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**

accordance with 19.15.29 NMAC.

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

Submit 1 Copy to appropriate District Office in

Attached

Form C-141

Revised April 3, 2017

Release Notification and Corrective Action OPERATOR Initial Report Final Report Name of Company: COG Operating, LLC OGRID #229137 Contact: Robert McNeill Address: 600 West Illinois Avenue, Midland, TX 79701 Telephone No. 432-683-7443 Facility Name: Pygmy 27 State #001H Facility Type: Battery Surface Owner: Mineral Owner: State API No. 30-025-40352 Private LOCATION OF RELEASE Feet from the North/South Line Feet from the East/West Line Unit Letter Section Township Range County D 27 21S 33E 330 North 190 West Lea Latitude 32.45625385 Longitude -103.56884895 NAD83 NATURE OF RELEASE Type of Release: Oil Volume of Release 30 bbl. Volume Recovered 27 bbl. Source of Release: Hole in vessel Date and Hour of Occurrence: Date and Hour of Discovery: March 24, 2018 9:00am March 24, 2018 9:00am Was Immediate Notice Given? If YES, To Whom? Olivia Yu- NMOCD; Bradford Billings - NMOCD By Whom? Sheldon Hitchcock Date and Hour: March 24, 2018 12:33pm Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes ☐ No If a Watercourse was Impacted, Describe Fully.* **APPROVED** By CHernandez at 9:56 am, Jun 26, 2018 Describe Cause of Problem and Remedial Action Taken.* The release was caused by oil running from bottom of tank at the underside of the welded seam below the load line. Describe Area Affected and Cleanup Action Taken.* The release occurred within the lined facility. A vacuum truck was dispatched to remove all freestanding fluids. Concho will have the spill area evaluated for any possible impact from the release and we will present a remediation work plan to the NMOCD for approval prior to any significant remediation activities. 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. OIL CONSERVATION DIVISION Signature: Approved by Environmental Specialist: Printed Name: DeAnn Grant xx/xx/xxxx 6/26/2018 Approval Date: **Expiration Date:** Title: **HSE** Administrative Assistant E-mail Address: Conditions of Approval:

Date: May 1, 2018

agrant@concho.com

Phone: 432-253-4513

^{*} Attach Additional Sheets If Necessary

From: Hernandez, Christina, EMNRD
To: "DeAnn Grant"; Mann, Ryan

 Cc:
 "Sheldon Hitchcock"; "Dakota Neel"; "Rebecca Haskell"; "Robert McNeill"

 Subject:
 RE: (Final C-141) Pygmy 27 State #001H 3-24-2018 (30-025-40352)

Date: Tuesday, June 26, 2018 11:26:00 AM

Attachments: image002.png image003.png

Approved (Final C-141) Pygmy 27 State #001H (30-025-40352) 3-24-2018.pdf

Dear Ms. Grant:

The available information indicates **OPERATOR** has met the requirements of 19.15.29 NMAC and no further corrective action is required. NMOCD considers nOY1808734284 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.

NMSLO like approval required.

Thanks,

Christina Hernandez EMNRD-OCD Environmental Specialist 1625 N. French Drive Hobbs, NM 88240 575-393-6161 x111

Christina.Hernandez@state.nm.us

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: Yu, Olivia, EMNRD

Sent: Friday, June 22, 2018 10:26 AM

To: Hernandez, Christina, EMNRD < Christina. Hernandez@state.nm.us > Subject: FW: (Final C-141) Pygmy 27 State #001H 3-24-2018 (30-025-40352)

From: DeAnn Grant <agrant@concho.com>
Sent: Tuesday, May 1, 2018 2:55 PM

To: rmann@slo.state.nm.us; Yu, Olivia, EMNRD < Olivia.Yu@state.nm.us>

Cc: Sheldon Hitchcock <<u>SLHitchcock@concho.com</u>>; Dakota Neel <<u>DNeel2@concho.com</u>>; Rebecca Haskell

<RHaskell@concho.com>; DeAnn Grant <agrant@concho.com>

Subject: (Final C-141) Pygmy 27 State #001H 3-24-2018 (30-025-40352)

My apologies. I forgot to attach the C-141.

Thank you,

DeAnn Grant

COG Operating LLC

HSE Administrative Assistant agrant@concho.com

600 W Illinois Avenue | Midland, TX 79701 Direct: 432-253-4513 | Main: 432.683.7443



From: DeAnn Grant

Sent: Tuesday, May 01, 2018 3:52 PM

To: rmann@slo.state.nm.us; olivia.yu@state.nm.us

Cc: Sheldon Hitchcock; Dakota Neel; Rebecca Haskell; Robert McNeill; DeAnn Grant

Subject: (Final C-141) Pygmy 27 State #001H 3-24-2018 (30-025-40352)

Ms. Yu/Mr. Mann,

A final inspection has been conducted regarding the clean-up efforts made at the above mentioned lined facility. Free fluids were removed and if present the impacted gravel was removed from the liner and taken to a NMOCD approved disposal facility. The liner was inspected for damage and found to have liner integrity to contain free fluids. Please see the attached Final C-141 and picture taken during the final inspection conducted by a COG HSE representative.



Thank you,

DeAnn Grant

HSE Administrative Assistant agrant@concho.com

COG Operating LLC

600 W Illinois Avenue | Midland, TX 79701 Direct: 432-253-4513 | Main: 432.683.7443



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