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

	OPERATOR	Initial Report	Final Report			
Name of Company Chevron USA Inc.	Contact Josepha DeLeo	n				
Address 6301 Deauville Blvd., Midland, TX 797	Telephone No. cell: 43	32-425-1528 wk: 575-263-04	424			
Facility Name: Lotos 11 Federal 2	Facility Type: Injection	Facility Type: Injection				
Surface Owner: Federal Minera	al Owner: Federal	API No. 3001528	821			

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
Н	11	24S	31Ē	1780	North	660	East	Eddy

GPS Coordinates: 32.2342606,-103.7421875

NATURE OF RELEASE

Type of Release: Produced Water Spill	Volume of Release: 17.9 barrels of produced water	Volume Re 17.9 barrels	covered : s of produced water	
Source of Release: Tank overflow	Date and Hour of Occurrence 12/06/2017; 12:00 PM		our of Discovery ; 12:00 PM	
Was Immediate Notice Given?	If YES, To Whom?	12,00,2017	, 12:00 11:1	
🛛 Yes 🗌 No 🗌 Not Required	Olivia Yu			
By Whom? Josepha DeLeon	Date and Hour: 12/07/2017; verbal		11	
Was a Watercourse Reached?	If YES, Volume Impacting the Wate	ercourse.		
If a Watercourse was Impacted, Describe Fully.*				
N/A	APPROVED			
N/A		7 /	pr 17 2010	
	By Olivia Yu at 8:5	7 am, A	pr 17, 2018	
Describe Cause of Problem and Remedial Action Taken.*				
Spill due to pump went down causing tank to run over to secondary contain	inment (lined berm.			
Describe Area Affected and Cleanup Action Taken.*				
Reset pump and started injecting again. Vacuum truck extracted standing liquid. Recovered all 17.9 produced water.). Liner has been inspected and found integrity to be in good condition (pictures attached). Steam wash tanks and liner to completely clean secondary containment.				
I hereby certify that the information given above is true and complete to the				
regulations all operators are required to report and/or file certain release no public health or the environment. The acceptance of a C-141 report by the				
should their operations have failed to adequately investigate and remediate				
or the environment. In addition, NMOCD acceptance of a C-141 report d				
federal, state, or local laws and/or regulations.				
	OIL CONSERV	ATION I	DIVISION	
guledem		\sim		
Signature:	Approved by Environmental Specialist			
	II III	Q		
Printed Name: Josepha DeLeon				
Title: HES Specialist, Environmental Compliance Support	Approval Date: 4/17/2018	Expiration D	ate: XX/XX/XXXX	
E-mail Address: jdxd@chevron.com	Conditions of Approval:		Attached	
Date: 12/12/2017 Phone: 575-263-0424				







From:	Yu, Olivia, EMNRD
To:	<u>"Barnhill, Amy D.";</u> "DeLeon, Josepha"
Cc:	<u>"Tucker, Shelly"; Weaver, Crystal, EMNRD</u>
Subject:	RE: Lotos Federal Spill
Date:	Tuesday, April 17, 2018 9:11:00 AM
Attachments:	image001.png approved_17Apr2018_finalC-141 20171206 Lotos Fed.pdf
	approved_17Aprz016_finalc=141 20171200 Lotos Fed.put

Good morning Ms. Barnhill:

To answer your question, a RP was probably not assigned because this release occurred entirely in a lined facility. Releases in lined facilities with either location or pasture impact may be issued a RP identifier.

In general, to resolve releases in lined facilities, two items are needed along with the final C141: 1) a statement of liner integrity assessment and 2) photo documentation, dated and geo-referenced, of the intact and cleaned liner/facility with the source point evident in the photos. NMOCD sincerely appreciates your compliance. Please be advised that initial/final C-141s are not accepted without statement of liner integrity and dated photo documentation of the cleaned facility, which is feasible within the 15-day period to submit a C-141 form for a reportable release.

This release occurred in District 2. However, in the interest of time, District 1 processed the C141 form.

The available information indicates **OPERATOR** has met the requirements of 19.15.29 NMAC and no further corrective action is required. NMOCD considers **nOY1810731931** closed. This determination by the Oil Conservation Division does not relieve Operator of responsibility should future information indicate a threat to ground water, surface water, human health, or the environment. Furthermore, it does not relieve Operator of responsibility for compliance with any federal, state, or local laws and/or regulations.

Like approval from BLM required.

Thanks,

Olivia Yu Environmental Specialist NMOCD, District I <u>Olivia.yu@state.nm.us</u> 575-393-6161 x113

OCD approval does not relieve the operator of liability should their operations fail to adequately investigate and remediate contamination that may pose a threat to ground water, surface water, human health or the environment. In addition, OCD approval does not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

From: Barnhill, Amy D. <ABarnhill@chevron.com>
Sent: Tuesday, April 10, 2018 8:31 PM
To: Yu, Olivia, EMNRD <Olivia.Yu@state.nm.us>
Cc: Barnhill, Amy D. <ABarnhill@chevron.com>
Subject: FW: Lotos Federal Spill

Ms. Yu,

This C141 has never been assigned an 1RP number. Please let me know if there is something I need to do to move this forward.

Thank you, Amy Barnhill Waste and Water Specialist MCBU Office: 432-687-7108 Cell: 432-940-8524 E-Mail: <u>ABarnhill@chevron.com</u> #OurEnvironmentMatters

From: Yu, Olivia, EMNRD [mailto:Olivia.Yu@state.nm.us]
Sent: Thursday, January 04, 2018 4:09 PM
To: DeLeon, Josepha <<u>JDXD@chevron.com</u>>; Bratcher, Mike, EMNRD <<u>mike.bratcher@state.nm.us</u>>;
Weaver, Crystal, EMNRD <<u>Crystal.Weaver@state.nm.us</u>>
Cc: Cooley, Troy C <<u>Troy.Cooley@chevron.com</u>>
Subject: [**EXTERNAL**] RE: Lotos Federal Spill

Ms. DeLeon:

Thank you for your diligence and compliance. I did indeed receive your call on December 7, 2017, with release associated to API 30-015-10259.

Olivia

From: DeLeon, Josepha [mailto:JDXD@chevron.com]
Sent: Thursday, January 4, 2018 2:26 PM
To: Bratcher, Mike, EMNRD <<u>mike.bratcher@state.nm.us</u>>; Weaver, Crystal, EMNRD
<<u>Crystal.Weaver@state.nm.us</u>>; Yu, Olivia, EMNRD <<u>Olivia.Yu@state.nm.us</u>>
Cc: Cooley, Troy C <<u>Troy.Cooley@chevron.com</u>>
Subject: Lotos Federal Spill

Was looking through my notes and found where I had called Olivia on this spill, but reported it as "Little Field". After researching and not finding a lease in that name, the API number submitted was for Lotos 11 Federal 2 and is "federal". I have had the C-141 saved under "Little Field". I apologize for the confusion and delay in submitting the C-141.

Josie DeLeon, HES Specialist – Compliance Support – Environmental

Chevron - MCBU (New Mexico, East Texas and Ft. Stockton Areas) 1616 W. Bender Blvd. Hobbs, NM 88240 575-263-0424 432-425-1528 - cell jdxd@chevron.com

