

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

OCT 22 2015

Form C-141
Revised August 8, 2011

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

RECEIVED

Release Notification and Corrective Action

7AB1529550693

Name of Company Yates Petroleum Corporation		OPERATOR Chase Settle	<input checked="" type="checkbox"/> Initial Report <input type="checkbox"/> Final Report
Address 104 S. 4 th Street		Contact Chase Settle	
Facility Name Mimosa Federal SWD #1		Telephone No. 575-748-1471	
		Facility Type Battery	
Surface Owner Federal	Mineral Owner Federal	API No. 30-015-26449	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	4	20S	24E	1980	South	810	East	Eddy

Latitude 32.6011 Longitude -104.5869

NATURE OF RELEASE

Type of Release Crude Oil	Volume of Release 7 B/O	Volume Recovered 6 B/O
Source of Release Failure of pumps to operate cause gun barrel to overflow.	Date and Hour of Occurrence 10/7/2015; AM	Date and Hour of Discovery 10/7/2015; AM
Was Immediate Notice Given? <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not Required	If YES, To Whom? N/A	
By Whom? N/A	Date and Hour N/A	
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

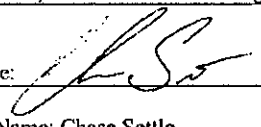
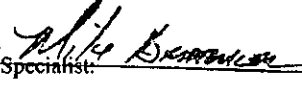
Describe Cause of Problem and Remedial Action Taken.*

Pumps failed to operate causing the gun barrel to overflow and release crude oil. Valves were shut, vacuum truck(s) and roustabout crew called.

Describe Area Affected and Cleanup Action Taken.*

An approximate area of 150' X 15' with a pooling area of 60' X 35' was affected within the berm of the battery, with an additional area of 30' X 15' affected outside of the battery berm at the northeast corner. The oil mixed with rainwater that had collected in the berm in order to impact a larger area and overlap an area impacted by a previous release from the Mimosa Federal SWD #4. Vacuum trucks were called to recover any standing fluid. Excavated soils will be hauled to a NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX. If initial analytical results for TPH & BTEX are under RRAL's (site ranking is 0) a Final Report, C-141 will be submitted to the OCD requesting closure. Depth to Ground Water: >100' (approximately 245', Section 4, T20S-R24E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS ZERO (0).

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: 	OIL CONSERVATION DIVISION	
Printed Name: Chase Settle	Signed By:  Approved by Environmental Specialist:	
Title: NM Environmental Regulatory Agent	Approval Date: <u>10/22/15</u>	Expiration Date: <u>N/A</u>
E-mail Address: CSettle@yatespetroleum.com	Conditions of Approval:	
Date: October 22, 2015	Remediation per O.C.D. Rules & Guidelines <input checked="" type="checkbox"/>	
Phone: 575-748-4217	SUBMIT REMEDIATION PROPOSAL NO <u>228</u>	

* Attach Additional Sheets If Necessary

LATER THAN: 11/23/15

22P.335

Bratcher, Mike, EMNRD

From: Chase Settle <CSettle@yatespetroleum.com>
Sent: Thursday, October 22, 2015 11:18 AM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD; Jim Amos
Cc: Bob Asher; Katie Parker; Veronica Alvarado
Subject: C141 Initial Mimosa Federal SWD #1
Attachments: C141 Mimosa Federal SWD #1 Initial 2015_10_07.pdf; Sundry Mimosa Federal SWD #1 2015_10_07.pdf

Please find attached the C-141 Initial and Sundry for the below listed location.

Mimosa Federal SWD #1

30-015-26449

Sec. 4, T20S-R24E, 1980' FSL & 810' FEL

Eddy County, New Mexico

Thank you,

Chase Settle, M.S.

Environmental Regulatory Agent

Yates Petroleum Corporation

105 S. 4th Street

Artesia, NM 88210

575-748-4171 (Office)

575-703-6537 (Cell)

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UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2014

SUNDRY NOTICES AND REPORTS ON WELLS
*Do not use this form for proposals to drill or to re-enter an
abandoned well. Use Form 3160-3 (APD) for such proposals.*

5. Lease Serial No.
NM-39635

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE – Other instructions on page 2.

1. Type of Well

☐ Oil Well ☐ Gas Well ☒ Other

2. Name of Operator
Yates Petroleum Corporation

3a. Address
105 S. 4th St., Artesia, NM 88210

3b. Phone No. (include area code)
575-748-4171

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1980' FSL & 810' FEL, Section 4, T20S-R24E

7. If Unit of CA/Agreement, Name and/or No.

8. Well Name and No.
Mimosa Federal SWD #1

9. API Well No.
30-015-26449

10. Field and Pool or Exploratory Area

11. County or Parish, State
Eddy County, New Mexico

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Clean up actions to</u> <u>be taken.</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Pumps failed to operate causing the gun barrel to overflow and release crude oil. Valves were shut, vacuum truck(s) and roustabout crew called. An approximate area of 150' X 15' with a pooling area of 60' X 35' was affected within the berm of the battery, with an additional area of 30' X 15' affected outside of the battery berm at the northeast corner. The oil mixed with rainwater that had collected in the berm in order to impact a larger area and overlap an area impacted by a previous release from the Mimosa Federal SWD #4. Vacuum trucks were called to recover any standing fluid. Excavated soils will be hauled to a NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX. If initial analytical results for TPH & BTEX are under RRAL's (site ranking is 0) a Final Report, C-141 will be submitted to the OCD requesting closure. Depth to Ground Water: >100' (approximately 245', Section 4, T20S-R24E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS ZERO (0).

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)
Chase Settle

Title NM Environmental Regulatory Agent

Signature 

Date 10/22/2015

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)