Received 1/31/2017 NMOCD Dist 2

District 1 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III

State of New Mexico **Energy Minerals and Natural Resources**

Form C-141 Revised August 8, 2011

Oil Conservation Division

Submit 1 Copy to appropriate District Office in accordance with 19.15,29 NMAC.

1000 Rio Brazos Road, Aztec, NM 87410 1220 South St. Francis Dr. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 Release Notification and Corrective Action **OPERATOR** Initial Report Final Report nAB1523231936 Name of Company: Linn Energy Contact: Aaron Hickert Address: 2130 W Bender, Hobbs, NM 88240 Telephone No. 432-363-9496 Facility Name: Skelly A Battery (Skelly Unit #213) Facility Type: Tank Battery Mineral Owner: API No. 30-015-29762 Surface Owner: Federal **LOCATION OF RELEASE** Feet from the North/South Line East/West Line Unit Letter Section Township Range Feet from County 22 175 31E 40 North 1220 East Eddy Α Latitude: 32.8272362 Longitude: -103.8529129 NATURE OF RELEASE Type of Release: Oil Volume of Release: 2 bbls Volume Recovered: 1.5 bbls Source of Release: Compressor Date and Hour of Occurrence Date and Hour of Discovery 08/14/2015 08/14/2015 10:00 PM Was Immediate Notice Given? If YES, To Whom? ☐ Yes ☐ No ☐ Not Required By Whom? Joe Hernandez Date and Hour: Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* Went out to check on lact unit when seeing it on tank logics that it was at 10' and it usually sales at 6 to 7 ft. When arriving at battery, I saw that the gas compressor had oil spraying out of the head gasket, leaving two - three barrels of oil on the ground, which was picked up by Lamina Trucking and cleaned up by DFSI. I then went to the heater and saw that the heater had lost its pressure and that the heater was full of oil and it had ran over into the gas line into the compressor. I then proceeded to shut in the entire field until I had the matter handled. I found that I went on bad oil and the lact derived back to the water knock out the oil, causing the heater to lose pressure and with not enough pressure the fluid entering the heater would not dump, causing the heater to over flow with fluid. I dumped a lot of my production into my produced water tank, which I had water hauler skin tank to retrieve oil. After retrieving oil, he then put back into my oil tanks. After finally getting my heater equalized, I then turned all wells back on. Spill was 3' x 15', ran north then started running west 4'x20' at Skelly A Gas Compressor.

Describe Area Affected and Cleanup Action Taken.

The impacted soils were scraped and properly disposed of at a NMOCD approved facility. The excavation was backfilled with clean, imported caliche to ground surface and contoured to the surrounding area.

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 endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

redefinit charet of record factor of regulations			
	OIL CONSERVATION DIVISION		
Signature: Printed Name: Aaron Hickert	Approved by Environmental Specialist:		
Title: Sr EH&S Representative	Approval Date: 2/3/17	Expiration Date: 2/3/17	
E-mail Address: ahickert@linnenergy.com	Conditions of Approval; N/A		Attached
Date: 01/31/2017 Phone: 432-363-9496	FINAL		

* Attach Additional Sheets If Necessary