

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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

RECEIVED
DEC 13 2011

Form C-141
Revised October 10, 2003
Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

AMLB1135350565 OPERATOR Initial Report Final Report

Name of Company	COG OPERATING LLC 229137	Contact	Pat Ellis
Address	550 W. Texas, Suite 100, Midland, TX 79701	Telephone No.	432-230-0077
Facility Name	BKU Central Tank Battery	Facility Type	Tank Battery

Surface Owner	Federal	Mineral Owner		Lease No.	30-015-29809
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BKU # 221 LOCATION OF RELEASE 30-015-27764

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
PJ	25 24	17S	29E					Eddy

Latitude 32 49.161 Longitude 104 01.546

NATURE OF RELEASE

Type of Release	Oil	Volume of Release	120bbls	Volume Recovered	115bbls
Source of Release	Oil tank	Date and Hour of Occurrence	12/03/2011	Date and Hour of Discovery	12/03/2011 6:00 a.m.
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher-OCD Jim Amos-BLM Terry Gregston-BLM			
By Whom?	Josh Russo	Date and Hour	12/05/2011 8:48 a.m.		
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.*

Describe Cause of Problem and Remedial Action Taken.*
A hole developed in an oil tank at the facility causing the release. The tank was isolated and has been prepared for repairs.

Describe Area Affected and Cleanup Action Taken.*
Initially 120bbls of crude oil were released from the oil tank with the hole in it. We were able to recover 115bbls with a vacuum truck. The entire release was completely contained inside the facility walls of the tank battery. All free fluid has been recovered and the contaminated soil will be scraped and hauled to a disposal. Tetra Tech will sample the spill site area to delineate any possible contamination from the release and we will present a remediation work plan to the NMOCD/BLM for approval prior to any significant remediation work.

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:	Josh Russo	Approved by	Signed By
Title:	HSE Coordinator	Approval Date	DEC 19 2011 Expiration Date:
E-mail Address:	jrusso@conchoresources.com	Conditions of Approval:	
Date:	12/12/2011 Phone:	432-212-2399	

Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN: 1/19/2012**

Attached

2RP-977

* Attach Additional Sheets If Necessary

Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Tuesday, December 13, 2011 3:25 PM
To: Bratcher, Mike, EMNRD
Cc: Tavarez, Ike; Dorey, Kim
Subject: FW: C-141 Initial Report - BKU Central Tank Battery
Attachments: BKU CENTRAL TANK BATTERY -- DATE OF RELEASE -- 12-03-2011.pdf

Mr. Bratcher,

As seen below, I sent this C-141 Report yesterday and need to let you know about some information that needs to be changed:

The location of the spill is in Unit J, Section 24.

The API# associated with this spill (closest well location) is 30-015-27764, BKU 221.

Thank you and sorry for the inconvenience.

Joshua Russo

HSE Coordinator
550 W. Texas Ave, Suite 100
Midland, Texas 79701
Phone: (432) 683-7443
Cell: (432) 212-2399
jrusso@conchoresources.com



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From: Joshua Russo
Sent: Monday, December 12, 2011 4:43 PM
To: 'Bratcher, Mike, EMNRD'; 'Amos, James A'
Cc: 'Terry_Gregston@blm.gov'; 'Tavarez, Ike'; 'Dorey, Kim'
Subject: C-141 Initial Report - BKU Central Tank Battery

Please see attached the C-141 Initial Report for a release that occurred at the BKU Central Tank Battery on 12/03/2011.

Thank you,

Joshua Russo

HSE Coordinator

550 W. Texas Ave, Suite 100

Midland, Texas 79701

Phone: (432) 683-7443

Cell: (432) 212-2399

jrusso@conchoresources.com



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Bratcher, Mike, EMNRD

From: Amos, James A [jamos@blm.gov]
Sent: Tuesday, December 13, 2011 7:06 AM
To: Joshua Russo; Bratcher, Mike, EMNRD
Cc: Gregston, Terry G; Tavaréz, Ike; Dorey, Kim
Subject: RE: C-141 Initial Report - BKU Central Tank Battery

Thanks for the notification, keep me in the loop. Thanks

From: Joshua Russo [mailto:jrusso@concho.com]
Sent: Monday, December 12, 2011 3:43 PM
To: Bratcher, Mike, EMNRD; Amos, James A
Cc: Gregston, Terry G; Tavaréz, Ike; Dorey, Kim
Subject: C-141 Initial Report - BKU Central Tank Battery

Please see attached the C-141 Initial Report for a release that occurred at the BKU Central Tank Battery on 12/03/2011.

Thank you,

Joshua Russo

HSE Coordinator
550 W. Texas Ave, Suite 100
Midland, Texas 79701
Phone: (432) 683-7443
Cell: (432) 212-2399
jrusso@conchoresources.com



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Bratcher, Mike, EMNRD

From: Joshua Russo [jrusso@concho.com]
Sent: Monday, December 05, 2011 7:48 AM
To: Bratcher, Mike, EMNRD; Amos, James A; Terry_Gregston@blm.gov
Subject: Central Tank Battery - Notification

Follow Up Flag: Follow up
Flag Status: Flagged

Please see below a detailed description of a release that occurred on 12/03/2011:

On 12/03/2011 at 6:00 a.m. oil tank #35144 was found leaking due to hole in the tank. 120bbls of oil were released into the dike. The entire release was completely contained inside the berm walls of the facility. The tank was isolated and emptied. A vacuum truck picked up 115bbls of standing oil within the dike. We will remove the contaminated soil and gravel. We will follow up with a C-141 Initial Report.

GPS coordinates, driving directions and legal description below:

N 32* 49.161 W 104* 01.546

Sec.24-T17S-R29E
Eddy County, Lease No. LC-02

West of Loco Hills on Hwy 82 to General American Road, T/S go 100 yards to road A, T/W and go 3.5 miles to location on right.

Thank you,

Joshua Russo

HSE Coordinator
550 W. Texas Ave, Suite 100
Midland, Texas 79701
Phone: (432) 683-7443
Cell: (432) 212-2399
jrusso@conchoresources.com



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