RECEIVED FEB 2 1 2014

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 NMOCD ARTESIA

Form C-141 vised August 8, 2011

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

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action				
nHMP1407233282 OPERATOR I Initial Report I Final Report				
Name of Company RKI Exploration + Production Contact Kipper Folmer				
Address 5315 Bueno Visto 246284. Telephone No. 575-885-1313				
Facility Name Sunta Fe 8 Facility Type Swo				
Surface Owner Mineral Owner API No. 30-015. 27126				
LOCATION OF RELEASE				
Unit Letter Section Township Range Feet from the N	orth/South Line	1 - 1 - 7 7		
A 35 225 28E 760	\sim	/ 460 1		Eduz
Latitude 32.35 H42 Longitude 704.051426				
NATURE OF RELEASE				
Type of Release Produces water Volume of Release 250BL Volume Reco				
Source of Release WATER Pump		Date and Hour of Occurrence 3- 5 Date and Hour of Discovery 2-1-14		
Was Immediate Notice Given? Yes No Not Required If YES, To Whom?				
By Whom?	Date and Ho	Date and Hour		
Was a Watercourse Reached?	If YES, Vol	If YES, Volume Impacting the Watercourse.		
If a Watercourse was Impacted, Describe Fully.*				
The Watercourse was impacted, Positive Lutry.				
				ļ
Describe Cause of Problem and Remedial Action Taken.*				
Leak was Repaired + will excounte + Remediate				
OLD side of SVD will Be torn out of Remediated ASAP				
Describe Area Affected and Cleanup Action Taken.*				
spill was Finide Bern with APPX SBBC Leaving Berm				
77 1 13 7 7 1 1 2 1 2 1 2 1 2 1 2 1 2 1 2 1 2 1				
I hereby certify that the information given above is true and complete regulations all operators are required to report and/or file certain release public health or the environment. The acceptance of a C-141 report by should their operations have failed to adequately investigate and remet or the environment. In addition, NMOCD acceptance of a C-141 reported federal, state, or local laws and/or regulations.	e notifications and the NMOCD man liate contamination	l perform correct ked as "Final Ro n that pose a thre	tive actions for rele port" does not relie at to ground water,	ases which may endanger eve the operator of liability , surface water, human health
	1	OIL CONS	SERVATION	DIVISION
Signature: K			,	
1/	Approved by Environmental Specialist:			
Printed Name: Kipper tolmar				
Title: Production Foreman	Approval Date:	3-13-14	Expiration E	Date: NA
E-mail Address: KFOLMAN @ RKIXP COM	Conditions of A	Approval:		Attached
Date: 2-7-14 Phone: 575-644.2008				· ·
Attach Additional Sheets If Necessary	Kemediation	per OCD Kul	e & Guidelines,	& 2RP 220

like approval by BLM. SUBMIT REMEDIATION PROPOSAL NO LATER THAN:

Bratcher, Mike, EMNRD

From:

Heather Brehm < HBrehm@rkixp.com>

Sent:

Friday, February 21, 2014 10:28 AM

To:

Bratcher, Mike, EMNRD

Subject:

RE: Spill Reporting - New Mexico

Attachments:

SANTA FE 8_SPILL REPORT_2-7-14.pdf

GREAT! Well here is the Form C-141 © Please let me know if there is anything else I need to do (already submitted to BLM) Thank you again, so much, for your information. Have a great weekend.

From: Bratcher, Mike, EMNRD [mailto:mike.bratcher@state.nm.us]

Sent: Friday, February 21, 2014 11:14 AM

To: Heather Brehm

Subject: RE: Spill Reporting - New Mexico

Yes.

From: Heather Brehm [mailto:HBrehm@rkixp.com]

Sent: Friday, February 21, 2014 10:02 AM

To: Bratcher, Mike, EMNRD

Subject: RE: Spill Reporting - New Mexico

Thank you, you have been so helpful. Are you the state agent then that I need to send the C-141 to?

From: Bratcher, Mike, EMNRD [mailto:mike.bratcher@state.nm.us]

Sent: Friday, February 21, 2014 10:21 AM

To: Heather Brehm **Cc:** Sharp, Karen, EMNRD

Subject: RE: Spill Reporting - New Mexico

Yes. OCD's reporting requirements are for ALL spills regardless of surface or mineral ownership. If a spill occurs on Federal surface, an operator will be dealing with both agencies. OCD and BLM work very well together where releases involve both agencies, but requirements of both agencies must be met.

Mike Bratcher NMOCD District 2 811 S. First Street Artesia, NM 88210 O: 575-748-1283 X108

C: 575-626-0857 F: 575-748-9720

From: Heather Brehm [mailto:HBrehm@rkixp.com]

Sent: Friday, February 21, 2014 9:16 AM

To: Bratcher, Mike, EMNRD **Cc:** Sharp, Karen, EMNRD

Subject: RE: Spill Reporting - New Mexico

Awesome!! I talked with BLM yesterday and it sounds like we are all on the same page YEAH! THANK YOU

Last question....do you need to know about spills on Fed BLM land?? I just need to know if I report 'everything' to the state, including federal reports.

From: Bratcher, Mike, EMNRD [mailto:mike.bratcher@state.nm.us]

Sent: Friday, February 21, 2014 10:12 AM

To: Heather Brehm **Cc:** Sharp, Karen, EMNRD

Subject: Spill Reporting - New Mexico

Heather,

I am the Environmental Specialist for NMOCD District 2 in New Mexico. Karen Sharp forwarded your inquiry to me regarding spill reporting. The following links should take you the specific OCD rules applicable to spills. The short version regarding spill reporting is as follows:

A "major release" is a fluid volume in excess of 25 bbls, anything that results in a fire, will reach a watercourse, and couple of other sort of vague possible scenarios (you will see what I mean when reviewing the actual rule). Also considered a major release is, gas, in excess of 500 mcf (and another vague scenario).

A major release requires "immediate notification". The definition of immediate notification, for reporting purposes, in within 24 hours of discovery.

A "minor release" is considered to be a fluid volume greater than 5 bbls, but less than 25 bbls, and, gas volume greater than 50 mcf, but less than 500 mcf.

A Form C-141 is then to be submitted to appropriate District Office within 15 days of discovery (major and minor releases).

An operator is responsible for remediation/clean-up of all fluid spills, even if less than the 5 bbl reporting requirement.

These requirements are applicable to any release in New Mexico regardless of surface and/or mineral ownership.

Unofficially speaking for BLM, they generally want to know about all spills on federal properties ASAP. In this area, they will accept NMOCD's Form C-141 as a spill report, which makes it a little easier on industry regulatory folks, as the same form can go to both agencies, they just want to know about spills sooner than what NMOCD rules require for state reporting. Jim Amos heads up the environmental group in the Carlsbad NM BLM office. (575-234-5909) jamos@blm.gov

http://www.nmcpr.state.nm.us/nmac/parts/title19/19.015.0029.pdf

http://www.nmcpr.state.nm.us/nmac/parts/title19/19.015.0030.pdf

If you have questions, or for assistance, please don't hesitate to contact me.

Mike Bratcher NMOCD District 2 811 S. First Street Artesia, NM 88210 O: 575-748-1283 X108

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