

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

Form C-141
Revised April 3, 2017

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: COG Operating, LLC (OGRID #229137) | Contact: Robert McNeill | |
| Address: 600 West Illinois Avenue, Midland, TX 79701 | Telephone No. 432-683-7443 | |
| Facility Name: Macho State #002H | Facility Type: Tank Battery | |
| Surface Owner: State | Mineral Owner: State | API No. 30-025-39885 |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| E | 02 | 24S | 33E | 2,260 | North | 330 | West | Lea |

Latitude 32.2476959 Longitude -103.55056 NAD83

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release Oil & Produced Water | Volume of Release 10 bbl. Oil 35 bbl. Produced Water | Volume Recovered 9 bbl. Oil 34 bbl. Produced Water |
| Source of Release Hole in piping | Date and Hour of Occurrence June 26, 2018 6:30am | Date and Hour of Discovery June 26, 2018 6:30am |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Olivia Yu – NMOCD Christina Hernandez – NMOCD Ryan Mann – SLO | |
| By Whom? DeAnn Grant | Date and Hour June 26, 2018 4:40pm | |
| 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.*

RECEIVED

By CHernandez at 11:14 am, Jun 27, 2018

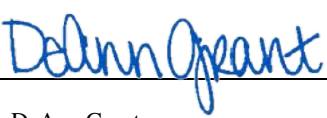

Describe Cause of Problem and Remedial Action Taken.*

The release was caused by a pipe leak due to corrosion. The pipe is being replaced.

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.

| | | |
|--|---|-----------------------------------|
| Signature:  | OIL CONSERVATION DIVISION | |
| Printed Name: DeAnn Grant | Approved by Environmental Specialist:  | |
| Title: HSE Administrative Assistant | Approval Date: 6/27/2018 | Expiration Date: |
| E-mail Address: agrant@concho.com | Conditions of Approval: | Attached <input type="checkbox"/> |
| Date: June 26, 2018 | Phone: (432) 253-4513 | |

* Attach Additional Sheets If Necessary

Please inspect liner in question. Provide NMOCD with a concise report of the inspection with affirmation the liner has and will continue to contain liquids.

nCH1817843722

From: [Hernandez, Christina, EMNRD](#)
To: ["DeAnn Grant"; Yu, Olivia, EMNRD; rmann@slo.state.nm.us](#)
Cc: [Sheldon Hitchcock; Dakota Neel; Rebecca Haskell](#)
Subject: RE: (Notification/C-141 Initial) Macho Nacho State #002H (30-025-39885) 06-26-2018
Date: Wednesday, June 27, 2018 12:33:00 PM
Attachments: [image001.png](#)
[\(Notification-C-141 Initial\) Macho Nacho State #002H \(30-025-39885\) 06-26-2018.pdf](#)

Dear Ms. Grant:

Please see the attachment for your records.

Please inspect the liner in question. It is NMOCD's understanding that all impacted material in the containment has been removed and the liner inspected for integrity. Provide NMOCD with a concise report of the inspection with affirmation the liner has and will continue to contain liquids. Pictures and a record of the removal of contaminated fill or proper disposal of liquids are strongly encouraged to accompany submission of initial C-141s.

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: DeAnn Grant <agrant@concho.com>
Sent: Tuesday, June 26, 2018 3:42 PM
To: Yu, Olivia, EMNRD <Olivia.Yu@state.nm.us>; rmann@slo.state.nm.us
Cc: Hernandez, Christina, EMNRD <Christina.Hernandez@state.nm.us>; Sheldon Hitchcock <SLHitchcock@concho.com>; Dakota Neel <DNeel2@concho.com>; Rebecca Haskell <RHaskell@concho.com>; DeAnn Grant <agrant@concho.com>
Subject: (Notification/C-141 Initial) Macho Nacho State #002H (30-025-39885) 06-26-2018

Ms. Yu/Mr. Mann,

Please find the attached Initial C-141 for your consideration. If you have any questions or concerns please contact me.

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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