Received by OCD: 1/20/2021 6:49:51 AM Form C-141 State of New Mexico

Oil Conservation Division

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Incident ID	nAPP2035332473
District RP	
Facility ID	
Application ID	

Closure

The responsible party must attach information demonstrating they have complied with all applicable closure requirements and any conditions or directives of the OCD. This demonstration should be in the form of a comprehensive report (electronic submittals in .pdf format are preferred) including a scaled site map, sampling diagrams, relevant field notes, photographs of any excavation prior to backfilling, laboratory data including chain of custody documents of final sampling, and a narrative of the remedial activities. Refer to 19.15.29.12 NMAC.

<u>Closure Report Attachment Checklist</u> : Each of the following	items must be included in the closure report.
A scaled site and sampling diagram as described in 19.15.29.	11 NMAC
must be notified 2 days prior to liner inspection).	s of the liner integrity if applicable (Note: appropriate OCD District office
Description of remediation activities	C District office must be notified 2 days prior to final sampling)
	are asking for closure based on the attached pictures showing
integrity of the liner.	
and regulations all operators are required to report and/or file certa may endanger public health or the environment. The acceptance of should their operations have failed to adequately investigate and re- human health or the environment. In addition, OCD acceptance of	lations. The responsible party acknowledges they must substantially onditions that existed prior to the release or their final land use in
email: <u>ABarnhill@chevron.com</u>	Telephone: <u>432-687-7108</u>
OCD Only	
Received by: Cristina Eads	Date:01/20/2021
Cleasure an moved by the OCD does not relieve the memory cible next	u of lightlity should their operations have failed to adequately investigate and

Closure approval by the OCD does not relieve the responsible party of liability should their operations have failed to adequately investigate and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment nor does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations.

Closure Approved by: Junta 2	Date:04/12/2021
Printed Name: Cristina Eads	Title: Environmental Specialist

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Email sent to OCD on regarding liner inspection.

To Whom it may concern,

Chevron had a spill on 12-7-20 at the Salado Draw 15 Federal Pad 419 Well 14H to a lined containment. 9.8 bbls of diesel-based drilling fluid was spilled and all was recovered via vac truck. Chevron will be doing an inspection of the liner on Monday at 10:30am before the shift change on Tuesday. See directions below.

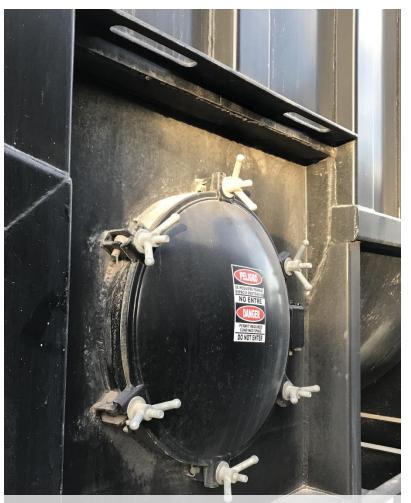
GPS coordinates are: 32.037187, -103.657243

Directions to the site are: From Jal, New Mexico, proceed West on Highway 128 approximately 14.0 miles and turn left (South) onto CR2 and go approximately 13.0 miles on CR2 until the road reaches the intersection with Dinwiddie Rd. and travel West approximately 0.3 miles, then bear left (South) onto Battle Axe Road. Travel 5.0 miles on Battle Axe Road, following its bends, until you reach the Chevron lease road into Salado Draw Development Area. Turn right (Northwesterly) and travel 4.1 miles on lease road. Turn right and go 0.1 miles into Location.

SD 15 FED P419 14H

Chevron Spill: 12/7/2020 API #30-025-46732

- Diesel-based drilling fluid from storage tank sideaccess hatch to secondary containment / liner
- Approximately 9.8 bbls; 4.21 bbls oil, 5.58 bbls produced water



Leak source – tank hatch not fully closed

Received by OCD: 1/20/2021 6:49:51 AM Spill Area Before and After Remediation



Received by OCD: 1/20/2021 6:49:51 AM Spill Area Before and After Remediation



Spill Area Before and After Remediation



Same liner area remediated

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Received by OCD: 1/20/2021 6:49:51 AM Spill Area Before and After Remediation





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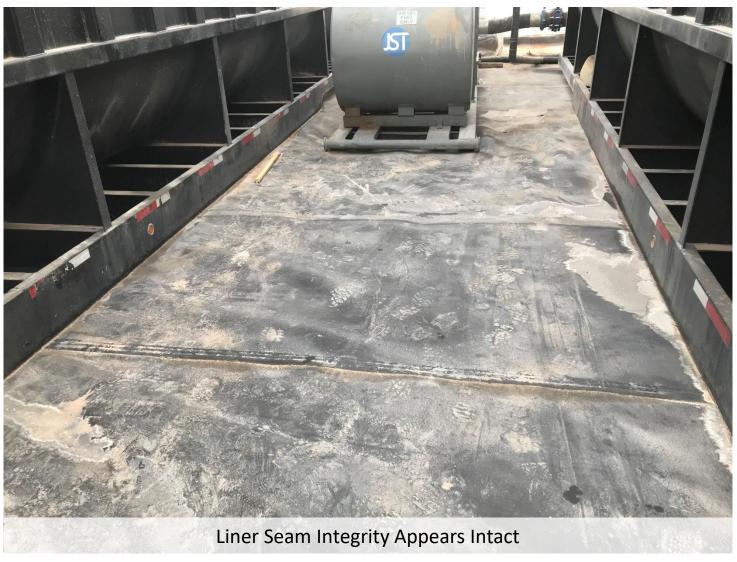
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Liner Seams (Post Remediation)



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Liner Seams (Post Remediation)



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 Department**

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

Form C-141 Revised August 24, 2018 Submit to appropriate OCD District office

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Release Notification

Responsible Party

Responsible Party Chevron U.S.A., Inc.	OGRID 4323
Contact Name Jessica Zemen	Contact Telephone 432-530-9187
Contact email jessicazemen@chevron.com	Incident # (assigned by OCD)
Contact mailing address 6301 Deauville Blvd. Midland, TX 79706	

Location of Release Source

Latitude 32.03718

Longitude -103.65724 (NAD 83 in decimal degrees to 5 decimal places) Site Name: SD 15 FEDERAL P419#014H Site Type: Oil

Date Release Discovered: 12/7/2020 API# (*if applicable*): 30-025-46732

Unit Letter	Section	Township	Range	County
Р	15	26S	23E	Lea

Surface Owner:	State	Federal	Tribal	Private (<i>Name:</i>
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Nature and Volume of Release

Materia	al(s) Released (Select all that apply and attach calculations or specific	justification for the volumes provided below)
Crude Oil	Volume Released (bbls)	Volume Recovered (bbls)
Produced Water	Volume Released (bbls): 5.58 bbl	Volume Recovered (bbls): 5.58 bbl
	Is the concentration of dissolved chloride in the produced water >10,000 mg/l?	Yes No
Condensate	Volume Released (bbls): 4.21 bbl	Volume Recovered (bbls): 4.21 bbl
Natural Gas	Volume Released (Mcf)	Volume Recovered (Mcf)
Other (describe)	Volume/Weight Released (provide units)	Volume/Weight Recovered (provide units)
	1	1

Cause of Release

A side-access hatch on the drilling fluid storage tank was not fully closed resulted in a release. 4.21 bbls oil (diesel-based drilling fluid) and 5.58 bbls produced waters were released to secondary containment (plastic liner) for a total release of and 9.8 bbls.

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Oil Conservation Division

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Was this a major release as defined by	If YES, for what reason(s) does the responsible party consider this a major release?				
19.15.29.7(A) NMAC?					
🗌 Yes 🖾 No					
If YES, was immediate notice given to the OCD? By whom? To whom? When and by what means (phone, email, etc)?					

Initial Response

The responsible party must undertake the following actions immediately unless they could create a safety hazard that would result in injury

 \boxtimes The source of the release has been stopped.

The impacted area has been secured to protect human health and the environment.

Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices.

 \boxtimes All free liquids and recoverable materials have been removed and managed appropriately.

If all the actions described above have not been undertaken, explain why:

Per 19.15.29.8 B. (4) NMAC the responsible party may commence remediation immediately after discovery of a release. If remediation has begun, please attach a narrative of actions to date. If remedial efforts have been successfully completed or if the release occurred within a lined containment area (see 19.15.29.11(A)(5)(a) NMAC), please attach all information needed for closure evaluation.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to OCD 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 OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment. In addition, OCD 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.

Printed Name: _____Jessica Zemen______ Title: _____HSE Environmental Compliance Specialist______

Jessica X Zemen Signature:

email: jessicazemen@chevron.com

Date: ____12/8/2020_____

Telephone: 432-530-9187

OCD Only

Received by: _____ Date: _____

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All volumes in following table in barrels							
	Standing		dimensions /	Oil	Water		
Area	Liquid	In Soil	shape	Volume	Volume		
1	9.8		Rectangle	4.21	5.58		
2							
3							
4							
5							
6							
7							
8							
			Total Fluid	4.21	5.58		

District I 1625 N. French Dr., Hobbs, NM 88240

District II

District IV

Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

District III 1000 Rio Brazos Rd., Aztec, NM 87410 CONDITIONS

Action 15021

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS	OF APPROVAL
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Operator						OGRID:	Action Number:	Action Type:
	CHEVRON U S A INC	6301 Deauville Blvd	Midland, TX79706			4323	15021	C-141
OCD Rev	viewer			Co	Condition			
ceads				No	lone			