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 Department

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

)

| Incident ID | nAPP2327027493 |
|----------------|----------------|
| District RP | |
| Facility ID | |
| Application ID | |

Release Notification

Responsible Party

| Responsible Party DCP Operating Company, LP | OGRID 36785 |
|--|--------------------------------|
| Contact Name Raymond Smalts | Contact Telephone 575-234-6405 |
| Contact email Raymond.a.smalts@p66.com | Incident # (assigned by OCD) |
| Contact mailing address 5301 Sierra Vista Dr. Carlsbad, NM | 88220 |

Location of Release Source

Latitude 32.534100

<u>Longitude</u> <u>-104.218300</u> (NAD 83 in decimal degrees to 5 decimal places)

| Site Name D-6-7 Line | Site Type Natural Gas Gathering Pipeline |
|-----------------------------------|--|
| Date Release Discovered 9/21/2023 | API# (if applicable) |

| Unit Letter | Section | Township | Range | County |
|-------------|---------|----------|-------|--------|
| С | 31 | 20S | 28E | Eddy |

Surface Owner: State Federal Tribal Private (Name: <u>BLM</u>

Nature and Volume of Release

Material(s) Released (Select all that apply and attach calculations or specific justification for the volumes provided below)

| Crude Oil | Volume Released (bbls) | Volume Recovered (bbls) |
|------------------|--|---|
| Produced Water | Volume Released (bbls) 15 | Volume Recovered (bbls) 0 |
| | Is the concentration of dissolved chloride in the produced water >10,000 mg/l? | ☐ Yes ⊠ No |
| Condensate | Volume Released (bbls) | Volume Recovered (bbls) |
| Natural Gas | Volume Released (Mcf) | Volume Recovered (Mcf) |
| Other (describe) | Volume/Weight Released (provide units) | Volume/Weight Recovered (provide units) |
| | ptember 21, 2023, DCP Ops discovered a leak on the D scheduled to be repaired. | 0-6-7 pipeline due to internal corrosion. DCP Ops has |

| ge 2 | eee average and the second state of New N | | Incident ID | nAPP2327027493 |
|--|--|---|--|---|
| C Z | Oil Conservation I | | District RP | The second second |
| | on construction | | Facility ID | |
| | | | Application ID | |
| | | | Contraction of the second | |
| Was this a major release as defined by 19.15.29.7(A) NMAC? | If YES, for what reason(s) do | es the responsible party cor | sider this a major release | \$? |
| If YES, was immediate n by Raymond Smalts to N | otice given to the OCD? By wh fike Bratcher on 9/21/2023 at 8: | iom? To whom? When an 53 pm. | l by what means (phone, | email, etc)? Notice emailed |
| | | nitial Response | | |
| The responsible | party must undertake the following acti | ons immediately unless they could | create a safety hazard that wo | uld result in injury |
| The second se | as been secured to protect human ave been contained via the use of | | | ent devices. |
| Released materials has All free liquids and reasons If all the actions describes Per 19.15.29.8 B. (4) NM has begun, please attach within a lined containmer | ave been contained via the use of ecoverable materials have been d above have <u>not</u> been undertak <u>(AC the responsible party may of</u> a narrative of actions to date. ht area (see 19.15.29.11(A)(5)(a | f berms or dikes, absorbent removed and managed app en, explain why: commence remediation imm ff remedial efforts have be) NMAC), please attach all | pads, or other containme ropriately. nediately after discovery en successfully complete information needed for c | of a release. If remediation d or if the release occurred losure evaluation. |
| Released materials have a service of the service of | ave been contained via the use of ecoverable materials have been d above have <u>not</u> been undertak AC the responsible party may of a narrative of actions to date. | f berms or dikes, absorbent removed and managed app en, explain why: commence remediation imm ff remedial efforts have be) NMAC), please attach all mplete to the best of my knowl a release notifications and perf sport by the OCD does not reli at pose a threat to groundwate | pads, or other containmer opriately. nediately after discovery en successfully complete information needed for c edge and understand that put form corrective actions for re- eve the operator of liability r, surface water, human heal | of a release. If remediation d or if the release occurred losure evaluation. rrsuant to OCD rules and eleases which may endanger should their operations have th or the environment. In |
| Released materials has All free liquids and ro ff all the actions describe Per 19.15.29.8 B. (4) NM has begun, please attach within a lined containmer hereby certify that the infor egulations all operators are bublic health or the environr ailed to adequately investig addition, OCD acceptance o ind/or regulations. | Ave been contained via the use of ecoverable materials have been d above have <u>not</u> been undertak that above have <u>not</u> been undertak that area (see 19.15.29.11(A)(5)(a rmation given above is true and con required to report and/or file certain ment. The acceptance of a C-141 re ate and remediate contamination th f a C-141 report does not relieve th Smalts | f berms or dikes, absorbent removed and managed app en, explain why: commence remediation imm ff remedial efforts have be) NMAC), please attach all mplete to the best of my knowl a release notifications and perf sport by the OCD does not relia at pose a threat to groundwate e operator of responsibility for | pads, or other containmer opriately. nediately after discovery en successfully complete information needed for c edge and understand that put form corrective actions for re- eve the operator of liability r, surface water, human heal | of a release. If remediation d or if the release occurred losure evaluation. rrsuant to OCD rules and eleases which may endanger should their operations have th or the environment. In |
| Released materials ha All free liquids and ro ff all the actions describe Per 19.15.29.8 B. (4) NM has begun, please attach within a lined containmer hereby certify that the infor regulations all operators are public health or the environ ailed to adequately investig addition, OCD acceptance o ind/or regulations. | Ave been contained via the use of ecoverable materials have been d above have <u>not</u> been undertak that above have <u>not</u> been undertak that area (see 19.15.29.11(A)(5)(a rmation given above is true and con required to report and/or file certain ment. The acceptance of a C-141 re ate and remediate contamination th f a C-141 report does not relieve th <u>Smalts</u> DocuSigned by: | f berms or dikes, absorbent removed and managed appr en, explain why: commence remediation imm of remedial efforts have be) NMAC), please attach all mplete to the best of my knowl a release notifications and perf eport by the OCD does not relia at pose a threat to groundwate e operator of responsibility for Title: <u>Sr. En</u> | pads, or other containmer opriately. nediately after discovery en successfully complete information needed for c edge and understand that pu form corrective actions for re eve the operator of liability c, surface water, human heal compliance with any other vironmental Engineer_ | of a release. If remediation d or if the release occurred losure evaluation. rrsuant to OCD rules and eleases which may endanger should their operations have th or the environment. In |
| Released materials have a series of the second series of the second seco | Ave been contained via the use of ecoverable materials have been d above have <u>not</u> been undertak that above have <u>not</u> been undertak that area (see 19.15.29.11(A)(5)(a rmation given above is true and con required to report and/or file certain ment. The acceptance of a C-141 re ate and remediate contamination th f a C-141 report does not relieve th Smalts | f berms or dikes, absorbent removed and managed app en, explain why: commence remediation imm ff remedial efforts have be) NMAC), please attach all mplete to the best of my knowl a release notifications and perf sport by the OCD does not relia at pose a threat to groundwate e operator of responsibility for | pads, or other containmer opriately. nediately after discovery en successfully complete information needed for c edge and understand that pu form corrective actions for re eve the operator of liability c, surface water, human heal compliance with any other vironmental Engineer_ | of a release. If remediation d or if the release occurred losure evaluation. rrsuant to OCD rules and eleases which may endanger should their operations have th or the environment. In |

| From: | Smalts, Raymond A |
|--------------|--|
| То: | Michael Bratcher; Mike Bratcher |
| Cc: | Spicer, Wayne D; Millican, Scot A; Cook, John W; Case, Nicholas L; Daly, Stacey; Brett Dennis; Kyle Norman |
| Subject: | Notice of Release - D-6-8 Pipeline Leak |
| Date: | Thursday, September 21, 2023 8:53:20 PM |
| Attachments: | image001.png |
| | image002.png |

Mr. Bratcher,

This afternoon, I was notified of a leak on the D-6-8 pipeline at 32.5341, -104.2183 in Eddy county. Operators have blocked in and are in the process of blowing down the line. A third party contractor is in route to determine the extent of the leak. The estimated volume released is expected to exceed the reporting threshold of 5 bbls and has the potential to exceed the 25 bbl reportable threshold of produced water. More information will be provided in a C-141 submittal. The discovery date and time for the event is approximately 09/21/2023 at 01:08pm.

Therefore:

In an abundance of caution and to meet potentially applicable reporting deadlines, DCP is submitting this initial report based on the information currently available and DCP's understanding of the facts at this time; however, DCP's investigation and assessment is ongoing. DCP therefore reserves the right to supplement and revise the information in this initial report if and as new information becomes available. DCP also reserves the right to raise any arguments, facts, or defenses regarding this incident, including that this incident is not a "major release" as defined by 19.15.29.7(A) NMAC.

Thanks...

Ray Smalts Sr. Environmental Engineer Permian, SENM Asset

O: (575) 234-6405 | M: (575) 231-2611 Carlsbad Office | 5301 Sierra Vista Dr. | Carlsbad, NM 88220 Raymond.A.Smalts@p66.com www.phillips66.com



Barrels Released Calculation

| Realease Are | ea | | | | | | | | | |
|--------------|------------|------|-------|-------|---|-------------|--------------|------|-------|-------------------|
| | Square Foo | tage | | 4,386 | х | Height (ft) | 0.5 | = | 81.22 | feet ³ |
| | | | 27 | | | | | _ | | |
| | 81.22 | x | 0.178 | | = | 14.47 | barrels rele | ased | | |
| Overspray A | rea | | | | | | | | | |
| | Square Foo | tage | | 8,997 | х | Height (ft) | 0.01 | = | 3.33 | feet ³ |
| | | | 27 | | | | | _ | | |
| | 3.33 | х | 0.178 | | = | 0.59 | barrels rele | ased | | |
| | | | | Total | | 15.06 | barrels rele | ased | | |

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 Fax: (505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

| Operator: | | OGRID: |
|-----------|----------------------|---|
| DCP OF | PERATING COMPANY, LP | 36785 |
| 6900 E. | E. Layton Ave | Action Number: |
| Denver, | r, CO 80237 | 271036 |
| | | Action Type: |
| | | [C-141] Release Corrective Action (C-141) |

CONDITIONS

| Created By | Condition | Condition Date |
|---------------|-----------|-------------------|
| scott.rodgers | None | 10/2/2023 |

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Action 271036