UW-60719 | B-1-28 Tank Battery | |
| | UW-60720 | B-2-28 Tank Battery | |
| | UW-60721 | B-1-33 Tank Battery | (PR) Every four (4) years |
| | UW-60722 | B-1-35 Tank Battery | No annual report or permit renewal required |
| | UW-43810 | 17-WX-21 Madison Water Well | |
| | UW-85156 | 57-WX-3 Madison Water Well | |
| Underground Injection Control | | 124 Injection Wells | Integrity testing conducted on each well every 5 years |
| | | 34, 51 & 74-CMX-10 for Brine Disposal | |
| | | 86-LX-10, 25-LX-11, 14-LX-28 | |

Key: (PR) Permit Renewal
 (AR) Annual Report
 (SAR) Semi-Annual Report

* Output capacity of 50 MMBtu/hr corresponds to 62.5 MMBtu/hr input capacity

IV. Environmental Program Information

A. Environmental Compliance Assessment

1. Self-Assessment Program

DOE has established Integrated Safety Management Programs that monitors environmental and safety compliance with Federal, State and local laws and DOE Orders.

B. Environmental Training

During 1999, Environmental Department personnel attended the following training programs:

- 8-hour Hazardous Waste Site Worker Refresher
- 40-hour Hazardous Waste Site Workman's Course

Environmental regulatory compliance training programs have been provided to contractor management and field staff by Environmental staff in the areas of Resource Conservation and Recovery Act, Clean Water Act, pit management and the National Historic Preservation Act.

V. Environmental Radiological Program Information

Regular radiological monitoring is not required in association with oil and gas production operations at NPR-3. However, the Wyoming Department of Environmental Quality, Water Quality Division has implemented a voluntary program for monitoring naturally occurring radioactive material (NORM) from produced oil field waters. The WYDEQ is primarily concerned with Radium 226 (Ra226) content. The discharge standard has been set at 60 pCi/L. Baseline data obtained during 1989 have indicated that produced waters at NPR-3 are well below the 60 pCi/L standard.

VI. Environmental Non-Radiological Program Information

A. National Pollutant Discharge Elimination System (NPDES)

National Pollutant Discharge Elimination System (NPDES) permits are maintained for all facilities discharging produced waters. WYDEQ conduct an annual inspection in 1998. Results of the samples taken indicated compliance with WYDEQ NPDES permit standards.

Parameters required and NPDES permits are presented in Table 2, and results of NPDES monitoring during 1999 represented in Table 3. NPDES discharges at NPR-3 were in compliance with operating permit parameters in 1999.

Although the parameters required to be tested by each NPDES permit varies, all facilities are tested for Oil and Grease, Chemical Oxygen Demand (COD), Conductivity, and pH, as shown in Table 2 below. Exceedances are reported to WYDEQ when a test exceeds the permitted requirements for that facility.

Table 2
Parameters Required By NPDES Permits

| Facility | Oil & Grease, Radium 226 | Oil & Grease, Conductivity, COD |
|----------|---|---|
| | B-TP-10 B-1-3 Water Disposal Facility (WDF) | Water Treatment Facility (WTF) North Waterflood Drain (NWFD) |

Table 3
NPDES Discharge Results
January 1, 1999 to December 31, 1999

| Location | No. of Analyses | Conductivity | | | COD | | | O&G | | | pH | | |
|---|-----------------|--------------|------|-----|-----|------|-----|------|------|-----|------|------|-----|
| | | Low | High | Exc | Low | High | Exc | Low | High | Exc | Low | High | Exc |
| B-Tp-10 | 7 | 5330 | 6080 | 0 | 9 | 22 | 0 | <5.0 | 6 | 0 | 7.71 | 7.82 | 0 |
| The following NPDES permitted facilities did not discharge in 1999: | | | | | | | | | | | | | |
| B-1-3 | B-1-28 | | | | | | | | | | | | |
| B-1-10 | WDF | | | | | | | | | | | | |
| B-1-33 | | | | | | | | | | | | | |

B. Air Emissions Monitoring Data

Hydrogen sulfide gas was flared at NPR-3 from November 1992 to March of 1995 and an emissions survey was conducted in May 1994. The survey consisted of representative wells and tanks and the three H₂S flares. Effluent samples were collected and analyzed for C1-C10, BTEX and H₂S. Much of the data collected was used to prepare the Title V permit application submitted to WYDEQ in September of 1995.

In 1999 sampling of ambient H₂S concentrations was conducted bi-monthly. The ambient readings were taken using a Jerome 631-X H₂S analyzer at points around the batteries that were relative to those used for sampling prior to flare installation. Table 4 presents the ranges of readings from half-hour averages that were performed at each battery at the sample point with the highest concentration. The data indicates that H₂S concentrations were well within DEQ specifications.

Table 4
H₂S 30-Minute Data Ranges

| Location | $\mu\text{g}/\text{m}^3$ | Ppm |
|---|--------------------------|--------------|
| T-5-3 | 0.0 to 29.82 | 0.0 to .0025 |
| T-5-10 | 0.0 to 11.36 | 0.0 to .002 |
| B-3-3 | 0.0 to 24.14 | 0.0 to .002 |
| WYDEQ Standard: 70 $\mu\text{g}/\text{m}^3$ not to be exceeded more than twice/year 40 $\mu\text{g}/\text{m}^3$ not to be exceeded more than twice/5 days OSHA Standard: 10 ppm (14,200 $\mu\text{g}/\text{m}^3$) time-weighted average for 10 hours | | |

C. Continuous Release Reporting

Hazardous substances are stored throughout NPR-3 in small quantities to support operations. In most cases, substances are maintained at individual sites in quantities less than a reportable quantity (RQ). During 1999, there were no spills or leaks reportable under CERCLA.

D. Environmental Occurrences

During 1999, one leak was reportable to the Wyoming Department of Environmental Quality and triggered a DOE occurrence report. The following is a description of the occurrence.

DATE: 10-10-99

LOCATION: Section 3, T38N, R78W, Natrona County

REPORTED TO:

| | | | |
|--------|----------|-------|-------------|
| WYOGCC | 10-10-99 | 12:00 | Cindy Roman |
| WYDEQ | 10-10-99 | 12:30 | Linda Fivas |
| DOE | 10-10-99 | 12:45 | |
| NRC | 10-10-99 | 1:00 | Helen Reddy |

DESCRIPTION: The valve on manifold was closed and the auto pump started on a closed flow line.

CORRECTIVE ACTION: On 10-10-99 at 4:00p.m. All wells were shut-in and manifold blocked. Booms were placed in creek to prevent further contamination. Shoreline was washed down and oil vacuumed with a Vak. Truck. All flow lines were flushed with clean hot water.

VII. Groundwater Monitoring and Protection

A. Groundwater Monitoring Information

Permitted water disposal wells are used to dispose of produced and wastewaters which do not meet discharge requirements. No significant shallow, fresh water zones have been detected in the 500 or

more wells drilled since 1976. Casing and cementing plans are designed to prevent migration of fluids between zones. Injection wells are tested every five years to assure the integrity of the casing and to detect migration of fluids.

B. Groundwater Protection

The use of groundwater in northeastern Natrona County (NPR-3) is very limited because of poor water quality (high total dissolved solids) and the lack of significant water-bearing units. Ground water is used mainly for non-potable supplies. Where no better source is available at isolated ranches, the ground water is utilized for household and stock watering uses.

Potable water for the communities of Midwest and Edgerton (6 miles or 10 km north of NPR-3) is obtained from the water treatment facilities in Casper Wyoming and piped 40 miles (64 km) to these communities. There is no source of potable water underlying NPR-3. The only two formations at NPR-3 which produce water of reasonable quality for livestock use are the Tensleep and Madison formations. Water from both formations is produced and used in NPR-3 operations and is discharged through NPDES permitted facilities.

Various controls are used at NPR-3 to prevent fluid migration between subsurface formations. These controls include WYOGCC-approved practices and compliance with the Underground Injection Control (UIC) regulations. Production wells are cased and cemented according to WYOGCC rules and regulations to prevent fluid migration and if abandoned are permanently plugged. Injection wells are tested periodically for casing integrity to assure that injected fluids enter the proper geologic unit and that leaks are not occurring.

Aquifer exemptions and permits for underground disposal of water require the submittal of a variety of information. This includes descriptions of the nature and source of water to be injected, estimated minimum and maximum amounts of water to be injected daily, average and maximum disposal pressures, details of well construction, and a description of other wells within a quarter-mile radius that penetrate into or through the formation used for disposal.

Solid waste disposal operations at NPR-3 are unlikely to be pollution sources for either soil or ground water. Geologically, the absence of shallow groundwater, the presence of relatively impermeable weathered shale and bentonite at the surface prevents contaminant transport. The semiarid climate and the immobility of wastes allowed in the permitted landfill greatly reduce this possibility.

There are six monitoring wells at the industrial landfill to detect contamination of groundwater emanating from the solid waste facility. Following WYDEQ requirements specific to the NPR-3 landfill, four (4) of these wells were sampled in 1999. The permit renewal contained a permit condition that required a new monitoring well and the replacement of three existing wells. The results of the 1999 sampling are summarized in Table 5.

Other groundwater protection controls include: general good housekeeping and the practice of using production chemicals in small quantities away from water ways; oil and gas production is handled in vessels above ground in diked areas designed to hold spills; underground storage tanks for diesel and gasoline are cathodically protected and pressurized lines have leak detector valves.

An exemption from the DOE Order 5400.1 requirement of full sitewide groundwater monitoring has

been obtained for operations at NPR-3. Due to the low risk of contamination from the operations, sitewide monitoring will not be necessary. Monitoring continues at the solid waste disposal facility.

Table 5
1999 Landfill Groundwater Monitoring Results

| Parameters | 78-55-X-4 | 98-1 X 3 | 97-1-X-4 | 88-13 X 4 | 98-2 X 3 | 98-2 X 4 |
|---|-----------|----------|----------|-----------|----------|----------|
| Major Ions | | | | | | |
| Chlorides (CL) | 172 | 939 | 228 | 165 | 210 | 212 |
| Ammonia (NH ₃) as N | 1.01 | 7.72 | 10.4 | 1.00 | 11 | 11.8 |
| Non Metals | | | | | | |
| Total Dissolved Solids @ 180 C (TDS) | 46600 | 24900 | 33300 | 41200 | 38500 | 41300 |
| Hardness as total CaCO ₃ | 14500 | 969 | 4980 | 14800 | 2670 | 3010 |
| pH | 7.22 | 7.42 | 7.63 | 7.61 | 7.76 | 5.61 |
| Total Organic Carbon (TOC) | 37.5 | 14.7 | <2.0 | 35.2 | 15 | 12.4 |
| Trace Metals | | | | | | |
| Iron (Fe) | 5.57 | <0.03 | <0.03 | 1.68 | 0.78 | 0.82 |
| TPH (Total petroleum Hydrocarbons) EPA Method 8015 Modified | <1.0 | <1.0 | <1.0 | <1.00 | N/A | <1.00 |
| BETEX (Benzene, Ethylbenzene, Toluene) | <1.00 | <1.0 | <1.00 | <1.00 | N/A | <1.00 |
| Xylenes (ug/l) | <2.00 | <2.00 | <2.00 | <2.00 | N/A | <2.00 |

VIII. Quality Assurance

Procedures are available which detail the proper method of ground water, surface water, and NPDES sampling according to EPA-established protocol. These procedures include proper well purging technique, decontamination technique, test measurements, (pH, conductivity, etc.), personnel protective equipment, etc. Field equipment is calibrated to known standards each time it is used.

Laboratory analyses are performed by EPA-certified laboratories that utilize EPA approved methods and maintain QA/QC programs. Although EPA certifies laboratories for drinking water analysis only, this

certification should reasonably qualify a laboratory for wastewater or RCRA waste analysis because detection of drinking water contaminants requires greater precision than do most wastewater or RCRA waste analyses. Laboratories that have shown themselves to be poor in quality control have been eliminated from use. Blind blank samples, usually distilled water, are sent in with other regularly collected samples.

Subcontracts for laboratory analysis are conducted for NPR-3 activities. NPR-3 does not maintain an EPA-approved lab; therefore, inter-laboratory crosscheck programs are not conducted.