

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

FEB 18 2015

Form C-141
Revised August 8, 2011

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

Submit 1 Copy to appropriate District Office in
conformance with 19.15.29 NMAC.

RECEIVED

Release Notification and Corrective Action

NAB1505030280 **OPERATOR** Initial Report Final Report

Name of Company Yates Petroleum Corporation	25575	Contact Chase Settle
Address 104 S. 4 th Street, Artesia, NM 88210		Telephone No. 575-748-4171
Facility Name Dayton Water Line (Gushwa DX #1)		Facility Type Pipeline
Surface Owner Fee	Mineral Owner	API No. 30-015-10975

LOCATION OF RELEASE

30015-21703

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	21	18S	26E					Eddy

Latitude 32.73268 Longitude -104.38606

NATURE OF RELEASE

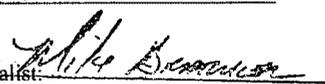
Type of Release Produced Water	Volume of Release 5400 B/PW	Volume Recovered 5160 B/PW
Source of Release 6 inch PVC produced water line	Date and Hour of Occurrence 2/5/2015; a.m.	Date and Hour of Discovery 2/5/2015; 10:40 a.m.
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher, Heather Patterson, Randy Dade	
By Whom? Amber Cannon	Date and Hour 2/5/2015; 11:20 a.m.	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	

If a Watercourse was Impacted, Describe Fully.*
N/A

Describe Cause of Problem and Remedial Action Taken.*
There was a failure of the 6 in. PVC water line, causing a release of produced water.

Describe Area Affected and Cleanup Action Taken.* An approximate area of 1,000' X 230' was affected on the west side of the railroad tracks running south to northeast, 705' X 90' was affected on the east side of the railroad tracks running south to north with 2-fingers splitting off to the east, one approximately 395' X 50' and the other 595' X 75'. Vacuum trucks were called to remove standing fluid, and impacted soils will be excavated and hauled to a NMOCD approved facility. Vertical and horizontal delineation samples will be taken and analysis ran for TPH & BTEX (chlorides for documentation). If initial analytical results for TPH & BTEX are under RRAL's (site ranking is 10) a Final Report, C-141 will be submitted to the OCD requesting closure: If the analytical results are above the RRAL's a work plan will be submitted to the OCD. **Depth to Ground Water: 50-99' (approximately 75', Section 21, T18S-R26E, per Trend Map), Wellhead Protection Area: No, Distance to Surface Water Body: >1000', SITE RANKING IS 10.**

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: Chase Settle	Approved by Environmental Specialist: 	
Title: NM Environmental Regulatory Agent	Approval Date: 2/19/15	Expiration Date: N/A
E-mail Address: csettle@yatespetroleum.com	Conditions of Approval: Remediation per O.C.D. Rules & Guidelines Attached <input type="checkbox"/>	
Date: 02/18/2015 Phone: 575-748-4171	SUBMIT REMEDIATION PROPOSAL NO <u>31915</u>	

LATER THAN: 3/19/15

2RP-2824

Bratcher, Mike, EMNRD

From: Chase Settle <CSettle@yatespetroleum.com>
Sent: Wednesday, February 18, 2015 10:34 AM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD
Cc: Bob Asher
Subject: C141- INITIAL Dayton Water Line (Gushwa DX #1)
Attachments: C141-Dayton Water Line (Gushwa DX #1) INITIAL.pdf

Mr. Bratcher/Mrs. Patterson,

Please find attached the C-141 Initial for the below listed location.

Dayton Water Line (North of the Gushwa DX #1 Well)
Section 21, T18S-R26E
Eddy County, New Mexico
Lat: 32.73268 Long: -104.38606

Thanks,

Chase Settle
Environmental Regulatory Agent
Yates Petroleum Corporation
105 S. 4th Street
Artesia, NM 88210
575-748-4171 (Office)
575-703-6537 (Cell)

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Bratcher, Mike, EMNRD

From: Amber Cannon <ACannon@yatespetroleum.com>
Sent: Thursday, February 05, 2015 11:30 AM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD; Dade, Randy, EMNRD
Cc: Bob Asher; Chase Settle; Katie Parker; Tanna Adams
Subject: RE: Release Notification (Dayton Water Line)

CORRECTED SUBJECT LINE TO SHOW DAYTON WATER LINE, NOT STATE CO SWD SYSTEM.

AC

From: Amber Cannon
Sent: Thursday, February 05, 2015 11:20 AM
To: Bratcher, Mike, EMNRD; Heather Patterson; Dade, Randy, EMNRD (Randy.Dade@state.nm.us)
Cc: Bob Asher; Chase Settle; Katie Parker ; Tanna Adams
Subject: Release Notification (State CO SWD System)

Yates Petroleum Corporation is reporting a release at the following location (2/5/2015; 11:00AM).

Dayton Water Line (North of the Gushwa DX #1 Well)
Section 21, T18S-R26E
Eddy County, New Mexico

Released: Approximately 500 B/PW; Recovered: In progress at this time

Cause of release was from a water line (approximately 50 yards North of the Gushwa DX #1). Water has been shut-off and vacuum trucks have been called to recover produced water. A Form C-141 with complete information will be submitted.

Thank you.

Amber Cannon

Environmental Regulatory Agent
Yates Petroleum Corporation
Office: (575) 748-4111
Cell: (575) 513-8799

2/18/15
ZRP-2824