22 November 2013

Mr. Mike Bratcher, Environmental Specialist NMOCD 811 S. First St. Artesia, New Mexico 88210

Re: Initial C-141
Chevron
Skelly 952
UL-D, Section 21, Township 17 South, Range 31 East
Eddy County, New Mexico

Mr. Bratcher:

Environmental Plus, Inc. (EPI), on behalf of Mr. Bradley Blevins, Chevron Delaware Basin (Chevron), submits the attached form C-141 for the above-referenced leak site, located on land owned by the State of New Mexico and administered by the BLM.

The site is located approximately 5 miles east of Loco Hills, New Mexico (reference *Figure 1*). A search for water wells was completed utilizing the New Mexico Office of the State Engineer's website and a United States Geological Survey (USGS) database. No wells (domestic, agriculture or public) and no bodies of surface water exist within a 1,000-foot radius of the release site (reference *Figure 2*). Groundwater data indicated the average water depth is approximately 130 feet below ground surface (bgs). The attached site information and metrics form ranks the site in accordance with the NMOCD Guidelines for Remediation of Leaks, Spills and Releases (August 13, 1993).

Approximately 53.8 bbls of produced water were released when a 3rd party contractor doing road work damaged the main transfer water line, ~15 barrels were recovered (reference *Figure 3* and attached photographs). Based on available information, it was projected distance between impacted soil and groundwater is approximately 130 vertical feet. Utilizing this information, New Mexico Oil Conservation Division (NMOCD) Remedial Goals for this Site were determined as follows:

Parameter	Remedial Goal			
Benzene	10 parts per million			
BTEX	50 parts per million			
TPH	5,000 parts per million			
Chloride	1,000 parts per million			



Should you have any questions or concerns please feel free to contact me at (575) 394-3481 or via email at ddominguezepi@gmail.com or Mr. Bradley Blevins at (575) 391-1462 Ext. 86424 or via e-mail at bradley.blevins@chevron.com. All official communication should be addressed to:

Mr. Bradley Blevins Chevron 1616 West Bender Hobbs, New Mexico 88240

Sincerely,

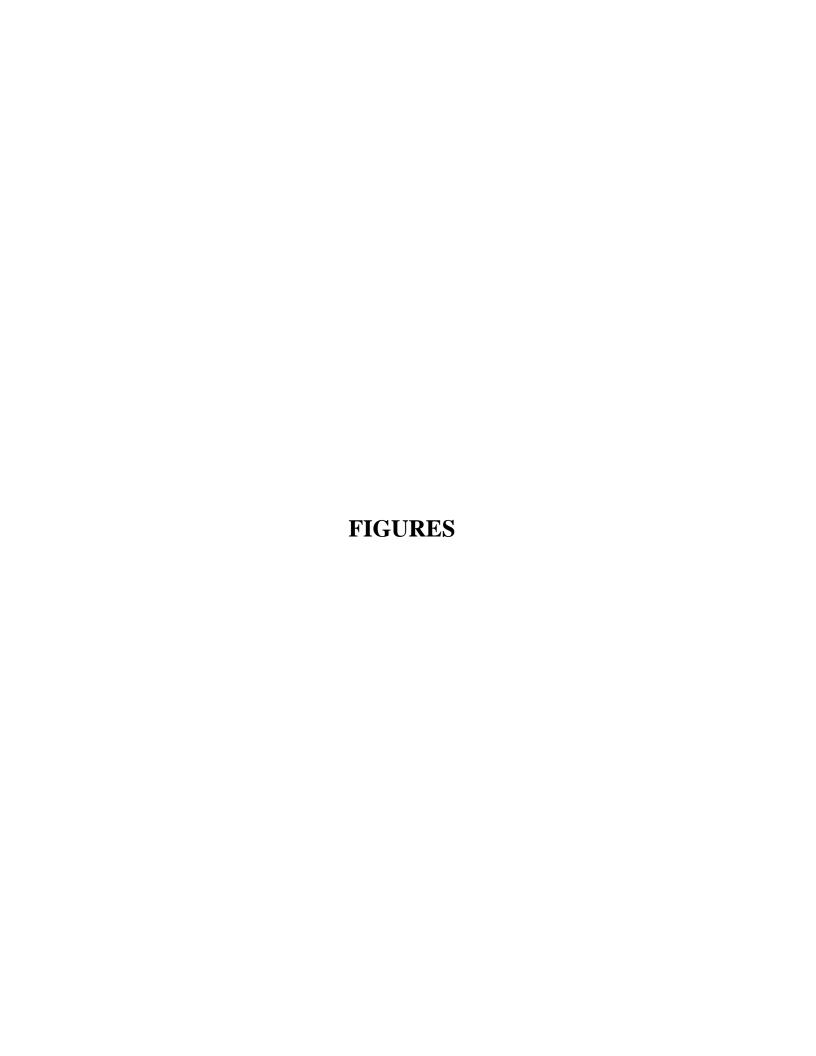
ENVIRONMENTAL PLUS, INC.

Daniel Dominguez Environmental Consultant

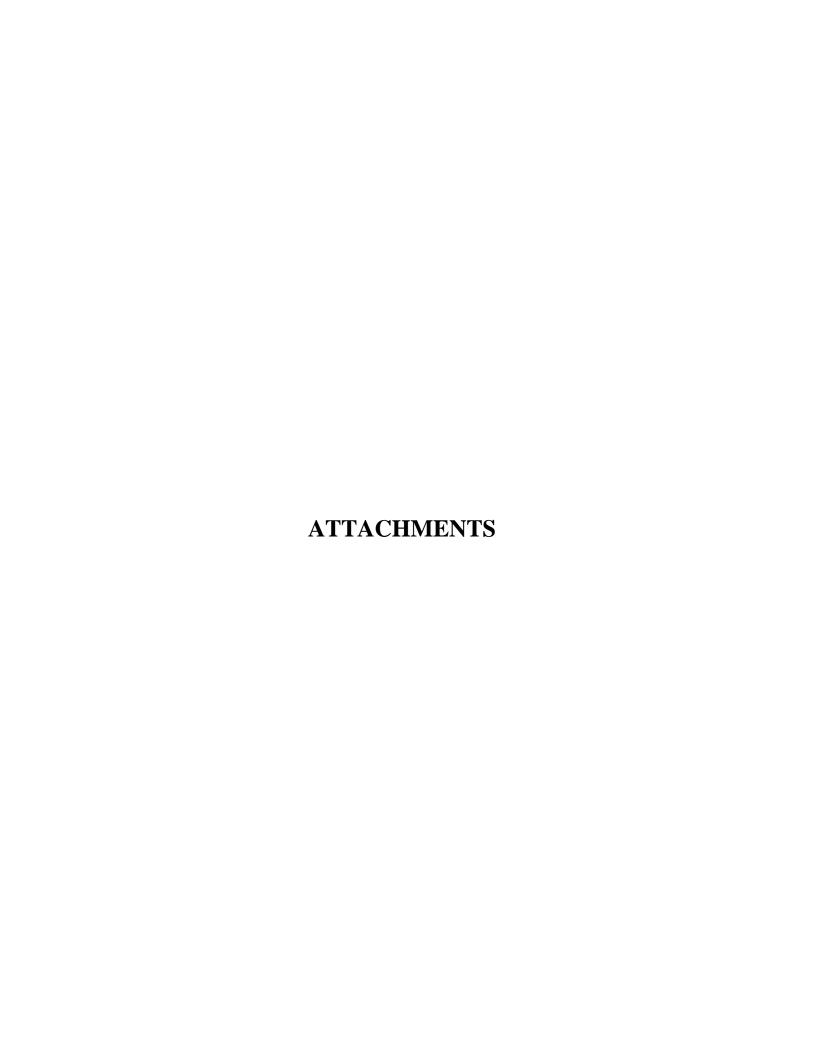
cc: Bradley Blevins, Chevron, Hobbs, NM

File

2 Skelly 952







ATTACHMENT I PHOTOGRAPHS



Photograph #1- Point of release.



Photograph #2- Looking across release area.

ATTACHMENT II INFORMATION AND METRICS INITIAL C-141

Incident Date: 11/19/13

NMOCD Notified: 11/22/13

Information and Metrics

Site: Skelly 952 Assigned Site Reference #:

Company: Chevron

Street Address: 1616 West Bender

Mailing Address:

City, State, Zip: Hobbs, New Mexico 88240

Representative: Bradley Blevins

Representative Telephone: (575) 391 – 1462 Ext. 86424

Telephone:

Fluid volume released (bbls): ~53.8 bbls Recovered (bbls): 15 barrels

>25 bbls: Notify NMOCD verbally within 24 hrs and submit form C-141 within 15 days. (Also applies to unauthorized releases >500 mcf Natural Gas)

5-25 bbls: Submit form C-141 within 15 days (Also applies to unauthorized releases of 50-500 mcf Natural Gas)

Leak, Spill, or Pit (LSP) Name: Skelly 952

Source of contamination: 3rd party contractor damaged main water transfer line

Land Owner, i.e., BLM, ST, Fee, Other: BLM

LSP Dimensions: ~725 feet by 10 feet

LSP Area: ~ ft²

Location of Reference Point (RP):

Location distance and direction from RP:

Latitude: N 32° 49′ 28.56″ **Longitude:** W 103° 52′ 44.04″

Elevation above mean sea level: 3,733 feet

Feet from North Section Line: Feet from West Section Line:

Location- Unit or 1/41/4: NW1/4 of the NW1/4 **Unit Letter:** D

Location- Section: 21 Location- Township: T17S Location- Range: R31E

Surface water body within 1000 ' radius of site: none

Domestic water wells within 1000' radius of site: none

Agricultural water wells within 1000' radius of site: none

Public water supply wells within 1000' radius of site: none

Depth from land surface to ground water (DG): ~ 130'

Depth of contamination (DC): unknown

Depth to ground water (DG – DC = DtGW): ~ 130 '

1. Ground Water	2. Wellhead Protection Area	3. Distance to Surface Water Body	
If Depth to GW <50 feet: 20 points	If <1000' from water source, or;<200' from	<200 horizontal feet: 20 points	
If Depth to GW 50 to 99 feet: 10 points	private domestic water source: 20 points	200-100 horizontal feet: 10 points	
If Depth to GW >100 feet: 0 points	If >1000' from water source, or; >200' from private domestic water source: 0 points	>1000 horizontal feet: 0 points	

Site Rank (1+2+3) = 0 + 0 + 0 = 0

Total Site Ranking Score and Acceptable Concentrations

Parameter	>19	10-19	0-9			
Benzene ¹	10 ppm	10 ppm	10 ppm			
BTEX ¹	50 ppm	50 ppm	50 ppm			
TPH	100 ppm	1,000 ppm	5,000 ppm			

¹100 ppm field VOC headspace measurement may be substituted for lab analysis

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised October 10, 2003 Submit 2 Copies to appropriate District Office in accordance

Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action									
OPERATOR						Final Report			
Name of Company: Chevron C					Contact: Bradley Blevins				
Address: 1616 West Bender				r	Гelephone N	Io.: (575) 391	-1462 Ext. 8	36424	
Facility Name: Skelly 952 Facility Type: Po				e: Poly Line					
Surface Owner: BLM Mineral Own)wn	ner: API:					
				LOCATIO	N C	F RELEAS	\mathbf{E}		
Unit Letter D	Section 21	Township 17S	Range 31E	Feet from the			Feet from the	East/West Li	ne County Eddy
	l	Lat	itude: N	N 32° 49' 28.56	5" L	ongitude: W	103° 52' 44.0)4"	<u> </u>
			<u>-</u>			RELEASE	100 02	<u> </u>	
Type of Relea	se: produce	ed water		NATURI	01 د		lease: 53.8 bbls	Volume Re	ecovered: 15 bbls
Type of Release: produced water Source of Release: 3 rd party contractor doing road work damaged the main transfer water line				e		r of Occurrence:	Date and I	Date and Hour of Discovery:	
Was Immedia	Was Immediate Notice Given? ☐ Yes ☐ No ☐ Not Required				If YES, To Whom?				
By Whom? B	radley Blev	ins		-		Date and Hou	r: 11/22/13 @ am	1	
Was a Watercourse Reached? ☐ Yes ☐ No				If YES, Volume Impacting the Watercourse: Not Applicable					
Depth to Wat	er. ~130 f	t bgs							
If a Watercou	ırse was Im	pacted, Desc	ribe Fully	* Not Applicable					
Describe Cau	se of Probl	em and Rem	edial Acti	on Taken * Approx	rimate	ely 53 8 bbls of r	roduced water we	ere released whe	n a 3 rd party contractor
doing road wo	rk damaged	I the main wat	er transfei	line. Approximatel urface contaminants	ly 15				
		_				. 1. 705 G 10	C :	.1 1	.d. 15111 CCL 1
recovered from	n the site. S	oil samples w	ill be colle	cted from release ar	rea an	d submitted to C	ardinal Laborator	ies for testing. U	
laboratory analytical data from soil samples collected during delineation operations, a Remediation Proposal will be prepared for approval. I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant 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									
				cceptance of a C-14					s not relieve the eat to ground water,
surface water,	human hea	lth or the envi	ronment.	In addition, NMOC	D acc	ceptance of a C-1		-	rator of responsibility
101 Compilance	e with any c	other federal, state, or local laws and/or regulations. OIL CONSERVATION DIVISION							
Signature:									121011
	n Bradlay I	Playing				Approved by Di	strict Supervisor	:	
Printed Name	. Drauley I	DICAIIIS			1	Approval Date:			
Title: HE Spec	cialist					= *		Expiration I	Date:
E-mail Addre	ess: <u>bradle</u>	y.blevins@ch	evron.com		_	Conditions of A	oproval:		Attached
Date:		Phone: (5	75) 391-1	462 Ext. 86424					

^{*} Attach Additional Sheets If Necessary