

District I - (505) 393-6161
P.O. Box 1980
Hobbs, NM 88241-1980
District II - (505) 748-1283
1301 W. Grand Ave
Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Road
Aztec, NM 87410
District IV - (505) 827-7131

State of New Mexico
Energy Mineral and Natural Resources Department
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505
(505) 476-3440

JAN 11 2008
OCD-ARTESIA

Form C-141
Originated 2/13/97

Submit 2 copies to
Appropriate District
Office in accordance
with Rule 116 on
back side of form

30-015-27168

Release Notification and Corrective Action
OPERATOR

☐ Initial Report

☒ Final Report

Name Marathon Oil Company	Contact Jerry Harrison
Address P.O. Box 1324 Artesia, NM 88210	Telephone No 575-457-2621 ext. 121 or 575-365-5863
Facility Name Indian Hills State Com. Battery	Facility Type Central Battery

Surface Owner STATE	Mineral Owner	Lease No E 10083 API# 3001527168
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LOCATION OF RELEASE

Unit Letter D	Section 36	Township 20S	Range 24E	Feet from the	North/South Line	Feet from the	East/West Line	County Eddy
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NATURE OF RELEASE

Type of Release produced water	Volume of Release 28 bbl	Volume Recovered 20bbl		
Source of Release Hole in Pipe line	Date of Occurrence 01/03/08	Hour of Occurrence 4:00am	Date of Discovery 01/03/08	Hour of Discovery 10:00 AM
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher			
By Whom? Jerry Harrison	Date of Notification 01/03/08	Hour of Notification 2:10 PM		
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 (Attach Additional Sheets If Necessary)

N/A

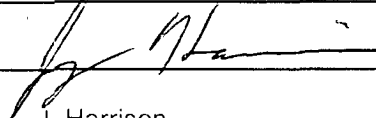
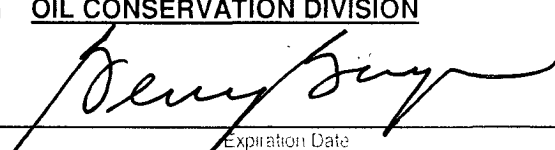
Describe Cause of Problem and Remedial Action Taken (Attach Additional Sheets if Necessary)

Corrosion caused a hole in a steel line. The steel line will be inspected for internal and external corrosion. Associated piping will be inspected upon the results of the inspection. The corroded section will be replaced.

Describe Area Affected and Cleanup Action Taken (Attach Additional Sheets if Necessary)

Produced water was contained with the facility's dike, affecting an area 15' x 21' x 5". Twenty barrels were removed by vacuum truck. The residue will be treated at the time of the facility's removal from service.

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 regulation 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 	See Attached Stipulations	DENIED	OIL CONSERVATION DIVISION
Printed Name J. Harrison		Approved by 	
Title Production Supervisor		District Supervisor	
Date 1/9/08	Phone 575-457-2621 ext 121	Approval Date JAN 11 2008	Expiration Date
		Conditions of Approval	Attached <input checked="" type="checkbox"/>



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

January 15, 2008

Marathon Oil Company
PO Box 1324
Artesia, NM 88210

ATTN: Jerry Harrison

RE: Indian Hills State Com Battery

Dear Sir:

This office is in receipt of your C-141 (Final Report) on the produced water release, at this facility and is **DENIED.**

NMOCD Rule 19.15.3.116 states in part ... "The responsible person must complete **division approved corrective action** for releases which endanger public health or the environment. Releases will be addressed in accordance with a remediation plan submitted to and approved by the division or with an abatement plan submitted in accordance with Section 19 of 19.15.1 NMAC."

This office is not in receipt of the Initial Report of Release, as required by this Rule. Corrective action in regard to this release must be in accordance with Guidelines for Remediation of Releases.

Since the affected area is currently small, contaminated soil should be removed and the excavated area sampled to further determine the extent of horizontal and vertical contamination. The Lab results of the sampling should be forwarded to OCD for approval prior to any back fill of the area.

Information and tools for proper corrective action may be found in the *Environmental Handbook* on our web site www.emnrd.state.nm.us/oed under the heading publications.

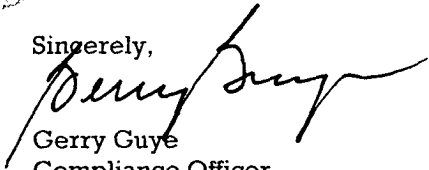
Remediation requirements may be subject to other federal, state and local laws or regulations.

Within 30 days, **on or before January 31, 2008**, completion of a remediation work plan should be finalized and submitted to the Division, summarizing all actions taken or to be taken to mitigate environmental damage related to the leak, spill or release, for approval.

Please be advised that NMOCD acceptance and/or approval of documents or work plans 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 and/or approval of documents or work plans do not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I may be of further service or if you have any questions please feel free to contact me.

Sincerely,

A handwritten signature in black ink, appearing to read "Gerry Guye", written over the printed name.

Gerry Guye

Compliance Officer

NMOCD District II, Artesia

(505) 748-1283 ext 105

Cell (505) 626-0843

E-mail: gerry.guye@state.nm.us