

**NM OIL CONSERVATION
ARTESIA DISTRICT**

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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

AUG 30 2016

Form C-141
Revised August 8, 2011

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

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

RECEIVED

Release Notification and Corrective Action

NAB1024449653

OPERATOR		<input checked="" type="checkbox"/> Initial Report	<input checked="" type="checkbox"/> Final Report
Name of Company Yates Petroleum Corporation		Contact Amber Griffin	
Address 105 S. 4 th Street Artesia, NM 88210		Telephone No. 575-748-1471	
Facility Name Satchmo SWD State #1		Facility Type SWD/Tanks	
Surface Owner State	Mineral Owner State	API No. 30-015-42492	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
B	36	25S	31E	330	North	1980	East	Eddy

Latitude 32.09297 Longitude 103.72897

NATURE OF RELEASE

Type of Release Produced water	Volume of Release 400 B/PW	Volume Recovered 400 B/PW
Source of Release Lightning struck a water tank	Date and Hour of Occurrence 8/21/2016; AM	Date and Hour of Discovery 8/21/2016; PM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? NMOCD - Mike Bratcher, Heather Patterson and NMSLO - Ion Dolly, Amber Groves, Mathew Hagman, Mark Naranjo, Dana Vackar Strang	
By Whom? Robert Asher	Date and Hour: 8/22/2016; 7:28AM email	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.* N/A

Describe Cause of Problem and Remedial Action Taken.*

Lightning struck a fiberglass produced water tank sometime during the morning of August 21, 2016; only half of the tank was burned. The lease operator discovered the burnt tank when he arrived to check on the lease for the day. The fire had been extinguished by the rain before the operator arrived on the location. The 8" main poly line to the SWD was shut off, pumps were turned off and vacuum trucks were called.

Describe Area Affected and Cleanup Action Taken.

The affected area was inside the lined/bermed battery. There was no damage to the berm or liner of the battery and all produced water was recovered. The tank will be removed and replaced with a new tank. Depth to Ground Water: >100' (approximately 300', per Chevron/Texaco Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 0. Yates Petroleum requests closure based off all produced water being recovered from within the lined/bermed location and no damage to the berm or liner.

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.

Signature: <i>Amber Griffin</i>		OIL CONSERVATION DIVISION	
Printed Name: Amber Griffin		Signed By: <i>Mike Bratcher</i> Approved by Environmental Specialist:	
Title: Environmental Representative		Approval Date: <u>8/31/16</u>	Expiration Date: <u>N/A</u>
E-mail Address: <u>agriffin@yatespetroleum.com</u>		Conditions of Approval: FINAL	Attached <input type="checkbox"/>
Date: August 30, 2016	Phone: 575-748-4111	2RP-	

* Attach Additional Sheets If Necessary

2RP-3858